

Fairview Park City School District Comprehensive Annual Financial Report

**David M. Chambers
Treasurer**

For the Fiscal Year Ended June 30, 2007



**Fairview Park City School District
20770 Lorain Road
Fairview Park, Ohio 44126**



Mary Taylor, CPA
Auditor of State

Board of Education
Fairview Park City School District
20770 Lorain Road
Fairview Park, Ohio 44126

We have reviewed the *Independent Auditors' Report* of the Fairview Park City School District, Cuyahoga County, prepared by Ciuni & Panichi, Inc., for the audit period July 1, 2006 through June 30, 2007. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. The Fairview Park City School District is responsible for compliance with these laws and regulations.

Mary Taylor

Mary Taylor, CPA
Auditor of State

January 7, 2008

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INTRODUCTORY SECTION



**Fairview Park City School District
Comprehensive Annual Financial Report
Year Ended June 30, 2007**

FAIRVIEW PARK
CITY SCHOOL DISTRICT

COMPREHENSIVE
ANNUAL
FINANCIAL
REPORT
FOR
FISCAL YEAR
ENDED
JUNE 30, 2007

Prepared by:
David M. Chambers, Treasurer

FAIRVIEW PARK CITY SCHOOL DISTRICT
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007

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BRION E. DEITSCH

Superintendent

DAVID M. CHAMBERS

Treasurer

December 19, 2007

20770 Lorain Road
Fairview Park, Ohio 44126
(440) 331-5500
FAX (440) 356-3545

Members of the Board of Education and
Residents of the Fairview Park City School District

Dear Board Members and Residents:

We are pleased to submit to you the fourth Comprehensive Annual Financial Report (CAFR) of the Fairview Park City School District. This CAFR, which includes an unqualified opinion from Ciuni & Panichi, Inc. conforms to generally accepted accounting principles as applicable to governmental entities for the fiscal year ended June 30, 2007.

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

In accordance with Ohio law, each public office is required to have an independent audit at least once every two years unless an annual audit is required pursuant to The Single Audit Act of 1984. These audits are conducted by either the Auditor of the State or, if the Auditor permits, an independent public accounting firm. The current year audit was completed by Ciuni & Panichi Inc. The goal of the independent audit was to provide reasonable assurance that the financial statements of the School District for the year ended June 30, 2007, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The Independent Auditors' Report is presented as the first component of the financial section of this report.

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

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MISSION STATEMENT

The Fairview Park City Schools are committed to provide superior services and academic programs that challenge the mind and instill the joy of lifelong learning and responsible citizenship.

Profile of the School District

The Fairview Park City School District is one of 612 school districts in the State of Ohio and one of 31 school districts in Cuyahoga County. The District provides education to 1,699 students in grades kindergarten through the twelfth grade. Additionally the District provides preschool services. The District covers approximately 4.77 square miles and is located approximately 10 miles west of downtown Cleveland, Ohio.

Statutorily, the District operates under standards prescribed by the Ohio State Board of Education as provided in Division (D) Section 3301.07 and Section 119.01 of the Ohio Revised Code, to provide educational services prescribed by State and/or Federal agencies. The Board of Education is made up of five members elected at large for overlapping four-year terms. The Board of Education elects its President and Vice-President annually and appoints two officials, the Superintendent, who serves as the Chief Executive Officer, and the Treasurer, who serves as the Chief Financial Officer. A complete organizational chart is included in this Introductory Section.

The District has reviewed its reporting entity definition in order to ensure conformance with Government Auditing Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*. In evaluating how to define the District for financial reporting purposes, the District has considered all agencies, departments, and organizations making up the District (the primary government) and its potential component units. Excluded from the reporting entity, because they are fiscally independent of the District, are the City of Fairview Park, the Parent Teacher Organization, and the parochial and private schools operating within the boundaries of the District.

The District is associated with three jointly governed organizations and one insurance purchasing pool. These organizations are the Lake Erie Educational Computer Association, the Polaris Career Center, the Ohio Schools' Council Association, and the Ohio School Boards Association Workers' Compensation Group Rating Program. These organizations are presented in Notes 15 and 16 to the basic financial statements.

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriation resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriations resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than agency funds, are legally required to be budgeted and appropriated. The legal level of budgetary control has been established by the Board of Education at the fund level. Any budgetary modifications are made by Board resolution.

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

Local Economy and Relevant Financial Policies

In 2007, new construction with a total market value of \$1,861,914 was added to the tax duplicate. The total taxable value decreased from \$391,043,928 to \$385,683,106 in 2007.

In the past year, the following new businesses have opened in the City:

West 223rd Street Tavern
Tan Star
Marchant Construction
Giant Eagle
Nationwide Car Care Center II
Gilles Sweet School
The Studio of Dance
Russo Espresso
Awesome Inflatables Fun Zone

DKM Salon and Spa
J. R. Jesri Store Ltd.
Tommy's Tavern
O. R. Colan Associates
J.J.'s Hiway
Get Go #3376
VR Tailoring & Alterations
Giacco's Mower Shop

While economic development is good for the community as a whole, including the school district, the benefits to the local District are not as great as one might imagine. The City of Fairview Park has a tax abatement program for which applicants can receive tax exemptions up to 100 percent on any remodeling or new construction for up to seven (7) years. The schools are not involved in the decision making of the abatement process. The schools do receive additional revenue when the land value increases, but not on the land improvements (i.e. new buildings) until the abatement period expires. Tax revenues from business equipment and inventory are diminishing due to tax relief legislation passed by the state legislature.

Annually, the School District prepares a five-year financial forecast. The financial forecast is the foundation for the School District's operations and is used as a financial planning tool to assist the School District in determining its ability to meet certain financial obligations and plan future funding needs. The forecast shows revenue and expenditures for the general operating fund for the past three fiscal years and projects revenue and expenditures for the ensuing five-year period. Through a collaborative process, the administration assists the Board of Education in determining and prioritizing the needs of the School District. In accordance with State law, the Board of Education approves the financial forecast and submits it to the Ohio Department of Education prior to October 31 and reviews it again prior to May 31.

The funding structure of public education in Ohio is such that school districts receive very little revenue growth as a result of inflationary increases in their tax base. This is a result of House Bill 920, which mandates that any reappraised property increase results in an approximately equal value decrease in millage. As a result, school districts throughout Ohio must place operating funding issues on the ballot at regular intervals to keep pace with inflation and added programming.

House Bill No. 66 (HB66), the State's biennial budget for fiscal years 2006 and 2007 was enacted in June 2005. This legislation adopted sweeping changes in the State's tax structure. The most significant provisions impacting the School District are the elimination of the Cost of Doing Business factor (CODB) portion of the State Formula Aid calculation and the elimination of the tangible personal property tax on business.

The CODB is being phased-out over fiscal years 2006 and 2007. HB 66, however, provides for a “guarantee” or a floor (the fiscal 2005 State Formula Aid amount) below which school district’s funding will not fall during this biennium.

HB 66 eliminates the tangible personal property tax. The phase-out for the tangible personal property tax begins with the 2006 tax collection year, in which approximately 75 percent of the traditional amount will be payable, followed by 50 percent and 25 percent in tax collection years 2007 and 2008, respectively, with no tax due in tax collection year 2009.

At the same time the tax-phase out is occurring, the phase-in of the HB 66 personal property tax loss reimbursement mechanism will begin to make payments to school districts to help offset the loss of personal property tax collections. The reimbursement payments will coincide with the phase-out and will, in essence, approximate the reciprocal percentage of the phase-out tax payment percentage (i.e., 25, 50, 75, and 100 for the tax collection years 2006, 2007, 2008 and 2009, respectively). After a second 100 percent reimbursement year in tax collection year 2010, the reimbursement payments will be phased-out over the ensuing five years.

Because personal property tax collections are unpredictable under normal circumstances, the exact impact of the tax phase-out and tax reimbursement phase-in is unknown at this time. It is vital for the School District’s Board and management team to continue to carefully and prudently plan to provide the educational resources required to meet the future needs of its students.

State funding of schools, specifically for general operations, remains unclear for future years due to a series of Ohio Supreme Court decisions on the constitutionality of the present funding system. Additionally, the real property tax system in Ohio does not permit school districts to receive additional tax revenue solely as a result of reassessment or reappraisal. Consequently, the primary means of increasing revenue for the District is through additional operating levies or through the passage of a School District Income Tax. Prior to successfully passing a 5.9 mill emergency levy in November, 2006, the District last passed an operating levy in March of 2003.

Long-Term Financial Planning

The School District reduced \$2.6 million in budget expenses through cuts in personnel and activities which took place before the beginning of the 2006-2007 school year. These reductions will not be brought back to the District unless necessary to meet student population and needs.

The District will be closely monitoring student population and student needs and comparing these to staffing in the future. These comparisons will allow the District to keep a streamlined organization.

The District will be monitoring and updating its five-year forecast and current budget to allow for the new levy along with an anticipated renewal of an emergency levy to last five years before additional monies from the taxpayers of the District will be sought.

Major Initiatives

The District continues to be committed to providing “superior services and academic programs that challenge the mind and instill the joy of lifelong learning and responsible citizenship” as stated in the mission statement. The District’s goals for 2006-2007 are as follows:

- Continue to emphasize competency and proficiency in basic studies using available data to monitor improvement.
- Every high school student will have a four-year career pathways plan that ensures that he/she is pursuing academic work at the highest level of which he/she is capable. The plan will have as its goal that the student will be prepared for career and/or college entry upon graduation from high school. Provisions will be made to have the student and student’s family participate in the development, review, and revision of the high school plan.
- Examine the potential for development and implementation of alternative programs for high school students who are unable or unwilling to conform to the District’s high academic and conduct standards.
- Develop a Continuous Improvement Plan, with the involvement and participation of community and staff, to guide the District.
- Promote better communications between schools and their stakeholders by implementing a comprehensive Communications Plan.
- The District will have and implement a plan to ensure quality fiscal planning and management. The plan will ensure the District’s financial plan is implemented in a timely and effective manner.
- Review and revise the District’s comprehensive technology plan and formally approve it for implementation.
- Review and revise the process used to evaluate the District’s support staff.
- Conduct a comprehensive assessment/audit of each central office department to ensure the delivery of quality services. Results of this assessment will be used to aid in the development of an annual plan for staff development activities that address the CIP Goals and to support the implementation of Ohio’s Academic Content Standards.
- Continue to develop the Professional Learning Communities model as a vehicle for building-based professional development initiatives.
- Provide support for transfer students to ensure that they will be able to pursue academic work at the highest level of which they are capable. To that end, the District will give individual attention to the placement and instruction of each transfer student. Where information on the students indicates the need, a plan for remedying academic deficiencies will be developed.

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 Fairview Park City School District for its comprehensive annual financial report for the year ended June 30, 2006.

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

A Certificate of Achievement is valid for a period of one year only. We believe that our current Comprehensive Annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

Acknowledgements

The publication of the Comprehensive Annual Financial Report enhances the District's accountability to the citizens of the District. The preparation of this report would not have been possible without the assistance and support of the staff of the Treasurer's Office and numerous other District staff members. Our appreciation is also expressed to the firm of James G. Zupka, CPA, Inc. for their assistance in preparing and reviewing this financial report.

Respectfully submitted,



David M. Chambers, Treasurer

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Fairview Park City
School District, Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2006

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.



Oliver S. Cox

President

Jeffrey R. Emmer

Executive Director

**FAIRVIEW PARK CITY SCHOOL DISTRICT
PRINCIPAL OFFICIALS
JUNE 30, 2007**

BOARD OF EDUCATION

Mr. Tom Davis, President
Mrs. Lorri Marginian, Vice-President
Mrs. Ann Godhard, Member
Mr. Brad Lamb, Member
Mr. Brad Lamb, Member

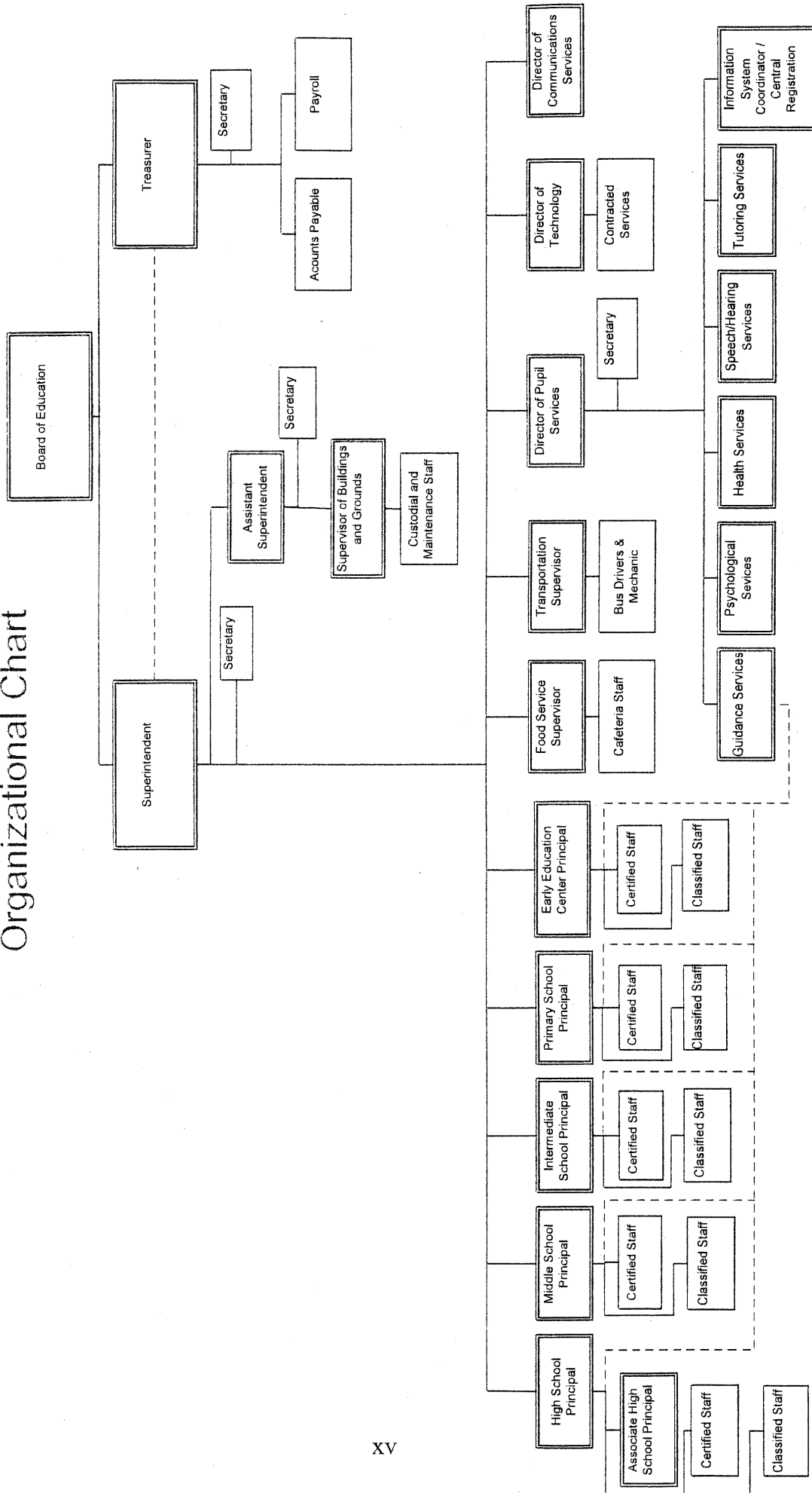
Treasurer

David M. Chambers

Superintendent

Brion E. Deitsch

Attachment 1
 Fairview Park Schools
 Organizational Chart



FINANCIAL SECTION



**Fairview Park City School District
Comprehensive Annual Financial Report
Year Ended June 30, 2007**

Independent Auditors' Report

Board of Education
Fairview Park City School District
Fairview Park, Ohio

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Fairview Park City School District (the "District") as of and for the year ended June 30, 2007, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2007, and the respective changes in financial position, and, where applicable, cash flows, thereof and the respective budgetary comparison for the General Fund thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 19, 2007, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Board of Education
Fairview Park City School District

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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Cini & Panichi, Inc.

Cleveland, Ohio
December 19, 2007

FAIRVIEW PARK CITY SCHOOL DISTRICT
Management's Discussion and Analysis
for the Fiscal Year Ended June 30, 2007
Unaudited

The discussion and analysis of the Fairview Park City School District's financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2007. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the notes to the basic financial statements and financial statements to enhance their understanding of the School District's financial performance.

FINANCIAL HIGHLIGHTS

Key financial highlights for the fiscal year 2007 are as follows:

- Net assets of governmental activities increased \$3,024,363 from the prior year.
- General revenues accounted for \$24,515,254 in revenue or eighty-nine percent of all revenues. Program specific revenues in the form of charges for services, operating grants, contributions and interest accounted for \$3,027,095 or eleven percent of total revenues.
- Total revenues for fiscal year 2007 were \$27,542,349.
- The District had \$23,470,861 in expenses related to governmental activities; only \$1,994,120 of these expenses were offset by program specific charges for services, grants, contributions and interest resulting in a net cost of \$21,476,741 for the District. General revenues and transfers related to governmental activities of \$24,501,104 were adequate to provide for the net cost of these programs.
- Total assets of the District increased by \$4,246,396.

USING THIS COMPREHENSIVE FINANCIAL REPORT (CAFR)

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

FAIRVIEW PARK CITY SCHOOL DISTRICT
Management's Discussion and Analysis
for the Fiscal Year Ended June 30, 2007
Unaudited

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

REPORTING THE SCHOOL DISTRICT AS A WHOLE

Statement of Net Assets and the Statement of Activities

While this document contains information about the large number of funds used by the District to provide programs and activities, the view of the School District as a whole looks at all financial transactions and asks the question, "How did we do financially during the fiscal year 2007?" The Statement of Net Assets and the Statement of Activities answers this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the District's net assets and changes in those assets. This change in net assets is important because it tells the reader that, for the District as a whole, the financial position of the District has improved or diminished. The causes of this change may be the result of many factors, some financial some not. Non-financial factors include the District's property tax base, current property tax laws in Ohio restricting revenue growth, facility conditions, required educational programs, and other factors.

In the Statement of Net Assets and the Statement of Activities, the District reports governmental and business-type activities. Governmental activities are the activities where most of the District's programs and services are reported including, but not limited to, instruction, support services, operation and maintenance of plant, pupil transportation, and extracurricular activities. Business-type activities are the activities where the District's services are provided on a charge for goods or services basis to recover all of the expenses of the goods or services provided. The District's food service and day care services are reported as business-type activities.

REPORTING THE DISTRICT'S MOST SIGNIFICANT FUNDS

Fund Financial Statements

The analysis of the District's major funds begins on page 16. Fund financial reports provide detailed information about the District's major funds. The District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the District's most significant funds. The District's major governmental funds are the General Fund, Bond Retirement Fund, and Building Fund.

FAIRVIEW PARK CITY SCHOOL DISTRICT
Management's Discussion and Analysis
for the Fiscal Year Ended June 30, 2007
Unaudited

Governmental Funds

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

THE SCHOOL DISTRICT AS A WHOLE

Recall that the Statement of Net Assets provides the perspective of the District as a whole. Table 1 provides a summary of the District's net assets for 2007 compared to 2006.

Table 1 - Net Assets

	Governmental Activities		Business-Type Activities		Totals	
	2007	2006	2007	2006	2007	2006
Assets						
Current and Other Assets	\$ 42,776,592	\$ 49,448,939	\$ 82,779	\$ 153,865	\$42,859,371	\$49,602,804
Capital Assets	<u>20,182,675</u>	<u>9,190,018</u>	<u>20,643</u>	<u>23,471</u>	<u>20,203,318</u>	<u>9,213,489</u>
Total Assets	<u>\$ 62,959,267</u>	<u>\$ 58,638,957</u>	<u>\$ 103,422</u>	<u>\$ 177,336</u>	<u>\$63,062,689</u>	<u>\$58,816,293</u>
Liabilities						
Long-Term Liabilities	\$ 36,060,845	\$ 38,610,282	\$ 78,678	\$ 108,608	\$36,139,523	\$38,718,890
Other Liabilities	<u>21,277,692</u>	<u>17,432,308</u>	<u>47,645</u>	<u>54,623</u>	<u>21,325,337</u>	<u>17,486,931</u>
Total Liabilities	<u>57,338,537</u>	<u>56,042,590</u>	<u>126,323</u>	<u>163,231</u>	<u>57,464,860</u>	<u>56,205,821</u>
Net Assets						
Invested in Capital Assets						
Net of Debt	14,764,691	2,895,485	20,643	23,471	14,785,334	2,918,956
Restricted	553,271	304,764	0	0	553,271	304,764
Unrestricted (Deficit)	<u>(9,697,232)</u>	<u>(603,882)</u>	<u>(43,544)</u>	<u>(9,366)</u>	<u>(9,740,776)</u>	<u>(613,248)</u>
Total Net Assets	<u>\$ 5,620,730</u>	<u>\$ 2,596,367</u>	<u>\$ (22,901)</u>	<u>\$ 14,105</u>	<u>\$ 5,597,829</u>	<u>\$ 2,610,472</u>

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Current and other assets of governmental activities decreased by \$6,672,347 mainly due to the payment of invoices on the District building project. Current assets of business-type activities decreased by \$71,086 primarily due to a reduction of services by the food service department. During fiscal year 2007, the food service department reduced services to all elementary buildings from full lunch service to only serving milk.

Long-term liabilities of governmental activities decreased by \$2,549,437 due to the payment of principal on the 2005 General Obligation Bonds, the 1995 Library Bonds refinanced in 2005, and on the House Bill 264 Energy Conservation Bonds and due to reduction in compensated absences. Other liabilities of governmental activities increased by \$3,845,384 due to deferred revenue. Invested in capital assets, net of debt increased \$11,869,206 due to the District building project.

In order to further understand what makes up the changes in net assets for both the governmental and business activities for the current year, Table 2 shows the change in net assets for fiscal year ended June 30, 2007. It also provides a comparative analysis of data for fiscal year 2007 versus 2006.

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Table 2 - Changes in Net Assets

	Governmental Activities		Business-Type Activities		Totals	
	2007	2006	2007	2006	2007	2006
Revenues						
Program Revenues:						
Charges for Services	\$ 586,229	\$ 717,815	\$ 981,223	\$ 1,102,144	\$ 1,567,452	\$ 1,819,959
Operating Grants, Contributions and Interest	1,257,891	1,228,485	51,752	125,519	1,309,643	1,354,004
Capital Grants and Contributions	150,000	0	0	0	150,000	0
General Revenues and Transfers:						
Property Taxes	18,214,459	15,162,464	0	0	18,214,459	15,162,464
Grants and Entitlements	4,240,208	4,141,356	0	0	4,240,208	4,141,356
Investment Earnings	1,925,490	1,209,937	0	0	1,925,490	1,209,937
Miscellaneous	120,947	107,831	14,150	14,920	135,097	122,751
Proceeds from Sale of Capital Assets	0	0	0	4,710	0	4,710
Total Revenues	26,495,224	22,567,888	1,047,125	1,247,293	27,542,349	23,815,181
Expenses						
Instruction:						
Regular	9,574,090	9,875,549	0	0	9,574,090	9,875,549
Special	2,475,614	2,846,548	0	0	2,475,614	2,846,548
Vocational	160,020	264,185	0	0	160,020	264,185
Other	25,479	89,072	0	0	25,479	89,072
Support Services:						
Pupil	1,094,099	1,339,071	0	0	1,094,099	1,339,071
Instructional Staff	1,742,300	1,323,560	0	0	1,742,300	1,323,560
Board of Education	19,398	20,235	0	0	19,398	20,235
Administration	1,329,768	1,396,018	0	0	1,329,768	1,396,018
Fiscal	698,716	573,589	0	0	698,716	573,589
Business	23,176	24,882	0	0	23,176	24,882
Operation and Maintenance of Plant Services	2,591,237	2,020,131	0	0	2,591,237	2,020,131
Pupil Transportation	729,903	578,268	0	0	729,903	578,268
Central	160,140	153,966	0	0	160,140	153,966
Operation of Non-Instructional Services	893,602	537,553	0	0	893,602	537,553
Extracurricular Activities	573,300	658,994	0	0	573,300	658,994
Interest and Fiscal Charges	1,380,019	1,659,845	0	0	1,380,019	1,659,845
Food Service	0	0	222,957	564,054	222,957	564,054
Day Care Services	0	0	861,174	803,623	861,174	803,623
Total Expenses	23,470,861	23,361,466	1,084,131	1,367,677	24,554,992	24,729,143
Increase (Decrease) in Net Assets before Transfers	3,024,363	(793,578)	(37,006)	(120,384)	2,987,357	(913,962)
Transfers	0	(143,536)	0	143,536	0	0
Increase (Decrease) in Net Assets	3,024,363	(937,114)	(37,006)	23,152	2,987,357	(913,962)
Net Assets Beginning of Year	2,596,367	3,533,481	14,105	(9,047)	2,610,472	3,524,434
Net Assets End of Year	<u>\$ 5,620,730</u>	<u>\$ 2,596,367</u>	<u>\$ (22,901)</u>	<u>\$ 14,105</u>	<u>\$ 5,597,829</u>	<u>\$ 2,610,472</u>

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Governmental Activities

In February 2005, the District passed a \$28.5 million bond issue to renovate the high school/middle school complex, build a new elementary school and provide care and upkeep of all other buildings in conjunction with a joint building project with the City of Fairview Park. The District sold \$6 million in notes for this issue in May 2005. These notes were to come due in September 2005.

In July 2005, the District issued \$28.5 million in bonds for this project. At the same time, the District refunded a 1995 Library Improvement Bond saving an estimated \$121,037 over the remaining eight years.

The passage of this bond issue for the District along with an accompanying passage of an income tax issue for the City has created a challenge for the District.

The nature of property taxes in Ohio creates the need to routinely seek voter approval to increase operating revenue. The passage of a levy in 2003 and the bond issue and income tax issues in 2005 left the homeowner having to pay three increases over a three year period. Property tax levies are collected one year in arrears and income tax is collected within ninety days after passage.

The challenge the District faced was how to convince a property owner that the District will be in need of operating money within the current school year. Ohio tax law limits collections of voted levies to the original dollar levied. As property valuations rise, the voted levy revenue for the District remains the same as the first year of collections. Only new construction add to these monies. As an example, if the total residential property valuation at the time of a levy passage would generate \$2.7 million, Ohio law limits the inflation on this valuation. If the total residential valuation increased 12.5 percent due to a triennial reappraisal, the District would not see a corresponding increase. The District would receive only the \$2.7 million after the increase.

This is the reason Ohio school districts are dependent upon property tax levies and are hampered by a lack of revenue growth. Districts must return to voters to maintain a constant level of service.

During 2006, the District went before the voters on three separate occasions to try to pass this operating levy. In November 2006 the District was fortunate to have a 5.9 mill continuing operating levy pass. This levy will raise approximately \$2.1 million per calendar year.

Property taxes made up 69 percent of revenues for governmental activities for the Fairview Park City School District in fiscal year 2007.

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

Table 3 - Governmental Activities

	Total Cost of Services <u>2007</u>	Total Cost of Services <u>2006</u>	Net Cost of Services <u>2007</u>	Net Cost of Services <u>2006</u>
Instruction	\$ 12,235,203	\$ 13,075,354	\$(11,474,676)	\$(12,222,037)
Support Services:				
Pupil and Instructional Staff	2,836,399	2,662,631	(2,416,078)	(2,354,159)
Board of Education, Administration, Fiscal, and Business	2,071,058	2,014,724	(2,060,245)	(1,891,880)
Operation and Maintenance of Plant Services	2,591,237	2,020,131	(2,446,818)	(2,020,131)
Pupil Transportation	729,903	578,268	(716,555)	(539,294)
Central	160,140	153,966	(160,140)	(153,966)
Operation of Non-Instructional Services	893,602	537,553	(348,500)	(16,679)
Extracurricular Activities and Other	573,300	658,994	(473,710)	(557,175)
Interest and Fiscal Charges	<u>1,380,019</u>	<u>1,659,845</u>	<u>(1,380,019)</u>	<u>(1,659,845)</u>
Total Expenses	<u>\$ 23,470,861</u>	<u>\$23,361,466</u>	<u>\$(21,476,741)</u>	<u>\$(21,415,166)</u>

The dependence upon tax revenues for governmental activities is apparent. Over 93 percent of instruction activities are supported through taxes and other general revenues. For all governmental activities, general revenue support is nearly 92 percent of total governmental revenues. The community, as a whole, is by far the primary support for the District.

Business-Type Activities

Business type activities include day care, preschool and after school programs and the food service operation. These programs had revenues of \$1,047,125 and expenses of \$1,084,131 for fiscal year 2007. Management reviews these programs to assure they remain self supporting.

THE DISTRICT'S FUNDS

The District's major funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenue, including other financing sources, of \$26,219,755 and expenditures, including other financing uses, of \$36,935,848. A decrease of \$15,357,429 in the fund balance for the Building Fund was the most significant for the year and was primarily due to capital outlay for the District building project. The net decrease in fund balance for all governmental funds was \$10,716,093 and therefore the fund balance decreased to \$20,462,487.

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GENERAL FUND BUDGETING HIGHLIGHTS

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

During the course of fiscal year 2007, the District amended its General Fund budget by \$485,173. The District uses a modified site-based budgeting technique which is designed to tightly control total site budgets, but also provide flexibility for site management.

For the General Fund, the final budget basis revenue and other financing sources estimate was \$18,147,035. The original budgeted estimate was \$17,286,587. During fiscal year 2007, the District budgeted \$17,803,313 for property tax and intergovernmental revenue. The District received \$19,571,442 in property tax and intergovernmental revenue resulting in a favorable variance of \$1,768,129. Total actual expenditures and other financing uses on the budget basis (cash outlays plus encumbrances) were \$17,238,707, \$3,357,921 below revenues and other financing sources.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

At the end of fiscal year 2007, the District had \$20,203,318 invested in land and land improvements, buildings and improvements, furniture and equipment, and vehicles. Table 4 shows fiscal year 2007 balances compared to 2006.

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

	Governmental Activities		Business-Type Activities		Totals	
	2007	2006	2007	2006	2007	2006
Land	\$ 226,660	\$ 226,660	\$ 0	\$ 0	\$ 226,660	\$ 226,660
Construction in Progress	14,100,000	2,834,534	0	0	14,100,000	2,834,534
Non-Depreciable Capital Assets	<u>14,326,660</u>	<u>3,061,194</u>	<u>0</u>	<u>0</u>	<u>14,326,660</u>	<u>3,061,194</u>
Land Improvements	148,862	75,773	0	0	148,862	75,773
Buildings and Improvements	5,168,719	5,377,069	0	0	5,168,719	5,377,069
Furniture and Equipment	191,338	262,426	20,643	23,471	211,981	285,897
Vehicles	110,157	136,202	0	0	110,157	136,202
Textbooks	236,939	277,354	0	0	236,939	277,354
Depreciable Capital Assets, Net	<u>5,856,015</u>	<u>6,128,824</u>	<u>20,643</u>	<u>23,471</u>	<u>5,876,658</u>	<u>6,152,295</u>
Total Capital Assets, Net	<u>\$20,182,675</u>	<u>\$ 9,190,018</u>	<u>\$ 20,643</u>	<u>\$ 23,471</u>	<u>\$20,203,318</u>	<u>\$ 9,213,489</u>

Overall capital assets increased \$10,989,829 from fiscal year 2006 to fiscal year 2007. The increase in capital assets was due to capital additions for construction in progress of \$11,265,466 and land improvements of \$86,235 less depreciation costs of \$356,774 and a loss on sale of capital asset of \$5,098. (For more detailed information, see Note 9 to the financial statements).

