



Dave Yost • Auditor of State

**ZANESVILLE COMMUNITY HIGH SCHOOL
MUSKINGUM COUNTY**

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Dave Yost • Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT

Zanesville Community High School
Muskingum County
160 North Fourth Street
Zanesville, Ohio 43701

To the Governing Authority:

We have audited the accompanying basic financial statements of the Zanesville Community High School, Muskingum County, Ohio (the School), a component unit of the Zanesville City School District, Muskingum County, Ohio, as of and for the year ended June 30, 2012, as listed in the table of contents. These financial statements are the responsibility of the School's management. Our responsibility is to express an opinion 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 opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Zanesville Community High School, Muskingum County, Ohio, as of June 30, 2012, and the changes in its financial position and its cash flows 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 February 11, 2013, on our consideration of the School'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.

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

February 11, 2013

Zanesville Community High School
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2012
Unaudited

The discussion and analysis of the Zanesville Community High School's (ZCHS) financial performance provides an overall review of the ZCHS's financial activities for the fiscal year ended June 30, 2012. Readers should also review the basic financial statements and notes to enhance their understanding of the ZCHS's financial performance.

Highlights

The ZCHS opened for its first year of operation in fiscal year 2008 for high school age students who have dropped out or are at risk of dropping out of school. During fiscal year 2012, the ZCHS provided services to 153 full-time students.

Using this Annual Financial Report

This annual report consists of a series of financial statements and notes to those statements.

The statement of net assets and the statement of revenues, expenses, and changes in net assets reflect how the ZCHS did financially during fiscal year 2012. These statements include all assets and liabilities using the accrual basis of accounting similar to that which is used by most private-sector companies. This basis of accounting considers all of the current fiscal years' revenues and expenses regardless of when cash is received or paid.

These statements report the ZCHS's net assets and changes in those assets. This change in net assets is important because it tells the reader whether the financial position of the ZCHS has increased or decreased from the prior year. Over time, these increases and/or decreases are one indicator of whether the financial position is improving or deteriorating.

All of the ZCHS's activities are reported in a single enterprise fund.

Table 1 provides a summary of the ZCHS's net assets for fiscal year 2012 compared to fiscal year 2011:

Table 1
Net Assets

	<u>2012</u>	<u>2011</u>	<u>Change</u>
<u>Assets:</u>			
Current and Other Assets	<u>\$648,141</u>	<u>\$279,112</u>	<u>\$369,029</u>
<u>Liabilities:</u>			
Current and Other Liabilities	<u>109,441</u>	<u>92,663</u>	<u>16,778</u>
<u>Net Assets:</u>			
Unrestricted	<u>538,700</u>	<u>186,449</u>	<u>352,251</u>
Total Net Assets	<u><u>\$538,700</u></u>	<u><u>\$186,449</u></u>	<u><u>\$352,251</u></u>

Zanesville Community High School
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2012
Unaudited

Total assets increased \$369,029, which is primarily the result of an increase in cash and cash equivalents in the amount of \$369,728. During fiscal year 2012, ZCHS provided services to 153 full-time equivalent students compared to 101 full-time equivalent students in fiscal year 2011, which resulted in an increase in State foundation funding. However, this increase was offset by a decrease in intergovernmental receivables as the result of the ZCHS receiving a larger amount of fiscal year 2012 grant monies before the end of the fiscal year, as compared to fiscal year 2011. The increase in prepaids is a result of the ZCHS entering into an annual software agreement during fiscal year 2012 where the agreement is for a period beyond June 30, 2012.

Total liabilities increased \$16,778 during fiscal year 2012. Intergovernmental payables increased \$4,148 as a result of on-site service agreements with the Tri-Rivers Educational Computer Association (TRECA). Due to primary government increased \$18,204, which is a result of an increase in accrued wages due to additional employees in fiscal year 2012. Accounts payable decreased \$5,574 due to a decrease in outstanding obligations as year end.

