



**Mary Taylor, CPA**  
Auditor of State



**EUCLID CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY**

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**EUCLID CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY**

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

Federal Grantor/ Pass Through Grantor Program Title	Federal CFDA Number	Receipts	Non-Cash Receipts	Expenditures	Non-Cash Expenditures
<b>U.S. DEPARTMENT OF AGRICULTURE</b>					
<i>Passed Through Ohio Department of Education:</i>					
Child Care - Summer School Meals	10.559	\$22,504	\$0	\$22,504	\$0
National School - Breakfast	10.553	324,190	0	324,190	0
National School Lunch Program	10.555	<u>1,218,225</u>	<u>116,474</u>	<u>1,218,225</u>	<u>116,474</u>
Total Nutrition Cluster		<u>1,564,919</u>	<u>116,474</u>	<u>1,564,919</u>	<u>116,474</u>
<b>Total U.S. Department of Agriculture</b>		<u>1,564,919</u>	<u>116,474</u>	<u>1,564,919</u>	<u>116,474</u>
<b>U.S. DEPARTMENT OF EDUCATION</b>					
<i>Passed Through Ohio Department of Education:</i>					
Special Education Grants	84.027	0	0	75,131	0
Special Education Grants	84.027	<u>1,265,412</u>	<u>0</u>	<u>1,338,046</u>	<u>0</u>
Subtotal Special Education Grants		1,265,412	0	1,413,177	0
Preschool Grant	84.173	13,284	0	14,565	0
Preschool Grant	84.173	<u>41,091</u>	<u>0</u>	<u>35,463</u>	<u>0</u>
Subtotal Preschool Grant		54,375	0	50,028	0
Total Special Education Cluster		<u>1,319,787</u>	<u>0</u>	<u>1,463,205</u>	<u>0</u>
Adult Basic Education	84.002	12,490	0	2,955	0
Adult Basic Education	84.002	68,459	0	68,459	0
Adult Basic Education	84.002	78,291	0	71,818	0
Adult Basic Education	84.002	337,209	0	299,356	0
Adult Basic Education	84.002	143,000	0	119,545	0
Adult Basic Education	84.002	32,000	0	32,000	0
Adult Basic Education	84.002	<u>107,820</u>	<u>0</u>	<u>102,241</u>	<u>0</u>
Total Adult Basic Education		779,269	0	696,374	0
Title I	84.010	217,950	0	183,849	0
Title I	84.010	<u>1,890,342</u>	<u>0</u>	<u>1,706,331</u>	<u>0</u>
Total Title I		2,108,292	0	1,890,180	0
Drug Free Schools Grant - State Grant	84.186	10,711	0	16,780	0
Drug Free Schools Grant - State Grant	84.186	<u>11,051</u>	<u>0</u>	<u>8,404</u>	<u>0</u>
Total Drug Free Schools - State Grant		21,762	0	25,184	0
Goals 2000 - 21st Century	84.287	0	0	155	0
Innovative Education Program Strategies	84.298	6,901	0	8,513	0
Innovative Education Program Strategies	84.298	<u>5,866</u>	<u>0</u>	<u>5,866</u>	<u>0</u>
Total Innovative Education Program Strategies		12,767	0	14,379	0
Educational Technology	84.318	0	0	6,097	0
Educational Technology	84.318	<u>48,969</u>	<u>0</u>	<u>47,238</u>	<u>0</u>
Total Educational Technology		48,969	0	53,335	0
Improving Teacher Quality	84.367	298,497	0	263,327	0
<i>Total Passed Through the Ohio Department of Education</i>		4,589,343	0	4,406,139	0
Direct Program:					
Teaching American History Grants	84.215	<u>451,429</u>	<u>0</u>	<u>451,429</u>	<u>0</u>
<b>Total U.S. Department of Education</b>		<u>5,040,772</u>	<u>0</u>	<u>4,857,568</u>	<u>0</u>
<b>Total Federal Assistance</b>		<u>\$6,605,691</u>	<u>\$116,474</u>	<u>\$6,422,487</u>	<u>\$116,474</u>

The accompanying notes to the Schedule of Federal Awards, Receipts and Expenditures are an integral part of this schedule.

**EUCLID CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY  
JUNE 30, 2009**

**NOTES TO SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES**

**NOTE A – SIGNIFICANT ACCOUNTING POLICIES**

The accompanying Schedule of Federal Awards Receipts and Expenditures (the Schedule) summarizes activity of the District's federal award programs. The schedule has been prepared on the cash basis of accounting.

**NOTE B – FOOD DISTRIBUTION**

Nonmonetary assistance, such as food received from the U.S. Department of Agriculture, is reported in the Schedule at the entitlement value of the commodities received and consumed. Cash receipts from the U.S. Department of Agriculture are commingled with State and local grant monies. It is assumed federal monies are expended first.

CFDA – Catalog of Federal Domestic Assistance



# Mary Taylor, CPA

Auditor of State

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

Euclid City School District  
Cuyahoga County  
651 East 222<sup>nd</sup> Street  
Euclid, Ohio 44123

To the Board of Education:

We have audited the financial statements of the governmental activities, the business-type activities, the major fund, and the aggregate remaining fund information of Euclid City School District, Cuyahoga County, (the District) as of and for the year ended June 30, 2009, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 23, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*.

### Internal Control Over Financial Reporting

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

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

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

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

We noted certain matters that we reported to the District's management in a separate letter dated December 23, 2009.

### **Compliance and Other Matters**

As part of reasonably assuring whether the District's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and accordingly, we do not express an opinion. The results of our tests disclosed no instances of noncompliance or other matters we must report under *Government Auditing Standards*.

We did note certain noncompliance or other matters that we reported to the District's management in a separate letter dated December 23, 2009.

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

A handwritten signature in black ink that reads "Mary Taylor". The signature is written in a cursive, flowing style.

**Mary Taylor, CPA**  
Auditor of State

December 23, 2009





# Mary Taylor, CPA

Auditor of State

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

Euclid City School District  
Cuyahoga County  
651 East 222nd Street  
Euclid, Ohio 44123

To the Board of Education:

### Compliance

We have audited the compliance of the Euclid City School District, Cuyahoga County, Ohio (the District) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133, Compliance Supplement* that apply to its major federal program for the year ended June 30, 2009. The summary of auditor's results section of the accompanying schedule of findings identifies the District's major federal programs. The District's management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to each major federal program. Our responsibility is to express an opinion on the District's compliance based on our audit.

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

In our opinion, the Euclid City School District complied, in all material respects, with the requirements referred to above that apply to its major federal program for the year ended June 30, 2009.

### Internal Control Over Compliance

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

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

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

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

However, we noted a matter involving the internal control over federal compliance not requiring inclusion in this report, that we reported to the District's management in a separate letter dated December 23, 2009.

#### **Federal Awards Receipts and Expenditures Schedule**

We have also audited the financial statements of the governmental activities, the business type activities, the major fund, and the aggregate remaining fund information of the Euclid City School District as of and for the year ended June 30, 2009, and have issued our report thereon dated December 23, 2009. Our audit was performed to form opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying schedule of federal awards receipts and expenditures provides additional information as required by OMB Circular A-133 and is not a required part of the basic financial statements. We subjected this information to the auditing procedures applied in the audit of the basic financial statements. In our opinion, this information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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



**Mary Taylor, CPA**  
Auditor of State

December 23, 2009

**EUCLID CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY**

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

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

<i>(d)(1)(i)</i>	<b>Type of Financial Statement Opinion</b>	Unqualified
<i>(d)(1)(ii)</i>	<b>Were there any material control weaknesses reported at the financial statement level (GAGAS)?</b>	No
<i>(d)(1)(ii)</i>	<b>Were there any other significant deficiencies in internal control reported at the financial statement level (GAGAS)?</b>	No
<i>(d)(1)(iii)</i>	<b>Was there any reported material noncompliance at the financial statement level (GAGAS)?</b>	No
<i>(d)(1)(iv)</i>	<b>Were there any material internal control weaknesses reported for major federal programs?</b>	No
<i>(d)(1)(iv)</i>	<b>Were there any other significant deficiencies in internal control reported for major federal programs?</b>	No
<i>(d)(1)(v)</i>	<b>Type of Major Programs' Compliance Opinion</b>	Unqualified
<i>(d)(1)(vi)</i>	<b>Are there any reportable findings under § .510?</b>	No
<i>(d)(1)(vii)</i>	<b>Major Programs (list):</b>	Title I – CFDA#84.010
<i>(d)(1)(viii)</i>	<b>Dollar Threshold: Type A\B Programs</b>	Type A: > \$ 300,000 Type B: all others
<i>(d)(1)(ix)</i>	<b>Low Risk Auditee?</b>	Yes

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

None

**3. FINDINGS FOR FEDERAL AWARDS**

None

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# Mary Taylor, CPA

## Auditor of State

### INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES

Euclid City School District  
Cuyahoga County  
651 East 222<sup>nd</sup> Street  
Euclid, Ohio 44123

To the Board of Education:

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

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

1. We noted the Board adopted an anti-harassment policy at its meeting on December 10, 2007.
2. We read the policy, noting it included the following requirements from Ohio Rev. Code Section 3313.666(B):
  - (1) A statement prohibiting harassment, intimidation, or bullying of any student on school property or at school-sponsored events;
  - (2) A definition of harassment, intimidation, or bullying that includes the definition in division (A) of Ohio Rev. Code Section 3313.666;
  - (3) A procedure for reporting prohibited incidents;
  - (4) A requirement that school personnel report prohibited incidents of which they are aware to the school principal or other administrator designated by the principal;
  - (5) A requirement that parents or guardians of any student involved in a prohibited incident be notified and, to the extent permitted by section 3319.321 of the Revised Code and the "Family Educational Rights and Privacy Act of 1974," 88 Stat. 571, 20 U.S.C. 1232q, as amended, have access to any written reports pertaining to the prohibited incident;
  - (6) A procedure for documenting any prohibited incident that is reported;
  - (7) A procedure for responding to and investigating any reported incident;

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

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

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



**Mary Taylor, CPA**  
Auditor of State

December 23, 2009

# Euclid City School District

Euclid, Ohio



Comprehensive Annual  
Financial Report

# 2009

For the Fiscal Year Ended June 30, 2009







# **Introductory**

## **Section**



# **Euclid City School District**

**Euclid, Ohio**



## **Comprehensive Annual Financial Report 2009**

**For the Fiscal Year Ended June 30, 2009**

**Issued By: Treasurer's Office**

**Stephen A. Vasek, Treasurer**

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# Euclid City Schools

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**Stephen Vasek, Treasurer**

December 23, 2009

Members of the Board of Education and  
Residents of the Euclid City School District

Dear Board Members and Residents:

We are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) of the Euclid City School District. This CAFR, which includes an unqualified opinion from the Auditor of the State of Ohio, conforms to generally accepted accounting principles as applicable to governmental entities for the fiscal year ended June 30, 2009.

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.

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

## **Profile of the School District**

Euclid was officially settled in 1797 by eleven families. In 1830, the village meeting minutes indicated that a sum of \$300 was to be paid to the directors of the Euclid City School District. In 1868, a class of six high school pupils was organized. In 1895, the first high school building was erected. The first class graduated from that building in 1897. By 1896, the Euclid City School District was patterned after a district plan dividing the City into eleven districts. The eleven districts were consolidated into five buildings. At the close of 1918, there were two high schools, Central and Shore.

During the peak enrollment years of the 1960's and 1970's, the District maintained an enrollment of approximately 11,000 students, precipitating the need for additional buildings to be constructed. As enrollment declined during the 1980's by approximately 5,000 students, three elementary buildings and one junior high building were closed. Due to the reinstatement of all day, every day kindergarten continued enrollment increased, two of the closed elementary buildings were reopened in 2004. The District currently consists of one high school, two middle schools, six elementary schools, and a special education center, with an enrollment of over 6,000 students.



Statutorily, the District operates under standards prescribed by the Ohio State Board of Education as provided in Division (D) of Section 3301.07 and Section 119.01 of the Ohio Revised Code, to provide educational services authorized and mandated by State and/or Federal agencies.

The District has reviewed its reporting entity definition in order to ensure conformance with the Governmental Accounting Standards Board Statement No. 14, *The Financial Reporting Entity*. In evaluating how to define the District for financial reporting purposes, management has considered all agencies, departments, and organizations making up the 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 Euclid, the Parent Teacher Organization, and the Parochial Schools. The District is associated with two organizations, the Ohio Schools Council and the Euclid Public Library. The Ohio Schools' Council Association is a jointly governed organization whose relationship to the District is described in Note 17 to the accompanying financial statements. The Euclid Public Library is a related organization and is described in Note 18 to the accompanying financial statements.

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

The District uses a team approach to meet today's educational challenges and to make school improvements a reality. This team consists of a five-member Board of Education which serves as the taxing authority, contracting body, and policy developers for the District. The Board adopts the annual operating budget and approves all expenditures of the District's monies. The administrative team consists of the Superintendent, who is the Chief Administrative Officer of the District and is responsible for providing educational and administrative management leadership for the total operation of the District, and the Treasurer, who is the Chief Fiscal Officer of the District and is responsible for maintaining records of all financial matters, issuing warrants and payment of liabilities incurred by the District, and who also serves as the Chief Financial Officer of all District funds and investments as specified by law.

The remaining administrative team members appointed by the Superintendent/School Board include the following: two Assistants to the Superintendent, Director of Pupil Personnel Services, Business Manager, and Director of Management Information Services. The above five individuals, along with the Superintendent and the Treasurer, constitute the administrative cabinet which meets to provide recommendations to the Superintendent and also provides problem-solving and policy implementing management to the District.

### **Local Economy and Relevant Financial Policies**

The District has the same boundaries as the City of Euclid. The City is bounded on the west by the City of Cleveland, on the north by Lake Erie, and on the south and east by smaller cities.

The City of Euclid has experienced a stagnation of its commercial property tax base in recent years. The District's commercial and industrial real estate assessed valuation has decreased from \$191 million in 1995 to \$189 million in 2009. The tangible personal property assessed valuation has decreased from \$100 million to \$14 million in that same time frame. This loss is a result of a change in state tax law phasing out the tangible personal property tax. The total assessed valuation for all property was \$755 million in 1995 compared to \$847 million in 2009. The City of Euclid has enacted a number of programs, including tax incentive programs, to encourage business growth and development.

As in most areas of the county, property tax delinquency and foreclosure increases have had a negative impact on property tax collections. Fortunately, the voters of Euclid approved a ten-year \$5.6 million operating levy in November, 2008.

Of the District's General Fund operations, 44 percent of the General Fund cash basis revenue is received from real estate taxes on residential, commercial, and industrial properties. Another 3 percent is received from tangible personal property taxpayers with 8 percent being received from the shared City income tax. Approximately 42 percent is received from various forms of State aid, with the balance representing interest earnings and miscellaneous receipts.

After several years of increasing enrollment to 6,573 in 2006, the last three years saw decreases to 6,466 in 2007, 6,134 in 2008 and 6,095 in 2009, due in most part, to the state's continued expansion of School Choice.

The State of Ohio's charter school and voucher programs have had a negative effect on the District's state revenues. Students who transfer to charter schools or receive vouchers to attend private schools essentially take their state per pupil funding along with them to those schools. In fiscal year 2009, approximately \$6.3 million was deducted from the District's State revenue for those programs.

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 reappraisal 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.

Ohio House Bill 66, enacted in 2005, made significant changes to the State's business tax law. Among the changes is the phase down and elimination of the tangible personal property tax.

The phase-out for the tangible personal property tax began with the 2006 tax collection year, in which approximately 75 percent of the traditional amount was 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 H.B. 66 personal property tax loss reimbursement mechanism began to make payments to school districts to help offset the loss of personal property tax collections. The reimbursement payments 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). These reimbursements are scheduled to be phased out after 2013.

The State of Ohio adopted its 2010-2011 biennial budget in the summer of 2009. This budget, House Bill 1, drastically changes how public education is funded. The State's formula has been changed from a per pupil funding base to an evidence based model which utilizes inputs of factors believed to be essential for successful schools. However, revenue shortfalls and corresponding budget issues prevented the State from fully funding the new formula.

### **Financial Information**

#### ***Internal Accounting and Budgetary Control***

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

The District utilizes an automated accounting and payroll system as designed by the State software development team. An internal controls system for capital assets is provided by an outside company. These systems, coupled with the manual auditing of each voucher prior to payment, ensures that the financial information generated is both accurate and reliable.

Prior to the start of each fiscal year, the Board of Education adopts an appropriation measure for that fiscal year. The Board has the ability to adopt temporary appropriations prior to September 30 if permanent appropriations are not yet available. If a temporary appropriation measure is first adopted, the permanent appropriation measure must be adopted upon receipt from the County Auditor of an amended certificate of estimated resources based on final assessed values and tax rates, which is usually within the first three months of the fiscal year.

Annual appropriations may not exceed County Budget Commission's official estimate of resources. The County Auditor certifies that the Board of Education's appropriation measures, including any supplements or amendments do not exceed the amount set forth in the latest of those official estimates (See Note 2 for additional budgetary information).

### **Long-Term Financial Planning**

The District is the only school district in the State of Ohio with an enacted shared City/School income tax. The shared City income tax, enacted in 1994, is an .85 percent City voted income tax of which .47 percent was for the District and .38 percent for the City. The District and City continue to be partners in redeveloping various industrial sites in the City of Euclid that are currently vacant and/or under-utilized.

In 2004, a 2.5 mill continuing permanent improvement levy was passed by the voters. These funds were intended to be used for costs associated with a District wide reorganization, which included the reopening of two elementary schools, and ongoing capital improvements.

In November 2008, a ten-year \$5.6 million emergency levy was approved by the voters of the District. Approximately 6.9 mills was assessed beginning with the 2008 tax year (2009 collection year) and end with the 2017 tax year. This added revenue source in conjunction with planned spending reductions in the 2009-2010 fiscal year will enable the District to operate without a fund balance deficit through June 2011.

The District has a comprehensive technology plan for moving into the twenty-first century. The District is well known for accomplishments in the area of integrating technology into the instructional process. The District has a full-time technology resource teacher in every building. Several of the schools have been recognized annually by their winning entries into the National Computer Learning Month competition.

Over the last two years, the District developed a long range facility plan to replace all of its aging buildings. Additionally, the District and the Ohio School Facilities Commission agreed to a master plan to accomplish this goal with the State of Ohio paying 41% of the total cost. In November, 2009, the voters of Euclid approved a \$40.3 million 28-year bond issue that will provide the local 59% share to complete the elementary school segment of the Master Plan. The issuance of these bonds is expected to occur in late winter or early spring of 2010.

## **Major Initiatives**

In February, 1994, the District's Board of Education adopted the following mission statement:

*It is the mission of the Euclid City Schools to provide an environment for learning. Our graduates will be prepared for the world of work and a place in our community as good citizens. The responsibility for resources and support lies with everyone in our community. The responsibility to learn lies with the students.*

Starting in 1994, the District maintained a Five-Year Plan, which has guided the District's strategies and major initiatives. Effective with the 1999-2000 school year, the State Department of Education required each urban school district to develop and maintain a Consolidated Continuous Improvement Plan (CCIP). The (CCIP) has many of the same aspects as the District's Five-Year Plan. Initially, the development of the CCIP was primarily a revision of the Five-Year Plan. Beginning in 2004, school districts designated as districts in School Improvement (SI) status – as Euclid was – were required to focus most major initiatives through the CCIP document. At this time, the District abandoned the more cumbersome Five –Year Plan that had become less useful as a planning and implementation tool and had become redundant due to the required development and deployment of the CCIP.

Consolidated Continuous Improvement Plan (CCIP) Goals:

The CCIP is the major focus of all educational planning for the District and establishes the key goals for each school that must also write a School Improvement Plan (SIP) because the schools have not achieved Adequate Yearly Progress (AYP) required by No Child Left Behind (NCLB) legislation.

The District's CCIP establishes five major goals: Academic Excellence, Organizational Excellence, Safe and Supportive Schools, Partnering with Parents and Community and Adult Basic Literacy Education with appropriate supporting strategies and action steps.

The CCIP fulfills the state's required documentation for the awarding and expenditure of major grant funding as well as the guiding document for school-based planning.

Euclid is now required to participate in the Ohio Improvement Process (OIP). The OIP limits districts to two or three goals with supporting strategies and action steps. The State has reported that the District goals developed during the OIP will replace the CCIP goals, but since the CCIP has been required for grant funding, the District is waiting to see what will actually be included in the CCIP going forward.

The three major goals so far established include the following:

1. **Reading:** All students in the Euclid City Schools will be proficient in reading by 2014. Therefore, by August 2011 all schools will reduce by 50 percent the difference between their 2007-2008 passage rate on the OAT/OGT and 100 percent proficiency.
2. **Mathematics:** All students in the Euclid City Schools will be proficient in math by 2014. Therefore, by August 2011 all schools will reduce by 50 percent the difference between their 2007-2008 passage rate on the OAT/OGT and 100 percent proficiency.

- Climate:** The Euclid City Schools will provide learning environments that are safe, engaging and promote clear behavioral expectations for all students as evidenced by a 25 percent decrease in suspendable offenses by August 2011 compared to the 2007-2008 data.

Due to the District's aging facilities and an upcoming opportunity for matching funds from the State of Ohio, the District completed a long range facility study during the 2008 fiscal year. A professional facility assessment, and enrollment trend analysis, planning sessions and a series of community focus group meetings were completed over the course of the year. Determination of the facilities plan should be finalized during the 2010 fiscal year.

### **Awards**

GFOA Certificate of Achievement. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Euclid City School District for its comprehensive annual financial report for the year ended June 30, 2008. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This 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 this report maintains a high level of accountability of the District to the taxpayers. This accomplishment would not have been possible without the support and efforts of the School Treasurer's Office and Finance Department and various administrators and employees of the District. Assistance of the County Auditor's office staff and other outside agencies made possible the fair presentation of the statistical data.

In addition, special appreciation is expressed to the firm of James G. Zupka, CPA, Inc. for the advice and guidance rendered to the production of this report.

Finally, sincere appreciation is extended to the Board of Education for its interest in and support of this project.

Respectfully submitted,



Stephen Vasek  
Treasurer  
Euclid City School District



Dr. Joffrey Jones  
Superintendent  
Euclid City School District

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Euclid City School District  
Ohio

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

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



President

Executive Director

**PRINCIPAL OFFICIALS**  
**JUNE 30, 2009**

**BOARD OF EDUCATION**

- Mr. Berry Sweet ..... President**
- Mrs. Donna Sudar..... Vice President**
- Mrs. Angela Lisy ..... Member**
- Mr. Kent Smith ..... Member**
- Ms. Kay Van Ho..... Member**

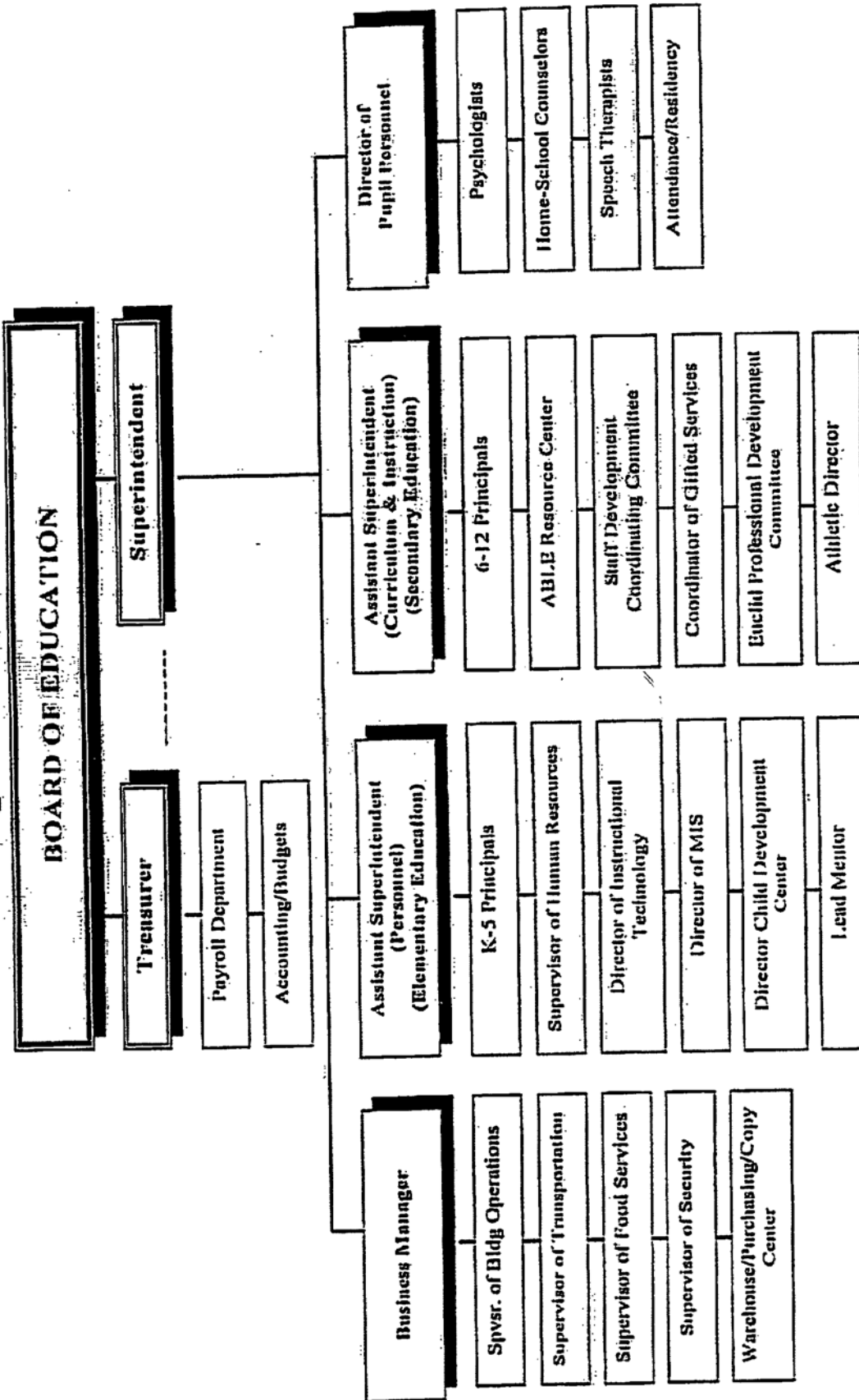
**TREASURER**

**Mr. Stephen Vasek**

**ADMINISTRATION**

- Dr. Joffrey Jones ..... Superintendent**
- Dr. Andrea Celico ..... Assistant Superintendent - Personnel**
- Dr. John Schweitzer.....Assistant Superintendent - Curriculum**
- Mr. Ken Clickenger ..... Business Manager**
- Mr. David Van Leer..... Director, Pupil Personnel**

Euclid City Schools  
Organizational Chart









**Financial**  
Section





# Mary Taylor, CPA

Auditor of State

## INDEPENDENT ACCOUNTANTS' REPORT

Euclid City School District  
Cuyahoga County  
651 East 222<sup>nd</sup> Street  
Euclid, Ohio 44123

To the Board of Education:

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the major fund, and the aggregate remaining fund information of the Euclid City School District, Cuyahoga County, Ohio (the District), as of and for the year ended June 30, 2009, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the major fund, and the aggregate remaining fund information of Euclid City School District, Cuyahoga County, Ohio, as of June 30, 2009, and the respective changes in financial position and where applicable, cash flows, thereof and the budgetary comparison for the General fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 23, 2009, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

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

We conducted our audit to opine on the financial statements that collectively comprise the District's basic financial statements. The introductory, combining nonmajor fund statements and schedules and statistical tables provide additional information and are not a required part of the basic financial statements. We subjected the combining nonmajor fund statements and schedules to the auditing procedures applied in the audit of the basic financial statements. In our opinion, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole. We did not subject the introductory section or statistical section to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.



**Mary Taylor, CPA**  
Auditor of State

December 23, 2009

**Management's Discussion and Analysis**

**For the Fiscal Year Ended June 30, 2009**

The management's discussion and analysis of the Euclid City School District's (the "District") financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2009. The intent of this discussion and analysis is to look at the District's financial performance as a whole. Readers should also review the transmittal letter, notes to the basic financial statements, and financial statements to enhance their understanding of the District's financial performance.

**Financial Highlights**

Key financial highlights for 2009 are as follows:

- In total, net assets increased \$3,336,345 or by 11.7 percent. Net assets of governmental activities increased \$3,605,460 which represents a 13.1 percent increase from 2008 to 2009. Net assets of business-type activities decreased \$269,115 which represents a 26.0 percent decrease from 2008 to 2009.
- General revenues accounted for \$73,187,300 in revenue or 87.4 percent of all governmental revenues. Program specific revenues in the form of charges and sales and operating grants and contributions accounted for \$10,569,093 or 12.6 percent of total governmental revenues of \$83,756,393.
- Total assets of governmental activities increased by \$3,238,336 as current and other assets increased by \$2,958,488 and capital assets increased by \$279,848.
- The District had \$80,208,571 in expenses related to governmental activities; only \$10,569,093 of these expenses were offset by program specific charges for services and operating grants and contributions. General revenues (primarily taxes) of \$73,187,300 were adequate to provide for these programs.
- The general fund had \$71,213,856 in revenues (including other financing sources) and \$70,594,069 in expenditures (including other financing uses). The general fund's fund balance increased to \$9,718,578 from \$9,098,791.

**Using this Comprehensive Annual Financial Report (CAFR)**

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

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 nonmajor funds presented in total in one column. In the case of the District, the general fund is by far the most significant fund.

***Reporting the District as a Whole***

*Statement of Net Assets and 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 District as a whole looks at all financial transactions and asks the question, “How did we do financially during 2009?” The Statement of Net Assets and Statement of Activities answer this question. These statements include *all assets* and *all 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 Statement of Activities, the District is divided into two distinct kinds of activities:

- Governmental Activities - Most of the District’s programs and services are reported here including instruction, support services, operation and maintenance of plant services, pupil transportation, and extracurricular activities.
- Business-Type Activities – These 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 adult and community education programs, food service, uniform school supplies, and customer service are reported as business activities.

***Reporting the District’s Most Significant Funds***

*Fund Financial Statements*

The analysis of the District’s major fund begins on page 8. Fund financial reports provide detailed information about the District’s major fund. 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 fund is the general fund.

*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 year-end available for spending in future periods. These funds are reported using an accounting method called *modified accrual* accounting, which measures cash and all other *financial assets* that can readily be converted to cash. The governmental fund statements provide a detailed *short-term* view of the 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 Statement of Activities) and governmental funds is reconciled in the financial statements.

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

**The School District as a Whole**

You may 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 2009 compared to 2008:

**Table 1 - Net Assets**

	Governmental Activities		Business-Type Activities		Total	
	2009	2008	2009	2008	2009	2008
<b>ASSETS</b>						
Current and other assets	\$ 62,587,100	\$ 59,628,612	\$ 913,683	\$ 1,252,662	\$ 63,500,783	\$ 60,881,274
Capital assets, net	25,791,803	25,511,955	127,705	54,108	25,919,508	25,566,063
<b>Total Assets</b>	<b>88,378,903</b>	<b>85,140,567</b>	<b>1,041,388</b>	<b>1,306,770</b>	<b>89,420,291</b>	<b>86,447,337</b>
<b>LIABILITIES</b>						
Current and other liabilities	40,350,870	39,694,505	180,206	185,347	\$ 40,531,076	\$ 39,879,852
Long-term liabilities:						
Due within one year	4,431,275	3,859,339	5,777	5,245	4,437,052	3,864,584
Due in more than one year	12,545,608	14,141,033	90,507	82,165	12,636,115	14,223,198
<b>Total Liabilities</b>	<b>57,327,753</b>	<b>57,694,877</b>	<b>276,490</b>	<b>272,757</b>	<b>57,604,243</b>	<b>57,967,634</b>
<b>NET ASSETS</b>						
Invested in capital assets, net of related debt	12,778,218	9,838,599	127,705	54,108	12,905,923	9,892,707
Restricted	5,610,784	4,752,503	-	-	5,610,784	4,752,503
Unrestricted	12,662,148	12,854,588	637,193	979,905	13,299,341	13,834,493
<b>Total Net Assets</b>	<b>\$ 31,051,150</b>	<b>\$ 27,445,690</b>	<b>\$ 764,898</b>	<b>\$ 1,034,013</b>	<b>\$ 31,816,048</b>	<b>\$ 28,479,703</b>

Current assets of governmental activities increased \$2,958,488. Capital assets increased by \$279,848. Equity in pooled cash and cash equivalents and investments increased by \$331,335 due to the District’s revenues exceeding annual operations. Taxes receivable increased \$2,709,288 due to the passage of a \$5.6 million emergency operating levy in November 2008.

The net assets of the District’s business-type activities decreased by \$269,115 or 26.0 percent.

Table 2 shows the changes in net assets for fiscal year 2009 compared to 2008.

