



**CHARDON LOCAL SCHOOL DISTRICT
GEAUGA COUNTY**

SINGLE AUDIT

FOR THE YEAR ENDED JUNE 30, 1999



JIM PETRO
AUDITOR OF STATE

STATE OF OHIO

CHARDON LOCAL SCHOOL DISTRICT

TABLE OF CONTENTS

TITLE	PAGE
Schedule of Federal Awards Expenditures	1
Notes to the Schedule of Federal Awards Expenditures	2
Report on Compliance and on Internal Control Required by <i>Government Auditing Standards</i>	3-4
Report on Compliance with Requirements Applicable to Its Major Federal Program and Internal Control Over Compliance in Accordance with <i>OMB Circular A-133</i>	5-6
Schedule of Findings	7
Data Collection Form	8-10

THIS PAGE INTENTIONALLY LEFT BLANK

**Schedule of Federal Awards Expenditures
For the Year Ended June 30, 1999**

Federal Grantor/ Pass-Through Grantor/ Program Title	Project/Grant Number	CFDA Number	Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
U. S. Department of Agriculture						
Passed Through the State Department of Education						
Nutrition Cluster:						
Food Distribution	N/A	10.550	\$0	\$37,488	\$0	\$38,243
National School Lunch Program	03-PU 98	10.555	7,630	0	7,630	0
National School Lunch Program	03-PU 99	10.555	21,279	0	21,279	0
National School Lunch Program	04-PU 98	10.555	13,589	0	13,589	0
National School Lunch Program	04-PU 99	10.555	35,022	0	35,022	0
Total National School Lunch Program			77,520	0	77,520	0
School Breakfast Program	05-PU 98	10.553	646	0	646	0
School Breakfast Program	05-PU 99	10.553	2,677	0	2,677	0
Total School Breakfast			3,323	0	3,323	0
Total U. S. Department of Agriculture - Nutrition Cluster			80,843	37,488	80,843	38,243
U. S. Department of Education						
Passed Through the State Department of Education						
Grants to Local Educational Agencies:						
Title I	47183-C1-S1-98	84.010	9,539	0	12,142	0
Title I	47183-C1-S1-99	84.010	155,312	0	136,472	0
Title I - Delinquent	47183-C1-S1-97	84.010	0	0	970	0
Title I - Carryover	47183-C1-S1-98C	84.010	25,089	0	25,089	0
Total Title I			189,940	0	174,673	0
Special Education - Grants to States	047183-6B-SF-98P	84.027			7,594	0
Special Education - Grants to States	047183-6B-SF-99P	84.027	127,664	0	123,010	0
Total Special Education - Grants to States			127,664	0	130,604	0
Safe and Drug - Free Schools and Communities	047183-DR-S198	84.186	0	0	4,292	0
Safe and Drug - Free Schools and Communities	047183-DR-S199	84.186	10,090	0	7,526	0
Total Safe and Drug - Free Schools			10,090	0	11,818	0
Goals 2000	047183-G2-S2-99	84.276	10,000	0	0	0
Eisenhower Professional Development	047183-MS-S1-98	84.281	0	0	2,273	0
Eisenhower Professional Development	047183-MS-S1-99	84.281	9,528	0	4,308	0
Total Eisenhower Professional Development			9,528	0	6,581	0
Innovative Education Program Strategies	047183-C2-S1-98	84.298	0	0	3,399	0
Innovative Education Program Strategies	047183-C2-S1-99	84.298	17,535	0	14,896	0
Total Innovative Education Program Strategies			17,535	0	18,295	0
Total U. S. Department of Education			354,757	0	341,971	0
Corporation for National and Community Service						
Passed Through the Ohio Department of Education						
Learn and Serve America	047183-SV-S1-98C	94.004	0	0	8,472	0
Institute of Museum and Library Services						
Passed Through the State Library of Ohio						
Library Grant	V 2-E-5-98	94.001	14,720	0	13,190	0
TOTAL FEDERAL ASSISTANCE			\$450,320	\$37,488	\$444,476	\$38,243

The accompanying notes are an integral part of this schedule.

**NOTES TO THE SCHEDULE OF FEDERAL AWARDS EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 1999**

NOTE A - BASIS OF PRESENTATION

The accompanying Schedule of Federal Awards Expenditures includes the federal grant activity of the District and is presented on the cash basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the general-purpose financial statements.

NOTE B - NATIONAL SCHOOL LUNCH PROGRAM

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

NOTE C - GOVERNMENT DONATED FOODS

Values for commodities are based on fair market approximations. Values may change from month to month and are entirely subjective.

N/A - Not applicable

CFDA - Catalog of Federal Domestic Assistance



STATE OF OHIO
OFFICE OF THE AUDITOR
JIM PETRO, AUDITOR OF STATE

Lausche Building, 12th Floor
615 Superior Avenue, NW
Cleveland, Ohio 44113
Telephone 216-787-3665
800-626-2297
Facsimile 216-787-3361
www.auditor.state.oh.us

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

Board of Education
Chardon Local School District
Geauga County
428 North Street
Chardon, Ohio 44024

We have audited the financial statements of the Chardon Local School District, Geauga County, Ohio, (the District), as of and for the year ended June 30, 1999, and have issued our report thereon dated December 17, 1999. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*. However, we noted immaterial instances of noncompliance that we have reported to the management of the District in a separate letter dated December 17, 1999.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that do not require inclusion in this report, that we have reported to management of the District in a separate letter dated December 17, 1999.

Chardon Local School District
Report on Compliance and on Internal Control
Required by *Government Auditing Standards*
Page 2

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

JIM PETRO
Auditor of State

December 17, 1999



STATE OF OHIO
OFFICE OF THE AUDITOR
JIM PETRO, AUDITOR OF STATE

Lausche Building, 12th Floor
615 Superior Avenue, NW
Cleveland, Ohio 44113
Telephone 216-787-3665
800-626-2297
Facsimile 216-787-3361
www.auditor.state.oh.us

**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO ITS MAJOR
FEDERAL PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE
IN ACCORDANCE WITH OMB CIRCULAR A-133**

Board of Education
Chardon Local School District
Geauga County
428 North Street
Chardon, Ohio 44024

Compliance

We have audited the compliance of Chardon Local School District, Geauga County, Ohio, (the District), with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement* that are applicable to its major federal program for the year ended June 30, 1999. The District's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal program is the responsibility of the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

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

In our opinion, the District complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the year ended June 30, 1999.

Internal Control Over Compliance

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

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that do not require inclusion in this report, that we have reported to the management of the District in a separate letter dated December 17, 1999.

Schedule of Federal Awards Expenditures

We have audited the general-purpose financial statements of the District as of and for the year ended June 30, 1999, and have issued our report thereon dated December 17, 1999. Our audit was performed for the purpose of forming an opinion on the general-purpose financial statements taken as a whole. The accompanying Schedule of Federal Awards Expenditures is presented for the purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the general-purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general-purpose financial statements taken as a whole.

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

JIM PETRO
Auditor of State

December 17, 1999

CHARDON LOCAL SCHOOL DISTRICT

JUNE 30, 1999

SCHEDULE OF FINDINGS

SUMMARY OF AUDITOR'S RESULTS

(d)(1)(i)	Type of Financial Statement Opinion	Unqualified
(d)(1)(ii)	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(1)(ii)	Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Was there any reported material non-compliance at the financial statement level (GAGAS)?	No
(d)(1)(iv)	Were there any material internal control weakness conditions reported for major federal programs?	No
(d)(1)(iv)	Were there any other reportable internal control weakness conditions reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unqualified
(d)(1)(vi)	Are there any reportable findings under § .510?	No
(d)(1)(vii)	Major Programs (list):	CFDA # 84.027 - Special Education - Grants to States
(d)(1)(viii)	Dollar Threshold: Type A\B Programs	Type A: > \$ 300,000 Type B: all others
(d)(1)(ix)	Low Risk Auditee?	Yes

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

None.

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS
--

None.

**CHARDON LOCAL SCHOOL DISTRICT
CHARDON, OHIO**



**COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 1999**

Introductory Section

**COMPREHENSIVE
ANNUAL FINANCIAL REPORT
OF THE
CHARDON LOCAL SCHOOL DISTRICT
for the
FISCAL YEAR ENDED JUNE 30, 1999**

Prepared by the Treasurer's Department

Paul J. Pestello, Treasurer
Michele Tullai, Assistant Treasurer

428 North Street
Chardon, Ohio 44024
(440) 285-4052

The mission of the Chardon Local School District is to produce educated, responsible citizens equipped with the skills necessary for success in an ever-changing, highly diverse, technological world through a committed partnership with staff, parents and community.

Chardon Local School District
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 1999
Table of Contents

I. Introductory Section

Title Page	i
Table of Contents	ii
Letter of Transmittal	vii
List of Principal Officials	xx
Organizational Chart	xxi

II. Financial Section

Report of Independent Accountant	1
General Purpose Financial Statements (Combined Statements – Overview)	
Combined Balance Sheet – All Fund Types and Account Groups	4
Combined Statement of Revenues, Expenditures and Changes in Fund Balance – All Governmental Fund Types and Expendable Trust Fund	6
Combined Statement of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual (Budget Basis) – All Governmental Fund Types and Expendable Trust Fund	8
Combined Statement of Revenues, Expenses and Changes in Retained Earnings/Fund Balance – All Proprietary Fund Types and Non-Expendable Trust Fund	12
Combined Statement of Cash Flows – All Proprietary Fund Types and Non-Expendable Trust Fund	13
Combined Statement of Revenues, Expenses and Changes in Fund Equity – Budget and Actual (Budget Basis) – All Proprietary Fund Types and Non-Expendable Trust Fund	14
Notes to the General Purpose Financial Statements	17

(Table of Contents continued)

Combining, Individual Fund and Account Group Statements and Schedules

Governmental Funds:

General Fund:

Description of Fund	55
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Budget Basis)	56

Special Revenue Funds:

Description of Fund	60
Combining Balance Sheet	63
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	67
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Budget Basis)	
Public School Support	71
Other Grants	72
District Managed Student Activities	73
Auxiliary Services	74
Disadvantaged Pupil Program	75
Professional Development	76
Educational Management Information Services	77
Data Communications	78
Textbook/Instructional Materials	79
Title II	80
Title VI-B	81
Title I	82
Title VI	83
Drug Free Schools	84
Miscellaneous Federal Grants	85
All Special Revenue Funds	86

(Table of Contents continued)

Debt Service Fund:

Description of Fund	89
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Budget Basis)	90

Capital Projects Funds:

Description of Funds	91
Combining Balance Sheet	92
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	93
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Budget Basis)	
SchoolNet	94
Power Up	95
All Capital Projects Funds	96

Proprietary Funds:

Enterprise Funds:

Description of Funds	97
Combining Balance Sheet	98
Combining Statement of Revenues, Expenses and Changes in Retained Earnings	99
Combining Statement of Cash Flows	100
Schedule of Revenues, Expenses and Changes in Fund Equity – Budget and Actual (Budget Basis)	
Food Service	101
Uniform School Supplies	102
Summer School	103
Adult/Community Education	104
All Enterprise Funds	105

(Table of Contents continued)

Internal Service Funds:

Description of Funds	106
Combining Balance Sheet	107
Combining Statement of Revenues, Expenses and Changes in Retained Earnings	108
Combining Statement of Cash Flows	109
Schedule of Revenues, Expenses and Changes in Fund Equity – Budget and Actual (Budget Basis)	
Rotary	110
Self-Insurance	111
All Internal Service Funds	112

Fiduciary Funds:

Description of Funds	113
Combining Balance Sheet	114
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Budget Basis) – Special Trust Fund	115
Statement of Changes in Assets and Liabilities – Agency Fund	116

General Fixed Assets Account Group:

Description of Account Group	117
Schedule of General Fixed Assets by Function and Type	118
Schedule of Changes in General Fixed Assets By Function	119
Schedule of General Fixed Assets By Source	120

(Table of Contents continued)

III. Statistical Section

General Governmental Revenues by Source – Last Ten Fiscal Years	S1
General Governmental Expenditures by Function – Last Ten Fiscal Years	S2
Property Tax Levies and Collections Real and Tangible Personal Property – Last Six Calendar Years	S3
Assessed and Estimated Actual Value of Taxable Property – Last Ten Calendar Years	S4
Property Tax Rates – Direct and Overlapping Governments Per \$1,000 of Assessed Valuations – Last Ten Calendar Years	S5
Ratio of Net General Obligation Bonded Debt to Assessed Value and Net Bonded Debt Per Capita – Last Ten Fiscal Years	S6
Computation of Legal Debt Margin	S7
Computation of Direct and Overlapping General Obligation Bonded Debt	S8
Ratio of Annual Debt Service Expenditures for General Obligation Bonded Debt to General Governmental Expenditures – Last Ten Fiscal years	S9
Demographic Statistics – Last Ten Years	S10
Property Value Financial Institution Deposits and Building Permits – Last Six Calendar Years	S11
Principal Taxpayers:	
Real Estate Tax	S12
Tangible Personal Property Tax	S13
Public Utilities Tangible Property Tax	S14
Per Pupil Cost – Last Ten Fiscal Years	S15
Certificated Staff Education and Experience	S16

Chardon Local School District

428 North Street
Chardon, Ohio 44024
Phone: (440) 285-4052



Administrative Offices

Pursuing Excellence

December 17, 1999

Board of Education Members and Residents of the Chardon Local School District:

We are pleased to submit to you the first Comprehensive Annual Financial Report (CAFR) of the Chardon Local School District (the "District"). This CAFR, which includes an opinion from the Office of the Auditor of State, conforms to generally accepted accounting principals as applicable to governmental entities. Responsibility for accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the District. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the District. The report will provide the District with comprehensive financial data in a format that will enable the reader to gain an understanding of the District's financial affairs. Copies will be made available to officials of the Villages of Chardon and Aquilla, the townships of Chardon, Claridon, Hambden and Munson, the Geauga County Public Library, major taxpayers, financial rating services and other interested parties.

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

1. The Introductory Section, which contains a Table of Contents, Letter of Transmittal, List of Principal Officials and an Organizational Chart of the District.
2. The Financial Section, which begins with the Auditor's Report, includes the General Purpose Financial Statements and Notes that provide an overview of the District's financial position and operating results, the Combining Statements by Fund Type, and other schedules that provide detailed information relative to the General Purpose Financial Statements.
3. The Statistical Section, which presents social and economic data, financial trends and fiscal capacity of the District.

School District Organization

Chardon Local School District is located in northeastern Ohio, approximately 40 miles east of Cleveland. The District includes the Villages of Chardon and Aquilla and the Townships of Munson, Hambden, Chardon and part of Claridon.

Chardon is one of seven school districts located in Geauga County. Approximately 4,500 people live in Chardon, while over 81,000 reside in surrounding Geauga County. When Chardon was established as a Western Reserve community, the pioneers who mainly came from New England, modeled their new existence after their New England heritage. The settlers showed the importance they attached to common school education from which they had received so much benefit. They implemented voluntary associations for district schools wherever a sufficient number of youths and children could be gathered. Classes were held in homes, and schoolhouses were built before any legal organizations were effected. The townships were geographically scattered, and because travel was restrictive, the pioneers created several small primary grade schools in each township and village for the local students. In 1908, Chardon High School was built on the Chardon Square and the townships sent their children to this institution for secondary education. Around 1957 the townships merged their grade schools to become what is currently the Chardon School District. The District consists of one high school, one middle school, and four elementary schools. The high school, middle school, Maple Elementary and Park Elementary are located in Chardon Village. One elementary building is in Hambden Township and one in Munson Township.

Chardon School District is one of the 611 school districts in the State of Ohio. The District provides education to 3,065 students in grades K-12, including special education services to 366 students.

Statutorily, the District operates under the standards prescribed by the Ohio State Board of Education as provided in division (D) of Section 3301.7 and Section 119.01 of the Ohio Revised Code, to provide education services prescribed by charter and further mandated by State and/or Federal agencies.

Reporting Entity

The District has reviewed its operating 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 Chardon Local School District (the primary government) and its potential component units.

The Villages of Chardon and Aquilla, Townships of Chardon, Hambden, Claridon and Munson, the Geauga County Library, the Parent Teacher Organizations and the non-public schools located in the District have not been included in the accompanying financial statements.

The District does not appoint the governing bodies of these entities, nor are they fiscally dependent on the District.

Economic Condition and Outlook

The District is well located near the intersections of Route 90 and Route 44 about 40 miles East of Cleveland. The District is home to many young families with incomes and housing values that are above state and county averages. Residential property is upper middle class, and properties are well kept. The Chardon area also encompasses a diverse and growing mix of commercial and light industrial properties. Major employers include Chardon Rubber Co., Eltech System Corp., and Litton Industrial Automation.

For fiscal year 1999, Chardon Schools General Fund revenues are approximately 18 million dollars. Fifty-eight percent of revenue is from real estate taxes, nine percent is personal property, and seven percent is from the State's residential taxpayer rebate plan (Homestead and rollback programs). Investments and other state and local comprise approximately five percent. The State foundation program generates twenty-two percent of the District's revenues. Voters in the District have approved continuing tax levies of 5.5 mills, 4.9 mills, 5.5 mills, 7.3 mills and 5.8 mills in 1977, 1982, 1987, 1989 and 1995 respectively.

The District maintains a strategic fiscal plan, which incorporates the State required five-year plan. The current long-term fiscal plan reflects a negative cash balance during the 2002 fiscal year. The District has a long history of local support. Continued voter support, and a healthy tax base are crucial to the long-term financial health of the district.

Major Initiatives

The Chardon Local School District is excited about the future. Voters approved a 5.8 mill operating levy in February of 1995. With the success of this issue, the District was able to accomplish a number of initiatives in the area of curriculum development, programming, and student services. Our Strategic Planning was initiated in March 1995. This is the fifth and final year of our current plan.

During the cycle for the Strategic Plan, major efforts were geared toward developing, improving, and refining educational services to improve students' academic success. Specifically:

- Curriculum Process Model
- Competency assessment in major subject areas Grades 1-8
- Technology that is integrated with the content areas

- Implemented new curriculum in mathematics using NCTM standards
- Hands-on science curriculum and materials introduced at grade level and expanded through the grade levels
- Additional communications and parent meetings throughout the district for parents and members of the community
- Continued staff development opportunities developed from the curriculum development process and building level committees
- Intervention assistance for Proficiency Tests at the high school and middle school
- Parent organizations and opportunities for involvement at all levels
- Upgrading technology at all levels. This includes both management and instructional usage
- Business Advisory Council
- School-to-Work Grants
- Learn-and-Serve Grants
- Chardon Schools Foundation
- Integrated Language Arts Program K-12
- Community Service Projects developed at all levels
- Career education opportunities and resources at all levels
- New K-12 Math and Business Education Curriculum
- Park School recognized as a Hall of Fame School
- District was selected as School Match School for the fifth consecutive year
- Nursing support at all buildings
- Upgraded all school facilities, both inside and outside, with current operating budget
- Ranked in the top 5% of the State on the Twelfth Grade Proficiency Test
- Strategic Plan developed for long-term goals of the district

Outlook for the Future

For the future, the District's overall focus will be to continue to improve the overall educational program for the benefit of students, parents, and community residents. The process involves assessing current programs, identifying strengths and weaknesses, developing and implementing new courses of action, and evaluating the results.

Guiding the way will be the District's Strategic Plan. Initially developed in 1994 with input from more than 200 people, including parents, volunteers, students, school administrators, teachers, classified staff members, representatives from business, industry and the community at large, the plan provides the framework to move the District into the 21st century. Many of the initiatives for this school year are outgrowths of our Strategic Plan. Specific initiatives for 1998-99 were as follows:

- To continue to improve student achievement, including raising proficiency scores at all levels—elementary, middle school, and high school.
- To continue to focus on issues related to student behavior, high expectations, a positive school climate, and a productive learning environment.

- To continue to integrate the use of technology into the instructional setting, grades pre-K through 12.
- To develop and implement an aggressive plan to unite our communities in support of our mission and strategic plan.
- To continue to foster a positive working relationship among the certificated, classified, and administrative teams, so as to maintain a productive working environment.
- To continue efforts to improve the parent involvement and partnerships throughout the district.
- To plan for our facilities for the future in our community.

Service Efforts

The District works collaboratively with the communities it serves. These relationships benefit community residents of all ages, both inside and outside the schools. For example, the District is involved with the Business Advisory Council and the P.T.O. Presidents' Advisory Council.

The Business Advisory Council is comprised of representatives from local businesses (including some members who are also parents) within the District. This body provides a forum for communicating to schools the emerging needs of businesses so that schools can prepare students to meet employers' needs. The goals are to better integrate students into the working world and to enable businesses to have a greater pool of qualified available employees from which to obtain good workers. Some members of the Business Advisory include:

Rockwell International	Avery Dennison
Eltech Systems Corporation	Structural North America
Chardon Rubber Company	First Energy
Citco-Diamond	Kinetico Company
IBM Corporation	

The P.T.O. Presidents' Advisory Council is comprised of representatives from our schools. Members include:

Chardon Middle School
 Maple Elementary School
 Park Elementary School
 Munson Elementary School
 Hambden Elementary School

Affiliations with various community and civic groups provide additional opportunities for students to expand their knowledge of the working world. These affiliations include:

- **Chardon Rotary Club.** This group recognizes "Students of the Month" for academic achievement and leadership, and hosts the annual speech contest for students. They also donate several \$2,000 scholarships for our students.
- **Lions Club.** This group provides financial support for various projects and activities throughout the district. They also donate a scholarship for our students.
- **Kiwanis Club.** This group also provides financial support for projects and activities throughout the district.
- **Chardon Schools' Foundation.** Incorporated as a non-profit organization, the Foundation enriches the overall learning experiences of District students and graduates and assists the staff in the pursuit of educational excellence. Currently, the Foundation has assets that are derived from tax-deductible contributions from private citizens and corporate donors, as well as several major fundraisers a year. These assets annually provide mini-grants to teachers for projects and activities that require additional funding.

Preparing students to be responsible adults is an important tenet of the District's mission to prepare students to be good citizens. Students are encouraged to work collaboratively with their communities in a variety of ways. For example, students sponsor food and clothing drives for needy families, perform musical selections for residents of local nursing homes, and create art-work to brighten the rooms of residents at a local hospice. Other examples of students' community service efforts during the last school year are as follows:

- Gold Card – Recognizing Senior Citizens
- Student partnerships with Heather Hill
- Jump Start to Reading Program for pre-school children
- Jump Rope For Heart Program at elementary schools
- Students participate in Helping Hands Program
- Students involved in grounds clean-up
- WomenSafe Food Drive – student participation
- Partnership with Lake County Society for Rehabilitation
- United Way fund raising drive
- Hunger Task Force
- Comfort bags for Red Cross
- Service Learning Grants implemented at High School
- Coats for Kids at Middle School
- Holiday gift baskets for needy – all schools
- Landscaping projects throughout the district
- Walk for Diabetes

Awards

Chardon Schools is proud of its students for their accomplishments. Last year some of our outstanding achievements included:

- Park Elementary School – Hall of Fame Award
- Learn and Serve Partnership Grant
- School Match Award – Top 12% of schools nationwide for sixth year. “What Parents Want” Award.
- Various awards and grants through Partnerships with Business and Industry to recognize both students and teachers.
- Recognized for outstanding Proficiency Test Results

Financial Information

Internal Accounting and Budgetary Control

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

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 a fully automated accounting system as well as an automated system for payroll. These systems, coupled with the manual auditing of each voucher prior to payment, ensure that the financial information generated is both accurate and reliable.

At the beginning of each fiscal year, the Board of Education adopts an appropriation measure for that fiscal year. That appropriation becomes a “permanent” appropriation upon receipt from the County Auditor of an amended certificate of estimated resources based on final assessed values and tax rates. The amended certificate is usually received within three months of the beginning of the fiscal year. Appropriations are amended as needed thereafter. Usually material changes in appropriations occur when additional resources are received in the Special Revenue Funds. However, it is the Treasurer's responsibility to recommend a decrease in appropriations in any fund if estimates of revenue fall below appropriation levels.

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

All disbursements and transfers of cash between funds require appropriation authority from the Board. Budgets are controlled at the object account level within a function and fund. All purchase order requests must be approved by a building or department administrator, the Superintendent and certified by the Treasurer; necessary funds are then encumbered and purchase orders are then released to vendors. Those requests that exceed the available appropriations are rejected until additional appropriations are secured.

The accounting system used by the District provides an on-line inquiry system available to every administrator. Every budget account is the specific responsibility of one of the District administrators. Administrators overseeing accounts have specific budgetary limits that are approved by the Board at the appropriation level. The Board of Education receives a monthly financial report which includes a list of all disbursements, the cash positions of all funds, and a budget-to-actual report (both month-to-date and fiscal year-to-date) of the General Fund and the Food Service Fund. All employees are covered by an employee dishonesty bond, and certain individuals in policy-making roles are covered by a separate, higher limit bond. The basis of accounting and the various funds and account groups utilized by the District are fully described in Note 2 of the financial statements.

General Governmental Functions

The following schedule presents a summary of governmental funds' revenues and expenditures (GAAP) for the fiscal years ended June 30, 1998 and 1999, and include the amount and percentage of 1999 increases and decreases in relation to the prior year.

	Fiscal Year 1998	Fiscal Year 1999	Percent Increase (Decrease)
Revenues			
Taxes	\$ 11,735,682	\$ 12,057,216	2.74%
Tuition & Fees	128,571	114,571	(10.89)
Earnings on Investments	178,876	212,447	18.77
Intergovernmental	6,344,375	7,147,494	12.66
Extracurricular Activities	179,211	202,795	13.16
Miscellaneous	476,013	223,077	(53.14)
Total Revenues	\$ 19,042,728	\$ 19,957,600	4.80%

	Fiscal Year 1998	Fiscal Year 1999	Percent Increase (Decrease)
Expenditures			
Current:			
Instructional Services	\$ 9,736,069	\$ 10,608,264	8.96%
Support Services:			
Pupil	772,331	827,807	7.18
Instructional Staff	496,949	772,964	55.54
Board of Education	50,333	43,257	(14.06)
Administration	1,314,310	1,608,332	22.37
Fiscal Services	618,452	632,471	2.27
Business	238,235	268,896	12.87
Operation and Maintenance	1,674,545	1,766,499	5.49
Pupil Transportation	1,280,675	1,482,149	15.73
Central Services	60,758	108,736	78.97
Non-Instructional Services:			
Food Service	29,530	32,272	9.29
Community Service	709,959	821,053	15.65
Extracurricular Activities	476,140	500,236	5.06
Facilities Acquisition & Construction Services	262,622	536,413	104.25
Debt Service	51,156	15,622	(69.46)
Total Expenditures	\$ 17,772,064	\$ 20,024,971	12.68%

The intergovernmental revenue increase is due in part to the required change in the receipting of exempt personal property tax (USAS required it to be receipted into an intergovernmental receipt account), the state funding formula for state foundation and an adjusting entry required by GAAP. The decrease in miscellaneous revenue is due to the worker's compensation rebate received in fiscal year 1998. The bureau of worker's compensation did not offer a rebate in fiscal year 1999.

The increase to instructional services is due mainly to GAAP adjustments required to the self-insurance fund, other reasons include: negotiated salary increases and increases to personnel. The increase to pupil is due to negotiated salary increases as well as increases to personnel. The increase to instructional staff is due to a large increase in technology purchases. The increase to pupil transportation is due to negotiated salary increases and the removal of fuel storage tanks in fiscal year 1999. The increase to central services is due to the hiring of a technology coordinator in fiscal year 1999. The increase to facilities acquisition and construction services is due to improvements to buildings and parking lots.

General Fund Balance

The fund cash balance of the general fund decreased from \$1,109,244 at June 30, 1998 to \$954,808 at June 30, 1999. The District expects the cash balance of the general fund to decline during fiscal years 2000, 2001 and 2002 as tax revenues are held constant by state law. The District anticipates asking the voters to approve a continuing operating levy sometime in calendar year 2000.

The District relies heavily on local property taxes for operating revenue. Ohio House Bill 920 provides that the assessed value of property will not be changed more than once every three years, and that the property tax bill of the average homeowner for voted millage will not be increased as a result of reappraisal or readjustment. This legislation has the effect of seriously eroding the growth of revenue from the local property tax. It was enacted in 1976 as a result of protests from citizens who were being served markedly higher tax bills following reappraisals. Because of this Ohio law, little additional revenue can be generated from the existing tax duplicate except through a vote of the people or from newly constructed commercial and residential property. Thus, the District's tax revenue increases significantly with the passage of new levies and will remain constant in ensuing years.

Enterprise Funds

Food service, uniform school supplies, summer school and adult education are classified as enterprise operations since they resemble those activities found in private industry, and management periodically desires to determine the amount of profit/loss resulting from operations that are significantly financed from user fees. All of these operations are viewed by the District to be self-sustaining; however, at times the general fund has been required to advance cash at fiscal year end in order to be in compliance with the Ohio Revised Code. Any advance received is repaid to the general fund at the beginning of the new fiscal year. The food service fund is controlled by a detailed spending plan each year.

Internal Service Fund

The most significant internal service fund of the District is the self-insurance fund. This fund accounts for the transactions pertaining to the health, dental and prescription benefits for the District's employees. The District also maintains two other internal service funds with relatively small operations.

Fiduciary Funds

The District maintains an expendable trust fund consisting of several minor expendable trusts for special projects and scholarships and one non-expendable trust.

Debt Administration

The District has no outstanding voted or unvoted debt; and thus, has no bond rating with either Standard and Poors or Moody's Investors Service, Inc.

Cash Management

The Board pursues an aggressive cash management program by expediting the receipt of revenues and prudently depositing and investing available cash balances. Both budgetary and payroll warrants are covered on a "just in time" basis through special clearing accounts set up by the depository at the District's request. Cash not currently needed to cover warrants is maintained in the District's investment accounts. The total interest earned (GAAP) for the year ended June 30, 1999 was \$213,880 of which \$189,717 was credited directly to the general fund.

