



Dave Yost • Auditor of State



**MEDINA CITY SCHOOL DISTRICT  
MEDINA COUNTY**

**TABLE OF CONTENTS**

<b>TITLE</b>	<b>PAGE</b>
Independent Accountants' Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Required by <i>Government Auditing Standards</i> .....	1
Independent Accountants' Report on Compliance with Requirements Applicable to Each Major Federal Program and on Internal Control Over Compliance Required by OMB Circular A-133 .....	3
Federal Awards Receipts and Expenditures Schedule.....	5
Notes to the Federal Awards Receipts and Expenditures Schedule .....	6
Schedule of Findings.....	7

**This page intentionally left blank**



# Dave Yost • Auditor of State

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

Medina City School District  
Medina County  
140 West Washington Street  
Medina, Ohio 44256

To the Board of Education:

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Medina City School District, Medina County, Ohio, (the District) as of and for the year ended June 30, 2012, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 21, 2012. 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 the purpose of expressing our opinions on the financial statements, but not for the purpose of opining 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 *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent, or detect and timely correct misstatements. A *material weakness* is a deficiency, or combination of internal control deficiencies resulting in more than a reasonable possibility that a material misstatement of the District's financial statements will not be prevented, or detected and timely corrected.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, 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.

### **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 did note certain matters not requiring inclusion in this report that we reported to the District's management in a separate letter dated December 21, 2012.

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

A handwritten signature in black ink that reads "Dave Yost". The signature is written in a cursive style with a large, looping "D" and "Y".

**Dave Yost**  
Auditor of State

December 21, 2012



# Dave Yost • Auditor of State

## INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

Medina City School District  
Medina County  
140 West Washington Street  
Medina, Ohio 44256

To the Board of Education:

### Compliance

We have audited the compliance of the Medina City School District, Medina 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 could directly and materially affect each of the District's major federal programs for the year ended June 30, 2012. The *summary of auditor's results* section of the accompanying schedule of findings identifies the District's major federal programs. The District's management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to each major federal program. Our responsibility is to opine on the District's compliance based on our audit.

Our compliance audit followed auditing standards generally accepted in the United States of America; the standards applicable to financial audits included in the Comptroller General of the United States' *Government Auditing Standards*; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. These standards and OMB Circular A-133 require that we plan and perform the audit to reasonably assure whether noncompliance occurred with the 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 these 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 these requirements.

In our opinion, the Medina City School District, Medina County, Ohio, complied, in all material respects, with the requirements referred to above that could directly and materially affect each of its major federal programs for the year ended June 30, 2012.

### 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, to determine our auditing procedures for the purpose of opining on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of opining on the effectiveness of internal control over compliance. Accordingly, we have not opined on the effectiveness of the District's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, when performing their assigned functions, to prevent, or to timely detect and correct, noncompliance with a federal program compliance requirement. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a federal program compliance requirement will not be prevented, or timely detected and corrected.

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 over compliance that might be deficiencies, 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 and issued our unqualified opinion on the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Medina City School District, Medina County, Ohio, (the District) as of and for the year ended June 30, 2012, and have issued our report thereon dated December 21, 2012. Our audit was performed to form opinions on the financial statements that collectively comprise the District's basic financial statements taken as a whole. The accompanying Federal Awards Receipts and Expenditures Schedule provides additional information required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and is not a required part of the basic financial statements. The schedule is management's responsibility, and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. This schedule was subject to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. 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 the audit committee, management, the Board of Education, others within the entity, federal awarding agencies, and pass-through entities. It is not intended for anyone other than these specified parties.



**Dave Yost**  
Auditor of State

December 21, 2012

**MEDINA CITY SCHOOL DISTRICT  
MEDINA COUNTY**

**FEDERAL AWARDS RECEIPTS AND EXPENDITURES SCHEDULE  
FOR THE YEAR ENDED JUNE 30, 2012**

<b>Federal Grantor Pass Through Grantor Program Title</b>	<b>Federal CFDA Number</b>	<b>Receipts</b>	<b>Expenditures</b>
<b><u>U.S. DEPARTMENT OF EDUCATION</u></b>			
<i>Passed through the Ohio Department of Education:</i>			
Special Education Cluster:			
Special Education - Grants to States	84.027	\$240,680	\$175,501
ARRA - Special Education Grants to States, Recovery Act	84.391	1,260,680	1,235,540
		68,819	82,504
Total Special Education Grants to States		1,570,179	1,493,545
Special Education - Preschool Grants	84.173	6,878	5,127
		30,627	30,454
Total Special Education Preschool Grants		37,505	35,581
Total Special Education Cluster		1,607,684	1,529,126
Title I Grants to Local Educational Agencies	84.010	61,007	52,772
		378,584	374,666
		6,214	12,647
		27,763	27,526
ARRA - Title I Grants to Local Educational Agencies, Recovery Act	84.389	43,573	30,031
		4,634	
Total Title I Grants to Local Educational Agencies		521,775	497,642
Improving Teacher Quality State Grants	84.367	18,119	22,713
		103,925	125,192
Total Improving Teacher Quality State Grants		122,044	147,905
Education Technology State Grants	84.318	(391)	
		391	3,375
Total Education Technology State Grants			3,375
English Language Acquisition Grants	84.365	494	
Education Jobs Fund	84.410	760,198	751,200
ARRA - State Fiscal Stabilization Fund (SFSF) - Race-to-the-Top Incentive Grants, Recovery Act	84.395	4,733	4,853
Safe and Drug-Free Schools and Communities - State Grants	84.186	69	128
		75,000	75,000
Total Safe and Drug-Free Schools and Communities - State Grants		75,069	75,128
Total U.S. Department of Education		3,091,997	3,009,229
<b><u>U.S. DEPARTMENT OF AGRICULTURE</u></b>			
<i>Passed through the Ohio Department of Education:</i>			
Nutrition Cluster:			
School Breakfast Program	10.553	82,424	82,424
National School Lunch Program	10.555	523,132	523,132
Non-cash Contributions		133,717	133,717
Total National School Lunch Program		656,849	656,849
Total U.S. Department of Agriculture - Total Nutrition Cluster		739,273	739,273
<b>Total</b>		<b>\$3,831,270</b>	<b>\$3,748,502</b>

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

**MEDINA CITY SCHOOL DISTRICT  
MEDINA COUNTY**

**NOTES TO THE FEDERAL AWARDS RECEIPTS AND EXPENDITURES SCHEDULE  
FISCAL YEAR ENDED JUNE 30, 2012**

**NOTE A - SIGNIFICANT ACCOUNTING POLICIES**

The accompanying Federal Awards Receipts and Expenditures Schedule (the Schedule) reports the Medina City School District, Medina County, Ohio, (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**

The District reports commodities consumed on the Schedule at the fair value. The District allocated donated food commodities to the respective program that benefitted from the use of those donated food commodities.

**MEDINA CITY SCHOOL DISTRICT  
MEDINA COUNTY**

**SCHEDULE OF FINDINGS  
OMB CIRCULAR A -133 § .505  
JUNE 30, 2012**

**1. SUMMARY OF AUDITOR'S RESULTS**

<b>(d)(1)(i)</b>	<b>Type of Financial Statement Opinion</b>	Unqualified
<b>(d)(1)(ii)</b>	<b>Were there any material control weaknesses reported at the financial statement level (GAGAS)?</b>	No
<b>(d)(1)(ii)</b>	<b>Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?</b>	No
<b>(d)(1)(iii)</b>	<b>Was there any reported material noncompliance at the financial statement level (GAGAS)?</b>	No
<b>(d)(1)(iv)</b>	<b>Were there any material internal control weaknesses reported for major federal programs?</b>	No
<b>(d)(1)(iv)</b>	<b>Were there any significant deficiencies in internal control reported for major federal programs?</b>	No
<b>(d)(1)(v)</b>	<b>Type of Major Programs' Compliance Opinion</b>	Unqualified
<b>(d)(1)(vi)</b>	<b>Are there any reportable findings under § .510(a)?</b>	No
<b>(d)(1)(vii)</b>	<b>Major Programs (list):</b>	<ul style="list-style-type: none"> <li>➤ Education Jobs Fund, CFDA 84.410;</li> <li>➤ Nutrition Cluster, CFDA 10.553 and 10.555;</li> <li>➤ Improving Teacher Quality State Grants, 84.367;</li> <li>➤ Special Education Cluster, CFDA 84.027, 84.391, 84.173.</li> </ul>
<b>(d)(1)(viii)</b>	<b>Dollar Threshold: Type A/B Programs</b>	Type A: > \$300,000 Type B: all others
<b>(d)(1)(ix)</b>	<b>Low Risk Auditee?</b>	No

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

None

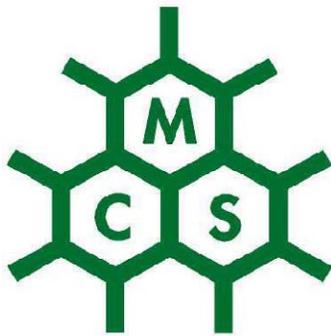
**3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS**

None

**This page intentionally left blank.**

# **MEDINA CITY SCHOOL DISTRICT**

## **Medina, Ohio**



**Prepared by Treasurer's Office**

**Treasurer James M. Hudson**

Comprehensive Annual Financial Report  
For the Fiscal Year Ended June 30, 2012

**Medina City School District**

Medina, Ohio

*Comprehensive Annual Financial Report*

For The Fiscal Year Ended June 30, 2012

Prepared by:

Treasurer

James M. Hudson

# INTRODUCTORY SECTION



**Medina City School District**  
*Comprehensive Annual Financial Report*  
*For the Fiscal Year Ended June 30, 2012*  
*Table of Contents*

---

**I. INTRODUCTORY SECTION**

Table of Contents .....	i
Letter of Transmittal .....	v
Principal Officials .....	xi
Organizational Chart .....	xii
GFOA Certificate of Achievement .....	xiii

**II. FINANCIAL SECTION**

Independent Accountants' Report.....	1
Management's Discussion and Analysis.....	3
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Position.....	13
Statement of Activities.....	14
Fund Financial Statements:	
Balance Sheet – Governmental Funds.....	16
Statement of Revenues, Expenditures and Changes In Fund Balances – Governmental Funds .....	18
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Basis) and Actual – General Fund.....	20
Statement of Net Position – Proprietary Funds .....	21
Statement of Revenues, Expenses and Changes in Net Position – Proprietary Funds.....	22
Statement of Cash Flows – Proprietary Funds .....	23
Statement of Net Position – Fiduciary Funds.....	24
Statement of Changes in Net Position – Private Purpose Trust Funds.....	25
Notes to the Basic Financial Statements .....	26

**Medina City School District**  
*Comprehensive Annual Financial Report*  
*For the Fiscal Year Ended June 30, 2012*  
*Table of Contents*

---

Combining and Individual Fund Statements and Schedules:

Nonmajor Governmental Fund Descriptions ..... 56

Combining Statements – Nonmajor Governmental Funds:

Combining Balance Sheet – Nonmajor Governmental Funds..... 58

Combining Statement of Revenues, Expenditures and Changes in  
Fund Balances – Nonmajor Governmental Funds..... 59

Combining Balance Sheet – Nonmajor Special Revenue Funds..... 60

Combining Statement of Revenues, Expenditures and Changes in  
Fund Balances – Nonmajor Special Revenue Funds..... 64

Combining Balance Sheet – Nonmajor Capital Projects Funds ..... 68

Combining Statement of Revenues, Expenditures and Changes in  
Fund Balances – Nonmajor Capital Projects Funds ..... 69

Fiduciary Fund Descriptions..... 70

Combining Statements – Fiduciary Funds:

Combining Statement of Net Position – Private Purpose Trust Funds..... 71

Combining Statement of Changes in Net Position – Private Purpose Trust Funds..... 72

Combining Statement of Changes in Assets and Liabilities – All Agency Funds ..... 73

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

Major Funds:

General Fund ..... 75

Bond Retirement Fund ..... 80

Building Fund..... 81

Transportation Enterprise Fund ..... 82

Nonmajor Funds:

Food Service Fund..... 83

Rotary Fund..... 84

Other Grants Fund..... 86

District Managed Student Activity Fund..... 87

**Medina City School District**  
*Comprehensive Annual Financial Report*  
*For the Fiscal Year Ended June 30, 2012*  
*Table of Contents*

---

Auxiliary Services Fund .....	89
Management Information Systems Fund .....	90
Data Communications Fund .....	91
SchoolNet Professional Development Fund .....	92
Alternative Schools Fund.....	93
Miscellaneous State Grants Fund.....	94
Education Jobs Fund .....	95
Race To The Top Fund .....	97
Title VI-B Fund.....	98
Technology Title II-D Grant Fund.....	100
Immigrant Student Grant Fund .....	101
Title I Fund .....	102
Drug Free Schools Fund .....	104
Preschool Grant Fund .....	105
Reducing Class Size Fund .....	106
Uniform School Supply Fund .....	107
Public School Support Fund .....	108
Permanent Improvement Fund.....	110
Capital Grants Fund .....	111
Self Insurance Fund .....	112
Scholarship Trust Fund .....	113
Scholarship Endowment Fund .....	114

**Medina City School District**  
*Comprehensive Annual Financial Report*  
*For the Fiscal Year Ended June 30, 2012*  
*Table of Contents*

---

**III. STATISTICAL SECTION**

Net Position by Component – Last Ten Fiscal Years ..... S2

Changes in Net Position – Last Ten Fiscal Years ..... S4

Program Revenues of Governmental Activities by Function – Last Ten Fiscal Years ..... S8

Fund Balances, Governmental Funds – Last Ten Fiscal Years ..... S10

Changes in Fund Balances, Governmental Funds – Last Ten Fiscal Years ..... S12

Assessed and Estimated Actual Value of Taxable Property – Last Ten Years ..... S14

Property Tax Rates – Direct and Overlapping Governments  
(per \$1,000 of assessed value) – Last Ten Years ..... S16

Property Tax Levies and Collections – Last Five Collection Years ..... S20

Principal Taxpayers, Real Estate Tax – 2012 and 2008 ..... S21

Principal Taxpayers, Public Utilities Tax – 2012 and 2008 ..... S22

Computation of Direct and Overlapping Debt Attributable  
to Governmental Activities – June 30, 2012 ..... S23

Ratio of Outstanding Debt to Estimated Actual Value,  
Personal Income, and Population – Last Ten Fiscal Years ..... S24

Computation of Legal Debt Margin – Last Ten Fiscal Years ..... S26

Demographic and Economic Statistics – Last Ten Years ..... S28

Principal Employers, December 31, 2011 and December 31, 2002 ..... S29

Building Statistics by School Building/Facility – Last Ten Fiscal Years ..... S30

Enrollment Statistics – Last Ten Fiscal Years ..... S32

Attendance and Graduation Rates – Last Ten Fiscal Years ..... S33

Per Pupil Cost – Last Ten Fiscal Years ..... S34

Certified School District Employees by Function/Program – Last Five Fiscal Years ..... S36

Full-Time Equivalent Certified School District Employees  
by Education – Last Five Fiscal Years ..... S37



# Medina City Schools

## Recognizing Potential ~ Maximizing Achievement

December 21, 2012

Board of Education Members and Residents of Medina City School District:

We are pleased to present the Fiscal Year 2012 Comprehensive Annual Financial Report (CAFR) for the Medina City School District. This CAFR conforms to Generally Accepted Accounting Principles (GAAP) as applicable to government entities and includes the reporting model as promulgated by Governmental Accounting Standards Board (GASB) Statement No. 34.

Superintendent  
Randy S. Stepp, Ed.D.

Treasurer  
James M. Hudson

### Board of Education

Charles W. Freeman

William P. Grenfell

Karla S. Robinson, Ph.D.

C. Susan Vleck

Robert B. Wilder, M.D.

This report enables the School District to comply with Ohio Administrative Code Section 117-2-03 (B), which requires reporting on a GAAP basis, and Ohio Revised Code Section 117.38, which requires all school districts to file unaudited general purpose external financial statements 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 report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed the anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

State statutes require the School District to be subjected to an annual examination by the Auditor of State. The Auditor of State's office rendered an opinion on the School District's financial statements as of June 30, 2012, and the Independent Accountants' Report on the basic financial statements is included in the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent accountants' 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.

Copies of this report will be distributed throughout the School District. It will also be available to the public on both the Auditor of State website, [www.ohioauditor.gov](http://www.ohioauditor.gov), and the School District website, [www.medinacityschooldistrict.org](http://www.medinacityschooldistrict.org).

### PROFILE OF THE SCHOOL DISTRICT

The Medina City School District encompasses 48 square miles including the City of Medina and portions of Medina, Montville, Lafayette, Sharon, and Granger Townships. The School District is located in close proximity to Cleveland and Akron and situated near Interstate Highways I-71, I-77, and I-76.

The Medina City Schools has earned the designation of "Excellent" for the past seven years. A continued focus of the School District is to manage finances effectively and efficiently, plan for student growth, increase student achievement while enhancing a personalized learning environment for all students, and connecting with the community in such a way that the School District continues to provide the education and services they desire.

The Board of Education continually seeks opportunities to increase the efficient use of School District funds and to secure additional funding through non-conventional means. One such way, beginning in fiscal year 2008, has been through the receipt of a 0.5 percent sales tax, which is levied by the County. This sales tax is allocated to the County public schools based on a student count and is recorded as intergovernmental revenue by the School District.

Additionally, the School District seeks ways to manage its buildings and facilities efficiently. The School District participated in HB 264, which is an Energy Conservation Program that gives school districts the authority to borrow funds without having to pass ballot issues. This limited borrowing authority has given the School District the ability to save almost \$1.4 million in electric, natural gas, water and sewer charges as of September 2011. Average annual savings have ranged from \$440,000 to \$480,000.

The School District participates in cooperative purchasing programs for electricity and natural gas. Power4Schools First Energy Electric program started in May 2011 and reduces the rate by at least 18 percent. The Ohio Schools Council Natural Gas Program started in 2000 and yearly savings have averaged over \$80,000. The School District entered into a Diesel Fuel Purchasing Agreement in April 2008 to buy fuel by the transport load (7,500 gallons). Pricing is based on the Cleveland market rack rate, which has saved the School District over \$20,000 a year. The purchasing of road salt directly from the City of Medina started in 2010 and has cut costs per ton by as much as 15 percent. The School District reduced copier contract rates in 2010 for an annual savings of \$34,000 and is currently exploring ways to further reduce the costs of all paper documents, as well as going mostly paperless. In 2010, the School District expanded electronic storage and management of most paper documents. The School District is supporting the City of Medina for technology services in exchange for School Resource Officers.

Other ways in which the School District has efficiently managed its properties: turning off all outside/parking lot lights at all buildings when events are not taking place; restructuring the Bus Mechanics Department to do more work in-house, thus lowering annual costs to have buses repaired outside, while also performing maintenance services for a number of surrounding school districts; participating in cooperative purchasing programs offered by the State of Ohio Department of Administrative Services, Ohio Schools Council, and the Metropolitan Educational Council. The School District is also seeking alternative energy sources through the installation of natural gas fired turbines that generate electricity. The School District is also exploring the self-funded option with the Ohio Bureau of Workers' Compensation. Preliminary estimates show a \$1.5 million savings in the first five years. Several school administrators are being trained in LEAN concepts. Deploying LEAN practices in various facets of the School District will enable the School District to operate more effectively and efficiently. These efforts have been reflected in the School District's Expenditure Per Pupil (EPP) developed by the Ohio Department of Education. In fiscal year 2011, the District was able to reduce its EPP by approximately \$1,000 from fiscal year 2010 while maintaining an "Excellent" rating.

A focus of the School District is to strengthen its partnerships with the business community and various community partners, which have provided opportunities for students and the community-at-large. Some of these partnerships can be seen on the Medina High School campus where the Medina Community Recreation Center is located. This facility is managed by the City of Medina. The Medina Performing Arts Center is also located on the high school campus and provides a 1,200-seat auditorium that is used for student performances and is also used as a venue for outside performing groups. The Distance Learning Lab located in Medina High School provides expanded learning post-secondary education opportunities for students through The University of Akron.

The School District initiated a new strategic planning process using the Appreciative Inquiry approach and involved and received input from approximately 500 community members. The Plan was adopted by the Board of Education at its October 17, 2011, Board meeting and has laid the groundwork for the School District's priority and direction for the next five years.

The School District's facilities include seven elementary schools, two middle schools, and one high school. The grades housed in each building are as follows:

- Blake Elementary, built in 2002, houses students in grades 1 through 5;
- Canavan Elementary, built in 1959, houses students in grades K through 5;
- Fenn Elementary, built in 1968, houses students in grades K through 5;
- Garfield Elementary, built in 1937, houses students in grades K through 5;
- Heritage Elementary, built in 1976, houses students in grades K through 5;
- Ralph E. Waite Elementary, built in 2009, houses students in grades K through 5;
- Eliza Northrop Elementary, built in 2009, houses students in grades preschool through 5;
- Claggett Middle School, built in 1956, houses students in grades 6 through 8;
- A. I. Root Middle School, built in 1995, houses students in grades 6 through 8; and
- Medina High School, built in 1974 and expanded in 2002, houses students in grades 9 through 12.

The School District is committed to expanded learning opportunities for students. A major emphasis has been on the integration of technology into all aspects of student learning. The School District has launched a blended model of electronic learning. The School District has gone wireless on the high school campus and at the middle schools with plans for this to occur at all seven elementary schools. Students at Medina High School are also encouraged to bring their own devices to school to further enhance their opportunities and efficiencies.

## **LOCAL ECONOMY**

Founded in 1816 and incorporated as a village in 1835, the City of Medina enjoys a long and rich history that is evident in the restored Victorian architecture of its picturesque Public Square area. A visit to Medina's historic Square is like taking a step back in time, a feeling that attracts tourists and residents to its unique shops, fine restaurants, and many special events. Time, however, has not stood still, and this bustling city serves as the seat of county government for one of the fastest growing and most prosperous counties in northeastern Ohio. The City of Medina is an attractive community of 25,139 (2000 census). The population within a 15 mile radius is approximately 275,000.

Ideally situated in close proximity to major interstate highways and urban centers, the City of Medina offers vibrant commercial and retail locations, as well as prime sites for research and manufacturing. An abundant water supply, access to rail, and installed fiber optic lines can meet the needs of the most advanced business and manufacturing processes. Currently home to companies such as A.I. Root Candle, 3M, Owens Corning, and Valspar, Medina offers a quality of life that its business partners have come to value for their employees.

A large industrial district of 800 acres was established around 1952 with all utilities installed and access to rail. Since then, more than 124 new industries have located facilities here. These have been highly diversified and range in size from plants with more than 350 employees to smaller operations with a workforce of 50 or fewer. The industrial district is a part of both an Enterprise Zone and a Community Reinvestment Area. Commercial expansion has mirrored the population growth of the City and blends the charm of the historic district with those featuring a more contemporary look.

Residential growth skyrocketed during the 1990's. Throughout this time there have been numerous upscale residential developments and apartment/condominium units constructed to complement the Victorian homes of the historic district and adequately house the population of one of the State's fastest growing counties.

Medina boasts an outstanding school system that ranks well in the Ohio Department of Education's Annual Report Card. The School District is made up of seven elementary schools, two middle schools, and one high school that underwent a major expansion. As an alternative to attending the Medina City School District, students can choose to receive academic and technology training from the Medina County Career Center.

Advanced education is readily available locally and from numerous colleges and universities in the surrounding area that offer a full complement of certificate, undergraduate, and graduate degrees. The new Medina County University Center is just south of the city. Medina offers employers a well-trained workforce with opportunity for on-going career development.

## **LONG-TERM FINANCIAL PLANNING**

A major goal of the Medina City School District Board of Education and administration has been fiscal responsibility for the funds granted us by the School District community. The October 2012 Five-Year Forecast projected a cash balance at the end of fiscal year 2013 of \$18.2 million. The larger than normal ending cash balance is due to cutting expenditures by more than \$9.5 million between fiscal year 2010 and fiscal year 2012. The reductions were in response to revenue losses from the phase out of tangible personal property tax and State funding.

Even though much work was done to grow the cash balance between fiscal year 2010 and 2013, the School District is still facing a projected deficit of \$18.2 million by fiscal year 2017. While the School District will continue to search for creative ways to reduce that deficit, the School District currently needs additional operating funds. In order to address the deficit, the Board asked the community to vote on a 3.9 mill 3-year incremental levy on November 3, 2009, which did not pass, a 5.9 mill 5-year emergency levy on November 2, 2010, which did not pass, a 0.5 percent earned income tax continuing levy on November 8, 2011, which did not pass, and a 3.9 mill 10-year emergency levy on November 6, 2012, which also did not pass. The School District has also received nearly \$1 million in mid-term concessions from teachers and administrators. Due to the 2012 levy failure, the School District will need to reduce nearly \$4 million from its operating budget or pass a levy in 2013 in order to cover future deficits.

Knowing that current economic times are tough and that acquiring support through operating levy passage will be difficult, we have continued to look for opportunities to operate more efficiently. This is being done not only as a “good business practice”, but also as a strategy to reduce the burden placed on the local taxpayer through reduced property tax requests. An example of such efforts is our recent request to have the Auditor of State conduct a performance audit that included a peer district comparison of the highest and lowest cost districts. Our goal is to continue to operate more efficiently.

## **MAJOR INITIATIVES**

***Community Collaboration*** The School District recognizes the importance of engaging all stakeholders in the decision-making process. Historically, the School District has involved the community in discussions regarding facilities, school start times, redistricting, strategic planning, programming, and services. As stated previously, the School District involved close to 500 individuals representing all areas of the community in its strategic planning process.

In fiscal year 2012, the School District formed a Business Advisory Council to provide input and insight on a number of initiatives and operations, including financial matters. The Council serves as an advisory group, helping the School District’s administration better understand the ever changing needs of the community as a whole and the business community in general. This knowledge serves to ensure that the School District is continually evolving as it prepares students to be contributing members of society and capable members of the community’s workforce.

The Board of Education continues its efforts in ‘community building’ programs whereby numerous opportunities are available to the School District’s internal and external stakeholders to have discussions about the School District and a wide range of topics.

The School District seeks opportunities to collaborate with community organizations, agencies, business institutions and other school districts for the purpose of offering additional programming and services to the students and residents of the community. The School District has partnered with The University of Akron to provide course offerings to students through a Distance Learning lab. This collaborative

arrangement also provides Post-Secondary Education Option courses, such as French, German and Spanish, to be taught by University of Akron employees to students at Medina High School. The School District has also collaborated with the Cleveland Clinic to offer students the opportunity to view a number of 'real time' surgeries.

The School District's partnership with the City of Medina has provided the residents of the community a well-managed community recreation center, which is located on the high school campus. Since that partnership was developed, the School District and the City have worked to partner in the following ways: organizing a land swap in order to acquire land for the construction of Northrop Elementary School; organizing the low cost rental of City property to the School District so the School District can continue to provide services to multi-handicapped students in a facility known as the Bowman House; sharing sports fields and field maintenance, joint copier contracts, Medina TV (formerly Medina Cable Access) sharing employees for PAC and Cable; the City and the School District mechanics share tools and computer diagnostic programs; the City Service Department and the School District's Maintenance Departments work closely with each other on support for various projects; the Medina High School and the Medina Community Recreation Center Partnership share in the costs associated with operations of the recreation center; sharing civil service secretary costs and all School District employees get their civil service testing done through the City; consulting with each other on human resources and employee insurance issues; coming together to form a Joint Economic Development District with Montville Township for the benefit of all School District residents; the City provides the School District with law enforcement support to ensure safe travel of students; the City of Medina and Montville Township support the School District through the services of School Resource Officers; the School District provides the City with lower level technology services; the City provides the School District with waived Uptown Park permit fees; collaborating in the combined auctioning of unneeded equipment and other items; purchasing salt from a consortium; collaborating to provide the City with a secure location on property for a city-impound lot for confiscated vehicles pending forfeiture; and the School District provides Caterpillar diagnostics for City trucks in exchange for the City providing the School District International diagnostics for its trucks.

Recently, the School District and the Cloverleaf Local School District entered into a shared services agreement in which the Medina City School District Treasurer oversees Treasurer Office operations for both school districts. The School District will realize revenue generation of \$69,000 while the Cloverleaf Local School District will save \$52,000 in salary and benefit expenses. This collaborative agreement was entered into as one more demonstration of finding innovative methods to improve effectiveness and efficiencies within the School District.

The School District is working closely with other school districts throughout the county to explore partnership initiatives that will allow for increased efficiencies and cost-savings. Areas being explored are: shared development of an electronic learning model, shared development of a S.T.E.M. school, common all-day kindergarten curriculum, textbook replacements (jointly participating in selection and bid process), the coordination of non-educational supply bids, and the coordination of office equipment rentals.

***Student Growth*** The School District has been a growing district. As a result of the growth we have seen in our community, the School District built two new elementary schools, which opened in the fall of 2009. The School District allocated 50 percent of its share of the county-wide sales tax passed in May 2007 to fund the construction of the two new schools. These two schools are a rarity in that they are completely funded from a revenue stream other than property tax dollars. Due to the construction of these buildings, the leased modular classrooms were returned to the leasing company allowing the lease payments to end.

Now that the task of constructing two new elementary schools is complete, the School District will determine when it will be necessary, due to enrollment, to gain funds for the construction of a third middle school.

*Technology School* The School District opened a technology school to meet the many academic needs of its students and to address decreased revenue through lost tuition dollars from students attending other technical schools through open enrollment. Initial funding for the technology school was secured through the Ohio Department of Education.

*Lean Thinking* The School District continues to explore the implementation of "Lean Thinking" in education as a way to manage processes, cut down resource waste, become more cost effective, and increase customer satisfaction. "Lean Thinking" has enabled private industry to streamline processes and operate more cost effectively. School districts may be able to apply some of these same principles to increase efficiency.

## AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) has awarded a Certificate of Achievement for Excellence in Financial Reporting to the Medina City School District for its Comprehensive Annual Financial Reports each year beginning with the fiscal year ended June 30, 2008. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government reports.

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

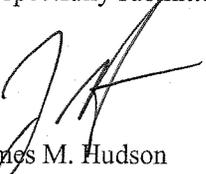
We believe our current report conforms to the Certificate of Achievement requirements and we are submitting it to GFOA for consideration.

The publication of the annual CAFR is an important achievement by the School District to provide significantly enhanced financial accountability to all of the stakeholders of the School District. Those stakeholders include the taxpayers of the School District, its elected officials, and management and staff. This report reflects the continuing efforts of the Treasurer's Office to improve overall financial accounting, management, and reporting capabilities.

The School District has received an Aa2 rating from Moody's Investors Services. An Aa2 rating is considered as a high investment grade and reflects Moody's positive opinion of the School District's management, tax base, finances, and overall debt profile.

This report would not have been made possible without the assistance, support, and efforts of various administrators, employees of the School District, and the Local Government Services Section of the Auditor of State's office. Assistance from the County Auditor's office staff and outside agencies made possible the fair presentation of statistical data. We are especially grateful to the Treasurer's Office staff and Jeanne Hurt for assisting with this narrative and for their ongoing commitment to accurate and on time accounting and record keeping. Sincere appreciation extends to our Board of Education, where the commitment to excellence begins. Without their support, this report would not have been possible.