**Table 2 - Change in Net Assets**

	Governmental Activities		Business-Type Activities		Total	
	2009	2008	2009	2008	2009	2008
<b>REVENUES</b>						
Program Revenues:						
Charges for services	\$ 1,107,029	\$ 4,925,619	\$ 1,177,473	\$ 1,393,622	\$ 2,284,502	\$ 6,319,241
Operating grants and contributions	9,462,064	8,982,476	1,856,667	1,568,555	11,318,731	10,551,031
<b>Total Program Revenues</b>	<b>10,569,093</b>	<b>13,908,095</b>	<b>3,034,140</b>	<b>2,962,177</b>	<b>13,603,233</b>	<b>16,870,272</b>
General Revenues:						
Property taxes	37,374,004	36,737,716	-	-	37,374,004	36,737,716
Municipal income taxes	5,745,681	6,136,900	-	-	5,745,681	6,136,900
Grants and entitlements	29,350,742	25,281,138	-	-	29,350,742	25,281,138
Payment in Lieu of Taxes	287,593	23,375	-	-	287,593	23,375
Investment income	332,880	966,546	712	5,151	333,592	971,697
All other revenues	96,400	214,511	26,132	36,301	122,532	250,812
<b>Total General Revenues</b>	<b>73,187,300</b>	<b>69,360,186</b>	<b>26,844</b>	<b>41,452</b>	<b>73,214,144</b>	<b>69,401,638</b>
<b>Total Revenues</b>	<b>83,756,393</b>	<b>83,268,281</b>	<b>3,060,984</b>	<b>3,003,629</b>	<b>86,817,377</b>	<b>86,271,910</b>
<b>EXPENSES</b>						
Program Expenses:						
Instruction:						
Regular	29,685,825	29,166,887	-	-	29,685,825	29,166,887
Special	14,747,557	14,488,562	-	-	14,747,557	14,488,562
Vocational	1,292,997	1,402,642	-	-	1,292,997	1,402,642
Adult/Continuing	80,245	86,990	-	-	80,245	86,990
Other	737,533	1,118,075	-	-	737,533	1,118,075
Supporting Services:						
Pupil	4,102,032	3,869,019	-	-	4,102,032	3,869,019
Instructional Staff	5,349,115	4,807,402	-	-	5,349,115	4,807,402
Board of Education	63,413	77,856	-	-	63,413	77,856
Administration	5,325,009	5,201,897	-	-	5,325,009	5,201,897
Fiscal	2,013,309	2,030,498	-	-	2,013,309	2,030,498
Business	758,527	802,476	-	-	758,527	802,476
Operation and Maintenance of Plant	8,039,562	8,444,510	-	-	8,039,562	8,444,510
Pupil Transportation	3,801,548	4,128,390	-	-	3,801,548	4,128,390
Central	1,240,344	1,356,385	-	-	1,240,344	1,356,385
Operation of Non-Instructional Services	1,152,878	4,916,594	-	-	1,152,878	4,916,594
Extracurricular Activities	1,281,346	1,307,174	-	-	1,281,346	1,307,174
Interest and Fiscal Charges	537,331	693,877	-	-	537,331	693,877
Food Service	-	-	2,450,210	2,491,820	2,450,210	2,491,820
Uniform School Supplies	-	-	5,909	3,880	5,909	3,880
Customer Service	-	-	816,342	847,134	816,342	847,134
Adult and Community Education	-	-	-	2,000	-	2,000
<b>Total Expenses</b>	<b>80,208,571</b>	<b>83,899,234</b>	<b>3,272,461</b>	<b>3,344,834</b>	<b>83,481,032</b>	<b>87,244,068</b>
Change in Net Assets before Transfers	3,547,822	(630,953)	(211,477)	(341,205)	3,336,345	(972,158)
Transfers	57,638	(14,000)	(57,638)	14,000	-	-
Net Assets - Beginning of Year	27,445,690	28,090,643	1,034,013	1,361,218	28,479,703	29,451,861
<b>Net Assets - End of Year</b>	<b>\$31,051,150</b>	<b>\$27,445,690</b>	<b>\$ 764,898</b>	<b>\$1,034,013</b>	<b>\$31,816,048</b>	<b>\$28,479,703</b>



***Governmental Activities***

The unique nature of property taxes in Ohio creates the need to routinely seek voter approval for operating funds. The overall revenue generated by the levy will not increase solely as a result of inflation. As an example, a homeowner with a home valued at \$100,000 and taxed at 1.0 mill would pay \$35.00 annually in taxes. If three years later the home were reappraised and increased to \$200,000 (and this inflationary increase in value is comparable to other property owners) the effective tax rate would become .5 mills and the owner would still pay \$35.00.

Thus school districts dependent upon property taxes are hampered by a lack of revenue growth and must regularly return to the voters to maintain a constant level of service. Property taxes made up 44.6 percent of revenues for governmental activities for the District in fiscal year 2009. General grants and entitlements represented 35.0 percent of governmental activity revenue in fiscal year 2009.

Instruction comprises 58.0 percent of governmental program expenses. Pupil and Instructional Staff comprised 11.8 percent, Board of Education, Administration, Fiscal, and Business comprised 10.2 percent, Operations and Maintenance of Plant comprised 10.0 percent, and Pupil Transportation comprised 4.7 percent of governmental program expenses. Interest and fiscal charges expenses were less than 1 percent of governmental program expenses. Most of the interest expense was attributable to outstanding debt issues previously approved by the residents of the District to fund capital projects.

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services for 2009 and 2008. Table 3 shows the total cost for services for governmental activities 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 2009	Total Cost of Services 2008	Net Cost of Services 2009	Net Cost of Services 2008
Instruction	\$ 46,544,157	\$ 46,263,156	\$ (39,651,218)	(38,907,455)
Supporting Services:				
Pupils and Instructional Staff	9,451,147	8,676,421	(7,581,067)	(7,801,549)
Board of Education, Administration, Fiscal, and Business	8,160,258	8,112,727	(7,981,116)	(7,935,339)
Operation and Maintenance of Plant	8,039,562	8,444,510	(7,872,032)	(8,247,104)
Pupil Transportation	3,801,548	4,128,390	(3,733,961)	(4,022,768)
Central	1,240,344	1,356,385	(1,222,232)	(1,334,893)
Operation of Non-Instructional Services	1,152,878	4,916,594	(56,624)	(77,077)
Extracurricular Activities	1,281,346	1,307,174	(1,003,897)	(971,077)
Interest and fiscal charges	537,331	693,877	(537,331)	(693,877)
Total cost of service	<u>\$ 80,208,571</u>	<u>\$ 83,899,234</u>	<u>\$ (69,639,478)</u>	<u>\$ (69,991,139)</u>

The dependence upon general revenues for governmental activities is apparent. Over 86.8 percent of governmental activities are supported through taxes and other general revenues. For all governmental activities, general revenue support is 87.4 percent of total governmental revenues. The community, as a whole, is the primary support for the District.

***Business Type Activities***

Business-type activities include the food service operation, the sale of uniform school supplies, adult education, and an automotive shop customer service operation. These programs had revenues of \$3,060,984 and expenses of \$3,272,461 in fiscal year 2009. The net change after transfers, a decrease in net assets of \$269,115 included a net loss of \$111,796 in the food service program. Non-operating revenues, including \$1,675,508 in grants and \$181,871 in donated commodities and earning on investments were not adequate to offset an operating loss of \$1,906,388 in the food service program. Reviews of these operations, including consideration of price adjustments and expense control is ongoing.

**The School District's Funds**

The District's governmental funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of \$87,653,417 and expenditures of \$84,625,982. The net increase in fund balance (including Other Financing Sources and Uses) of \$3,027,435 was due in part, to the District's passage of a \$5.6 million emergency operating levy in November 2008. Due to the state of public school funding in the Ohio, the current system does not allow for built in adjustments to revenue streams as operating costs increase. Ohio school districts are generally required to place funding issues on the ballot every three to five years in order to increase funding for the increased cost of doing business.

Due to increased revenue levels, mainly in the form of property taxes and intergovernmental revenue, the general fund experienced a net increase in fund balance of \$619,787. All other governmental funds netted an increase in fund balance of \$2,407,648 in total.

***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 2009, the District amended its general fund budget numerous times, none being significant. The District uses site-based budgeting and the budgeting systems are designed to tightly control total site budgets but provide flexibility for site management.

For the general fund, the total final budget basis revenue was increased to \$70,205,396 from the total original budget estimates of \$64,673,778, due to an increase in anticipated tax and intergovernmental revenues. Actual tax revenues were higher than the final amended budget based on the District's conservative tax revenue estimates.

The total original appropriations of \$74,486,978 were decreased to \$74,072,162. The District did perform several legally approved transfers within line items of the General Fund.

The District's ending unobligated cash balance was \$ 2,713,032 above the final budgeted amount.

**Capital Assets and Debt Administration**

*Capital Assets*

At the end of fiscal 2009, the District had \$25,919,508 invested in land, land improvements, buildings and improvements, furniture and equipment, and vehicles of which, \$25,791,803 represented governmental activities. Table 4 shows fiscal 2009 balances compared to 2008. Capital investments made in fiscal year 2009 included new buses and other vehicles, various paving projects, replacement of a middle school gym floor, electrical retrofitting projects, and a number of network servers and computers.

**Table 4 - Capital Assets at June 30 (net of depreciation)**

	Governmental Activities		Business-Type Activities		Total	
	2009	2008	2009	2008	2009	2008
Land	\$ 2,052,789	\$ 2,052,789	\$ -	\$ -	\$ 2,052,789	\$ 2,052,789
Land Improvements	1,051,014	1,019,616	-	-	1,051,014	1,019,616
Buildings and Improvements	21,303,823	21,691,400	11,400	-	21,315,223	21,691,400
Furniture and Equipment	356,302	112,050	80,942	54,108	437,244	166,158
Vehicles	1,027,875	636,100	35,363	-	1,063,238	636,100
<b>Total Capital Assets</b>	<b>\$ 25,791,803</b>	<b>\$ 25,511,955</b>	<b>\$ 127,705</b>	<b>\$ 54,108</b>	<b>\$ 25,919,508</b>	<b>\$ 25,566,063</b>

For fiscal year 2009, Ohio law required school districts to set aside three percent of certain revenues for capital improvements and textbooks. For fiscal 2009, this amounted to \$975,988 for each set aside. For fiscal year 2009, the District had qualifying disbursements or offsets exceeding these requirements. The District has budgeted to meet these requirements.

Additional information on capital asset policies and activity are contained in Notes 2 and 10 of the basic financial statements.

**Debt**

At June 30, 2009, the District had \$12,682,954 in bonds and long-term notes outstanding with \$2,479,100 due within one year. Table 5 summarizes the District's bonds and notes outstanding.

**Table 5 - Outstanding Debt at Year End**

	Governmental Activities	
	2009	2008
General Obligation Bonds:		
Energy Conservation Bonds	\$ 2,878,000	\$ 1,795,000
School and Library Refunding	4,425,000	5,975,000
Capital Appreciation Bonds	1,129,954	1,129,954
Long-Term Tax Anticipation Notes	4,250,000	4,850,000
Short-Term Bond Anticipation Notes	-	1,338,000
<b>Total Outstanding Debt</b>	<b>\$ 12,682,954</b>	<b>\$ 15,087,954</b>

The energy conservation bonds were issued to replace heating systems and lighting systems at several schools throughout the District. Both bonds will be repaid in 15 years from the bond retirement fund.

In 2004, the District issued \$6.5 million, ten year tax anticipation notes for the renovation and equipping of three school buildings, parking lot resurfacing and track resurfacing.

In 2006, the District issued bonds to refund most of the school refunding and library improvement issues.

At June 30, 2009, the District's overall legal debt margin was \$73,516,420 with an unvoted debt margin of \$847,252. The District maintains an A-1 bond rating.

Additional information on debt policies and activity are contained in Notes 2, 11 and 12 of the basic financial statements.

**For the Future**

A ten-year \$5.6 million emergency operating levy was passed by voters in November, 2008. This added revenue will allow the District to operate at essentially the current levels of service and programming for two years. Current financial forecasts indicate additional operating revenue will be required in 2011, which means a new operating levy would need to be approved in 2010. The District is currently reviewing expenditure reduction options which would delay the next levy request until 2011.

Economic conditions at the local and state levels are causes of concern relative to the District's operating revenue. Property tax revenue collections have weakened due to an unusually large increase in property tax delinquencies and foreclosures. A triennial property valuation update for the tax year 2009 is expected to result in a lowering of the District's total assessed valuation by about 10 percent. Additionally, local income tax collections have decreased by 3.6% since last fiscal year. A downward pressure on income tax collections is expected to continue until the employment rate gets back to a normal level.

As with most states, Ohio encountered revenue and budgetary issues this last year. The State's K-12 education budget was spared significant cuts in the FY 2010 – FY 2011 biennium due to federal budget stabilization funds received through the American Recovery and Reinvestment Act. The budget stabilization dollars are expected to comprise approximately \$1.6 million of the District's State aid in each of the next two years. It is obviously not known at this point if the State can fill that funding gap in FY 2012 or if additional federal monies will be available for that purpose at that time. It is hoped that employment numbers and economic activity will improve enough in the coming years to protect the District's operating revenue sources.

The District does not anticipate enough meaningful growth in revenue in the near future that would keep pace with the increased cost of doing business, outside of a new operating levy. Therefore, cost containment and reduction measures are anticipated over the next couple years.

The Euclid School District has committed itself to financial excellence for many years. The District has received the Government Finance Officers Association (GFOA) Certificate of Achievement for Excellence in Financial Reporting since 1997.

In addition, the District's system of budget and internal controls are well regarded. All of the District's financial abilities will be needed to meet the challenges of the future.

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

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have any questions about this report or need additional information, contact Stephen Vasek, Treasurer at Euclid City School District, 651 East 222 Street, Euclid, Ohio 44123-2090 or e-mail at [svasek@euclid.k12.oh.us](mailto:svasek@euclid.k12.oh.us)

*Basic Financial Statements*

**Statement of Net Assets**

**June 30, 2009**

	Governmental Activities	Business-Type Activities	Total
<b>ASSETS</b>			
Equity in Pooled Cash and Cash Equivalents	\$ 15,073,560	\$ 884,448	\$ 15,958,008
Investments	4,000,000	-	4,000,000
Income Taxes Receivable	369,594	-	369,594
Property Taxes Receivable	41,910,422	-	41,910,422
Accounts Receivable	786,111	-	786,111
Accrued Interest Receivable	16,994	-	16,994
Intergovernmental Receivable	239,067	-	239,067
Materials and Supplies Inventory	107,828	28,911	136,739
Prepaid Items	83,524	324	83,848
Nondepreciable Capital Assets	2,052,789	-	2,052,789
Depreciable Capital Assets, Net	23,739,014	127,705	23,866,719
<b>Total Assets</b>	<b>88,378,903</b>	<b>1,041,388</b>	<b>89,420,291</b>
<b>LIABILITIES</b>			
Accounts Payable	261,356	6,512	267,868
Accrued Wages and Benefits	5,345,504	31,894	5,377,398
Intergovernmental Payable	2,618,174	141,800	2,759,974
Accrued Interest Payable	37,676	-	37,676
Matured Compensated Absences Payable	43,901	-	43,901
Claims Payable	1,598,701	-	1,598,701
Deferred Revenue	30,445,558	-	30,445,558
Long-term Liabilities:			
Due within one year	4,431,275	5,777	4,437,052
Due in more than one year	12,545,608	90,507	12,636,115
<b>Total Liabilities</b>	<b>57,327,753</b>	<b>276,490</b>	<b>57,604,243</b>
<b>NET ASSETS</b>			
Invested in Capital Assets, Net of Related Debt	12,778,218	127,705	12,905,923
Restricted:			
Capital Projects	847,132	-	847,132
Debt Service	2,714,707	-	2,714,707
Special Revenue	772,810	-	772,810
Set-Asides	1,276,135	-	1,276,135
Unrestricted	12,662,148	637,193	13,299,341
<b>Total Net Assets</b>	<b>\$ 31,051,150</b>	<b>\$ 764,898</b>	<b>\$ 31,816,048</b>

See accompanying notes to the basic financial statements.

**Statement of Activities**

**For the Fiscal Year Ended June 30, 2009**

	Program Revenues			Net (Expense) Revenue and Changes in Net Assets		
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	Total
<b>Governmental activities:</b>						
Instruction:						
Regular Instruction	\$ 29,685,825	\$ 404,385	\$ 3,073,944	\$ (26,207,496)	\$ -	\$ (26,207,496)
Special Instruction	14,747,557	272,408	2,564,719	(11,910,430)	-	(11,910,430)
Vocational Instruction	1,292,997	28,362	-	(1,264,635)	-	(1,264,635)
Adult/Continuing Instruction	80,245	-	74,797	(5,448)	-	(5,448)
Other Instruction	737,533	1,781	472,543	(263,209)	-	(263,209)
Supporting Services:						
Pupils	4,102,032	-	53,475	(4,048,557)	-	(4,048,557)
Instructional Staff	5,349,115	-	1,816,605	(3,532,510)	-	(3,532,510)
Board of Education	63,413	-	-	(63,413)	-	(63,413)
Administration	5,325,009	3,620	54,559	(5,266,830)	-	(5,266,830)
Fiscal Services	2,013,309	-	120,963	(1,892,346)	-	(1,892,346)
Business	758,527	-	-	(758,527)	-	(758,527)
Operation and Maintenance of Plant	8,039,562	55,897	111,633	(7,872,032)	-	(7,872,032)
Pupil Transportation	3,801,548	63,127	4,460	(3,733,961)	-	(3,733,961)
Central	1,240,344	-	18,112	(1,222,232)	-	(1,222,232)
Operation of Non-Instructional Services	1,152,878	-	1,096,254	(56,624)	-	(56,624)
Extracurricular Activities	1,281,346	277,449	-	(1,003,897)	-	(1,003,897)
Interest and Fiscal Charges	537,331	-	-	(537,331)	-	(537,331)
<b>Total Governmental activities</b>	<u>80,208,571</u>	<u>1,107,029</u>	<u>9,462,064</u>	<u>(69,639,478)</u>	<u>-</u>	<u>(69,639,478)</u>
<b>Business-type activities:</b>						
Food Service	2,450,210	543,635	1,793,880	-	(112,695)	(112,695)
Uniform School Supplies	5,909	-	-	-	(5,909)	(5,909)
Customer Services	816,342	633,838	62,787	-	(119,717)	(119,717)
<b>Total Business-type activities</b>	<u>3,272,461</u>	<u>1,177,473</u>	<u>1,856,667</u>	<u>-</u>	<u>(238,321)</u>	<u>(238,321)</u>
<b>Totals</b>	<u>\$ 83,481,032</u>	<u>\$ 2,284,502</u>	<u>\$ 11,318,731</u>	<u>(69,639,478)</u>	<u>(238,321)</u>	<u>(69,877,799)</u>
<b>General Revenues:</b>						
Property and Other Local Taxes levied for:						
General Purposes				33,921,534	-	33,921,534
Debt Service				2,701,072	-	2,701,072
Capital Outlay				751,398	-	751,398
Income Taxes levied for:						
General Purposes				5,745,681	-	5,745,681
Payment in Lieu of Taxes				287,593	-	287,593
Grants & Entitlements not restricted to specific programs				29,350,742	-	29,350,742
Investment Income				332,880	712	333,592
All Other Revenues				96,400	26,132	122,532
Transfers				57,638	(57,638)	-
<b>Total General Revenues</b>				<u>73,244,938</u>	<u>(30,794)</u>	<u>73,214,144</u>
Change in Net Assets				3,605,460	(269,115)	3,336,345
Net Assets - Beginning of Year				27,445,690	1,034,013	28,479,703
<b>Net Assets - End of Year</b>				<u>\$ 31,051,150</u>	<u>\$ 764,898</u>	<u>\$ 31,816,048</u>

See accompanying notes to the basic financial statements.



**Balance Sheet  
Governmental Funds**

**June 30, 2009**

	General	Other Governmental Funds	Total Governmental Funds
<b>ASSETS</b>			
Equity in Pooled Cash and Cash Equivalents	\$ 4,274,969	\$ 3,952,715	\$ 8,227,684
Investments	4,000,000	-	4,000,000
Materials and Supplies Inventory	107,828	-	107,828
Accrued Interest Receivable	16,994	-	16,994
Accounts Receivable	786,111	-	786,111
Interfund Receivable	254,497	122,503	377,000
Intergovernmental Receivable	-	239,067	239,067
Prepaid Items	81,364	2,160	83,524
Restricted Assets:			
Equity in Pooled Cash and Cash Equivalents	1,276,135	-	1,276,135
Income Taxes Receivable	369,594	-	369,594
Property Taxes Receivable	38,172,286	3,738,136	41,910,422
<b>Total Assets</b>	<u>\$ 49,339,778</u>	<u>\$ 8,054,581</u>	<u>\$ 57,394,359</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities:</b>			
Accounts Payable	\$ 196,133	\$ 62,707	\$ 258,840
Accrued Wages and Benefits	4,901,809	443,695	5,345,504
Intergovernmental Payable	1,995,477	93,972	2,089,449
Matured Compensated Absences Payable	43,901	-	43,901
Interfund Payable	-	377,000	377,000
Deferred Revenue	32,483,880	3,106,091	35,589,971
<b>Total Liabilities</b>	<u>39,621,200</u>	<u>4,083,465</u>	<u>43,704,665</u>
<b>Fund Balances:</b>			
Reserved for:			
Encumbrances	557,498	187,288	744,786
Inventory	107,828	-	107,828
Prepaid Items	81,364	2,160	83,524
Budget Stabilization	1,276,135	-	1,276,135
Property Taxes	5,688,406	632,045	6,320,451
Unreserved:			
Undesignated, Reported in:			
General Fund	2,007,347	-	2,007,347
Special Revenue Funds	-	353,347	353,347
Debt Service Fund	-	2,492,528	2,492,528
Capital Projects Funds	-	303,748	303,748
<b>Total Fund Balance</b>	<u>9,718,578</u>	<u>3,971,116</u>	<u>13,689,694</u>
<b>Total Liabilities and Fund Balance</b>	<u>\$ 49,339,778</u>	<u>\$ 8,054,581</u>	<u>\$ 57,394,359</u>

See accompanying notes to the basic financial statements.

**Reconciliation of Total Governmental Fund Balances to  
Net Assets of Governmental Activities**

**June 30, 2009**

Total Governmental Funds Balance \$ 13,689,694

*Amounts reported for Governmental Activities in the Statement of Net Assets  
are different because:*

Capital Assets used in Governmental Activities (excluding internal service fund  
capital assets) are not financial resources and, therefore, are not reported in the funds 25,769,793

Other long-term assets are not available to pay for current-period expenditures  
and, therefore, are deferred in the funds:

Property taxes	<u>\$ 5,144,413</u>	
Total		5,144,413

Internal Service funds are used by management to charge the costs  
of certain activities, such as insurance to individual funds. The assets  
and liabilities of the Internal Service funds are included in Governmental  
Activities in the Statement of Net Assets. 3,461,809

Long-term liabilities, including bonds payable, are not due and payable in the  
current period and therefore are not reported in the funds:

General obligation bonds	(8,432,954)	
Tax anticipation notes payable	(4,250,000)	
Bond accretion	(302,101)	
Unamortized bond premium	(330,631)	
Compensated absences	(2,742,050)	
Retirement payout liability	(919,147)	
Accrued interest payable	<u>(37,676)</u>	
Total		<u>(17,014,559)</u>

Net Assets of Governmental Activities \$ 31,051,150

See accompanying notes to the basic financial statements.

**Statement of Revenues, Expenditures, and Changes in Fund Balances  
Governmental Funds**

**For the Fiscal Year Ended June 30, 2009**

	General	Other Governmental Funds	Total Governmental Funds
<b>REVENUES</b>			
Taxes	\$ 40,443,817	\$ 3,609,520	\$ 44,053,337
Intergovernmental	29,398,011	9,415,464	38,813,475
Interest	329,764	3,116	332,880
Tuition	424,084	-	424,084
Extracurricular Activities	-	271,422	271,422
Charges for Services	55,198	157,087	212,285
Transportation Fees	55,238	13,779	69,017
Classroom Materials and Fees	138,005	-	138,005
Miscellaneous	286,589	76,074	362,663
<b>Total Revenues</b>	<u>71,130,706</u>	<u>13,546,462</u>	<u>84,677,168</u>
<b>EXPENDITURES</b>			
Current:			
Instruction:			
Regular Instruction	27,139,659	2,374,266	29,513,925
Special Instruction	12,139,179	2,584,108	14,723,287
Vocational Instruction	1,285,557	2,926	1,288,483
Adult/Continuing Instruction	-	80,109	80,109
Other Instruction	257,017	470,340	727,357
Supporting Services:			
Pupils	4,029,942	58,594	4,088,536
Instructional Staff	3,570,341	1,764,108	5,334,449
Board of Education	62,252	-	62,252
Administration	5,229,017	46,092	5,275,109
Fiscal Services	1,897,804	115,505	2,013,309
Business	757,615	-	757,615
Operation and Maintenance of Plant Services	8,017,744	279,733	8,297,477
Pupil Transportation	3,707,421	230,517	3,937,938
Central	1,215,565	222,883	1,438,448
Operation of Non-Instructional Services:			
Community Services	56,232	1,097,082	1,153,314
Extracurricular Activities	913,857	374,074	1,287,931
Capital Outlay	-	176,011	176,011
Debt Service:			
Principal Retirement	-	2,320,000	2,320,000
Interest and Fiscal Charges	-	497,565	497,565
<b>Total Expenditures</b>	<u>70,279,202</u>	<u>12,693,913</u>	<u>82,973,115</u>
Excess of Revenues Over Expenditures	<u>851,504</u>	<u>852,549</u>	<u>1,704,053</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Sale of Capital Assets	11,512	1,232	12,744
General Obligation Bonds Issued	-	1,253,000	1,253,000
Transfers In	71,638	1,638,867	1,710,505
Transfers Out	(314,867)	(1,338,000)	(1,652,867)
<b>Total Other Financing Sources (Uses)</b>	<u>(231,717)</u>	<u>1,555,099</u>	<u>1,323,382</u>
Net Change in Fund Balances	619,787	2,407,648	3,027,435
Fund Balances - Beginning of Year	9,098,791	1,563,468	10,662,259
<b>Fund Balances - End of Year</b>	<u>\$ 9,718,578</u>	<u>\$ 3,971,116</u>	<u>\$ 13,689,694</u>

See accompanying notes to the basic financial statements.

**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, 2009**

Net Change in Fund Balances-Total Governmental Funds \$ 3,027,435

*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 outlays exceeded depreciation in the current period.

Capital Outlay	\$ 1,699,843	
Depreciation	<u>(1,342,110)</u>	
Total		357,733

In the Statement of Activities, only the loss on the disposal of capital assets is reported, whereas, in the Governmental Funds, the proceeds from the disposals increase financial resources. Thus, the change in net assets differs from the change in fund balance by the cost of the capital assets. (99,895)

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.

Property taxes	<u>(933,654)</u>	
Total		(933,654)

Other financing sources in the Governmental funds that increase long-term liabilities in the Statement of Net Assets. These sources were attributed to the issuance of energy conservation bonds. (1,253,000)

Repayment of bond principal is an expenditure in the Governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets. 2,320,000

Premiums 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. 53,858

In the Statement of Activities, interest is accrued on outstanding bonds, whereas in Governmental funds, an interest expenditure is reported when due. 7,564

Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in Governmental funds.

Compensated absences	(258,220)	
Retirement payout liability	335,542	
Bond accretion	<u>(101,188)</u>	
Total		(23,866)

Internal Service funds are used by management to charge costs to certain activities, such as insurance to individual funds. The net revenue (expense) of Internal Service funds are reported in the Governmental Activities. 149,285

Change in Net Assets of Governmental Activities \$ 3,605,460

See accompanying notes to the basic financial statements.

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

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget Positive (Negative)
<b>Revenues</b>				
Taxes	\$ 32,143,778	\$ 36,405,396	\$ 38,965,913	\$ 2,560,517
Intergovernmental	30,628,425	31,845,626	29,398,011	(2,447,615)
Interest	358,993	373,259	344,571	(28,688)
Tuition	432,350	449,532	414,982	(34,550)
Charges for Services	62,007	64,471	59,516	(4,955)
Transportation Fees	69,036	71,780	66,263	(5,517)
Classroom Materials and Fees	424,549	428,784	407,823	(20,961)
Miscellaneous	299,640	311,548	287,603	(23,945)
<b>Total Revenues</b>	<b>64,418,778</b>	<b>69,950,396</b>	<b>69,944,682</b>	<b>(5,714)</b>
<b>Expenditures</b>				
Current:				
Instruction				
Regular	27,497,680	27,607,356	27,395,839	211,517
Special	12,600,096	12,664,690	12,273,188	391,502
Vocational	1,593,329	1,585,664	1,554,558	31,106
Other	589,564	460,294	313,026	147,268
Supporting Services				
Pupils	4,110,756	4,085,573	4,013,575	71,998
Instructional Staff	3,903,431	3,823,132	3,639,731	183,401
Board of Education	127,320	94,580	59,129	35,451
Administration	5,281,156	5,303,238	5,268,825	34,413
Fiscal Services	1,911,062	1,955,958	1,889,299	66,659
Business	907,547	893,835	763,458	130,377
Operation and Maintenance of Plant Services	9,085,153	8,793,431	8,035,632	757,799
Pupil Transportation	3,836,762	3,911,585	3,701,772	209,813
Central	1,580,156	1,502,432	1,221,183	281,249
Operation of Non-Instructional Services	63,944	72,944	59,579	13,365
Extracurricular Activities	933,480	950,041	927,905	22,136
<b>Total Expenditures</b>	<b>74,021,436</b>	<b>73,704,753</b>	<b>71,116,699</b>	<b>2,588,054</b>
Excess of Revenues Over Expenditures	(9,602,658)	(3,754,357)	(1,172,017)	2,582,340
<b>Other Financing Sources (Uses)</b>				
Sale of Capital Assets	5,000	5,000	11,512	6,512
Advances In	250,000	250,000	250,000	-
Transfers In	-	-	71,638	71,638
Transfers Out	(265,542)	(314,867)	(314,867)	-
Contingencies	(200,000)	(52,542)	-	52,542
<b>Total Other Financings Sources (Uses)</b>	<b>(210,542)</b>	<b>(112,409)</b>	<b>18,283</b>	<b>130,692</b>
Net Change in Fund Balance	(9,813,200)	(3,866,766)	(1,153,734)	2,713,032
Fund Balance - Beginning of Year	8,479,586	8,479,586	8,479,586	-
Prior Year Encumbrances Appropriated	1,329,547	1,329,547	1,329,547	-
<b>Fund Balance (Deficit) - End of Year</b>	<b>\$ (4,067)</b>	<b>\$ 5,942,367</b>	<b>\$ 8,655,399</b>	<b>\$ 2,713,032</b>

See accompanying notes to the basic financial statements.

**Statement of Fund Net Assets  
Proprietary Funds**

**June 30, 2009**

	<u>Business-Type Activities - Enterprise Funds</u>	<u>Governmental Activities - Internal Service Funds</u>
<b>ASSETS</b>		
<b>Current Assets:</b>		
Equity in Pooled Cash and Cash Equivalents	\$ 884,448	\$ 5,569,741
Materials and Supplies Inventory	28,911	-
Prepaid Items	324	-
<b>Total Current Assets</b>	<u>913,683</u>	<u>5,569,741</u>
<b>Noncurrent Assets:</b>		
Capital Assets:		
Depreciable Capital Assets, Net of Depreciation	127,705	22,010
<b>Total Assets</b>	<u>1,041,388</u>	<u>5,591,751</u>
<b>LIABILITIES</b>		
<b>Current Liabilities:</b>		
Accounts Payable	6,512	2,516
Accrued Wages and Benefits	31,894	-
Compensated Absences Payable	5,777	-
Intergovernmental Payable	141,800	528,725
Workers' Compensation Claims Payable	-	269,001
Insurance Claims Payable	-	1,329,700
<b>Total Current Liabilities</b>	<u>185,983</u>	<u>2,129,942</u>
<b>Noncurrent Liabilities:</b>		
Compensated Absences Payable	90,507	-
<b>Total Liabilities</b>	<u>276,490</u>	<u>2,129,942</u>
<b>NET ASSETS</b>		
Invested in Capital Assets	127,705	22,010
Unrestricted	637,193	3,439,799
<b>Total Net Assets</b>	<u>\$ 764,898</u>	<u>\$ 3,461,809</u>

See accompany notes to the basic financial statements.

**Statement of Revenues, Expenses, and Changes in Fund Net Assets  
Proprietary Funds**

**For the Fiscal Year Ended June 30, 2009**

	Business-Type Activities - Enterprise Funds	Governmental Activities - Internal Service Funds
<b>OPERATING REVENUES</b>		
Food Services	\$ 543,635	\$ -
Charges for Services	13,451	9,092,094
Miscellaneous	26,132	98,173
Extracurricular Activities	-	7,890
Classroom Materials and Fees	-	101,518
Tuition	608,102	9,297
Transportation Fees	12,285	3,421
<b>Total Operating Revenues</b>	<b>1,203,605</b>	<b>9,312,393</b>
<b>OPERATING EXPENSES</b>		
Salaries	1,424,046	32,597
Fringe Benefits	572,020	8,939,187
Purchased Services	96,772	101,813
Materials and Supplies	1,140,988	12,936
Depreciation	34,159	3,613
Other	4,476	144,810
<b>Total Operating Expenses</b>	<b>3,272,461</b>	<b>9,234,956</b>
Operating Income (Loss)	<b>(2,068,856)</b>	<b>77,437</b>
<b>NON-OPERATING REVENUES</b>		
Interest	712	70,364
Intergovernmental	1,675,508	1,484
Donated Commodities	181,159	-
<b>Total Non-operating Revenues</b>	<b>1,857,379</b>	<b>71,848</b>
Transfers In	14,000	-
Transfers Out	(71,638)	-
Change in Net Assets	<b>(269,115)</b>	<b>149,285</b>
Net Assets - Beginning of Year	1,034,013	3,312,524
<b>Net Assets - End of Year</b>	<b>\$ 764,898</b>	<b>\$ 3,461,809</b>

See accompany notes to the basic financial statements.

**Statement of Cash Flows  
Proprietary Funds**

**For the Fiscal Year Ended June 30, 2009**

	<u>Business-Type Activities - Enterprise Funds</u>	<u>Governmental Activities - Internal Service Funds</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Cash Received from Customers	\$ 1,203,605	\$ 9,312,393
Cash Payments to Employees for Services	(1,417,536)	(32,597)
Cash Payments for Employee Benefits	(574,746)	(9,065,104)
Cash Payments for Goods and Services	(1,049,172)	(138,548)
Cash Payments for Other Operating Expenses	(4,476)	(144,810)
Net Cash Provided by (Used in) Operating Activities	<u>(1,842,325)</u>	<u>(68,666)</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>		
Operating Grants Received	1,675,508	1,484
Transfers In	14,000	-
Transfers Out	(71,638)	-
Net Cash Provided by (Used in) Noncapital Financing Activities	<u>1,617,870</u>	<u>1,484</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>		
Payments for Capital Acquisitions	(107,756)	(25,623)
Net Cash Provided by (Used in) Capital and Related Financing Activities	<u>(107,756)</u>	<u>(25,623)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Interest on Investments	712	70,364
Net Cash Provided by Investing Activities	<u>712</u>	<u>70,364</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(331,499)	(22,441)
Cash and Cash Equivalents - Beginning of Year	1,215,947	5,592,182
<b>Cash and Cash Equivalents - End of Year</b>	<u>\$ 884,448</u>	<u>\$ 5,569,741</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>		
Operating Income (Loss)	\$ (2,068,856)	\$ 77,437
Adjustments:		
Depreciation	34,159	3,613
Federal Donated Commodities	181,159	-
(Increase) Decrease in Assets:		
Materials and Supplies Inventory	7,494	-
Prepaid Items	(14)	-
Increase (Decrease) in Liabilities:		
Accounts Payable	(51)	(6,545)
Accrued Wages and Benefits	(2,364)	-
Compensated Absences Payable	8,874	-
Intergovernmental Payable	(2,726)	(104,197)
Claims Payable	-	(38,974)
Net Cash Provided by (Used in) Operating Activities	<u>\$ (1,842,325)</u>	<u>\$ (68,666)</u>

**Schedule of Noncash Non-Capital Financing Activities**

During the year, the Food Service enterprise fund received donated commodities of \$181,159.

See accompanying notes to the basic financial statements.