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Debt

At June 30, 2007, the District has \$32,574,235 in bonds outstanding including deferred amounts for issuance premiums. This was a decrease for bonds by \$860,000 and a decrease in deferred compensation of \$75,775. \$1,110,000 of the bonds are due within one year. Table 5 summarizes the District's outstanding long-term debt. More detailed information is presented in Notes 14 to the basic financial statements.

Table 5 - Outstanding Debt at Year End

	Governmental Activities 2007	Governmental Activities 2006
2000 Energy Improvement Bonds	\$ 325,000	\$ 395,000
1995 Library Improvement Bonds	0	335,000
2005 Refunding Library Improvement Bonds	2,704,999	2,729,999
2005 School Improvement Bonds	<u>28,069,993</u>	<u>28,499,993</u>
Total Bonds Payable before Deferrals	<u>31,099,992</u>	<u>31,959,992</u>
Deferred Amounts:		
For Issuance Premiums	<u>1,474,243</u>	<u>1,550,018</u>
Total Outstanding Debt	<u>\$32,574,235</u>	<u>\$33,510,010</u>

School District Outlook

As the preceding information shows, the District heavily depends on its property taxpayers. With the passage of a joint City and District tax levy/bond in 2005 with collections by the District in 2006 and with the passage of a new operating levy in 2006 and collections beginning in 2007, a revitalization to the District and community have been seen. This revitalization is not without challenges.

As of this printing, the District is preparing to seek a renewal of their 2003 emergency levy. This levy renewal will allow the District to continue to receive approximately \$2,690,000 a year for the next five years. The passage of this levy is vital for the continued growth of the District and will allow for the possibility of no additional property tax levies until 2012 if everything remains as forecasted. Without this property tax renewal, the District could face a fiscal deficit by 2010.

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Externally, the State of Ohio has done no favors to school districts throughout the state over the past two years. During the last budget, legislatures deleted a component of the property tax money received by school districts. House Bill 66 is reducing personal property tax (one of two property taxes collected by Ohio school districts) by nearly 20 percent per year over the following five years. The current year was the first year for this reduction. This decision will devastate those districts that have a large personal property tax base. Currently, the District receives nearly \$250,000 in personal property taxes. In order to operate at the current revenue, the District will have to place nearly a 1.0 mill levy before the taxpayers.

During the current budget by the state of Ohio, legislatures have limited the spending by the state to school districts. Essentially, they have frozen money to districts throughout the state over the next two years. Thus, over the past two years the legislature in the State of Ohio have eliminated school district revenue at the local level and frozen revenue at the state level causing more districts to seek more local support through property tax levies. This legislation will make the District work ever harder to obtain financial stability and keep this stability in the future.

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizen's, taxpayers, and investors and creditors with a general overview of the District's finances and to show the School District's accountability for the money it receives. If you have any questions about this report or need additional information contact David M. Chambers, Treasurer at Fairview Park City Schools, 20770 Lorain Road, Fairview Park, Ohio 44126.

BASIC FINACIAL STATEMENTS



**Fairview Park City School District
Comprehensive Annual Financial Report
Year Ended June 30, 2007**

FAIRVIEW PARK CITY SCHOOL DISTRICT
STATEMENT OF NET ASSETS
JUNE 30, 2007

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
<u>Assets</u>			
Equity in Pooled Cash and Investments	\$ 23,420,998	\$ 67,606	\$ 23,488,604
Materials and Supplies Inventory	5,773	2,047	7,820
Accounts Receivable	22,826	30,292	53,118
Internal Balances	17,166	(17,166)	0
Taxes Receivable	19,060,802	0	19,060,802
Deferred Charges for Bond Issuance Costs	249,027	0	249,027
Non-Depreciable Capital Assets	14,326,660	0	14,326,660
Depreciable Capital Assets, Net	<u>5,856,015</u>	<u>20,643</u>	<u>5,876,658</u>
Total Assets	<u>62,959,267</u>	<u>103,422</u>	<u>63,062,689</u>
<u>Liabilities</u>			
Accounts Payable	161,756	8,367	170,123
Accrued Wages and Benefits	1,211,317	32,696	1,244,013
Contracts Payable	2,604,084	0	2,604,084
Intergovernmental Payable	394,227	6,582	400,809
Accrued Interest Payable	110,120	0	110,120
Matured Compensated Absences Payable	7,893	0	7,893
Retainage Payable	369,276	0	369,276
Unearned Revenue	15,965,836	0	15,965,836
Claims Payable	453,183	0	453,183
Long-Term Liabilities:			
Due Within One Year	1,632,774	43,272	1,676,046
Due in More than One Year	<u>34,428,071</u>	<u>35,406</u>	<u>34,463,477</u>
Total Liabilities	<u>57,338,537</u>	<u>126,323</u>	<u>57,464,860</u>
<u>Net Assets</u>			
Invested in Capital Assets, Net of Related Debt	14,764,691	20,643	14,785,334
Restricted for Debt Service	248,507	0	248,507
Restricted for Special Revenue	304,764	0	304,764
Unrestricted (Deficit)	<u>(9,697,232)</u>	<u>(43,544)</u>	<u>(9,740,776)</u>
Total Net Assets	<u>\$ 5,620,730</u>	<u>\$ (22,901)</u>	<u>\$ 5,597,829</u>

See accompanying notes to the basic financial statements.

FAIRVIEW PARK CITY SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets		
		Charges for Services and Sales	Operating Grants, & Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Governmental Activities							
Instruction:							
Regular	\$ 9,574,090	\$ 305,364	\$ 70,533	\$ 0	\$ (9,198,193)	\$ 0	\$ (9,198,193)
Special	2,475,614	7,000	294,779	0	(2,173,835)	0	(2,173,835)
Vocational Education	160,020	0	66,019	0	(94,001)	0	(94,001)
Adult/Continuing	0	0	1,240	0	1,240	0	1,240
Other	25,479	0	15,592	0	(9,887)	0	(9,887)
Support Services:							
Pupil	1,094,099	0	239,775	0	(854,324)	0	(854,324)
Instructional Staff	1,742,300	0	30,546	150,000	(1,561,754)	0	(1,561,754)
Board of Education	19,398	1,510	6,858	0	(11,030)	0	(11,030)
Administration	1,329,768	2,445	0	0	(1,327,323)	0	(1,327,323)
Fiscal Services	698,716	0	0	0	(698,716)	0	(698,716)
Business	23,176	0	0	0	(23,176)	0	(23,176)
Operation and Maintenance of Plant Services	2,591,237	144,419	0	0	(2,446,818)	0	(2,446,818)
Pupil Transportation	729,903	6,328	7,020	0	(716,555)	0	(716,555)
Central Services	160,140	0	0	0	(160,140)	0	(160,140)
Operation of Non-Instructional Services							
Services	893,602	19,573	525,529	0	(348,500)	0	(348,500)
Extracurricular Activities	573,300	99,590	0	0	(473,710)	0	(473,710)
Interest and Fiscal Charges	1,380,019	0	0	0	(1,380,019)	0	(1,380,019)
Total Governmental Activities	23,470,861	586,229	1,257,891	150,000	(21,476,741)	0	(21,476,741)
Business-Type Activities							
Daycare Center	861,174	858,810	0	0	0	(2,364)	(2,364)
Food Service	222,957	122,413	51,752	0	0	(48,792)	(48,792)
Total Business-Type Activities	1,084,131	981,223	51,752	0	0	(51,156)	(51,156)
Totals	\$ 24,554,992	\$ 1,567,452	\$ 1,309,643	\$ 150,000	(21,476,741)	(51,156)	(21,527,897)
General Revenues							
Property Taxes Levied for:							
General Purposes					16,103,726	0	16,103,726
Debt Service					2,110,733	0	2,110,733
Grants and Entitlements not Restricted to Specific Programs					4,240,208	0	4,240,208
Investment Earnings					1,925,490	0	1,925,490
Miscellaneous					120,947	14,150	135,097
Total General Revenues					24,501,104	14,150	24,515,254
Change in Net Assets					3,024,363	(37,006)	2,987,357
Net Assets Beginning of Year					2,596,367	14,105	2,610,472
Net Assets End of Year					\$ 5,620,730	\$ (22,901)	\$ 5,597,829

See accompanying notes to the basic financial statements.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
BALANCE SHEET - GOVERNMENTAL FUNDS
JUNE 30, 2007**

	<u>General</u>	<u>Bond Retirement</u>	<u>Building</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>Assets</u>					
Equity in Pooled Cash and Investments	\$ 5,917,421	\$ 2,007,092	\$ 14,287,605	\$ 454,518	\$ 22,666,636
Materials and Supplies					
Inventory	5,773	0	0	0	5,773
Accounts Receivable	20,820	0	0	0	20,820
Interfund Receivable	132,432	0	0	0	132,432
Taxes Receivable	16,893,543	2,167,259	0	0	19,060,802
Restricted Assets	<u>364,682</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>364,682</u>
Total Assets	<u>\$ 23,334,671</u>	<u>\$ 4,174,351</u>	<u>\$ 14,287,605</u>	<u>\$ 454,518</u>	<u>\$42,251,145</u>
<u>Liabilities and Fund Balances</u>					
<u>Liabilities</u>					
Accounts Payable	\$ 76,394	\$ 0	\$ 56,539	\$ 28,040	\$ 160,973
Accrued Wages and Benefits	1,207,227	0	0	4,090	1,211,317
Contracts Payable	0	0	2,604,084	0	2,604,084
Interfund Payable	90,266	0	0	25,000	115,266
Intergovernmental Payable	393,690	0	0	537	394,227
Matured Compensated Absences Payable	7,893	0	0	0	7,893
Retainage Payable	0	0	369,276	0	369,276
Deferred Revenue	<u>15,001,541</u>	<u>1,924,081</u>	<u>0</u>	<u>0</u>	<u>16,925,622</u>
Total Liabilities	<u>16,777,011</u>	<u>1,924,081</u>	<u>3,029,899</u>	<u>57,667</u>	<u>21,788,658</u>
<u>Fund Balances</u>					
Reserved for Encumbrances	318,714	0	6,311,547	127,878	6,758,139
Reserved for Inventory	5,773	0	0	0	5,773
Reserved for Property Taxes	1,892,002	243,178	0	0	2,135,180
Reserved for Budget Stabilization	364,682	0	0	0	364,682
Unreserved, Undesignated Reported In:					
General Fund	3,976,489	0	0	0	3,976,489
Special Revenue Funds	0	0	0	229,768	229,768
Debt Service Fund	0	2,007,092	0	0	2,007,092
Capital Projects Funds	<u>0</u>	<u>0</u>	<u>4,946,159</u>	<u>39,205</u>	<u>4,985,364</u>
Total Fund Balances	<u>6,557,660</u>	<u>2,250,270</u>	<u>11,257,706</u>	<u>396,851</u>	<u>20,462,487</u>
Total Liabilities and Fund Balances	<u>\$23,334,671</u>	<u>\$ 4,174,351</u>	<u>\$14,287,605</u>	<u>\$ 454,518</u>	<u>\$42,251,145</u>

See accompanying notes to the basic financial statements.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO
NET ASSETS OF GOVERNMENTAL ACTIVITIES
JUNE 30, 2007**

Total Governmental Fund Balances		\$ 20,462,487
<i>Amounts reported for governmental activities in the statement of net assets are different because:</i>		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		20,182,675
Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the funds.		
Taxes		959,786
Deferred Charges on the Issuance of Debt		249,027
An internal service fund is used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net assets.		(62,280)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.		
Bonds Payable	\$(32,574,235)	
Compensated Absences	(3,486,610)	
Accrued Interest Payable	<u>(110,120)</u>	
Total		<u>(36,170,965)</u>
Net Assets of Governmental Activities		<u>\$ 5,620,730</u>

See accompanying notes to the basic financial statements.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	<u>General</u>	<u>Bond Retirement</u>	<u>Building</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues					
Taxes	\$ 15,823,362	\$ 2,085,569	\$ 0	\$ 0	\$ 17,908,931
Intergovernmental	4,181,631	256,944	0	1,202,386	5,640,961
Investment Earnings	517,534	0	1,324,029	8,152	1,849,715
Tuition and Fees	250,487	0	0	33,626	284,113
Rent Charges	144,419	0	0	0	144,419
Extracurricular Activities	140	0	0	164,695	164,835
Miscellaneous	53,486	0	5,100	56,208	114,794
Total Revenues	<u>20,971,059</u>	<u>2,342,513</u>	<u>1,329,129</u>	<u>1,465,067</u>	<u>26,107,768</u>
Expenditures					
Current:					
Instruction:					
Regular	7,396,688	0	0	142,772	7,539,460
Special	2,306,247	0	0	305,060	2,611,307
Vocational Education	196,241	0	0	0	196,241
Other	17,307	0	0	8,172	25,479
Support Services:					
Pupil	1,026,015	0	0	231,293	1,257,308
Instructional Staff	1,153,782	0	0	74,959	1,228,741
Board of Education	19,398	0	0	0	19,398
Administration	1,056,596	0	0	0	1,056,596
Fiscal Services	626,140	27,817	0	0	653,957
Business	23,176	0	0	0	23,176
Operation and Maintenance					
of Plant Services	1,743,467	0	0	638	1,744,105
Pupil Transportation	479,562	0	0	0	479,562
Central	145,048	0	0	9,557	154,605
Operation of Non-Instructional					
Services	5,136	0	0	540,802	545,938
Extracurricular Activities	289,063	0	0	103,645	392,708
Capital Outlay	0	0	16,686,558	10,450	16,697,008
Debt Service:					
Principal Retirement	0	860,000	0	0	860,000
Interest	0	1,338,272	0	0	1,338,272
Total Expenditures	<u>16,483,866</u>	<u>2,226,089</u>	<u>16,686,558</u>	<u>1,427,348</u>	<u>36,823,861</u>
Excess of Revenues Over (Under) Expenditures	<u>4,487,193</u>	<u>116,424</u>	<u>(15,357,429)</u>	<u>37,719</u>	<u>(10,716,093)</u>

(Continued)

**FAIRVIEW PARK CITY SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS - (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	<u>General</u>	<u>Bond Retirement</u>	<u>Building</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>Other Financing Sources</u>					
<u>(Uses)</u>					
Transfers In	0	89,440	0	22,547	111,987
Transfers Out	<u>(98,279)</u>	<u>0</u>	<u>0</u>	<u>(13,708)</u>	<u>(111,987)</u>
Total Other Financing Sources (Uses)	<u>(98,279)</u>	<u>89,440</u>	<u>0</u>	<u>8,839</u>	<u>0</u>
Net Change in Fund Balances	4,388,914	205,864	(15,357,429)	46,558	(10,716,093)
Fund Balances at Beginning of Year	<u>2,168,746</u>	<u>2,044,406</u>	<u>26,615,135</u>	<u>350,293</u>	<u>31,178,580</u>
Fund Balances at End of Year	<u>\$ 6,557,660</u>	<u>\$ 2,250,270</u>	<u>\$ 11,257,706</u>	<u>\$ 396,851</u>	<u>\$20,462,487</u>

See accompanying notes to the basic financial statements.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

Net Change in Fund Balances -Total Governmental Funds \$ (10,716,093)

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

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

Capital Asset Additions	\$ 11,351,701	
Current Year Depreciation	<u>(353,946)</u>	
Total		10,997,755

In the statement of activities , only the loss on the disposal of assets is reported, whereas, in the governmental funds, the proceeds from the disposal increase financial resources. Thus, the change in net assets differs from the change in fund balance by the cost of the asset. (5,098)

Revenues in the statement of activities that do not provide current financial resources are not reported in the funds.

Taxes 305,528

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. 860,000

Premium on bonds issued are recognized as revenues in the governmental funds, however, they are amortized over the life of the issuance in the statement of activities. 75,775

Bond issuance costs are recognized as expenditures in the governmental funds, however, they are amortized over the life of the issuance in the statements of activities. (49,805)

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. 8,058

Some expenses reported in the statement of activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Compensated Absences Payable 1,613,662

The internal service fund used by management to charge the costs of insurance to individual funds is not reported in the district-wide statement of activities. Governmental fund expenditures and the related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund is allocated among the governmental activities. (65,419)

Change in Net Assets of Governmental Activities \$ 3,024,363

See accompanying notes to the basic financial statements.

FAIRVIEW PARK CITY SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL - GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<u>Revenues</u>				
Taxes	\$16,126,216	\$16,986,664	\$15,389,811	\$(1,596,853)
Intergovernmental	816,649	816,649	4,181,631	3,364,982
Investment Earnings	78,713	78,713	392,816	314,103
Tuition and Fees	49,196	49,196	250,487	201,291
Rent Charges	29,517	29,517	143,419	113,902
Extracurricular Activities	30	30	140	110
Miscellaneous	<u>9,810</u>	<u>9,810</u>	<u>61,868</u>	<u>52,058</u>
Total Revenues	<u>17,110,131</u>	<u>17,970,579</u>	<u>20,420,172</u>	<u>2,449,593</u>
<u>Expenditures</u>				
Current:				
Instruction:				
Regular	10,691,469	8,025,131	7,417,723	607,408
Special	2,179,611	2,250,920	2,411,037	(160,117)
Vocational Education	107,314	201,370	201,103	267
Other	38,225	38,415	20,384	18,031
Support Services:				
Pupil	435,518	1,067,497	1,007,678	59,819
Instructional Staff	774,330	1,244,325	1,172,954	71,371
Board of Education	22,869	23,089	19,459	3,630
Administration	1,026,500	1,167,003	1,070,639	96,364
Fiscal Services	627,180	679,085	639,449	39,636
Business	256,907	134,598	45,407	89,191
Operation and Maintenance of Plant				
Services	1,715,671	2,083,021	1,874,839	208,182
Pupil Transportation	361,942	610,263	597,158	13,105
Central	219,031	270,920	155,560	115,360
Operation of Non-Instructional Services:				
Food Service Operations	1,850	1,850	0	1,850
Community Services	0	2,000	1,954	46
Extracurricular Activities:				
Academic Oriented Activities	7,631	9,739	9,023	716
Sport Oriented Activities	142,535	290,735	243,037	47,698
School and Public Service Co-curricular Activities	<u>23,933</u>	<u>47,382</u>	<u>47,379</u>	<u>3</u>
Total Expenditures	<u>18,632,516</u>	<u>18,147,343</u>	<u>16,934,783</u>	<u>1,212,560</u> (Continued)

FAIRVIEW PARK CITY SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL - GENERAL FUND (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
Excess of Revenues Over (Under) Expenditures	<u>(1,522,385)</u>	<u>(176,764)</u>	<u>3,485,389</u>	<u>3,662,153</u>
<u>Other Financing Sources (Uses)</u>				
Advances In	172,290	172,290	172,290	0
Proceeds from Sale of Capital Assets	200	200	200	0
Refund of Prior Year Expenditures	3,966	3,966	3,966	0
Transfers Out	(229,440)	(179,940)	(98,279)	81,661
Advances Out	(155,588)	(205,088)	(205,020)	68
Refund of Prior Year Receipts	<u>(625)</u>	<u>(625)</u>	<u>(625)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>(209,197)</u>	<u>(209,197)</u>	<u>(127,468)</u>	<u>81,729</u>
Net Change in Fund Balance	(1,731,582)	(385,961)	3,357,921	3,743,882
Fund Balance at Beginning of Year	2,198,827	2,198,827	2,198,827	0
Prior Year Encumbrances Appropriated	<u>217,066</u>	<u>217,066</u>	<u>217,066</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 684,311</u>	<u>\$ 2,029,932</u>	<u>\$ 5,773,814</u>	<u>\$ 3,743,882</u>

See accompanying notes to the basic financial statements.

FAIRVIEW PARK CITY SCHOOL DISTRICT
STATEMENT OF FUND NET ASSETS
PROPRIETARY FUNDS
JUNE 30, 2007

	Business-Type Activities	Governmental Activities
	Nonmajor Enterprise Funds	Internal Service Fund
<u>Assets</u>		
<i>Current Assets:</i>		
Equity in Pooled Cash and Investments	\$ 67,606	\$ 389,680
Materials and Supplies Inventory	2,047	0
Accounts Receivable	30,292	2,006
Total Current Assets	99,945	391,686
<i>Noncurrent Assets:</i>		
Depreciable Capital Assets, Net	20,643	0
Total Assets	120,588	391,686
<u>Liabilities</u>		
<i>Current Liabilities:</i>		
Accounts Payable	8,367	783
Accrued Wages and Benefits	32,696	0
Interfund Payable	17,166	0
Intergovernmental Payable	6,582	0
Claims Payable	0	453,183
Compensated Absences Payable	43,272	0
Total Current Liabilities	108,083	453,966
<i>Long-Term Liabilities:</i>		
Compensated Absences Payable	35,406	0
Total Liabilities	143,489	453,966
<u>Net Assets</u>		
Invested in Capital Assets	20,643	0
Unrestricted (Deficit)	(43,544)	(62,280)
Total Net Assets	\$ (22,901)	\$ (62,280)

See accompanying notes to the basic financial statements.

FAIRVIEW PARK CITY SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	Business-Type Activities	Governmental Activities
	Nonmajor Enterprise Funds	Internal Service Fund
<u>Operating Revenues</u>		
Sales	\$ 122,413	\$ 0
Charges for Services	858,810	1,763,542
Other Revenues	11,144	0
Total Operating Revenues	992,367	1,763,542
<u>Operating Expenses</u>		
Salaries and Wages	623,266	0
Fringe Benefits	116,590	293,095
Purchased Services	121,107	45,361
Materials and Supplies	218,473	0
Depreciation	2,828	0
Claims	0	1,400,044
Other	1,867	96,614
Total Operating Expenses	1,084,131	1,835,114
Operating Loss	(91,764)	(71,572)
<u>Non-Operating Revenues</u>		
Federal and State Subsidies	42,577	0
Federal Donated Commodities	9,175	0
Other	3,006	6,153
Total Non-Operating Revenues	54,758	6,153
Change in Net Assets	(37,006)	(65,419)
Net Assets Beginning of Year	14,105	3,139
Net Assets End of Year	\$ (22,901)	\$ (62,280)

See accompanying notes to the basic financial statements.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	Business-Type Activities Nonmajor Enterprise Funds	Governmental Activities Internal Service Fund
<u>Cash Flows from Operating Activities</u>		
Cash Received from Operations	\$ 978,713	\$ 1,761,536
Cash Paid to Employees for Services	(771,926)	0
Cash Paid for Employee Benefits	0	(1,662,538)
Cash Paid to Suppliers for Goods and Services	(334,206)	(44,578)
Cash Payments for Other Activities	(1,867)	(96,614)
Net Cash Used for Operating Activities	(129,286)	(42,194)
<u>Cash Flows from Non-Capital Financing Activities</u>		
Cash from Grants	60,703	0
Cash from Other Non-Operating Revenue	3,006	6,153
Advances Out	17,166	0
Net Cash Provided by Non-Capital Financing Activities	80,875	6,153
Net Decrease in Cash and Investments	(48,411)	(36,041)
Cash and Investments Beginning of Year	116,017	425,721
Cash and Investments End of Year	\$ 67,606	\$ 389,680
<u>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities</u>		
Operating Loss	\$ (91,764)	\$ (71,572)
<u>Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities</u>		
Depreciation Expense	2,828	0
Federal Donated Commodities	9,175	0
(Increase) Decrease in Assets:		
Accounts Receivable	(13,654)	(2,006)
Materials and Supplies Inventory	1,038	0
Increase (Decrease) in Liabilities:		
Accounts Payable	(4,838)	783
Accrued Wages and Benefits	30,519	0
Claims Payable	0	30,601
Intergovernmental Payable	(32,660)	0
Compensated Absences Payable	(29,930)	0
Total Adjustments	(37,522)	29,378
Net Cash Used for Operating Activities	\$ (129,286)	\$ (42,194)

Schedule of Noncash Financing Activities

During the year, the Food Services Enterprise Fund received donated commodities of \$9,175.

See accompanying notes to the basic financial statements.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
JUNE 30, 2007**

	Private Purpose Trust	
	Endowment Trust Fund	Agency Funds
<u>Assets</u>		
Equity in Pooled Cash and Investments	\$ 3,302,870	\$ 688,379
Cash in Segregated Accounts	0	230
Total Assets	\$ 3,302,870	\$ 688,609
<u>Liabilities</u>		
Intergovernmental Payable	\$ 0	\$ 618,907
Due to Students	0	69,702
Total Liabilities	0	\$ 688,609
<u>Net Assets</u>		
Held in Trust for Scholarships	3,302,870	
Total Net Assets	\$ 3,302,870	

See accompanying notes to the basic financial statements.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	Private Purpose Trust <u>Endowment</u> <u>Trust Fund</u>
<u>Additions</u>	
Interest	\$ 167,325
Total Additions	<u>167,325</u>
<u>Deductions</u>	
Payments in Accordance with Trust Agreements	<u>24,990</u>
Total Deductions	<u>24,990</u>
Change in Net Assets	142,335
Net Assets Beginning of Year	<u>3,160,535</u>
Net Assets End of Year	<u><u>\$ 3,302,870</u></u>

See accompanying notes to the basic financial statements.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

NOTE 1: DESCRIPTION OF THE DISTRICT AND THE REPORTING ENTITY

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

The District operates under a locally elected five-member Board form of government and provides educational services as mandated by State and/or federal agencies. The Board of Education controls the District's instructional/support facilities staffed by 94 classified employees, 120 certificated full-time teaching personnel, and 11 administrators who provide services to 1,772 students and other community members.

The Reporting Entity

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

Within the District's boundaries the elementary schools of St. Angela Merici, Messiah Lutheran, and Murton's Child Development Center operate as non-public schools. Current State legislation provides funding to these schools. These monies are received and distributed on behalf of the schools by the Treasurer of the Fairview Park City School District as directed by the schools. The activity of these State monies by the District is reflected in a special revenue fund for financial reporting purposes.

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 organization's 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 organization's resources; the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide 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.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
(CONTINUED)**

NOTE 1: **DESCRIPTION OF THE ENTITY** (Continued)

The Reporting Entity (Continued)

The District is associated with three jointly governed organizations and one insurance purchasing pool. These organizations are the Lake Erie Educational Computer Association, the Polaris Career Center, the Ohio Schools' Council Association, and the Ohio School Boards Association Workers' Compensation Group Rating Program. These organizations are presented in Notes 15 and 16 to the basic financial statements.

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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

A. **Fund Accounting**

The District uses funds to maintain its financial records during the fiscal year. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions related to certain District functions or activities. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The various funds of the District are grouped into the categories of governmental, proprietary, and fiduciary.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
(CONTINUED)**

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

A. **Fund Accounting** (Continued)

Governmental Funds

Governmental funds focus on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purpose for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the District's major governmental funds:

General Fund - The general fund is used to account for all financial resources except those required to be accounted for in another fund. The general fund balance is available for any purpose provided it is expended or transferred according to the general laws of Ohio.

Building Fund - This fund is used to account for the revenues and expenditures related to all special bond funds in the District. All proceeds from the sale of bonds, notes, or certificates of indebtedness, except premium and accrued interest, must be paid into this fund. Expenditures recorded here represent the costs of acquiring capital facilities including real property.

Bond Retirement Fund - A fund provided for the retirement of serial bonds and short term loans. All revenue derived from general or special levies, either with or exceeding the ten-mill limitation, which is levied for debt charges on bonds or loans, shall be paid into this fund.

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

Proprietary Funds

Proprietary funds focus on the determination of operating income/loss, changes in net assets, financial position and cash flows and are classified as either enterprise or internal service.

Enterprise Funds

Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The District's enterprise funds account for the financial transactions related to the food service operations and day care services. The District has no major enterprise funds.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
(CONTINUED)**

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

A. **Fund Accounting** (Continued)

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 on a cost-reimbursement basis. The only internal service fund of the District accounts for a self-insurance program which provides medical, hospitalization, life, dental, and vision benefits to employees.

Fiduciary Funds

Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classification: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the District under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the District's own programs. The District's only trust fund is a private purpose trust which accounts for money set aside for two annual scholarships. The income from such a fund may be expended, but the principal must remain intact. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The District's agency funds are student activities, other agency activities and workmen's compensation.

B. **Basis of Presentation**

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

Government-wide Financial Statements

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
(CONTINUED)**

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

B. Basis of Presentation (Continued)

The government-wide statements are prepared using the economic resources measurement focus. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the District and for each function or program of the District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and are therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenues are presented as general revenues of the District, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the School District.

Fund Financial Statements

Fund financial statements report detailed information about the School District. The focus of governmental and enterprise fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Internal service funds are combined and the totals are presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by fund type.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources measurement focus. The financial statements for governmental funds are a balance sheet, which generally includes only current assets and current liabilities, and a statement of revenues, expenditures and changes in fund balances, which reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
(CONTINUED)**

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

B. **Basis of Presentation** (Continued)

Fund Financial Statements (Continued)

All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the statement of net assets. The statement of changes in fund net assets presents increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The statement of cash flows provides information about how the District finances and meets the cash flow needs of its proprietary activities.

The fiduciary funds are reported using the economic resources measurement focus. Agency funds do not report a resources measurement focus as they do not report operations.

C. **Basis of Accounting**

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting. Differences between the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures.

Revenues - Exchange and Non-Exchange Transactions

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
(CONTINUED)**

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

C. **Basis of Accounting** (Continued)

Revenues-Exchanges and Non-Exchange Transactions (Continued)

Non-exchange 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 income tax is recognized in the fiscal year in which the exchange on which the tax is imposed takes place and revenue from property taxes is recognized in the fiscal year for which the taxes are levied. (See Note 6). 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 non-exchange transactions must also be available before it can be recognized.

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

Deferred Revenue

Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

Delinquent property taxes and property taxes for which there is an enforceable legal claim as of June 30, 2007, but which are levied to finance fiscal year 2008 operations, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

On governmental fund financial statements, receivables that will not be collected within the available period have also been reported as deferred revenue.

Expenses/Expenditures

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
(CONTINUED)**

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

D. Pooled Cash and Investments

To improve cash management, cash received by the District is pooled. Monies for all funds, including proprietary funds, are maintained in this pool. Individual fund integrity is maintained through the District's records. Each fund's interest in the pool is presented as "Equity in Pooled Cash and Investments" on the financial statements.

During fiscal year 2007, investments were limited to U.S. Agency notes and STAROhio. STAROhio and U. S. Agency notes are reported at fair value, which is based on guaranteed market price.

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 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, 2007.

Following Ohio statutes, the Board of Education has specified the funds to receive an allocation of interest earnings. Interest revenue credited to the general fund during fiscal year 2007 amounted to \$517,534.

