

**NORTH OLMSTED CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

SINGLE AUDIT

FOR THE YEAR ENDED JUNE 30, 2001



JIM PETRO
AUDITOR OF STATE

STATE OF OHIO

**NORTH OLMSTED CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

FOR THE YEAR ENDED JUNE 30, 2001

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NORTH OLIMSTED CITY SCHOOL DISTRICT

Cuyahoga County

Schedule of Federal Awards Receipts and Expenditures (1)
For the Year Ended June 30, 2001

Federal Grantor / Pass through Grantor Program Title	Pass through Entity Number	Federal CFDA Number	Receipts	Non-Cash Receipts	Expenditures	Non-Cash Expenditures
U.S. Department of Agriculture						
<i>Passed through Ohio Department of Education:</i>						
Children Nutrition Cluster:						
Food Distribution Program (2)	Not Available	10.550		\$ 63,993		\$ 69,162
National School Lunch Program (3)	044529-LL-P1-2000	10.555	\$ 41,098		\$ 41,098	
National School Lunch Program (3)	044529-LL-P4-2000	10.555	19,919		19,919	
National School Lunch Program (3)	044529-LL-P1-2001	10.555	156,219		156,219	
National School Lunch Program (3)	044529-LL-P4-2001	10.555	66,460		66,460	
Total			283,696		283,696	
Total U.S. Department of Agriculture			\$ 283,696	\$ 63,993	\$ 283,696	\$ 69,162

U.S. Department of Education

Passed through Ohio Department of Education:

Special Education Cluster:						
Education of All Handicapped (Title VI-B)	044529-6B-SF-2000P	84.027	\$ 0		\$ 38,985	
Education of All Handicapped (Title VI-B)	044529-6B-SF-2001P	84.027	269,438		56,897	
Handicapped Preschool	044529-PG-S1-2000P	84.173	0		19,433	
Handicapped Preschool	044529-PG-S1-2001P	84.173	20,754		20,724	
Total Special Education Cluster			290,192		136,039	

Continued

See Accompanying Notes to Schedule of Federal Awards.

NORTH OLIMSTED CITY SCHOOL DISTRICT

Cuyahoga County

Schedule of Federal Awards Receipts and Expenditures
For the Year Ended June 30, 2001

Federal Grantor / Pass through Grantor Program Title	Pass through Entity Number	Federal CFDA Number	Receipts	Non-Cash Receipts	Expenditures	Non-Cash Expenditures
Adult Basic Literacy Education	044529-AB-S1-2001	84.002	\$ 20,737		\$ 20,737	
IASA Title I	044529-C1-S1-2000	84.010	0		5,280	
IASA Title I	044529-C1-S1-2001	84.010	199,287		192,883	
Total			199,287		198,163	
Emergency Immigration Act of 1998	044529-EI-S1-2000	84.162	0		2,261	
Emergency Immigration Act of 1998	044529-EI-S1-2001	84.162	2,600		2,600	
Total			2,600		4,861	
Drug Free Schools, IASA Title IV	044529-DR-S1-1999	84.186	0		590	
Drug Free Schools, IASA Title IV	044529-DR-S1-2000	84.186	0		7,553	
Drug Free Schools, IASA Title IV	044529-DR-S1-2001	84.186	19,928		5,115	
Total			19,928		13,258	
Goals 2000 State and Local Education	044529-G2-SV-2001	84.276	15,000		15,000	
Eisenhower, IASA Title II	044529-MS-S1-1999	84.281	0		11,991	
Eisenhower, IASA Title II	044529-MS-S1-2000	84.281	0		12,365	
Eisenhower, IASA Title II	044529-MS-S1-2001	84.281	13,271		0	
Total			13,271		24,356	

See Accompanying Notes to Schedule of Federal Awards.

Continued

NORTH OLMSTED CITY SCHOOL DISTRICT

Cuyahoaga County

Schedule of Federal Awards Receipts and Expenditures
For the Year Ended June 30, 2001

Federal Grantor / Pass through Grantor Program Title	Pass through Entity Number	Federal CFDA Number	Receipts	Non-Cash Receipts	Expenditures	Non-Cash Expenditures
Innovative Programs, IASA Title VI	044529-C1-S1-1999	84.298	0		19,165	
Innovative Programs, IASA Title VI	044529-C1-S1-2000	84.298	0		27,651	
Innovative Programs, IASA Title VI	044529-C1-S1-2001	84.298	27,710		25,644	
Total			<u>27,710</u>		<u>72,460</u>	
Class Size Reduction	044529-C1-S1-2001	84.340	61,255		61,255	
Total U.S. Department of Education			<u>\$ 649,980</u>		<u>\$ 546,129</u>	
<u>U.S. Department of Labor</u>						
<u>Corporation for National and Community Service</u>						
Learn and Serve America	044529-G2-SV-2001	94.004	15,000		15,000	
TOTAL FEDERAL FINANCIAL ASSISTANCE			<u>\$ 948,676</u>	<u>\$ 63,993</u>	<u>\$ 844,825</u>	<u>\$ 69,162</u>

See Accompanying Notes to Schedule of Federal Awards.

NORTH OLIMSTED CITY SCHOOL DISTRICT
Notes to Schedule of Federal Awards Receipts and Expenditures

CFDA -Catalog of Federal Domestic Assistance

1. **SIGNIFICANT ACCOUNTING POLICIES**

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

2. **FOOD DISTRIBUTION**

Nonmonetary assistance is reported in the schedule at the fair market value of the commodities received and disbursed. Commodities received from federal and state programs are commingled. It is assumed federal commodities are expended first. At June 30, 2001, the District had no significant food commodities in inventory.

3. **NATIONAL SCHOOL LUNCH**

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



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

Board of Education
North Olmsted City School District
Cuyahoga County
24100 Palm Drive
North Olmsted, Ohio 44070

We have audited the financial statements of the North Olmsted City School District, Cuyahoga County, Ohio, (the District) as of and for the year ended June 30, 2001, and have issued our report thereon dated December 14, 2001. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*. However, we noted certain immaterial instances of noncompliance that we have reported to management of the District in a separate letter dated December 14, 2001.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that do not require inclusion in this report, that we have reported to management of the District in a separate letter dated December 14, 2001.

North Olmsted City School District
Cuyahoga County
Report on Compliance and on Internal Control Required By
Government Auditing Standards
Page 2

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

Jim Petro
Auditor of State

December 14, 2001



STATE OF OHIO
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**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO MAJOR
FEDERAL PROGRAMS AND INTERNAL CONTROL OVER COMPLIANCE
IN ACCORDANCE WITH OMB CIRCULAR A-133**

Board of Education
North Olmsted City School District
Cuyahoga County
24100 Palm Drive
North Olmsted, Ohio 44133

Compliance

We have audited the compliance of the North Olmsted City School District, Cuyahoga County, Ohio, (the District) with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement* that are applicable to its major federal program for the year ended June 30, 2001. The District's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal program is the responsibility of District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

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

In our opinion, the District complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the year ended June 30, 2001.

Internal Control Over Compliance

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

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses. We noted other matters involving the internal control over federal compliance that do not require inclusion in this report, that we have reported to management of the District in a separate letter dated December 14, 2001.

Schedule of Federal Awards Receipts and Expenditures

We have audited the general-purpose financial statements of the District as of and for the year ended June 30, 2001, and have issued our report thereon dated December 14, 2001. Our audit was performed for the purpose of forming an opinion on the general-purpose financial statements taken as a whole. The accompanying schedule of federal awards receipts and expenditures is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the general-purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general-purpose financial statements taken as a whole.

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

Jim Petro
Auditor of State

December 14, 2001

NORTH OLMSTED CITY SCHOOL DISTRICT
 CUYAHOGA COUNTY
 JUNE 30, 2001

SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505

1. SUMMARY OF AUDITOR'S RESULTS

<i>(d)(1)(i)</i>	Type of Financial Statement Opinion	Unqualified
<i>(d)(1)(ii)</i>	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(ii)</i>	Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(iii)</i>	Was there any reported material non-compliance at the financial statement level (GAGAS)?	No
<i>(d)(1)(iv)</i>	Were there any material internal control weakness conditions reported for major federal programs?	No
<i>(d)(1)(iv)</i>	Were there any other reportable internal control weakness conditions reported for major federal programs?	No
<i>(d)(1)(v)</i>	Type of Major Programs' Compliance Opinion	Unqualified
<i>(d)(1)(vi)</i>	Are there any reportable findings under § .510?	No
<i>(d)(1)(vii)</i>	Major Programs (list):	Child Nutrition Cluster Food Distribution Program CFDA 10.550 and National School Lunch Program CFDA 10.555
<i>(d)(1)(viii)</i>	Dollar Threshold: Type A\B Programs	Type A: > \$ 300,000 Type B: all others
<i>(d)(1)(ix)</i>	Low Risk Auditee?	Yes

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

None

3. FINDINGS FOR FEDERAL AWARDS

None

**NORTH OLMSTED
CITY SCHOOL DISTRICT**

North Olmsted, Ohio

**Comprehensive
Annual Financial Report**
For the Fiscal Year Ended June 30, 2001

Prepared by

Treasurer's office
Robert J. Matson CPA
Treasurer

North Olmsted City School District
 Comprehensive Annual Financial Report
 For the Fiscal Year Ended June 30, 2001
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NORTH OLMSTED CITY SCHOOLS

24100 Palm Drive, North Olmsted, Ohio 44070-2844
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December 14, 2001

Members of the North Olmsted
Board of Education:

We are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) of the North Olmsted City School District for the year ended June 30, 2001. This CAFR includes an opinion from the State Auditor and conforms to generally accepted accounting principles as applicable to governmental entities. Responsibility for the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the School District. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the School District. This report will provide the taxpayers of the North Olmsted City School District with comprehensive financial data in a format which will enable them to gain an understanding of the School District's financial affairs. Copies will be made available to the North Olmsted Public Library, major taxpayers, financial rating services, local bankers and other interested parties.

The Comprehensive Annual Financial Report is presented in three sections as follows:

1. The Introductory Section, which contains a Table of Contents, Letter of Transmittal, List of Principal Officials, an Organizational Chart of the School District, and a list of awards including the GFOA Certificate of Achievement, the ASBO Certificate of Excellence, and the State of Ohio Auditor's Award and Expansion Management Magazine's Gold Medal Award.
2. The Financial Section which begins with the Report of Independent Accountants and includes the General Purpose Financial Statements and Notes that provide an overview of the School District's financial position and operating results, the Combining Statements by Fund Type, and other schedules that provide detailed information relative to the General Purpose Financial Statements.
3. The Statistical Section presents a ten year summary of social and economic data, financial trends and demographic information of the North Olmsted City School District.

SCHOOL DISTRICT

The North Olmsted City School District is located in western Cuyahoga County, approximately 17 miles southwest of downtown Cleveland. The School District encompasses the entire City of North Olmsted, a community with a population of approximately 34,000. The City is primarily residential with a significant commercial tax base of retail businesses.

The School District was chartered in 1831 by the Ohio State legislature two years after the name "Olmstead" was assigned to the area. The region was named after Aaron Olmstead, an investor and Revolutionary War soldier who purchased land in the area in 1794. The exact time and reason for changing to the current spelling is unclear from the historical records. In 1837, under the auspices of the Office of the State Superintendent of Common School Education, Township Trustees were authorized to levy compulsory taxes for the support of public education. In 1853 State laws were enacted to create locally elected boards of education to govern local school districts. Today, the North Olmsted Board of Education is comprised of five members, elected at large, with staggered four year terms.

Statutorily, the School District operates under standards prescribed by the Ohio State Board of Education as provided in Section 3301.07 and Section 119.01 of the Ohio Revised Code, to provide educational services authorized by charter and further mandated by State and Federal agencies. Under Ohio law, the School District is a separate and distinct unit of government with its own taxing authority.

THE REPORTING ENTITY

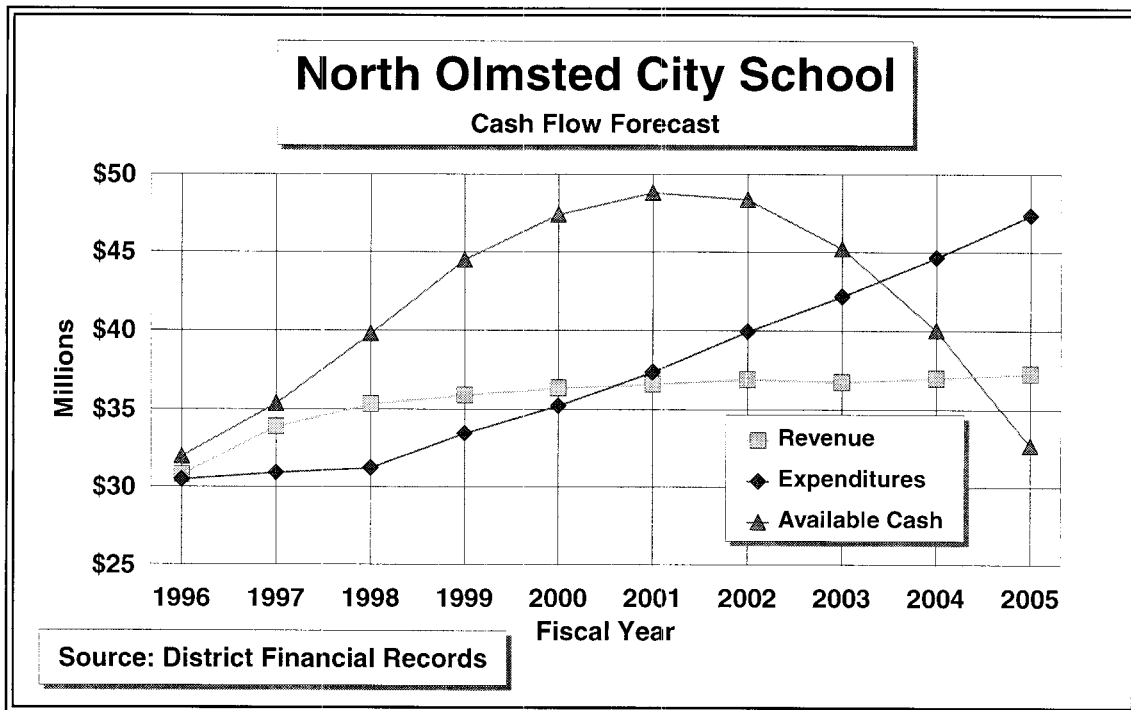
North Olmsted City School District has reviewed its reporting entity definition in order to insure conformance with the Governmental Accounting Standards Board Statement No. 14, "The Financial Reporting Entity." In evaluating how to define the School District for financial reporting purposes, management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

Excluded from the reporting entity because they are fiscally independent of the School District are the City of North Olmsted, the Cuyahoga County Public Library, The North Olmsted City Schools Education Foundation, and the Parent Teacher Association. A complete discussion of the School District's reporting entity is provided in Note 1 to the general purpose financial statements.

The School District is a member of the Lake Erie Educational Computer Association, the Polaris Career Center, and the Ohio Schools Council Association. The relationship of these jointly governed organizations with the School District is described in more detail in Note 19 of the general purpose financial statements.

ECONOMIC CONDITION AND OUTLOOK

The fiscal year ending June 30, 2001 marks the start of a significant trend in the District's financial condition. Cash expenditures for the year exceed cash receipts by \$742,692 and required the District to use its cash reserves to balance the budget for the first time since fiscal 1995. Cash flow projections have indicated the operating deficit will grow to \$3,100,000 next year and \$5,400,000 the following year. Cash reserves will be exhausted by June 30, 2003 and the District will be unable to meet its financial obligations in fiscal year 2004. To maintain financial stability, the District must either increase revenues or reduce its operating expenses immediately.



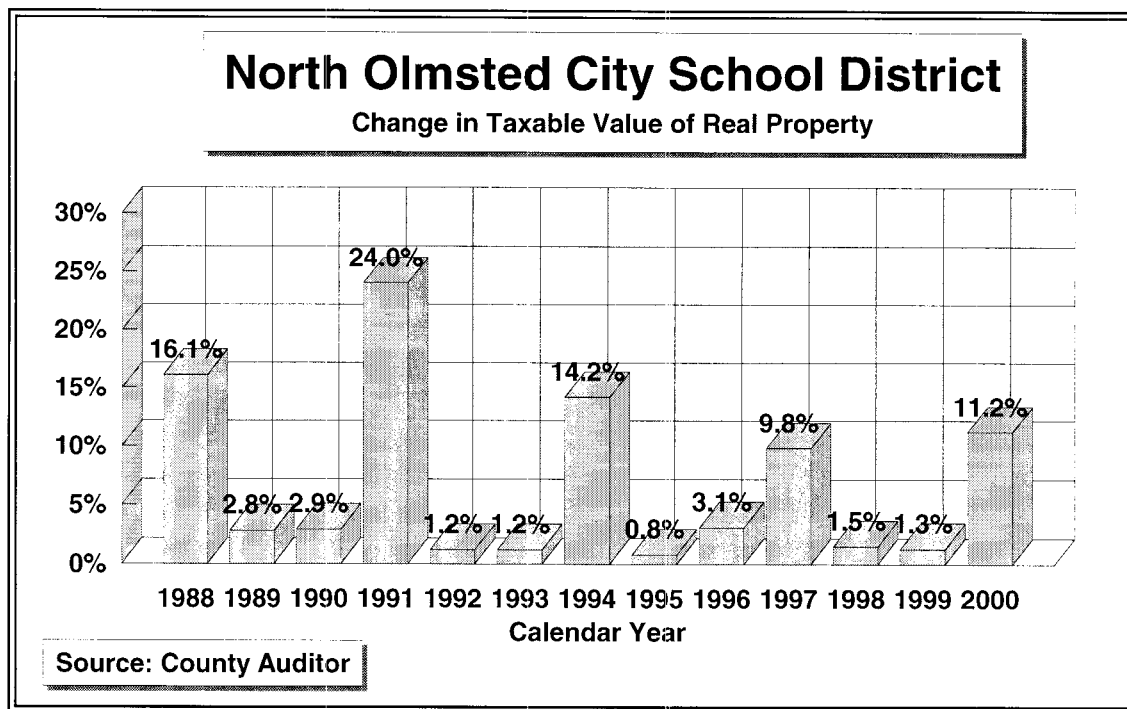
In an effort to increase revenues, the Board of Education placed a 7.9 mill operating tax levy on the May and November 2001 ballot. Both levies were soundly defeated by the voters. If the levy had passed the District would have received an additional \$6.4 million of taxes annually beginning in calendar year 2002. The 7.9 mills operating levy will be placed on the February 2002 ballot. If the levy passes, collection of the additional taxes assessed will be delayed one full year until calendar year 2003.

The Board of Education drafted a contingency plan to reduce operating costs by 10% should the levy fail in February 2002. The plan calls for a \$4.0 million reduction in expenses which could include the elimination of the athletic program, the reduction of student transportation to state minimum standards and the lay-off of 50 teachers. These

cuts will severely reduce the quality of the District's education program and unfortunately will only delay the need for the passage of a tax levy one year. It is anticipated if the February 2002 levy fails, the Ohio State Auditor's Office and Ohio Department of Education will recognize the seriousness of the District's financial difficulty by placing the District in "Financial Caution" status.

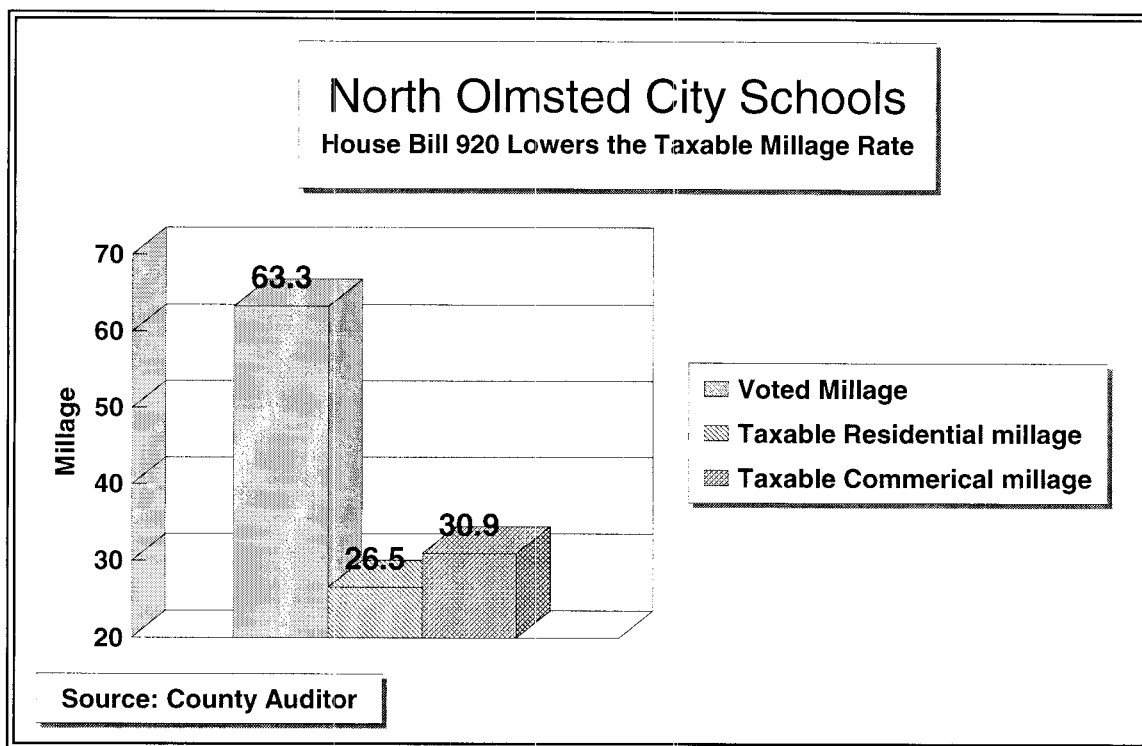
Why is it necessary for schools to periodically seek additional funds from the taxpayer? The answer to this question is based upon the nature of school funding in Ohio which severely restricts the growth in operating revenues and can be illustrated with the graph on page ix of the North Olmsted City School District's cash flow forecast. School districts in Ohio experience significant increases in revenues for two or three years following the passage of a school levy (as indicated by the green line in the graph) which allows the district to accumulate cash reserves (as indicated by the blue line in the graph) until normal inflationary growth in expenses (as indicated by the red line in the graph) exceed the revenue received during the year. The accumulated cash reserves will then start to decline as it is used to fund the annual operating deficits. Once the cash reserves are exhausted, the district must seek an increase in revenues through the passage of a new tax levy and the cycle begins again.

The District's primary source of operating revenue (66.4%) comes from the levying of real estate taxes on residential and commercial property located within the community. The total taxable value of these properties in the community increased 79.4% in the last ten years. The increase in value was due primarily to revaluation and updating of property values by the County Auditor every three years and is illustrated in the graph below.



The City of North Olmsted is nearly completely developed, so future increases in the tax duplicate will come primarily from revaluation by the County Auditor.

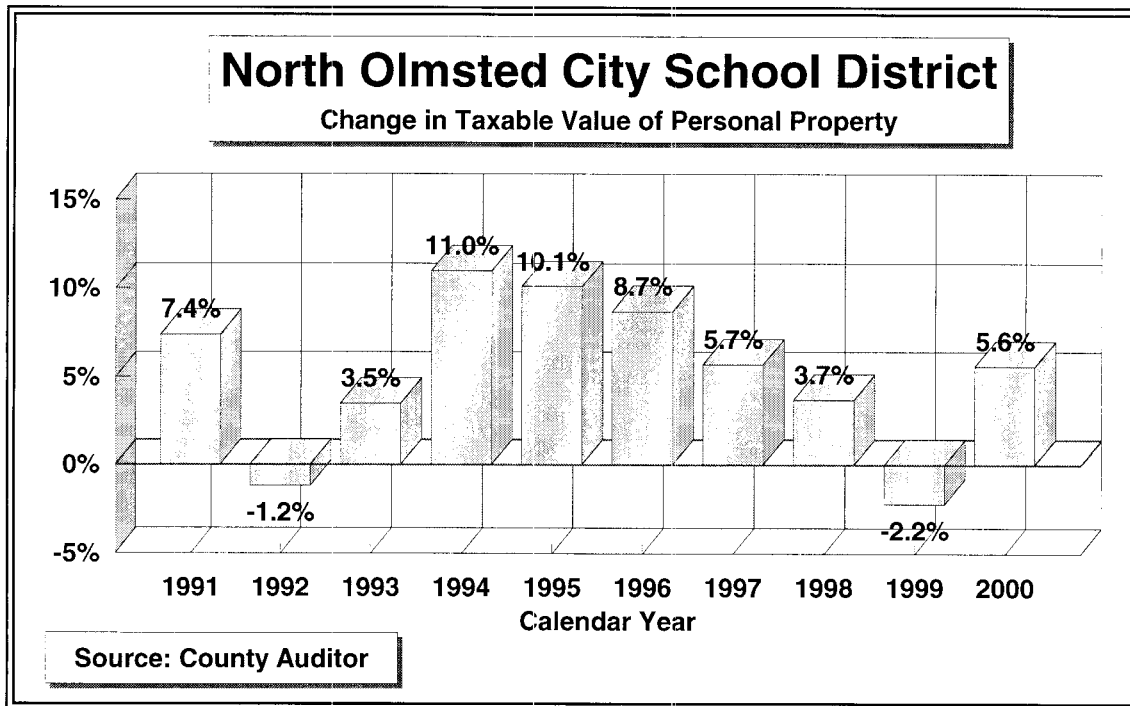
Unfortunately, current state law prevents school districts in Ohio from receiving additional tax revenue when property values are revalued by the County Auditor. In 1976, the Ohio General Assembly passed House Bill 920. This law requires the tax rate to be lowered by the same percentage property values are increased by the County Auditor's revaluation. North Olmsted City Schools has levied 63.3 mills of taxes to fund its operation. House Bill 920 has lowered the effective millage to 26.5 mills for residential properties and 30.9 mills for commercial property and is illustrated in the graph below.



In effect, House Bill 920 removes inflationary revenue growth in revenue and requires school districts throughout Ohio to periodically place tax issues on the ballot for voter approval in order to receive additional revenue.

The District faces a future lost of revenue from the collection of tangible personal property taxes. This tax is assessed on the value of inventory and equipment owned by businesses located within the community and represents approximately 8.8% of total revenues received in fiscal 2001. Since the provisions of House Bill 920 do not

apply, the School District received the benefit of inflationary revenue growth in this source of revenue as illustrated in the graph below.



Unfortunately, this favorable trend in tax collections will not continue. In June 1999, the Ohio General Assembly passed House Bill 284 which will phase-out the inventory portion of the tax assessment. The phase-out period will be over 25 years beginning in calendar 2002 at an annual rate of approximately 4%. Once fully implemented, the School District's operating revenue could be reduced \$2,400,000 annually.

Another significant source of revenue for the School District is money received from the State of Ohio through the State Foundation Program. During fiscal year 2001, the School District received \$7,076,105 under this program. However, the Foundation Program has been declining as a major source of operating revenue for the North Olmsted City School District. In fiscal year 1991, the Foundation Program provided over 26 percent of the School District's annual operating revenue. Today, the Foundation Program accounts for only 19.3% of the School District's operating revenue. The formula used to allocate Foundation Program funds among school districts in Ohio redistributes these funds from school districts with a large real estate and personal property tax base such as North Olmsted to school districts with a smaller tax base. It is anticipated that money received from the State of Ohio will continue to decline as a major source of revenue as the financial burden of funding

public education shifts to the local taxpayer. Based upon current financial projections, the District estimates it will receive approximately \$250,000 in additional funds from the Foundation Program next year.

MAJOR INITIATIVES - FISCAL YEAR 2001

During the year, the School District continued its work on development and implementation of its Strategic Continuous Improvement Plan to significantly improve student academic achievements, enhance curriculum development, integrate new technology, and increase fiscal responsibility.

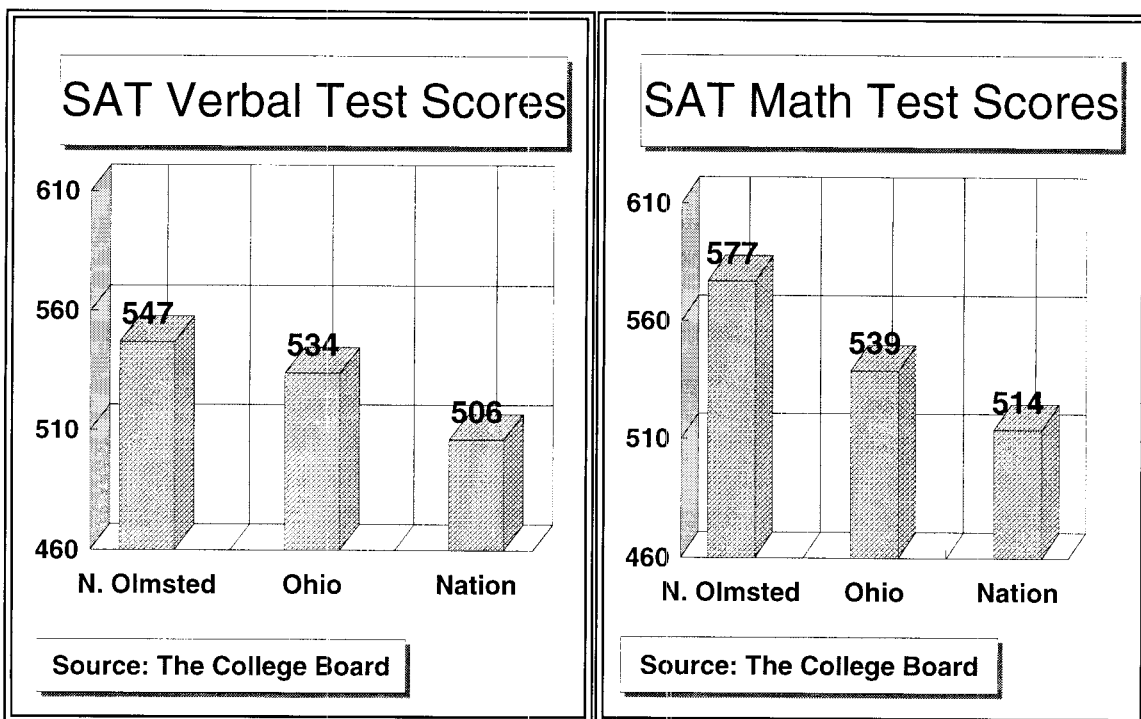
The Board of Education completed a comprehensive facility study to identify the long term needs of the School District. The preliminary findings of the study has identified the need to possibly construct a new middle school or renovate the existing building. The Board of Education is currently reviewing the recommendations of the study and will consider the appropriate course of action within the year. Implementation of the study's findings would require the passage of a bond levy.