**Statement of Assets and Liabilities  
Fiduciary Funds**

**June 30, 2009**

	<u>Agency Funds</u>
<b>Assets</b>	
Equity in Pooled Cash and Cash Equivalents	\$ 267,599
<b>Liabilities</b>	
Deposits Held and Due to Others	\$ 232,000
Due to Students	35,599
Total Liabilities	<u>\$ 267,599</u>

See accompanying notes to the basic financial statements.

**NOTES TO THE FINANCIAL STATEMENTS**

**Notes to the Basic Financial Statements  
June 30, 2009**

**NOTE 1: DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY**

The Euclid 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 is a city district as defined by Section 3311.02 of the Ohio Revised Code. The District operates under an elected Board of Education (five members) and is responsible for the provisions of public education to residents of the District.

Average daily membership as of June 30, 2009 was 6,124. The District employed 1,554 certified and non-certified employees.

**Reporting Entity**

The 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 consists of all funds, departments, boards, and agencies that are not legally separate from the District. For the District, this includes general operations, food service, and student related activities.

**Nonpublic Schools** – Within the District’s boundaries, Holy Cross, St. Felicitas, and St. William schools are operated through the Cleveland Catholic Diocese. Current State legislation provides funding to these parochial schools. These monies are received and disbursed on behalf of the parochial schools by the Treasurer on the District, as directed by the parochial 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. Component units may also include organizations that are fiscally dependent on the District in that the District approves the budget, the issuance of debt, or the levying of taxes. The District has no component units.

The District is associated with two organizations which are defined as a jointly governed organization and a related organization. The Ohio School’s Council Association is a jointly governed organization and the Euclid Public Library is a related organization. The jointly governed organization and the Euclid Public Library is a related organization. The jointly governed organization is presented in Note 17 and the related organization is presented in Note 18 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 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 more significant of the District’s accounting policies are described below.

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

**A. Fund Accounting**

The District uses funds to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial 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 governmental, proprietary and fiduciary.

***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 must be used. Current liabilities are assigned to the fund from 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 is the District's major governmental fund:

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.

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

***Proprietary Funds***

Proprietary funds focus on the determination of the 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 provision of food services, uniform school supplies, adult and community education, child care and services to the general public financed by user charges. The District has no major enterprise funds.

Internal Service Funds – Internal service funds account for the financing of goods or services provided by one department or agency to other departments or agencies of the District, or to other governmental units, on a cost-reimbursement basis. The internal service funds of the District account for a self-insurance program which provides medical, dental and vision benefits to employees, workers' compensation claims and purchase of services and equipment for internal use.

***Fiduciary Funds***

Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the District under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the District's own programs. 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 and an employee withholding account.

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

**B. Basis of Presentation**

***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 District that are governmental and those that are considered business-type activities.

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 explanation to better identify the relationship between the government-wide statements and the statement 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 needed 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 District.

***Fund Financial Statements*** – Fund financial statements report detailed information about the 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.

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 fund net assets. The statement of revenues, expenses, and 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.

Agency funds do not report a resources measurement focus as they do not report operations.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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. The proprietary funds and the fiduciary funds also use the accrual basis of accounting

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.

Non-exchange transactions, in which the District receives value without directly giving equal value in return, include income taxes, property taxes, grants, entitlements, and donations. On an accrual basis, revenue from income taxes 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 7). Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the 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.

Property taxes for which there is an enforceable legal claim as of June 30, 2009, but which were levied to finance fiscal year 2010 operations, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

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

**Expenses/Expenditures** – On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the year is reported in the operating statement as an expense with a like amount reported as donated commodities revenue. Unused donated commodities are reported as deferred revenues.

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

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

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.

D. **Cash and Cash Equivalents**

Cash received by the District is pooled for investment purposes. Interest in the pool is presented as “equity in pooled cash and cash equivalents” on the financial statements.

During the fiscal year 2009, investments were limited to nonnegotiable certificates of deposit and STAR Ohio.

Except for nonparticipating investment contracts, investments are reported at fair value which is based on quoted market prices. Nonparticipating investment contracts such as nonnegotiable certificates of deposits and repurchase agreements are reported at cost.

STAR Ohio is an investment pool managed by the State Treasurer’s Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio’s share price which is the price the investment could be sold for on June 30, 2009.

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the general fund during fiscal year 2009 amounted to \$329,764, which includes \$136,447 assigned from the other District funds.

For presentation on the financial statement, 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**

Restricted assets represent cash and cash equivalents and other current assets whose use is limited by legal requirements. Restricted assets in the General Fund include amounts required by statute to be set aside for budget stabilization. See Note 21 for additional information regarding set-asides.

F. **Prepaid Items**

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

G. **Inventory**

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

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

**G. Inventory (Continued)**

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. 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 used.

Inventories of proprietary funds consist of donated food, purchased food, and school supplies held for resale and are expensed when used.

**H. 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’s capitalization threshold for all capital assets is \$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 asset or materially extend an asset’s life are not capitalized. Interest incurred during the construction of capital assets is not capitalized.

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

Description	Governmental Activities <u>Estimated Lives</u>	Business-Type Activities <u>Estimated Lives</u>
Land Improvements	20 years	N/A
Buildings and Improvements	10-50 years	N/A
Furniture and Equipment	5-10 years	3-10 years
Vehicles	10 years	N/A

**I. 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 residual amounts due between governmental and business-type activities, which are presented as internal balances. The District’s policy of internal service activity in the governmental-wide statement of activities indicates that interfund services provided and used are not eliminated in the process of consolidation and any residual balance of the internal service activity is allocated on a pro-rata basis to the activities and functions participating in the internal service fund. Reimbursement of internal payments is treated as a reduction of expense.



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

J. **Compensated Absences**

The District reports compensated absences in accordance with the provisions of GASB Statement No. 16, *Accounting for 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 by all employees with more than one year of service.

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

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

K. **Bond Premiums**

On the government-wide financial statements, bond premiums are deferred and amortized over the term of the bonds using the straight line method. Bond premiums are presented as an increase of the face amount of the general obligation bonds payable. On fund financial statements, premiums are reported in the year bonds are issued.

L. **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.

M. **Fund Balance Reserves**

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

The reserve for property taxes represents taxes recognized as revenue under generally accepted accounting principles but not available for appropriations under State statute. The reserve for budget stabilization represents money set aside to protect against cyclical changes in revenues and expenditures.

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

**N. Net Assets**

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

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

**O. 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 tuition for adult education classes, sales for food service and uniform school supplies, and charges for services for self-insurance programs. Operating expenses are necessary costs incurred to provide the goods or services that are the primary activity of the fund. Any revenues and expenses not meeting the definition of operating are reported as non-operating.

**P. Interfund Transactions**

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.

**Q. 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 2009.

**R. Estimates**

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

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

**S. Budgetary Accounting**

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 is at the fund, function and object level for the general fund and the fund level for all additional funds. Any budgetary modifications at this level may only be made by resolution of the Board of Education.

**Tax Budget**

Prior to January 15, the Superintendent and Treasurer submit to the Board of Education a proposed operating budget for the fiscal year commencing the following July 1. Public hearings are publicized and conducted to obtain taxpayer's comments. The express purpose of this budget document is to reflect the need for existing (or increased) tax rates. The budget includes proposed expenditures and the means of financing for all funds. By no later than January 20, the Board-adopted budget is filed with the Cuyahoga County Budget Commission for rate determination.

**Estimated Resources**

Prior to April 1, the Board of Education accepts, by formal resolution, the tax rates as determined by the County Budget Commission and receives the Commission's Certificate of Estimated Resources which states the projected revenue of each fund. Prior to June 30, the District must revise its budget so that total contemplated expenditures from any fund during the ensuing year will not exceed the amount stated in the Certificate of Estimated Resources. The revised budget then serves as the basis for the appropriation measure. On or about July 1, the certificate is amended to include any unencumbered cash balances from the preceding year. The certificate may be further amended during the year if projected increases or decreases in revenue are identified by the District's Treasurer. The amounts reported as the original budgetary statements reflect the amounts in the final amended certificate issued during fiscal year 2009.

**Appropriations**

Upon receipt from the County Auditor of an amended Certificate of Estimated Resources based on final assessed values and tax rates or a certification saying no new certificate is necessary, the annual appropriation resolution is legally enacted by the Board of Education at the fund, function and object level of expenditures for the general fund and the fund level for all other funds, which are the legal levels of budgetary control. Prior to the passage of the annual appropriation measure, the Board may pass a temporary appropriation measure to meet the ordinary expenses of the District. The appropriation resolution, by fund, must be ordinary expenses of the District. The appropriation resolution, by fund, must be within the estimated resources as certified by the County Budget Commission and the total of expenditures and encumbrances may not exceed the appropriation totals at any level of control.

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

S. **Budgetary Accounting (Continued)**

Any revisions that alter the total of any fund appropriation or alter total function or object level appropriations within the general fund or fund level for all other funds must be approved by the Board of Education. The Board may pass supplemental fund appropriations provided the total appropriations by fund do not exceed the amounts set forth in the most recent Certificate of Estimated Resources. During the year, several supplemental appropriations were legally enacted; however, none of these amendments were significant. The budget figures which appear in the statements of budgetary comparisons represent the final appropriation amounts, including all supplemental appropriations. Formal budgetary integration is employed as a management control device during the year for all funds other than agency funds, consistent with statutory provisions.

**Encumbrances**

As part of formal budgetary control, purchase orders, contracts and other commitments for the expenditure of monies are recorded as the equivalent of expenditures on the non-GAAP budgetary basis in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. Expenditures plus encumbrances may not legally exceed appropriations. On the fund financial statements, encumbrances outstanding at year end are reported as a reservation of fund balance for subsequent year expenditures for governmental funds. A reserve for encumbrances is not reported on government-wide financial statements.

**Lapsing of Appropriations**

At the close of each year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriation. Encumbered appropriations are carried forward to the succeeding fiscal year and are not reappropriated.

NOTE 3: **COMPLIANCE AND ACCOUNTABILITY**

A. **Accountability**

The following funds had negative fund balances at June 30, 2009:

	Deficit
<i>Special Revenue Funds</i>	
Vocational Education Enhancement	\$ 4,310
Poverty Based Assistance	233,262
Reducing Class Size	2,556
 <i>Capital Projects Fund</i>	
Vocational Education Equipment	91

The fund deficits in the special revenue funds and the capital projects fund resulted from accrued liabilities. The general fund is liable for the deficits in these funds and will provide operating transfers when cash is required, not when accruals occur.

**NOTE 4: CHANGES IN ACCOUNTING PRINCIPLES**

For fiscal year 2009, the District implemented Governmental Accounting Standards Board (GASB) Statement No. 49, *Accounting and Financial Reporting for Pollution Remediation Obligations*, and GASB Statement No. 52, *Land and Other Real Estate Held as Investments by Endowments*.

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

GASB Statement No. 52 establishes standards for accounting and financial reporting for land and other real estate held as investments by endowments. Endowments include permanent and term endowments, and permanent funds. This Statement does not apply to lands granted by the Federal government in connection with a state being admitted to the United States. It also does not apply to quasi-endowments. The implementation of this Statement did not result in any change to the District's financial statements.

**NOTE 5: 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 and Actual (Non-GAAP Basis) 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 as follows:

1. Revenues are recorded when received in cash (budgetary basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures are recorded when paid in cash (budgetary basis) as opposed to when the fund liability is incurred (GAAP basis).
3. Encumbrances are treated as expenditures (budgetary basis) rather than as a reservation of fund balances (GAAP basis).
4. Unrecorded cash represents amounts received but not included as revenue on the budgetary basis operating statements. These amounts are included as revenue on the GAAP basis operating statement.
5. Principal and interest payments on notes and the corresponding revenues are reported in the bond retirement fund (budgetary basis).

**NOTE 5: 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	\$ 619,787
Net Adjustment for Revenue Accruals	(936,024)
Net Adjustments for Expenditure Accruals	58,208
Adjustment for Encumbrances	(895,705)
Budget Basis	\$ (1,153,734)

**NOTE 6: DEPOSITS AND INVESTMENTS**

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

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

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

NOTE 6: **DEPOSITS AND INVESTMENTS (CONTINUED)**

7. The State Treasurer's investment pool (STAR Ohio);
8. Bankers' acceptances 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, 2009, the School District had \$2,180 in undeposited cash on hand, which is included on the balance sheet of the District as part of "Equity in Pooled Cash and Cash Equivalents".

Deposits

At June 30, 2009, the carrying amount of the District's deposits was \$18,751,167, (including restricted cash of \$1,276,135 and \$4,000,000 in nonnegotiable certificates of deposit), and the bank balance was \$20,391,680. \$4,470,117 of the District's bank balance was covered by Federal Depository Insurance and \$15,921,563 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.

Custodial credit risk is the risk that, in the event of a bank failure, the School District's deposits or collateral securities may not be returned. The District's policy is to place deposits with major local banks approved by the District's Board of Education. 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.

Investments

The District has a formal investment policy. The objective of the policy shall be the preservation of capital and protection of principal while earning investment interest. Safety of principal is the primary objective of the investment program. 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. All investments are in an internal investment pool.

**NOTE 6: DEPOSITS AND INVESTMENTS (CONTINUED)**

Investments at year end were as follows:

<u>Investment Type</u>	<u>Investment Maturities (in Years)</u>	<u>Credit Rating (*)</u>	<u>Fair Value</u>
STAR Ohio	< 1	AAAm	\$ 1,472,260

\* Credit rating was obtained from Standard & Poor's.

**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 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 risks of the District's investments are in the table above. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service. The District has no investment policy that would further limit its investment choices.

**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 District's investment in STAR Ohio is not directly 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 invested 100 percent in STAR Ohio.

**NOTE 7: 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.



**NOTE 7: PROPERTY TAXES (CONTINUED)**

Property taxes include amounts levied against all real, public utility, and tangible personal property (used in business) located in the District. Real property tax revenue received in calendar 2009 represents collections of calendar year 2008 taxes. Real property taxes received in calendar year 2009 were levied after April 1, 2008, on the assessed value listed as of January 1, 2008, the lien date. Assessed values for real property taxes are established by State law at 35 percent of appraised market value. Real property taxes are paid annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

Public utility property tax revenue received in calendar 2009 represents collections of calendar year 2008 taxes. Public utility real and tangible personal property taxes received in calendar year 2008 became a lien December 31, 2007, were levied after April 1, 2008 and are collected in 2009 with real property taxes. Public utility real property is assessed at 35 percent of true value; public utility tangible personal property currently is assessed at varying percentages of true value.

Tangible personal property tax revenue received during calendar 2009 (other than public utility property) represents the collection of 2009 taxes. Tangible personal property taxes received in calendar year 2009 were levied after April 1, 2009, on the value as of December 31, 2008. The tangible personal property tax is being phased out. The assessment percentage for all property including inventory for 2009 is zero percent. Payments by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable by September 20. Tangible personal property taxes paid by April 30 are usually received by the District prior to June 30.

The District receives property taxes from Cuyahoga County. The County Auditors periodically advance to the District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2009, are available to finance fiscal year 2009 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

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

The amount available as an advance at June 30, 2009 was \$5,688,406 in the general fund \$326,135 in the bond retirement fund, and \$305,910 in the permanent improvement capital projects fund. The amount available as an advance at June 30, 2008 was \$4,085,353 in the general fund, \$269,217 in the bond retirement fund, and \$263,213 in the permanent improvement capital projects fund.

On the 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: PROPERTY TAXES (CONTINUED)**

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

	2008 Second Half Collections		2009 First Half Collections	
	Amount	Percent	Amount	Percent
Agricultural/Residential and Other Real Estate	\$ 799,035,130	95.36%	\$ 804,653,620	94.97%
Public Utility	13,964,270	1.67%	14,419,190	1.70%
Tangible Personal Property	24,916,620	2.97%	28,179,529	3.33%
	\$ 837,916,020	100.00%	\$ 847,252,339	100.00%
 Tax Rate per \$1,000 of Assessed Valuation	\$ 78.20		\$ 85.20	

**NOTE 8: INCOME TAXES**

The District is the only school district in the State of Ohio with an enacted shared City/School income tax. The shared City income tax, enacted in 1994, is an .85 percent City voted income tax of which .47 percent is for the District and .38 percent for the City of Euclid. Employers are required to withhold income tax on compensation and remit the tax to the City of Euclid. Taxpayers are required to file an annual return with the City of Euclid. The City makes monthly distributions to the District after withholding amounts for administrative fees and estimated refunds. Income tax revenue is credited to the General Fund.

**NOTE 9: RECEIVABLES**

Receivables at June 30, 2009 consisted of property taxes, accounts (rent, billings for user charged services, and student fees), intergovernmental grants and interest. 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.

A summary of the principal items of intergovernmental receivables follows:

	Governmental Activities
Adult Basic Education	\$ 39,516
Title I	190,000
Drug Free Schools	7,837
Reducing Class Size	1,714
Total Intergovernmental Receivables	\$ 239,067

**NOTE 10: CAPITAL ASSETS**

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

	Balance June 30, 2008	Additions	Deletions	Balance June 30, 2009
<b><u>Governmental Activities</u></b>				
<i>Capital Assets, not being depreciated:</i>				
Land	\$ 2,052,789	-	-	\$ 2,052,789
<b>Total Capital Assets, not being depreciated</b>	<b>2,052,789</b>	<b>-</b>	<b>-</b>	<b>2,052,789</b>
<i>Capital Assets, being depreciated:</i>				
Land Improvements	3,418,014	92,248	-	3,510,262
Building and Improvements	54,054,232	414,710	(100,904)	54,368,038
Furniture and Equipment	1,097,827	468,889	(105,648)	1,461,068
Vehicles	3,914,456	749,619	(224,749)	4,439,326
<b>Total Capital Assets, being depreciated</b>	<b>62,484,529</b>	<b>1,725,466</b>	<b>(431,301)</b>	<b>63,778,694</b>
Less Accumulated Depreciation:				
Land Improvements	(2,398,398)	(60,850)	-	(2,459,248)
Building and Improvements	(32,362,832)	(702,392)	1,009	(33,064,215)
Furniture and Equipment	(985,777)	(224,637)	105,648	(1,104,766)
Vehicles	(3,278,356)	(357,844)	224,749	(3,411,451)
<b>Total Accumulated Depreciation</b>	<b>(39,025,363)</b>	<b>(1,345,723)</b>	<b>331,406</b>	<b>(40,039,680)</b>
<b>Total Capital Assets being depreciated, Net</b>	<b>23,459,166</b>	<b>379,743</b>	<b>(99,895)</b>	<b>23,739,014</b>
<b>Governmental Activities' Capital Assets, Net</b>	<b>\$ 25,511,955</b>	<b>\$ 379,743</b>	<b>\$ (99,895)</b>	<b>\$ 25,791,803</b>
<b><u>Business-Type Activities</u></b>				
<i>Capital Assets, being depreciated</i>				
Building and Improvements	\$ -	\$ 12,000	\$ -	\$ 12,000
Furniture and Equipment	153,026	44,319	-	197,345
Vehicles	-	51,437	-	51,437
<b>Total Capital Assets, being depreciated</b>	<b>153,026</b>	<b>107,756</b>	<b>-</b>	<b>260,782</b>
Less Accumulated Depreciation				
Building and Improvements	-	(600)	-	(600)
Furniture and Equipment	(98,918)	(17,485)	-	(116,403)
Vehicles	-	(16,074)	-	(16,074)
<b>Total Accumulated Depreciation</b>	<b>(98,918)</b>	<b>(34,159)</b>	<b>-</b>	<b>(133,077)</b>
<b>Business-Type Activities' Capital Assets, Net</b>	<b>\$ 54,108</b>	<b>\$ 73,597</b>	<b>\$ -</b>	<b>\$ 127,705</b>

Depreciation expense was charged to the governmental functions as follows:

Instruction:	
Regular	\$ 704,288
Vocational	2,006
Support Services:	
Administration	49,041
Operation and Maintenance of Plant	112,908
Pupil Transportation	329,136
Central	148,344
<b>Total Depreciation Expense</b>	<b>\$ 1,345,723</b>

**NOTE 11: SHORT-TERM OBLIGATIONS**

The changes in the District's short-term obligations for the fiscal year 2009 were as follows:

	Principal Outstanding 6/30/2008	Additions	Deletions	Principal Outstanding 6/30/2009
<b><u>Governmental Activities</u></b>				
Energy Conservation Improvement Notes, Series 2008, 2.25%, due 6/18/09	\$ 1,338,000	\$ -	\$ (1,338,000)	\$ -

On June 17, 2009, the District issued Energy Conservation Improvement Bonds, Series 2009 in the amount of \$1,253,000 (see Note 12) to retire the bond anticipation notes that were utilized for paying costs of installations, modifications and remodeling of school buildings to conserve energy.

**NOTE 12: LONG-TERM OBLIGATIONS**

The changes in the District's long-term obligations during fiscal year 2009 were as follows:

	Principal Outstanding 6/30/2008	Additions	Deletions	Principal Outstanding 6/30/2009	Amounts Due in One Year
<b><u>Governmental Activities</u></b>					
<i>General Obligation Bonds</i>					
Energy Conservation Bond, Series 2002 - \$2,715,000 - 2.50% to 6.00%	\$ 1,795,000	\$ -	\$ (170,000)	\$ 1,625,000	\$ 175,000
Energy Conservation Bond, Series 2009 - \$1,253,000 - 5.25%	-	1,253,000	-	1,253,000	59,100
School and Library Refunding, Series 2006 - \$6,300,000 - 5.00%	5,975,000	-	(1,550,000)	4,425,000	1,610,000
Capital Appreciation Bonds - \$1,129,954 - 7.464%	1,129,954	-	-	1,129,954	-
<i>Total General Obligation Bonds</i>	<u>8,899,954</u>	<u>1,253,000</u>	<u>(1,720,000)</u>	<u>8,432,954</u>	<u>1,844,100</u>
Permanent Improvement Tax Anticipation - \$6,500,000 - 4.25%	4,850,000	-	(600,000)	4,250,000	635,000
Unamortized Bond Premiums	384,489	-	(53,858)	330,631	53,858
Bond Accretion	200,913	101,188	-	302,101	-
Retirement Payout Liability	1,254,689	131,905	(467,447)	919,147	469,147
Compensated Absences	2,483,830	1,288,504	(1,030,284)	2,742,050	1,429,170
<b>Total Governmental Activities</b>					
<b>Long-Term Liabilities</b>	<u>\$ 18,073,875</u>	<u>\$ 2,774,597</u>	<u>\$ (3,871,589)</u>	<u>\$ 16,976,883</u>	<u>\$ 4,431,275</u>
<b><u>Business-Type Activities</u></b>					
Compensated Absences	<u>\$ 87,410</u>	<u>\$ 14,119</u>	<u>\$ (5,245)</u>	<u>\$ 96,284</u>	<u>\$ 5,777</u>

**NOTE 12: LONG-TERM OBLIGATIONS (CONTINUED)**

**Prior Year Defeased Debt**

In prior years, the District has defeased bond issues 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, 2009, the amount of defeased debt outstanding amounted to \$3,695,000.

**General Obligation Bonds**

In 2002, the District issued \$2,715,000 in energy conservation bonds for a fifteen year period to replace heating and lighting systems at several schools, with final maturity at December, 2016. The bonds will be retired from the bond retirement fund.

In 2004, the District issued \$6,500,000 in long-term payable notes to provide for the renovation of the school buildings and other District improvements. These notes will be paid off over a ten year period of time with property taxes.

In 2006, the District issued \$6,300,000 in school and library refunding bonds and \$1,129,954 in capital appreciation bonds. These bonds were issued to provide for all future debt payments on the refunded portion of the 1995 school and library bonds. The maturity amount of outstanding school and library refunding bonds at June 30, 2009 is \$4,425,000. These bonds will mature in December 2015. The capital appreciation bonds will mature in December 2011. The maturity amount of the bonds is \$1,720,000. For fiscal year 2009, \$101,188 was accreted for a total bond value of \$1,432,055. The bonds will be retired from the bond retirement fund.

In 2009, the District issued \$1,253,000 in energy conservation improvement bonds for a fifteen year period. The bond was issued to retire \$1,338,000 in bond anticipation notes that were provided to pay the costs of installations, modifications, and remodeling of school buildings to conserve energy. The bonds will be retired from the bond retirement fund.

Retirement Incentive will be paid from the fund from which the employee’s salaries are paid. Compensated absences will be paid from the general fund and food service enterprise fund.

The District’s voted legal debt margin was \$73,516,420 with an unvoted debt margin of \$847,252 at June 30, 2009.

Principal and interest requirements to retire the general obligation debt outstanding at June 30, 2009 are as follows:

Fiscal Year Ending June 30,	Permanent Improvement		General Obligation Bonds		Totals	
	Tax Anticipation Note		Principal	Interest	Principal	Interest
	Principal	Interest				
2010	\$ 635,000	\$ 161,763	\$ 1,844,100	\$ 274,055	\$ 2,479,100	\$ 435,818
2011	665,000	129,263	1,904,300	210,321	2,569,300	339,584
2012	700,000	100,038	1,382,454	761,298	2,082,454	861,336
2013	725,000	73,844	605,900	150,980	1,330,900	224,824
2014	750,000	45,625	634,400	120,485	1,384,400	166,110
2015-2019	775,000	15,500	1,532,300	259,966	2,307,300	275,466
2020-2024	-	-	529,500	72,411	529,500	72,411
	<u>\$ 4,250,000</u>	<u>\$ 526,033</u>	<u>\$ 8,432,954</u>	<u>\$ 1,849,516</u>	<u>\$ 12,682,954</u>	<u>\$ 2,375,549</u>

**NOTE 13: OTHER EMPLOYEE BENEFITS**

**A. Compensated Absences**

Employees earn vacation at rates specified under State of Ohio law and based on credited service. Clerical, technical, and maintenance and operations employees with one or more years of service are entitled to vacation ranging from 5 to 25 days. Employees with less than one year of service earn one vacation day per month worked, not to exceed five days. Unused vacation is not cumulative to the next year. Teachers do not earn vacation.

All employees are entitled to a sick leave credit equal to one and one-quarter days for each month of service (earned on a pro rata basis for less than full-time employees). This sick leave will either be absorbed by time off due to illness or injury or, within certain limitations, be paid to the employee upon retirement. The amount paid to an employee upon retirement is limited to one-quarter of the accumulated sick leave to a maximum payout of 40 to 60 days based on the collective bargaining agreements.

**B. Special Termination of Benefits**

The District implemented an early retirement incentive offered to teaching staff members who retired at the end of the 2005/2006 and 2006/2007 school years only. The incentive consists of a cash payment in five (5) equal installments. The eligibility requirements for certified employees are age 60/5 years of service credit, age 55/25 years of service credit or any age with 30 years of service credit. The District's liability for fiscal year ended June 30, 2009 is \$919,147.

**NOTE 14: PENSION PLANS**

**A. State Teachers Retirement System**

The 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 Street, Columbus, Ohio 43215-3371 or by calling toll-free 1-888-227-7877, or by visiting the STRS Ohio website at [www.strsoh.org](http://www.strsoh.org).

New members have a choice of three retirement plan options. In addition to the Defined Benefit (DB) Plan, new members are offered a Defined Contribution (DC) Plan and a Combined Plan. Defined Contribution and Combined Plan members will transfer to the Defined Benefit plan during their fifth year of membership unless they permanently select the Defined Contribution or Combined Plan.

The Defined Benefit Plan benefits are established under Chapter 3307 of the Ohio Revised Code. Any member may retire who had (i) five years of service credit and attained age 60; (ii) 25 years of service credit and attained age 55; or (iii) 30 years of service credit regardless of age. The annual retirement allowance, payable for life, is the greater of the "formula benefit" or the "money-purchase benefit" calculation.

NOTE 14: **PENSION PLANS (CONTINUED)**

**A. State Teachers Retirement System (Continued)**

Under the “formula benefit”, the retirement allowance is based on years of credited service and final average salary, which is the average of the members’ three highest salary years. The annual allowance is calculated by using a base percentage of 2.2 percent multiplied by the total number of years of service credit (including Ohio-valued purchased credit) times the final average salary. The 31<sup>st</sup> year of earned Ohio service credit is calculated at 2.5 percent with an additional one-tenth of a percent added to the calculation for every year over 31 years until 100 percent of the final average salary is reached. For members with 35 or more years of Ohio contributing services, the first 30 years will be calculated at 2.5 percent.

Under the “money-purchase benefit”, members’ lifetime contributions plus interest at specified rates are matched by an equal amount from other STRS Ohio funds. The total is then divided by an actuarially determined annuity factor to determine the maximum annual retirement allowance. Benefits are increased annually by 3 percent of the original base amount.

The Defined Contribution Plan allows members to allocate all their member contributions and employer contributions equal to 10.5 percent of earned compensation among various investment choices. Benefits are established under Sections 3307.80 to 3307.89 of the Ohio Revised Code. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The member may elect to receive a lifetime monthly annuity or a lump sum withdrawal. Employer contributions into members’ accounts are vested after the first anniversary of the first day of paid service. Members in the Defined Contribution Plan who become disabled are entitled only to their account balance. If a member dies before retirement benefits begin, the members’ designated beneficiary is entitled to receive the members’ account balance.

The Combined Plan offers features of the Defined Contribution Plan and the Defined Benefit Plan. Member contributions are allocated to investments selected by the member, and employer contributions are used to fund a defined benefit payment. Plan members’ defined benefit is determined by multiplying 1 percent of the members’ final average salary by the members’ years of service credit. The defined benefit portion of the Combined Plan is payable to members on or after age 60. The defined contribution portion of the account may be taken as a lump sum or converted to a lifetime monthly annuity at age 50.

A retiree of STRS Ohio or another Ohio public retirement system is eligible for reemployment as a teacher following the lapse of two months from the date of retirement. Contributions are made by the reemployed member and employer during reemployment. Upon termination of reemployment or age 65, whichever comes later, the retiree is eligible for an annuity benefit or equivalent lump-sum payment in addition to the original retirement allowance. A reemployed retiree may alternatively receive a refund of only member contributions with interest before age 65, once employment is terminated.

For fiscal year ended June 30, 2009, members were required to contribute 10 percent of their annual covered salary and the District was required to contribute 14 percent. Member and employer contributions were established by the 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 provided by Chapter 3307 of the Ohio Revised Code. Of the 14 percent contributed by the District, 13 percent was the portion used to fund pension obligations.

NOTE 14: **PENSION PLANS (CONTINUED)**

A. **State Teachers Retirement System (Continued)**

The District's required contributions for pension obligations to STRS Ohio for the fiscal years ended June 30, 2009, 2008 and 2007 were \$4,635,825, \$4,449,009, and \$4,236,488, respectively; 83.37 percent has been contributed for fiscal year 2009 and 100 percent for fiscal years 2008 and 2007. In fiscal year 2009, member and employer contributions actually made for the Defined Contribution and Combined Plan participants were \$109,138 and \$42,835, respectively.

B. **School Employees Retirement System**

*Plan Description* - The District contributes to the School Employees Retirement System of Ohio (SERS), a cost-sharing, multiple employer defined benefit pension plan. SERS provides retirement, disability, and survivor benefits; annual cost-of-living adjustments; and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by state statute per Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. The report can be obtained by contacting SERS, 300 E. Broad Street, Suite 100, Columbus, Ohio 43215-3746 or by calling toll free 1-800-878-5853. It is also posted on SERS' website at [www.ohsers.org](http://www.ohsers.org) under *Employer/Audit Resources*.

*Funding Policy* - 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 rate is 14 percent of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended, up to statutory maximum amounts, by the SERS' Retirement Board. The Retirement Board, acting with the advice of the actuary, allocates the employer contribution rate among four of the funds (the Pension Trust Fund, the Death Benefits Fund, the Medicare Part B Fund, and the Health Care Fund) of the System. For fiscal year ending June 30, 2009, the allocation to pension and death benefits is 9.09 percent. The remaining 4.91 percent of the 14.00 percent employer contribution rate is allocated to the Health Care Fund and the Medicare Part B Fund. The District's required pension contributions to SERS for the fiscal years ended June 30, 2009, 2008 and 2007 were \$1,148,468, \$1,159,342 and \$1,194,792, respectively; 42.68 percent has been contributed for fiscal year 2009 and 100 percent for fiscal year 2008 and 2007.

C. **Social Security System**

Effective July 1, 1991, all employees not otherwise covered by the School Employees Retirement System or the State Teachers Retirement System of Ohio have an option to choose Social Security or the School Retirement System. As of June 30, 2009, two members of the Board of Education have elected Social Security. The contribution rate is 6.2 percent of wages.

NOTE 15: **POST-EMPLOYMENT BENEFITS**

A. **State Teachers Retirement System**

*Plan Description* - Ohio law authorizes STRS to offer a cost-sharing, multiple employer health care plan to eligible retirees who participated in the defined benefit or combined plans. Coverage under the current program includes hospitalization, physicians' fees, prescription drugs and reimbursement on monthly Medicare Part B premiums.



NOTE 15: **POST-EMPLOYMENT BENEFITS**

A. **State Teachers Retirement System (Continued)**

Pursuant to 3307 of the Ohio Revised Code, the Retirement Board has discretionary authority over how much, if any, of the associated health care costs will be absorbed by STRS. All benefit recipients, for the most recent year, pay a portion of the health care costs in the form of a monthly premium.

*Funding Policy* - Under Ohio law, funding for post-employment health care may be deducted from employer contributions. Of the 14 percent employer contribution rate, 1 percent of covered payroll was allocated to post-employment health care. For the fiscal years ended June 30, 2009, 2008 and 2007 the District's contributions to post-employment health care were \$356,602, \$342,231 and \$325,883 respectively; 83.37 percent has been contributed for 2009 and 100 percent for fiscal years 2008 and 2007.

B. **School Employees Retirement System**

*Plan Description* - SERS administers two post-employment benefit plans, the Medicare Part B Plan and the Health Care Plan as permitted by Ohio Revised Code Sections 3309.69 and 3309.375. The Medicare Part B Plan reimburses for Medicare Part B premiums paid by eligible retirees and beneficiaries. The Health Care Plan provides health care and prescription drug plans administered by two third-party administrators and a pharmacy benefit manager to manage self-insurance and prescription drug plans, respectively. The Retirement Board establishes rules for premiums paid by retirees for health care coverage and varies depending on the plan selected, qualified years of service, Medicare eligibility, and retirement status.

*Fund Policy* - The Medicare Part B Plan reimburses premiums paid by eligible retirees and beneficiaries as set forth in Ohio Revised Code Section 3309.69. The reimbursement amount is limited by statute to the lesser of January 1, 1999 Medicare Part B premiums or the current premium. The Medicare Part B premium for calendar year 2009 (most recent information available) was \$96.40. SERS' reimbursement to retirees was \$45.50. The Retirement Board, with the advice of the actuary, allocates a portion of the current employer contribution rate to the Medicare Part B Fund. For fiscal year 2009, the actuarially required allocation was .75 percent. For the fiscal year ended June 30, 2009, 2008 and 2007 the District's contributions to Medicare Part B were \$94,758, \$83,533, and \$81,246, respectively; 42.68 percent has been contributed for fiscal year 2009 and 100 percent for fiscal years 2008 and 2007.