For presentation on the financial statements, investments of the cash management pool and investments with an original maturity of three months or less at the time they are purchased by the District are considered to be cash equivalents. Investments with an initial maturity of more than three months that are not purchased from the pool are reported as investments.

E. Restricted Assets

Assets are reported as restricted when limitations on their use change in nature or normal understanding of the availability of the asset. Such constraints are either imposed by creditors, contributors, grantors, laws of other governments, or imposed by enabling legislation.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
(CONTINUED)**

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

E. **Restricted Assets** (Continued)

Restricted assets in the general fund represent cash and cash equivalents set aside to reflect statutory restrictions on their use. By statute, money must be set aside to create a Textbook Subsidy Reserve, a Capital Improvement Reserve and a Budget Stabilization Reserve. The reserve for Budget Stabilization also includes a refund received in prior years from the Bureau of Workers' Compensation, which State statute requires to be included in this reserve. See Note 18 for the calculations of the year-end restricted asset balances and the corresponding fund balance reserves.

F. **Inventory**

On government-wide financial statements, inventories are presented at cost on a first-in, first-out basis and are expensed when used.

On fund financial statements, inventories of governmental funds are stated at cost while inventories of proprietary funds are stated at the lower of cost or market. For all funds, cost is determined on a first-in, first-out basis and is expensed/expended when used.

Inventory in governmental funds consists of expendable supplies held for consumption. The cost of inventory items is recorded as an expenditure in the governmental funds types when consumed. Inventories of proprietary funds consist of donated food and purchased food, and are expensed when used.

G. **Capital Assets**

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net assets but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net assets and in the respective funds.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The District maintains a capitalization threshold of \$5,000. The District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the assets or materially extend an asset's life are not.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
(CONTINUED)**

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

G. **Capital Assets** (Continued)

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

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>	<u>Business-Type Activities Estimated Lives</u>
Land Improvements	10-30 years	N/A
Buildings and Improvements	10-50 years	N/A
Furniture and Equipment	5-10 years	5-10 years
Vehicles	10 years	N/A

H. **Interfund Balances**

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as “interfund receivables/payables”. These amounts are eliminated in the governmental and business-type activities columns of the statement of net assets, except for the net residual amounts due between governmental and business-type activities, which are presented as internal balances.

I. **Compensated Absences**

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

Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those the District has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employees’ wage rates at fiscal year end, taking into consideration any limits specified in the District’s termination policy. The District records a liability for accumulated unused sick leave for classified, certified, and administrative employees after eight years of current service with the District.

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
(CONTINUED)**

NOTE 2: **ACCOUNTING POLICIES** (Continued)

I. **Compensated Absences** (Continued)

On the governmental fund financial statements, compensated absences are recognized as liabilities and expenditures to the extent payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account "Matured Compensated Absences Payable" in the fund or funds from which the employees who have accumulated the leave are paid. At June 30, 2007, the balance in this account is \$7,893.

J. **Accrued Liabilities and Long-Term Obligations**

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

In general, payables and accrued liabilities that will be paid from governmental funds are reported on the governmental fund financial statements regardless of whether they will be liquidated with current resources. However, claims and judgments, compensated absences, and special termination benefits that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they will be paid with current expendable available financial resources. In general, liabilities that mature or come due for payment during the fiscal year are considered to have been made with current available financial resources. Bonds and other long-term obligations that will be paid from governmental funds are recognized as a liability in the fund financial statements when due.

K. **Fund Balance Reserves**

The District reserves those portions of fund equity which are legally segregated for specific future use or which do not represent available expendable resources and therefore are not available for appropriation or expenditure. Unreserved fund balance indicates that portion of fund equity which is available for appropriation in future periods. Fund equity reserves have been established for inventory, encumbrances, property taxes, and budget stabilization.

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
(CONTINUED)**

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

L. **Net Assets**

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

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

M. **Operating Revenues and Expenses**

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the District, these revenues are charges for food service, fees for day care service, and charges for self-insurance program services. Operating expenses are necessary costs incurred to provide the goods or services that are the primary activity of the fund. Revenues and expenses not meeting this definition are reported as non-operating.

N. **Interfund Activity**

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

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
(CONTINUED)**

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

O. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the District and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during fiscal year 2007.

P. Estimates

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

Q. Budgetary Data

All funds, other than agency funds, are legally required to be budgeted and appropriated. The major documents are the tax budget, the appropriation resolution, and the certificate of estimated resources, which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amounts that the Board of Education may appropriate. The appropriation resolution is the Board's authorization to spend resources and set annual limits on expenditures plus encumbrances at a level of control selected by the Board. The legal level of control has been established by the Board of Education at the fund level for all funds.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the District Treasurer. The amounts reported as the original budgeted amounts in the budgetary statements reflect the amounts in the certificate when the original appropriations were adopted. The amounts reported as the final budgeted amounts in the budgetary statements reflect the amounts in the amended certificate in effect at the time the final appropriations were passed prior to fiscal year-end.

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007
 (CONTINUED)**

NOTE 3: COMPLIANCE AND ACCOUNTABILITY

Accountability

Fund balances at June 30, 2007 included the following individual fund deficits:

<u>Fund</u>		
Special Revenue:		
Entry Year Programs	\$	4,940
Title III Limited English Proficiency		191
Enterprise Funds:		
Food Services		10,138
Day Care Services		19,874
Internal Service Funds:		
Employee Benefits-Self Insurance		62,280

The deficits in Entry Year Programs and Title III Limited English Proficiency resulted from recognition of accrued liabilities. The general fund is responsible to cover deficit fund balance by means of a transfer. However, this is done when cash is needed rather than when accruals occur.

The enterprise fund and internal service funds had deficits in net assets. Management is analyzing the operations to determine appropriate steps to alleviate the deficits.

Compliance

The following fund had original appropriations in excess of original estimated resources plus carryover balances in violation of Section 5705.39, Ohio Revised Code.

<u>Nonmajor Enterprise Fund</u>	Estimated Resources Plus		
	<u>Carryover Balance</u>	<u>Appropriations</u>	<u>Excess</u>
Food Service	\$ 309,009	\$ 428,095	\$ 119,086

NOTE 4: BUDGETARY BASIS OF ACCOUNTING

While the District is reporting financial position, results of operations, and changes in fund balances on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The Statement of Revenues, Expenditures and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual presented for the General Fund is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and GAAP basis are that:

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Encumbrances are treated as expenditures (budget basis) rather than as a reservation of fund balance (GAAP basis).
4. Short-term interfund loans are treated as Other Financing Sources (Uses) in cash (budget) rather than as Interfund Receivables/Payables on the balance sheet (GAAP).

**FAIRVIEW PARK CITY SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007
 (CONTINUED)**

NOTE 4: BUDGETARY BASIS OF ACCOUNTING (Continued)

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the General Fund.

Net Change in Fund Balance	
GAAP Basis	\$ 4,388,914
Net Adjustments for Revenue Accruals	(580,076)
Net Adjustments for Expenditure Accruals	(63,675)
Adjustments for Encumbrances	(387,242)
Budget Basis	\$ 3,357,921

NOTE 5: DEPOSITS AND INVESTMENTS

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

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

Inactive deposits are public deposits that the Board of Education has identified as not required for use within the current five year period of designation of depositories. Inactive deposits must either be evidenced by certificates of deposit maturing not later than the end of the current period of designation of depositories, or by savings or deposit accounts including, but not limited to, passbook accounts.

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
(CONTINUED)**

NOTE 5: **DEPOSITS AND INVESTMENTS** (Continued)

3. Written repurchase agreements in the securities listed above;
4. Bonds or other obligations of the State of Ohio or Ohio local governments;
5. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;
6. No-load money market mutual funds consisting exclusively of obligations described in division (1) or division (2) of this section and repurchase agreements secured by such obligations;
7. The State Treasurer's investment pool (STAROhio);
8. Bankers' acceptance and commercial paper, if training requirements have been met;

Investments in stripped principal or interest obligations, reverse repurchase agreements, and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage, and short selling are also prohibited. Investments may only be made through specified dealers and institutions.

The following disclosure is based on the criteria described in GASB Statement No. 40, *Deposits and Investments Risk Disclosures*.

Cash on Hand

At June 30, 2007, the District had \$100 in undeposited cash on hand, which is included on the balance sheet of the District as part of "Equity in Pooled Cash and Investments".

Deposits

At June 30, 2007 the carrying amount of the District's deposits was \$(1,541,112) including \$197,000 in certificate of deposits and, \$230 held by trustees in segregated accounts. Based on criteria described in GASB Statement No. 40, *Deposits and Investments Risk Disclosures*, as of June 30, 2007, \$499,118 of the District's \$648,991 bank balance was covered by Federal Depository Insurance and \$149,873 was uninsured and collateralized with securities held by the pledging financial institution's trust department or agent but not in the District's name.

Although the securities were held by the pledging institution's trust department and all statutory requirements for the investments of money had been followed, noncompliance with Federal requirements could potentially subject the District to a successful claim by the FDIC.

FAIRVIEW PARK CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
(CONTINUED)

NOTE 5: **DEPOSITS AND INVESTMENTS** (Continued)

Deposits (Continued)

Custodial credit risk is risk that, in the event of a bank failure, the District's deposit may not be returned. The District's policy is to place deposits with major local banks approved by School District Council. All deposits, except for deposits held by fiscal and escrow agents, are collateralized with eligible securities in amounts equal to at least 105 percent of the carrying value of the deposits. Such collateral, as permitted by Chapter 135 of the ORC is held in financial institution pools at Federal Reserve Banks, or at member banks of the federal reserve system in the name of the respective depository bank, and pledged as a pool of collateral against all of the public deposits it holds or as specific collateral held at a Federal Reserve Bank in the name of the District.

Investments

The District has a formal investment policy. The District follows GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, and records all its investments at fair value. At June 30, 2007, the increase in fair value of investments was \$229,031 which is reported as investment earnings on the financial statements. Fair value is determined by quoted market prices and acceptable other pricing methodologies.

Interest Rate Risk

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

Credit Risk

The credit risk of the District's investments are in the table below. Ohio law requires that STAROhio maintain the highest rating provided by at least one nationally recognized standard rating service. The District has no investment policy that would further limit the investment choices.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
(CONTINUED)**

NOTE 5: **DEPOSITS AND INVESTMENTS** (Continued)

Custodial Credit Risk

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The U. S. Agency notes are exposed to custodial credit risk in that they are uninsured, unregistered, and held by the counterparty's trust department or agent but not in the District's name. The District has no investment policy dealing with investment custodial risk beyond the requirement in State statute that prohibits payment for investments prior to the delivery of the securities representing such investments to the treasurer or qualified trustee.

Concentration of Credit Risk

The District places no limit on the amount it may invest in any one issuer. The District's investment in U.S. Agency notes represents 94 percent of the District's total investments. All other investments not explicitly guaranteed by the U.S. government are less than 6 percent of the District's total investments.

Cash and investments at year-end were as follows:

<u>Cash and Investments</u>	<u>Fair Value</u>	<u>Credit Rating (*)</u>	<u>Investment Maturities (In Years)</u>		
			<u><1</u>	<u>1-2</u>	<u>2-3</u>
STAROhio	\$ 2,900,994	AAA	\$ 2,900,994	\$ 0	\$ 0
U.S. Agencies	26,120,101	AAA	22,830,630	797,986	2,491,485
Carrying Amount of Deposits	(1,541,112)		-	-	-
Petty Cash	100		-	-	-
Total	<u>\$ 27,480,083</u>		<u>\$25,731,624</u>	<u>\$ 797,986</u>	<u>\$ 2,491,485</u>

*Credit rating was obtained from Standard & Poor's for all investments.

NOTE 6: **PROPERTY TAXES**

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007
 (CONTINUED)**

NOTE 6: **PROPERTY TAXES** (Continued)

Property taxes include amounts levied against all real, public utility, and tangible personal (used in business) property located in the District. Property tax revenue received during calendar 2007 for real and public utility property taxes represents collections of calendar 2006 taxes. Property tax payments received during calendar 2007 for tangible personal property (other than public utility property) is for calendar 2007 taxes.

2007 real property taxes are levied after April 1, 2006, on the assessed value listed as of January 1, 2006, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2006 real property taxes are collected in and intended to finance fiscal year 2007.

Public utility tangible personal property currently is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2007 public utility property taxes which become a lien December 31, 2005 are levied after April 1, 2006 and are collected in 2007 with real property taxes.

Tangible personal property taxes received in calendar year 2007 were levied after April 1, 2006 on the assessed value listed as of December 31, 2006. Tangible personal property is currently assessed at 18.75 percent of true value for capital assets and 21 percent of true value for inventory.

The assessed values upon which the fiscal year 2007 taxes were collected are:

	<u>2006 Second-Half Collections</u>		<u>2007 First-Half Collections</u>	
	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>
Agricultural/Residential and Other Real Estate	\$ 383,651,250	98.32%	\$ 382,949,107	98.79%
Public Utility	4,854,800	1.24%	3,834,837	0.99%
Tangible Personal Property	<u>1,692,003</u>	<u>.44%</u>	<u>837,500</u>	<u>0.22%</u>
Total Assessed Value	<u>\$ 390,198,053</u>	<u>100.00%</u>	<u>\$ 387,621,444</u>	<u>100.00%</u>

Tax Rate per \$1,000 of

Assessed Valuation	\$ 90.90	\$ 95.60
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FAIRVIEW PARK CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
(CONTINUED)

NOTE 6: **PROPERTY TAXES** (Continued)

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 earlier or later 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. Tangible personal property taxes paid by April 30 are usually received by the District prior to June 30.

House Bill No. 66 was signed into law on June 30, 2005. House Bill No. 66 phases out the tax on tangible personal property of general businesses, telephone and telecommunications companies, and railroads. The tax on general business and railroad property will be eliminated by calendar year 2009, and the tax on telephone and telecommunications property will be eliminated by calendar year 2011. The tax is phased out by reducing the assessment rate on the property each year. The bill replaces the revenue lost by the District due to the phasing out of the tax. In calendar years 2006-2010, the District will be fully reimbursed for the lost revenue. In calendar years 2001-2017, the reimbursements will be phased out.

The District receives property taxes from Cuyahoga County. 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, 2007 are available to finance fiscal year 2007 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

The County Treasurer collects property taxes on behalf of all taxing districts in the county, including the Fairview Park City School District. The County Auditor periodically remits to the District its portion of taxes. Accrued property taxes receivable represent delinquent taxes outstanding and real property, personal property, and public utility taxes which became measurable as of June 30, 2007. 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 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 to the District as an advance at June 30, 2007 was \$2,135,180 and is recognized as revenue. \$1,892,002 was available to the general fund and \$243,178 was available to the bond retirement fund. The amount

**FAIRVIEW PARK CITY SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007
 (CONTINUED)**

NOTE 6: **PROPERTY TAXES** (Continued)

available to the District as an advance at June 30, 2006 was \$1,673,716 and was recognized as revenue. \$1,458,451 was available to the general fund and \$215,265 was available to the bond retirement fund.

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

NOTE 7: **RECEIVABLES**

Receivables at June 30, 2007 consisted of property taxes, accounts (rent, billings for user charged services, and student fees), and interfund. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of state programs, and the current fiscal year guarantee of federal funds.

NOTE 8: **INTERFUND TRANSFERS AND BALANCES**

Interfund Transfers

As of June 30, 2007, interfund transfers were as follows:

	<u>Transfer to</u>	<u>Transfer from</u>
General Fund	\$ 0	\$ 98,279
Bond Retirement Fund	89,440	0
Nonmajor Governmental Funds	<u>22,547</u>	<u>13,708</u>
Total	<u>\$ 111,987</u>	<u>\$ 111,987</u>

Transfers were made to provide additional resources for current operations and for debt payment. Transfers among the special revenue funds were for reimbursement purposes. Transfers of \$121,362 were eliminated since they were within the governmental and activities.

Interfund Balances

Interfund balances on fund financial statements at June 30, 2007 consist of the following:

	<u>Receivable</u>	<u>Payable</u>
<u>Major Funds</u>		
General Fund	<u>\$ 132,432</u>	<u>\$ 90,266</u>
<u>Nonmajor Funds</u>		
Special Revenue Funds	0	25,000
Enterprise Fund	<u>0</u>	<u>17,166</u>
Total	<u>\$ 132,432</u>	<u>\$ 132,432</u>

Monies were advanced from one fund to another to cover operating expenses until additional monies are received. Interfund balances of \$115,266 were eliminated since they were within governmental activities.

FAIRVIEW PARK CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
(CONTINUED)

NOTE 9: **CAPITAL ASSETS**

	<u>Balance at</u> <u>06/30/2006</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance at</u> <u>06/30/07</u>
<u>Governmental Activities</u>				
<i>Capital Assets Not being Depreciated:</i>				
Land	\$ 226,660	\$ 0	\$ 0	\$ 226,660
Construction in Progress	<u>2,834,534</u>	<u>11,265,466</u>	<u>0</u>	<u>14,100,000</u>
Total Capital Assets Not Being Depreciated	<u>3,061,194</u>	<u>11,265,466</u>	<u>0</u>	<u>14,326,660</u>
<i>Capital Assets being Depreciated:</i>				
Land Improvements	395,690	86,235	0	481,925
Buildings and Building Improvements	12,298,264	0	0	12,298,264
Furniture and Equipment	1,147,952	0	0	1,147,952
Vehicles	561,624	0	50,981	510,643
Textbooks	<u>1,763,168</u>	<u>0</u>	<u>0</u>	<u>1,763,168</u>
Total Capital Assets being Depreciated	<u>16,166,698</u>	<u>86,235</u>	<u>50,981</u>	<u>16,201,952</u>
<i>Less Accumulated Depreciation:</i>				
Land Improvements	(319,917)	(13,146)	0	(333,063)
Building and Building Improvements	(6,921,195)	(208,350)	0	(7,129,545)
Furniture and Equipment	(885,526)	(71,088)	0	(956,614)
Vehicles	(425,422)	(20,947)	(45,883)	(400,486)
Textbooks	<u>(1,485,814)</u>	<u>(40,415)</u>	<u>0</u>	<u>(1,526,229)</u>
Total Accumulated Depreciation	<u>(10,037,874)</u>	<u>(353,946)*</u>	<u>(45,883)</u>	<u>(10,345,937)</u>
Total Capital Assets being Depreciated, Net	<u>6,128,824</u>	<u>(267,711)</u>	<u>5,098</u>	<u>5,856,015</u>
Governmental Activities Capital Assets, Net	<u>\$ 9,190,018</u>	<u>\$10,997,755</u>	<u>\$ 5,098</u>	<u>\$20,182,675</u>
<u>Business-Type Activities</u>				
Furniture, Fixtures and Equipment	\$ 71,006	\$ 0	\$ 0	\$ 71,006
Less Accumulated Depreciation	<u>(47,535)</u>	<u>(2,828)</u>	<u>0</u>	<u>(50,363)</u>
Total Business-Type Activities Capital Assets, Net	<u>\$ 23,471</u>	<u>\$ (2,828)</u>	<u>\$ 0</u>	<u>\$ 20,643</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR JUNE 30, 2007
 (CONTINUED)**

NOTE 9: **CAPITAL ASSETS** (Continued)

* Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	\$ 273,335
Support Services:	
Instructional Staff	25,897
Administrative	2,358
Operation and Maintenance of Plant Services	18,229
Pupil Transportation	23,191
Operation of Non-Instructional Services	9,640
Extracurricular Activities	<u>1,296</u>
Total Depreciation Expense	<u>\$ 353,946</u>

NOTE 10: **RISK MANAGEMENT**

A. **Property and Liability**

The District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. In order to minimize these components of risk, the District has obtained a number of insurance packages.

The Indiana Insurance Company, through the Ohio Schools' Council, provides building and personal property insurance as well as commercial inland marine insurance. The Indiana Insurance Company, through the Ohio Schools' Council, also provides public employee dishonesty coverage (commercial crime coverage). The Travelers Insurance company, through the Ohio Schools' Council, provides boiler and machinery insurance. The Indiana Insurance Company, through the Ohio Schools' Council, provides commercial general liability insurance, employer's liability insurance, employee benefits liability insurance, automobile liability insurance, and uninsured motorists insurance.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007
 (CONTINUED)**

NOTE 10: **RISK MANAGEMENT** (Continued)

A. Property and Liability (Continued)

A \$100,000 public official bond for the Treasurer is maintained by Travelers Casualty and Surety Company of America Insurance Company. Other employees handling money are also covered by performance bonds provided by Nationwide Mutual Insurance Company.

<u>Company</u>	<u>Type of Coverage</u>	<u>Coverage Amount</u>
Indiana Insurance	Building and Contents (\$1,000 deductible)	\$ 56,855,800
Indiana Insurance	Extra Expense Coverage	1,000,000
Travelers Insurance	Boiler and Machinery (\$1,000 deductible)	30,000,000
Indiana Insurance	Inland Marine (\$250 deductible)	2,243,694
Indiana Insurance	Crime Insurance (\$500 deductible)	115,000
Indiana Insurance	Vehicles (\$1,000 deductible)	1,000,000
Indiana Insurance	General Liability (per occurrence)	1,000,000
Indiana Insurance	General Liability (aggregate)	2,000,000
Indiana Insurance	Uninsured Motorist (per occurrence)	1,000,000

Settled claims have not exceeded this commercial coverage in any of the past three years. There has been no change from prior years coverage.

B. Workers' Compensation

The District participated in the Ohio School Boards Association Workers' Compensation Group Rating Program (GRP), an insurance purchasing pool for calendar year 2007 (Note 15). 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 districts that can meet the GRP's selection criteria. The firm of Gates McDonald and Co. provides administrative, cost control, and actuarial services to the GRP.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007
 (CONTINUED)**

NOTE 10: **RISK MANAGEMENT** (Continued)

C. **Employee Medical Benefits**

Medical/surgical and dental insurance is offered to employees through a self-insurance internal service fund. The District is a member of a claims servicing pool in which monthly payments are paid to the fiscal agent who in turn pays the claims on the District's behalf. The claims liability of \$453,183 reported in the internal service fund at June 30, 2007 is based on an estimate provided by the third party administrator and the requirements of Government Accounting Standards Board Statement No. 30 which requires that a liability for unpaid claim costs, including estimates of costs relating 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 (GASB 30). Changes in claims activity for the past three fiscal years are as follows:

	<u>Balance at of Beginning of Year</u>	<u>Current Year Claims</u>	<u>Claim Payments</u>	<u>Balance at End of Year</u>
2005	\$ 279,102	\$ 1,676,200	\$(1,761,235)	\$ 194,067
2006	194,067	2,215,415	(1,986,900)	422,582
2007	422,582	1,789,549	(1,758,948)	453,183

NOTE 11: **DEFINED BENEFIT PENSION PLANS**

A. **School Employees Retirement System**

The School District contributes to the School Employees Retirement System of Ohio (SERS), a cost-sharing multiple employer defined benefit pension plan. SERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the School Employees Retirement System, 300 East Broad Street, Suite 100, Columbus, Ohio 43215-3746 or by calling (614) 222-5853.

Plan members are required to contribute 10 percent of their annual covered salary and the District is required to contribute at an actuarially determined rate. The current District rate is 14 percent 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 2007, 10.68 percent of annual covered salary was the portion used to fund pension obligations.

FAIRVIEW PARK CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
(CONTINUED)

NOTE 11: **DEFINED BENEFIT PENSION PLANS** (Continued)

A. **School Employees Retirement System** (Continued)

The contribution requirements of plan members and employers are established and may be amended up to a statutory maximum amount by SERS' Retirement Board. The District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2007, 2006, and 2005 were \$281,231, \$326,365, and \$318,928, respectively; 41 percent has been contributed for fiscal year 2007 and 100 percent for the fiscal years 2006 and 2005.

B. **State Teachers Retirement System**

The School District participates in the State Teachers Retirement System of Ohio (STRS Ohio), a cost-sharing multiple-employer public employee retirement system. STRS Ohio provides retirement and disability benefits to members and death and survivor benefits to beneficiaries. STRS Ohio issues a stand-alone financial report that may be obtained by writing to STRS Ohio, 275 E. Broad St., Columbus, OH 43215-3371 or by calling (614) 227-4090, or by visiting the STRS Ohio web site at www.strs.org.

New members have a choice of three retirement plans, a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. The DB Plan offers an annual retirement allowance based on final average salary times a percentage that varies based on years of service, or an allowance based on member contributions and earned interest matched by STRS Ohio funds times an actuarially determined annuity factor. The DC Plan allows members to place all their member contributions and employer contributions equal to 10.5 percent of earned compensation into an investment account. Investment decisions are made by the member. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The Combined Plan offers features of both the DC Plan and the DB Plan. In the Combined Plan, member contributions are invested by the member, and employer contributions are used to fund the defined benefit payment at a reduced level from the regular DB Plan. DC and Combined Plan members will transfer to the Defined Benefit Plan during the fifth year of membership unless they permanently select the DC or Combined Plan. Existing members with less than five years of service credit as of June 30, 2001, were given the option of making a one time irrevocable decision to transfer their account balances from the existing DB Plan into the DC Plan or the Combined Plan. This option expired on December 31, 2001. Benefits are established by Chapter 3307 of the Ohio Revised Code.

FAIRVIEW PARK CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
(CONTINUED)

NOTE 11: **DEFINED BENEFIT PENSION PLANS** (Continued)

B. State Teachers Retirement System (Continued)

A DB or Combined Plan member with five or more years of credited service who becomes disabled may qualify for a disability benefit. Eligible spouses and dependents of these active members who die before retirement may qualify for survivor benefits. Members in the DC Plan who become disabled are entitled only to their account balance. If a member dies before retirement benefits begin, the member's designated beneficiary is entitled to receive the member's account balance.

For the fiscal year ended June 30, 2007, plan members were required to contribute 10 percent of their annual covered salaries. The District is required to contribute 14 percent; 13 percent was the portion used to fund pension obligations. Contribution rates are established by State Teachers Retirement Board, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions.

The School District's required contributions for pension obligations for the fiscal years ended June 30, 2007, 2006, and 2005, were \$1,114,969, \$1,247,430 and \$1,162,478, respectively; 84 percent has been contributed for fiscal year 2007 and 100 percent for fiscal years 2006 and 2005.

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FAIRVIEW PARK CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
(CONTINUED)

NOTE 12: POSTEMPLOYMENT BENEFITS

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

All STRS benefit recipients and sponsored dependents are eligible for health care coverage. The STRS Board has statutory authority over how much, if any, of the health care costs will be absorbed by STRS. All benefit recipients pay a portion of health care cost in the form of a monthly premium. By law, the cost of coverage paid from STRS funds is included in the employer contribution rate, currently 14 percent of covered payroll. For the fiscal year ended June 30, 2007, the STRS Board allocated employer contributions equal to 1 percent of covered payroll to the Health Care Reserve Fund. For the District, this amount equaled \$79,641 for fiscal year 2007.

STRS pays health care benefits from the Health Care Reserve Fund. At June 30, 2006 (the latest information available) the balance in the Fund was \$3.5 billion. For the year ended June 30, 2006, net health care costs paid by STRS were \$282,743,000 and STRS had 119,184 eligible benefit recipients.

For SERS, coverage is made available to service retirees with ten or more fiscal years of qualifying service credit, and to disability and survivor benefit recipients. Effective January 1, 2004, all retirees and beneficiaries are required to pay a portion of their premium for health care. The portion is based on years of services, Medicare eligibility, and retirement status.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
(CONTINUED)**

NOTE 12: **POSTEMPLOYMENT BENEFITS** (Continued)

After the allocation for basic benefits, the remainder of the employer’s 14 percent contribution is allocated to providing health care benefits. For the fiscal year ended June 30, 2007, employer contributions to fund health care benefits were 3.32 percent of covered payroll compared to 3.42 percent of covered payroll for fiscal year 2006. In addition, SERS levies a surcharge to fund health care benefits equal to 14 percent of the difference between a minimum pay and the member’s pay, pro-rated for partial service credit. For fiscal year 2007, the minimum pay has been established at \$35,800. However, the surcharge is capped at 2 percent of each employer’s SERS salaries. For the 2007 fiscal year, District paid \$127,729 to fund health care benefits, including the surcharge.

The surcharge, added to the unallocated portion of the 14 percent employer contribution rate, provides for maintenance of the asset target level for the health care fund. The target level for the health care reserve is 150 percent of the projected claims less premium contributions for the next fiscal year. Expenses for health care for the fiscal year ended June 30, 2006 (the latest information available), were \$158,751,207 and the target level was \$267.3 million. At June 30, 2006, SERS had net assets available for payment of health care benefits of \$295.6 million. SERS has approximately 59,492 participants currently receiving health care benefits.

NOTE 13: **EMPLOYEE BENEFITS**

Compensated Absences

The criteria for determining vacation and sick leave benefits are derived from negotiated agreements and State laws.

Vacation Leave

Only administrative and school support personnel accumulate annual vacation leave. Accumulated unused vacation time is paid upon termination of employment. School support personnel accumulate annual vacation leave as follows:

<u>Completed Service</u>	<u>Vacation Leave</u>
After 1 year	2 weeks
6 thru 9 years	3 weeks
10 thru 24 years	4 weeks
25 or more years	5 weeks

Administrative personnel accumulate 20 days vacation leave.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
(CONTINUED)**

NOTE 13: **EMPLOYEE BENEFITS** (Continued)

Compensated Absences (Continued)

Sick Leave

Each professional staff member is entitled to fifteen (15) days sick leave with pay for each year under contract. The sick leave accrues at the rate of one and one fourth (1-1/4) days for each calendar month under contract. Sick leave is cumulative to 40 days. After seven years, an employee is paid a severance benefit equal to 25 percent of the value of their accumulated sick leave, calculated at current wage rates, upon retirement with the balance being forfeited.

In place of the “1/4 and 40 day” limitation, employees who meet the eligibility requirements for retirement with either: **a)** twenty-five years of service and age 55 or over, **b)** five years of service and age 60 or over, or **c)** any age with thirty years of service shall be eligible for an extended severance pay benefit. This extended severance pay benefit shall be equal to the employee’s daily rate of pay times 100 percent of the employee’s first 165 days for certified and 145 days for non-certified of accrued but unused sick leave.