Table 2 reflects the changes in net assets for fiscal year ended June 30, 2012 and comparisons to fiscal year 2011.

	<u>2012</u>	<u>2011</u>	<u>Change</u>
<u>Operating Revenues:</u>			
Foundation	\$1,149,027	\$626,310	\$522,717
Operating Grants and Contributions	0	7,679	(7,679)
Charges for Services	4,939	2,962	1,977
 <u>Non-Operating Revenues:</u>			
Operating Grants	228,802	242,178	(13,376)
Interest Revenue	1,905	1,300	605
Other Non-Operating Revenue	592	7,067	(6,475)
Total Revenues	<u>1,385,265</u>	<u>887,496</u>	<u>497,769</u>
 <u>Operating Expenses:</u>			
Purchased Services	978,567	760,699	217,868
Materials and Supplies	54,447	79,036	(24,589)
Total Operating Expenses	<u>1,033,014</u>	<u>839,735</u>	<u>193,279</u>
 Change in Net Assets	 352,251	 47,761	 304,490
Net Assets Beginning of Year	<u>186,449</u>	<u>138,688</u>	<u>47,761</u>
Net Assets End of Year	<u><u>\$538,700</u></u>	<u><u>\$186,449</u></u>	<u><u>\$352,251</u></u>

Zanesville Community High School
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2012
Unaudited

During fiscal year 2012, operating and non-operating revenues increased \$497,769. This increase is primarily due to an increase in foundation revenue in the amount of \$522,717, which is offset by a decrease in operating and non-operating grants, totaling \$21,055. The increase in foundation revenue was a result of increased enrollment.

During fiscal year 2012, operating expenses increased \$193,279. The increase in operating expenses is primarily the result of an increase in purchased services in the amount of \$217,868. The increase in purchased services is due in large part to an increase in student enrollment which required ZCHS to contract with the Sponsor for additional teaching services.

Budgeting

The ZCHS is not required to follow the budgetary provisions set forth in Ohio Revised Code Chapter 5705.

Capital Assets and Debt Administration

Capital Assets

During fiscal year 2012, the ZCHS did not have any capital assets.

Debt

The ZCHS did not incur any debt during fiscal year 2012.

Current Design

The ZCHS is different than a traditional high school in that the ZCHS is designed to be an open, non-discriminatory atmosphere where students can work at their own pace to earn a high school diploma. ZCHS operates by joining forces with the area social agencies in an effort to increase a student's developmental assets and eliminate the barriers to academic achievement.

Contacting the ZCHS's Financial Management

This financial report is designed to provide citizens, taxpayers, and creditors with a general overview of the ZCHS's finances and to show the ZCHS's accountability for the money it receives. If you have any questions about this report or need additional financial information contact Jolene Carter, Treasurer, Zanesville Community High School, 160 North Fourth Street, Zanesville, Ohio 43701. You may also E-mail the treasurer at carter@zanesville.k12.oh.us.

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Zanesville Community High School

Statement of Net Assets

June 30, 2012

Assets:

Current Assets:

Cash and Cash Equivalents	\$598,386
Due from Primary Government	7,679
Intergovernmental Receivable	33,046
Prepaid Items	9,030
Total Assets	<u>648,141</u>

Liabilities:

Current Liabilities:

Accounts Payable	200
Due to Primary Government	105,093
Intergovernmental Payable	4,148
Total Liabilities	<u>109,441</u>

Net Assets:

Unrestricted	<u>538,700</u>
Total Net Assets	<u><u>\$538,700</u></u>

See accompanying notes to the basic financial statements

Zanesville Community High School
Statement of Revenues, Expenses, and Changes in Net Assets
For the Fiscal Year Ended June 30, 2012