The Health Care Fund was established under, and is administered in accordance with Internal Revenue Code 105(e). Each year after the allocation for statutorily required benefits, the Retirement Board allocates the remainder of the employers' 14 percent contribution to the Health Care Fund. At June 30, 2009, the health care allocation was 4.16 percent.

An additional health care surcharge on employers is collected for employees earning less than an actuarially determined minimum compensation amount, pro-rated according to service credit earned. Statutes provide that no employer shall pay a health care surcharge greater than 2 percent of that employer's SERS covered payroll; nor may SERS collect in aggregate more than 1.5 percent of the total statewide SERS covered payroll for the health care surcharge. For fiscal year 2009, the minimum compensation level was established at \$35,800.

Active members do not make contributions to the post-employment benefit plans. Retirees and their beneficiaries are required to pay a health care premium that varies depending on the plan selected, the number of qualified years of service, Medicare eligibility, and retirement status.

**NOTE 15: POST-EMPLOYMENT BENEFITS (CONTINUED)**

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

For fiscal years ended June 30, 2009, 2008 and 2007, the District’s contributions to the Health Care Plan, including the surcharge, were \$717,675, \$634,312 and \$594,606, respectively; 42.68 percent has been contributed for fiscal year 2009 and 100 percent for fiscal years 2008 and 2007.

**NOTE 16: 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. During fiscal year 2009, the District contracted with Hylant Administrative Services – Ohio School Plan for fleet and liability insurance, with Travelers Insurance for boiler and machinery, and with Hylant Administrative Services – Ohio School Plan for property and inland marine coverage. Coverages provided were as follows:

Building, Contents, Boiler and Machinery Contents (\$5,000 deductible)	\$ 164,947,000
Crime Insurance (\$500 deductible)	50,000
Automobile Liability (\$250 Comprehensive deductible/ \$500 Collision deductible)	1,000,000
Uninsured Motorists	500,000
General Liability (per occurrence)	1,000,000
General Liability (total per year)	2,000,000

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

**B. Self-Insurance Program**

The self-insurance program for health care has been administered by Medical Mutual of Ohio since January, 2001. Medical Mutual of Ohio began administering the program in January, 2001. Payments are made to Medical Mutual of Ohio for the actual amount of claims processed, monthly stop-loss premiums, and administrative charges. Operating revenues of the fund consist of payments from other funds and are based on self-insurance losses, policy stop-loss premiums, and other operating expenses.

The claims liability of \$1,329,700 reported in the fund at June 30, 2009 was estimated by the third party administrator and is based on the requirements of GASB Statement No. 30, which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses (GASB Statement No. 30). Changes in the fund’s claims liability amount for the fiscal years ended June 30, 2007, 2008, and 2009 were;

	Beginning of Year	Current Year Claims	Claim Payments	End of Year
June 30, 2007	\$ 1,210,000	\$ 6,547,639	\$ (6,468,039)	\$ 1,289,600
June 30, 2008	\$ 1,289,600	\$ 6,674,643	\$ (6,649,243)	\$ 1,315,000
June 30, 2009	\$ 1,315,000	\$ 6,955,162	\$ (6,940,462)	\$ 1,329,700

**NOTE 16: RISK MANAGEMENT (CONTINUED)**

**B. Self-Insurance Program (Continued)**

The above claim payments include management fees in the amount of \$677,545.

**C. Workers' Compensation Program**

The District participates in the State Workers' Compensation retrospective rating and payment system. The plan involves the payment of a minimum premium for administrative services and stop loss coverage plus the actual claim costs for employees injured. The program for workers' compensation is administered by Comp Management Inc. Payments are made directly to the Ohio Bureau of Workers' Compensation for actual claims processed. Operating revenues of the fund consist of payments from other funds and earnings on the investing of these funds that are based on self-insurance losses, policy stop-loss premiums, and other operating expenses.

The claims liability of \$269,001 reported in the fund at June 30, 2009 was estimated by the Bureau of Workers Compensation and is based on the requirement of Governmental 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. Changes in the fund's current claims liability amount for the fiscal years ended June 30, 2007, 2008, and 2009 were:

	<u>Beginning of Year</u>	<u>Current Year Claims</u>	<u>Claim Payments</u>	<u>Interest Earned</u>	<u>End of Year</u>
June 30, 2007	\$ 585,652	\$ 844,618	\$ (847,117)	\$ 31,906	\$ 615,059
June 30, 2008	\$ 615,059	\$ 36,244	\$ (355,106)	\$ 26,478	\$ 322,675
June 30, 2009	\$ 322,675	\$ 523,531	\$ (595,291)	\$ 18,086	\$ 269,001

**NOTE 17: JOINTLY GOVERNED ORGANIZATIONS**

*Ohio Schools' Council Association (Council)* – The Council is a jointly governed organization among one hundred twenty-one school districts. The jointly governed organization was created by school districts for the purpose of saving money through volume purchases. Each district supports the Council by paying an annual participation fee. Each school district member superintendent serves as a representative of the Assembly. The Assembly elects five of the Council's Board members and the remaining four are representatives of the Greater Cleveland School Superintendents' Association. The Council operates under a nine-member Board of Directors (the Board). The Board meets monthly September through June. The Board appoints an Executive Director who is responsible for receiving and disbursing funds, investing available funds, preparing financial reports for the Board and Assembly and carrying out such other responsibilities as designated by the Board. In fiscal year 2009, the District paid \$2,106 to the Council. Financial information can be obtained by contacting Dr. David A. Cottrell, the Executive Director of the Ohio Schools' Council at 6133 Rockside Road, Suite 10, Independence, Ohio 44131.

**NOTE 17: JOINTLY GOVERNED ORGANIZATIONS (CONTINUED)**

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

The District also participates in the Council's electric purchase program. The Council provides 238 school districts and 11 MR/DD boards in the First Energy territory (Cleveland Electric Illuminating, Ohio Edison, Toledo Edison) the ability to purchase electricity at reduced rates if the school district committed to participating in either a thirty-six month (Cleveland Electric Illuminating Company) or a forty-four month (Ohio Edison and Toledo Edison) program beginning either May 1, 2005 or January 1, 2006 and ending December 31, 2009. Each month, the Council invoices participants based on estimated usage that was determined when the program was established. Each September, these estimated payments are compared to their actual usage for the year (July to June). Refund checks are issued to districts that consumed less than their projected usage of electrical energy and districts that over-consumed are invoiced.

**NOTE 18: RELATED ORGANIZATION**

*Euclid Public Library* – The Euclid Public Library is a distinct political subdivision of the State of Ohio created under Chapter 3375 of the Ohio Revised Code. The Library is governed by a Board of Trustees appointed by the Euclid City School District's Board of Education. The Board of Trustees possesses its own contracting and budgeting authority, hires and fires personnel and does not depend on the District for operational subsidies. Although the District serves as the taxing authority and may issue tax related debt on behalf of the Library, its role is limited to a ministerial function. The determination to request approval of a tax, the rate, and the purpose are discretionary decisions made solely by the Board of Trustees. Financial information can be obtained from the Euclid Public Library at 631 East 222<sup>nd</sup> Street, Euclid, Ohio 44123.

**NOTE 19: 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, 2009.

**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 20: **INTERFUND TRANSACTIONS**

**A. Interfund Balances**

On June 30, 2009, interfund balances on fund financial statements consist of the following:

	Receivable	Payable
<i>Major Fund</i>		
General Fund	\$ 254,497	\$ -
 <i>Nonmajor Governmental Funds</i>		
Special Revenue Funds	-	4,406
Debt Service Fund	-	122,503
Capital Projects Funds	122,503	250,091
<b>Total Interfund Balances</b>	<b>\$ 377,000</b>	<b>\$ 377,000</b>

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

**B. Interfund Transfers**

On June 30, 2009, interfund transfers on fund financial statements consist of the following:

	Transfers In	Transfers Out
<i>Major Fund</i>		
General	\$ 71,638	\$ 314,867
 <i>Nonmajor Governmental Funds</i>		
Special Revenue Funds	5,000	-
Debt Service Fund	265,762	1,338,000
Capital Projects Fund	1,368,105	-
<i>Total Nonmajor Governmental Funds</i>	<i>1,638,867</i>	<i>1,338,000</i>
 <i>Nonmajor Enterprise Fund</i>	 14,000	 71,638
<b>Total Interfund Transfers</b>	<b>\$ 1,724,505</b>	<b>\$ 1,724,505</b>

Transfers were made to provide additional resources for current operations. Transfers of \$1,638,867 were eliminated since they were within the governmental activities.

**NOTE 21: SET-ASIDE REQUIREMENTS**

The District is required by State statute to annually set aside in the general fund an amount based on a statutory formula for the purchase of textbooks and other instructional materials and an equal amount for the acquisition and construction of capital improvements. Amounts not spent by the end of the fiscal year or offset by similarly restricted resources received during the year must be held in cash at year-end and carried forward to be used for the same purposes in future years. In prior years, the District was also required to set aside money for budget stabilization. At June 30, 2009, only the unspent portion of certain workers' compensation refunds continue to be a required set-aside.

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

	Textbooks	Capital Improvements	Budget Stabilization
Set-Aside Reserve Balance as of June 30, 2008	\$ (756,936)	\$ -	\$ 1,276,135
Current Year Set-Aside Requirements	975,988	975,988	-
Qualifying Disbursements	(982,351)	(1,196,724)	-
Totals	(763,299)	(220,736)	1,276,135
Set-Aside Balance Carried Forward to Future Fiscal Years	\$ (763,299)	\$ -	\$ 1,276,135
Set-Aside Reserve Balance as of June 30, 2009	\$ -	\$ -	\$ 1,276,135

The District had qualifying expenditures 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. Although the District had qualifying disbursements during the year that reduced the capital improvements set-aside amount below zero, these extra amounts may not be used to reduce the set-aside requirement in future fiscal years.

**COMBINING STATEMENTS**

**Nonmajor Special Revenue Funds**

Special Revenue funds are used to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specific purposes. A description of the District's nonmajor special revenue funds follow:

**Special Trust** – This fund accounts for monies used for purposes that are beneficial to the overall operation of the District.

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

**Termination Benefits** – This fund accumulated funds to pay termination benefits to eligible employees.

**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 includes all athletic programs, except supplemental coaching contacts, and accounts for revenues and costs of the District's athletic programs.

**Auxiliary Services** – This fund accounts for state funds for the purchase of science and math materials, as well as psychological and other supplemental services at the parochial schools within the District.

**Educational Management Information System** - This fund is used to account for revenue provided by the State of Ohio to be used solely for costs associated with the requirements of the education management information system required by Senate Bill 140.

**Public School Preschool Grant** – This fund accounts for the state revenues which address the educational needs of 4 year olds who are at risk of being poor achievers.

**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.

**School Net Professional Development** - This fund was established to provide training for teachers to become practitioners. This fund is provided to account for a limited number of professional development subsidy grants.

**Summer Intervention** - This fund accounts for summer intervention services satisfying criteria defined in Division (E) of Section 3313.608 of the Ohio Revised Code.

**Vocational Education Enhancement** – This fund was established to provide funds to purchase vocational equipment with a value of \$300 or more with the State reimbursing the District, upon completion, up to 40 percent of the final cost.

**Alternative Schools** – This grant was established to provide funding for Saturday School for discipline problem students. The funds will be used for salaries, benefits, supplies, purchased services, and equipment associated with the program.

**Poverty Based Assistance** – In 2005, the Ohio General Assembly passed a biennial budget bill which included a new allocation termed PBA. Qualifying districts receive these funds through the State Foundation Program, but must be accounted in a special fund. These funds must be used for all day kindergarten, student intervention, class size reduction, professional development, and community outreach.

**Miscellaneous State Grants** - This fund is used to account for various monies received from state agencies which are not classified elsewhere. A separate special cost center must be used for each grant and approved by the Auditor of State.



**Adult Basic Education** – This fund accounts for federal monies used to provide computer equipment, library resource materials, salaries, and room rental for adult education classes.

**IDEA, Part B Special Education** - 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** – The purpose of this Federal program is to provide funds to develop and carry out elementary and secondary school programs, including activities at the pre-school level, to meet the educational needs of children of limited English proficiency.

**Title I** - This fund is used to provide financial assistance to state and local educational agencies to meet the special needs of educationally deprived children.

**Title V** - This fund is used to consolidate various programs into a single authorization of grants to states for the same purposes set forth in the provisions of law as specified in the authorization section, to be used in accordance with the educational needs and priorities of the state and local agencies.

**Drug-Free Schools** - This fund provides funds to local educational agencies and consortia of these agencies to establish, operate, and improve local programs of drug abuse prevention, early intervention, rehabilitation referral, and education in elementary and secondary schools, and to engage in development, training, technical assistance, and coordination activities.

**IDEA Preschool Grant for the Handicapped** – The 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.

**Reducing Class Size** - This fund is used to account for monies to hire additional classroom teachers in grades 1 through 3 so that the number of students per teacher will be reduced.

**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. This program is to provide individual instructions to first and second grade students in the academic area of reading and math, with the assistance of a trained group of adult volunteers using appropriate service training activities.

### **Nonmajor Debt Service Fund**

Debt Service funds are used to account for the accumulation of resources for, and the payment of, general long-term principal, interest, and related costs.

**Bond Retirement** – This fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

**Nonmajor Capital Projects Fund**

Capital Projects funds are used to account 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 is used to account for all transactions relating to the acquiring, constructing, or improving facilities.

**Building** – 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.

**Replacement** – This fund exists for the replacement of equipment and other items not covered by the District’s building and contents insurance.

**Vocational Education Equipment** – This fund exists to account for the purchase of equipment used for vocational education purposes.

**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 primarily or solely to the general public, be financed or recovered primarily through user charges.

**Food Service** – This fund accounts for the provision of food service to the District.

**Uniform School Supplies** – This fund accounts for the purchase of necessary supplies, materials, or other school related items above those items provided for general instruction, paid for by students.

**Customer Services** – This fund accounts for services provided primarily to the general public which are financed or recovered through user charges.

**Adult and Community Education** – This fund accounts for the provision of adult education classes to the District.

**Internal Service Funds**

Internal Service funds are 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.

**Special Rotary** – This fund provides for the purchase of services and equipment by internal persons and organizations.

**Health Reserve** – This fund is to account for the receipt and expense of funds for medical and dental claims for employees.

**Workers’ Compensation** – This fund accounts for the claims and premiums paid to the State for workers’ compensation insurance.

**Fiduciary Funds**

Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private purpose trust funds, and agency funds. Trust funds are used to account for assets held by the District under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the District's own programs. Agency funds are purely custodial (assets equal liabilities) and thus do not involve measurement of results of operations.

**Agency Funds**

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

**Employee Withholding** – This fund accounts for amounts withheld from the payroll of the District's employees.

**Combining Balance Sheet  
Nonmajor Governmental Funds**

**June 30, 2009**

	<b>Nonmajor Special Revenue Funds</b>	<b>Nonmajor Debt Service Fund</b>	<b>Nonmajor Capital Projects Funds</b>	<b>Total Nonmajor Governmental Funds</b>
<b>ASSETS</b>				
Equity in Pooled Cash and Cash Equivalents	\$ 896,235	\$ 2,615,031	\$ 441,449	\$ 3,952,715
Interfund Receivable	-	-	122,503	122,503
Intergovernmental Receivable	239,067	-	-	239,067
Prepaid Items	2,160	-	-	2,160
Property Taxes Receivable	-	1,902,167	1,835,969	3,738,136
<b>Total Assets</b>	<b>\$ 1,137,462</b>	<b>\$ 4,517,198</b>	<b>\$ 2,399,921</b>	<b>\$ 8,054,581</b>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts Payable	\$ 62,707	\$ -	\$ -	\$ 62,707
Accrued Wages and Benefits	443,695	-	-	443,695
Intergovernmental Payable	93,972	-	-	93,972
Interfund Payable	4,406	122,503	250,091	377,000
Deferred Revenue	-	1,576,032	1,530,059	3,106,091
<b>Total Liabilities</b>	<b>604,780</b>	<b>1,698,535</b>	<b>1,780,150</b>	<b>4,083,465</b>
<b>Fund Balances:</b>				
Reserved for:				
Encumbrances	177,175	-	10,113	187,288
Prepaid Items	2,160	-	-	2,160
Property Taxes	-	326,135	305,910	632,045
Unreserved:				
Undesignated, Reported in:				
Special Revenue Funds	353,347	-	-	353,347
Debt Service Fund	-	2,492,528	-	2,492,528
Capital Projects Funds	-	-	303,748	303,748
<b>Total Fund Balances</b>	<b>532,682</b>	<b>2,818,663</b>	<b>619,771</b>	<b>3,971,116</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 1,137,462</b>	<b>\$ 4,517,198</b>	<b>\$ 2,399,921</b>	<b>\$ 8,054,581</b>

**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
Nonmajor Governmental Funds**

**For the Fiscal Year Ended June 30, 2009**

	<b>Nonmajor Special Revenue Funds</b>	<b>Nonmajor Debt Service Fund</b>	<b>Nonmajor Capital Projects Funds</b>	<b>Total Nonmajor Governmental Funds</b>
<b>REVENUES</b>				
Taxes	\$ -	\$ 2,777,273	\$ 832,247	\$ 3,609,520
Intergovernmental	8,693,599	314,691	407,174	9,415,464
Interest	1,143	-	1,973	3,116
Extracurricular Activities	271,422	-	-	271,422
Charges for Services	157,087	-	-	157,087
Transportation Fees	13,779	-	-	13,779
Miscellaneous	76,074	-	-	76,074
<b>Total Revenues</b>	<b>9,213,104</b>	<b>3,091,964</b>	<b>1,241,394</b>	<b>13,546,462</b>
<b>EXPENDITURES</b>				
Current:				
Instruction:				
Regular Instruction	2,123,159	-	251,107	2,374,266
Special Instruction	2,584,108	-	-	2,584,108
Vocational Instruction	96	-	2,830	2,926
Adult/Continuing Instruction	80,109	-	-	80,109
Other Instruction	470,340	-	-	470,340
Supporting Services:				
Pupils	58,594	-	-	58,594
Instructional Staff	1,762,608	-	1,500	1,764,108
Administration	46,092	-	-	46,092
Fiscal Services	115,240	-	265	115,505
Operation and Maintenance of Plant Services	111,591	-	168,142	279,733
Pupil Transportation	3,999	-	226,518	230,517
Central	147,883	-	75,000	222,883
Operation of Non-Instructional Services:				
Community Services	1,096,452	-	630	1,097,082
Extracurricular Activities	374,074	-	-	374,074
Capital Outlay	-	-	176,011	176,011
Debt Service:				
Principal Retirement	-	2,320,000	-	2,320,000
Interest and Fiscal Charges	-	467,460	30,105	497,565
<b>Total Expenditures</b>	<b>8,974,345</b>	<b>2,787,460</b>	<b>932,108</b>	<b>12,693,913</b>
Excess of Revenues Over Expenditures	238,759	304,504	309,286	852,549
<b>OTHER FINANCING SOURCES (USES)</b>				
Sale of Capital Assets	1,232	-	-	1,232
General Obligation Bonds Issued	-	1,253,000	-	1,253,000
Transfers In	5,000	265,762	1,368,105	1,638,867
Transfers Out	-	(1,338,000)	-	(1,338,000)
<b>Total Other Financing Sources (Uses)</b>	<b>6,232</b>	<b>180,762</b>	<b>1,368,105</b>	<b>1,555,099</b>
Net Change in Fund Balances	244,991	485,266	1,677,391	2,407,648
Fund Balances (Deficit) - Beginning of Year	287,691	2,333,397	(1,057,620)	1,563,468
<b>Fund Balances - End of Year</b>	<b>\$ 532,682</b>	<b>\$ 2,818,663</b>	<b>\$ 619,771</b>	<b>\$ 3,971,116</b>

**Combining Balance Sheet  
Nonmajor Special Revenue Funds**

**June 30, 2009**

	<b>Special Trust</b>	<b>Public School Support</b>	<b>Termination Benefits</b>	<b>Student Activity</b>
<b>ASSETS</b>				
Equity in Pooled Cash and Cash Equivalents	\$ 43,973	\$ 48,376	\$ 116,722	\$ 41,708
Intergovernmental Receivable	-	-	-	-
Prepaid Items	-	-	-	-
<b>Total Assets</b>	<b>\$ 43,973</b>	<b>\$ 48,376</b>	<b>\$ 116,722</b>	<b>\$ 41,708</b>
 <b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities:</b>				
Accounts Payable	\$ 3,000	\$ -	\$ -	\$ -
Accrued Wages and Benefits	-	-	-	-
Intergovernmental Payable	-	-	-	-
Interfund Payable	-	-	-	-
<b>Total Liabilities</b>	<b>3,000</b>	<b>-</b>	<b>-</b>	<b>-</b>
 <b>Fund Balances:</b>				
Reserved for:				
Encumbrances	-	123	-	-
Prepaid Items	-	-	-	-
Unreserved:				
Undesignated, Reported in:				
Special Revenue Funds	40,973	48,253	116,722	41,708
<b>Total Fund Balances (Deficit)</b>	<b>40,973</b>	<b>48,376</b>	<b>116,722</b>	<b>41,708</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 43,973</b>	<b>\$ 48,376</b>	<b>\$ 116,722</b>	<b>\$ 41,708</b>

**Euclid City School District**

<u>Auxiliary Services</u>	<u>Educational Management Information System</u>	<u>Public School Preschool Grant</u>	<u>Vocational Education Enhancement</u>	<u>Alternative Schools</u>	<u>Poverty Based Assistance</u>
\$ 118,901	\$ 23,885	\$ 429	\$ -	\$ 20,937	\$ -
-	-	-	-	-	-
280	-	-	-	-	-
<u>\$ 119,181</u>	<u>\$ 23,885</u>	<u>\$ 429</u>	<u>\$ -</u>	<u>\$ 20,937</u>	<u>\$ -</u>
\$ 31,268	\$ -	\$ -	\$ -	\$ 29	\$ -
35,056	-	-	-	15,664	200,434
7,206	-	-	-	2,559	32,828
96	-	-	4,310	-	-
<u>73,626</u>	<u>-</u>	<u>-</u>	<u>4,310</u>	<u>18,252</u>	<u>233,262</u>
42,851	1,504	429	-	-	-
280	-	-	-	-	-
2,424	22,381	-	(4,310)	2,685	(233,262)
<u>45,555</u>	<u>23,885</u>	<u>429</u>	<u>(4,310)</u>	<u>2,685</u>	<u>(233,262)</u>
<u>\$ 119,181</u>	<u>\$ 23,885</u>	<u>\$ 429</u>	<u>\$ -</u>	<u>\$ 20,937</u>	<u>\$ -</u>

(Continued)

**Combining Balance Sheet  
Nonmajor Special Revenue Funds (Continued)**

**June 30, 2009**

	<b>Miscellaneous State Grants</b>	<b>Adult Basic Education</b>	<b>Title I</b>
<b>ASSETS</b>			
Equity in Pooled Cash and Cash Equivalents	\$ 23,014	\$ 79,032	\$ 333,276
Intergovernmental Receivable	-	39,516	190,000
Prepaid Items	-	1,880	-
<b>Total Assets</b>	<b>\$ 23,014</b>	<b>\$ 120,428</b>	<b>\$ 523,276</b>
 <b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities:</b>			
Accounts Payable	\$ 8,897	\$ 8,849	\$ 7,089
Accrued Wages and Benefits	8,870	32,984	111,705
Intergovernmental Payable	1,450	20,974	22,587
Interfund Payable	-	-	-
<b>Total Liabilities</b>	<b>19,217</b>	<b>62,807</b>	<b>141,381</b>
 <b>Fund Balances:</b>			
Reserved for:			
Encumbrances	14,287	35,770	82,211
Prepaid Items	-	1,880	-
Unreserved:			
Undesignated, Reported in:			
Special Revenue Funds	(10,490)	19,971	299,684
<b>Total Fund Balances (Deficit)</b>	<b>3,797</b>	<b>57,621</b>	<b>381,895</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 23,014</b>	<b>\$ 120,428</b>	<b>\$ 523,276</b>



<b>Drug-Free Schools</b>	<b>IDEA Preschool Grant for the Handicapped</b>	<b>Reducing Class Size</b>	<b>Miscellaneous Federal Grants</b>	<b>Total Nonmajor Special Revenue Funds</b>
\$ 2,647	\$ 6,165	\$ 35,170	\$ 2,000	\$ 896,235
7,837	-	1,714	-	239,067
-	-	-	-	2,160
<u>\$ 10,484</u>	<u>\$ 6,165</u>	<u>\$ 36,884</u>	<u>\$ 2,000</u>	<u>\$ 1,137,462</u>
\$ 2,647	\$ -	\$ -	\$ 928	\$ 62,707
-	5,080	33,902	-	443,695
-	830	5,538	-	93,972
-	-	-	-	4,406
<u>2,647</u>	<u>5,910</u>	<u>39,440</u>	<u>928</u>	<u>604,780</u>
-	-	-	-	177,175
-	-	-	-	2,160
7,837	255	(2,556)	1,072	353,347
<u>7,837</u>	<u>255</u>	<u>(2,556)</u>	<u>1,072</u>	<u>532,682</u>
<u>\$ 10,484</u>	<u>\$ 6,165</u>	<u>\$ 36,884</u>	<u>\$ 2,000</u>	<u>\$ 1,137,462</u>

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

**For the Fiscal Year Ended June 30, 2009**

	<b>Special Trust</b>	<b>Public School Support</b>	<b>Termination Benefits</b>	<b>Student Activity</b>	<b>Auxiliary Services</b>
<b>REVENUES</b>					
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ 786,206
Interest	516	-	-	-	627
Extracurricular Activities	-	99,603	-	171,819	-
Charges for Services	-	-	148,500	8,587	-
Transportation Fees	-	7,888	-	5,891	-
Miscellaneous	14,469	21,395	-	40,210	-
<b>Total Revenues</b>	<u>14,985</u>	<u>128,886</u>	<u>148,500</u>	<u>226,507</u>	<u>786,833</u>
<b>EXPENDITURES</b>					
Current:					
Instruction:					
Regular Instruction	15,469	-	-	-	-
Special Instruction	-	-	-	-	-
Vocational Instruction	-	-	-	-	-
Adult/Continuing Instruction	-	-	-	-	-
Other Instruction	-	-	-	-	-
Supporting Services:					
Pupils	-	-	-	-	-
Instructional Staff	-	-	-	-	-
Administration	-	-	-	-	-
Fiscal Services	-	-	-	-	-
Operation and Maintenance of Plant Services	-	-	-	-	-
Pupil Transportation	-	-	-	-	-
Central	-	-	116,399	-	-
Operation of Non-Instructional Services:					
Community Services	4,864	-	-	-	774,110
Extracurricular Activities	1,568	126,548	-	245,958	-
<b>Total Expenditures</b>	<u>21,901</u>	<u>126,548</u>	<u>116,399</u>	<u>245,958</u>	<u>774,110</u>
Excess of Revenues Over (Under) Expenditures	<u>(6,916)</u>	<u>2,338</u>	<u>32,101</u>	<u>(19,451)</u>	<u>12,723</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Sale of Capital Assets	-	-	-	1,232	-
Transfers In	3,000	2,000	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<u>3,000</u>	<u>2,000</u>	<u>-</u>	<u>1,232</u>	<u>-</u>
Net Change in Fund Balances	<u>(3,916)</u>	<u>4,338</u>	<u>32,101</u>	<u>(18,219)</u>	<u>12,723</u>
Fund Balances (Deficit) - Beginning of Year	44,889	44,038	84,621	59,927	32,832
<b>Fund Balances - End of Year</b>	<u>\$ 40,973</u>	<u>\$ 48,376</u>	<u>\$ 116,722</u>	<u>\$ 41,708</u>	<u>\$ 45,555</u>

<b>Educational Management Information System</b>	<b>Public School Preschool Grant</b>	<b>Entry Year Programs</b>	<b>School Net Professional Development</b>	<b>Summer Intervention</b>	<b>Vocational Education Enhancement</b>	<b>Alternative Schools</b>
\$ 18,112	\$ 90,250	\$ 7,700	\$ 2,970	\$ -	\$ -	\$ 207,690
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>18,112</u>	<u>90,250</u>	<u>7,700</u>	<u>2,970</u>	<u>-</u>	<u>-</u>	<u>207,690</u>
-	85,850	7,700	2,965	-	-	25,140
-	-	-	-	-	-	-
-	-	-	-	96	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	15,688
-	399	-	-	-	-	19,289
-	-	-	-	-	-	-
-	-	-	-	-	-	2,261
-	-	-	-	-	-	-
31,484	-	-	-	-	-	-
-	-	-	-	-	-	147,096
-	-	-	-	-	-	-
<u>31,484</u>	<u>86,249</u>	<u>7,700</u>	<u>2,965</u>	<u>96</u>	<u>-</u>	<u>209,474</u>
<u>(13,372)</u>	<u>4,001</u>	<u>-</u>	<u>5</u>	<u>(96)</u>	<u>-</u>	<u>(1,784)</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>(13,372)</u>	<u>4,001</u>	<u>-</u>	<u>5</u>	<u>(96)</u>	<u>-</u>	<u>(1,784)</u>
37,257	(3,572)	-	(5)	96	(4,310)	4,469
<u>\$ 23,885</u>	<u>\$ 429</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (4,310)</u>	<u>\$ 2,685</u>

(Continued)

**Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
Nonmajor Special Revenue Funds (Continued)**

**For the Fiscal Year Ended June 30, 2009**

	<b>Poverty Based Assistance</b>	<b>Miscellaneous State Grants</b>	<b>Adult Basic Education</b>	<b>IDEA, Part B Special Education</b>	<b>Title III - Limited English Proficiency</b>
<b>REVENUES</b>					
Intergovernmental	\$ 2,514,139	\$ 42,048	\$ 767,836	\$ 1,265,412	\$ 3,821
Interest	-	-	-	-	-
Extracurricular Activities	-	-	-	-	-
Charges for Services	-	-	-	-	-
Transportation Fees	-	-	-	-	-
Miscellaneous	-	-	-	-	-
<b>Total Revenues</b>	<b>2,514,139</b>	<b>42,048</b>	<b>767,836</b>	<b>1,265,412</b>	<b>3,821</b>
<b>EXPENDITURES</b>					
Current:					
Instruction:					
Regular Instruction	1,642,156	8,588	-	-	3,821
Special Instruction	88,923	-	-	1,234,764	-
Vocational Instruction	-	-	-	-	-
Adult/Continuing Instruction	-	-	80,109	-	-
Other Instruction	470,340	-	-	-	-
Supporting Services:					
Pupils	895	17,079	-	-	-
Instructional Staff	168,424	46,536	645,587	75,131	-
Administration	-	1,000	5,000	-	-
Fiscal Services	-	-	20,668	31,267	-
Operation and Maintenance of Plant Services	109,330	-	-	-	-
Pupil Transportation	-	-	-	-	-
Central	-	-	-	-	-
Operation of Non-Instructional Services:					
Community Services	-	-	317	72,015	-
Extracurricular Activities	-	-	-	-	-
<b>Total Expenditures</b>	<b>2,480,068</b>	<b>73,203</b>	<b>751,681</b>	<b>1,413,177</b>	<b>3,821</b>
Excess of Revenues Over (Under) Expenditures	34,071	(31,155)	16,155	(147,765)	-
<b>OTHER FINANCING SOURCES (USES)</b>					
Sale of Capital Assets	-	-	-	-	-
Transfers In	-	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Net Change in Fund Balances	34,071	(31,155)	16,155	(147,765)	-
Fund Balances (Deficit) - Beginning of Year	(267,333)	34,952	41,466	147,765	-
<b>Fund Balances - End of Year</b>	<b>\$ (233,262)</b>	<b>\$ 3,797</b>	<b>\$ 57,621</b>	<b>\$ -</b>	<b>\$ -</b>

**Euclid City School District**

<b>Title I</b>	<b>Title V</b>	<b>Drug-Free Schools</b>	<b>IDEA Preschool Grant for the Handicapped</b>	<b>Reducing Class Size</b>	<b>Miscellaneous Federal Grants</b>	<b>Total Nonmajor Special Revenue Funds</b>
\$2,080,342	\$ 5,866	\$ 18,887	\$ 41,091	\$ 300,211	\$ 541,018	\$ 8,693,599
-	-	-	-	-	-	1,143
-	-	-	-	-	-	271,422
-	-	-	-	-	-	157,087
-	-	-	-	-	-	13,779
-	-	-	-	-	-	76,074
<u>2,080,342</u>	<u>5,866</u>	<u>18,887</u>	<u>41,091</u>	<u>300,211</u>	<u>541,018</u>	<u>9,213,104</u>
-	7,426	27,336	-	-	296,708	2,123,159
1,219,918	-	-	40,503	-	-	2,584,108
-	-	-	-	-	-	96
-	-	-	-	-	-	80,109
-	-	-	-	-	-	470,340
-	-	-	-	-	40,620	58,594
483,806	5,011	-	-	294,751	27,674	1,762,608
20,249	-	-	-	-	155	46,092
53,178	132	495	1,077	8,016	407	115,240
-	-	-	-	-	-	111,591
3,999	-	-	-	-	-	3,999
-	-	-	-	-	-	147,883
94,241	1,810	-	-	-	1,999	1,096,452
-	-	-	-	-	-	374,074
<u>1,875,391</u>	<u>14,379</u>	<u>27,831</u>	<u>41,580</u>	<u>302,767</u>	<u>367,563</u>	<u>8,974,345</u>
<u>204,951</u>	<u>(8,513)</u>	<u>(8,944)</u>	<u>(489)</u>	<u>(2,556)</u>	<u>173,455</u>	<u>238,759</u>
-	-	-	-	-	-	1,232
-	-	-	-	-	-	5,000
-	-	-	-	-	-	6,232
<u>204,951</u>	<u>(8,513)</u>	<u>(8,944)</u>	<u>(489)</u>	<u>(2,556)</u>	<u>173,455</u>	<u>244,991</u>
176,944	8,513	16,781	744	-	(172,383)	287,691
<u>\$ 381,895</u>	<u>\$ -</u>	<u>\$ 7,837</u>	<u>\$ 255</u>	<u>\$ (2,556)</u>	<u>\$ 1,072</u>	<u>\$ 532,682</u>