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**FAIRVIEW PARK CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
(CONTINUED)**

NOTE 14: LONG-TERM OBLIGATIONS

The changes in the District's long-term obligations during fiscal year 2007 were as follows:

	Balance at <u>06/30/2006</u>	<u>Additions</u>	<u>Reductions</u>	Balance at at 6/30/07	<u>One Year</u>
<u>Governmental Activities</u>					
Energy Improvement Bonds 2000, \$698,802 - 5.40%	\$ 395,000	\$ 0	\$ (70,000)	\$ 325,000	\$ 75,000
Library Improvement Bonds 1995, \$4,804,994 - 5.53%	335,000	0	(335,000)	0	0
Refunding Library Improvement Bonds 2005, \$2,729,999 - 3.00%	2,729,999	0	(25,000)	2,704,999	405,000
School Improvement Bonds 2005, \$28,499,993 - 3.00%-5%	<u>28,499,993</u>	<u>0</u>	<u>(430,000)</u>	<u>28,069,993</u>	<u>630,000</u>
Total Bonds Payable before Deferrals	<u>31,959,992</u>	<u>0</u>	<u>(860,000)</u>	<u>31,099,992</u>	<u>1,110,000</u>
<u>Deferred Amounts:</u>					
For Issuance Premiums	<u>1,550,018</u>	<u>0</u>	<u>(75,775)</u>	<u>1,474,243</u>	<u>75,775</u>
Total Bonds Payable	33,510,010	0	(935,775)	32,574,235	1,185,775
Compensated Absences	<u>5,100,272</u>	<u>3,486,610</u>	<u>(5,100,272)</u>	<u>3,486,610</u>	<u>446,999</u>
Total Governmental Long-Term Obligations	<u>38,610,282</u>	<u>3,486,610</u>	<u>(6,036,047)</u>	<u>36,060,845</u>	<u>1,632,774</u>
<u>Business-Type Activities</u>					
Compensated Absences	<u>108,608</u>	<u>78,678</u>	<u>(108,608)</u>	<u>78,678</u>	<u>43,272</u>
Total	<u>\$38,718,890</u>	<u>\$3,565,288</u>	<u>\$(6,144,655)</u>	<u>\$36,139,523</u>	<u>\$1,676,046</u>

Advance Refunding

In prior years, the District has defeased various bond issued by creating separate irrevocable trust funds. New debt has been issued and the proceeds have been used to purchase U.S. government securities that were placed in the trust funds. The investments and fixed earnings from the investments are sufficient to fully service the defeased debt until the debt is called or matures. For financial reporting purposes the debt has been considered defeased and therefore removed as a liability from the District's government-wide financial statements. As of June 30, 2007, the amount of defeased debt outstanding but removed from the Statement of Net Assets amounted to \$2,704,999.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
(CONTINUED)**

NOTE 14: **LONG-TERM OBLIGATIONS** (Continued)

General Obligation Bonds

On July 20, 2005, the District had issued \$28,499,993 in general obligation bonds for the purpose of constructing, adding to, renovating, furnishing, equipping and otherwise improving school facilities and improving their sites as an integral part of a cooperative project with the City of Fairview Park. The School Improvement Bonds interest rate ranges from 3.0 percent to 5.0 percent and have a maturity date of December 1, 2033.

All bonds outstanding are general obligations of the District to which the full faith and credit of the District is pledged for repayment. Payments of interest related to the School Improvement Bonds during the construction phase of the project are recorded as expenditures in the Building Fund. Payments of principal and interest relating to the District's liabilities for all other general obligation bonds are recorded as expenditures in the Debt Service Fund.

Compensated absences will be paid from the fund from which the employees' salaries are paid.

Principal and interest requirements to retire general obligation debt at June 30, 2007 are as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2008	\$ 1,110,000	\$ 1,303,883	\$ 2,413,883
2009	1,145,000	1,268,198	2,413,198
2010	1,185,000	1,231,268	2,416,268
2011	1,034,999	1,427,259	2,462,258
2012	644,219	1,740,063	2,384,282
2013 - 2017	4,200,774	6,095,680	10,296,454
2018 - 2022	4,790,000	4,630,761	9,420,761
2023 - 2027	5,970,000	3,412,460	9,382,460
2028 - 2032	7,480,000	1,851,330	9,331,330
2032 - 2034	<u>3,540,000</u>	<u>179,250</u>	<u>3,719,250</u>
Total	<u>\$ 31,099,992</u>	<u>\$ 23,140,152</u>	<u>\$ 54,240,144</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
(CONTINUED)**

NOTE 15: **PUBLIC ENTITY RISK POOL**

Ohio School Boards Association Workers' Compensation Group Rating Program

The District participates in the Ohio School Boards Association Workers' Compensation Group Rating Program (GRP), an insurance purchasing pool. The GRP's business and affairs are conducted by a three member Board of Directors consisting of the President, the President-Elect, and the Immediate Past President of the OSBA. The Executive Director of the OSBA, or his designee, serves as coordinator of the program. Each year, the participating school districts pay an enrollment fee to the GRP to cover the costs of administering the program.

NOTE 16: **JOINTLY GOVERNED ORGANIZATIONS**

A. **Lake Erie Educational Computer Association (LEECA)**

The Lake Erie Educational Computer Association (LEECA) is a jointly governed organization comprised of thirty school districts. The jointly governed organization was formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and instructional functions for member districts. Each of the governments of these districts supports LEECA based upon a per pupil charge dependent upon the software package 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. In fiscal year 2007, the District paid \$28,740 to LEECA. 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.

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. The Board of Education consists of representatives from the Board of each participating school district, independent of the Fairview Park City School District.

The Board is responsible for approving its own budgets, appointing personnel, and accounting and finance related activities. Fairview Park City School District students may attend the vocational school. Each school district's control is limited to its representation on the Board. Financial information may be obtained by contacting the Polaris Career Center, 7285 Old Oak Blvd., Middleburg Heights, Ohio 44130.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
(CONTINUED)**

NOTE 16: **JOINTLY GOVERNED ORGANIZATIONS** (Continued)

C. Ohio Schools' Council Association

The Ohio Schools' Council Association (Council) is a jointly governed organization among eighty-two school districts. This jointly governed organization was formed to purchase quality products and services at the lowest possible cost to the member districts. Each school district supports the Council by paying an annual participation fee. The Council's Board consists of seven superintendents of the participating school districts whose terms rotate every year. The degree of control exercised by any school district is limited to its representation on the Board. In fiscal year 2007, the District paid \$538,208 to the Council. Financial information can be obtained by contacting the Executive Secretary of the Ohio Schools' Council at 6133 Rockside Road, Suite 10, Independence, Ohio 44131.

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

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
(CONTINUED)**

NOTE 16: **JOINTLY GOVERNED ORGANIZATIONS** (Continued)

C. **Ohio Schools' Council Association** (Continued)

The District also participates in the Council's prepaid natural gas program which was implemented during fiscal year 2001. This program allows school districts to purchase natural gas at reduced rates, if the school districts will commit to participating for a twelve year period. The participants make monthly payments based on estimated usage. Each month these estimated payments are compared to their actual usage and any necessary adjustments are made.

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

NOTE 17: **CONTINGENCIES**

A. **Grants**

The District received financial assistance from federal and state agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the District at June 30, 2007.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
(CONTINUED)**

NOTE 17: **CONTINGENCIES** (Continued)

B. Litigation

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

NOTE 18: **SET ASIDE REQUIREMENTS**

The District is required by State statute to annually set aside in the General Fund, an amount on a statutory formula for the purchase of textbooks and other instructional materials and an equal amount for the acquisition and construction of capital improvements. Amounts not spent by year-end or offset by similarly restricted resources received during the year must be held in cash at year-end and carried forward to be used for the same purposes in future years.

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

	<u>Textbooks</u>	<u>Capital Improvements</u>	<u>Budget Reserve</u>
Set-Aside Reserve Balance Carried			
Forward July 1, 2006	\$ 0	\$ 0	\$ 364,682
Current Year Set-Aside			
Requirements	268,687	268,687	0
Offset Credits and Adjustments	(501,094)	0	0
Qualifying Expenditures	<u>(58,933)</u>	<u>(13,974,324)</u>	<u>0</u>
Total	<u>\$ (291,340)</u>	<u>\$(13,705,637)</u>	<u>\$ 364,682</u>
Set-Aside Reserve Balance Carried			
Forward to FY 2008	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 364,682</u>
Amount Restricted for			
Budget Stabilization			<u>\$ 364,682</u>
Total Restricted Assets			<u>\$ 364,682</u>

The District had offsets and qualifying disbursements during the fiscal year that reduced the textbook set-aside amount below zero. This amount may be used to reduce the set-aside requirements for future years.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007
(CONTINUED)**

NOTE 18: **SET-ASIDE REQUIREMENTS** (Continued)

Although the District had qualifying disbursements for capital improvements during the year that reduced the set-aside amounts below zero, these extra amounts may not be used to reduce the set-aside requirements of future years. This negative amount is therefore not presented as being carried forward to the next fiscal year.

NOTE 19: **ENDOWMENT**

In fiscal years 2002 and 2003, the District received a three million dollar endowment from a former school graduate to create two annual scholarships. The endowment is accounted for as a private purpose trust with 55 percent of interest earned to be used for scholarships and 45 percent to be added to existing principal.



**FAIRVIEW PARK CITY
SCHOOL DISTRICT**

**COMBINING
AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES**

FAIRVIEW PARK CITY SCHOOL DISTRICT

DESCRIPTION OF FUNDS

Nonmajor Special Revenue Funds

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

Special Trusts - This fund is used to account for assets held by the school system as an agent for individuals, private organizations, other governmental and/or other funds.

Public School Support - This fund is used for the general support of the school building, staff, and students.

Other Grants - This fund is used to account for the proceeds of specific revenue sources, except for state and federal grants that are legally restricted to expenditures for specified purposes.

District Managed Student Activity - This fund is used to account for those student activity programs which have student participation in the activity but do not have student management of the programs. This fund would usually include athletic programs but could also include the band, cheerleaders, flag corps, and other similar types of activities.

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

Management Information System - This fund provides for hardware and software development or other costs associated with the requirements of the management information system.

Entry Year Programs - This fund is used to implement entry-year programs pursuant to Division (T) of Section 3317.024 of the Ohio Revised Code.

Data Communications - This fund accounts for money appropriated for Ohio Educational Computer Network Connections.

School Net Professional Development - This fund was established to account for a limited number of professional development subsidy grants.

Ohio Reads - The Ohio Reads Grants were established to provide funds **1)** to improve reading outcomes, especially on the fourth grade reading proficiency test and **2)** for volunteer coordinators in public school buildings, for educational service centers for costs associated with volunteer coordination, for background checks for volunteers, to evaluate the Ohio Reads Program, and for operating expenses associated with administering the program.

(Continued)

FAIRVIEW PARK CITY SCHOOL DISTRICT

DESCRIPTION OF FUNDS

Nonmajor Special Revenue Funds

(Continued)

Poverty Aid - Disadvantaged Pupil Impact Aid (DPIA), now referred to as Poverty-Based Assistance (PBA), has served as a major source of state aid to school districts with high percentages of economically disadvantaged students.

Miscellaneous State Grants - This fund is used to account for various monies received from state agencies which are not classified elsewhere.

IDEA Title VI-B - The purpose of this federal program is to assist schools in the identification of handicapped children, development of procedural safeguards, implementation of least-restrictive, alternative service patterns, and provision of full educational opportunities to handicapped children at the preschool, elementary, and secondary levels.

Title III Limited English Proficiency - This program is designed to help meet the educational needs of children of limited English proficiency.

Refugee Children School Impact Grant - This grant provides school districts with funds to create activities that will lead to the effective integration and education of refugee children.

Title I - The purpose of this federal program is to provide financial assistance to state and local education agencies to meet the special needs of educationally deprived children.

Title V - This program is intended to assist state and local educational agencies in the reform of elementary and secondary education. Funds may be used for various materials, technology, and projects implementing school improvement and parental involvement activities authorized under ESEA, Title 1.

Drug Free Schools - This fund accounts for federal revenues to implement programs to educate and encourage students to live lives free of drug dependency.

IDEA Preschool for the Handicapped - for Preschool Grant Program, Section 619 of Public Law 99-457, addresses the improvement and expansion of services for handicapped children ages three (3) through five (5) years.

Title II-A Improving Teacher Quality - This fund provides for improved instruction through better use of technology.

Miscellaneous Federal Grants - This fund is used to account for various monies received through state agencies from the federal government or directly from the federal government which are not classified elsewhere.

(Continued)

FAIRVIEW PARK CITY SCHOOL DISTRICT

DESCRIPTION OF FUNDS

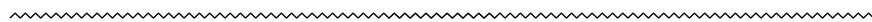
Nonmajor Capital Projects Funds

Capital Projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds). Following is a description of the nonmajor capital projects funds:

Permanent Improvement - This fund accounts for all transactions related to the acquiring, constructing, or improving facilities.

School Net Plus - This fund accounts for wiring to all classrooms in the State and to provide a computer workstation and related technology for every classroom in Ohio's low-wealth school districts.

Instructional Grant - This fund is used to account for State money used to finance the interactive video distance learning project.



Nonmajor Enterprise Funds

Enterprise Funds are established to account for operations that are financed and operated in a manner similar to private sector businesses where the intent is that the expense (including depreciation) of providing goods or services is primarily or solely to the general public be financed or recovered primarily through user charges.

Food Services - This fund accounts for the provision of food service to the high school and middle school.

Day Care Services - This fund accounts for services provided primarily to the general public for day care services, which are financed or recovered through user charges.

(Continued)

FAIRVIEW PARK CITY SCHOOL DISTRICT

DESCRIPTION OF FUNDS

Internal Service Fund

An Internal Service Fund is used to account for the financing of services provided by one department to other departments of the government or to other districts on a cost reimbursement basis.

Employee Benefits Self-Insurance - This fund accounts for monies received from other funds as payment for providing medical, hospitalization, life, dental, vision, or any other similar employee benefits. The Employee Benefits Self-Insurance Fund may make payments for services provided to employees, for reimbursements to employees who have paid providers, to third party administrators for claim payment or administration, for stop-loss coverage, or for any other reinsurance or other similar purpose.

Since there is only one internal service, no additional financial statements are presented here.



Fiduciary Funds

Fiduciary funds are used to account for assets when a governmental unit is functioning either as a trustee or an agent for another party. Because the governmental unit is functioning in a fiduciary capacity, the authority to employ, dispose of, or otherwise use the assets is determined not by a legislative body or oversight board but by the public laws and private agreements that create the trustee or agency relationship.

Private Purpose Trust Fund

Endowment Trust - This fund accounts for money set aside for two annual scholarships. The income from such a fund may be expended, but the principal must remain intact.

Since there is only one private-purpose trust, no additional financial statements are presented here.

Agency Funds

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

District Agency - This fund accounts for those assets held by a school district as an agent for individuals, private organization, other governmental units, and/or other funds. Agency funds could include a central payroll account, and funds for a teacher or parent-teacher organization. In an Agency fund, assets equal liabilities, and the fund balance is zero.

Workers Compensation - This fund is used for Workers' Compensation Self-Insurance receipts and expenditures.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2007**

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<u>Assets</u>			
Equity in Pooled Cash and Investments	\$ 415,313	\$ 39,205	\$ 454,518
Total Assets	<u>\$ 415,313</u>	<u>\$ 39,205</u>	<u>\$ 454,518</u>
<u>Liabilities and Fund Balances</u>			
<u>Liabilities</u>			
Accounts Payable	\$ 28,040	\$ 0	\$ 28,040
Accrued Wages and Benefits	4,090	0	4,090
Interfund Payable	25,000	0	25,000
Intergovernmental Payable	<u>537</u>	<u>0</u>	<u>537</u>
Total Liabilities	<u>57,667</u>	<u>0</u>	<u>57,667</u>
<u>Fund Balances</u>			
Reserved for:			
Encumbrances	127,878	0	127,878
Unreserved, Undesignated, Reported in:			
Special Revenue Funds	229,768	0	229,768
Capital Projects Funds	<u>0</u>	<u>39,205</u>	<u>39,205</u>
Total Fund Balances	<u>357,646</u>	<u>39,205</u>	<u>396,851</u>
Total Liabilities and Fund Balances	<u>\$ 415,313</u>	<u>\$ 39,205</u>	<u>\$ 454,518</u>

FAIRVIEW PARK CITY SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues			
Intergovernmental	\$ 1,202,386	\$ 0	1,202,386
Investment Earnings	8,152	0	8,152
Tuition and Fees	33,626	0	33,626
Extracurricular Activities	164,695	0	164,695
Miscellaneous	56,208	0	56,208
Total Revenues	<u>1,465,067</u>	<u>0</u>	<u>1,465,067</u>
Expenditures			
Current:			
Instruction:			
Regular	142,772	0	142,772
Special	305,060	0	305,060
Other	8,172	0	8,172
Support Services:			
Pupils	231,293	0	231,293
Instructional Staff	74,959	0	74,959
Operation and Maintenance of Plant	638	0	638
Central	9,557	0	9,557
Operation of Non-Instructional Services	540,802	0	540,802
Extracurricular Activities	103,645	0	103,645
Capital Outlay	0	10,450	10,450
Total Expenditures	<u>1,416,898</u>	<u>10,450</u>	<u>1,427,348</u>
Excess of Revenues Over (Under)Expenditures	<u>48,169</u>	<u>(10,450)</u>	<u>37,719</u>
Other Financing Sources (Uses)			
Transfers In	18,708	3,839	22,547
Transfers Out	(13,708)	0	(13,708)
Total Other Financing Sources (Uses)	<u>5,000</u>	<u>3,839</u>	<u>8,839</u>
Net Change in Fund Balances	53,169	(6,611)	46,558
Fund Balances Beginning of Year	<u>304,477</u>	<u>45,816</u>	<u>350,293</u>
Fund Balances End of Year	<u>\$ 357,646</u>	<u>\$ 39,205</u>	<u>\$ 396,851</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2007**

	Special Trusts	Public School Support	Other Grants	District Managed Student Activity	Auxiliary Services	Management Information System
Assets						
Equity in Pooled Cash and Investments	\$ 89,166	\$ 70,377	\$ 13,790	\$ 44,859	\$ 113,570	\$ 9,131
Total Assets	\$ 89,166	\$ 70,377	\$ 13,790	\$ 44,859	\$ 113,570	\$ 9,131
Liabilities and Fund Balances						
Liabilities						
Accounts Payable	\$ 0	\$ 40	\$ 0	\$ 1,823	\$ 25,165	\$ 0
Accrued Wages and Benefits	0	0	0	0	3,431	0
Interfund Payable	0	0	0	0	0	0
Intergovernmental Payable	0	0	0	0	521	0
Total Liabilities	0	40	0	1,823	29,117	0
Fund Balances						
Reserved for Encumbrances	1,847	6,198	546	6,163	77,297	842
Unreserved, Undesignated, Reported In: Special Revenue Funds	87,319	64,139	13,244	36,873	7,156	8,289
Total Fund Balances (Deficit)	89,166	70,337	13,790	43,036	84,453	9,131
Total Liabilities and Fund Balances	\$ 89,166	\$ 70,377	\$ 13,790	\$ 44,859	\$ 113,570	\$ 9,131

(Continued)

**FAIRVIEW PARK CITY SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS (Continued)
JUNE 30, 2007**

	<u>Entry Year Programs</u>	<u>Data Communications</u>	<u>School Net Professional Development</u>	<u>Ohio Reads</u>	<u>Poverty Aid</u>	<u>Miscellaneous State Grants</u>
<u>Assets</u>						
Equity in Pooled Cash and Investments	\$ 360	\$ 1,219	\$ 3,300	\$ 90	\$ 532	\$ 10,264
Total Assets	<u>\$ 360</u>	<u>\$ 1,219</u>	<u>\$ 3,300</u>	<u>\$ 90</u>	<u>\$ 532</u>	<u>\$ 10,264</u>
<u>Liabilities and Fund Balances</u>						
<u>Liabilities</u>						
Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Accrued Wages and Benefits	0	0	0	0	0	0
Interfund Payable	5,300	0	0	0	0	5,926
Intergovernmental Payable	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities	<u>5,300</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>5,926</u>
<u>Fund Balances</u>						
Reserved for Encumbrances	0	0	0	0	400	0
Unreserved, Undesignated, Reported In: Special Revenue Funds	<u>(4,940)</u>	<u>1,219</u>	<u>3,300</u>	<u>90</u>	<u>132</u>	<u>4,338</u>
Total Fund Balances (Deficit)	<u>(4,940)</u>	<u>1,219</u>	<u>3,300</u>	<u>90</u>	<u>532</u>	<u>4,338</u>
Total Liabilities and Fund Balances	<u>\$ 360</u>	<u>\$ 1,219</u>	<u>\$ 3,300</u>	<u>\$ 90</u>	<u>\$ 532</u>	<u>\$ 10,264</u>

(Continued)

**FAIRVIEW PARK CITY SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS (Continued)
JUNE 30, 2007**

	<u>IDEA Title VI-B</u>	<u>Title III Limited English Proficiency</u>	<u>Refugee Children School Impact Act</u>	<u>Title I</u>	<u>Title V</u>	<u>Drug Free Schools</u>
<u>Assets</u>						
Equity in Pooled Cash and Investments	\$ 24,999	\$ 1,526	\$ 103	\$ 10,680	\$ 5,876	\$ 847
Total Assets	<u>\$ 24,999</u>	<u>\$ 1,526</u>	<u>\$ 103</u>	<u>\$ 10,680</u>	<u>\$ 5,876</u>	<u>\$ 847</u>
<u>Liabilities and Fund Balances</u>						
<u>Liabilities</u>						
Accounts Payable	\$ 778	\$ 33	\$ 103	\$ 0	\$ 0	\$ 0
Accrued Wages and Benefits	659	0	0	0	0	0
Interfund Payable	0	1,684	0	804	4,021	839
Intergovernmental Payable	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Liabilities	<u>1,437</u>	<u>1,717</u>	<u>103</u>	<u>804</u>	<u>4,021</u>	<u>839</u>
<u>Fund Balances</u>						
Reserved for Encumbrances	21,469	1,034	0	4,022	4,363	376
Unreserved, Undesignated, Reported In: Special Revenue Funds	<u>2,093</u>	<u>(1,225)</u>	<u>0</u>	<u>5,854</u>	<u>(2,508)</u>	<u>(368)</u>
Total Fund Balances (Deficit)	<u>23,562</u>	<u>(191)</u>	<u>0</u>	<u>9,876</u>	<u>1,855</u>	<u>8</u>
Total Liabilities and Fund Balances	<u>\$ 24,999</u>	<u>\$ 1,526</u>	<u>\$ 103</u>	<u>\$ 10,680</u>	<u>\$ 5,876</u>	<u>\$ 847</u>

(Continued)

**FAIRVIEW PARK CITY SCHOOL DISTRICT
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS (Continued)
JUNE 30, 2007**

	IDEA Preschool Grant for the Handicapped	Title II-A Improving Teacher Quality	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 289	\$ 10,172	\$ 4,163	\$ 415,313
Total Assets	<u>\$ 289</u>	<u>\$ 10,172</u>	<u>\$ 4,163</u>	<u>\$ 415,313</u>
<u>Liabilities and Fund Balances</u>				
<u>Liabilities</u>				
Accounts Payable	\$ 0	\$ 98	\$ 0	\$ 28,040
Accrued Wages and Benefits	0	0	0	4,090
Interfund Payable	0	5,463	963	25,000
Intergovernmental Payable	<u>16</u>	<u>0</u>	<u>0</u>	<u>537</u>
Total Liabilities	<u>16</u>	<u>5,561</u>	<u>963</u>	<u>57,667</u>
<u>Fund Balances</u>				
Reserved for Encumbrances	289	1,985	1,047	127,878
Unreserved, Undesignated, Reported In: Special Revenue Funds	<u>(16)</u>	<u>2,626</u>	<u>2,153</u>	<u>229,768</u>
Total Fund Balances (Deficit)	<u>273</u>	<u>4,611</u>	<u>3,200</u>	<u>357,646</u>
Total Liabilities and Fund Balances	<u>\$ 289</u>	<u>\$ 10,172</u>	<u>\$ 4,163</u>	<u>\$ 415,313</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - NONMAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	Special Trusts	Public School Support	Other Grants	District Managed Student Activity	Auxiliary Services	Management Information System
Revenues						
Intergovernmental	\$ 0	\$ 0	\$ 614	\$ 0	\$ 465,165	\$ 5,854
Investment Earnings	0	2,115	0	1,405	4,632	0
Tuition and Fees	3,019	705	0	29,902	0	0
Extracurricular Activities	16,662	71,207	7,138	69,688	0	0
Miscellaneous	6,989	11,964	22,271	14,984	0	0
Total Revenues	<u>26,670</u>	<u>85,991</u>	<u>30,023</u>	<u>115,979</u>	<u>469,797</u>	<u>5,854</u>
Expenditures						
Current:						
Instruction:						
Regular	30	74,128	18,624	0	0	0
Special	0	0	0	0	0	0
Other	0	0	6,983	0	0	0
Support Services:						
Pupil	0	0	1,930	0	0	0
Instructional Staff	0	0	0	0	0	0
Operation and Maintenance of Plant	0	0	638	0	0	0
Central	0	1,620	424	0	0	7,513
Operation of Non-Instructional Services	11,299	325	0	158	468,774	0
Extracurricular Activities	0	0	0	103,645	0	0
Total Expenditures	<u>11,329</u>	<u>76,073</u>	<u>28,599</u>	<u>103,803</u>	<u>468,774</u>	<u>7,513</u>
Excess of Revenues Over (Under) Expenditures	<u>15,341</u>	<u>9,918</u>	<u>1,424</u>	<u>12,176</u>	<u>1,023</u>	<u>(1,659)</u>
Other Financing Sources (Uses)						
Transfers In	0	0	5,000	0	0	0
Transfers Out	0	0	0	0	0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>5,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	15,341	9,918	6,424	12,176	1,023	(1,659)
Fund Balances Beginning of Year	<u>73,825</u>	<u>60,419</u>	<u>7,366</u>	<u>30,860</u>	<u>83,430</u>	<u>10,790</u>
Fund Balances (Deficit) End of Year	<u>\$ 89,166</u>	<u>\$ 70,337</u>	<u>\$ 13,790</u>	<u>\$ 43,036</u>	<u>\$ 84,453</u>	<u>\$ 9,131</u>

(Continued)

**FAIRVIEW PARK CITY SCHOOL DISTRICT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES - NONMAJOR SPECIAL REVENUE FUNDS (Continued)
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	Entry Year Programs	Data Communications	School Net Professional Development	Ohio Reads	Poverty Aid	Miscellaneous State Grants
Revenues						
Intergovernmental	\$ 0	\$ 15,000	\$ 3,925	\$ 4,000	\$ 1,721	\$ 6,638
Investment Earnings	0	0	0	0	0	0
Tuition and Fees	0	0	0	0	0	0
Extracurricular Activities	0	0	0	0	0	0
Miscellaneous	0	0	0	0	0	0
Total Revenues	<u>0</u>	<u>15,000</u>	<u>3,925</u>	<u>4,000</u>	<u>1,721</u>	<u>6,638</u>
Expenditures						
Current:						
Instruction:						
Regular	0	0	0	4,000	0	0
Special	0	0	0	0	0	4,638
Other	0	0	0	0	1,189	0
Support Services:						
Pupil	0	0	0	0	0	0
Instructional Staff	5,300	15,863	2,480	0	0	0
Operation and Maintenance of Plant	0	0	0	0	0	0
Central	0	0	0	0	0	0
Operation of Non-Instructional Services	0	0	0	0	0	0
Extracurricular Activities	0	0	0	0	0	0
Total Expenditures	<u>5,300</u>	<u>15,863</u>	<u>2,480</u>	<u>4,000</u>	<u>1,189</u>	<u>4,638</u>
Excess of Revenues Over (Under) Expenditures	<u>(5,300)</u>	<u>(863)</u>	<u>1,445</u>	<u>0</u>	<u>532</u>	<u>2,000</u>
Other Financing Sources (Uses)						
Transfers In	0	0	0	0	0	0
Transfers Out	0	0	0	0	0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	(5,300)	(863)	1,445	0	532	2,000
Fund Balances (Deficit) Beginning of Year	<u>360</u>	<u>2,082</u>	<u>1,855</u>	<u>90</u>	<u>0</u>	<u>2,338</u>
Fund Balances (Deficit) End of Year	<u>\$ (4,940)</u>	<u>\$ 1,219</u>	<u>\$ 3,300</u>	<u>\$ 90</u>	<u>\$ 532</u>	<u>\$ 4,338</u>

(Continued)

**FAIRVIEW PARK CITY SCHOOL DISTRICT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES - NONMAJOR SPECIAL REVENUE FUNDS (Continued)
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	IDEA Title VI-B	Title III Limited English Proficiency	Refugee Children School Impact Act	Title I	Title V	Drug Free Schools
Revenues						
Intergovernmental	\$ 497,840	\$ 15,020	\$ 1,314	\$ 87,057	\$ 6,257	\$ 5,014
Investment Earnings	0	0	0	0	0	0
Tuition and Fees	0	0	0	0	0	0
Extracurricular Activities	0	0	0	0	0	0
Miscellaneous	0	0	0	0	0	0
Total Revenues	<u>497,840</u>	<u>15,020</u>	<u>1,314</u>	<u>87,057</u>	<u>6,257</u>	<u>5,014</u>
Expenditures						
Current:						
Instruction:						
Regular	0	5,442	0	0	0	130
Special	209,531	10,082	0	80,809	0	0
Other	0	0	0	0	0	0
Support Services:						
Pupil	225,452	3,411	0	500	0	0
Instructional Staff	3,405	1,066	1,314	0	6,223	5,437
Operation and Maintenance of Plant	0	0	0	0	0	0
Central	0	0	0	0	0	0
Operation of Non-Instructional Services	48,389	0	0	10,598	615	344
Extracurricular Activities	0	0	0	0	0	0
Total Expenditures	<u>486,777</u>	<u>20,001</u>	<u>1,314</u>	<u>91,907</u>	<u>6,838</u>	<u>5,911</u>
Excess of Revenues Over (Under) Expenditures	<u>11,063</u>	<u>(4,981)</u>	<u>0</u>	<u>(4,850)</u>	<u>(581)</u>	<u>(897)</u>
Other Financing Sources (Uses)						
Transfers In	0	0	0	13,291	0	417
Transfers Out	0	0	0	0	(1,574)	(417)
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>13,291</u>	<u>(1,574)</u>	<u>0</u>
Net Change in Fund Balances	11,063	(4,981)	0	8,441	(2,155)	(897)
Fund Balances (Deficit) Beginning of Year	12,499	4,790	0	1,435	4,010	905
Fund Balances (Deficit) End of Year	<u>\$ 23,562</u>	<u>\$ (191)</u>	<u>\$ 0</u>	<u>\$ 9,876</u>	<u>\$ 1,855</u>	<u>\$ 8</u>

(Continued)

FAIRVIEW PARK CITY SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-
NONMAJOR SPECIAL REVENUE FUNDS (Continued)
JUNE 30, 2007