Protection of the District's deposits is provided by the Federal Deposit Insurance Corporation (FDIC) as well as by qualified securities pledged by the institution holding the assets. By law, financial institutions may establish a collateral pool to cover all public deposits. The face value of the pool collateral must be equal to at least 110 percent of public funds deposited. Collateral is held by trustees including the Federal Reserve Bank and designated third party trustees of the financial institutions.

During the fiscal year 1999, the District invested primarily in the State Treasury Asset Reserve of Ohio (STAR Ohio).

Risk Management

The District manages the medical, dental and prescription drug benefits for its employees on a self-insured basis. A third party administrator processes and pays the claims. Unobligated reserves at June 30, 1999 are more than sufficient to meet claim obligations.

The District uses the State Workers' Compensation plan and pays the premium based on a rate per \$100 of salaries. The District is a member of the Ohio School Boards Association Workers' Compensation Group Rating Program. The District maintains general liability insurance, professional liability insurance, fleet insurance, and insurance on buildings and contents.

Pension Plans

All District employees are covered by the state-wide School Employees Retirement System of Ohio (SERS) or the State Teachers Retirement System (STRS).

General Fixed Assets

The general fixed assets of the District are used to carry on the main education and support function of the system and are not financial resources available for expenditure.

The total of general fixed assets at June 30, 1999 was \$10,562,931. Such assets are accounted for at historical costs. Depreciation is not recognized on the general fixed assets.

Independent Audit

State statutes require the District to be subject to an annual examination by an independent auditor. The Office of the Auditor of State has rendered an opinion on the District's financial statements as of June 30, 1999. An annual audit serves to maintain and strengthen the District's accounting and budgetary controls. Pursuant to statute, the State prescribed a uniform accounting system to standardize accounting classification and financial reporting for all governments in Ohio. The District adopted and has been in conformance with that system beginning with its financial report for the 1979 year.

Notes to the General Purpose Financial Statements

The notes to the general purpose financial statements, which follow the general purpose financial statements in the Financial Section of this report, contain additional information and are an integral part of such statements.

Acknowledgments


The publication of this report continues the District's commitment to professionalism in financial reporting. The accomplishment of this report would not have been made possible without the assistance, support and efforts of the District's administration. Assistance from the Geauga County Auditor's Office staff, specifically Mr. Jeff Nokes, made possible the fair presentation of the statistical data.

Appreciation is extended to Sharon Davis, Payroll and Benefits Coordinator and Susan Rischar, Accounts Payable Specialist for their efforts and dedication which results in the smooth day-to-day operations within the treasurer's department. Special recognition is given to Michele Tullai, Assistant Treasurer, for whose efforts, dedication and assistance has made this report possible.

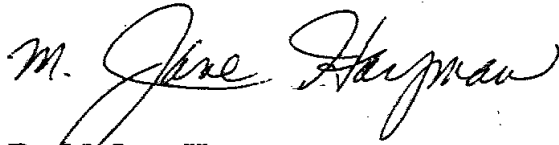
Appreciation is also extended to Mr. J.K. Byrne, Treasurer of the Bedford City School District, for his wisdom and assistance has attributed greatly to the completion of this report.

A special thank you to Robert Kolcum, a local artist, whose schoolhouse drawing is reflected on the cover of this Comprehensive Annual Financial Report.

Respectfully submitted,



Paul J. Pestello
Chardon Local School District Treasurer



Dr. M. Jane Hayman
Chardon Local School District Superintendent

**Chardon Local School District
Principal Officials
June 30, 1999**

Board of Education

Mrs. Elizabeth Ferrall	President
Mrs. Judith May	Vice-President
Mr. Lawrence Reiter	Member
Mrs. Paula Palaima	Member
Dr. Robert Faehnle	Member

Treasurer

Mr. Paul J. Pestello

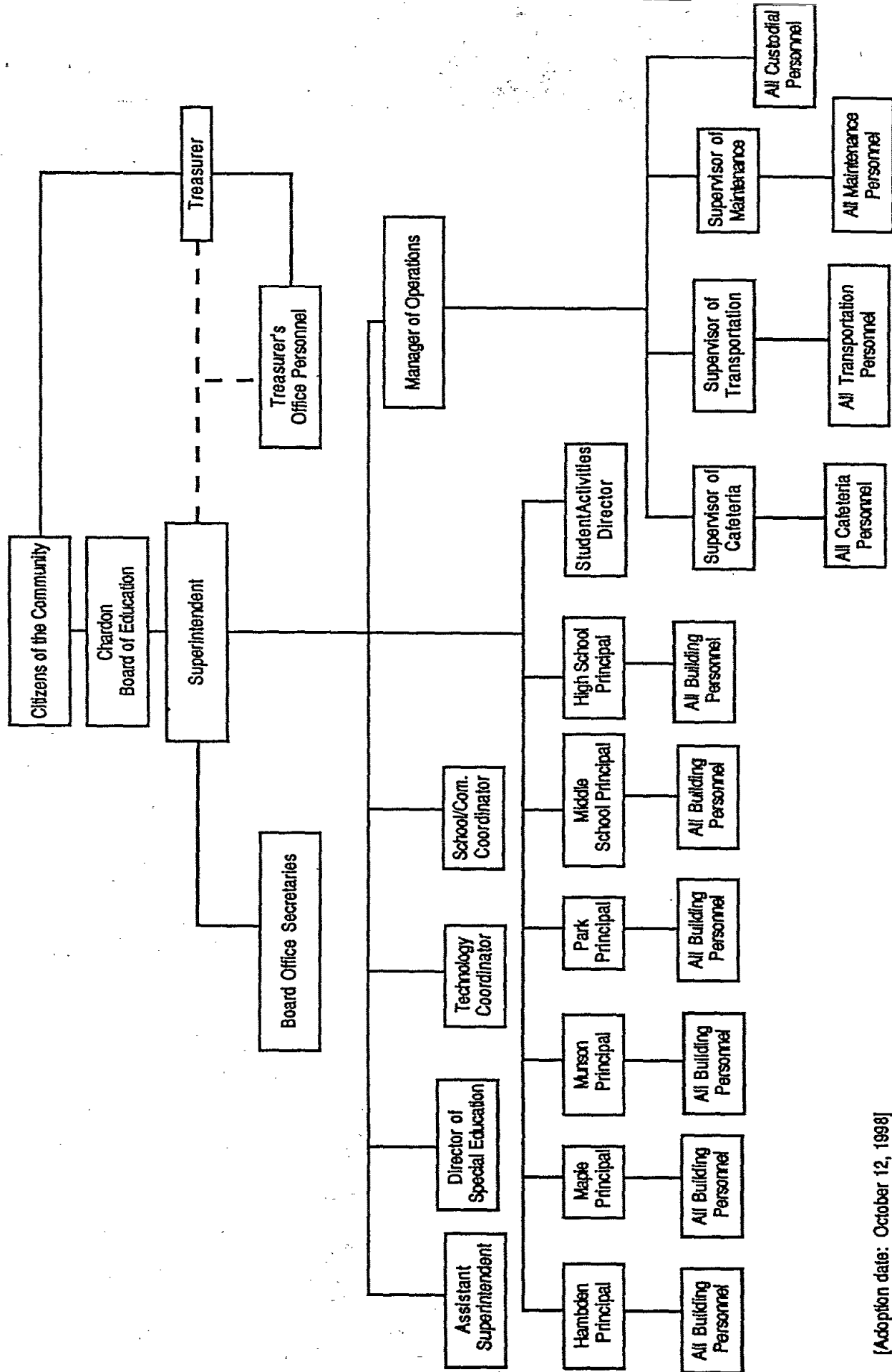
Assistant Treasurer

Mrs. Michele Tullai

Administration

Dr. M. Jane Hayman	Superintendent
Dr. Randy Continenza	Assistant Superintendent
Mr. Dana Stearns	Manager of Operations

CHARDON LOCAL SCHOOL DISTRICT
ORGANIZATIONAL CHART



[Adoption date: October 12, 1998]

CROSS REF.: CCB, Staff Relations and Lines of Authority

Financial Section



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

Lausche Building, 12th Floor
615 Superior Avenue, NW
Cleveland, Ohio 44113
Tele 216-787-3665
800-626-2297
Facs 216-787-3361
www.auditor.state.oh.us

Report of Independent Accountants

Board of Education
Chardon Local School District
428 North Street
Chardon, Ohio 44024

We have audited the accompanying general-purpose financial statements of the Chardon Local School District, Geauga County, Ohio, (the District) as of and for the year ended June 30, 1999, as listed in the table of contents. These general-purpose financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these general-purpose financial statements based on our audit.

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

In our opinion, the general-purpose financial statements referred to above present fairly, in all material respects, the financial position of the District, as of June 30, 1999, and the results of its operations and the cash flows of its proprietary fund types and nonexpendable trust fund for the year then ended in conformity with generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued a report dated December 17, 1999 on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

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

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



JIM PETRO
Auditor of State

December 17, 1999

General Purpose Financial Statements

Chardon Local School District

Combined Balance Sheet

All Fund Types and Account Groups

June 30, 1999

Governmental Fund Types

	General	Special Revenue	Debt Service	Capital Projects
Assets and Other Debits				
Equity in Pooled Cash and Cash Equivalents	\$ 1,357,295	\$ 427,163	\$ -	\$ 311,791
Cash in Segregated Accounts	-	-	-	-
Receivables:				
Taxes	12,422,700	-	-	-
Delinquent Taxes	408,610	-	-	-
Intergovernmental Accounts	117,064	21,322	-	-
Interfund Loans	76,089	1,922	-	-
Due from Other Funds	23,000	-	-	-
Due from Other Governments	-	-	-	-
Materials and Supplies	4,798	-	-	-
Restricted Assets -	81,954	-	-	-
Equity in Pooled Cash & Cash Equivalents	411,644	-	-	-
Fixed Assets (net, where applicable or accumulated depreciation)	-	-	-	-
Other Debits:				
Amount to be provided for General Government Resources	-	-	-	-
Total Assets and Other Debits	\$ 14,903,154	\$ 450,407	\$ -	\$ 311,791
Liabilities and Fund Equity				
Liabilities:				
Accounts Payable	\$ 217,805	\$ 143,831	\$ -	\$ -
Accrued Wages & Benefits	1,617,025	15,056	-	-
Interfund Loans Payable	-	-	-	-
Due to Other Funds	210,875	-	-	-
Due to Other Governments	434,614	12,745	-	-
Deferred Revenues - Taxes	11,394,310	-	-	-
Deferred Revenues - A/R	63,328	-	-	-
Claims Liabilities	-	-	-	-
Due to Students	-	-	-	-
Judgements Payable	-	-	-	-
Pension Obligations Payable	-	-	-	-
Compensated Absences Payable	10,389	-	-	-
Total Liabilities	13,948,346	171,632	-	-
Fund Equity				
Investment in General Fixed Assets	-	-	-	-
Retained Earnings (deficit)	-	-	-	-
Fund Balances:				
Reserved for Encumbrances	283,767	164,726	-	-
Reserved for Materials & Supplies	81,954	-	-	-
Reserved for Property Tax	1,437,000	-	-	-
Reserved for Endowment	-	-	-	-
Reserved for Budget Stabilization	411,644	-	-	-
(Unreserved: Undesignated) (deficit)	(1,259,557)	114,049	-	311,791
Total Fund Equity	854,808	278,775	-	311,791
Total Liabilities and Fund Equity	\$ 14,903,154	\$ 450,407	\$ -	\$ 311,791

See Accompanying Notes to the General Purpose Financial Statements.

Proprietary Fund Types		Fiduciary Fund Type	Account Groups		Total
Enterprise	Internal Service	Trust and Agency	General Fixed Assets	Long-Term Obligations	(Memorandum Only)
\$ 30,123	\$ 269,871	\$ 78,290	\$ -	\$ -	\$ 2,474,533
-	50,000	-	-	-	50,000
-	-	-	-	-	12,422,700
-	-	-	-	-	408,610
13,843	-	-	-	-	152,229
1,817	-	-	-	-	79,828
-	-	-	-	-	23,000
-	210,875	-	-	-	210,875
-	-	-	-	-	4,798
5,911	-	-	-	-	87,865
-	-	-	-	-	411,644
16,019	-	-	10,562,931	-	10,578,950
-	-	-	-	1,259,719	1,259,719
\$ 67,713	\$ 530,746	\$ 78,290	\$ 10,562,931	\$ 1,259,719	\$ 28,164,751
\$ 776	\$ 289,998	\$ 1,282	\$ -	\$ -	\$ 653,692
21,991	-	-	-	-	1,654,072
23,000	-	-	-	-	23,000
-	-	-	-	-	210,875
23,814	-	-	-	-	471,173
-	-	-	-	-	11,394,310
-	-	-	-	-	63,328
-	239,408	-	-	-	239,408
-	-	23,354	-	-	23,354
-	-	-	-	120,395	120,395
-	-	-	-	128,328	128,328
20,989	-	-	-	1,010,996	1,042,374
90,570	529,406	24,636	-	1,259,719	16,024,309
-	-	-	10,562,931	-	10,562,931
(22,857)	1,340	-	-	-	(21,517)
-	-	-	-	-	448,493
-	-	-	-	-	81,954
-	-	-	-	-	1,437,000
-	-	29,075	-	-	29,075
-	-	-	-	-	411,644
-	-	24,579	-	-	(809,138)
(22,857)	1,340	53,654	10,562,931	-	12,140,442
\$ 67,713	\$ 530,746	\$ 78,290	\$ 10,562,931	\$ 1,259,719	\$ 28,164,751

Chardon Local School District
*Combined Statement of Revenues, Expenditures
and Changes in Fund Balance*
All Governmental Fund Types and Expendable Trust Funds
For the Fiscal Year Ended June 30, 1999

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
Revenues				
Taxes	\$ 12,041,895	\$ -	\$ 15,321	\$ -
Tuition	24,309	-	-	-
Earnings on Investments	189,717	12,408	-	9,560
Extracurricular Activities	22,923	179,872	-	-
Classroom Materials & Fees	84,601	5,661	-	-
Miscellaneous	126,894	71,463	-	-
Revenue in Lieu of Taxes	5,720	-	-	-
Unrestricted Grants-in-Aid - State	5,757,447	43,470	-	-
Restricted Grants-in-Aid - State	76,192	727,314	-	176,900
Restricted Grants-in-Aid - Federal	-	366,171	-	-
Total Revenue	18,329,698	1,406,359	15,321	186,460
Expenditures				
Instruction:				
Regular	8,766,671	70,490	-	87
Special	1,295,931	223,962	-	-
Vocational	209,116	-	-	-
Other	42,007	-	-	-
Support Services:				
Pupil	692,340	135,467	-	-
Instructional Staff	697,867	29,516	-	45,581
Board of Education	43,257	-	-	-
Administration	1,608,187	145	-	-
Fiscal Services	632,471	-	-	-
Business	268,896	-	-	-
Operation and Maintenance	1,766,499	-	-	-
Pupil Transportation	1,480,629	1,520	-	-
Central Services	100,555	8,181	-	-
Non-Instructional Services:				
Extracurricular Activities:	289,501	210,735	-	-
Facilities Acquisition & Construction Serv.:	536,413	-	-	-
Debt Service				
Principal	-	-	15,000	-
Interest	-	-	622	-
Total Expenditures	18,500,396	1,453,714	15,622	45,668
Excess (deficiency) of Revenues over Expenditures	(170,698)	(47,355)	(301)	140,792
Other Financing Sources (Uses)				
Proceeds from Sale or Loss of Assets	5,716	-	-	-
Operating Transfers-In	-	33,000	-	-
Refund of Prior Year Expenditures	59,405	(7,219)	-	-
Operating Transfers-Out	(53,000)	-	-	-
Refund of Prior Year Receipts	-	(3,624)	-	-
Total Other Financing Sources (Uses)	12,121	22,157	-	-
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(158,577)	(25,198)	(301)	140,792
Fund Balance (deficit) - Beginning of Year	1,109,244	303,973	301	170,999
Increase (decrease) in Reserve for Inventory	4,141	-	-	-
Fund Balance (deficit) - End of Year	\$ 954,808	\$ 278,775	\$ -	\$ 311,791

See Accompanying Notes to the General Purpose Financial Statements.

Fiduciary Fund Type Expendable Trust	Totals (Memorandum Only)
\$ -	\$ 12,057,216
-	24,309
762	212,447
-	202,795
-	90,262
19,000	217,357
-	5,720
-	5,800,917
-	980,406
-	366,171
<u>19,762</u>	<u>19,957,600</u>
-	8,837,248
-	1,519,893
-	209,116
-	42,007
-	827,807
-	772,964
-	43,257
-	1,608,332
-	632,471
-	268,896
-	1,766,499
-	1,482,149
-	108,736
9,571	853,325
-	500,236
-	536,413
-	15,000
-	622
<u>9,571</u>	<u>20,024,971</u>
<u>10,191</u>	<u>(67,371)</u>
-	5,716
-	33,000
-	52,186
-	(53,000)
-	(3,624)
-	<u>34,278</u>
10,191	(33,093)
14,041	1,598,558
-	4,141
<u>\$ 24,232</u>	<u>\$ 1,569,606</u>

Chardon Local School District

*Combined Statement of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual (Budget Basis) - All Governmental Fund Types and Expendable Trust Fund
for the Fiscal Year Ended June 30, 1999*

	Governmental Fund Types		
	General		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Taxes	\$ 12,118,395	\$ 12,118,395	\$ -
Tuition	24,309	24,309	-
Earnings on Investments	187,449	187,449	-
Extracurricular Activities	22,910	23,135	225
Classroom Materials & Fees	84,783	84,828	45
Miscellaneous	125,838	126,386	548
Revenue in Lieu of Taxes	5,720	5,720	-
Unrestricted Grants-in-Aid - State	5,640,833	5,640,833	-
Restricted Grants-in-Aid - State	76,158	76,158	-
Restricted Grants-in-Aid - Federal	-	-	-
Total Revenue	18,286,395	18,287,213	818
Expenditures			
Instruction:			
Regular	8,503,356	8,431,878	71,478
Special	1,348,419	1,339,127	9,292
Vocational	231,220	229,546	1,674
Other	55,451	55,358	93
Support Services:			
Pupil	696,416	680,712	15,704
Instructional Staff	721,403	699,136	22,267
Board of Education	52,540	43,857	8,683
Administration	1,635,454	1,618,880	16,574
Fiscal Services	632,946	630,248	2,698
Business	281,269	266,751	14,518
Operation and Maintenance	1,738,165	1,728,178	9,987
Pupil Transportation	1,477,334	1,469,970	7,364
Central Services	98,625	97,964	661
Non-Instructional Services:			
Extracurricular Activities:	301,330	290,889	10,441
Facilities Acquisition & Construction Serv.:	563,027	557,160	5,867
Debt Service			
Principal	-	-	-
Interest	-	-	-
Total Expenditures	18,412,655	18,208,367	204,288
Excess (deficiency) of Revenues over Expenditures	(126,260)	78,846	205,106
Other Financing Sources (Uses)			
Proceeds from Sale or Loss of Assets	5,467	5,712	245
Advances-In	39,500	39,500	-
Operating Transfers-In	-	-	-
Refund of Prior Year Expenditures	72,690	72,690	-
Advances-Out	(25,000)	(23,000)	2,000
Operating Transfers-Out	(53,000)	(53,000)	-
Pass-Through	-	-	-
Refund of Prior Year Receipts	(1,000)	-	1,000
Total Other Financing Sources (Uses)	38,657	41,902	3,245
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(87,603)	120,748	208,351
Fund Balance - Beginning of Year	1,184,395	1,184,395	-
Encumbrances - End of Year	-	452,000	452,000
Fund Balance - End of Year	\$ 1,096,792	\$ 1,757,143	\$ 660,351

See Accompanying Notes to the General Purpose Financial Statements

Governmental Fund Types

Special Revenue			Debt Service		
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
\$ -	\$ -	\$ -	\$ 15,321	\$ 15,321	\$ -
12,657	12,657	-	-	-	-
179,411	179,800	389	-	-	-
5,661	5,661	-	-	-	-
69,981	71,071	1,090	-	-	-
-	-	-	-	-	-
770,784	770,784	-	-	-	-
379,477	379,477	-	-	-	-
<u>1,417,971</u>	<u>1,419,450</u>	<u>1,479</u>	<u>15,321</u>	<u>15,321</u>	<u>-</u>
90,953	79,937	11,016	-	-	-
239,475	213,698	25,777	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
185,896	142,610	43,286	-	-	-
34,353	31,195	3,158	-	-	-
-	-	-	-	-	-
145	145	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
770	80	690	-	-	-
9,554	8,714	840	-	-	-
908,873	898,050	10,823	-	-	-
297,302	227,500	69,802	-	-	-
-	-	-	-	-	-
-	-	-	15,000	15,000	-
-	-	-	622	622	-
<u>1,767,321</u>	<u>1,601,929</u>	<u>165,392</u>	<u>15,622</u>	<u>15,622</u>	<u>-</u>
<u>(349,350)</u>	<u>(182,479)</u>	<u>166,871</u>	<u>(301)</u>	<u>(301)</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
33,000	33,000	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
(7,219)	(7,219)	-	-	-	-
(5,814)	(3,632)	2,182	-	-	-
<u>19,967</u>	<u>22,149</u>	<u>2,182</u>	<u>-</u>	<u>-</u>	<u>-</u>
(329,383)	(160,330)	169,053	(301)	(301)	-
329,383	329,383	-	301	301	-
-	254,029	254,029	-	-	-
<u>\$ -</u>	<u>\$ 423,082</u>	<u>\$ 423,082</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Chardon Local School District
 Combined Statement of Revenues, Expenditures and Changes in Fund Balances
 Budget and Actual (Budget Basis) - All Governmental Fund Types and Expendable Trust Fund
 for the Fiscal Year Ended June 30, 1999

	Governmental Fund Types		
	Capital Projects		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Taxes	\$ -	\$ -	\$ -
Tuition	-	-	-
Earnings on Investments	9,390	9,390	-
Extracurricular Activities	-	-	-
Classroom Materials & Fees	-	-	-
Miscellaneous	-	-	-
Revenue in Lieu of Taxes	-	-	-
Unrestricted Grants-in-Aid - State	-	-	-
Restricted Grants-in-Aid - State	176,900	176,900	-
Restricted Grants-in-Aid - Federal	-	-	-
Total Revenue	<u>186,290</u>	<u>186,290</u>	<u>-</u>
Expenditures			
Instruction:			
Regular	87	87	-
Special	-	-	-
Vocational	-	-	-
Other	-	-	-
Support Services:			
Pupil	-	-	-
Instructional Staff	356,436	45,581	310,855
Board of Education	-	-	-
Administration	-	-	-
Fiscal Services	-	-	-
Business	-	-	-
Operation and Maintenance	-	-	-
Pupil Transportation	-	-	-
Central Services	-	-	-
Non-Instructional Services:			
Extracurricular Activities:	-	-	-
Facilities Acquisition & Construction Serv.:	-	-	-
Debt Service			
Principal	-	-	-
Interest	-	-	-
Total Expenditures	<u>356,523</u>	<u>45,668</u>	<u>310,855</u>
Excess (deficiency) of Revenues over Expenditures	<u>(170,233)</u>	<u>140,622</u>	<u>310,855</u>
Other Financing Sources (Uses)			
Proceeds from Sale or Loss of Assets	-	-	-
Advances-In	-	-	-
Operating Transfers-In	-	-	-
Refund of Prior Year Expenditures	-	-	-
Advances-Out	-	-	-
Operating Transfers-Out	-	-	-
Pass-Through	-	-	-
Refund of Prior Year Receipts	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(170,233)</u>	<u>140,622</u>	<u>310,855</u>
Fund Balance - Beginning of Year	170,233	170,233	-
Encumbrances - End of Year	-	-	-
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 310,855</u>	<u>\$ 310,855</u>

See Accompanying Notes to the General Purpose Financial Statements

Fiduciary Fund Type Expendable Trust			Totals (Memorandum Only)		
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
\$ -	\$ -	\$ -	\$ 12,133,716	\$ 12,133,716	\$ -
-	-	-	24,309	24,309	-
956	956	-	210,452	210,452	-
-	-	-	202,321	202,935	614
-	-	-	90,444	90,489	45
19,000	19,000	-	214,819	216,457	1,638
-	-	-	5,720	5,720	-
-	-	-	5,640,833	5,640,833	-
-	-	-	1,023,842	1,023,842	-
-	-	-	379,477	379,477	-
19,956	19,956	-	19,925,933	19,928,230	2,297
-	-	-	8,594,396	8,511,902	82,494
-	-	-	1,587,894	1,552,825	35,069
-	-	-	231,220	229,546	1,674
-	-	-	55,451	55,358	93
-	-	-	882,312	823,322	58,990
-	-	-	1,112,192	775,912	336,280
-	-	-	52,540	43,857	8,683
-	-	-	1,635,599	1,619,025	16,574
-	-	-	632,946	630,248	2,698
-	-	-	281,269	266,751	14,518
-	-	-	1,738,165	1,728,178	9,987
-	-	-	1,478,104	1,470,050	8,054
36,718	12,571	24,147	108,179	106,678	1,501
-	-	-	1,021,291	979,334	41,957
-	-	-	598,632	518,389	80,243
-	-	-	563,027	557,160	5,867
-	-	-	15,000	15,000	-
-	-	-	622	622	-
36,718	12,571	24,147	20,588,839	19,884,157	704,682
(16,762)	7,385	24,147	(662,906)	44,073	706,979
-	-	-	5,467	5,712	245
-	-	-	39,500	39,500	-
-	-	-	33,000	33,000	-
-	-	-	72,690	72,690	-
-	-	-	(25,000)	(23,000)	2,000
-	-	-	(53,000)	(53,000)	-
-	-	-	(7,219)	(7,219)	-
-	-	-	(8,814)	(3,632)	3,182
-	-	-	58,624	64,051	5,427
(16,762)	7,385	24,147	(604,282)	108,124	712,406
16,762	16,762	-	1,701,074	1,701,074	-
-	-	-	-	706,029	706,029
\$ -	\$ 24,147	\$ 24,147	\$ 1,096,792	\$ 2,515,227	\$ 1,418,435

Chardon Local School District
Combined Statement of Revenues, Expenses
and Changes in Retained Earnings
All Proprietary Fund Types and Non-Expendable Trust Funds
For the Fiscal Year Ended June 30, 1999

	Proprietary Fund Types		Fiduciary Fund Type	Totals
	Enterprise	Internal Service	Non-Expendable Trust	(Memorandum Only)
Operating Revenues				
Tuition	\$ 66,064	\$ -	\$ -	\$ 66,064
Earnings on Investments	-	-	1,433	1,433
Food Service	513,164	-	-	513,164
Extracurricular Activities	-	8,936	-	8,936
Classroom Materials & Fees	21,590	10,310	-	31,900
Miscellaneous	-	1,572,644	-	1,572,644
Total Operating Revenues	600,818	1,591,890	1,433	2,194,141
Operating Expenses				
Salaries and Wages	290,099	-	-	290,099
Fringe Benefits	107,461	-	-	107,461
Purchased Services	25,263	10,080	-	35,343
Supplies and Materials	344,796	10,621	-	355,417
Depreciation	4,733	-	-	4,733
Other	971	1,699,326	1,950	1,702,247
Total Operating Expenses	773,323	1,720,027	1,950	2,495,300
Operating Income/(Loss)	(172,505)	(128,137)	(517)	(301,159)
Non-Operating Revenues				
Miscellaneous	9,944	-	-	9,944
Federally Donated Commodities	37,488	-	-	37,488
Unrestricted Grants-in-Aid - State	3,755	-	-	3,755
Unrestricted Grants-in-Aid - Federal	80,706	-	-	80,706
Refund of Prior Year Expense	76	3,215	-	3,291
Total Non-Operating Revenues	131,969	3,215	-	135,184
Net Income (Loss) Before Operating Transfers	(40,536)	(124,922)	(517)	(165,975)
Other Financing Sources/(Uses)				
Operating Transfers-In	20,000	-	-	20,000
Net Income/(Loss)	(20,536)	(124,922)	(517)	(145,975)
Retained Earnings/(Deficit) - July 1	(2,321)	126,262	29,939	153,880
Retained Earnings/(Deficit) - June 30	\$ (22,857)	\$ 1,340	\$ 29,422	\$ 7,905

See Accompanying Notes to the General Purpose Financial Statements.