**Combining Balance Sheet  
Nonmajor Capital Projects Funds**

**June 30, 2009**

	<b>Permanent Improvement</b>	<b>Building</b>	<b>Replacement</b>	<b>Vocational Education Equipment</b>	<b>Total Nonmajor Capital Projects Funds</b>
<b>ASSETS</b>					
Equity in Pooled Cash and Cash Equivalents	\$ 281,742	\$ 1,300	\$ 158,407	\$ -	\$ 441,449
Interfund Receivable	122,503	-	-	-	122,503
Property Taxes Receivable	1,835,969	-	-	-	1,835,969
<b>Total Assets</b>	<b>\$ 2,240,214</b>	<b>\$ 1,300</b>	<b>\$ 158,407</b>	<b>\$ -</b>	<b>\$ 2,399,921</b>
 <b>LIABILITIES AND FUND BALANCES</b>					
<b>Liabilities:</b>					
Interfund Payable	\$ 250,000	\$ -	\$ -	\$ 91	\$ 250,091
Deferred Revenue	1,530,059	-	-	-	1,530,059
<b>Total Liabilities</b>	<b>1,780,059</b>	<b>-</b>	<b>-</b>	<b>91</b>	<b>1,780,150</b>
 <b>Fund Balances:</b>					
Reserved for:					
Encumbrances	8,648	-	1,465	-	10,113
Property Taxes	305,910	-	-	-	305,910
Unreserved:					
Undesignated, Reported in:					
Capital Projects Funds	145,597	1,300	156,942	(91)	303,748
<b>Total Fund Balances</b>	<b>460,155</b>	<b>1,300</b>	<b>158,407</b>	<b>(91)</b>	<b>619,771</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 2,240,214</b>	<b>\$ 1,300</b>	<b>\$ 158,407</b>	<b>\$ -</b>	<b>\$ 2,399,921</b>

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

**For the Fiscal Year Ended June 30, 2009**

	<b>Permanent Improvement</b>	<b>Building</b>	<b>Replacement</b>	<b>Vocational Education Equipment</b>	<b>Total Nonmajor Capital Projects Funds</b>
<b>REVENUES</b>					
Taxes	\$ 832,247	\$ -	\$ -	\$ -	\$ 832,247
Intergovernmental	407,174	-	-	-	407,174
Interest	-	-	1,973	-	1,973
<b>Total Revenues</b>	<b>1,239,421</b>	<b>-</b>	<b>1,973</b>	<b>-</b>	<b>1,241,394</b>
<b>EXPENDITURES</b>					
Current:					
Instruction:					
Regular Instruction	251,107	-	-	-	251,107
Vocational Instruction	2,830	-	-	-	2,830
Supporting Services:					
Instructional Staff	1,500	-	-	-	1,500
Fiscal Services	-	-	265	-	265
Operation and Maintenance of Plant Services	168,142	-	-	-	168,142
Pupil Transportation	225,838	-	680	-	226,518
Central	75,000	-	-	-	75,000
Operation of Non-Instructional Services:					
Community Services	-	-	630	-	630
Capital Outlay	139,842	36,169	-	-	176,011
Debt Service:					
Interest and Fiscal Charges	-	30,105	-	-	30,105
<b>Total Expenditures</b>	<b>864,259</b>	<b>66,274</b>	<b>1,575</b>	<b>-</b>	<b>932,108</b>
Excess of Revenues Over (Under) Expenditures	375,162	(66,274)	398	-	309,286
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers In	-	1,368,105	-	-	1,368,105
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>1,368,105</b>	<b>-</b>	<b>-</b>	<b>1,368,105</b>
Net Change in Fund Balances	375,162	1,301,831	398	-	1,677,391
Fund Balances (Deficit) - Beginning of Year	84,993	(1,300,531)	158,009	(91)	(1,057,620)
<b>Fund Balances - End of Year</b>	<b>\$ 460,155</b>	<b>\$ 1,300</b>	<b>\$ 158,407</b>	<b>\$ (91)</b>	<b>\$ 619,771</b>

**Combining Statement of Fund Net Assets  
Nonmajor Enterprise Funds**

**June 30, 2009**

	<b>Food Service</b>	<b>Uniform School Supplies</b>	<b>Customer Services</b>	<b>Total Nonmajor Enterprise Funds</b>
<b>ASSETS</b>				
<b>Current Assets:</b>				
Equity in Pooled Cash and Cash Equivalents	\$ 648,059	\$ 45,118	\$ 191,271	\$ 884,448
Materials and Supplies Inventory	28,911	-	-	28,911
Prepaid Items	-	-	324	324
<b>Total Current Assets</b>	<u>676,970</u>	<u>45,118</u>	<u>191,595</u>	<u>913,683</u>
<b>Noncurrent Assets:</b>				
Capital Assets:				
Depreciable Capital Assets, Net of Depreciation	127,705	-	-	127,705
<b>Total Assets</b>	<u>804,675</u>	<u>45,118</u>	<u>191,595</u>	<u>1,041,388</u>
<b>LIABILITIES</b>				
<b>Current Liabilities:</b>				
Accounts Payable	5,529	292	691	6,512
Accrued Wages and Benefits	10,681	-	21,213	31,894
Compensated Absences Payable	3,340	-	2,437	5,777
Intergovernmental Payable	67,939	-	73,861	141,800
<b>Total Current Liabilities</b>	<u>87,489</u>	<u>292</u>	<u>98,202</u>	<u>185,983</u>
<b>Noncurrent Liabilities:</b>				
Compensated Absences Payable	52,329	-	38,178	90,507
<b>Total Noncurrent Liabilities</b>	<u>52,329</u>	<u>-</u>	<u>38,178</u>	<u>90,507</u>
<b>Total Liabilities</b>	<u>139,818</u>	<u>292</u>	<u>136,380</u>	<u>276,490</u>
<b>NET ASSETS</b>				
Invested in Capital Assets	127,705	-	-	127,705
Unrestricted	537,152	44,826	55,215	637,193
<b>Total Net Assets</b>	<u>\$ 664,857</u>	<u>\$ 44,826</u>	<u>\$ 55,215</u>	<u>\$ 764,898</u>



**Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets  
Nonmajor Enterprise Funds**

**For the Fiscal Year Ended June 30, 2009**

	<b>Food Service</b>	<b>Uniform School Supplies</b>	<b>Customer Services</b>	<b>Adult and Community Education</b>	<b>Total Nonmajor Enterprise Funds</b>
<b>OPERATING REVENUES</b>					
Food Services	\$ 543,635	\$ -	\$ -	\$ -	\$ 543,635
Charges for Services	-	-	13,451	-	13,451
Miscellaneous	187	12,950	12,995	-	26,132
Tuition	-	-	608,102	-	608,102
Transportation Fees	-	-	12,285	-	12,285
<b>Total Operating Revenues</b>	<u>543,822</u>	<u>12,950</u>	<u>646,833</u>	<u>-</u>	<u>1,203,605</u>
<b>OPERATING EXPENSES</b>					
Salaries	942,683	-	481,363	-	1,424,046
Fringe Benefits	358,588	-	213,432	-	572,020
Purchased Services	35,719	-	61,053	-	96,772
Materials and Supplies	1,075,508	5,909	59,571	-	1,140,988
Depreciation	34,159	-	-	-	34,159
Other	3,553	-	923	-	4,476
<b>Total Operating Expenses</b>	<u>2,450,210</u>	<u>5,909</u>	<u>816,342</u>	<u>-</u>	<u>3,272,461</u>
Operating Income (Loss)	<u>(1,906,388)</u>	<u>7,041</u>	<u>(169,509)</u>	<u>-</u>	<u>(2,068,856)</u>
<b>NON-OPERATING REVENUES</b>					
Interest	712	-	-	-	712
Intergovernmental	1,612,721	-	62,787	-	1,675,508
Donated Commodities	181,159	-	-	-	181,159
<b>Total Non-operating Revenues</b>	<u>1,794,592</u>	<u>-</u>	<u>62,787</u>	<u>-</u>	<u>1,857,379</u>
Transfers In	-	-	14,000	-	14,000
Transfers Out	-	-	-	(71,638)	(71,638)
Change in Net Assets	<u>(111,796)</u>	<u>7,041</u>	<u>(92,722)</u>	<u>(71,638)</u>	<u>(269,115)</u>
Net Assets - Beginning of Year	<u>776,653</u>	<u>37,785</u>	<u>147,937</u>	<u>71,638</u>	<u>1,034,013</u>
<b>Net Assets - End of Year</b>	<u><u>\$ 664,857</u></u>	<u><u>\$ 44,826</u></u>	<u><u>\$ 55,215</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 764,898</u></u>

**Combining Statement of Cash Flows  
Nonmajor Enterprise Funds**

**For the Fiscal Year Ended June 30, 2009**

	<u>Food Service</u>	<u>Uniform School Supplies</u>	<u>Customer Services</u>	<u>Adult and Community Education</u>	<u>Total Nonmajor Enterprise Funds</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>					
Cash Received from Customers	\$ 543,822	\$ 12,950	\$ 646,833	\$ -	\$ 1,203,605
Cash Payments to Employees for Services	(947,159)	-	(470,377)	-	(1,417,536)
Cash Payments for Employee Benefits	(376,886)	-	(197,860)	-	(574,746)
Cash Payments for Goods and Services	(922,327)	(5,617)	(121,228)	-	(1,049,172)
Cash Payments for Other Operating Expenses	(3,553)	-	(923)	-	(4,476)
Net Cash Provided by (Used in) Operating Activities	<u>(1,706,103)</u>	<u>7,333</u>	<u>(143,555)</u>	<u>-</u>	<u>(1,842,325)</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>					
Operating Grants Received	1,612,721		62,787		1,675,508
Transfers In	-	-	14,000	-	14,000
Transfers Out	-	-	-	(71,638)	(71,638)
Net Cash Provided by (Used in) Noncapital Financing Activities	<u>1,612,721</u>	<u>-</u>	<u>76,787</u>	<u>(71,638)</u>	<u>1,617,870</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>					
Payments for Capital Acquisitions	(107,756)		-		(107,756)
Net Cash Provided by (Used in) Capital and Related Financing Activities	<u>(107,756)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(107,756)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>					
Interest on Investments	712				712
Net Cash Provided by Investing Activities	<u>712</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>712</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(200,426)	7,333	(66,768)	(71,638)	(331,499)
Cash and Cash Equivalents - Beginning of Year	848,485	37,785	258,039	71,638	1,215,947
<b>Cash and Cash Equivalents - End of Year</b>	<u>\$ 648,059</u>	<u>\$ 45,118</u>	<u>\$ 191,271</u>	<u>\$ -</u>	<u>\$ 884,448</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>					
Operating Income (Loss)	\$ (1,906,388)	\$ 7,041	\$ (169,509)	\$ -	\$ (2,068,856)
Adjustments:					
Depreciation	34,159	-	-	-	34,159
Federal Donated Commodities	181,159	-	-	-	181,159
(Increase) Decrease in Assets:					
Materials and Supplies Inventory	7,494	-	-	-	7,494
Prepaid Items	-	-	(14)	-	(14)
Increase (Decrease) in Liabilities:					
Accounts Payable	247	292	(590)	-	(51)
Accrued Wages and Benefits	(6,207)	-	3,843	-	(2,364)
Compensated Absences Payable	1,731	-	7,143	-	8,874
Intergovernmental Payable	(18,298)	-	15,572	-	(2,726)
Net Cash Provided by (Used in) Operating Activities	<u>\$ (1,706,103)</u>	<u>\$ 7,333</u>	<u>\$ (143,555)</u>	<u>\$ -</u>	<u>\$ (1,842,325)</u>

**Schedule of Noncash Non-Capital Financing Activities**

During the year, the Food Service fund received donated commodities of \$181,159.

**Combining Statement of Fund Net Assets  
All Internal Service Funds**

**June 30, 2009**

	<b>Special Rotary</b>	<b>Health Reserve</b>	<b>Workers' Compensation</b>	<b>Total Internal Service Funds</b>
<b>ASSETS</b>				
<b>Current Assets:</b>				
Equity in Pooled Cash and Cash Equivalents	\$ 240,947	\$ 3,457,353	\$ 1,871,441	\$ 5,569,741
<b>Total Current Assets</b>	<b>240,947</b>	<b>3,457,353</b>	<b>1,871,441</b>	<b>5,569,741</b>
<b>Noncurrent Assets:</b>				
Capital Assets:				
Depreciable Capital Assets, Net	22,010	-	-	22,010
<b>Total Noncurrent Assets</b>	<b>22,010</b>	<b>-</b>	<b>-</b>	<b>22,010</b>
<b>Total Assets</b>	<b>262,957</b>	<b>3,457,353</b>	<b>1,871,441</b>	<b>5,591,751</b>
<b>LIABILITIES</b>				
<b>Current Liabilities:</b>				
Accounts Payable	2,516	-	-	2,516
Intergovernmental Payable	-	-	528,725	528,725
Workers' Compensation Claims Payable	-	-	269,001	269,001
Insurance Claims Payable	-	1,329,700	-	1,329,700
<b>Total Liabilities</b>	<b>2,516</b>	<b>1,329,700</b>	<b>797,726</b>	<b>2,129,942</b>
<b>NET ASSETS</b>				
Invested in Capital Assets	22,010	-	-	22,010
Unrestricted	238,431	2,127,653	1,073,715	3,439,799
<b>Total Net Assets</b>	<b>\$ 260,441</b>	<b>\$ 2,127,653</b>	<b>\$ 1,073,715</b>	<b>\$ 3,461,809</b>

**Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets  
All Internal Service Funds**

**For the Fiscal Year Ended June 30, 2009**

	<u>Special Rotary</u>	<u>Health Reserve</u>	<u>Workers' Compensation</u>	<u>Total Internal Service Funds</u>
<b>OPERATING REVENUES</b>				
Charges for Services	\$ 1,691,954	\$ 6,464,886	\$ 935,254	\$ 9,092,094
Miscellaneous	14,941	83,232	-	98,173
Extracurricular Activities	7,890	-	-	7,890
Classroom Materials and Fees	101,518	-	-	101,518
Tuition	9,297	-	-	9,297
Transportation Fees	3,421	-	-	3,421
<b>Total Operating Revenues</b>	<u>1,829,021</u>	<u>6,548,118</u>	<u>935,254</u>	<u>9,312,393</u>
<b>OPERATING EXPENSES</b>				
Salaries	32,597	-	-	32,597
Fringe Benefits	1,546,605	6,955,162	437,420	8,939,187
Purchased Services	55,151	5,875	40,787	101,813
Materials and Supplies	12,936	-	-	12,936
Depreciation	3,613	-	-	3,613
Other	143,552	500	758	144,810
<b>Total Operating Expenses</b>	<u>1,794,454</u>	<u>6,961,537</u>	<u>478,965</u>	<u>9,234,956</u>
Operating Income (Loss)	<u>34,567</u>	<u>(413,419)</u>	<u>456,289</u>	<u>77,437</u>
<b>NON-OPERATING REVENUES</b>				
Interest	-	52,278	18,086	70,364
Intergovernmental	1,484	-	-	1,484
<b>Total Non-operating Revenues</b>	<u>1,484</u>	<u>52,278</u>	<u>18,086</u>	<u>71,848</u>
Change in Net Assets	36,051	(361,141)	474,375	149,285
Net Assets - Beginning of Year	224,390	2,488,794	599,340	3,312,524
<b>Net Assets - End of Year</b>	<u>\$ 260,441</u>	<u>\$ 2,127,653</u>	<u>\$ 1,073,715</u>	<u>\$ 3,461,809</u>

**Combining Statement of Cash Flows  
All Internal Service Funds**

**For the Fiscal Year Ended June 30, 2009**

	<b>Special Rotary</b>	<b>Health Reserve</b>	<b>Workers' Compensation</b>	<b>Total Internal Service Funds</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash Received from Customers	\$ 1,829,021	\$ 6,548,118	\$ 935,254	\$ 9,312,393
Cash Payments to Employees for Services	(32,597)	-	-	(32,597)
Cash Payments for Employee Benefits	(1,529,351)	(6,940,462)	(595,291)	(9,065,104)
Cash Payments for Goods and Services	(91,886)	(5,875)	(40,787)	(138,548)
Cash Payments for Other Operating Expenses	(143,552)	(500)	(758)	(144,810)
Net Cash Provided by (Used in) Operating Activities	<u>31,635</u>	<u>(398,719)</u>	<u>298,418</u>	<u>(68,666)</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Operating Grants Received	1,484	-	-	1,484
Net Cash Provided by (Used in) Noncapital Financing Activities	<u>1,484</u>	<u>-</u>	<u>-</u>	<u>1,484</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Payments for Capital Acquisitions	(25,623)	-	-	(25,623)
Net Cash Provided by (Used in) Capital and Related Financing Activities	<u>(25,623)</u>	<u>-</u>	<u>-</u>	<u>(25,623)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Interest on Investments	-	52,278	18,086	70,364
Net Cash Provided by Investing Activities	<u>-</u>	<u>52,278</u>	<u>18,086</u>	<u>70,364</u>
Net Increase (Decrease) in Cash and Cash Equivalents	7,496	(346,441)	316,504	(22,441)
Cash and Cash Equivalents - Beginning of Year	233,451	3,803,794	1,554,937	5,592,182
<b>Cash and Cash Equivalents - End of Year</b>	<u><u>\$ 240,947</u></u>	<u><u>\$ 3,457,353</u></u>	<u><u>\$ 1,871,441</u></u>	<u><u>\$ 5,569,741</u></u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>				
Operating Income (Loss)	\$ 34,567	\$ (413,419)	\$ 456,289	\$ 77,437
Adjustments:				
Depreciation	3,613	-	-	3,613
Increase (Decrease) in Liabilities:				
Accounts Payable	(6,545)	-	-	(6,545)
Intergovernmental Payable	-	-	(104,197)	(104,197)
Claims Payable	-	14,700	(53,674)	(38,974)
Net Cash Provided by (Used in) Operating Activities	<u><u>\$ 31,635</u></u>	<u><u>\$ (398,719)</u></u>	<u><u>\$ 298,418</u></u>	<u><u>\$ (68,666)</u></u>

**Statement of Changes in Assets and Liabilities  
Fiduciary Funds**

**For the Fiscal Year Ended June 30, 2009**

	<u>Balance 6/30/2008</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance 6/30/3009</u>
<b><u>Student Activities</u></b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$ 31,122	\$ 117,310	\$ 112,833	\$ 35,599
Due from Students	72	-	72	-
<b>Total Assets</b>	<u>\$ 31,194</u>	<u>\$ 117,310</u>	<u>\$ 112,905</u>	<u>\$ 35,599</u>
<b>Liabilities</b>				
Due to Students	<u>\$ 31,194</u>	<u>\$ 4,477</u>	<u>\$ 72</u>	<u>\$ 35,599</u>
 <b><u>Employee Withholding</u></b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	<u>\$ 216,000</u>	<u>\$ 232,000</u>	<u>\$ 216,000</u>	<u>\$ 232,000</u>
<b>Liabilities</b>				
Deposits Held and Due to Others	<u>\$ 216,000</u>	<u>\$ 232,000</u>	<u>\$ 216,000</u>	<u>\$ 232,000</u>
 <b><u>Total Agency Funds</u></b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$ 247,122	\$ 349,310	\$ 328,833	\$ 267,599
Due from Students	72	-	72	-
<b>Total Assets</b>	<u>\$ 247,194</u>	<u>\$ 349,310</u>	<u>\$ 328,905</u>	<u>\$ 267,599</u>
<b>Liabilities</b>				
Deposits Held and Due to Others	\$ 216,000	\$ 232,000	\$ 216,000	\$ 232,000
Due to Students	31,194	4,477	72	35,599
<b>Total Liabilities</b>	<u>\$ 247,194</u>	<u>\$ 236,477</u>	<u>\$ 216,072</u>	<u>\$ 267,599</u>

**INDIVIDUAL FUND SCHEDULES OF REVENUES,  
EXPENDITURES/EXPENSES, AND CHANGES IN FUND BALANCES –  
BUDGET (NON-GAAP BASIS) AND ACTUAL**

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

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		Positive (Negative)
<b>Revenues</b>				
Taxes	\$ 32,143,778	\$ 36,405,396	\$ 38,965,913	\$ 2,560,517
Intergovernmental	30,628,425	31,845,626	29,398,011	(2,447,615)
Interest	358,993	373,259	344,571	(28,688)
Tuition	432,350	449,532	414,982	(34,550)
Charges for Services	62,007	64,471	59,516	(4,955)
Transportation Fees	69,036	71,780	66,263	(5,517)
Classroom Materials and Fees	424,549	428,784	407,823	(20,961)
Miscellaneous	299,640	311,548	287,603	(23,945)
<b>Total Revenues</b>	<b>64,418,778</b>	<b>69,950,396</b>	<b>69,944,682</b>	<b>(5,714)</b>
<b>Expenditures</b>				
Current:				
Instruction				
Regular				
Personal Services	19,765,101	19,765,101	19,727,024	38,077
Fringe Benefits	6,196,067	6,227,567	6,211,774	15,793
Purchased Services	465,821	418,536	339,960	78,576
Supplies and Materials	949,050	899,326	830,882	68,444
Capital Outlay	83,417	281,693	276,043	5,650
Capital Outlay - Replacement	15,880	5,191	4,820	371
Other Objects	22,344	9,942	5,336	4,606
<b>Total Regular</b>	<b>27,497,680</b>	<b>27,607,356</b>	<b>27,395,839</b>	<b>211,517</b>
Special				
Personal Services	6,019,457	5,983,457	5,903,735	79,722
Fringe Benefits	1,953,672	1,953,672	1,950,948	2,724
Purchased Services	4,474,852	4,593,794	4,300,282	293,512
Supplies and Materials	134,465	119,547	110,956	8,591
Capital Outlay	15,575	13,606	6,653	6,953
Other Objects	2,075	614	614	-
<b>Total Special</b>	<b>12,600,096</b>	<b>12,664,690</b>	<b>12,273,188</b>	<b>391,502</b>

(Continued)



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

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		Positive (Negative)
Vocational				
Personal Services	663,518	658,517	634,175	24,342
Fringe Benefits	211,744	216,770	213,245	3,525
Purchased Services	641,111	632,070	632,070	-
Supplies and Materials	61,736	61,942	60,473	1,469
Capital Outlay	15,020	15,463	13,693	1,770
Other Objects	200	902	902	-
Total Vocational	<u>1,593,329</u>	<u>1,585,664</u>	<u>1,554,558</u>	<u>31,106</u>
Other				
Personal Services	306,080	282,709	209,364	73,345
Fringe Benefits	100,097	108,694	39,357	69,337
Purchased Services	67,145	34,830	32,519	2,311
Supplies and Materials	65,240	34,061	31,786	2,275
Capital Outlay	51,002	-	-	-
Total Other	<u>589,564</u>	<u>460,294</u>	<u>313,026</u>	<u>147,268</u>
Total Instruction	<u>42,280,669</u>	<u>42,318,004</u>	<u>41,536,611</u>	<u>781,393</u>
Supporting Services				
Pupils				
Personal Services	2,951,082	2,948,582	2,884,924	63,658
Fringe Benefits	1,012,285	1,012,285	1,006,440	5,845
Purchased Services	78,780	74,962	74,346	616
Supplies and Materials	39,496	22,834	21,837	997
Capital Outlay	28,998	26,695	25,813	882
Other Objects	115	215	215	-
Total Pupils	<u>4,110,756</u>	<u>4,085,573</u>	<u>4,013,575</u>	<u>71,998</u>
Instructional Staff				
Personal Services	2,468,954	2,449,413	2,376,616	72,797
Fringe Benefits	1,020,661	1,011,234	940,582	70,652
Purchased Services	226,477	203,841	173,184	30,657
Supplies and Materials	117,628	110,391	104,735	5,656
Capital Outlay	36,174	28,030	25,265	2,765
Capital Outlay - Replacement	16,000	5,337	4,581	756
Other Objects	17,537	14,886	14,768	118
Total Instructional Staff	<u>3,903,431</u>	<u>3,823,132</u>	<u>3,639,731</u>	<u>183,401</u>

(Continued)

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

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		Positive (Negative)
Board of Education				
Personal Services	20,000	22,500	22,500	-
Fringe Benefits	3,920	3,920	3,432	488
Purchased Services	19,400	15,495	5,116	10,379
Supplies and Materials	500	500	147	353
Capital Outlay - Replacement	10,000	10,000	-	10,000
Other Objects	73,500	42,165	27,934	14,231
Total Board of Education	<u>127,320</u>	<u>94,580</u>	<u>59,129</u>	<u>35,451</u>
Administration				
Personal Services	3,317,002	3,332,002	3,325,658	6,344
Fringe Benefits	1,388,914	1,397,738	1,393,034	4,704
Purchased Services	162,526	166,457	153,075	13,382
Supplies and Materials	65,646	67,919	59,479	8,440
Capital Outlay	7,330	14,076	13,234	842
Capital Outlay - Replacement	1,650	1,352	1,340	12
Other Objects	338,088	323,694	323,005	689
Total Administration	<u>5,281,156</u>	<u>5,303,238</u>	<u>5,268,825</u>	<u>34,413</u>
Fiscal Services				
Personal Services	675,006	685,006	676,979	8,027
Fringe Benefits	249,018	247,018	240,452	6,566
Purchased Services	300,576	280,818	261,494	19,324
Supplies and Materials	28,994	28,239	21,832	6,407
Capital Outlay	12,000	4,000	-	4,000
Capital Outlay - Replacement	30,000	15,000	-	15,000
Other Objects	615,468	695,877	688,542	7,335
Total Fiscal Services	<u>1,911,062</u>	<u>1,955,958</u>	<u>1,889,299</u>	<u>66,659</u>
Business				
Personal Services	336,146	346,146	336,548	9,598
Fringe Benefits	128,766	139,266	133,740	5,526
Purchased Services	311,485	272,632	179,036	93,596
Supplies and Materials	126,150	129,771	110,954	18,817
Capital Outlay	-	1,000	-	1,000
Other Objects	5,000	5,020	3,180	1,840
Total Business	<u>907,547</u>	<u>893,835</u>	<u>763,458</u>	<u>130,377</u>

(Continued)

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

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		Positive (Negative)
Operation and Maintenance of Plant Services				
Personal Services	3,750,955	3,715,955	3,562,297	153,658
Fringe Benefits	1,581,737	1,610,238	1,593,680	16,558
Purchased Services	3,148,445	2,940,978	2,427,435	513,543
Supplies and Materials	395,676	334,734	271,068	63,666
Capital Outlay	49,540	68,076	65,331	2,745
Capital Outlay - Replacement	64,300	28,358	22,983	5,375
Other Objects	94,500	95,092	92,838	2,254
Total Operation and Maintenance of Plant Services	<u>9,085,153</u>	<u>8,793,431</u>	<u>8,035,632</u>	<u>757,799</u>
Pupil Transportation				
Personal Services	1,691,208	1,706,208	1,697,998	8,210
Fringe Benefits	583,910	663,910	658,535	5,375
Purchased Services	869,375	853,317	816,122	37,195
Supplies and Materials	583,619	579,824	422,735	157,089
Capital Outlay	4,000	4,000	3,211	789
Capital Outlay - Replacement	60,000	60,000	60,000	-
Other Objects	44,650	44,326	43,171	1,155
Total Pupil Transportation	<u>3,836,762</u>	<u>3,911,585</u>	<u>3,701,772</u>	<u>209,813</u>
Central				
Personal Services	570,412	570,412	545,288	25,124
Fringe Benefits	443,517	432,017	220,859	211,158
Purchased Services	387,867	351,572	315,037	36,535
Supplies and Materials	105,591	122,171	114,508	7,663
Capital Outlay	41,594	4,798	4,782	16
Capital Outlay - Replacement	27,000	18,733	18,314	419
Other Objects	4,175	2,729	2,395	334
Total Central	<u>1,580,156</u>	<u>1,502,432</u>	<u>1,221,183</u>	<u>281,249</u>
Total Supporting Services	<u>30,743,343</u>	<u>30,363,764</u>	<u>28,592,604</u>	<u>1,771,160</u>

(Continued)

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

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		Positive (Negative)
Operation of Non-Instructional Services				
Food Service Operations				
Fringe Benefits	7,469	7,469	-	7,469
Community Services				
Personal Services	48,125	53,125	50,158	2,967
Fringe Benefits	8,350	12,350	9,421	2,929
Total Community Services	<u>56,475</u>	<u>65,475</u>	<u>59,579</u>	<u>5,896</u>
Total Operation of Non-Instructional Services	<u>63,944</u>	<u>72,944</u>	<u>59,579</u>	<u>13,365</u>
Extracurricular Activities				
Academic Oriented Activities				
Personal Services	101,872	105,142	103,070	2,072
Fringe Benefits	17,571	19,571	18,075	1,496
Purchased Services	2,350	6,588	5,993	595
Capital Outlay	1,000	1,000	897	103
Total Academic Oriented Activities	<u>122,793</u>	<u>132,301</u>	<u>128,035</u>	<u>4,266</u>
Occupation Oriented Activities				
Personal Services	8,285	13,285	11,657	1,628
Fringe Benefits	1,437	3,437	2,018	1,419
Total Occupation Oriented Activities	<u>9,722</u>	<u>16,722</u>	<u>13,675</u>	<u>3,047</u>
Sport Oriented Activities				
Personal Services	539,171	541,171	540,055	1,116
Fringe Benefits	146,153	144,153	143,404	749
Purchased Services	9,700	9,752	8,156	1,596
Supplies and Materials	3,500	3,500	3,268	232
Capital Outlay	9,500	9,500	7,754	1,746
Other Objects	7,000	7,000	6,700	300
Total Sport Oriented Activities	<u>715,024</u>	<u>715,076</u>	<u>709,337</u>	<u>5,739</u>
Co-Curricular Activities				
Personal Services	73,235	73,236	64,936	8,300
Fringe Benefits	12,706	12,706	11,922	784
Total Co-Curricular Activities	<u>85,941</u>	<u>85,942</u>	<u>76,858</u>	<u>9,084</u>
Total Extracurricular Activities	<u>933,480</u>	<u>950,041</u>	<u>927,905</u>	<u>22,136</u>
<b>Total Expenditures</b>	<u>74,021,436</u>	<u>73,704,753</u>	<u>71,116,699</u>	<u>2,588,054</u>
Excess of Revenues Over Expenditures	<u>(9,602,658)</u>	<u>(3,754,357)</u>	<u>(1,172,017)</u>	<u>2,582,340</u>

(Continued)

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

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		Positive (Negative)
<b>Other Financing Sources (Uses)</b>				
Sale of Capital Assets	5,000	5,000	11,512	6,512
Advances In	250,000	250,000	250,000	-
Transfers In	-	-	71,638	71,638
Transfers Out	(265,542)	(314,867)	(314,867)	-
Contingencies	(200,000)	(52,542)	-	52,542
<b>Total Other Financings Sources (Uses)</b>	<u>(210,542)</u>	<u>(112,409)</u>	<u>18,283</u>	<u>130,692</u>
Net Change in Fund Balance	(9,813,200)	(3,866,766)	(1,153,734)	2,713,032
Fund Balance - Beginning of Year	8,479,586	8,479,586	8,479,586	-
Prior Year Encumbrances Appropriated	1,329,547	1,329,547	1,329,547	-
<b>Fund Balance (Deficit) - End of Year</b>	<u>\$ (4,067)</u>	<u>\$ 5,942,367</u>	<u>\$ 8,655,399</u>	<u>\$ 2,713,032</u>

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

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
<b>Revenues</b>			
Taxes	\$ 1,913,137	\$ 2,720,355	\$ 807,218
Intergovernmental	651,452	314,691	(336,761)
<b>Total Revenues</b>	<u>2,564,589</u>	<u>3,035,046</u>	<u>470,457</u>
<b>Expenditures</b>			
Current:			
Supporting Services			
Administration			
Other Objects	30	-	30
Fiscal Services			
Other Objects	3,000	-	3,000
Total Supporting Services	<u>3,030</u>	<u>-</u>	<u>3,030</u>
Debt Service:			
Principal	2,320,000	2,320,000	-
Interest & Fiscal Charges	527,645	467,460	60,185
Total Debt Service	<u>2,847,645</u>	<u>2,787,460</u>	<u>60,185</u>
<b>Total Expenditures</b>	<u>2,850,675</u>	<u>2,787,460</u>	<u>63,215</u>
Excess of Revenues (Under) Expenditures	<u>(286,086)</u>	<u>247,586</u>	<u>533,672</u>
<b>Other Financing Sources</b>			
Energy Conservation Improvement Bonds Issued	1,213,000	1,253,000	40,000
Transfers In	343,443	265,762	(77,681)
Transfers Out	(1,338,000)	(1,338,000)	-
<b>Total Other Financings Sources</b>	<u>218,443</u>	<u>180,762</u>	<u>(37,681)</u>
Net Change in Fund Balance	(67,643)	428,348	495,991
Fund Balance - Beginning of Year	2,126,808	2,126,808	-
Prior Year Encumbrances Appropriated	59,875	59,875	-
<b>Fund Balance - End of Year</b>	<u>\$ 2,119,040</u>	<u>\$ 2,615,031</u>	<u>\$ 495,991</u>

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

	Budgeted Amounts		Variance with Final Budget Positive Negative
	Final	Actual	(Negative)
<b>Revenues</b>			
Interest	\$ 930	\$ 516	\$ (414)
Miscellaneous	26,070	14,469	(11,601)
<b>Total Revenues</b>	<u>27,000</u>	<u>14,985</u>	<u>(12,015)</u>
<b>Expenditures</b>			
Current:			
Instruction			
Regular			
Purchased Services	1,250	1,000	250
Supplies and Materials	14,452	13,847	605
Capital Outlay	3,006	3,006	-
Total Instruction	<u>18,708</u>	<u>17,853</u>	<u>855</u>
Operation of Non-Instructional Services			
Community Services			
Purchased Services	1,020	1,020	-
Supplies and Materials	2,357	1,015	1,342
Capital Outlay	2,329	2,329	-
Other Objects	15,422	750	14,672
Total Operation of Non-Instructional Services	<u>21,128</u>	<u>5,114</u>	<u>16,014</u>
Extracurricular Activities			
Academic Oriented Activities			
Capital Outlay	22,891	1,568	21,323
<b>Total Expenditures</b>	<u>62,727</u>	<u>24,535</u>	<u>38,192</u>
Excess of Revenues (Under) Expenditures	<u>(35,727)</u>	<u>(9,550)</u>	<u>26,177</u>
<b>Other Financing Sources</b>			
Transfers In	3,000	3,000	-
<b>Total Other Financings Sources</b>	<u>3,000</u>	<u>3,000</u>	<u>-</u>
Net Change in Fund Balance	(32,727)	(6,550)	26,177
Fund Balance - Beginning of Year	44,148	44,148	-
Prior Year Encumbrances Appropriated	3,375	3,375	-
<b>Fund Balance - End of Year</b>	<u>\$ 14,796</u>	<u>\$ 40,973</u>	<u>\$ 26,177</u>