In an effort to ease overcrowded conditions in the middle school and three elementary buildings, the Board of Education authorized the realignment of grade levels which will be phased-in over a two year period beginning next year. Once the grade realignment plan is fully implemented in August 2002, four elementary buildings will serve pupils in kindergarten through third grade, and three elementary buildings will serve pupils in grades four through six.

The North Olmsted City Schools continue to receive local, state and nation recognition for academic excellence. Cleveland Magazine ranked North Olmsted City Schools in the top ten for quality of education in the magazine's evaluation of 64 area school districts. For the second year in a row, the District received the prestigious Gold Medal Award for Excellence from the Greater Cleveland Growth Association in conjunction with Expansion Management. Every year Expansion Management Magazine ranks more than 1,500 school districts across the country on how well those districts prepare students for college-level studies or to enter the workforce. Only twenty-four school districts in Ohio received the award for the current year. Finally, the District was one of only 70 schools across the county to receive the national "Leader School" Award in Washington D.C..

The School District continues to expand the use of technology. All classrooms and instructional areas have been wired for computers. Each building has been connected to the District's information network system with fiberoptics. The School District has developed a comprehensive staff development program to train staff in

the use of various computer software applications. Ohio SchoolNet grant applications were completed and approved by the State of Ohio for additional state funding. The School District's Technology Committee began to develop a maintenance and equipment replacement program and has established a K-12 computer skills checklist as a basis for measuring student proficiency. Additionally, the School District operates a cable television channel that provides public relations information to the community as well as highlighting the work and successes of students and staff. One of the measures as to the effectiveness of our curriculum program is how well North Olmsted students score on national standardized tests. North Olmsted students continue to out-perform students across the country and in the State of Ohio on the ACT and SAT college entrance exams as illustrated in the graphs below.



The Administration continues the development of numerous cost containment and revenue enhancement programs to manage District funds in an efficient and economic manner. These programs include zero based budgeting techniques and cost benefit analysis methods similar to those employed by the business community. To date, these programs have yielded over \$5.0 million in savings. The significance of this accomplishment can best be illustrated in the following chart, comparing our cost per pupil expenditures with those of neighboring school districts.

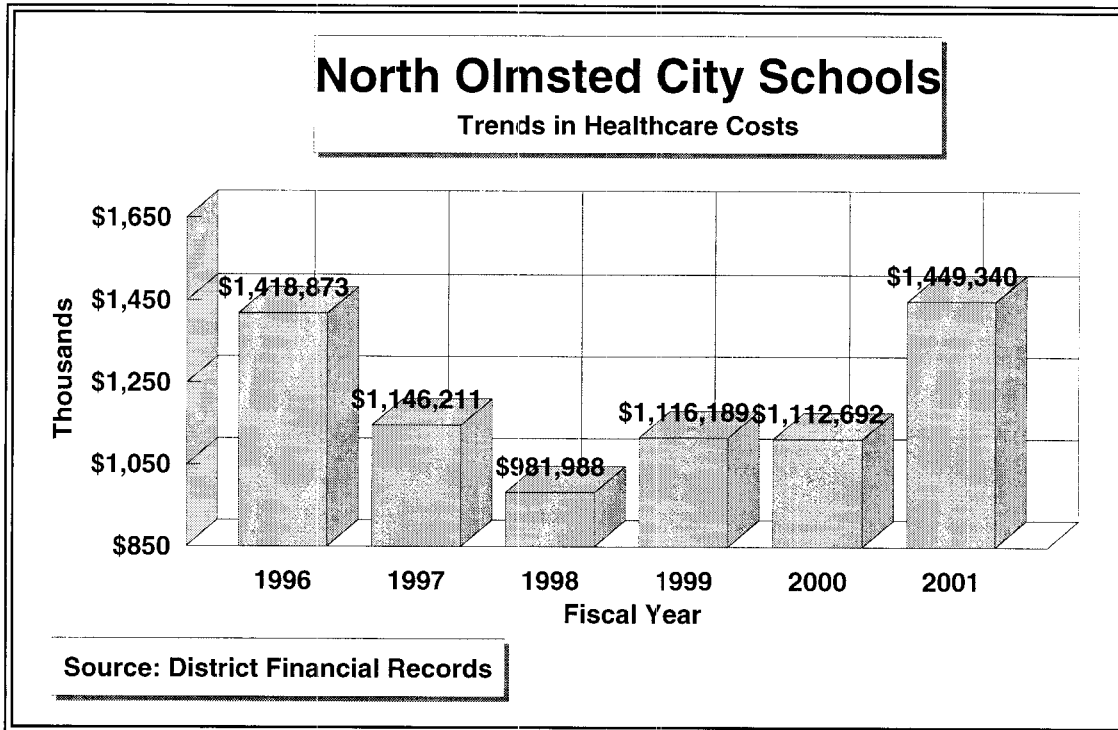
Based upon the Ohio Department of Education "District Report Cards" for the year ended June 30, 2000, North Olmsted City Schools' cost per pupil expenditure was the

24th lowest among the 31 school districts in Cuyahoga County. These cost savings were not obtained at the expense of academic programs. North Olmsted City Schools' student to teacher ratio of 14.0 :1 is one of the lowest among neighboring school districts.

<p align="center">How do Our Costs Compare? <u>Year Ended June 30, 2000</u></p>			
<u>School District</u>	<u>Cost Per Pupil</u>	<u>Ranking in Cuyahoga County (31 Districts)</u>	<u>Pupil Teacher Ratio</u>
Bay Village	\$8,625	16	15.5
Berea	8,284	21	16.0
Fairview Park	8,508	18	15.2
Lakewood	8,634	15	16.4
North Olmsted	7,961	24	14.0
Olmsted Falls	7,690	27	18.5
Rocky River	8,823	14	17.3
Strongsville	8,422	20	17.5
Westlake	9,197	9	14.9

Source: Ohio Department of Education

The District continues in its efforts to contain rising healthcare costs. The dramatic reduction in medical costs obtained in fiscal years 1997 and 1998 with the redesign of the medical plan have been off-set by rising healthcare costs. The Board of Education and the Unions have agreed to implement a coordination of benefit program (COB) for medical and prescription drug benefits. The program will allow the District to purchase addition coverage when available through an employee spouse's employer. the COB program will allow the District to shift claims of covered spouses to the health plan of the spouse's employer. The District's healthcare consultant, William M. Mercer, has estimated the first year savings to be approximately \$230,000 or 9% of medical and prescription drug claims. A graph of annual healthcare expenditures follows.



FINANCIAL INFORMATION

Internal Accounting and Budgetary Control

The School District's accounting system is organized on a "fund" basis. Each fund (and account group) is a distinct self-balancing accounting entity. Reports for general governmental operations and expendable trust funds are presented on the modified accrual basis whereby revenues are recognized when measurable and available, and expenditures are recognized when goods and services are received. Reports of the School District's proprietary operations are presented on the accrual basis whereby revenues are recognized when earned and expenses when incurred.

In developing the School District's accounting system, much consideration was given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute assurance, regarding the safeguarding of assets against loss from unauthorized use or disposition and the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance is based on the assumption that the cost of internal accounting controls should not exceed the benefits expected to be derived from their implementation. The School District utilizes a fully automated accounting system as well as an automated system of control for fixed

assets and payroll. These systems, coupled with the manual auditing of each voucher prior to payment, ensures that the financial information generated is both accurate and reliable.

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

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

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

The accounting system used by the School District provides interim financial reports which detail year-to-date expenditures and encumbrances versus the original appropriation plus any additional appropriations made to date. Administrators and school principals are furnished monthly reports showing the status of the budget accounts for which they are responsible. In addition, an on line inquiry system is available at each cost center site.

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

General Governmental Function

The following schedule presents a summary of revenue for the governmental funds, which include general, special revenue, debt service, capital projects, and expendable trust funds, for the fiscal years ended June 30, 2001 and 2000. A brief explanation of significant fluctuations between the years is included.

North Olmsted City Schools
Summary of Governmental Fund Revenues
For The Years Ended June 30, 2001 and 2000

Revenue	2001 Amount	2000 Amount	Amount Change	Percent Change
Taxes.....	\$ 26,413,276	\$ 24,798,980	\$ 1,614,296	6.5%
Tuition and fees.....	197,485	199,896	(2,411)	-1.2%
Interest.....	1,194,485	959,022	235,463	24.6%
Property Rentals.....	27,879	51,508	(23,629)	-45.9%
Intergovernmental.....	11,964,058	11,205,505	758,553	6.8%
Extracurricular activities.....	511,643	509,781	1,862	0.4%
Other.....	330,326	221,064	109,262	49.4%
Total.....	<u>\$ 40,639,152</u>	<u>\$ 37,945,756</u>	<u>\$ 2,693,396</u>	7.1%

The increase tax revenue during fiscal year 2001 is due primarily to a temporary decline in real property tax payments collected by the County Auditor at June 30, 2000. The decline in tax collections in fiscal year 2000 was caused by a delay in the issuance of second-half tax bills by the County Auditor. Therefore, taxes normally recognized as revenue in fiscal 2000 were deferred to fiscal year 2001. See Note 7 of the general purpose financial statements for a detailed discussion of the property tax revenue recognition. Annual increases realized by the District in tax revenue is normally less than 1%.

Increase in interest revenue is due primarily to favorable interest rate and historically high cash reserves that are available for investment purposes. Revenues from investment in future years will decline significantly as the District uses its cash reserves to fund anticipated operating deficits. See "Economic Condition and Outlook" of the Letter of Transmittal.

Intergovernmental revenue increased \$758,553 or 6.8% during fiscal year 2001 and is due primarily to changes in the formula used to allocate money received from the State of Ohio through the State Funding Program. Future increases are difficult to predict at this time. See Note 20 of the general purpose financial statements for a more detailed discussion of future state funding.

Other revenue increased \$109,262 or 49.4% during fiscal year 2001. The increase is

due primarily to the receipt of a workers' compensation insurance premium refund received from the State of Ohio for favorable claims experience. Similar reimbursements are difficult to predict for future years.

The following schedule presents a summary of governmental fund expenditures for the general, special revenue, debt service, capital projects and expendable trust funds for the fiscal years ended June 30, 2001 and 2000. A brief explanation of significant fluctuations between the years is included.

North Olmsted City Schools				
Summary of Governmental Fund Expenditures				
For The Years Ended June 30, 2001 and 2000				
Expenditures	2001 Amount	2000 Amount	Amount Change	Percent Change
Current Operations:				
Instruction.....	\$ 24,533,252	\$ 22,851,368	\$ 1,681,884	7.4%
Support Service:				
Pupils.....	2,699,844	1,949,556	750,288	38.5%
Instructional Staff.....	1,378,700	1,308,495	70,205	5.4%
Board of Education.....	162,958	169,592	(6,634)	-3.9%
Administration.....	2,818,210	2,412,995	405,215	16.8%
Fiscal Services.....	751,264	735,413	15,851	2.2%
Business.....	207,583	259,436	(51,853)	-20.0%
Operation & Maintenance.....	3,315,479	3,008,439	307,040	10.2%
Pupil Transportation.....	1,380,383	1,328,688	51,695	3.9%
Central Services.....	790,859	767,832	23,027	3.0%
Community Services.....	528,093	479,205	48,889	10.2%
Extracurricular Activities:				
Academic Oriented.....	210,804	164,164	46,640	28.4%
Sports Oriented.....	809,714	709,339	100,375	14.2%
Total operating expenses.....	39,587,143	36,144,522	3,442,626	9.5%
Capital Outlay.....	1,448,834	1,305,574	143,260	11.0%
Debt Service:				
Principal Retirement.....	236,353	225,178	11,180	5.0%
Interest Charges.....	160,564	102,303	58,261	56.9%
Total Expenditures.....	<u>\$ 41,432,904</u>	<u>\$ 37,777,577</u>	<u>\$ 3,655,327</u>	9.7%

Instructional expenditures are comprised of teacher salaries, fringe benefits, contract services and supply costs associated with direct classroom instruction. Increase in this expenditure classification in fiscal 2001 is due primarily to a 3.2% negotiated salary increases and the payment of a 27th pay which occurs every six years due to the timing of scheduled bi-week pay dates.

Pupil support services increase a dramatic \$750,288 or 38.5% in fiscal 2001. During the year, the District expanded services provided to handicapped students with the hiring of 2 psychologists, 4 teachers and 14 teacher aids. The District does not anticipate any substantial change in the teaching or support staff in the foreseeable future.

Increase in administrative expenditures are due primarily to the transfer of staff members to assist in the development and execution of the District's grade realignment planned for fiscal 2001-02; and negotiated salary increases.

All other individual changes by expense categories represents normal year to year fluctuations due to reassignment of personnel, retirements and other program needs.

General Fund Balance

The General Fund balance declined from \$9,749,586 at June 30, 2000 to \$8,922,765 at June 30, 2001. School districts in Ohio experience significant increases in their general fund balance for two to four years following the passage of a school levy until normal inflationary growth in expenditures exceed the revenue collected from the levy. Based upon current financial projections, the General Fund balance peaked in fiscal year 2000 and will start to decline as the surplus balance is used to fund annual operating deficits. See graph of the School District's Cash Flow Forecast on page ix of the transmittal.

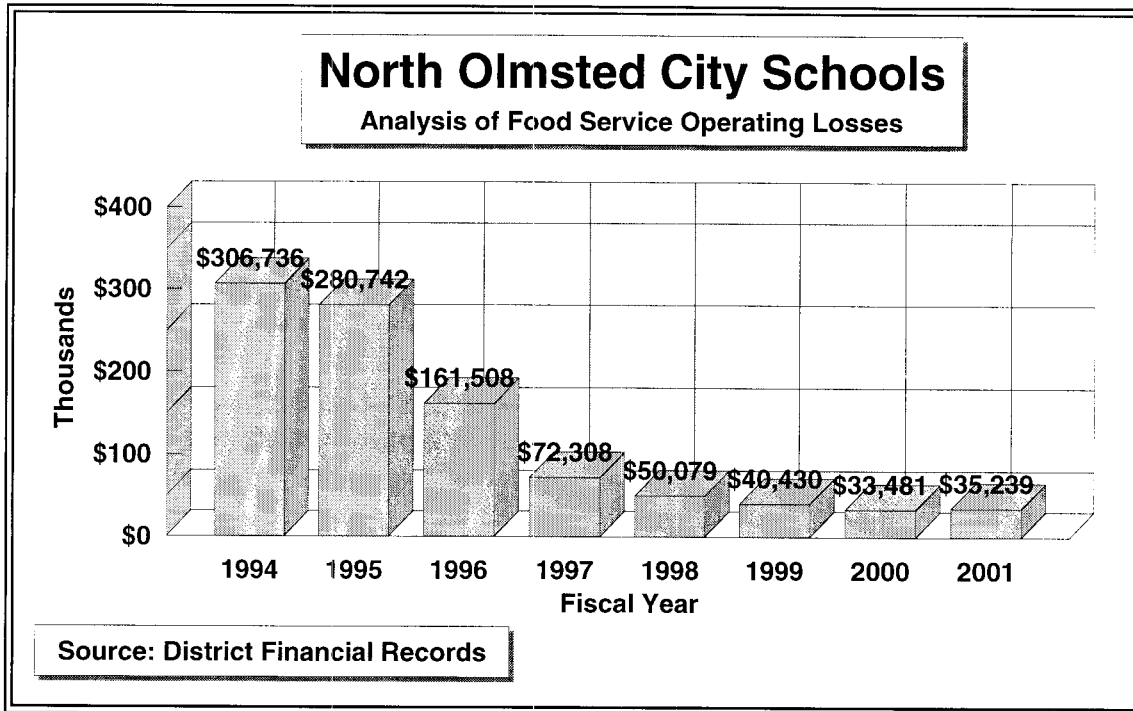
Financial Highlights - Enterprise Funds

The School District classifies its Food Service, Adult Education and High School Book Store programs as enterprise operations. It is the Board of Education's desire to operate these programs on a self-supporting basis from the revenue earned from operations.

The Food Service program provides lunches and other food related services to the pupils and staff of the School District, operates and manages the lunch programs for a number of area school districts, and offers catering services to outside groups. The Adult Education program offers various educational classes to the community.

During fiscal year 2001, Food Service operated at a \$35,239 loss. The loss is primarily due to high labor and fringe benefit costs associated with the program's

operations. As indicated in the graph below, the Administration has significantly reduced the program's annual operating losses by negotiating salary freezes, implementing numerous cost saving measures and revenue enhancement ideas. The Administration will continue in its efforts to alleviate the operating loss.



The Adult Education Program offers various continuing education courses to the community. In fiscal 2001, the Program was forced to relocate its classrooms as part of the District's grade realignment which resulted in the reduction in the number of courses offered. The disruption from the grade realignment caused the Program to incur an \$15,451 operating loss for the year.

It is anticipated the program will regain its profitability in future years once the grade realignment has been completed.

Financial Highlight - Internal Service Fund

The Internal Service Funds account for all activities in which the School District provides goods and/or services to other governmental agencies or to students on a cost plus reimbursement basis. The primary service rendered under this category is the purchase and resale of city transit system bus tickets for student transportation. Tickets are purchased by the District for \$1.00 and resold to student for \$0.80. The \$0.20 discount is reimbursed the following year by the Ohio Department of Education.

Financial Highlight - Fiduciary Fund

Included in this category are Trust and Agency Funds used to account for assets held by the School District in a trustee capacity. Trust Funds represent expendable trusts for groups. Agency Funds typically consist of student managed activities. Total assets in these funds at June 30, 2001 were \$72,318.

General Fixed Assets

The School District's general fixed assets are used to operate the education and support function of the District and are not financial resources available for expenditure. The total general fixed assets at June 30, 2001 were \$27,095,911. These assets are accounted for at historical cost and no depreciation is recognized for financial purposes.

Debt Administration

At June 30, 2001, general obligation notes outstanding totaled \$267,301 and were issued for the acquisition of school buses and the implementation of energy conservation improvements. These notes are scheduled to be retired in various amounts through the year 2006. See Note 12 of the general purpose financial statements for a more detail discussion. As of June 30, 2001, the School District's total general obligation debt limit was \$73,124,471 and its unvoted legal debt limit was \$812,494.

Cash Management

The Board has developed and implemented a cash management program to maximize the investment earning potential of all available cash. The program utilizes a remote disbursement bank arrangement combined with an on-line control disbursement system which enables the Board to maintain minimum account balances.

The School District maintains a conservative investment program with safety of principal and liquidity as its chief considerations for investment selection. Cash not needed for immediate use during the year was invested in the State Treasurer's Asset Reserve of Ohio (STAR) Program administered by the Office of the Treasurer of the State of Ohio and Fifth Third Bank's Liquid Asset Management (LAM) Account.

STAR Ohio is an investment pool offered to political subdivisions of the State of Ohio for the investment of funds. STAR Ohio's investment portfolio consists of securities authorized by the Ohio Revised Code including instruments of the Federal government and its agencies, collateralized certificates of deposit and repurchase agreements. This investment pool offers daily liquidity of all funds and no minimum balance

requirements. The Fifth Third Bank LAM Account is an investment portfolio managed by Fifth Third Bank. The account is used to invest interim moneys in securities with a maturity of one to two years.

Total interest earned by the School District was \$1,196,281 for the fiscal year ended June 30, 2001 of which \$1,036,705 was credited to General Fund, \$2,392 to Auxiliary Services Special Revenue Fund, \$137,967 to Debt Service Fund and \$17,421 to the Permanent Improvement Fund. As required by law \$1,796 was credited to the Food Service Fund.

Risk Management

The School District provides employees and their dependents a comprehensive medical, prescription drug and dental program. The program is self-insured and administered by Medical Mutual of Ohio. Stop-loss insurance is maintained with an aggregate stop-loss threshold of \$1.9 million.

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

The School District contracts with Nationwide Insurance Company for property and liability insurance coverage. The limits on professional liability coverage is \$2.0 million per occurrence and a \$5.0 million aggregate limit with a \$1.0 million supplemental umbrella policy. Automobile liability has a \$3.0 million combined single limit with a \$1.0 million supplemental umbrella policy. Settled claims have not exceeded this commercial coverage in the past several years.

The School District participates in the Ohio Bureau of Workers' Compensation plan and pays an annual premium based on a rate per \$100 of salaries. The School District is a member of the Ohio Schools Board Association Workers' Compensation Group Rating Program and qualifies for a 45 percent reduction in the workers' compensation premium.

Pension Plan

All School District employees are covered by the statewide State Teachers Retirement System (STRS) or the School Employees Retirement System of Ohio (SERS). Employee contributions to both systems are based on a percentage of employees' salaries. State law requires the School District to pay 14 percent of employees' salaries into each retirement system. See Note 15 to the general purpose financial statements for additional detail.

INDEPENDENT AUDIT

State statutes and federal regulations requires the School District to be subjected to periodical examinations by an independent auditor. An annual audit serves to maintain and strengthen the School District's accounting and budgetary controls. Independent auditor Jim Petro, Auditor of State, was selected to render an opinion on the School District's financial statements for the year ended June 30, 2001. The opinion appears at the beginning of the financial section of this report.

Pursuant to statute, the State prescribes a uniform accounting system to standardize School District adopted and has been in conformance with that system beginning with its financial report for the 1979 year.

AWARDS

GFOA Certificate of Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the North Olmsted City School District for its Comprehensive Annual Financial Report for the year ended June 30, 2000. The Certificate of Achievement is the highest form of recognition in the area of governmental financial reporting. In 1985, North Olmsted City School District was the first school district in Ohio to receive this award and has received the award for sixteen consecutive years.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards. Such a report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

ASBO International Certificate of Excellence

The School District received the Association of School Business Officials (ASBO) International Certificate of Achievement for Excellence in Financial Reporting for its Comprehensive Annual Financial Report for the year ended June 30, 2000. The Certificate of Excellence in Financial Reporting Program was designed by ASBO International to enable school business officials to achieve a high standard of financial reporting.

Since its inception in 1972, the program has gained the distinction of being a prestigious national award recognized by: accounting professionals; underwriters; securities analysts;

bond rating agencies; state and federal agencies. A Certificate of Achievement is valid for a period of one year. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to ASBO.

STATE OF OHIO AUDITOR'S AWARD

In October of 2000, the School District received the State of Ohio Auditor's Award issued by Jim Petro, Auditor of State, for its Comprehensive Annual Financial Report for the year ended June 30, 1999. This award recognizes school systems that have met the highest standards of excellence in school financial reporting. The award is valid for a period of one year and we believe our current report continues to meet the award's strict criteria.

GOLD MEDAL AWARD

In November 2000, the North Olmsted City Schools received Expansion Management Magazine's Gold Medal Award for the second straight year. Each year, the Greater Cleveland Growth Association, in conjunction with Expansion Management Magazine ranks more than 1,500 school districts across the country on how well those districts prepare students to enter the workforce upon graduation. School districts are evaluated in three areas: (1) graduation rates and college scores for SAT and ACT; (2) a community's financial commitment to education including student-to-teacher ratios, per pupil expenditures, teacher salaries and (3) the community's adult education and income levels. North Olmsted City Schools was one of twenty-four school districts in the State of Ohio to receive the award during the year.

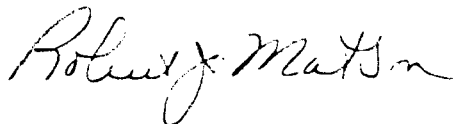
ACKNOWLEDGMENTS

The publication of this report significantly increases the accountability of the School District to the taxpayers of North Olmsted City School District. This accomplishment would not have been possible without the support and efforts of the staff of the Treasurer's office, administrators and employees of the School District. Assistance from the County Auditor's office staff and outside agencies made possible the fair presentation of statistical data. In addition, special appreciation is expressed to Robbie DeCoske from the firm of Costin & Company, CPA, Inc. and Vera Brewer, Communication Manager, for the advice and guidance rendered to the production of this report.

Respectfully submitted,



Dr. Norma Conner
Superintendent of Schools



Robert J. Matson CPA
Treasurer

North Olmsted City School District
Principal Officials
June 30, 2001

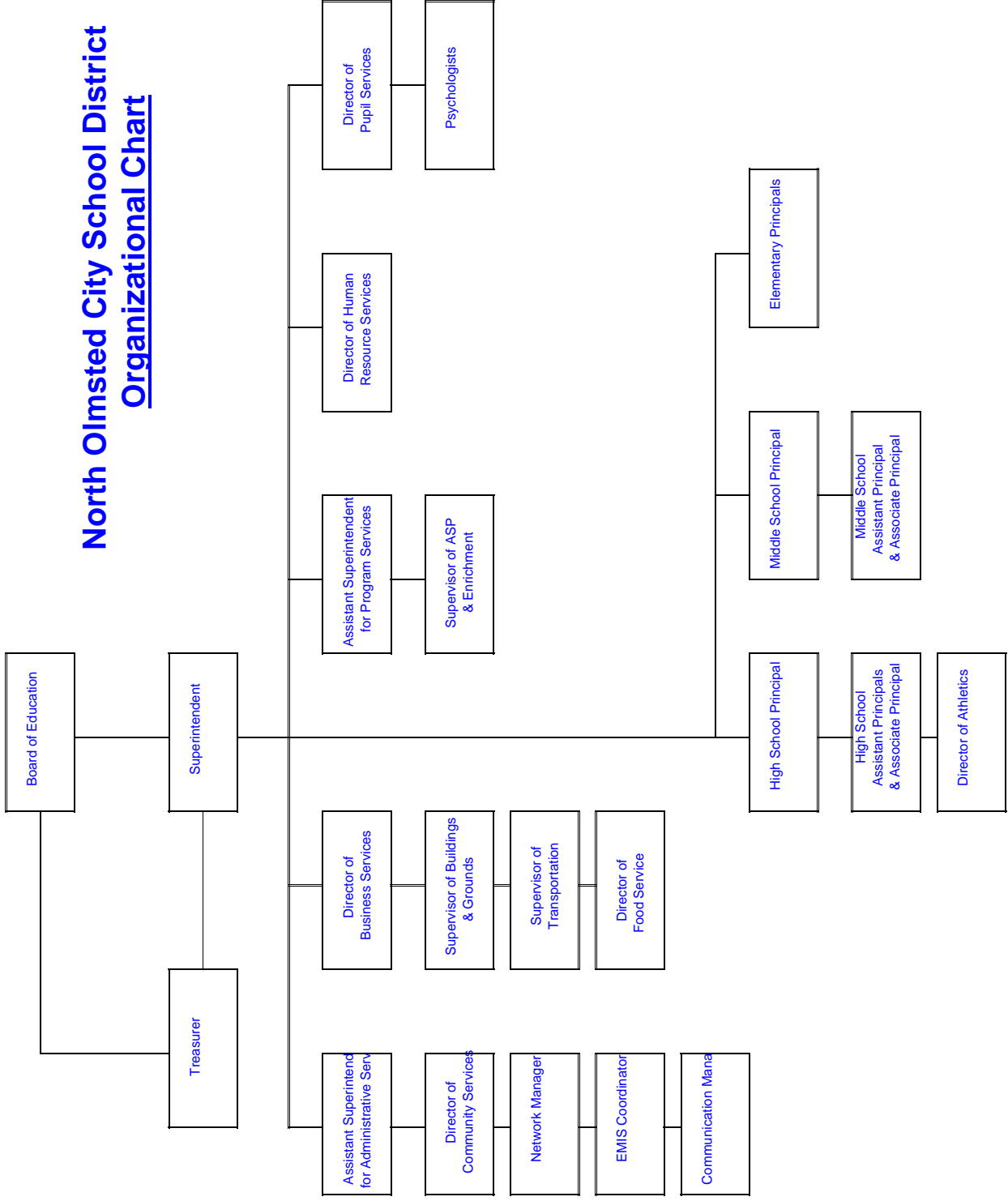
Board of Education

Mr. Donald Frazier	President
Mrs. Claire Hayes	Vice-President
Mrs. Joanne DiCarlo	Member
Mr. Thomas Herbster	Member
Mr. Michael Raig	Member

Administration

Dr. Norma Conner	Superintendent
Dr. Douglas A. Sebring	Assistant Superintendent
Mr. Joseph Hruby	Assistant Superintendent
Robert J. Matson CPA	Treasurer
Mr. Leonard Frick	Director of Business Service
Mr. Gary Novak	Director of Personnel
Ms. Sharon Humphrey	Director of Pupil Services
Vera Brewer	Communication Manager

North Olmsted City School District Organizational Chart



Certificate of Achievement for Excellence in Financial Reporting

Presented to

North Olmsted City
School District, Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2000

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.



Thomas A. Greve
President

Jeffrey L. Esser
Executive Director

**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

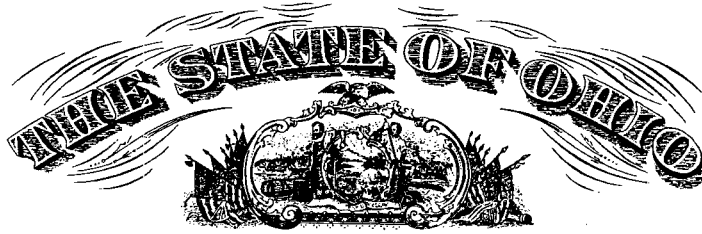
NORTH OLMSTED CITY SCHOOL DISTRICT

For its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 2000

Upon recommendation of the Association's Panel of Review which has judged that the Report substantially conforms to principles and standards of ASBO's Certificate of Excellence Program

Linda White
President

Don K. Hagan
Executive Director



*Auditor of State
Jim Petro
is pleased to present*

The Auditor's Award

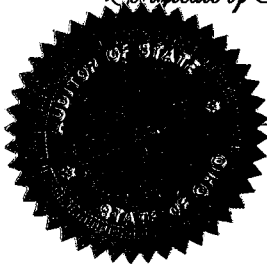
to

*North Olmsted City School District
Robert J. Watson, L.P.A., Treasurer*

*for its outstanding commitment to the highest standards of financial
reporting as evidenced by the presentation of its
1999 Comprehensive Annual Financial Report.*

*And, in further recognition, the Auditor commends
North Olmsted City School District
for meeting the strict standards established by the
United States Government Finance Officers Association
as qualification for its receipt of the Association's*

Certificate of Achievement for Excellence in Financial Reporting.