Respectfully submitted,

  
James M. Hudson  
Treasurer/Chief Financial Officer  
Medina City School District

  
Randolph Stepp  
Superintendent  
Medina City School District

**Medina City School District**  
*Principal Officials*  
*June 30, 2012*

**Board of Education**

Mr. William Grenfell .....	President
Dr. Robert Wilder. ....	Vice President
Mr. Charles Freeman .....	Member
Ms. Karla Robinson .....	Member
Ms. Susan Vlcek .....	Member
Mr. Alex Raz.....	Student Member

**Treasurer/Chief Financial Officer**

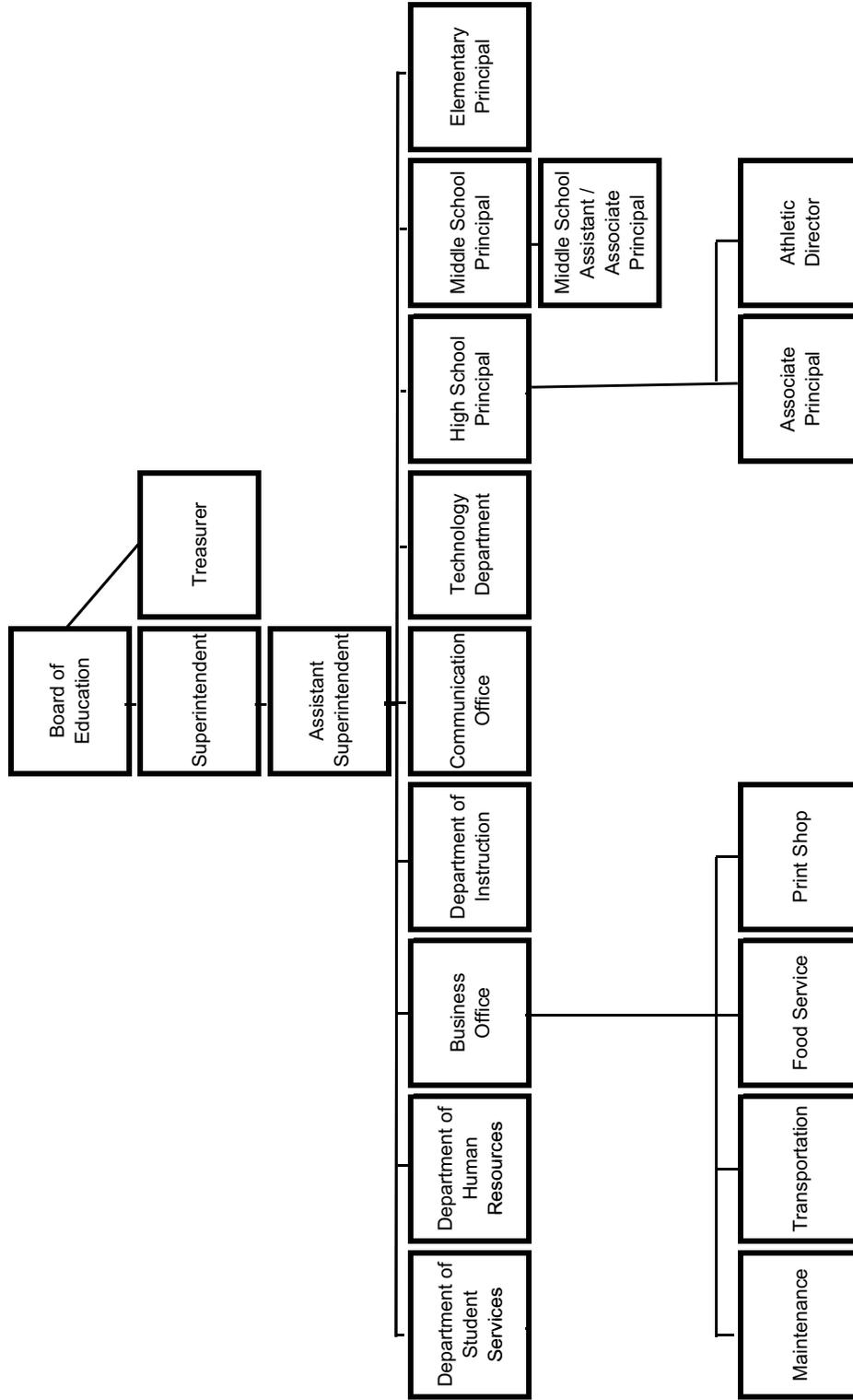
Mr. James M. Hudson

**Superintendent**

Mr. Randolph Stepp



# MEDINA CITY SCHOOLS ORGANIZATIONAL CHART



# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Medina City School District  
Ohio

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2011

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.



*Linda C. Danison*

President

*Jeffrey R. Emer*

Executive Director

*(This Page Intentionally Left Blank.)*

# FINANCIAL SECTION





# Dave Yost • Auditor of State

## INDEPENDENT ACCOUNTANTS' REPORT

Medina City School District  
Medina County  
140 West Washington Street  
Medina, Ohio 44256

To the Board of Education:

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Medina City School District, Medina County, Ohio, (the District) as of and for the year ended June 30, 2012, 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, the business-type activities, each major fund, and the aggregate remaining fund information of the Medina City School District, Medina County, Ohio, as of June 30, 2012, 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 21, 2012, 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.

Accounting principles generally accepted in the United States of America require this presentation to include *Management's discussion and analysis*, as listed in the table of contents, to supplement the basic financial statements. Although this information is not part of the basic financial statements, the Governmental Accounting Standards Board considers it essential for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any other assurance.

We conducted our audit to opine on the financial statements that collectively comprise the District's basic financial statements taken as a whole. The introductory section, the financial section's combining statements, individual fund statements and schedules, and the statistical section information provide additional analysis and are not a required part of the basic financial statements. The financial section's combining statements, individual fund statements and schedules are management's responsibility, and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. These statements and schedules were subject to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. 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 section information to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion or any other assurance on them.



**Dave Yost**  
Auditor of State

December 21, 2012

**Medina City School District**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2012*  
*Unaudited*

---

The discussion and analysis of Medina City School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2012. 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 financial statements and notes to those respective statements to enhance their understanding of the School District's financial performance.

**Financial Highlights**

Key financial highlights for fiscal year 2012 are as follows:

- Governmental expenses totaled \$80,580,580, a 6.19 percent decrease from the prior year. Instructional expenses made up 54.78 percent of this total while support services accounted for 33.17 percent. Other expenses rounded out the remaining 12.05 percent.
- The School District's capital assets decreased by \$2,814,813 from the prior year. This decrease was the result of depreciation expense outpacing new capital outlay.
- Outstanding general obligation bonded debt, certificates of participation, and notes decreased from \$94,417,385 in fiscal year 2011 to \$91,034,439 in fiscal year 2012.

**Using this Annual Financial Report**

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

The *Statement of Net Position* 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 non-major funds presented in total in one column. In the case of Medina City School District, the general, bond retirement, and building fund by far are the most significant funds.

**Reporting the School District as a Whole**

*Statement of Net Position and the Statement of Activities*

While this document contains all the funds used by the School District to provide programs and activities, the view of the School District as a whole considers all financial transactions and asks the question, "How did we do financially during 2012?" The *Statement of Net Position* and the *Statement of Activities* answer this question. These statements include all assets and liabilities except fiduciary funds using the accrual basis of accounting, similar to the accounting used by most private-sector companies. Accrual accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

**Medina City School District**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2012*  
*Unaudited*

---

These two statements report the School District's net position and changes in that net position. This change in net position 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 performance, demographic and socioeconomic factors and the willingness of the community to support the School District.

In the Statement of Net Position and the Statement of Activities, the School District is divided into two major activities:

- **Governmental Activities** – Most of the School District's programs and services are reported here including instruction, support services, operation and maintenance of plant, pupil transportation, extracurricular activities and general administration.
- **Business-Type Activity** – This service is provided on a fee basis to recover all of the expenses of the goods or services provided. The School District's business-type activity is a transportation enterprise fund.

**Reporting the School District's Most Significant Funds**

The analysis of the School District's major funds begins on page 8. Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's most significant funds. The School District's major governmental funds are the general fund, bond retirement debt service fund and the building capital projects fund.

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

***Proprietary Fund*** Proprietary funds use the same basis of accounting as business-type activities; therefore, these statements will essentially match.

***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.

**Medina City School District**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2012*  
*Unaudited*

**The School District as a Whole**

You may recall that the *Statement of Net Position* provides the perspective of the School District as a whole.

Table 1 provides a summary of the School District's net position for 2012 compared to 2011:

Table 1  
Net Position

	Governmental Activities		Business-Type Activity		Total	
	2012	2011	2012	2011	2012	2011
<b>Assets</b>						
Current and Other Assets	\$86,227,091	\$81,082,400	\$8,432	\$4,252	\$86,235,523	\$81,086,652
Capital Assets, Net	104,102,607	106,917,420	0	0	104,102,607	106,917,420
Total Assets	190,329,698	187,999,820	8,432	4,252	190,338,130	188,004,072
<b>Deferred Outflows of Resources</b>						
Defered Charge on Refunding	2,502,675	3,595,718	0	0	2,502,675	3,595,718
<b>Liabilities</b>						
Current and Other Liabilities	9,362,275	10,618,128	0	0	9,362,275	10,618,128
Long-Term Liabilities:						
Due Within One Year	3,987,034	4,016,315	0	0	3,987,034	4,016,315
Due in More than One Year	92,718,682	96,489,707	0	0	92,718,682	96,489,707
Total Liabilities	106,067,991	111,124,150	0	0	106,067,991	111,124,150
<b>Deferred Inflows of Resources</b>						
Property Taxes	44,806,717	44,693,551	0	0	44,806,717	44,693,551
<b>Net Position</b>						
Net Investment in Capital Assets	15,735,877	17,924,870	0	0	15,735,877	17,924,870
Restricted:						
Capital Projects	4,481,913	3,385,498	0	0	4,481,913	3,385,498
Debt Service	5,471,022	5,771,908	0	0	5,471,022	5,771,908
Other Purposes	886,962	848,876	0	0	886,962	848,876
Unrestricted	15,381,891	7,846,685	8,432	4,252	15,390,323	7,850,937
Total Net Position	\$41,957,665	\$35,777,837	\$8,432	\$4,252	\$41,966,097	\$35,782,089

Total governmental assets increased by \$2.3 million. The majority of this increase can be attributed to current and other assets increasing by \$5.1 million. This increase was primarily due to a \$1.6 million increase in property tax receivable, which is the result of higher assessed values, and a \$4.1 million increase in cash and cash equivalents, which is due to budgetary reductions caused by reductions in State and Federal resources.

Total governmental liabilities decreased by \$5 million. Current and other liabilities decreased by \$1.3 million, primarily due to decreases of \$.4 million in accrued wages and benefits, \$.2 million in matured compensated absences payable, and \$.1 million in claims payable. Long-term liabilities decreased by \$3.8 million due to paying down debt.

The vast majority of revenue supporting all governmental activities is general revenue. General revenue totaled \$76.9 million or 88.65 percent of the total revenue. General revenue increased by \$.4 million from the prior year. The primary reason for the increase was due to increases in property tax revenue. The remaining amount of revenue received was in the form of program revenues, which equaled \$9.8 million or only 11.35 percent of total revenue.

**Medina City School District**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2012*  
*Unaudited*

In order to further understand what makes up the changes in net position for the current year, the following tables gives further details regarding the results of activities for the current year.

Table 2 shows total revenues, expenses and changes in net position for fiscal years 2012 and 2011:

Table 2  
Change in Net Position

	Governmental Activities		Business-Type Activity		Total	
	2012	2011	2012	2011	2012	2011
Revenues						
Program Revenues:						
Charges for Services	\$5,154,528	\$4,869,588	\$11,878	\$1,863	\$5,166,406	\$4,871,451
Operating Grants, Contributions, and Interest	4,691,885	4,463,374	0	0	4,691,885	4,463,374
Total Program Revenues	9,846,413	9,332,962	11,878	1,863	9,858,291	9,334,825
General Revenue:						
Property Taxes	47,085,775	45,486,643	0	0	47,085,775	45,486,643
Grants and Entitlements, not Restricted Grants and Entitlements, Restricted to Permanent Improvement	26,297,696	28,647,110	0	0	26,297,696	28,647,110
Investment Earnings	16,299	33,502	0	0	16,299	33,502
Gain on Sale of Capital Assets	8,040	75,999	0	0	8,040	75,999
Miscellaneous	524,635	314,465	10,965	2,389	535,600	316,854
Total General Revenues	76,913,995	76,546,383	10,965	2,389	76,924,960	76,548,772
Total Revenues	86,760,408	85,879,345	22,843	4,252	86,783,251	85,883,597
Program Expenses						
Instruction:						
Regular	35,431,434	40,026,165	0	0	35,431,434	40,026,165
Special	8,380,276	9,092,117	0	0	8,380,276	9,092,117
Vocational	250,523	493,175	0	0	250,523	493,175
Student Intervention Services	72,296	84,719	0	0	72,296	84,719
Support Services:						
Pupils	3,787,425	3,998,741	0	0	3,787,425	3,998,741
Instructional Staff	4,651,623	4,450,637	0	0	4,651,623	4,450,637
Board of Education	98,691	90,191	0	0	98,691	90,191
Administration	4,877,766	4,926,261	0	0	4,877,766	4,926,261
Fiscal	1,473,565	1,198,083	0	0	1,473,565	1,198,083
Business	448,921	634,881	0	0	448,921	634,881
Operation and Maintenance of Plant	8,389,777	8,223,140	0	0	8,389,777	8,223,140
Pupil Transportation	2,629,674	2,578,235	0	0	2,629,674	2,578,235
Central	374,829	418,345	0	0	374,829	418,345
Operating of Non-Instructional Services	549,289	583,562	0	0	549,289	583,562
Food Service Operations	2,366,307	2,357,386	0	0	2,366,307	2,357,386
Extracurricular Activities	1,741,424	1,904,855	0	0	1,741,424	1,904,855
Interest and Fiscal Charges	5,056,760	4,833,128	0	0	5,056,760	4,833,128
Business-Type Activity	0	0	18,663	0	18,663	0
Total Program Expenses	80,580,580	85,893,621	18,663	0	80,599,243	85,893,621
Increase (Decrease) in Net Position	6,179,828	(14,276)	4,180	4,252	6,184,008	(10,024)
Net Position Beginning of Year	35,777,837	35,792,113	4,252	0	35,782,089	35,792,113
Net Position End of Year	\$41,957,665	\$35,777,837	\$8,432	\$4,252	\$41,966,097	\$35,782,089

**Medina City School District**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2012*  
*Unaudited*

***Governmental Activities***

The School District carefully tracks its revenues and expenses in order to avoid creating a deficit. Although the School District relies heavily upon local property taxes to support its operations, the School District relies upon and actively solicits and receives additional grant and entitlement funding to help offset some operating costs.

As one can see, 54.78 percent of the School District's expenses are used towards instructional purposes. Additional supporting services for pupils, instructional staff and business operations encompass an additional 33.17 percent. The remaining amount of program expenses, 12.05 percent, is budgeted to facilitate other obligations of the School District such as interest and fiscal charges, the food service program and numerous extracurricular activities.

Most major cost categories decreased from the prior year. Some notable changes were a decrease of 11.19 percent in total instruction due to an 11.48 percent decrease in regular instruction and a 7.83 percent decrease in special instruction, a decrease of 5.28 percent in pupils, and a decrease of 29.29 percent in business.

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

Table 3  
 Governmental Activities

	Total Cost of Services 2012	Net Cost of Services 2012	Total Cost of Services 2011	Net Cost of Services 2011
Instruction:				
Regular	\$35,431,434	(\$33,940,929)	\$40,026,165	(\$39,204,070)
Special	8,380,276	(6,739,243)	9,092,117	(7,327,088)
Vocational	250,523	(249,589)	493,175	(487,852)
Student Intervention Services	72,296	(71,949)	84,719	(83,687)
Support Services:				
Pupils	3,787,425	(2,729,806)	3,998,741	(2,488,895)
Instructional Staff	4,651,623	(4,277,333)	4,450,637	(4,259,820)
Board of Education	98,691	(98,216)	90,191	(89,092)
Administration	4,877,766	(4,497,400)	4,926,261	(4,671,508)
Fiscal	1,473,565	(1,466,926)	1,198,083	(1,184,670)
Business	448,921	(442,058)	634,881	(627,147)
Operation and Maintenance of Plant	8,389,777	(8,346,986)	8,223,140	(7,667,523)
Pupil Transportation	2,629,674	(2,618,085)	2,578,235	(2,549,944)
Central	374,829	(351,697)	418,345	(383,411)
Operating of Non-Instructional Services	549,289	(50,719)	583,562	(109,462)
Food Service Operations	2,366,307	(99,318)	2,357,386	(100,597)
Extracurricular Activities	1,741,424	302,847	1,904,855	(492,765)
Interest and Fiscal Charges	5,056,760	(5,056,760)	4,833,128	(4,833,128)
<b>Total Expenses</b>	<b>\$80,580,580</b>	<b>(\$70,734,167)</b>	<b>\$85,893,621</b>	<b>(\$76,560,659)</b>

**Medina City School District**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2012*  
*Unaudited*

---

As one can see, the reliance upon local tax revenues for governmental activities is crucial. Approximately 58.43 percent of expenses are directly supported by local property taxes. Grant and entitlements not restricted to specific programs support 32.64 percent of expenses; grants and entitlements restricted to permanent improvement projects support 3.7 percent of expenses. Investments, gain on sale of capital assets and other miscellaneous type revenues support 0.68 percent of activity costs. Program revenues only account for 12.22 percent of all governmental expenses.

***Business-Type Activity***

Business-type activity includes the transportation enterprise fund. Fiscal year 2011 was the first year for this fund. The purpose of this fund is to account for monies received from outside school districts for repair work done to their vehicles. The business-type net position at fiscal year end was \$8,432. Revenues consisted of charges for services for \$11,878 and other miscellaneous revenues of \$10,965.

**School District's Funds**

Information regarding the School District's major funds can be found beginning on page 16. These funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of \$87,087,761 and expenditures of \$83,927,523. Property taxes increased by \$2.8 million primarily due to receiving a larger advance and higher assessed property values in the current fiscal year over the prior. Grants and entitlements decreased by \$2.4 million due to lower State funding.

The year end fund balance for the general fund was \$16,440,469 on a modified accrual basis. This is an increase of \$5,469,538 from fiscal year 2011 ending balance. This increase was due to cost reductions resulting in a larger ending cash balance. The reductions were necessary to avoid a potential future negative ending cash balance.

The bond retirement fund saw a decrease of \$304,637 in fund balance, due to increased debt service requirements.

The building fund saw an increase in fund balance of \$497,663 due to receiving a portion of the 2012 refunding bond proceeds.

**General Fund Budgeting Highlights**

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

During the course of fiscal year 2012, the School District amended its general fund budget numerous times, none significant. The School District uses a site-based style of budgeting and has in place systems that are designed to tightly control expenditures but provide flexibility for site-based decision and management.

**Medina City School District**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2012*  
*Unaudited*

For the general fund, the final budget basis revenue estimate totaled \$68,238,278; this was 7.47 percent below the original budget estimates of \$73,743,552. The main difference between the original and final estimates was due to an overestimation in property tax in the original budget. The budget basis expenditures estimate totaled \$64,951,353, compared to original estimates of \$76,474,165. The final budget is 15.07 percent less than the original budget. Actual revenues were \$2,488 higher than final budgeted revenues due to higher interest receipts. Actual expenditures were \$1,464 lower than final budgeted expenditures due primarily to reductions in support services expenditures. The School District's general fund unencumbered balance totaled \$17,756,277.

**Capital Assets and Debt Administration**

*Capital Assets*

Table 4 shows fiscal year 2012 values compared to 2011.

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

	Governmental Activities		
	2012	2011	Change
Land	\$3,251,882	\$3,092,806	\$159,076
Land Improvements	1,898,246	1,220,777	677,469
Buildings and Improvements	97,691,306	101,556,166	(3,864,860)
Furniture and Equipment	713,435	290,917	422,518
Vehicles	547,738	756,754	(209,016)
Totals	\$104,102,607	\$106,917,420	(\$2,814,813)

All capital assets, except land, are reported net of depreciation. For more information on capital assets refer to Note 9 of the basic financial statements.

*Debt*

The following Table 5 summarizes the School District's outstanding bonds, notes, and certificates of participation for fiscal years 2012 and 2011.

**Medina City School District**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2012*  
*Unaudited*

Table 5  
 Outstanding Debt at Year End

	Governmental Activities		
	2012	2011	Change
<b><i>Certificates of Participation:</i></b>			
2008 Certificates of Participation	\$25,251,307	\$25,289,491	(\$38,184)
<b><i>General Obligation Bonds:</i></b>			
1998 Refunding Bonds	0	969,848	(969,848)
2005 Refunding Bonds	53,966,481	56,076,524	(2,110,043)
2009 Refunding Bonds	8,596,651	8,646,522	(49,871)
2012 Refunding Bonds	3,220,000	0	3,220,000
<b><i>Long-Term Note:</i></b>			
2007 Energy Conservation Notes	0	2,685,000	(2,685,000)
<b><i>Short-Term Note:</i></b>			
Transportation Facilities Notes	0	750,000	(750,000)
Totals	<u>\$91,034,439</u>	<u>\$94,417,385</u>	<u>(\$3,382,946)</u>

The 2008 certificates of participation were issued for constructing, renovating, expanding, improving, and furnishing of various buildings within the School District. This debt will be fully repaid in the year 2037.

The 1998 refunding bonds were issued to advance refund the 1992 various school improvement bonds. This debt will be fully repaid in the year 2018. The School District refunded the bonds in order to save interest costs.

The 2005 refunding bonds were issued to advance refund a portion of the 1999 various school improvement bonds. This debt will be fully repaid in fiscal year 2029. The 1992, 1998, 1999 and 2005 general obligation bonds include capital appreciation bonds, which have all been retired in fiscal year 2012.

The 2009 refunding bonds were issued to advance refund a portion of the 1998 refunding bonds. This debt will be fully repaid in fiscal year 2019.

The 2012 refunding bonds were issued to pay down the 2007 energy conservation note and the transportation facilities note. This debt will be repaid in fiscal year 2023.

The 2007 energy conservation note was issued for the purpose of purchasing and installing energy conservation measures throughout the School District. This debt was retired in fiscal year 2012.

The School District's overall legal debt margin was \$51,623,717 with an unvoted debt margin of \$1,207,682. The School District maintains an Aa2 bond rating. For more information on debt refer to Note 10 of the basic financial statements.

**School District Outlook**

The Board of Education and administration closely monitor the School District's revenues and expenditures in accordance with its financial forecast and the School District Continuous Improvement Plan. The School District has set a goal of balancing the general fund long-range budget for the 2016 and 2017 fiscal years.

**Medina City School District**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2012*  
*Unaudited*

---

The financial future of the School District is not without its challenges. These challenges are internal and external in nature. The internal challenges will continue to exist, as the School District must rely heavily on local property taxes to fund its operations. External challenges continue to evolve as the State of Ohio reacts to the Ohio Supreme Court's finding that the State's educational funding system is unconstitutional. The goal has been to end each year in the period with a minimum unencumbered fund balance of \$6,000,000. The economy continues to have a negative impact on this goal. Reductions have been implemented and future reductions are being discussed in order to maintain a positive unencumbered balance in future years.

Although the School District relies heavily on its property taxpayers to support its operations, the community support for the schools is quite strong. As mentioned earlier, the Medina voters passed a 7.9 mill continuing operating levy in February of 2005 that helps fund the general operations of the School District. The School District has communicated to the community it relies upon their support for the majority of its operations, and will continue to work diligently to plan expenditures, staying carefully within the School District's financial five-year plan. The community also realizes the income generated by local levies remains relatively constant, therefore forcing the School District to come back to the voters from time to time to ask for additional support.

The economy is also having a negative impact on the community. The community voted down operating levies in 2008 and 2009, an earned income tax levy in 2011, and an emergency levy in 2012. The School District has and will continue to reduce its programs and services to maintain a positive unencumbered balance through the five forecasted years.

In May 2007, Medina County voters passed a countywide 30-year 0.5 percent sales tax to pay for school permanent improvements. The tax is allocated to the County public schools based on a student count. The allocation for Medina City School District for fiscal year 2012 was \$2.9 million. This is the first time that this type of tax is being used for school districts in the State of Ohio.

Beginning in fiscal year 2010, the State General Assembly adopted a new funding method called the Ohio Evidence-Based Model (OEBM). This funding method was used for fiscal year 2011 as well, but was not continued in fiscal year 2012. The Ohio Evidence-Based Model was established in Chapter 3306 of the Ohio Revised Code and linked educational research on academic achievement and successful outcomes with funding components to achieve results. It incorporated real financial data and socioeconomic factors to fund resources and implement proven school programs according to the student need to achieve educational adequacy. The adequacy amount is the sum of service support components for instruction, administrative, operations and maintenance, gifted and enrichment, professional development and an instructional materials factor. These factors were multiplied against the Ohio education challenge factor (a district's wealth factor) and the State-wide base salary for given positions and the number of positions funded. Other factors included in the calculation were student/teacher ratios, organizational units, and average daily membership (ADM). The adequacy amount was offset by the school district share of the adequacy amount (the charge off amount).

Beginning in fiscal year 2012, the administration of Governor John Kasich proposed a move away from the Ohio Evidence Based Model to a new funding method; however, since a new funding mechanism is not formulated as of yet, the administration has decided to fund school districts in fiscal year 2012 and 2013 based on a transitional approach until a new formula is devised. This transitional approach is referred to as the Bridge formula. The Bridge formula divides the fiscal year 2011 OEBM funding by a calculated ADM to determine the per pupil funding. The per pupil funding is then multiplied by the fiscal year ADM. The adequacy amount is offset by the school district share of the adequacy amount (the charge off amount), which is equal to 21 mills of property taxes for fiscal year 2012.

**Medina City School District**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2012*  
*Unaudited*

---

Medina City School District is not anticipating any meaningful growth in State funding. The State is reducing its funding per student to the School District to a level below what the School District had been receiving since 2005. With over 25 percent of the revenue for the School District coming from State foundation funding, one can see the significant impact this constraint would have on the School District and ultimately, the residential taxpayers.

Because of the challenges mentioned above, the School District's management will continue to carefully and prudently plan to provide effective and efficient programs and services to meet our student needs over the next several years.

**Contacting the School District's Financial Management**

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact James M. Hudson, Treasurer/Chief Financial Officer, at Medina City School District, 140 West Washington Street, Medina, Ohio 44256, or email at [HUDSONJ@MCSOH.ORG](mailto:HUDSONJ@MCSOH.ORG).

**Medina City School District**

*Statement of Net Position*

*June 30, 2012*

	Governmental Activities	Business-Type Activity	Total
<b>Assets</b>			
Equity in Pooled Cash and Cash Equivalents	\$32,962,328	\$8,432	\$32,970,760
Accounts Receivable	14,054	0	14,054
Intergovernmental Receivable	2,073,966	0	2,073,966
Prepaid Items	17,035	0	17,035
Inventory Held for Resale	44,519	0	44,519
Materials and Supplies Inventory	59,199	0	59,199
Property Taxes Receivable	51,055,990	0	51,055,990
Nondepreciable Capital Assets	3,251,882	0	3,251,882
Depreciable Capital Assets, Net	100,850,725	0	100,850,725
<i>Total Assets</i>	<u>190,329,698</u>	<u>8,432</u>	<u>190,338,130</u>
<b>Deferred Outflows of Resources</b>			
Deferred Charge on Refunding	2,502,675	0	2,502,675
<b>Liabilities</b>			
Accounts Payable	1,068,431	0	1,068,431
Accrued Wages and Benefits	5,322,020	0	5,322,020
Matured Compensated Absences Payable	565,078	0	565,078
Intergovernmental Payable	1,584,383	0	1,584,383
Accrued Interest Payable	362,691	0	362,691
Claims Payable	423,573	0	423,573
Judgment Payable	36,099	0	36,099
Long-Term Liabilities:			
Due Within One Year	3,987,034	0	3,987,034
Due In More Than One Year	92,718,682	0	92,718,682
<i>Total Liabilities</i>	<u>106,067,991</u>	<u>0</u>	<u>106,067,991</u>
<b>Deferred Inflows of Resources</b>			
Property Taxes	44,806,717	0	44,806,717
<b>Net Position</b>			
Net Investment in Capital Assets	15,735,877	0	15,735,877
Restricted for:			
Capital Projects	4,481,913	0	4,481,913
Debt Service	5,471,022	0	5,471,022
Food Service	364,732	0	364,732
Other Purposes	522,230	0	522,230
Unrestricted	15,381,891	8,432	15,390,323
<i>Total Net Position</i>	<u>\$41,957,665</u>	<u>\$8,432</u>	<u>\$41,966,097</u>

See accompanying notes to the basic financial statements

**Medina City School District**  
*Statement of Activities*  
For the Fiscal Year Ended June 30, 2012

	<u>Program Revenues</u>		
	<u>Expenses</u>	<u>Charges for Services</u>	<u>Operating Grants, Contributions, and Interest</u>
<b>Governmental Activities</b>			
Instruction:			
Regular	\$35,431,434	\$732,154	\$758,351
Special	8,380,276	372,392	1,268,641
Vocational	250,523	934	0
Student Intervention Services	72,296	347	0
Support Services:			
Pupils	3,787,425	78,606	979,013
Instructional Staff	4,651,623	60,798	313,492
Board of Education	98,691	475	0
Administration	4,877,766	321,593	58,773
Fiscal	1,473,565	6,639	0
Business	448,921	4,144	2,719
Operation and Maintenance of Plant	8,389,777	34,336	8,455
Pupil Transportation	2,629,674	11,589	0
Central	374,829	2,345	20,787
Operation of Non-Instructional Services	549,289	13,747	484,823
Food Service Operations	2,366,307	1,515,505	751,484
Extracurricular Activities	1,741,424	1,998,924	45,347
Interest and Fiscal Charges	5,056,760	0	0
<i>Total Governmental Activities</i>	<u>80,580,580</u>	<u>5,154,528</u>	<u>4,691,885</u>
<b>Business-Type Activity</b>			
Transportation Enterprise	<u>18,663</u>	<u>11,878</u>	<u>0</u>
<i>Total</i>	<u><u>\$80,599,243</u></u>	<u><u>\$5,166,406</u></u>	<u><u>\$4,691,885</u></u>

**General Revenues**

Property Taxes Levied for:  
General Purposes  
Debt Service  
Capital Projects  
Grants and Entitlements not Restricted  
to Specific Programs  
Grants Restricted to Permanent  
Improvement Projects  
Investment Earnings  
Gain on Sale of Capital Assets  
Miscellaneous

*Total General Revenues*

Change in Net Position

*Net Position Beginning of Year*

*Net Position End of Year*

See accompanying notes to the basic financial statements

Net (Expense) Revenue  
and Changes in Net Position

Governmental Activities	Business-Type Activity	Total
(\$33,940,929)	\$0	(\$33,940,929)
(6,739,243)	0	(6,739,243)
(249,589)	0	(249,589)
(71,949)	0	(71,949)
(2,729,806)	0	(2,729,806)
(4,277,333)	0	(4,277,333)
(98,216)	0	(98,216)
(4,497,400)	0	(4,497,400)
(1,466,926)	0	(1,466,926)
(442,058)	0	(442,058)
(8,346,986)	0	(8,346,986)
(2,618,085)	0	(2,618,085)
(351,697)	0	(351,697)
(50,719)	0	(50,719)
(99,318)	0	(99,318)
302,847	0	302,847
(5,056,760)	0	(5,056,760)
(70,734,167)	0	(70,734,167)
0	(6,785)	(6,785)
(70,734,167)	(6,785)	(70,740,952)
41,434,174	0	41,434,174
5,504,395	0	5,504,395
147,206	0	147,206
26,297,696	0	26,297,696
2,981,550	0	2,981,550
16,299	0	16,299
8,040	0	8,040
524,635	10,965	535,600
76,913,995	10,965	76,924,960
6,179,828	4,180	6,184,008
35,777,837	4,252	35,782,089
\$41,957,665	\$8,432	\$41,966,097

**Medina City School District**

*Balance Sheet*

*Governmental Funds*

*June 30, 2012*

	General	Bond Retirement	Building	Other Governmental Funds
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$19,571,739	\$5,061,984	\$79,764	\$4,976,620
Property Taxes Receivable	45,427,148	5,628,842	0	0
Accounts Receivable	10,760	0	0	0
Interfund Receivable	24,371	0	0	0
Intergovernmental Receivable	40,775	353,555	0	1,679,636
Prepaid Items	17,035	0	0	0
Inventory Held for Resale	0	0	0	44,519
Materials and Supplies Inventory	52,757	0	0	6,442
<i>Total Assets</i>	<u>\$65,144,585</u>	<u>\$11,044,381</u>	<u>\$79,764</u>	<u>\$6,707,217</u>
<b>Liabilities</b>				
Accounts Payable	\$610,223	\$0	\$0	\$458,208
Accrued Wages and Benefits	4,865,539	0	0	456,481
Matured Compensated Absences Payable	565,078	0	0	0
Intergovernmental Payable	1,446,608	0	0	137,775
Judgment Payable	0	0	36,099	0
Interfund Payable	0	0	0	24,371
<i>Total Liabilities</i>	<u>7,487,448</u>	<u>0</u>	<u>36,099</u>	<u>1,076,835</u>
<b>Deferred Inflows of Resources</b>				
Property Taxes	39,922,356	4,884,361	0	0
Unavailable Revenue	1,294,312	327,675	0	835,969
<i>Total Deferred Inflows of Resources</i>	<u>41,216,668</u>	<u>5,212,036</u>	<u>0</u>	<u>835,969</u>
<b>Fund Balances</b>				
Nonspendable	69,792	0	0	6,442
Restricted	0	5,832,345	43,665	4,790,070
Assigned	1,107,297	0	0	0
Unassigned (Deficit)	15,263,380	0	0	(2,099)
<i>Total Fund Balances</i>	<u>16,440,469</u>	<u>5,832,345</u>	<u>43,665</u>	<u>4,794,413</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$65,144,585</u>	<u>\$11,044,381</u>	<u>\$79,764</u>	<u>\$6,707,217</u>

See accompanying notes to the basic financial statements

**Medina City School District**  
*Reconciliation of Total Governmental Fund Balances to  
 Net Position of Governmental Activities  
 June 30, 2012*

	<b>Total Governmental Fund Balances</b>	\$27,110,892
Total Governmental Funds	<i>Amounts reported for governmental activities in the statement of net position are different because:</i>	
\$29,690,107	Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	104,102,607
51,055,990		
10,760		
24,371	Other long-term assets are not available to pay for current-period expenditures and therefore are reported as unavailable revenue in the funds.	
2,073,966		
17,035	Delinquent Property Taxes	1,467,483
44,519	Intergovernmental	265,995
59,199	County Levied Sales Tax	724,478
\$82,975,947	Total	2,457,956
\$1,068,431	In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.	(362,691)
5,322,020		
565,078	Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:	
1,584,383	Certificates of Participation	(24,925,000)
36,099	General Obligation Bonds	(62,900,000)
24,371	Premium on Bonds and Certificates of Participation	(3,209,439)
8,600,382	Deferred Charge on Refunding	2,502,675
44,806,717	Capital Leases	(161,273)
2,457,956	Compensated Absences	(5,510,004)
47,264,673	Total	(94,203,041)
76,234	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 the statement of net position.	2,851,942
10,666,080		
1,107,297	<i>Net Position of Governmental Activities</i>	\$41,957,665
15,261,281		
27,110,892		
\$82,975,947		