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

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
<b>Revenues</b>			
Extracurricular Activities	\$ 248,841	\$ 99,603	\$ (149,238)
Transportation Fees	19,707	7,888	(11,819)
Miscellaneous	53,452	21,395	(32,057)
<b>Total Revenues</b>	<u>322,000</u>	<u>128,886</u>	<u>(193,114)</u>
<b>Expenditures</b>			
Current:			
Extracurricular Activities			
School & Public Service Co-Curricular Activities			
Purchased Services	69,095	32,105	36,990
Supplies and Materials	207,201	81,644	125,557
Capital Outlay	15,100	3,278	11,822
Other Objects	39,079	15,341	23,738
<b>Total Expenditures</b>	<u>330,475</u>	<u>132,368</u>	<u>198,107</u>
Excess of Revenues (Under) Expenditures	<u>(8,475)</u>	<u>(3,482)</u>	<u>4,993</u>
<b>Other Financing Sources (Uses)</b>			
Transfers In	3,000	2,000	(1,000)
Transfers Out	(7,500)	-	7,500
<b>Total Other Financings Sources (Uses)</b>	<u>(4,500)</u>	<u>2,000</u>	<u>6,500</u>
Net Change in Fund Balance	(12,975)	(1,482)	11,493
Fund Balance - Beginning of Year	49,060	49,060	-
Prior Year Encumbrances Appropriated	675	675	-
<b>Fund Balance - End of Year</b>	<u>\$ 36,760</u>	<u>\$ 48,253</u>	<u>\$ 11,493</u>



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

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
<b>Revenues</b>			
Charges for Services	\$ 50,500	\$ 148,500	\$ 98,000
<b>Total Revenues</b>	<u>50,500</u>	<u>148,500</u>	<u>98,000</u>
<b>Expenditures</b>			
Current:			
Supporting Services			
Central			
Fringe Benefits	135,000	116,399	18,601
<b>Total Expenditures</b>	<u>135,000</u>	<u>116,399</u>	<u>18,601</u>
Net Change in Fund Balance	(84,500)	32,101	116,601
Fund Balance - Beginning of Year	84,621	84,621	-
<b>Fund Balance - End of Year</b>	<u>\$ 121</u>	<u>\$ 116,722</u>	<u>\$ 116,601</u>

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

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
<b>Revenues</b>			
Extracurricular Activities	\$ 464,769	\$ 171,819	\$ (292,950)
Charges for Services	23,228	8,587	(14,641)
Transportation Fees	15,935	5,891	(10,044)
Miscellaneous	108,768	40,345	(68,423)
<b>Total Revenues</b>	<b>612,700</b>	<b>226,642</b>	<b>(386,058)</b>
<b>Expenditures</b>			
Current:			
Extracurricular Activities			
Academic Oriented Activities			
Purchased Services	106,754	31,233	75,521
Supplies and Materials	96,799	11,723	85,076
Capital Outlay	25,238	6,861	18,377
Other Objects	30,207	12,939	17,268
Total Academic Oriented Activities	258,998	62,756	196,242
Sport Oriented Activities			
Purchased Services	83,178	62,054	21,124
Supplies and Materials	30,075	5,196	24,879
Capital Outlay	84,054	57,188	26,866
Other Objects	30,747	20,195	10,552
Total Sport Oriented Activities	228,054	144,633	83,421
Co-Curricular Activities			
Purchased Services	46,500	12,525	33,975
Supplies and Materials	76,282	28,420	47,862
Capital Outlay	9,100	-	9,100
Other Objects	8,538	1,235	7,303
Total Co-Curricular Activities	140,420	42,180	98,240
Total Extracurricular Activities	627,472	249,569	377,903
<b>Total Expenditures</b>	<b>627,472</b>	<b>249,569</b>	<b>377,903</b>
Excess of Revenues (Under) Expenditures	(14,772)	(22,927)	(8,155)

(Continued)

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

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
<b>Other Financing Sources (Uses)</b>			
Sale of Capital Assets	-	1,232	1,232
Transfers In	7,300	-	(7,300)
Transfers Out	(3,300)	-	3,300
<b>Total Other Financings Sources (Uses)</b>	<u>4,000</u>	<u>1,232</u>	<u>(2,768)</u>
Net Change in Fund Balance	(10,772)	(21,695)	(10,923)
Fund Balance - Beginning of Year	63,403	63,403	-
<b>Fund Balance - End of Year</b>	<u>\$ 52,631</u>	<u>\$ 41,708</u>	<u>\$ (10,923)</u>

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

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
<b>Revenues</b>			
Intergovernmental	\$ 786,315	\$ 786,206	\$ (109)
Interest	627	627	-
<b>Total Revenues</b>	<u>786,942</u>	<u>786,833</u>	<u>(109)</u>
<b>Expenditures</b>			
Current:			
Operation of Non-Instructional Services			
Community Services			
Personal Services	273,025	243,045	29,980
Fringe Benefits	121,078	106,801	14,277
Purchased Services	184,240	184,240	-
Supplies and Materials	238,410	238,410	-
Capital Outlay	75,815	75,815	-
<b>Total Expenditures</b>	<u>892,568</u>	<u>848,311</u>	<u>44,257</u>
Net Change in Fund Balance	(105,626)	(61,478)	44,148
Fund Balance - Beginning of Year	55,420	55,420	-
Prior Year Encumbrances Appropriated	50,315	50,315	-
<b>Fund Balance - End of Year</b>	<u>\$ 109</u>	<u>\$ 44,257</u>	<u>\$ 44,148</u>

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

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
<b>Revenues</b>			
Intergovernmental	\$ 20,000	\$ 18,112	\$ (1,888)
<b>Total Revenues</b>	<u>20,000</u>	<u>18,112</u>	<u>(1,888)</u>
<b>Expenditures</b>			
Current:			
Supporting Services			
Central			
Purchased Services	57,257	32,988	24,269
<b>Total Expenditures</b>	<u>57,257</u>	<u>32,988</u>	<u>24,269</u>
Net Change in Fund Balance	(37,257)	(14,876)	22,381
Fund Balance - Beginning of Year	37,257	37,257	-
<b>Fund Balance - End of Year</b>	<u>\$ -</u>	<u>\$ 22,381</u>	<u>\$ 22,381</u>

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

	Budgeted Amounts		Variance with Final Budget Positive Negative
	Final	Actual	(Negative)
<b>Revenues</b>			
Intergovernmental	\$ 101,000	\$ 96,281	\$ (4,719)
<b>Total Revenues</b>	<u>101,000</u>	<u>96,281</u>	<u>(4,719)</u>
<b>Expenditures</b>			
Current:			
Instruction			
Regular			
Personal Services	71,472	71,472	-
Fringe Benefits	24,462	24,462	-
Supplies and Materials	2,228	2,228	-
Capital Outlay	535	535	-
Total Instruction	<u>98,697</u>	<u>98,697</u>	<u>-</u>
Supporting Services			
Administration			
Personal Services	849	849	-
<b>Total Expenditures</b>	<u>99,546</u>	<u>99,546</u>	<u>-</u>
Net Change in Fund Balance	1,454	(3,265)	(4,719)
Fund Balance - Beginning of Year	2,930	2,930	-
Prior Year Encumbrances Appropriated	335	335	-
<b>Fund Balance - End of Year</b>	<u>\$ 4,719</u>	<u>\$ -</u>	<u>\$ (4,719)</u>

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

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
<b>Revenues</b>			
Intergovernmental	\$ 7,700	\$ 7,700	\$ -
<b>Total Revenues</b>	<u>7,700</u>	<u>7,700</u>	<u>-</u>
<b>Expenditures</b>			
Current:			
Instruction			
Regular			
Personal Services	6,356	6,356	-
Fringe Benefits	1,344	1,344	-
<b>Total Expenditures</b>	<u>7,700</u>	<u>7,700</u>	<u>-</u>
Net Change in Fund Balance	-	-	-
Fund Balance - Beginning of Year	-	-	-
<b>Fund Balance - End of Year</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
<b>Revenues</b>			
Intergovernmental	\$ 3,000	\$ 2,970	\$ (30)
<b>Total Revenues</b>	<u>3,000</u>	<u>2,970</u>	<u>(30)</u>
<b>Expenditures</b>			
Current:			
Instruction			
Regular			
Personal Services	960	960	-
Fringe Benefits	169	169	-
Purchased Services	2,970	2,970	-
<b>Total Expenditures</b>	<u>4,099</u>	<u>4,099</u>	<u>-</u>
Net Change in Fund Balance	(1,099)	(1,129)	(30)
Fund Balance - Beginning of Year	-	-	-
Prior Year Encumbrances Appropriated	1,129	1,129	-
<b>Fund Balance - End of Year</b>	<u>\$ 30</u>	<u>\$ -</u>	<u>\$ (30)</u>



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

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
<b>Revenues</b>			
<b>Total Revenues</b>	\$ -	\$ -	\$ -
<b>Expenditures</b>			
Current:			
Instruction			
Vocational			
Fringe Benefits	96	96	-
<b>Total Expenditures</b>	96	96	-
Net Change in Fund Balance	(96)	(96)	-
Fund Balance - Beginning of Year	-	-	-
Prior Year Encumbrances Appropriated	96	96	-
<b>Fund Balance - End of Year</b>	\$ -	\$ -	\$ -

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

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
<b>Revenues</b>			
Intergovernmental	\$ 220,000	\$ 214,782	\$ (5,218)
<b>Total Revenues</b>	<b>220,000</b>	<b>214,782</b>	<b>(5,218)</b>
<b>Expenditures</b>			
Current:			
Instruction			
Regular			
Personal Services	10,750	10,750	-
Fringe Benefits	1,869	1,869	-
Purchased Services	12,250	12,250	-
Supplies and Materials	271	271	-
Total Instruction	25,140	25,140	-
Supporting Services			
Instructional Staff			
Personal Services	12,118	12,118	-
Fringe Benefits	2,205	2,205	-
Purchased Services	1,365	1,365	-
Total Instructional Staff	15,688	15,688	-
Administration			
Personal Services	14,403	14,403	-
Fringe Benefits	3,386	3,386	-
Purchased Services	1,500	1,500	-
Total Administration	19,289	19,289	-
Operation and Maintenance of Plant Services			
Personal Services	1,900	1,900	-
Fringe Benefits	361	361	-
Total Operation and Maintenance of Plant Services	2,261	2,261	-
Total Supporting Services	37,238	37,238	-

(Continued)

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

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Operation of Non-Instructional Services			
Community Services			
Personal Services	115,977	101,694	14,283
Fringe Benefits	49,933	43,308	6,625
Purchased Services	886	886	-
Total Operation of Non-Instructional Services	<u>166,796</u>	<u>145,888</u>	<u>20,908</u>
<b>Total Expenditures</b>	<u>229,174</u>	<u>208,266</u>	<u>20,908</u>
 Net Change in Fund Balance	 (9,174)	 6,516	 15,690
 Fund Balance - Beginning of Year	 14,172	 14,172	 -
Prior Year Encumbrances Appropriated	220	220	-
<b>Fund Balance - End of Year</b>	<u>\$ 5,218</u>	<u>\$ 20,908</u>	<u>\$ 15,690</u>

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

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
<b>Revenues</b>			
Intergovernmental	\$ 2,515,000	\$ 2,514,139	\$ (861)
<b>Total Revenues</b>	<u>2,515,000</u>	<u>2,514,139</u>	<u>(861)</u>
<b>Expenditures</b>			
Current:			
Instruction			
Regular			
Personal Services	1,202,979	1,202,979	-
Fringe Benefits	419,250	419,250	-
Purchased Services	61,929	61,929	-
Total Regular	<u>1,684,158</u>	<u>1,684,158</u>	<u>-</u>
Special			
Personal Services	63,356	63,356	-
Fringe Benefits	15,433	15,433	-
Total Special	<u>78,789</u>	<u>78,789</u>	<u>-</u>
Other			
Personal Services	344,293	344,293	-
Fringe Benefits	119,761	119,761	-
Purchased Services	7,900	7,900	-
Supplies and Materials	589	589	-
Total Other	<u>472,543</u>	<u>472,543</u>	<u>-</u>
Total Instruction	<u>2,235,490</u>	<u>2,235,490</u>	<u>-</u>
Supporting Services			
Pupils			
Personal Services	749	749	-
Fringe Benefits	146	146	-
Total Pupils	<u>895</u>	<u>895</u>	<u>-</u>
Instructional Staff			
Personal Services	101,049	101,049	-
Fringe Benefits	67,375	67,375	-
Total Instructional Staff	<u>168,424</u>	<u>168,424</u>	<u>-</u>

(Continued)

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

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Operation and Maintenance of Plant Services			
Personal Services	73,696	73,696	-
Fringe Benefits	35,634	35,634	-
Total Operation and Maintenance of Plant Services	109,330	109,330	-
Total Supporting Services	278,649	278,649	-
<b>Total Expenditures</b>	<b>2,514,139</b>	<b>2,514,139</b>	<b>-</b>
 Net Change in Fund Balance	 861	 -	 (861)
 Fund Balance - Beginning of Year	 -	 -	 -
<b>Fund Balance - End of Year</b>	<b>\$ 861</b>	<b>\$ -</b>	<b>\$ (861)</b>

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

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
<b>Revenues</b>			
Intergovernmental	\$ 42,457	\$ 42,048	\$ (409)
<b>Total Revenues</b>	<u>42,457</u>	<u>42,048</u>	<u>(409)</u>
<b>Expenditures</b>			
Current:			
Instruction			
Regular			
Personal Services	1,744	1,744	-
Fringe Benefits	309	309	-
Supplies and Materials	8,619	8,619	-
Total Instruction	<u>10,672</u>	<u>10,672</u>	<u>-</u>
Supporting Services			
Pupils			
Purchased Services	15,744	15,744	-
Supplies and Materials	3,100	3,100	-
Total Pupils	<u>18,844</u>	<u>18,844</u>	<u>-</u>
Instructional Staff			
Personal Services	17,766	17,766	-
Fringe Benefits	4,533	4,533	-
Purchased Services	21,051	21,051	-
Supplies and Materials	7,547	7,547	-
Total Instructional Staff	<u>50,897</u>	<u>50,897</u>	<u>-</u>
Administration			
Purchased Services	1,000	1,000	-
Total Supporting Services	<u>70,741</u>	<u>70,741</u>	<u>-</u>
<b>Total Expenditures</b>	<u>81,413</u>	<u>81,413</u>	<u>-</u>
Net Change in Fund Balance	(38,956)	(39,365)	(409)
Fund Balance - Beginning of Year	1,809	1,809	-
Prior Year Encumbrances Appropriated	37,556	37,556	-
<b>Fund Balance - End of Year</b>	<u>\$ 409</u>	<u>\$ -</u>	<u>\$ (409)</u>

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

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
<b>Revenues</b>			
Intergovernmental	\$ 878,774	\$ 819,100	\$ (59,674)
<b>Total Revenues</b>	<u>878,774</u>	<u>819,100</u>	<u>(59,674)</u>
<b>Expenditures</b>			
Current:			
Instruction			
Adult/Continuing			
Personal Services	60,167	57,391	2,776
Fringe Benefits	17,555	16,785	770
Purchased Services	1,680	1,288	392
Supplies and Materials	5,600	5,054	546
Total Instruction	<u>85,002</u>	<u>80,518</u>	<u>4,484</u>
Supporting Services			
Instructional Staff			
Personal Services	349,980	301,298	48,682
Fringe Benefits	106,823	93,417	13,406
Purchased Services	233,433	216,245	17,188
Supplies and Materials	79,408	72,392	7,016
Capital Outlay	8,986	6,344	2,642
Other Objects	1,925	1,925	-
Total Instructional Staff	<u>780,555</u>	<u>691,621</u>	<u>88,934</u>
Administration			
Personal Services	5,000	5,000	-
Fiscal Services			
Other Objects	20,668	20,668	-
Total Supporting Services	<u>806,223</u>	<u>717,289</u>	<u>88,934</u>
Operation of Non-Instructional Services			
Enterprise Operations			
Supplies and Materials	400	317	83
<b>Total Expenditures</b>	<u>891,625</u>	<u>798,124</u>	<u>93,501</u>
Net Change in Fund Balance	(12,851)	20,976	33,827
Fund Balance (Deficit) - Beginning of Year	(14,937)	(14,937)	-
Prior Year Encumbrances Appropriated	29,155	29,155	-
<b>Fund Balance - End of Year</b>	<u>\$ 1,367</u>	<u>\$ 35,194</u>	<u>\$ 33,827</u>

**Schedule of Revenues, Expenditures, and Changes in Fund Balance –  
Budget and Actual (Non-GAAP Basis) –  
IDEA, Part B Special Education Fund  
For the Fiscal Year Ended June 30, 2009**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
<b>Revenues</b>			
Intergovernmental	\$ 1,502,366	\$ 1,265,412	\$ (236,954)
<b>Total Revenues</b>	<u>1,502,366</u>	<u>1,265,412</u>	<u>(236,954)</u>
<b>Expenditures</b>			
Current:			
Instruction			
Special			
Purchased Services	1,234,764	1,234,764	-
Supporting Services			
Instructional Staff			
Purchased Services	75,131	75,131	-
Fiscal Services			
Other Objects	31,267	31,267	-
Total Supporting Services	<u>106,398</u>	<u>106,398</u>	<u>-</u>
Operation of Non-Instructional Services			
Community Services			
Personal Services	70,128	70,128	-
Other Objects	1,887	1,887	-
Total Operation of Non-Instructional Services	<u>72,015</u>	<u>72,015</u>	<u>-</u>
<b>Total Expenditures</b>	<u>1,413,177</u>	<u>1,413,177</u>	<u>-</u>
Net Change in Fund Balance	89,189	(147,765)	(236,954)
Fund Balance - Beginning of Year	72,634	72,634	-
Prior Year Encumbrances Appropriated	75,131	75,131	-
<b>Fund Balance - End of Year</b>	<u>\$ 236,954</u>	<u>\$ -</u>	<u>\$ (236,954)</u>



**Schedule of Revenues, Expenditures, and Changes in Fund Balance –  
Budget and Actual (Non-GAAP Basis) –  
Title III – Limited English Proficiency Fund  
For the Fiscal Year Ended June 30, 2009**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	<u>Final</u>	<u>Actual</u>	<u>(Negative)</u>
<b>Revenues</b>			
Intergovernmental	\$ 4,000	\$ 3,821	\$ (179)
<b>Total Revenues</b>	<u>4,000</u>	<u>3,821</u>	<u>(179)</u>
<b>Expenditures</b>			
Current:			
Instruction			
Regular			
Purchased Services	3,821	3,821	-
<b>Total Expenditures</b>	<u>3,821</u>	<u>3,821</u>	<u>-</u>
Net Change in Fund Balance	179	-	(179)
Fund Balance - Beginning of Year	-	-	-
<b>Fund Balance - End of Year</b>	<u>\$ 179</u>	<u>\$ -</u>	<u>\$ (179)</u>

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

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
<b>Revenues</b>			
Intergovernmental	\$ 2,344,935	\$ 2,108,292	\$ (236,643)
<b>Total Revenues</b>	<b>2,344,935</b>	<b>2,108,292</b>	<b>(236,643)</b>
<b>Expenditures</b>			
Current:			
Instruction			
Special			
Personal Services	1,161,766	885,233	276,533
Fringe Benefits	314,872	274,845	40,027
Purchased Services	115,000	27,341	87,659
Supplies and Materials	94,361	92,349	2,012
Capital Outlay	750	-	750
<b>Total Instruction</b>	<b>1,686,749</b>	<b>1,279,768</b>	<b>406,981</b>
Supporting Services			
Instructional Staff			
Personal Services	257,151	256,937	214
Fringe Benefits	89,310	85,540	3,770
Purchased Services	170,528	140,767	29,761
Supplies and Materials	21,577	21,105	472
Capital Outlay	13,950	13,018	932
<b>Total Instructional Staff</b>	<b>552,516</b>	<b>517,367</b>	<b>35,149</b>
Administration			
Personal Services	24,206	20,483	3,723
Fringe Benefits	7,673	4,203	3,470
<b>Total Administration</b>	<b>31,879</b>	<b>24,686</b>	<b>7,193</b>
Fiscal Services			
Other Objects	53,178	53,178	-
Central			
Purchased Services	4,000	3,999	1
<b>Total Supporting Services</b>	<b>641,573</b>	<b>599,230</b>	<b>42,343</b>

(Continued)

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

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Operation of Non-Instructional Services			
Community Services			
Personal Services	61,000	59,889	1,111
Fringe Benefits	17,666	6,091	11,575
Purchased Services	9,845	9,317	528
Supplies and Materials	12,014	12,013	1
Capital Outlay	8,390	8,273	117
Other Objects	2,930	2,930	-
Total Operation of Non-Instructional Services	111,845	98,513	13,332
<b>Total Expenditures</b>	<b>2,440,167</b>	<b>1,977,511</b>	<b>462,656</b>
Net Change in Fund Balance	(95,232)	130,781	226,013
Fund Balance - Beginning of Year	115,164	115,164	-
<b>Fund Balance - End of Year</b>	<b>\$ 19,932</b>	<b>\$ 245,945</b>	<b>\$ 226,013</b>

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

	Budgeted Amounts		Variance with Final Budget Positive Negative
	Final	Actual	(Negative)
<b>Revenues</b>			
Intergovernmental	\$ 13,000	\$ 12,767	\$ (233)
<b>Total Revenues</b>	<u>13,000</u>	<u>12,767</u>	<u>(233)</u>
<b>Expenditures</b>			
Current:			
Instruction			
Regular			
Capital Outlay	7,427	7,427	-
Supporting Services			
Instructional Staff			
Capital Outlay	5,011	5,011	-
Fiscal Services			
Other Objects	132	132	-
Total Supporting Services	<u>5,143</u>	<u>5,143</u>	<u>-</u>
Operation of Non-Instructional Services			
Community Services			
Purchased Services	1,615	1,615	-
Supplies and Materials	176	176	-
Other Objects	19	19	-
Total Operation of Non-Instructional Services	<u>1,810</u>	<u>1,810</u>	<u>-</u>
<b>Total Expenditures</b>	<u>14,380</u>	<u>14,380</u>	<u>-</u>
Net Change in Fund Balance	(1,380)	(1,613)	(233)
Fund Balance - Beginning of Year	(6,900)	(6,900)	-
Prior Year Encumbrances Appropriated	8,513	8,513	-
<b>Fund Balance - End of Year</b>	<u>\$ 233</u>	<u>\$ -</u>	<u>\$ (233)</u>

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

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
<b>Revenues</b>			
Intergovernmental	\$ 29,700	\$ 21,761	\$ (7,939)
<b>Total Revenues</b>	<u>29,700</u>	<u>21,761</u>	<u>(7,939)</u>
<b>Expenditures</b>			
Current:			
Instruction			
Regular			
Personal Services	26,750	21,412	5,338
Fringe Benefits	7,502	5,003	2,499
Supplies and Materials	920	920	-
Total Instruction	<u>35,172</u>	<u>27,335</u>	<u>7,837</u>
Supporting Services			
Fiscal Services			
Other Objects	495	495	-
<b>Total Expenditures</b>	<u>35,667</u>	<u>27,830</u>	<u>7,837</u>
Net Change in Fund Balance	(5,967)	(6,069)	(102)
Fund Balance (Deficit) - Beginning of Year	(10,711)	(10,711)	-
Prior Year Encumbrances Appropriated	16,780	16,780	-
<b>Fund Balance - End of Year</b>	<u>\$ 102</u>	<u>\$ -</u>	<u>\$ (102)</u>

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

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
<b>Revenues</b>			
Intergovernmental	\$ 55,464	\$ 54,375	\$ (1,089)
<b>Total Revenues</b>	<u>55,464</u>	<u>54,375</u>	<u>(1,089)</u>
<b>Expenditures</b>			
Current:			
Instruction			
Special			
Personal Services	45,706	40,167	5,539
Fringe Benefits	9,409	8,783	626
Total Instruction	<u>55,115</u>	<u>48,950</u>	<u>6,165</u>
Supporting Services			
Fiscal Services			
Other Objects	1,077	1,077	-
<b>Total Expenditures</b>	<u>56,192</u>	<u>50,027</u>	<u>6,165</u>
Net Change in Fund Balance	(728)	4,348	5,076
Fund Balance - Beginning of Year	1,817	1,817	-
<b>Fund Balance - End of Year</b>	<u>\$ 1,089</u>	<u>\$ 6,165</u>	<u>\$ 5,076</u>

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

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
<b>Revenues</b>			
Intergovernmental	\$ 301,300	\$ 298,497	\$ (2,803)
<b>Total Revenues</b>	<u>301,300</u>	<u>298,497</u>	<u>(2,803)</u>
<b>Expenditures</b>			
Current:			
Supporting Services			
Instructional Staff			
Personal Services	216,386	187,345	29,041
Fringe Benefits	75,809	67,966	7,843
Total Instructional Staff	<u>292,195</u>	<u>255,311</u>	<u>36,884</u>
Fiscal Services			
Other Objects	8,016	8,016	-
<b>Total Expenditures</b>	<u>300,211</u>	<u>263,327</u>	<u>36,884</u>
Net Change in Fund Balance	1,089	35,170	34,081
Fund Balance - Beginning of Year	-	-	-
<b>Fund Balance - End of Year</b>	<u>\$ 1,089</u>	<u>\$ 35,170</u>	<u>\$ 34,081</u>

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

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
<b>Revenues</b>			
Intergovernmental	\$ 789,731	\$ 541,018	\$ (248,713)
<b>Total Revenues</b>	<b>789,731</b>	<b>541,018</b>	<b>(248,713)</b>
<b>Expenditures</b>			
Current:			
Instruction			
Regular			
Personal Services	81,396	81,396	-
Fringe Benefits	12,927	12,927	-
Purchased Services	339,280	339,280	-
Supplies and Materials	35,927	35,927	-
Total Instruction	469,530	469,530	-
Supporting Services			
Pupils			
Personal Services	40,620	40,620	-
Instructional Staff			
Personal Services	9,788	9,788	-
Fringe Benefits	1,752	1,752	-
Purchased Services	8,678	8,678	-
Supplies and Materials	1,719	647	1,072
Capital Outlay	12,890	12,890	-
Total Instructional Staff	34,827	33,755	1,072
Administration			
Personal Services	155	155	-
Fiscal Services			
Other Objects	407	407	-
Total Supporting Services	76,009	74,937	1,072

(Continued)



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

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Operation of Non-Instructional Services			
Community Services			
Purchased Services	519	519	-
Supplies and Materials	913	913	-
Capital Outlay	516	516	-
Other Objects	52	52	-
Total Operation of Non-Instructional Services	<u>2,000</u>	<u>2,000</u>	<u>-</u>
<b>Total Expenditures</b>	<u>547,539</u>	<u>546,467</u>	<u>1,072</u>
 Net Change in Fund Balance	 242,192	 (5,449)	 (247,641)
 Fund Balance (Deficit) - Beginning of Year	 (172,552)	 (172,552)	 -
Prior Year Encumbrances Appropriated	179,073	179,073	-
<b>Fund Balance - End of Year</b>	<u><u>\$ 248,713</u></u>	<u><u>\$ 1,072</u></u>	<u><u>\$ (247,641)</u></u>

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

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
<b>Revenues</b>			
Taxes	\$ 1,891,197	\$ 789,550	\$ (1,101,647)
Intergovernmental	20,000	407,174	387,174
<b>Total Revenues</b>	<u>1,911,197</u>	<u>1,196,724</u>	<u>(714,473)</u>
<b>Expenditures</b>			
Current:			
Instruction			
Regular			
Purchased Services	125,504	125,504	-
Supplies and Materials	12,151	12,106	45
Capital Outlay	77,003	76,773	230
Capital Outlay - Replacement	37,424	36,723	701
Total Regular	<u>252,082</u>	<u>251,106</u>	<u>976</u>
Vocational			
Purchased Services	2,830	2,830	-
Total Instruction	<u>254,912</u>	<u>253,936</u>	<u>976</u>
Supporting Services			
Instructional Staff			
Capital Outlay	1,500	1,500	-
Fiscal Services			
Other Objects	500	-	500
Business			
Capital Outlay	3,492	3,492	-
Operation and Maintenance of Plant Services			
Purchased Services	125,377	123,837	1,540
Supplies and Materials	28,699	28,379	320
Capital Outlay	8,538	8,538	-
Capital Outlay - Replacement	11,710	11,388	322
Total Operation and Maintenance of Plant Services	<u>174,324</u>	<u>172,142</u>	<u>2,182</u>

(Continued)

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

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Pupil Transportation			
Capital Outlay - Replacement	245,004	225,838	19,166
Central			
Capital Outlay - Replacement	75,000	75,000	-
Total Supporting Services	499,820	477,972	21,848
Capital Outlay:			
Purchased Services	152,211	146,709	5,502
<b>Total Expenditures</b>	<b>906,943</b>	<b>878,617</b>	<b>28,326</b>
Excess of Revenues Over Expenditures	1,004,254	318,107	(686,147)
<b>Other Financing Sources (Uses)</b>			
Advances Out	(250,000)	(250,000)	-
Contingencies	(22,963)	-	22,963
<b>Total Other Financings Sources (Uses)</b>	<b>(272,963)</b>	<b>(250,000)</b>	<b>22,963</b>
Net Change in Fund Balance	731,291	68,107	(663,184)
Fund Balance - Beginning of Year	13,267	13,267	-
Prior Year Encumbrances Appropriated	191,721	191,721	-
<b>Fund Balance - End of Year</b>	<b>\$ 936,279</b>	<b>\$ 273,095</b>	<b>\$ (663,184)</b>

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

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
<b>Revenues</b>			
<b>Total Revenues</b>	\$ -	\$ -	\$ -
<b>Expenditures</b>			
Capital Outlay:			
Purchased Services	37,469	36,169	1,300
Debt Service:			
Principal	1,338,000	1,338,000	-
Interest & Fiscal Charges	30,105	30,105	-
Total Debt Service	1,368,105	1,368,105	-
<b>Total Expenditures</b>	1,405,574	1,404,274	1,300
Excess of Revenues Over (Under) Expenditures	(1,405,574)	(1,404,274)	1,300
<b>Other Financing Sources</b>			
Transfers In	1,368,105	1,368,105	-
<b>Total Other Financings Sources</b>	1,368,105	1,368,105	-
Net Change in Fund Balance	(37,469)	(36,169)	1,300
Fund Balance - Beginning of Year	1,300	1,300	-
Prior Year Encumbrances Appropriated	36,169	36,169	-
<b>Fund Balance - End of Year</b>	<b>\$ -</b>	<b>\$ 1,300</b>	<b>\$ 1,300</b>

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

	Budgeted Amounts		Variance with Final Budget Positive Negative
	Final	Actual	(Negative)
<b>Revenues</b>			
Interest	\$ 5,000	\$ 1,973	\$ (3,027)
<b>Total Revenues</b>	<u>5,000</u>	<u>1,973</u>	<u>(3,027)</u>
<b>Expenditures</b>			
Current:			
Instruction			
Regular			
Supplies and Materials	113	113	-
Capital Outlay - Replacement	1,465	1,465	-
Total Instruction	<u>1,578</u>	<u>1,578</u>	<u>-</u>
Supporting Services			
Fiscal Services			
Supplies and Materials	485	485	-
Pupil Transportation			
Purchased Services	680	680	-
Total Supporting Services	<u>1,165</u>	<u>1,165</u>	<u>-</u>
Operation of Non-Instructional Services			
Community Services			
Capital Outlay - Replacement	630	630	-
<b>Total Expenditures</b>	<u>3,373</u>	<u>3,373</u>	<u>-</u>
Excess of Revenues Over (Under) Expenditures	<u>1,627</u>	<u>(1,400)</u>	<u>(3,027)</u>
<b>Other Financing Sources (Uses)</b>			
Contingencies	(16,627)	-	16,627
<b>Total Other Financings Sources (Uses)</b>	<u>(16,627)</u>	<u>-</u>	<u>16,627</u>
Net Change in Fund Balance	(15,000)	(1,400)	13,600
Fund Balance - Beginning of Year	158,342	158,342	-
<b>Fund Balance - End of Year</b>	<u>\$ 143,342</u>	<u>\$ 156,942</u>	<u>\$ 13,600</u>

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

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
<b>Revenues</b>			
Intergovernmental	\$ 1,868,950	\$ 1,612,721	\$ (256,229)
Interest	825	712	(113)
Food Services	630,008	543,635	(86,373)
Miscellaneous	217	187	(30)
<b>Total Revenues</b>	<u>2,500,000</u>	<u>2,157,255</u>	<u>(342,745)</u>
<b>Expenses</b>			
Salaries and Wages			
Operation of Non-Instructional Services			
Food Service Operations	952,000	947,159	4,841
Fringe Benefits			
Operation of Non-Instructional Services			
Food Service Operations	378,500	377,386	1,114
Purchased Services			
Supporting Services			
Operation and Maintenance of Plant Services	9,668	5,271	4,397
Operation of Non-Instructional Services			
Food Service Operations	34,482	30,727	3,755
<b>Total Purchased Services</b>	<u>44,150</u>	<u>35,998</u>	<u>8,152</u>
Supplies and Materials			
Supporting Services			
Operation and Maintenance of Plant Services	52,744	24,889	27,855
Operation of Non-Instructional Services			
Food Service Operations	1,047,018	938,931	108,087
<b>Total Supplies and Materials</b>	<u>1,099,762</u>	<u>963,820</u>	<u>135,942</u>
Capital Outlay			
Operation of Non-Instructional Services			
Food Service Operations	3,710	3,710	-

(Continued)

**Schedule of Revenues, Expenses, and Changes in Fund Equity –  
Budget and Actual (Non-GAAP Basis) –  
Food Service Fund (continued)  
For the Fiscal Year Ended June 30, 2009**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Capital Outlay - Replacement			
Operation of Non-Instructional Services			
Food Service Operations	26,555	26,555	-
Other			
Supporting Services			
Fiscal Services	714	714	-
Operation of Non-Instructional Services			
Food Service Operations	2,839	2,839	-
Total Other	3,553	3,553	-
<b>Total Expenses</b>	<b>2,508,230</b>	<b>2,358,181</b>	<b>150,049</b>
Net Change in Fund Equity	(8,230)	(200,926)	(192,696)
Fund Equity - Beginning of Year	838,355	838,355	-
Prior Year Encumbrances Appropriated	10,130	10,130	-
<b>Fund Equity - End of Year</b>	<b>\$ 840,255</b>	<b>\$ 647,559</b>	<b>\$ (192,696)</b>