Chardon Local School District
Combined Statement of Cash Flows
All Proprietary Fund Types
and Non-Expendable Trust Fund
for the Fiscal Year Ended June 30, 1999

	Proprietary Fund Types		Fiduciary Fund Type	Totals (Memorandum Only)
	Enterprise	Internal Service	Non-Expendable Trust	
Increase (Decrease) in Cash and Cash Equivalents				
Cash Flows from Operating Activities:				
Cash Received from Tuition and Fees	\$ 88,257	\$ 19,246	\$ -	\$ 107,503
Cash Received from Sales	513,301	-	-	513,301
Cash Received from Other Operations	-	1,411,770	1,827	1,413,597
Cash Payments for Personal Services	(360,263)	-	-	(360,263)
Cash Payments for Contracted Services	(24,495)	(10,080)	-	(34,575)
Cash Payments for Supplies & Materials	(306,439)	(10,621)	-	(317,060)
Cash Payments for Other Expenses	(963)	(1,502,384)	(1,950)	(1,505,297)
Net Cash Provided by (used for) Operating Activities	<u>(90,602)</u>	<u>(92,069)</u>	<u>(123)</u>	<u>(182,794)</u>
Cash Flows from Non-Capital Financing Activities:				
Cash Received from Grants	84,397	-	-	84,397
Other Revenue	9,736	-	-	9,736
Cash Received - Interfund Loans	23,000	-	-	23,000
Cash Received - Transfers	20,000	-	-	20,000
Cash Payment - Interfund Loans	(39,500)	-	-	(39,500)
Net Cash Provided by Non-Capital Financing Activities	<u>97,633</u>	<u>-</u>	<u>-</u>	<u>97,633</u>
Cash Flows from Capital and Related Financing Activities:				
Acquisition of Fixed Assets	(1,319)	-	-	(1,319)
Net Cash used for Capital and Related Financing Activities	<u>(1,319)</u>	<u>-</u>	<u>-</u>	<u>(1,319)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>5,712</u>	<u>(92,069)</u>	<u>(123)</u>	<u>(86,480)</u>
Cash and Cash Equivalents - July 1	<u>24,411</u>	<u>408,725</u>	<u>29,440</u>	<u>462,576</u>
Cash and Cash Equivalents - June 30	<u>30,123</u>	<u>316,656</u>	<u>29,317</u>	<u>376,096</u>
Reconciliation of Operating (Loss) to Net Cash (Used for) Operating Activities				
Operating (Loss)	\$ (172,505)	\$ (128,137)	\$ (517)	\$ (301,159)
Adjustments to Reconcile Operating Loss to Net Cash (Used for) Operating Activities:				
Depreciation	4,733	-	-	4,733
Donated Commodities Used	37,488	-	-	37,488
Changes in Operating Assets and Liabilities:				
Decrease (Increase) in Cash & Cash Equivalents	-	-	394	394
Decrease (Increase) in Receivables	740	-	-	740
Decrease (Increase) in Materials & Supplies Inventory	869	-	-	869
Decrease (Increase) in Due from Other Funds	-	(160,874)	-	(160,874)
Increase (Decrease) in Accounts Payable	776	155,220	-	155,996
Increase (Decrease) in Accrued Wages & Benefits	14,072	-	-	14,072
Increase (Decrease) in Due to Other Governments	20,621	-	-	20,621
Increase (Decrease) in Claims Liabilities	-	41,722	-	41,722
Increase (Decrease) in Compensated Absences	2,604	-	-	2,604
Total Adjustments	<u>81,903</u>	<u>36,068</u>	<u>394</u>	<u>118,365</u>
Net Cash (Used for) Operating Activities	<u>\$ (90,602)</u>	<u>\$ (92,069)</u>	<u>\$ (123)</u>	<u>\$ (182,794)</u>

See Accompanying Notes to the General Purpose Financial Statements.

Chardon Local School District
 Combined Statement of Revenues, Expenses and Changes in Fund Equity
 Budget and Actual (Budget Basis) - All Proprietary Fund Types and Non-Expendable Trust Fund
 For the Fiscal Year Ended June 30, 1999

	Proprietary Fund Types		
	Enterprise		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operating Revenues			
Tuition	\$ 66,029	\$ 66,534	\$ 505
Food Service	512,111	513,302	1,191
Extracurricular Activities	-	-	-
Classroom Materials & Fees	21,646	21,723	77
Miscellaneous	-	-	-
Total Operating Revenues	<u>599,786</u>	<u>601,559</u>	<u>1,773</u>
Operating Expenses			
Salaries and Wages	278,173	273,423	4,750
Fringe Benefits	88,110	86,840	1,270
Purchased Services	26,838	24,495	2,343
Supplies and Materials	307,989	306,438	1,551
Capital Outlay - New & Repl.	1,319	1,319	-
Other	1,483	963	520
Total Operating Expenses	<u>703,912</u>	<u>693,478</u>	<u>10,434</u>
Excess (Deficiency) of Revenues Over (Under) Expenses	<u>(104,126)</u>	<u>(91,919)</u>	<u>12,207</u>
Non-Operating Revenues			
Miscellaneous	9,660	9,660	-
Unrestricted Grants-in-Aid - State	3,554	3,554	-
Unrestricted Grants-in-Aid - Federal	80,842	80,842	-
Refund of Prior Year Expense	76	76	-
Total Non-Operating Revenues	<u>94,132</u>	<u>94,132</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenses before Operating Transfers and Advances	<u>(9,994)</u>	<u>2,213</u>	<u>12,207</u>
Other Financing Sources/(Uses)			
Operating Transfers-In	20,000	20,000	-
Advances-In	23,000	23,000	-
Advances-Out	<u>(39,500)</u>	<u>(39,500)</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenses, Operating Transfers and Advances	<u>(6,494)</u>	<u>5,713</u>	<u>12,207</u>
Fund Equity - Beginning of Year	24,410	24,410	-
Encumbrances - End of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Equity - End of Year	<u>\$ 17,916</u>	<u>\$ 30,123</u>	<u>\$ 12,207</u>

Proprietary Fund Types			Fiduciary Fund Type		
Internal Service			Non-Expendable Trust		
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
8,819	8,936	117	1,827	1,827	-
10,310	10,310	-	-	-	-
1,411,351	1,411,770	419	-	-	-
<u>1,430,480</u>	<u>1,431,016</u>	<u>536</u>	<u>1,827</u>	<u>1,827</u>	<u>-</u>
-	-	-	-	-	-
21,258	20,080	1,178	-	-	-
10,665	10,621	44	-	-	-
-	-	-	-	-	-
1,760,496	1,502,384	258,112	2,192	1,950	242
<u>1,792,419</u>	<u>1,533,085</u>	<u>259,334</u>	<u>2,192</u>	<u>1,950</u>	<u>242</u>
(361,939)	(102,069)	259,870	(365)	(123)	242
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
3,215	3,215	-	-	-	-
<u>3,215</u>	<u>3,215</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(358,724)	(98,854)	259,870	(365)	(123)	242
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
(358,724)	(98,854)	259,870	(365)	(123)	242
358,724	358,724	-	29,440	29,440	-
-	10,000	10,000	-	-	-
<u>\$ -</u>	<u>\$ 269,870</u>	<u>\$ 269,870</u>	<u>\$ 29,075</u>	<u>\$ 29,317</u>	<u>\$ 242</u>

Chardon Local School District

Combined Statement of Revenues, Expenses and Changes in Fund Equity
Budget and Actual (Budget Basis) - All Proprietary Fund Types and Non-Expendable Trust Fund
For the Fiscal Year Ended June 30, 1999

Totals (Memorandum Only)			
	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operating Revenues			
Tuition	\$ 66,029	\$ 66,534	\$ 505
Food Service	512,111	513,302	1,191
Extracurricular Activities	10,646	10,763	117
Classroom Materials & Fees	31,956	32,033	77
Miscellaneous	1,411,351	1,411,770	419
Total Operating Revenues	2,032,093	2,034,402	2,309
Operating Expenses			
Salaries and Wages	278,173	273,423	4,750
Fringe Benefits	88,110	86,840	1,270
Purchased Services	48,096	44,575	3,521
Supplies and Materials	318,654	317,059	1,595
Capital Outlay - New & Repl.	1,319	1,319	-
Other	1,764,171	1,505,297	258,874
Total Operating Expenses	2,498,523	2,228,513	270,010
Excess (Deficiency) of Revenues Over (Under) Expenses	(466,430)	(194,111)	272,319
Non-Operating Revenues			
Miscellaneous	9,660	9,660	-
Unrestricted Grants-in-Aid - State	3,554	3,554	-
Unrestricted Grants-in-Aid - Federal	80,842	80,842	-
Refund of Prior Year Expense	3,291	3,291	-
Total Non-Operating Revenues	97,347	97,347	-
Excess (Deficiency) of Revenues Over (Under) Expenses before Operating Transfers and Advances	(369,083)	(96,764)	272,319
Other Financing Sources/(Uses)			
Operating Transfers-In	20,000	20,000	-
Advances-In	23,000	23,000	-
Advances-Out	(39,500)	(39,500)	-
Excess (Deficiency) of Revenues Over (Under) Expenses, Operating Transfers and Advances	(365,583)	(93,264)	272,319
Fund Equity - Beginning of Year	412,574	412,574	-
Encumbrances - End of Year	-	10,000	10,000
Fund Equity - End of Year	\$ 46,991	\$ 329,310	\$ 282,319

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 1 - Description of the District and Reporting Entity

A. Description of the School District

The Chardon Local School District (the "District") is a local school district as defined by Section 3301.7 and Section 119.01 of the Ohio Revised Code. It is one of the 611 school districts in the State of Ohio and one of seven (7) school districts in Geauga County. The District provided education to 3,065 students in grades K through 12, including special education services to 366 students. The District is located in northeast Ohio, approximately 40 miles east of the City of Cleveland and entirely within the boundaries of Geauga County, with the exception of a few parcels of property that fall within Lake County. The District covers approximately 88 square miles and includes the Village of Chardon, the Township of Chardon, the Village of Munson, the Village of Hambden, the Village of Aquilla and a portion of the Township of Claridon. The District operates under a locally elected five-member board form of government and provides educational services as mandated by state and/or federal agencies. The board oversees the operations of the District's six instructional/support facilities.

B. The Reporting Entity

A reporting entity is comprised of the primary government, component units, and other organizations that are included to insure 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 Chardon Local School District, this includes general operations, food service, and student related activities of the District.

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

Within the District's boundaries, three non-public schools are operated by religious organizations. Current state legislation provides funding to these non-public schools. These monies are received and disbursed on behalf of the non-public schools by the Treasurer of the District. The accounting for these school operations is reflected as part of the Special Revenues Fund in accordance with Governmental Accounting Standards Board Statement Number 24.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 1 - Description of the District and Reporting Entity (Continued)

The District is associated with three (3) jointly governed organizations and one insurance purchasing pool. These organizations are the Auburn Career Center, the Lake Geauga Computer Association, the Ohio School Council, and the Ohio Schools Council Workers' Compensation Group Rating Plan. These organizations are presented in Notes 16 and 17 to the general purpose 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 issued on or before November 30, 1989, to the proprietary funds provided they do not conflict with or contradict GASB pronouncements. The more significant of the District's accounting policies are described below.

A. Basis of Presentations - Fund Accounting

The District uses funds and account groups 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 recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special restrictions or limitations. An Account Group is a financial reporting device designed to provide accountability for certain assets and liabilities not recorded in the funds because they do not directly affect net available expendable resources.

For financial statement presentation purposes, the various funds of the District that are grouped into the following generic fund types under the broad fund categories governmental, proprietary, and fiduciary.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 2 - Summary of Significant Accounting Policies (Continued)

A. Basis of Presentation - Fund Accounting (Continued)

Governmental Fund Types

Governmental funds are those through which most governmental functions of the District are financed. The acquisition, use and balances of the District's expendable financial resources and the related current liabilities (except those accounted for in proprietary funds and trust funds) are accounted for through governmental funds. The following are the District's governmental fund types:

General Fund

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

Special Revenue Funds

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

Debt Service Funds

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

Capital Project Funds

The Capital Project Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds and Trust Funds).

Proprietary Fund Types

Proprietary Funds are used to account for the District's ongoing activities that are similar to those found in the private sector. The following are the District's proprietary fund types:

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 2 - Summary of Significant Accounting Policies (Continued)

A. Basis of Presentation - Fund Accounting (Continued)

Proprietary Fund Types (Continued)

Enterprise Funds

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

Internal Service Funds

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

Fiduciary Fund Types

The Fiduciary Funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. The School District's fiduciary funds include Expendable Trust, Non-Expendable Trust, and Agency Funds. Non-Expendable Trust Funds are accounted for in essentially the same manner as proprietary funds. Expendable trust funds are those whose principal and income may be expended in the course of their designated operations. Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Account Groups

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

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 2 - Summary of Significant Accounting Policies (Continued)

A. Basis of Presentation – Fund Accounting (Continued)

General Fixed Assets Account Group

This account group is used to account for all fixed assets of the District, other than those fixed assets accounted for in the Proprietary Funds.

General Long-Term Obligations Account Group

This account group is used to account for all long-term obligations of the District, except those accounted for in the Proprietary Funds.

B. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types and expendable trust funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statement of these funds present increase (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

All proprietary funds are accounted for on a flow of economic resource measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets.

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made.

The modified accrual basis of accounting is followed for the governmental, expendable trust and agency funds. Under this basis, revenues are recognized in the accounting period when they become both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current fiscal year or soon enough thereafter to be used to pay liabilities of the current fiscal year. The available period for the District is sixty days after fiscal year end.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 2 - Summary of Significant Accounting Policies (Continued)

B. Measurement Focus and Basis of Accounting (Continued)

In applying the susceptible to accrual concept under the modified accrual basis, the following revenue sources are deemed both measurable and available: taxes (available in the County Auditor's Office), interest, tuition, grants, and student fees.

The District reports deferred revenues on its combined balance sheet. Deferred revenues arise when a potential revenue does not meet both the measurable and available criteria for recognition in the current period. In the subsequent period, when both revenue recognition criteria are met, the liability for deferred revenue is removed from the combined balance sheet and revenue is recognized. Property taxes measurable as of June 30, 1999, and delinquent property taxes, whose availability is indeterminable and which are intended to finance fiscal year 2000 operations, have been recorded as deferred revenue.

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 the governmental funds.

The accrual basis of accounting is utilized for reporting purposes by the proprietary funds. Revenues are recognized when they are earned and become measurable, and expenses are recognized when they are incurred, if measurable. The fair value of donated commodities used during the year is reported on the operating statement as an expense with a like amount reported as donated commodities revenue. Unused donated commodities are reported as deferred revenue.

C. Budgetary Data

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 primary level of budgetary control is at the object level with each function. Any budgetary modification at this level may only be made by resolution of the Board of Education. Advances-in and Advances-out are not required to be budgeted since they represent a temporary cash flow resource and are intended to be repaid.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 2 - Summary of Significant Accounting Policies (Continued)

C. Budgetary Data (Continued)

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. The budget includes proposed expenditures and the means of financing for all funds. Public hearings are publicized and conducted to obtain taxpayers' comments. The express purpose of this budget document is to reflect the need for existing (or increased) tax rates.

By no later than January 20, the Board-adopted budget is filed with the Geauga 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 School District must revise its budget so that total contemplated expenditures from any fund during the ensuing year will not exceed the amount stated in the certificate of estimated resources. The revised budget then serves as 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 Treasurer. The amounts reported in the budgetary statements reflect the amounts in the final amended certificated issued during fiscal year 1999.

Appropriations

Upon receipt from the County Auditor of an amended certificate of estimated resources based on final assessed values and tax rates or a certificate saying no new certificate is necessary, the annual appropriation resolution must be legally enacted by the Board of Education at the fund, function, and object level of expenditures, 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 School District. The appropriation resolution, by fund, must be within the estimated resources as certified by the County Budget Commission and the total expenditures and encumbrances may not exceed the appropriation totals at any level of control.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 2 - Summary of Significant Accounting Policies (Continued)

C. Budgetary Data (Continued)

Appropriations (Continued)

Any revisions that alter the total of any fund appropriation, or alter total function appropriations within a fund, or alter object appropriations within functions, must be approved by the Board of Education. The Board may pass supplemental fund appropriations so long as the total appropriations by fund do not exceed the amounts set forth in the most recent certificate of estimated resources. 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 the 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. On the GAAP basis, encumbrances outstanding at fiscal year end are reported as a reservation of fund balance for subsequent-year expenditures for governmental funds.

Lapsing of Appropriations

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

D. Cash and Investments

To improve cash management, cash received by the District is pooled. Monies for all funds, including proprietary funds, are maintained in this pool. Individual fund integrity is maintained through District's records. Each fund's interest in the pool is presented as "equity in pooled cash and cash equivalents" on the balance sheet. During fiscal year 1999, the District had no investments.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 2 - Summary of Significant Accounting Policies (Continued)

D. Cash and Investments (Continued)

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 1999 amounted to \$189,717.

For the purposes of the combined statement of cash flows and for presentation on the combined balance sheet, investments of the cash management pool and investments with a 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 are reported as investments.

E. Inventory

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 consist of expendable supplies held for consumption. The cost of inventory items are recorded as an expenditure in the governmental funds types when purchased. Reported materials and supplies inventory is equally offset by a fund balance reserve in the governmental funds which indicates that it does not constitute available expendable resources even though it is a component of net current assets. Inventories of proprietary funds consist of food, purchased food, and school supplies held for resale and are expensed when used.

F. Restricted Assets

Restricted assets in the general fund represent cash and cash equivalents set aside to establish a budget stabilization reserve. This reserve is required by State statute and can be used only after receiving approval from the State Superintendent of Public Instruction. During fiscal year 1999, the District pursuant to the requirements and guidelines of House Bill 412, set aside \$149,183 (1%) for the budget stabilization reserve. The total now in the budget stabilization reserve is \$411,644.

G. Fixed Assets and Depreciation

General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction costs are reflected as expenditures in governmental funds, and the related assets are reported in the general fixed assets account group. Fixed assets utilized in the enterprise funds are capitalized in the respective funds. All fixed assets are capitalized at cost (or estimated historical cost) and updated for the cost of additions and retirements during the year.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 2 - Summary of Significant Accounting Policies (Continued)

G. Fixed Assets and Depreciation (Continued)

Donated fixed assets are recorded at their fair market values as of the date received. The District maintains a capitalization threshold of five hundred dollars. The District does not possess any infrastructure.

The cost 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 general fixed assets is also not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of fund fixed assets.

Assets in the general fixed asset account group are not depreciated. Depreciation of furniture, equipment, buildings, and improvements other than buildings in the proprietary fund type is computed using the straight-line method over an estimated useful life of twelve years.

H. Intergovernmental Revenues

For Governmental Funds, intergovernmental revenues, such as entitlements and grants awarded on a non-reimbursable basis, are recorded as receivables and revenues when measurable and available. Reimbursement type grants are recorded as receivables and revenues when the related expenditures are incurred. Other than commodities, grants and entitlements for proprietary fund operations are recognized as non-operating revenues in the accounting period in which they are earned and become measurable.

The District currently participates in several State and Federal programs, categorized as follows:

Entitlement

General Fund
State Foundation Program
School Bus Purchase Allowance

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 2 - Summary of Significant Accounting Policies (Continued)

H. Intergovernmental Revenues (Continued)

Non-Reimbursable Grants

Special Revenue Funds

Auxiliary Service Fund

Professional Development

EMIS

Title II

Title VI-B

Title I

Title VI

Drug Free Schools

Other Federal Miscellaneous

Capital Project Funds

School Net

Reimbursable Grants

General Fund

Driver Education Reimbursement

Enterprise Fund

National School Lunch Program

School Breakfast Program

Federal Food Commodities

I. Interfund Transactions

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

1. Transfers of resources from one fund to another fund through which resources are to be expended are recorded as operating transfers.
2. Short-term interfund loans are reflected as interfund receivables/payables.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 2 - Summary of Significant Accounting Policies (Continued)

J. Compensated Absences

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

Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those the District has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employees' wage rate at fiscal year end, taking into consideration any limits specified in the District's termination policy.

For governmental funds, the current portion of unpaid compensated absences is the amount expected to be paid using available expendable resources. These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated unpaid leave are paid. The remainder is reported in the general long-term obligations account group. In proprietary funds, the entire amount of compensated absences is reported as a fund liability.

K. Accrued Liabilities and Long-Term Obligations

In general, governmental fund payables and accrued liabilities are reported as obligations of the funds regardless of whether they will be liquidated with current resources. However, judgements, compensated absences, contractually required pension contributions, and special termination benefits that will be paid from governmental funds are reported as a liability in the general long-term obligations account group to the extent that they will not be paid with current available expendable financial resources. Payments made more than sixty days after year-end are generally considered not to have been paid with current available financial resources.

Long-term debt and other obligations financed by proprietary funds are reported as liabilities in the appropriate funds.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 2 - Summary of Significant Accounting Policies (Continued)

L. Fund Balance Reserves

The District records reservations for portions of fund equity which are legally segregated for specific future use or which do not represent available expendable resources and therefore are not available for appropriations for expenditures. Undesignated fund balance indicates that portion of fund equity that is available for appropriation in future periods. Fund equity reserves are established for encumbrances, inventory, debt service, property taxes, and for budget stabilization. The reserve for taxes represents property taxes recognized as revenue under generally accepted accounting principles but not available for appropriations under State statute. The reserve for budget stabilization represents cash that has been set aside as required by State statute.

M. Estimates

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

N. Total Columns on General Purpose Financial Statements

Total columns on the general purpose financial statements are captioned "Totals - (Memorandum Only)" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

Note 3 - Restatement of Fund Equity

At June 30, 1998, the General Fixed Assets in the General Fixed Asset Account Group was overstated by \$164,640. The effect of this change is as follows:

	As Previously Reported <u>June 30, 1998</u>	<u>Adjustment</u>	As Restated <u>June 30, 1998</u>
General Fixed Assets	\$10,481,901	(164,640)	\$10,317,261

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 4 – Budgetary Basis of Accounting

While the District is reporting its financial position, results of operations, and changes in fund balance/retained earnings 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 Combined Statement of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual (Non-GAAP Basis) – All Governmental Fund Types and Expendable Trust Funds and the Combined Statement of Revenues, Expenses and Changes in Fund Equity – Budget and Actual (Non-GAAP Basis) – All Proprietary Fund Types and Nonexpendable Trust Funds are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the GAAP basis are that:

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures/expenses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. For proprietary funds, the acquisition and construction of capital assets are reported on the operating statement (budget basis) rather than as balance sheet transaction (GAAP basis).

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 4 - Budgetary Basis of Accounting (Continued)

The following tables summarize the adjustments necessary to reconcile the GAAP and budgetary basis statements by fund type.

**Excess of Revenues and Other Financing Sources
Over/(Under) Expenditures and Other Financing Uses
All Governmental Fund Types and Expendable Trust Funds**

	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Expendable Trust</u>
GAAP Basis	(\$158,577)	(\$25,198)	(\$301)	\$140,792	\$10,191
Net Adjustment For Revenue Accruals	10,296	13,091	-	(170)	194
Net Adjustment For Expenditure Accruals	<u>269,029</u>	<u>(148,223)</u>	<u>-</u>	<u>-</u>	<u>(3,000)</u>
Budget Basis	<u>\$120,748</u>	<u>(\$160,330)</u>	<u>(\$301)</u>	<u>\$140,622</u>	<u>\$ 7,385</u>

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 4 – Budgetary Basis of Accounting (Continued)

Net Loss/Excess of Revenues Over/(Under)
 Expenses and Operating Transfers
 All Proprietary Fund Types and Non-Expendable Trust Funds

	<u>Enterprise</u>	<u>Internal Service</u>	<u>Non- Expendable Trust</u>
GAAP Basis	(\$20,536)	(\$124,922)	(\$517)
Net Adjustment For Revenue Accruals	(10,881)	(160,874)	394
Net Adjustment For Expenditure Accruals	<u>40,345</u>	<u>186,942</u>	<u>-</u>
Budget Basis	<u>\$ 8,928</u>	<u>(\$ 98,854)</u>	<u>(\$123)</u>

Note 5 – 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 two year period of designation of depositories. Inactive deposits must either be evidenced by certificates of deposit maturing not later than the end of the current period of designation of depositories, or by savings or deposit accounts including, but not limited to, passbook accounts.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 5 - Deposits and Investments (Continued)

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 accounts including passbook accounts.

Interim monies may be deposited or invested in the following securities:

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or 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 issuance's of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasurer's investment pool (STAR Ohio);
7. Certain bankers' acceptances and commercial paper notes for a period not to exceed one hundred eighty (180) days in an amount not to exceed twenty five percent (25%) of the interim monies available for investment at any one time, and

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 5 - Deposits and Investments (Continued)

8. Under limited circumstances, corporate debt interests rated in either of the two highest rating classifications by at least two nationally recognized rating agencies.

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the District, and must be purchased with the expectation that it will be held to maturity. Investments may only be made through specific dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the Treasurer or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

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

The following information classifies deposits and investments by categories of risk as defined in GASB Statement 3 "Deposits with Financial Institutions, Investments and Reverse Repurchase Agreements".

Deposits

At the fiscal year end, the carrying amount of the District's deposits was \$251,642 and the bank balance was \$344,475. Of the bank balance:

\$160,367 is covered by Federal Depository Insurance; and

\$184,108 was uninsured and uncollateralized. Although all State statutory requirements for the deposit of money had been followed, non-compliance with federal requirements would potentially subject the District to a successful claim by the FDIC.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 5 - Deposits and Investments (Continued)

Investments

GASB statement 3 requires the District's investments to be categorized to give an indication of the level of risk assumed by the District at year end. Category 1 includes investments that are insured or registered, or for which securities are held by the District or its agent in the District's name. Category 2 included uninsured and unregistered investments which securities are held by the counter-party's trust department or agent in the District's name. Category 3 includes, uninsured and unregistered investments for which the securities are held by the counter-party, or by its trust department or agent but not in the District's name.

The District has investments in the State Treasurer's Investment Pool (STAR OHIO) at June 30, 1999 in the amount of \$2,684,535, this particular investment is not a categorized investment because it is not evidenced by securities that exist. The investment in STAR OHIO is stated at the fair market value; therefore, no adjustment to determine the fair market value is necessary.

The classification of cash and cash equivalents and investments on the combined financial statements is based on criteria set forth in GASB Statement No. 9. A reconciliation between classifications of cash and investments on the combined financial statements and the classification per GASB Statement No. 3 is as follows:

	<u>Cash and Cash Equivalents</u>	<u>Investments</u>
GASB Statement 9	\$ 2,936,177	
Investments:		
STAR Ohio	<u>(2,684,535)</u>	<u>\$ 2,684,535</u>
GASB Statement 3	<u>\$ 251,642</u>	<u>\$ 2,684,535</u>

Note 6 - Property Taxes

Property taxes include amounts levied against real, public utility, and tangible property located within the District. All property is required to be re-appraised every six years with a triennial update.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 6 - Property Taxes (Continued)

Real property taxes, excluding public utility property, are assessed at 35% of appraised market value. Pertinent real property tax dates are:

Collection Dates: February and July of the current year.
Lien Date: January 1 of the year preceding the collection year.
Levy Date: October 1 of the year preceding the collection year.

Tangible personal property used in business (except for public utilities) is currently assessed for ad valorem taxation purposes at 25% of its true value.

The taxes are based on assessed values determined at the close of the most recent fiscal year of the taxpayer that ended on or before March 31 of the current calendar year. Pertinent tangible personal property tax dates are:

Collection Dates: April and September of the current year.
Lien Date: January 1 of the current year.
Levy Date: October 1 of the year preceding the collection year.

Most public utility tangible personal property currently is assessed at 35% of its true value. Pertinent public utility tangible personal property tax dates are:

Collection Dates: February and July of the current year.
Lien Date: December 31 of the second year preceding the collection year.
Levy Date: October 1 of the year preceding the collection year.

The County Treasurer collects real estate property taxes on behalf of all taxing districts within the County. The County Auditor periodically remits to the District its portion of the taxes collected with final settlement in March and September.

The County Treasurer collects personal property taxes on behalf of all taxing districts within the County. The County Auditor periodically remits to the District its portion of the taxes collected with final settlement in May and October.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 6 - Property Taxes (Continued)

Taxes receivable represent current and delinquent real property, tangible personal property, and public utility property taxes that are measurable at June 30, 1999. Delinquent taxes of \$408,610 and current taxes totaling \$10,985,700 though measurable, are intended to finance the next fiscal year's operations, and are therefore offset by a credit to deferred revenue. The amount available as an advance at June 30, 1999, was \$1,437,000 and was credited to the General Fund. This amount is recorded as current year tax revenue, with a reserve for property taxes established, to show this amount is not available for current year appropriations. There are no other funds in the District that are entitled to receive tax revenue.

The assessed values are properties upon which fiscal year 1999 property tax revenues were based are as follows:

	<u>1998 Second Half Collections</u>	<u>1999 First Half Collections</u>
Residential/Agricultural	\$281,897,240	\$297,317,190
Commercial/Industrial	39,881,080	42,844,370
Public Utility Personal	23,776,900	23,330,420
General Personal Property	<u>27,426,470</u>	<u>30,861,280</u>
Total Valuation	<u>\$372,981,690</u>	<u>\$394,353,260</u>

Note 7 - Interfund Transactions

Interfund balances at June 30, 1999 consist of the following individual fund receivables and payables:

	<u>Due From Other</u>	<u>Due To Other</u>
General Fund		\$210,875
Internal Service Self-Insurance	<u>\$210,875</u>	-
Total All Funds	<u>\$210,875</u>	<u>\$210,875</u>

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 7 - Interfund Transactions (Continued)

	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$23,000	-
Enterprise Fund		
Food Service	-	\$16,000
Uniform School	-	7,000
Total All Funds	<u>\$23,000</u>	<u>\$23,000</u>

Note 8 - Receivables

Receivables at June 30, 1999, consisted of taxes (both current and delinquent), accounts, Intergovernmental, and Interfund loans (Note 7). 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 is as follows:

General Fund	
Ohio Department of Education - State Foundation	\$116,614
Ohio Department of Education - Driver's Education	<u>450</u>
Total General Fund	\$117,064
Special Revenue Funds	
Federal Assistance - Title I	15,889
Federal Assistance - Drug Free Schools	<u>5,433</u>
Total Special Revenue Funds	21,322
Enterprise Funds	
Federal Assistance - Food Service	<u>13,843</u>
Total Intergovernmental Receivables	<u>\$152,229</u>

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 9 - Fixed Assets

A summary of changes in the enterprise fund (food service) fixed assets during fiscal year 1999 is as follows:

	Restated Balance At 7/1/98	Additions	Deletions	Balance at 6/30/99
Equipment	\$183,772	\$ 1,319	\$ -	\$185,091
Accumulated Depreciation	<u>(164,339)</u>	<u>(4,733)</u>	<u>-</u>	<u>(169,072)</u>
Net Fixed Assets	<u>\$ 19,433</u>	<u>(\$3,414)</u>	<u>-</u>	<u>\$ 16,019</u>

A summary of changes in the general fixed assets during fiscal year 1999 is as follows:

<u>Asset Category</u>	Restated Balance at 7/1/98	Additions	Deletions	Balance at 6/30/99
Land & Improvements	\$ 212,210	-	-	\$ 212,210
Buildings	6,501,819	46,869	-	6,548,688
Furniture & Equipment	2,046,324	253,045	(125,577)	2,173,792
Vehicles	<u>1,556,908</u>	<u>115,510</u>	<u>(44,177)</u>	<u>1,628,241</u>
Totals	<u>\$10,317,261</u>	<u>\$ 415,424</u>	<u>(\$169,754)</u>	<u>\$10,562,931</u>

Note 10 - Risk Management

Comprehensive

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. The following is a list of all insurance coverage of the District and the deductibles associated with each:

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 10 – Risk Management (Continued)

Comprehensive (Continued)

<u>Coverage</u>	<u>Amount</u>	<u>Deductible</u>
Building & Content	\$32,902,062	\$ 500
Valuable Papers	100,000	100
Crime Coverage	2,500-10,000	-
Boiler/Machinery Coverage	15,000,000	1,000
Spoilage Coverage	10,000	100
Transportation Coverage	10,000	100
Inland Marine Coverage	15,400	250
Automobile Coverage	(A)	-
General Liability Coverage	2,000,000	-
Errors & Omissions	1,000,000	1,000
Stop Gap Liability	1,000,000	-
Employee Benefits Liability	1,000,000	1,000
Sexual Misconduct/Molestation	2,000,000	-
Umbrella Liability	2,000,000	-

(A) - The limits on the Automobile Coverage are \$1,000,000 combined single limit bodily injury and property damage liability/hired & non-owned liability, \$300,000 uninsured motorist coverage, \$5,000 medical payments, \$500 comprehensive deductible including hired auto, and \$1,000 collision deductible including hired auto. Settled claims have not exceeded this commercial coverage in any of the past three years. There has not been a significant reduction in coverage from the prior year.