	IDEA Preschool Grant for the Handicapped	Title II-A Improving Teacher Quality	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
Revenues				
Intergovernmental	\$ 21,607	\$ 64,266	\$ 1,094	\$1,202,386
Investment Earnings	0	0	0	8,152
Tuition and Fees	0	0	0	33,626
Extracurricular Activities	0	0	0	164,695
Miscellaneous	0	0	0	56,208
Total Revenues	<u>21,607</u>	<u>64,266</u>	<u>1,094</u>	<u>1,465,067</u>
Expenditures				
Current:				
Instruction:				
Regular	0	39,271	1,147	142,772
Special	0	0	0	305,060
Other	0	0	0	8,172
Support Services:				
Pupil	0	0	0	231,293
Instructional Staff	22,222	11,649	0	74,959
Operation and Maintenance of Plant	0	0	0	638
Central	0	0	0	9,557
Operation of Non-Instructional Services	0	300	0	540,802
Extracurricular Activities	0	0	0	103,645
Total Expenditures	<u>22,222</u>	<u>51,220</u>	<u>1,147</u>	<u>1,416,898</u>
Excess of Revenues Over (Under) Expenditures	<u>(615)</u>	<u>13,046</u>	<u>(53)</u>	<u>48,169</u>
Other Financing Sources (Uses)				
Transfers In	0	0	0	18,708
Transfers Out	0	(11,717)	0	(13,708)
Total Other Financing Sources (Uses)	<u>0</u>	<u>(11,717)</u>	<u>0</u>	<u>5,000</u>
Net Change in Fund Balance	(615)	1,329	(53)	53,169
Fund Balances Beginning of Year	<u>888</u>	<u>3,282</u>	<u>3,253</u>	<u>304,477</u>
Fund Balances (Deficit) End of Year	<u>\$ 273</u>	<u>\$ 4,611</u>	<u>\$ 3,200</u>	<u>\$ 357,646</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
 COMBINING BALANCE SHEET
 NONMAJOR CAPITAL PROJECTS FUNDS
 JUNE 30, 2007**

	<u>Permanent Improvement</u>	<u>School Net Plus</u>	<u>Instructional Grant</u>	<u>Total Nonmajor Capital Projects Funds</u>
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 39,000	\$ 70	\$ 135	\$ 39,205
Total Assets	<u>\$ 39,000</u>	<u>\$ 70</u>	<u>\$ 135</u>	<u>\$ 39,205</u>
<u>Liabilities and Fund Balances</u>	\$ 0	\$ 0	\$ 0	\$ 0
Total Liabilities	0	0	0	0
<u>Fund Balances</u>				
Unreserved, Undesignated, Reported In:				
Capital Projects Funds	<u>39,000</u>	<u>70</u>	<u>135</u>	<u>39,205</u>
Total Fund Balances	<u>39,000</u>	<u>70</u>	<u>135</u>	<u>39,205</u>
Total Liabilities and Fund Balances	<u>\$ 39,000</u>	<u>\$ 70</u>	<u>\$ 135</u>	<u>\$ 39,205</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCES - NONMAJOR CAPITAL PROJECTS FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	<u>Permanent Improvement</u>	<u>School Net Plus</u>	<u>Instructional Grant</u>	<u>Total Nonmajor Capital Projects Funds</u>
<u>Revenues</u>	\$ 0	\$ 0	\$ 0	\$ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>Expenditures</u>				
Current:				
Capital Outlay	<u>10,450</u>	<u>0</u>	<u>0</u>	<u>10,450</u>
Total Expenditures	<u>10,450</u>	<u>0</u>	<u>0</u>	<u>10,450</u>
Excess of Revenues Over (Under) Expenditures	<u>(10,450)</u>	<u>0</u>	<u>0</u>	<u>(10,450)</u>
<u>Other Financing Sources (Uses)</u>				
Transfers In	<u>3,839</u>	<u>0</u>	<u>0</u>	<u>3,839</u>
Total Other Financing Sources (Uses)	<u>3,839</u>	<u>0</u>	<u>0</u>	<u>3,839</u>
Net Change in Fund Balances	(6,611)	0	0	(6,611)
Fund Balances Beginning of Year	<u>45,611</u>	<u>70</u>	<u>135</u>	<u>45,816</u>
Fund Balances End of Year	<u>\$ 39,000</u>	<u>\$ 70</u>	<u>\$ 135</u>	<u>\$ 39,205</u>

FAIRVIEW PARK CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL - GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance With
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<u>Revenues</u>				
Property and Other Local Taxes	\$16,126,216	\$16,986,664	\$15,389,811	\$(1,596,853)
Intergovernmental	816,649	816,649	4,181,631	3,364,982
Interest	78,713	78,713	392,816	314,103
Tuition and Fees	49,196	49,196	250,487	201,291
Rent	29,517	29,517	143,419	113,902
Extracurricular Activities	30	30	140	110
Miscellaneous	9,810	9,810	61,868	52,058
Total Revenues	<u>17,110,131</u>	<u>17,970,579</u>	<u>20,420,172</u>	<u>2,449,593</u>
<u>Expenditures</u>				
Current:				
Instruction:				
Regular Instruction:				
Salaries and Wages	7,337,906	5,647,055	5,260,247	386,808
Fringe Benefits	2,886,251	1,907,445	1,759,567	147,878
Purchased Services	244,007	246,322	245,862	460
Material and Supplies	197,176	195,642	134,631	61,011
Other	23,150	23,360	13,885	9,475
Capital Outlay	2,979	3,677	1,901	1,776
Capital Outlay Replacement	0	1,630	1,630	0
Total Regular Instruction	<u>10,691,469</u>	<u>8,025,131</u>	<u>7,417,723</u>	<u>607,408</u>
Special Instruction:				
Salaries and Wages	996,932	746,932	988,189	(241,257)
Fringe Benefits	133,972	349,075	327,190	21,885
Purchased Services	1,034,457	1,134,668	1,077,949	56,719
Material and Supplies	1,250	7,245	6,051	1,194
Other	13,000	13,000	11,658	1,342
Total Special Instruction	<u>2,179,611</u>	<u>2,250,920</u>	<u>2,411,037</u>	<u>(160,117)</u>
Vocational Education:				
Salaries and Wages	84,818	148,818	148,722	96
Fringe Benefits	22,496	48,785	48,705	80
Supplies and Materials	0	1,005	914	91
Capital Outlay	0	2,762	2,762	0
Total Vocational Education	<u>107,314</u>	<u>201,370</u>	<u>201,103</u>	<u>267</u>

(Continued)

FAIRVIEW PARK CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL - GENERAL FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	Budgeted Amounts		Actual	Variance With
	Original	Final		Final Budget Positive (Negative)
Other:				
Salaries and Wages	22,874	22,874	12,524	10,350
Fringe Benefits	8,183	8,183	5,008	3,175
Purchased Services	4,440	4,523	1,276	3,247
Material and Supplies	1,328	1,950	1,404	546
Capital Outlay	1,400	885	172	713
Total Other	<u>38,225</u>	<u>38,415</u>	<u>20,384</u>	<u>18,031</u>
Total Instruction	<u>13,016,619</u>	<u>10,515,836</u>	<u>10,050,247</u>	<u>465,589</u>
Support Services:				
Pupil:				
Salaries and Wages	324,281	753,991	753,994	(3)
Fringe Benefits	98,125	305,065	246,767	58,298
Purchased Services	6,125	2,425	1,874	551
Materials and Supplies	6,762	5,755	4,967	788
Other	225	261	76	185
Total Pupil	<u>435,518</u>	<u>1,067,497</u>	<u>1,007,678</u>	<u>59,819</u>
Instructional Staff:				
Salaries and Wages	400,452	720,452	717,923	2,529
Fringe Benefits	125,784	278,210	273,033	5,177
Purchased Services	180,971	164,747	115,941	48,806
Materials and Supplies	42,123	37,116	22,523	14,593
Capital Outlay	25,000	43,800	43,534	266
Total Instructional Staff	<u>774,330</u>	<u>1,244,325</u>	<u>1,172,954</u>	<u>71,371</u>
Board of Education				
Salaries and Wages	6,000	6,000	6,000	0
Fringe Benefits	574	794	791	3
Purchased Services	4,525	5,825	4,501	1,324
Materials and Supplies	655	1,255	798	457
Other	10,915	9,015	7,188	1,827
Capital Outlay	200	200	181	19
Total Board of Education	<u>22,869</u>	<u>23,089</u>	<u>19,459</u>	<u>3,630</u>
Administration:				
Salaries and Wages	629,203	685,203	684,220	983
Fringe Benefits	187,465	310,672	300,261	10,411
Purchased Services	172,572	132,835	56,560	76,275
Materials and Supplies	22,017	23,040	18,479	4,561
Other	10,225	10,235	6,951	3,284
Capital Outlay	5,018	5,018	4,168	850
Total Administration	<u>1,026,500</u>	<u>1,167,003</u>	<u>1,070,639</u>	<u>96,364</u>

(Continued)

FAIRVIEW PARK CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL - GENERAL FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance With Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Fiscal Services:				
Salaries and Wages	165,545	167,745	167,742	3
Fringe Benefits	26,099	76,004	75,977	27
Purchased Services	83,276	88,576	81,710	6,866
Materials and Supplies	2,994	2,394	1,399	995
Other	349,266	342,266	311,650	30,616
Capital Outlay Replacement	<u>0</u>	<u>2,100</u>	<u>971</u>	<u>1,129</u>
Total Fiscal Services	<u>627,180</u>	<u>679,085</u>	<u>639,449</u>	<u>39,636</u>
Business:				
Purchased Services	11,350	11,350	11,350	0
Materials and Supplies	244,707	116,898	28,496	88,402
Other	<u>850</u>	<u>6,350</u>	<u>5,561</u>	<u>789</u>
Total Business	<u>256,907</u>	<u>134,598</u>	<u>45,407</u>	<u>89,191</u>
Operation and Maintenance of Plant Services:				
Salaries and Wages	468,964	737,762	737,739	23
Fringe Benefits	119,064	251,209	248,346	2,863
Purchased Services	999,160	1,008,356	834,909	173,447
Materials and Supplies	48,950	52,150	44,789	7,361
Other	2,025	2,025	999	1,026
Capital Outlay	0	23,462	0	23,462
Capital Outlay Replacement	<u>77,508</u>	<u>8,057</u>	<u>8,057</u>	<u>0</u>
Total Operation and Maintenance of Plant Services	<u>1,715,671</u>	<u>2,083,021</u>	<u>1,874,839</u>	<u>208,182</u>
Pupil Transportation:				
Salaries and Wages	137,205	219,472	219,473	(1)
Fringe Benefits	30,821	63,611	62,093	1,518
Purchased Services	158,006	219,065	211,332	7,733
Materials and Supplies	35,180	33,365	29,533	3,832
Other	730	730	707	23
Capital Outlay Replacement	<u>0</u>	<u>74,020</u>	<u>74,020</u>	<u>0</u>
Total Pupil Transportation	<u>361,942</u>	<u>610,263</u>	<u>597,158</u>	<u>13,105</u>
Central:				
Salaries and Wages	93,940	93,940	80,642	13,298
Fringe Benefits	21,700	45,082	41,212	3,870
Purchased Services	80,990	81,066	15,397	65,669
Materials and Supplies	16,901	16,901	2,100	14,801
Other	500	500	50	450
Capital Outlay	<u>5,000</u>	<u>33,431</u>	<u>16,159</u>	<u>17,272</u>
Total Central	<u>219,031</u>	<u>270,920</u>	<u>155,560</u>	<u>115,360</u>
Total Support Services	<u>5,439,948</u>	<u>7,279,801</u>	<u>6,583,143</u>	<u>696,658</u>

(Continued)

FAIRVIEW PARK CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL - GENERAL FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
Operation of Non-Instructional Services:				
Food Service Operations:				
Fringe Benefits	1,850	1,850	0	1,850
Total Food Service Operations	<u>1,850</u>	<u>1,850</u>	<u>0</u>	<u>1,850</u>
Community Service:				
Salaries	0	1,925	1,902	23
Fringe Benefits	0	75	52	23
Total Community Services	<u>0</u>	<u>2,000</u>	<u>1,954</u>	<u>46</u>
Total Operation of Non-Instructional Services	<u>1,850</u>	<u>3,850</u>	<u>1,954</u>	<u>1,896</u>
Extracurricular Activities:				
Academic Oriented Activities:				
Salaries	6,682	7,790	7,791	(1)
Fringe Benefits	949	1,949	1,232	717
Total Academic Oriented Activities	<u>7,631</u>	<u>9,739</u>	<u>9,023</u>	<u>716</u>
Sport-Oriented Activities:				
Salaries and Wages	103,548	238,548	199,068	39,480
Fringe Benefits	28,587	41,787	34,069	7,718
Purchased Services	10,400	10,400	9,900	500
Total Sport-Oriented Activities	<u>142,535</u>	<u>290,735</u>	<u>243,037</u>	<u>47,698</u>
School and Public Service Co-Curricular Activities:				
Salaries and Wages	19,255	39,307	39,306	1
Fringe Benefits	4,678	8,075	8,073	2
Total School and Public Service Co-Curricular Activities	<u>23,933</u>	<u>47,382</u>	<u>47,379</u>	<u>3</u>
Total Extracurricular Activities	<u>174,099</u>	<u>347,856</u>	<u>299,439</u>	<u>48,417</u>
Total Expenditures	<u>18,632,516</u>	<u>18,147,343</u>	<u>16,934,783</u>	<u>1,212,560</u>
Excess of Revenues Over (Under) Expenditures	<u>(1,522,385)</u>	<u>(176,764)</u>	<u>3,485,389</u>	<u>3,662,153</u>

(Continued)

FAIRVIEW PARK CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL - GENERAL FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<u>Other Financing Sources (Uses)</u>				
Transfers In	0	0	0	0
Advances In	172,290	172,290	172,290	0
Proceeds from Sale of Capital Assets	200	200	200	0
Refund of Prior Year Expenditures	3,966	3,966	3,966	0
Transfers Out	(229,440)	(179,940)	(98,279)	81,661
Advances Out	(155,588)	(205,088)	(205,020)	68
Refund of Prior Year Receipts	<u>(625)</u>	<u>(625)</u>	<u>(625)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>(209,197)</u>	<u>(209,197)</u>	<u>(127,468)</u>	<u>81,729</u>
Net Change in Fund Balance	(1,731,582)	(385,961)	3,357,921	3,743,882
Fund Balance Beginning of Year	2,198,827	2,198,827	2,198,827	0
Prior Year Encumbrances Appropriated	<u>217,066</u>	<u>217,066</u>	<u>217,066</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 684,311</u>	<u>\$ 2,029,932</u>	<u>\$ 5,773,814</u>	<u>\$ 3,743,882</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
BOND RETIREMENT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues</u>			
Taxes	\$ 2,292,084	\$ 2,057,656	\$ (234,428)
Intergovernmental	0	256,944	256,944
Total Revenues	<u>2,292,084</u>	<u>2,314,600</u>	<u>22,516</u>
<u>Expenditures</u>			
Current:			
Support Services:			
Fiscal:			
Other	714,000	27,817	686,183
Total Fiscal Services	714,000	27,817	686,183
Total Support Services	714,000	27,817	686,183
Debt Service:			
Principal:			
Principal Retirement	860,000	860,000	0
Total Debt Service	860,000	860,000	0
Interest:			
Interest and Fiscal Charges	1,338,272	1,338,272	0
Total Interest	1,338,272	1,338,272	0
Total Debt Service	2,198,272	2,198,272	0
Total Expenditures	<u>2,912,272</u>	<u>2,226,089</u>	<u>686,183</u>
Excess of Revenues Over (Under)Expenditures	<u>(620,188)</u>	<u>88,511</u>	<u>708,699</u>
<u>Other Financing Sources</u>			
Transfers In	89,440	89,440	0
Total Other Financing Sources	<u>89,440</u>	<u>89,440</u>	<u>0</u>
Net Change in Fund Balance	(530,748)	177,951	708,699
Fund Balance Beginning of Year	1,829,141	1,829,141	0
Fund Balance End of Year	<u>\$ 1,298,393</u>	<u>\$ 2,007,092</u>	<u>\$ 708,699</u>

FAIRVIEW PARK CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL
BUILDING FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Interest	\$ 500,000	\$ 1,333,409	\$ 833,409
Miscellaneous	0	5,100	5,100
Total Revenues	<u>500,000</u>	<u>1,338,509</u>	<u>838,509</u>
Expenditures			
Current:			
Support Services:			
Business:			
Capital Outlay	<u>25,000</u>	<u>23,462</u>	<u>1,538</u>
Total Business	<u>25,000</u>	<u>23,462</u>	<u>1,538</u>
Total Support Services	<u>25,000</u>	<u>23,462</u>	<u>1,538</u>
Capital Outlay:			
Site Improvement Services:			
Capital Outlay	<u>42,590</u>	<u>42,590</u>	<u>0</u>
Total Site Improvement Services	<u>42,590</u>	<u>42,590</u>	<u>0</u>
Architecture and Engineering Services:			
Capital Outlay	<u>887,364</u>	<u>692,262</u>	<u>195,102</u>
Total Architecture and Engineering Services	<u>887,364</u>	<u>692,262</u>	<u>195,102</u>
Building Acquisition and Construction Services:			
Purchased Services	48,042	2,776	45,266
Capital Outlay	<u>14,046,185</u>	<u>13,754,802</u>	<u>291,383</u>
Total Building Acquisition & Construction Services	<u>14,094,227</u>	<u>13,757,578</u>	<u>336,649</u>
Building Improvement Services:			
Capital Outlay	<u>8,547,311</u>	<u>8,220,627</u>	<u>326,684</u>
Total Building Improvement Services	<u>8,547,311</u>	<u>8,220,627</u>	<u>326,684</u>
Other Facilities Acquisition and Construction:			
Purchased Services	500	0	500
Materials and Supplies	<u>500</u>	<u>0</u>	<u>500</u>
Total Other Facilities Acquisition and Construction	<u>1,000</u>	<u>0</u>	<u>1,000</u>
Total Capital Outlay	<u>23,572,492</u>	<u>22,713,057</u>	<u>859,435</u>
Total Expenditures	<u>23,597,492</u>	<u>22,736,519</u>	<u>860,973</u>
Net Change in Fund Balances	(23,097,492)	(21,398,010)	1,699,482
Fund Balance at Beginning of Year	26,212,715	26,212,715	0
Prior Year Encumbrances Appropriated	<u>547,518</u>	<u>547,518</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 3,662,741</u>	<u>\$ 5,362,223</u>	<u>\$ 1,699,482</u>

FAIRVIEW PARK CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
SPECIAL TRUSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<u>Revenues</u>			
Tuition and Fees	\$ 7,000	\$ 3,019	\$ (3,981)
Extracurricular Activities	37,482	16,662	(20,820)
Gifts and Donations	504	225	(279)
Miscellaneous	<u>15,014</u>	<u>6,764</u>	<u>(8,250)</u>
Total Revenues	<u>60,000</u>	<u>26,670</u>	<u>(33,330)</u>
<u>Expenditures</u>			
Current:			
Instruction:			
Regular:			
Purchased Services	13,876	30	13,846
Materials and Supplies	<u>4,370</u>	<u>78</u>	<u>4,292</u>
Total Regular	<u>18,246</u>	<u>108</u>	<u>18,138</u>
Total Instruction	<u>18,246</u>	<u>108</u>	<u>18,138</u>
Operation of Non-Instructional Services:			
Community Services:			
Purchased Services	7,449	6,764	685
Materials and Supplies	<u>8,245</u>	<u>8,097</u>	<u>148</u>
Total Community Services	<u>15,694</u>	<u>14,861</u>	<u>833</u>
Total Operation of Non-Instructional Services	<u>15,694</u>	<u>14,861</u>	<u>833</u>
Total Expenditures	<u>33,940</u>	<u>14,969</u>	<u>18,971</u>
Net Change in Fund Balance	26,060	11,701	(14,359)
Fund Balance Beginning of Year	71,590	71,590	0
Prior Year Encumbrances Appropriated	<u>4,029</u>	<u>4,029</u>	<u>0</u>
Fund Balance (Deficit) End of Year	<u>\$ 101,679</u>	<u>\$ 87,320</u>	<u>\$ (14,359)</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL -
PUBLIC SCHOOL SUPPORT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Interest	\$ 4,723	\$ 2,115	\$ (2,608)
Tuition and Fees	1,574	705	(869)
Extracurricular Activities	158,977	71,207	(87,770)
Gifts and Donations	22,080	9,886	(12,194)
Miscellaneous	4,646	2,078	(2,568)
Total Revenues	<u>192,000</u>	<u>85,991</u>	<u>(106,009)</u>
Expenditures			
Current:			
Instruction:			
Regular:			
Purchased Services	67,139	38,273	28,866
Materials and Supplies	51,125	35,289	15,836
Other	17,356	12,153	5,203
Capital Outlay	347	347	0
Total Regular Instruction	<u>135,967</u>	<u>86,062</u>	<u>49,905</u>
Total Instruction	<u>135,967</u>	<u>86,062</u>	<u>49,905</u>
Support Services:			
Central:			
Materials and Supplies	3,500	1,690	1,810
Total Central	<u>3,500</u>	<u>1,690</u>	<u>1,810</u>
Total Support Services	<u>3,500</u>	<u>1,690</u>	<u>1,810</u>
Operation of Non-Instructional Services:			
Food Service Operations:			
Materials and Supplies	1,340	400	940
Total Food Service Operations	<u>1,340</u>	<u>400</u>	<u>940</u>
Total Operation of Non-Instructional Services	<u>1,340</u>	<u>400</u>	<u>940</u>
Total Expenditures	<u>140,807</u>	<u>88,152</u>	<u>52,655</u>
Net Change in Fund Balance	51,193	(2,161)	(53,354)
Fund Balance Beginning of Year	58,277	58,277	0
Prior Year Encumbrances Appropriated	<u>8,028</u>	<u>8,028</u>	<u>0</u>
Fund Balance (Deficit) End of Year	<u>\$ 117,498</u>	<u>\$ 64,144</u>	<u>\$ (53,354)</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
OTHER GRANTS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$ 491	\$ 614	\$ 123
Extracurricular Activities	5,895	7,138	1,243
Miscellaneous	<u>18,176</u>	<u>22,271</u>	<u>4,095</u>
Total Revenues	<u>24,562</u>	<u>30,023</u>	<u>5,461</u>
Expenditures			
Current:			
Instruction:			
Regular:			
Purchased Services	200	200	0
Materials and Supplies	5,173	4,410	763
Capital Outlay	<u>14,433</u>	<u>14,235</u>	<u>198</u>
Total Regular	<u>19,806</u>	<u>18,845</u>	<u>961</u>
Other:			
Purchased Services	7,000	3,570	3,430
Material and Supplies	4,500	3,483	1,017
Other	<u>500</u>	<u>20</u>	<u>480</u>
Total Other	<u>12,000</u>	<u>7,073</u>	<u>4,927</u>
Total Instruction	<u>31,806</u>	<u>25,918</u>	<u>5,888</u>
Support Services:			
Pupil:			
Purchased Services	1,100	1,061	39
Materials and Supplies	<u>1,036</u>	<u>869</u>	<u>167</u>
Total Pupil	<u>2,136</u>	<u>1,930</u>	<u>206</u>
Instructional Staff:			
Purchased Services	<u>385</u>	<u>0</u>	<u>385</u>
Total Instructional Staff	<u>385</u>	<u>0</u>	<u>385</u>
Operation and Maintenance of Plant:			
Materials and Supplies	<u>700</u>	<u>698</u>	<u>2</u>
Total Operation and Maintenance of Plant	<u>700</u>	<u>698</u>	<u>2</u>
Central:			
Materials and Supplies	1,440	414	1,026
Other	<u>460</u>	<u>185</u>	<u>275</u>
Total Central	<u>1,900</u>	<u>599</u>	<u>1,301</u>
Total Support Services	<u>5,121</u>	<u>3,227</u>	<u>1,894</u>

(Continued)

**FAIRVIEW PARK CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
 BUDGET (NON-GAAP BASIS) AND ACTUAL -
 OTHER GRANTS FUND (CONTINUED)
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Total Expenditures	<u>36,927</u>	<u>29,145</u>	<u>7,782</u>
Excess of Revenues Over (Under) Expenditures	<u>(12,365)</u>	<u>878</u>	<u>13,243</u>
<u>Other Financing Sources and Uses</u>			
Transfers In	5,000	5,000	0
Advances In	17,678	17,678	0
Advances Out	<u>(17,678)</u>	<u>(17,678)</u>	<u>0</u>
Total Other Financing Sources and Uses	<u>5,000</u>	<u>5,000</u>	<u>0</u>
Net Change In Fund Balance	(7,365)	5,878	13,243
Fund Balance Beginning of Year	6,657	6,657	0
Prior Year Encumbrances Appropriated	<u>709</u>	<u>709</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 1</u>	<u>\$ 13,244</u>	<u>\$ 13,243</u>

FAIRVIEW PARK CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL -
DISTRICT MANAGED STUDENT ACTIVITY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<u>Revenues</u>			
Interest	\$ 1,694	\$ 1,405	\$ (289)
Tuition and Fees	36,162	29,902	(6,260)
Extracurricular Activities	84,266	69,688	(14,578)
Gifts and Donations	2,184	1,807	(377)
Miscellaneous	<u>15,499</u>	<u>12,982</u>	<u>(2,517)</u>
Total Revenues	<u>139,805</u>	<u>115,784</u>	<u>(24,021)</u>
<u>Expenditures</u>			
Current:			
Operation of Non-Instructional Services:			
Enterprise Operations:			
Other	<u>600</u>	<u>158</u>	<u>442</u>
Total Enterprise Operations	<u>600</u>	<u>158</u>	<u>442</u>
Total Operation of Non-Instructional Services	<u>600</u>	<u>158</u>	<u>442</u>
Extracurricular Activities:			
Academic-Oriented Activities:			
Purchased Services	1,490	435	1,055
Materials and Supplies	3,799	2,795	1,004
Other	4,144	1,301	2,843
Capital Outlay	1,000	955	45
Capital Outlay Replacement	<u>1,038</u>	<u>470</u>	<u>568</u>
Total Academic Oriented Activities	<u>11,471</u>	<u>5,956</u>	<u>5,515</u>
Sport Oriented Activities:			
Salaries	4,750	4,750	0
Fringe Benefits	777	777	0
Purchased Services	53,618	52,659	959
Materials and Supplies	27,869	25,755	2,114
Other	13,700	10,863	2,837
Capital Outlay	11,998	9,523	2,475
Capital Outlay Replacement	<u>1,500</u>	<u>1,232</u>	<u>268</u>
Total Sport Oriented Activities	<u>114,212</u>	<u>105,559</u>	<u>8,653</u>

(Continued)

FAIRVIEW PARK CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL -
DISTRICT MANAGED STUDENT ACTIVITY FUND (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
School and Public Services Co-Curricular Activities:			
Purchased Services	4,940	3,302	1,638
Materials and Supplies	2,059	244	1,815
Other	620	0	620
Capital Outlay	330	0	330
Total School and Public Services Co-Curricular Activities	<u>7,949</u>	<u>3,546</u>	<u>4,403</u>
 Total Extracurricular Activities	 <u>133,632</u>	 <u>115,061</u>	 <u>18,571</u>
 Total Expenditures	 <u>134,232</u>	 <u>115,219</u>	 <u>19,013</u>
 Excess of Revenues Over (Under) Expenditures	 <u>5,573</u>	 <u>565</u>	 <u>(5,008)</u>
 <u>Other Financing Sources and Uses</u>			
Refund of Prior Year Expenditures	<u>195</u>	<u>195</u>	<u>0</u>
 Total Other Financing Sources and Uses	 <u>195</u>	 <u>195</u>	 <u>0</u>
 Net Change in Fund Balance	 5,768	 760	 (5,008)
 Fund Balance Beginning of Year	 28,631	 28,631	 0
Prior Year Encumbrances Appropriated	<u>7,782</u>	<u>7,782</u>	<u>0</u>
 Fund Balance (Deficit) End of Year	 <u>\$ 42,181</u>	 <u>\$ 37,173</u>	 <u>\$ (5,008)</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
AUXILIARY SERVICES FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<u>Revenues</u>			
Intergovernmental	\$ 465,536	\$ 465,165	\$ (371)
Interest	<u>4,632</u>	<u>4,632</u>	<u>0</u>
Total Revenues	<u>470,168</u>	<u>469,797</u>	<u>(371)</u>
<u>Expenditures</u>			
Current:			
Operation of Non-Instructional Services:			
Community Services:			
Salaries	46,950	38,455	8,495
Fringe Benefits	7,506	7,079	427
Purchased Services	199,236	197,316	1,920
Materials and Supplies	255,257	254,943	314
Capital Outlay	<u>57,771</u>	<u>57,385</u>	<u>386</u>
Total Community Services	<u>566,720</u>	<u>555,178</u>	<u>11,542</u>
Total Operation of Non-Instructional Services	<u>566,720</u>	<u>555,178</u>	<u>11,542</u>
Total Expenditures	<u>566,720</u>	<u>555,178</u>	<u>11,542</u>
Net Change in Fund Balances	(96,552)	(85,381)	11,171
Fund Balance Beginning of Year	28,073	28,073	0
Prior Year Encumbrances Appropriated	<u>68,479</u>	<u>68,479</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 11,171</u>	<u>\$ 11,171</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
MANAGEMENT INFORMATION SYSTEM FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<u>Revenues</u>			
Intergovernmental	\$ 5,000	\$ 5,854	\$ 854
Total Revenues	<u>5,000</u>	<u>5,854</u>	<u>854</u>
<u>Expenditures</u>			
Current:			
Support Services:			
Central:			
Salaries	1,780	1,780	0
Purchased Services	732	732	0
Materials and Supplies	1,298	1,298	0
Other	60	60	0
Capital Outlay	<u>4,485</u>	<u>4,485</u>	<u>0</u>
Total Central	<u>8,355</u>	<u>8,355</u>	<u>0</u>
Total Support Services	<u>8,355</u>	<u>8,355</u>	<u>0</u>
Total Expenditures	<u>8,355</u>	<u>8,355</u>	<u>0</u>
Net Change in Fund Balance	(3,355)	(2,501)	854
Fund Balance Beginning of Year	8,018	8,018	0
Prior Year Encumbrances Appropriated	<u>2,772</u>	<u>2,772</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 7,435</u>	<u>\$ 8,289</u>	<u>\$ 854</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
 BUDGET (NON-GAAP BASIS) AND ACTUAL -
 ENTRY YEAR PROGRAMS FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<u>Revenues</u>	\$ 0	\$ 0	\$ 0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>
<u>Expenditures</u>			
Current:			
Support Services:			
Instructional Staff:			
Salaries	4,549	4,549	0
Fringe Benefits	<u>751</u>	<u>751</u>	<u>0</u>
Total Instructional Staff	<u>5,300</u>	<u>5,300</u>	<u>0</u>
Total Support Services	<u>5,300</u>	<u>5,300</u>	<u>0</u>
Total Expenditures	<u>5,300</u>	<u>5,300</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	<u>(5,300)</u>	<u>(5,300)</u>	<u>0</u>
<u>Other Financing Sources and Uses</u>			
Advances In	<u>5,500</u>	<u>5,300</u>	<u>(200)</u>
Total Other Financing Sources and Uses	<u>5,500</u>	<u>5,300</u>	<u>(200)</u>
Net Change in Fund Balance	200	0	(200)
Fund Balance Beginning of Year	<u>360</u>	<u>360</u>	<u>0</u>
Fund Balance (Deficit) End of Year	<u>\$ 560</u>	<u>\$ 360</u>	<u>\$ (200)</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
DATA COMMUNICATIONS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<u>Revenues</u>			
Intergovernmental	\$ 15,000	\$ 15,000	\$ 0
Total Revenues	<u>15,000</u>	<u>15,000</u>	<u>0</u>
<u>Expenditures</u>			
Current:			
Support Services:			
Instructional Staff:			
Purchased Services	15,000	13,946	1,054
Capital Outlay	<u>1,917</u>	<u>1,917</u>	<u>0</u>
Total Instructional Staff	<u>16,917</u>	<u>15,863</u>	<u>1,054</u>
Total Support Services	<u>16,917</u>	<u>15,863</u>	<u>1,054</u>
Total Expenditures	<u>16,917</u>	<u>15,863</u>	<u>1,054</u>
Net Change in Fund Balance	(1,917)	(863)	1,054
Fund Balance Beginning of Year	1,420	1,420	0
Prior Year Encumbrances Appropriated	<u>662</u>	<u>662</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 165</u>	<u>\$ 1,219</u>	<u>\$ 1,054</u>