**Schedule of Revenues, Expenses, and Changes in Fund Equity –  
Budget and Actual (Non-GAAP Basis) –  
Uniform School Supplies Fund  
For the Fiscal Year Ended June 30, 2009**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
<b>Revenues</b>			
<b>Total Revenues</b>	\$ -	\$ -	\$ -
<b>Expenses</b>			
Supplies and Materials			
Instruction			
Regular	20,000	6,386	13,614
<b>Total Expenses</b>	20,000	6,386	13,614
Excess of Revenues Over (Under) Expenses	(20,000)	(6,386)	13,614
<b>Other Financing Sources</b>			
Sale of Capital Assets	30,000	12,950	(17,050)
<b>Total Other Financing Sources</b>	30,000	12,950	(17,050)
Net Change in Fund Equity	10,000	6,564	(3,436)
Fund Equity - Beginning of Year	37,785	37,785	-
<b>Fund Equity - End of Year</b>	<b>\$ 47,785</b>	<b>\$ 44,349</b>	<b>\$ (3,436)</b>



**Schedule of Revenues, Expenses, and Changes in Fund Equity –  
Budget and Actual (Non-GAAP Basis) –  
Customer Services Fund  
For the Fiscal Year Ended June 30, 2009**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
<b>Revenues</b>			
Intergovernmental	\$ 69,545	\$ 62,787	\$ (6,758)
Tuition	673,555	608,102	(65,453)
Charges for Services	14,899	13,451	(1,448)
Transportation Fees	13,607	12,285	(1,322)
Miscellaneous	14,394	12,995	(1,399)
<b>Total Revenues</b>	<b>786,000</b>	<b>709,620</b>	<b>(76,380)</b>
<b>Expenses</b>			
Salaries and Wages			
Operation of Non-Instructional Services			
Community Services	473,000	470,377	2,623
Fringe Benefits			
Operation of Non-Instructional Services			
Community Services	205,000	197,860	7,140
Purchased Services			
Instruction			
Vocational	1,750	1,285	465
Supporting Services			
Operation and Maintenance of Plant Services	48,496	42,086	6,410
Operation of Non-Instructional Services			
Community Services	26,968	21,479	5,489
<b>Total Purchased Services</b>	<b>77,214</b>	<b>64,850</b>	<b>12,364</b>
Supplies and Materials			
Instruction			
Vocational	22,804	21,094	1,710
Supporting Services			
Operation and Maintenance of Plant Services	500	60	440

(Continued)

**Schedule of Revenues, Expenses, and Changes in Fund Equity –  
Budget and Actual (Non-GAAP Basis) –  
Customer Services Fund (continued)  
For the Fiscal Year Ended June 30, 2009**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Operation of Non-Instructional Services			
Community Services	59,205	38,370	20,835
Total Supplies and Materials	82,509	59,524	22,985
Capital Outlay			
Operation of Non-Instructional Services			
Community Services	2,500	199	2,301
Capital Outlay - Replacement			
Operation of Non-Instructional Services			
Community Services	1,000	651	349
Other			
Supporting Services			
Fiscal Services	800	383	417
Operation of Non-Instructional Services			
Community Services	750	540	210
Total Other	1,550	923	627
<b>Total Expenses</b>	<b>842,773</b>	<b>794,384</b>	<b>48,389</b>
Excess of Revenues Over (Under) Expenses	(56,773)	(84,764)	(27,991)
<b>Other Financing Sources (Uses)</b>			
Transfers In	14,000	14,000	-
Contingencies	(1,604)	-	1,604
<b>Total Other Financing Sources (Uses)</b>	<b>12,396</b>	<b>14,000</b>	<b>1,604</b>
Net Change in Fund Equity	(44,377)	(70,764)	(26,387)
Fund Equity - Beginning of Year	250,712	250,712	-
Prior Year Encumbrances Appropriated	7,327	7,327	-
<b>Fund Equity - End of Year</b>	<b>\$ 213,662</b>	<b>\$ 187,275</b>	<b>\$ (26,387)</b>

**Schedule of Revenues, Expenses, and Changes in Fund Equity –  
Budget and Actual (Non-GAAP Basis) –  
Adult and Community Education Fund  
For the Fiscal Year Ended June 30, 2009**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	(Negative)
<b>Revenues</b>			
Miscellaneous	\$ 3,000	\$ -	\$ (3,000)
<b>Total Revenues</b>	3,000	-	(3,000)
<b>Expenses</b>			
<b>Total Expenses</b>	-	-	-
Excess of Revenues Over (Under) Expenses	3,000	-	(3,000)
<b>Other Financing (Uses)</b>			
Transfers Out	(71,639)	(71,639)	-
<b>Total Other Financing (Uses)</b>	(71,639)	(71,639)	-
Net Change in Fund Equity	(68,639)	(71,639)	(3,000)
Fund Equity - Beginning of Year	71,639	71,639	-
<b>Fund Equity - End of Year</b>	\$ 3,000	\$ -	\$ (3,000)

**Schedule of Revenues, Expenses, and Changes in Fund Equity –  
Budget and Actual (Non-GAAP Basis) –  
Special Rotary Fund  
For the Fiscal Year Ended June 30, 2009**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
<b>Revenues</b>			
Intergovernmental	\$ 1,702	\$ 1,484	\$ (218)
Tuition	10,664	9,297	(1,367)
Extracurricular Activities	9,051	7,890	(1,161)
Charges for Services	1,940,818	1,691,954	(248,864)
Transportation Fees	3,924	3,421	(503)
Classroom Materials and Fees	116,450	101,518	(14,932)
Miscellaneous	2,891	2,520	(371)
<b>Total Revenues</b>	<b>2,085,500</b>	<b>1,818,084</b>	<b>(267,416)</b>
<b>Expenses</b>			
<b>Salaries and Wages</b>			
Instruction			
Regular	18,455	17,500	955
Adult/Continuing	2,971	2,971	-
<b>Total Instruction</b>	<b>21,426</b>	<b>20,471</b>	<b>955</b>
Supporting Services			
Instructional Staff	12,000	2,000	10,000
Operation and Maintenance of Plant Services	1,000	555	445
<b>Total Supporting Services</b>	<b>13,000</b>	<b>2,555</b>	<b>10,445</b>
Operation of Non-Instructional Services			
Community Services	9,571	9,571	-
<b>Total Salaries and Wages</b>	<b>43,997</b>	<b>32,597</b>	<b>11,400</b>
Fringe Benefits			
Instruction			
Regular	3,589	3,153	436
Adult/Continuing	500	500	-
<b>Total Instruction</b>	<b>4,089</b>	<b>3,653</b>	<b>436</b>
Supporting Services			
Instructional Staff	2,386	386	2,000
Operation and Maintenance of Plant Services	50	19	31
<b>Total Supporting Services</b>	<b>2,436</b>	<b>405</b>	<b>2,031</b>

(Continued)

**Schedule of Revenues, Expenses, and Changes in Fund Equity –  
Budget and Actual (Non-GAAP Basis) –  
Special Rotary Fund (continued)  
For the Fiscal Year Ended June 30, 2009**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Operation of Non-Instructional Services			
Community Services	1,586,170	1,542,547	43,623
Total Fringe Benefits	<u>1,592,695</u>	<u>1,546,605</u>	<u>46,090</u>
Purchased Services			
Regular	14,723	14,623	100
Supporting Services			
Instructional Staff	128,029	33,135	94,894
Central	30,000	26,668	3,332
Total Supporting Services	<u>158,029</u>	<u>59,803</u>	<u>98,226</u>
Operation of Non-Instructional Services			
Community Services	1,317	1,317	-
Extracurricular Activities			
School & Public Service Co-Curricular Activities	23,700	2,370	21,330
Total Purchased Services	<u>197,769</u>	<u>78,113</u>	<u>119,656</u>
Supplies and Materials			
Instruction			
Regular	8,514	4,117	4,397
Special	4,964	340	4,624
Adult/Continuing	1,529	1,529	-
Total Instruction	<u>15,007</u>	<u>5,986</u>	<u>9,021</u>
Supporting Services			
Instructional Staff	43,564	22,762	20,802
Operation of Non-Instructional Services			
Community Services	226	-	226
Total Supplies and Materials	<u>58,797</u>	<u>28,748</u>	<u>30,049</u>

(Continued)

**Schedule of Revenues, Expenses, and Changes in Fund Equity –  
Budget and Actual (Non-GAAP Basis) –  
Special Rotary Fund (continued)  
For the Fiscal Year Ended June 30, 2009**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
Capital Outlay			
Instruction			
Regular	4,000	2,452	1,548
Supporting Services			
Instructional Staff	6,755	5,917	838
Total Capital Outlay	<u>10,755</u>	<u>8,369</u>	<u>2,386</u>
Other			
Instruction			
Regular	17	17	-
Operation of Non-Instructional Services			
Community Services	1,500	1,500	-
Extracurricular Activities			
School & Public Service Co-Curricular Activities	215,769	142,035	73,734
Total Other	<u>217,286</u>	<u>143,552</u>	<u>73,734</u>
<b>Total Expenses</b>	<u>2,121,299</u>	<u>1,837,984</u>	<u>283,315</u>
Excess of Revenues Over (Under) Expenses	<u>(35,799)</u>	<u>(19,900)</u>	<u>15,899</u>
<b>Other Financing Sources</b>			
Sale of Capital Assets	14,500	12,421	(2,079)
<b>Total Other Financing Sources</b>	<u>14,500</u>	<u>12,421</u>	<u>(2,079)</u>
Net Change in Fund Equity	(21,299)	(7,479)	13,820
Fund Equity - Beginning of Year	220,992	220,992	-
Prior Year Encumbrances Appropriated	12,459	12,459	-
<b>Fund Equity - End of Year</b>	<u>\$ 212,152</u>	<u>\$ 225,972</u>	<u>\$ 13,820</u>

**Schedule of Revenues, Expenses, and Changes in Fund Equity –  
Budget and Actual (Non-GAAP Basis) –  
Health Reserve Fund  
For the Fiscal Year Ended June 30, 2009**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
<b>Revenues</b>			
Interest	\$ 45,939	\$ 52,278	\$ 6,339
Charges for Services	5,680,922	6,464,886	783,964
Miscellaneous	73,139	83,232	10,093
<b>Total Revenues</b>	<u>5,800,000</u>	<u>6,600,396</u>	<u>800,396</u>
<b>Expenses</b>			
Fringe Benefits			
Supporting Services			
Central	7,332,500	6,940,462	392,038
Purchased Services			
Supporting Services			
Central	80,000	17,500	62,500
<b>Total Expenses</b>	<u>7,412,500</u>	<u>6,957,962</u>	<u>454,538</u>
Net Change in Fund Equity	(1,612,500)	(357,566)	1,254,934
Fund Equity - Beginning of Year	3,803,794	3,803,794	-
<b>Fund Equity - End of Year</b>	<u>\$ 2,191,294</u>	<u>\$ 3,446,228</u>	<u>\$ 1,254,934</u>

**Schedule of Revenues, Expenses, and Changes in Fund Equity –  
Budget and Actual (Non-GAAP Basis) –  
Workers’ Compensation Fund  
For the Fiscal Year Ended June 30, 2009**

	Budgeted Amounts		Variance with Final Budget Positive (Negative)
	Final	Actual	
<b>Revenues</b>			
Interest	\$ 19,920	\$ 18,086	\$ (1,834)
Charges for Services	1,030,080	935,254	(94,826)
<b>Total Revenues</b>	<u>1,050,000</u>	<u>953,340</u>	<u>(96,660)</u>
<b>Expenses</b>			
Fringe Benefits			
Supporting Services			
Central	873,351	821,229	52,122
Purchased Services			
Supporting Services			
Central	49,984	40,787	9,197
Other			
Supporting Services			
Central	758	758	-
<b>Total Expenses</b>	<u>924,093</u>	<u>862,774</u>	<u>61,319</u>
Net Change in Fund Equity	125,907	90,566	(35,341)
Fund Equity - Beginning of Year	1,260,844	1,260,844	-
Prior Year Encumbrances Appropriated	294,093	294,093	-
<b>Fund Equity - End of Year</b>	<u>\$ 1,680,844</u>	<u>\$ 1,645,503</u>	<u>\$ (35,341)</u>





**Statistical**  
Section



## Statistical Section

This part of the Euclid 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 District's overall financial health.

<b><u>Contents</u></b>	<b><u>Page(s)</u></b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the District's financial position and well-being have changed over time.	<b>S2-S9</b>
<b>Revenue Capacity</b> These schedules contain information to help the reader understand and assess the factors affecting the District's ability to generate its most significant local revenue source, the property tax.	<b>S10-S15</b>
<b>Debt Capacity</b> These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	<b>S16-S19</b>
<b>Economic and Demographic Information</b> These schedules offer economic and demographic indicators to help the reader understand the environment within which the District's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	<b>S20</b>
<b>Operating Information</b> These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.	<b>S21-S32</b>

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

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

	2003	2004	2005	2006*	2007	2008	2009
<b>Governmental Activities:</b>							
Invested in Capital Assets, Net of Related Debt	\$8,276,904	\$2,724,425	\$7,840,645	\$6,152,351	\$8,561,215	\$9,838,599	\$12,778,218
Restricted for:							
Capital Projects	573,430	5,964,957	1,036,459	549,725	393,661	588,498	847,132
Debt Service	2,064,417	2,124,221	2,098,012	1,957,392	1,731,645	2,600,179	2,714,707
Set Asides	1,169,331	1,169,331	1,169,331	1,276,135	1,276,135	1,276,135	1,276,135
Other Purposes	220,510	424,331	371,639	238,008	-	287,691	772,810
Unrestricted	28,999,904	21,887,104	16,537,658	15,250,573	16,127,987	12,854,588	12,662,148
<b>Total Governmental Activities Net Assets</b>	<b>\$41,304,496</b>	<b>\$34,294,369</b>	<b>\$29,053,744</b>	<b>\$25,424,184</b>	<b>\$28,090,643</b>	<b>\$27,445,690</b>	<b>\$31,051,150</b>
<b>Business-type Activities:</b>							
Invested in Capital Assets, Net of Related Debt	\$25,832	\$39,556	\$24,462	\$73,784	\$63,946	\$54,108	\$127,705
Restricted							
Unrestricted	799,044	828,944	875,969	1,153,986	1,297,272	979,905	637,193
<b>Total Business-type Activities Net Assets</b>	<b>\$824,876</b>	<b>\$868,500</b>	<b>\$900,431</b>	<b>\$1,227,770</b>	<b>\$1,361,218</b>	<b>\$1,034,013</b>	<b>\$764,898</b>
<b>Primary Government:</b>							
Invested in Capital Assets, Net of Related Debt	\$8,302,736	\$2,763,981	\$7,865,107	\$6,226,135	\$8,625,161	\$9,892,707	\$12,905,923
Restricted	4,027,688	9,682,840	4,675,441	4,021,260	3,401,441	4,752,503	5,610,784
Unrestricted	29,798,948	22,716,048	17,413,627	16,404,559	17,425,259	13,834,493	13,299,341
<b>Total Primary Government Net Assets</b>	<b>\$42,129,372</b>	<b>\$35,162,869</b>	<b>\$29,954,175</b>	<b>\$26,651,954</b>	<b>\$29,451,861</b>	<b>\$28,479,703</b>	<b>\$31,816,048</b>

\*Restated

**Changes in Net Assets  
Last Seven Fiscal Years  
(accrual basis of accounting)**

	2003	2004	2005	2006*	2007	2008	2009
<b>Expenses</b>							
<b>Governmental Activities:</b>							
Regular Instruction	\$25,121,894	\$27,599,909	\$29,061,639	\$30,762,350	\$30,625,931	\$29,166,887	\$29,685,825
Special Instruction	7,996,936	10,051,513	12,316,845	12,699,262	13,892,586	14,488,562	14,747,557
Vocational Instruction	953,176	1,229,947	1,009,053	1,088,483	1,303,664	1,402,642	1,292,997
Adult/Continuing Instruction	112,754	108,816	153,962	36,595	79,440	86,990	80,245
Other Instruction	-	-	-	64,471	278,591	1,118,075	737,533
Pupil Support	3,516,098	3,898,995	4,198,302	3,920,772	3,828,014	3,869,019	4,102,032
Instructional Staff Support	3,766,168	4,474,740	5,490,332	5,005,227	5,400,031	4,807,402	5,349,115
Board of Education	51,081	55,903	62,438	115,826	35,154	77,856	63,413
Administration	4,028,170	5,080,997	5,107,922	5,158,833	5,133,221	5,201,897	5,325,009
Fiscal	1,639,518	1,683,433	1,802,982	1,649,290	1,766,357	2,030,498	2,013,309
Business	729,558	755,259	974,330	828,727	829,692	802,476	758,527
<b>Operation and Maintenance</b>							
Of Plant Services	8,031,948	8,274,032	6,539,696	8,005,025	7,739,439	8,444,510	8,039,562
Pupil Transportation	2,924,521	2,961,979	3,149,997	3,498,865	3,978,680	4,128,390	3,801,548
Central	1,258,017	1,412,449	1,332,194	1,268,704	1,447,617	1,356,385	1,240,344
<b>Operation of Non-Instructional</b>							
Services	1,229,449	1,010,153	1,489,136	3,741,458	4,954,623	4,916,594	1,152,878
Extracurricular Activities	1,151,165	1,367,238	1,445,647	1,355,265	1,375,937	1,307,174	1,281,346
Interest and Fiscal Charges	1,482,413	1,509,349	1,808,547	1,844,294	771,687	693,877	537,331
Other	2,389	50,357	7,255	-	-	-	-
<b>Total Governmental Activities</b>							
<i>Expenses</i>	<u>63,995,255</u>	<u>71,525,069</u>	<u>75,950,277</u>	<u>81,043,447</u>	<u>83,440,664</u>	<u>83,899,234</u>	<u>80,208,571</u>
<b>Business-type Activities:</b>							
Food Service	1,781,271	1,937,798	2,224,684	2,099,734	2,289,021	2,491,820	2,450,210
Uniform School Supplies	11,202	5,973	6,076	5,301	13,206	3,880	5,909
Customer Service	19,073	621,281	654,094	672,015	754,753	847,134	816,342
Adult and Community Education	16,378	16,302	16,719	5,537	2,753	2,000	-
Day Care	681,424	-	-	-	-	-	-
<b>Total Business-type Activities</b>							
<i>Expenses</i>	<u>2,509,348</u>	<u>2,581,354</u>	<u>2,901,573</u>	<u>2,782,587</u>	<u>3,059,733</u>	<u>3,344,834</u>	<u>3,272,461</u>
<b>Total Primary Government</b>							
<i>Expenses</i>	<u>66,504,603</u>	<u>74,106,423</u>	<u>78,851,850</u>	<u>83,826,034</u>	<u>86,500,397</u>	<u>87,244,068</u>	<u>83,481,032</u>

(continued)

\*Restated

**Changes in Net Assets (continued)**  
**Last Seven Fiscal Years**  
**(accrual basis of accounting)**

	2003	2004	2005	2006*	2007	2008	2009
<b>Program Revenues</b>							
Governmental Activities:							
Charges for Services:							
Regular Instruction	229,119	300,341	148,800	829,300	171,246	643,676	404,385
Special Instruction	1,165	1,908	704	974	184	1,454	272,408
Vocational Instruction	-	-	-	-	-	2,051	28,362
Other Instruction	-	-	-	-	-	-	1,781
Administration	2,070	4,195	103,332	3,603	1,129	2,397	3,620
Fiscal Services	7,281	-	-	-	-	-	-
Operation and Maintenance							
Of Plant Services	205,036	225,236	62,333	65,965	41,456	58,025	55,897
Pupil Transportation	66,420	72,404	90,753	82,495	74,293	93,066	63,127
Central	795	-	-	-	-	-	-
Operation of Non-Instructional Services	-	-	-	2,590,583	3,761,279	3,788,483	-
Extracurricular Activities	572,688	1,125,820	74,685	392,731	89,838	336,097	277,449
Other	-	422	-	-	-	370	-
Operating Grants and Contributions:							
Regular Instruction	2,324,000	3,334,815	2,729,938	1,489,754	3,588,574	3,390,831	3,073,944
Special Instruction	1,405,439	787,823	2,483,997	2,807,356	2,937,469	2,680,328	2,564,719
Adult/Continuing Instruction	737,563	97,845	104,823	81,659	83,701	97,237	74,797
Other	-	-	-	-	43,126	539,754	472,543
Pupil Support	29,082	242	1,494	-	149,658	61,103	53,475
Instructional Staff Support	48,786	691,417	975,649	825,965	1,109,717	813,769	1,816,605
Administration	17,332	589,534	121,061	-	75,805	64,927	54,559
Fiscal Services	-	-	-	-	9,279	110,064	120,963
Operation and Maintenance							
Of Plant Services	51,699	75,187	-	2,828	210,930	139,381	111,633
Pupil Transportation	-	17,156	23,947	24,337	16,638	12,556	4,460
Central	22,138	23,257	20,993	22,583	21,935	21,492	18,112
Operation of Non-Instructional Services	1,093,394	1,109,229	1,148,705	3,136,864	1,016,625	1,051,034	1,096,254
Interest and Fiscal Charges	-	375	-	-	-	-	-
Capital Grants and Contributions:							
Pupil Transportation							
Vocational Instruction	6,151	551	1,286	-	-	-	-
<b>Total Governmental Activities</b>							
<b>Program Revenues</b>	<b>6,908,619</b>	<b>8,579,902</b>	<b>8,271,368</b>	<b>12,381,091</b>	<b>13,465,376</b>	<b>13,908,095</b>	<b>10,569,093</b>

(continued)

\*Restated

**Changes in Net Assets of Governmental Activities (continued)**  
**Last Seven Fiscal Years**  
**(accrual basis of accounting)**

	2003	2004	2005	2006*	2007	2008	2009
<b>Business-type Activities:</b>							
Charges for Services:							
Food Service	784,053	761,329	787,217	767,539	704,514	620,639	543,635
Uniform School Supplies	-	13,458	-	-	143	-	-
Customer Service	30,209	624,112	598,142	655,346	698,766	772,983	633,838
Adult Education	14,350	9,243	17,368	153	170	-	-
Day Care	637,379	-	-	-	-	-	-
Operating Grants and Contributions:							
Food Service	934,248	1,212,118	1,483,900	1,637,142	1,746,840	1,568,555	1,793,880
Customer Service	-	-	-	-	-	-	62,787
Adult and Community Education	-	1,900	2,000	1,500	900	-	-
<i>Total Business-type Activities</i>	<u>2,400,239</u>	<u>2,622,160</u>	<u>2,888,627</u>	<u>3,061,680</u>	<u>3,151,333</u>	<u>2,962,177</u>	<u>3,034,140</u>
<i>Program Revenues</i>	<u>2,400,239</u>	<u>2,622,160</u>	<u>2,888,627</u>	<u>3,061,680</u>	<u>3,151,333</u>	<u>2,962,177</u>	<u>3,034,140</u>
<b>Total Primary Government</b>							
<i>Program Revenues</i>	<u>9,308,858</u>	<u>11,202,062</u>	<u>11,159,995</u>	<u>15,442,771</u>	<u>16,616,709</u>	<u>16,870,272</u>	<u>13,603,233</u>
<b>Net (Expense)/Revenue</b>							
Governmental Activities	(57,086,636)	(62,945,167)	(67,678,909)	(68,662,356)	(69,975,288)	(69,991,139)	(69,639,478)
Business-type Activities	(109,109)	40,806	(12,946)	279,093	91,600	(382,657)	(238,321)
<i>Total Primary Government</i>	<u>(\$57,195,745)</u>	<u>(\$62,904,361)</u>	<u>(\$67,691,855)</u>	<u>(\$68,383,263)</u>	<u>(\$69,883,688)</u>	<u>(\$70,373,796)</u>	<u>(\$69,877,799)</u>
<b>General Revenues and</b>							
<b>Other Changes in Net Assets</b>							
Governmental Activities:							
Property Taxes Levied for:							
General Purposes	\$33,227,963	\$26,129,561	\$29,315,609	\$32,102,887	\$35,406,732	\$33,118,052	\$33,921,534
Debt Service	1,812,808	1,637,167	1,931,736	2,361,032	2,305,300	2,737,174	2,701,072
Capital Outlay	321,137	442,730	1,001,951	1,416,639	1,485,349	882,490	751,398
Income Tax Levied for General Purposes	5,221,422	5,221,774	5,386,339	6,091,431	5,734,902	6,136,900	5,745,681
Grants and Entitlements not							
Restricted to Specific Programs	19,127,511	21,995,348	23,982,780	25,089,258	26,293,441	25,281,138	29,350,742
Payment in Lieu of Taxes	63,729	52,915	188,185	52,272	75,325	23,375	287,593
Investment Earnings	488,399	332,955	560,456	1,082,909	1,261,369	966,546	332,880
Gain (Loss) on Sale of Capital Assets	14,305	(1,423)	-	-	-	-	-
Miscellaneous	274,700	124,013	71,228	84,557	93,329	214,511	96,400
Transfers	-	-	-	-	-	(14,000)	57,638
<i>Total Governmental Activities</i>	<u>60,551,974</u>	<u>55,935,040</u>	<u>62,438,284</u>	<u>68,280,985</u>	<u>72,655,747</u>	<u>69,346,186</u>	<u>73,244,938</u>
Business-type Activities:							
Investment Earnings	3,990	2,818	3,260	4,738	6,341	5,151	712
Gain on Sale of Capital Assets	12,342	-	-	-	-	-	-
Miscellaneous	-	-	41,617	31,508	21,507	36,301	26,132
Transfers	-	-	-	-	-	14,000	(57,638)
<i>Total Business-type Activities</i>	<u>16,332</u>	<u>2,818</u>	<u>44,877</u>	<u>36,246</u>	<u>27,848</u>	<u>55,452</u>	<u>(30,794)</u>
<i>Total Primary Government</i>	<u>60,568,306</u>	<u>55,937,858</u>	<u>62,483,161</u>	<u>68,317,231</u>	<u>72,683,595</u>	<u>69,401,638</u>	<u>73,214,144</u>
<b>Change in Net Assets</b>							
Governmental Activities	3,465,338	(7,010,127)	(5,240,625)	(381,371)	2,680,459	(644,953)	3,605,460
Business-type Activities	(92,777)	43,624	31,931	315,339	119,448	(327,205)	(269,115)
<i>Total Primary Government</i>	<u>\$3,372,561</u>	<u>(\$6,966,503)</u>	<u>(\$5,208,694)</u>	<u>(\$66,032)</u>	<u>\$2,799,907</u>	<u>(\$972,158)</u>	<u>\$3,336,345</u>

\*Restated

**Program Revenues by Function  
Last Seven Fiscal Years  
(accrual basis of accounting)**

	2003	2004	2005	2006	2007	2008	2009
<b><i>Governmental Activities</i></b>							
<i>Function</i>							
Regular Instruction	\$2,641,580	\$3,737,996	\$3,050,806	\$2,327,943	\$3,799,180	\$4,034,507	\$3,478,329
Special Instruction	1,406,604	789,731	2,484,701	2,808,330	2,937,653	2,681,782	2,837,127
Vocational Instruction	6,151	551	1,286	-	-	2,051	28,362
Adult/Continuing Instruction	737,563	97,845	104,823	81,659	83,701	97,237	74,797
Other	-	-	-	-	43,126	540,124	474,324
Pupil Support	29,082	242	1,494	-	149,658	61,103	53,475
Instructional Staff Support	48,786	691,417	975,649	825,965	1,109,717	813,769	1,816,605
Administration	19,402	593,729	224,393	3,603	76,934	67,324	58,179
Fiscal Services	7,281	-	-	-	9,279	110,064	120,963
Operation and Maintenance of Plant Services	256,735	300,423	62,333	68,793	252,386	197,406	167,530
Pupil Transportation	66,420	89,560	114,700	106,832	90,931	105,622	67,587
Central	22,933	23,257	20,993	22,583	21,935	21,492	18,112
Operation of Non-Instructional Services	1,093,394	1,109,229	1,148,705	5,727,447	4,777,904	4,839,517	1,096,254
Extracurricular Activities	572,688	1,145,125	81,485	407,936	112,972	336,097	277,449
Interest and Fiscal Charges	-	375	-	-	-	-	-
Other	-	422	-	-	-	-	-
<b><i>Total Governmental Activities</i></b>	<b><u>6,908,619</u></b>	<b><u>8,579,902</u></b>	<b><u>8,271,368</u></b>	<b><u>12,381,091</u></b>	<b><u>13,465,376</u></b>	<b><u>13,908,095</u></b>	<b><u>10,569,093</u></b>
<b><i>Business-Type Activities</i></b>							
Food Service	1,718,301	1,973,447	2,271,117	2,404,681	2,451,354	2,189,194	2,337,515
Uniform School Supplies	-	13,458	-	-	143	-	-
Customer Service	30,209	624,112	598,142	655,346	698,766	772,983	696,625
Adult Education	14,350	11,143	19,368	1,653	1,070	-	-
Day Care	637,379	-	-	-	-	-	-
<b><i>Total Business-Type Activities</i></b>	<b><u>2,400,239</u></b>	<b><u>2,622,160</u></b>	<b><u>2,888,627</u></b>	<b><u>3,061,680</u></b>	<b><u>3,151,333</u></b>	<b><u>2,962,177</u></b>	<b><u>3,034,140</u></b>
<b><i>Total Primary Government</i></b>	<b><u>\$9,308,858</u></b>	<b><u>\$11,202,062</u></b>	<b><u>\$11,159,995</u></b>	<b><u>\$15,442,771</u></b>	<b><u>\$16,616,709</u></b>	<b><u>\$16,870,272</u></b>	<b><u>\$13,603,233</u></b>

**Fund Balances - Governmental Funds  
Last Seven Fiscal Years (1)  
(modified accrual basis of accounting)**

	2003	2004	2005	2006*	2007	2008	2009
General Fund							
Reserved	\$5,314,705	\$7,470,740	\$6,047,986	\$5,615,812	\$6,245,656	\$6,765,588	\$7,711,231
Unreserved	13,654,823	11,975,497	8,040,243	7,655,132	7,430,001	2,333,203	2,007,347
<i>Total General Fund</i>	<u>18,969,528</u>	<u>19,446,237</u>	<u>14,088,229</u>	<u>13,270,944</u>	<u>13,675,657</u>	<u>9,098,791</u>	<u>9,718,578</u>
All Other Governmental Funds							
Reserved	563,178	6,157,046	1,226,847	1,206,917	1,046,603	989,793	821,493
Unreserved, Undesignated, Reported in:							
Special Revenue Funds	260,766	281,783	510,683	127,013	(1,099)	112,962	353,347
Debt Service Funds	1,497,418	1,670,486	1,861,389	2,019,030	1,788,970	2,004,304	2,492,528
Capital Projects Funds	545,563	588,566	67,335	(479,988)	(588,812)	(1,543,591)	303,748
<i>Total All Other Governmental Funds</i>	<u>2,866,925</u>	<u>8,697,881</u>	<u>3,666,254</u>	<u>2,872,972</u>	<u>2,245,662</u>	<u>1,563,468</u>	<u>3,971,116</u>
<i>Total Governmental Funds</i>	<u><u>\$21,836,453</u></u>	<u><u>\$28,144,118</u></u>	<u><u>\$17,754,483</u></u>	<u><u>\$16,143,916</u></u>	<u><u>\$15,921,319</u></u>	<u><u>\$10,662,259</u></u>	<u><u>\$13,689,694</u></u>

\*Restated

(1) Information prior to fiscal year 2003 is not available.



**Changes in Fund Balances - Governmental Funds**  
**Last Seven Fiscal Years (1)**  
**(modified accrual basis of accounting)**

	2003	2004	2005	2006*	2007	2008	2009
<b>Revenues</b>							
Taxes	\$33,785,672	\$38,900,584	\$37,830,442	\$40,150,777	\$43,478,304	\$42,360,154	\$44,053,337
Intergovernmental	24,312,409	28,476,333	31,207,281	33,466,162	35,218,294	33,878,473	38,813,475
Tuition and Fees	82,096	101,327	42,329	2,678,724	3,843,126	3,841,629	424,084
Transportation Fees	88,035	96,453	115,416	90,787	83,986	97,824	69,017
Earnings on Investments	488,399	333,331	549,046	1,070,579	1,261,369	966,778	332,880
Extracurricular Activities	391,968	372,366	417,007	400,403	300,039	331,341	271,422
Classroom Materials and Fees	177,331	150,721	97,546	425,404	165,117	830,199	138,005
Charges for Services	223,910	363,847	30,110	102,419	69,681	209,768	212,285
Miscellaneous	806,977	851,578	637,644	436,394	251,410	237,652	362,663
<b>Total Revenues</b>	<b>60,356,797</b>	<b>69,646,540</b>	<b>70,926,821</b>	<b>78,821,649</b>	<b>84,671,326</b>	<b>82,753,818</b>	<b>84,677,168</b>
<b>Expenditures</b>							
Current:							
Instruction:							
Regular	24,773,558	26,005,624	28,600,791	28,018,015	28,525,083	29,273,989	29,513,925
Special	7,881,267	9,593,891	12,089,330	12,448,783	13,953,161	14,593,726	14,723,287
Vocational	927,575	1,185,831	969,366	1,038,210	1,312,550	1,409,531	1,288,483
Adult/Continuing	122,762	160,041	156,076	85,401	84,170	84,835	80,109
Other	-	-	-	-	293,743	1,109,985	727,357
Support Services:							
Pupil	3,375,182	3,679,544	4,194,132	3,799,346	3,868,706	3,931,431	4,088,536
Instructional Staff	3,680,310	4,423,391	5,369,866	4,962,364	5,399,739	4,843,888	5,334,449
Board of Education	51,581	54,938	64,668	114,790	35,511	78,016	62,252
Administration	4,003,303	4,748,816	5,074,401	5,024,979	5,099,971	5,252,202	5,275,109
Fiscal Services	1,613,522	1,664,051	1,755,139	1,597,243	1,756,260	2,018,979	2,013,309
Business	714,789	744,198	940,970	805,135	824,267	804,096	757,615
Operation and Maintenance of Plant Services	7,252,725	8,085,838	9,139,754	8,875,566	8,047,081	8,461,368	8,297,477
Pupil Transportation	2,856,297	2,891,579	3,121,529	3,359,787	3,582,044	3,966,357	3,937,938
Central	1,230,512	1,394,661	1,285,187	1,217,793	1,395,306	1,346,712	1,438,448
Operation of Non-Instructional Services	1,173,214	1,368,795	1,395,843	3,739,450	4,950,461	4,924,590	1,153,314
Extracurricular Activities	1,338,965	1,328,818	1,409,195	1,356,831	1,379,888	1,313,289	1,287,931
Capital Outlay	1,004,941	949,001	3,460,644	253,452	1,803,465	1,744,495	176,011
Debt Service:							
Principal Retirement	645,444	537,093	492,355	975,110	2,175,000	2,220,000	2,320,000
Interest and Fiscal Charges	1,474,481	1,480,427	1,797,210	1,714,212	672,343	626,556	497,565
<b>Total Expenditures</b>	<b>64,120,428</b>	<b>70,296,537</b>	<b>81,316,456</b>	<b>79,386,467</b>	<b>85,158,749</b>	<b>88,004,045</b>	<b>82,973,115</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>(3,763,631)</b>	<b>(649,997)</b>	<b>(10,389,635)</b>	<b>(564,818)</b>	<b>(487,423)</b>	<b>(5,250,227)</b>	<b>1,704,053</b>

(Continued)

**Changes in Fund Balances - Governmental Funds (continued)**

**Last Seven Fiscal Years (1)**

**(modified accrual basis of accounting)**

	2003	2004	2005	2006*	2007	2008	2009
<b>Other Financing Sources (Uses)</b>							
Premium on Refunding Bonds	-	-	-	415,006	-	-	-
Proceeds from Refunded Bonds	-	-	-	7,459,954	-	-	-
Refunding Bond Issuance Costs	-	-	-	(154,560)	-	-	-
Payment of Bond Escrow Agent	-	-	-	(7,720,400)	-	-	-
Proceeds from the Sale of Assets	14,305	-	-	-	6,436	6,563	12,744
Proceeds from the Sale of Bonds	-	-	-	-	-	-	1,253,000
Proceeds from the Sale of Notes	-	6,622,503	-	-	-	-	-
Transfers In	3,142,178	245,059	534,725	254,722	367,070	256,881	1,710,505
Transfers Out	(3,142,178)	(245,059)	(534,725)	(266,722)	(381,070)	(272,277)	(1,652,867)
Refund by Expenditures (Receipts)	-	335,159	-	-	-	-	-
<i>Total Other Financing Sources</i>							
<i>(Uses)</i>	14,305	6,957,662	-	(12,000)	(7,564)	(8,833)	1,323,382
<i>Net Change in Fund Balances</i>	<u>(\$3,749,326)</u>	<u>\$6,307,665</u>	<u>(\$10,389,635)</u>	<u>(\$576,818)</u>	<u>(\$494,987)</u>	<u>(\$5,259,060)</u>	<u>\$3,027,435</u>
Debt Service as a Percentage of Noncapital Expenditures	3.4%	2.9%	2.9%	3.4%	3.4%	3.3%	3.4%

\* Restated

(1) Information prior to fiscal year 2003 was not available.