All employees handling monies of the District are covered by a blanket bond, while certain individuals in policy making roles are covered by a separate, higher limit bond coverage.

The District pays the State Worker's Compensation System a premium based on a rate per \$100 of payroll. This rate is calculated based on accident history and administrative costs. This rate is currently \$1.52 per \$100 of payroll.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 10 – Risk Management (Continued)

Self-Insurance Program

The self-insurance program for health care is administered by Aetna U.S. Healthcare. Payments are made to Aetna U.S. Healthcare for the actual amount of claims processed, monthly stop-loss premiums, and administrative charges. The stop-loss premiums limit the District's losses to 125% of projected annual claims. Operating revenues of the internal service fund consist of charges to other funds for an amount expected to be needed to cover claims and to provide for future catastrophe losses, policy stop-loss premiums, and other operating expenses. The portion of the charge relating to the cost needed to cover claims is calculated annually based on historical information and trend information.

The retained earnings in the internal service fund as of June 30, 1999 is designated for future catastrophe losses. At June 30, 1999, the District has recorded a liability of \$285,840 for unpaid claims for services incurred prior to June 30, 1999. The liability is based on actual claims paid subsequent to fiscal year-end. Additional liabilities of this fund for estimates of costs relating to incurred but not reported claims (IBNR) amount to \$239,408. This amount is based on an estimate provided by the third party administrator and the requirements of Governmental Accounting Standards Board Statement Number 10.

The District provides employee medical, prescription, and dental benefits through a self insured program. All fund types of the applicable fund types of the District participate in the program and make payments to the medical self-insurance internal service fund based on actuarial estimates of the amounts needed to pay prior and current year claims. The monthly premiums for insurance coverage is as follows:

	<u>Family Plan</u>	<u>Single Plan</u>
Medical	\$510.00	\$250.00
Dental	\$ 53.00	\$ 53.00
Life Insurance	\$ 4.20	\$ 4.20

The medical plan includes the prescription card. This benefit has an out of pocket cost to the employee of \$5.00 for generic and \$10.00 for name brand prescriptions.

The District also provides an optional HMO plan to the employee's of the District. The monthly premium is \$457.57 for a family plan and \$166.39 for a single plan.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 10 – Risk Management (Continued)

Self-Insurance Program (Continued)

The Board of Education pays 90% of the monthly premium for medical insurance and 100% of the monthly dental and monthly life insurance premium for all certificated employees. The Board of Education pays 90% of the monthly premium for medical insurance and \$27.00 towards the monthly dental premium and 100% of the monthly life insurance premium. The District utilizes a third party administrator, Aetna Insurance Company, to review all claims and to administer to the plan approved by the Board of Education. The cost to the District for the service of the third party administrator is \$49.35 per month per employee on the plan.

The District also purchased stop-loss coverage at a cost of \$36.06 per month per employee on the plan. Both the stop-loss coverage and the administrative fee are already calculated in the monthly premium amounts reflected above.

The claims liability reported in the internal service funds at June 30, 1999 is based on the requirements of Governmental Accounting Standards Board Statement No. 10 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. Changes in claims activity for fiscal year 1998 through 1999 are as follows:

	<u>Beginning Balance</u>	<u>Current Claims</u>	<u>Claims Payments</u>	<u>Ending Balance</u>
1998	\$410,773	\$1,272,690	\$1,350,999	\$332,464
1999	332,464	1,709,326	1,512,384	529,406

Workers' Compensation

The District participates in the Ohio Schools Council Worker's Compensation Group Rating Plan (GRP), an insurance purchasing pool (Note 17). The intent of the GRP is to achieve the benefit of a reduced premium for the District by virtue of its grouping and representation with other participants in the GRP. The worker's compensation experience of the participating Districts is calculated as one experience and a common premium rate is applied to all Districts in the GRP.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 10 - Risk Management (Continued)

Self-Insurance Program (Continued)

Each participant pays its workers' compensation premium to the State based on the rate for the GRP rather than its individual rate. Total savings are then calculated and each participant's individual performance is compared to the overall savings percent of the GRP. A participant will then either receive money from or be required to contribute to the "Equity Pooling Fund". This "equity pooling fund" arrangement insures that each participant shares equally in the overall performance of the GRP. Participation in the GRP is limited to school districts that can meet the GRP's selection criteria. The school districts apply for participation each year. Each year, the District pays an enrollment fee to the GRP to cover costs of administering the program.

Note 11 - Other Employee Benefits

Compensated Absences

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

Sick Leave

Each full time Certificated and Non-Certificated employee is entitled to fifteen (15) days sick leave with pay for each year under contract and accrues sick leave at a rate of one and one-fourth (1 ¼) days for each calendar month under contract. Certificated employees are permitted unlimited sick leave accrual. Non-Certificated employees are permitted to accrue a maximum of two hundred (200) days.

Vacation Leave

Employees earn vacation at rates specified under State of Ohio law and based on credited service. Clerical, Technical, and Maintenance and Operation employees with one or more years of service are entitled to vacation ranging from 5 to 23 days. Employees with less than one year of service earn one vacation day per month worked, not to exceed five days. A detail scale is contained within the negotiated agreement pertaining to vacation earnings. Certain employees are permitted to carry over vacation leave earned in the current year into the next year. The Superintendent and the Treasurer's vacation leave is determined through negotiated agreements.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 11 - Other Employee Benefits (Continued)

Vacation Leave (Continued)

The District has recorded an estimated liability of \$1,010,996 for vacation and sick leave payable at June 30, 1999 for Governmental Fund Types, in accordance with GASB no. 16 "Accounting for Compensated Absences". The amount has been recorded in the General Long-Term Obligations Account Group since the liabilities will not require the use of current expendable available financial resources. Furthermore, the District has recorded an estimated fund liability of \$20,989 for the Proprietary Fund Types.

Note 12 - Defined Benefit Pension Plans

A. School Employees Retirement System

The District contributes to the School Employees Retirement System of Ohio (SERS), a cost-sharing multiple employer public employee retirement system administered by the School Employees Retirement Board. SERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by 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 for SERS. The report may be obtained by writing to the School Employees Retirement System, 45 North Fourth Street, Columbus, Ohio 43215-3634.

Plan members are required to contribute 9 percent of their annual covered salary and the Chardon Local School District is required to contribute an actuarially determined rate. The current School District rate is 14 percent of annual covered payroll. A portion of the School District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits: for fiscal year 1999, 7.7 percent of the annual covered salary was the portion used to fund pension obligations. For fiscal year 1998, 9.02 percent was used to fund the pension obligations. The contribution requirements of plan members and employers are established and may be amended, up to statutory maximum amounts, by the SERS Retirement Board. The School District's required contribution for pension obligations to SERS for fiscal years ended June 30, 1999, 1998, and 1997 were \$375,013, \$358,772, \$342,449, respectively; 48.70 percent has been contributed for fiscal year 1999 and 100 percent has been contributed for fiscal years 1997 & 1998. \$192,492 represents the unpaid contribution for fiscal year 1999. The liability for the Governmental Funds and Proprietary Funds are included in the accrued wages and benefits in the following amounts: General Fund \$57,077; Special Revenue Fund \$925; and Enterprise Fund \$6162. The long-term portion is reported as pension obligation payable in the General Long-Term Obligations Account Group.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 12 - Defined Benefit Pension Plans (Continued)

B. State Teachers Retirement System

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

For the fiscal year ended June 30, 1999, plan members are required to contribute 9.3 percent of their annual covered salaries. The School District is required to contribute 14 percent, 6.0 percent was the portion used to fund pension obligations. For fiscal year 1998, the portion used to fund pension obligations was 10.5 percent. Contribution rates are established by STRS, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. The School District's required contributions for pension obligations to STRS for the fiscal years ended June 30, 1999, 1998, and 1997 were \$1,252,596, \$1,224,904, \$1,223,852, respectively; 84 percent has been contributed for fiscal year 1999 and 100 percent has been contributed for fiscal years 1997 & 1998. \$200,496 represents the unpaid contribution for fiscal year 1999, and is recorded as a liability within the respective funds.

Note 13 - Postemployment Benefits

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

All STRS benefit recipients and sponsored dependents are eligible for health care coverage. The State Teachers Retirement Board has authority over how much, if any, of the health costs will be absorbed by STRS. Most benefit recipients pay a portion of the health care cost in the form of a monthly premium. By Ohio law, the cost of coverage paid from STRS funds shall be included in the employer contribution rate, currently 14 percent of covered payroll. For the fiscal year ended June 30, 1999, the STRS Board allocated employer contributions equal to 8 percent of covered payroll to the Health Care Reserve Fund, an increase from 3.5 percent for fiscal year 1998.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 13 - Postemployment Benefits (Continued)

STRS pays health care benefits from the Health Care Reserve Fund. At June 30, 1998, (the latest information available) the balance in the Fund was \$2,156 million. For the year ended June 30, 1998, net health care costs paid by STRS were \$219,224,000 and STRS has 91,999 eligible benefit recipients.

For SERS, coverage is made available to service retirees with ten or more years qualifying service credit, and disability and survivor benefit recipients. Members retiring on or after August 1, 1989, with less than twenty-five years of service credit must pay a portion of their premium for health care. The portion is based on years of service up to a maximum of 75 percent of the premium.

After the allocation for basis benefits, the remainder of the employer's 14 percent contribution is allocated to providing health care benefits. For the fiscal year ended June 30, 1999, employer contributions to fund health care benefits were 6.3 percent of covered payroll, an increase from 4.98 percent for fiscal year 1998. In addition, SERS levies a surcharge to fund health care benefits equal to 14 percent of the difference between a minimum pay and the member's pay, pro-rated for partial service credit. For the fiscal year 1998, the minimum pay has been established at \$12,400. For the School District, the amount to fund health care benefits, including surcharge, during the 1999 fiscal year equaled \$195,749.

The surcharge, added to the unallocated portion of the 14 percent employer contribution rate, provides for maintenance of the asset target level for the health care fund. The target level for the health care reserve is 125 percent of annual health care expenses. Expenses for health care at June 30, 1998 (latest information available), were \$111,900,575 and the target level was \$139.9 million. At June 30, 1998, SERS had net assets available for payment of health care benefits of \$160.3 million. SERS has approximately 50,000 participants currently receiving health care benefits.

Note 14 - Long-Term Obligations

The changes in the District's long-term obligations during fiscal year 1999 were as follows:

	Principal Outstanding at 6/30/98	Additions	Deletions	Principal Outstanding at 6/30/99
General Obl. Notes	\$ 15,000	-	(\$ 15,000)	\$ -
Judgments Payable	200,655	-	(80,260)	120,395
Pension Obl. Payable	139,152	128,328	(139,152)	128,328
Compensated Absences	<u>798,777</u>	<u>212,219</u>	-	<u>1,010,996</u>
Totals	<u>\$1,153,584</u>	<u>\$ 340,547</u>	<u>(\$234,412)</u>	<u>\$1,259,719</u>

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 14 - Long-Term Obligations (Continued)

Compensated absences will be paid from the fund from which the employees are paid. The pension obligations payable will also be paid from the fund from which the employees are paid. The judgment payable represents a liability for personal property taxes that were improperly paid to the District by the Lake County Auditor from 1986 to 1993. A judgment handed down by the court dictated that the Chardon Board of Education was permitted to pay back the total amount over a period of five years commencing on January 1, 1996 through January 1, 2001. The judgment further stipulated that semi-annual payments in the amount of \$40,130 are to be paid each January 1 and July 1 of each year until the debt has been repaid. The current judgment payable amount is \$120,395 and this amount will be paid by the General Fund.

The District's overall debt margin was \$35,491,783 with an unvoted debt margin of \$394,353 at June 30, 1999.

Note 15 - Segment Information for Enterprise Funds

The District maintains four (4) Enterprise Funds which provide lunchroom/cafeteria, uniform school supplies, summer school and adult education services. Segment information for the year ended June 30, 1999 was as follows:

	Food Service	Uniform School Supplies	Summer School	Adult/ Community Education	Total
Operating Revenues	513,164	21,590	29,951	36,113	600,818
Operating Expenses					
Less Depreciation	671,400	24,845	26,639	45,706	768,590
Depreciation Expense	4,733	-	-	-	4,733
Operating Income (Loss)	(162,969)	(3,255)	3,312	(9,593)	(172,505)
Operating Grants	121,949	-	-	-	121,949
Transfers In	20,000	-	-	-	20,000
Net Income (Loss)	(11,076)	(3,179)	3,312	(9,593)	(20,536)
Net Working Capital	(33,447)	(6,838)	18,952	(1,524)	(22,857)
Total Assets	38,966	166	27,892	689	67,713
Total Liabilities	72,413	7,004	8,940	2,213	90,570
Total Equity	(33,447)	(6,838)	18,952	(1,524)	(22,857)

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 16 - Jointly Governed Organizations

Auburn Career Center

The Auburn Career Center is a joint vocational school district that is a jointly governed organization among eleven school districts. Each participating school district appoints one member to the Auburn Career Center's Board of Education. The students of each participating school district may attend classes offered at the vocational facility. Each participant's control over the operation of the Auburn Career Center is limited to representation on the board. Continued existence of the Auburn Career Center is not dependent on the District's continued participation. Financial information can be obtained by writing the Auburn Career Center, Barbara Koenitzer, who serves as Treasurer, at 8140 Auburn Road, Painesville, Ohio 44077.

Lake/Geauga Computer Association

The Lake/Geauga Computer Association (LGCA) is a jointly governed organization that was formed for the purpose of providing computer services for accounting, grading, scheduling, EMIS and other applications to its eighteen member school districts. Each of the districts support LGCA based upon a per pupil charge. The Executive Committee (governing board) consists of the superintendents and treasurers of the member school districts. The degree of control exercised by any participating school district is limited to its representation on the governing board. LGCA's continued existence is not dependent on the District's continued participation. Financial information can be obtained from Loretta Petersen, who serves as treasurer, at 8140 Auburn Street, Concord Township, Ohio 44077.

Ohio Schools Council

The Ohio Schools Council (the "Council") is a jointly governed organization among its seventy member school districts. The jointly governed organization was formed to purchase quality products and services at the lowest possible cost to the member districts. Each district supports the Council by paying a one-time fee of \$500 and an annual participation fee. The Council's Board consists of seven (7) superintendents of the participating districts whose term rotates every year. The degree of control exercised by any school district is limited to its representation on the Board. Financial information can be obtained by contacting Joseph Lesak, the Executive Secretary of the Ohio Schools Council at 130 Center Street, Bedford, Ohio 44146.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 16 - Jointly Governed Organizations (Continued)

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

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

Note 17 - Insurance Purchasing Pool

The District participates in the Ohio School Council Workers' Compensation Group Rating Plan (GRP), an insurance pool, as established through Acordia under section 4123.29 of the Ohio Revised Code. Each year, the participating school districts pay an enrollment fee to the GRP to cover costs of administering the program.

Note 18 - Contingencies

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, 1999.

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.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 19 – School Funding Decision

On March 24, 1997, the Ohio Supreme Court rendered a decision declaring certain portions of the Ohio school funding plan unconstitutional. The Court stayed the effect of its ruling for one year to allow the State's legislature to design a plan to remedy the perceived defects in the system. Declared unconstitutional was the State's "school foundation program", which provides significant amounts of monetary support to the School District. During the fiscal year ended June 30, 1999, the School District received \$4,243,330 of school foundation support for its general fund.

Since the Supreme Court ruling, numerous pieces of legislation have been passed by the State legislature in an attempt to address the issues identified by the Court. The Court of Common Pleas in Perry County has reviewed the new laws and, in a decision issued on February 26, 1999, determined they are not sufficiently responsive to the constitutional issues raised under the "thorough and efficient" clause of the Ohio Constitution. The State has appealed the decision made by the Court of Common Pleas to the Ohio Supreme Court. As of the date of these financial statements, the Ohio Supreme Court has not rendered an opinion on this issue. The decision of the Court of Common Pleas in Perry County has been stayed by the Ohio Supreme Court, and, as such, school districts are still operating under the laws that the Common Pleas Court declared unconstitutional.

As of the date of these financial statements, the District is unable to determine what effect, if any, this ongoing litigation will have on its future State funding under this program (these programs) and on its financial operations.

Note 20 – Set-Aside Requirements

The School District is required by State statute to annually set aside an amount based on prior year revenues for the purchase of textbooks and other instructional materials and an additional amount for capital improvements. Amounts not spent by year-end or offset by similarly restricted sources must be held in cash at year-end and carried forward to be used for the same purpose in future years. Amounts are also to be set aside if the School District's base amount used for the yearly set-aside calculation increases three percent (3%) or more from the prior year. This amount is included in the budget stabilization reserve.

The following information describes the changes in the amounts set aside for textbooks and instructional materials, capital improvements and budget stabilization from the end of the prior year to the end of the current year.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 20 – Set-Aside Requirements (Continued)

	<u>Textbooks</u>	<u>Capital Improvements</u>	<u>Budget Reserve</u>	<u>Total</u>
Set-aside balance at 7/1/98	\$	\$	\$ 262,461	\$ 262,461
Current year set-aside requirement	285,994	285,994	149,183	721,171
Qualifying expenditures	(550,050)	(1,464,933)		(2,014,983)
Totals	<u>(264,056)</u>	<u>(1,178,939)</u>	<u>411,644</u>	<u>(1,031,351)</u>
Cash Balance Carried Forward to FY 2000			<u>411,644</u>	
Amount Restricted for Budget Stabilization				<u>411,644</u>
Total Restricted Assets				<u>\$ 411,644</u>

Although the District had qualifying expenditures during the year that reduced the set-aside amounts below zero, these extra amounts may not be used to reduce the set-aside requirements of future years. Negative amounts are not presented as being carried forward to the next fiscal year.

Note 21 – Year 2000 Issue

The year 2000 issue is the result of shortcomings in many electronic data processing systems and other equipment that may adversely affect the government's operations as early as fiscal year 1999.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 21 - Year 2000 Issue (Continued)

The Lake Geauga Computer Association State Software Development Team has indicated that:

The payroll processing software supported with OECN State Software is compliant with the Year 2000, beginning with the September 1997 release of USPS V4.0.

The accounting software supported with OECN State Software is compliant with the Year 2000, beginning with the June 1998 release of USAS V6.1.

The education management information system software supported with OCEN State Software is compliant with the Year 2000, beginning with the September release of EMIS V1.7.

Property tax billing, collection and remittance for the School District is handled by Geauga County. The county is responsible for remediating this system.

The District has received assurances from all financial institutions that are entrusted with District funds to be in compliance with the Year 2000.

Because of the unprecedented nature of the year 2000 issue, its effects and the success of related remediation efforts will not be fully determinable until the year 2000 and thereafter. Management cannot assure that the District is or will be year 2000 ready, that the District's remediation efforts will be successful in whole or part, or that parties with whom the District does business will be year 2000 ready.

Note 22 - Fund Balance Deficits

Fund balances/retained earnings at June 30, 1999 included the following individual fund deficit:

	<u>Deficit</u> <u>Retained Earnings</u>
Enterprise Fund:	
Food Service	\$33,447
Uniform School Supplies	6,838
Adult Education	1,524

The Food Service Fund, the Uniform School Supplies Fund and the Adult Education Fund deficit retained earnings resulted from adjustments for accrued liabilities. Management is analyzing fund operations to determine appropriate action to alleviate the deficit.

**Combining, Individual Fund
and Account Group
Statements and Schedules**

(This page left intentionally blank)

General Fund

The general fund is the operating fund of the District and is used to account for all financial resources except those required to be accounted for in other funds.

Chardon Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - General Fund
 for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Taxes	\$ 12,118,395	\$ 12,118,395	\$ -
Tuition	24,309	24,309	-
Earnings on Investments	187,449	187,449	-
Extracurricular Activities	22,910	23,135	225
Classroom Materials & Fees	84,783	84,828	45
Miscellaneous	125,838	126,386	548
Revenue in Lieu of Taxes	5,720	5,720	-
Unrestricted Grants-in-Aid - State	5,840,833	5,840,833	-
Restricted Grants-in-Aid - State	76,158	76,158	-
Total Revenue	18,286,395	18,287,213	818
Expenditures			
Instruction:			
Regular:			
Salaries and Wages	6,224,200	6,217,791	6,409
Fringe Benefits	1,692,805	1,680,740	12,065
Purchased Services	150,927	150,232	695
Materials and Supplies	421,480	370,481	50,999
Capital Outlay - New	8,221	7,511	710
Capital Outlay - Repl.	5,723	5,123	600
Total Regular	8,503,356	8,431,878	71,478
Special:			
Salaries and Wages	642,000	640,819	1,181
Fringe Benefits	155,100	149,218	5,882
Purchased Services	532,590	532,249	341
Materials and Supplies	16,229	16,031	198
Capital Outlay - New	2,500	810	1,690
Total Special	1,348,419	1,339,127	9,292
Vocational Education:			
Salaries and Wages	177,000	176,189	811
Fringe Benefits	46,200	45,385	815
Materials and Supplies	7,190	7,142	48
Capital Outlay - Repl.	830	830	-
Total Vocational Education	231,220	229,546	1,674
Other:			
Purchased Services	55,451	55,358	93
Total Other	55,451	55,358	93
Total Instruction	10,138,446	10,055,909	82,537
Supporting Services:			
Pupils:			
Salaries and Wages	499,000	496,071	2,929
Fringe Benefits	149,700	137,029	12,671
Purchased Services	36,582	36,580	2
Materials and Supplies	11,134	11,032	102
Total Pupils	696,416	680,712	15,704
Instructional Staff:			
Salaries and Wages	330,000	323,208	6,792
Fringe Benefits	88,100	85,515	2,585
Purchased Services	26,548	25,642	906
Materials and Supplies	69,445	66,559	2,886
Capital Outlay - New	148,250	144,051	4,199
Capital Outlay - Repl.	59,060	54,161	4,899
Total Instructional Staff	721,403	699,136	22,267

Chardon Local School District

Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - General Fund
for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Board of Education:			
Salaries and Wages	4,800	4,640	160
Fringe Benefits	1,440	849	591
Purchased Services	11,250	8,471	2,779
Materials and Supplies	500	224	276
Other	34,550	29,673	4,877
Total Board of Education	52,540	43,857	8,683
Administration:			
Salaries and Wages	1,040,000	1,039,320	680
Fringe Benefits	361,300	360,462	838
Purchased Services	168,335	159,878	8,457
Materials and Supplies	50,471	45,911	4,560
Capital Outlay - New	4,810	4,723	87
Capital Outlay - Repl.	3,484	3,484	-
Other	7,054	5,102	1,952
Total Administration	1,635,454	1,618,880	16,574
Fiscal Services:			
Salaries and Wages	140,200	139,996	204
Fringe Benefits	53,700	53,232	468
Purchased Services	54,185	53,443	742
Materials and Supplies	10,987	10,900	87
Capital Outlay - New	1,769	1,769	-
Other	372,105	370,908	1,197
Total Fiscal Services	632,946	630,248	2,698
Business:			
Salaries and Wages	165,000	150,869	14,131
Fringe Benefits	56,700	56,633	67
Purchased Services	59,069	59,053	16
Materials and Supplies	500	196	304
Total Business	281,269	266,751	14,518
Operation of Maintenance of Plant:			
Salaries and Wages	691,000	689,243	1,757
Fringe Benefits	236,600	236,690	1,910
Purchased Services	566,971	563,991	2,980
Materials and Supplies	220,250	218,767	1,483
Capital Outlay - New	12,000	11,377	623
Capital Outlay - Repl.	8,344	7,510	834
Other	1,000	600	400
Total Operation of Maintenance of Plant	1,738,165	1,728,178	9,987
Pupil Transportation:			
Salaries and Wages	818,500	817,999	501
Fringe Benefits	264,300	263,803	497
Purchased Services	94,617	91,885	2,732
Materials and Supplies	183,817	180,262	3,555
Capital Outlay - New	3,000	2,972	28
Capital Outlay - Repl.	113,100	113,049	51
Total Transportation	1,477,334	1,469,970	7,364
Central:			
Salaries and Wages	81,000	60,836	184
Fringe Benefits	18,700	18,670	30
Purchased Services	17,400	17,041	359
Materials and Supplies	1,350	1,267	83
Other	175	150	25
Total Central	98,625	97,964	661

Chardon Local School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - General Fund
for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Non-Instructional Services:			
Food Service:			
Salaries and Wages	26,600	26,563	37
Fringe Benefits	7,500	5,059	2,441
Total Food Service	<u>34,100</u>	<u>31,622</u>	<u>2,478</u>
Community Services:			
Salaries and Wages	32,000	31,428	572
Fringe Benefits	9,600	5,663	3,937
Total Community Services	<u>41,600</u>	<u>37,091</u>	<u>4,509</u>
Total Non-Instructional Services	<u>75,700</u>	<u>68,713</u>	<u>6,987</u>
Extracurricular Activities:			
Academic & Subject Oriented			
Salaries and Wages	23,000	22,951	49
Fringe Benefits	6,000	3,512	2,488
Total Academic & Subject Oriented	<u>29,000</u>	<u>26,463</u>	<u>2,537</u>
Sports Oriented			
Salaries and Wages	208,000	207,714	286
Fringe Benefits	35,055	34,547	508
Total Sports Oriented	<u>243,055</u>	<u>242,261</u>	<u>794</u>
Co-Curricular Activities			
Salaries and Wages	25,000	19,151	5,849
Fringe Benefits	4,275	3,014	1,261
Total Co-Curricular Activities	<u>29,275</u>	<u>22,165</u>	<u>7,110</u>
Total Extracurricular Activities	<u>301,330</u>	<u>290,889</u>	<u>10,441</u>
Facilities Acquisition & Construction Services			
Site Improvement:			
Purchased Services	34,561	34,560	1
Total Site Improvement	<u>34,561</u>	<u>34,560</u>	<u>1</u>
Architecture & Engineering			
Purchased Services	14,939	11,422	3,517
Total Architecture & Engineering	<u>14,939</u>	<u>11,422</u>	<u>3,517</u>
Building Improvement			
Purchased Services	449,287	447,110	2,177
Materials and Supplies	350	313	37
Capital Outlay - New	5,100	5,001	99
Capital Outlay - Repl.	58,790	58,754	36
Total Building Improvement	<u>513,527</u>	<u>511,178</u>	<u>2,349</u>
Total Facilities Acquisition & Construction Services	<u>563,027</u>	<u>557,160</u>	<u>5,867</u>
Total Expenditures	<u>18,412,655</u>	<u>18,208,367</u>	<u>204,288</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(126,260)</u>	<u>78,846</u>	<u>205,106</u>
Other Financing Sources (Uses)			
Proceeds from Sale or Loss of Assets	5,467	5,712	245
Advances-In	39,500	39,500	-
Refund of Prior Year Expenditures	72,690	72,690	-
Advances-Out	(25,000)	(23,000)	2,000
Operating Transfers-Out	(53,000)	(53,000)	-
Refund of Prior Year Receipts	(1,000)	-	1,000
Total Other Financing Sources (Uses)	<u>38,657</u>	<u>41,902</u>	<u>3,245</u>

Chardon Local School District

Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - General Fund
for the Fiscal Year Ended June 30, 1999

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(87,603)	120,748	208,351
Fund Balance - Beginning of Year	1,184,395	1,184,395	-
Encumbrances - End of Year		<u>452,000</u>	<u>452,000</u>
Fund Balance - End of Year	<u>\$ 1,096,792</u>	<u>\$ 1,757,143</u>	<u>\$ 660,351</u>

Special Revenue Funds

Special revenue funds are established to account for revenues from specific sources which legally, or otherwise, are restricted to expenditures for specific purposes. A description of the District's special revenue funds follows:

The Public School Support Fund accounts for proceeds of local fund raising and/or donations at the various building levels.

The Other Grants Fund accounts for locally received grants, from various agencies, which are designed to enhance the educational process within the District.

The District Managed Student Activities Fund accounts for those student activity programs that have student participation in the activity but do not have student management of the programs. This fund accounts for all costs (excluding supplemental coaching and advising contracts) of the extracurricular athletic, band, and similar types of activities.

The Auxiliary Service Fund accounts for monies that provide services and materials to pupils attending any of the three non-public schools within the District.

The Disadvantaged Pupil Program Fund accounts for monies that are provided for the improvement of the educational and cultural status of disadvantaged pupils.

The Professional Development Fund (sometimes referred to as the teacher development fund) accounts for monies that are provided for assistance to local school districts for the development of in-service programs.