Jim Petro

*Jim Petro
Auditor of State*



**STATE OF OHIO
OFFICE OF THE AUDITOR**

JIM PETRO, AUDITOR OF STATE

Lausche Bldg
615 W Superior Ave
Floor 12
Cleveland OH 44113 - 1801
Telephone 216-787-3665
800-626-2297
Facsimile 216-787-3361
www.auditor.state.oh.us

REPORT OF INDEPENDENT ACCOUNTANTS

Board of Education
North Olmsted City School District
Cuyahoga County
24100 Palm Drive
North Olmsted, Ohio 44070

We have audited the accompanying general-purpose financial statements of the North Olmsted City School District, Cuyahoga County, Ohio, (the District) as of and for the year ended June 30, 2001, as listed in the table of contents. These general-purpose financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these general-purpose financial statements based on our audit.

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

In our opinion, the general-purpose financial statements referred to above present fairly, in all material respects, the financial position of the North Olmsted City School District, Cuyahoga County, Ohio, as of June 30, 2001, and the results of its operations and the cash flows of its proprietary fund types 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 14, 2001 on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

We performed our audit to form an opinion on the general-purpose financial statements of the District, taken as a whole. The combining and individual fund and account group financial statements and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the general-purpose financial statements. We subjected this information to the auditing procedures applied in the audit of the general-purpose financial statements and, in our opinion, is fairly presented in all material respects, in relation to the general-purpose financial statements taken as a whole.

We did not audit the data included in the introductory and statistical sections of this report and therefore express no opinion thereon.

A handwritten signature in black ink, appearing to read "Jim Petro".

Jim Petro
Auditor of State

December 14, 2001

NORTH OLMSTED CITY SCHOOL DISTRICT
 COMBINED BALANCE SHEET
 ALL FUND TYPES AND ACCOUNT GROUPS
 JUNE 30, 2001

	Governmental Fund Types			Proprietary
	General	Special Revenue	Capital Projects	Enterprise
Assets and other debits				
Equity in pooled cash	\$ 12,050,148	\$ 701,369	\$ 503,251	\$ 101,984
Restricted cash	223,073	-	-	-
Receivables, net of allowance				
Taxes, current	25,702,678	-	1,053,808	-
Taxes, delinquent	1,065,148	-	43,671	-
Accounts and other	77,697	-	-	25,055
Due from other governments	940,664	25,474	7,512	-
Interfund receivable	50,889	-	10,000	-
Inventories and supplies	191,791	-	-	40,366
Property, plant and equipment	-	-	-	430,360
Accumulated depreciation	-	-	-	(342,533)
Amount to be provided for retirement of general obligations	-	-	-	-
Total assets and other debits	\$ 40,302,088	\$ 726,843	\$ 1,618,242	\$ 255,232
Liabilities				
Accounts and contracts payable	\$ 59,848	\$ 206,319	\$ 132,320	\$ 2,453
Accrued salaries, wages and benefits	4,787,658	21,956	-	60,697
Due to students	-	-	-	-
Due to other governments	741,662	10,795	-	87,031
Interfund payable	10,000	25,809	-	25,000
Deferred revenue				
Taxes	24,915,397	-	1,021,530	-
Intergovernmental	749,722	1,474	7,512	16,487
Other	38,723	-	-	-
Notes payable	-	-	-	-
Capitalized lease obligations	-	-	-	-
Compensated absences	76,313	-	-	15,138
Total liabilities	\$ 31,379,323	\$ 266,353	\$ 1,161,362	\$ 206,806
Fund equity and other credits				
Investment in general fixed assets	-	-	-	-
Contributed capital	-	-	-	433,217
Retained earnings				
Unreserved	-	-	-	(384,791)
Fund balance				
Reserved for self-insurance	600,000	-	-	-
Reserved for budget stabilization	223,073	-	-	-
Reserved for inventories	191,791	-	-	-
Reserved for property taxes	1,852,429	-	75,949	-
Reserved for encumbrances	361,412	105,749	20,101	-
Unreserved	5,694,060	354,741	360,830	-
Total fund equity and other credits	\$ 8,922,765	\$ 460,490	\$ 456,880	\$ 48,426
Total liabilities, fund equity and other credits	\$ 40,302,088	\$ 726,843	\$ 1,618,242	\$ 255,232

The accompanying notes are an integral part of these financial statements.

Fund Types	Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)	
		Internal Service	Trust And Agency	General Fixed Assets	General Long Term Debt
\$ 72,105	\$ 72,318	\$ -	\$ -	\$ 13,501,175	\$ 13,887,392
-	-	-	-	223,073	223,073
-	-	-	-	26,756,486	26,337,206
-	-	-	-	1,108,819	951,831
-	-	-	-	102,752	33,073
-	-	-	-	973,650	527,267
-	-	-	-	60,889	99,054
-	-	-	-	232,157	216,295
-	-	27,095,911	-	27,526,271	26,884,052
-	-	-	-	(342,533)	(345,853)
-	-	-	3,835,731	3,835,731	3,799,058
<u>\$ 72,105</u>	<u>\$ 72,318</u>	<u>\$ 27,095,911</u>	<u>\$ 3,835,731</u>	<u>\$ 73,978,470</u>	<u>\$ 72,612,448</u>
\$ -	\$ 314	\$ -	\$ -	\$ 401,254	\$ 321,236
-	-	-	-	4,870,311	3,781,800
-	71,685	-	-	71,685	70,646
-	-	-	292,761	1,132,249	1,038,162
-	80	-	-	60,889	99,054
-	-	-	-	25,936,927	25,932,525
-	-	-	-	775,195	509,466
-	-	-	-	38,723	-
-	-	-	267,301	267,301	410,647
-	-	-	48,269	48,269	141,281
-	-	-	3,227,400	3,318,851	3,059,633
-	<u>72,079</u>	-	<u>3,835,731</u>	<u>36,921,654</u>	<u>35,364,450</u>
-	-	27,095,911	-	27,095,911	26,442,548
-	-	-	-	433,217	433,217
72,105	-	-	-	(312,686)	(400,062)
-	-	-	-	600,000	500,000
-	-	-	-	223,073	223,073
-	-	-	-	191,791	176,106
-	-	-	-	1,928,378	1,356,512
-	-	-	-	487,262	480,723
-	239	-	-	6,409,870	8,035,881
<u>72,105</u>	<u>239</u>	<u>27,095,911</u>	<u>-</u>	<u>37,056,816</u>	<u>37,247,998</u>
<u>\$ 72,105</u>	<u>\$ 72,318</u>	<u>\$ 27,095,911</u>	<u>\$ 3,835,731</u>	<u>\$ 73,978,470</u>	<u>\$ 72,612,448</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –
 ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS
 FOR THE YEAR ENDED JUNE 30, 2001

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
Revenues				
Taxes	\$ 25,376,330	\$ -	\$ -	\$ 1,036,946
Tuition and fees	197,485	-	-	-
Interest	1,036,705	2,392	137,967	17,421
Property rentals	27,879	-	-	-
Intergovernmental	10,239,639	1,496,372	-	228,047
Extracurricular	-	511,643	-	-
Other	272,068	58,258	-	-
Total revenues	<u>37,150,106</u>	<u>2,068,665</u>	<u>137,967</u>	<u>1,282,414</u>
Expenditures				
Current				
Instruction				
Regular	18,276,477	841,648	-	17,089
Special	4,054,408	430,455	-	-
Vocational	631,964	54,000	-	-
Adult/continuing	49,273	46,058	-	-
Other instruction	131,880	-	-	-
Supporting services				
Pupil	2,620,635	79,209	-	-
Instructional staff	1,365,748	12,952	-	-
Board of education	162,958	-	-	-
Administration	2,818,027	183	-	-
Fiscal services	751,264	-	-	-
Business	201,508	6,075	-	-
Operation and maintenance	3,313,353	2,126	-	-
Pupil transportation	1,380,383	-	-	-
Central services	761,739	5,668	-	4,585
Community services	-	-	-	-
Operation of non-instructional				
Food service operation	17,236	1,631	-	-
Community services	25,264	502,834	-	-
Extracurricular activities				
Academic and subject oriented	210,804	-	-	-
Sports oriented	680,834	128,880	-	-
Capital outlay	126,048	137,029	-	1,185,757
Debt service				
Principal	93,012	-	143,346	-
Interest	4,932	-	155,632	-
Total expenditures	<u>37,677,747</u>	<u>2,248,748</u>	<u>298,978</u>	<u>1,207,431</u>
Excess (deficiency) of revenues over expenditures	(527,641)	(180,083)	(161,011)	74,983
Other financing sources (uses)				
Operating transfers-in	-	-	161,011	-
Operating transfers-out	(314,865)	-	-	-
Total other financing sources (uses)	<u>(314,865)</u>	<u>-</u>	<u>161,011</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	(842,506)	(180,083)	-	74,983
Fund balances, beginning of year	9,749,586	640,573	-	381,897
Increase in reserve for inventories	15,685	-	-	-
Fund balances, end of year	<u>\$ 8,922,765</u>	<u>\$ 460,490</u>	<u>\$ -</u>	<u>\$ 456,880</u>

The accompanying notes are an integral part of these financial statements.

Fiduciary Fund Type	Totals (Memorandum Only)	
	2001	2000
Expendable Trust		
\$ -	\$ 26,413,276	24,798,980
-	197,485	199,896
-	1,194,485	959,022
-	27,879	51,508
-	11,964,058	11,205,505
-	511,643	509,781
-	330,326	221,064
-	40,639,152	37,945,756
-	19,135,214	17,933,280
-	4,484,863	3,662,435
-	685,964	625,537
-	95,331	70,549
-	131,880	559,567
-	2,699,844	1,949,556
-	1,378,700	1,308,495
-	162,958	169,592
-	2,818,210	2,412,995
-	751,264	735,413
-	207,583	259,436
-	3,315,479	3,008,439
-	1,380,383	1,328,688
-	771,992	767,832
-	-	6,524
-	18,867	-
-	528,098	472,681
-	210,804	164,164
-	809,714	709,339
-	1,448,834	1,305,574
-	236,358	225,178
-	160,564	102,303
-	41,432,904	37,777,577
-	(793,752)	168,179
-	161,011	161,417
-	(314,865)	(219,617)
-	(153,854)	(58,200)
-	(947,606)	109,979
239	10,772,295	10,634,117
-	15,685	28,199
\$ 239	\$ 9,840,374	\$ 10,772,295

NORTH OLMSTED CITY SCHOOL DISTRICT
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) –
 ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS
 FOR THE YEAR ENDED JUNE 30, 2001

	General Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Taxes	\$ 24,854,000	\$ 24,826,735	\$ (27,265)
Tuition and fees	200,000	197,484	(2,516)
Interest	850,000	1,036,705	186,705
Property rentals	20,000	27,879	7,879
Intergovernmental	9,954,350	10,050,947	96,597
Extracurricular	-	-	-
Other	196,000	233,084	37,084
Total revenues	<u>36,074,350</u>	<u>36,372,834</u>	<u>298,484</u>
Expenditures			
Current			
Instruction			
Regular	18,065,792	17,743,220	322,572
Special	3,836,158	3,814,536	21,622
Vocational	616,615	612,669	3,946
Adult/continuing	49,500	49,240	260
Other instruction	1,056,573	590,192	466,381
Supporting services			
Pupil	2,475,617	2,463,230	12,387
Instructional staff	1,468,414	1,412,338	56,076
Board of education	198,538	180,374	18,164
Administration	2,746,381	2,718,741	27,640
Fiscal services	805,068	759,174	45,894
Business	208,582	201,050	7,532
Operation and maintenance	3,396,058	3,332,471	63,587
Pupil transportation	1,505,740	1,369,133	136,607
Central services	927,841	899,856	27,985
Operation of non-instructional			
Food service operation	11,000	9,544	1,456
Community services	26,350	25,264	1,086
Extracurricular activities			
Academic and subject oriented	209,500	203,604	5,896
Sports oriented	689,928	679,805	10,123
Capital outlay	149,634	128,870	20,764
Debt service			
Principal	-	-	-
Interest	-	-	-
Total expenditures	<u>38,443,289</u>	<u>37,193,311</u>	<u>1,249,978</u>
Excess (deficiency) of revenues over expenditures	<u>(2,368,939)</u>	<u>(820,477)</u>	<u>1,548,462</u>
Other financing sources (uses)			
Operating transfers-in	-	-	-
Proceeds from sale of notes	-	-	-
Advances-in	-	99,054	99,054
Refund prior year expenditure	9,000	30,401	21,401
Advances-out	(51,474)	(50,889)	585
Refund prior year receipt	-	-	-
Operating transfers-out	(322,065)	(322,065)	-
Total other financing sources (uses)	<u>(364,539)</u>	<u>(243,499)</u>	<u>121,040</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	(2,733,478)	(1,063,976)	1,669,502
Prior year encumbrances	504,436	504,436	-
Fund balances, beginning of year	12,411,500	12,411,500	-
Fund balances, end of year	<u>\$ 10,182,458</u>	<u>\$ 11,851,960</u>	<u>\$ 1,669,502</u>

The accompanying notes are an integral part of these financial statements.

Special Revenue			Debt Service		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
2,392	2,392	-	137,967	137,967	-
-	-	-	-	-	-
1,499,724	1,479,148	(20,576)	-	-	-
504,513	511,643	7,130	-	-	-
58,024	58,258	234	-	-	-
<u>2,064,653</u>	<u>2,051,441</u>	<u>(13,212)</u>	<u>137,967</u>	<u>137,967</u>	<u>-</u>
991,484	914,757	76,727	-	-	-
465,187	313,709	151,478	-	-	-
54,000	54,000	-	-	-	-
66,287	47,906	18,381	-	-	-
-	-	-	-	-	-
100,195	96,709	3,486	-	-	-
13,952	13,085	867	-	-	-
-	-	-	-	-	-
1,184	(564)	1,748	-	-	-
-	-	-	-	-	-
25,452	6,075	19,377	-	-	-
1,735	2,126	(391)	-	-	-
-	-	-	-	-	-
12,821	5,717	7,104	-	-	-
1,661	1,631	30	-	-	-
510,921	501,682	9,239	-	-	-
-	-	-	-	-	-
137,708	129,786	7,922	-	-	-
199,932	141,051	58,881	-	-	-
-	-	-	2,878,346	2,878,346	-
-	-	-	155,632	155,632	-
<u>2,582,519</u>	<u>2,227,670</u>	<u>354,849</u>	<u>3,033,978</u>	<u>3,033,978</u>	<u>-</u>
<u>(517,866)</u>	<u>(176,229)</u>	<u>341,637</u>	<u>(2,896,011)</u>	<u>(2,896,011)</u>	<u>-</u>
-	-	-	161,011	161,011	-
-	-	-	2,735,000	2,735,000	-
335	25,809	25,474	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
(36,636)	(36,636)	-	-	-	-
-	-	-	-	-	-
<u>(36,301)</u>	<u>(10,827)</u>	<u>25,474</u>	<u>2,896,011</u>	<u>2,896,011</u>	<u>-</u>
(554,167)	(187,056)	367,111	-	-	-
73,466	73,466	-	-	-	-
634,495	634,495	-	-	-	-
<u>\$ 153,794</u>	<u>\$ 520,905</u>	<u>\$ 367,111</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(Continued)

NORTH OLMSTED CITY SCHOOL DISTRICT
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) –
 ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS
 FOR THE YEAR ENDED JUNE 30, 2001
 (CONCLUDED)

	Capital Projects		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Taxes	\$ 1,013,135	\$ 1,014,675	\$ 1,540
Tuition and fees	-	-	-
Interest	17,182	17,421	239
Property rentals	-	-	-
Intergovernmental	228,047	228,047	-
Extracurricular	-	-	-
Other	-	-	-
Total revenues	<u>1,258,364</u>	<u>1,260,143</u>	<u>1,779</u>
Expenditures			
Current			
Instruction			
Regular	37,957	17,089	20,868
Special	-	-	-
Vocational	-	-	-
Adult/continuing	-	-	-
Other instruction	-	-	-
Supporting services			
Pupil	-	-	-
Instructional staff	-	-	-
Board of education	-	-	-
Administration	-	-	-
Fiscal services	-	-	-
Business	-	-	-
Operation and maintenance	-	-	-
Pupil transportation	-	-	-
Central services	4,585	4,585	-
Operation of non-instructional			
Food service operation	-	-	-
Community services	-	-	-
Extracurricular activities	-	-	-
Academic and subject oriented	-	-	-
Sports oriented	-	-	-
Capital outlay	1,394,703	1,205,858	188,845
Debt service			
Principal	-	-	-
Interest	-	-	-
Total expenditures	<u>1,437,245</u>	<u>1,227,532</u>	<u>209,713</u>
Excess (deficiency) of revenues over expenditures	<u>(178,881)</u>	<u>32,611</u>	<u>211,492</u>
Other financing sources (uses)			
Operating transfers-in	-	-	-
Proceeds from sale of notes	-	-	-
Advances-in	-	-	-
Refund prior year expenditure	-	-	-
Advances-out	(5,000)	(5,000)	-
Refund prior year receipt	-	-	-
Operating transfers-out	-	-	-
Total other financing sources (uses)	<u>(5,000)</u>	<u>(5,000)</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	<u>(183,881)</u>	<u>27,611</u>	<u>211,492</u>
Prior year encumbrances	221,543	221,543	-
Fund balances, beginning of year	101,676	101,676	-
Fund balances, end of year	<u>\$ 139,338</u>	<u>\$ 350,830</u>	<u>\$ 211,492</u>

The accompanying notes are an integral part of these financial statements.

Expendable Trust Funds			Totals (Memorandum Only)		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$ -	\$ -	\$ -	\$ 25,867,135	\$ 25,841,410	\$ (25,725)
-	-	-	200,000	197,484	(2,516)
-	-	-	1,007,541	1,194,485	186,944
-	-	-	20,000	27,879	7,879
-	-	-	11,682,121	11,758,142	76,021
-	-	-	504,513	511,643	7,130
-	-	-	254,024	291,342	37,318
-	-	-	39,535,334	39,822,385	287,051
-	-	-	19,095,233	18,675,066	420,167
-	-	-	4,301,345	4,128,245	173,100
-	-	-	670,615	666,669	3,946
-	-	-	115,787	97,146	18,641
-	-	-	1,056,573	590,192	466,381
-	-	-	2,575,812	2,559,939	15,873
-	-	-	1,482,366	1,425,423	56,943
-	-	-	198,538	180,374	18,164
-	-	-	2,747,565	2,718,177	29,388
-	-	-	805,068	759,174	45,894
-	-	-	234,034	207,125	26,909
-	-	-	3,397,793	3,334,597	63,196
-	-	-	1,505,740	1,369,133	136,607
-	-	-	945,247	910,158	35,089
-	-	-	12,661	11,175	1,486
-	-	-	537,271	526,946	10,325
-	-	-	209,500	203,604	5,896
-	-	-	827,636	809,591	18,045
-	-	-	1,744,269	1,475,779	268,490
-	-	-	2,878,346	2,878,346	-
-	-	-	155,632	155,632	-
-	-	-	45,497,031	43,682,491	1,814,540
-	-	-	(5,961,697)	(3,860,106)	2,101,591
-	-	-	161,011	161,011	-
-	-	-	2,735,000	2,735,000	-
-	-	-	335	124,863	124,528
-	-	-	9,000	30,401	21,401
-	-	-	(56,474)	(55,889)	585
-	-	-	(36,636)	(36,636)	-
-	-	-	(322,065)	(322,065)	-
-	-	-	2,490,171	2,636,685	146,514
-	-	-	(3,471,526)	(1,223,421)	2,248,105
-	-	-	799,445	799,445	-
239	239	-	13,147,910	13,147,910	-
\$ 239	\$ 239	\$ -	\$ 10,475,829	\$ 12,723,934	\$ 2,248,105

NORTH OLMSTED CITY SCHOOL DISTRICT
 COMBINED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS
 ALL PROPRIETARY FUND TYPES
 FOR THE YEAR ENDED JUNE 30, 2001

	Enterprise	Internal Service	Totals (Memorandum Only)	
			2001	2000
Operating revenues				
Tuition and fees	\$ 40,895	\$ -	\$ 40,895	\$ 48,210
Sales	948,899	50,470	999,369	988,672
Other	19,489	-	19,489	75,691
Total operating revenues	<u>1,009,283</u>	<u>50,470</u>	<u>1,059,753</u>	<u>1,112,573</u>
Operating expenses				
Salaries and wages	452,344	-	452,344	432,276
Fringe benefits	186,710	-	186,710	165,794
Contractual services	670,958	2,165	673,123	665,140
Materials and supplies	54,479	-	54,479	104,704
Other expenses	11,353	4,390	15,743	28,703
Transportation services	-	67,988	67,988	65,340
Depreciation expense	10,522	-	10,522	11,838
Total operating expenses	<u>1,386,366</u>	<u>74,543</u>	<u>1,460,909</u>	<u>1,473,795</u>
Operating loss	<u>(377,083)</u>	<u>(24,073)</u>	<u>(401,156)</u>	<u>(361,222)</u>
Nonoperating revenues (expenses)				
Interest	1,796	-	1,796	2,476
Intergovernmental	328,362	-	328,362	309,699
Other	-	5,271	5,271	-
Loss on disposal of fixed assets	(751)	-	(751)	(2,623)
Total nonoperating revenues (expenses)	<u>329,407</u>	<u>5,271</u>	<u>334,678</u>	<u>309,552</u>
Loss before operating transfers	<u>(47,676)</u>	<u>(18,802)</u>	<u>(66,478)</u>	<u>(51,670)</u>
Operating transfers-in	<u>138,354</u>	<u>15,500</u>	<u>153,854</u>	<u>58,200</u>
Net income (loss)	90,678	(3,302)	87,376	6,530
Retained earnings, beginning of year	<u>(475,469)</u>	<u>75,407</u>	<u>(400,062)</u>	<u>(406,592)</u>
Retained earnings, end of year	<u>\$ (384,791)</u>	<u>\$ 72,105</u>	<u>\$ (312,686)</u>	<u>\$ (400,062)</u>

The accompanying notes are an integral part of these financial statements.

NORTH OLMSTED CITY SCHOOL DISTRICT
 COMBINED STATEMENT OF CASH FLOWS
 ALL PROPRIETARY FUND TYPES
 FOR THE YEAR ENDED JUNE 30, 2001

	Enterprise	Internal Service	Totals (Memorandum Only)	
			2001	2000
Cash flows from operating activities:				
Operating (loss)	\$ (377,083)	\$ (24,073)	\$ (401,156)	\$ (361,222)
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation	10,522	-	10,522	11,838
Donated commodities used	69,162	-	69,162	61,438
Changes in net assets (increase) decrease and liabilities increase (decrease):				
Receivables, accounts and other	(8,465)	16,483	8,018	(25,178)
Due from other governments	37,207	-	37,207	1,218
Inventories and supplies	(177)	-	(177)	1,295
Accounts and contracts payable	268	-	268	(3,996)
Accrued salaries and benefits payable	10,769	-	10,769	1,639
Due to other governments	8,648	-	8,648	(2,783)
Interfund payable	(63,354)	-	(63,354)	-
Deferred revenue	(5,169)	-	(5,169)	2,537
Compensated absences	(3,758)	-	(3,758)	7,496
Total adjustments	55,653	16,483	72,136	55,504
Net cash (used in) operating activities	(321,430)	(7,590)	(329,020)	(305,718)
Cash flows from non-capital financing activities:				
Intergovernmental revenue	259,200	-	259,200	248,261
Other non-operating revenue	-	5,271	5,271	-
Operating transfers-in	138,354	15,500	153,854	58,200
Net cash provided by non-capital financing activities	397,554	20,771	418,325	306,461
Cash flows from capital and related financing activities:				
Acquisition of fixed assets	(3,449)	-	(3,449)	-
Net cash (used in) capital and related financing activities	(3,449)	-	(3,449)	-
Cash flows from investing activities:				
Interest income	1,796	-	1,796	2,476
Net cash provided by investing activities	1,796	-	1,796	2,476
Net increase in cash and cash equivalents	74,471	13,181	87,652	3,219
Equity in pooled cash and equivalents, beginning of year	27,513	58,924	86,437	83,218
Equity in pooled cash and equivalents, end of year	\$ 101,984	\$ 72,105	\$ 174,089	\$ 86,437
Non-cash transactions;				
Disposal of fixed assets, net book value	\$ 751	\$ -	\$ 751	\$ 2,623

The accompanying notes are an integral part of these financial statements.

NORTH OLMSTED CITY SCHOOL DISTRICT
 COMBINED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND BALANCES
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 ALL PROPRIETARY FUND TYPES
 FOR THE YEAR ENDED JUNE 30, 2001

	Enterprise		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Tuition and fees	\$ 40,760	\$ 40,895	\$ 135
Sales	957,434	957,434	-
Other	510	510	-
Total operating revenues	<u>998,704</u>	<u>998,839</u>	<u>135</u>
Operating expenses			
Instruction			
Adult and continuing education	53,126	52,552	574
Materials and supplies	11,051	11,051	-
Food service operations			
Salaries and wages	431,637	431,637	-
Fringe benefits	174,258	173,286	972
Purchased services	645,201	642,199	3,002
Materials and supplies	7,000	4,476	2,524
Other expenditures	60	60	-
Instructional support services			
Purchased services	-	-	-
Other expenditures	-	-	-
Transportation services			
Purchased services	-	-	-
Capital outlay	4,441	4,441	-
Total operating expenses	<u>1,326,774</u>	<u>1,319,702</u>	<u>7,072</u>
Excess (deficiency) of operating revenues over operating expenses	<u>(328,070)</u>	<u>(320,863)</u>	<u>7,207</u>
Nonoperating revenues (expenses)			
Interest	1,742	1,796	54
Intergovernmental	258,472	296,407	37,935
Other	18,979	18,979	-
Advances-in	25,000	25,000	-
Advances-out	(88,354)	(88,354)	-
Total nonoperating revenues (expenses)	<u>215,839</u>	<u>253,828</u>	<u>37,989</u>
Excess (deficiency) of revenues over expenses before operating transfers	<u>(112,231)</u>	<u>(67,035)</u>	<u>45,196</u>
Operating transfers-in	<u>138,354</u>	<u>138,354</u>	<u>-</u>
Net excess (deficiency) of revenues over expenses	26,123	71,319	45,196
Prior year encumbrances	-	-	-
Fund balances, beginning of year	<u>27,513</u>	<u>27,513</u>	<u>-</u>
Fund balances, end of year	<u>\$ 53,636</u>	<u>\$ 98,832</u>	<u>\$ 45,196</u>

The accompanying notes are an integral part of these financial statements.

Internal Service			Totals (Memorandum Only)		
Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
\$ -	\$ -	\$ -	\$ 40,760	\$ 40,895	\$ 135
50,470	50,470	-	1,007,904	1,007,904	-
15,834	15,834	-	16,344	16,344	-
<u>66,304</u>	<u>66,304</u>	<u>-</u>	<u>1,065,008</u>	<u>1,065,143</u>	<u>135</u>
-	-	-	53,126	52,552	574
-	-	-	11,051	11,051	-
-	-	-	431,637	431,637	-
-	-	-	174,258	173,286	972
-	-	-	645,201	642,199	3,002
-	-	-	7,000	4,476	2,524
-	-	-	60	60	-
2,290	2,165	125	2,290	2,165	125
4,000	3,741	259	4,000	3,741	259
67,988	67,988	-	67,988	67,988	-
-	-	-	4,441	4,441	-
<u>74,278</u>	<u>73,894</u>	<u>384</u>	<u>1,401,052</u>	<u>1,393,596</u>	<u>7,456</u>
<u>(7,974)</u>	<u>(7,590)</u>	<u>384</u>	<u>(336,044)</u>	<u>(328,453)</u>	<u>7,591</u>
-	-	-	1,742	1,796	54
-	-	-	258,472	296,407	37,935
5,271	5,271	-	24,250	24,250	-
-	-	-	25,000	25,000	-
-	-	-	(88,354)	(88,354)	-
<u>5,271</u>	<u>5,271</u>	<u>-</u>	<u>221,110</u>	<u>259,099</u>	<u>37,989</u>
(2,703)	(2,319)	384	(114,934)	(69,354)	45,580
<u>15,500</u>	<u>15,500</u>	<u>-</u>	<u>153,854</u>	<u>153,854</u>	<u>-</u>
12,797	13,181	384	38,920	84,500	45,580
127	127	-	127	127	-
<u>58,797</u>	<u>58,797</u>	<u>-</u>	<u>86,310</u>	<u>86,310</u>	<u>-</u>
<u>\$ 71,721</u>	<u>\$ 72,105</u>	<u>\$ 384</u>	<u>\$ 125,357</u>	<u>\$ 170,937</u>	<u>\$ 45,580</u>

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NORTH OLMSTED CITY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2001

NOTE 1 NATURE OF BASIC OPERATIONS AND DESCRIPTION OF THE ENTITY

The North Olmsted City School District (the District) was established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio. The District is a city school district as defined by Section 3311.03 of the Ohio Revised Code. The District operates under an elected Board of Education consisting of five members and is responsible for providing public education to residents of the District. Average daily membership on, or as of, October 1, 2000 was 4,760. The District employs 356 certificated and 274 non-certificated employees.

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

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

The District is associated with the Lake Erie Educational Computer Association, the Polaris Career Center, the North Olmsted City Schools Education Foundation, and the Ohio School Council Association which are considered to be jointly governed organizations. The District also participates in a public risk pool managed by the Ohio Schools Boards Association Workers' Compensation Group Rating Program. These organizations and their relationships with the District are described in more detail in Notes 18 and 19 to these financial statements.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND CHANGES IN ACCOUNTING PRINCIPLES

The financial statements of the District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. For this fiscal year the District has implemented GASB Statement No. 33 "Accounting and Financial reporting for Nonexchange Transactions" and GASB Statement No. 36 "Recipient Reporting for Certain Shared Nonexchange Revenues". At June 30, 2000 there was no effect on fund balance as a result of these implementations.

A. BASIS OF PRESENTATION - FUND ACCOUNTING

The accounts of the District are maintained on the basis of fund and account groups, each of which is considered a separate accounting entity. The operation of each fund is accounted for within a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures, or expenses, as appropriate. The following fund types and account groups are used by the District:

Governmental Fund Types

Governmental funds are those through which most governmental functions of the School District are financed. The acquisition, use, and balances of the District's expendable financial resources and the related current liabilities (except those accounted for in proprietary funds and trust funds) are accounted for through governmental funds. The measurement focus is based upon current financial resources. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) of "available spendable resources" during a period. Governmental funds include the following fund types:

NORTH OLMSTED CITY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2001

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND CHANGES IN ACCOUNTING PRINCIPLES
(continued)

A. BASIS OF PRESENTATION - FUND ACCOUNTING (continued)

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

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than expendable trusts, or major capital projects) that are legally restricted to expenditures for specified purposes.

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

Capital Projects Funds - The Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds or trust funds).