**Medina City School District**  
*Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Governmental Funds*  
*For the Fiscal Year Ended June 30, 2012*

	General	Bond Retirement	Building	Other Governmental Funds
<b>Revenues</b>				
Property Taxes	\$42,009,195	\$5,575,820	\$0	\$167,475
Intergovernmental	25,669,462	1,299,984	2,849	6,504,392
Interest	16,299	0	38	248
Tuition and Fees	679,485	0	0	951,299
Charges for Services	24,965	0	0	1,515,505
Extracurricular Activities	938,448	0	0	476,382
Contributions and Donations	131,116	0	0	31,720
Rentals	568,444	0	0	0
Miscellaneous	342,355	2,385	0	179,895
<i>Total Revenues</i>	<u>70,379,769</u>	<u>6,878,189</u>	<u>2,887</u>	<u>9,826,916</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular	33,201,056	0	0	977,442
Special	6,737,601	0	0	1,503,446
Vocational	212,109	0	0	0
Student Intervention Services	72,385	0	0	0
Support Services:				
Pupils	2,771,229	0	0	978,658
Instructional Staff	4,165,161	0	0	292,442
Board of Education	98,812	0	0	0
Administration	4,569,869	0	0	216,223
Fiscal	1,399,582	103,630	0	4,164
Business	466,173	0	0	0
Operation and Maintenance of Plant	6,357,084	0	0	1,478,636
Pupil Transportation	2,414,326	0	0	33,000
Central	351,572	0	0	35,825
Operation of Non-Instructional Services	100,398	0	0	452,254
Food Service Operations	0	0	0	2,241,690
Extracurricular Activities	1,187,241	0	0	941,922
Capital Outlay	216,624	0	255,224	45,500
Debt Service:				
Principal Retirement	87,280	1,317,889	0	0
Current Refunding	0	2,582,714	0	0
Interest and Fiscal Charges	18,869	4,032,122	0	0
Capital Appreciation Bonds Interest	0	2,007,371	0	0
<i>Total Expenditures</i>	<u>64,427,371</u>	<u>10,043,726</u>	<u>255,224</u>	<u>9,201,202</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>5,952,398</u>	<u>(3,165,537)</u>	<u>(252,337)</u>	<u>625,714</u>
<b>Other Financing Sources (Uses)</b>				
Sale of Capital Assets	8,040	0	0	0
Refunding Bonds Issued	0	2,470,000	750,000	0
Transfers In	0	390,900	0	100,000
Transfers Out	(490,900)	0	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>(482,860)</u>	<u>2,860,900</u>	<u>750,000</u>	<u>100,000</u>
<i>Net Change in Fund Balances</i>	5,469,538	(304,637)	497,663	725,714
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>10,970,931</u>	<u>6,136,982</u>	<u>(453,998)</u>	<u>4,068,699</u>
<i>Fund Balances End of Year</i>	<u>\$16,440,469</u>	<u>\$5,832,345</u>	<u>\$43,665</u>	<u>\$4,794,413</u>

See accompanying notes to the basic financial statements

**Medina City School District**

*Reconciliation of the Statement of Revenues, Expenditures and Changes  
in Fund Balances of Governmental Funds to the Statement of Activities  
For the Fiscal Year Ended June 30, 2012*

	<b>Net Change in Fund Balances - Total Governmental Funds</b>	\$6,388,278
Total Governmental Funds	<i>Amounts reported for governmental activities in the statement of activities are different because:</i>	
\$47,752,490	Governmental funds report capital outlays as expenditures.	
33,476,687	However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation exceeded capital outlay in the current period.	
16,585	Capital Outlay	1,139,874
1,630,784	Contributed Capital	355,281
1,540,470	Current Year Depreciation	<u>(3,578,750)</u>
1,414,830	Total	(2,083,595)
162,836	Governmental funds only report the disposal of capital assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal.	(731,218)
568,444	Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	
524,635	Delinquent Property Taxes	(666,715)
87,087,761	Intergovernmental	76,472
	County Levied Sales Tax	<u>254,850</u>
	Total	(335,393)
	Repayment of bond and capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	5,995,254
	Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.	
	Accrued Interest	142,302
	Annual Accretion	(269,192)
	Amortization of Bond and Certificates of Participation Premium	214,164
	Amortization of Deferred Charge on Refunding	<u>(1,093,043)</u>
	Total	(1,005,769)
	Compensated absences reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.	1,080,080
	Internal service fund used by management to charge the cost of insurance to individual fund is not reported in the entity-wide statement of activities. Governmental fund and related internal service fund revenue is eliminated. The net revenue (expense) of the internal service fund is allocated among the governmental activities.	92,191
	Other financing sources in the governmental funds, such as general obligation bonds issued, increase long-term liabilities in the statement of net position.	<u>(3,220,000)</u>
	<i>Change in Net Position of Governmental Activities</i>	<u>\$6,179,828</u>
83,927,523		
3,160,238		
8,040		
3,220,000		
490,900		
(490,900)		
3,228,040		
6,388,278		
20,722,614		
\$27,110,892		

**Medina City School District**  
*Statement of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Fund*  
*For the Fiscal Year Ended June 30, 2012*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Property Taxes	\$44,529,623	\$40,830,825	\$40,830,825	\$0
Intergovernmental	27,505,548	25,669,462	25,669,462	0
Interest	13,000	14,200	16,299	2,099
Tuition and Fees	275,749	273,279	273,279	0
Charges for Services	25,000	24,965	24,965	0
Extracurricular Activities	626,500	628,703	629,033	330
Contributions and Donations	3,500	8,745	8,745	0
Rentals	456,000	454,512	454,662	150
Miscellaneous	308,632	333,587	333,496	(91)
<i>Total Revenues</i>	<u>73,743,552</u>	<u>68,238,278</u>	<u>68,240,766</u>	<u>2,488</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular	41,366,167	34,170,262	34,170,259	3
Special	7,182,025	6,887,045	6,887,045	0
Vocational	297,736	244,343	244,343	0
Student Intervention Services	146,111	72,385	72,385	0
Support Services:				
Pupils	2,975,877	2,817,767	2,817,767	0
Instructional Staff	4,360,474	3,982,008	3,981,747	261
Board of Education	116,725	98,825	98,825	0
Administration	4,536,621	4,273,208	4,273,153	55
Fiscal	1,746,287	1,369,998	1,369,285	713
Business	563,690	455,412	455,411	1
Operation and Maintenance of Plant	8,021,810	6,370,992	6,370,561	431
Pupil Transportation	3,392,804	2,493,752	2,493,752	0
Central	309,150	340,708	340,708	0
Operation of Non-Instructional Services	43,892	20,065	20,065	0
Extracurricular Activities	1,139,309	1,114,982	1,114,982	0
Capital Outlay	275,487	239,601	239,601	0
<i>Total Expenditures</i>	<u>76,474,165</u>	<u>64,951,353</u>	<u>64,949,889</u>	<u>1,464</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(2,730,613)</u>	<u>3,286,925</u>	<u>3,290,877</u>	<u>3,952</u>
<b>Other Financing Sources (Uses)</b>				
Sale of Capital Assets	0	2,040	2,040	0
Advances In	49,000	49,000	49,000	0
Advances Out	(35,000)	0	0	0
Transfers Out	(479,910)	(505,841)	(505,841)	0
<i>Total Other Financing Sources (Uses)</i>	<u>(465,910)</u>	<u>(454,801)</u>	<u>(454,801)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(3,196,523)	2,832,124	2,836,076	3,952
<i>Fund Balance Beginning of Year</i>	11,986,098	11,986,098	11,986,098	0
Prior Year Encumbrances Appropriated	2,934,103	2,934,103	2,934,103	0
<i>Fund Balance End of Year</i>	<u>\$11,723,678</u>	<u>\$17,752,325</u>	<u>\$17,756,277</u>	<u>\$3,952</u>

See accompanying notes to the basic financial statements

**Medina City School District**

*Statement of Net Position*

*Proprietary Funds*

*June 30, 2012*

---

---

	Transportation Enterprise Fund	Governmental Activities - Internal Service Fund
	<u>          </u>	<u>          </u>
<b>Assets</b>		
<i>Current Assets:</i>		
Equity in Pooled Cash and Cash Equivalents	\$8,432	\$3,272,221
Accounts Receivable	0	3,294
	<u>          </u>	<u>          </u>
<i>Total Assets</i>	8,432	3,275,515
<b>Liabilities</b>		
<i>Current Liabilities:</i>		
Claims Payable	0	423,573
	<u>          </u>	<u>          </u>
<b>Net Position</b>		
Unrestricted	\$8,432	\$2,851,942
	<u>          </u>	<u>          </u>

See accompanying notes to the basic financial statements

**Medina City School District**  
*Statement of Revenues,  
Expenses and Changes in Net Position  
Proprietary Funds  
For the Fiscal Year Ended June 30, 2012*

	Transportation Enterprise Fund	Governmental Activities - Internal Service Fund
<b>Operating Revenues</b>		
Charges for Services	\$11,878	\$7,554,125
Miscellaneous	10,965	5,545
<i>Total Operating Revenues</i>	<u>22,843</u>	<u>7,559,670</u>
<b>Operating Expenses</b>		
Purchased Services	11,878	737,762
Materials and Supplies	6,785	0
Claims	0	6,729,717
<i>Total Operating Expenses</i>	<u>18,663</u>	<u>7,467,479</u>
<i>Change in Net Position</i>	4,180	92,191
<i>Net Position Beginning of Year</i>	<u>4,252</u>	<u>2,759,751</u>
<i>Net Position End of Year</i>	<u><u>\$8,432</u></u>	<u><u>\$2,851,942</u></u>

See accompanying notes to the basic financial statements

**Medina City School District**  
*Statement of Cash Flows*  
*Proprietary Funds*  
For the Fiscal Year Ended June 30, 2012

	Transportation Enterprise Fund	Governmental Activities - Internal Service Fund
<b><i>Increase (Decrease) in Cash and Cash Equivalents</i></b>		
<b>Cash Flows from Operating Activities</b>		
Cash Received from Customers	\$11,878	\$0
Cash Received from Interfund Services Provided	0	7,556,376
Cash Received from Other Sources	10,965	2,251
Cash Payments for Goods and Services	(18,663)	(737,762)
Cash Payments for Claims	0	(6,862,046)
	<u>4,180</u>	<u>(41,181)</u>
<i>Net Increase (Decrease) to Cash and Cash Equivalents</i>	4,180	(41,181)
<i>Cash and Cash Equivalents Beginning of Year</i>	<u>4,252</u>	<u>3,313,402</u>
<i>Cash and Cash Equivalents End of Year</i>	<u><u>\$8,432</u></u>	<u><u>\$3,272,221</u></u>
 <b><i>Reconciliation of Operating Income to Net Cash Provided By (Used in) Operating Activities</i></b>		
<i>Operating Income</i>	\$4,180	\$92,191
<b>Adjustments</b>		
Increase in Accounts Receivable	0	(1,043)
Decrease in Claims Payable	0	(132,329)
	<u>0</u>	<u>(132,329)</u>
<i>Net Cash Provided by (Used in) Operating Activities</i>	<u><u>\$4,180</u></u>	<u><u>(\$41,181)</u></u>

See accompanying notes to the basic financial statements

**Medina City School District**

*Statement of Net Position*

*Fiduciary Funds*

*June 30, 2012*

---

---

	Private Purpose Trust Funds	Agency
<b>Assets</b>		
Equity in Pooled Cash and Cash Equivalents	\$30,947	\$289,390
Investments in Segregated Accounts	512,012	0
<i>Total Assets</i>	<u>542,959</u>	<u>\$289,390</u>
<b>Liabilities</b>		
Undistributed Monies	0	\$17,584
Due to Students	0	271,806
<i>Total Liabilities</i>	<u>0</u>	<u>\$289,390</u>
<b>Net Position</b>		
Held in Trust for Scholarships:		
Nonexpendable	485,240	
Expendable	57,719	
<i>Total Net Position</i>	<u>\$542,959</u>	

See accompanying notes to the basic financial statements

**Medina City School District**  
*Statement of Changes in Net Position*  
*Private Purpose Trust Funds*  
*For the Fiscal Year Ended June 30, 2012*

	Private Purpose Trust Funds
<b>Additions</b>	
Interest	\$82
Contributions and Donations	13,000
Miscellaneous	8,923
<i>Total Additions</i>	<i>22,005</i>
<b>Deductions</b>	
Loss on Sale of Investments	40,281
Scholarships Awarded	36,550
<i>Total Deductions</i>	<i>76,831</i>
<i>Change in Net Position</i>	<i>(54,826)</i>
<i>Net Position Beginning of Year</i>	<i>597,785</i>
<i>Net Position End of Year</i>	<i>\$542,959</i>

See accompanying notes to the basic financial statements

**Medina City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2012*

---

**Note 1 – Description of the School District and Reporting Entity**

Medina 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 five member Board form of government whose members are elected at-large for staggered four year terms. The School District provides educational services as authorized by State statute and federal guidelines.

The School District is located in Medina County and encompasses most of the City of Medina and portions of surrounding townships. The School District currently operates seven elementary schools, two middle schools and one comprehensive high school, which are staffed by 30 administrators, 7.5 psychologists, 2 administrative secretaries, 404 certificated full-time teaching personnel and 225 full-time-equivalent classified employees, who provide services to 7,061 students and other community members.

*Reporting Entity*

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

*Non-public Schools* - Within the School District boundaries, The Nurture, St. Francis Xavier, Kids Country, Small Wonders Preschool, and the Medina Christian Academy are operated as non-public schools. Current State legislation provides funding to these schools. These monies are received and disbursed on behalf of the non-public schools by the Treasurer of the School District, as directed by the non-public schools. 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 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 does not have any component units.

The School District participates in two jointly governed organizations, which are the Medina County Career Center and the Ohio Schools Council. These organizations are addressed in Note 18 to the basic financial statements.

**Medina City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2012*

---

**Note 2 – Summary of Significant Accounting Policies**

The financial statements of the School District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting entity for establishing governmental accounting and financial principles. The School District also applies Financial Accounting Standards Board (FASB) Statements and Interpretations issued on or before November 30, 1989, to its governmental and business-type activities and to its proprietary funds unless those pronouncements conflict with or contradict GASB pronouncements. The School District has elected not to apply FASB Statements and Interpretations issued after November 30, 1989, to its business-type activity and to its enterprise fund. The more significant of the School District's accounting policies are described below.

***Basis of Presentation***

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

The statement of net position presents the financial condition of the governmental and business-type 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 and for the business-type activity of the School District. Direct expenses are those that are specifically associated with a service, program or department and therefore are 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 program or business activity is self-financing or draws from the general revenues of the School District.

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

***Fund Accounting***

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

**Medina City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2012*

---

**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 the general operating fund of the School District and is used to account for and report all financial resources except those required to be accounted for and reported 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 is used to account for and report the accumulation of property tax revenues restricted for the payment of general obligation bonds and certificates of participation issued for high school and elementary school additions and the construction of a new recreation center.

**Building Fund** The building fund accounts for and reports property tax and intergovernmental revenues restricted for various acquisition or construction of capital facilities and other capital assets within the School District.

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

**Proprietary Fund Type** Proprietary funds reporting focuses on the determination of operating income, changes in net position, financial position and cash flows. Proprietary funds are classified as enterprise or internal service.

**Enterprise Fund** Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The School District's enterprise fund is used to account for monies received from outside school districts for repair work done to their vehicles.

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

**Fiduciary Funds Types** Fiduciary fund reporting focuses on net position and changes in net position. 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 two private purpose trust funds which are both used to account for college scholarships. The School District's agency funds are purely custodial in nature (assets equal liabilities) and thus do not involve measurement of results of operations. The agency funds reflect resources that belong to the student bodies of the various schools and the sales and other revenue generated by a community performing arts group.

**Medina City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2012*

---

***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 position. The statement of activities presents increases (i.e. revenues) and decreases (i.e. expenses) in total net position.

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

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

The private purpose trust funds are reported using the economic resources measurement focus.

***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 in the accrual and modified accrual basis of accounting arise in the recognition of revenue, in the recording of deferred inflows of resources, and in the presentation of expenses versus expenditures.

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

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

**Medina City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2012*

---

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

***Deferred Outflows/Inflows of Resources*** In addition to assets, the statements of financial position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources, represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the School District, deferred outflows of resources include a deferred charge on refunding reported in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt.

In addition to liabilities, the statements of financial position report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For the School District, deferred inflows of resources include property taxes and unavailable revenue. Property taxes represent amounts for which there is an enforceable legal claim as of June 30, 2012, but which were levied to finance fiscal year 2013 operations. These amounts have been recorded as a deferred inflow on both the government-wide statement of net position and the governmental fund financial statements. Unavailable revenue is reported only on the governmental funds balance sheet, and represents receivables which will not be collected within the available period. For the School District unavailable revenue includes delinquent property taxes and intergovernmental grants and County levied sales tax. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available.

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

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

***Cash and Cash Equivalents***

To improve cash management, all cash received by the School District is pooled except for certain investments for the private purpose trust funds. Individual fund integrity is maintained through the School District records. Interest in the pool is presented as “equity in pooled cash and cash equivalents” on the financial statements.

The School District has segregated bank accounts for monies held in private purpose trust funds. These interest bearing investment accounts are reported as “investments in segregated accounts” on the Statement of Fiduciary Net Position.

During fiscal year 2012, investments were limited to STAR Ohio, a repurchase agreement and equity mutual funds. Mutual funds are reported at fair values based on current share price.

STAR Ohio is an investment pool managed by the State Treasurer’s Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio’s net asset value per share, which is the price the investment could be sold for on June 30, 2012.

**Medina City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2012*

---

Following Ohio statutes, the Board of Education has, by resolution, identified the funds to receive an allocation of interest. Interest revenue credited to the general fund during the fiscal year 2012 amounted to \$16,299, which included \$6,696 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 reported as cash equivalents.

***Prepaid Items***

Payments made to vendors for services that will benefit periods beyond June 30, 2012, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed.

***Inventory***

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

***Capital Assets***

All capital assets of the School District are classified as general capital assets. General capital assets are capital assets which are associated with and generally arise from governmental activities. 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 position 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 capital assets by back trending (i.e., estimating the current replacement cost of the assets 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 seven 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:

<u>Description</u>	<u>Estimated Lives</u>
Land Improvements	40 Years
Buildings and Improvements	40 Years
Furniture and Equipment	5 Years
Vehicles	10 Years

**Medina City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2012*

---

***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 position.

***Compensated Absences***

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means. The School District records a liability for all accumulated unused vacation time when earned for all employees with more than one year of service.

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

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

For governmental funds, compensated absences are recognized as liabilities and expenditures 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 employees who have resigned or retired will be paid. The non-current portion of the liability is not reported.

***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 proprietary funds 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 and compensated absences that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year. Bonds, certificates of participation, and certain long-term loans are recognized as a liability on the governmental fund financial statements when due.

***Fund Balance***

Fund balance is divided into five classifications based primarily on the extent to which the School District is bound to observe constraints imposed upon the use of the resources in the governmental funds. The classifications are as follows:

***Nonspendable*** The nonspendable fund balance category includes amounts that cannot be spent because they are not in spendable form, or are legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash.

***Restricted*** Fund balance is reported as restricted when constraints placed on the use of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or is imposed by law through constitutional provisions.

**Medina City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2012*

---

***Committed*** The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by a formal action (resolution) of the School District Board of Education. Those committed amounts cannot be used for any other purpose unless the School District Board of Education removes or changes the specified use by taking the same type of action (resolution) it employed to previously commit those amounts. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

***Assigned*** Amounts in the assigned fund balance classification are intended to be used by the School District for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the general fund, assigned amounts represent intended uses established by policies of the School District Board of Education.

***Unassigned*** Unassigned fund balance is the residual classification for the general fund and includes all spendable amounts not contained in the other classifications. In other governmental funds, the unassigned classification is used only to report a deficit balance.

The School District applies restricted resources first when expenditures are incurred for purposes for which either restricted or unrestricted (committed, assigned, and unassigned) amounts are available. Similarly, within unrestricted fund balance, committed amounts are reduced first followed by assigned, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

***Net Position***

Net position represents the difference between assets and liabilities. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net position restricted for other purposes included resources which will be used for athletics, special education, and classroom facilities maintenance.

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

***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.

***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 all proprietary funds. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund. Any revenues and expenses not meeting the definitions of operating are reported as nonoperating.

**Medina City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2012*

---

***Estimates***

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

***Internal Activity***

Transfers between governmental funds are eliminated on the government-wide financial statements. Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues. 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.

Exchanges 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 and after nonoperating revenues/expenses in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

***Budgetary Data***

All funds, other than agency funds, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the appropriation resolution and the certificate of estimated resources, which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amount that the Board of Education may appropriate. The appropriations resolution is the Board's authorization to spend resources and sets annual limits on expenditures plus encumbrances at the level of control selected by the Board. The legal level of control has been established by the Board of Education at the function and object level for the general fund and at the fund level for all other funds. The Treasurer has been given authority to allocate Board appropriations to the function and object levels within each fund, other than the general 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's Treasurer. The amounts reported in the budgetary statement as the original and final budgeted amounts reflect the amounts in the amended certificate in effect when the original and final appropriations were passed by the Board of Education. Prior to June 30, the Board requested and received an amended certificate in which estimated revenue closely reflects actual revenue for the fiscal year.

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

**Medina City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2012*

---

***Bond Premium***

On the government-wide financial statements, bond premiums are deferred and amortized for the term of the bonds using the straight-line method since the results are not significantly different from the effective interest method. Bond premiums are presented as an increase of the face amount of the bonds payable. On governmental fund statements, bond premiums are received in the year the bonds are issued.

***Deferred Charge on Refunding***

On the government-wide financial statements, the difference between the reacquisition price (funds required to refund the old debt) and the net carrying amount of the old debt, the gain/loss on the refunding, is being amortized as a component of interest expense. This deferred amount is amortized over the life of the old or new debt, whichever is shorter, using the effective interest method and is presented as deferred outflows of resources on the statement of net position.

**Note 3 – Changes in Accounting Principles**

***Changes in Accounting Principles***

For fiscal year 2012, the School District has implemented Governmental Accounting Standard Board (GASB) Statement No. 63, “Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position,” Statement No. 64, “Derivative Instruments: Application of Hedge Accounting Termination Provisions – and amendment of GASB Statement No. 53” Fund Balance Reporting and Governmental Fund Type Definitions” and Statement No. 65, “Items Previously Reported as Assets and Liabilities.”

GASB Statement No. 63 provides guidance for reporting deferred outflows of resources, deferred inflows of resources, and net position in a statement of financial position and related note disclosures. These changes were incorporated in the School District’s fiscal year 2012 financial statements; however, there was no effect on beginning net position/fund balance.

GASB Statement No. 64 clarifies whether an effective hedging relationship continues after the replacement of a swap counterparty or a swap counterparty’s credit support provider. This Statement sets forth criteria that establish when the effective hedging relationship continues and hedge accounting should continue to be applied. The implementation of this statement did not result in any change in the School District’s financial statements.

GASB Statement No. 65 properly classifies certain items that were previously reported as assets and liabilities as deferred outflows of resources or deferred inflows of resources or recognizes certain items that were previously reported as assets and liabilities as outflows of resources (expenses or expenditures) or inflows of resources (revenues). These changes were incorporated in the School District’s fiscal year 2012 financial statements; however, there was no effect on beginning net position/fund balance.

**Medina City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2012*

**Note 4 – Legal Compliance and Accountability**

***Legal Compliance***

The School District had negative cash balances at June 30, 2012, in the following special revenue funds:

Fund	Negative Cash Balances
<i>Special Revenue Funds:</i>	
Race To The Top	\$120
Technology Title II-D Grant	2,984
Reducing Class Size	21,267

The negative cash balances indicate that revenues from other sources were used to pay obligations for these funds. Management has indicated that all cash balances will be closely monitored to ensure no future violations.

Contrary to Ohio Revised Code Section 5705.39, the following funds had final appropriations in excess of certified available resources:

Fund	Final Estimated Resources Plus Beginning Cash	Final Appropriations Plus Encumbrances	Excess
<i>Special Revenue Funds:</i>			
Race To The Top	\$4,733	\$4,853	(\$120)
Technology Title II-D Grant	391	5,115	(4,724)
Title I	501,798	513,391	(11,593)
Preschool Grant	35,755	35,834	(79)
Reducing Class Size	126,638	154,700	(28,062)

Contrary to Section 5705.41(B), Ohio Revised Code, the uniform school supply special revenue fund had expenditures plus encumbrances of \$364,500 in excess of final appropriations of \$364,096.

Although these budgetary violations were not corrected by fiscal year-end, management has indicated that appropriations will be closely monitored in order to avoid any future violations.

***Accountability***

The following funds had deficit fund balances at June 30, 2012:

Fund	Amount
<i>Special Revenue Funds:</i>	
Race To The Top	(\$212)
Technology Title II-D Grant	(8)
Preschool Grant	(1,879)

The special revenue funds deficits resulted from adjustments for accrued liabilities. The general fund is liable for any deficit in the funds and provided transfers when cash is required, not when accruals occur.

**Medina City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2012*

---

**Note 5 – Budgetary Basis of Accounting**

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

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Encumbrances are treated as expenditures (budget basis) rather than as a restricted, committed, or assigned fund balance (GAAP basis).
4. Budgetary revenues and expenditures of the uniform school supply and public school support funds are reclassified to the general fund for GAAP reporting.
5. Advances-In and Advances-Out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis).

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

Net Change in Fund Balance	
GAAP Basis	\$5,469,538
Net Adjustment for Revenue Accruals	(3,102,442)
Advances In	49,000
Net Adjustment for Expenditure Accruals	1,273,653
Excess of Revenues and Other Financing Sources and Over (Under) Expenditures and Other Financing Uses:	
Uniform School Supply	(50,548)
Public School Support	26,397
Adjustment for Encumbrances	<u>(829,522)</u>
Budget Basis	<u><u>\$2,836,076</u></u>

**Medina City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2012*

---

**Note 6 – Deposits and Investments**

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

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

Inactive deposits are public deposits that the Board 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 principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligation or security issued by any federal government agency or instrumentality including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above;
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 (STAR Ohio); 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.

**Medina City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2012*

---

**Investments**

As of June 30, 2012, the School District had the following investments:

Investment	Fair Value	Average Maturity
STAR Ohio	\$19,140,446	53 Days
Repurchase Agreement	11,225,000	1 Day
Equity Mutual Funds	488,643	1 Day
Total Portfolio	\$30,854,089	

**Interest Rate Risk** The School District has no investment policy that addresses interest rate risk. State statute requires that an investment mature within five years from the date of purchase, unless matched to a specific obligation or debt of the School District and that investment must be purchased with the expectation that it will be held to maturity. Repurchase agreements shall not exceed thirty days.

**Credit Risk** STAR Ohio carries a credit rating of AAAM by Standard and Poor's. Ohio law requires that STAR Ohio 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.

**Custodial Credit Risk** For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the School District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The repurchase agreement is exposed to custodial credit risk in that they are uninsured, unregistered, and held by the counterparty. The School District has no investment policy dealing with investment custodial risk beyond the requirement in State statute that prohibits payment for investments prior to the delivery of the securities representing such investments to the treasurer or qualified trustee.

**Concentration of Credit Risk** The School District places no limit on the amount it may invest in any one issuer. At June 30, 2012, 36.38 percent of School District's investments (repurchase agreement) were exposed to credit risk.

**Note 7 – Property Taxes**

Property taxes are levied and assessed on a calendar year basis while the School District's 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 year 2012 represents collections of calendar year 2011 taxes. Real property taxes received in calendar year 2012 were levied after April 1, 2011, on the assessed value listed as of January 1, 2011, the lien date. Assessed values for real property taxes are established by State law at 35 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.

**Medina City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2012*

Public utility property tax revenue received in calendar year 2012 represents collections of calendar year 2011 taxes. Public utility real and tangible personal property taxes received in calendar year 2012 became a lien December 31, 2010, were levied after April 1, 2011 and are collected in calendar year 2012 with real property taxes. Public utility real property is assessed at 35 percent of true value; public utility tangible personal property currently is assessed at varying percentages of true value.

The School District receives property taxes from Medina 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, 2012, are available to finance fiscal year 2012 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 and public utility property taxes, which are measurable as of June 30, 2012, 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 to deferred inflows of resources – property taxes.

The amount available as an advance at June 30, 2012, was \$4,210,480 in the general fund and \$571,310 in the bond retirement debt service fund. The amount available as an advance at June 30, 2011, was \$3,032,110 in the general fund, \$416,880 in the bond retirement debt service fund, and \$27,200 in the permanent improvement capital projects fund. The difference was in the timing and collection by the County Auditor.

On an accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue, while on a modified accrual basis the revenue has been reported as deferred inflows of resources – unavailable revenue.

The assessed values upon which the fiscal year 2012 taxes were collected are:

	2011 Second Half Collections		2012 First Half Collections	
	Amount	Percent	Amount	Percent
Real Estate	\$1,181,453,620	98.15%	\$1,184,546,590	98.08%
Public Utility Personal Property	22,247,970	1.85	23,135,320	1.92
<b>Total</b>	<b>\$1,203,701,590</b>	<b>100.00%</b>	<b>\$1,207,681,910</b>	<b>100.00%</b>
Tax rate per \$1,000 of assessed valuation	\$89.83		\$87.83	

The School District did not renew a 2 mill permanent improvement levy designated for capital projects expenses. Tax revenue decreased from the loss of the levy beginning in January 2012.

**Medina City School District**  
*Notes to the Basic Financial Statements*  
For the Fiscal Year Ended June 30, 2012

**Note 8 – Receivables**

Receivables at June 30, 2012, consisted of taxes, accounts (rent and student fees), interfund, and intergovernmental grants. The School District receives a portion of a 0.5 percent sales tax levied by the County. The sales tax is allocated to the public schools based on a student count and is recorded as an intergovernmental revenue. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current year guarantee of federal funds. All receivables 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:

Governmental Activities	Amounts
County Levied Sales Tax	\$1,323,529
Title VI-B Grant	200,681
Title I Grants	176,820
Other	145,155
Education Jobs Grant	119,332
Reducing Class Size Grant	89,897
Preschool Grant	12,962
Technology Title II-D Grant	5,590
Total	\$2,073,966

**Note 9 – Capital Assets**

Capital asset activity for the fiscal year ended June 30, 2012, was as follows:

	Balance 7/1/11	Additions	Deletions	Balance 6/30/12
<b>Governmental Activities</b>				
<i>Capital Assets, not being depreciated:</i>				
Land	\$3,092,806	\$159,076	\$0	\$3,251,882
<i>Capital Assets, being depreciated:</i>				
Land Improvements	2,188,367	736,722	0	2,925,089
Buildings and Improvements	137,700,431	0	(714,950)	136,985,481
Furniture and Equipment	1,581,339	599,357	(46,744)	2,133,952
Vehicles	3,942,401	0	(118,412)	3,823,989
<i>Total Capital Assets, being depreciated</i>	145,412,538	1,336,079	(880,106)	145,868,511
Less Accumulated Depreciation:				
Land Improvements	(967,590)	(59,253)	0	(1,026,843)
Buildings and Improvements	(36,144,265)	(3,149,910)	0	(39,294,175)
Furniture and Equipment	(1,290,422)	(160,571)	30,476	(1,420,517)
Vehicles	(3,185,647)	(209,016)	118,412	(3,276,251)
Total Accumulated Depreciation	(41,587,924)	(3,578,750) *	148,888	(45,017,786)
Total Capital Assets, being depreciated, net	103,824,614	(2,242,671)	(731,218)	100,850,725
Governmental Activities Capital Assets, Net	\$106,917,420	(\$2,083,595)	(\$731,218)	\$104,102,607

**Medina City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2012*

---

\* Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	\$1,592,276
Special	264,701
Vocational	56,150
Support Services:	
Pupils	113,513
Instructional Staff	292,438
Administration	211,904
Operation and Maintenance of Plant	664,001
Pupil Transportation	186,095
Central	1,397
Operation of Non-Instructional Services	158,024
Extracurricular Activities	38,251
Total Depreciation Expense	<u><u>\$3,578,750</u></u>

**Note 10 – Long-Term Obligations**

The original issue date, interest rate, original issue amount and date of maturity of each of the School District's long-term obligations is as follows:

<u>Debt Issue</u>	<u>Interest Rate</u>	<u>Original Issue Amount</u>	<u>Date of Maturity</u>
<i>Certificates of Participation:</i>			
Certificates of Participation - 2008	3.25% - 5.25%	\$25,000,000	December 1, 2037
<i>General Obligation Bonds:</i>			
Refunding - 1998	3.6 - 15.7	11,009,701	December 1, 2011
Refunding - 2005	3 - 5	59,239,818	December 1, 2028
Refunding - 2009	3 - 5	8,485,000	December 1, 2018
Refunding - 2012	2.75	3,220,000	October 1, 2022

**Medina City School District**  
*Notes to the Basic Financial Statements*  
For the Fiscal Year Ended June 30, 2012

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

	Principal Outstanding 7/1/11	Additions	Reductions	Principal Outstanding 6/30/12	Amount Due in One Year
<b><i>Certificates of Participation:</i></b>					
2008 Certificates of Participation	\$24,950,000	\$0	(\$25,000)	\$24,925,000	\$25,000
Premium	339,491	0	(13,184)	326,307	0
<b><i>Total Certificates of Participation</i></b>	<b>25,289,491</b>	<b>0</b>	<b>(38,184)</b>	<b>25,251,307</b>	<b>25,000</b>
<b><i>General Obligation Bonds:</i></b>					
<b>1998 Refunding Bonds</b>					
Capital Appreciation Bonds	132,161	0	(132,161)	0	0
Accretion on Capital Appreciation Bonds	837,687	75,152	(912,839)	0	0
<b>2005 Refunding Bonds</b>					
Serial Bonds	51,310,000	0	0	51,310,000	2,005,000
Premium	2,822,590	0	(166,109)	2,656,481	0
Capital Appreciation Bonds	1,043,442	0	(1,043,442)	0	0
Accretion on Capital Appreciation Bonds	900,492	194,040	(1,094,532)	0	0
<b>2009 Refunding Bonds</b>					
Serial Bonds	8,385,000	0	(15,000)	8,370,000	1,060,000
Premium	261,522	0	(34,871)	226,651	0
<b>2012 Refunding Bonds</b>					
Term Bond	0	3,220,000	0	3,220,000	225,000
<b><i>Total General Obligation Bonds</i></b>	<b>65,692,894</b>	<b>3,489,192</b>	<b>(3,398,954)</b>	<b>65,783,132</b>	<b>3,290,000</b>
<b><i>Other Long-Term Obligations:</i></b>					
2007 Energy Conservation Note	2,685,000	0	(2,685,000)	0	0
Capital Lease	248,553	0	(87,280)	161,273	77,616
Compensated Absences	6,590,084	450,607	(1,530,687)	5,510,004	594,418
<b><i>Total Other Long-Term Obligations</i></b>	<b>9,523,637</b>	<b>450,607</b>	<b>(4,302,967)</b>	<b>5,671,277</b>	<b>672,034</b>
<b><i>Total Governmental Activities</i></b>					
<b><i>Long-Term Liabilities</i></b>	<b>\$100,506,022</b>	<b>\$3,939,799</b>	<b>(\$7,740,105)</b>	<b>\$96,705,716</b>	<b>\$3,987,034</b>

All general obligation bonds will be paid from property taxes. The capital lease will be paid from the general fund. The compensated absences liability will be paid from the general fund and the food service, rotary, auxiliary service, miscellaneous state grants, education jobs, title VI-B, title I, preschool, and reducing class size special revenue funds.