The Education Management Information Service Fund accounts for monies that are provided for hardware and software development, or other costs associated with the requirements of the management information system.

The Data Communication Support Fund accounts for monies that are provided for Ohio Educational Computer Network Connections.

The Textbook/Instructional Materials Fund accounts for monies that are provided for the purchase of textbook/instructional materials within the District.

Special Revenue Fund (cont'd)

The **Title II Fund** accounts for federal funds received for strengthening instruction in science, mathematics, modern foreign languages, English, the arts and computer learning.

The **Title VI-B Fund** accounts for federal funds received to assist 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.

The **Title I Fund** accounts for federal funds received to assist in meeting the special needs of educationally deprived children.

The **Title VI Fund** accounts for federal funds, provided to the state, used to meet state determined educational needs.

The **Drug Free Schools Fund** accounts for federal funds received 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.

The **Other Miscellaneous Federal Grant Fund** accounts for various monies received from federal agencies that are not classified elsewhere.

(This page left intentionally blank)

Chardon Local School District

Combining Balance Sheet
All Special Revenue Funds
June 30, 1999

	Public School Support	Other Grants	District Managed Student Activities	Auxiliary Service
Assets and Other Debits				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$ 46,180	\$ 2,941	\$ 90,462	\$ 233,981
Receivables:				
Intergovernmental Accounts	1,226	-	696	-
Total Assets and Other Debits	\$ 47,406	\$ 2,941	\$ 91,158	\$ 233,981
Liabilities and Fund Equity				
Liabilities:				
Accounts Payable	\$ 529	\$ -	\$ 3,545	\$ 137,180
Accrued Wages & Benefits	-	-	-	5,990
Due to Other Governments	-	-	58	1,505
Total Liabilities	529	-	3,603	144,675
Fund Equity				
Fund Balances:				
Reserved for Encumbrances	1,513	246	16,789	143,850
Unreserved: Undesignated (deficit)	45,364	2,695	70,766	(54,544)
Total Fund Equity	46,877	2,941	87,555	89,306
Total Liabilities and Fund Equity	\$ 47,406	\$ 2,941	\$ 91,158	\$ 233,981

<u>Disadvantaged Pupil Program</u>	<u>Professional Development</u>	<u>Education Management Information Services</u>	<u>Data Communications Support</u>	<u>Textbook/ Instructional Materials Subsidy</u>	<u>Title II</u>
\$ 2,182	\$ 865	\$ 1,373	\$ 1,218	\$ -	\$ 5,220
-	-	-	-	-	-
<u>\$ 2,182</u>	<u>\$ 865</u>	<u>\$ 1,373</u>	<u>\$ 1,218</u>	<u>\$ -</u>	<u>\$ 5,220</u>
\$ -	\$ 19	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	96	-	-	-	135
-	<u>115</u>	-	-	-	<u>135</u>
-	866	533	-	-	-
2,182	(116)	840	1,218	-	5,085
<u>2,182</u>	<u>750</u>	<u>1,373</u>	<u>1,218</u>	<u>-</u>	<u>5,085</u>
<u>\$ 2,182</u>	<u>\$ 865</u>	<u>\$ 1,373</u>	<u>\$ 1,218</u>	<u>\$ -</u>	<u>\$ 5,220</u>

Chardon Local School District

Combining Balance Sheet
All Special Revenue Funds
June 30, 1999

	<u>Title VI-B</u>	<u>Title I</u>	<u>Title VI</u>
Assets and Other Debits			
Assets:			
Equity in Pooled Cash and Cash Equivalents	\$ 4,705	\$ 18,838	\$ 2,639
Receivables:			
Intergovernmental Accounts	-	15,889	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total Assets and Other Debits	\$ 4,705	\$ 34,727	\$ 2,639
Liabilities and Fund Equity			
Liabilities:			
Accounts Payable	\$ -	\$ -	\$ -
Accrued Wages & Benefits	457	8,543	66
Due to Other Governments	386	3,289	119
Total Liabilities	843	11,832	185
Fund Equity			
Fund Balances:			
Reserved for Encumbrances	-	238	-
Unreserved: Undesignated (deficit)	3,862	22,657	2,454
Total Fund Equity	3,862	22,895	2,454
Total Liabilities and Fund Equity	\$ 4,705	\$ 34,727	\$ 2,639

<u>Drug Free Schools</u>	<u>Learn and Serve</u>	<u>Totals</u>
\$ 2,571	\$ 13,988	\$ 427,163
5,433		21,322
		1,922
<u>\$ 8,004</u>	<u>\$ 13,988</u>	<u>\$ 450,407</u>
\$ 600	\$ 1,958	\$ 143,831
-7	7,150	15,056
<u>607</u>	<u>9,108</u>	<u>171,632</u>
	691	164,726
7,397	4,189	114,049
<u>7,397</u>	<u>4,880</u>	<u>278,775</u>
<u>\$ 8,004</u>	<u>\$ 13,988</u>	<u>\$ 450,407</u>

Chardon Local School District
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
All Special Revenue Funds
For the Fiscal Year Ended June 30, 1999

	Public School Support	Other Grants	District Managed Student Activities	Auxiliary Service
Revenues				
Earnings on Investments	\$ -	\$ -	\$ -	\$ 12,408
Extracurricular Activities	33,173	-	146,699	-
Classroom Materials & Fees	5,661	-	-	-
Miscellaneous	22,614	9,323	39,526	-
Unrestricted Grants-in-Aid - State	-	-	-	-
Restricted Grants-in-Aid - State	-	-	-	699,147
Restricted Grants-in-Aid - Federal	-	-	-	-
Total Revenue	<u>61,448</u>	<u>9,323</u>	<u>186,225</u>	<u>711,555</u>
Expenditures				
Instruction:				
Regular	-	6,015	-	-
Special	-	-	-	-
Support Services:				
Pupil	59,906	2,500	-	-
Instructional Staff	-	2,735	-	(40)
Administration	-	-	-	-
Pupil Transportation	-	-	-	-
Central Services	-	-	-	-
Non-Instructional Services:				
Community Service	-	-	-	741,628
Extracurricular Activities:				
Academic & Subject Oriented	-	-	71,632	-
Sports Oriented	-	-	135,497	-
Co-Curricular Activities	-	-	3,606	-
Total Expenditures	<u>59,906</u>	<u>11,250</u>	<u>210,735</u>	<u>741,588</u>
Excess (deficiency) of Revenues over Expenditures	<u>1,542</u>	<u>(1,927)</u>	<u>(24,510)</u>	<u>(30,033)</u>
Other Financing Sources (Uses)				
Operating Transfers-In	-	-	33,000	-
Refund of Prior Year Expenditures	-	-	-	-
Refund of Prior Year Receipts	-	(12)	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>(12)</u>	<u>33,000</u>	<u>-</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>1,542</u>	<u>(1,939)</u>	<u>8,490</u>	<u>(30,033)</u>
Fund Balance (deficit) - Beginning of Year	<u>45,335</u>	<u>4,880</u>	<u>79,065</u>	<u>119,339</u>
Fund Balance (deficit) - End of Year	<u>\$ 46,877</u>	<u>\$ 2,941</u>	<u>\$ 87,555</u>	<u>\$ 89,306</u>

<u>Disadvantaged Pupil Program</u>	<u>Professional Development</u>	<u>Education Management Information Services</u>	<u>Data Communications Support</u>	<u>Textbook/ Instructional Materials Subsidy</u>	<u>Title II</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	19,538	8,629	-	43,470	-
-	<u>19,538</u>	<u>8,629</u>	-	<u>43,470</u>	<u>9,528</u>
-	-	-	-	-	<u>9,528</u>
-	11,503	-	-	43,470	6,652
-	-	-	-	-	-
-	145	-	54	-	-
-	-	8,181	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	<u>11,648</u>	<u>8,181</u>	<u>54</u>	<u>43,470</u>	<u>6,652</u>
-	7,890	448	(54)	-	2,876
-	-	-	-	-	-
-	(7,219)	-	-	-	-
-	<u>(7,219)</u>	-	-	-	-
-	671	448	(54)	-	2,876
2,182	79	925	1,272	-	2,209
<u>\$ 2,182</u>	<u>\$ 750</u>	<u>\$ 1,373</u>	<u>\$ 1,218</u>	<u>\$ -</u>	<u>\$ 5,085</u>

Chardon Local School District
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
All Special Revenue Funds
For the Fiscal Year Ended June 30, 1999

	Title VI-B	Title I	Title VI
Revenues			
Earnings on Investments	\$ -	\$ -	\$ -
Extracurricular Activities	-	-	-
Classroom Materials & Fees	-	-	-
Miscellaneous	-	-	-
Unrestricted Grants-in-Aid - State	-	-	-
Restricted Grants-in-Aid - State	-	-	-
Restricted Grants-in-Aid - Federal	127,664	171,201	17,535
Total Revenue	<u>127,664</u>	<u>171,201</u>	<u>17,535</u>
Expenditures			
Instruction:			
Regular	-	-	-
Special	41,244	161,275	8,818
Support Services:			
Pupil	67,297	-	-
Instructional Staff	-	13,352	-
Administration	-	-	-
Pupil Transportation	-	1,440	-
Central Services	-	-	-
Non-Instructional Services:			
Community Service	22,718	(22)	6,175
Extracurricular Activities:			
Academic & Subject Oriented	-	-	-
Sports Oriented	-	-	-
Co-Curricular Activities	-	-	-
Total Expenditures	<u>131,259</u>	<u>176,045</u>	<u>14,993</u>
Excess (deficiency) of Revenues over Expenditures	<u>(3,595)</u>	<u>(4,844)</u>	<u>2,542</u>
Other Financing Sources (Uses)			
Operating Transfers-In	-	-	-
Refund of Prior Year Expenditures	-	-	-
Refund of Prior Year Receipts	-	(213)	(3,399)
Total Other Financing Sources (Uses)	<u>-</u>	<u>(213)</u>	<u>(3,399)</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(3,595)</u>	<u>(5,057)</u>	<u>(857)</u>
Fund Balance (deficit) - Beginning of Year	<u>7,457</u>	<u>27,952</u>	<u>3,311</u>
Fund Balance (deficit) - End of Year	<u>\$ 3,862</u>	<u>\$ 22,895</u>	<u>\$ 2,454</u>

Drug Free Schools	Other Miscellaneous Federal Grants	Totals
\$ -	\$ -	\$ 12,408
-	-	179,872
-	-	5,661
-	-	71,463
-	-	43,470
-	-	727,314
15,523	24,720	386,171
<u>15,523</u>	<u>24,720</u>	<u>1,406,359</u>
2,850	-	70,490
-	12,625	223,962
5,764	-	135,467
-	13,415	29,516
-	-	145
-	80	1,520
-	-	8,181
3,199	-	773,698
-	-	71,832
-	-	135,497
-	-	3,606
<u>11,813</u>	<u>26,120</u>	<u>1,453,714</u>
3,710	(1,400)	(47,355)
-	-	33,000
-	-	(7,219)
-	-	(3,624)
-	-	22,157
3,710	(1,400)	(25,198)
3,687	6,280	303,973
<u>\$ 7,397</u>	<u>\$ 4,880</u>	<u>\$ 278,775</u>

Chardon Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - Public School Support
 for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Extracurricular Activities	\$ 33,119	\$ 33,184	\$ 65
Classroom Materials & Fees	5,661	5,661	-
Miscellaneous	21,285	22,375	1,090
Total Revenue	<u>60,065</u>	<u>61,220</u>	<u>1,155</u>
Expenditures			
Supporting Services:			
Pupils:			
Purchased Services	13,981	4,922	9,059
Materials and Supplies	27,879	16,318	11,561
Capital Outlay - New	3,909	2,324	1,585
Capital Outlay - Repl.	1,172	755	417
Other	57,741	37,380	20,361
Total Pupils	<u>104,682</u>	<u>61,699</u>	<u>42,983</u>
Total Supporting Services	<u>104,682</u>	<u>61,699</u>	<u>42,983</u>
Total Expenditures	<u>104,682</u>	<u>61,699</u>	<u>42,983</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(44,617)</u>	<u>(479)</u>	<u>44,138</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses			
	(44,617)	(479)	44,138
Fund Balance - Beginning of Year	44,617	44,617	-
Encumbrances - End of Year	-	2,042	2,042
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 46,180</u>	<u>\$ 46,180</u>

Chardon Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - Other Grants
 for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Miscellaneous	\$ 9,323	\$ 9,323	\$ -
Total Revenue	<u>9,323</u>	<u>9,323</u>	<u>-</u>
Expenditures			
Instruction:			
Regular:			
Purchased Services	328	-	328
Materials and Supplies	4,424	2,362	2,062
Capital Outlay - New	3,899	3,899	-
Total Regular	<u>8,651</u>	<u>6,261</u>	<u>2,390</u>
Total Instruction	<u>8,651</u>	<u>6,261</u>	<u>2,390</u>
Supporting Services:			
Pupils:			
Purchased Services	303	-	303
Capital Outlay - New	2,500	2,500	-
Total Pupils	<u>2,803</u>	<u>2,500</u>	<u>303</u>
Instructional Staff:			
Purchased Services	3	-	3
Materials and Supplies	1,985	1,985	-
Capital Outlay - New	750	750	-
Total Instructional Staff	<u>2,738</u>	<u>2,735</u>	<u>3</u>
Total Supporting Services	<u>5,541</u>	<u>5,235</u>	<u>306</u>
Total Expenditures	<u>14,192</u>	<u>11,496</u>	<u>2,696</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(4,869)</u>	<u>(2,173)</u>	<u>2,696</u>
Other Financing Sources (Uses)			
Refund of Prior Year Receipts	(12)	(12)	-
Total Other Financing Sources (Uses)	<u>(12)</u>	<u>(12)</u>	<u>-</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(4,881)</u>	<u>(2,185)</u>	<u>2,696</u>
Fund Balance - Beginning of Year	4,881	4,881	-
Encumbrances - End of Year	-	246	246
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 2,942</u>	<u>\$ 2,942</u>

Chardon Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - District Managed Student Activities
 for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Extracurricular Activities	\$ 146,292	\$ 146,616	\$ 324
Miscellaneous	39,373	39,373	-
Total Revenue	<u>185,665</u>	<u>185,989</u>	<u>324</u>
Expenditures			
Extracurricular Activities:			
Academic & Subject Oriented			
Purchased Services	38,165	32,897	5,268
Materials and Supplies	26,801	18,400	8,401
Capital Outlay - New	2,375	1,562	813
Capital Outlay - Repl.	2,532	1,591	941
Other	23,407	21,371	2,036
Total Academic & Subject Oriented	<u>93,280</u>	<u>75,821</u>	<u>17,459</u>
Sports Oriented			
Salaries and Wages	8,912	3,841	5,071
Fringe Benefits	573	573	-
Purchased Services	81,800	60,436	21,364
Materials and Supplies	57,770	52,387	5,383
Capital Outlay - New	21,752	16,519	5,233
Capital Outlay - Repl.	13,365	8,073	5,292
Other	8,145	6,021	2,124
Total Sports Oriented	<u>192,317</u>	<u>147,850</u>	<u>44,467</u>
Co-Curricular Activities			
Materials and Supplies	7,589	3,071	4,518
Other	4,116	758	3,358
Total Co-Curricular Activities	<u>11,705</u>	<u>3,829</u>	<u>7,876</u>
Total Extracurricular Activities	<u>297,302</u>	<u>227,500</u>	<u>69,802</u>
Total Expenditures	<u>297,302</u>	<u>227,500</u>	<u>69,802</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(111,637)</u>	<u>(41,511)</u>	<u>70,126</u>
Other Financing Sources (Uses)			
Operating Transfers-In	33,000	33,000	-
Total Other Financing Sources (Uses)	<u>33,000</u>	<u>33,000</u>	<u>-</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(78,637)</u>	<u>(8,511)</u>	<u>70,126</u>
Fund Balance - Beginning of Year	78,637	78,637	-
Encumbrances - End of Year	-	20,334	20,334
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 90,460</u>	<u>\$ 90,460</u>

Chardon Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - Auxiliary Services
 for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Earnings on Investments	\$ 12,657	\$ 12,657	\$ -
Restricted Grants-in-Aid - State	699,147	699,147	-
Total Revenue	<u>711,804</u>	<u>711,804</u>	<u>-</u>
Expenditures			
Community Services:			
Salaries and Wages	103,476	98,366	5,110
Fringe Benefits	24,613	22,799	1,814
Purchased Services	224,272	222,713	1,559
Materials and Supplies	453,120	453,116	4
Capital Outlay - New	34,835	34,582	253
Capital Outlay - Repl.	8,132	7,072	1,060
Other	27,966	27,966	-
Total Community Services	<u>876,414</u>	<u>866,614</u>	<u>9,800</u>
Total Non-Instructional Services	<u>876,414</u>	<u>866,614</u>	<u>9,800</u>
Total Expenditures	<u>876,414</u>	<u>866,614</u>	<u>9,800</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(164,610)</u>	<u>(154,810)</u>	<u>9,800</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses			
	(164,610)	(154,810)	9,800
Fund Balance - Beginning of Year	164,610	164,610	-
Encumbrances - End of Year	-	220,103	220,103
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 229,903</u>	<u>\$ 229,903</u>

Chardon Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - Disadvantaged Pupils Program
 for the Fiscal Year Ended June 30, 1999

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Other Financing Sources (Uses)			
Refund of Prior Year Receipts	\$ (2,182)	\$ -	\$ 2,182
Total Other Financing Sources (Uses)	<u>(2,182)</u>	<u>-</u>	<u>2,182</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(2,182)	-	2,182
Fund Balance - Beginning of Year	<u>2,182</u>	<u>2,182</u>	<u>-</u>
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 2,182</u>	<u>\$ 2,182</u>

Chardon Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - Professional Development
 for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Restricted Grants-in-Aid - State	\$ 19,538	\$ 19,538	\$ -
Restricted Grants-in-Aid - Federal	-	-	-
Total Revenue	<u>19,538</u>	<u>19,538</u>	<u>-</u>
Expenditures			
Instruction:			
Regular:			
Salaries and Wages	6,480	6,480	-
Fringe Benefits	1,413	1,413	-
Purchased Services	2,470	2,470	-
Materials and Supplies	1,706	1,706	-
Other	250	250	-
Total Regular	<u>12,319</u>	<u>12,319</u>	<u>-</u>
Total Instruction	<u>12,319</u>	<u>12,319</u>	<u>-</u>
Supporting Services:			
Administration:			
Salaries and Wages	145	145	-
Total Administration	<u>145</u>	<u>145</u>	<u>-</u>
Total Supporting Services	<u>145</u>	<u>145</u>	<u>-</u>
Total Expenditures	<u>12,464</u>	<u>12,464</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>7,074</u>	<u>7,074</u>	<u>-</u>
Other Financing Sources (Uses)			
Pass-Through	(7,219)	(7,219)	-
Total Other Financing Sources (Uses)	<u>(7,219)</u>	<u>(7,219)</u>	<u>-</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(145)</u>	<u>(145)</u>	<u>-</u>
Fund Balance - Beginning of Year	145	145	-
Encumbrances - End of Year	-	866	866
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 866</u>	<u>\$ 866</u>

Chardon Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - Education Management Information Services
 for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Restricted Grants-in-Aid - State	\$ 8,629	\$ 8,629	\$ -
Restricted Grants-in-Aid - Federal	-	-	-
Total Revenue	<u>8,629</u>	<u>8,629</u>	<u>-</u>
Expenditures			
Supporting Services:			
Central:			
Purchased Services	5,000	5,000	-
Materials and Supplies	1,122	939	183
Capital Outlay - New	2,042	1,385	657
Capital Outlay - Repl.	1,390	1,390	-
Total Central	<u>9,554</u>	<u>8,714</u>	<u>840</u>
Total Supporting Services	<u>9,554</u>	<u>8,714</u>	<u>840</u>
Total Expenditures	<u>9,554</u>	<u>8,714</u>	<u>840</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(925)</u>	<u>(85)</u>	<u>840</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(925)</u>	<u>(85)</u>	<u>840</u>
Fund Balance - Beginning of Year	925	925	-
Encumbrances - End of Year	-	533	533
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 1,373</u>	<u>\$ 1,373</u>

Chardon Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - Data Communications Support
 for the Fiscal Year Ended June 30, 1999

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Expenditures			
Supporting Services:			
Instructional Staff:			
Materials and Supplies	\$ 1,219	\$ -	\$ 1,219
Capital Outlay - New	54	54	-
Total Instructional Staff	<u>1,273</u>	<u>54</u>	<u>1,219</u>
Total Supporting Services	<u>1,273</u>	<u>54</u>	<u>1,219</u>
Total Expenditures	<u>1,273</u>	<u>54</u>	<u>1,219</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(1,273)</u>	<u>(54)</u>	<u>1,219</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(1,273)	(54)	1,219
Fund Balance - Beginning of Year	<u>1,273</u>	<u>1,273</u>	<u>-</u>
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 1,219</u>	<u>\$ 1,219</u>

Chardon Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - Textbook/Instructional Materials Subsidy
 for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Restricted Grants-in-Aid - State	\$ 43,470	\$ 43,470	\$ -
Restricted Grants-in-Aid - Federal	-	-	-
Total Revenue	<u>43,470</u>	<u>43,470</u>	<u>-</u>
Expenditures			
Instruction:			
Regular:			
Materials and Supplies	43,470	43,470	-
Total Regular	<u>43,470</u>	<u>43,470</u>	<u>-</u>
Total Instruction	<u>43,470</u>	<u>43,470</u>	<u>-</u>
Total Expenditures	<u>43,470</u>	<u>43,470</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	-	-	-
Fund Balance - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Chardon Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - Title II
 for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Restricted Grants-in-Aid - Federal	\$ 9,528	\$ 9,528	\$ -
Total Revenue	<u>9,528</u>	<u>9,528</u>	<u>-</u>
Expenditures			
Instruction:			
Regular:			
Salaries and Wages	6,688	4,778	1,910
Fringe Benefits	1,162	837	325
Purchased Services	2,906	385	2,521
Materials and Supplies	1,045	581	464
Total Regular	<u>11,801</u>	<u>6,581</u>	<u>5,220</u>
Total Instruction	<u>11,801</u>	<u>6,581</u>	<u>5,220</u>
Total Expenditures	<u>11,801</u>	<u>6,581</u>	<u>5,220</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(2,273)</u>	<u>2,947</u>	<u>5,220</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(2,273)</u>	<u>2,947</u>	<u>5,220</u>
Fund Balance - Beginning of Year	<u>2,273</u>	<u>2,273</u>	<u>-</u>
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 5,220</u>	<u>\$ 5,220</u>

Chardon Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - Title VI-B
 for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Restricted Grants-in-Aid - Federal	\$ 127,664	\$ 127,664	\$ -
Total Revenue	<u>127,664</u>	<u>127,664</u>	<u>-</u>
Expenditures			
Instruction:			
Special:			
Purchased Services	32,384	32,334	50
Materials and Supplies	6,139	5,315	824
Capital Outlay - New	6,487	3,595	2,892
Total Special	<u>45,010</u>	<u>41,244</u>	<u>3,766</u>
Total Instruction	<u>45,010</u>	<u>41,244</u>	<u>3,766</u>
Supporting Services:			
Pupils:			
Salaries and Wages	67,297	67,297	-
Total Pupils	<u>67,297</u>	<u>67,297</u>	<u>-</u>
Total Supporting Services	<u>67,297</u>	<u>67,297</u>	<u>-</u>
Non-Instructional Services:			
Community Services:			
Salaries and Wages	19,150	18,835	315
Fringe Benefits	3,850	3,227	623
Purchased Services	-	-	-
Materials and Supplies	-	-	-
Capital Outlay - New	-	-	-
Capital Outlay - Repl.	-	-	-
Other	-	-	-
Total Community Services	<u>23,000</u>	<u>22,062</u>	<u>938</u>
Total Non-Instructional Services	<u>23,000</u>	<u>22,062</u>	<u>938</u>
Total Expenditures	<u>135,307</u>	<u>130,603</u>	<u>4,704</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(7,643)</u>	<u>(2,939)</u>	<u>4,704</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(7,643)</u>	<u>(2,939)</u>	<u>4,704</u>
Fund Balance - Beginning of Year	<u>7,643</u>	<u>7,643</u>	<u>-</u>
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 4,704</u>	<u>\$ 4,704</u>

Chardon Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - Title I
 for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Restricted Grants-in-Aid - Federal	\$ 189,940	\$ 189,940	\$ -
Total Revenue	<u>189,940</u>	<u>189,940</u>	<u>-</u>
Expenditures			
Instruction:			
Special:			
Salaries and Wages	144,375	129,814	14,561
Fringe Benefits	27,834	24,962	2,872
Purchased Services	1,809	1,125	684
Materials and Supplies	4,392	3,905	487
Total Special	<u>178,410</u>	<u>159,806</u>	<u>18,604</u>
Total Instruction	<u>178,410</u>	<u>159,806</u>	<u>18,604</u>
Supporting Services:			
Instructional Staff:			
Salaries and Wages	11,500	11,500	-
Fringe Benefits	1,952	1,952	-
Purchased Services	1,440	1,440	-
Total Instructional Staff	<u>14,892</u>	<u>14,892</u>	<u>-</u>
Total Supporting Services	<u>14,892</u>	<u>14,892</u>	<u>-</u>
Total Expenditures	<u>193,302</u>	<u>174,698</u>	<u>18,604</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(3,362)</u>	<u>15,242</u>	<u>18,604</u>
Other Financing Sources (Uses)			
Refund of Prior Year Receipts	(213)	(213)	-
Total Other Financing Sources (Uses)	<u>(213)</u>	<u>(213)</u>	<u>-</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(3,575)</u>	<u>15,029</u>	<u>18,604</u>
Fund Balance - Beginning of Year	<u>3,575</u>	<u>3,575</u>	<u>-</u>
Encumbrances - End of Year	<u>-</u>	<u>238</u>	<u>238</u>
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 18,842</u>	<u>\$ 18,842</u>

Chardon Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - Title VI
 for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Restricted Grants-in-Aid - Federal	\$ 17,535	\$ 17,535	\$ -
Total Revenue	<u>17,535</u>	<u>17,535</u>	<u>-</u>
Expenditures			
Instruction:			
Special:			
Salaries and Wages	9,600	7,407	2,193
Fringe Benefits	1,675	1,314	361
Total Special	<u>11,275</u>	<u>8,721</u>	<u>2,554</u>
Total Instruction	<u>11,275</u>	<u>8,721</u>	<u>2,554</u>
Non-Instructional Services:			
Community Services:			
Materials and Supplies	6,260	6,175	85
Total Community Services	<u>6,260</u>	<u>6,175</u>	<u>85</u>
Total Non-Instructional Services	<u>6,260</u>	<u>6,175</u>	<u>85</u>
Total Expenditures	<u>17,535</u>	<u>14,896</u>	<u>2,639</u>
Excess (Deficiency) of Revenues over Expenditures	<u>-</u>	<u>2,639</u>	<u>2,639</u>
Other Financing Sources (Uses)			
Refund of Prior Year Receipts	(3,399)	(3,399)	-
Total Other Financing Sources (Uses)	<u>(3,399)</u>	<u>(3,399)</u>	<u>-</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(3,399)</u>	<u>(760)</u>	<u>2,639</u>
Fund Balance - Beginning of Year	<u>3,399</u>	<u>3,399</u>	<u>-</u>
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 2,639</u>	<u>\$ 2,639</u>

Chardon Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - Drug Free Schools
 for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Restricted Grants-in-Aid - Federal	\$ 10,090	\$ 10,090	\$ -
Total Revenue	<u>10,090</u>	<u>10,090</u>	<u>-</u>
Expenditures			
Instruction:			
Regular:			
Salaries and Wages	1,787	500	1,287
Fringe Benefits	725	148	577
Purchased Services	800	800	-
Materials and Supplies	1,400	1,400	-
Total Regular	<u>4,712</u>	<u>2,848</u>	<u>1,864</u>
Total Instruction	<u>4,712</u>	<u>2,848</u>	<u>1,864</u>
Supporting Services:			
Pupils:			
Purchased Services	5,600	5,600	-
Other	864	864	-
Total Pupils	<u>6,464</u>	<u>6,464</u>	<u>-</u>
Total Supporting Services	<u>6,464</u>	<u>6,464</u>	<u>-</u>
Non-Instructional Services:			
Community Services:			
Purchased Services	900	900	-
Materials and Supplies	2,299	2,299	-
Total Community Services	<u>3,199</u>	<u>3,199</u>	<u>-</u>
Total Non-Instructional Services	<u>3,199</u>	<u>3,199</u>	<u>-</u>
Total Expenditures	<u>14,375</u>	<u>12,511</u>	<u>1,864</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(4,285)</u>	<u>(2,421)</u>	<u>1,864</u>
Other Financing Sources (Uses)			
Refund of Prior Year Receipts	(8)	(8)	-
Total Other Financing Sources (Uses)	<u>(8)</u>	<u>(8)</u>	<u>-</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(4,293)</u>	<u>(2,429)</u>	<u>1,864</u>
Fund Balance - Beginning of Year	4,293	4,293	-
Encumbrances - End of Year	-	700	700
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 2,564</u>	<u>\$ 2,564</u>