<u>Operating Revenues:</u>	
Foundation	\$1,149,027
Charges for Services	4,939
Total Operating Revenues	<u>1,153,966</u>
<u>Operating Expenses:</u>	
Purchased Services	978,567
Materials and Supplies	54,447
Total Operating Expenses	<u>1,033,014</u>
Operating Income	<u>120,952</u>
<u>Non-Operating Revenues:</u>	
Operating Grants	228,802
Interest	1,905
Other Non-Operating Revenues	592
Total Non-Operating Revenues	<u>231,299</u>
Change in Net Assets	352,251
Net Assets Beginning of Year	<u>186,449</u>
Net Assets End of Year	<u><u>\$538,700</u></u>

See accompanying notes to the basic financial statements

Zanesville Community High School
Statement of Cash Flows
For the Fiscal Year Ended June 30, 2012

<u>Increase (Decrease) in Cash and Cash Equivalents</u>	
<u>Cash Flows from Operating Activities:</u>	
Cash Received from Foundation	\$1,127,762
Cash Received from Customers	4,939
Cash Payments to Suppliers for Goods and Services	(1,025,187)
	107,514
<u>Cash Flows from Noncapital Financing Activities:</u>	
Operating Grants Received	259,717
Other Non-Operating Revenues	592
	260,309
<u>Cash Flows from Investing Activities:</u>	
Interest on Investments	1,905
	369,728
Cash and Cash Equivalents Beginning of Year	228,658
Cash and Cash Equivalents End of Year	\$598,386
<u>Reconciliation of Operating Income to</u>	
<u>Net Cash Used for Operating Activities:</u>	
Operating Income	\$120,952
<u>Adjustments to Reconcile Operating Loss to Net Cash</u>	
<u>Used for Operating Activities:</u>	
<u>Changes in Assets and Liabilities:</u>	
Increase in Intergovernmental Receivable	(21,265)
Increase in Prepaid Items	(8,951)
Increase in Due to Primary Government	18,204
Decrease in Accounts Payable	(5,574)
Increase in Intergovernmental Payable	4,148
	\$107,514

See accompanying notes to the basic financial statements

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Zanesville Community High School
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2012

Note 1 – Description of the School

The Zanesville Community High School is a nonprofit corporation established pursuant to Ohio Revised Code Chapters 3314 and 1702. The Zanesville Community High School is an approved tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code. Management is not aware of any course of action or series of events that have occurred that might adversely affect the Zanesville Community High School's tax exempt status. The Zanesville Community High School's mission is to help at-risk students meet Ohio's graduation requirements. The Zanesville Community High School focuses on ensuring that basic survival needs are met so that students can achieve success in school. The Zanesville Community High School serves high school age students who have dropped out or are at risk of dropping out of school. A particular emphasis is placed on assisting parents and/or pregnant students obtain a high school diploma.

The Zanesville Community High School was created on April 16, 2007 by entering a five year contract with the Zanesville City School District (the Sponsor). The Sponsor is responsible for evaluating the performance of the Zanesville Community High School and has the authority to deny renewal of the contract. The Sponsor is also the fiscal agent of Zanesville Community High School with the Treasurer of the Sponsor completing the role of Treasurer for Zanesville Community High School.

The Zanesville Community High School operates under the direction of a seven-member Governing Authority made up of seven voting community members. Members shall be nominated by the Governing Authority and submitted to the Sponsor's non-voting six-member Board of Directors for final approval. All governing authority members should live and/or work in the Zanesville-Muskingum County community as well as to represent the interest of the Muskingum County community. The Governing Authority approves Zanesville Community High School's staff of two noncertified and four certificated full time teaching personnel who provide services to 153 students. Zanesville Community High School is a component unit of the Sponsor. The sponsor is able to impose its will on Zanesville Community High School and due to their relationship with the Sponsor it would be misleading to exclude them. The Sponsor can suspend the Zanesville Community High School's operations for any of the following reasons: 1) The Zanesville Community High School's failure to meet student performance requirements stated in its contract with the Sponsor, 2) The Zanesville Community High School's failure to meet generally accepted standards of fiscal management, 3) The Zanesville Community High School's violation of any provisions of the contract with the Sponsor or applicable state or federal law, or 4) Other good cause. The Governing Authority is responsible for carrying out the provisions of the contract which include, but are not limited to, helping create, approve, and monitor the annual budget, develop policies to guide operations, secure funding, and maintain a commitment to vision, mission, and belief statements of the Zanesville Community High School and the students it serves. The Zanesville Community High School uses the facilities of the Sponsor.