In 1998, the School District issued bonds for the advance refunding of a portion of the 1992 school improvements bonds. The bond issue included serial, term and capital appreciation bonds. On September 2, 2008, the full amount of the term and serial bonds were retired by the School District through an advance refunding. These bonds were fully retired in fiscal year 2012.

In 2005, the School District issued \$59,239,818 in voted general obligation bonds which included serial and capital appreciation bonds in the amount of \$55,995,000 and \$3,244,818, respectively. The general obligation bonds were issued for the purpose of refunding a portion of the 1999 school building construction bonds to take advantage of lower interest rates. The bonds were issued for a twenty-five year period with final maturity at December 1, 2028. The capital appreciation portion of the bonds was retired in fiscal year 2012. The serial portion outstanding at June 30, 2012, was \$51,310,000. The proceeds of the new bonds were placed in an irrevocable trust to provide for all future debt service

**Medina City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2012*

---

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, 2012, \$53,305,000 of the defeased bonds are still outstanding.

In 2007, a \$3,170,000 energy conservation note was issued for the purpose of purchasing and installing energy conservation measures throughout the School District. This debt was retired with the proceeds of the 2012 refunding bonds.

In 2008, the School District entered a lease agreement with the Medina City Schools Foundation for the purpose of constructing, renovating, expanding, improving, and furnishing various buildings throughout the School District. The Medina City Schools Foundation entered an agreement with a trustee through which it assigned and transferred its rights, title, and interest under the lease to Wachovia Bank as Trustee. The Trustee issued certificates of participation in the lease agreement enabling holders of the certificates to receive a portion of the semiannual lease payments. The certificates of participation will be repaid over thirty years with principal payments beginning in fiscal year 2010.

In 2009, the School District issued \$8,485,000 in general obligation bonds to refund a portion of the 1998 refunding bonds. The bonds were issued for a ten year period with a final maturity at December 1, 2018. The bonds will be retired from the debt service fund. 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, 2011, \$8,525,000 of the defeased bonds are still outstanding.

In 2012, the School District issued \$3,220,000 in general obligation bonds for the purpose of retiring the 2007 long-term energy conservation note and the short-term transportation facility note issues, in order to take advantage of lower interest rates.

The School District decreased its total debt service payments by \$219,594 as a result of the refunding. The School District also incurred an economic gain (difference between the present values of the old and new debt service payments) of \$251,780.

An analysis of the refunding follows:

	Energy Conservation Note
Outstanding at June 30, 2011	\$2,685,000
Amount Refunded	(2,510,000)
Principal Payment	(175,000)
Outstanding Principal at June 30, 2012	\$0

**Medina City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2012*

The 2012 refunding bonds are subject to mandatory sinking fund redemption at a redemption price of 100 percent of the principal amount to be redeemed, plus accrued interest to the date of redemption, on October 1 of the years and in the respective principal amounts as follows:

Year	Principal Amount to be Redeemed
2012	\$225,000
2013	265,000
2014	270,000
2015	285,000
2016	285,000
2017	290,000
2018	305,000
2019	310,000
2020	315,000
2021	330,000

The remaining principal amount of the bonds (\$340,000) will mature at stated maturity on October 1, 2022.

The bonds are subject to redemption at the option of the School District, either in whole or in part, in such order as the School District shall determine, on any date on or after May 1, 2020, at redemption prices equal to the following percentages of the principal amount redeemed plus, in each case, accrued interest to the date fixed for redemption:

Redemption Period	Redemption Price
May 1, 2020 through April 30, 2021	100.5%
May 1, 2021 and thereafter	100.0

The School District's overall debt margin was \$51,623,717 with an unvoted debt margin of \$1,207,682 at June 30, 2012. Principal and interest requirements to retire general obligation bonds and capital appreciation bonds outstanding at June 30, 2012, are as follows:

	2008 Certificates of Participation		General Obligation Bonds	
	Principal	Interest	Principal	Interest
2013	\$25,000	\$1,249,975	\$3,290,000	\$2,918,477
2014	25,000	1,249,100	3,455,000	2,784,494
2015	580,000	1,237,787	3,605,000	2,631,587
2016	605,000	1,214,812	3,770,000	2,471,631
2017	630,000	1,190,112	3,935,000	2,298,519
2018-2022	3,560,000	5,521,175	18,185,000	8,644,662
2023-2027	4,495,000	4,541,801	18,205,000	4,330,050
2028-2032	5,795,000	3,208,931	8,455,000	395,394
2033-2037	7,470,000	1,477,349	0	0
2038-2040	1,740,000	45,675	0	0
Total	\$24,925,000	\$20,936,717	\$62,900,000	\$26,474,814

**Medina City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2012*

---

**Note 11 – Notes Payable**

A summary of the note transactions for the year ended June 30, 2012, follows:

	Outstanding 7/1/2011	Issued	Retired	Outstanding 6/30/2012
Building:				
2% Transportation Facilities Note	\$750,000	\$0	(\$750,000)	\$0

In the prior fiscal year, the School District issued bond anticipation notes for the purpose of acquiring land and renovating a facility to store and maintain the School District’s vehicles, which were backed by the full faith and credit of the School District. In fiscal year 2012, the bond anticipation note was retired with the 2012 refunding bond proceeds.

**Note 12 – Capital Leases**

In prior fiscal years, the School District entered into lease agreements for copiers. These leases meet the criteria of a capital lease as defined by FASB Statement No. 13, “Accounting for Lease.” The assets acquired through the capital lease were capitalized at the present value of the minimum lease payments at the time the lease was entered into.

The assets acquired through the capital lease are as follows:

	Governmental Activities
Asset:	
Equipment	\$813,106
Less: Accumulated depreciation	(562,493)
Total	\$250,613

The lease provides for minimum, annual lease payments as follows:

	Governmental Activities
2013	\$90,175
2014	90,175
Total Minimum Lease Payment	180,350
Less: Amount Representing Interest	(19,077)
Present Value of Minimum Lease Payment	\$161,273

**Medina City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2012*

---

**Note 13 – Defined Benefit Pension Plans**

***School Employee Retirement System***

Plan Description – The School District participates in the School Employees Retirement System (SERS), a cost-sharing multiple-employer defined benefit pension plan. SERS provides retirement, disability and survivor benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by Ohio Revised Code Chapter 3309. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report can be obtained by visiting the SERS website at [www.ohsers.org](http://www.ohsers.org) under Employers/Audit Resources.

Funding Policy – Plan members are required to contribute 10 percent of their annual covered salary and the School District is required to contribute 14 percent of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended by the SERS' Retirement Board up to statutory maximum amounts of 10 percent for plan members and 14 percent for employers. The Retirement Board, acting with the advice of the actuary, allocates the employer contribution rate among four of the System's funds (Pension Trust Fund, Death Benefit Fund, Medicare B Fund, and Health Care Fund). For the fiscal year ended June 30, 2012, the allocation to pension and death benefits was 12.7 percent. The remaining 1.3 percent of the 14 percent employer contribution rate is allocated to the Medicare B and Health Care funds. The School District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2012, 2011, and 2010 were \$1,114,739, \$1,048,308, and \$1,271,669, respectively. For fiscal year 2012, 99.94 percent has been contributed, with the balance being reported as an intergovernmental payable. The full amount has been contributed for fiscal years 2011 and 2010.

***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 system. STRS Ohio provides retirement and disability benefits to members and death and survivor benefits to beneficiaries. STRS Ohio issues a stand-alone financial report that can 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](http://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 multiplied by 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 DB Plan and the DC 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 payment or converted to a lifetime monthly annuity at age 50. Benefits are established by Ohio Revised Code Chapter 3307.

**Medina City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2012*

---

A DB or Combined Plan member with five or more years of 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 - Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions. Contribution rates are established by the State Teachers Retirement Board, upon the recommendation of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. For the fiscal year ended June 30, 2012, plan members were required to contribute 10 percent of their annual covered salary. The School District was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations.

The School District's required contributions to STRS Ohio for the DB Plan and for the defined benefit portion of the Combined Plan were \$4,506,822 and \$107,612 for the fiscal year ended June 30, 2012, \$4,485,887 and \$106,141 for the fiscal year ended June 30, 2011, and \$4,842,007 and \$125,984 for the fiscal year ended June 30, 2010. For fiscal year 2012, 88.44 percent has been contributed for the DB plan and 84.66 percent has been contributed for the Combined Plan, with the balance being reported as an intergovernmental payable. The full amount has been contributed for fiscal years 2011 and 2010.

Contributions made to STRS Ohio for the DC Plan for fiscal year 2012 were \$42,295 made by the School District and \$30,211 made by the plan members. In addition, member contributions of \$76,866 were made for fiscal year 2012 for the defined contribution portion of the Combined Plan.

## **Note 14 – Postemployment Benefits**

### ***School Employee Retirement System***

Plan Description – The School District participates in two cost-sharing multiple-employer defined benefit other postemployment 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, Medicare Advantage, 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 obligation to contribute are established by SERS based on authority granted by State statute. The financial reports of both Plans are included in the SERS Comprehensive Annual Financial Report which can be obtained on SERS' website at [www.ohsers.org](http://www.ohsers.org) under Employers/Audit Resources.

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 105(e). For 2012, 0.55 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 2012, this amount was \$35,800. During fiscal year 2012, the School District paid \$135,889.

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.

**Medina City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2012*

---

The School District's contributions for health care for the fiscal years ended June 30, 2012, 2011, and 2010 were \$48,276, \$126,933, and \$249,294, respectively. For fiscal year 2012, 56.99 percent has been contributed with the balance being reported as an intergovernmental payable. The full amount has been contributed for fiscal years 2011 and 2010.

The Retirement Board, acting with advice of the actuary, allocates a portion of the employer contribution to the Medicare B Fund. For 2012, 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, 2012, 2011, and 2010 were \$65,831, \$67,461, and \$75,624, respectively. For fiscal year 2012, 99.94 percent has been contributed with the balance being reported as an intergovernmental payable. The full amount has been contributed for fiscal years 2011 and 2010.

***State Teachers Retirement System***

**Plan Description** – The School District participates in 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. Ohio law authorizes STRS to offer this plan. 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 can be obtained by visiting [www.strsoh.org](http://www.strsoh.org) or by calling (888) 227-7877.

**Funding Policy** – Ohio Revised Code Chapter 3307 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 Health Care Plan. All benefit recipients, for the most recent year, pay a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions. For fiscal year 2012, STRS Ohio allocated employer contributions equal to 1 percent of covered payroll to post-employment health care. The School District's contributions for health care for the fiscal years ended June 30, 2012, 2011, and 2010 were \$327,860, \$353,233, and \$382,153, respectively. For fiscal year 2012, 88.44 percent has been contributed with the balance being reported as an intergovernmental payable. The full amount has been contributed for fiscal years 2011 and 2010.

**Note 15 – Other Employee Benefits**

***Compensated Absences***

The criteria for determining vacation and sick leave benefits are derived from negotiated agreements and State laws. Twelve month classified employees and administrators earn ten to twenty-five days of vacation per year, depending upon length of service. Accumulated unused vacation time is paid to twelve month classified employees and administrators upon termination of employment. Teachers do not earn vacation time.

Teachers and classified employees earn sick leave at the rate of one and one-fourth days per month. Sick leave may be accumulated up to a maximum of 295 days for teachers and 295 days for classified staff and administrators. Upon retirement, certified and classified employees with at least five years of experience with the School District, receive payment for up to a maximum of eighty days computed according to negotiated agreements.

**Medina City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2012*

---

Administrators earn sick leave at the rate of one and one-fourth days per month. Upon termination, administrative employees are eligible to receive payment for one hundred percent of sick leave days accumulated for the first forty days and fifty percent of sick leave days accumulated for the next one hundred twenty days up to a maximum of one hundred days. An employee receiving such payment must meet the retirement provisions set by STRS Ohio or SERS with a minimum of 5 years service in the School District or upon disability retirement or death with no minimum years of service to the School District.

Employees may earn up to a maximum of four days of personal leave per year. Personal leave may not be accumulated. Unused personal leave becomes sick leave at July 1.

***Health Insurance Benefits***

The School Board and the teachers and classified staff share the cost of insurance coverage. Administrators contribute fifteen percent to the total cost to the School Board for family and single coverage. In addition to paying a co-pay for office visits and prescriptions, teachers and classified staff contribute a fixed amount to the cost of the monthly premiums, as well as deductibles and co-insurance, for their insurance coverage as per the following table:

<u>Effective Date</u>	<u>Employees</u>	<u>Single Contributions</u>	<u>Family Contributions</u>
September 1, 2011	All	\$110.82	\$273.96
September 1, 2012	Teachers	110.82	273.96
September 1, 2012	Support Staff Level 1	79.16	195.69
September 1, 2012	Support Staff Level 2	94.99	234.83
September 1, 2012	Administrators	126.65	313.10

***Life Insurance Benefits***

The School District provides life insurance and accidental death and dismemberment insurance to most employees through commercial life insurance companies.

**Note 16 – Risk Management**

***Workers’ Compensation***

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

**Medina City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2012*

***Property and Liability***

The School District is exposed to various risks of loss related to torts; thefts of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. During fiscal year 2012, the School District contracted with several companies for various types of insurance as follows:

Company	Type of Coverage	Coverage Amount
Netherlands Insurance Company	Property	\$242,948,417
	Inland Marine	4,013,150
	Flood and Earthquake	2,000,000
	Crime	150,000
	General Liability	3,000,000
	Employee Benefits Liability	4,000,000
	Employer's Liability	3,000,000
	School Leaders Professional Liability	2,100,000
	Sexual Misconduct and Molestation	2,300,000
	Law Enforcement	2,000,000
	Violent Event Response	2,040,000
	Travelers Insurance Company	Boiler and Machinery
Ohio Casualty Group	Fleet	2,000,000
	Umbrella Policy	10,010,000
Cincinnati Insurance Company	Crime	250,000

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

***Self-Insurance***

The School District offers medical/surgical and prescription benefits as well as the dental benefits for all eligible employees and their dependants through a self-insurance internal service fund. The School District is self-insured with Medical Mutual serving as third-party administrator. A specific excess loss coverage (stop-loss) insurance policy covers claims in excess of \$125,000 per employee, per year. The claims liability of \$423,573 reported in the internal service fund at June 30, 2012, is based on an estimate provided by the third party administrator and the requirements of Governmental Accounting Standards Board Statement No. 30 which requires a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claim adjustments expense and does not include other allocated or unallocated claim adjustment expenses. Management's expectation is the claims liabilities will be paid within one year.

Changes in the fund's claim liability amount in fiscal years 2011 and 2012 were:

	Balance Beginning of Year	Current Year Claims	Claims Payments	Balance End of Year
2011	\$711,181	\$7,412,689	\$7,567,968	\$555,902
2012	555,902	6,729,717	6,862,046	423,573

**Medina City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2012*

---

**Note 17 – Contingencies**

***Grants***

The Auditor of State is currently performing a statewide review of supporting documentation for student attendance data reported to the Ohio Department of Education. The results of this review are still pending and will be reported separately to the Ohio Department of Education at a later date.

The School District received financial assistance from Federal and State agencies in the form of grants. The disbursements of funds received under these programs generally require compliance with terms and conditions specified in the grant agreements and are 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. This also encompasses the Auditor of State's ongoing review of student attendance data. However, the effect of any such disallowed claims on the overall financial position of the School District at June 30, 2012, if applicable, cannot be determined at this time.

***Litigation***

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

**Note 18 – Jointly Governed Organizations**

***Medina County Career Center***

The Medina County Career Center is a distinct political subdivision of the State of Ohio operated under the direction of a Board, consisting of one representative from each participating School District's elected board, which possesses its own budgeting and taxing authority. Accordingly, the Medina County Career Center is not part of the School District and its operations are not included as part of the reporting entity. The Medina County Career Center offers vocational education for several school districts including Medina City School District. During fiscal year 2012, \$3,985 was paid for services by the Medina City School District to the Medina County Career Center. Financial information can be obtained by contacting the Treasurer, John Streett, at the Medina County Career Center, 1101 West Liberty Street, Medina, Ohio 44256.

***Ohio Schools Council***

The Ohio Schools Council (Council) is a jointly governed organization among 161 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's 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 to 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 2012, the School District paid \$1,889 to the Council. Financial information can be obtained by contacting Dr. David A. Cottrell, the Executive Director at the Ohio Schools Council at 6133 Rockside Road, Suite 10, Independence, Ohio 44131.

**Medina City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2012*

---

The School District participates in the Council's natural gas purchase program. This program allows the School District to purchase natural gas at reduced rates. Energy USA served as the natural gas supplier and program manager from October 1, 2008 to September 30, 2010. Compass Energy has been selected as the new supplier and program manager for the period from October 1, 2010 through March 31, 2013. There are currently 147 participants in the program, including the Medina 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.

**Note 19 – Recreation Center Joint Operating Agreement**

On July 9, 2002 the School District entered into a joint operating agreement and lease agreement with the City of Medina for the Medina Recreation Center (the Recreation Center).

Under the terms of these agreements, the Recreation Center will be owned by the School District and the City will be granted a leasehold interest in the Recreation Center for a term commencing on the date the facilities are opened for public use and expiring on June 30, 2052, with an option to renew for an indefinite number of additional five year terms.

In addition to the initial rent payment, the City is also required to pay annual rent of \$1 each year, and 47.5 percent of the Recreation Center's operating expenses which will be initially paid by the School District and invoiced to the City on a monthly basis. The City and the School District will also each be required to contribute \$100,000 a year, for the term of the lease, to separate capital improvement funds which may be spent for upkeep of the facilities through mutual agreement of both parties upon the recommendation of an Advisory Committee. However, no contributions to the capital improvement funds are required, by either party, for the first two years of operations, and contributions of only 30 percent, 60 percent and 90 percent are required for the third, fourth and fifth years, respectively.

The Recreation Center's Advisory Committee will consist of eight members, two of which will be appointed by the School District and two by the City and four by election by appointed officials. The Advisory Committee members may serve for an unlimited number of three year terms, and will be responsible for advising the City and School District regarding scheduling, operating expenses and day-to-day operations of the Recreation Center, as well as use of the Capital Improvement Funds.

The Recreation Center is accounted for as an undivided interest for the School District. The School District and the City each report 50 percent of the completed building and each report their respective shares of the operating costs.

**Note 20 – Set-Asides**

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

**Medina City School District**  
*Notes to the Basic Financial Statements*  
For the Fiscal Year Ended June 30, 2012

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

	Capital Improvement Reserve
Set-aside Reserve Balances as of June 30, 2011	\$0
Current Year Set-aside Requirement	1,294,358
Qualifying Disbursements	(3,957,319)
Totals	(\$2,662,961)
Set-aside Balance Carried Forward to Future Fiscal Years	\$0
Set-aside Reserve Balance as of June 30, 2012	\$0

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

**Note 21 – Donor Restricted Endowments**

The School District’s scholarship endowment fund includes donor restricted endowments. Endowments, in the amount of \$485,240, represent the principal portion. The amount of interest on donor restricted investments that is available for expenditures by the School District is \$26,772 and is included as held in trust for scholarships. State law permits the School District to appropriate, for purposes consistent with the endowment’s intent, net appreciation, realized and unrealized, unless the endowment terms specify otherwise.

**Note 22 – Interfund Transactions**

***Interfund Balances***

As of June 30, 2012, the general fund had a \$24,371 interfund receivable and the following funds had the corresponding interfund payables:

Interfund Payable	Interfund Receivable General Fund
<i>Special Revenue Funds:</i>	
Race To The Top	\$120
Technology Title II-D Grant	2,984
Reducing Class Size	21,267
Total	\$24,371

The interfund receivable and payables are due to the general fund covering deficit cash balances in these funds and moving unrestricted balances to support programs accounted for in other funds.

**Medina City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2012*

***Interfund Transfers***

Transfers of \$390,900 and \$100,000 to the bond retirement and permanent improvement funds, respectively, from the general fund were to pay a portion of the transportation facility note and to pay for recreation center permanent improvements, respectively.

**Note 23 – Fund Balances**

Fund balance is classified as nonspendable, restricted, committed, assigned and/or unassigned based primarily on the extent to which the School District is bound to observe constraints imposed upon the use of the resources in the government funds. The constraints placed on fund balance for the major governmental funds and all other governmental funds are presented below:

Fund Balances	General	Bond Retirement	Building	Other Governmental	Total
<u><b>Nonspendable:</b></u>					
Inventory	\$52,757	\$0	\$0	\$6,442	\$59,199
Prepays	17,035	0	0	0	17,035
<i>Total Nonspendable</i>	<u>69,792</u>	<u>0</u>	<u>0</u>	<u>6,442</u>	<u>76,234</u>
<u><b>Restricted for:</b></u>					
Capital Projects	0	0	43,665	3,868,274	3,911,939
Debt Service	0	5,832,345	0	0	5,832,345
Food Service	0	0	0	459,877	459,877
Other Purposes	0	0	0	461,919	461,919
<i>Total Restricted</i>	<u>0</u>	<u>5,832,345</u>	<u>43,665</u>	<u>4,790,070</u>	<u>10,666,080</u>
<u><b>Assigned to:</b></u>					
Support Services	667,372	0	0	0	667,372
Other Purposes	439,925	0	0	0	439,925
<i>Total Assigned</i>	<u>1,107,297</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,107,297</u>
Unassigned (Deficit)	15,263,380	0	0	(2,099)	15,261,281
<b>Total Fund Balances</b>	<u><u>\$16,440,469</u></u>	<u><u>\$5,832,345</u></u>	<u><u>\$43,665</u></u>	<u><u>\$4,794,413</u></u>	<u><u>\$27,110,892</u></u>

**Note 24 – Significant Commitments**

Encumbrances are commitments related to unperformed contracts for goods or services. Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. At fiscal year end, the amount of encumbrances expected to be honored upon performance by the vendor in the next fiscal year were as follows:

General fund	\$829,522
Nonmajor funds	1,090,595
<b>Total</b>	<u><u>\$1,920,117</u></u>

## **Combining and Individual Fund Statements and Schedules**

### *Nonmajor Governmental Fund Descriptions*

---

#### *Nonmajor Special Revenue Funds*

Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.

**Food Service Fund** – This fund accounts for and reports the charges for services restricted to the food service operations of the School District.

**Rotary Fund** – This fund accounts for and reports the hiring of teachers and aides and collection of fees from outside school districts restricted for the instruction of juveniles at the County Juvenile Detention Center.

**Other Grants Fund** – This fund accounts for and reports restricted grants that the School District receives and expends during the year.

**District Managed Student Activity Fund** – This fund accounts for and reports gate receipts from athletic events restricted for the School District's athletic program (except supplemental coaching contracts).

**Auxiliary Services Fund** – This fund accounts for and reports grants restricted for services and materials to pupils attending non-public schools within the School District.

**Management Information Systems Fund** – This fund accounts for and reports State grants restricted to support the development of hardware, software, or other costs associated with the management information system.

**Data Communications Fund** – This fund accounts for and reports State grants restricted for Ohio Educational Computer Network Connections.

**SchoolNet Professional Development Fund** – This fund accounts for and reports State grants restricted for computer training for teachers in the School District provided by Ohio Educational Computer Networks Connections.

**Alternative Schools Fund** – This fund accounts for and reports State grants restricted for students who cannot function in a regular classroom.

**Miscellaneous State Grants Fund** – This fund accounts for and reports restricted State grants that the School District receives and disburses during the year.

**Education Jobs Fund** – The education jobs fund accounts for and reports restricted Federal grant monies to assist schools in providing educational and related services for early childhood, elementary, and secondary education.

**Race To The Top Fund** – The race to the top fund accounts for and reports restricted Federal grant monies that are a part of the American Recovery and Reinvestment Act designated to assist schools in raising student achievement and accelerating reforms in the future.

(continued)

## *Nonmajor Governmental Fund Descriptions (continued)*

---

### *Nonmajor Special Revenue Funds (continued)*

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

**Technology Title II-D Grant Fund** – This fund accounts for and reports restricted Federal grants used primarily for assistive mobility and learning devices for orthopedically handicapped students.

**Immigrant Student Grant Fund** – This fund accounts for and reports restricted Federal grants used to acquire materials, educational software, and technologies to be used in programs that are designed to assist immigrant children and youth to achieve in elementary schools and secondary schools.

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

**Drug Free Schools Fund** – This fund accounts for and reports restricted Federal grants which support the implementation of drug abuse education and prevention programs.

**Preschool Grant Fund** – This fund accounts for and reports restricted Federal grants used for speech therapy services and instructional supplies used in preschool programs.

**Reducing Class Size Fund** – This fund accounts for and reports restricted Federal grants used to hire highly qualified teachers and provide professional development to provide quality teaching instruction and reduce class size.

**Uniform School Supply Fund** – This fund accounts for and reports the purchase and sale of school supplies for use in the School District. Profits derived from such sales are used for school purposes or activities connected with the School District. This fund is included with the general fund for GAAP reporting as it does not have a restricted or committed revenue source.

**Public School Support Fund** – To account for and report specific local revenue sources (other than taxes) generated by individual school buildings. Expenditures include field trips, assemblies, materials and other items to supplement co-curricular and extra-curricular programs. This fund is included with the general fund for GAAP reporting as it does not have a restricted or committed revenue source.

### *Nonmajor Capital Projects Funds*

Capital projects funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

**Permanent Improvement Fund** – This fund accounts for and reports property tax revenues restricted for the acquisition or construction of major capital facilities.

**Capital Grants Fund** – This fund accounts for and reports the voted County sales tax collected by Medina County, in which the distributed collections are restricted to expenditures for permanent improvements.