Chardon Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - Other Miscellaneous Federal
 for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Restricted Grants-in-Aid - Federal	\$ 24,720	\$ 24,720	\$ -
Total Revenue	<u>24,720</u>	<u>24,720</u>	<u>-</u>
Expenditures			
Instruction:			
Regular:			
Purchased Services	10,000	8,458	1,542
Total Regular	<u>10,000</u>	<u>8,458</u>	<u>1,542</u>
Special:			
Salaries and Wages	482	-	482
Fringe Benefits	84	9	75
Purchased Services	730	730	-
Materials and Supplies	3,484	3,188	296
Total Special	<u>4,780</u>	<u>3,927</u>	<u>853</u>
Total Instruction	<u>14,780</u>	<u>12,385</u>	<u>2,395</u>
Supporting Services:			
Pupils:			
Purchased Services	4,650	4,650	-
Total Pupils	<u>4,650</u>	<u>4,650</u>	<u>-</u>
Instructional Staff:			
Purchased Services	188	188	-
Materials and Supplies	542	36	506
Capital Outlay - New	14,720	13,290	1,430
Total Instructional Staff	<u>15,450</u>	<u>13,514</u>	<u>1,936</u>
Pupil Transportation:			
Purchased Services	770	80	690
Total Transportation	<u>770</u>	<u>80</u>	<u>690</u>
Total Supporting Services	<u>20,870</u>	<u>18,244</u>	<u>2,626</u>
Total Expenditures	<u>35,650</u>	<u>30,629</u>	<u>5,021</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(10,930)</u>	<u>(5,909)</u>	<u>5,021</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(10,930)</u>	<u>(5,909)</u>	<u>5,021</u>
Fund Balance - Beginning of Year	10,930	10,930	-
Encumbrances - End of Year	<u>-</u>	<u>8,967</u>	<u>8,967</u>
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 13,988</u>	<u>\$ 13,988</u>

Chardon Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - All Special Revenue Funds
 for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Earnings on Investments	\$ 12,657	\$ 12,657	\$ -
Extracurricular Activities	179,411	179,800	389
Classroom Materials & Fees	5,661	5,661	-
Miscellaneous	69,981	71,071	1,090
Restricted Grants-in-Aid - State	770,784	770,784	-
Restricted Grants-in-Aid - Federal	379,477	379,477	-
Total Revenue	<u>1,417,971</u>	<u>1,419,450</u>	<u>1,479</u>
Expenditures			
Instruction:			
<i>Regular:</i>			
Salaries and Wages	14,955	11,758	3,197
Fringe Benefits	3,300	2,398	902
Purchased Services	16,504	12,113	4,391
Materials and Supplies	52,045	49,519	2,526
Capital Outlay - New	3,899	3,899	-
Other	250	250	-
Total Regular	<u>90,953</u>	<u>79,937</u>	<u>11,016</u>
<i>Special:</i>			
Salaries and Wages	154,457	137,221	17,236
Fringe Benefits	29,593	26,285	3,308
Purchased Services	34,923	34,189	734
Materials and Supplies	14,015	12,408	1,607
Capital Outlay - New	6,487	3,595	2,892
Total Special	<u>239,475</u>	<u>213,698</u>	<u>25,777</u>
Total Instruction	<u>330,428</u>	<u>293,635</u>	<u>36,793</u>
Supporting Services:			
<i>Pupils:</i>			
Salaries and Wages	67,297	67,297	-
Purchased Services	24,534	15,172	9,362
Materials and Supplies	27,879	16,318	11,561
Capital Outlay - New	6,409	4,824	1,585
Capital Outlay - Repl.	1,172	755	417
Other	58,605	38,244	20,361
Total Pupils	<u>185,896</u>	<u>142,610</u>	<u>43,286</u>
<i>Instructional Staff:</i>			
Salaries and Wages	11,500	11,500	-
Fringe Benefits	1,952	1,952	-
Purchased Services	1,631	1,628	3
Materials and Supplies	3,746	2,021	1,725
Capital Outlay - New	15,524	14,094	1,430
Total Instructional Staff	<u>34,353</u>	<u>31,195</u>	<u>3,158</u>
<i>Administration:</i>			
Salaries and Wages	145	145	-
Total Administration	<u>145</u>	<u>145</u>	<u>-</u>
<i>Pupil Transportation:</i>			
Purchased Services	770	80	690
Total Transportation	<u>770</u>	<u>80</u>	<u>690</u>

Chardon Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - All Special Revenue Funds
 for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Central:			
Purchased Services	5,000	5,000	-
Materials and Supplies	1,122	939	183
Capital Outlay - New	2,042	1,385	657
Capital Outlay - Repl.	1,390	1,390	-
Total Central	<u>9,554</u>	<u>8,714</u>	<u>840</u>
Total Supporting Services	<u>230,718</u>	<u>182,744</u>	<u>47,974</u>
Non-Instructional Services:			
Community Services:			
Salaries and Wages	122,626	117,201	5,425
Fringe Benefits	28,463	26,026	2,437
Purchased Services	225,172	223,613	1,559
Materials and Supplies	461,679	461,590	89
Capital Outlay - New	34,835	34,582	253
Capital Outlay - Repl.	8,132	7,072	1,060
Other	27,966	27,966	-
Total Community Services	<u>908,873</u>	<u>898,050</u>	<u>10,823</u>
Total Non-Instructional Services	<u>908,873</u>	<u>898,050</u>	<u>10,823</u>
Extracurricular Activities:			
Academic & Subject Oriented			
Purchased Services	38,165	32,897	5,268
Materials and Supplies	26,801	18,400	8,401
Capital Outlay - New	2,375	1,562	813
Capital Outlay - Repl.	2,532	1,591	941
Other	23,407	21,371	2,036
Total Academic & Subject Oriented	<u>93,280</u>	<u>75,821</u>	<u>17,459</u>
Sports Oriented			
Salaries and Wages	8,912	3,841	5,071
Fringe Benefits	573	573	-
Purchased Services	81,800	60,436	21,364
Materials and Supplies	57,770	52,387	5,383
Capital Outlay - New	21,752	16,519	5,233
Capital Outlay - Repl.	13,365	8,073	5,292
Other	8,145	6,021	2,124
Total Sports Oriented	<u>192,317</u>	<u>147,850</u>	<u>44,467</u>
Co-Curricular Activities			
Materials and Supplies	7,589	3,071	4,518
Other	4,116	758	3,358
Total Co-Curricular Activities	<u>11,705</u>	<u>3,829</u>	<u>7,876</u>
Total Extracurricular Activities	<u>297,302</u>	<u>227,500</u>	<u>69,802</u>
Total Expenditures	<u>1,767,321</u>	<u>1,601,929</u>	<u>165,392</u>

Chardon Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - All Special Revenue Funds
 for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Excess (Deficiency) of Revenues over Expenditures	(349,350)	(182,479)	166,871
Other Financing Sources (Uses)			
Operating Transfers-In	33,000	33,000	-
Pass-Through	(7,219)	(7,219)	-
Refund of Prior Year Receipts	(5,814)	(3,632)	2,182
Total Other Financing Sources (Uses)	19,967	22,149	2,182
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(329,383)	(160,330)	169,053
Fund Balance - Beginning of Year	329,383	329,383	-
Encumbrances - End of Year	-	254,029	254,029
Fund Balance - End of Year	\$ -	\$ 423,082	\$ 423,082

Debt Service Fund

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

Chardon Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - Debt Service Fund
 for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Taxes	\$ 15,321	\$ 15,321	\$ -
Total Revenue	<u>15,321</u>	<u>15,321</u>	<u>-</u>
Expenditures			
Debt Service:			
Principal	15,000	15,000	-
Interest	<u>622</u>	<u>622</u>	<u>-</u>
Total Debt Service	<u>15,622</u>	<u>15,622</u>	<u>-</u>
Total Expenditures	<u>15,622</u>	<u>15,622</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(301)</u>	<u>(301)</u>	<u>-</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(301)</u>	<u>(301)</u>	<u>-</u>
Fund Balance - Beginning of Year	<u>301</u>	<u>301</u>	<u>-</u>
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Capital Project Funds

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

The SchoolNet Fund accounts for monies received from the State of Ohio for wiring of classrooms, computer workstations and related technologies.

The Power Up Fund accounts for monies received from the State of Ohio for costs associated with electrical upgrades to classrooms to allow for specific levels of computer technology.

Chardon Local School District

Combining Balance Sheet

All Capital Project Funds

June 30, 1999

	<u>SchoolNet</u>	<u>Power Up</u>	<u>Totals</u>
Assets and Other Debits			
Assets:			
Equity in Pooled Cash and Cash Equivalents	\$ 226,750	\$ 85,041	\$ 311,791
Total Assets and Other Debits	<u>\$ 226,750</u>	<u>\$ 85,041</u>	<u>\$ 311,791</u>
Liabilities and Fund Equity			
Fund Equity			
Fund Balances:			
Unreserved: Undesignated (deficit)	226,750	85,041	311,791
Total Fund Equity	<u>226,750</u>	<u>85,041</u>	<u>311,791</u>
Total Liabilities and Fund Equity	<u>\$ 226,750</u>	<u>\$ 85,041</u>	<u>\$ 311,791</u>

Chardon Local School District
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
All Capital Project Funds
For the Fiscal Year Ended June 30, 1999

	<u>SchoolNet</u>	<u>Power Up</u>	<u>Totals</u>
Revenues			
Earnings on Investments	\$ 9,560	\$ -	\$ 9,560
Restricted Grants-in-Aid - State	89,620	87,280	176,900
Total Revenue	<u>99,180</u>	<u>87,280</u>	<u>186,460</u>
Expenditures			
Instruction:			
Regular	87	-	87
Support Services:			
Instructional Staff	43,342	2,239	45,581
Total Expenditures	<u>43,429</u>	<u>2,239</u>	<u>45,668</u>
Excess (deficiency) of Revenues over Expenditures	<u>55,751</u>	<u>85,041</u>	<u>140,792</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	55,751	85,041	140,792
Fund Balance (deficit) - Beginning of Year	<u>170,999</u>	<u>-</u>	<u>170,999</u>
Fund Balance (deficit) - End of Year	<u>\$ 226,750</u>	<u>\$ 85,041</u>	<u>\$ 311,791</u>

Chardon Local School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - SchoolNet
 for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Earnings on Investments	\$ 9,390	\$ 9,390	\$ -
Restricted Grants-in-Aid - State	89,620	89,620	-
Total Revenue	<u>99,010</u>	<u>99,010</u>	<u>-</u>
Expenditures			
Instruction:			
Regular:			
Salaries and Wages	65	65	-
Fringe Benefits	22	22	-
Total Regular	<u>87</u>	<u>87</u>	<u>-</u>
Total Instruction	<u>87</u>	<u>87</u>	<u>-</u>
Instructional Staff:			
Purchased Services	-	(8)	8
Materials and Supplies	9,802	9,802	-
Capital Outlay - New	259,354	33,548	225,806
Total Instructional Staff	<u>269,156</u>	<u>43,342</u>	<u>225,814</u>
Total Supporting Services	<u>269,156</u>	<u>43,342</u>	<u>225,814</u>
Total Expenditures	<u>269,243</u>	<u>43,429</u>	<u>225,814</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(170,233)</u>	<u>55,581</u>	<u>225,814</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(170,233)</u>	<u>55,581</u>	<u>225,814</u>
Fund Balance - Beginning of Year	<u>170,233</u>	<u>170,233</u>	<u>-</u>
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 225,814</u>	<u>\$ 225,814</u>

Chardon Local School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - Power Up
for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Restricted Grants-in-Aid - State	\$ 87,280	\$ 87,280	\$ -
Total Revenue	<u>87,280</u>	<u>87,280</u>	<u>-</u>
Expenditures			
Instructional Staff:			
Purchased Services	87,280	2,239	85,041
Total Instructional Staff	<u>87,280</u>	<u>2,239</u>	<u>85,041</u>
Total Supporting Services	<u>87,280</u>	<u>2,239</u>	<u>85,041</u>
Total Expenditures	<u>87,280</u>	<u>2,239</u>	<u>85,041</u>
Excess (Deficiency) of Revenues over Expenditures	<u>-</u>	<u>85,041</u>	<u>85,041</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	-	85,041	85,041
Fund Balance - Beginning of Year	-	-	-
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 85,041</u>	<u>\$ 85,041</u>

Chardon Local School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - Total Capital Project Funds
for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Earnings on Investments	\$ 9,390	\$ 9,390	\$ -
Restricted Grants-in-Aid - State	176,900	176,900	-
Total Revenue	<u>186,290</u>	<u>186,290</u>	<u>-</u>
Expenditures			
Instruction:			
Regular:			
Salaries and Wages	65	65	-
Fringe Benefits	22	22	-
Total Regular	<u>87</u>	<u>87</u>	<u>-</u>
Total Instruction	<u>87</u>	<u>87</u>	<u>-</u>
Supporting Services:			
Instructional Staff:			
Purchased Services	87,280	2,231	85,049
Materials and Supplies	9,802	9,802	-
Capital Outlay - New	259,354	33,548	225,806
Total Instructional Staff	<u>356,436</u>	<u>45,581</u>	<u>310,855</u>
Total Supporting Services	<u>356,436</u>	<u>45,581</u>	<u>310,855</u>
Total Expenditures	<u>356,523</u>	<u>45,668</u>	<u>310,855</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(170,233)</u>	<u>140,622</u>	<u>310,855</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(170,233)</u>	<u>140,622</u>	<u>310,855</u>
Fund Balance - Beginning of Year	<u>170,233</u>	<u>170,233</u>	<u>-</u>
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 310,855</u>	<u>\$ 310,855</u>

Enterprise Funds

Enterprise funds are financed and operated in a manner similar to private business enterprises where the intent of the District is that the costs (expenses, including depreciation) of providing goods and services be financed or recovered primarily through the user's charges, or where the District has decided that the periodic determination of revenues earned, expenses incurred and/or net income is appropriate for management control and accountability.

The Food Service Fund accounts for the operation of lunchroom service which provides hot lunches for all six of the District's classroom buildings.

The Uniform School Supplies Fund accounts for the purchase and sale of uniform school supplies to students.

The Summer School Fund accounts for the operation of the summer school program.

The Adult/Community Education Fund accounts for the operation of the Adult/Community education program.

Chardon Local School District

Combining Balance Sheet

All Enterprise Funds

June 30, 1999

	<u>Food Service</u>	<u>Uniform School Supplies</u>	<u>Summer School</u>	<u>Adult Community Education</u>	<u>Totals</u>
Assets and Other Debits					
Assets:					
Equity in Pooled Cash and Cash Equivalents	\$ 1,376	\$ 166	\$ 27,892	\$ 689	\$ 30,123
Receivables:					
Intergovernmental	13,843	-	-	-	13,843
Accounts	1,817	-	-	-	1,817
Materials and Supplies	5,911	-	-	-	5,911
Restricted Assets -					
Fixed Assets (net, where applicable of accumulated depreciation)	16,019	-	-	-	16,019
Total Assets and Other Debits	\$ 38,966	\$ 166	\$ 27,892	\$ 689	\$ 67,713
Liabilities and Fund Equity					
Liabilities:					
Accounts Payable	\$ -	\$ -	\$ -	\$ 776	\$ 776
Accrued Wages & Benefits	14,431	-	7,560	-	21,991
Interfund Loans Payable	16,000	7,000	-	-	23,000
Due to Other Governments	20,993	4	1,380	1,437	23,814
Compensated Absences Payable	20,989	-	-	-	20,989
Total Liabilities	72,413	7,004	8,940	2,213	90,570
Fund Equity					
Retained Earnings (deficit)	(33,447)	(6,838)	18,952	(1,524)	(22,857)
Total Fund Equity	(33,447)	(6,838)	18,952	(1,524)	(22,857)
Total Liabilities and Fund Equity	\$ 38,966	\$ 166	\$ 27,892	\$ 689	\$ 67,713

Chardon Local School District
Combined Statement of Revenues, Expenses
and Changes in Retained Earnings
All Enterprise Funds
For the Fiscal Year Ended June 30, 1999

	Food Service	Uniform School Supplies	Summer School	Adult Community Education	Totals
Operating Revenues					
Tuition	\$ -	\$ -	\$ 29,951	\$ 36,113	\$ 66,064
Food Service	513,164	-	-	-	513,164
Classroom Materials & Fees	-	21,590	-	-	21,590
Total Operating Revenues	<u>513,164</u>	<u>21,590</u>	<u>29,951</u>	<u>36,113</u>	<u>600,818</u>
Operating Expenses					
Salaries and Wages	250,331	240	22,886	16,842	290,099
Fringe Benefits	99,650	37	3,753	4,021	107,461
Purchased Services	1,325	-	-	23,938	25,263
Supplies and Materials	320,094	24,568	-	134	344,796
Depreciation	4,733	-	-	-	4,733
Other	-	-	-	971	971
Total Operating Expenses	<u>676,133</u>	<u>24,845</u>	<u>26,639</u>	<u>45,706</u>	<u>773,323</u>
Operating Income/(Loss)	<u>(162,969)</u>	<u>(3,255)</u>	<u>3,312</u>	<u>(9,593)</u>	<u>(172,505)</u>
Non-Operating Revenues					
Miscellaneous	9,944	-	-	-	9,944
Federally Donated Commodities	37,488	-	-	-	37,488
Unrestricted Grants-in-Aid - State	3,755	-	-	-	3,755
Unrestricted Grants-in-Aid - Federal	80,706	-	-	-	80,706
Refund of Prior Year Expense	-	76	-	-	76
Total Non-Operating Revenues	<u>131,893</u>	<u>76</u>	<u>-</u>	<u>-</u>	<u>131,969</u>
Net Income (Loss) Before Operating Transfers	<u>(31,076)</u>	<u>(3,179)</u>	<u>3,312</u>	<u>(9,593)</u>	<u>(40,536)</u>
Other Financing Sources/(Uses) Operating Transfers-In	<u>20,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>20,000</u>
Net Income/(Loss)	<u>(11,076)</u>	<u>(3,179)</u>	<u>3,312</u>	<u>(9,593)</u>	<u>(20,536)</u>
Retained Earnings/(Deficit) - July 1	<u>(22,371)</u>	<u>(3,659)</u>	<u>15,640</u>	<u>8,069</u>	<u>(2,321)</u>
Retained Earnings/(Deficit) - June 30	<u>\$ (33,447)</u>	<u>\$ (6,838)</u>	<u>\$ 18,952</u>	<u>\$ (1,524)</u>	<u>\$ (22,857)</u>

Chardon Local School District
 Combining Statement of Cash Flows
 All Enterprise Funds
 for the Fiscal Year Ended June 30, 1999

	Food Service	Uniform School Supplies	Summer School	Adult Community Education	Totals
Increase (Decrease) in Cash and Cash Equivalents					
Cash Flows from Operating Activities:					
Cash Received from Tuition and Fees	\$ -	\$ 21,723	\$ 30,421	\$ 36,113	\$ 88,257
Cash Received from Sales	513,301	-	-	-	513,301
Cash Payments for Personal Services	(322,815)	(274)	(17,899)	(19,475)	(360,263)
Cash Payments for Contracted Services	(1,325)	-	-	(23,170)	(24,495)
Cash Payments for Supplies & Materials	(281,737)	(24,568)	-	(134)	(306,439)
Cash Payments for Other Expenses	-	-	-	(963)	(963)
Net Cash Provided by (used for) Operating Activities	(92,576)	(3,119)	12,722	(7,629)	(90,602)
Cash Flows from Non-Capital Financing Activities:					
Cash Received from Grants	84,397	-	-	-	84,397
Other Revenue	9,660	76	-	-	9,736
Cash Received - Interfund Loans	16,000	7,000	-	-	23,000
Cash Received - Transfers	20,000	-	-	-	20,000
Cash Payment - Interfund Loans	(35,500)	(4,000)	-	-	(39,500)
Net Cash Provided by Non-Capital Financing Activities	94,557	3,076	-	-	97,633
Cash Flows from Capital and Related Financing Activities:					
Acquisition of Fixed Assets	(1,319)	-	-	-	(1,319)
Net Cash used for Capital and Related Financing Activities	(1,319)	-	-	-	(1,319)
Net Increase (Decrease) in Cash and Cash Equivalents	662	(43)	12,722	(7,629)	5,712
Cash and Cash Equivalents - July 1	714	209	15,170	8,318	24,411
Cash and Cash Equivalents - June 30	\$ 1,376	\$ 166	\$ 27,892	\$ 689	\$ 30,123
Reconciliation of Operating (Loss) to Net Cash (Used for) Operating Activities					
Operating (Loss)	(162,969)	(3,255)	3,312	(9,593)	(172,505)
Adjustments to Reconcile Operating Loss to Net Cash (Used for) Operating Activities:					
Depreciation	4,733	-	-	-	4,733
Donated Commodities Used	37,488	-	-	-	37,488
Changes in Operating Assets and Liabilities:					
Decrease (Increase) in Receivables	137	133	470	-	740
Decrease (Increase) in Materials & Supplies Inventory	869	-	-	-	869
Increase (Decrease) in Accounts Payable	-	-	-	776	776
Increase (Decrease) in Accrued Wages & Benefits	6,512	-	7,560	-	14,072
Increase (Decrease) in Due to Other Governments	18,050	3	1,380	1,188	20,621
Increase (Decrease) in Compensated Absences	2,604	-	-	-	2,604
Total Adjustments	70,393	136	9,410	1,964	81,903
Net Cash (Used for) Operating Activities	\$ (92,576)	\$ (3,119)	\$ 12,722	\$ (7,629)	\$ (90,602)

Chardon Local School District

Combined Statement of Revenues, Expenses and Changes in Fund Equity
Budget and Actual (Budget Basis) - Food Service
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operating Revenues			
Food Service	\$ 512,111	\$ 513,302	\$ 1,191
Total Operating Revenues	<u>512,111</u>	<u>513,302</u>	<u>1,191</u>
Operating Expenses			
Salaries and Wages	241,223	241,215	8
Fringe Benefits	81,635	81,600	35
Purchased Services	1,400	1,325	75
Supplies and Materials	281,804	281,737	67
Capital Outlay - New & Repl.	1,319	1,319	-
Total Operating Expenses	<u>607,381</u>	<u>607,196</u>	<u>185</u>
Excess (Deficiency) of Revenues Over (Under) Expenses	<u>(95,270)</u>	<u>(93,894)</u>	<u>1,376</u>
Non-Operating Revenues			
Miscellaneous	9,660	9,660	-
Unrestricted Grants-in-Aid - State	3,554	3,554	-
Unrestricted Grants-in-Aid - Federal	80,842	80,842	-
Refund of Prior Year Expense	-	-	-
Total Non-Operating Revenues	<u>94,056</u>	<u>94,056</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenses before Operating Transfers and Advances	<u>(1,214)</u>	<u>162</u>	<u>1,376</u>
Other Financing Sources/(Uses)			
Operating Transfers-In	20,000	20,000	-
Advances-In	16,000	16,000	-
Advances-Out	<u>(35,500)</u>	<u>(35,500)</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenses, Operating Transfers and Advances	<u>(714)</u>	<u>662</u>	<u>1,376</u>
Fund Equity - Beginning of Year	<u>714</u>	<u>714</u>	<u>-</u>
Fund Equity - End of Year	<u>\$ -</u>	<u>\$ 1,376</u>	<u>\$ 1,376</u>

Chardon Local School District
Combined Statement of Revenues, Expenses and Changes in Fund Equity
Budget and Actual (Budget Basis) - Uniform School Supply
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operating Revenues			
Classroom Materials & Fees	\$ 21,646	\$ 21,723	\$ 77
Total Operating Revenues	<u>21,646</u>	<u>21,723</u>	<u>77</u>
Operating Expenses			
Salaries and Wages	240	240	-
Fringe Benefits	40	34	6
Supplies and Materials	24,650	24,568	82
Total Operating Expenses	<u>24,930</u>	<u>24,842</u>	<u>88</u>
Excess (Deficiency) of Revenues Over (Under) Expenses	<u>(3,284)</u>	<u>(3,119)</u>	<u>165</u>
Non-Operating Revenues			
Refund of Prior Year Expense	76	76	-
Total Non-Operating Revenues	<u>76</u>	<u>76</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenses before Operating Transfers and Advances	<u>(3,208)</u>	<u>(3,043)</u>	<u>165</u>
Other Financing Sources/(Uses)			
Advances-In	7,000	7,000	-
Advances-Out	<u>(4,000)</u>	<u>(4,000)</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenses, Operating Transfers and Advances	<u>(208)</u>	<u>(43)</u>	<u>165</u>
Fund Equity - Beginning of Year	<u>208</u>	<u>208</u>	<u>-</u>
Fund Equity - End of Year	<u>\$ -</u>	<u>\$ -165</u>	<u>\$ 165</u>

Chardon Local School District
Combined Statement of Revenues, Expenses and Changes in Fund Equity
Budget and Actual (Budget Basis) - Summer School
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operating Revenues			
Tuition	\$ 29,916	\$ 30,421	\$ 505
Total Operating Revenues	<u>29,916</u>	<u>30,421</u>	<u>505</u>
Operating Expenses			
Salaries and Wages	20,000	15,326	4,674
Fringe Benefits	3,600	2,373	1,227
Purchased Services	2,000	-	2,000
Supplies and Materials	1,400	-	1,400
Other	170	-	170
Total Operating Expenses	<u>27,170</u>	<u>17,699</u>	<u>9,471</u>
Excess (Deficiency) of Revenues Over (Under) Expenses	<u>2,746</u>	<u>12,722</u>	<u>9,976</u>
Excess (Deficiency) of Revenues Over (Under) Expenses before Operating Transfers and Advances	2,746	12,722	9,976
Excess (Deficiency) of Revenues Over (Under) Expenses, Operating Transfers and Advances	2,746	12,722	9,976
Fund Equity - Beginning of Year	<u>15,170</u>	<u>15,170</u>	
Fund Equity - End of Year	<u>\$ 17,916</u>	<u>\$ 27,892</u>	<u>\$ 9,976</u>

Chardon Local School District

Combined Statement of Revenues, Expenses and Changes in Fund Equity
Budget and Actual (Budget Basis) - Adult Community Education
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operating Revenues			
Tuition	\$ 36,113	\$ 36,113	\$ -
Total Operating Revenues	<u>36,113</u>	<u>36,113</u>	<u>-</u>
Operating Expenses			
Salaries and Wages	16,710	16,642	68
Fringe Benefits	2,835	2,833	2
Purchased Services	23,438	23,170	268
Supplies and Materials	135	133	2
Other	1,313	963	350
Total Operating Expenses	<u>44,431</u>	<u>43,741</u>	<u>690</u>
Excess (Deficiency) of Revenues Over (Under) Expenses	<u>(8,318)</u>	<u>(7,628)</u>	<u>690</u>
Excess (Deficiency) of Revenues Over (Under) Expenses before Operating Transfers and Advances	(8,318)	(7,628)	690
Excess (Deficiency) of Revenues Over (Under) Expenses, Operating Transfers and Advances	(8,318)	(7,628)	690
Fund Equity - Beginning of Year	<u>8,318</u>	<u>8,318</u>	<u>-</u>
Fund Equity - End of Year	<u>\$ -</u>	<u>\$ 690</u>	<u>\$ 690</u>

Chardon Local School District

Combined Statement of Revenues, Expenses and Changes in Fund Equity
Budget and Actual (Budget Basis) - Total Enterprise Funds
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operating Revenues			
Tuition	\$ 66,029	\$ 66,534	\$ 505
Food Service	512,111	513,302	1,191
Classroom Materials & Fees	21,646	21,723	77
Total Operating Revenues	<u>599,786</u>	<u>601,559</u>	<u>1,773</u>
Operating Expenses			
Salaries and Wages	278,173	273,423	4,750
Fringe Benefits	88,110	86,840	1,270
Purchased Services	26,838	24,495	2,343
Supplies and Materials	307,989	306,438	1,551
Capital Outlay - New & Repl.	1,319	1,319	-
Other	1,483	963	520
Total Operating Expenses	<u>703,912</u>	<u>693,478</u>	<u>10,434</u>
Excess (Deficiency) of Revenues Over (Under) Expenses	<u>(104,126)</u>	<u>(91,919)</u>	<u>12,207</u>
Non-Operating Revenues			
Miscellaneous	9,660	9,660	-
Unrestricted Grants-in-Aid - State	3,554	3,554	-
Unrestricted Grants-in-Aid - Federal	80,842	80,842	-
Refund of Prior Year Expense	76	76	-
Total Non-Operating Revenues	<u>94,132</u>	<u>94,132</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenses before Operating Transfers and Advances	<u>(9,994)</u>	<u>2,213</u>	<u>12,207</u>
Other Financing Sources/(Uses)			
Operating Transfers-In	20,000	20,000	-
Advances-In	23,000	23,000	-
Advances-Out	<u>(39,500)</u>	<u>(39,500)</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenses, Operating Transfers and Advances	<u>(6,494)</u>	<u>5,713</u>	<u>12,207</u>
Fund Equity - Beginning of Year	<u>24,410</u>	<u>24,410</u>	<u>-</u>
Fund Equity - End of Year	<u>\$ 17,916</u>	<u>\$ 30,123</u>	<u>\$ 12,207</u>

Internal Service Funds

Internal service funds account for the financing of goods and/or services provided by one fund of the District to other funds of the District on a cost-reimbursement basis. Charges are intended to recoup the total costs of such services.

The Rotary Fund accounts for minor receipts and expenses of a rotary nature. Transactions within this fund occur when the Board of Education collects specific fees for specific purposes (eg. high school parking fee) and expends the amount collected for the specific purpose.

The Self-Insurance Fund accounts for the transactions of the District's self-funded medical, dental and prescription drug benefits programs.