FAIRVIEW PARK CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
SCHOOL NET PROFESSIONAL DEVELOPMENT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<u>Revenues</u>			
Intergovernmental	\$ 4,000	\$ 3,925	\$ (75)
Total Revenues	<u>4,000</u>	<u>3,925</u>	<u>(75)</u>
<u>Expenditures</u>			
Current:			
Support Services:			
Instructional Staff:			
Purchased Services	<u>5,155</u>	<u>1,855</u>	<u>3,300</u>
Total Instructional Staff	<u>5,155</u>	<u>1,855</u>	<u>3,300</u>
Total Support Services	<u>5,155</u>	<u>1,855</u>	<u>3,300</u>
Total Expenditures	<u>5,155</u>	<u>1,855</u>	<u>3,300</u>
Excess of Revenues Over (Under) Expenditures	<u>(1,155)</u>	<u>2,070</u>	<u>3,225</u>
<u>Other Financing Sources and Uses</u>			
Refund of Prior Year Receipts	<u>(625)</u>	<u>(625)</u>	<u>0</u>
Total Other Financing Sources and Uses	<u>(625)</u>	<u>(625)</u>	<u>0</u>
Net Change in Fund Balance	(1,780)	1,445	3,225
Fund Balance Beginning of Year	<u>1,855</u>	<u>1,855</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 75</u>	<u>\$ 3,300</u>	<u>\$ 3,225</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
 BUDGET (NON-GAAP BASIS) AND ACTUAL -
 OHIO READS FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<u>Revenues</u>			
Intergovernmental	\$ 4,000	\$ 4,000	\$ 0
Total Revenues	<u>4,000</u>	<u>4,000</u>	<u>0</u>
<u>Expenditures</u>			
Current:			
Instruction:			
Regular:			
Salaries	<u>4,000</u>	<u>4,000</u>	<u>0</u>
Total Regular Instruction	<u>4,000</u>	<u>4,000</u>	<u>0</u>
Total Instruction	<u>4,000</u>	<u>4,000</u>	<u>0</u>
Total Expenditures	<u>4,000</u>	<u>4,000</u>	<u>0</u>
Net Change in Fund Balance	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance Beginning of Year	<u>90</u>	<u>90</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$ 90</u></u>	<u><u>\$ 90</u></u>	<u><u>\$ 0</u></u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
POVERTY AID FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<u>Revenues</u>			
Intergovernmental	\$ 1,733	\$ 1,721	\$ (12)
Total Revenues	<u>1,733</u>	<u>1,721</u>	<u>(12)</u>
<u>Expenditures</u>			
Current:			
Instruction:			
Other:			
Salaries	1,155	1,024	131
Fringe Benefits	165	165	0
Materials and Supplies	400	400	0
Total Other	<u>1,720</u>	<u>1,589</u>	<u>131</u>
Total Instruction	<u>1,720</u>	<u>1,589</u>	<u>131</u>
Total Expenditures	<u>1,720</u>	<u>1,589</u>	<u>131</u>
Net Change in Fund Balance	13	132	119
Fund Balance Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 13</u>	<u>\$ 132</u>	<u>\$ 119</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
MISCELLANEOUS STATE GRANTS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Total Revenues</u>			
Intergovernmental	\$ 4,638	\$ 6,638	\$ 2,000
Total Revenues	<u>4,638</u>	<u>6,638</u>	<u>2,000</u>
<u>Expenditures</u>			
Current:			
Instruction:			
Special:			
Purchased Services	<u>4,638</u>	<u>4,638</u>	<u>0</u>
Total Special	<u>4,638</u>	<u>4,638</u>	<u>0</u>
Total Instruction	<u>4,638</u>	<u>4,638</u>	<u>0</u>
Support Services:			
Instructional Staff:			
Purchased Services	3,963	0	3,963
Materials and Supplies	<u>3,963</u>	<u>0</u>	<u>3,963</u>
Total Instructional Staff	<u>7,926</u>	<u>0</u>	<u>7,926</u>
Total Support Services	<u>7,926</u>	<u>0</u>	<u>7,926</u>
Total Expenditures	<u>12,564</u>	<u>4,638</u>	<u>7,926</u>
Excess of Revenues Over (Under) Expenditures	<u>(7,926)</u>	<u>2,000</u>	<u>9,926</u>
<u>Other Financing Sources and Uses</u>			
Advances In	<u>5,588</u>	<u>5,926</u>	<u>338</u>
Total Other Financing Sources and Uses	<u>5,588</u>	<u>5,926</u>	<u>338</u>
Net Change in Fund Balance	(2,338)	7,926	10,264
Fund Balance Beginning of Year	2,256	2,256	0
Prior Year Encumbrances Appropriated	<u>82</u>	<u>82</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 10,264</u>	<u>\$ 10,264</u>

FAIRVIEW PARK CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
IDEA - TITLE VI-B FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues</u>			
Intergovernmental	\$ 497,840	\$ 497,840	\$ 0
Total Revenues	<u>497,840</u>	<u>497,840</u>	<u>0</u>
<u>Expenditures</u>			
Current:			
Instruction:			
Special:			
Purchased Services	228,128	228,128	0
Materials and Supplies	<u>6,000</u>	<u>6,001</u>	<u>(1)</u>
Total Special	<u>234,128</u>	<u>234,129</u>	<u>(1)</u>
Total Instruction	<u>234,128</u>	<u>234,129</u>	<u>(1)</u>
Support Services:			
Pupil:			
Salaries	24,621	23,400	1,221
Fringe Benefits	4,679	4,671	8
Purchased Services	<u>196,722</u>	<u>196,722</u>	<u>0</u>
Total Pupil	<u>226,022</u>	<u>224,793</u>	<u>1,229</u>
Instructional Staff:			
Purchased Services	<u>3,405</u>	<u>3,405</u>	<u>0</u>
Total Instructional Staff	<u>3,405</u>	<u>3,405</u>	<u>0</u>
Total Support Services	<u>229,427</u>	<u>228,198</u>	<u>1,229</u>
Operation of Non-Instructional Services:			
Community Services:			
Salaries	6,041	6,041	0
Purchased Services	43,577	42,087	1,490
Materials and Supplies	<u>500</u>	<u>466</u>	<u>34</u>
Total Community Services	<u>50,118</u>	<u>48,594</u>	<u>1,524</u>
Total Operation of Non-Instructional Services	<u>50,118</u>	<u>48,594</u>	<u>1,524</u>
Total Expenditures	<u>513,673</u>	<u>510,921</u>	<u>2,752</u>
Net Change in Fund Balance	(15,833)	(13,081)	2,752
Fund Balance Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	<u>15,833</u>	<u>15,833</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 2,752</u>	<u>\$ 2,752</u>

FAIRVIEW PARK CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
TITLE III LIMITED ENGLISH PROFICIENCY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$ 20,456	\$ 20,813	\$ 357
Total Revenues	<u>20,456</u>	<u>20,813</u>	<u>357</u>
Expenditures			
Current:			
Instruction:			
Regular:			
Materials and Supplies	<u>6,136</u>	<u>6,159</u>	<u>(23)</u>
Total Regular	<u>6,136</u>	<u>6,159</u>	<u>(23)</u>
Special:			
Salaries	8,476	8,661	(185)
Fringe Benefits	<u>1,524</u>	<u>1,421</u>	<u>103</u>
Total Special	<u>10,000</u>	<u>10,082</u>	<u>(82)</u>
Total Instruction	<u>16,136</u>	<u>16,241</u>	<u>(105)</u>
Support Services:			
Pupils:			
Purchased Services	3,824	3,752	72
Materials and Supplies	<u>(23)</u>	<u>(23)</u>	<u>0</u>
Total Pupils	<u>3,801</u>	<u>3,729</u>	<u>72</u>
Instructional Staff:			
Purchased Services	<u>1,200</u>	<u>1,066</u>	<u>134</u>
Total Instructional Staff	<u>1,200</u>	<u>1,066</u>	<u>134</u>
Total Support Staff	<u>5,001</u>	<u>4,795</u>	<u>206</u>
Total Expenditures	<u>21,137</u>	<u>21,036</u>	<u>101</u>
Excess of Revenues Over (Under) Expenditures	<u>(681)</u>	<u>(223)</u>	<u>458</u>
Other Financing Sources and Uses			
Advances In	1,683	1,683	0
Advances Out	<u>(5,792)</u>	<u>(5,792)</u>	<u>0</u>
Total Other Financing Sources and Uses	<u>(4,109)</u>	<u>(4,109)</u>	<u>0</u>
Net Change in Fund Balance	(4,790)	(4,332)	458
Fund Balance Beginning of Year	506	506	0
Prior Year Encumbrances Appropriated	<u>4,284</u>	<u>4,284</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 458</u>	<u>\$ 458</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
 BUDGET (NON-GAAP BASIS) AND ACTUAL -
 REFUGEE CHILDREN SCHOOL IMPACT ACT
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<u>Revenues</u>			
Intergovernmental	\$ 1,314	\$ 1,314	\$ 0
Total Revenues	<u>1,314</u>	<u>1,314</u>	<u>0</u>
<u>Expenditures</u>			
Current:			
Support Services:			
Instructional Staff:			
Purchased Services	500	500	0
Materials and Supplies	<u>814</u>	<u>814</u>	<u>0</u>
Total Instructional Staff	<u>1,314</u>	<u>1,314</u>	<u>0</u>
Total Support Services	<u>1,314</u>	<u>1,314</u>	<u>0</u>
Total Expenditures	<u>1,314</u>	<u>1,314</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balances	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

FAIRVIEW PARK CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
TITLE I FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$ 105,905	\$ 87,222	\$ (18,683)
Total Revenues	<u>105,905</u>	<u>87,222</u>	<u>(18,683)</u>
Expenditures			
Current:			
Instruction:			
Special:			
Salaries	71,573	69,327	2,246
Fringe Benefits	13,607	10,632	2,975
Purchased Services	3,050	50	3,000
Materials and Supplies	804	800	4
Total Special	<u>89,034</u>	<u>80,809</u>	<u>8,225</u>
Total Instruction	<u>89,034</u>	<u>80,809</u>	<u>8,225</u>
Support Services:			
Pupil:			
Materials and Supplies	3,950	3,947	3
Total Pupil	<u>3,950</u>	<u>3,947</u>	<u>3</u>
Total Support Services	<u>3,950</u>	<u>3,947</u>	<u>3</u>
Operation of Non-Instructional Services:			
Community Services:			
Salaries	8,662	8,666	(4)
Fringe Benefits	1,646	1,642	4
Purchased Services	700	350	350
Materials and Supplies	610	515	95
Total Community Services	<u>11,618</u>	<u>11,173</u>	<u>445</u>
Total Operation of Non-Instructional Services	<u>11,618</u>	<u>11,173</u>	<u>445</u>
Total Expenditures	<u>104,602</u>	<u>95,929</u>	<u>8,673</u>
Excess of Revenues Over (Under) Expenditures	<u>1,303</u>	<u>(8,707)</u>	<u>(10,010)</u>
Other Financing Sources (Uses)			
Transfers In	13,291	13,291	0
Advances In	804	804	0
Advances Out	<u>(166)</u>	<u>(166)</u>	<u>0</u>
Other Financing Sources (Uses)	<u>13,929</u>	<u>13,929</u>	<u>0</u>
Net Change in Fund Balance	15,232	5,222	(10,010)
Fund Balance Beginning of Year	1,270	1,270	0
Prior Year Encumbrances Appropriated	<u>165</u>	<u>165</u>	<u>0</u>
Fund Balance (Deficit) End of Year	<u>\$ 16,667</u>	<u>\$ 6,657</u>	<u>\$ (10,010)</u>

FAIRVIEW PARK CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
TITLE V FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$ 17,000	\$ 6,257	\$ (10,743)
Total Revenues	<u>17,000</u>	<u>6,257</u>	<u>(10,743)</u>
Expenditures			
Current:			
Instruction:			
Regular:			
Materials and Supplies	3,934	3,934	0
Total Regular	<u>3,934</u>	<u>3,934</u>	<u>0</u>
Total Instruction	<u>3,934</u>	<u>3,934</u>	<u>0</u>
Support Services:			
Instructional Staff:			
Salaries	500	0	500
Fringe Benefits	80	0	80
Purchased Services	8,138	6,223	1,915
Materials and Supplies	256	72	184
Total Instructional Staff	<u>8,974</u>	<u>6,295</u>	<u>2,679</u>
Total Support Services	<u>8,974</u>	<u>6,295</u>	<u>2,679</u>
Operation of Non-Instructional Services:			
Community Services:			
Purchased Services	600	0	600
Materials and Supplies	1,164	972	192
Total Community Services	<u>1,764</u>	<u>972</u>	<u>792</u>
Total Operation of Non-Instructional Services	<u>1,764</u>	<u>972</u>	<u>792</u>
Total Expenditures	<u>14,672</u>	<u>11,201</u>	<u>3,471</u>
Excess of Revenues Over (Under) Expenditures	<u>2,328</u>	<u>(4,944)</u>	<u>(7,272)</u>
Other Financing Sources (Uses)			
Advances In	0	4,021	4,021
Transfers Out	<u>(1,680)</u>	<u>(1,574)</u>	<u>106</u>
Total Other Financing Sources (Uses)	<u>(1,680)</u>	<u>2,447</u>	<u>4,127</u>
Net Change in Fund Balance	648	(2,497)	(3,145)
Fund Balance Beginning of Year	3,209	3,209	0
Prior Year Encumbrances Appropriated	<u>800</u>	<u>800</u>	<u>0</u>
Fund Balance (Deficit) End of Year	<u>\$ 4,657</u>	<u>\$ 1,512</u>	<u>\$ (3,145)</u>

FAIRVIEW PARK CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
DRUG FREE SCHOOLS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$ 6,395	\$ 5,014	\$ (1,381)
Total Revenues	<u>6,395</u>	<u>5,014</u>	<u>(1,381)</u>
Expenditures			
Current:			
Instruction:			
Regular:			
Materials and Supplies	384	384	0
Total Regular	<u>384</u>	<u>384</u>	<u>0</u>
Total Instruction	<u>384</u>	<u>384</u>	<u>0</u>
Support Services:			
Instructional Staff:			
Purchased Services	6,477	5,389	1,088
Materials and Supplies	164	48	116
Total Instructional Staff	<u>6,641</u>	<u>5,437</u>	<u>1,204</u>
Total Support Services	<u>6,641</u>	<u>5,437</u>	<u>1,204</u>
Operation of Non-Instructional Services:			
Community Service:			
Purchased Services	615	0	615
Materials and Supplies	498	466	32
Total Community Services	<u>1,113</u>	<u>466</u>	<u>647</u>
Total Operation of Non-Instructional Services	<u>1,113</u>	<u>466</u>	<u>647</u>
Total Expenditures	<u>8,138</u>	<u>6,287</u>	<u>1,851</u>
Excess of Revenues Over (Under) Expenditures	<u>(1,743)</u>	<u>(1,273)</u>	<u>470</u>
Other Financing Sources (Uses)			
Transfers In	417	417	0
Advances In	839	839	0
Transfers Out	<u>(417)</u>	<u>(417)</u>	<u>0</u>
Other Financing Sources (Uses)	<u>839</u>	<u>839</u>	<u>0</u>
Net Change in Fund Balance	(904)	(434)	470
Fund Balance Beginning of Year	<u>905</u>	<u>905</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 1</u>	<u>\$ 471</u>	<u>\$ 470</u>

FAIRVIEW PARK CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
IDEA PRESCHOOL GRANT FOR THE HANDICAPPED FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<u>Revenues</u>			
Intergovernmental	\$ 21,607	\$ 21,607	\$ 0
Total Revenues	<u>21,607</u>	<u>21,607</u>	<u>0</u>
<u>Expenditures</u>			
Current:			
Support Services:			
Instruction Staff:			
Salaries	858	858	0
Fringe Benefits	141	141	0
Purchased Services	<u>21,607</u>	<u>21,607</u>	<u>0</u>
Total Instruction Staff	<u>22,606</u>	<u>22,606</u>	<u>0</u>
Total Support Services	<u>22,606</u>	<u>22,606</u>	<u>0</u>
Total Expenditures	<u>22,606</u>	<u>22,606</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	<u>(999)</u>	<u>(999)</u>	<u>0</u>
<u>Other Financing Sources (Uses)</u>			
Advances Out	(793)	(793)	0
Refund of Prior Year Receipts	<u>(9)</u>	<u>(9)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>(802)</u>	<u>(802)</u>	<u>0</u>
Net Change in Fund Balance	(1,801)	(1,801)	0
Fund Balance Beginning of Year	1,802	1,802	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$ 1</u></u>	<u><u>\$ 1</u></u>	<u><u>\$ 0</u></u>

FAIRVIEW PARK CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
TITLE II-A - IMPROVING TEACHER QUALITY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<u>Revenues</u>			
Intergovernmental	\$ 76,483	\$ 66,966	\$ (9,517)
Total Revenues	<u>76,483</u>	<u>66,966</u>	<u>(9,517)</u>
<u>Expenditures</u>			
Current:			
Instruction:			
Regular	39,271	39,271	0
Support Services:			
Instruction Staff	22,469	13,366	9,103
Operation of Non-Instructional Services:			
Community Services	<u>3,300</u>	<u>1,678</u>	<u>1,622</u>
Total Expenditures	<u>65,040</u>	<u>54,315</u>	<u>00,725</u>
Excess of Revenues Over (Under) Expenditures	<u>11,443</u>	<u>12,651</u>	<u>1,208</u>
<u>Other Financing Sources (Uses)</u>			
Advances In	0	5,463	5,463
Transfers Out	(13,068)	(11,717)	1,351
Advances Out	<u>(2,684)</u>	<u>(2,684)</u>	<u>0</u>
Total Other Financing Sources (Uses)	<u>(15,752)</u>	<u>(8,938)</u>	<u>6,814</u>
Net Change in Fund Balance	(4,309)	3,713	8,022
Fund Balance Beginning of Year	2,843	2,843	0
Prior Year Encumbrances Appropriated	<u>1,535</u>	<u>1,535</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 69</u>	<u>\$ 8,091</u>	<u>\$ 8,022</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
MISCELLANEOUS FEDERAL GRANTS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues</u>			
Intergovernmental	\$ 1,637	\$ 1,094	\$ (543)
Total Revenues	<u>1,637</u>	<u>1,094</u>	<u>(543)</u>
<u>Expenditures</u>			
Current:			
Instruction:			
Regular:			
Purchased Services	1,147	1,147	0
Total Regular	<u>1,147</u>	<u>1,147</u>	<u>0</u>
Total Instruction	<u>1,147</u>	<u>1,147</u>	<u>0</u>
Support Services:			
Instructional Staff:			
Purchased Services	846	846	0
Total Instructional Staff	<u>846</u>	<u>846</u>	<u>0</u>
Total Support Services	<u>846</u>	<u>846</u>	<u>0</u>
Operation of Non-Instructional Services:			
Community Services:			
Purchased Services	400	200	200
Total Community Services	<u>400</u>	<u>200</u>	<u>200</u>
Total Operation of Non-Instructional Services	<u>400</u>	<u>200</u>	<u>200</u>
Total Expenditures	<u>2,393</u>	<u>2,193</u>	<u>200</u>
Excess of Revenues Over (Under) Expenditures	<u>(756)</u>	<u>(1,099)</u>	<u>(343)</u>
<u>Other Financing Sources (Uses)</u>			
Advances In	963	963	0
Total Other Financing Sources (Uses)	<u>963</u>	<u>963</u>	<u>0</u>
Net Change in Fund Balance	207	(136)	(343)
Fund Balance Beginning of Year	712	712	0
Prior Year Encumbrances Appropriated	<u>2,541</u>	<u>2,541</u>	<u>0</u>
Fund Balance (Deficit) End of Year	<u>\$ 3,460</u>	<u>\$ 3,117</u>	<u>\$ (343)</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL
PERMANENT IMPROVEMENT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<u>Revenues</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<u>Expenditures</u>			
Current:			
Capital Outlay:			
Site Improvement Services:			
Capital Outlay	<u>49,450</u>	<u>10,450</u>	<u>39,000</u>
Total Site Improvement Services	<u>49,450</u>	<u>10,450</u>	<u>39,000</u>
Total Capital Outlay	<u>49,450</u>	<u>10,450</u>	<u>39,000</u>
Total Expenditures	<u>49,450</u>	<u>10,450</u>	<u>39,000</u>
Excess of Revenues Over (Under) Expenditures	<u>(49,450)</u>	<u>(10,450)</u>	<u>39,000</u>
<u>Other Financing Sources and Uses</u>			
Transfers In	<u>3,839</u>	<u>3,839</u>	<u>0</u>
Total Other Financing Sources and Uses	<u>3,839</u>	<u>3,839</u>	<u>0</u>
Net Change in Fund Balance	(45,611)	(6,611)	39,000
Fund Balance Beginning of Year	40,161	40,161	0
Prior Year Encumbrances Appropriated	<u>5,450</u>	<u>5,450</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 39,000</u>	<u>\$ 39,000</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
 BUDGET (NON-GAAP BASIS) AND ACTUAL -
 SCHOOL NET PLUS FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Total Revenues	\$ 0	\$ 0	\$ 0
Total Expenditures	0	0	0
Fund Balance Beginning of Year	70	70	0
Fund Balance End of Year	<u>\$ 70</u>	<u>\$ 70</u>	<u>\$ 0</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
 BUDGET (NON-GAAP BASIS) AND ACTUAL -
 INSTRUCTIONAL GRANT FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive <u>(Negative)</u>
<u>Total Revenues</u>	\$ 0	\$ 0	\$ 0
<u>Total Expenditures</u>	0	0	0
Fund Balance Beginning of Year	<u>135</u>	<u>135</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 135</u>	<u>\$ 135</u>	<u>\$ 0</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
SCHEDULES OF REVENUES, EXPENSES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BASIS) AND ACTUAL
EMPLOYEE BENEFITS - SELF INSURANCE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues</u>			
Charges for Services	\$ 1,457,847	\$ 1,763,542	\$ 305,695
Total Revenues	<u>1,457,847</u>	<u>1,763,542</u>	<u>305,695</u>
<u>Expenses</u>			
Fringe Benefits	301,235	262,494	38,741
Purchased Services	45,430	45,361	69
Claims	1,417,199	1,414,734	2,465
Other	<u>96,330</u>	<u>96,614</u>	<u>(284)</u>
Total Expenses	<u>1,860,194</u>	<u>1,819,203</u>	<u>40,991</u>
Excess of Revenues Over (Under) Expenses	<u>(402,347)</u>	<u>(55,661)</u>	<u>346,686</u>
<u>Non-Operating Revenues (Expenses)</u>			
Refund of Prior Year Expense	<u>6,153</u>	<u>6,153</u>	<u>0</u>
Total Non-Operating Revenues (Expenses)	<u>6,153</u>	<u>6,153</u>	<u>0</u>
Net Change in Fund Balance	(396,194)	(49,508)	346,686
Fund Balance Beginning of Year	412,446	412,446	0
Prior Year Encumbrances Appropriated	<u>11,269</u>	<u>11,269</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 27,521</u>	<u>\$ 374,207</u>	<u>\$ 346,686</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
COMBINING STATEMENT OF NET ASSETS
NONMAJOR ENTERPRISE FUNDS
JUNE 30, 2007**

	<u>Food Services</u>	<u>Day Care Services</u>	<u>Total Nonmajor Enterprise Funds</u>
<u>Assets</u>			
<i>Current Assets:</i>			
Equity in Pooled Cash and Investments	\$ 6,587	\$ 61,019	\$ 67,606
Materials and Supplies Inventory	2,047	0	2,047
Accounts Receivable	<u>2,500</u>	<u>27,792</u>	<u>30,292</u>
Total Current Assets	<u>11,134</u>	<u>88,811</u>	<u>99,945</u>
<i>Noncurrent Assets:</i>			
Depreciable Capital Assets, Net	<u>20,643</u>	<u>0</u>	<u>20,643</u>
Total Assets	<u>31,777</u>	<u>88,811</u>	<u>120,588</u>
<u>Liabilities</u>			
<i>Current Liabilities:</i>			
Accounts Payable	0	8,367	8,367
Accrued Wages and Benefits	2,339	30,357	32,696
Interfund Payable	17,166	0	17,166
Intergovernmental Payable	1,359	5,223	6,582
Compensated Absences Payable	<u>11,578</u>	<u>31,694</u>	<u>43,272</u>
Total Current Liabilities	<u>32,442</u>	<u>75,641</u>	<u>108,083</u>
<i>Long-Term Liabilities:</i>			
Compensated Absences Payable	<u>9,473</u>	<u>25,933</u>	<u>35,406</u>
Total Liabilities	<u>41,915</u>	<u>101,574</u>	<u>143,489</u>
<u>Net Assets</u>			
Invested in Capital Assets	20,643	0	20,643
Unrestricted (Deficit)	<u>(30,781)</u>	<u>(12,763)</u>	<u>(43,544)</u>
Total Net Assets (Deficit)	<u>\$ (10,138)</u>	<u>\$ (12,763)</u>	<u>\$ (22,901)</u>

FAIRVIEW PARK CITY SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
NONMAJOR ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Food Services</u>	<u>Day Care Services</u>	<u>Total Nonmajor Enterprise Funds</u>
<u>Operating Revenues</u>			
Food Services	\$ 122,413	\$ 0	\$ 122,413
Charges for Services	0	858,810	858,810
Other Revenues	<u>11,144</u>	<u>0</u>	<u>11,144</u>
Total Operating Revenues	<u>133,557</u>	<u>858,810</u>	<u>992,367</u>
<u>Operating Expenses</u>			
Salaries and Wages	76,895	546,371	623,266
Fringe Benefits	16,992	99,598	116,590
Purchased Services	3,863	117,244	121,107
Materials and Supplies	122,379	96,094	218,473
Depreciation	2,828	0	2,828
Other	<u>0</u>	<u>1,867</u>	<u>1,867</u>
Total Operating Expenses	<u>222,957</u>	<u>861,174</u>	<u>1,084,131</u>
Operating Loss	<u>(89,400)</u>	<u>(2,364)</u>	<u>(91,764)</u>
<u>Non-Operating Revenues</u>			
Federal and State Subsidies	42,577	0	42,577
Federal Donated Commodities	9,175	0	9,175
Other	<u>2,786</u>	<u>220</u>	<u>3,006</u>
Total Non-Operating Revenues	<u>54,538</u>	<u>220</u>	<u>54,758</u>
Change in Net Assets	(34,862)	(2,144)	(37,006)
Net Assets (Deficit) Beginning of Year	<u>24,724</u>	<u>(10,619)</u>	<u>14,105</u>
Net Assets (Deficit) End of Year	<u>\$ (10,138)</u>	<u>\$ (12,763)</u>	<u>\$ (22,901)</u>

FAIRVIEW PARK CITY SCHOOL DISTRICT
COMBINING STATEMENT OF CASH FLOWS - NONMAJOR ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Food Services</u>	<u>Day Care Services</u>	<u>Total Nonmajor Enterprise Funds</u>
<u>Cash Flows from Operating Activities</u>			
Cash Received from Operations	\$ 131,057	\$ 847,656	\$ 978,713
Cash Paid to Employees for Services	(117,208)	(654,718)	(771,926)
Cash Paid to Suppliers for Goods and Services	(117,583)	(216,623)	(334,206)
Cash Payments for Other Activities	<u>0</u>	<u>(1,867)</u>	<u>(1,867)</u>
Net Cash Used for Operating Activities	<u>(103,734)</u>	<u>(25,552)</u>	<u>(129,286)</u>
<u>Cash Flows from Noncapital Financing Activities</u>			
Cash from Grants	60,703	0	60,703
Cash from Other Revenue	2,786	220	3,006
Advance In	<u>17,166</u>	<u>0</u>	<u>17,166</u>
Net Cash Provided by Noncapital Financing Activities	<u>80,655</u>	<u>220</u>	<u>80,875</u>
Net Decrease in Cash and Investments	(23,079)	(25,332)	(48,411)
Cash and Investments - Beginning of Year	<u>29,666</u>	<u>86,351</u>	<u>116,017</u>
Cash and Cash Investments - End of Year	<u>\$ 6,587</u>	<u>\$ 61,019</u>	<u>\$ 67,606</u>
<u>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities</u>			
Operating Loss	\$ (89,400)	\$ (2,364)	\$ (91,764)
<u>Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities</u>			
Depreciation Expense	2,828	0	2,828
Federal Donated Commodities	9,175	0	9,175
(Increase) Decrease in Assets:			
Accounts Receivable	(2,500)	(11,154)	(13,654)
Materials and Supplies Inventory	1,038	0	1,038
Increase (Decrease) in Liabilities:			
Accounts Payable	(1,553)	(3,285)	(4,838)
Accrued Wages and Benefits	1,485	29,034	30,519
Intergovernmental Payable	(3,497)	(29,163)	(32,660)
Compensated Absences Payable	<u>(21,310)</u>	<u>(8,620)</u>	<u>(29,930)</u>
Total Adjustments	<u>(14,334)</u>	<u>(23,188)</u>	<u>(37,522)</u>
Net Cash Used for Operating Activities	<u>\$ (103,734)</u>	<u>\$ (25,552)</u>	<u>\$ (129,286)</u>

Schedule of Noncash Financing Activities

During the year, the Food Services Enterprise Fund received donated commodities of \$9,175.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
SCHEDULES OF REVENUES, EXPENSES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BASIS) AND ACTUAL - FOOD SERVICES FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<u>Revenues</u>			
Sales	\$ 182,863	\$ 119,913	\$ (62,950)
Other Revenues	<u>15,901</u>	<u>11,144</u>	<u>(4,757)</u>
Total Revenues	<u>198,764</u>	<u>131,057</u>	<u>(67,707)</u>
<u>Expenses</u>			
Salaries and Wages	90,252	88,335	1,917
Fringe Benefits	29,238	28,873	365
Purchased Services	4,000	3,863	137
Materials and Supplies	94,508	93,251	1,257
Capital Outlay	<u>24,000</u>	<u>23,842</u>	<u>158</u>
Total Expenses	<u>241,998</u>	<u>238,164</u>	<u>3,834</u>
Excess of Revenues Over (Under) Expenses	<u>(43,234)</u>	<u>(107,107)</u>	<u>(63,873)</u>
<u>Non-Operating Revenues</u>			
Federal and State Subsidies	60,702	60,702	0
Advances In	17,166	17,166	0
Other	<u>2,786</u>	<u>2,786</u>	<u>0</u>
Total Non-Operating Revenues	<u>80,654</u>	<u>80,654</u>	<u>0</u>
Net Change in Fund Balance	37,420	(26,453)	(63,873)
Fund Balance Beginning of Year	1,570	1,570	0
Prior Year Encumbrances Appropriated	<u>28,095</u>	<u>28,095</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 67,085</u>	<u>\$ 3,212</u>	<u>\$ (63,873)</u>