**Medina City School District**  
*Combining Balance Sheet*  
*Nonmajor Governmental Funds*  
*June 30, 2012*

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b>Assets</b>			
Equity in Pooled Cash and Cash Equivalents	\$1,219,351	\$3,757,269	\$4,976,620
Intergovernmental Receivable	708,412	971,224	1,679,636
Inventory Held for Resale	44,519	0	44,519
Materials and Supplies Inventory	6,442	0	6,442
<i>Total Assets</i>	<u>\$1,978,724</u>	<u>\$4,728,493</u>	<u>\$6,707,217</u>
<b>Liabilities</b>			
Accounts Payable	\$167,963	\$290,245	\$458,208
Accrued Wages and Benefits	456,481	0	456,481
Intergovernmental Payable	137,775	0	137,775
Interfund Payable	24,371	0	24,371
<i>Total Liabilities</i>	<u>786,590</u>	<u>290,245</u>	<u>1,076,835</u>
<b>Deferred Inflows of Resources</b>			
Unavailable Revenue	265,995	569,974	835,969
<b>Fund Balances</b>			
Nonspendable	6,442	0	6,442
Restricted	921,796	3,868,274	4,790,070
Unassigned (Deficit)	(2,099)	0	(2,099)
<i>Total Fund Balances</i>	<u>926,139</u>	<u>3,868,274</u>	<u>4,794,413</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$1,978,724</u>	<u>\$4,728,493</u>	<u>\$6,707,217</u>

**Medina City School District**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Governmental Funds*  
*For the Fiscal Year Ended June 30, 2012*

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b>Revenues</b>			
Property Taxes	\$0	\$167,475	\$167,475
Intergovernmental	4,449,442	2,054,950	6,504,392
Interest	248	0	248
Tuition and Fees	951,299	0	951,299
Charges for Services	1,515,505	0	1,515,505
Extracurricular Activities	476,382	0	476,382
Contributions and Donations	31,720	0	31,720
Miscellaneous	158,424	21,471	179,895
<i>Total Revenues</i>	<u>7,583,020</u>	<u>2,243,896</u>	<u>9,826,916</u>
<b>Expenditures</b>			
Current:			
Instruction:			
Regular	977,442	0	977,442
Special	1,503,446	0	1,503,446
Support Services:			
Pupils	978,658	0	978,658
Instructional Staff	292,442	0	292,442
Administration	216,223	0	216,223
Fiscal	62	4,102	4,164
Operation and Maintenance of Plant	201,420	1,277,216	1,478,636
Pupil Transportation	0	33,000	33,000
Central	35,825	0	35,825
Operation of Non-Instructional Services	452,254	0	452,254
Food Service Operations	2,241,690	0	2,241,690
Extracurricular Activities	650,203	291,719	941,922
Capital Outlay	45,500	0	45,500
<i>Total Expenditures</i>	<u>7,595,165</u>	<u>1,606,037</u>	<u>9,201,202</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(12,145)	637,859	625,714
<b>Other Financing Sources</b>			
Transfers In	0	100,000	100,000
<i>Net Change in Fund Balances</i>	(12,145)	737,859	725,714
<i>Fund Balances Beginning of Year</i>	<u>938,284</u>	<u>3,130,415</u>	<u>4,068,699</u>
<i>Fund Balances End of Year</i>	<u>\$926,139</u>	<u>\$3,868,274</u>	<u>\$4,794,413</u>

**Medina City School District**  
*Combining Balance Sheet*  
*Nonmajor Special Revenue Funds*  
*June 30, 2012*

	Food Service	Rotary	Other Grants
<b>Assets</b>			
Equity in Pooled Cash and Cash Equivalents	\$639,148	\$93,647	\$4,083
Intergovernmental Receivable	0	102,995	0
Inventory Held for Resale	44,519	0	0
Materials and Supplies Inventory	6,442	0	0
<i>Total Assets</i>	<u>\$690,109</u>	<u>\$196,642</u>	<u>\$4,083</u>
<b>Liabilities</b>			
Accounts Payable	\$33,189	\$0	\$1,284
Accrued Wages and Benefits	132,959	66,248	0
Intergovernmental Payable	57,642	21,134	94
Interfund Payable	0	0	0
<i>Total Liabilities</i>	<u>223,790</u>	<u>87,382</u>	<u>1,378</u>
<b>Deferred Inflows of Resources</b>			
Unavailable Revenue	0	0	0
<b>Fund Balances</b>			
Nonspendable	6,442	0	0
Restricted	459,877	109,260	2,705
Unassigned (Deficit)	0	0	0
<i>Total Fund Balances (Deficit)</i>	<u>466,319</u>	<u>109,260</u>	<u>2,705</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$690,109</u>	<u>\$196,642</u>	<u>\$4,083</u>

District Managed Student Activity	Auxiliary Services	SchoolNet Professional Development	Miscellaneous State Grants	Education Jobs
\$196,223	\$170,493	\$66	\$77,223	\$8,998
135	0	0	0	119,332
0	0	0	0	0
0	0	0	0	0
<u>\$196,358</u>	<u>\$170,493</u>	<u>\$66</u>	<u>\$77,223</u>	<u>\$128,330</u>
\$18,553	\$98,487	\$0	\$159	\$0
0	8,499	0	0	96,008
1,310	2,670	0	1,173	15,931
0	0	0	0	0
<u>19,863</u>	<u>109,656</u>	<u>0</u>	<u>1,332</u>	<u>111,939</u>
0	0	0	0	0
0	0	0	0	0
176,495	60,837	66	75,891	16,391
0	0	0	0	0
<u>176,495</u>	<u>60,837</u>	<u>66</u>	<u>75,891</u>	<u>16,391</u>
<u>\$196,358</u>	<u>\$170,493</u>	<u>\$66</u>	<u>\$77,223</u>	<u>\$128,330</u>

(continued)

**Medina City School District**  
*Combining Balance Sheet*  
*Nonmajor Special Revenue Funds (continued)*  
*June 30, 2012*

	<u>Race To The Top</u>	<u>Title VI-B</u>	<u>Technology Title II-D Grant</u>
<b>Assets</b>			
Equity in Pooled Cash and			
Cash Equivalents	\$0	\$25,140	\$0
Intergovernmental Receivable	0	200,681	5,590
Inventory Held for Resale	0	0	0
Materials and Supplies Inventory	0	0	0
<i>Total Assets</i>	<u>\$0</u>	<u>\$225,821</u>	<u>\$5,590</u>
<b>Liabilities</b>			
Accounts Payable	\$0	\$2,287	\$1,524
Accrued Wages and Benefits	0	97,462	0
Intergovernmental Payable	92	24,583	8
Interfund Payable	120	0	2,984
<i>Total Liabilities</i>	<u>212</u>	<u>124,332</u>	<u>4,516</u>
<b>Deferred Inflows of Resources</b>			
Unavailable Revenue	0	97,390	1,082
<b>Fund Balances</b>			
Nonspendable	0	0	0
Restricted	0	4,099	0
Unassigned (Deficit)	(212)	0	(8)
<i>Total Fund Balances (Deficit)</i>	<u>(212)</u>	<u>4,099</u>	<u>(8)</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$0</u>	<u>\$225,821</u>	<u>\$5,590</u>

<u>Title I</u>	<u>Preschool Grant</u>	<u>Reducing Class Size</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$4,156	\$174	\$0	\$1,219,351
176,820	12,962	89,897	708,412
0	0	0	44,519
0	0	0	6,442
<u>\$180,976</u>	<u>\$13,136</u>	<u>\$89,897</u>	<u>\$1,978,724</u>
\$7,851	\$253	\$4,376	\$167,963
44,813	3,634	6,858	456,481
8,952	1,408	2,778	137,775
0	0	21,267	24,371
<u>61,616</u>	<u>5,295</u>	<u>35,279</u>	<u>786,590</u>
<u>104,576</u>	<u>9,720</u>	<u>53,227</u>	<u>265,995</u>
0	0	0	6,442
14,784	0	1,391	921,796
0	(1,879)	0	(2,099)
<u>14,784</u>	<u>(1,879)</u>	<u>1,391</u>	<u>926,139</u>
<u>\$180,976</u>	<u>\$13,136</u>	<u>\$89,897</u>	<u>\$1,978,724</u>

**Medina City School District**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Special Revenue Funds*  
*For the Fiscal Year Ended June 30, 2012*

	Food Service	Rotary	Other Grants	District Managed Student Activity
<b>Revenues</b>				
Intergovernmental	\$751,295	\$0	\$89,631	\$0
Interest	189	0	0	0
Tuition and Fees	0	951,299	0	0
Charges for Services	1,515,505	0	0	0
Extracurricular Activities	0	0	0	476,382
Contributions and Donations	0	0	0	31,720
Miscellaneous	0	0	0	158,424
<i>Total Revenues</i>	<u>2,266,989</u>	<u>951,299</u>	<u>89,631</u>	<u>666,526</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular	0	222,285	7,248	0
Special	0	275,626	0	0
Support Services:				
Pupils	0	56,133	82,355	0
Instructional Staff	0	23,534	23,444	0
Administration	0	214,062	0	0
Fiscal	0	62	0	0
Operation and Maintenance of Plant	201,420	0	0	0
Central	0	0	0	0
Operation of Non-Instructional Services	0	0	0	0
Food Service Operations	2,241,690	0	0	0
Extracurricular Activities	0	0	0	650,203
Capital Outlay	0	45,500	0	0
<i>Total Expenditures</i>	<u>2,443,110</u>	<u>837,202</u>	<u>113,047</u>	<u>650,203</u>
<i>Net Change in Fund Balances</i>	(176,121)	114,097	(23,416)	16,323
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>642,440</u>	<u>(4,837)</u>	<u>26,121</u>	<u>160,172</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$466,319</u>	<u>\$109,260</u>	<u>\$2,705</u>	<u>\$176,495</u>

Auxiliary Services	Management Information Systems	Data Communications	SchoolNet Professional Development	Alternative Schools	Miscellaneous State Grants
\$397,936	\$0	\$19,800	\$0	\$38,491	\$135,115
59	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
397,995	0	19,800	0	38,491	135,115
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	38,491	54,362
0	0	0	0	0	2,985
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	2,000	33,825	0	0	0
380,627	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
380,627	2,000	33,825	0	38,491	57,347
17,368	(2,000)	(14,025)	0	0	77,768
43,469	2,000	14,025	66	0	(1,877)
\$60,837	\$0	\$0	\$66	\$0	\$75,891

(continued)

**Medina City School District**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Special Revenue Funds (continued)*  
*For the Fiscal Year Ended June 30, 2012*

	Education Jobs	Race To The Top	Title VI-B	Technology Title II-D Grant
<b>Revenues</b>				
Intergovernmental	\$879,530	\$4,733	\$1,378,562	\$4,508
Interest	0	0	0	0
Tuition and Fees	0	0	0	0
Charges for Services	0	0	0	0
Extracurricular Activities	0	0	0	0
Contributions and Donations	0	0	0	0
Miscellaneous	0	0	0	0
<i>Total Revenues</i>	<u>879,530</u>	<u>4,733</u>	<u>1,378,562</u>	<u>4,508</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular	666,238	0	0	0
Special	30,631	0	757,427	0
Support Services:				
Pupils	71,579	0	590,726	0
Instructional Staff	94,691	4,945	5,449	4,884
Administration	0	0	0	0
Fiscal	0	0	0	0
Operation and Maintenance of Plant	0	0	0	0
Central	0	0	0	0
Operation of Non-Instructional Services	0	0	64,938	23
Food Service Operations	0	0	0	0
Extracurricular Activities	0	0	0	0
Capital Outlay	0	0	0	0
<i>Total Expenditures</i>	<u>863,139</u>	<u>4,945</u>	<u>1,418,540</u>	<u>4,907</u>
<i>Net Change in Fund Balances</i>	16,391	(212)	(39,978)	(399)
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>44,077</u>	<u>391</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$16,391</u>	<u>(\$212)</u>	<u>\$4,099</u>	<u>(\$8)</u>

Title I	Drug Free Schools	Preschool Grant	Reducing Class Size	Total Nonmajor Special Revenue Funds
\$495,595	\$75,000	\$34,015	\$145,231	\$4,449,442
0	0	0	0	248
0	0	0	0	951,299
0	0	0	0	1,515,505
0	0	0	0	476,382
0	0	0	0	31,720
0	0	0	0	158,424
495,595	75,000	34,015	145,231	7,583,020
15,704	0	0	65,967	977,442
436,484	0	3,278	0	1,503,446
0	75,000	10,012	0	978,658
35,050	0	22,598	74,862	292,442
2,161	0	0	0	216,223
0	0	0	0	62
0	0	0	0	201,420
0	0	0	0	35,825
4,165	0	0	2,501	452,254
0	0	0	0	2,241,690
0	0	0	0	650,203
0	0	0	0	45,500
493,564	75,000	35,888	143,330	7,595,165
2,031	0	(1,873)	1,901	(12,145)
12,753	0	(6)	(510)	938,284
\$14,784	\$0	(\$1,879)	\$1,391	\$926,139

**Medina City School District**  
*Combining Balance Sheet*  
**Nonmajor Capital Projects Funds**  
*June 30, 2012*

	<u>Permanent Improvement</u>	<u>Capital Grants</u>	<u>Total Nonmajor Capital Projects Funds</u>
<b>Assets</b>			
Equity in Pooled Cash and Cash Equivalents	\$461,940	\$3,295,329	\$3,757,269
Intergovernmental Receivable	1,250	969,974	971,224
<i>Total Assets</i>	<u>\$463,190</u>	<u>\$4,265,303</u>	<u>\$4,728,493</u>
<b>Liabilities</b>			
Accounts Payable	\$0	\$290,245	\$290,245
<b>Deferred Inflows of Resources</b>			
Unavailable Revenue	0	569,974	569,974
<b>Fund Balances</b>			
Restricted	<u>463,190</u>	<u>3,405,084</u>	<u>3,868,274</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$463,190</u>	<u>\$4,265,303</u>	<u>\$4,728,493</u>

**Medina City School District**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Capital Projects Funds*  
*For the Fiscal Year Ended June 30, 2012*

	Permanent Improvement	Capital Grants	Total Nonmajor Capital Projects Funds
<b>Revenues</b>			
Property Taxes	\$167,475	\$0	\$167,475
Intergovernmental	78,560	1,976,390	2,054,950
Miscellaneous	21,471	0	21,471
<i>Total Revenues</i>	<u>267,506</u>	<u>1,976,390</u>	<u>2,243,896</u>
<b>Expenditures</b>			
Current:			
Support Services:			
Fiscal	4,102	0	4,102
Operation and Maintenance of Plant	240,707	1,036,509	1,277,216
Pupil Transportation	0	33,000	33,000
Extracurricular Activities	0	291,719	291,719
<i>Total Expenditures</i>	<u>244,809</u>	<u>1,361,228</u>	<u>1,606,037</u>
<i>Excess of Revenues Over Expenditures</i>	22,697	615,162	637,859
<b>Other Financing Sources</b>			
Transfers In	100,000	0	100,000
<i>Net Change in Fund Balances</i>	122,697	615,162	737,859
<i>Fund Balances Beginning of Year</i>	<u>340,493</u>	<u>2,789,922</u>	<u>3,130,415</u>
<i>Fund Balances End of Year</i>	<u><u>\$463,190</u></u>	<u><u>\$3,405,084</u></u>	<u><u>\$3,868,274</u></u>

## *Fiduciary Fund Descriptions*

---

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. Agency funds are purely custodial (assets equal liabilities) and thus do not involve measurement of results of operations.

### *Private Purpose Trust Funds*

**Scholarship Trust Fund** – This fund accounts for and reports contributions from individuals which are to be used for college scholarships for graduating high school seniors.

**Scholarship Endowment Fund** – This fund accounts for and reports resources given by individuals with the interest specifically designated to be used for college scholarships for graduating high school seniors and alumni who are attending college.

### *Agency Funds*

**District Agency Fund** – This fund accounts for and reports money held for a community performing arts group, which uses School District facilities for performances.

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

**Medina City School District**  
*Combining Statement of Net Position*  
*Private Purpose Trust Funds*  
*June 30, 2012*

	Scholarship Trust	Scholarship Endowment	Total Private Purpose Trust Funds
<b>Assets</b>			
Equity in Pooled Cash and Cash Equivalents	\$30,947	\$0	\$30,947
Investments in Segregated Accounts	0	512,012	512,012
<i>Total Assets</i>	<u>\$30,947</u>	<u>\$512,012</u>	<u>\$542,959</u>
<b>Net Position</b>			
Held in Trust for Scholarships:			
Nonexpendable	\$0	\$485,240	\$485,240
Expendable	30,947	26,772	57,719
<i>Total Net Position</i>	<u>\$30,947</u>	<u>\$512,012</u>	<u>\$542,959</u>

**Medina City School District**  
*Combining Statement of Changes in Net Position*  
*Private Purpose Trust Funds*  
*For the Fiscal Year Ended June 30, 2012*

	Scholarship Trust	Scholarship Endowment	Total Private Purpose Trust Funds
<b>Additions</b>			
Interest	\$14	\$68	\$82
Contributions and Donations	13,000	0	13,000
Miscellaneous	8,923	0	8,923
<i>Total Additions</i>	<u>21,937</u>	<u>68</u>	<u>22,005</u>
<b>Deductions</b>			
Loss on Sale of Investments	0	40,281	40,281
Scholarships Awarded	17,500	19,050	36,550
<i>Total Deductions</i>	<u>17,500</u>	<u>59,331</u>	<u>76,831</u>
<i>Change in Net Position</i>	4,437	(59,263)	(54,826)
<i>Net Position Beginning of Year</i>	<u>26,510</u>	<u>571,275</u>	<u>597,785</u>
<i>Net Position End of Year</i>	<u><u>\$30,947</u></u>	<u><u>\$512,012</u></u>	<u><u>\$542,959</u></u>

**Medina City School District**  
*Combining Statement of Changes in Assets and Liabilities*  
*All Agency Funds*  
*For the Fiscal Year Ended June 30, 2012*

	Balance 06/30/11	Additions	Deductions	Balance 06/30/12
<b>District Agency</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$13,407	\$4,210	\$33	\$17,584
<b>Liabilities</b>				
Undistributed Monies	\$13,407	\$4,210	\$33	\$17,584
<b>Student Managed Activities</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$249,523	\$223,703	\$201,420	\$271,806
<b>Liabilities</b>				
Due to Students	\$249,523	\$223,703	\$201,420	\$271,806
<b>Total - All Agency Funds</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$262,930	\$227,913	\$201,453	\$289,390
<b>Liabilities</b>				
Undistributed Monies	\$13,407	\$4,210	\$33	\$17,584
Due to Students	249,523	223,703	201,420	271,806
<i>Total Liabilities</i>	\$262,930	\$227,913	\$201,453	\$289,390

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

**Medina City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Fund*  
*For the Fiscal Year Ended June 30, 2012*

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>Revenues</b>				
Property Taxes	\$44,529,623	\$40,830,825	\$40,830,825	\$0
Intergovernmental	27,505,548	25,669,462	25,669,462	0
Interest	13,000	14,200	16,299	2,099
Tuition and Fees	275,749	273,279	273,279	0
Charges for Services	25,000	24,965	24,965	0
Extracurricular Activities	626,500	628,703	629,033	330
Contributions and Donations	3,500	8,745	8,745	0
Rentals	456,000	454,512	454,662	150
Miscellaneous	308,632	333,587	333,496	(91)
<i>Total Revenues</i>	<u>73,743,552</u>	<u>68,238,278</u>	<u>68,240,766</u>	<u>2,488</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Salaries	26,343,996	22,558,542	22,558,542	0
Fringe Benefits	9,854,467	7,469,800	7,469,800	0
Purchased Services	3,602,241	2,608,031	2,608,031	0
Materials and Supplies	724,434	586,207	586,204	3
Capital Outlay	374,550	505,269	505,269	0
Other	466,479	442,413	442,413	0
Total Regular	<u>41,366,167</u>	<u>34,170,262</u>	<u>34,170,259</u>	<u>3</u>
Special:				
Salaries	4,671,796	4,720,464	4,720,464	0
Fringe Benefits	1,838,552	1,657,456	1,657,456	0
Purchased Services	648,127	486,185	486,185	0
Materials and Supplies	19,352	16,550	16,550	0
Capital Outlay	4,198	6,390	6,390	0
Total Special	<u>7,182,025</u>	<u>6,887,045</u>	<u>6,887,045</u>	<u>0</u>
Vocational:				
Salaries	62,206	61,416	61,416	0
Fringe Benefits	19,868	18,807	18,807	0
Purchased Services	650	0	0	0
Materials and Supplies	34	0	0	0
Capital Outlay	150	0	0	0
Other	214,828	164,120	164,120	0
Total Vocational	<u>\$297,736</u>	<u>\$244,343</u>	<u>\$244,343</u>	<u>\$0</u>

(continued)

**Medina City School District**  
*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, 2012*

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>Student Intervention Services:</b>				
Salaries	\$55,700	\$29,771	\$29,771	\$0
Fringe Benefits	1,201	7,950	7,950	0
Purchased Services	62,524	34,051	34,051	0
Materials and Supplies	26,686	613	613	0
<b>Total Student Intervention Services</b>	<b>146,111</b>	<b>72,385</b>	<b>72,385</b>	<b>0</b>
<b>Total Instruction</b>	<b>48,992,039</b>	<b>41,374,035</b>	<b>41,374,032</b>	<b>3</b>
<b>Support Services:</b>				
<b>Pupils:</b>				
Salaries	1,393,245	1,354,406	1,354,406	0
Fringe Benefits	553,129	490,276	490,276	0
Purchased Services	1,005,017	966,878	966,878	0
Materials and Supplies	17,745	3,791	3,791	0
Capital Outlay	6,501	2,416	2,416	0
Other	240	0	0	0
<b>Total Pupils</b>	<b>2,975,877</b>	<b>2,817,767</b>	<b>2,817,767</b>	<b>0</b>
<b>Instructional Staff:</b>				
Salaries	2,770,522	2,658,412	2,658,412	0
Fringe Benefits	1,403,819	1,188,910	1,188,910	0
Purchased Services	102,075	56,511	56,250	261
Materials and Supplies	82,963	73,994	73,994	0
Capital Outlay	1,095	4,181	4,181	0
<b>Total Instructional Staff</b>	<b>4,360,474</b>	<b>3,982,008</b>	<b>3,981,747</b>	<b>261</b>
<b>Board of Education:</b>				
Salaries	28,875	20,000	20,000	0
Fringe Benefits	7,969	5,521	5,521	0
Purchased Services	19,760	9,548	9,548	0
Materials and Supplies	1,121	310	310	0
Other	59,000	63,446	63,446	0
<b>Total Board of Education</b>	<b>116,725</b>	<b>98,825</b>	<b>98,825</b>	<b>0</b>
<b>Administration:</b>				
Salaries	2,736,464	2,823,430	2,823,430	0
Fringe Benefits	1,314,711	1,192,384	1,192,384	0
Purchased Services	345,751	195,936	195,881	55
Materials and Supplies	80,906	32,681	32,681	0
Capital Outlay	3,440	1,700	1,700	0
Other	55,349	27,077	27,077	0
<b>Total Administration</b>	<b>\$4,536,621</b>	<b>\$4,273,208</b>	<b>\$4,273,153</b>	<b>\$55</b>

(continued)

**Medina City School District**  
*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, 2012*

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
<b>Fiscal:</b>				
Salaries	\$347,769	\$389,675	\$389,675	\$0
Fringe Benefits	153,528	154,957	154,957	0
Purchased Services	68,717	20,157	20,157	0
Materials and Supplies	11,236	2,085	2,085	0
Capital Outlay	8,716	2,830	2,830	0
Other	1,156,321	800,294	799,581	713
<b>Total Fiscal</b>	<b>1,746,287</b>	<b>1,369,998</b>	<b>1,369,285</b>	<b>713</b>
<b>Business:</b>				
Salaries	154,001	141,480	141,480	0
Fringe Benefits	202,863	149,692	149,691	1
Purchased Services	134,856	117,195	117,195	0
Materials and Supplies	66,170	36,884	36,884	0
Capital Outlay	4,800	10,161	10,161	0
Other	1,000	0	0	0
<b>Total Business</b>	<b>563,690</b>	<b>455,412</b>	<b>455,411</b>	<b>1</b>
<b>Operation and Maintenance of Plant:</b>				
Salaries	2,598,784	2,640,021	2,640,021	0
Fringe Benefits	1,337,165	1,152,368	1,152,368	0
Purchased Services	3,303,172	1,988,305	1,987,968	337
Materials and Supplies	671,094	489,514	489,420	94
Capital Outlay	46,205	54,939	54,939	0
Other	65,390	45,845	45,845	0
<b>Total Operation and Maintenance of Plant</b>	<b>8,021,810</b>	<b>6,370,992</b>	<b>6,370,561</b>	<b>431</b>
<b>Pupil Transportation:</b>				
Salaries	1,143,611	1,108,659	1,108,659	0
Fringe Benefits	560,676	475,094	475,094	0
Purchased Services	637,486	326,317	326,317	0
Materials and Supplies	1,011,276	560,528	560,528	0
Capital Outlay	39,755	23,154	23,154	0
<b>Total Pupil Transportation</b>	<b>3,392,804</b>	<b>2,493,752</b>	<b>2,493,752</b>	<b>0</b>
<b>Central:</b>				
Salaries	92,006	94,614	94,614	0
Fringe Benefits	47,444	43,791	43,791	0
Purchased Services	159,737	194,032	194,032	0
Materials and Supplies	7,963	8,271	8,271	0
Capital Outlay	2,000	0	0	0
<b>Total Central</b>	<b>309,150</b>	<b>340,708</b>	<b>340,708</b>	<b>0</b>
<b>Total Support Services</b>	<b>\$26,023,438</b>	<b>\$22,202,670</b>	<b>\$22,201,209</b>	<b>\$1,461</b>

**Medina City School District**  
*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, 2012*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget		
Operation of Non-Instructional Services:				
Community Services:				
Salaries	\$0	\$432	\$432	\$0
Fringe Benefits	0	0	0	0
Purchased Services	14,542	6,771	6,771	0
Materials and Supplies	1,194	225	225	0
Capital Outlay	368	0	0	0
Other	850	0	0	0
<b>Total Community Services</b>	<b>16,954</b>	<b>7,428</b>	<b>7,428</b>	<b>0</b>
Enterprise Operations				
Purchased Services	26,938	12,525	12,525	0
Materials and Supplies	0	112	112	0
<b>Total Enterprise Operations</b>	<b>26,938</b>	<b>12,637</b>	<b>12,637</b>	<b>0</b>
<b>Total Operation of Non-Instructional Services</b>	<b>43,892</b>	<b>20,065</b>	<b>20,065</b>	<b>0</b>
Extracurricular Activities:				
Academic and Subject Oriented Activities:				
Salaries	191,156	178,295	178,295	0
Fringe Benefits	45,367	45,009	45,009	0
Purchased Services	500	0	0	0
<b>Total Academic and Subject Oriented Activities</b>	<b>237,023</b>	<b>223,304</b>	<b>223,304</b>	<b>0</b>
Sport Oriented Activities:				
Salaries	652,933	646,035	646,035	0
Fringe Benefits	161,017	155,357	155,357	0
Purchased Services	24,872	22,590	22,590	0
Materials and Supplies	4,872	4,454	4,454	0
<b>Total Sport Oriented Activities</b>	<b>\$843,694</b>	<b>\$828,436</b>	<b>\$828,436</b>	<b>\$0</b>

(continued)

**Medina City School District**  
*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, 2012*

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original Budget	Final Budget	Actual	
School and Public Service Co-Curricular Activities:				
Salaries	\$48,025	\$51,518	\$51,518	\$0
Fringe Benefits	10,167	11,724	11,724	0
Purchased Services	400	0	0	0
<b>Total School and Public Service Co-Curricular Activities</b>	<b>58,592</b>	<b>63,242</b>	<b>63,242</b>	<b>0</b>
<b>Total Extracurricular Activities</b>	<b>1,139,309</b>	<b>1,114,982</b>	<b>1,114,982</b>	<b>0</b>
Capital Outlay:				
Other Facilities Acquisition and Construction:				
Purchased Services	275,487	239,601	239,601	0
<b>Total Expenditures</b>	<b>76,474,165</b>	<b>64,951,353</b>	<b>64,949,889</b>	<b>1,464</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>(2,730,613)</b>	<b>3,286,925</b>	<b>3,290,877</b>	<b>3,952</b>
<b>Other Financing Sources (Uses)</b>				
Sale of Capital Assets	0	2,040	2,040	0
Advances In	49,000	49,000	49,000	0
Advances Out	(35,000)	0	0	0
Transfers Out	(479,910)	(505,841)	(505,841)	0
<b>Total Other Financing Sources (Uses)</b>	<b>(465,910)</b>	<b>(454,801)</b>	<b>(454,801)</b>	<b>0</b>
<b>Net Change in Fund Balance</b>	<b>(3,196,523)</b>	<b>2,832,124</b>	<b>2,836,076</b>	<b>3,952</b>
<b>Fund Balance Beginning of Year</b>	<b>11,986,098</b>	<b>11,986,098</b>	<b>11,986,098</b>	<b>0</b>
<b>Prior Year Encumbrances Appropriated</b>	<b>2,934,103</b>	<b>2,934,103</b>	<b>2,934,103</b>	<b>0</b>
<b>Fund Balance End of Year</b>	<b>\$11,723,678</b>	<b>\$17,752,325</b>	<b>\$17,756,277</b>	<b>\$3,952</b>

**Medina City School District**  
*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, 2012*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Property Taxes	\$5,421,390	\$5,421,390	\$0
Intergovernmental	1,381,211	1,381,211	0
Miscellaneous	2,385	2,385	0
<i>Total Revenues</i>	<u>6,804,986</u>	<u>6,804,986</u>	<u>0</u>
<b>Expenditures</b>			
Current:			
Support Services:			
Fiscal:			
Other	103,630	103,630	0
Debt Service:			
Principal Retirement	1,215,603	1,215,603	0
Interest and Fiscal Charges	6,141,779	6,141,779	0
<i>Total Debt Service</i>	<u>7,357,382</u>	<u>7,357,382</u>	<u>0</u>
<i>Total Expenditures</i>	<u>7,461,012</u>	<u>7,461,012</u>	<u>0</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(656,026)</u>	<u>(656,026)</u>	<u>0</u>
<b>Other Financing Sources (Uses)</b>			
Refunding Bonds Issued	2,470,000	2,470,000	0
Current Refunding	(2,582,714)	(2,582,714)	0
Transfers In	390,900	390,900	0
<i>Total Other Financing Sources (Uses)</i>	<u>278,186</u>	<u>278,186</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(377,840)	(377,840)	0
<i>Fund Balance Beginning of Year</i>	5,434,220	5,434,220	0
Prior Year Encumbrances Appropriated	5,604	5,604	0
<i>Fund Balance End of Year</i>	<u>\$5,061,984</u>	<u>\$5,061,984</u>	<u>\$0</u>

**Medina City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Building Fund*  
*For the Fiscal Year Ended June 30, 2012*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Intergovernmental	\$2,849	\$2,849	\$0
Interest	33	38	5
<i>Total Revenues</i>	<u>2,882</u>	<u>2,887</u>	<u>5</u>
<b>Expenditures</b>			
Current:			
Capital Outlay:			
Building Acquisition and Construction Services:			
Purchased Services	195,763	195,762	1
Capital Outlay	1,813	1,813	0
Total Building Acquisition and Construction Services	197,576	197,575	1
Building Improvement Services:			
Capital Outlay	21,550	21,550	0
Total Capital Outlay	219,126	219,125	1
Debt Service:			
Principal Retirement	750,000	750,000	0
Interest and Fiscal Charges	2,849	2,849	0
Total Debt Service	752,849	752,849	0
<i>Total Expenditures</i>	<u>971,975</u>	<u>971,974</u>	<u>1</u>
<i>Excess of Revenues Under Expenditures</i>	(969,093)	(969,087)	6
<b>Other Financing Sources</b>			
Refunding Bonds Issued	750,000	750,000	0
<i>Net Change in Fund Balance</i>	(219,093)	(219,087)	6
<i>Fund Balance Beginning of Year</i>	293,085	293,085	0
Prior Year Encumbrances Appropriated	5,766	5,766	0
<i>Fund Balance End of Year</i>	<u>\$79,758</u>	<u>\$79,764</u>	<u>\$6</u>

**Medina City School District**  
*Schedule of Revenues, Expenses and Changes*  
*In Fund Equity - Budget (Non-GAAP Basis) and Actual*  
*Transportation Enterprise Fund*  
*For the Fiscal Year Ended June 30, 2012*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Charges for Services	\$11,878	\$11,878	\$0
Miscellaneous	10,965	10,965	0
<i>Total Revenues</i>	<u>22,843</u>	<u>22,843</u>	<u>0</u>
<b>Expenses</b>			
Purchased Services	11,878	11,878	0
Materials and Supplies	15,217	15,217	0
<i>Total Expenses</i>	<u>27,095</u>	<u>27,095</u>	<u>0</u>
<i>Net Change in Fund Equity</i>	(4,252)	(4,252)	0
<i>Fund Equity Beginning of Year</i>	<u>4,252</u>	<u>4,252</u>	<u>0</u>
<i>Fund Equity End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

**Medina City School District**  
*Schedule of Revenues, Expenses and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Food Service Fund*  
*For the Fiscal Year Ended June 30, 2012*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Intergovernmental	\$617,578	\$617,578	\$0
Interest	151	189	38
Charges for Services	1,515,592	1,515,505	(87)
<i>Total Revenues</i>	<u>2,133,321</u>	<u>2,133,272</u>	<u>(49)</u>
<b>Expenditures</b>			
Current:			
Support Services:			
Operation and Maintenance of Plant:			
Purchased Services	201,420	201,420	0
Food Service Operations:			
Salaries	795,164	795,164	0
Fringe Benefits	358,343	358,343	0
Purchased Services	148,012	147,720	292
Materials and Supplies	726,224	726,223	1
Capital Outlay	56,428	56,428	0
Total Food Service Operations	<u>2,084,171</u>	<u>2,083,878</u>	<u>293</u>
<i>Total Expenditures</i>	<u>2,285,591</u>	<u>2,285,298</u>	<u>293</u>
<i>Net Change in Fund Balance</i>	(152,270)	(152,026)	244
<i>Fund Balance Beginning of Year</i>	474,634	474,634	0
Prior Year Encumbrances Appropriated	<u>260,802</u>	<u>260,802</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$583,166</u></u>	<u><u>\$583,410</u></u>	<u><u>\$244</u></u>

**Medina City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Rotary Fund*  
*For the Fiscal Year Ended June 30, 2012*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Tuition and Fees	\$954,292	\$954,292	\$0
<b>Expenditures</b>			
Current:			
Instruction:			
Regular:			
Salaries	159,475	159,474	1
Fringe Benefits	63,973	63,973	0
Total Regular	223,448	223,447	1
Special:			
Salaries	187,041	187,041	0
Fringe Benefits	84,322	84,322	0
Materials and Supplies	920	920	0
Total Special	272,283	272,283	0
Total Instruction	495,731	495,730	1
Support Services:			
Pupils:			
Salaries	4,717	4,717	0
Fringe Benefits	1,506	1,506	0
Purchased Services	56,508	56,508	0
Total Pupils	62,731	62,731	0
Instructional Staff:			
Salaries	18,991	18,991	0
Fringe Benefits	3,125	3,125	0
Purchased Services	870	870	0
Total Instructional Staff	\$22,986	\$22,986	\$0

**Medina City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Rotary Fund (continued)*  
*For the Fiscal Year Ended June 30, 2012*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Administration:			
Salaries	\$139,823	\$139,823	\$0
Fringe Benefits	69,333	69,333	0
Materials and Supplies	230	230	0
Other	100	100	0
<b>Total Administration</b>	<b>209,486</b>	<b>209,486</b>	<b>0</b>
<b>Total Support Services</b>	<b>295,203</b>	<b>295,203</b>	<b>0</b>
Capital Outlay:			
Other Facilities Acquisition and Construction:			
Purchased Services	45,500	45,500	0
<b>Total Expenditures</b>	<b>836,434</b>	<b>836,433</b>	<b>1</b>
<i>Excess of Revenues Over Expenditures</i>	117,858	117,859	1
<b>Other Financing Uses</b>			
Advances Out	(49,000)	(49,000)	0
<i>Net Change in Fund Balance</i>	68,858	68,859	1
<i>Fund Balance Beginning of Year</i>	19,039	19,039	0
Prior Year Encumbrances Appropriated	5,749	5,749	0
<b>Fund Balance End of Year</b>	<b>\$93,646</b>	<b>\$93,647</b>	<b>\$1</b>

**Medina City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Other Grants Fund*  
*For the Fiscal Year Ended June 30, 2012*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Intergovernmental	\$89,631	\$89,631	\$0
<b>Expenditures</b>			
Current:			
Instruction:			
Regular:			
Materials and Supplies	9,570	9,570	0
Support Services:			
Pupils:			
Purchased Services	82,368	82,368	0
Instructional Staff:			
Salaries	5,840	5,840	0
Fringe Benefits	1,216	1,216	0
Purchased Services	116	116	0
Materials and Supplies	16,485	16,485	0
Total Instructional Staff	23,657	23,657	0
Total Support Services	106,025	106,025	0
<i>Total Expenditures</i>	115,595	115,595	0
<i>Net Change in Fund Balance</i>	(25,964)	(25,964)	0
<i>Fund Balance Beginning of Year</i>	26,441	26,441	0
<i>Fund Balance End of Year</i>	\$477	\$477	\$0