Proprietary Fund Types

Proprietary Funds are used to account for the District's ongoing activities, which are similar to those often found in the private sector. Proprietary fund measurement focus is based upon the flow of economic resources. All assets and all liabilities (whether current or noncurrent) associated with their activity are included on the balance sheet. Fund equity (net total assets) is segregated into contributed capital and retained earnings components. Proprietary funds include the following fund types:

Enterprise Funds - Enterprise Funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or, (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

Internal Service Funds - Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the District, or to other governments, on a cost-reimbursement basis.

Fiduciary Fund Types

Fiduciary fund types are used to account for assets held by the District in a trustee capacity or as an agent on behalf of others. Fiduciary fund types are as follows:

Expendable Trust Funds - are accounted for in essentially the same manner as governmental fund types, using the same measurement focus and basis of accounting.

Agency Fund - is custodial in nature and does not present results of operations or has no measurement focus. The agency fund is accounted for using the modified accrual basis of accounting. This fund is used to account for assets that the government holds for others in an agency capacity.

NORTH OLMSTED CITY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2001

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND CHANGES IN ACCOUNTING PRINCIPLES
(continued)

A. BASIS OF PRESENTATION - FUND ACCOUNTING (continued)

Account Groups

To make a clear distinction between fixed assets related to specific funds and those of general government, and between long-term liabilities related to specific funds and those of a general nature, the following account groups are used:

General Fixed Assets Account Group - used to account for all fixed assets acquired principally for general purposes other than those accounted for in proprietary or trust funds.

General Long-term Debt Account Group - used to account for the outstanding principal balances of general obligation debt and other long-term debt not reported in the proprietary funds.

B. BASIS OF ACCOUNTING

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurement made. The modified accrual basis of accounting is followed for governmental, agency and expendable trust funds. The measurement focus is upon determination of financial position and changes in financial position (sources, uses and balances of financial resources) rather than upon net income determination. Under the modified accrual basis of accounting:

1. Only current assets and current liabilities are generally included on the balance sheet.
2. Operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets.
3. 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. Nonexchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.
 - a) Revenue accrued at the end of the year included rent, tuition, interest, student fees, a portion of personal property taxes, and a portion of state funds for expenditure reimbursements.
 - b) Property taxes measurable as of June 30, 2001, and delinquent property taxes, whose availability is indeterminable, and which are intended to finance fiscal 2001 operations, have been recorded as deferred revenue.
4. Expenditures are recognized in the period in which the fund liability is incurred with the following exceptions: general long term obligation principal and interest are reported only when due; the current costs of accumulated unpaid vacation and sick leave are reported in the period in which they will be liquidated with available financial resources rather than in the period earned by employees.

NORTH OLMSTED CITY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2001

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND CHANGES IN ACCOUNTING PRINCIPLES
(continued)

B. BASIS OF ACCOUNTING (continued)

The proprietary funds are accounted for on the accrual basis of accounting. Revenues are recognized in the period earned and expenses are recognized in the period incurred. As permitted, the Board of Education has elected to apply only applicable FASB Statements and Interpretations issued before November 30, 1989 in its accounting and reporting practices for its proprietary operations, unless those pronouncements conflict or contradict GASB pronouncements.

C. BUDGETARY ACCOUNTING

The School District is required by state statute to adopt an annual appropriated budget for all governmental and proprietary funds. The specific timetable follows:

1. Prior to January 15, the Treasurer submits to the Board of Education a proposed operating budget for the fiscal year commencing the following July 1. The budget includes proposed expenditures and the means of financing for all funds. Public hearings are publicized and conducted to obtain taxpayers comments. The purpose of this budget document is to reflect the need for existing (or increased) tax rates.
2. By no later than January 20, the Board of Education adopted budget is filed with the Cuyahoga County Budget Commission for rate determination.
3. On or about April 1, the Board of Education accepts, by formal resolution, the tax rates as determined by the Budget Commission and receives the Commission's Certificate of Estimated Resources, which states the projected revenue of each fund. Prior to June 30, the School District must revise its budget so that total contemplated expenditures from any fund during the ensuing year will not exceed the amount stated in the Certificate of Estimated Resources. The revised budget then serves as a basis for the appropriation measure. On or about July 1, the Certificate is amended to include any unencumbered cash balances from the preceding year. The Certificate may be further amended during the year if projected increases or decreases in revenue are identified by the District Treasurer. The amounts reported in the budgetary statement reflect the amounts set forth in the final amended certificate issued for 2001.
4. On or before July 1, the annual appropriation resolution is legally enacted by the Board of Education. The legal level of appropriations is at the fund and object level of expenditures for the General Fund and at the fund level for all other funds. Budgetary control used for management purposes is maintained at the fund, function, and object level. Agency type funds have only total receipts and expenditures as their budget. Resolution appropriations by fund must be within the estimated resources as certified by the County Budget Commission and the total of expenditures and encumbrances may not exceed the appropriation totals. Management may revise budget amounts within an individual fund so long as the legal level of control is not exceeded.
5. Appropriation amounts are as originally adopted, or as amended by the Board of Education throughout the year by supplemental appropriations. All supplemental appropriations were legally enacted by the Board of Education during 2001 and none were significant.
6. Unencumbered appropriations lapse at year end. Encumbered appropriations are carried forward to the succeeding fiscal year and need not be reappropriated. Expenditures plus encumbrances may not legally exceed budgeted appropriations at the fund level.

NORTH OLMSTED CITY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2001

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND CHANGES IN ACCOUNTING PRINCIPLES
(continued)

C. BUDGETARY ACCOUNTING (continued)

While reporting financial position, results of operations, and changes in fund balance/retained earnings on the basis of generally accepted accounting principles (GAAP basis), the budgetary basis, as provided by law, is based upon accounting for transactions on a basis of cash receipts, disbursements, and encumbrances. Accordingly, the "Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual (non-GAAP basis) - All Governmental Fund Types and Expendable Trust Funds" and the "Combined Statement of Revenues, Expenses, and Changes in Fund Balances - Budget and Actual (non-GAAP basis) - All Proprietary Fund Types" are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget and to demonstrate compliance with State statute. The major differences between the budget basis and the GAAP basis are that:

1. Revenues are recorded when received (budget basis) rather than when susceptible to accrual (GAAP basis).
2. Expenditures/expenses are recorded when paid or encumbered (budget basis) rather than when the liability is incurred (GAAP basis).

The adjustments necessary to convert the results of operations for the year from the budget basis to the GAAP basis for the governmental funds follow:

	Excess (deficiency) of revenues over expenditures and other sources (uses) - <u>reconciliation of budget basis to GAAP basis</u>			
	General	Special Revenue	Debt Service	Capital Projects
Budget basis	\$ (1,063,976)	\$ (187,056)	\$ -	\$ 27,611
Adjustments, increase (decrease)				
Revenue accruals	777,272	17,224	-	22,271
Expenditure accruals	(484,436)	(21,078)	2,735,000	20,101
Other sources (uses)	(71,366)	10,827	(2,735,000)	5,000
GAAP basis, as reported	<u>\$ (842,506)</u>	<u>\$ (180,083)</u>	<u>\$ -</u>	<u>\$ 74,983</u>

NORTH OLMSTED CITY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2001

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND CHANGES IN ACCOUNTING PRINCIPLES
(continued)

B. BUDGETARY ACCOUNTING (continued)

The adjustments necessary to convert the results of operations for the year from the budget basis to the GAAP basis for the proprietary funds follow:

	Excess (deficiency) of revenues over expenses and other sources (uses) - <u>reconciliation of budget basis to GAAP basis</u>	
	Enterprise	Internal Service
Budget basis	\$ 71,319	\$ 13,181
Adjustments, increase (decrease)		
Revenue accruals	(1,580)	(15,834)
Expense accruals	31,461	(649)
Depreciation	(10,522)	-
GAAP basis, as reported	\$ 90,678	\$ (3,302)

D. ENCUMBRANCES

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary control. Encumbrances are reported as a reservation of fund balance in all governmental funds.

E. CASH AND INVESTMENTS

Cash received by the School District is deposited in one central bank account with individual fund balance integrity maintained through District records. Monies for all funds are maintained in this account or temporarily transferred to the State Treasurer's investment pool (STAROhio) or other short term investments. Under existing Ohio statutes, interest earnings are allocated to funds based on average monthly cash balances. Interest income earned for the year ended June 30, 2001 totaled \$ 1,196,281.

Except for investment contracts and money market investments that had a remaining maturity of one year or less at the time of purchase, investments are reported at fair value, which is based on quoted market prices. Investment contracts and money market investments that had a remaining maturity of one year or less at the time of purchase are reported at cost or amortized cost.

The School District has invested in the State Treasury Asset Reserve of Ohio (STAROhio) during the year. STAROhio is an investment pool managed by the State Treasurer's Office, which allows governments within the State to pool their funds for investment purposes. STAROhio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAROhio are valued at STAROhio's share price, which is the price the investment could be sold for on June 30, 2001.

For purposes of the combined statement of cash flows and for presentation on the combined balance sheet, investments with a maturity of three months or less are considered to be cash equivalents.

F. RESTRICTED CASH

Restricted cash in the general fund represents cash and cash equivalents set aside to establish a budget stabilization reserve. A fund balance reserve has also been established.

NORTH OLMSTED CITY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2001

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND CHANGES IN ACCOUNTING PRINCIPLES

(continued)

G. INVENTORY

Inventories are valued at cost, which approximates market, using the first-in, first-out method (FIFO) and are determined by physical count. Inventories in governmental funds consist of expendable supplies held for consumption. The cost of inventory items is recognized as an expenditure on acquisition (purchase method). Reported inventories in governmental funds are equally offset by a reservation of fund balance indicating they are unavailable for appropriation.

H. FIXED ASSETS

General Fixed Assets Account Group

General fixed assets are capitalized at cost (or estimated historical cost) and updated for the cost of additions and retirements during the year in the General Fixed Assets Account Group. Donated fixed assets are recorded at their fair market value as of the date received. The District follows the policy of not capitalizing assets with a cost of less than \$250. No depreciation is recognized for assets in the General Fixed Assets Account Group. Interest incurred during construction is not capitalized on general fixed assets. The District does not possess any infrastructure.

Proprietary Funds

Fixed assets in the proprietary funds are stated at historical cost (or estimated historical cost) and updated for the cost of additions and retirements during the year. Contributed fixed assets are recorded at their fair market value as of the date donated. Depreciation has been provided, where appropriate, on a straight-line basis over the following estimated useful lives:

<u>Asset</u>	<u>Estimated useful life</u>
Buildings	45 years
Building improvements	20 years
Equipment	10 years
Vehicles	5 years

I. INTERFUND TRANSACTIONS

During the course of normal operations, the School District has numerous transactions between funds. The most significant include:

1. Transfers of resources from one fund to another fund through which resources expended are recorded as operating transfers.
2. Reimbursements from one fund to another are treated as expenditures/expenses in the reimbursing fund and a reduction in expenditures/expenses in the reimbursed fund.
3. Short-term interfund loans are reflected as interfund receivable and interfund payable.
4. Residual equity transfers represent non-recurring or non-routine permanent transfers of the equity balance of funds no longer being used.

Interfund transactions are presented in Note 6.

NORTH OLMSTED CITY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2001

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND CHANGES IN ACCOUNTING PRINCIPLES
(continued)

J. COMPENSATED ABSENCES

Vacation benefits are accrued as a liability as the benefits are earned if the employee's rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means. Sick leave benefits are accrued as a liability using the vesting method. The liability is based on an estimate of the amount of accumulated sick leave that will be paid as a termination benefit.

In the governmental funds compensated absences that are expected to be liquidated with expendable available resources are reported as an expenditure and fund liability in the fund that will pay for them. The remainder of the compensated absences liability is reported in the General Long-term Debt Account Group. In the proprietary funds, compensated absences are recorded as an expense and liability of the fund that will pay for them.

K. FUND BALANCE RESERVES

Reserved fund balances represent the portion of fund equity that is legally segregated for specific future use or not available for current appropriations. Fund equity reserves are established for encumbrances, inventories of material and supplies, property taxes, medical claims and for budget stabilization. The reserve for property taxes represents property taxes recognized as revenue under generally accepted accounting principles but not available for appropriations under State statutes. Unreserved fund balances represents that portion of fund equity which is available for appropriation in future periods.

L. TOTAL COLUMNS ON COMBINED STATEMENTS

Total columns on the combined statements are captioned (Memorandum Only) to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or cash flows in conformity with generally accepted accounting principles. Nor is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

M. USE OF ESTIMATES

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

NOTE 3 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Fund balances at June 30, 2001 include a deficit fund equity balance in the Special Revenue Title I Fund of \$ 4,167. This deficit results from reflecting expenditures in accordance with the modified accrual basis which are substantially larger than the amounts recognized on the budget basis. Retained earnings at June 30, 2001 include a deficit balance in the Enterprise Food Service Fund of \$ 414,392. This deficit results from reflecting expenses in accordance with the accrual basis which are substantially larger than the amounts recognized on the budget basis. The District, in accordance with its budget basis, will appropriate such expenditures and expenses from resources of the subsequent year.

NORTH OLMSTED CITY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2001

NOTE 4 STATUTORY RESERVES

The District is required by state law to set aside certain general fund revenue amounts, as defined, into various reserves. During the fiscal year ended June 30, 2001, the reserve activity (cash basis) was as follows:

	<u>Textbook</u>	<u>Capital Maintenance</u>	<u>Budget Stabilization</u>	<u>Total</u>
Balance, July 1, 2000	\$ -	\$ -	\$ 223,073	\$ 223,073
Required set aside	873,106	873,106	-	1,746,212
Offset credits	-	(873,106)	-	(873,106)
Qualifying expenditures	(873,106)	-	-	(873,106)
Balance June 30, 2001	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 223,073</u>	<u>\$ 223,073</u>

Expenditures and offset credits for textbooks and capital maintenance during the year were \$ 1,544,863 and \$ 1,137,138, respectively, which exceeded the required set-aside and the reserve balance. Textbook expenditures have exceeded statutory requirements by \$ 671,757 which may be used as offset credits for future years' set aside requirements.

NOTE 5 DEPOSITS AND INVESTMENTS

A. LEGAL REQUIREMENTS

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

Active deposits are public deposits necessary to meet current demands on the treasury. Such monies must be maintained either as cash in the 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 District's Board of Education has identified as not required for use within the current two 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 may be deposited or invested in the following securities:

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

NORTH OLMSTED CITY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2001

NOTE 5 DEPOSITS AND INVESTMENTS (continued)

A. LEGAL REQUIREMENTS (continued)

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

Investments in stripped principal or interest obligations, reverse repurchase agreements, and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. An investment must mature within five years from the date of purchase unless matched to a specific obligation of debt of the District, and must be purchased with the expectation that it will be held until maturity.

Protection of the District's deposits is provided by the Federal Deposit Insurance Corporation, by eligible securities pledged by the financial institution as security for repayment, by surety company bonds deposited with the treasurer by the financial institution or by a single collateral pool established by the financial institution to secure the repayment of all public monies deposited with the institution.

Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the treasurer or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

The District maintains a cash and investment pool used by various funds. Each fund type's portion of this pool is displayed on the combined balance sheet as "Equity in pooled cash."

B. DEPOSITS

The District maintains a control disbursement system for its main checking account. Under this system the actual cash on deposit at the bank is limited to the dollar amount of checks that will be cashed the following day. At June 30, 2001, the carrying amount of the District's deposits was \$ 1,376,044 and the bank balance was \$ 2,553,219 all of which was covered by federal depository insurance or by collateral held by a qualified third party trustee in the name of the North Olmsted City School District.

NORTH OLMSTED CITY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2001

NOTE 5 DEPOSITS AND INVESTMENTS (continued)

C. INVESTMENTS

Investments are categorized to give an indication of the level of risk assumed by the entity at year-end. Category 1 includes investments that are insured or registered or for which the securities are held by the District. Category 2 includes uninsured and unregistered investments which are held by the counterparty's trust department or agent in the District's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty or by its trust department or agent but not in the District's name. Investment in STAROhio, the State Treasurer's Investment Pool, is not classified by degree of credit risk since it is not evidenced by securities that exist in physical or book entry form.

	Category			Fair Value
	1	2	3	
U. S. Government securities	\$ -	\$ -	\$5,467,093	\$ 5,467,093
Investment in State Treasurer's Investment Pool				6,881,111
				\$ 12,348,204

NOTE 6 INTERFUND TRANSACTIONS

Interfund balances at June 30, 2001, consist of the following individual fund receivables and payables:

	Receivable	Payable
General Fund	\$ 50,889	\$ 10,000
Special Revenue Funds		
Public Support Service	-	20
Other Grants	-	315
Goals 2000	-	24,000
Eisenhower Math	-	1,474
Capital Projects		
Permanent Improvement	10,000	-
Enterprise Funds		
Food Service	-	25,000
Agency Funds		
Student Activities	-	80
	\$ 60,889	\$ 60,889

Interfund transfers at June 30, 2001 were as follows:

	Operating Transfers-in	Operating Transfers-out
General Fund	\$ -	\$ 314,865
Special Revenue Funds		
Public Support Service	-	-
Debt Service Fund	161,011	-
Enterprise Funds		
Food Service	138,354	-
High School Bookstore	-	-
Internal Service Funds		
Regional Transit	15,000	-
American Education Week	500	-
	\$ 314,865	\$ 314,865

NORTH OLMSTED CITY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2001

NOTE 7 PROPERTY TAXES

Property taxes are levied and assessed on a calendar year basis. Second half distributions occur in a new fiscal year. Property taxes include amounts levied against all real, public utility and tangible personal property (used in a business) located in the District. Real property taxes are levied after April 1 on the assessed value listed as of the prior January 1, the lien date. Public utility property taxes attached as a lien on December 31 of the prior year, were levied April 1 and are collected with real property taxes. Assessed values for real property taxes are established by State law at 35 percent of appraised market value. All property is required to be revalued every six years. Public utility property taxes are assessed on tangible personal property at 88 percent of true value (with certain exceptions) and on real property at 35 percent of true value. Tangible personal property taxes are levied after April 1 on the value listed as of December 31 of the current year. Tangible personal property assessments are 25 percent of true 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.

Tangible personal property taxes paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable by September 20.

Cuyahoga County collects property taxes on behalf of the District. The County Auditor periodically advances to the District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2001 are available to finance fiscal year 2001 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable represents delinquent taxes outstanding and real property, tangible personal property and public utility property taxes which became measurable as of June 30, 2001. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is intended to finance current fiscal year operations. The receivable is therefore offset by a credit to deferred revenue for that portion not intended to finance current year operations. The amount available as an advance at June 30, 2001 was \$ 1,852,429 in the General Fund and \$ 75,949 in the Permanent Improvements Fund.

The assessed values upon which fiscal year 2001 taxes were collected are:

	2000 Second Half Collections		2001 First Half Collections	
	Amount	%	Amount	%
Agricultural Residential Real Estate	\$ 472,938,710	64.20 %	\$ 525,299,230	64.65 %
Other Commercial	195,532,740	26.54	218,012,810	26.83
Public Utility Tangible	22,399,090	3.04	20,789,070	2.56
Tangible Personal Property	<u>45,819,672</u>	<u>6.22</u>	<u>48,393,017</u>	<u>5.96</u>
	<u>\$ 736,690,212</u>	<u>100.00 %</u>	<u>\$ 812,494,127</u>	<u>100.00 %</u>

Tax Rate per \$ 1,000 of
Assessed Valuation:

69.1

69.1

NORTH OLMSTED CITY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2001

NOTE 8 RECEIVABLES

Current taxes uncollectible have been established at .8% based on the County Auditor's experience. Delinquent taxes uncollectible have been established at 42.0% based on historical trends and the County Auditor's experience. All intergovernmental receivables are assumed to be collectible in full due to the stable financial condition of state programs and current year guarantee of federal programs. All other receivables are anticipated to be fully collectible.

At June 30, 2001, net taxes receivable consisted of the following:

	<u>Gross Receivables</u>	<u>Allowance for Uncollectible</u>	<u>Net Receivables</u>
<u>General</u>			
Taxes - current	\$ 25,940,450	\$ (237,772)	\$ 25,702,678
Taxes - delinquent	1,836,462	(771,314)	1,065,148
<u>Capital Projects</u>			
Taxes - current	1,063,612	(9,804)	1,053,808
Taxes - delinquent	75,295	(31,624)	43,671

NOTE 9 FIXED ASSETS

A. GENERAL FIXED ASSETS

The following is a summary of the changes in the general fixed asset account group during the fiscal year:

	<u>Balance June 30, 2000</u>	<u>Additions</u>	<u>Disposals</u>	<u>Balance June 30, 2001</u>
Land and improvements	\$ 1,634,111	\$ -	\$ -	\$ 1,634,111
Buildings and improvements	16,203,963	352,604		16,556,567
Furniture and equipment	6,088,017	424,859	114,789	6,398,087
Vehicles	2,516,457	153,533	162,844	2,507,146
	<u>\$ 26,442,548</u>	<u>\$ 930,996</u>	<u>\$ 277,633</u>	<u>\$ 27,095,911</u>

B. ENTERPRISE FUND TYPE FIXED ASSETS

The following is a summary of the enterprise fund type fixed assets at June 30, 2001:

	<u>Enterprise</u>
Buildings and improvements	\$ 167,975
Furniture and equipment	244,385
Vehicles	18,000
	<u>430,360</u>
Less accumulated depreciation	<u>(342,533)</u>
	<u>\$ 87,827</u>

NORTH OLMSTED CITY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2001

NOTE 10 CAPITAL LEASES

The District is obligated under certain leases accounted for as capital leases. The leased assets and related obligations are accounted for in the General Fixed Assets Account Group and the General Long-Term Debt Account Group, respectively. Assets under capital leases totaled \$ 608,945 at June 30, 2001.

The following is a schedule of the future minimum lease payments under capital leases, together with the net present value of the minimum lease payments as of June 30, 2001.

	Year ending June 30, 2002	Amount
		\$ 48,972
Less amount representing interest		(703)
Net present value of minimum lease payments		<u>\$ 48,269</u>

NOTE 11 LONG-TERM DEBT

Changes in general long-term debt are as follows:

	Balance June 30, 2000	Increase	Decrease	Balance June 30, 2001
Due to other governments	\$ 284,130	\$ 292,761	\$ 284,130	\$ 292,761
Notes payable	410,647	-	143,346	267,301
Capital leases	141,281	-	93,012	48,269
Compensated absences	2,963,000	437,002	172,602	3,227,400
	<u>\$ 3,799,058</u>	<u>\$ 729,763</u>	<u>\$ 693,090</u>	<u>\$ 3,835,731</u>

Notes payable will be paid from the Debt Service fund. The capital lease obligations will be paid from the General fund. Compensated absences and due to other governments will be paid from the funds from which employees' salaries are paid. Due to other governments recorded as general long-term debt consists of pension obligations payable that will not be paid with current available financial resources.

NORTH OLMSTED CITY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2001

NOTE 12 NOTES PAYABLE

Notes payable outstanding at year end consisted of:

	<u>Rate of Interest</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Balance June 30, 2001</u>
School bus acquisition	5.00%	06-01-98	04-04-06	\$ 142,000
Energy conservation	4.99%	11-05-97	12-01-02	125,301
				<u>\$ 267,301</u>

Debt service requirements to retire notes payable outstanding at June 30, 2001, consisted of:

<u>Year ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2002	\$ 151,301	\$ 10,226	\$ 161,527
2003	27,000	5,800	32,800
2004	28,000	4,450	32,450
2005	29,000	3,050	32,050
2006	32,000	1,600	33,600
	<u>\$ 267,301</u>	<u>\$ 25,126</u>	<u>\$ 292,427</u>

NOTE 13 OPERATING LEASES

The District is obligated under certain leases accounted for as operating leases. Operating leases do not give rise to property rights or lease obligations, and therefore, the results of the lease agreements are not reflected in the District's account groups. During 2001, expenditures for operating leases totaled \$ 145,578.

The following is a schedule of future minimum rental payments required under operating leases that have initial or remaining noncancelable lease terms in excess of one year as of June 30, 2001.

<u>Year ending June 30,</u>	<u>Amount</u>
2002	\$ 162,778
2003	95,992
2004	62,599
2005	62,599
2006	38,116
Future minimum lease payments	<u>\$ 422,084</u>

NORTH OLMSTED CITY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2001

NOTE 14 SEGMENT INFORMATION FOR ENTERPRISE FUNDS

The School District maintains enterprise funds which are intended to be self-supporting through user fees charged for services. Financial segment information as of and for the fiscal year ended June 30, 2001 is presented below.

	<u>Food Service</u>	<u>High School Bookstore</u>	<u>Adult Education</u>	<u>Total</u>
Operating revenues	\$ 953,207	\$ 14,671	\$ 41,405	\$ 1,009,283
Operating expenses				
Salaries and wages	438,362	-	13,982	452,344
Fringe benefits	181,736	-	4,974	186,710
Contractual services	639,199	-	31,759	670,958
Materials and supplies	51,615	606	2,258	54,479
Other expenses	60	11,051	242	11,353
Depreciation	6,841	-	3,681	10,522
Total operating expenses	<u>1,317,813</u>	<u>11,657</u>	<u>56,896</u>	<u>1,386,366</u>
Operating income (loss)	(364,606)	3,014	(15,491)	(377,083)
Nonoperating revenues	329,367	-	40	329,407
Operating transfers-in	<u>138,354</u>	<u>-</u>	<u>-</u>	<u>138,354</u>
Net income (loss)	<u>\$ 103,115</u>	<u>\$ 3,014</u>	<u>\$ (15,451)</u>	<u>\$ 90,678</u>
Other information				
Net working capital (deficiency)	<u>\$ (31,390)</u>	<u>\$ 7,859</u>	<u>\$ (732)</u>	<u>\$ (24,263)</u>
Fixed asset additions	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,449</u>	<u>\$ 3,449</u>
Fixed asset disposals	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (4,976)</u>	<u>\$ (4,976)</u>
Total assets	<u>\$ 219,910</u>	<u>\$ 8,465</u>	<u>\$ 26,857</u>	<u>\$ 255,232</u>
Total liabilities	<u>\$ 203,743</u>	<u>\$ 606</u>	<u>\$ 2,457</u>	<u>\$ 206,806</u>
Total equity (deficit)	<u>\$ 16,167</u>	<u>\$ 7,859</u>	<u>\$ 24,400</u>	<u>\$ 48,426</u>

NORTH OLMSTED CITY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2001

NOTE 15 DEFINED BENEFIT PENSION PLANS

A. SCHOOL EMPLOYEES RETIREMENT SYSTEM

The District contributes to the School Employees Retirement System (SERS), a cost-sharing multiple-employer defined benefits pension plan administered by the School Employees Retirement Board. SERS provides basic retirement benefits, disability, survivor, and health care benefits based on eligible service credit to members and beneficiaries. Benefits are established by Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand alone financial report that includes financial statements and required supplementary information for SERS. That report may be obtained by writing to the SERS, 45 North Fourth Street, Columbus, Ohio 43215.

Plan members are required to contribute 9% of their annual covered salary and the District is required to contribute at an actuarially determined rate. The current rate is 14% of annual covered payroll. A portion of the District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits. For fiscal year 2001, 4.20% of annual covered salary was the portion used to fund pension obligations. For fiscal year 2000, 5.5% was used to fund the pension obligations.

The contribution requirements of plan members and employers are established and may be amended, up to statutory maximum amounts, by the SERS's Retirement Board. The District's contributions to SERS for the years ended June 30, 2001, 2000, and 1999 were \$795,500, \$ 735,000, and \$ 689,100, respectively. The full amount has been contributed for 2000 and 1999. For 2001, 73% has been contributed with the remainder of \$ 214,800 being reported as a fund liability and within the general long-term debt account group.

B. STATE TEACHERS RETIREMENT SYSTEM

The District contributes to the State Teachers Retirement System of Ohio (STRS), a cost-sharing multiple employer public employee retirement system administered by the State Teachers Retirement Board. STRS provides basic retirement benefits, disability, survivor, and health care benefits based on eligible service credit to members and beneficiaries. Benefits are established by Chapter 3307 of the Ohio Revised Code. STRS issues a publicly available stand alone financial report that includes financial statements and required supplementary information for STRS. That report may be obtained by writing to STRS, 275 East Broad Street, Columbus, Ohio 43215-3771.

Plan members are required to contribute 9.3% of their annual covered salary and the District is required to contribute 14%; 9.5% was the portion used to fund pension obligations. For fiscal year 2000, the portion used to fund pension obligations was 6%. Contribution rates are established by STRS, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10% for members and 14% for employers. The District's contributions to STRS for the years ended June 30, 2001, 2000, and 1999 were \$ 2,862,100, \$ 2,717,800, and \$ 2,602,000, respectively. The full amount has been contributed for 2000 and 1999. For 2001, 90% has been contributed with the remainder of \$ 286,200 being reported as a fund liability.

NORTH OLMSTED CITY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2001

NOTE 16 POSTEMPLOYMENT BENEFITS

A. SCHOOL EMPLOYEES RETIREMENT SYSTEM

The Ohio Revised Code gives SERS the discretionary authority to provide postretirement health care to retirees and their dependents. Coverage is made available to service retirees with ten or more years of qualifying service credit, disability and survivor benefit recipients. Members retiring on or after August 1, 1989, with less than twenty-five years of service credit must pay a portion of their premium for health care. The portion is based on years of service up to a maximum of 75% of the premium.

After the allocation for basic benefits, the remainder of the employer's 14% contribution is allocated to providing health care benefits. For the fiscal year ended June 30, 2001, employer contributions to fund health care benefits were 9.8% of covered payroll. In addition, SERS levies a surcharge to fund health care benefits equal to 14% of the difference between a minimum pay and the member's pay, pro-rated for partial service credit. For fiscal 2001, the minimum pay has been established at \$ 12,400. The portion of the District's contributions that were used to fund postemployment benefits amounted to \$ 563,500. The surcharge, added to the unallocated portion of the 14% employer contribution rate, provides for maintenance of the asset target level for the health care fund.

Health care benefits are financed on a pay-as-you-go basis. The target level for the health care reserve is 150% of annual health care expenses. Expenses for health care at June 30, 2000 (the latest information available) were \$ 140,696,340 and the target level was \$ 211.0 million. At June 30, 2000, the Retirement System's net assets available for payment of health care benefits was \$ 252.3 million. The number of participants receiving health care benefits is approximately 50,000.