**Assessed and Estimated Actual Value of Taxable Property  
Last Ten Years**

Collection Year	Real Property			Tangible Personal Property				Total		Total Direct Tax Rate	Assessed Value as a Percentage of Actual Value
	Assessed Value		Estimated Actual Value	Public Utility		General Business		Assessed Value	Estimated Value		
	Residential/ Agricultural	Commercial/ Industrial/PU		Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value				
2000	459,297,580	175,137,390	1,812,671,343	32,953,180	37,446,795	100,830,156	403,320,624	768,218,306	2,253,438,762	70.40	34.09%
2001	502,678,150	191,537,930	1,983,474,514	31,693,220	36,015,023	102,559,257	410,237,028	828,468,557	2,429,726,565	70.30	34.10%
2002	502,484,040	195,662,440	1,994,704,229	25,710,060	29,215,977	102,144,004	408,576,016	826,000,544	2,432,496,222	70.20	33.96%
2003	502,349,750	199,443,630	2,005,123,943	24,563,360	27,912,909	90,128,261	360,513,044	816,485,001	2,393,549,896	70.60	34.11%
2004	549,167,830	202,727,320	2,148,271,857	24,947,560	28,349,500	88,592,903	354,371,612	865,435,613	2,530,992,969	70.30	34.19%
2005	549,068,990	196,770,870	2,130,971,029	24,167,100	27,462,614	80,320,200	321,280,800	850,327,160	2,479,714,442	72.80	34.29%
2006	549,090,850	185,048,420	2,097,540,771	22,108,400	25,123,182	77,001,463	410,674,469	833,249,133	2,533,338,423	78.20	32.89%
2007	617,695,210	184,247,970	2,291,266,229	21,020,000	23,886,364	54,516,761	436,134,088	877,479,941	2,751,286,680	78.20	31.89%
2008	615,910,790	183,124,340	2,282,957,514	13,964,270	15,868,489	24,916,620	398,665,920	837,916,020	2,697,491,923	78.20	31.06%
2009	615,723,030	188,930,590	2,299,010,343	14,419,190	16,385,443	28,179,529	450,872,464	847,252,339	2,766,268,250	85.20	30.63%

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 was assessed in previous years at 25 percent for machinery and equipment and 23 percent for inventories. General business tangible personal property tax is being phased out beginning in 2006. The listing percentage is 18.75 percent for 2006, 12.5 percent for 2007, 6.25 percent for 2008 and zero for 2009. The tangible personal property values associated with each year are the values that, when multiplied by the applicable rates, generated the property tax revenue billed in that year. For real property, the amounts generate by multiplying the assessed values by the applicable rates would be reduced by the 10 percent, 2 1/2 percent and homestead exemptions before being billed. Beginning in the 2006 collection year, the 10 percent rollback for commercial/industrial property has been eliminated.

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

**Property Tax Rates - Direct and Overlapping  
(per \$1,000 of assessed valuation)  
Last Ten Calendar Years**

Tax Year/ Collection Year	School Levy	County Levy	City Levy	Total Levy	Debt Service		
					Included in Total Levy		
					School	County	Total
1999/2000	70.40	13.75	15.60	99.75	2.38	0.27	2.65
2000/2001	70.30	14.65	15.60	100.55	2.28	0.27	2.55
2001/2002	70.20	14.65	15.60	100.45	2.18	0.27	2.45
2002/2003	70.60	14.65	15.60	100.85	2.58	0.27	2.85
2003/2004	70.30	13.52	15.60	99.42	2.28	0.27	2.55
2004/2005	72.80	13.52	15.60	101.92	2.28	0.27	2.55
2005/2006	78.20	13.52	15.60	107.32	2.28	0.27	2.55
2006/2007	78.20	13.42	15.60	107.22	2.28	0.27	2.55
2007/2008	78.20	13.42	15.60	107.22	2.28	0.27	2.55
2008/2009	85.20	13.32	15.60	114.12	2.38	0.27	2.65

Source: Cuyahoga County Auditor - Data is presented on a calendar year basis consistent with the County Auditor's method of maintaining the information.

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

Collection Year	Total Tax Levy	Current Tax Collections	Percent of Current Tax Collections to Total Tax Levy	Delinquent Tax Collections (2)	Total Tax Collections	Percent of Total Tax Collections to Current Tax Levy
2000	36,733,539	33,714,924	91.78%	1,059,005	34,773,929	94.67%
2001	37,704,753	36,481,508	96.76%	1,012,416	37,493,924	99.44%
2002	37,451,041	34,531,895	92.21%	1,933,726	36,465,621	97.37%
2003	36,992,571	28,376,462	76.71%	1,689,594	30,066,056	81.28%
2004	36,883,031	33,543,689	90.95%	1,466,873	35,010,562	94.92%
2005	38,109,366	34,817,685	91.36%	2,063,608	36,881,293	96.78%
2006	42,197,471	36,977,582	87.63%	1,767,636	38,745,218	91.82%
2007	43,289,692	38,850,154	89.74%	2,010,546	40,860,700	94.39%
2008	40,231,539	37,084,313	92.18%	2,289,521	39,373,834	97.87%
2009	44,485,431	38,229,909	85.94%	2,897,358	41,127,267	92.45%

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

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

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

**Principal Taxpayers  
Real Property Tax  
2009 and 2000**

	2009	
Name of Taxpayer	Assessed Value	Percent of Real Property Assessed Value
Cleveland Electric Illuminating Co.	\$ 12,315,810	1.53%
Niederst Indian Hills, LLC	11,822,510	1.47%
Lincoln Electric Company	10,058,830	1.25%
Northpointe Towers, Ltd.	6,685,000	0.83%
Harbor Crest, Ltd.	5,510,970	0.68%
Willo Arms Euclid, LLC	5,017,300	0.62%
Horizon House, Ltd.	3,638,640	0.45%
Depot Land Company, Ltd.	3,369,730	0.42%
AE Portfolio, LLC	2,975,000	0.37%
Normandy Towers East	2,664,210	0.33%
Totals	\$64,058,000	7.96%
Total Assessed Valuation	\$804,653,620	

	2000	
Name of Taxpayer	Assessed Value	Percent of Real Property Assessed Value
Cleveland Electric Illuminating Co.	\$16,549,230	2.61%
Lincoln Electric Company	14,112,890	2.22%
Ohio Bell Telephone Company	10,019,850	1.58%
Indian Hills Senior Community, Inc	8,263,500	1.30%
Argo Tech Corporation	7,728,840	1.22%
Regency Towers Associates	7,053,800	1.11%
Americana Apartments	5,265,720	0.83%
East Ohio Gas Co.	5,186,440	0.82%
Troy CMBS Property, LLC	4,566,630	0.72%
Reliance Electric and Engine Company	4,555,080	0.72%
Euclid Square Investments, LLC	3,600,800	0.57%
Gateway Health Care Center	3,586,030	0.57%
Totals	\$90,488,810	14.26%
Total Assessed Valuation	\$634,434,970	

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

**Principal Taxpayers  
Tangible Personal Property Tax  
2009 and 2000**

Name of Taxpayer	2009	
	Assessed Value	Percent of Tangible Personal Property Assessed Value
Lincoln Electric Company	\$4,612,390	16.37%
H C Starck Inc.	3,226,620	11.45%
Ohio Bell Telephone Company	2,326,800	8.26%
Argo Tech Corp (OEM)	2,004,240	7.11%
GE Lighting Holdings Inc.	1,611,100	5.72%
Marine Mechanical Corp	712,800	2.53%
Turbine Engine Components	651,010	2.31%
LBA Industries Inc.	600,250	2.13%
Alltel Communications, LLC	565,320	2.01%
Hose Master Inc.	532,590	1.89%
Total	<u>\$16,843,120</u>	<u>59.77%</u>
Total Assessed Valuation	<u><u>\$28,179,529</u></u>	

Name of Taxpayer	2000	
	Assessed Value	Percent of Tangible Personal Property Assessed Value
Lincoln Electric Company	\$21,090,010	20.92%
Argo-Tech Corporation	8,058,300	7.99%
General Electric Company	4,496,620	4.46%
Turbine Engine Components	3,161,160	3.14%
Stamco Industries	2,750,380	2.73%
Motch Corporation	2,629,790	2.61%
Rockwell International Corporation (Reliance Electric Industrial)	2,551,610	2.53%
CSM Industries, Inc.	2,215,720	2.20%
LBA Industries, Inc.	2,142,020	2.12%
K-Mart Corporation	1,731,070	1.72%
Park Ohio Holdings Corporation	1,708,800	1.69%
Kerr Lakeside, Incorporated	1,594,140	1.58%
Total	<u>\$54,129,620</u>	<u>53.68%</u>
Total Assessed Valuation	<u><u>\$100,830,156</u></u>	

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

**Principal Taxpayers  
Public Utility Personal Property Tax  
2009 and 2000**

	2009	
Name of Taxpayer	Assessed Value	Percent of Public Utility Assessed Value
Cleveland Electric Illuminating Company	\$12,315,810	85.41%
East Ohio Gas Co.	1,745,870	12.11%
American Transmission Systems	1,055,370	7.32%
Norfolk Southern	678,990	4.71%
Ohio Bell Telephone	401,140	2.78%
Total (1)	\$16,197,180	112.33%
 Total Assessed Valuation (1)	 \$14,419,190	
	2000	
Name of Taxpayer	Assessed Value	Percent of Public Utility Assessed Value
Cleveland Electric Illuminating Company	\$16,748,700	50.83%
Ohio Bell Telephone Company	12,727,590	38.62%
East Ohio Gas Company	4,959,180	15.05%
Consolidated Rail Corporation	\$457,070	1.39%
Norfolk Southern Combined	434,240	1.32%
Ohio Telephone Telegraph	168,540	0.51%
Total	\$35,495,320	107.71%
 Total Assessed Valuation	 \$32,953,180	

(1) The assessed personal property valuation total is the 2004 frozen abstract values depreciated by 25 % a year until zero for 2009. The taxpayer values are the actual collected values for that year.

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



**Computation of Direct and Overlapping Debt  
Attributable to Governmental Activities  
June 30, 2009**

	Debt Attributable to Governmental Activities	Percentage Applicable to School District (1)	Amount of Direct and Overlapping Debt
Direct Debt			
Euclid City School District	\$ 8,432,954	100.00%	\$ 8,432,954
Overlapping Debt:			
City of Euclid	41,470,000	100.00%	41,470,000
Cuyahoga County	248,899,326	2.66%	6,614,754
Regional Transit Authority	172,765,000	2.66%	4,591,406
Total Overlapping Debt	<u>463,134,326</u>		<u>52,676,160</u>
Total Direct and Overlapping Debt	<u>\$ 471,567,280</u>		<u>\$ 61,109,114</u>

**Source:** Office of the Auditor, Cuyahoga County, Ohio. Data is presented on a calendar year basis, consistent with the County Auditor's method of maintaining the information.

(1) Percentages were determined by dividing the assessed valuation of the overlapping government located within the boundaries of the School District by the total assessed valuation of the government. The valuations used were for the 2009 collection year.

**Ratio of Outstanding Debt By Type  
Last Ten Fiscal Years**

Fiscal Year	Governmental Activities		Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
	General Obligation Bonds	Tax Anticipation Notes			
2000	\$ 13,965,000	\$ -	\$ 13,965,000	1.5%	\$ 254
2001	12,800,000	-	12,800,000	1.4%	243
2002	14,295,000	-	14,295,000	1.5%	271
2003	13,649,556	-	13,649,556	1.5%	259
2004	13,112,464	-	13,112,464	1.4%	249
2005	12,620,108	6,500,000	19,120,108	2.1%	363
2006	12,169,954	5,975,000	18,144,954	2.0%	344
2007	10,544,954	5,425,000	15,969,954	1.7%	303
2008	8,899,954	4,850,000	13,749,954	1.5%	261
2009	8,432,954	4,250,000	12,682,954	1.4%	241

(1) See schedule "Demographic and Economic Statistics, Last Nine years" for per capita personal income.

**Computation of Legal Debt Margin  
Last Ten Fiscal Years**

	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Tax Valuation	<u>\$768,218,306</u>	<u>\$828,468,557</u>	<u>\$826,000,544</u>	<u>\$816,485,001</u>	<u>\$865,435,613</u>	<u>\$850,327,160</u>	<u>\$833,249,133</u>	<u>\$877,479,941</u>	<u>\$837,916,020</u>	<u>\$847,252,339</u>
Debt Limit - 9% of Taxable Valuation (1)	<u>\$69,139,648</u>	<u>\$74,562,170</u>	<u>\$74,340,049</u>	<u>\$73,483,650</u>	<u>\$77,889,205</u>	<u>\$76,529,444</u>	<u>\$74,992,422</u>	<u>\$78,973,195</u>	<u>\$75,412,442</u>	<u>\$76,252,711</u>
Amount of Debt Applicable to Debt Limit										
General Obligation Bonds	13,965,000	12,800,000	14,295,000	13,649,556	13,112,464	12,620,108	12,169,954	10,544,954	8,899,954	8,432,954
Less Amount Available in Debt Service	<u>(1,344,005)</u>	<u>(1,488,350)</u>	<u>(4,528,737)</u>	<u>(1,715,263)</u>	<u>(2,055,309)</u>	<u>(2,167,986)</u>	<u>(2,040,330)</u>	<u>(2,022,641)</u>	<u>(2,333,397)</u>	<u>(2,818,663)</u>
Total	<u>12,620,995</u>	<u>11,311,650</u>	<u>9,766,263</u>	<u>11,934,293</u>	<u>11,057,155</u>	<u>10,452,122</u>	<u>10,129,624</u>	<u>8,522,313</u>	<u>6,566,557</u>	<u>5,614,291</u>
Exemptions:										
Energy Conservation Bond	<u>0</u>	<u>0</u>	<u>(2,715,000)</u>	<u>(2,535,000)</u>	<u>(2,400,000)</u>	<u>(2,255,000)</u>	<u>(2,105,000)</u>	<u>(1,955,000)</u>	<u>(1,795,000)</u>	<u>(2,878,000)</u>
Overall Debt Margin	<u>\$56,518,653</u>	<u>\$63,250,520</u>	<u>\$67,288,786</u>	<u>\$64,084,357</u>	<u>\$69,232,050</u>	<u>\$68,332,322</u>	<u>\$66,967,798</u>	<u>\$72,405,882</u>	<u>\$70,640,885</u>	<u>\$73,516,420</u>
Debt Margin -.10% of Assessed Value (1)	\$768,218	\$828,469	\$826,001	\$816,485	\$865,436	\$850,327	\$833,249	\$877,480	\$837,916	\$847,252
Amount of Debt Subject to Limit	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Unvoted Legal Debt Margin	<u>\$768,218</u>	<u>\$828,469</u>	<u>\$826,001</u>	<u>\$816,485</u>	<u>\$865,436</u>	<u>\$850,327</u>	<u>\$833,249</u>	<u>\$877,480</u>	<u>\$837,916</u>	<u>\$847,252</u>

**Source:** Office of the County Auditor, Cuyahoga County, Ohio and the School District Financial Records.

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

**Ratio of Debt  
to Assessed Value and Debt per Capita  
Last Ten Fiscal Years**

Fiscal Year	Population (1)		Estimated Actual Value of Taxable Property(2)	General Bonded Debt				
				General Bonded Debt Outstanding	Resources Available to Pay Principal	Net General Bonded Debt	Ratio of Net Bonded Debt to Estimated Actual Value	Net Bonded Debt per Capita
2000	54,875	(a)	2,253,438,762	13,965,000	1,344,005	12,620,995	0.56%	\$ 230
2001	52,717	(a)	2,429,726,565	12,800,000	1,488,350	11,311,650	0.47%	215
2002	52,717	(a)	2,432,496,222	14,295,000	4,528,737	9,766,263	0.40%	185
2003	52,717	(a)	2,393,549,896	13,649,556	1,715,263	11,934,293	0.50%	226
2004	52,717	(b)	2,530,992,969	13,112,464	2,055,309	11,057,155	0.44%	210
2005	52,717	(b)	2,479,714,442	12,620,108	2,167,986	10,452,122	0.42%	198
2006	52,717	(b)	2,533,338,423	12,169,954	2,040,330	10,129,624	0.40%	192
2007	52,717	(b)	2,751,286,680	10,544,954	2,022,641	8,522,313	0.31%	162
2008	52,717	(b)	2,697,491,923	8,899,954	2,333,397	6,566,557	0.24%	125
2009	52,717	(b)	2,766,268,250	8,432,954	2,818,663	5,614,291	0.20%	106

**Sources:** (1) U.S. Bureau of Census, Census of Population  
(a) 1990 Federal Census  
(b) 2000 Federal Census

(2) Office of the Auditor, Cuyahoga County, Ohio

**Demographic and Economic Statistics  
Last Ten Years**

<u>Year</u>	<u>Population (1)</u>	<u>Total Personal Income (2)</u>	<u>Per Capita Personal Income</u>	<u>Unemployment Rate (3)</u>
1999	54,875	\$924,611,904	\$16,849	3.4%
2000	54,875	\$924,611,904	\$16,849	3.4%
2001	52,717	924,603,463	\$17,539	3.7%
2002	52,717	924,603,463	\$17,539	4.7%
2003	52,717	924,603,463	\$17,539	6.5%
2004	52,717	924,603,463	\$17,539	6.7%
2005	52,717	924,603,463	\$17,539	6.0%
2006	52,717	924,603,463	\$17,539	5.5%
2007	52,717	924,603,463	\$17,539	6.1%
2008	52,717	924,603,463	\$17,539	7.1%

**Sources:** (1) U.S. Census Bureau (2000 Census available only)  
 (2) Computation of per capital personal income multiplied by population.  
 (3) Represents Cuyahoga County

**Principal Employers  
2008 and 2005 (1)**

Employer	December 31, 2008	
	Number of Employees	Percentage of Total Employment
Lincoln Electric	2,663	10.86%
Cleveland Clinic	1,454	5.93%
Euclid Board of Education	1,417	5.78%
City of Euclid	712	2.90%
Cuyahoga County	595	2.43%
University Hospitals Health System	521	2.12%
Argo Tech Corp.	448	1.83%
HC Starck Inc.	339	1.38%
Hose Masters	321	1.31%
Nuclear Operations Division	224	0.91%
Totals	8,694	35.45%
<b>Total Employment Within the School District</b>	<b>24,525</b>	

Employer	December 31, 2005	
	Number of Employees	Percentage of Total Employment
Lincoln Electric	9,700	38.86%
Euclid Board of Education	1,154	4.62%
Flight Options	900	3.61%
Philip Medical System	500	2.00%
Argo-Tech Corporation	433	1.73%
Euclid Hospitals	375	1.50%
Netrex Holding	350	1.40%
General Electric	300	1.20%
Sears Roebuck and Co.	280	1.12%
Marine Mechanical Corporation	250	1.00%
Totals	14,242	57.06%
<b>Total Employment Within the School District</b>	<b>24,961</b>	

**Source:** City of Euclid Income Tax Department

(1) Information prior to 2005 is not available

**Building Statistics by Function/Program  
Last Four Fiscal Years (1)**

	2006	2007	2008	2009
<b>Glenbrook</b>				
Constructed in 1965				
Total Building Square Footage	42,723	42,723	42,723	42,723
Enrollment Grades K-5	303	303	305	166
Student Capacity	380	380	380	380
Regular Instruction Classrooms	19	19	19	19
Regular Instruction Teachers	16	16.5	16.3	2
Special Instruction Teachers	5	4.5	4	8
Vocational Instruction Teachers	1	0	0	0
<b>Roosevelt</b>				
Constructed in 1920				
Total Building Square Footage	68,800	68,800	68,800	68,800
Enrollment Grades K-5	434	434	409	484
Student Capacity	540	540	540	540
Regular Instruction Classrooms	27	27	27	27
Regular Instruction Teachers	21	19	20.8	21
Special Instruction Teachers	8	7	7	13
<b>Upson</b>				
Constructed in 1925				
Total Building Square Footage	55,726	55,726	55,726	55,726
Enrollment Grades K-5	648	648	460	518
Student Capacity	700	700	700	700
Regular Instruction Classrooms	35	35	35	35
Regular Instruction Teachers	28.5	22	23	32
Special Instruction Teachers	11.5	13	11	11.6
<b>Memorial Park</b>				
Constructed in 1956				
Total Building Square Footage	46,745	46,745	46,745	46,745
Enrollment Grades K-12	374	374	380	363
Student Capacity	560	560	560	560
Regular Instruction Classrooms	28	28	28	28
Regular Instruction Teachers	21	23	22	24
Special Instruction Teachers	7	5.5	4	9
<b>Central</b>				
Constructed in 1968				
Total Building Square Footage	140,792	140,792	140,792	140,792
Enrollment Grades 6,7,8	759	759	664	635
Student Capacity	900	900	900	900
Regular Instruction Classrooms	45	45	45	45
Regular Instruction Teachers	35.8	39	35.5	44
Special Instruction Teachers	10	11	11	11
Gifted Instruction Teachers	5.2	7	7.4	5.2

(continued)

**Building Statistics by Function/Program - continued**  
**Last Four Fiscal Years (1)**

	2006	2007	2008	2009
<b>Lincoln</b>				
Constructed in 1959				
Total Building Square Footage	30,195	30,195	30,195	30,195
Enrollment Grades K-5	366	366	338	328
Student Capacity	450	450	450	450
Regular Instruction Classrooms	18	18	18	18
Regular Instruction Teachers	19	21	18	18.6
Special Instruction Teachers	3	1	2	4
Gifted Teachers	0	1	1	0
<b>Thomas Jefferson</b>				
Constructed in 1953				
Total Building Square Footage	62,645	62,645	62,645	62,645
Enrollment Grades K-5	394	394	367	401
Student Capacity	480	480	480	480
Regular Instruction Classrooms	24	24	24	24
Regular Instruction Teachers	20	22	22.2	22.2
Special Instruction Teachers	6	4	4	4
Gifted Teachers	1	1	1	1
<b>Indian Hills</b>				
Constructed in 1970				
Total Building Square Footage	33,224	33,224	33,224	33,224
Enrollment Grades K-5	264	264	234	270
Student Capacity	380	380	380	380
Regular Instruction Classrooms	19	19	19	19
Regular Instruction Teachers	15	15.5	14.6	15.9
Special Instruction Teachers	4	5.5	5	3
<b>Forest Park</b>				
Constructed in 1962				
Total Building Square Footage	109,306	109,306	109,306	109,306
Enrollment Grades 6,7,8	842	842	649	676
Student Capacity	820	820	820	820
Regular Instruction Classrooms	41	41	41	41
Regular Instruction Teachers	41	42	41.6	36.7
Special Instruction Teachers	11	10	10	11
Gifted Teachers	1	0	1	6
<b>Euclid High School</b>				
constructed in 1950				
Total Building Square Footage	470,000	470,000	470,000	470,000
Enrollment Grades 9,10,11,12	2,030	2,030	2,213	2,254
Student Capacity	2,040	2,040	2,040	2,040
Regular Instruction Classrooms	102	102	102	102
Regular Instruction Teachers	98.2	102.5	93	89.9
Special Instruction Teachers	15	16	20	20
Gifted Teachers	17.8	18	13.2	11
Vocational Teachers	8	0	8	9

**Source:** School District's Records

(1) Information prior to 2006 is not available.



**Per Pupil Cost  
Last Ten Fiscal Years**

<u>Fiscal Year</u>	<u>(2) Expenditures</u>	<u>Enrollment</u>	<u>Cost Per Pupil</u>	<u>Percentage Change</u>	<u>Teaching Staff (1)</u>	<u>Pupil/ Teacher Ratio (1)</u>
2000	\$53,973,709	5,995	\$ 9,003	-4.29%	360	17.9
2001	59,129,892	6,097	9,698	7.72%	360	18.1
2002	62,459,721	6,180	10,107	4.21%	376	16.6
2003	63,970,093	6,144	10,412	3.02%	390.2	15.8
2004	71,525,069	6,423	11,136	6.95%	382.4	17.0
2005	81,316,456	6,502	12,506	12.31%	400.1	16.5
2006	76,795,884	6,573	11,684	-6.58%	401.9	18.5
2007	85,158,749	6,466	13,170	12.72%	419.1	18.4
2008	88,004,045	6,134	14,347	8.93%	405.6	15.9
2009	82,973,115	6,095	13,613	-5.11%	407.9	N/A

**Source:** School District Records  
 (1) Based upon EMIS information provided to the Ohio Department of Education  
 (2) Modified Accrual Basis  
 N/A - Information not available at time of completion

**Enrollment Statistics  
Last Ten Fiscal Years**

<u>Fiscal Year</u>	<u>Elementary Schools</u>	<u>Middle School</u>	<u>Senior High School</u>	<u>Total</u>
2000	3,198	958	1,839	5,995
2001	3,292	988	1,817	6,097
2002	3,300	1,007	1,873	6,180
2003	3,229	1,008	1,907	6,144
2004	3,362	983	2,078	6,423
2005	3,338	1,077	2,087	6,502
2006	2,823	1,623	2,127	6,573
2007	2,718	1,509	2,239	6,466
2008	2,464	1,349	2,321	6,134
2009	2,530	1,311	2,254	6,095

**Source:** Euclid City School District Records

**Full-Time Equivalent School District  
Teachers by Education  
Last Ten Fiscal Years**

Fiscal Year	Bachelor's			Master's						PhD	Total
	Degree	Degree +12	Degree +24	Degree	Degree +12	Degree +24	Degree +36	Degree +48	Degree +60		
2000	46.00	11.00	181.00	66.00	26.00	15.00	14.00	6.00	43.00	1.00	409.00
2001	33.00	8.00	130.00	99.00	38.00	23.00	21.00	8.00	64.00	1.00	425.00
2002	33.00	8.00	132.00	102.00	39.00	23.00	21.00	8.00	65.00	1.00	432.00
2003	35.00	8.00	137.00	104.00	40.00	23.00	22.00	8.00	66.00	2.00	445.00
2004	32.00	8.00	125.00	121.00	47.00	28.00	25.00	9.00	77.00	2.00	474.00
2005	26.00	6.00	104.00	134.00	51.00	29.00	27.00	13.00	87.00	1.00	478.00
2006	28.00	5.00	104.00	126.00	49.00	28.00	26.00	16.00	87.00	3.00	472.00
2007	24.00	6.00	107.00	142.00	46.00	32.00	24.00	20.00	76.00	4.00	481.00
2008	23.00	6.00	94.00	123.00	58.00	32.00	25.00	21.00	80.00	4.00	466.00
2009	18.00	6.00	87.00	131.00	52.00	30.00	29.00	19.00	86.00	3.00	461.00

**Source:** Euclid City School District Records

**Average Number of Students per Teacher  
Last Ten Fiscal Years**

<u>Fiscal Year</u>	<u>Euclid Average</u>	<u>State Average</u>
2000	17.9	18.1
2001	18.1	18.0
2002	16.6	16.9
2003	15.8	16.5
2004	17.0	18.5
2005	16.5	18.5
2006	18.5	18.6
2007	18.4	19.6
2008	15.9	18.6
2009	N/A	N/A

**Source:** Ohio Department of Education, EMIS Reports  
N/A - Information not available at time of completion

**Attendance and Graduation Rates  
Last Ten Fiscal Years**

<u>Fiscal Year</u>	<u>Euclid Attendance Rate</u>	<u>State Average</u>	<u>Euclid Graduation Rate</u>	<u>State Average</u>
2000	94.0	93.6	92.8	80.7
2001	93.9	93.9	93.4	81.2
2002	94.1	94.3	99.7	82.8
2003	94.4	94.5	97.7	83.9
2004	94.9	94.5	93.8	84.3
2005	94.1	94.3	90.9	85.9
2006	94.0	94.1	90.9	86.2
2007	94.1	94.1	86.3	86.1
2008	94.3	94.2	87.9	86.9
2009	95.1	94.3	88.3	84.6

**Source:** Ohio Department of Education Local Report Cards

**SAT Composite Scores  
Last Six School Years**

<u>School Year</u>	<u>Number of Test Takers</u>	<u>Number of Seniors</u>	<u>Percent of Students</u>	<u>Euclid Verbal</u>	<u>Ohio Verbal</u>	<u>National Verbal</u>	<u>Euclid Math</u>	<u>Ohio Math</u>	<u>National Math</u>
2004	(1)	(1)	(1)	(1)	536	507	(1)	541	519
2005	(1)	(1)	(1)	(1)	538	508	(1)	542	519
2006	146	99	35%	445	(1)	(1)	450	(1)	(1)
2007	156	113	27%	441	536	502	446	542	515
2008	147	147	37%	450	534	502	456	544	515
2009	120	120	26%	430	537	501	440	546	515

**Source:** High School Guidance Office  
(1) Information unavailable

**ACT Composite Scores  
Last Seven School Years**

<u>School Year</u>	<u>Number of Test Takers</u>	<u>Number of Seniors</u>	<u>Percent of Students</u>	<u>Euclid Composite</u>	<u>Ohio Composite</u>	<u>National Composite</u>
2003	(1)	(1)	(1)	(1)	21.4	20.8
2004	(1)	(1)	(1)	(1)	21.4	20.9
2005	(1)	(1)	(1)	(1)	21.4	20.9
2006	(1)	(1)	(1)	(1)	21.5	21.1
2007	(1)	(1)	(1)	(1)	21.6	21.2
2008	253	253	63%	18.4	21.7	21.1
2009	246	246	52%	17.9	21.7	21.1

**Source:** High School Guidance Office  
(1) Information unavailable

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

Function/Program	2009	2008	2007	2006	2005
<b>Regular Instruction</b>					
Elementary Classroom Teachers	125	129	134.5	136	135
Middle School Classroom Teachers	55.5	66	67	67.5	67.5
High School Classroom Teachers	84	81.5	83.5	83.5	82.5
<b>Special Instruction</b>					
Elementary Classroom Teachers	16	27	17	22	21
Gifted Education Teachers	5.5	5	7	6	6
Middle School Classroom Teachers	22	16.5	23	21	21
High School Classroom Teachers	13	13	16	16	16
<b>Vocational Instruction</b>					
High School Classroom Teachers	9	8	9	8	8
<b>Pupil Support Services</b>					
Guidance Counselors	18	18	18	18	17
Librarians	1	1	3	4	4
Psychologists	8	8	8	8	8
Speech and Language Pathologists	7	6.5	7	7	6
Non-Teaching Support Staff Central	19	18	18	17	17
<b>Instructional Support Services</b>					
Non-Teaching Support Staff Elementary	48	26	26.5	30.5	30.5
Non-Teaching Support Staff Middle	8.5	8	9	10.5	10.5
Non-Teaching Support Staff High	14.5	15	13.5	21.5	21.5
Non-Teaching Support Staff Central	0	0	0	0.5	0.5
<b>Administration:</b>					
Elementary	8	7	8	8	8
Middle School	6	6	6	6	6
High School	6	6	6	6	6
Central	6	6	6	6	6
<b>Business</b>					
Central	2	2	2	2	2
<b>Fiscal</b>					
Treasurer Department	11.5	11.5	12.5	11.5	10.5
<b>Operation of Plant:</b>					
Custodial Department	22	21	22	22	22
Maintenance Department	41	46	49	51	52
<b>Pupil Transportation</b>					
Bus Drivers	30	27	29	25.5	25.5
Bus Aides	6	7.5	7	4	4
Mechanics	2	2	2	2	2
Transportation Support Staff	3	3	3	3	3
<b>Central</b>					
Technology	6	6	6	6	7
Personnel	3	3	2	3	4
<b>Extracurricular</b>					
Athletic Department	1.5	2	2	2	2
<b>Food Service Program</b>					
Elementary	10.5	13	12.5	9	9
Middle	7.5	6.5	7.5	6	6
High School Cooks	5	5	6.5	3.5	3.5
Central	3	3	3	4	4
<b>Adult Education/Community School</b>					
Preschool	5	5	5	5	5
Day Care	11.5	12	12	8.5	8.5
<b>Totals:</b>	<u>650.5</u>	<u>647.0</u>	<u>669.0</u>	<u>671.0</u>	<u>668.0</u>

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

**Source:** Euclid City School District's Payroll Records

(1) Information prior to fiscal year 2005 is not available.



**Free or Reduced Lunch Program Percentages  
Last Four Fiscal Years (1)**

<u>School Year</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 Program</u>	<u>Total Percentage of Applicable Students for the Free and Reduced Lunch Programs</u>
2006	6,573	2,891	43.98%	807	12.28%	3,698	56.26%
2007	6,466	3,009	46.54%	872	13.49%	3,881	60.02%
2008	6,134	2,919	47.59%	702	11.44%	3,621	59.03%
2009	6,095	3,324	54.54%	625	10.25%	3,949	64.79%

**Source:** "Lunch MR 81 Report for October 2008" obtained from the Ohio Department of Education  
(1) Information prior to 2006 is not available.





Mary Taylor, CPA  
Auditor of State

**EUCLID 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 14, 2010**