**Medina City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*District Managed Student Activity Fund*  
*For the Fiscal Year Ended June 30, 2012*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Extracurricular Activities	\$476,382	\$476,382	\$0
Contributions and Donations	31,720	31,720	0
Miscellaneous	158,289	158,289	0
<i>Total Revenues</i>	<u>666,391</u>	<u>666,391</u>	<u>0</u>
<b>Expenditures</b>			
Current:			
Extracurricular Activities:			
Academic Oriented Activities:			
Purchased Services	5,636	5,636	0
Materials and Supplies	63,685	63,685	0
Capital Outlay	4,308	4,308	0
Other	205,051	205,051	0
Total Academic Oriented Activities	<u>278,680</u>	<u>278,680</u>	<u>0</u>
Occupation Oriented Activities:			
Salaries	28	28	0
Materials and Supplies	4,506	4,506	0
Total Occupation Oriented Activities	<u>4,534</u>	<u>4,534</u>	<u>0</u>
Sports Oriented Activities:			
Salaries	29,981	29,981	0
Fringe Benefits	5,271	5,271	0
Purchased Services	173,952	173,952	0
Materials and Supplies	141,892	141,892	0
Capital Outlay	968	968	0
Other	32,611	32,611	0
Total Sports Oriented Activities	<u>384,675</u>	<u>384,675</u>	<u>0</u>
<i>Total Expenditures</i>	<u>\$667,889</u>	<u>\$667,889</u>	<u>\$0</u>

(continued)

**Medina City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*District Managed Student Activity Fund (continued)*  
*For the Fiscal Year Ended June 30, 2012*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<i>Net Change in Fund Balance</i>	(\$1,498)	(\$1,498)	\$0
<i>Fund Balance Beginning of Year</i>	143,534	143,534	0
Prior Year Encumbrances Appropriated	<u>39,313</u>	<u>39,313</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$181,349</u></u>	<u><u>\$181,349</u></u>	<u><u>\$0</u></u>

**Medina City School District**  
*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, 2012*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Intergovernmental	\$397,936	\$397,936	\$0
Interest	49	59	10
<i>Total Revenues</i>	<u>397,985</u>	<u>397,995</u>	<u>10</u>
<b>Expenditures</b>			
Current:			
Operation of Non-Instructional Services:			
Community Services:			
Salaries	61,571	61,569	2
Fringe Benefits	41,726	41,726	0
Purchased Services	179,224	179,119	105
Materials and Supplies	120,858	120,858	0
Capital Outlay	44,982	44,982	0
<i>Total Expenditures</i>	<u>448,361</u>	<u>448,254</u>	<u>107</u>
<i>Net Change in Fund Balance</i>	(50,376)	(50,259)	117
<i>Fund Balance Beginning of Year</i>	31,402	31,402	0
Prior Year Encumbrances Appropriated	<u>46,464</u>	<u>46,464</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$27,490</u></u>	<u><u>\$27,607</u></u>	<u><u>\$117</u></u>

**Medina City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Management Information Systems Fund*  
*For the Fiscal Year Ended June 30, 2012*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Intergovernmental	\$0	\$0	\$0
<b>Expenditures</b>			
Current:			
Support Services:			
Central:			
Materials and Supplies	2,000	2,000	0
<i>Net Change in Fund Balance</i>	(2,000)	(2,000)	0
<i>Fund Balance Beginning of Year</i>	0	0	0
Prior Year Encumbrances Appropriated	2,000	2,000	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$0

**Medina City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Data Communications Fund*  
*For the Fiscal Year Ended June 30, 2012*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Intergovernmental	\$19,800	\$19,800	\$0
<b>Expenditures</b>			
Current:			
Support Services:			
Central:			
Purchased Services	33,825	33,825	0
<i>Net Change in Fund Balance</i>	(14,025)	(14,025)	0
<i>Fund Balance Beginning of Year</i>	0	0	0
Prior Year Encumbrances Appropriated	14,025	14,025	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$0

**Medina City School District**  
*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, 2012*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>	\$0	\$0	\$0
<b>Expenditures</b>	0	0	0
<i>Net Change in Fund Balance</i>	0	0	0
<i>Fund Balance Beginning of Year</i>	66	66	0
<i>Fund Balance End of Year</i>	<u>\$66</u>	<u>\$66</u>	<u>\$0</u>

**Medina City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Alternative Schools Fund*  
*For the Fiscal Year Ended June 30, 2012*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Intergovernmental	\$41,991	\$41,991	\$0
<b>Expenditures</b>			
Current:			
Support Services:			
Pupils:			
Purchased Services	38,491	38,491	0
<i>Net Change in Fund Balance</i>	3,500	3,500	0
<i>Fund Deficit Beginning of Year</i>	(3,500)	(3,500)	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$0

**Medina City School District**  
*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, 2012*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Intergovernmental	\$135,115	\$135,115	\$0
<b>Expenditures</b>			
Current:			
Support Services:			
Pupils:			
Salaries	45,841	45,841	0
Fringe Benefits	7,542	7,542	0
Purchased Services	568	568	0
Total Pupils	53,951	53,951	0
Instructional Staff:			
Purchased Services	18,000	18,000	0
<i>Total Expenditures</i>	71,951	71,951	0
<i>Net Change in Fund Balance</i>	63,164	63,164	0
<i>Fund Deficit Beginning of Year</i>	(1,115)	(1,115)	0
<i>Fund Balance End of Year</i>	\$62,049	\$62,049	\$0

**Medina City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Education Jobs Fund*  
*For the Fiscal Year Ended June 30, 2012*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Intergovernmental	\$760,198	\$760,198	\$0
<b>Expenditures</b>			
Current:			
Instruction:			
Regular:			
Salaries	407,649	407,649	0
Fringe Benefits	173,273	173,273	0
Total Regular	580,922	580,922	0
Special:			
Salaries	21,530	21,530	0
Fringe Benefits	4,542	4,542	0
Total Special	26,072	26,072	0
Total Instruction	606,994	606,994	0
Support Services:			
Pupils:			
Salaries	46,677	46,677	0
Fringe Benefits	15,019	15,019	0
Total Pupils	\$61,696	\$61,696	\$0

(continued)

**Medina City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Education Jobs Fund (continued)*  
*For the Fiscal Year Ended June 30, 2012*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Instructional Staff:			
Salaries	\$57,526	\$57,526	\$0
Fringe Benefits	24,984	24,984	0
Total Instructional Staff	82,510	82,510	0
Total Support Services	144,206	144,206	0
<i>Total Expenditures</i>	751,200	751,200	0
<i>Net Change in Fund Balance</i>	8,998	8,998	0
<i>Fund Balance Beginning of Year</i>	0	0	0
<i>Fund Balance End of Year</i>	\$8,998	\$8,998	\$0

**Medina City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Race To The Top Fund*  
*For the Fiscal Year Ended June 30, 2012*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Intergovernmental	\$4,733	\$4,733	\$0
<b>Expenditures</b>			
Current:			
Support Services:			
Instructional Staff:			
Salaries	3,001	3,001	0
Fringe Benefits	624	624	0
Purchased Services	1,228	1,228	0
<i>Total Expenditures</i>	4,853	4,853	0
<i>Net Change in Fund Balance</i>	(120)	(120)	0
<i>Fund Balance Beginning of Year</i>	0	0	0
<i>Fund Deficit End of Year</i>	(\$120)	(\$120)	\$0

**Medina City School District**  
*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, 2012*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Intergovernmental	\$1,570,178	\$1,570,178	\$0
<b>Expenditures</b>			
Current:			
Instruction:			
Special:			
Salaries	549,743	549,743	0
Fringe Benefits	218,929	218,929	0
Materials and Supplies	11,323	11,323	0
Capital Outlay	3,661	3,661	0
Total Instruction	783,656	783,656	0
Support Services:			
Pupils:			
Salaries	194,694	194,694	0
Fringe Benefits	90,082	90,082	0
Purchased Services	345,781	345,781	0
Materials and Supplies	8,248	8,248	0
Total Pupils	638,805	638,805	0
Instructional Staff:			
Salaries	84	84	0
Fringe Benefits	14	14	0
Purchased Services	7,242	7,242	0
Total Instructional Staff	7,340	7,340	0
Total Support Services	\$646,145	\$646,145	\$0

(continued)

**Medina City School District**  
*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, 2012*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Operation of Non-Instructional Services:			
Community Services:			
Salaries	\$25,805	\$25,805	\$0
Fringe Benefits	11,927	11,927	0
Purchased Services	28,552	28,552	0
Materials and Supplies	2,530	2,530	0
Total Operation of Non-Instructional Services	<u>68,814</u>	<u>68,814</u>	<u>0</u>
<i>Total Expenditures</i>	<u>1,498,615</u>	<u>1,498,615</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	71,563	71,563	0
<i>Fund Deficit Beginning of Year</i>	(113,700)	(113,700)	0
Prior Year Encumbrances Appropriated	<u>62,207</u>	<u>62,207</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$20,070</u></u>	<u><u>\$20,070</u></u>	<u><u>\$0</u></u>

**Medina City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Technology Title II-D Grant Fund*  
*For the Fiscal Year Ended June 30, 2012*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<b>Expenditures</b>			
Current:			
Support Services:			
Instructional Staff:			
Salaries	255	254	1
Fringe Benefits	52	52	0
Materials and Supplies	<u>4,785</u>	<u>4,785</u>	<u>0</u>
Total Support Services	5,092	5,091	1
Operation of Non-Instructional Services:			
Community Services:			
Materials and Supplies	<u>23</u>	<u>23</u>	<u>0</u>
<i>Total Expenditures</i>	<u>5,115</u>	<u>5,114</u>	<u>1</u>
<i>Net Change in Fund Balance</i>	(5,115)	(5,114)	1
<i>Fund Balance Beginning of Year</i>	<u>391</u>	<u>391</u>	<u>0</u>
<i>Fund Deficit End of Year</i>	<u>(\$4,724)</u>	<u>(\$4,723)</u>	<u>\$1</u>

**Medina City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Immigrant Student Grant Fund*  
*For the Fiscal Year Ended June 30, 2012*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Intergovernmental	\$494	\$494	\$0
<b>Expenditures</b>	0	0	0
<i>Net Change in Fund Balance</i>	494	494	0
<i>Fund Deficit Beginning of Year</i>	(494)	(494)	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$0

**Medina City School District**  
*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, 2012*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Intergovernmental	\$521,776	\$521,776	\$0
<b>Expenditures</b>			
Current:			
Instruction:			
Regular:			
Salaries	6,975	6,975	0
Fringe Benefits	1,440	1,440	0
Materials and Supplies	7,737	7,737	0
Total Regular	16,152	16,152	0
Special:			
Salaries	288,723	288,723	0
Fringe Benefits	134,281	134,281	0
Purchased Services	7,743	7,743	0
Materials and Supplies	19,758	19,758	0
Total Special	450,505	450,505	0
Total Instruction	466,657	466,657	0
Support Services:			
Instructional Staff:			
Salaries	9,956	9,956	0
Fringe Benefits	1,638	1,638	0
Purchased Services	24,130	24,130	0
Materials and Supplies	3,710	3,710	0
Total Instructional Staff	39,434	39,434	0
Administration:			
Purchased Services	1,489	1,489	0
Materials and Supplies	897	897	0
Capital Outlay	0	0	0
Total Administration	2,386	2,386	0
Total Support Services	\$41,820	\$41,820	\$0

(continued)

**Medina City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Title I Fund (continued)*  
*For the Fiscal Year Ended June 30, 2012*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Operation of Non-Instructional Services:			
Community Services:			
Salaries	\$2,365	\$2,365	\$0
Fringe Benefits	1,126	1,126	0
Materials and Supplies	1,423	1,423	0
Total Operation of Non-Instructional Services	4,914	4,914	0
<i>Total Expenditures</i>	513,391	513,391	0
<i>Net Change in Fund Balance</i>	8,385	8,385	0
<i>Fund Deficit Beginning of Year</i>	(57,937)	(57,937)	0
Prior Year Encumbrances Appropriated	37,959	37,959	0
<i>Fund Deficit End of Year</i>	(\$11,593)	(\$11,593)	\$0

**Medina City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Drug Free Schools Fund*  
*For the Fiscal Year Ended June 30, 2012*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Intergovernmental	\$75,069	\$75,069	\$0
<b>Expenditures</b>			
Current:			
Support Services:			
Pupils:			
Purchased Services	70,000	70,000	0
Materials and Supplies	5,000	5,000	0
Total Support Services	75,000	75,000	0
Operation of Non-Instructional Services:			
Community Services:			
Materials and Supplies	128	128	0
<i>Total Expenditures</i>	75,128	75,128	0
<i>Net Change in Fund Balance</i>	(59)	(59)	0
<i>Fund Deficit Beginning of Year</i>	(69)	(69)	0
Prior Year Encumbrances Appropriated	128	128	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$0

**Medina City School District**  
*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, 2012*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Intergovernmental	\$37,505	\$37,505	\$0
<b>Expenditures</b>			
Current:			
Instruction:			
Special:			
Materials and Supplies	3,460	3,460	0
Support Services:			
Pupils:			
Purchased Services	10,012	10,012	0
Instructional Staff:			
Salaries	19,203	19,203	0
Fringe Benefits	3,159	3,159	0
Total Instructional Staff	22,362	22,362	0
Total Support Services	32,374	32,374	0
<i>Total Expenditures</i>	35,834	35,834	0
<i>Net Change in Fund Balance</i>	1,671	1,671	0
<i>Fund Deficit Beginning of Year</i>	(3,201)	(3,201)	0
Prior Year Encumbrances Appropriated	1,451	1,451	0
<i>Fund Deficit End of Year</i>	(\$79)	(\$79)	\$0

**Medina City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Reducing Class Size Fund*  
*For the Fiscal Year Ended June 30, 2012*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Intergovernmental	\$122,044	\$122,044	\$0
<b>Expenditures</b>			
Current:			
Instruction:			
Regular:			
Salaries	50,809	50,809	0
Fringe Benefits	22,817	22,817	0
Total Instruction	73,626	73,626	0
Support Services:			
Instructional Staff:			
Salaries	47,120	47,120	0
Fringe Benefits	10,058	10,058	0
Purchased Services	16,585	16,585	0
Materials and Supplies	3,933	3,933	0
Total Support Services	77,696	77,696	0
Operation of Non-Instructional Services:			
Community Services:			
Purchased Services	2,889	2,889	0
Materials and Supplies	489	489	0
Total Operation of Non-Instructional Services	3,378	3,378	0
<i>Total Expenditures</i>	154,700	154,700	0
<i>Net Change in Fund Balance</i>	(32,656)	(32,656)	0
<i>Fund Deficit Beginning of Year</i>	(10,024)	(10,024)	0
Prior Year Encumbrances Appropriated	14,618	14,618	0
<i>Fund Deficit End of Year</i>	(\$28,062)	(\$28,062)	\$0

**Medina City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Uniform School Supply Fund*  
*For the Fiscal Year Ended June 30, 2012*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Tuition and Fees	\$313,625	\$313,952	\$327
<b>Expenditures</b>			
Current:			
Instruction:			
Regular:			
Materials and Supplies	359,097	359,501	(404)
Special:			
Materials and Supplies	4,999	4,999	0
<i>Total Expenditures</i>	364,096	364,500	(404)
<i>Net Change in Fund Balance</i>	(50,471)	(50,548)	(77)
<i>Fund Balance Beginning of Year</i>	346,347	346,347	0
Prior Year Encumbrances Appropriated	67,096	67,096	0
<i>Fund Balance End of Year</i>	\$362,972	\$362,895	(\$77)

**Medina City School District**  
*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, 2012*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Tuition and Fees	\$92,174	\$92,174	\$0
Extracurricular Activities	308,223	308,491	268
Contributions and Donations	122,296	122,296	0
Rentals	78,838	78,838	0
Miscellaneous	26,747	26,747	0
<i>Total Revenues</i>	<u>628,278</u>	<u>628,546</u>	<u>268</u>
<b>Expenditures</b>			
Current:			
Instruction:			
Regular:			
Salaries	12,711	12,711	0
Fringe Benefits	2,681	2,681	0
Materials and Supplies	2,648	2,648	0
Total Instruction	<u>18,040</u>	<u>18,040</u>	<u>0</u>
Support Services:			
Pupils:			
Salaries	7,896	7,896	0
Fringe Benefits	1,438	1,438	0
Purchased Services	3,880	3,880	0
Materials and Supplies	683	683	0
Total Pupils	<u>13,897</u>	<u>13,897</u>	<u>0</u>
Instructional Staff:			
Purchased Services	3,700	3,700	0
Materials and Supplies	105,614	105,614	0
Total Instructional Staff	<u>109,314</u>	<u>109,314</u>	<u>0</u>
Administration:			
Salaries	248	248	0
Fringe Benefits	52	52	0
Purchased Services	18,091	18,091	0
Materials and Supplies	131,939	131,939	0
Capital Outlay	23,598	23,598	0
Other	107,116	107,116	0
Total Administration	<u>281,044</u>	<u>281,044</u>	<u>0</u>
Business:			
Purchased Services	11,884	11,884	0
Capital Outlay	977	977	0
Total Business	<u>\$12,861</u>	<u>\$12,861</u>	<u>\$0</u>

(continued)

**Medina City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Public School Support Fund (continued)*  
*For the Fiscal Year Ended June 30, 2012*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Operation and Maintenance of Plant:			
Purchased Services	\$26,000	\$26,000	\$0
Materials and Supplies	334	334	0
Total Operation and Maintenance of Plant	<u>26,334</u>	<u>26,334</u>	<u>0</u>
Central:			
Purchased Services	3,348	3,348	0
Total Support Services	<u>446,798</u>	<u>446,798</u>	<u>0</u>
Operation of Non-Instructional Services:			
Community Services:			
Salaries	16,853	16,853	0
Fringe Benefits	3,600	3,600	0
Purchased Services	40,775	40,775	0
Materials and Supplies	5,524	5,524	0
Other	968	968	0
Capital Outlay	20,083	20,083	0
Total Operation of Non-Instructional Services	<u>87,803</u>	<u>87,803</u>	<u>0</u>
Extracurricular Activities:			
Occupational Oriented Activities:			
Materials and Supplies	1,571	1,571	0
Sports Oriented Activities:			
Other	62,878	62,878	0
Total Extracurricular Activities	<u>64,449</u>	<u>64,449</u>	<u>0</u>
<i>Total Expenditures</i>	<u>617,090</u>	<u>617,090</u>	<u>0</u>
<i>Excess of Revenues Over Expenditures</i>	11,188	11,456	268
<b>Other Financing Sources</b>			
Transfers In	14,941	14,941	0
<i>Net Change in Fund Balance</i>	26,129	26,397	268
<i>Fund Balance Beginning of Year</i>	517,287	517,287	0
Prior Year Encumbrances Appropriated	<u>104,085</u>	<u>104,085</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$647,501</u></u>	<u><u>\$647,769</u></u>	<u><u>\$268</u></u>

**Medina City School District**  
*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, 2012*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Property Taxes	\$194,675	\$194,675	\$0
Intergovernmental	78,560	78,560	0
Miscellaneous	20,221	20,221	0
<i>Total Revenues</i>	<u>293,456</u>	<u>293,456</u>	<u>0</u>
<b>Expenditures</b>			
Current:			
Support Services:			
Fiscal:			
Other	4,102	4,102	0
Operation and Maintenance of Plant:			
Purchased Services	144,433	144,433	0
Materials and Supplies	4,084	4,084	0
Capital Outlay	102,029	102,029	0
Total Operation and Maintenance of Plant	<u>250,546</u>	<u>250,546</u>	<u>0</u>
<i>Total Expenditures</i>	<u>254,648</u>	<u>254,648</u>	<u>0</u>
<i>Excess of Revenues Over Expenditures</i>	38,808	38,808	0
<b>Other Financing Sources</b>			
Transfers In	100,000	100,000	0
<i>Net Change in Fund Balance</i>	138,808	138,808	0
<i>Fund Balance Beginning of Year</i>	251,413	251,413	0
Prior Year Encumbrances Appropriated	65,559	65,559	0
<i>Fund Balance End of Year</i>	<u><u>\$455,780</u></u>	<u><u>\$455,780</u></u>	<u><u>\$0</u></u>

**Medina City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Capital Grants Fund*  
*For the Fiscal Year Ended June 30, 2012*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Intergovernmental	\$1,856,174	\$1,856,174	\$0
<b>Expenditures</b>			
Current:			
Support Services:			
Operation and Maintenance of Plant:			
Purchased Services	1,255,882	1,255,882	0
Materials and Supplies	2,927	2,927	0
Capital Outlay	321,117	321,117	0
Total Operation and Maintenance of Plant	1,579,926	1,579,926	0
Pupil Transportation			
Capital Outlay	33,000	33,000	0
Total Support Services	1,612,926	1,612,926	0
Extracurricular Activities:			
Sports Oriented Activities			
Capital Outlay	291,719	291,719	0
<i>Total Expenditures</i>	1,904,645	1,904,645	0
<i>Net Change in Fund Balance</i>	(48,471)	(48,471)	0
<i>Fund Balance Beginning of Year</i>	2,438,224	2,438,224	0
Prior Year Encumbrances Appropriated	93,377	93,377	0
<i>Fund Balance End of Year</i>	\$2,483,130	\$2,483,130	\$0

**Medina City School District**  
*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, 2012*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Charges for Services	\$7,556,376	\$7,556,376	\$0
Miscellaneous	2,251	2,251	0
<i>Total Revenues</i>	<u>7,558,627</u>	<u>7,558,627</u>	<u>0</u>
<b>Expenses</b>			
Purchased Services	737,763	737,762	1
Claims	6,862,046	6,862,046	0
<i>Total Expenses</i>	<u>7,599,809</u>	<u>7,599,808</u>	<u>1</u>
<i>Net Change in Fund Equity</i>	(41,182)	(41,181)	1
<i>Fund Equity Beginning of Year</i>	<u>3,313,402</u>	<u>3,313,402</u>	<u>0</u>
<i>Fund Equity End of Year</i>	<u><u>\$3,272,220</u></u>	<u><u>\$3,272,221</u></u>	<u><u>\$1</u></u>

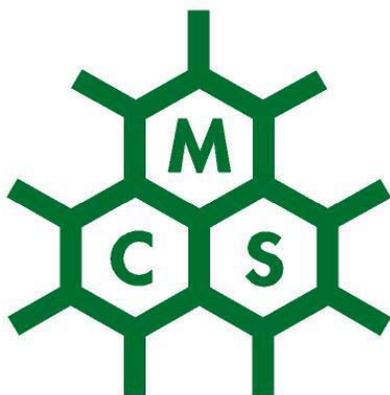
**Medina City School District**  
*Schedule of Revenues, Expenses and Changes*  
*In Fund Equity - Budget (Non-GAAP Basis) and Actual*  
*Scholarship Trust Fund*  
*For the Fiscal Year Ended June 30, 2012*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Interest	\$12	\$14	\$2
Contributions and Donations	13,000	13,000	0
Miscellaneous	8,923	8,923	0
<i>Total Revenues</i>	21,935	21,937	2
<b>Expenses</b>			
Scholarships Awarded	17,500	17,500	0
<i>Net Change in Fund Equity</i>	4,435	4,437	2
<i>Fund Equity Beginning of Year</i>	26,010	26,010	0
Prior Year Encumbrances Appropriated	500	500	0
<i>Fund Equity End of Year</i>	\$30,945	\$30,947	\$2

**Medina City School District**  
*Schedule of Revenues, Expenses and Changes*  
*In Fund Equity - Budget (Non-GAAP Basis) and Actual*  
*Scholarship Endowment Fund*  
*For the Fiscal Year Ended June 30, 2012*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Interest	\$0	\$68	\$68
<b>Expenses</b>			
Loss on Sale of Investments	0	40,281	(40,281)
Scholarships Awarded	19,050	19,050	0
<i>Total Expenses</i>	19,050	59,331	(40,281)
<i>Net Change in Fund Equity</i>	(19,050)	(59,263)	(40,213)
<i>Fund Equity Beginning of Year</i>	571,275	571,275	0
<i>Fund Equity End of Year</i>	\$552,225	\$512,012	(\$40,213)

# STATISTICAL SECTION



**THIS PAGE INTENTIONALLY LEFT BLANK.**

# Statistical Section

This part of 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.

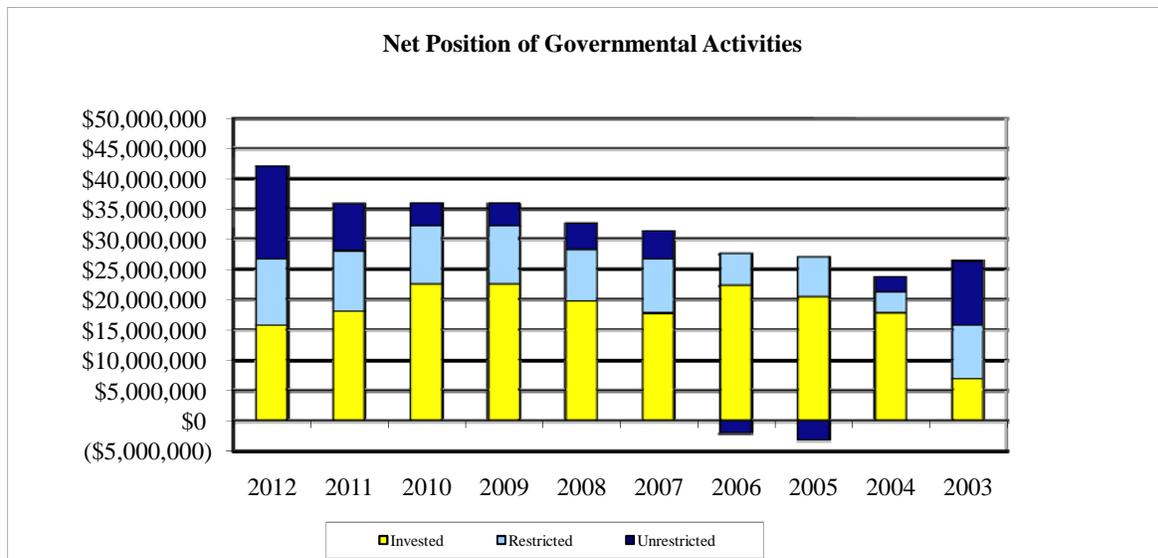
<b><u>Contents</u></b>	<b><u>Page(s)</u></b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the School District's financial position has changed over time.	<b>S2 - S13</b>
<b>Revenue Capacity</b> These schedules contain information to help the reader understand and assess the factors affecting the School District's ability to generate its most significant local revenue source, the property tax.	<b>S14 - S22</b>
<b>Debt Capacity</b> These schedules present information to help the reader assess the affordability of the School District's current levels of outstanding debt and the School District's ability to issue additional debt in the future.	<b>S23 - S27</b>
<b>Economic and Demographic Information</b> These schedules offer economic and demographic indicators to help the reader understand the environment within which the School District's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	<b>S28 - S29</b>
<b>Operating Information</b> These schedules contain service and infrastructure data to help the reader understand how the information in the School District's financial report relates to the services the School District provides and the activities it performs.	<b>S30 - S37</b>

**Sources:** Unless otherwise noted, the information in these schedules is derived from annual financial reports for the relevant year.

**Medina City School District**  
*Net Position by Component*  
*Last Ten Fiscal Years*  
*(accrual basis of accounting)*

	2012	2011	2010	2009
<b>Governmental Activities:</b>				
Net Investment in Capital Assets	\$15,735,877	\$17,924,870	\$20,592,489	\$22,536,416
Restricted for:				
Capital Projects	4,481,913	3,385,498	1,824,993	1,164,128
Debt Service	5,471,022	5,771,908	6,700,126	6,536,372
Other Purposes	886,962	848,876	1,764,729	1,797,588
Unrestricted (Deficit)	15,381,891	7,846,685	4,909,776	3,766,695
<b>Total Governmental Activities Net Position</b>	<b>\$41,957,665</b>	<b>\$35,777,837</b>	<b>\$35,792,113</b>	<b>\$35,801,199</b>
<b>Business-Type Activity:</b>				
Unrestricted	\$8,432	\$4,252	\$0	\$0
<b>Primary Government:</b>				
Net Investment in Capital Assets	\$15,735,877	\$17,924,870	\$20,592,489	\$22,536,416
Restricted	10,839,897	10,006,282	10,289,848	9,498,088
Unrestricted (Deficit)	15,390,323	7,850,937	4,909,776	3,766,695
<b>Total Primary Government Net Position</b>	<b>\$41,966,097</b>	<b>\$35,782,089</b>	<b>\$35,792,113</b>	<b>\$35,801,199</b>

Fiscal year 2011 is the first year Primary Government Net Position includes business-type activity.