FAIRVIEW PARK CITY SCHOOL DISTRICT
SCHEDULES OF REVENUES, EXPENSES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BASIS) AND ACTUAL - DAY CARE SERVICES FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<u>Revenues</u>			
Charges for Services	\$ 802,534	\$ 847,656	\$ 45,122
Total Revenues	<u>802,534</u>	<u>847,656</u>	<u>45,122</u>
<u>Expenses</u>			
Salaries and Wages	517,367	517,337	30
Fringe Benefits	137,383	137,381	2
Purchased Services	117,244	117,244	0
Materials and Supplies	112,712	112,712	0
Other	1,867	1,867	0
Capital Outlay	2,230	2,230	0
Capital Outlay Replacement	<u>300</u>	<u>300</u>	<u>0</u>
Total Expenses	<u>889,103</u>	<u>889,071</u>	<u>32</u>
Excess of Revenues Over (Under) Expenses	<u>(86,569)</u>	<u>(41,415)</u>	<u>45,154</u>
<u>Non-Operating Revenues</u>			
Other	<u>220</u>	<u>220</u>	<u>0</u>
Total Non-Operating Revenues	<u>220</u>	<u>220</u>	<u>0</u>
Net Change in Fund Balance	(86,349)	(41,195)	45,154
Fund Balance Beginning of Year	73,723	73,723	0
Prior Year Encumbrances Appropriated	<u>12,626</u>	<u>12,626</u>	<u>0</u>
Fund Balance End of Year	<u>\$ 0</u>	<u>\$ 45,154</u>	<u>\$ 45,154</u>

FAIRVIEW PARK CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (NON-GAAP BASIS) AND ACTUAL - ENDOWMENT TRUST FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<u>Additions</u>			
Investment Earnings	\$ 62,700	\$ 154,347	\$ 91,647
Gain or Loss on Sales of Investments	<u>3,300</u>	<u>8,124</u>	<u>4,824</u>
Total Additions	<u>66,000</u>	<u>162,471</u>	<u>96,471</u>
<u>Deductions</u>			
Payments in Accordance with Trust Agreements	<u>25,200</u>	<u>24,990</u>	<u>210</u>
Total Deductions	<u>25,200</u>	<u>24,990</u>	<u>210</u>
Net Change in Net Assets	40,800	137,481	96,681
Net Assets Beginning of Year	<u>3,147,001</u>	<u>3,147,001</u>	<u>0</u>
Net Assets End of Year	<u>\$3,187,801</u>	<u>\$3,284,482</u>	<u>\$ 96,681</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007**

	Restated Balance 6/30/06	Additions	Reductions	Balance 6/30/07
<u>Student Managed Activities</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 69,516	\$ 54,022	\$ 50,503	\$ 73,035
Cash in Segregated Accounts	4,163	0	3,933	230
Total Assets	\$ 73,679	\$ 54,022	\$ 54,436	\$ 73,265
<u>Liabilities</u>				
Accounts Payable	\$ 44	\$ 0	\$ 44	\$ 0
Intergovernmental Payable	0	3,563	0	3,563
Due to Students	73,635	0	3,933	69,702
Total Liabilities	\$ 73,679	\$ 3,563	\$ 3,977	\$ 73,265
<u>District Agency</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 704,746	\$ 360,438	\$ 489,781	\$ 575,403
Total Assets	\$ 704,746	\$ 360,438	\$ 489,781	\$ 575,403
<u>Liabilities</u>				
Intergovernmental Payable	\$ 704,746	\$ 0	\$ 129,343	\$ 575,403
Total Liabilities	\$ 704,746	\$ 0	\$ 129,343	\$ 575,403
<u>Workmens Compensation</u>				
<u>Assets</u>				
Equity in Pooled Cash and Cash Equivalents	\$ 60,342	\$ 109,731	\$ 130,132	\$ 39,941
Total Assets	\$ 60,342	\$ 109,731	\$ 130,132	\$ 39,941
<u>Liabilities</u>				
Intergovernmental Payable	\$ 60,342	\$ 0	\$ 20,401	\$ 39,941
Total Liabilities	\$ 60,342	\$ 0	\$ 20,401	\$ 39,941
<u>All Agency Funds</u>				
<u>Assets</u>				
Equity in Pooled Cash and Investments	\$ 834,604	\$ 524,191	\$ 670,416	\$ 688,379
Cash in Segregated Accounts	4,163	0	3,933	230
Total Assets	\$ 838,767	\$ 524,191	\$ 674,349	\$ 688,609
<u>Liabilities</u>				
Accounts Payable	\$ 44	\$ 0	\$ 44	\$ 0
Intergovernmental Payable	765,088	3,563	149,744	618,907
Due to Students	73,635	0	3,933	69,702
Total Liabilities	\$ 838,767	\$ 3,563	\$ 153,721	\$ 688,609

STATISTICAL SECTION



**Fairview Park City School District
Comprehensive Annual Financial Report
Year Ended June 30, 2007**

STATISTICAL SECTION

This part of the Fairview Park City School District’s comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the School District’s overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the School District’s financial performance and well-being have changed over time.	S2 - S8
Revenue Capacity The schedules contain information to help the reader assess the School District’s most significant local revenue source, the property tax.	S9 - S14
Debt Capacity These schedules present information to help the reader assess the affordability of the School District’s ability to issue additional debt in the future.	S15 - S18
Economic and Demographic Information These schedules offer economic and demographic indicators to help the reader understand the environment within which the School District’s financial activities take place.	S19-S20
Operating Information These schedules contain service data to help the reader understand how the information in the School District’s financial report relates to the services the District provides and the activities it performs.	S21 – S30

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The School District implemented GASB Statement No.34 in 2003; schedules presenting government-wide information include information beginning in that year.

FAIRVIEW PARK CITY SCHOOL DISTRICT
NET ASSETS BY COMPONENT
LAST FIVE FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
<u>Governmental Activities</u>					
Invested in Capital Assets, Net of Related Debt	\$ 6,825,611	\$ 6,454,502	\$ 6,533,198	\$ 2,895,485	\$14,764,691
Restricted for:					
Capital Projects	6,327	205	0	0	0
Special Revenue	136,706	308,424	392,581	304,764	304,764
Debt Service	0	0	0	0	248,507
Unrestricted (Deficit)	<u>(5,148,243)</u>	<u>(3,092,206)</u>	<u>(3,392,298)</u>	<u>(603,882)</u>	<u>(9,697,232)</u>
Total Net Assets - Governmental Activities	<u>1,820,401</u>	<u>3,670,925</u>	<u>3,533,481</u>	<u>2,596,367</u>	<u>5,620,730</u>
<u>Business-Type Activities</u>					
Invested in Capital Assets, Net of Related Debt	0	0	26,298	23,471	20,643
Unrestricted (Deficit)	<u>23,383</u>	<u>(117,889)</u>	<u>(35,345)</u>	<u>(9,366)</u>	<u>(43,544)</u>
Total Net Assets - Business-Type Activities	<u>23,383</u>	<u>(117,889)</u>	<u>(9,047)</u>	<u>14,105</u>	<u>(22,901)</u>
<u>Primary Government</u>					
Invested in Capital Assets, Net of Related Debt	6,825,611	6,454,502	6,559,496	2,918,956	14,785,334
Restricted for:					
Capital Projects	6,327	205	0	0	0
Special Revenue	136,706	308,424	392,581	304,764	304,764
Debt Service	0	0	0	0	248,507
Unrestricted (Deficit)	<u>(5,124,860)</u>	<u>(3,210,095)</u>	<u>(3,427,643)</u>	<u>(613,248)</u>	<u>(9,740,776)</u>
Total Net Assets - Primary Government	<u>\$ 1,843,784</u>	<u>\$ 3,553,036</u>	<u>\$ 3,524,434</u>	<u>\$ 2,610,472</u>	<u>\$ 5,597,829</u>

Information not available before 2003.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CHANGES IN NET ASSETS
LAST FIVE FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)**

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
<u>EXPENSES</u>					
<u>Governmental Activities</u>					
Regular Instruction	\$ 6,776,416	\$ 8,904,119	\$ 9,032,971	\$ 9,875,549	\$ 9,574,090
Special Instruction	1,979,968	2,272,917	2,268,896	2,846,548	2,475,614
Vocation Instruction	286,918	220,483	263,564	264,185	160,020
Other	61,962	50,001	63,463	89,072	25,479
Pupil Support	1,049,190	1,141,693	1,219,170	1,339,071	1,094,099
Instruction Staff Support	1,104,580	1,227,243	1,304,437	1,323,560	1,742,300
Board of Education	20,318	13,285	18,703	20,235	19,398
Administration	1,247,051	1,102,402	1,210,899	1,396,018	1,329,768
Fiscal	550,123	630,072	658,326	573,589	698,716
Business	68,259	63,239	29,590	24,882	23,176
Operational and Maintenance of Plant	2,313,259	2,301,251	2,089,659	2,020,131	2,591,237
Pupil Transportation	732,717	510,430	578,576	578,268	729,903
Central	2,051,050	126,464	157,075	153,966	160,140
Operation of Non-Instructional Services	590,799	571,843	515,554	537,553	893,602
Extracurricular Activities	730,257	590,856	668,006	658,994	573,300
Interest and Fiscal Charges	<u>206,162</u>	<u>188,960</u>	<u>185,695</u>	<u>1,659,845</u>	<u>1,380,019</u>
Total Expenses - Governmental Activities	<u>19,769,029</u>	<u>19,915,258</u>	<u>20,264,584</u>	<u>23,361,466</u>	<u>23,470,861</u>
<u>Business-Type Activities</u>					
Food Service	245,478	279,944	411,975	564,054	222,957
Day Care	<u>643,385</u>	<u>803,614</u>	<u>794,509</u>	<u>803,623</u>	<u>861,174</u>
Total Expenses - Business-Type Expenses	<u>888,863</u>	<u>1,083,558</u>	<u>1,206,484</u>	<u>1,367,677</u>	<u>1,084,131</u>
Total Expenses - Primary Government	<u>20,657,892</u>	<u>20,998,816</u>	<u>21,471,068</u>	<u>24,729,143</u>	<u>24,554,992</u>

(Continued)

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CHANGES IN NET ASSETS
LAST FIVE FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(CONTINUED)**

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
<u>PROGRAM REVENUES</u>					
<u>Governmental Activities</u>					
Charges for Services:					
Regular Instruction	\$ 370,849	\$ 469,616	\$ 295,774	\$ 408,350	\$ 305,364
Special Instruction	0	37,854	0	0	7,000
Vocational	0	6,825	0	0	0
Other	2,850	1,514	17,230	14,597	0
Pupil Support	16,585	44,468	0	31,231	0
Instructional Staff	0	31,781	27,740	0	0
Board of Education	0	0	4,713	1,515	1,510
Administration	276,929	313,865	238,058	121,329	2,445
Fiscal	0	6,191	0	0	0
Business	0	1,463	0	0	0
Operation of Maintenance and Plant	0	38,855	0	0	144,419
Pupil Transportation	0	13,186	110,021	38,974	6,328
Central	0	528	0	0	0
Operation of Non-Instructional Services	24,469	20,174	0	0	19,573
Extracurricular Activities	142,682	148,206	47,317	101,819	99,590
Operating Grants and Contributions:					
Regular Instruction	94,373	87,404	85,321	76,432	70,533
Special Instruction	380,571	411,774	271,229	301,995	294,779
Vocational	0	60,338	40,966	51,943	66,019
Adult/Continuing	0	0	0	0	1,240
Other	0	0	0	0	15,592
Pupil Support	11,177	17,981	202,280	218,654	239,775
Instructional Staff	46,687	57,387	35,216	58,587	30,546
Board of Education	0	0	0	0	6,858
Administration	1,435	0	0	0	0
Pupil Transportation	0	0	3,917	0	7,020
Operation of Non-Instructional Services	454,494	473,888	509,752	520,874	525,529
Extracurricular Activities	1,850	1,723	0	0	0
Capital Grants and Contributions:					
Regular Instruction	28,580	0	16,065	0	150,000
Special	29,987	5,670	0	0	0
Instructional Staff	22,700	15,000	15,000	0	0
Total Program Revenues - Governmental Activities	<u>1,906,218</u>	<u>2,265,691</u>	<u>1,920,599</u>	<u>1,946,300</u>	<u>1,994,120</u>
<u>Business-Type Activities</u>					
Charges for Services:					
Food Service	187,347	167,272	285,370	265,835	122,413
Day Care	686,351	727,942	807,963	836,309	858,810
Operating Grants and Contributions:					
Food Service	35,543	47,072	137,208	125,519	51,752
Total Program Revenues - Business-Type Activities	<u>909,241</u>	<u>942,286</u>	<u>1,230,541</u>	<u>1,227,663</u>	<u>1,032,975</u>
Total Program Revenues - Primary Government	<u>2,815,459</u>	<u>3,207,977</u>	<u>3,151,140</u>	<u>3,173,963</u>	<u>3,027,095</u>

(Continued)

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CHANGES IN NET ASSETS
LAST FIVE FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(CONTINUED)**

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
<u>NET (EXPENSE) REVENUES</u>					
Governmental Activities	(17,862,811)	(17,649,567)	(18,343,985)	(21,415,166)	(21,476,741)
Business-Type Activities	<u>20,378</u>	<u>(141,272)</u>	<u>24,057</u>	<u>(140,014)</u>	<u>(51,156)</u>
Total Net (Expense) - Primary Government	<u>(17,842,433)</u>	<u>(17,790,839)</u>	<u>(18,319,928)</u>	<u>(21,555,180)</u>	<u>(21,527,897)</u>
<u>GENERAL REVENUES AND OTHER CHANGES IN NET ASSETS</u>					
<u>Governmental Activities</u>					
Property and Other Local Taxes Levied for:					
General Purposes	10,223,316	14,593,350	13,885,074	13,669,113	16,103,726
Debt Service	381,800	535,625	478,714	1,493,351	2,110,733
Grants and Entitlements not Restricted to Specified					
Programs	4,207,842	4,211,150	4,241,506	4,141,356	4,240,208
Investment Earnings	79,566	46,092	153,109	1,209,937	1,925,490
Miscellaneous	73,625	113,874	105,675	107,831	120,947
Transfers	<u>(25,000)</u>	<u>0</u>	<u>(84,785)</u>	<u>(143,536)</u>	<u>0</u>
Total Governmental Activities	<u>14,941,149</u>	<u>19,500,091</u>	<u>18,779,293</u>	<u>20,478,052</u>	<u>24,501,104</u>
<u>Business-Type Activities</u>					
Miscellaneous	0	0	0	14,920	14,150
Transfers - Internal Activities	25,000	0	84,785	143,536	0
Non-Operating (Expenses):					
Proceeds from Sale of Capital Assets	<u>0</u>	<u>0</u>	<u>0</u>	<u>4,710</u>	<u>0</u>
Total Business-Type Activities	<u>25,000</u>	<u>0</u>	<u>84,785</u>	<u>163,166</u>	<u>14,150</u>
Total General Revenues and Other Changes in Net Assets - Primary Government	<u>14,966,149</u>	<u>19,500,091</u>	<u>18,864,078</u>	<u>20,641,218</u>	<u>24,515,254</u>
<u>CHANGE IN NET ASSETS</u>					
Governmental Activities	(2,921,662)	1,850,524	435,308	(937,114)	3,024,363
Business-Type Activities	<u>45,378</u>	<u>(141,272)</u>	<u>108,842</u>	<u>23,152</u>	<u>(37,006)</u>
Total Change in Net Assets - Primary Government	<u>\$ (2,876,284)</u>	<u>\$ 1,709,252</u>	<u>\$ 544,150</u>	<u>\$ (913,962)</u>	<u>\$ 2,987,357</u>

Information not available before 2003.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
PROGRAM REVENUES BY FUNCTION/PROGRAM
LAST FIVE FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)**

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
<u>Governmental Activities</u>					
Regular Instruction	\$ 493,802	\$ 557,020	\$ 397,160	\$ 484,782	\$ 375,897
Special Instruction	410,558	455,298	271,229	301,995	301,779
Vocational	0	67,163	40,966	51,943	66,019
Adult/Continuing	0	0	0	0	1,240
Other	2,850	1,514	17,230	14,597	15,592
Pupil Support	27,762	62,449	202,280	249,885	239,775
Instruction Staff Support	69,387	104,168	77,956	58,587	180,546
Board of Education	0	0	4,713	1,515	8,368
Administration	278,364	313,865	238,058	121,329	2,445
Fiscal	0	6,191	0	0	0
Business	0	1,463	0	0	0
Operation and Maintenance of Plant	0	38,855	0	0	144,419
Pupil Transportation	0	13,186	113,938	38,974	13,348
Central	0	528	0	0	0
Operation of Non-Instructional Services	478,963	494,062	509,752	520,874	545,102
Extracurricular Activities	<u>144,532</u>	<u>149,929</u>	<u>47,317</u>	<u>101,819</u>	<u>99,590</u>
Total Governmental Activities	<u>1,906,218</u>	<u>2,265,691</u>	<u>1,920,599</u>	<u>1,946,300</u>	<u>1,994,120</u>
<u>Business-Type Activities</u>					
Food Service	222,890	214,344	422,578	391,354	174,165
Day Care	<u>686,351</u>	<u>727,942</u>	<u>807,963</u>	<u>836,309</u>	<u>858,810</u>
Total Business-Type Activities	<u>909,241</u>	<u>942,286</u>	<u>1,230,541</u>	<u>1,227,663</u>	<u>1,032,975</u>
Total Primary Government	<u>\$ 2,815,459</u>	<u>\$ 3,207,977</u>	<u>\$ 3,151,140</u>	<u>\$ 3,173,963</u>	<u>\$ 3,027,095</u>

Information not available before 2003.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
FUND BALANCES - GOVERNMENTAL FUNDS
LAST FIVE FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
<u>General Fund</u>					
Reserved	\$ 2,267,368	\$ 3,361,446	\$ 2,607,649	\$ 1,974,419	\$ 2,581,171
Unreserved (Deficit)	<u>(757,080)</u>	<u>(537,177)</u>	<u>(636,533)</u>	<u>194,327</u>	<u>3,976,489</u>
Total General Fund	<u>1,510,288</u>	<u>2,824,269</u>	<u>1,971,116</u>	<u>2,168,746</u>	<u>6,557,660</u>
<u>All Other Governmental Funds</u>					
Reserved	129,160	171,019	377,824	614,617	6,682,603
Unreserved, Undesignated, Reported in:					
Special Revenue Funds	177,987	255,425	278,466	214,666	229,768
Debt Service Funds	582,196	747,052	819,722	1,829,141	2,007,092
Capital Projects Funds (Deficit)	<u>249,003</u>	<u>285,233</u>	<u>(272,039)</u>	<u>26,351,410</u>	<u>4,985,364</u>
Total All Other Governmental Funds	<u>1,138,346</u>	<u>1,458,702</u>	<u>1,203,973</u>	<u>29,009,834</u>	<u>13,904,827</u>
Total Governmental Funds	<u>\$ 2,648,634</u>	<u>\$ 4,282,971</u>	<u>\$ 3,175,089</u>	<u>\$31,178,580</u>	<u>\$20,462,487</u>

Information not available before 2003.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
LAST FIVE FISCAL YEARS (1)
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(CONTINUED)**

	2003	2004	2005	2006	2007
Revenues					
Taxes	\$ 10,618,043	\$15,142,130	\$14,120,388	\$15,155,388	\$17,908,931
Intergovernmental	5,162,935	5,332,497	5,463,813	5,369,843	5,640,961
Tuition and Fees	239,877	160,538	203,301	327,730	284,113
Earnings on Investments	79,566	46,092	153,109	1,098,927	1,849,715
Extracurricular Activities	253,243	201,997	166,754	236,449	164,835
Charges for Services	265,528	287,212	236,439	0	0
Classroom Materials and Fees	124,445	54,564	54,153	0	0
Increase in Fair Value of Investments	0	0	0	111,010	0
Rent	0	0	0	102,244	144,419
Customer Sales and Services	0	0	0	44,363	0
Miscellaneous	114,307	217,857	104,966	112,318	114,794
Total Revenues	<u>16,857,944</u>	<u>21,442,887</u>	<u>20,502,923</u>	<u>22,558,655</u>	<u>26,107,768</u>
Expenditures					
Current:					
Instruction:					
Regular	8,428,788	8,453,660	8,966,247	8,759,003	7,539,460
Special	2,006,627	2,258,529	2,466,075	2,656,532	2,611,307
Vocational	286,918	220,483	263,564	252,072	196,241
Other	61,962	48,091	63,462	90,271	25,479
Support Services:					
Pupil	1,052,417	1,127,305	1,262,717	1,208,232	1,257,308
Instructional Staff	1,217,594	1,182,035	1,316,040	1,235,230	1,228,741
Board of Education	20,318	13,285	18,703	20,235	19,398
Administration	1,259,362	1,171,696	1,169,552	1,088,483	1,056,596
Fiscal	561,971	623,677	652,933	580,953	653,957
Business	68,259	63,239	29,590	24,882	23,176
Operations and Maintenance of Plant	2,334,227	2,260,446	2,121,366	1,917,837	1,744,105
Pupil Transportation	751,567	512,385	546,265	563,147	479,562
Central	92,266	122,657	153,829	164,209	
Operation of Non-Instructional Services:					
Community Services	606,526	555,286	509,614	575,243	154,605
Enterprise Operations	0	0	0	975	545,938
Other	0	0	0	312	0
Extracurricular Activities	728,451	589,050	665,031	662,119	0
Capital Outlay	19,200	22,849	733,020	2,609,671	392,708
Issuance Costs	0	0	0	323,735	16,697,008
Debt Service:					
Principal Retirement	380,000	395,000	400,000	194,252	860,000
Interest and Fiscal Charges	199,203	188,877	185,388	1,445,436	1,338,272
Total Expenditures	<u>20,075,656</u>	<u>19,808,550</u>	<u>21,523,396</u>	<u>24,372,829</u>	<u>36,823,861</u>
Excess of Revenues Over (Under) Expenditures	<u>(3,217,712)</u>	<u>1,634,337</u>	<u>(1,020,473)</u>	<u>(1,814,174)</u>	<u>(10,716,093)</u>
Other Financing Sources (Uses)					
Transfers In	189,568	344,455	507,668	322,589	111,987
Transfers Out	(214,568)	(344,455)	(595,077)	(466,126)	(111,987)
General Obligation Bonds Issued	0	0	0	28,499,992	0
Refunding Bonds Issued	0	0	0	2,729,999	0
Premium on Refunding Bonds Issued	0	0	0	1,587,906	0
Payment Refunded Bond Escrow Agent	0	0	0	(2,856,695)	0
Total Other Financing Sources (Uses)	<u>(25,000)</u>	<u>0</u>	<u>(87,409)</u>	<u>29,817,665</u>	<u>0</u>
Net Change in Fund Balances	<u>\$ (3,242,712)</u>	<u>\$ 1,634,337</u>	<u>\$(1,107,882)</u>	<u>\$28,003,491</u>	<u>\$(10,716,093)</u>
Debt Service as a Percentage of Noncapital Expenditures	2.89%	2.95%	2.83%	7.53%	10.92%

(1) Includes General, Special Revenue, Capital Projects, and Debt Service funds.
Information not available as of 2003.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
 ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN YEARS**

Collection Year	Real Property			Tangible Personal Property				Total Assessed Value	Total Estimated Actual Value	Ratio	Weighted Average Tax Rate
	Assessed Value		Estimated Actual Value	Public Utility		General Business					
	Residential/ Agriculture	Commercial/ Industrial/PU		Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value				
1998	\$ 253,343,900	\$ 38,182,980	\$ 771,443,743	\$ 8,612,560	\$ 9,787,000	\$ 4,558,369	\$ 18,233,476	\$ 304,697,809	\$ 799,464,219	38.11%	44.728833
1999	254,756,460	39,511,820	832,933,943	8,458,400	9,611,818	5,057,739	20,230,956	307,784,419	862,776,717	35.67%	43.370645
2000	258,068,120	39,897,700	840,766,514	8,544,650	9,709,830	5,269,534	21,078,136	311,780,004	871,554,480	35.77%	44.077194
2001	286,662,270	44,640,620	851,330,914	8,815,330	10,017,420	6,079,840	24,319,360	346,198,060	885,667,694	39.09%	45.807054
2002	280,100,410	43,470,470	946,579,686	8,312,650	9,446,193	6,314,181	25,256,724	338,197,711	981,282,603	34.46%	41.981638
2003	285,841,720	42,237,870	941,631,086	6,033,900	6,856,705	6,265,890	25,063,560	340,379,380	973,551,351	34.96%	41.728058
2004	306,013,590	44,667,210	940,227,400	6,063,330	6,890,148	5,363,328	22,347,200	362,107,458	969,464,748	37.35%	45.850102
2005	306,058,080	47,366,350	1,002,346,571	5,695,270	6,471,898	4,394,927	18,312,196	363,514,627	1,027,130,655	35.39%	46.788929
2006	306,197,510	45,690,860	1,010,185,514	5,810,780	6,603,159	3,610,219	14,440,876	361,309,369	1,031,229,549	35.04%	51.693348
2007	335,682,410	47,968,840	1,096,146,428	4,854,800	5,516,818	2,537,878	13,535,349	391,043,928	1,115,198,595	35.06%	53.008178

The assessed value of real property (including public utility real property) is 35 percent of estimated true value. Personal property tax is assessed on all tangible personal property used in business in Ohio. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property is assessed at 25 percent for everything except inventories, which are assessed at 23 percent. Property is assessed annually.

The tangible personal property values associated with each year are the values that, when multiplied by the applicable rates, generated the property tax revenue to be received in that year. For real property, the amounts generated by multiplying the assessed values by the applicable rates would be reduced by the 10 percent, 2 ½ percent, and homestead exemptions before being billed.

Source: Office of the County Auditor, Cuyahoga County

**FAIRVIEW PARK CITY SCHOOL DISTRICT
PROPERTY TAX RATES
(PER \$1,000 OF ASSESSED VALUE)
LAST TEN YEARS**

<u>Tax Year/ Collection Year</u>	<u>School Levy</u>	<u>County Levy</u>	<u>City Levy</u>	<u>Total Levy</u>	<u>Debt Service Included In Total Levy</u>		
					<u>School</u>	<u>County</u>	<u>Total</u>
1997/1998	78.10	18.00	11.80	107.90	1.96	0.72	2.56
1998/1999	76.20	16.70	11.80	104.70	1.96	0.72	2.68
1999/2000	76.20	16.70	11.80	104.70	1.56	0.85	2.41
2000/2001	82.20	17.60	11.80	111.60	1.63	0.79	2.42
2001/2002	78.40	17.60	11.80	107.80	1.63	0.86	2.49
2002/2003	86.30	17.60	11.80	115.70	1.63	0.86	2.49
2003/2004	86.30	19.40	11.80	117.50	1.63	0.91	2.54
2004/2005	90.90	20.30	11.80	123.00	1.53	0.88	2.41
2005/2006	95.60	20.30	11.80	127.70	6.43	0.98	7.41
2006/2007	95.60	20.20	11.80	127.60	6.03	1.01	7.04

Source: Cuyahoga County Auditor - Data is presented on a calendar year basis consistent with the County Auditor's method of maintaining the information. Composite Reduction Factor report for tax year 2006.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS (1)
LAST TEN YEARS**

<u>Collection Year</u>	<u>Current Tax Levy</u>	<u>Current Tax Collections</u>	<u>Percent of Current Tax Collections to Current Tax Levy</u>	<u>Delinquent Tax Collections (2)</u>	<u>Total Tax Collections</u>	<u>Percent of Total Tax Collections to Tax Levy</u>
1998	\$ 13,671,187	\$ 13,402,094	98.03%	\$ 150,486	\$ 13,552,580	99.13%
1999	13,509,034	13,286,727	98.35%	235,582	13,522,309	100.32%
2000	13,710,756	13,368,614	97.50%	289,035	13,657,650	99.61%
2001	15,799,119	15,186,511	96.12%	228,517	15,415,028	97.57%
2002	14,172,393	13,746,723	97.00%	198,041	13,944,764	98.39%
2003	17,113,202	15,146,291	88.51%	374,682	15,520,973	90.70%
2004	17,086,908	16,527,801	96.73%	158,712	16,686,513	97.66%
2005	17,017,020	16,603,185	97.57%	298,560	16,901,745	99.32%
2006	18,632,338	17,125,759	91.91%	378,648	17,504,407	93.95%
2007	20,712,324	18,947,673	91.48%	508,891	19,456,564	93.94%

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

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

(2) The County does not identify delinquent tax collections by tax year.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
PRINCIPAL TAXPAYERS
REAL ESTATE TAX
DECEMBER 31, 2006**

<u>Name of Taxpayer</u>	<u>December 31, 2006</u>	
	<u>Assessed Value</u>	Percentage of Real Property <u>Assessed Value</u>
Z & Sons Limited Partnership	\$ 6,745,550	1.92%
Fairview Shopping Center Corporation	4,138,830	1.18%
Lawn Village, Inc.	2,439,220	0.69%
Cleveland Electric Illuminating	2,206,370	0.63%
Cleveland Metro Park District	2,106,510	0.60%
200 West Apartments	1,988,770	0.56%
Ohio Bell Telephone Co.	1,265,230	0.36%
Stallard-Schrier Family Ltd. Partnership	1,023,930	0.29%
North Solon Office	1,018,820	0.29%
Fairview Realty Investment Ltd.	1,003,390	0.28%
Totals	<u>\$ 23,936,620</u>	<u>6.80%</u>
Total Assessed Valuation	<u>\$ 351,888,370</u>	

<u>Name of Taxpayer</u>	<u>December 31, 1999 (1)</u>	
	<u>Assessed Value</u>	Percentage of Real Property <u>Assessed Value</u>
Westgate Joint Venture	\$ 15,187,070	5.10%
Z & Sons Limited Partnership	6,572,270	2.21%
Cleveland Electric Illuminating Co.	3,340,820	1.12%
Ohio Bell Telephone Co.	2,695,510	0.90%
Higbee Co.	2,450,000	0.82%
Professional Inv. of America	2,441,150	0.82%
Fairview Shopping Center Corp.	1,901,900	0.64%
200 West Apartments	1,802,500	0.60%
East Ohio Gas Co.	1,818,180	0.61%
Fairview Board of Education	1,385,590	0.47%
Totals	<u>\$ 39,594,990</u>	<u>13.29%</u>
Total Assessed Valuation	<u>\$297,965,820</u>	

Source: Office of the County Auditor, Cuyahoga County, Ohio
(1) Information prior to 1999 is not available.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
PRINCIPAL TAXPAYERS
TANGIBLE PERSONAL PROPERTY TAX
DECEMBER 31, 2006**