Note 2 – Summary of Significant Accounting Policies

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

Zanesville Community High School
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2012

A. Basis of Presentation

The Zanesville Community High School's basic financial statements consist of a statement of net assets; a statement of revenues, expenses, and changes in net assets; and a statement of cash flows.

The Zanesville Community High School uses a single enterprise fund to present its financial records for the fiscal year. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts.

Enterprise fund reporting focuses on the determination of operating income, changes in net assets, financial position, and cash flows. An enterprise fund may be used to account for any activity for which a fee is charged to external users for goods or services.

B. Measurement Focus

Fund Financial Statements

The enterprise fund is accounted for using a flow of economic resources measurement focus. All assets and liabilities associated with the operation of the Zanesville Community High School are included on the statement of net assets. The statement of revenues, expenses, and changes in net assets presents increases (e.g. revenues) and decreases (e.g. expenses) in total net assets. The statement of cash flows reflects how the Zanesville Community High School finances meet its cash flow needs.

C. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. The Zanesville Community High School's financial statements are prepared using the accrual basis of accounting. 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. Revenue resulting from nonexchange transactions, in which the Zanesville Community High School receives value without directly giving equal value in return, such as grants and entitlements, are recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the fiscal year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the Zanesville Community High School must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the Zanesville Community High School on a reimbursement basis. Expenses are recognized at the time they are incurred.

D. Budgetary Process

Unlike other public schools located in the State of Ohio, community schools are not required to follow the budgetary provisions set forth in Ohio Revised Code Chapter 5705, unless specifically provided by Zanesville Community High School's contract with its Sponsor. The contract between Zanesville Community High School and its Sponsor prescribes an annual budget requirement as part of preparing a five year forecast, which is updated on an annual basis.

Zanesville Community High School
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2012

E. Cash and Cash Equivalents

Cash received by Zanesville Community High School is reflected as “Cash and Cash Equivalents” on the statement of net assets. Investments with original maturities of three months or less at the time they are purchased are presented on the financial statements as cash equivalents. Investments with an initial maturity of more than three months are reported as investments. During fiscal year 2012, the Zanesville Community High School had no investments.

F. Net Assets

Net assets represent the difference between assets and liabilities. Net assets are reported as restricted when there are limitations imposed on their use either through enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

The government-wide statement of net assets reports no restricted net assets and has no monies restricted by enabling legislation.

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

G. Operating Revenues and Expenses

The Zanesville Community High School currently participates in the State Foundation Program. Revenues received from these programs are recognized as operating revenues in the accounting period in which they are earned and become measurable.

H. Estimates

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

Note 3 – Deposits

Custodial credit risk is the risk that, in the event of a bank failure, Zanesville Community High School’s deposits may not be returned. Zanesville Community High School does not have a deposit policy for custodial credit risk. At June 30, 2012, the bank balance of Zanesville Community High School’s deposits was \$599,569. Only \$250,000 of the bank balance was covered by federal depository insurance. Based on the criteria described in GASB Statement No. 40, “Deposits and Investment Risk Disclosures”, \$349,569 was uninsured and uncollateralized. There are no significant statutory restrictions regarding the deposit and investment of funds by the nonprofit corporation.

Note 4 – Receivables

Receivables at June 30, 2012, consisted of intergovernmental grants and a due from Primary Government receivable. All receivables are considered collectible in full, due to the stable condition of State programs and the current year guarantee of federal funds. All receivables are expected to be collected within one year.