2008	2007	2006	2005	2004	2003
\$19,614,453	\$17,700,155	\$22,299,979	\$20,408,352	\$17,761,333	\$6,819,919
862,982	1,760,228	1,604,086	1,433,038	1,471,099	3,131,158
5,591,210	5,209,640	1,734,303	3,165,430	0	4,128,826
2,076,273	1,865,953	1,925,389	1,926,767	1,933,783	1,645,886
4,437,226	4,769,743	(2,084,773)	(3,269,376)	2,490,551	10,585,856
<u>\$32,582,144</u>	<u>\$31,305,719</u>	<u>\$25,478,984</u>	<u>\$23,664,211</u>	<u>\$23,656,766</u>	<u>\$26,311,645</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
\$19,614,453	\$17,700,155	\$22,299,979	\$20,408,352	\$17,761,333	\$6,819,919
8,530,465	8,835,821	5,263,778	6,525,235	3,404,882	8,905,870
4,437,226	4,769,743	(2,084,773)	(3,269,376)	2,490,551	10,585,856
<u>\$32,582,144</u>	<u>\$31,305,719</u>	<u>\$25,478,984</u>	<u>\$23,664,211</u>	<u>\$23,656,766</u>	<u>\$26,311,645</u>

**Medina City School District**

*Changes in Net Position*

*Last Ten Fiscal Years*

*(accrual basis of accounting)*

	2012	2011	2010	2009
<b>Expenses</b>				
<b>Governmental Activities:</b>				
Regular Instruction	\$35,431,434	\$40,026,165	\$40,850,005	\$38,791,761
Special Instruction	8,380,276	9,092,117	9,327,136	9,923,657
Vocational Instruction	250,523	493,175	596,707	526,069
Student Intervention Services	72,296	84,719	173,193	258,806
Pupil Support	3,787,425	3,998,741	5,286,398	4,685,731
Instructional Staff Support	4,651,623	4,450,637	5,524,180	4,046,616
Board of Education	98,691	90,191	37,768	145,179
Administration	4,877,766	4,926,261	5,324,016	5,131,913
Fiscal	1,473,565	1,198,083	1,274,255	1,646,461
Business	448,921	634,881	504,809	564,226
Operation and Maintenance of Plant	8,389,777	8,223,140	8,939,810	7,860,756
Pupil Transportation	2,629,674	2,578,235	3,669,112	3,533,089
Central	374,829	418,345	430,762	499,527
Operation of Non-Instructional Services	549,289	583,562	537,853	599,204
Food Service Operations	2,366,307	2,357,386	2,463,652	2,306,158
Extracurricular Activities	1,741,424	1,904,855	2,140,399	2,460,624
Interest and Fiscal Charges	5,056,760	4,833,128	5,228,011	5,327,443
<i>Total Governmental Activities Expenses</i>	<i>80,580,580</i>	<i>85,893,621</i>	<i>92,308,066</i>	<i>88,307,220</i>
<b>Business-Type Activities:</b>				
Transportation Enterprise	18,663	0	0	0
<i>Total Primary Government Expenses</i>	<i>80,599,243</i>	<i>85,893,621</i>	<i>92,308,066</i>	<i>88,307,220</i>
<b>Program Revenues</b>				
<b>Governmental Activities:</b>				
<b>Charges for Services</b>				
Regular Instruction	732,154	598,553	694,557	717,053
Special Instruction	372,392	318,774	259,128	52,877
Vocational Instruction	934	4,356	13,022	11,459
Student Intervention Services	347	844	855	1,626
Pupil Support	78,606	195,261	105,091	23,807
Instructional Staff Support	60,798	63,188	49,412	43,484
Board of Education	475	899	187	912
Administration	321,593	244,491	234,754	73,772
Fiscal	6,639	10,976	5,680	9,396
Business	4,144	6,329	2,898	4,318
Operation and Maintenance of Plant (1)	34,336	540,144	488,848	523,832
Pupil Transportation	11,589	23,151	13,201	20,388
Central	2,345	4,017	1,904	2,847
Operation of Non-Instructional Services	13,747	1,017	453	641
Food Service Operations	1,515,505	1,461,042	1,467,807	1,478,800
Extracurricular Activities	1,998,924	1,396,546	1,158,321	1,088,132
<b>Operating Grants and Contributions</b>				
Regular Instruction	758,351	223,542	154,642	125,780
Special Instruction (1)	1,268,641	1,446,255	1,807,304	2,976,572
Vocational Instruction	0	967	0	0
Student Intervention Services	0	188	0	0
Pupil Support	979,013	1,314,585	1,375,545	836,424
Instructional Staff Support	313,492	127,629	150,378	130,787
Board of Education	0	200	0	0
Administration	58,773	10,262	37,907	3,173
Fiscal	0	2,437	0	945,493
Business	2,719	1,405	1,662	2,814
Operation and Maintenance of Plant	8,455	15,473	1,474	387
Pupil Transportation (1)	0	5,140	1,453,134	1,373,641
Central	20,787	30,917	39,032	49,050
Operation of Non-Instructional Services	484,823	473,083	445,950	482,875
Food Service Operations	751,484	795,747	780,220	648,501
Extracurricular Activities	45,347	15,544	45,128	51,880

2008	2007	2006	2005	2004	2003
\$37,092,181	\$36,744,365	\$33,744,540	\$33,894,621	\$30,492,589	\$34,552,865
9,487,412	8,791,564	8,352,258	7,745,506	7,360,275	6,990,267
550,842	481,880	478,747	533,037	726,501	490,174
0	0	0	0	0	0
4,403,313	3,849,169	3,686,406	3,372,936	3,634,259	3,436,933
4,199,455	3,771,991	3,714,245	3,674,329	3,923,053	3,785,835
100,378	94,167	122,422	106,870	100,340	98,298
5,076,677	5,190,273	5,002,065	4,806,107	4,945,246	4,489,018
1,611,380	1,299,163	1,236,246	1,348,827	1,484,397	1,482,539
629,012	633,342	594,498	657,150	714,165	904,089
8,746,641	7,888,331	7,290,435	7,211,009	7,491,936	8,511,346
3,304,386	3,475,379	3,288,084	3,570,296	3,073,033	3,538,502
451,852	399,289	392,850	395,968	410,944	440,298
793,166	680,315	670,885	704,692	721,010	777,586
2,012,227	2,042,525	1,580,863	1,622,179	1,346,962	1,335,125
2,188,722	1,429,926	1,619,951	1,386,898	1,443,639	1,735,382
4,274,109	3,213,391	5,542,505	3,649,358	4,546,606	5,657,230
84,921,753	79,985,070	77,317,000	74,679,783	72,414,955	78,225,487
0	0	0	0	0	0
84,921,753	79,985,070	77,317,000	74,679,783	72,414,955	78,225,487
758,527	818,231	667,572	583,575	601,338	513,780
62,986	91,104	22,796	193,759	133,465	207,972
11,511	13,304	6,107	2,294	6,962	5,353
0	0	0	0	0	0
28,061	40,196	9,744	0	0	0
46,386	101,066	114,156	90,964	94,409	94,664
776	1,163	397	0	0	0
90,100	418,251	349,614	248,167	377,679	407,252
11,293	14,788	3,675	0	0	0
5,718	23,858	10,876	18,811	9,402	2,610
650,036	87,949	465,129	782,748	29,735	178,087
23,306	38,790	9,473	0	0	145
3,061	4,296	1,069	0	0	0
690	692	207	0	0	390
1,401,029	1,396,564	1,459,644	1,445,796	1,388,649	1,173,822
872,975	202,125	616,125	454,286	201,285	319,944
289,482	170,039	193,173	265,205	319,892	338,299
2,884,930	2,812,094	1,015,786	942,921	768,927	667,259
0	0	311	669	180,919	0
0	0	0	0	0	0
697,992	489,803	575,251	453,126	520,687	251,627
473,789	447,281	462,386	465,446	488,510	332,448
0	0	0	0	0	0
41,053	129,594	111,983	120,681	159,301	134,456
0	0	0	0	0	0
203	3,931	1,279	4,455	1,657	400
3,117	0	0	0	0	0
1,350,101	1,323,302	1,944	3,385	627	1,187
53,035	51,804	51,515	49,950	52,909	33,309
574,286	578,090	656,832	581,375	602,771	597,690
502,383	506,124	105,987	57,393	152,946	58,139
107,069	33,955	241	158	2,786	7,156

(continued)

**Medina City School District**  
*Changes in Net Position (continued)*  
*Last Ten Fiscal Years*  
*(accrual basis of accounting)*

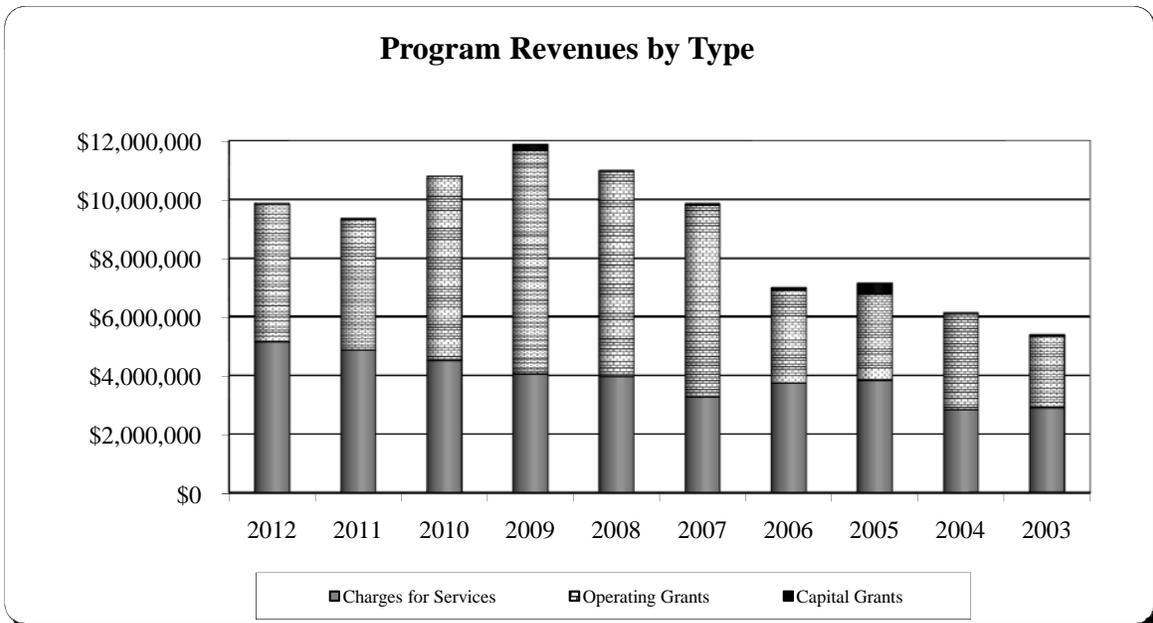
	2012	2011	2010	2009
Capital Grants and Contributions				
Regular Instruction	\$0	\$0	\$0	\$0
Fiscal	0	0	0	1,775
Operation and Maintenance of Plant	0	0	0	158,809
Pupil Transportation	0	0	0	43,745
<i>Total Governmental Activities Program Revenues</i>	<u>9,846,413</u>	<u>9,332,962</u>	<u>10,788,494</u>	<u>11,885,050</u>
Business-Type Activities:				
Charges for Services				
Pupil Transportation	11,878	1,863	0	0
<i>Total Primary Government Program Revenues</i>	<u>9,858,291</u>	<u>9,334,825</u>	<u>10,788,494</u>	<u>11,885,050</u>
<b>Net (Expense)/Revenue</b>				
Governmental Activities	(70,734,167)	(76,560,659)	(81,519,572)	(76,422,170)
Business-Type Activities	(6,785)	1,863	0	0
<i>Total Primary Government Net Expense</i>	<u>(70,740,952)</u>	<u>(76,558,796)</u>	<u>(81,519,572)</u>	<u>(76,422,170)</u>
<b>General Revenues</b>				
Governmental Activities:				
Property Taxes Levied for:				
General Purposes	41,434,174	39,426,335	42,511,123	43,781,561
Debt Service	5,504,395	5,639,778	7,173,693	7,740,170
Capital Projects	147,206	420,530	436,947	521,027
Grants and Entitlements not				
Restricted to Specific Programs	26,297,696	28,647,110	28,178,307	23,975,167
Grants and Entitlements				
Restricted to Permanent Improvement Projects	2,981,550	1,988,664	1,844,356	2,436,132
Investment Earnings	16,299	33,502	36,593	751,130
Gain on Sale of Capital Assets	8,040	75,999	0	0
Miscellaneous	524,635	314,465	1,329,467	436,038
<i>Total Governmental Activities General Revenues</i>	<u>76,913,995</u>	<u>76,546,383</u>	<u>81,510,486</u>	<u>79,641,225</u>
Business-type Activities:				
Miscellaneous	10,965	2,389	0	0
<i>Total Primary Government General Revenues</i>	<u>76,924,960</u>	<u>76,548,772</u>	<u>81,510,486</u>	<u>79,641,225</u>
<b>Change in Net Position</b>				
Governmental Activities	6,179,828	(14,276)	(9,086)	3,219,055
Business-Type Activities	4,180	4,252	0	0
<i>Total Primary Government Change in Net Position</i>	<u>\$6,184,008</u>	<u>(\$10,024)</u>	<u>(\$9,086)</u>	<u>\$3,219,055</u>

(1) The large increases from fiscal year 2006 to fiscal year 2007 are due to the method of classification used for program revenues.

2008	2007	2006	2005	2004	2003
\$0	\$0	\$0	\$55,860	\$0	\$0
0	0	0	0	0	0
0	0	88,158	226,168	0	0
32,178	46,409	0	84,745	35,400	69,609
10,976,073	9,844,803	7,001,430	7,131,937	6,130,256	5,395,598
0	0	0	0	0	0
10,976,073	9,844,803	7,001,430	7,131,937	6,130,256	5,395,598
(73,945,680)	(70,140,267)	(70,315,570)	(67,547,846)	(66,284,699)	(72,829,889)
0	0	0	0	0	0
(73,945,680)	(70,140,267)	(70,315,570)	(67,547,846)	(66,284,699)	(72,829,889)
40,064,362	44,178,727	40,211,316	36,255,307	33,838,374	33,300,571
6,896,827	7,270,269	7,081,869	7,597,318	6,768,939	6,551,886
541,958	591,922	611,367	542,871	520,050	520,899
23,235,176	21,667,425	22,629,905	22,126,256	21,935,229	24,361,727
2,433,225	0	0	0	0	0
1,558,210	1,657,850	1,020,569	521,427	277,491	2,131,019
0	0	148,570	0	0	0
492,347	600,809	426,747	512,112	289,737	1,700,581
75,222,105	75,967,002	72,130,343	67,555,291	63,629,820	68,566,683
0	0	0	0	0	0
75,222,105	75,967,002	72,130,343	67,555,291	63,629,820	68,566,683
1,276,425	5,826,735	1,814,773	7,445	(2,654,879)	(4,263,206)
0	0	0	0	0	0
\$1,276,425	\$5,826,735	\$1,814,773	\$7,445	(\$2,654,879)	(\$4,263,206)

**Medina City School District**  
*Program Revenues of Governmental Activities by Function*  
*Last Ten Fiscal Years*  
*(accrual basis of accounting)*

<i>Governmental Activities</i>	2012	2011	2010	2009
<i>Function:</i>				
Regular Instruction	\$1,490,505	\$822,095	\$849,199	\$842,833
Special Instruction	1,641,033	1,765,029	2,066,432	3,029,449
Vocational Instruction	934	5,323	13,022	11,459
Student Intervention Services	347	1,032	855	1,626
Pupil Support	1,057,619	1,509,846	1,480,636	860,231
Instructional Staff Support	374,290	190,817	199,790	174,271
Board of Education	475	1,099	187	912
Administration	380,366	254,753	272,661	76,945
Fiscal	6,639	13,413	5,680	956,664
Business	6,863	7,734	4,560	7,132
Operation and Maintenance of Plant	42,791	555,617	490,322	683,028
Pupil Transportation	11,589	28,291	1,466,335	1,437,774
Central	23,132	34,934	40,936	51,897
Operation of Non-Instructional Services	498,570	474,100	446,403	483,516
Food Service Operations	2,266,989	2,256,789	2,248,027	2,127,301
Extracurricular Activities	2,044,271	1,412,090	1,203,449	1,140,012
<i>Total Program Revenues</i>	<u>\$9,846,413</u>	<u>\$9,332,962</u>	<u>\$10,788,494</u>	<u>\$11,885,050</u>

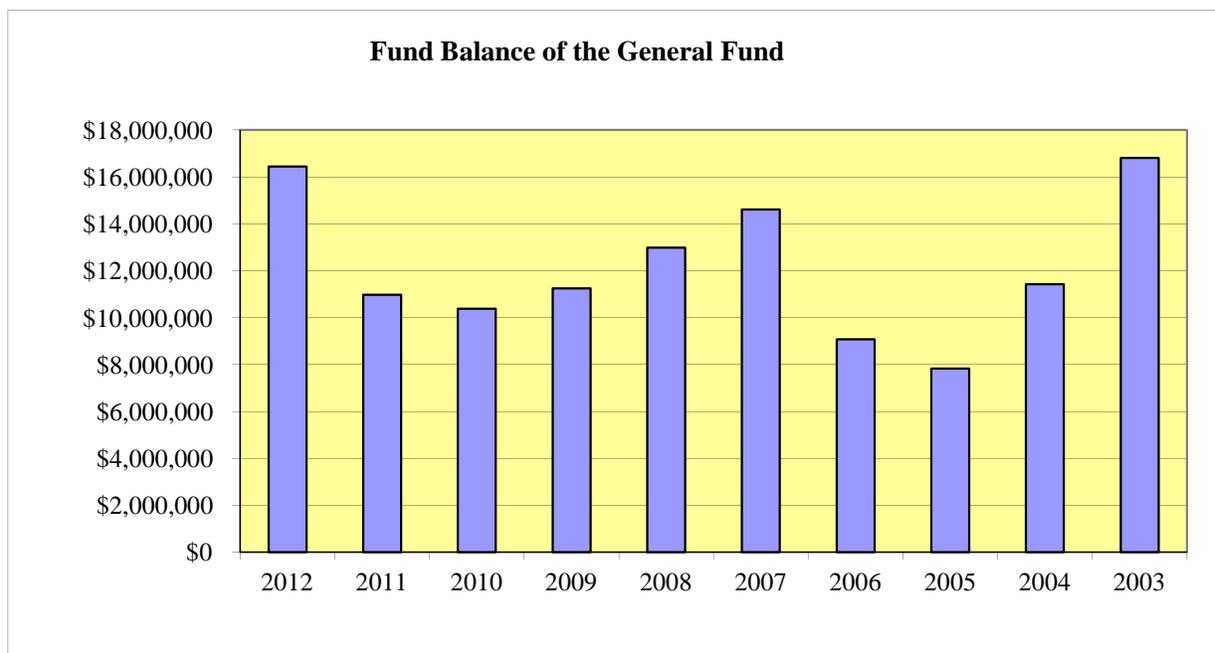


2008	2007	2006	2005	2004	2003
\$1,048,009	\$988,270	\$860,745	\$904,640	\$921,230	\$852,079
2,947,916	2,903,198	1,038,582	1,136,680	902,392	875,231
11,511	13,304	6,418	2,963	187,881	5,353
0	0	0	0	0	0
726,053	529,999	584,995	453,126	520,687	251,627
520,175	548,347	576,542	556,410	582,919	427,112
776	1,163	397	0	0	0
131,153	547,845	461,597	368,848	536,980	541,708
11,293	14,788	3,675	0	0	0
5,921	27,789	12,155	23,266	11,059	3,010
653,153	87,949	553,287	1,008,916	29,735	178,087
1,405,585	1,408,501	11,417	88,130	36,027	70,941
56,096	56,100	52,584	49,950	52,909	33,309
574,976	578,782	657,039	581,375	602,771	598,080
1,903,412	1,902,688	1,565,631	1,503,189	1,541,595	1,231,961
980,044	236,080	616,366	454,444	204,071	327,100
<u>\$10,976,073</u>	<u>\$9,844,803</u>	<u>\$7,001,430</u>	<u>\$7,131,937</u>	<u>\$6,130,256</u>	<u>\$5,395,598</u>

**Medina City School District**  
*Fund Balances, Governmental Funds*  
*Last Ten Fiscal Years*  
*(modified accrual basis of accounting)*

	2012	2011	2010	2009
<b>General Fund</b>				
Nonspendable	\$69,792	\$76,318	\$60,931	-
Committed	0	766,980	0	-
Assigned	1,107,297	2,533,828	2,259,921	-
Unassigned	15,263,380	7,593,805	8,057,173	-
Reserved	-	-	-	\$4,844,264
Unreserved	-	-	-	6,396,755
<b>Total General Fund</b>	<b>16,440,469</b>	<b>10,970,931</b>	<b>10,378,025</b>	<b>11,241,019</b>
<b>All Other Governmental Funds</b>				
Nonspendable	6,442	6,572	6,292	-
Restricted	10,666,080	10,206,339	10,766,268	-
Unassigned (Deficit)	(2,099)	(461,228)	(308,482)	-
Reserved	-	-	-	4,179,267
Unreserved, Undesignated, Reported in:				
Special Revenue Funds	-	-	-	1,521,634
Debt Service Funds	-	-	-	5,848,813
Capital Projects Funds (Deficit)	-	-	-	4,108,683
<b>Total All Other Governmental Funds</b>	<b>10,670,423</b>	<b>9,751,683</b>	<b>10,464,078</b>	<b>15,658,397</b>
<b>Total Governmental Funds</b>	<b>\$27,110,892</b>	<b>\$20,722,614</b>	<b>\$20,842,103</b>	<b>\$26,899,416</b>

**Note:** GASB 54 was implemented in fiscal year 2011.



2008	2007	2006	2005	2004	2003
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
\$2,255,107	\$5,997,867	\$5,145,286	\$3,593,934	\$3,197,370	\$4,466,961
10,724,580	8,615,570	3,927,924	4,237,501	8,232,862	12,344,523
12,979,687	14,613,437	9,073,210	7,831,435	11,430,232	16,811,484
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
3,301,204	1,794,755	1,539,235	1,317,841	1,811,467	5,874,382
1,538,348	1,566,533	1,724,219	1,469,558	1,695,070	1,333,356
5,579,138	4,875,440	5,092,357	6,357,861	4,113,974	3,536,898
22,585,985	372,790	87,110	(87,960)	259,711	(387,375)
33,004,675	8,609,518	8,442,921	9,057,300	7,880,222	10,357,261
\$45,984,362	\$23,222,955	\$17,516,131	\$16,888,735	\$19,310,454	\$27,168,745

**Medina City School District**  
*Changes in Fund Balances, Governmental Funds*  
*Last Ten Fiscal Years*  
*(modified accrual basis of accounting)*

	2012	2011	2010	2009
<b>Revenues</b>				
Property Taxes	\$47,752,490	\$44,917,296	\$50,086,333	\$51,907,319
Intergovernmental	33,476,687	35,845,319	36,253,102	34,112,475
Interest	16,585	34,043	37,468	761,888
Tuition and Fees	1,630,784	1,530,518	1,384,576	1,066,584
Charges for Services	1,540,470	1,487,102	1,516,067	1,525,545
Extracurricular Activities	1,414,830	1,381,514	1,139,549	1,060,465
Contributions and Donations	162,836	164,039	66,279	68,517
Rentals	568,444	470,454	455,926	484,553
Miscellaneous	524,635	314,465	1,329,467	436,038
<i>Total Revenues</i>	<u>87,087,761</u>	<u>86,144,750</u>	<u>92,268,767</u>	<u>91,423,384</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular	34,178,498	37,382,596	40,722,369	38,352,050
Special	8,241,047	8,549,887	9,388,438	9,685,269
Vocational	212,109	431,022	555,315	477,130
Student Intervention Services	72,385	84,279	176,667	258,806
Support Services:				
Pupils	3,749,887	3,908,174	5,329,477	4,673,382
Instructional Staff	4,457,603	3,999,998	5,287,886	3,817,629
Board of Education	98,812	89,722	38,526	145,179
Administration	4,786,092	4,545,228	5,340,461	5,021,242
Fiscal	1,507,376	1,178,806	1,312,446	1,654,704
Business	466,173	623,047	521,036	573,209
Operation and Maintenance of Plant	7,835,720	7,301,033	8,406,180	9,135,307
Pupil Transportation	2,447,326	2,285,430	3,072,311	3,261,478
Central	387,397	407,744	442,770	499,968
Operation of Non-Instructional Services	552,652	577,237	551,705	607,120
Food Service Operations	2,241,690	2,153,395	2,321,737	2,184,081
Extracurricular Activities	2,129,163	1,863,909	2,148,753	2,419,252
Capital Outlay	517,348	1,002,174	3,446,502	18,268,649
Debt Service:				
Principal Retirement	1,405,169	2,962,884	4,381,952	4,262,433
Current Refunding	2,582,714	0	0	0
Interest and Fiscal Charges	4,050,991	4,293,858	4,391,833	4,680,967
Capital Appreciation Bonds Interest	2,007,371	2,699,815	866,190	530,475
Issuance Costs	0	0	0	131,525
<i>Total Expenditures</i>	<u>83,927,523</u>	<u>86,340,238</u>	<u>98,702,554</u>	<u>110,639,855</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>3,160,238</u>	<u>(195,488)</u>	<u>(6,433,787)</u>	<u>(19,216,471)</u>
<b>Other Financing Sources (Uses)</b>				
Sale of Capital Assets	8,040	75,999	0	0
Certificates of Participation Issued	0	0	0	0
Premium on Certificates of Participation	0	0	0	0
Refunding Bonds Issued	3,220,000	0	0	8,485,000
Long-Term Notes Issued	0	0	0	0
Premium on Debt Issuance	0	0	0	351,600
Payment to Refunded Bond Escrow Agent	0	0	0	(8,705,075)
Inception of Capital Lease	0	0	376,474	0
Transfers In	490,900	2,911,396	406,630	474,442
Transfers Out	(490,900)	(2,911,396)	(406,630)	(474,442)
<i>Total Other Financing Sources (Uses)</i>	<u>3,228,040</u>	<u>75,999</u>	<u>376,474</u>	<u>131,525</u>
<i>Net Change in Fund Balances</i>	<u>\$6,388,278</u>	<u>(\$119,489)</u>	<u>(\$6,057,313)</u>	<u>(\$19,084,946)</u>
Debt Service as a Percentage of				
Noncapital Expenditures	12.1%	11.6%	10.1%	10.6%

2008	2007	2006	2005	2004	2003
\$47,228,459	\$53,119,044	\$48,715,509	\$42,249,888	\$41,270,977	\$40,326,704
31,045,401	28,117,339	25,805,432	25,309,411	25,031,308	26,705,031
1,597,009	1,657,850	1,020,569	521,427	277,491	2,131,019
1,069,407	811,381	761,931	777,883	719,625	742,484
1,458,030	1,419,814	1,515,108	1,480,687	1,418,384	1,310,795
846,620	768,423	1,016,174	777,201	648,650	809,626
123,201	139,342	78,071	90,179	97,329	109,784
592,398	252,759	443,371	784,629	56,265	41,114
492,347	600,809	426,747	512,112	289,737	1,700,581
<u>84,452,872</u>	<u>86,886,761</u>	<u>79,782,912</u>	<u>72,503,417</u>	<u>69,809,766</u>	<u>73,877,138</u>
35,088,881	34,604,124	33,440,222	31,140,962	30,730,888	29,769,452
9,199,549	8,527,594	7,980,189	7,442,654	7,110,159	6,854,606
495,985	428,889	428,675	458,008	708,077	477,478
0	0	0	0	0	0
4,249,137	3,737,001	3,519,652	3,282,455	3,502,390	3,280,511
3,868,900	3,490,156	3,418,478	3,455,254	3,648,014	3,546,502
100,378	94,167	122,422	106,870	100,340	98,298
4,817,598	4,997,116	4,747,689	4,597,127	4,729,199	4,435,579
1,441,355	1,312,713	1,229,836	1,399,417	1,461,971	1,408,111
652,691	626,923	587,202	710,053	712,154	829,984
7,416,723	7,674,882	7,089,627	7,174,756	7,190,117	6,934,014
2,996,693	3,142,437	2,914,756	2,979,467	2,658,335	3,050,301
447,076	396,554	390,522	418,908	409,528	360,824
626,860	679,614	666,722	2,079,589	585,285	721,548
2,007,057	1,902,266	1,427,477	119,736	1,346,962	1,330,243
2,134,493	1,386,813	1,576,337	1,360,476	1,426,146	1,682,521
5,675,847	374,509	507,844	2,547,691	4,380,538	26,992,228
2,558,322	2,654,658	5,020,293	2,738,112	2,479,867	2,255,243
0	0	0	0	0	0
3,357,991	3,386,848	3,781,436	2,486,713	4,087,954	4,165,430
2,498,408	2,199,305	454,707	426,888	400,133	369,757
609,860	0	0	513,798	0	0
<u>90,243,804</u>	<u>81,616,569</u>	<u>79,304,086</u>	<u>75,438,934</u>	<u>77,668,057</u>	<u>98,562,630</u>
<u>(5,790,932)</u>	<u>5,270,192</u>	<u>478,826</u>	<u>(2,935,517)</u>	<u>(7,858,291)</u>	<u>(24,685,492)</u>
0	0	148,570	0	0	24,067
25,000,000	0	0	0	0	0
382,339	0	0	0	0	0
0	0	0	59,239,897	0	0
3,170,000	0	0	0	0	0
0	0	0	3,984,721	0	0
0	0	0	(62,710,820)	0	0
0	436,632	0	0	0	0
180,500	32,929	0	69,944	0	7,767
(180,500)	(32,929)	0	(69,944)	0	(7,767)
<u>28,552,339</u>	<u>436,632</u>	<u>148,570</u>	<u>513,798</u>	<u>0</u>	<u>24,067</u>
<u>\$22,761,407</u>	<u>\$5,706,824</u>	<u>\$627,396</u>	<u>(\$2,421,719)</u>	<u>(\$7,858,291)</u>	<u>(\$24,661,425)</u>

10.5%

10.1%

11.7%

8.4%

9.7%

8.9%

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

Collection Year	Real Property			Tangible Personal Property		
	Assessed Value			Estimated Actual Value	Public Utility	
	Residential/ Agricultural	Commercial/ Industrial/PU	Total		Assessed Value	Estimated Actual Value
2012	\$917,868,850	\$266,677,740	\$1,184,546,590	\$3,384,418,829	\$23,135,320	\$26,290,136
2011	913,139,650	268,313,970	1,181,453,620	3,375,581,771	22,247,970	25,281,784
2010	1,006,393,860	264,389,070	1,270,782,930	3,630,808,371	22,391,666	25,445,075
2009	999,525,210	254,884,650	1,254,409,860	3,584,028,171	18,070,420	20,534,568
2008	985,845,270	255,824,740	1,241,670,010	3,547,628,600	17,596,650	19,996,193
2007	889,927,300	250,271,540	1,140,198,840	3,257,710,971	22,138,960	25,157,909
2006	863,362,980	243,524,080	1,106,887,060	3,162,534,457	22,065,210	25,074,102
2005	829,829,190	223,328,390	1,053,157,580	3,009,021,657	23,297,300	26,474,205
2004	744,955,270	211,624,090	956,579,360	2,733,083,886	23,534,820	26,744,114
2003	704,730,030	208,816,270	913,546,300	2,610,132,286	23,748,830	26,987,307

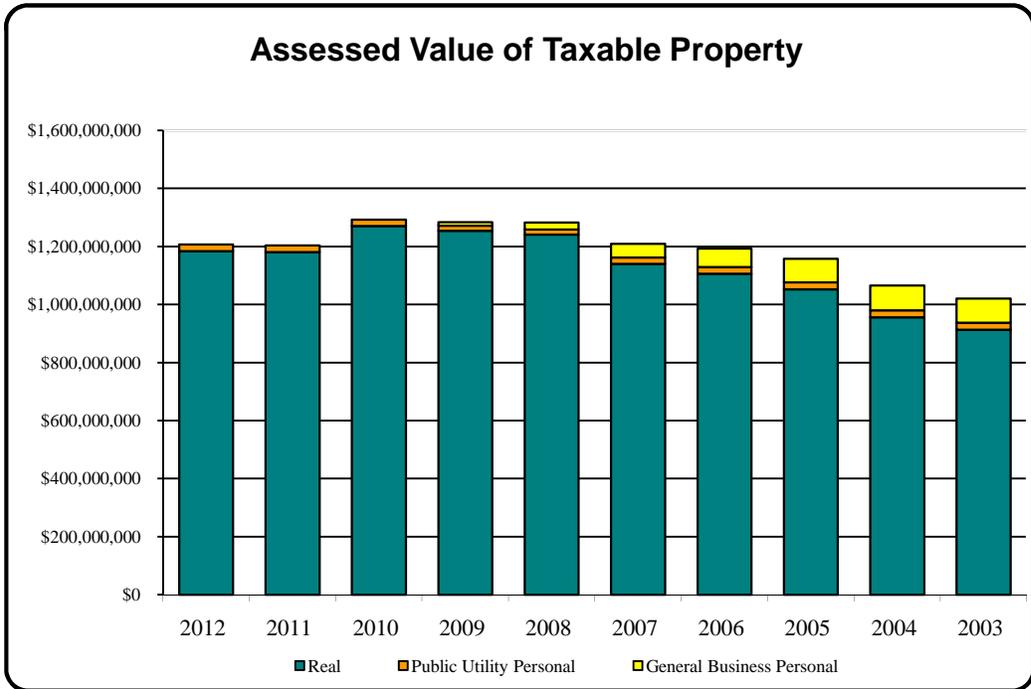
Real property is reappraised every six years with a State mandated update of the current market value in the third year following each reappraisal.

The assessed value of real property (including public utility real property) is 35 percent of estimated true value. 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 started being phased out beginning in 2006.

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 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, Medina County, Ohio

Tangible Personal Property General Business		Total			Weighted Average Tax Rate
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Ratio	
\$0	\$0	\$1,207,681,910	\$3,410,708,965	35.41 %	\$40.595421
0	0	1,203,701,590	3,400,863,556	35.39	40.607463
0	0	1,293,174,596	3,656,253,446	35.37	41.782587
11,091,325	177,461,200	1,283,571,605	3,782,023,939	33.94	42.221356
23,720,795	379,532,720	1,282,987,455	3,947,157,513	32.50	43.220997
46,847,577	374,780,616	1,209,185,377	3,657,649,496	33.06	46.972877
64,548,655	344,259,493	1,193,500,925	3,531,868,052	33.79	47.855349
81,703,115	326,812,460	1,158,157,995	3,362,308,322	34.45	41.354746
85,820,799	343,283,196	1,065,934,979	3,103,111,196	34.35	43.384828
83,605,814	334,423,256	1,020,900,944	2,971,542,849	34.36	43.628943



**Medina City School District**  
*Property Tax Rates - Direct and Overlapping Governments*  
(per \$1,000 of assessed value)  
*Last Ten Years*

	2012	2011	2010	2009
<b>Unvoted Millage</b>				
Operating	\$4.300000	\$4.300000	\$4.300000	\$4.300000
<b>Voted Millage - by levy</b>				
1976 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural Real	4.628800	4.628700	4.184500	4.163000
Commercial/Industrial and Public Utility Real	7.280900	7.101600	6.961300	6.919700
General Business and Public Utility Personal	30.100000	30.100000	30.100000	30.100000
1976 Permanent Improvement				
Effective Millage Rates				
Residential/Agricultural Real	0.000000	0.307600	0.278000	0.276600
Commercial/Industrial and Public Utility Real	0.000000	0.471900	0.462500	0.459800
General Business and Public Utility Personal	0.000000	2.000000	2.000000	2.000000
1983 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural Real	3.658500	3.658400	3.307300	3.290300
Commercial/Industrial and Public Utility Real	3.811800	3.717900	3.644500	3.622600
General Business and Public Utility Personal	8.910000	8.910000	8.910000	8.910000
1986 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural Real	2.966000	2.966000	2.681400	2.667600
Commercial/Industrial and Public Utility Real	3.075200	2.999500	2.940200	2.922600
General Business and Public Utility Personal	6.480000	6.480000	6.480000	6.480000
1987 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural Real	2.261200	2.261100	2.044100	2.033600
Commercial/Industrial and Public Utility Real	2.344400	2.286700	2.241500	2.228100
General Business and Public Utility Personal	4.940000	4.940000	4.940000	4.940000
1990 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural Real	6.126600	6.126500	5.538600	5.510100
Commercial/Industrial and Public Utility Real	6.219100	6.065900	5.946100	5.910500
General Business and Public Utility Personal	11.700000	11.700000	11.700000	11.700000
1992 Bond (\$17,900,000)	1.200000	1.200000	1.100000	1.100000
1995 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural Real	5.106700	5.106600	4.616600	4.592900
Commercial/Industrial and Public Utility Real	4.692600	4.577000	4.486600	4.459700
General Business and Public Utility Personal	8.400000	8.400000	8.400000	8.400000

2008	2007	2006	2005	2004	2003
\$4.300000	\$4.300000	\$4.300000	\$4.300000	\$4.300000	\$4.300000
4.172500	4.526200	4.560400	4.590500	4.921000	4.956300
6.881300	7.480600	7.444100	7.339600	7.592200	7.566100
30.100000	30.100000	30.100000	30.100000	30.100000	30.100000
0.277200	0.300700	0.303000	0.305000	0.327000	0.329300
0.457200	0.497100	0.494600	0.487700	0.504500	0.502700
2.000000	2.000000	2.000000	2.000000	2.000000	2.000000
3.297900	3.577500	3.604500	3.628300	3.889500	3.917500
3.602500	3.916300	3.897200	3.842500	3.974800	3.961100
8.910000	8.910000	8.910000	8.910000	8.910000	8.910000
2.673700	2.900400	2.922300	2.941600	3.153400	3.176000
2.906400	3.159600	3.144200	3.100000	3.206700	3.195700
6.480000	6.480000	6.480000	6.480000	6.480000	6.480000
2.038300	2.211100	2.227800	2.242500	2.404000	2.421200
2.215700	2.408700	2.397000	2.363300	2.444600	2.436200
4.940000	4.940000	4.940000	4.940000	4.940000	4.940000
5.522800	5.990900	6.036200	6.076100	6.513500	6.560300
5.877700	6.389700	6.358500	6.269200	6.485000	6.462700
11.700000	11.700000	11.700000	11.700000	11.700000	11.700000
1.100000	1.100000	1.100000	1.250000	1.250000	1.250000
4.603500	4.993700	5.031400	5.064600	5.429200	5.468300
4.435000	4.821300	4.797700	4.730400	4.893200	4.876400
8.400000	8.400000	8.400000	8.400000	8.400000	8.400000

(continued)

**Medina City School District**

*Property Tax Rates - Direct and Overlapping Governments (continued)*

(per \$1,000 of assessed value)

*Last Ten Years*

	2012	2011	2010	2009
1999 Bond (\$77,650,000)	\$3.900000	\$3.900000	\$4.800000	\$5.150000
2005 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural Real	7.900000	7.900000	7.201200	7.164100
Commercial/Industrial and Public Utility Real	7.689000	7.499700	7.351500	7.307500
General Business and Public Utility Personal	7.900000	7.900000	7.900000	7.900000
<b>Total Voted Millage by type of Property</b>				
Residential/Agricultural Real	\$37.747800	\$38.054900	\$35.751700	\$35.948200
Commercial/Industrial and Public Utility Real	40.213000	39.820200	39.934200	40.080500
General Business and Public Utility Personal	83.530000	85.530000	86.330000	86.680000
<b>Total Millage by type of Property</b>				
Residential/Agricultural Real	\$42.047800	\$42.354900	\$40.051700	\$40.248200
Commercial/Industrial and Public Utility Real	44.513000	44.120200	44.234200	44.380500
General Business and Public Utility Personal	87.830000	89.830000	90.630000	90.980000
<b>Overlapping Rates by Taxing District</b>				
Medina County				
Effective Millage Rates				
Residential/Agricultural Real	\$6.504300	\$6.508200	\$5.980600	\$5.916700
Commercial/Industrial and Public Utility Real	6.501000	6.437000	6.063100	5.989100
General Business and Public Utility Personal	8.040000	8.040000	8.040000	8.070000
City of Medina				
Effective Millage Rates				
Residential/Agricultural Real	5.085800	5.085200	4.934900	4.929300
Commercial/Industrial and Public Utility Real	4.842500	4.813400	4.825600	4.814700
General Business and Public Utility Personal	5.400000	5.400000	5.450000	5.450000
Medina County Joint Vocational School District				
Effective Millage Rates				
Residential/Agricultural Real	2.167200	2.164900	2.004800	2.000000
Commercial/Industrial and Public Utility Real	2.088400	2.042800	2.015800	2.008100
General Business and Public Utility Personal	3.050000	3.050000	3.050000	3.050000
Medina County Library				
Effective Millage Rates				
Residential/Agricultural Real	2.030600	2.031900	1.937800	2.135200
Commercial/Industrial and Public Utility Real	2.011700	1.985400	1.969600	2.165100
General Business and Public Utility Personal	2.050000	2.050000	2.050000	2.250000
Medina County Park District				
Effective Millage Rates				
Residential/Agricultural Real	0.735900	0.736600	0.677500	0.675800
Commercial/Industrial and Public Utility Real	0.722400	0.705200	0.696900	0.695100
General Business and Public Utility Personal	0.750000	0.750000	0.750000	0.750000

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 continuing operating levies are reduced so that inflationary increases in value do not generate additional taxes.