Chardon Local School District
 Combining Balance Sheet
 All Internal Service Funds
 June 30, 1999

	Rotary	Self- Insurance	Totals
Assets and Other Debits			
Assets:			
Equity in Pooled Cash and Cash Equivalents	\$ 1,340	\$ 268,531	\$ 269,871
Cash in Segregated Accounts	-	50,000	50,000
Due from Other Funds	-	210,875	210,875
	\$ 1,340	\$ 529,406	\$ 530,746
Liabilities and Fund Equity			
Liabilities:			
Accounts Payable	\$ -	\$ 289,998	\$ 289,998
Claims Liabilities	-	239,408	239,408
Total Liabilities	-	529,406	529,406
Fund Equity			
Retained Earnings (deficit)	1,340	-	1,340
Total Fund Equity	1,340	-	1,340
	\$ 1,340	\$ 529,406	\$ 530,746
Total Liabilities and Fund Equity	\$ 1,340	\$ 529,406	\$ 530,746

Chardon Local School District
Combined Statement of Revenues, Expenses
and Changes in Retained Earnings
All Internal Service Funds
For the Fiscal Year Ended June 30, 1999

	<u>Rotary</u>	<u>Self- Insurance</u>	<u>Totals</u>
Operating Revenues			
Extracurricular Activities	\$ 8,936	\$ -	\$ 8,936
Classroom Materials & Fees	10,310	-	10,310
Miscellaneous	-	1,572,644	1,572,644
Total Operating Revenues	<u>19,246</u>	<u>1,572,644</u>	<u>1,591,890</u>
Operating Expenses			
Purchased Services	10,080	-	10,080
Supplies and Materials	10,621	-	10,621
Other	-	1,699,326	1,699,326
Total Operating Expenses	<u>20,701</u>	<u>1,699,326</u>	<u>1,720,027</u>
Operating Income/(Loss)	<u>(1,455)</u>	<u>(126,682)</u>	<u>(128,137)</u>
Non-Operating Revenues			
Miscellaneous	-	-	-
Federally Donated Commodities	-	-	-
Unrestricted Grants-in-Aid - State	-	-	-
Unrestricted Grants-in-Aid - Federal	-	-	-
Refund of Prior Year Expense	-	3,215	3,215
Total Non-Operating Revenues	<u>-</u>	<u>3,215</u>	<u>3,215</u>
Net Income (Loss) Before Operating Transfers	<u>(1,455)</u>	<u>(123,467)</u>	<u>(124,922)</u>
Net Income/(Loss)	<u>(1,455)</u>	<u>(123,467)</u>	<u>(124,922)</u>
Retained Earnings/(Deficit) - July 1	<u>2,795</u>	<u>123,467</u>	<u>126,262</u>
Retained Earnings/(Deficit) - June 30	<u>\$ 1,340</u>	<u>\$ -</u>	<u>\$ 1,340</u>

Chardon Local School District
Combining Statement of Cash Flows
All Internal Service Funds
for the Fiscal Year Ended June 30, 1999

	<u>Rotary</u>	<u>Self-Insurance</u>	<u>Totals</u>
Increase (Decrease) in Cash and Cash Equivalents			
Cash Flows from Operating Activities:			
Cash Received from Tuition and Fees	\$ 19,246	\$ -	\$ 19,246
Cash Received from Other Operations		1,411,770	1,411,770
Cash Payments for Contracted Services	(10,080)	-	(10,080)
Cash Payments for Supplies & Materials	(10,621)	-	(10,621)
Cash Payments for Other Expenses	-	(1,502,384)	(1,502,384)
Net Cash Provided by (used for) Operating Activities	<u>(1,455)</u>	<u>(90,614)</u>	<u>(92,069)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(1,455)	(90,614)	(92,069)
Cash and Cash Equivalents - July 1	<u>2,795</u>	<u>405,930</u>	<u>408,725</u>
Cash and Cash Equivalents - June 30	<u>\$ 1,340</u>	<u>\$ 315,316</u>	<u>\$ 316,656</u>
Reconciliation of Operating (Loss) to Net Cash (Used for) Operating Activities			
Operating (Loss)	<u>\$ (1,455)</u>	<u>\$ (126,682)</u>	<u>\$ (128,137)</u>
Adjustments to Reconcile Operating Loss to Net Cash (Used for) Operating Activities:			
Decrease (Increase) in Due from Other Funds	-	(160,874)	(160,874)
Increase (Decrease) in Accounts Payable	-	155,220	155,220
Increase (Decrease) in Claims Liabilities	-	41,722	41,722
Total Adjustments	<u>-</u>	<u>36,068</u>	<u>36,068</u>
Net Cash (Used for) Operating Activities	<u>\$ (1,455)</u>	<u>\$ (90,614)</u>	<u>\$ (92,069)</u>

Chardon Local School District
Combined Statement of Revenues, Expenses and Changes in Fund Equity
Budget and Actual (Budget Basis) - Rotary
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operating Revenues			
Extracurricular Activities	\$ 8,819	\$ 8,936	\$ 117
Classroom Materials & Fees	10,310	10,310	-
Total Operating Revenues	<u>19,129</u>	<u>19,246</u>	<u>117</u>
Operating Expenses			
Purchased Services	11,258	10,080	1,178
Supplies and Materials	10,665	10,621	44
Total Operating Expenses	<u>21,923</u>	<u>20,701</u>	<u>1,222</u>
Excess (Deficiency) of Revenues Over (Under) Expenses	<u>(2,794)</u>	<u>(1,455)</u>	<u>1,339</u>
Excess (Deficiency) of Revenues Over (Under) Expenses before Operating Transfers and Advances	<u>(2,794)</u>	<u>(1,455)</u>	<u>1,339</u>
Excess (Deficiency) of Revenues Over (Under) Expenses, Operating Transfers and Advances	<u>(2,794)</u>	<u>(1,455)</u>	<u>1,339</u>
Fund Equity - Beginning of Year	<u>2,794</u>	<u>2,794</u>	<u>-</u>
Fund Equity - End of Year	<u>\$ -</u>	<u>\$ 1,339</u>	<u>\$ 1,339</u>

Chardon Local School District

Combined Statement of Revenues, Expenses and Changes in Fund Equity
Budget and Actual (Budget Basis) - Self-Insurance
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operating Revenues			
Miscellaneous	\$ 1,411,351	\$ 1,411,770	\$ 419
Total Operating Revenues	<u>1,411,351</u>	<u>1,411,770</u>	<u>419</u>
Operating Expenses			
Purchased Services	10,000	10,000	-
Other	1,760,496	1,502,384	258,112
Total Operating Expenses	<u>1,770,496</u>	<u>1,512,384</u>	<u>258,112</u>
Excess (Deficiency) of Revenues Over (Under) Expenses	<u>(359,145)</u>	<u>(100,614)</u>	<u>258,531</u>
Non-Operating Revenues			
Refund of Prior Year Expense	3,215	3,215	-
Total Non-Operating Revenues	<u>3,215</u>	<u>3,215</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenses before Operating Transfers and Advances	<u>(355,930)</u>	<u>(97,399)</u>	<u>258,531</u>
Excess (Deficiency) of Revenues Over (Under) Expenses, Operating Transfers and Advances	<u>(355,930)</u>	<u>(97,399)</u>	<u>258,531</u>
Fund Equity - Beginning of Year	355,930	355,930	-
Encumbrances - End of Year	<u>-</u>	<u>10,000</u>	<u>10,000</u>
Fund Equity - End of Year	<u>\$ -</u>	<u>\$ 268,531</u>	<u>\$ 268,531</u>

Chardon Local School District
Combined Statement of Revenues, Expenses and Changes in Fund Equity
Budget and Actual (Budget Basis) - Total Internal Service Funds
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operating Revenues			
Extracurricular Activities	\$ 8,819	\$ 8,936	\$ 117
Classroom Materials & Fees	10,310	10,310	-
Miscellaneous	1,411,351	1,411,770	419
Total Operating Revenues	<u>1,430,480</u>	<u>1,431,016</u>	<u>536</u>
Operating Expenses			
Purchased Services	21,258	20,080	1,178
Supplies and Materials	10,665	10,621	44
Other	1,760,496	1,502,384	258,112
Total Operating Expenses	<u>1,792,419</u>	<u>1,533,085</u>	<u>259,334</u>
Excess (Deficiency) of Revenues Over (Under) Expenses	<u>(361,939)</u>	<u>(102,069)</u>	<u>259,870</u>
Non-Operating Revenues			
Refund of Prior Year Expense	3,215	3,215	-
Total Non-Operating Revenues	<u>3,215</u>	<u>3,215</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenses before Operating Transfers and Advances	<u>(358,724)</u>	<u>(98,854)</u>	<u>259,870</u>
Excess (Deficiency) of Revenues Over (Under) Expenses, Operating Transfers and Advances	<u>(358,724)</u>	<u>(98,854)</u>	<u>259,870</u>
Fund Equity - Beginning of Year	358,724	358,724	-
Encumbrances - End of Year	-	10,000	10,000
Fund Equity - End of Year	<u>\$ -</u>	<u>\$ 269,870</u>	<u>\$ 269,870</u>

Fiduciary Funds

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

Expendable Trust

The **Expendable Trust Fund** accounts for relatively minor amounts of money given to the Board of Education to be used for specific purposes (mostly scholarships) as stipulated by the donors.

Non-Expendable Trust

The **Non-Expendable Trust Fund** accounts for money given to the Board of Education where only the interest generated on the principal is used for specific purposes (scholarships) as stipulated by the donors.

Agency

The **Student Activity Fund** accounts for those student activity programs that have student participation in the activity and have students involved in the management of the program.

Chardon Local School District

Combining Balance Sheet

All Fiduciary Funds

June 30, 1999

	<u>Special Trust</u>	<u>Non- Expendable Trust</u>	<u>Student Activity</u>	<u>Totals</u>
Assets and Other Debits				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$ 24,232	\$ 29,422	\$ 24,636	\$ 78,290
Total Assets and Other Debits	\$ 24,232	\$ 29,422	\$ 24,636	\$ 78,290
Liabilities and Fund Equity				
Liabilities:				
Accounts Payable	\$ -	\$ -	\$ 1,282	\$ 1,282
Due to Students	-	-	23,354	23,354
Total Liabilities	-	-	24,636	24,636
Fund Equity				
Fund Balances:				
Reserved for Endowment	-	29,075	-	29,075
Unreserved: Undesignated (deficit)	24,232	347	-	24,579
Total Fund Equity	24,232	29,422	-	53,654
Total Liabilities and Fund Equity	\$ 24,232	\$ 29,422	\$ 24,636	\$ 78,290

Chardon Local School District

Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - Special Trust - Expendable Trust Fund
for the Fiscal Year Ended June 30, 1999

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Earnings on Investments	\$ 956	\$ 956	\$ -
Miscellaneous	19,000	19,000	-
Total Revenue	<u>19,956</u>	<u>19,956</u>	<u>-</u>
Expenditures			
Community Services:			
Other	36,718	12,571	24,147
Total Community Services	<u>36,718</u>	<u>12,571</u>	<u>24,147</u>
Total Non-Instructional Services	<u>36,718</u>	<u>12,571</u>	<u>24,147</u>
Total Expenditures	<u>36,718</u>	<u>12,571</u>	<u>24,147</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(16,762)</u>	<u>7,385</u>	<u>24,147</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(16,762)</u>	<u>7,385</u>	<u>24,147</u>
Fund Balance - Beginning of Year	<u>16,762</u>	<u>16,762</u>	<u>-</u>
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 24,147</u>	<u>\$ 24,147</u>

Chardon Local School District
Statement of Changes in Assets and Liabilities
Agency Fund
For the Fiscal Year Ended June 30, 1999

	<u>Balance June 30, 1998</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance June 30, 1999</u>
Student Activity				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$ 48,396	\$ 86,124	\$ 109,884	\$ 24,636
Total Assets	<u>\$ 48,396</u>	<u>\$ 86,124</u>	<u>\$ 109,884</u>	<u>\$ 24,636</u>
Liabilities				
Accounts Payable Due to Students	\$ - 48,396	\$ 1,282 84,842	\$ - 109,884	\$ 1,282 23,354
Total Liabilities	<u>\$ 48,396</u>	<u>\$ 86,124</u>	<u>\$ 109,884</u>	<u>\$ 24,636</u>

General Fixed Assets Account Group

The general fixed assets account group is used to account for all land, land improvements, buildings, building improvements, furniture and equipment, and vehicles not used in the operations of the proprietary funds.

Chardon Local School District
Schedule of General Fixed Assets
By Function and Type
As of June 30, 1999

	Land & Improvements	Buildings	Furniture & Equipment	Vehicles	Total
Instruction:					
Regular	\$ -	\$ -	\$ 1,333,160	\$ -	\$ 1,333,160
Special	-	-	15,946	-	15,946
Vocational	-	-	45,552	-	45,552
Support Services:					
Pupil	-	-	23,835	-	23,835
Instructional Staff	-	-	435,127	-	435,127
Administration	-	-	92,684	-	92,684
Fiscal	-	-	23,763	-	23,763
Operation and Maintenance	-	-	105,529	82,775	188,304
Pupil Transportation	-	-	48,446	1,386,886	1,435,332
Central Services	-	-	7,665	118,925	126,590
Non-Instructional Services:					
Community Service	-	-	28,494	-	28,494
Extracurricular Activities:					
Academic & Subject Oriented	-	-	1,591	-	1,591
Sports Oriented	-	-	12,000	-	12,000
Facilities Acquisition					
Site Improvement	88,289	-	-	-	88,289
Architecture & Engineering	123,921	-	-	-	123,921
Building Improvements	-	6,548,688	-	39,655	6,588,343
Total General Fixed Assets	\$ 212,210	\$ 6,548,688	\$ 2,173,792	\$ 1,628,241	\$ 10,562,931

Chardon Local School District
Schedule of Changes in General Fixed Assets
By Function
As of June 30, 1999

	General Fixed Assets July 1, 1998	Additions	Disposals	General Fixed Assets June 30, 1999
Instruction:				
Regular	\$ 1,441,788	\$ 6,066	\$ 114,694	\$ 1,333,160
Special	12,659	3,287	-	15,946
Vocational	45,552	-	-	45,552
Support Services:				
Pupil	22,512	7,073	5,750	23,835
Instructional Staff	260,957	174,170	-	435,127
Administration	92,684	-	-	92,684
Fiscal	27,390	1,506	5,133	23,763
Operation and Maintenance	175,591	12,713	-	188,304
Pupil Transportation	1,360,624	118,885	44,177	1,435,332
Central Services	123,820	2,770	-	126,590
Non-Instructional Services:				
Community Service	-	28,494	-	28,494
Extracurricular Activities:				
Academic & Subject Oriented	-	1,591	-	1,591
Sports Oriented	-	12,000	-	12,000
Facilities Acquisition				
Site Improvement	88,289	-	-	88,289
Architecture & Engineering	123,921	-	-	123,921
Building Improvements	6,541,474	46,869	-	6,588,343
Total General Fixed Assets	\$ 10,317,261	\$ 415,424	\$ 169,754	\$ 10,562,931

Chardon Local School District

Schedule of General Fixed Assets

By Source

As of June 30, 1999

General Fixed Assets

Land and Improvements	\$	212,210
Buildings		6,548,688
Furniture and Equipment		2,173,792
Vehicles		1,628,241
	\$	<u>10,562,931</u>

**Investments in General Fixed Assets From
Acquisitions since July 1, 1998**

General Fund	\$	325,526
Special Revenue Funds		57,918
Capital Projects Funds		31,980
	\$	<u>415,424</u>

Deletions Since July 1, 1998:

General Fund		(169,754)
--------------	--	-----------

Acquisitions Prior to June 30, 1998

10,317,261

Total Investment in General Fixed Assets

\$ 10,562,931

Statistical Section

Chardon Local School District
General Fund Revenues by Source
Last Ten Fiscal Years (1)

	1999	1998	1997	1996	1995	1994	1993	1992	1991	1990
Taxes	\$ 12,041,895	\$ 11,708,682	\$ 12,272,914	\$ 10,217,600	\$ 9,063,781	\$ 8,764,824	\$ 8,713,116	\$ 8,607,044	\$ 8,425,539	\$ 7,116,949
Tuition and Fees	108,910	122,423	122,906	199,070	159,428	93,170	144,896	180,009	216,461	168,726
Interest	189,717	159,765	138,985	119,495	109,806	106,985	136,291	212,740	245,134	173,289
Intergovernmental	5,833,839	5,162,280	4,956,941	4,837,742	4,517,304	4,367,009	4,297,062	4,106,215	4,345,682	3,817,974
Extracurricular Activities	22,923	24,218	23,520	21,705	21,798	22,398	20,655	20,765	19,140	16,420
Miscellaneous	132,614	383,217	127,433	101,823	94,942	83,284	86,607	50,238	52,437	100,480
Total Revenues	\$ 18,329,698	\$ 17,560,605	\$ 17,642,699	\$ 15,297,435	\$ 13,967,059	\$ 13,427,650	\$ 13,398,627	\$ 13,176,011	\$ 13,304,393	\$ 11,383,818

Source:

Chardon Local School District records.

(1)

Fiscal Year 1993 is the first year reported on a GAAP basis. All prior fiscal years are reported on a cash basis.

The increase in taxes revenue between fiscal year 1990 and 1991 was the result of a 7.3 mill tax levy.

The increase in taxes revenue between fiscal year 1995 and fiscal years 1996 and 1997 was the result of a 5.8 mill tax levy.

Chardon Local School District
General Fund Expenditures by Function
 Last Ten Fiscal Years (1)

	1999	1998	1997	1996	1995	1994	1993	1992	1991	1990
Instruction:										
Regular	\$ 8,766,671	\$ 7,993,438	\$ 8,258,079	\$ 7,705,985	\$ 7,218,286	\$ 7,228,612	\$ 6,832,548	\$ 6,441,107	\$ 5,795,231	\$ 5,190,797
Special	1,295,931	1,036,258	1,160,420	873,637	821,436	778,378	726,120	612,159	542,787	483,403
Vocational	209,116	343,640	362,539	287,302	279,461	268,432	254,382	224,686	193,298	174,177
Other	42,007	89,275	74,528	66,714	62,663	101,914	68,332	51,406	104,395	95,072
Support Services:										
Pupil	692,340	632,733	603,625	542,274	519,958	475,970	453,218	436,569	422,182	410,810
Instructional Staff	697,667	471,804	524,222	456,521	430,378	450,531	318,282	369,225	341,015	276,614
Board of Education	43,257	90,333	27,301	73,774	31,689	24,461	25,293	22,196	21,800	18,687
Administration	1,608,187	1,312,185	1,354,287	1,232,605	1,335,296	1,346,661	1,232,623	1,205,266	1,182,467	1,025,420
Fiscal Services	632,471	617,070	636,250	522,523	425,379	370,012	364,353	389,816	319,156	280,764
Business	268,896	236,235	240,782	213,650	220,912	222,567	229,941	254,059	247,164	201,060
Operation & Maintenance	1,766,499	1,674,545	1,643,388	1,726,300	1,488,543	1,574,323	1,558,756	1,434,271	1,406,152	1,243,273
Pupil Transportation	1,480,629	1,274,185	1,391,246	1,286,986	1,331,957	1,411,812	1,163,867	1,029,725	1,067,169	835,323
Central Services	100,555	53,105	48,653	9,233	13,478	161,894	238,897	108,710	2,925	-
Operation of Non-										
Instructional Services	70,056	66,549	62,429	61,551	24,010	33,030	1,213	2,337	-	-
Extracurricular Activities	289,601	282,057	282,360	267,615	251,088	249,686	242,377	208,425	192,702	164,601
Capital Outlay	536,413	262,622	161,128	137,343	243,238	188,728	349,743	137,441	463,777	3,640
Total Expenditures	\$ 18,500,396	\$ 16,399,034	\$ 16,820,237	\$ 15,464,013	\$ 14,697,782	\$ 14,877,111	\$ 14,046,945	\$ 12,930,288	\$ 12,322,021	\$ 10,403,661

Source: Chardon Local School District records.

(1) Fiscal Year 1993 is the first year reported on a GAAP basis.
 All prior fiscal years are reported on a cash basis.

Chardon Local School District
Property Tax Levies and Collections
Real and Tangible Personal Property (1)
Last Six Calendar Years

Year (2)	Current Levy	Delinquent Levy (3)	Total Levy	Current Collection	% of Current Levy Collected	Delinquent Collection	Total Collection	Total Collection as a percent of Current Levy
1998	13,175,578	570,012	13,745,590	12,848,987	97.52%	218,048	13,067,015	99.18%
1997	12,691,456	587,687	13,279,143	12,421,446	97.87%	224,685	12,646,131	99.64%
1996	12,258,340	487,125	12,745,465	11,989,319	97.81%	146,309	12,135,628	99.00%
1995	10,041,694	508,006	10,549,700	9,844,916	98.04%	171,457	10,016,373	99.75%
1994	9,824,378	486,906	10,321,284	9,584,942	97.56%	187,617	9,772,559	99.47%
1993	9,540,131	495,634	10,035,765	9,323,989	97.73%	191,860	9,515,849	99.75%

Source:

(1) Geauga County Auditor - Data is presented on a calendar year basis because this is the matter in which the information is maintained by the County Auditor.

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

(3) Represents the collection year. The 1999 information cannot be presented because all collections have not been made by June 30.

(4) This amount cannot be calculated based on other information in this statistical table because of retroactive additions and reductions which are brought on in one lump sum.

Chardon Local School District
Assessed and Estimated Actual Value of Taxable Property
Last Ten Collection (Calendar) Years

Collection Year	Real Property		Public Utility Personal Property		Tangible Personal Property		Total		Ratio (%)
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	
1990	\$169,637,830	\$484,393,800	\$21,901,550	\$24,888,124	\$18,463,630	\$73,854,520	\$209,903,010	\$583,136,444	36.00%
1991	\$199,547,260	\$570,135,029	\$22,035,440	\$25,040,272	\$27,974,579	\$31,789,293	\$249,557,279	\$626,964,594	39.80%
1992	\$208,059,990	\$594,457,114	\$23,372,020	\$26,559,113	\$25,961,290	\$29,501,465	\$257,393,300	\$650,517,692	39.57%
1993	\$215,147,080	\$614,705,943	\$24,541,220	\$27,887,749	\$23,988,180	\$27,259,295	\$263,676,480	\$669,852,987	39.36%
1994	\$255,424,350	\$729,783,857	\$25,682,960	\$29,071,545	\$22,472,260	\$25,536,658	\$303,479,570	\$784,392,060	38.69%
1995	\$263,865,210	\$763,900,600	\$25,391,670	\$28,854,170	\$23,239,690	\$26,407,601	\$312,495,570	\$809,162,371	38.82%
1996	\$273,689,130	\$781,683,229	\$25,437,850	\$28,906,647	\$24,576,900	\$27,928,181	\$323,603,780	\$838,518,056	38.59%
1997	\$308,634,610	\$881,813,171	\$24,867,730	\$28,258,783	\$26,374,360	\$29,970,863	\$369,878,700	\$940,042,817	38.28%
1998	\$321,778,320	\$919,366,629	\$23,776,900	\$27,019,204	\$27,426,470	\$31,166,442	\$372,981,690	\$977,552,274	38.15%
1999	\$340,161,560	\$971,890,171	\$23,330,420	\$26,511,840	\$30,861,280	\$36,069,635	\$394,363,260	\$1,033,471,647	38.16%

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

Chardon Local School District
Property Tax Rates - Direct and Overlapping Governments
(Per \$1,000 Assessed Valuations)
Last Ten Calendar Years

Tax Year/ Collection Year	School Levy	JVS	County Levy	Village Levy	Total Levy	School	County	Total
1997/98	60.10	1.50	13.45	11.00	86.05	0.00	0.30	0.30
1996/97	60.10	1.50	13.45	9.20	84.25	0.00	0.30	0.30
1995/96	60.10	1.50	13.85	9.20	84.65	0.00	0.30	0.30
1994/95	54.30	1.50	11.85	9.20	76.85	0.00	0.30	0.30
1993/94	54.60	1.50	11.85	9.20	77.15	0.30	0.30	0.60
1992/93	55.00	1.50	11.20	9.20	76.90	0.70	0.30	1.00
1991/92	55.10	1.50	11.20	9.20	77.00	0.80	0.30	1.10
1990/91	55.10	1.50	10.35	9.20	76.15	0.80	0.65	1.35
1989/90	55.10	1.50	12.35	9.20	78.15	0.80	0.45	1.25
1988/89	47.70	1.50	9.35	9.20	67.75	0.70	0.45	1.15

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

Chardon Local School District
 Ratio of Net General Obligation Bonded Debt to
 Assessed Value and Net Bonded Debt Per Capita
 Last Ten Years

<u>Year</u>	<u>Net General Obligation Bonded Debt (1)</u>	<u>Assessed Value (2)</u>	<u>Chardon Local School District Population (3)</u>	<u>Ratio of Net Debt to Assessed Value</u>	<u>Net Debt Per Capita</u>
1999	\$ -	\$ 394,353,260	18,573	0.00%	\$ -
1998	-	372,981,690	18,573	0.00%	-
1997	-	359,876,700	18,573	0.00%	-
1996	-	323,603,780	18,573	0.00%	-
1995	-	312,495,570	17,569	0.00%	-
1994	135,000	303,479,570	17,569	0.04%	7.68
1993	270,000	263,676,480	17,569	0.10%	15.37
1992	405,000	257,393,300	17,569	0.16%	23.05
1991	540,000	249,557,279	17,569	0.22%	30.74
1990	675,000	209,903,010	17,569	0.32%	38.42

Sources:

- (1) School District Financial Records
- (2) Geauga County Auditor
- (3) Northern Ohio Data & Information Center (includes Chardon Township, Hambden Township, Munson Township and Chardon Village).

Chardon Local School District

Computation of Legal Debt Margin
June 30, 1999

Assessed Valuation	<u>\$ 394,353,260</u>
Debt Limit - 9% of Assessed Value (1)	\$ 35,491,793
Amount of Debt Applicable to Debt Limit: General Obligation Bonds	0
Less: Amount Available in the Debt Service Fund	<u>0</u>
Amount of Debt Subject to the Limit	<u>0</u>
Voted Debt Margin	<u>\$ 35,491,793</u>
Debt Limit - 0.9% of Assessed Value (1)	\$ 3,549,179
Amount of Debt Applicable	<u>0</u>
Unvoted Energy Conservation Debt Margin	<u>\$ 3,549,179</u>
Debt Limit - 0.1% of Assessed Value (1)	\$ 394,353
Amount of Debt Applicable	<u>0</u>
All Other Unvoted Debt Margin	<u>\$ 394,353</u>

Source: District Financial Records

- (1) Ohio Bond Law sets a limit of 9% for voted debt, 9/10 of 1% for unvoted energy conservation projects and 1/10 of 1% for all other unvoted debt.

Chardon Local School District
 Computation of Direct and Overlapping General Obligation Bonded Debt
 December 31, 1998

<u>Jurisdiction</u>	<u>General Obligation Bonded Debt Outstanding</u>	<u>Percentage Applicable to School District (1)</u>	<u>Amount Applicable to School District</u>
Chardon Local School District	\$ -	100%	\$ -
Geauga County	12,481,788	20.89%	2,607,223
Chardon Village	2,310,000	100%	2,310,000
Chardon Township	-	100%	-
Hambden Township	-	100%	-
Munson Township	-	100%	-
Total			<u>\$ 4,917,223</u>

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

(1) Percentages were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the School District by the total assessed valuation of the subdivision. The valuations were for the 1998 collection year.

Chardon Local School District
 Ratio of Annual Debt Service Expenditures for
 General Obligation Bonded Debt to General Fund Expenditures
 Last Ten Fiscal Years (1)

Year	Principal	Interest	Total Debt Service	Total General Fund Expenditures (2)	Ratio of Debt Service to General Fund Expenditures (Percentage)
1999	\$ -	\$ -	\$ -	\$ 18,500,396	0.00%
1998	-	-	-	16,398,034	0.00%
1997	-	-	-	16,820,237	0.00%
1996	-	-	-	15,464,013	0.00%
1995	-	-	-	14,697,782	0.00%
1994	135,000	6,750	141,750	14,877,111	0.95%
1993	135,000	13,500	148,500	14,046,945	1.06%
1992	135,000	20,250	155,250	12,930,288	1.20%
1991	135,000	27,000	162,000	12,322,021	1.31%
1990	135,000	33,750	168,750	10,403,561	1.62%

Source: School District Records

- (1) Fiscal Year 1993 is the first year reported on a GAAP basis.
All prior fiscal years are reported on a cash basis.
- (2) Does not include other financing uses.

Chardon Local School District
Demographic Statistics
Last Ten Years

<u>Year</u>	<u>Geauga County Population (1)</u>	<u>Chardon LSD Area Population (2)</u>	<u>School Enrollment (3)</u>	<u>Geauga County Unemployment Rate (4)</u>
1999	87,913	18,573	3,065	3.0%
1998	86,054	18,573	3,037	3.5%
1997	86,054	18,573	3,081	3.6%
1996	84,260	18,573	3,001	3.8%
1995	83,400	17,569	2,913	3.8%
1994	83,241	17,569	2,863	5.1%
1993	82,094	17,569	2,863	5.8%
1992	82,094	17,569	2,795	5.4%
1991	81,129	17,569	2,752	4.0%
1990	79,300	17,569	2,722	4.0%

Sources:

- (1) Estimated Figure from U.S. Census Bureau
- (2) Northern Ohio Data & Information Center (includes Chardon Township, Hambden Township, Munson Township and Chardon Village).
- (3) School District Records
- (4) Ohio Bureau of Employment Services

Chardon Local School District
 Property Value
 Financial Institution Deposits and Building Permits
 Last Six Years

Year	Property Value (Real Estate Only) (1)	Financial Institution Deposits (000's) Banks	Value of Permits Issued Geauga County	Value of Permits Issued Chardon Village	Value of Permits Issued Chardon Township	Value of Permits Issued Hambden Township	Value of Permits Issued Munson Township
1988	\$ 321,778,320	\$ 254,641	\$ 47,503,140	\$ 5,914,001	\$ 8,424,575	\$ 7,876,660	\$ 14,403,845
1987	308,634,610	222,203	38,142,850	5,081,400	7,414,600	7,100,658	8,122,400
1986	273,589,130	212,614	41,162,110	4,712,500	6,744,040	4,880,200	14,729,200
1985	263,865,210	194,409	35,438,050	3,792,900	5,597,000	3,454,000	10,522,783
1984	255,424,350	188,020	28,009,880	5,682,438	6,592,697	2,415,025	5,681,300
1983	215,147,080	184,462	23,820,980	3,369,260	6,434,164	2,923,110	5,295,500

Sources: Geauga County Auditor, Building Department reports and Federal Reserve Bank of Cleveland.
 Information prior to 1983 is not available.

(1) Represents Assessed Value.