<u>Name of Taxpayer</u>	<u>December 31, 2006</u>	
	<u>Assessed Value</u>	<u>Percentage of Real Property Assessed Value</u>
Tops Market	\$ 375,860	10.41%
West Valley Regional PET	142,130	3.93%
Cox Cable Cleveland	130,230	3.61%
Quadax, Inc.	112,600	3.12%
U S Bancorp Equipment Inc.	95,950	2.66%
CitiCorp Vendor Finance Inc.	91,400	2.53%
Fairview Eye Center Inc.	63,570	1.76%
McGowan & Co. Inc.	57,000	1.58%
Delage Landen	51,180	1.42%
Rare Hospitality	45,930	1.27%
Totals	<u>\$ 1,165,850</u>	<u>32.29%</u>
Total Assessed Valuation	<u>\$ 3,610,219</u>	

<u>Name of Taxpayer</u>	<u>December 31, 1999 (1)</u>	
	<u>Assessed Value</u>	<u>Percentage of Real Property Assessed Value</u>
Kohl's Department Stores	\$ 816,300	15.49%
First National Supermarkets	796,160	15.11%
Quadax Inc.	222,650	4.23%
Gap, Inc.	166,150	3.15%
R E May, Inc.	146,850	2.79%
Reserves Network Inc.	132,290	2.51%
Cox Cable Cleveland	118,810	2.25%
Schreiblman Jewelry, Inc.	103,700	1.97%
Musicland Group, Inc.	86,980	1.65%
Fairview Photo Service, Inc.	68,330	1.30%
Totals	<u>\$ 2,658,220</u>	<u>50.45%</u>
Total Assessed Valuation	<u>\$ 5,269,534</u>	

Source: Office of the County Auditor, Cuyahoga County, Ohio
(1) Information prior to 1999 is not available.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
PRINCIPAL TAXPAYERS
PUBLIC UTILITY PERSONAL PROPERTY TAX
DECEMBER 31, 2006**

<u>Name of Taxpayer</u>	<u>December 31, 2006</u>	
	<u>Assessed Value</u>	<u>Percentage of Real Property Assessed Value</u>
Cleveland Electric Illuminating Co.	\$ 2,206,370	37.97%
Ohio Bell Telephone Co.	1,265,230	21.77%
East Ohio Gas Co.	611,980	10.53%
Alltel Ohio Limited Partner	287,320	4.95%
American Transmission	231,780	3.99%
New Cingular Wireless PCS LLC	94,960	1.63%
Qwest Communications Corp.	59,600	1.03%
Sprintcom Inc.	57,210	0.99%
Nextel West Corporation	19,330	0.33%
Cleveland Unlimited, Inc.	<u>18,880</u>	<u>0.32%</u>
Totals	<u>\$ 4,852,660</u>	<u>83.51%</u>
Total Assessed Valuation	<u>\$ 5,810,780</u>	

<u>Name of Taxpayer</u>	<u>December 31, 2001</u>	
	<u>(1) Assessed Value</u>	<u>Percentage of Public Utility Assessed Value</u>
Cleveland Electric Illuminating Co.	\$ 2,424,770	28.38%
Ohio Bell Telephone Company	1,973,780	23.10%
East Ohio Gas Company	523,260	6.12%
American Transmission System	301,380	3.53%
LCI International Telecommunication	247,200	2.89%
AT&T Wireless	194,610	2.28%
Nextel West Corporation	170,930	2.00%
Alltel Ohio Limited Partner	<u>100,620</u>	<u>1.18%</u>
Totals	<u>\$ 5,936,550</u>	<u>69.48%</u>
Total Assessed Valuation	<u>\$ 8,544,650</u>	

Source: Office of the County Auditor, Cuyahoga County, Ohio
(1) Information prior to 2001 not available.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
ATTRIBUTABLE TO GOVERNMENTAL ACTIVITIES
JUNE 30, 2006**

	Debt Attributable to Governmental Activities	Percentage Applicable to School District (1)	Amount of Direct and Overlapping Debt
Overlapping Debt			
City of Fairview Park	\$ 24,255,000	100.00%	\$ 24,255,000
Cuyahoga County	214,338,691	1.18%	2,527,768
R.T.A.	<u>156,500,000</u>	1.18%	<u>1,845,657</u>
Total Overlapping Debt	395,093,691		28,628,425
Direct Debt	<u>31,099,992</u>	100.00%	<u>31,099,992</u>
Total Direct and Overlapping Debt	<u>\$ 426,193,683</u>		<u>\$ 59,728,417</u>

Source: Office of the Auditor, Cuyahoga County, Ohio

(1) Percentages were determined by dividing the assessed valuation of the overlapping government located within the boundaries of the District by the total assessed valuation of the government. The valuations used were for the 2005 collection year.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
RATIO OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

<u>Fiscal Year</u>	<u>General Obligation Bonds</u>	<u>Percentage of Total Personal Income*</u>	<u>Per Capita</u>
1998	5,569,993	(1)	309
1999	5,149,993	(1)	286
2000	4,709,993	.59%	268
2001	4,993,795	.55%	284
2002	4,444,993	.62%	253
2003	4,064,993	.68%	231
2004	3,669,993	.75%	209
2005	3,865,000	.72%	234
2006	31,959,992	.09%	1,934
2007	31,099,992	.09%	1,770

* Personal income information only available as of 2000.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
COMPUTATION OF LEGAL DEBT MARGIN
LAST FIVE FISCAL YEARS**

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Assessed Valuation	<u>\$ 338,197,711</u>	<u>\$ 340,379,380</u>	<u>\$ 362,107,458</u>	<u>\$ 363,514,623</u>	<u>\$ 361,309,369</u>	<u>\$ 391,043,298</u>
Debt Limit - 9% of Assessed Value (1)	<u>\$ 30,437,794</u>	<u>\$ 30,634,144</u>	<u>\$ 32,589,671</u>	<u>\$ 32,716,316</u>	<u>\$ 32,517,843</u>	<u>\$ 35,193,897</u>
Amount of Debt Applicable to Debt Limit:						
General Obligation Bonds	4,444,993	4,064,993	3,669,993	3,865,000	31,959,992	31,099,992
Less Amount Available in Debt Service	<u>(755,077)</u>	<u>(630,288)</u>	<u>(838,432)</u>	<u>(886,766)</u>	<u>(2,044,406)</u>	<u>(2,250,270)</u>
Total	<u>(3,689,916)</u>	<u>(3,434,705)</u>	<u>(2,831,561)</u>	<u>(2,978,234)</u>	<u>(29,915,586)</u>	<u>(28,849,722)</u>
Overall Debt Margin	<u>\$ 26,747,878</u>	<u>\$ 27,199,439</u>	<u>\$ 29,758,110</u>	<u>\$ 29,738,082</u>	<u>\$ 2,602,257</u>	<u>\$ 6,344,175</u>
Debt Margin - .10% of Assessed Value (1)	\$ 338,197	\$ 340,379	\$ 362,107	\$ 363,315	\$ 361,309	\$ 391,044
Amount of Debt Applicable	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Unvoted Debt Margin	<u>\$ 338,197</u>	<u>\$ 340,379</u>	<u>\$ 362,107</u>	<u>\$ 363,315</u>	<u>\$ 361,309</u>	<u>\$ 391,044</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
RATIO OF DEBT TO ASSESSED VALUE AND DEBT PER CAPITA
LAST TEN FISCAL YEARS**

<u>Fiscal Year</u>	<u>Population (1)</u>	(2) <u>Estimated Actual Value of Taxable Property</u>	<u>General Bonded Debt</u>			<u>Ratio of Net Bonded Debt to Estimated Actual Value</u>	<u>Net Bonded Debt per Capita</u>
			<u>General Bonded Debt Outstanding</u>	<u>Resources Available to Pay Principal</u>	<u>Net General Bonded Debt</u>		
1998	18,028	\$ 799,464,219	\$ 5,569,993	\$ 480,326	\$ 5,089,667	0.64%	282
1999	18,028	862,776,717	5,149,993	551,409	4,598,584	0.53%	255
2000	17,572	871,554,480	4,709,993	567,424	4,142,569	0.48%	236
2001	17,572	885,667,694	4,933,795	603,091	4,330,704	0.49%	246
2002	17,572	981,282,603	4,444,993	755,077	3,689,916	0.38%	210
2003	17,572	973,551,351	4,064,993	630,288	3,434,705	0.35%	195
2004	17,572	969,464,748	3,669,993	838,432	2,831,561	0.29%	161
2005	17,572	1,027,130,655	3,865,000	886,766	2,978,234	0.29%	169
2006	17,572	1,031,229,549	31,959,992	2,044,406	29,915,586	2.90%	1,810
2007	17,572	1,115,198,595	31,099,992	2,250,270	28,849,722	2.59%	1,642

Sources: (1) U.S. Bureau of Census, Census of Population
(a) 1990 Federal Census
(b) 2000 Federal Census
(2) Cuyahoga County Auditor

**FAIRVIEW PARK CITY SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST EIGHT YEARS (1)**

<u>Year</u>	<u>Fairview Park Population (2)</u>	<u>Average Personal Income (3)</u>	<u>Per Capita Personal Income(2)</u>	<u>Cuyahoga County Unemployment Rate (4)</u>
2000	17,572	462,258,972	27,662	4.6%
2001	17,572	462,258,972	27,662	6.0%
2002	17,572	462,258,972	27,662	4.5%
2003	17,572	462,258,972	27,662	5.9%
2004	17,572	462,258,972	27,666	6.8%
2005	17,572	462,258,972	27,662	6.2%
2006	17,572	462,258,972	27,662	6.2%
2007	17,572	462,258,972	27,662	5.5%

- (1) Information only available as of 2000.
- (2) U.S. Census Bureau - 2000 Census most recent available data
- (3) Ohio Department of Taxation
- (4) Represents Cuyahoga County

**FAIRVIEW PARK CITY SCHOOL DISTRICT
PRINCIPAL EMPLOYERS
CURRENT YEAR (1)**

<u>Employer</u>	<u>Nature of Business</u>	<u>2006</u>	
		<u>Number of Employees</u>	<u>Percentage of Total Employment</u>
City of Fairview Park	City	577	6.41%
Dillard's Inc.	Department Store	350	3.89%
Quadax Inc.	Data Entry Services	300	3.33%
Fairview Park CSD	School District	287	3.19%
Niederest Management Ltd.	Management Services	150	1.67%
Kohl's	Department Store	100	1.11%
Apple American LP	Restaurant	75	.83%
Healthcare Circle Inc.	Home Health Care Services	75	.83%
St. Angela Merici School	School	70	.78%
Cuyahoga County Library	Library	60	.67%
Strang Corp.	Restaurant	55	.61%
Freedom Management Corp.	Bankers	55	.61%
Financial Healthcare Assoc.	Hospital & Health Services (Consulting)	55	
Total		<u>2,209</u>	<u>23.93%</u>
Total Employment within the District		9,004	

Source: Cuyahoga County Library database
U.S. Census Bureau

(1) Information prior to 2005 is not available

**FAIRVIEW PARK CITY SCHOOL DISTRICT
BUILDING STATISTICS BY FUNCTION/PROGRAM
CURRENT FISCAL YEAR**

Administration Building

Constructed in 1964, 1969
Total Building Square Footage 4,119
Enrollment Grades None
Student Capacity 0
Regular Instruction Classrooms 0
Regular Instruction Teachers 0
Special Instruction Teachers 0

Lewis F. Mayer Middle School

Constructed in 1954, 1960, 1968
Total Building Square Footage 30,790
Enrollment Grades - 1 - 3
Student Capacity - 450
Regular Instruction Classrooms - 18
Regular Instruction Teachers - 19.5
Special Instruction Teachers - 2.5

Garnett Primary School

Constructed in 1952, 1954, 1967
Total Building Square Footage 42,428
Enrollment Grades - 1 - 3
Student Capacity - 340
Regular Instruction Classrooms - 20
Regular Instruction Teachers - 22
Special Instruction Teachers - 2

Fairview High School

Constructed in 1929, 1948, 1952, 1954
1960, 1968, 1970, 1978
Total Building Square Footage 160,559
Enrollment Grades 9 - 12
Student Capacity - 850
Regular Instruction Classrooms - 34
Regular Instruction Teachers - 34.2
Special Instruction Teachers - 3.0

Coffinberry Early Education School

Construction 1950, 1959, 1966
Total Building Square Footage 24,788
Enrollment Grades - Pre K - K
Student Capacity - 150
Regular Instruction Classrooms - 3
Regular Instruction Teachers - 3
Special Instruction Teachers - 3

Parkview Intermediate School

Constructed 1955, 1959, 1966
Total Building Square Footage 40,086
Enrollment Grades - 4 - 6
Student Capacity - 425
Regular Instruction Classrooms - 16
Regular Instruction Teachers - 29
Special Instruction Teachers - 5

Latest information available.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
PER PUPIL COST
LAST FIVE FISCAL YEARS**

<u>Fiscal Year</u>	<u>Expenses</u>	<u>Enrollment (1)</u>	<u>Cost Per Pupil</u>	<u>Percentage Change</u>	<u>Teaching Staff (2)</u>	<u>Pupil/Teacher Ratio(2)</u>
2003	\$19,769,029	1,871	\$ 10,566	2.3%	136.0	13.8
2004	19,915,258	1,831	10,877	2.9%	152.0	12.0
2005	20,264,584	1,822	11,122	2.3%	145.0	12.6
2006	23,361,466	1,821	12,829	15.3%	140.0	13.0
2007	23,470,861	1,699	13,815	7.7%	129.6	13.2

Source: School District Records

(1) Based upon EMIS information provided to the Ohio Department of Education.

(2)<http://NCES.edu.gov>

No information available prior to 2003.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
ENROLLMENT STATISTICS
LAST NINE FISCAL YEARS (1)**

<u>Fiscal Year</u>	<u>Elementary Schools</u>	<u>Middle School</u>	<u>High School</u>	<u>Totals</u>
1999	890	486	701	2,077
2000	816	451	707	1,974
2001	765	455	683	1,903
2002	742	445	712	1,899
2003	738	427	706	1,871
2004	721	433	677	1,831
2005	701	427	694	1,822
2006	743	412	666	1,821
2007	764	267	668	1,699

(1) Information prior to 1999 not available.

Source: Ohio Department of Education

**FAIRVIEW PARK CITY SCHOOL DISTRICT
 FULL-TIME EQUIVALENT SCHOOL DISTRICT TEACHERS BY EDUCATION
 LAST THREE YEARS (1)**

<u>Degree</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
Bachelor's Degree	20	17	10
Bachelor + 18	10	10	6
Bachelor + 30	20	23	23
Master's Degree	35	30	24
Master + 18	10	12	11
Master + 30	28	27	28
PhD	<u>2</u>	<u>2</u>	<u>3</u>
Total	<u>125</u>	<u>121</u>	<u>105</u>

Source: School District

(1) Information prior to 2004 not available.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
AVERAGE NUMBER OF STUDENTS PER TEACHER
LAST NINE SCHOOL YEARS**

<u>Fiscal Year</u>	<u>Fairview Park Average(2)</u>	<u>State Average</u>
1999	17.6	18.6
2000	16.2	18.1
2001	16.5	18.0
2002	16.9	16.9
2003	16.7	16.5
2004	18.0	18.5
2005	13.3	18.5
2006	18.7	18.6
2007	14.0	19.6

Source: Ohio Department of Education, EMIS Reports
(2) <http://nces.ed.gov>

**FAIRVIEW PARK CITY SCHOOL DISTRICT
ATTENDANCE AND GRADUATION RATES
LAST TEN SCHOOL YEARS**

<u>Fiscal Year</u>	<u>Fairview Park Attendance Rate</u>	<u>State Average</u>	<u>Fairview Park Graduation Rate</u>	<u>State Average</u>
1998	95.5%	93.6%	89.6%	79.9%
1999	95.4%	93.5%	89.6%	81.4%
2000	95.0%	93.6%	94.3%	80.7%
2001	94.2%	93.9%	96.0%	81.2%
2002	95.0%	94.3%	93.3%	82.8%
2003	95.0%	94.5%	96.1%	83.9%
2004	95.6%	94.5%	92.5%	84.3%
2005	95.5%	94.3%	96.2%	85.9%
2006	95.5%	94.1%	95.9%	86.2%
2007	95.3%	94.1%	94.9%	86.1%

Source: Ohio Department of Education Local Report Cards.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
SAT SCORES
LAST FOUR SCHOOL YEARS (1)**

<u>School Year</u>	<u>Number of Test Takers</u>	<u>Number of Seniors</u>	<u>Percent of Students</u>	<u>Fairview Park Verbal</u>	<u>Ohio Verbal</u>	<u>National Verbal</u>	<u>Fairview Park Math</u>	<u>Ohio Math</u>	<u>National Math</u>	<u>Fairview Park Writing</u>	<u>Ohio Writing</u>	<u>National Writing</u>
2003-2004	48	38	2.57%	578	536	507	583	541	519	-	-	-
2004-2005	48	38	2.62%	536	538	508	554	542	518	-	-	-
2005-2006	72	57	3.95%	545	538	508	537	542	518	-	-	-
2006-2007	51	26	3.00%	530	536	502	528	542	515	524	522	494

Source: High School Guidance Office

(1) No information available prior 2003, writing information available only for 2006-2007 school year.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
ACT COMPOSITE SCORES
LAST FOUR SCHOOL YEARS (1)**

<u>School Year</u>	<u>Number of Test Takers</u>	<u>Number of Seniors</u>	<u>Percent of Students</u>	<u>Fairview Park Composite</u>	<u>Ohio Composite</u>	<u>National Composite</u>
2003-2004	113	90	56%	21.6	21.4	20.8
2004-2005	101	81	52%	21.5	21.4	20.9
2005-2006	145	116	77%	22.0	21.4	20.9
2006-2007	113	103	69%	22.5	21.6	21.2

Source: High School Guidance Office

(1) No information available prior to 2003

**FAIRVIEW PARK CITY SCHOOL DISTRICT
SCHOOL DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
LAST THREE FISCAL YEARS**

<u>Function/Program</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
Regular Instruction:			
Elementary Classroom Teachers	43.0	53.5	56.5
Middle School Classroom Teachers	15.5	17.5	15.0
High School Classroom Teachers	28.0	44.5	46.0
Special Instruction:			
Elementary Classroom Teachers	11.5	9.0	9.5
Gifted Education Teachers	1.0	.5	1.0
Middle School Classroom Teachers	3.0	4.0	2.5
High School Classroom Teachers	4.0	6.5	6.0
Vocational Instruction:			
High School Classroom Teachers	1.0	4.0	2.0
Pupil Support Services:			
Guidance Counselors	5.0	5.0	5.5
Librarians	7.0	6.0	6.0
Psychologists	1.0	2.0	2.0
Speech and Language Pathologists	2.0	3.0	4.0
Non-Teaching Support Staff Central			
Instructional Support Service:			
Non-Teaching Support Staff Elementary	10.0	10.0	8.5
Non-Teaching Support Staff Middle	4.0	3.0	3.5
Non-Teaching Support Staff High	9.0	10.0	11.0
Non-Teaching Support Staff Central	2.0	1.0	1.0
Administration:			
Elementary	4.0	5.1	5.1
Middle School	2.0	2.0	2.0
High School	3.0	4.0	4.5
Central	3.0	7.0	7.0
Business:			
Central	0.0	2.0	2.0
Fiscal:			
Treasurer Department	3.5	3.5	4.0
Operation of Plant:			
Custodial Department	18.0	18.5	18.0
Maintenance Department	1.5	2.0	3.0
Pupil Transportation:			
Bus Drivers	4.5	7.0	6.5
Bus Aides	0.0	0.0	0.0
Mechanics	1.0	1.0	1.0
Transportation Support Staff	0.0	0.0	0.0
Central:			
Community Relations	1.0	1.0	1.0
Technology	1.0	1.0	1.0
Personnel	1.0	1.0	0.0
Extracurricular:			
Athletic Department	15.5	21.0	20.5
Food Service Program:			
Elementary	1.5	3.0	2.0
Middle	0.0	0.0	0.0
High School Cooks	3.5	4.0	2.5
Central	0.0	0.0	0.0
Adult Education/Community Service			
Preschool	2.0	1.9	1.9
Extended Care	20.0	25.5	23.5
Adult Education	0.0	0.0	0.0
Totals	<u>233.0</u>	<u>290.0</u>	<u>285.5</u>

Method: Using 1.0 for each full-time employee and 0.50 for each part-time and seasonal employee.

Information not available before 2004.

**FAIRVIEW PARK CITY SCHOOL DISTRICT
FREE OR REDUCED LUNCH PROGRAM PERCENTAGES
JUNE 30, 2006 (1)**

<u>School Year (1)</u>	<u>Students</u>	<u>Students Applicable for Free Lunch</u>	<u>Percentage of Applicable Students for the Free Lunch Program</u>	<u>Students Applicable for Reduced Lunch</u>	<u>Percentage of Applicable Students for the Reduced Lunch Program</u>	<u>Total Students Applicable for the Free and Reduced Lunch Programs</u>	<u>Total Percentage of Applicable Students for the Free and Reduced Programs</u>
2006	1,821	273	14.99%	90	4.94%	363	19.93%
2007	1,699	109	6.42%	27	1.59%	136	8.00%

Source: "Lunch MR 81 Report for October 2005" obtained from the Ohio Department of Education.

(1) The latest information available.

Fairview Park City School District
Single Audit Reports
June 30, 2007

Fairview Park City School District

For the year ended June 30, 2007

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**Report on Internal Control over Financial Reporting and on Compliance
and Other Matters Based on an Audit of Financial Statements
Performed in Accordance with *Government Auditing Standards***

Board of Education
Fairview Park City School District
Fairview Park, Ohio

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Fairview Park City School District (the "District"), as of and for the year ended June 30, 2007, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 19, 2007. 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.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting as a basis for designing out auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

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

We consider the following deficiencies described in the accompanying schedule of findings and responses to be significant deficiencies in internal control over financial reporting: 2007-002.

Board of Education
Fairview Park City School District

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the District's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, we believe that the significant deficiency described above is not a material weakness.

Compliance and Other Matters

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 grant agreements, 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 an instance of noncompliance or other matters that is required to be reported under *Government Auditing Standards* and which is described in the accompanying schedule of findings as item 2007-001.

We noted certain matters that we reported to management of the District, in a separate letter dated December 19, 2007.

The District's responses to the findings identified in our audit are described in the accompanying schedule of findings and responses. We did not audit the District's responses and, accordingly, we express no opinion on them.

This report is intended solely for the information and use of the Board of Education, finance committee, management, Auditor of the State's office, 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.

Cioni & Paricki, Inc.

Cleveland, Ohio
December 19, 2007

**Report on Compliance with Requirements Applicable to
Each Major Program and Internal Control Over
Compliance in Accordance with OMB Circular A-133**

Board of Education
Fairview Park City School District
Fairview Park, Ohio

Compliance

We have audited the compliance of the Fairview Park City School District (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 each of its major federal programs for the year ended June 30, 2007. The District’s major federal programs are identified in the summary of auditors’ results section of the accompanying schedule of findings. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the 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 with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. 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 of 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 programs for the year ended June 30, 2007.

Internal Control over Compliance

The management of the District is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the District's internal control over compliance with requirements that could 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, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

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

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

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

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the District as of and for the year ended June 30, 2007, and have issued our report thereon dated December 19, 2007.

Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the District's basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of the District's Board of Education, finance committee, management, the Auditor of State's office, 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.

Cioni & Paricki, Inc.

Cleveland, Ohio
December 19, 2007

Fairview Park City School District

Schedule of Expenditures of Federal Awards

For the year ended June 30, 2007

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal CFDA Number	Receipts	Disbursements
U.S. Department of Agriculture:			
Passed-Through Ohio Department of Education			
National School Lunch Program	10.555	\$ 47,546	\$ 47,546
Special Milk Program	10.556	<u>8,270</u>	<u>8,270</u>
Total U.S. Department of Agriculture		<u>55,816</u>	<u>55,816</u>
U.S. Department of Education:			
Passed-Through Ohio Department of Education:			
Title I, Part A, Title I Grants to Local Education Agencies			
Title I – Fiscal Year 2006	84.010	3,063	7,158
Title I – Fiscal Year 2007	84.010	<u>84,159</u>	<u>84,914</u>
Total Title I Grants to Local Education Agencies		<u>87,222</u>	<u>92,072</u>
Special Education Cluster			
Title VI –B – Fiscal Year 2006	84.027	-	15,833
Title VI –B – Fiscal Year 2007	84.027	497,840	472,839
Early Childhood Special Education – Fiscal Year 2006	84.173	-	1,793
Early Childhood Special Education – Fiscal Year 2007	84.173	21,107	21,318
Special Education – Studies and Evaluation Grant	84.329	-	9
Total Special Education Cluster		<u>518,947</u>	<u>511,792</u>
Title IV, Drug Free School Grant			
Drug Free School Grant – Fiscal Year 2006	84.186	-	465
Drug Free School Grant – Fiscal Year 2007	84.186	<u>5,014</u>	<u>5,864</u>
Total Title IV, Drug Free School Grant		<u>5,014</u>	<u>6,329</u>
Title III ESL			
Title III ESL – Fiscal Year 2006	84.194	5,792	10,225
Title III ESL – Fiscal Year 2007	84.194	<u>15,021</u>	<u>15,535</u>
Total Title III ESL		<u>20,813</u>	<u>25,760</u>
Title V, Innovative Education Program Strategies			
Title V, Innovative Education Program Strategies – Fiscal Year 2006	84.298	3,282	5,779
Title V, Innovative Education Program Strategies – Fiscal Year 2007	84.298	<u>2,975</u>	<u>2,634</u>
Total Title V, Innovative Education Program Strategies		<u>6,257</u>	<u>8,413</u>
Title II-D, Technology			
Title II-D, Technology – Fiscal Year 2006	84.318	1,010	1,147
Title II-D, Technology – Fiscal Year 2007	84.318	<u>84</u>	<u>-</u>
Total Title II-D, Technology		<u>1,094</u>	<u>1,147</u>
Title II-A, Improving Teacher Quality			
Title II-A, Improving Teacher Quality – Fiscal Year 2006	84.367	5,371	6,690
Title II-A, Improving Teacher Quality – Fiscal Year 2007	84.367	<u>61,595</u>	<u>59,943</u>
Total Title II-D, Technology		<u>66,966</u>	<u>66,633</u>
Total U.S. Department of Education		<u>706,313</u>	<u>712,137</u>
U.S. Department of Health and Human Services:			
Passed-Through Ohio Department of Education			
Refugee and Entrant Assistance	93.566	<u>1,314</u>	<u>1,211</u>
Total U.S. Department of Health and Human Services		<u>1,314</u>	<u>1,211</u>
Total Federal Awards Receipts and Expenditures		\$ <u>763,443</u>	\$ <u>769,173</u>

The accompanying notes are an integral part of this schedule

Fairview Park City School District

Notes to the Schedule of Expenditures of Federal Awards

June 30, 2007

Note 1: Significant Accounting Policies

Basis of Presentation

The accompanying Schedule of Federal Awards Receipts and Expenditures (the Schedule) is a summary of the activity of the District's federal award programs. The Schedule has been prepared on the cash basis of accounting. Consequently, certain revenues are recognized when received rather than when earned, and certain expenditures are recognized when paid rather than when the obligation is incurred.

Food Distribution

Nonmonetary assistance is reported in the schedule at fair market value of the commodities received and disbursed. Monies are commingled with State pass-through grant monies. It is assumed federal monies are expended first. At June 30, 2007, the District had immaterial food commodities in inventory recorded in the Food Service Fund.

CFDA – Catalog of Federal Domestic Assistance

Fairview Park City School District

Schedule Of Findings

OMB Circular A-133 Section .505

June 30, 2007

1. Summary of Auditors' Results

(d)(I)(i)	Type of Financial Statement Opinion	Unqualified
(d)(I)(ii)	Were there any significant deficiencies reported at the financial statement level (GAGAS)?	Yes
(d)(I)(ii)	Were there any other material weaknesses reported at the financial statement level (GAGAS)?	No
(d)(I)(iii)	Was there any material noncompliance reported at the financial statement level (GAGAS)?	Yes
(d)(I)(iv)	Were there any material internal control weaknesses reported for major federal programs?	No
(d)(I)(iv)	Were there any other significant control deficiencies reported for major federal programs?	No
(d)(I)(v)	Type of Major Programs' Compliance Opinion	Unqualified
(d)(I)(vi)	Are there any reportable findings under Section .501?	No
(d)(I)(vii)	Major Programs	<ul style="list-style-type: none"> • Special Education Cluster (CFDA # 84.027) (CFDA # 84.173) (CFDA # 84.329)
(d)(I)(viii)	Dollar Threshold: Type A/B Programs	Type A: >\$300,000 Type B: All Others
(d)(I)(ix)	Low Risk Auditee?	Yes

Fairview Park City School District

Schedule Of Findings (continued)
OMB Circular A-133 Section .505

June 30, 2007

2. Findings Related to the Financial Statements Required to be Reported in Accordance With GAGAS

2007-001 - Material noncompliance

Per ORC Section 5705.39 the total appropriation from each fund should not exceed the total estimated revenue. No appropriation measure is to become effective until the County Auditor files a certificate that the total appropriations from each fund do not exceed the total official estimate or amended official estimate.

The following fund had original appropriations in excess of original estimated resources plus carryover balances in violations of Section 5705.39, Ohio Revised Code:

	Estimated Resources Plus Carryover Balances		Original Appropriations	Excess
<i>Nonmajor Enterprise Fund:</i>				
Food Service	\$ 309,009	\$	428,095	\$ 119,086

2007-002 – Significant deficiency

Sound financial reporting is the responsibility of the Treasurer and the Board of Education and is essential to ensure the information provided to the readers of the financial statements is complete and accurate. The lack of controls over the posting of financial transactions and financial reporting can result in errors and irregularities that may go undetected and decreases the reliability of financial data throughout the year.

The following audit adjustments were made to the financial statements:

1. Adjusted accrued wages and benefits to record to actual.
2. Adjusted due to other governments to properly record the workers' compensation liability.
3. Adjusted due to other governments to properly record the SERS and STRS liability.
4. Adjusted compensated absences to properly record the sick leave accrual.
5. Adjusted contracts payable to record to actual.

3. Findings for Federal Awards

None.

Fairview Park City School District

Schedule Of Prior Audit Findings
OMB Circular A-133 Section .315(b)

June 30, 2007

The June 30, 2006 audit reported no audit findings as defined in OMB Circular A-133, Section .510. Therefore, preparation this schedule is not applicable.

Fairview Park City School District

20770 Lorain Road
Fairview Park, Ohio 44126
(440) 331-5500

Response to Findings Associated With Audit Conducted In Accordance With *Government Auditing Standards*

June 30, 2007

Finding Number	District Response	Anticipated Completion Date	Responsible Contact Person
2007-001	The District monitors the Certificate of Estimated Resources and related appropriation measures throughout the year. This noncompliance is the result of unexpected changes relating to the food service program throughout the District. This noncompliance was corrected by the end of the year.	Fiscal year 2007	David Chambers, Treasurer
2007-002	The District will create written policies and procedures relating to the financial reporting process.	Fiscal year 2008	David Chambers, Treasurer



Mary Taylor, CPA
Auditor of State

FAIRVIEW PARK 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 17, 2008