Overlapping rates are those of local and county governments that apply to property owners within the School District.

**Source:** Ohio Department of Taxation

Note: Emergency and Debt Service levies are designed to raise a fixed amount of revenue each year. A rate is set each year so that when it is applied to the total assessed value, that fixed amount is generated.

2008	2007	2006	2005	2004	2003
\$5.650000	\$5.650000	\$5.650000	\$6.000000	\$6.000000	\$6.000000
7.180600	7.789300	7.848200	0.000000	0.000000	0.000000
7.267000	7.900000	7.900000	0.000000	0.000000	0.000000
7.900000	7.900000	7.900000	0.000000	0.000000	0.000000
\$36.516500	\$39.039800	\$39.283800	\$32.098600	\$33.887600	\$34.078900
40.392800	43.323300	43.183300	35.382700	36.351000	36.250900
87.180000	87.180000	87.180000	79.780000	79.780000	79.780000
\$40.816500	\$43.339800	\$43.583800	\$36.398600	\$38.187600	\$38.378900
44.692800	47.623300	47.483300	39.682700	40.651000	40.550900
91.480000	91.480000	91.480000	84.080000	84.080000	84.080000
\$5.925900	\$6.251000	\$6.336100	\$6.356000	\$6.650400	\$6.679000
5.975200	6.203800	6.280500	6.256500	6.466900	6.453600
8.070000	8.070000	8.210000	8.220000	8.230000	8.240000
4.929100	5.055200	5.206600	5.308500	5.412700	5.408900
4.819600	4.951600	5.094500	5.188100	5.237600	5.230100
5.450000	5.450000	5.600000	5.700000	5.700000	5.700000
2.000000	2.000000	2.000000	2.000000	2.000000	2.000000
2.000000	2.021400	2.027400	2.000000	2.028100	2.012200
3.050000	3.050000	3.050000	3.050000	3.050000	3.050000
2.138800	1.634800	1.639700	1.641100	1.690300	0.693300
2.160500	1.666100	1.667700	1.658500	1.697400	0.691900
2.250000	2.250000	2.250000	2.250000	2.250000	1.250000
0.677700	0.744600	0.379000	0.380100	0.408800	0.410600
0.692200	0.742400	0.365400	0.362600	0.382600	0.380200
0.750000	0.750000	0.500000	0.500000	0.500000	0.500000

**Medina City School District**  
*Property Tax Levies and Collections (1)*  
*Last Five Collection Years (2)*

Collection Year (3)	Current Tax Levy	Current Tax Collections	Percent of Current Tax Collections to Current Tax Levy	Delinquent Tax Collections (4)	Total Tax Collections	Percent of Total Tax Collections to Current Tax Levy
2011	\$52,353,565	\$50,351,072	96.18%	\$1,852,881	\$52,203,953	99.71%
2010	54,121,809	51,972,402	96.03	1,883,980	53,856,382	99.51
2009	53,189,578	50,952,836	95.79	1,924,479	52,877,315	99.41
2008	53,318,853	50,883,310	95.43	1,700,742	52,584,052	98.62
2007	51,658,212	49,715,569	96.24	1,536,214	51,251,783	99.21

**Source:** Office of the County Auditor, Medina County, Ohio

- (1) Includes Homestead/Rollback taxes assessed locally, but distributed through the State and reported as Intergovernmental revenue.
- (2) Information prior to 2007 was not available.
- (3) The 2012 information cannot be presented because all collections have not been made by June 30, 2012.
- (4) The County does not identify delinquent tax collections by tax year.

**Medina City School District**

*Principal Taxpayers*

*Real Estate Tax*

*2012 and 2008 (1)*

---

---

Name of Taxpayer	2012	
	Assessed Valuation	Percent of Real Assessed Value
Summa Akron City/St. Thomas Hospitals	\$7,030,040	0.59 %
Surrey Medwick Acquisition, LLC	6,474,940	0.55
Octagon Associates, Limited	5,351,470	0.45
Wal-Mart Real Estate	4,951,450	0.42
Forest Meadows Apartments	4,644,570	0.39
Centerpointe Plaza	4,477,880	0.38
Nationwide Health Properties, Incorporated	4,375,100	0.37
Zaremba Grande, LLC	4,022,710	0.34
Hardware Wholesalers, Incorporated	3,856,320	0.33
MRR Properties, LLC	3,705,360	0.31
Total	<u>\$48,889,840</u>	<u>4.13 %</u>
Total Real Estate Valuation	<u>\$1,184,546,590</u>	

---

---

Name of Taxpayer	2008 (1)	
	Assessed Valuation	Percent of Real Assessed Value
Surrey Medwick Acquisition, LLC	\$6,371,260	0.51 %
Waterford Village Apartments, Limited	4,418,860	0.36
MRR Properties, LLC	4,268,560	0.34
Zaremba Grande, LLC	4,002,720	0.32
Hardware Wholesalers, Incorporated	3,856,320	0.31
BCC Medina Realty, LLC	3,635,300	0.29
Nationwide Health Properties, Incorporated	3,587,500	0.29
Inland Medina Marketplace, LLC	3,548,430	0.29
CNL Income Weymouth, LLC	3,464,990	0.28
Western Reserve Masonic Community	3,420,800	0.28
Total	<u>\$40,574,740</u>	<u>3.27 %</u>
Total Real Estate Valuation	<u>\$1,241,670,010</u>	

**Source:** Office of the Auditor, Medina County, Ohio

(1) Information prior to 2008 was not available from the County.

**Medina City School District**

*Principal Taxpayers*

*Public Utilities Tax*

*2012 and 2008 (1)*

---

---

Name of Taxpayer	2012	
	Assessed Valuation	Percent of Public Utility Assessed Value
Ohio Edison Gas Company	\$14,877,040	64.30 %
American Transmission Systems, Incorporated	4,600,750	19.89
Columbia Gas of Ohio	3,595,020	15.54
Total	<u>\$23,072,810</u>	<u>99.73 %</u>
Total Public Utility Valuation	<u>\$23,135,320</u>	

---

---

Name of Taxpayer	2008 (1)	
	Assessed Valuation	Percent of Public Utility Assessed Value
Ohio Edison Gas Company	\$11,862,030	67.41 %
Columbia Gas of Ohio, Incorporated	2,641,710	15.01
American Transmission Systems, Incorporated	2,046,720	11.63
Total	<u>\$16,550,460</u>	<u>94.05 %</u>
Total Public Utility Valuation	<u>\$17,596,650</u>	

**Source:** Office of the Auditor, Medina County, Ohio

(1) Information prior to 2008 was not available from the County.

**Medina City School District**  
*Computation of Direct and Overlapping*  
*Debt Attributable to Governmental Activities*  
*June 30, 2012*

	Governmental Activities Debt Outstanding	Percentage Applicable to School District (1)	Amount of Direct and Overlapping Debt
Direct:			
Medina City School District			
Certificates of Participation	\$25,251,307	100.00 %	\$25,251,307
General Obligation Bonds	65,783,132	100.00	65,783,132
Capital Lease Obligations	<u>161,273</u>	100.00	<u>161,273</u>
Total Direct	<u>91,195,712</u>	100.00	<u>91,195,712</u>
Overlapping:			
Medina County			
General Obligation Bonds	4,443,929	27.23	1,210,082
Special Assessment Bonds	885,051	27.23	240,999
OWDA Loans	24,288	27.23	6,614
OPWC Loans	96,427	27.23	26,257
City of Medina			
General Obligation Bonds	13,845,000	89.93	12,450,809
Special Assessment Bonds	562,016	89.93	505,421
OPWC Loans	123,484	89.93	111,049
Medina County Library			
General Obligation Bonds	<u>28,785,000</u>	31.91	<u>9,185,294</u>
Total Overlapping	<u>48,765,195</u>		<u>23,736,524</u>
Total	<u>\$139,960,907</u>		<u>\$114,932,236</u>

Source: Office of the Auditor, Medina County, Ohio

(1) Percentages were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the School District by the total assessed valuation of the subdivision. The valuations used were for the 2012 collection year.

**Medina City School District**  
*Ratio of Outstanding Debt*  
*to Estimated Actual Value, Personal Income, and Population*  
*Last Ten Fiscal Years*

Fiscal Year	Estimated Population	Estimated Actual Value	General Bonded Debt		
			General Bonded Debt	Ratio of General Bonded Debt to Estimated Actual Value	General Bonded Debt per Capita
2012	26,678	\$3,410,708,965	\$65,783,132	1.93%	\$2,466
2011	26,678	3,400,863,556	65,692,894	1.86	2,462
2010	25,139	3,656,253,446	67,909,831	1.86	2,701
2009	25,139	3,782,023,939	72,070,438	1.91	2,867
2008	25,139	3,947,157,513	75,737,245	1.92	3,013
2007	25,139	3,657,649,496	79,726,956	2.18	3,171
2006	25,139	3,531,868,052	84,743,360	2.40	3,371
2005	25,139	3,362,308,322	88,705,636	2.64	3,529
2004	25,139	3,103,111,196	90,227,551	2.91	3,589
2003	25,139	2,971,542,849	92,646,358	3.12	3,685

**Source:** Office of the Treasurer, Medina City School District  
and the U.S. Census Bureau (Census 2010) 2012; (Census 2000) 2002 - 2010

- (1) Personal income for this calculation is from the Demographic and Economic Statistics table on S28.
- (2) Although the general obligation bond retirement fund is restricted for debt service, it is not specifically restricted to the payment of principal. Therefore, these resources are not shown as a deduction from general obligation bonded debt.

---



---

Other Governmental Activities Debt

---

Energy Conservation Notes	Certificates of Participation	Capital Leases	Total Debt	Percentage of Personal Income (1)	Per Capita
\$0	\$25,251,307	\$161,273	\$91,195,712	16.71%	\$3,418
2,685,000	25,289,491	248,553	93,915,938	17.68	3,520
2,855,000	25,327,675	406,252	96,498,758	17.68	3,839
3,015,000	25,365,859	192,920	100,644,217	18.44	4,004
3,170,000	25,379,043	275,828	104,562,116	19.16	4,159
0	0	357,558	80,084,514	14.67	3,186
0	0	0	84,743,360	15.53	3,371
0	0	0	88,705,636	16.25	3,529
0	0	0	90,227,551	16.53	3,589
0	0	0	92,646,358	16.98	3,685

**Medina City School District**  
*Computation of Legal Debt Margin*  
*Last Ten Fiscal Years (1)*

	2012	2011	2010	2009
Total Assessed Valuation	\$1,207,681,910	\$1,203,701,590	\$1,293,174,596	\$1,283,571,605
Less Railroad and Telephone Property Valuation	0	0	(2,684,420)	(2,684,420)
Less General Business Tangible Personal Property Valuation	0	0	0	(11,091,325)
Total Assessed Valuation used to Calculate Legal Debt Margin (2)	<u>\$1,207,681,910</u>	<u>\$1,203,701,590</u>	<u>\$1,290,490,176</u>	<u>\$1,269,795,860</u>
Debt Limit - 9% of Assessed Value (3)	\$108,691,372	\$108,333,143	\$116,144,116	\$114,281,627
Amount of Debt Outstanding				
Certificates of Participation	24,925,000	24,950,000	24,975,000	25,000,000
General Obligation Bonds	62,900,000	59,695,000	59,710,000	63,805,000
Capital Appreciation Bonds	0	1,175,603	3,770,788	3,709,519
Energy Conservation Note	0	2,685,000	2,855,000	3,015,000
Less Amount Available in Bond Retirement Fund	<u>(5,832,345)</u>	<u>(6,136,982)</u>	<u>(6,741,617)</u>	<u>(6,470,208)</u>
Total	<u>81,992,655</u>	<u>82,368,621</u>	<u>84,569,171</u>	<u>89,059,311</u>
Exemptions:				
Certificates of Participation	(24,925,000)	(24,950,000)	(24,975,000)	(25,000,000)
Energy Conservation Note	<u>0</u>	<u>(2,685,000)</u>	<u>(2,855,000)</u>	<u>(3,015,000)</u>
Total	<u>(24,925,000)</u>	<u>(27,635,000)</u>	<u>(27,830,000)</u>	<u>(28,015,000)</u>
Amount of Debt Subject to Limit	<u>57,067,655</u>	<u>54,733,621</u>	<u>56,739,171</u>	<u>61,044,311</u>
Overall Debt Margin	<u>\$51,623,717</u>	<u>\$53,599,522</u>	<u>\$59,404,945</u>	<u>\$53,237,316</u>
Legal Debt Margin as a Percentage of Debt Limit	47.50%	49.48%	51.15%	46.58%
Unvoted Legal Debt Limit - .10% of Assessed Value (1)	\$1,207,682	\$1,203,702	\$1,290,490	\$1,269,796
Amount of Debt Subject to Limit	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Unvoted Debt Margin	<u>\$1,207,682</u>	<u>\$1,203,702</u>	<u>\$1,290,490</u>	<u>\$1,269,796</u>
Unvoted Legal Debt Margin as a Percentage of the Unvoted Debt Limitation	100.00%	100.00%	100.00%	100.00%
Additional Limit for Unvoted Energy Conservation Bonds/Loans				
Debt Limit - 1% of Assessed Valuation	\$12,076,819	\$12,037,016	\$12,904,902	\$12,697,959
Energy Conservation Note	<u>0</u>	<u>(2,685,000)</u>	<u>(2,855,000)</u>	<u>(3,015,000)</u>
Additional Unvoted Debt Margin	<u>\$12,076,819</u>	<u>\$9,352,016</u>	<u>\$10,049,902</u>	<u>\$9,682,959</u>
Additional Unvoted Debt Margin as a Percentage of the Unvoted Debt Limitation	100.00%	77.69%	77.88%	76.26%

**Source:** Medina County Auditor and School District Financial Records

- (1) Information prior to 2002 is not available.
- (2) Beginning in fiscal year 2006, 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.
- (3) Ohio Bond Law sets a limit of 9% for overall debt and 1/10 of 1% for unvoted debt.

2008	2007	2006	2005	2004	2003
\$1,282,987,455	\$1,209,185,377	\$1,193,500,925	\$1,158,157,995	\$1,065,934,979	\$1,020,900,944
(3,769,620)	(5,677,960)	0	0	0	0
(23,720,795)	(46,847,577)	(64,548,655)	0	0	0
<u>\$1,255,497,040</u>	<u>\$1,156,659,840</u>	<u>\$1,128,952,270</u>	<u>\$1,158,157,995</u>	<u>\$1,065,934,979</u>	<u>\$1,020,900,944</u>
\$112,994,734	\$104,099,386	\$101,605,704	\$104,234,220	\$95,934,148	\$91,881,085
25,000,000	0	0	0	0	0
67,575,000	68,735,000	69,910,000	74,560,000	80,145,000	82,200,000
4,004,044	5,320,636	6,721,220	7,091,513	4,244,807	4,669,674
3,170,000	0	0	0	0	0
(5,763,208)	(5,736,551)	(5,749,628)	(6,828,222)	(4,508,428)	(3,956,601)
<u>93,985,836</u>	<u>68,319,085</u>	<u>70,881,592</u>	<u>74,823,291</u>	<u>79,881,379</u>	<u>82,913,073</u>
(25,000,000)	0	0	0	0	0
(3,170,000)	0	0	0	0	0
(28,170,000)	0	0	0	0	0
<u>65,815,836</u>	<u>68,319,085</u>	<u>70,881,592</u>	<u>74,823,291</u>	<u>79,881,379</u>	<u>82,913,073</u>
<u>\$47,178,898</u>	<u>\$35,780,301</u>	<u>\$30,724,112</u>	<u>\$29,410,929</u>	<u>\$16,052,769</u>	<u>\$8,968,012</u>
41.75%	34.37%	30.24%	28.22%	16.73%	9.76%
\$1,255,497	\$1,156,660	\$1,128,952	\$1,158,158	\$1,065,935	\$1,020,901
0	0	0	0	0	0
<u>\$1,255,497</u>	<u>\$1,156,660</u>	<u>\$1,128,952</u>	<u>\$1,158,158</u>	<u>\$1,065,935</u>	<u>\$1,020,901</u>
100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
\$12,554,970	\$11,566,598	\$11,289,523	\$11,581,580	\$10,659,350	\$10,209,009
(3,170,000)	0	0	0	0	0
<u>\$9,384,970</u>	<u>\$11,566,598</u>	<u>\$11,289,523</u>	<u>\$11,581,580</u>	<u>\$10,659,350</u>	<u>\$10,209,009</u>
74.75%	100.00%	100.00%	100.00%	100.00%	100.00%

**Medina City School District**  
*Demographic and Economic Statistics*  
*Last Ten Years*

---



---

Year (1)	Population	Personal Income	Per Capita Personal Income	Medina County Unemployment Rate
2011	26,678	\$722,413,562	\$27,079	7.2%
2010	26,678	722,413,562	27,079	8.2
2009	25,139	545,742,551	21,709	8.2
2008	25,139	545,742,551	21,709	6.7
2007	25,139	545,742,551	21,709	5.8
2006	25,139	545,742,551	21,709	4.9
2005	25,139	545,742,551	21,709	4.6
2004	25,139	545,742,551	21,709	5.2
2003	25,139	545,742,551	21,709	5.4
2002	25,139	545,742,551	21,709	5.0

**Sources:** U.S. Census Bureau  
Medina County Auditor's Office  
Ohio Department of Job and Family Services

(1) Information for 2012 was not available.

**Medina City School District**  
*Principal Employers (1)*  
*December 31, 2011, and December 31, 2002*

2011			
Employer	Nature of Business or Activity	Number of Employees	Percentage of Total County Employment
Westfield Companies	Insurance	1,560	2.97 %
Medina County	County Government	1,404	2.67
Medina General Hospital	Health Services	886	1.69
Brunswick City School District	Public Education	836	1.59
Medina City School District	Public Education	700	1.33
MTD Products	Lawn Equipment Manufacturer	680	1.29
Wadsworth City School District	Public Education	500	0.95
Sandridge Food Corporation	Food Manufacturer	475	0.90
Wellman Products Group	Materials Manufacturer	440	0.84
Shiloh Industries, Incorporated	Metals Fabrication	411	0.78
Total		<u>7,892</u>	<u>15.01 %</u>
Total Employment within County		<u>52,578</u>	

2002			
Employer	Nature of Business or Activity	Number of Employees	Percentage of Total County Employment
Discount Drug Mart	Retail Sales	2,600	3.91 %
MTD Products	Lawn Equipment Manufacturer	2,190	3.29
Medina County	County Government	1,525	2.29
Plastipak Packaging	Plastics Manufacturer	1,467	2.21
Westfield Companies	Insurance	1,292	1.94
Medina General Hospital	Health Services	920	1.38
Brunswick City School District	Public Education	850	1.28
Schneider National	Transportation Services	800	1.20
Medina City School District	Public Education	780	1.18
Friction Products/Hawk	Friction Materials	557	0.84
Total		<u>12,981</u>	<u>19.52 %</u>
Total Employment within County		<u>66,501</u>	

**Source:** Medina County Economic Development Corporation

(1) This information is for Medina County, number of employees within the School District was not available.

**Medina City School District**  
*Building Statistics by School Building/Facility*  
*Last Ten Fiscal Years*

	2012	2011	2010	2009	2008
<b>Blake Elementary</b>					
Constructed in 2002					
Total Building Square Footage	78,071	78,071	78,071	78,071	78,071
Enrollment - Grades 1 - 5	495	523	520	685	664
Student Capacity	600	600	600	600	600
<b>Canavan Elementary</b>					
Constructed in 1959					
Total Building Square Footage	71,760	71,760	71,760	71,760	71,760
Enrollment - Grades K - 5	459	482	531	727	747
Student Capacity	625	625	625	625	625
<b>Fenn Elementary</b>					
Constructed in 1968					
Total Building Square Footage	71,880	71,880	71,880	71,880	71,880
Enrollment - Grades K - 5	438	455	499	705	678
Student Capacity	650	650	650	650	650
<b>Garfield Elementary</b>					
Constructed in 1937					
Total Building Square Footage	66,000	66,000	66,000	66,000	66,000
Enrollment - Grades K - 5	387	418	438	623	610
Student Capacity	650	650	650	650	650
<b>Heritage Elementary</b>					
Constructed in 1976					
Total Building Square Footage	48,440	48,440	48,440	48,440	48,440
Enrollment - Grades K - 5	386	435	447	477	498
Student Capacity	450	450	450	450	450
<b>Northrop Elementary</b>					
Constructed in 2009					
Total Building Square Footage	71,200	71,200	71,200	N/A	N/A
Enrollment - Grades K - 5	423	441	454	N/A	N/A
Student Capacity	650	650	650	N/A	N/A
<b>Waite Elementary</b>					
Constructed in 2009					
Total Building Square Footage	71,200	71,200	71,200	N/A	N/A
Enrollment - Grades K - 5	503	506	487	N/A	N/A
Student Capacity	650	650	650	N/A	N/A
<b>Claggett Middle School</b>					
Constructed in 1956					
Total Building Square Footage	101,760	101,760	101,760	101,760	101,760
Enrollment - Grades 6 - 8	957	940	925	843	818
Student Capacity	819	819	819	819	819
<b>A.I. Root Middle School</b>					
Constructed in 1995					
Total Building Square Footage	133,760	133,760	133,760	133,760	133,760
Enrollment - Grades 6 - 8	815	832	810	846	895
Student Capacity	893	893	893	893	893
<b>Medina High School</b>					
Constructed in 1974					
Total Building Square Footage	546,000	546,000	546,000	546,000	546,000
Enrollment - Grades 9 - 12	2,198	2,310	2,366	2,443	2,335
Student Capacity	2,400	2,400	2,400	2,400	2,400

Source: Medina City School District Records

N/A - Not Available

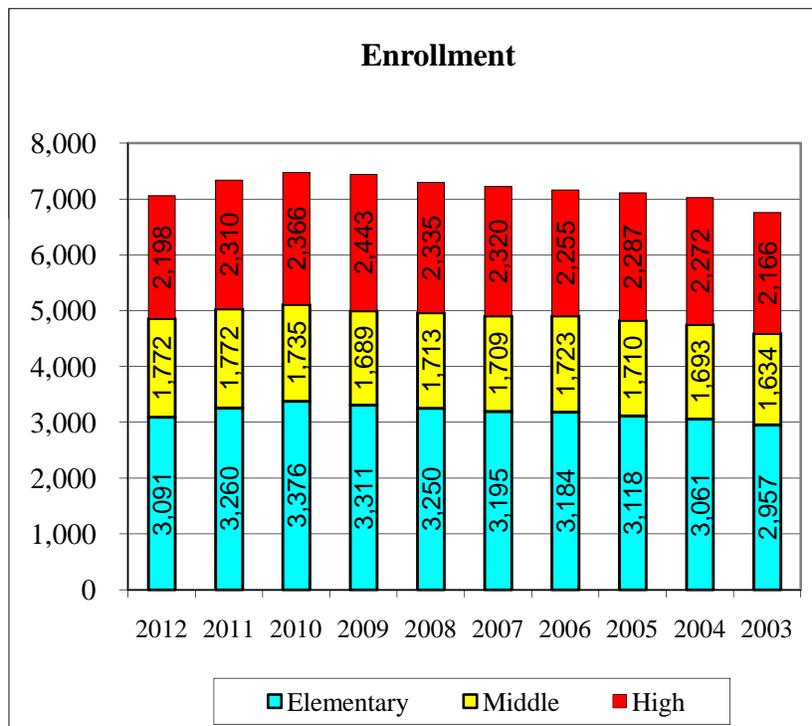
2007	2006	2005	2004	2003
78,071	78,071	78,071	78,071	78,071
747	687	644	659	558
600	600	600	600	600
71,760	71,760	71,760	71,760	71,760
730	741	726	706	677
625	625	625	625	625
71,880	71,880	71,880	71,880	71,880
540	566	582	548	597
650	650	650	650	650
66,000	66,000	66,000	66,000	66,000
585	571	581	545	551
650	650	650	650	650
48,440	48,440	48,440	48,440	48,440
518	507	483	472	451
450	450	450	450	450
N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A
101,760	101,760	101,760	101,760	101,760
744	777	791	828	803
819	819	819	819	819
133,760	133,760	133,760	133,760	133,760
965	946	919	865	831
893	893	893	893	893
546,000	546,000	546,000	546,000	546,000
2,320	2,255	2,287	2,272	2,166
2,400	2,400	2,400	2,400	2,400

## Medina City School District

### *Enrollment Statistics*

#### *Last Ten Fiscal Years*

Fiscal Year	Elementary Schools	Middle Schools	High School	Total
2012	3,091	1,772	2,198	7,061
2011	3,260	1,772	2,310	7,342
2010	3,376	1,735	2,366	7,477
2009	3,311	1,689	2,443	7,443
2008	3,250	1,713	2,335	7,298
2007	3,195	1,709	2,320	7,224
2006	3,184	1,723	2,255	7,162
2005	3,118	1,710	2,287	7,115
2004	3,061	1,693	2,272	7,026
2003	2,957	1,634	2,166	6,757



**Source:** Ohio Department of Education Local Report Cards and Data Warehouse Reports.

**Medina City School District**  
*Attendance and Graduation Rates*  
*Last Ten Fiscal Years (1)*

Fiscal Year	Medina City School District Attendance Rate	State Average	Medina City School District Graduation Rate	State Average
2011	95.90%	94.50%	96.70%	84.30%
2010	95.40	94.30	97.10	83.00
2009	95.60	94.30	97.00	84.60
2008	95.80	94.20	95.60	86.90
2007	95.80	94.10	95.60	86.10
2006	95.80	94.10	96.50	86.20
2005	95.60	94.30	97.30	85.90
2004	96.00	94.50	98.30	84.30
2003	95.80	94.50	96.20	83.90
2002	95.90	94.30	97.90	82.80

(1) Fiscal Year 2012 information was not available.

Source: Ohio Department of Education Local Report Cards  
and Data Warehouse Reports.

**Medina City School District**

*Per Pupil Cost*

*Last Ten Fiscal Years*

---

---

Fiscal Year	Student Enrollment		General Governmental	
	Average Enrollment	Percentage of Change	Total Expenditures (1)	Per Pupil Cost
2012	7,061	(0.04) %	\$73,881,278	\$10,463
2011	7,342	(0.02)	76,383,681	10,404
2010	7,477	0.46	89,062,579	11,912
2009	7,443	1.99	101,034,455	13,574
2008	7,298	1.02	81,219,223	11,129
2007	7,224	0.87	73,375,758	10,157
2006	7,162	0.66	70,047,650	9,780
2005	7,115	1.27	69,273,423	9,736
2004	7,026	3.98	70,700,103	10,063
2003	6,757	3.08	91,772,200	13,582

(1) Debt Service totals have been excluded.

(2) School District Records.

Governmental Activities		Students Receiving Free and Reduced Lunches	
Total Expenses (1)	Per Pupil Cost	Number of Students (2)	Percentage of Average Enrollment
\$75,523,820	\$10,696	1,657	23.47 %
81,060,493	11,041	1,285	17.50
87,080,055	11,646	1,218	16.29
82,979,777	11,149	1,037	13.93
80,647,644	11,051	930	12.74
76,771,679	10,627	807	11.17
71,774,495	10,022	782	10.92
71,030,425	9,983	649	9.12
67,868,349	9,660	569	8.10
72,568,257	10,740	525	7.77

**Medina City School District**  
*Certified School District Employees by Function/Program*  
*Last Five Fiscal Years (1)*

Function/Program	2012	2011	2010	2009	2008
<b>Regular Instruction</b>					
Elementary Classroom Teachers	161	173	173	176	179
Middle School Classroom Teachers	63	64	63	76	76
High School Classroom Teachers	81	77	82	93	92
Alternative Education Teachers	3	3	3	2	2
<b>Special Instruction</b>					
Gifted Education Teachers	2	4	4	9	8
Special Education Teachers	73	74	73	74	72
Title I Teachers	6	6	5	5	6
Preschool	4	5	5	0	0
Intervention Teachers	0	0	0	3	3
Vocational Instruction	1	3	3	5	5
<b>Pupil Support Services</b>					
Guidance Counselors	7	8	9	16	16
Psychologist Intern	0	0	1	0	0
Speech Pathology Teachers	9	8	7	7	8
<b>Instructional Staff Support Services</b>					
District Coordinators	1	2	2	3	0
Educational Media Services	10	4	4	4	4
<b>Administration Support Services</b>					
Administrative Intern	2	0	0	2	0
<b>Extracurricular Activities</b>					
Auxiliary Services Teachers	2	1	1	2	3
<b>Non-Instructional Activities</b>					
Athletic Intern	0	0	0	1	0
<b>Total</b>	<u>425</u>	<u>432</u>	<u>435</u>	<u>478</u>	<u>474</u>

**Method:** The amounts are based on a headcount by function including both full and part-time employees, as of June 30.

**Source:** School District Payroll Records

(1) Information prior to 2008 was not available.

**Medina City School District**  
*Full-Time Equivalent Certified School District Employees by Education*  
*Last Five Fiscal Years (1)*

Degree	2012	2011	2010	2009	2008
Bachelor	3	13	16	29	31
Bachelor + 10	9	10	12	19	23
Bachelor + 20	4	9	12	24	18
Bachelor + 30	44	42	39	51	56
Master	109	116	116	107	105
Master + 10	69	65	65	61	62
Master + 20	44	46	46	54	51
Master + 30	143	131	129	133	128
Total	425	432	435	478	474

(1) Information prior to 2008 was not available.

**Source:** School District Records

*(This Page Intentionally Left Blank)*



# Dave Yost • Auditor of State

*MEDINA CITY SCHOOL DISTRICT*

**MEDINA COUNTY**

**CLERK'S CERTIFICATION**

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

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED  
FEBRUARY 12, 2013**