B. STATE TEACHERS RETIREMENT SYSTEM

The State Teachers Retirement System (STRS) provides comprehensive health care benefits to retirees and their dependents. Coverage includes hospitalization, physician fees, prescription drugs and reimbursement of monthly Medicare premiums. All benefit recipients and sponsored dependents are eligible for health care coverage. Pursuant to the Ohio Revised Code (ORC), the State Teachers Retirement Board (Board) has discretionary authority over how much, if any, of the health care costs will be absorbed by STRS. Most benefit recipients are required to pay a portion of the health care cost in the form of a monthly premium. Health care benefits are financed on a pay-as-you-go basis.

The ORC grants authority to STRS to provide health care coverage to benefit recipients, spouses and dependents. By Ohio law, the cost of the coverage paid from STRS funds is included in the employer contribution rate, currently 14% of covered payroll.

The Retirement Board allocates employer contributions to the Health Care Reserve Fund from which health care benefits are paid. For the fiscal year ended June 30, 2000 (the latest information available), the board allocated employer contributions equal to 8% of covered payroll to the Health Care Reserve Fund. The balance in the Health Care Reserve Fund was \$ 3.419 billion at June 30, 2000. The Health Care Reserve Fund allocation for the year ended June 30, 2001, was equal to 4.5% of covered payroll. For the District, this amount equaled \$ 920,000 for fiscal year 2001.

For the year ended June 30, 2000, net health care costs paid by STRS were \$ 283,137,000. There were 99,011 eligible benefit recipients statewide at June 30, 2000.

NOTE 17 CONTINGENCIES

The District received financial assistance from numerous federal, state and local agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the District at June 30, 2001.

NORTH OLMSTED CITY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2001

NOTE 18 RISK MANAGEMENT

A. PROPERTY AND LIABILITY

The District is exposed to various risks of loss related to torts, theft, damage to, and destruction of assets, errors and omissions, injuries to employees and natural disasters. During fiscal year 2001, the School District contracted with Nationwide Insurance Company for property insurance. Professional liability is protected by Nationwide Insurance Company with a \$ 2 million per occurrence and a \$ 5 million aggregate limit with a \$ 1 million supplemental umbrella policy. Vehicles are covered by Nationwide Insurance Company. Automobile liability has a \$ 3 million combined single limit of liability with a \$ 1 million supplemental umbrella policy. Settled claims have not exceeded this commercial coverage in any of the past three years. There have been no significant reductions in coverage from prior years. Position bonds of \$20,000 are maintained for the Superintendent, Business Manager, and Board President by Nationwide Insurance Company and the Treasurer for \$ 100,000 from Ohio Casualty. The District provides life insurance, disability and accidental death and dismemberment insurance to its employees, through Standard Life Insurance Company.

B. WORKERS' COMPENSATION

The District participated in the Ohio School Board Association Workers' Compensation Group Rating Program (GRP), an insurance purchasing pool. The intent of the GRP is to achieve the benefit of a reduced premium for the District by virtue of its grouping and representation with other participants in the GRP. The workers' compensation experience of the participating school districts is calculated as one experience and a common premium rate is applied to all school districts in the GRP. Each participant pays its workers' compensation premium to the State based on the rate for the GRP rather than its individual rate. Total savings are then calculated and each participant's individual performance is compared to the overall savings percentage of the GRP.

A participant will then either receive money from or be required to contribute to the "equity pooling fund." This "equity pooling" arrangement insures that each participant shares equally in the overall performance of the GRP. Participation in the GRP is limited to school districts that can meet the GRP's selection criteria. The firm of Gates McDonald & Co., provides administrative, cost control and actuarial services to the GRP.

C. EMPLOYEE MEDICAL BENEFITS

The District provides employee medical, surgical, prescription drug and dental benefits through a self-insurance program administered by Medical Mutual of Ohio. The District limits its liability for medical and surgical claims by maintaining a 110% aggregate stop-loss threshold of \$ 1,875,000.

The claim liability of \$ 388,045 reported at June 30, 2001 was estimated by Medical Mutual of Ohio and is based on the requirements of Governmental Standards Board Statement No. 10, which requires that a liability for unpaid claims costs, including estimates of costs related to incurred but not reported claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses. Changes in the balance of claims liability during the year ended June 30, 2001 and 2000 are summarized below. Incurred claims and claims payments are not segregated between current and prior years claims due to the impracticability of obtaining such information.

	<u>June 30, 2001</u>	<u>June 30, 2000</u>
Unpaid claims, beginning of year	\$ 293,423	\$ 218,024
Incurred claims	2,888,435	2,449,785
Claims payments	(2,793,813)	(2,374,386)
	<u>\$ 388,045</u>	<u>\$ 293,423</u>

NORTH OLMSTED CITY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2001

NOTE 19 JOINTLY GOVERNED ORGANIZATIONS

A. LAKE ERIE EDUCATION COMPUTER ASSOCIATION

The Lake Erie Educational Computer Association (LEECA) is a jointly governed organization comprised of thirty school districts. The jointly governed organization was formed to provide data processing services for accounting, administrative and instructional functions of member districts. Each of the governments of these districts supports LEECA based upon a per pupil charge dependent upon the software packages utilized. The LEECA assembly consists of a superintendent or designated representative from each participating district and a representative from the fiscal agent.

LEECA is governed by a board of directors chosen from the general membership of the LEECA assembly. The board of directors consists of a representative from the fiscal agent, the chairman of each operating committee, and at least one assembly member from each county from which participating districts are located. Financial information can be obtained by contacting the Treasurer at the Educational Service Center of Lorain County, which serves as fiscal agent, located at 1885 Lake Avenue, Elyria, Ohio 44035. During the year ended June 30, 2001, the District paid \$ 40,922 to LEECA.

B. POLARIS CAREER CENTER

The Polaris Career Center is a separate body politic and corporate, established by the Ohio Revised Code to provide for the vocational and special needs of the students. Its Board of Education consists of representatives from the board of each participating school district. The Board is responsible for approving its own budgets, appointing personnel, and accounting and finance related activities. North Olmsted City School District students may attend the vocational school. Each school district's control is limited to its representation on the Board. Financial information can be obtained by contacting the Polaris Career Center, 7285 Old Oak Blvd., Middleburg Heights, Ohio 44130.

C. NORTH OLMSTED CITY SCHOOLS EDUCATION FOUNDATION

The North Olmsted City Schools Education Foundation (Foundation) is a jointly governed organization established by the Ohio Revised Code to support and enhance educational opportunities for the youth of the North Olmsted Community. The trustees of the Foundation consist of five ex officio trustees and up to fifteen members selected by a nominating committee appointed by the ex officio trustees.

The ex officio trustees are composed of the following individuals: the Superintendent of the North Olmsted City School District, a member of the North Olmsted Board of Education, a member of the North Olmsted PTA Council, a member of the North Olmsted City Schools' Financial Advisory Board, and a member of the Community Education Advisory Board. All trustees are voting members. The Foundation is responsible for approving its own budgets, appointing personnel, creation of committees, and accounting and financial related activities. Financial information can be obtained by contacting Nickolas Mazzone , c/o The North Olmsted Board of Education, 24100 Palm Drive, North Olmsted, Ohio 44070.

NORTH OLMSTED CITY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2001

NOTE 19 JOINTLY GOVERNED ORGANIZATIONS (continued)

D. OHIO SCHOOLS COUNCIL

The Ohio Schools Council (Council) is a jointly governed organization among eighty-three school districts. The Council was formed to offer supplies and services at the lowest possible cost to the member districts. Each district supports the Council by paying an annual participation fee for the services provided. The Council's Board consists of seven superintendents of the participating districts whose term rotates every year. The degree of control exercised by any school district is limited to its representation on the Board. In fiscal year 2001 the School District paid \$ 1,335 to the Council.

The North Olmsted City Schools participates in the Council's electric purchase program which was implemented during fiscal year 2000. The program allows school districts to purchase electricity at reduced rates for a period of eight years through Energy Acquisition Corporation (Corporation), a non-profit corporation with a self-appointing board of trustees. The Corporation issued \$ 119,140,000 of notes to prepurchase eight years of electricity from Cleveland Electric Illuminating (CEI). The participating school districts are not obligated in any manner for this debt. If a participating school district terminates their agreement during the eight year period, they are required to repay the savings to CEI and CEI will refund the remaining prepayment related to that participant to Energy Acquisition Corporation.

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

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

The North Olmsted City Schools also participates in the Council's group life insurance, natural gas, operating supplies, and school bus acquisition programs. Financial information can be obtained by contacting Joseph Lesak, Executive Director at the Ohio Schools Council at 155 Center Road, Bedford, Ohio 44146-2738.

NORTH OLMSTED CITY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2001

NOTE 20 OHIO SCHOOL FUNDING PLAN

On September 6, 2001, the Ohio Supreme Court issued its latest opinion regarding the State's school funding plan. The decision identified aspects of the current plan that require modification if the plan is to be considered constitutional, including:

- A change in the school districts that are used as the basis for determining the base cost support amount. Any change in the amount of funds distributed to school districts as a result of this change must be retroactive to July 1, 2001, although a time line for distribution is not specified.
- Fully funding parity aid no later than the beginning of fiscal year 2004 rather than fiscal year 2006.

The Supreme Court relinquished jurisdiction over the case based on anticipated compliance with its order.

In general, it is expected that the decision would result in an increase in State Funding for most Ohio school districts. However, as of December 14, 2001, the Ohio General Assembly is still analyzing the impact this Supreme Court decision will have on funding for individual school districts. Further, the State of Ohio, in a motion filed September 17, 2001, asked the Court to reconsider and clarify the parts of the decision changing the school districts that are used as the basis for determining the base cost support amount and the requirement that changes be made retroactive to July 1, 2001.

On November 2, 2001, the Court granted this motion for reconsideration. The Court may re-examine and redetermine any issue upon such reconsideration.

As of the date of these financial statements, the School District is unable to determine what effect, if any, this decision will have on its future State funding and on its financial operations.

NOTE 21 SUBSEQUENT EVENT

On July 2, 2001 the District issued \$ 2,728,000 million in tax anticipation notes through the Treasurer of the State of Ohio's School District Cash Flow Financing Program. The notes are scheduled to mature on June 28, 2002.

GENERAL FUND

The General Fund is used to account for all activities of the School District not included in other specified funds. This includes, but is not limited to, general instruction, pupil services, operation, and maintenance of buildings and grounds, pupil transportation, and the administration of School District functions.

NORTH OLMSTED CITY SCHOOL DISTRICT
GENERAL FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2001 AND JUNE 30, 2000

	<u>2001</u>	<u>2000</u>
Assets		
Equity in pooled cash	\$ 12,050,148	\$ 12,692,863
Restricted cash	223,073	223,073
Receivables, net of allowance		
Taxes, current	25,702,678	25,295,018
Taxes, delinquent	1,065,148	914,166
Accounts and other	77,697	-
Due from other governments	940,664	490,060
Interfund receivable	45,889	94,054
Inventories and supplies	191,791	176,106
Total assets	<u><u>\$ 40,297,088</u></u>	<u><u>\$ 39,885,340</u></u>
Liabilities and fund balances		
Liabilities		
Accounts and contracts payable	59,848	297,107
Accrued salaries, wages and benefits	4,787,658	3,693,292
Due to other governments	741,662	668,458
Interfund payable	5,000	5,000
Deferred revenue		
Taxes	24,915,397	24,906,350
Intergovernmental	749,722	487,810
Other	38,723	-
Compensated absences	76,313	77,737
Total liabilities	<u><u>31,374,323</u></u>	<u><u>30,135,754</u></u>
Fund balances		
Reserved for self-insurance	600,000	500,000
Reserved for budget stabilization	223,073	223,073
Reserved for inventories	191,791	176,106
Reserved for property taxes	1,852,429	1,302,834
Reserved for encumbrances	361,412	207,329
Unreserved	5,694,060	7,340,244
Total fund balances	<u><u>8,922,765</u></u>	<u><u>9,749,586</u></u>
Total liabilities and fund balances	<u><u>\$ 40,297,088</u></u>	<u><u>\$ 39,885,340</u></u>

NORTH OLMSTED CITY SCHOOL DISTRICT
GENERAL FUND
COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE YEARS ENDED JUNE 30, 2001 AND JUNE 30, 2000

	2001	2000
Revenues		
Taxes	\$ 25,376,330	\$ 23,836,563
Tuition and fees	197,485	199,896
Interest	1,036,705	870,069
Property rentals	27,879	51,508
Intergovernmental	10,239,639	9,646,045
Other	272,068	182,397
Total revenues	37,150,106	34,786,478
Expenditures		
Current		
Instruction		
Regular	18,276,477	17,314,691
Special	4,054,408	3,264,967
Vocational	631,964	603,653
Adult/continuing	49,273	33,489
Other instruction	131,880	559,567
Supporting services		
Pupil	2,620,635	1,914,163
Instructional staff	1,365,748	1,272,092
Board of education	162,958	169,592
Administration	2,818,027	2,391,443
Fiscal services	751,264	735,413
Business	201,508	250,806
Operation and maintenance	3,313,353	3,004,340
Pupil transportation	1,380,383	1,328,688
Central services	761,739	754,751
Operation of non-instructional		
Food service operation	17,236	-
Community services	25,264	18,351
Extracurricular activities		
Academic and subject oriented	210,804	164,164
Sports oriented	680,834	621,785
Capital outlay	126,048	98,724
Debt service		
Principal	93,012	88,503
Interest	4,932	9,441
Total expenditures	37,677,747	34,598,623
Excess (deficiency) revenues over expenditures	(527,641)	187,855
Other financing sources (uses)		
Operating transfers-out	(314,865)	(216,317)
Total other financing sources (uses)	(314,865)	(216,317)
Excess (deficiency) of revenues over expenditures and other sources (uses)	(842,506)	(28,462)
Fund balances, beginning of year	9,749,586	9,749,849
Increase in reserve for inventories	15,685	28,199
Fund balances, end of year	\$ 8,922,765	\$ 9,749,586

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2001

	General Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Taxes	\$ 24,854,000	\$ 24,826,735	\$ (27,265)
Tuition and fees	200,000	197,484	(2,516)
Interest	850,000	1,036,705	186,705
Property rentals	20,000	27,879	7,879
Intergovernmental	9,954,350	10,050,947	96,597
Other	196,000	233,084	37,084
Total revenues	<u>36,074,350</u>	<u>36,372,834</u>	<u>298,484</u>
Expenditures			
Current			
Instruction			
Regular			
Salaries	13,523,501	13,414,888	108,613
Benefits	3,687,000	3,686,698	302
Purchased services	220,243	82,638	137,605
Materials and supplies	597,048	524,794	72,254
Other	38,000	34,202	3,798
Total regular	<u>18,065,792</u>	<u>17,743,220</u>	<u>322,572</u>
Special			
Salaries	2,949,100	2,940,936	8,164
Benefits	806,000	804,876	1,124
Purchased services	18,300	9,940	8,360
Materials and supplies	62,758	58,784	3,974
Total special	<u>3,836,158</u>	<u>3,814,536</u>	<u>21,622</u>
Vocational			
Salaries	465,000	464,998	2
Benefits	127,900	127,772	128
Purchased services	8,800	5,508	3,292
Materials and supplies	14,915	14,391	524
Total vocational	<u>616,615</u>	<u>612,669</u>	<u>3,946</u>
Adult/continuing			
Salaries	10,600	10,523	77
Benefits	2,900	2,800	100
Purchased services	36,000	35,917	83
Total adult/continuing	<u>49,500</u>	<u>49,240</u>	<u>260</u>
Other instruction			
Salaries	53,400	39,531	13,869
Benefits	11,000	10,833	167
Purchased services	992,173	539,828	452,345
Total other instruction	<u>1,056,573</u>	<u>590,192</u>	<u>466,381</u>
Total instruction	<u>23,624,638</u>	<u>22,809,857</u>	<u>814,781</u>

(Continued)

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2001

	General Fund (continued)		
	Budget	Actual	Variance Favorable (Unfavorable)
Supporting services			
Pupil			
Salaries	1,677,745	1,670,775	6,970
Benefits	459,600	458,771	829
Purchased services	305,086	299,448	5,638
Materials and supplies	32,214	33,264	(1,050)
Other	972	972	-
Total pupil	<u>2,475,617</u>	<u>2,463,230</u>	<u>12,387</u>
Instructional staff			
Salaries	873,500	856,694	16,806
Benefits	230,500	230,087	413
Purchased services	184,704	153,101	31,603
Materials and supplies	178,269	171,015	7,254
Other	1,441	1,441	-
Total instructional staff	<u>1,468,414</u>	<u>1,412,338</u>	<u>56,076</u>
Board of education			
Salaries	18,400	14,800	3,600
Benefits	2,200	2,165	35
Purchased services	176,938	163,105	13,833
Materials and supplies	1,000	304	696
Total board of education	<u>198,538</u>	<u>180,374</u>	<u>18,164</u>
Administration			
Salaries	2,075,100	2,064,634	10,466
Benefits	563,100	562,637	463
Purchased services	59,475	47,437	12,038
Materials and supplies	33,706	29,234	4,472
Other	15,000	14,799	201
Total administration	<u>2,746,381</u>	<u>2,718,741</u>	<u>27,640</u>
Fiscal services			
Salaries	257,000	254,972	2,028
Benefits	70,400	67,885	2,515
Purchased services	41,168	21,058	20,110
Materials and supplies	10,500	11,338	(838)
Other	426,000	403,921	22,079
Total fiscal services	<u>805,068</u>	<u>759,174</u>	<u>45,894</u>
Business			
Salaries	67,400	67,279	121
Benefits	18,700	18,456	244
Purchased services	122,482	115,115	7,367
Other	-	200	(200)
Total business	<u>208,582</u>	<u>201,050</u>	<u>7,532</u>

(Continued)

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2001

	General Fund (continued)		
	Budget	Actual	Variance Favorable (Unfavorable)
Operation and maintenance			
Salaries	1,693,000	1,683,106	9,894
Benefits	451,000	450,852	148
Purchased services	1,060,623	1,022,274	38,349
Materials and supplies	167,295	155,641	11,654
Other	24,140	20,598	3,542
Total operation and maintenance	<u>3,396,058</u>	<u>3,332,471</u>	<u>63,587</u>
Pupil transportation			
Salaries	764,900	757,717	7,183
Benefits	201,800	201,621	179
Purchased services	306,544	249,868	56,676
Materials and supplies	232,496	159,927	72,569
Total pupil transportation	<u>1,505,740</u>	<u>1,369,133</u>	<u>136,607</u>
Central services			
Salaries	331,300	329,136	2,164
Benefits	95,100	93,903	1,197
Purchased services	369,365	351,670	17,695
Materials and supplies	132,076	125,147	6,929
Total central services	<u>927,841</u>	<u>899,856</u>	<u>27,985</u>
Total supporting services	<u>13,732,239</u>	<u>13,336,367</u>	<u>395,872</u>
Operation of non-instructional			
Food service operation			
Salaries	11,000	9,544	1,456
Total food service operation	<u>11,000</u>	<u>9,544</u>	<u>1,456</u>
Community services			
Purchased services	26,350	25,264	1,086
Total community services	<u>26,350</u>	<u>25,264</u>	<u>1,086</u>
Total operation of non-instructional	<u>37,350</u>	<u>34,808</u>	<u>2,542</u>
Extracurricular activities			
Academic and subject oriented			
Salaries	165,800	160,080	5,720
Benefits	43,700	43,524	176
Total academic and subject oriented	<u>209,500</u>	<u>203,604</u>	<u>5,896</u>

(Continued)

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2001

	General Fund (concluded)		
	Budget	Actual	Variance Favorable (Unfavorable)
Sports oriented			
Salaries	526,900	518,065	8,835
Benefits	141,100	141,005	95
Purchased services	21,928	20,735	1,193
Total sports oriented	<u>689,928</u>	<u>679,805</u>	<u>10,123</u>
Total extracurricular activities	<u>899,428</u>	<u>883,409</u>	<u>16,019</u>
Capital outlay	<u>149,634</u>	<u>128,870</u>	<u>20,764</u>
Total expenditures	<u>38,443,289</u>	<u>37,193,311</u>	<u>1,249,978</u>
Excess (deficiency) of revenues over expenditures	<u>(2,368,939)</u>	<u>(820,477)</u>	<u>1,548,462</u>
Other financing sources (uses)			
Advances-in	-	99,054	99,054
Refund prior year's expenditures	9,000	30,401	21,401
Advances-out	(51,474)	(50,889)	585
Operating transfers-out	(322,065)	(322,065)	-
Total other financing sources (uses)	<u>(364,539)</u>	<u>(243,499)</u>	<u>121,040</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	<u>(2,733,478)</u>	<u>(1,063,976)</u>	<u>1,669,502</u>
Prior year encumbrances	504,436	504,436	-
Fund balances, beginning of year	12,411,500	12,411,500	-
Fund balances, end of year	<u>\$ 10,182,458</u>	<u>\$ 11,851,960</u>	<u>\$ 1,669,502</u>

SPECIAL REVENUE FUNDS

Special Revenue Funds are established to account for revenues from specific sources which are legally, or otherwise, are restricted to expenditures for specific purposes.

Public Support Service Fund – This fund accounts for school site sales projects, field trips, assemblies, and other extra-curricular activity costs.

Other Grants Fund – This fund accounts for various local grants received to enhance educational programs of the district.

Athletic Fund – This fund accounts for gate receipts and fund raising activities and all operating costs (except supplemental coaching contracts) of the District's Athletic Program.

Auxiliary Service Fund – This fund accounts for State funds received for non-public schools located within the school district as provided by state law. Funds are used primarily for educational supplies, materials, and testing.

Professional Development Grant Fund – This fund provides resources for locally developed professional development,

Goals 2000 Fund – This fund accounts for state funds received for the planning of a statewide bicentennial project under the Learn and Service Ohio Program.

Education M.I.S. Fund – This fund accounts for revenues provided by the State of Ohio to support expenditures for development of a statewide management information system required by Senate Bill 140.

Data Communications Fund – This fund provides support costs for data communication links to connect a school district electronically to the data acquisition site.

School Net Professional Development Fund – This fund accounts for workstations and training of personnel and for wiring upgrades at the individual schools.

Ohio Reads Fund – This fund accounts for the State revenue received to improve reading performance, especially on the fourth grade reading proficiency test.

Summer School Subsidy Fund – This fund accounts for the State revenue received under the Ohio Reads Summer Reading Program to improve reading skills of elementary students.

Mentoring Fund – This fund accounts for state revenue received for the purpose of providing training and technical assistance to parents of special education need students.

Alternative Education Fund – This fund is used to account for alternative educational programs for existing and new at-risk and delinquent youth.

Miscellaneous State Grants Fund – This fund is used to account for various monies received from the State of Ohio to develop and support a parent mentoring program, a safe-school hotline, and school improvement incentive programs.

Adult Basic Education Fund – This fund accounts for Federal monies used to provide programs in reading, writing, and math competency for non-diploma adults.

Eisenhower Math Fund – This fund accounts for Federal monies to improve the skills of teachers and instruction in learning; and increase the access of all students to that instruction.

Title VIB Fund – This fund accounts for Federal revenues in support of program expenditures related to Special Education.

Title I Fund – This fund accounts for Federal monies to implement a variety of programs intended to provide supplemental instruction for children of low income families identified as educationally disadvantaged.

Title VI Fund – This fund accounts for Federal revenues which support the implementation of a variety of programs (drug/alcohol abuse, computer education) to profit schools within the community.

ESL Grant Fund – This fund accounts for Federal revenues to provide supplemental instruction for eligible immigrant children.

Drug Free School Fund – This fund accounts for Federal revenues used to implement programs to educate and encourage students to live lives free of drug dependency.

Preschool Fund – This fund accounts for Federal monies supporting programs for handicapped services for children ages 2-5 to ready them for the school environment.

Classroom Reduction Fund – This fund accounts for Federal revenue used to hire additional teachers in grade 1 through 3.

Miscellaneous Federal Grants Fund – This fund is used to account for various federally funded programs under the Serve and Learn American Grant Program.

NORTH OLMSTED CITY SCHOOL DISTRICT
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2001

	Public Support Service	Other Grants	Athletic	Auxiliary Service	Professional Development Grant
Assets					
Equity in pooled cash	\$ 154,366	\$ 28,418	\$ 65,308	\$ 43,565	\$ -
Due from other governments	-	-	-	-	-
Total assets	\$ 154,366	\$ 28,418	\$ 65,308	\$ 43,565	\$ -
Liabilities and fund balances					
Liabilities					
Accounts and contracts payable	\$ 113	\$ 250	\$ 459	\$ 117	\$ -
Accrued salaries, wages and benefits	-	-	-	18,593	-
Due to other governments	-	-	-	3,587	-
Interfund payable	20	315	-	-	-
Deferred revenue					
Intergovernmental	-	-	-	-	-
Total liabilities	133	565	459	22,297	-
Fund balances					
Reserved for encumbrances	19,704	-	3,714	43,449	-
Unreserved	134,529	27,853	61,135	(22,181)	-
Total fund balances	154,233	27,853	64,849	21,268	-
Total liabilities and fund balances	\$ 154,366	\$ 28,418	\$ 65,308	\$ 43,565	\$ -

Goals 2000	Education M.I.S.	Data Communications	School - Net Professional Development	Ohio Reads	Summer School Subsidy	Mentoring	Alternative Education
\$ -	\$ 11,976	\$ 61,073	\$ 4,000	\$ 35,740	\$ -	\$ 3,406	\$ -
24,000	-	-	-	-	-	-	-
<u>\$ 24,000</u>	<u>\$ 11,976</u>	<u>\$ 61,073</u>	<u>\$ 4,000</u>	<u>\$ 35,740</u>	<u>\$ -</u>	<u>\$ 3,406</u>	<u>\$ -</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
24,000	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>24,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	33,686	-	3,206	-
-	11,976	61,073	4,000	2,054	-	200	-
-	<u>11,976</u>	<u>61,073</u>	<u>4,000</u>	<u>35,740</u>	<u>-</u>	<u>3,406</u>	<u>-</u>
<u>\$ 24,000</u>	<u>\$ 11,976</u>	<u>\$ 61,073</u>	<u>\$ 4,000</u>	<u>\$ 35,740</u>	<u>\$ -</u>	<u>\$ 3,406</u>	<u>\$ -</u>

(Continued)

NORTH OLMSTED CITY SCHOOL DISTRICT
SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2001
(CONCLUDED)

	Miscellaneous State Grants	Adult Basic Education	Eisenhower Math	Title VIB	Title I
Assets					
Equity in pooled cash	\$ 33,270	\$ 5,682	\$ 17,979	\$ 212,541	\$ 6,404
Due from other governments	-	-	1,474	-	-
Total assets	<u>\$ 33,270</u>	<u>\$ 5,682</u>	<u>\$ 19,453</u>	<u>\$ 212,541</u>	<u>\$ 6,404</u>
Liabilities and fund balances					
Liabilities					
Accounts and contracts payable	\$ 4,779	\$ 165	\$ -	\$ 200,436	\$ -
Accrued salaries, wages and benefits	-	-	-	-	3,363
Due to other governments	-	-	-	-	7,208
Interfund payable	-	-	1,474	-	-
Deferred revenue					
Intergovernmental	-	-	1,474	-	-
Total liabilities	<u>4,779</u>	<u>165</u>	<u>2,948</u>	<u>200,436</u>	<u>10,571</u>
Fund balances					
Reserved for encumbrances	-	1,684	-	-	-
Unreserved	28,491	3,833	16,505	12,105	(4,167)
Total fund balances	<u>28,491</u>	<u>5,517</u>	<u>16,505</u>	<u>12,105</u>	<u>(4,167)</u>
Total liabilities and fund balances	<u>\$ 33,270</u>	<u>\$ 5,682</u>	<u>\$ 19,453</u>	<u>\$ 212,541</u>	<u>\$ 6,404</u>

Title VI	ESL Grant	Drug Free Schools	Preschool	Classroom Reduction	Miscellaneous Federal Grants	Total
\$ 2,798	\$ -	\$ 14,813	\$ 30	\$ -	\$ -	\$ 701,369
-	-	-	-	-	-	25,474
<u>\$ 2,798</u>	<u>\$ -</u>	<u>\$ 14,813</u>	<u>\$ 30</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 726,843</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 206,319
-	-	-	-	-	-	21,956
-	-	-	-	-	-	10,795
-	-	-	-	-	-	25,809
-	-	-	-	-	-	1,474
-	-	-	-	-	-	266,353
-	-	306	-	-	-	105,749
2,798	-	14,507	30	-	-	354,741
<u>2,798</u>	<u>-</u>	<u>14,813</u>	<u>30</u>	<u>-</u>	<u>-</u>	<u>460,490</u>
<u>\$ 2,798</u>	<u>\$ -</u>	<u>\$ 14,813</u>	<u>\$ 30</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 726,843</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2001

	Public Support Service	Other Grants	Athletic	Auxiliary Service	Professional Development Grant
Revenues					
Interest	\$ -	\$ -	\$ -	\$ 2,392	\$ -
Intergovernmental	-	28,709	-	414,797	27,171
Extracurricular	356,643	-	155,000	-	-
Other	30,637	1,208	26,413	-	-
Total revenues	<u>387,280</u>	<u>29,917</u>	<u>181,413</u>	<u>417,189</u>	<u>27,171</u>
Expenditures					
Current					
Instruction					
Regular	368,441	12,725	-	-	10,808
Special	-	-	-	-	-
Vocational	-	-	-	-	-
Adult/continuing	-	-	-	-	-
Supporting services					
Pupil	-	-	-	-	3,411
Instructional staff	-	-	-	-	12,952
Administration	-	-	-	-	-
Business	-	-	-	-	-
Operation and maintenance	-	-	-	-	-
Central services	-	-	-	-	-
Operation of non-instructional					
Food service operation	-	-	-	-	-
Community services	-	-	-	413,627	-
Extracurricular activities					
Sports oriented	-	-	128,880	-	-
Capital outlay	1,603	9,688	41,600	-	-
Total expenditures	<u>370,044</u>	<u>22,413</u>	<u>170,480</u>	<u>413,627</u>	<u>27,171</u>
Excess (deficiency) revenues over expenditures	17,236	7,504	10,933	3,562	-
Fund balances, beginning of year	<u>136,997</u>	<u>20,349</u>	<u>53,916</u>	<u>17,706</u>	<u>-</u>
Fund balances, end of year	<u>\$ 154,233</u>	<u>\$ 27,853</u>	<u>\$ 64,849</u>	<u>\$ 21,268</u>	<u>\$ -</u>