Zanesville Community High School
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2012

A summary of principal items of intergovernmental receivables follows:

Business-Type Activities	<u>Amounts</u>
Race to the Top Grant	\$6,744
Title II-A	4,423
Title II-D	614
State Foundation Adjustments	<u>21,265</u>
Total	<u><u>\$33,046</u></u>

Note 5 – Risk Management

Zanesville Community High School is exposed to various risks of loss related to torts; errors and omissions; and natural disasters. During the fiscal year ended June 30, 2012, Zanesville Community High School had liability insurance through the Zanesville City School District’s policy.

Note 6 – Purchased Services

For the period July 1, 2011 through June 30, 2012, purchased service expenses were for the following services:

<u>Type</u>	<u>Amount</u>
Professional and Technical Services	\$971,332
Audit Services	<u>7,235</u>
Total	<u><u>\$978,567</u></u>

Note 7 – Related Party Transactions

Zanesville City School District, the Sponsor, approves each of Zanesville Community High School’s seven board members from the general public. Zanesville Community High School is presented as a component unit of the Sponsor. For fiscal year 2012, \$957,072 was provided by the Sponsor for administrative, fiscal, and student services provided to Zanesville Community High School. Zanesville Community High School paid all but \$105,093 of this amount as of June 30, 2012. This amount is reflected as a Due to Primary Government in the financial statements. As of June 30, 2012, Zanesville Community High School was due \$7,679 from Federal Lunch reimbursements. This amount is reflected as Due from Primary Government in the financial statements.

Note 8 – Contingencies

A. 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.

Zanesville Community High School
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2012

The Zanesville Community High School received financial assistance from federal and state agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions, specified in the grant agreements, and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. 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.

The School District has been approved for \$34,788 of Federal Education Jobs Fund Program Dollars as part of Public Law No. 111-226, signed by President Obama on August 10, 2010. This program provides assistance to save or create education jobs. The allocation was available to fund fiscal year 2012.

In addition, the School District has also been approved for \$26,625 to be paid out over the next four years of Race to the Top Program Dollars. This program provides the use of expenditures for a new program or an expansion of an existing, a proven program aligned to an approved scope of work in the areas of Standards and Assessments, Using Data to Improve Instruction, Great Teachers and Leaders, and Turning Around the Lowest-Achieving Schools.

B. Ohio Department of Education Enrollment Review

The Ohio Department of Education (ODE) conducts reviews of enrollment data and full time equivalency (FTE) calculations made by the Zanesville Community High School. These reviews are conducted to ensure the Zanesville Community High School is reporting accurate student enrollment data to the State, upon which state foundation funding is calculated. The ODE funding review of fiscal year 2011 resulted in a payment due to Zanesville Community High School in the amount of \$10,885, which was received during fiscal year 2012. The ODE funding review of fiscal year 2012 resulted in a payment due to Zanesville Community High School in the amount of \$21,265, which is reported as an intergovernmental receivable as of June 30, 2012.

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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*

Zanesville Community High School
Muskingum County
160 North Fourth Street
Zanesville, Ohio 43701

To the Governing Authority:

We have audited the basic financial statements of the Zanesville Community High School, Muskingum County, Ohio (the School), a component unit of Zanesville City School District, Muskingum County, Ohio as of and for the year ended June 30, 2012, and have issued our report thereon dated February 11, 2013. 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 School's internal control over financial reporting as a basis for designing our audit procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of opining on the effectiveness of the School's internal control over financial reporting. Accordingly, we have not opined on the effectiveness of the School'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 School'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 School'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*.

Zanesville Community High School
Muskingum County
Independent Accountants' Report on Internal Control Over
Financial Reporting and on Compliance and Other Matters
Required by *Government Auditing Standards*
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We did note a certain matter not requiring inclusion in this report that we reported to the School's management in a separate letter dated February 11, 2013.

We intend this report solely for the information and use of management, the audit committee, Governing Authority, the School's sponsor, and others within the School. 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 initial "D".

Dave Yost
Auditor of State

February 11, 2013



Dave Yost • Auditor of State

ZANESVILLE COMMUNITY HIGH SCHOOL

MUSKINGUM 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 26, 2013