Goals 2000	Education M.I.S.	Data Communications	School - Net Professional Development	Ohio Reads	Summer School Subsidy	Mentoring	Alternative Education
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
24,000	18,787	24,000	4,000	75,558	12,971	25,000	155,000
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>24,000</u>	<u>18,787</u>	<u>24,000</u>	<u>4,000</u>	<u>75,558</u>	<u>12,971</u>	<u>25,000</u>	<u>155,000</u>
-	-	-	-	59,662	-	-	310,000
-	-	-	-	-	-	-	-
24,000	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	21,411	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	183	-
-	-	-	6,075	-	-	-	-
-	-	-	-	-	-	-	-
-	3,349	-	-	2,319	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	19,133	12,971	-	-
-	-	-	-	-	-	-	-
-	7,160	-	-	14,552	-	-	-
<u>24,000</u>	<u>10,509</u>	<u>-</u>	<u>6,075</u>	<u>95,666</u>	<u>12,971</u>	<u>21,594</u>	<u>310,000</u>
-	8,278	24,000	(2,075)	(20,108)	-	3,406	(155,000)
-	3,698	37,073	6,075	55,848	-	-	155,000
<u>\$ -</u>	<u>\$ 11,976</u>	<u>\$ 61,073</u>	<u>\$ 4,000</u>	<u>\$ 35,740</u>	<u>\$ -</u>	<u>\$ 3,406</u>	<u>\$ -</u>

(Continued)

NORTH OLMSTED CITY SCHOOL DISTRICT
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2001
(CONCLUDED)

	Miscellaneous State Grants	Adult Basic Education	Eisenhower Math	Title VIB	Title I
Revenues					
Interest	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	8,345	36,001	13,271	269,438	199,287
Extracurricular	-	-	-	-	-
Other	-	-	-	-	-
Total revenues	<u>8,345</u>	<u>36,001</u>	<u>13,271</u>	<u>269,438</u>	<u>199,287</u>
Expenditures					
Current					
Instruction					
Regular	12,739	-	-	-	-
Special	-	-	-	252,873	153,288
Vocational	-	-	-	-	-
Adult/continuing	-	21,237	24,356	-	-
Supporting services					
Pupil	-	10,823	-	9,910	320
Instructional staff	-	-	-	-	-
Administration	-	-	-	-	-
Business	-	-	-	-	-
Operation and maintenance	-	2,126	-	-	-
Central services	-	-	-	-	-
Operation of non-instructional					
Food service operation	-	-	-	-	-
Community services	-	-	-	27,019	26,962
Extracurricular activities					
Sports oriented	-	-	-	-	-
Capital outlay	-	2,763	-	-	-
Total expenditures	<u>12,739</u>	<u>36,949</u>	<u>24,356</u>	<u>289,802</u>	<u>180,570</u>
Excess (deficiency) revenues over expenditures	(4,394)	(948)	(11,085)	(20,364)	18,717
Fund balances, beginning of year	<u>32,885</u>	<u>6,465</u>	<u>27,590</u>	<u>32,469</u>	<u>(22,884)</u>
Fund balances, end of year	<u>\$ 28,491</u>	<u>\$ 5,517</u>	<u>\$ 16,505</u>	<u>\$ 12,105</u>	<u>\$ (4,167)</u>

Title VI	ESL Grant	Drug Free Schools	Preschool	Classroom Reduction	Miscellaneous Federal Grants	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,392
25,500	2,600	19,928	20,754	61,255	30,000	1,496,372
-	-	-	-	-	-	511,643
-	-	-	-	-	-	58,258
<u>25,500</u>	<u>2,600</u>	<u>19,928</u>	<u>20,754</u>	<u>61,255</u>	<u>30,000</u>	<u>2,068,665</u>
-	-	6,018	-	61,255	-	841,648
-	4,861	-	19,433	-	-	430,455
-	-	-	-	-	30,000	54,000
465	-	-	-	-	-	46,058
7,000	-	7,241	19,093	-	-	79,209
-	-	-	-	-	-	12,952
-	-	-	-	-	-	183
-	-	-	-	-	-	6,075
-	-	-	-	-	-	2,126
-	-	-	-	-	-	5,668
-	-	-	1,631	-	-	1,631
3,122	-	-	-	-	-	502,834
-	-	-	-	-	-	128,880
59,663	-	-	-	-	-	137,029
<u>70,250</u>	<u>4,861</u>	<u>13,259</u>	<u>40,157</u>	<u>61,255</u>	<u>30,000</u>	<u>2,248,748</u>
(44,750)	(2,261)	6,669	(19,403)	-	-	(180,083)
<u>47,548</u>	<u>2,261</u>	<u>8,144</u>	<u>19,433</u>	<u>-</u>	<u>-</u>	<u>640,573</u>
<u>\$ 2,798</u>	<u>\$ -</u>	<u>\$ 14,813</u>	<u>\$ 30</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 460,490</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2001

	Public Support Service Fund		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Extracurricular	\$ 356,643	\$ 356,643	\$ -
Other	30,637	30,637	-
Total revenues	<u>387,280</u>	<u>387,280</u>	<u>-</u>
Expenditures			
Current			
Instruction			
Regular			
Purchased services	243,722	232,680	11,042
Materials and supplies	139,706	132,306	7,400
Capital outlay	2,198	1,604	594
Other	27,203	25,433	1,770
Total regular	<u>412,829</u>	<u>392,023</u>	<u>20,806</u>
Total instruction	<u>412,829</u>	<u>392,023</u>	<u>20,806</u>
Supporting services			
Instructional staff			
Materials and supplies	1,000	133	867
Total instructional staff	<u>1,000</u>	<u>133</u>	<u>867</u>
Administration			
Materials and supplies	1,000	(748)	1,748
Total administration	<u>1,000</u>	<u>(748)</u>	<u>1,748</u>
Total supporting services	<u>2,000</u>	<u>(615)</u>	<u>2,615</u>
Total expenditures	<u>414,829</u>	<u>391,408</u>	<u>23,421</u>
Excess (deficiency) of revenues over expenditures	<u>(27,549)</u>	<u>(4,128)</u>	<u>23,421</u>
Other financing sources (uses)			
Advances-in	20	20	-
Total other financing sources (uses)	<u>20</u>	<u>20</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	<u>(27,529)</u>	<u>(4,108)</u>	<u>23,421</u>
Prior year encumbrances	18,079	18,079	-
Fund balances, beginning of year	<u>120,578</u>	<u>120,578</u>	<u>-</u>
Fund balances, end of year	<u>\$ 111,128</u>	<u>\$ 134,549</u>	<u>\$ 23,421</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2001

	Other Grants Fund		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Intergovernmental	\$ 28,709	\$ 28,709	\$ -
Other	1,208	1,208	-
Total revenues	<u>29,917</u>	<u>29,917</u>	<u>-</u>
Expenditures			
Current			
Instruction			
Regular			
Salaries	6,100	383	5,717
Purchased services	12,803	4,350	8,453
Materials and supplies	4,545	3,347	1,198
Other	12,858	4,395	8,463
Total regular	<u>36,306</u>	<u>12,475</u>	<u>23,831</u>
Total instruction	<u>36,306</u>	<u>12,475</u>	<u>23,831</u>
Capital outlay	<u>9,688</u>	<u>9,688</u>	<u>-</u>
Total expenditures	<u>45,994</u>	<u>22,163</u>	<u>23,831</u>
Excess (deficiency) of revenues over expenditures	<u>(16,077)</u>	<u>7,754</u>	<u>23,831</u>
Other financing sources (uses)			
Advances-in	315	315	-
Total other financing sources (uses)	<u>315</u>	<u>315</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	(15,762)	8,069	23,831
Prior year encumbrances	600	600	
Fund balances, beginning of year	<u>19,749</u>	<u>19,749</u>	<u>-</u>
Fund balances, end of year	<u>\$ 4,587</u>	<u>\$ 28,418</u>	<u>\$ 23,831</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2001

	Athletic Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Extracurricular	\$ 147,870	\$ 155,000	\$ 7,130
Other	26,179	26,413	234
Total revenues	<u>174,049</u>	<u>181,413</u>	<u>7,364</u>
Expenditures			
Current			
Extracurricular activities			
Sports oriented			
Purchased services	44,818	43,134	1,684
Materials and supplies	31,927	31,170	757
Other	60,963	55,482	5,481
Total sports oriented	<u>137,708</u>	<u>129,786</u>	<u>7,922</u>
Total extracurricular activities	<u>137,708</u>	<u>129,786</u>	<u>7,922</u>
Capital outlay	<u>52,178</u>	<u>44,409</u>	<u>7,769</u>
Total expenditures	<u>189,886</u>	<u>174,195</u>	<u>15,691</u>
Excess (deficiency) of revenues over expenditures	(15,837)	7,218	23,055
Prior year encumbrances	2,270	2,270	-
Fund balances, beginning of year	<u>51,646</u>	<u>51,646</u>	<u>-</u>
Fund balances, end of year	<u>\$ 38,079</u>	<u>\$ 61,134</u>	<u>\$ 23,055</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2001

	Auxiliary Service Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Interest	\$ 2,392	\$ 2,392	\$ -
Intergovernmental	419,363	419,363	-
Total revenues	421,755	421,755	-
Expenditures			
Current			
Operation of non-instructional			
Community services			
Salaries	74,416	74,416	-
Benefits	28,849	28,849	-
Purchased services	145,001	145,001	-
Materials and supplies	150,302	150,302	-
Other	16,842	16,842	-
Total community services	415,410	415,410	-
Total operation of non-instructional	415,410	415,410	-
Capital outlay	1,832	1,832	-
Total expenditures	417,242	417,242	-
Excess (deficiency) of revenues over expenditures	4,513	4,513	-
Other financing sources (uses)			
Refund prior year receipt	(34,426)	(34,426)	-
Total other financing sources (uses)	(34,426)	(34,426)	-
Excess (deficiency) of revenues over expenditures and other sources (uses)	(29,913)	(29,913)	-
Prior year encumbrances	11,979	11,979	-
Fund balances, beginning of year	17,934	17,934	-
Fund balances, end of year	\$ -	\$ -	\$ -

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2001

	Professional Development Grant Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$ 27,171	\$ 27,171	\$ -
Total revenues	<u>27,171</u>	<u>27,171</u>	<u>-</u>
Expenditures			
Current			
Instruction			
Regular			
Purchased services	10,808	10,808	-
Total regular	<u>10,808</u>	<u>10,808</u>	<u>-</u>
Total instruction	<u>10,808</u>	<u>10,808</u>	<u>-</u>
Supporting services			
Pupil			
Purchased services	3,411	3,411	-
Total pupil	<u>3,411</u>	<u>3,411</u>	<u>-</u>
Instructional staff			
Salaries	11,114	11,114	-
Benefits	1,838	1,838	-
Total instructional staff	<u>12,952</u>	<u>12,952</u>	<u>-</u>
Total supporting services	<u>16,363</u>	<u>16,363</u>	<u>-</u>
Total expenditures	<u>27,171</u>	<u>27,171</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	-	-	-
Prior year encumbrances	-	-	-
Fund balances, beginning of year	-	-	-
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2001

	Goals 2000 Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$ 24,000	\$ -	\$ (24,000)
Total revenues	<u>24,000</u>	<u>-</u>	<u>(24,000)</u>
Expenditures			
Current			
Instruction			
Vocational			
Salaries	16,047	16,047	-
Purchased services	6,500	6,500	-
Materials and supplies	1,453	1,453	-
Total vocational	<u>24,000</u>	<u>24,000</u>	<u>-</u>
Total Instruction	<u>24,000</u>	<u>24,000</u>	<u>-</u>
Total expenditures	<u>24,000</u>	<u>24,000</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>(24,000)</u>	<u>(24,000)</u>
Other financing sources (uses)			
Advances-in	-	24,000	24,000
Total other financing sources (uses)	<u>-</u>	<u>24,000</u>	<u>24,000</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	-	-	-
Prior year encumbrances	-	-	-
Fund balances, beginning of year	-	-	-
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2001

	Education M.I.S. Fund		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Intergovernmental	\$ 13,889	\$ 18,787	\$ 4,898
Total revenues	<u>13,889</u>	<u>18,787</u>	<u>4,898</u>
Expenditures			
Current			
Supporting services			
Central services			
Purchased services	10,427	3,349	7,078
Total central services	<u>10,427</u>	<u>3,349</u>	<u>7,078</u>
Total supporting services	<u>10,427</u>	<u>3,349</u>	<u>7,078</u>
Capital outlay	<u>7,160</u>	<u>7,160</u>	-
Total expenditures	<u>17,587</u>	<u>10,509</u>	<u>7,078</u>
Excess (deficiency) of revenues over expenditures	(3,698)	8,278	11,976
Prior year encumbrances	-	-	-
Fund balances, beginning of year	<u>3,698</u>	<u>3,698</u>	-
Fund balances, end of year	<u>\$ -</u>	<u>\$ 11,976</u>	<u>\$ 11,976</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2001

	Data Communications Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$ 24,000	\$ 24,000	\$ -
Total revenues	<u>24,000</u>	<u>24,000</u>	<u>-</u>
Expenditures			
Current			
Supporting services			
Business			
Purchased services	15,377	-	15,377
Total business	<u>15,377</u>	<u>-</u>	<u>15,377</u>
Total supporting services	<u>15,377</u>	<u>-</u>	<u>15,377</u>
Capital outlay	<u>45,696</u>	<u>-</u>	<u>45,696</u>
Total expenditures	<u>61,073</u>	<u>-</u>	<u>61,073</u>
Excess (deficiency) of revenues over expenditures	(37,073)	24,000	61,073
Prior year encumbrances	-	-	-
Fund balances, beginning of year	<u>37,073</u>	<u>37,073</u>	<u>-</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ 61,073</u>	<u>\$ 61,073</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2001

	School Net - Professional Development Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$ 4,000	\$ 4,000	\$ -
Total revenues	4,000	4,000	-
Expenditures			
Current			
Supporting services			
Business			
Purchased services	10,075	6,075	4,000
Total business	10,075	6,075	4,000
Total supporting services	10,075	6,075	4,000
Total expenditures	10,075	6,075	4,000
Excess (deficiency) of revenues over expenditures	(6,075)	(2,075)	4,000
Prior year encumbrances	-	-	-
Fund balances, beginning of year	6,075	6,075	-
Fund balances, end of year	\$ -	\$ 4,000	\$ 4,000

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2001

	Ohio Reads Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$ 75,558	\$ 75,558	\$ -
Total revenues	<u>75,558</u>	<u>75,558</u>	<u>-</u>
Expenditures			
Current			
Instruction			
Regular			
Salaries	13,000	10,399	2,601
Benefits	800	1,711	(911)
Purchased services	11,000	6,002	4,998
Materials and supplies	50,779	54,606	(3,827)
Other	19,600	19,600	-
Total regular	<u>95,179</u>	<u>92,318</u>	<u>2,861</u>
Total instruction	<u>95,179</u>	<u>92,318</u>	<u>2,861</u>
Supporting services			
Central services			
Materials and supplies	2,394	2,368	26
Total central services	<u>2,394</u>	<u>2,368</u>	<u>26</u>
Total supporting services	<u>2,394</u>	<u>2,368</u>	<u>26</u>
Operation of non-instructional			
Community services			
Salaries	9,901	9,901	-
Purchased services	500	500	-
Materials and supplies	732	732	-
Other	8,000	8,000	-
Total community services	<u>19,133</u>	<u>19,133</u>	<u>-</u>
Total operation of non-instructional	<u>19,133</u>	<u>19,133</u>	<u>-</u>
Capital outlay	<u>14,700</u>	<u>15,534</u>	<u>(834)</u>
Total expenditures	<u>131,406</u>	<u>129,353</u>	<u>2,053</u>
Excess (deficiency) of revenues over expenditures	(55,848)	(53,795)	2,053
Prior year encumbrances	235	235	-
Fund balances, beginning of year	<u>55,613</u>	<u>55,613</u>	<u>-</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ 2,053</u>	<u>\$ 2,053</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2001

	Summer School Subsidy Fund		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Intergovernmental	\$ 12,971	\$ 12,971	\$ -
Total revenues	<u>12,971</u>	<u>12,971</u>	<u>-</u>
Expenditures			
Current			
Operation of non-instructional			
Community services			
Materials and supplies	12,971	12,971	-
Total community services	<u>12,971</u>	<u>12,971</u>	<u>-</u>
Total operation of non-instructional	<u>12,971</u>	<u>12,971</u>	<u>-</u>
Total expenditures	<u>12,971</u>	<u>12,971</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	-	-	-
Prior year encumbrances	-	-	-
Fund balances, beginning of year	-	-	-
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2001

	Mentoring Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$ 25,000	\$ 25,000	\$ -
Total revenues	<u>25,000</u>	<u>25,000</u>	<u>-</u>
Expenditures			
Current			
Supporting services			
Pupil			
Salaries	10,608	10,655	(47)
Benefits	6,046	6,046	-
Purchased services	1,893	1,615	278
Materials and supplies	1,786	1,856	(70)
Capital outlay	4,483	4,444	39
Total pupil	<u>24,816</u>	<u>24,616</u>	<u>200</u>
Administration			
Salaries	158	158	-
Benefits	26	26	-
Total administration	<u>184</u>	<u>184</u>	<u>-</u>
Total supporting services	<u>25,000</u>	<u>24,800</u>	<u>200</u>
Total expenditures	<u>25,000</u>	<u>24,800</u>	<u>200</u>
Excess (deficiency) of revenues over expenditures	-	200	200
Prior year encumbrances	-	-	-
Fund balances, beginning of year	-	-	-
Fund balances, end of year	<u>\$ -</u>	<u>\$ 200</u>	<u>\$ 200</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2001

	Alternative Education Fund		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Intergovernmental	\$ 155,000	\$ 155,000	\$ -
Total revenues	<u>155,000</u>	<u>155,000</u>	<u>-</u>
Expenditures			
Current			
Instruction			
Regular			
Purchased services	310,000	310,000	-
Total regular	<u>310,000</u>	<u>310,000</u>	<u>-</u>
Total instruction	<u>310,000</u>	<u>310,000</u>	<u>-</u>
Total expenditures	<u>310,000</u>	<u>310,000</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	(155,000)	(155,000)	-
Prior year encumbrances	-	-	-
Fund balances, beginning of year	<u>155,000</u>	<u>155,000</u>	<u>-</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2001

	Miscellaneous State Grants Fund		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Intergovernmental	\$ 8,345	\$ 8,345	\$ -
Total revenues	<u>8,345</u>	<u>8,345</u>	<u>-</u>
Expenditures			
Current			
Instruction			
Regular			
Purchased services	20,845	5,220	15,625
Materials and supplies	31,250	24,641	6,609
Total regular	<u>52,095</u>	<u>29,861</u>	<u>22,234</u>
Total instruction	<u>52,095</u>	<u>29,861</u>	<u>22,234</u>
Capital outlay	<u>6,250</u>	<u>-</u>	<u>6,250</u>
Total expenditures	<u>58,345</u>	<u>29,861</u>	<u>28,484</u>
Excess (deficiency) of revenues over expenditures	(50,000)	(21,516)	28,484
Prior year encumbrances	21,114	21,114	-
Fund balances, beginning of year	<u>28,886</u>	<u>28,886</u>	<u>-</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ 28,484</u>	<u>\$ 28,484</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2001

	Adult Basic Education Fund		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Intergovernmental	\$ 36,001	\$ 36,001	\$ -
Total revenues	<u>36,001</u>	<u>36,001</u>	<u>-</u>
Expenditures			
Current			
Instruction			
Adult/continuing			
Salaries	11,520	11,136	384
Benefits	1,895	1,832	63
Purchased services	1,330	1,435	(105)
Materials and supplies	8,779	8,682	97
Total adult/continuing	<u>23,524</u>	<u>23,085</u>	<u>439</u>
Total instruction	<u>23,524</u>	<u>23,085</u>	<u>439</u>
Supporting services			
Pupil			
Salaries	12,662	10,265	2,397
Benefits	3,016	1,689	1,327
Purchased services	491	430	61
Total pupil	<u>16,169</u>	<u>12,384</u>	<u>3,785</u>
Operation and maintenance			
Salaries	1,500	1,500	-
Benefits	235	626	(391)
Total operation and maintenance	<u>1,735</u>	<u>2,126</u>	<u>(391)</u>
Total supporting services	<u>17,904</u>	<u>14,510</u>	<u>3,394</u>
Capital outlay	<u>2,764</u>	<u>2,764</u>	<u>-</u>
Total expenditures	<u>44,192</u>	<u>40,359</u>	<u>3,833</u>
Excess (deficiency) of revenues over expenditures	(8,191)	(4,358)	3,833
Prior year encumbrances	7,887	7,887	-
Fund balances, beginning of year	304	304	-
Fund balances, end of year	<u>\$ -</u>	<u>\$ 3,833</u>	<u>\$ 3,833</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2001

	Eisenhower Math Fund		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Intergovernmental	\$ 14,745	\$ 13,271	\$ (1,474)
Total revenues	<u>14,745</u>	<u>13,271</u>	<u>(1,474)</u>
Expenditures			
Current			
Instruction			
Adult/continuing			
Salaries	13,794	8,146	5,648
Benefits	2,208	1,088	1,120
Purchased services	17,970	7,927	10,043
Materials and supplies	8,326	7,195	1,131
Total adult/continuing	<u>42,298</u>	<u>24,356</u>	<u>17,942</u>
Total instruction	<u>42,298</u>	<u>24,356</u>	<u>17,942</u>
Operation of non-instructional			
Community services			
Purchased services	37	-	37
Total community services	<u>37</u>	<u>-</u>	<u>37</u>
Total operation of non-instructional	<u>37</u>	<u>-</u>	<u>37</u>
Total expenditures	<u>42,335</u>	<u>24,356</u>	<u>17,979</u>
Excess (deficiency) of revenues over expenditures	<u>(27,590)</u>	<u>(11,085)</u>	<u>16,505</u>
Other financing sources (uses)			
Advances-in	-	1,474	1,474
Total other financing sources (uses)	<u>-</u>	<u>1,474</u>	<u>1,474</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	<u>(27,590)</u>	<u>(9,611)</u>	<u>17,979</u>
Prior year encumbrances	-	-	-
Fund balances, beginning of year	<u>27,590</u>	<u>27,590</u>	<u>-</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ 17,979</u>	<u>\$ 17,979</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2001

	Title VIB Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$ 269,438	\$ 269,438	\$ -
Total revenues	<u>269,438</u>	<u>269,438</u>	<u>-</u>
Expenditures			
Current			
Instruction			
Special			
Purchased services	266,126	114,648	151,478
Total special	<u>266,126</u>	<u>114,648</u>	<u>151,478</u>
Total instruction	<u>266,126</u>	<u>114,648</u>	<u>151,478</u>
Supporting services			
Pupil			
Purchased services	14,326	22,337	(8,011)
Total pupil	<u>14,326</u>	<u>22,337</u>	<u>(8,011)</u>
Total supporting services	<u>14,326</u>	<u>22,337</u>	<u>(8,011)</u>
Operation of non-instructional			
Community services			
Salaries	25,075	26,047	(972)
Benefits	2,896	1,924	972
Total community services	<u>27,971</u>	<u>27,971</u>	<u>-</u>
Total operation of non-instructional	<u>27,971</u>	<u>27,971</u>	<u>-</u>
Total expenditures	<u>308,423</u>	<u>164,956</u>	<u>143,467</u>
Excess (deficiency) of revenues over expenditures	(38,985)	104,482	143,467
Prior year encumbrances	10,807	10,807	-
Fund balances, beginning of year	<u>28,178</u>	<u>28,178</u>	<u>-</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ 143,467</u>	<u>\$ 143,467</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2001

	Title I Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$ 199,287	\$ 199,287	\$ -
Total revenues	<u>199,287</u>	<u>199,287</u>	<u>-</u>
Expenditures			
Current			
Instruction			
Special			
Salaries	134,968	136,552	(1,584)
Benefits	34,356	34,356	-
Purchased services	2,950	2,477	473
Materials and supplies	2,493	1,382	1,111
Total special	<u>174,767</u>	<u>174,767</u>	<u>-</u>
Total instruction	<u>174,767</u>	<u>174,767</u>	<u>-</u>
Supporting services			
Pupil			
Salaries	320	320	-
Total pupil	<u>320</u>	<u>320</u>	<u>-</u>
Total supporting services	<u>320</u>	<u>320</u>	<u>-</u>
Operation of non-instructional			
Community services			
Salaries	21,207	17,506	3,701
Benefits	3,250	3,081	169
Purchased services	2,364	834	1,530
Materials and supplies	2,659	1,655	1,004
Total community services	<u>29,480</u>	<u>23,076</u>	<u>6,404</u>
Total operation of non-instructional	<u>29,480</u>	<u>23,076</u>	<u>6,404</u>
Total expenditures	<u>204,567</u>	<u>198,163</u>	<u>6,404</u>
Excess (deficiency) of revenues over expenditures	(5,280)	1,124	6,404
Prior year encumbrances	-	-	-
Fund balances, beginning of year	<u>5,280</u>	<u>5,280</u>	<u>-</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ 6,404</u>	<u>\$ 6,404</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2001

	Title VI Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$ 27,710	\$ 27,710	\$ -
Total revenues	<u>27,710</u>	<u>27,710</u>	<u>-</u>
Expenditures			
Current			
Instruction			
Adult/continuing			
Materials and supplies	465	465	-
Total adult/continuing	<u>465</u>	<u>465</u>	<u>-</u>
Total instruction	<u>465</u>	<u>465</u>	<u>-</u>
Supporting services			
Pupil			
Materials and supplies	7,000	7,000	-
Total pupil	<u>7,000</u>	<u>7,000</u>	<u>-</u>
Total supporting services	<u>7,000</u>	<u>7,000</u>	<u>-</u>
Operation of non-instructional			
Community services			
Materials and supplies	5,919	3,121	2,798
Total community services	<u>5,919</u>	<u>3,121</u>	<u>2,798</u>
Total operation of non-instructional	<u>5,919</u>	<u>3,121</u>	<u>2,798</u>
Capital outlay	<u>59,664</u>	<u>59,664</u>	<u>-</u>
Total expenditures	<u>73,048</u>	<u>70,250</u>	<u>2,798</u>
Excess (deficiency) of revenues over expenditures	<u>(45,338)</u>	<u>(42,540)</u>	<u>2,798</u>
Other financing sources (uses)			
Refund prior year receipt	(2,210)	(2,210)	-
Total other financing sources (uses)	<u>(2,210)</u>	<u>(2,210)</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	<u>(47,548)</u>	<u>(44,750)</u>	<u>2,798</u>
Prior year encumbrances	-	-	-
Fund balances, beginning of year	<u>47,548</u>	<u>47,548</u>	<u>-</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ 2,798</u>	<u>\$ 2,798</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2001

	ESL Grant Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$ 2,600	\$ 2,600	\$ -
Total revenues	<u>2,600</u>	<u>2,600</u>	<u>-</u>
Expenditures			
Current			
Instruction			
Special			
Salaries	575	575	-
Materials and supplies	4,286	4,286	-
Total special	<u>4,861</u>	<u>4,861</u>	<u>-</u>
Total instruction	<u>4,861</u>	<u>4,861</u>	<u>-</u>
Total expenditures	<u>4,861</u>	<u>4,861</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	(2,261)	(2,261)	-
Prior year encumbrances	391	391	-
Fund balances, beginning of year	<u>1,870</u>	<u>1,870</u>	<u>-</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2001

	Drug Free Schools Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$ 19,928	\$ 19,928	\$ -
Total revenues	<u>19,928</u>	<u>19,928</u>	<u>-</u>
Expenditures			
Current			
Instruction			
Regular			
Salaries	8,918	5,423	3,495
Purchased services	4,094	594	3,500
Total regular	<u>13,012</u>	<u>6,017</u>	<u>6,995</u>
Total instruction	<u>13,012</u>	<u>6,017</u>	<u>6,995</u>
Supporting services			
Pupil			
Purchased services	9,285	2,885	6,400
Materials and supplies	5,775	4,663	1,112
Total pupil	<u>15,060</u>	<u>7,548</u>	<u>7,512</u>
Total supporting services	<u>15,060</u>	<u>7,548</u>	<u>7,512</u>
Total expenditures	<u>28,072</u>	<u>13,565</u>	<u>14,507</u>
Excess (deficiency) of revenues over expenditures	(8,144)	6,363	14,507
Prior year encumbrances	104	104	-
Fund balances, beginning of year	<u>8,040</u>	<u>8,040</u>	<u>-</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ 14,507</u>	<u>\$ 14,507</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2001

	Preschool Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$ 20,754	\$ 20,754	\$ -
Total revenues	<u>20,754</u>	<u>20,754</u>	<u>-</u>
Expenditures			
Current			
Instruction			
Special			
Purchased services	19,433	19,433	-
Total special	<u>19,433</u>	<u>19,433</u>	<u>-</u>
Total instruction	<u>19,433</u>	<u>19,433</u>	<u>-</u>
Supporting services			
Pupil			
Salaries	16,396	16,396	-
Benefits	2,697	2,697	-
Total pupil	<u>19,093</u>	<u>19,093</u>	<u>-</u>
Total supporting services	<u>19,093</u>	<u>19,093</u>	<u>-</u>
Operation of non-instructional			
Food service operation			
Purchased services	1,661	1,631	30
Total food service operation	<u>1,661</u>	<u>1,631</u>	<u>30</u>
Total operation of non-instructional	<u>1,661</u>	<u>1,631</u>	<u>30</u>
Total expenditures	<u>40,187</u>	<u>40,157</u>	<u>30</u>
Excess (deficiency) of revenues over expenditures	(19,433)	(19,403)	30
Prior year encumbrances	-	-	-
Fund balances, beginning of year	<u>19,433</u>	<u>19,433</u>	<u>-</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ 30</u>	<u>\$ 30</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 FOR THE YEAR ENDED JUNE 30, 2001

	Classroom Reduction Fund		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Intergovernmental	\$ 61,255	\$ 61,255	\$ -
Total revenues	<u>61,255</u>	<u>61,255</u>	<u>-</u>
Expenditures			
Current			
Instruction			
Regular			
Salaries	52,680	52,680	-
Benefits	8,575	8,575	-
Total regular	<u>61,255</u>	<u>61,255</u>	<u>-</u>
Total instruction	<u>61,255</u>	<u>61,255</u>	<u>-</u>
Total expenditures	<u>61,255</u>	<u>61,255</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	-	-	-
Prior year encumbrances	-	-	-
Fund balances, beginning of year	-	-	-
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2001

	Miscellaneous Federal Grants Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$ 30,000	\$ 30,000	\$ -
Total revenues	30,000	30,000	-
Expenditures			
Current			
Instruction			
Vocational			
Salaries	7,000	7,000	-
Benefits	980	980	-
Purchased services	21,520	21,520	-
Materials and supplies	500	500	-
Total vocational	30,000	30,000	-
Total instruction	30,000	30,000	-
Total expenditures	30,000	30,000	-
Excess (deficiency) of revenues over expenditures	-	-	-
Prior year encumbrances	-	-	-
Fund balances, beginning of year	-	-	-
Fund balances, end of year	\$ -	\$ -	\$ -

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2001

	Total Special Revenue Funds		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Interest	\$ 2,392	\$ 2,392	\$ -
Intergovernmental	1,499,724	1,479,148	(20,576)
Extracurricular	504,513	511,643	7,130
Other	58,024	58,258	234
Total revenues	<u>2,064,653</u>	<u>2,051,441</u>	<u>(13,212)</u>
Expenditures			
Current			
Instruction			
Regular			
Salaries	80,698	68,885	11,813
Benefits	9,375	10,286	(911)
Purchased services	613,272	569,654	43,618
Materials and supplies	226,280	214,900	11,380
Capital outlay	2,198	1,604	594
Other	59,661	49,428	10,233
Total regular	<u>991,484</u>	<u>914,757</u>	<u>76,727</u>
Special			
Salaries	135,543	137,127	(1,584)
Benefits	34,356	34,356	-
Purchased services	288,509	136,558	151,951
Materials and supplies	6,779	5,668	1,111
Total special	<u>465,187</u>	<u>313,709</u>	<u>151,478</u>
Vocational			
Salaries	23,047	23,047	-
Benefits	980	980	-
Purchased services	28,020	28,020	-
Materials and supplies	1,953	1,953	-
Total vocational	<u>54,000</u>	<u>54,000</u>	<u>-</u>
Adult/continuing			
Salaries	25,314	19,282	6,032
Benefits	4,103	2,920	1,183
Purchased services	19,300	9,362	9,938
Materials and supplies	17,570	16,342	1,228
Total adult/continuing	<u>66,287</u>	<u>47,906</u>	<u>18,381</u>
Total instruction	<u>1,576,958</u>	<u>1,330,372</u>	<u>246,586</u>

(Continued)

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2001

	Total Special Revenue Funds (continued)		
	Budget	Actual	Variance Favorable (Unfavorable)
Supporting services			
Pupil			
Salaries	39,986	37,636	2,350
Benefits	11,759	10,432	1,327
Purchased services	29,406	30,678	(1,272)
Materials and supplies	14,561	13,519	1,042
Capital outlay	4,483	4,444	39
Total pupil	<u>100,195</u>	<u>96,709</u>	<u>3,486</u>
Instructional staff			
Salaries	11,114	11,114	-
Benefits	1,838	1,838	-
Materials and supplies	1,000	133	867
Total instructional staff	<u>13,952</u>	<u>13,085</u>	<u>867</u>
Administration			
Salaries	158	158	-
Benefits	26	26	-
Materials and supplies	1,000	(748)	1,748
Total administration	<u>1,184</u>	<u>(564)</u>	<u>1,748</u>
Business			
Purchased services	25,452	6,075	19,377
Total business	<u>25,452</u>	<u>6,075</u>	<u>19,377</u>
Operation and maintenance			
Salaries	1,500	1,500	-
Benefits	235	626	(391)
Total operation and maintenance	<u>1,735</u>	<u>2,126</u>	<u>(391)</u>
Central services			
Purchased services	10,427	3,349	7,078
Materials and supplies	2,394	2,368	26
Total central services	<u>12,821</u>	<u>5,717</u>	<u>7,104</u>
Total supporting services	<u>155,339</u>	<u>123,148</u>	<u>32,191</u>
Operation of non-instructional			
Food service operation			
Purchased services	1,661	1,631	30
Total food service operation	<u>1,661</u>	<u>1,631</u>	<u>30</u>

(Continued)

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2001

	Total Special Revenue Funds (concluded)		
	Budget	Actual	Variance Favorable (Unfavorable)
Community services			
Salaries	130,599	127,870	2,729
Benefits	34,995	33,854	1,141
Purchased services	147,902	146,335	1,567
Materials and supplies	172,583	168,781	3,802
Other	24,842	24,842	-
Total community services	<u>510,921</u>	<u>501,682</u>	<u>9,239</u>
Total operation of non-instructional	<u>512,582</u>	<u>503,313</u>	<u>9,269</u>
Extracurricular activities			
Sports oriented			
Purchased services	44,818	43,134	1,684
Materials and supplies	31,927	31,170	757
Other	60,963	55,482	5,481
Total sports oriented	<u>137,708</u>	<u>129,786</u>	<u>7,922</u>
Total extracurricular activities	<u>137,708</u>	<u>129,786</u>	<u>7,922</u>
Capital outlay	<u>199,932</u>	<u>141,051</u>	<u>58,881</u>
Total expenditures	<u>2,582,519</u>	<u>2,227,670</u>	<u>354,849</u>
Excess (deficiency) of revenues over expenditures	<u>(517,866)</u>	<u>(176,229)</u>	<u>341,637</u>
Other financing sources (uses)			
Advances-in	335	25,809	25,474
Refund prior year receipt	(36,636)	(36,636)	-
Total other financing sources (uses)	<u>(36,301)</u>	<u>(10,827)</u>	<u>25,474</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	<u>(554,167)</u>	<u>(187,056)</u>	<u>367,111</u>
Prior year encumbrances	73,466	73,466	-
Fund balances, beginning of year	<u>634,495</u>	<u>634,495</u>	<u>-</u>
Fund balances, end of year	<u>\$ 153,794</u>	<u>\$ 520,905</u>	<u>\$ 367,111</u>

CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds and trust funds).

Permanent Improvements Fund – This fund accounts for monies raised through a tax levy and restricted in use for the acquisition, construction, or improvement of capital facilities and equipment.

School Net Plus Fund – This fund accounts for monies received from the State of Ohio for the purpose of wiring school buildings for voice, video and data communications.

Video Distance Learning Fund – This fund accounts for monies received from the State of Ohio for purchase of video conferencing equipment and technology.

NORTH OLMSTED CITY SCHOOL DISTRICT
 CAPITAL PROJECTS FUNDS
 COMBINING BALANCE SHEET
 JUNE 30, 2001

	Permanent Improvements	School Net Plus	Video Distance Learning	Total
Assets				
Equity in pooled cash	\$ 482,383	\$ -	\$ 20,868	\$ 503,251
Receivables, net of allowance				
Taxes, current	1,053,808	-	-	1,053,808
Taxes, delinquent	43,671	-	-	43,671
Due from other governments	7,512	-	-	7,512
Interfund receivable	10,000	-	-	10,000
Total assets	<u>\$ 1,597,374</u>	<u>\$ -</u>	<u>\$ 20,868</u>	<u>\$ 1,618,242</u>
Liabilities and fund balances				
Liabilities				
Accounts and contracts payable	132,320	-	-	132,320
Deferred revenue				
Taxes	1,021,530	-	-	1,021,530
Intergovernmental	7,512	-	-	7,512
Total liabilities	<u>1,161,362</u>	<u>-</u>	<u>-</u>	<u>1,161,362</u>
Fund balances				
Reserved for property taxes	75,949	-	-	75,949
Reserved for encumbrances	20,101	-	-	20,101
Unreserved	339,962	-	20,868	360,830
Total fund balances	<u>436,012</u>	<u>-</u>	<u>20,868</u>	<u>456,880</u>
Total liabilities and fund balances	<u>\$ 1,597,374</u>	<u>\$ -</u>	<u>\$ 20,868</u>	<u>\$ 1,618,242</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
 CAPITAL PROJECTS FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 FOR THE YEAR ENDED JUNE 30, 2001

	Permanent Improvements	School Net Plus	Video Distance Learning	Total
Revenues				
Taxes	\$ 1,036,946	\$ -	\$ -	\$ 1,036,946
Interest	17,421	-	-	17,421
Intergovernmental	124,665	74,425	28,957	228,047
Total revenues	<u>1,179,032</u>	<u>74,425</u>	<u>28,957</u>	<u>1,282,414</u>
Expenditures				
Current				
Instruction				
Regular	-	9,000	8,089	17,089
Supporting services				
Central services	-	4,585	-	4,585
Capital outlay	1,122,138	63,619	-	1,185,757
Total expenditures	<u>1,122,138</u>	<u>77,204</u>	<u>8,089</u>	<u>1,207,431</u>
Excess (deficiency) of revenues over expenditures	56,894	(2,779)	20,868	74,983
Fund balances, beginning of year	<u>379,118</u>	<u>2,779</u>	<u>-</u>	<u>381,897</u>
Fund balances, end of year	<u>\$ 436,012</u>	<u>\$ -</u>	<u>\$ 20,868</u>	<u>\$ 456,880</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2001

	Permanent Improvements Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Taxes	\$ 1,013,135	\$ 1,014,675	\$ 1,540
Interest	17,182	17,421	239
Intergovernmental	124,665	124,665	-
Total revenues	<u>1,154,982</u>	<u>1,156,761</u>	<u>1,779</u>
Expenditures			
Capital outlay	1,331,084	1,142,239	188,845
Total expenditures	<u>1,331,084</u>	<u>1,142,239</u>	<u>188,845</u>
Excess (deficiency) of revenues over expenditures	<u>(176,102)</u>	<u>14,522</u>	<u>190,624</u>
Other financing sources (uses)			
Advances-out	(5,000)	(5,000)	-
Total other financing sources (uses)	<u>(5,000)</u>	<u>(5,000)</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	(181,102)	9,522	190,624
Prior year encumbrances	221,543	221,543	-
Fund balances, beginning of year	<u>98,897</u>	<u>98,897</u>	<u>-</u>
Fund balances, end of year	<u>\$ 139,338</u>	<u>\$ 329,962</u>	<u>\$ 190,624</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2001

	School Net Plus Fund		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Intergovernmental	\$ 74,425	\$ 74,425	\$ -
Total revenues	<u>74,425</u>	<u>74,425</u>	<u>-</u>
Expenditures			
Current			
Instruction			
Regular			
Purchased services	9,000	9,000	-
Total regular	<u>9,000</u>	<u>9,000</u>	<u>-</u>
Total instruction	<u>9,000</u>	<u>9,000</u>	<u>-</u>
Supporting services			-
Central services			-
Purchased services	3,000	3,000	-
Materials and supplies	1,585	1,585	-
Total central services	<u>4,585</u>	<u>4,585</u>	<u>-</u>
Total supporting services	<u>4,585</u>	<u>4,585</u>	<u>-</u>
Capital outlay	<u>63,619</u>	<u>63,619</u>	<u>-</u>
Total expenditures	<u>77,204</u>	<u>77,204</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	(2,779)	(2,779)	-
Prior year encumbrances	-	-	-
Fund balances, beginning of year	<u>2,779</u>	<u>2,779</u>	<u>-</u>
Fund balances, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 FOR THE YEAR ENDED JUNE 30, 2001

	Video Distance Learning Fund		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Intergovernmental	\$ 28,957	\$ 28,957	\$ -
Total revenues	<u>28,957</u>	<u>28,957</u>	<u>-</u>
Expenditures			
Current			
Instruction			
Regular			
Purchased services	28,957	8,089	20,868
Total regular	<u>28,957</u>	<u>8,089</u>	<u>20,868</u>
Total instruction	<u>28,957</u>	<u>8,089</u>	<u>20,868</u>
Total expenditures	<u>28,957</u>	<u>8,089</u>	<u>20,868</u>
Excess (deficiency) of revenues over expenditures	-	20,868	20,868
Prior year encumbrances	-	-	-
Fund balances, beginning of year	-	-	-
Fund balances, end of year	<u>\$ -</u>	<u>\$ 20,868</u>	<u>\$ 20,868</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2001

	Total Capital Projects Funds		
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Taxes	\$ 1,013,135	\$ 1,014,675	\$ 1,540
Interest	17,182	17,421	239
Intergovernmental	228,047	228,047	-
Total revenues	<u>1,258,364</u>	<u>1,260,143</u>	<u>1,779</u>
Expenditures			
Current			
Instruction			
Regular			
Purchased services	37,957	17,089	20,868
Total regular	<u>37,957</u>	<u>17,089</u>	<u>20,868</u>
Total instruction	<u>37,957</u>	<u>17,089</u>	<u>20,868</u>
Supporting services			
Central services			
Purchased services	3,000	3,000	-
Materials and supplies	1,585	1,585	-
Total central services	<u>4,585</u>	<u>4,585</u>	<u>-</u>
Total supporting services	<u>4,585</u>	<u>4,585</u>	<u>-</u>
Capital outlay	1,394,703	1,205,858	188,845
Total expenditures	<u>1,437,245</u>	<u>1,227,532</u>	<u>209,713</u>
Excess (deficiency) of revenues over expenditures	<u>(178,881)</u>	<u>32,611</u>	<u>211,492</u>
Other financing sources (uses)			
Advances-out	(5,000)	(5,000)	-
Total other financing sources (uses)	<u>(5,000)</u>	<u>(5,000)</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	(183,881)	27,611	211,492
Prior year encumbrances	221,543	221,543	-
Fund balances, beginning of year	<u>101,676</u>	<u>101,676</u>	<u>-</u>
Fund balances, end of year	<u>\$ 139,338</u>	<u>\$ 350,830</u>	<u>\$ 211,492</u>

ENTERPRISE FUNDS

These funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges or where the governing body has decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

Food Service Fund - This fund accounts for all transactions related to the operations of the School District's food service program which provides lunches to students and the staff.

High School Bookstore Fund – This fund accounts for the operations of a student-managed bookstore at the high school.

Adult Education Fund – This fund accounts for revenues and expenses related to the provision of credit and non-credit classes to the community.

NORTH OLMSTED CITY SCHOOL DISTRICT
ENTERPRISE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2001

	Food Service	High School Bookstore	Adult Education	Total
Assets				
Equity in pooled cash	\$ 91,794	\$ 8,465	\$ 1,725	\$ 101,984
Receivables, net of allowance				
Accounts and other	25,055	-	-	25,055
Inventories and supplies	40,366	-	-	40,366
Property, plant and equipment	384,585	-	45,775	430,360
Accumulated depreciation	(321,890)	-	(20,643)	(342,533)
Total assets	\$ 219,910	\$ 8,465	\$ 26,857	\$ 255,232
Liabilities and equity				
Liabilities				
Accounts and contracts payable	\$ 1,821	\$ 606	\$ 26	\$ 2,453
Accrued salaries, wages and benefits	59,345	-	1,352	60,697
Due to other governments	85,952	-	1,079	87,031
Interfund payable	25,000	-	-	25,000
Deferred revenue				
Intergovernmental	16,487	-	-	16,487
Compensated absences	15,138	-	-	15,138
Total liabilities	203,743	606	2,457	206,806
Equity				
Contributed capital	430,559	-	2,658	433,217
Retained earnings				
Unreserved	(414,392)	7,859	21,742	(384,791)
Total equity	16,167	7,859	24,400	48,426
Total liabilities and equity	\$ 219,910	\$ 8,465	\$ 26,857	\$ 255,232

NORTH OLMSTED CITY SCHOOL DISTRICT
ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS
FOR THE YEAR ENDED JUNE 30, 2001

	Food Service	High School Bookstore	Adult Education	Total
Operating revenues				
Tuition and fees	\$ -	\$ -	\$ 40,895	\$ 40,895
Sales	948,899	-	-	948,899
Other	4,308	14,671	510	19,489
Total operating revenues	<u>953,207</u>	<u>14,671</u>	<u>41,405</u>	<u>1,009,283</u>
Operating expenses				
Salaries and wages	438,362	-	13,982	452,344
Fringe benefits	181,736	-	4,974	186,710
Contractual services	639,199	-	31,759	670,958
Materials and supplies	51,615	606	2,258	54,479
Other expenses	60	11,051	242	11,353
Depreciation expense	6,841	-	3,681	10,522
Total operating expenses	<u>1,317,813</u>	<u>11,657</u>	<u>56,896</u>	<u>1,386,366</u>
Operating income (loss)	<u>(364,606)</u>	<u>3,014</u>	<u>(15,491)</u>	<u>(377,083)</u>
Nonoperating revenues (expenses)				-
Interest	1,796	-	-	1,796
Intergovernmental	328,322	-	40	328,362
Loss on disposal of assets	(751)	-	-	(751)
Total nonoperating revenues (expenses)	<u>329,367</u>	<u>-</u>	<u>40</u>	<u>329,407</u>
Income (loss) before operating transfers	<u>(35,239)</u>	<u>3,014</u>	<u>(15,451)</u>	<u>(47,676)</u>
Operating transfers				
Operating transfers-in	138,354	-	-	138,354
Total operating transfers	<u>138,354</u>	<u>-</u>	<u>-</u>	<u>138,354</u>
Net income (loss)	103,115	3,014	(15,451)	90,678
Retained earnings, beginning of year	<u>(517,507)</u>	<u>4,845</u>	<u>37,193</u>	<u>(475,469)</u>
Retained earnings, end of year	<u>\$ (414,392)</u>	<u>\$ 7,859</u>	<u>\$ 21,742</u>	<u>\$ (384,791)</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2001

	Food Service	High School Bookstore	Adult Education	Total
Cash flows from operating activities:				
Operating income (loss)	\$ (364,606)	\$ 3,014	\$ (15,491)	\$ (377,083)
Adjustments to reconcile operating Income (loss) to net cash provided by operating activities:				
Depreciation	6,841	-	3,681	10,522
Donated commodities used	69,162	-	-	69,162
Changes in net assets (increase) decrease and liabilities increase (decrease):				
Receivables, accounts and other	(8,465)	-	-	(8,465)
Due from other governments	37,207	-	-	37,207
Inventories and supplies	(177)	-	-	(177)
Accounts and contracts payable	(364)	606	26	268
Accrued salaries and benefits payable	10,482	-	287	10,769
Due to other governments	8,451	-	197	8,648
Interfund payable	(63,354)	-	-	(63,354)
Deferred revenue	(5,169)	-	-	(5,169)
Compensated absences	(3,758)	-	-	(3,758)
Total adjustments	50,856	606	4,191	55,653
Net cash provided by (used in) operating activities	(313,750)	3,620	(11,300)	(321,430)
Cash flows from non-capital financing activities:				
Intergovernmental revenue	259,160	-	40	259,200
Operating transfers-in	138,354	-	-	138,354
Net cash provided by non-capital financing activities	397,514	-	40	397,554
Cash flows from capital and related financing activities:				
Acquisition of fixed assets	-	-	(3,449)	(3,449)
Net cash (used in) capital and related financing activities	-	-	(3,449)	(3,449)
Cash flows from investing activities:				
Interest income	1,796	-	-	1,796
Net cash provided by investing activities	1,796	-	-	1,796
Net increase (decrease) in cash and cash equivalents	85,560	3,620	(14,709)	74,471
Equity in pooled cash and equivalents, beginning of year	6,234	4,845	16,434	27,513
Equity in pooled cash and equivalents, end of year	\$ 91,794	\$ 8,465	\$ 1,725	\$ 101,984
Non-cash transactions;				
disposal of fixed assets, net book value	\$ 751	\$ -	\$ -	\$ 751

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2001

	Food Service Fund		Variance Favorable (Unfavorable)
	Budget	Actual	
Operating revenues			
Sales	\$ 957,434	\$ 957,434	\$ -
Total operating revenues	<u>957,434</u>	<u>957,434</u>	<u>-</u>
Operating expenses			
Food service operations			
Salaries and wages	431,637	431,637	-
Fringe benefits	174,258	173,286	972
Purchased services	645,201	642,199	3,002
Materials and supplies	7,000	4,476	2,524
Other	60	60	-
Total food service operations	<u>1,258,156</u>	<u>1,251,658</u>	<u>6,498</u>
Capital outlay	<u>812</u>	<u>812</u>	<u>-</u>
Total operating expenses	<u>1,258,968</u>	<u>1,252,470</u>	<u>6,498</u>
Excess (deficiency) of operating revenues over operating expenses	<u>(301,534)</u>	<u>(295,036)</u>	<u>6,498</u>
Nonoperating revenues (expenses)			
Interest	1,742	1,796	54
Intergovernmental	258,432	296,367	37,935
Other	4,308	4,308	-
Advances-in	25,000	25,000	-
Advances-out	(88,354)	(88,354)	-
Total nonoperating revenues (expenses)	<u>201,128</u>	<u>239,117</u>	<u>37,989</u>
Excess (deficiency) of revenues over expenses before transfers	<u>(100,406)</u>	<u>(55,919)</u>	<u>44,487</u>
Operating transfers			
Operating transfers-in	<u>138,354</u>	<u>138,354</u>	<u>-</u>
Total operating transfers	<u>138,354</u>	<u>138,354</u>	<u>-</u>
Net excess (deficiency) of revenues over expenses	37,948	82,435	44,487
Prior year encumbrances	-	-	-
Fund balances, beginning of year	<u>6,234</u>	<u>6,234</u>	<u>-</u>
Fund balances, end of year	<u>\$ 44,182</u>	<u>\$ 88,669</u>	<u>\$ 44,487</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 FOR THE YEAR ENDED JUNE 30, 2001

	High School Bookstore Fund		Variance Favorable (Unfavorable)
	Budget	Actual	
Operating expenses			
Materials and supplies	\$ 11,051	\$ 11,051	-
Total operating expenses	11,051	11,051	-
Excess (deficiency) of operating revenues over operating expenses	(11,051)	(11,051)	-
Nonoperating revenues (expenses)			
Other	14,671	14,671	-
Total nonoperating revenues (expenses)	14,671	14,671	-
Net excess (deficiency) of revenues over expenses	3,620	3,620	-
Prior year encumbrances	-	-	-
Fund balances, beginning of year	4,845	4,845	-
Fund balances, end of year	\$ 8,465	\$ 8,465	\$ -

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2001

	Adult Education Fund		Variance Favorable (Unfavorable)
	Budget	Actual	
Operating revenues			
Tuition and fees	\$ 40,760	\$ 40,895	\$ 135
Other	510	510	-
Total operating revenues	<u>41,270</u>	<u>41,405</u>	<u>135</u>
Operating expenses			
Instruction			
Adult and continuing education			
Salaries	13,694	13,694	-
Benefits	4,777	4,777	-
Purchased services	31,759	31,759	-
Materials and supplies	2,896	2,080	816
Other expenses	-	242	(242)
Total adult and continuing education	<u>53,126</u>	<u>52,552</u>	<u>574</u>
Total instruction	<u>53,126</u>	<u>52,552</u>	<u>574</u>
Capital outlay	<u>3,629</u>	<u>3,629</u>	<u>-</u>
Total operating expenses	<u>56,755</u>	<u>56,181</u>	<u>574</u>
Excess (deficiency) of operating revenues over operating expenses	<u>(15,485)</u>	<u>(14,776)</u>	<u>709</u>
Nonoperating revenues (expenses)			
Intergovernmental	<u>40</u>	<u>40</u>	<u>-</u>
Total nonoperating revenues (expenses)	<u>40</u>	<u>40</u>	<u>-</u>
Net excess (deficiency) of revenues over expenses	(15,445)	(14,736)	709
Prior year encumbrances	-	-	-
Fund balances, beginning of year	<u>16,434</u>	<u>16,434</u>	<u>-</u>
Fund balances, end of year	<u>\$ 989</u>	<u>\$ 1,698</u>	<u>\$ 709</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2001

	Total Enterprise Funds		Variance Favorable (Unfavorable)
	Budget	Actual	
Operating revenues			
Tuition and fees	\$ 40,760	\$ 40,895	\$ 135
Sales	957,434	957,434	-
Other	510	510	-
Total operating revenues	<u>998,704</u>	<u>998,839</u>	<u>135</u>
Operating expenses			
Instruction			
Adult and continuing education			
Salaries	13,694	13,694	-
Benefits	4,777	4,777	-
Purchased services	31,759	31,759	-
Materials and supplies	2,896	2,080	816
Other	-	242	(242)
Total adult and continuing education	<u>53,126</u>	<u>52,552</u>	<u>574</u>
Materials and supplies	<u>11,051</u>	<u>11,051</u>	<u>-</u>
Total instruction	<u>64,177</u>	<u>63,603</u>	<u>574</u>
Food service operations			
Salaries and wages	431,637	431,637	-
Fringe benefits	174,258	173,286	972
Purchased services	645,201	642,199	3,002
Materials and supplies	7,000	4,476	2,524
Other expenditures	60	60	-
Total food service operations	<u>1,258,156</u>	<u>1,251,658</u>	<u>6,498</u>
Capital outlay	<u>4,441</u>	<u>4,441</u>	<u>-</u>
Total operating expenses	<u>1,326,774</u>	<u>1,319,702</u>	<u>7,072</u>
Excess (deficiency) of operating revenues over operating expenses	<u>(328,070)</u>	<u>(320,863)</u>	<u>7,207</u>
Nonoperating revenues (expenses)			
Interest	1,742	1,796	54
Intergovernmental	258,472	296,407	37,935
Other	18,979	18,979	-
Advances-in	25,000	25,000	-
Advances-out	(88,354)	(88,354)	-
Total nonoperating revenues (expenses)	<u>215,839</u>	<u>253,828</u>	<u>37,989</u>
Excess (deficiency) of revenues over expenses before operating transfers	<u>(112,231)</u>	<u>(67,035)</u>	<u>45,196</u>
Operating transfers			
Operating transfers-in	138,354	138,354	-
Total operating transfers	<u>138,354</u>	<u>138,354</u>	<u>-</u>

(Continued)

NORTH OLMSTED CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 FOR THE YEAR ENDED JUNE 30, 2001

	Total Enterprise Funds (Concluded)		
	Budget	Actual	Variance Favorable (Unfavorable)
Net excess (deficiency) of revenues over expenses	26,123	71,319	45,196
Prior year encumbrances	-	-	-
Fund balances, beginning of year	27,513	27,513	-
Fund balances, end of year	\$ 53,636	\$ 98,832	\$ 45,196

INTERNAL SERVICE FUNDS

These funds account for the financing of services provided by one department or agency to another department or agency of the School District on a cost reimbursement basis.

Regional Transit Fund – This fund accounts for all revenues and expenses related to the purchase and resale of city transit system bus tickets for student transportation.

Contracted Bus Maintenance Fund – This fund accounts for all revenues and expenses related to bus maintenance and repair services provided to other school districts.

Rotary Fund – This fund accounts for all revenues and expenses related to telephone commissions and vending machines at the District high school.

American Education Week Fund – This fund accounts for local revenue received from area school districts for the purpose of promoting public education programs.

NORTH OLMSTED CITY SCHOOL DISTRICT
INTERNAL SERVICE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2001

	Regional Transit	Contracted Bus Maintenance	Rotary	American Education Week	Total
Assets					
Equity in pooled cash	\$ 11,488	\$ 59,642	\$ 716	\$ 259	\$ 72,105
Total assets	<u>\$ 11,488</u>	<u>\$ 59,642</u>	<u>\$ 716</u>	<u>\$ 259</u>	<u>\$ 72,105</u>
Equity					
Retained earnings Unreserved	\$ 11,488	\$ 59,642	\$ 716	\$ 259	\$ 72,105
Total equity	<u>11,488</u>	<u>59,642</u>	<u>716</u>	<u>259</u>	<u>72,105</u>
Total liabilities and equity	<u>\$ 11,488</u>	<u>\$ 59,642</u>	<u>\$ 716</u>	<u>\$ 259</u>	<u>\$ 72,105</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS
FOR THE YEAR ENDED JUNE 30, 2001

	Regional Transit	Contracted Bus Maintenance	Rotary	American Education Week	Total
Operating revenues					
Sales	\$ 50,085	\$ -	\$ 385	\$ -	\$ 50,470
Total operating revenues	<u>50,085</u>	<u>-</u>	<u>385</u>	<u>-</u>	<u>50,470</u>
Operating expenses					
Contractual services	-	-	2,165	-	2,165
Other expenses	-	649	-	3,741	4,390
Transportation services	67,988	-	-	-	67,988
Total operating expenses	<u>67,988</u>	<u>649</u>	<u>2,165</u>	<u>3,741</u>	<u>74,543</u>
Operating loss	<u>(17,903)</u>	<u>(649)</u>	<u>(1,780)</u>	<u>(3,741)</u>	<u>(24,073)</u>
Nonoperating revenues					
Other	-	-	1,771	3,500	5,271
Total nonoperating revenues	<u>-</u>	<u>-</u>	<u>1,771</u>	<u>3,500</u>	<u>5,271</u>
Loss before operating transfers	<u>(17,903)</u>	<u>(649)</u>	<u>(9)</u>	<u>(241)</u>	<u>(18,802)</u>
Operating transfers					
Operating transfers-in	15,000	-	-	500	15,500
Total operating transfers	<u>15,000</u>	<u>-</u>	<u>-</u>	<u>500</u>	<u>15,500</u>
Net income (loss)	(2,903)	(649)	(9)	259	(3,302)
Retained earnings, beginning of year	14,391	60,291	725	-	75,407
Retained earnings, end of year	<u>\$ 11,488</u>	<u>\$ 59,642</u>	<u>\$ 716</u>	<u>\$ 259</u>	<u>\$ 72,105</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2001

	Regional Transit	Contracted Bus Maintenance	Rotary	American Education Week	Total
Cash flows from operating activities:					
Operating (loss)	\$ (17,903)	\$ (649)	\$ (1,780)	\$ (3,741)	\$ (24,073)
Changes in net assets (increase) decrease and liabilities increase (decrease):					
Receivables, accounts and other	-	16,483	-	-	16,483
Net cash provided by (used in) operating activities	(17,903)	15,834	(1,780)	(3,741)	(7,590)
Cash flows from non-capital financing activities:					
Other non-operating revenue	-	-	1,771	3,500	5,271
Operating transfers-in	15,000	-	-	500	15,500
Net cash provided by non-capital financing activities	15,000	-	1,771	4,000	20,771
Net increase in cash and cash equivalents	(2,903)	15,834	(9)	259	13,181
Equity in pooled cash and equivalents, beginning of year	14,391	43,808	725	-	58,924
Equity in pooled cash and equivalents, end of year	\$ 11,488	\$ 59,642	\$ 716	\$ 259	\$ 72,105

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2001

	Regional Transit Fund		Variance Favorable (Unfavorable)
	Budget	Actual	
Operating revenues			
Sales	\$ 50,085	\$ 50,085	\$ -
Total operating revenues	<u>50,085</u>	<u>50,085</u>	<u>-</u>
Operating expenses			
Transportation services			
Purchased services	67,988	67,988	-
Total transportation services	<u>67,988</u>	<u>67,988</u>	<u>-</u>
Total operating expenses	<u>67,988</u>	<u>67,988</u>	<u>-</u>
Excess (deficiency) of revenues over expenses before transfers	<u>(17,903)</u>	<u>(17,903)</u>	<u>-</u>
Operating transfers			
Operating transfers-in	15,000	15,000	-
Total operating transfers	<u>15,000</u>	<u>15,000</u>	<u>-</u>
Net excess (deficiency) of revenues over expenses	(2,903)	(2,903)	-
Prior year encumbrances	-	-	-
Fund balances, beginning of year	<u>14,391</u>	<u>14,391</u>	<u>-</u>
Fund balances, end of year	<u>\$ 11,488</u>	<u>\$ 11,488</u>	<u>\$ -</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 FOR THE YEAR ENDED JUNE 30, 2001

	Contracted Bus Maintenance Fund		Variance Favorable (Unfavorable)
	Budget	Actual	
Operating revenues			
Other	\$ 15,834	\$ 15,834	\$ -
Total operating revenues	15,834	15,834	-
Net excess (deficiency) of revenues over expenses	15,834	15,834	-
Prior year encumbrances	-	-	-
Fund balances, beginning of year	43,808	43,808	-
Fund balances, end of year	\$ 59,642	\$ 59,642	\$ -

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2001

	Rotary Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Operating revenues			
Sales	\$ 385	\$ 385	\$ -
Total operating revenues	<u>385</u>	<u>385</u>	<u>-</u>
Operating expenses			
Instructional support services			
Purchased services	2,290	2,165	125
Total instructional support services	<u>2,290</u>	<u>2,165</u>	<u>125</u>
Total operating expenses	<u>2,290</u>	<u>2,165</u>	<u>125</u>
Excess (deficiency) of operating revenues over operating expenses	<u>(1,905)</u>	<u>(1,780)</u>	<u>125</u>
Nonoperating revenues (expenses)			
Other	1,771	1,771	-
Total nonoperating revenues (expenses)	<u>1,771</u>	<u>1,771</u>	<u>-</u>
Net excess (deficiency) of revenues over expenses	(134)	(9)	125
Prior year encumbrances	127	127	-
Fund balances, beginning of year	<u>598</u>	<u>598</u>	<u>-</u>
Fund balances, end of year	<u>\$ 591</u>	<u>\$ 716</u>	<u>\$ 125</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2001

	American Education Week Fund		Variance Favorable (Unfavorable)
	Budget	Actual	
Operating expenses			
Instructional support			
Other expenses	\$ 4,000	\$ 3,741	\$ 259
Total instructional support	4,000	3,741	259
Total operating expenses	4,000	3,741	259
Excess (deficiency) of operating revenues over operating expenses	(4,000)	(3,741)	259
Nonoperating revenues (expenses)			
Other	3,500	3,500	-
Total nonoperating revenues (expenses)	3,500	3,500	-
Excess (deficiency) of revenues over expenses before transfers	(500)	(241)	259
Operating transfers			
Operating transfers-in	500	500	-
Total operating transfers	500	500	-
Net excess (deficiency) of revenues over expenses	-	259	259
Prior year encumbrances	-	-	-
Fund balances, beginning of year	-	-	-
Fund balances, end of year	\$ -	\$ 259	\$ 259

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOR THE YEAR ENDED JUNE 30, 2001

	Total Internal Service Funds		
	Budget	Actual	Variance Favorable (Unfavorable)
Operating revenues			
Sales	\$ 50,470	\$ 50,470	\$ -
Other	15,834	15,834	-
Total operating revenues	<u>66,304</u>	<u>66,304</u>	<u>-</u>
Operating expenses			
Instructional support services			
Purchased services	2,290	2,165	125
Other expenses	4,000	3,741	259
Total instructional support services	<u>6,290</u>	<u>5,906</u>	<u>384</u>
Transportation services			
Purchased services	67,988	67,988	-
Total transportation services	<u>67,988</u>	<u>67,988</u>	<u>-</u>
Total operating expenses	<u>74,278</u>	<u>73,894</u>	<u>384</u>
Excess (deficiency) of operating revenues over operating expenses	<u>(7,974)</u>	<u>(7,590)</u>	<u>384</u>
Nonoperating revenues (expenses)			
Other	5,271	5,271	-
Total nonoperating revenues (expenses)	<u>5,271</u>	<u>5,271</u>	<u>-</u>
Excess (deficiency) of revenues over expenses before operating transfers	<u>(2,703)</u>	<u>(2,319)</u>	<u>384</u>
Operating transfers			
Operating transfers-in	15,500	15,500	-
Total operating transfers	<u>15,500</u>	<u>15,500</u>	<u>-</u>
Net excess (deficiency) of revenues over expenses	12,797	13,181	384
Prior year encumbrances	127	127	-
Fund balances, beginning of year	<u>58,797</u>	<u>58,797</u>	<u>-</u>
Fund balances, end of year	<u>\$ 71,721</u>	<u>\$ 72,105</u>	<u>\$ 384</u>

TRUST AND AGENCY FUNDS

Trust funds are used to account for assets held by the District in a trustee capacity. Agency funds are used to account for assets held by the District as an agent for individuals, private organizations, other governments, and/or other funds.

Expendable Trust Funds:

Sanford Trust – This fund accounts for local revenues to support scholarships.

Kralej Art Trust – This fund accounts for local revenues to support scholarships and curriculum improvements,

Agency Fund:

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

NORTH OLMSTED CITY SCHOOL DISTRICT
 FIDUCIARY FUNDS
 COMBINING BALANCE SHEET
 JUNE 30, 2001

	Expendable Trust Funds	Agency Funds	Total
Assets			
Equity in pooled cash	\$ 239	\$ 72,079	\$ 72,318
Total assets	\$ 239	\$ 72,079	\$ 72,318
Liabilities and fund balances			
Liabilities			
Accounts and contracts payable	\$ -	\$ 314	\$ 314
Due to students	-	71,685	71,685
Interfund payable	-	80	80
Total liabilities	-	72,079	72,079
Fund balances			
Unreserved	239	-	239
Total fund balances	239	-	239
Total liabilities and fund balances	\$ 239	\$ 72,079	\$ 72,318

NORTH OLMSTED CITY SCHOOL DISTRICT
 EXPENDABLE TRUST FUNDS
 COMBINING BALANCE SHEET
 JUNE 30, 2001

	Sanford Trust	Krale Art Trust	Total
Assets			
Equity in pooled cash	\$ 131	\$ 108	\$ 239
Total assets	\$ 131	\$ 108	\$ 239
Fund balances			
Unreserved	131	108	239
Total fund balances	\$ 131	\$ 108	\$ 239

NORTH OLMSTED CITY SCHOOL DISTRICT
 EXPENDABLE TRUST FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 FOR THE YEAR ENDED JUNE 30, 2001

	Sanford Trust	Krale Art Trust	Total
Fund balances, beginning of year	\$ 131	\$ 108	\$ 239
Fund balances, end of year	\$ 131	\$ 108	\$ 239

NORTH OLMSTED CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 FOR THE YEAR ENDED JUNE 30, 2001

	Sanford Trust Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Fund balances, beginning of year	\$ 131	\$ 131	\$ -
Fund balances, end of year	\$ 131	\$ 131	\$ -

NORTH OLMSTED CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 FOR THE YEAR ENDED JUNE 30, 2001

	Kralely Art Trust Fund		
	Budget	Actual	Variance Favorable (Unfavorable)
Fund balances, beginning of year	\$ 108	\$ 108	\$ -
Fund balances, end of year	\$ 108	\$ 108	\$ -

NORTH OLMSTED CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
 BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 FOR THE YEAR ENDED JUNE 30, 2001

	Total Expendable Trust Funds		Variance Favorable (Unfavorable)
	Budget	Actual	
Fund balances, beginning of year	\$ 239	\$ 239	\$ -
Fund balances, end of year	\$ 239	\$ 239	\$ -

NORTH OLMSTED CITY SCHOOL DISTRICT
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
FOR THE YEAR ENDED JUNE 30, 2001

Student Activities Fund				
	Beginning Balance June 30, 2000	Additions	Deductions	Ending Balance June 30, 2001
Assets				
Equity in pooled cash	\$ 76,675	\$ 238,324	\$ 242,920	\$ 72,079
Total assets	\$ 76,675	\$ 238,324	\$ 242,920	\$ 72,079
 Liabilities				
Accounts and contracts payable	\$ 329	\$ 314	\$ 329	\$ 314
Due to students	70,646	237,930	236,891	71,685
Interfund payable	5,700	80	5,700	80
Total liabilities	\$ 76,675	\$ 238,324	\$ 242,920	\$ 72,079

GENERAL FIXED ASSETS

This group of accounts is used to account for all sites, buildings, equipment, and vehicles not used in the operations of the Proprietary Funds.

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF GENERAL FIXED ASSETS
BY FUNCTION AND TYPE
JUNE 30, 2001

	Land and Improvements	Buildings	Furniture and Equipment	Vehicles	Total
Instruction	\$ 941,819	\$ 12,677,118	\$ 4,159,349	\$ 81,375	\$ 17,859,661
Administration	12,652	602,235	991,524	-	1,606,411
Operation and maintenance of plant services	304,443	2,096,216	983,955	448,463	3,833,077
Pupil transportation services	15,000	1,011,846	119,892	1,977,308	3,124,046
Extracurricular activities	360,197	169,152	143,367	-	672,716
Total general fixed assets	<u>\$ 1,634,111</u>	<u>\$ 16,556,567</u>	<u>\$ 6,398,087</u>	<u>\$ 2,507,146</u>	<u>\$ 27,095,911</u>

SCHEDULE OF GENERAL FIXED ASSETS
CHANGES BY FUNCTION
FOR THE YEAR ENDED JUNE 30, 2001

	Balance June 30, 2000	Increases	Decreases	Balance June 30, 2001
Instruction	\$ 17,698,631	\$ 255,695	\$ 94,665	\$ 17,859,661
Administration	1,574,472	45,547	13,608	1,606,411
Operation and maintenance of plant services	3,377,300	461,161	5,384	3,833,077
Pupil transportation services	3,125,557	161,333	162,844	3,124,046
Extracurricular activities	666,588	7,260	1,132	672,716
Total general fixed assets	<u>\$ 26,442,548</u>	<u>\$ 930,996</u>	<u>\$ 277,633</u>	<u>\$ 27,095,911</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
 SCHEDULE OF GENERAL FIXED ASSETS
 BY SOURCE
 JUNE 30, 2001

<u>General Fixed Assets</u>	
Land and improvements	\$ 1,634,111
Buildings	16,556,567
Furniture and equipment	6,398,087
Vehicles	2,507,146
Total general fixed assets	<u>\$ 27,095,911</u>

Investment in General Fixed Assets from:

	Land and Improvements	Buildings	Equipment and Vehicles	Total by Fund Type or Other Source
General Fund	\$ -	\$ -	\$ 2,163,969	\$ 2,163,969
Special Revenue Funds	-	-	571,957	571,957
Capital Projects Funds	-	3,619,560	2,615,124	6,234,684
Fiduciary Funds	-	-	1,696	1,696
Acquisitions prior to 1994	1,634,111	12,937,007	3,552,487	18,123,605
Total general fixed assets	<u>\$ 1,634,111</u>	<u>\$ 16,556,567</u>	<u>\$ 8,905,233</u>	<u>\$ 27,095,911</u>

North Olmsted City School District
 General Fund Revenues by Sources
 and Other Financing Sources
 Last Ten Fiscal Years

	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>	<u>1996</u>	<u>1995</u>	<u>1994</u>	<u>1993</u>	<u>1992</u>
Taxes	\$ 25,376,330	\$ 23,836,563	\$ 25,245,354	\$ 24,813,394	\$ 24,005,517	\$ 21,847,971	\$ 19,481,899	\$ 18,938,401	\$ 17,043,514	\$ 15,259,251
Intergovernmental	10,239,639	9,646,045	9,586,604	9,243,646	9,149,386	8,734,330	8,228,350	8,171,745	7,876,243	7,446,019
Tuition and Fees	197,485	199,896	496,914	682,765	199,349	161,871	189,373	274,062	126,230	140,955
Interest	1,036,705	870,069	723,425	613,270	403,054	265,550	172,521	109,274	59,924	88,209
Other	299,947	233,905	115,764	453,364	151,853	92,144	125,387	78,715	72,171	319,199
Other Financing Sources			76	454,668	215,183	133,753	4,666	404,971	42,645	202,981
Total	<u>\$ 37,150,106</u>	<u>\$ 34,786,478</u>	<u>\$ 36,168,137</u>	<u>\$ 36,261,107</u>	<u>\$ 34,124,342</u>	<u>\$ 31,235,619</u>	<u>\$ 28,202,196</u>	<u>\$ 27,977,168</u>	<u>\$ 25,220,727</u>	<u>\$ 23,456,614</u>

Source: School District Financial Records.

North Olmsted City School District
 General Fund Expenditures by Function
 and Other Financing Uses
 Last Ten Fiscal Years

	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>	<u>1996</u>	<u>1995</u>	<u>1994</u>	<u>1993</u>	<u>1992</u>
Instruction	\$ 23,144,002	\$ 21,776,367	\$ 21,085,160	\$ 19,072,572	\$ 18,172,464	\$ 17,296,675	\$ 17,104,812	\$ 16,159,867	\$ 15,331,846	\$ 14,762,458
Supporting Services	2,620,635	1,914,163	1,861,866	1,836,245	1,957,389	1,838,305	1,710,618	1,458,172	1,477,534	1,371,168
Instructional Support	1,365,748	1,272,092	1,168,332	1,157,305	1,042,688	983,066	890,755	826,238	823,391	783,385
Administration and Board of Education	2,980,985	2,561,035	2,321,846	2,322,301	2,381,844	2,278,410	2,160,694	2,431,468	2,097,874	2,114,354
Fiscal and Business Services	952,772	986,219	982,947	898,038	818,814	783,055	758,296	521,902	428,838	432,637
Operation & Maintenance	3,313,353	3,004,340	2,891,050	2,970,069	2,898,677	2,969,427	2,618,140	2,783,129	2,778,028	2,946,440
Pupil Transportation	1,380,383	1,328,688	1,210,791	1,189,912	1,259,103	1,273,524	1,194,772	1,278,809	1,114,476	1,093,703
Central and Community Services	804,239	773,102	661,963	803,487	949,443	638,399	504,268	976,057	584,995	399,497
Extra-Curricular Activities	891,638	785,949	724,963	706,111	662,175	551,319	577,092	499,482	462,202	448,225
Capital Outlay	126,048	98,724	78,826	90,928	73,571	76,816	131,439	76,140	37,116	196,848
Debt Service	97,944	97,944	125,740	457,652	190,629	230,672	224,944	84,938	100,838	21,466
Other Financing Uses	314,865	216,317	269,754	118,823	364,121	505,000	300,000	300,000	90,000	60,300
Total	\$ 37,992,612	\$ 34,814,940	\$ 33,383,238	\$ 31,623,443	\$ 30,770,918	\$ 29,424,668	\$ 28,175,830	\$ 27,396,202	\$ 25,327,138	\$ 24,630,481

Source: School District Financial Records.

North Olmsted City School District

Property Tax Levies and Collections(1)
Last Ten Fiscal Years

Collection Year (2)	Current Taxes Levy	Delinquent Taxes Levy	Total Taxes Levy	Current Taxes Collections	Percent of Current Levy Collected	Delinquent Tax Collections	Total Tax Collections	Total Collection As a Percent of Current Levy
2000	\$ 25,675,526	\$ 1,383,374	\$ 27,058,900	\$ 24,757,611	96.4%	\$ 617,022	\$ 25,374,633	98.8%
1999	25,533,556	1,529,526	27,063,082	24,841,980	97.3%	653,940	25,495,920	99.9%
1998	24,876,522	1,522,238	26,398,760	24,244,799	97.5%	573,279	24,818,078	99.8%
1997	24,595,296	1,353,212	25,948,508	24,225,861	0.985	423,118	24,648,979	1.002
1996	24,173,715	852,034	25,025,749	23,960,322	99.1%	353,377	24,313,699	100.6%
1995	23,526,366	1,086,382	24,612,748	22,640,700	96.2%	712,670	23,353,370	99.3%
1994	21,140,434	1,459,923	22,600,357	20,641,456	97.6%	423,214	21,064,670	99.6%
1993	21,077,123	989,514	22,066,637	20,550,675	97.5%	418,281	20,968,956	99.5%
1992	17,318,079	1,023,405	18,341,484	16,851,595	97.3%	450,601	17,302,196	99.9%
1991	16,287,944	1,063,188	17,351,132	16,321,841	100.2%	224,424	16,546,265	101.6%

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

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

(2) Represents collection year. 2001 information cannot be presented because all collections have not been made by June 30.

North Olmsted City School District
Assessed and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years

Year	Real Property		Public Utility Property		Tangible Personal Property		Total		Assessed Value Ratio
	Assessed Value	Estimated Actual value (1)	Assessed Value	Estimated Actual value (2)	Assessed Value	Estimated Actual value (3)	Assessed Value	Estimated Actual value	
2001	\$ 743,312,040	\$ 2,123,748,686	\$ 20,789,070	\$ 23,623,943	\$ 48,393,017	\$ 193,572,068	\$ 812,494,127	\$ 2,340,944,697	34.7%
2000	668,471,450	1,909,918,429	22,399,090	25,453,511	45,819,672	183,278,688	736,690,212	2,118,650,628	34.8%
1999	659211490	1883461400	24629710	27988307	46864374	187457496	730705574	2088907203	0.348136
1998	649920820	1856916629	23804710	27050807	45200585	180802340	718926115	2064769776	0.348187
1997	591,673,740	1,690,496,400	24,522,540	27,866,523	42,771,806	171,087,224	658,968,086	1,889,450,147	34.9%
1996	573,675,650	1,639,073,286	25,111,460	28,535,750	39,343,895	157,375,580	638,131,005	1,824,984,616	35.0%
1995	568,907,430	1,625,449,800	27,468,570	31,214,284	35,731,767	142,927,068	632,107,767	1,799,591,152	35.1%
1994	498,206,300	1,423,446,571	25,778,330	29,293,557	32,182,540	128,730,160	556,167,170	1,581,470,288	35.2%
1993	492,283,360	1,406,523,886	25,781,180	29,296,795	31,098,210	124,392,840	549,162,750	1,560,213,521	35.2%
1992	486,488,680	1,389,967,657	24,315,810	27,631,602	31,474,758	121,056,762	542,279,248	1,538,656,021	35.2%

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

- (1) This amount is calculated based upon an assessed value of 35 percentage of actual value.
- (2) This amount is calculated based upon the current assessed value of 88 percentage of actual value. Prior to 1991, the assessed valuation was 100 percentage of actual value.
- (3) This amount is calculated based upon an assessed value of 25 percentage of actual value from 1994 to 2001. Assessed value percentage decreased 1% each year from 31 percent in 1988 to 26 percent in 1993.

North Olmsted City School District

Property Tax Rates - Direct and Overlapping Governments

(Per \$1,000 Assessed Valuation)

Last Ten Fiscal Years

Year	School District			Vocational			Total
	General	Improvements	Total	County	School	City	
2001	67.20	1.90	69.10	17.60	2.40	13.70	102.80
2000	67.20	1.90	69.10	16.70	2.40	12.70	100.90
1999	67.2	1.9	69.1	16.7	2.4	12.7	100.9
1998	67.2	1.9	69.1	18	2.4	12.7	102.2
1997	67.20	1.90	69.10	18.00	2.40	12.70	102.20
1996	67.20	1.90	69.10	18.00	2.50	12.80	102.40
1995	61.3	1.9	63.2	18.2	2.5	12.6	96.5
1994	61.3		61.3	17.8	2.5	13.1	94.7
1993	61.3		61.3	17.8	2.5	13.2	94.8
1992	54.8		54.8	17.8	2.5	13.3	88.4

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

North Olmsted City School District

Ratio of Net General Obligation Bonded Debt to
Assessed Value and Net Bonded Debt Per Capita
Last Ten Fiscal Years

<u>Year</u>	<u>Net General Obligation Bonded Debt (1)</u>	<u>Assessed Value For Operations (2)</u>	<u>Population (3)</u>	<u>Ratio of Net Debt to Assessed Value</u>	<u>Net Debt Per Capita</u>
2001	\$ -0-	\$ 812,494,127	34,113	0.000%	\$ -0-
2000	-0-	736,690,212	34,204	0.000%	-0-
1999	-0-	730,705,574	34,204	0.000%	-0-
1998	-0-	718,926,115	34,486	0.000%	-0-
1997	-0-	658,968,086	34,524	0.000%	-0-
1996	-0-	638,131,005	34,562	0.000%	-0-
1995	-0-	632,107,767	34,683	0.000%	-0-
1994	-0-	556,167,170	34,734	0.000%	-0-
1993	-0-	549,162,750	34,346	0.000%	-0-
1992	-0-	542,279,248	34,490	0.000%	-0-

Source:

- (1) School District Financial Records
- (2) Cuyahoga County Auditor
- (3) City of North Olmsted.

North Olmsted City School District
 Computation of Legal Debt Margin
 As of June 30, 2001

Assessed Valuation	<u>\$ 812,494,127</u>
Debt Limit - 9% of Assessed Value (1)	<u>\$ 73,124,471</u>
Amount of Debt Applicable to Debt Limit:	
General Obligation Notes	267,301
Revenue Anticipation Notes	
Less: Amount Available in Debt Service Fund	
Total	<u>267,301</u>
Overall Debt Margin	<u>\$ 72,857,170</u>
Debt Limit - .10% of Assessed Value (1)	\$ 812,494
Amount of Debt Applicable	
Unvoted Debt Margin	<u>\$ 812,494</u>

Source: Cuyahoga County Auditor and School District Financial Records.

- (1) Ohio Bond Law established a limit of 9% for voted debt and 1/10 of 1% of unvoted debt.

North Olmsted City School District

Computation of Direct and Overlapping General Obligation Bonded Debt
June 30, 2001

Jurisdiction	Debt Outstanding	Percentage Applicable to School District	Amount (1) Applicable to School District
North Olmsted City School District	\$ 267,301	100.00%	\$ 267,301
Cuyahoga County	231,044,636	2.84%	6,561,668
Regional Transit Authority	98,030,000	2.84%	2,784,052
Polaris Joint Vocational School			
North Olmsted City	59,740,000	100.00%	59,740,000
Total	\$ 389,081,937		\$ 69,353,021

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

- (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.

North Olmsted City School District
 Ratio of Annual Debt Service Expenditures for
 General Obligation Bonded Debt to General Fund Expenditures
 Last Ten Fiscal Years

Fiscal Year	Principal	Interest	Total Debt Service	Total General Fund Expenditures (1)	Percent of Debt Service to General Fund Expenditures
2001	\$ -0-	\$ -0-	\$ -0-	\$ 37,992,612	-0-
2000	-0-	-0-	-0-	34,814,940	-0-
1999	-0-	-0-	-0-	33,383,238	-0-
1998	-0-	-0-	-0-	31,623,443	-0-
1997	-0-	-0-	-0-	30,770,918	-0-
1996	-0-	-0-	-0-	29,424,668	-0-
1995	-0-	-0-	-0-	28,175,830	-0-
1994	-0-	-0-	-0-	27,096,202	-0-
1993	-0-	-0-	-0-	25,237,138	-0-
1992	-0-	-0-	-0-	24,630,481	-0-

Source: School District Financial Records

(1) Includes other financing uses.

North Olmsted City School District
Demographic Statistics
Last Ten Years

<u>Year</u>	Cuyahoga County Population (1)	North Olmsted City Population (2)	School Enrollment (3)	Cuyahoga County Unemployment Rate (1)
2001	1,393,978	34,113	4,714	4.5%
2000	1,386,803	34,204	4,863	4.0%
1999	1,412,140	34,204	4,983	4.3%
1998	1,380,696	34,486	4,985	4.1%
1997	1,389,559	34,524	4,951	5.0%
1996	1,398,169	34,562	5,056	4.7%
1995	1,398,169	34,683	5,021	5.8%
1994	1,414,141	34,734	5,020	6.8%
1993	1,414,141	34,346	5,038	7.6%
1992	1,411,209	34,490	5,061	7.3%

Source:

- (1) The Cleveland Public Library - Document Section.
- (2) The City of North Olmsted.
- (3) The School District's Financial Records.

North Olmsted City School District

Property Value,
Financial Institution Deposits and Building Permits
Last Ten Fiscal Years

Year	Real Estate Property Value (1)	Bank Deposits Cuyahoga County (000's)	Value of Residential Building Permits Issued	Value of Commercial Building Permits Issued
2000	\$ 668,471,450	\$ 61,943,764	\$ 10,092,256	\$ 10,280,276
1999	659,211,490	60,296,678	12,913,535	17,170,778
1998	649,920,820	58,904,596	13,436,512	31,876,717
1997	591,673,740	53,941,971 (2)	14,482,863	21,582,756
1996	573,675,650	24,628,923	11,680,825	10,380,000
1995	568,907,430	22,458,573	9,545,000	10,800,000
1994	498,206,300	20,885,453	6,747,000	26,000,000
1993	492,283,360	21,009,421	7,700,000	13,000,000
1992	486,488,680	19,379,280	13,486,670	18,914,600
1991	392,419,850	18,392,243	7,542,398	11,594,236

Source: North Olmsted City Building Department Reports and the Federal Reserve Bank of Cleveland - Data is presented on a calendar year basis because that is the manner in which the information is maintained.

- (1) Represents assessed value as reported by the Cuyahoga County Auditor.
- (2) Large increase in deposits due to Key Bank becoming single charter in 1997.

North Olmsted City School District
Principal Taxpayers
Tangible Personal Property Tax
December 31, 2000

Name of Taxpayer	Assessed Value (1)	Percent of Total
May Department Stores Company	\$ 2,356,050	4.87%
Home Depot USA, Inc.	1,890,630	3.91%
MAS Ohio Corporation	1,762,428	3.64%
Sears Roebuck & Company	1,660,960	3.43%
J C Penney Company	1,543,940	3.19%
Wal Market Stores, Inc.	1,439,200	2.97%
Sunnyside Cars, Inc.	1,137,530	2.35%
Motorcars West, Inc.	1,102,500	2.28%
Great Northern Dodge, Inc.	1,091,528	2.26%
Motorcars USA, Inc.	1,025,100	2.12%
Ameritech New Media, Inc.	998,340	2.06%
Riser Foods Company	970,310	2.01%
K Mart Corporation	904,340	1.87%
Ganley Pontiac, Inc.	839,830	1.74%
CompUSA, Inc.	825,250	1.71%
Best Buy Company	819,370	1.69%
Homeplace Management, Inc.	677,000	1.40%
Sunnyside Automotive, Inc.	620,520	1.28%
Toys R Us of Ohio	578,600	1.20%
Ames Merchandising Corporation	574,170	1.19%
Marc Glassman, Inc.	522,230	1.08%
Total	\$ 23,339,826	48.25%

Total Value in the School District \$ 48,393,017

Source: Cuyahoga County Auditor

(1) Assessed values are for the 2000 collection year.

North Olmsted City School District
Principal Taxpayers
Real Estate Tax
December 31, 2000

Name of Tax Payer	Assessed Value (1)	Percent of Total
Great Northern Partnership	\$ 19,584,180	2.93%
DDRC Great Northern LTD	16,762,870	2.51%
Great Northern Property Company	8,279,460	1.24%
Great Northern Limited Partnership	5,462,630	0.82%
Mays Department Stores	4,869,900	0.73%
Water Towers Apartments, LTD	4,714,120	0.71%
B&G Properties LTD	4,223,250	0.63%
Wal Mart	4,221,390	0.63%
Sears Roebuck & Company	4,090,450	0.61%
Country Club Hotel Association	3,694,360	0.55%
Great Northern Partnership & Pennstead	3,548,130	0.53%
The Westbury Tower Corporation	3,193,890	0.48%
J G North Olmsted Hotel Limited	3,080,000	0.46%
Victoria Plaza LTD	2,925,130	0.44%
Bridlewood Apartments	2,487,140	0.37%
Atlantic Homestead Village LTD	2,409,750	0.36%
Manor Care of North Olmsted, Inc.	2,402,580	0.36%
Chg-Ham 1 LLC	2,214,840	0.33%
Candlewood of Cleveland	2,214,840	0.33%
Anthony M. Pilla	2,022,760	0.30%
GC Acquisition Corporation	1,935,960	0.29%
Brooklor LLC	1,925,000	0.29%
Studio Plus Properties, Inc.	1,718,890	0.26%
Tech Park Association	1,673,810	0.25%
Total	\$ 109,655,330	16.41%
Total Value in the School District	\$ 668,471,450	

Source: Cuyahoga County Auditor

(1) Assessed values are for the 2000 collection year.

North Olmsted City School District

Principal Taxpayers

Public Utilities Tax

December 31, 2000

Name of Tax Payer	Assessed Value (1)	Percent of Total
Cleveland Illuminating Company	\$ 11,606,670	55.8%
Ohio Bell Telephone Company	5,474,030	26.3%
East Ohio Gas Company	2,686,180	12.9%
Total	<u>\$ 19,766,880</u>	<u>95.1%</u>

Total Value in the School District \$ 20,789,070

Source: Cuyahoga County Auditor

(1) Assessed values are for the 2000 collection year.

North Olmsted City School District
Per Pupil Cost
Last Ten Fiscal Years

Year	General Fund Expenditures	Average Daily Student Enrollment	Cost Per Pupil
2001	\$ 37,992,612	4,714	\$ 8,060
2000	34,814,940	4,863	7,159
1999	33,383,238	4,983	6,699
1998	31,623,443	4,985	6,344
1997	30,770,918	4,951	6,215
1996	29,424,668	5,056	5,820
1995	28,175,830	5,021	5,612
1994	26,231,436	5,020	5,225
1993	24,958,901	5,038	4,954
1992	24,630,481	5,061	4,867

Source: School District Financial Records.

North Olmsted City School District
 Teacher Education and Experience
 June 30, 2001

<u>Degree</u>	<u>Number of Teachers</u>	<u>Percent of Total</u>
Bachelor's	52	14.6%
Bachelor's + 15 credit hours	27	7.6%
Bachelor's + 30 credit hours	45	12.6%
Master's	79	22.2%
Master's + 15 credit hours	45	12.6%
Master's + 30 credit hours	24	6.7%
Master's + 45 credit hours	11	3.2%
Master's + 60 credit hours	70	19.7%
Ph. D.	3	0.8%
Total	356	100.0%

<u>Years of Experience</u>	<u>Number of Teachers</u>	<u>Percent of Total</u>
0 - 5	96	27.0%
6-10	82	23.0%
11 and Over	178	50.0%
Total	356	100.0%

Source: School District Personnel Records.



STATE OF OHIO
OFFICE OF THE AUDITOR

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NORTH OLMSTED CITY SCHOOL DISTRICT

CUYAHOGA COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
JANUARY 15, 2002**