Chardon Local School District

Principal Taxpayers
Real Estate Property Tax
December 31, 1998

<u>Name of Taxpayer</u>	<u>Assessed Value (1)</u>	<u>Percent of Total District Real Assessed Value</u>
1. Maple Leaf Plaza	\$ 2,542,650	0.79%
2. William Conway	2,123,210	0.66%
3. Structural North America	1,533,010	0.48%
4. Center Six Corp.	1,496,050	0.46%
5. Burlington Group, inc.	1,385,060	0.43%
6. Chardon Hills Apts.	1,265,250	0.39%
7. Chardon Plaza	1,144,840	0.36%
8. Walter C. Best	974,880	0.30%
9. PHC Operating Corp.	868,000	0.27%
10. Best Sand Corp.	780,290	0.24%
Total	<u>\$ 14,113,240</u>	<u>4.38%</u>

Source: Geauga County Auditor

(1) Assessed values are for 1998

Chardon Local School District

Principal Taxpayers
Tangible Personal Property Tax
December 31, 1998

<u>Name of Taxpayer</u>	<u>Assessed Value (1)</u>	<u>Percent of Total District Real Assessed Value</u>
1. Elitech System Corp.	\$ 3,749,050	13.67%
2. Best Sand Corp.	2,733,460	9.97%
3. Essef Corp.	2,706,170	9.87%
4. Unova Industrial	1,551,630	5.66%
5. Elastochem, Inc.	1,490,530	5.43%
6. Chardon Rubber Co.	1,006,150	3.67%
7. Lawson Ford & Mercury	827,930	3.02%
8. Junction Auto Sales, Inc.	698,500	2.55%
9. Chardon Metal Products	572,370	2.09%
10. Key Corporate Capital	494,240	1.80%
Total	<u>\$ 15,830,030</u>	<u>57.73%</u>

Source: Geauga County Auditor

(1) Assessed values are for 1998

Chardon Local School District

Principal Taxpayers
Public Utilities Tangible Property Tax
December 31, 1998

<u>Name of Taxpayer</u>	<u>Assessed Value (1)</u>	<u>Percent of Total District Real Assessed Value</u>
1. Cleveland Electric Illuminating	\$ 14,232,630	59.86%
2. Western Reserve Telephone	6,180,340	25.99%
3. East Ohio Gas	<u>2,073,200</u>	<u>8.72%</u>
Total	<u>\$ 22,486,170</u>	<u>94.57%</u>

Source: Geauga County Auditor

(1) Assessed values are for 1998

Chardon Local School District

Per Pupil Cost
Last Ten Fiscal Years (1)

<u>Year</u>	<u>General Fund Expenditures</u>	<u>Average Daily Membership (2)</u>	<u>Per Pupil Cost</u>
1999	\$ 18,500,396	3,065	\$ 6,036
1998	16,398,034	3,037	5,399
1997	16,820,237	3,081	5,459
1996	15,464,013	3,001	5,153
1995	14,697,782	2,913	5,046
1994	14,877,111	2,863	5,196
1993	14,046,945	2,863	4,906
1992	12,930,288	2,795	4,626
1991	12,322,021	2,752	4,477
1990	10,403,561	2,722	3,822

Source: District Financial Records

- (1) Fiscal Year 1993 is the first year reported on a GAAP basis.
All prior fiscal years are reported on a cash basis.
- (2) As reflected in the Annual Report (4502).

Chardon Local School District
Certificated Staff Education and Experience
June 30, 1999

<u>Degree</u>	<u>Number of Teachers and Administrators</u>	<u>Percentage of Total</u>
Bachelor's Degree	37	19.68
Bachelor's Degree + 18 Hours	18	9.57
Bachelor's Degree + 30 Hours	28	14.89
Master's Degree	55	29.26
Master's Degree + 18 Hours	14	7.45
Master's Degree + 30 Hours	32	17.02
PHD's	4	2.13
Total	188	100.00

<u>Years of Experience</u>	<u>Number of Teachers and Administrators</u>	<u>Percentage of Total</u>
0 - 5	41	21.81
6 - 10	29	15.43
11 - 15	30	15.96
16 - 20	27	14.36
21 - 25	25	13.30
26 and over	36	19.15
Total	188	100.00

Source: District Records

**CHARDON LOCAL SCHOOL DISTRICT
CHARDON, OHIO**



**COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 1999**

Introductory Section

**COMPREHENSIVE
ANNUAL FINANCIAL REPORT
OF THE
CHARDON LOCAL SCHOOL DISTRICT
for the
FISCAL YEAR ENDED JUNE 30, 1999**

Prepared by the Treasurer's Department

Paul J. Pestello, Treasurer
Michele Tullai, Assistant Treasurer

428 North Street
Chardon, Ohio 44024
(440) 285-4052

The mission of the Chardon Local School District is to produce educated, responsible citizens equipped with the skills necessary for success in an ever-changing, highly diverse, technological world through a committed partnership with staff, parents and community.

Chardon Local School District
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 1999
Table of Contents

I. Introductory Section

Title Page	i
Table of Contents	ii
Letter of Transmittal	vii
List of Principal Officials	xx
Organizational Chart	xxi

II. Financial Section

Report of Independent Accountant	1
General Purpose Financial Statements (Combined Statements – Overview)	
Combined Balance Sheet – All Fund Types and Account Groups	4
Combined Statement of Revenues, Expenditures and Changes in Fund Balance – All Governmental Fund Types and Expendable Trust Fund	6
Combined Statement of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual (Budget Basis) – All Governmental Fund Types and Expendable Trust Fund	8
Combined Statement of Revenues, Expenses and Changes in Retained Earnings/Fund Balance – All Proprietary Fund Types and Non-Expendable Trust Fund	12
Combined Statement of Cash Flows – All Proprietary Fund Types and Non-Expendable Trust Fund	13
Combined Statement of Revenues, Expenses and Changes in Fund Equity – Budget and Actual (Budget Basis) – All Proprietary Fund Types and Non-Expendable Trust Fund	14
Notes to the General Purpose Financial Statements	17

(Table of Contents continued)

Combining, Individual Fund and Account Group Statements and Schedules

Governmental Funds:

General Fund:

Description of Fund	55
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Budget Basis)	56

Special Revenue Funds:

Description of Fund	60
Combining Balance Sheet	63
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	67
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Budget Basis)	
Public School Support	71
Other Grants	72
District Managed Student Activities	73
Auxiliary Services	74
Disadvantaged Pupil Program	75
Professional Development	76
Educational Management Information Services	77
Data Communications	78
Textbook/Instructional Materials	79
Title II	80
Title VI-B	81
Title I	82
Title VI	83
Drug Free Schools	84
Miscellaneous Federal Grants	85
All Special Revenue Funds	86

(Table of Contents continued)

Debt Service Fund:

Description of Fund	89
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Budget Basis)	90

Capital Projects Funds:

Description of Funds	91
Combining Balance Sheet	92
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	93
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Budget Basis)	
SchoolNet	94
Power Up	95
All Capital Projects Funds	96

Proprietary Funds:

Enterprise Funds:

Description of Funds	97
Combining Balance Sheet	98
Combining Statement of Revenues, Expenses and Changes in Retained Earnings	99
Combining Statement of Cash Flows	100
Schedule of Revenues, Expenses and Changes in Fund Equity – Budget and Actual (Budget Basis)	
Food Service	101
Uniform School Supplies	102
Summer School	103
Adult/Community Education	104
All Enterprise Funds	105

(Table of Contents continued)

Internal Service Funds:

Description of Funds	106
Combining Balance Sheet	107
Combining Statement of Revenues, Expenses and Changes in Retained Earnings	108
Combining Statement of Cash Flows	109
Schedule of Revenues, Expenses and Changes in Fund Equity – Budget and Actual (Budget Basis)	
Rotary	110
Self-Insurance	111
All Internal Service Funds	112

Fiduciary Funds:

Description of Funds	113
Combining Balance Sheet	114
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual (Budget Basis) – Special Trust Fund	115
Statement of Changes in Assets and Liabilities – Agency Fund	116

General Fixed Assets Account Group:

Description of Account Group	117
Schedule of General Fixed Assets by Function and Type	118
Schedule of Changes in General Fixed Assets By Function	119
Schedule of General Fixed Assets By Source	120

(Table of Contents continued)

III. Statistical Section

General Governmental Revenues by Source – Last Ten Fiscal Years	S1
General Governmental Expenditures by Function – Last Ten Fiscal Years	S2
Property Tax Levies and Collections Real and Tangible Personal Property – Last Six Calendar Years	S3
Assessed and Estimated Actual Value of Taxable Property – Last Ten Calendar Years	S4
Property Tax Rates – Direct and Overlapping Governments Per \$1,000 of Assessed Valuations – Last Ten Calendar Years	S5
Ratio of Net General Obligation Bonded Debt to Assessed Value and Net Bonded Debt Per Capita – Last Ten Fiscal Years	S6
Computation of Legal Debt Margin	S7
Computation of Direct and Overlapping General Obligation Bonded Debt	S8
Ratio of Annual Debt Service Expenditures for General Obligation Bonded Debt to General Governmental Expenditures – Last Ten Fiscal years	S9
Demographic Statistics – Last Ten Years	S10
Property Value Financial Institution Deposits and Building Permits – Last Six Calendar Years	S11
Principal Taxpayers:	
Real Estate Tax	S12
Tangible Personal Property Tax	S13
Public Utilities Tangible Property Tax	S14
Per Pupil Cost – Last Ten Fiscal Years	S15
Certificated Staff Education and Experience	S16

Chardon Local School District

428 North Street
Chardon, Ohio 44024
Phone: (440) 285-4052



Administrative Offices

Pursuing Excellence

December 17, 1999

Board of Education Members and Residents of the Chardon Local School District:

We are pleased to submit to you the first Comprehensive Annual Financial Report (CAFR) of the Chardon Local School District (the "District"). This CAFR, which includes an opinion from the Office of the Auditor of State, conforms to generally accepted accounting principals as applicable to governmental entities. Responsibility for accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the District. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the District. The report will provide the District with comprehensive financial data in a format that will enable the reader to gain an understanding of the District's financial affairs. Copies will be made available to officials of the Villages of Chardon and Aquilla, the townships of Chardon, Claridon, Hambden and Munson, the Geauga County Public Library, major taxpayers, financial rating services and other interested parties.

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

1. The Introductory Section, which contains a Table of Contents, Letter of Transmittal, List of Principal Officials and an Organizational Chart of the District.
2. The Financial Section, which begins with the Auditor's Report, includes the General Purpose Financial Statements and Notes that provide an overview of the District's financial position and operating results, the Combining Statements by Fund Type, and other schedules that provide detailed information relative to the General Purpose Financial Statements.
3. The Statistical Section, which presents social and economic data, financial trends and fiscal capacity of the District.

School District Organization

Chardon Local School District is located in northeastern Ohio, approximately 40 miles east of Cleveland. The District includes the Villages of Chardon and Aquilla and the Townships of Munson, Hambden, Chardon and part of Claridon.

Chardon is one of seven school districts located in Geauga County. Approximately 4,500 people live in Chardon, while over 81,000 reside in surrounding Geauga County. When Chardon was established as a Western Reserve community, the pioneers who mainly came from New England, modeled their new existence after their New England heritage. The settlers showed the importance they attached to common school education from which they had received so much benefit. They implemented voluntary associations for district schools wherever a sufficient number of youths and children could be gathered. Classes were held in homes, and schoolhouses were built before any legal organizations were effected. The townships were geographically scattered, and because travel was restrictive, the pioneers created several small primary grade schools in each township and village for the local students. In 1908, Chardon High School was built on the Chardon Square and the townships sent their children to this institution for secondary education. Around 1957 the townships merged their grade schools to become what is currently the Chardon School District. The District consists of one high school, one middle school, and four elementary schools. The high school, middle school, Maple Elementary and Park Elementary are located in Chardon Village. One elementary building is in Hambden Township and one in Munson Township.

Chardon School District is one of the 611 school districts in the State of Ohio. The District provides education to 3,065 students in grades K-12, including special education services to 366 students.

Statutorily, the District operates under the standards prescribed by the Ohio State Board of Education as provided in division (D) of Section 3301.7 and Section 119.01 of the Ohio Revised Code, to provide education services prescribed by charter and further mandated by State and/or Federal agencies.

Reporting Entity

The District has reviewed its operating 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 Chardon Local School District (the primary government) and its potential component units.

The Villages of Chardon and Aquilla, Townships of Chardon, Hambden, Claridon and Munson, the Geauga County Library, the Parent Teacher Organizations and the non-public schools located in the District have not been included in the accompanying financial statements.

The District does not appoint the governing bodies of these entities, nor are they fiscally dependent on the District.

Economic Condition and Outlook

The District is well located near the intersections of Route 90 and Route 44 about 40 miles East of Cleveland. The District is home to many young families with incomes and housing values that are above state and county averages. Residential property is upper middle class, and properties are well kept. The Chardon area also encompasses a diverse and growing mix of commercial and light industrial properties. Major employers include Chardon Rubber Co., Eltech System Corp., and Litton Industrial Automation.

For fiscal year 1999, Chardon Schools General Fund revenues are approximately 18 million dollars. Fifty-eight percent of revenue is from real estate taxes, nine percent is personal property, and seven percent is from the State's residential taxpayer rebate plan (Homestead and rollback programs). Investments and other state and local comprise approximately five percent. The State foundation program generates twenty-two percent of the District's revenues. Voters in the District have approved continuing tax levies of 5.5 mills, 4.9 mills, 5.5 mills, 7.3 mills and 5.8 mills in 1977, 1982, 1987, 1989 and 1995 respectively.

The District maintains a strategic fiscal plan, which incorporates the State required five-year plan. The current long-term fiscal plan reflects a negative cash balance during the 2002 fiscal year. The District has a long history of local support. Continued voter support, and a healthy tax base are crucial to the long-term financial health of the district.

Major Initiatives

The Chardon Local School District is excited about the future. Voters approved a 5.8 mill operating levy in February of 1995. With the success of this issue, the District was able to accomplish a number of initiatives in the area of curriculum development, programming, and student services. Our Strategic Planning was initiated in March 1995. This is the fifth and final year of our current plan.

During the cycle for the Strategic Plan, major efforts were geared toward developing, improving, and refining educational services to improve students' academic success. Specifically:

- Curriculum Process Model
- Competency assessment in major subject areas Grades 1-8
- Technology that is integrated with the content areas

- Implemented new curriculum in mathematics using NCTM standards
- Hands-on science curriculum and materials introduced at grade level and expanded through the grade levels
- Additional communications and parent meetings throughout the district for parents and members of the community
- Continued staff development opportunities developed from the curriculum development process and building level committees
- Intervention assistance for Proficiency Tests at the high school and middle school
- Parent organizations and opportunities for involvement at all levels
- Upgrading technology at all levels. This includes both management and instructional usage
- Business Advisory Council
- School-to-Work Grants
- Learn-and-Serve Grants
- Chardon Schools Foundation
- Integrated Language Arts Program K-12
- Community Service Projects developed at all levels
- Career education opportunities and resources at all levels
- New K-12 Math and Business Education Curriculum
- Park School recognized as a Hall of Fame School
- District was selected as School Match School for the fifth consecutive year
- Nursing support at all buildings
- Upgraded all school facilities, both inside and outside, with current operating budget
- Ranked in the top 5% of the State on the Twelfth Grade Proficiency Test
- Strategic Plan developed for long-term goals of the district

Outlook for the Future

For the future, the District's overall focus will be to continue to improve the overall educational program for the benefit of students, parents, and community residents. The process involves assessing current programs, identifying strengths and weaknesses, developing and implementing new courses of action, and evaluating the results.

Guiding the way will be the District's Strategic Plan. Initially developed in 1994 with input from more than 200 people, including parents, volunteers, students, school administrators, teachers, classified staff members, representatives from business, industry and the community at large, the plan provides the framework to move the District into the 21st century. Many of the initiatives for this school year are outgrowths of our Strategic Plan. Specific initiatives for 1998-99 were as follows:

- To continue to improve student achievement, including raising proficiency scores at all levels—elementary, middle school, and high school.
- To continue to focus on issues related to student behavior, high expectations, a positive school climate, and a productive learning environment.

- To continue to integrate the use of technology into the instructional setting, grades pre-K through 12.
- To develop and implement an aggressive plan to unite our communities in support of our mission and strategic plan.
- To continue to foster a positive working relationship among the certificated, classified, and administrative teams, so as to maintain a productive working environment.
- To continue efforts to improve the parent involvement and partnerships throughout the district.
- To plan for our facilities for the future in our community.

Service Efforts

The District works collaboratively with the communities it serves. These relationships benefit community residents of all ages, both inside and outside the schools. For example, the District is involved with the Business Advisory Council and the P.T.O. Presidents' Advisory Council.

The Business Advisory Council is comprised of representatives from local businesses (including some members who are also parents) within the District. This body provides a forum for communicating to schools the emerging needs of businesses so that schools can prepare students to meet employers' needs. The goals are to better integrate students into the working world and to enable businesses to have a greater pool of qualified available employees from which to obtain good workers. Some members of the Business Advisory include:

Rockwell International	Avery Dennison
Eltech Systems Corporation	Structural North America
Chardon Rubber Company	First Energy
Citco-Diamond	Kinetico Company
IBM Corporation	

The P.T.O. Presidents' Advisory Council is comprised of representatives from our schools. Members include:

Chardon Middle School
 Maple Elementary School
 Park Elementary School
 Munson Elementary School
 Hambden Elementary School

Affiliations with various community and civic groups provide additional opportunities for students to expand their knowledge of the working world. These affiliations include:

- **Chardon Rotary Club.** This group recognizes "Students of the Month" for academic achievement and leadership, and hosts the annual speech contest for students. They also donate several \$2,000 scholarships for our students.
- **Lions Club.** This group provides financial support for various projects and activities throughout the district. They also donate a scholarship for our students.
- **Kiwanis Club.** This group also provides financial support for projects and activities throughout the district.
- **Chardon Schools' Foundation.** Incorporated as a non-profit organization, the Foundation enriches the overall learning experiences of District students and graduates and assists the staff in the pursuit of educational excellence. Currently, the Foundation has assets that are derived from tax-deductible contributions from private citizens and corporate donors, as well as several major fundraisers a year. These assets annually provide mini-grants to teachers for projects and activities that require additional funding.

Preparing students to be responsible adults is an important tenet of the District's mission to prepare students to be good citizens. Students are encouraged to work collaboratively with their communities in a variety of ways. For example, students sponsor food and clothing drives for needy families, perform musical selections for residents of local nursing homes, and create art-work to brighten the rooms of residents at a local hospice. Other examples of students' community service efforts during the last school year are as follows:

- Gold Card – Recognizing Senior Citizens
- Student partnerships with Heather Hill
- Jump Start to Reading Program for pre-school children
- Jump Rope For Heart Program at elementary schools
- Students participate in Helping Hands Program
- Students involved in grounds clean-up
- WomenSafe Food Drive – student participation
- Partnership with Lake County Society for Rehabilitation
- United Way fund raising drive
- Hunger Task Force
- Comfort bags for Red Cross
- Service Learning Grants implemented at High School
- Coats for Kids at Middle School
- Holiday gift baskets for needy – all schools
- Landscaping projects throughout the district
- Walk for Diabetes

Awards

Chardon Schools is proud of its students for their accomplishments. Last year some of our outstanding achievements included:

- Park Elementary School – Hall of Fame Award
- Learn and Serve Partnership Grant
- School Match Award – Top 12% of schools nationwide for sixth year. “What Parents Want” Award.
- Various awards and grants through Partnerships with Business and Industry to recognize both students and teachers.
- Recognized for outstanding Proficiency Test Results

Financial Information

Internal Accounting and Budgetary Control

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

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 a fully automated accounting system as well as an automated system for payroll. These systems, coupled with the manual auditing of each voucher prior to payment, ensure that the financial information generated is both accurate and reliable.

At the beginning of each fiscal year, the Board of Education adopts an appropriation measure for that fiscal year. That appropriation becomes a “permanent” appropriation upon receipt from the County Auditor of an amended certificate of estimated resources based on final assessed values and tax rates. The amended certificate is usually received within three months of the beginning of the fiscal year. Appropriations are amended as needed thereafter. Usually material changes in appropriations occur when additional resources are received in the Special Revenue Funds. However, it is the Treasurer's responsibility to recommend a decrease in appropriations in any fund if estimates of revenue fall below appropriation levels.

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

All disbursements and transfers of cash between funds require appropriation authority from the Board. Budgets are controlled at the object account level within a function and fund. All purchase order requests must be approved by a building or department administrator, the Superintendent and certified by the Treasurer; necessary funds are then encumbered and purchase orders are then released to vendors. Those requests that exceed the available appropriations are rejected until additional appropriations are secured.

The accounting system used by the District provides an on-line inquiry system available to every administrator. Every budget account is the specific responsibility of one of the District administrators. Administrators overseeing accounts have specific budgetary limits that are approved by the Board at the appropriation level. The Board of Education receives a monthly financial report which includes a list of all disbursements, the cash positions of all funds, and a budget-to-actual report (both month-to-date and fiscal year-to-date) of the General Fund and the Food Service Fund. All employees are covered by an employee dishonesty bond, and certain individuals in policy-making roles are covered by a separate, higher limit bond. The basis of accounting and the various funds and account groups utilized by the District are fully described in Note 2 of the financial statements.

General Governmental Functions

The following schedule presents a summary of governmental funds' revenues and expenditures (GAAP) for the fiscal years ended June 30, 1998 and 1999, and include the amount and percentage of 1999 increases and decreases in relation to the prior year.

	Fiscal Year 1998	Fiscal Year 1999	Percent Increase (Decrease)
Revenues			
Taxes	\$ 11,735,682	\$ 12,057,216	2.74%
Tuition & Fees	128,571	114,571	(10.89)
Earnings on Investments	178,876	212,447	18.77
Intergovernmental	6,344,375	7,147,494	12.66
Extracurricular Activities	179,211	202,795	13.16
Miscellaneous	476,013	223,077	(53.14)
Total Revenues	\$ 19,042,728	\$ 19,957,600	4.80%

	Fiscal Year 1998	Fiscal Year 1999	Percent Increase (Decrease)
Expenditures			
Current:			
Instructional Services	\$ 9,736,069	\$ 10,608,264	8.96%
Support Services:			
Pupil	772,331	827,807	7.18
Instructional Staff	496,949	772,964	55.54
Board of Education	50,333	43,257	(14.06)
Administration	1,314,310	1,608,332	22.37
Fiscal Services	618,452	632,471	2.27
Business	238,235	268,896	12.87
Operation and Maintenance	1,674,545	1,766,499	5.49
Pupil Transportation	1,280,675	1,482,149	15.73
Central Services	60,758	108,736	78.97
Non-Instructional Services:			
Food Service	29,530	32,272	9.29
Community Service	709,959	821,053	15.65
Extracurricular Activities	476,140	500,236	5.06
Facilities Acquisition & Construction Services	262,622	536,413	104.25
Debt Service	51,156	15,622	(69.46)
Total Expenditures	\$ 17,772,064	\$ 20,024,971	12.68%

The intergovernmental revenue increase is due in part to the required change in the receipting of exempt personal property tax (USAS required it to be receipted into an intergovernmental receipt account), the state funding formula for state foundation and an adjusting entry required by GAAP. The decrease in miscellaneous revenue is due to the worker's compensation rebate received in fiscal year 1998. The bureau of worker's compensation did not offer a rebate in fiscal year 1999.

The increase to instructional services is due mainly to GAAP adjustments required to the self-insurance fund, other reasons include: negotiated salary increases and increases to personnel. The increase to pupil is due to negotiated salary increases as well as increases to personnel. The increase to instructional staff is due to a large increase in technology purchases. The increase to pupil transportation is due to negotiated salary increases and the removal of fuel storage tanks in fiscal year 1999. The increase to central services is due to the hiring of a technology coordinator in fiscal year 1999. The increase to facilities acquisition and construction services is due to improvements to buildings and parking lots.

General Fund Balance

The fund cash balance of the general fund decreased from \$1,109,244 at June 30, 1998 to \$954,808 at June 30, 1999. The District expects the cash balance of the general fund to decline during fiscal years 2000, 2001 and 2002 as tax revenues are held constant by state law. The District anticipates asking the voters to approve a continuing operating levy sometime in calendar year 2000.

The District relies heavily on local property taxes for operating revenue. Ohio House Bill 920 provides that the assessed value of property will not be changed more than once every three years, and that the property tax bill of the average homeowner for voted millage will not be increased as a result of reappraisal or readjustment. This legislation has the effect of seriously eroding the growth of revenue from the local property tax. It was enacted in 1976 as a result of protests from citizens who were being served markedly higher tax bills following reappraisals. Because of this Ohio law, little additional revenue can be generated from the existing tax duplicate except through a vote of the people or from newly constructed commercial and residential property. Thus, the District's tax revenue increases significantly with the passage of new levies and will remain constant in ensuing years.

Enterprise Funds

Food service, uniform school supplies, summer school and adult education are classified as enterprise operations since they resemble those activities found in private industry, and management periodically desires to determine the amount of profit/loss resulting from operations that are significantly financed from user fees. All of these operations are viewed by the District to be self-sustaining; however, at times the general fund has been required to advance cash at fiscal year end in order to be in compliance with the Ohio Revised Code. Any advance received is repaid to the general fund at the beginning of the new fiscal year. The food service fund is controlled by a detailed spending plan each year.

Internal Service Fund

The most significant internal service fund of the District is the self-insurance fund. This fund accounts for the transactions pertaining to the health, dental and prescription benefits for the District's employees. The District also maintains two other internal service funds with relatively small operations.

Fiduciary Funds

The District maintains an expendable trust fund consisting of several minor expendable trusts for special projects and scholarships and one non-expendable trust.

Debt Administration

The District has no outstanding voted or unvoted debt; and thus, has no bond rating with either Standard and Poors or Moody's Investors Service, Inc.

Cash Management

The Board pursues an aggressive cash management program by expediting the receipt of revenues and prudently depositing and investing available cash balances. Both budgetary and payroll warrants are covered on a "just in time" basis through special clearing accounts set up by the depository at the District's request. Cash not currently needed to cover warrants is maintained in the District's investment accounts. The total interest earned (GAAP) for the year ended June 30, 1999 was \$213,880 of which \$189,717 was credited directly to the general fund.

Protection of the District's deposits is provided by the Federal Deposit Insurance Corporation (FDIC) as well as by qualified securities pledged by the institution holding the assets. By law, financial institutions may establish a collateral pool to cover all public deposits. The face value of the pool collateral must be equal to at least 110 percent of public funds deposited. Collateral is held by trustees including the Federal Reserve Bank and designated third party trustees of the financial institutions.

During the fiscal year 1999, the District invested primarily in the State Treasury Asset Reserve of Ohio (STAR Ohio).

Risk Management

The District manages the medical, dental and prescription drug benefits for its employees on a self-insured basis. A third party administrator processes and pays the claims. Unobligated reserves at June 30, 1999 are more than sufficient to meet claim obligations.

The District uses the State Workers' Compensation plan and pays the premium based on a rate per \$100 of salaries. The District is a member of the Ohio School Boards Association Workers' Compensation Group Rating Program. The District maintains general liability insurance, professional liability insurance, fleet insurance, and insurance on buildings and contents.

Pension Plans

All District employees are covered by the state-wide School Employees Retirement System of Ohio (SERS) or the State Teachers Retirement System (STRS).

General Fixed Assets

The general fixed assets of the District are used to carry on the main education and support function of the system and are not financial resources available for expenditure.

The total of general fixed assets at June 30, 1999 was \$10,562,931. Such assets are accounted for at historical costs. Depreciation is not recognized on the general fixed assets.

Independent Audit

State statutes require the District to be subject to an annual examination by an independent auditor. The Office of the Auditor of State has rendered an opinion on the District's financial statements as of June 30, 1999. An annual audit serves to maintain and strengthen the District's accounting and budgetary controls. Pursuant to statute, the State prescribed a uniform accounting system to standardize accounting classification and financial reporting for all governments in Ohio. The District adopted and has been in conformance with that system beginning with its financial report for the 1979 year.

Notes to the General Purpose Financial Statements

The notes to the general purpose financial statements, which follow the general purpose financial statements in the Financial Section of this report, contain additional information and are an integral part of such statements.

Acknowledgments


The publication of this report continues the District's commitment to professionalism in financial reporting. The accomplishment of this report would not have been made possible without the assistance, support and efforts of the District's administration. Assistance from the Geauga County Auditor's Office staff, specifically Mr. Jeff Nokes, made possible the fair presentation of the statistical data.

Appreciation is extended to Sharon Davis, Payroll and Benefits Coordinator and Susan Rischar, Accounts Payable Specialist for their efforts and dedication which results in the smooth day-to-day operations within the treasurer's department. Special recognition is given to Michele Tullai, Assistant Treasurer, for whose efforts, dedication and assistance has made this report possible.

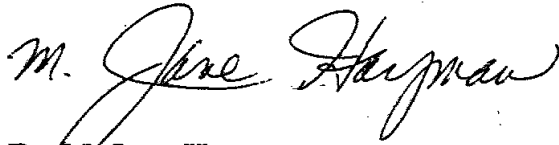
Appreciation is also extended to Mr. J.K. Byrne, Treasurer of the Bedford City School District, for his wisdom and assistance has attributed greatly to the completion of this report.

A special thank you to Robert Kolcum, a local artist, whose schoolhouse drawing is reflected on the cover of this Comprehensive Annual Financial Report.

Respectfully submitted,



Paul J. Pestello
Chardon Local School District Treasurer



Dr. M. Jane Hayman
Chardon Local School District Superintendent

**Chardon Local School District
Principal Officials
June 30, 1999**

Board of Education

Mrs. Elizabeth Ferrall	President
Mrs. Judith May	Vice-President
Mr. Lawrence Reiter	Member
Mrs. Paula Palaima	Member
Dr. Robert Faehnle	Member

Treasurer

Mr. Paul J. Pestello

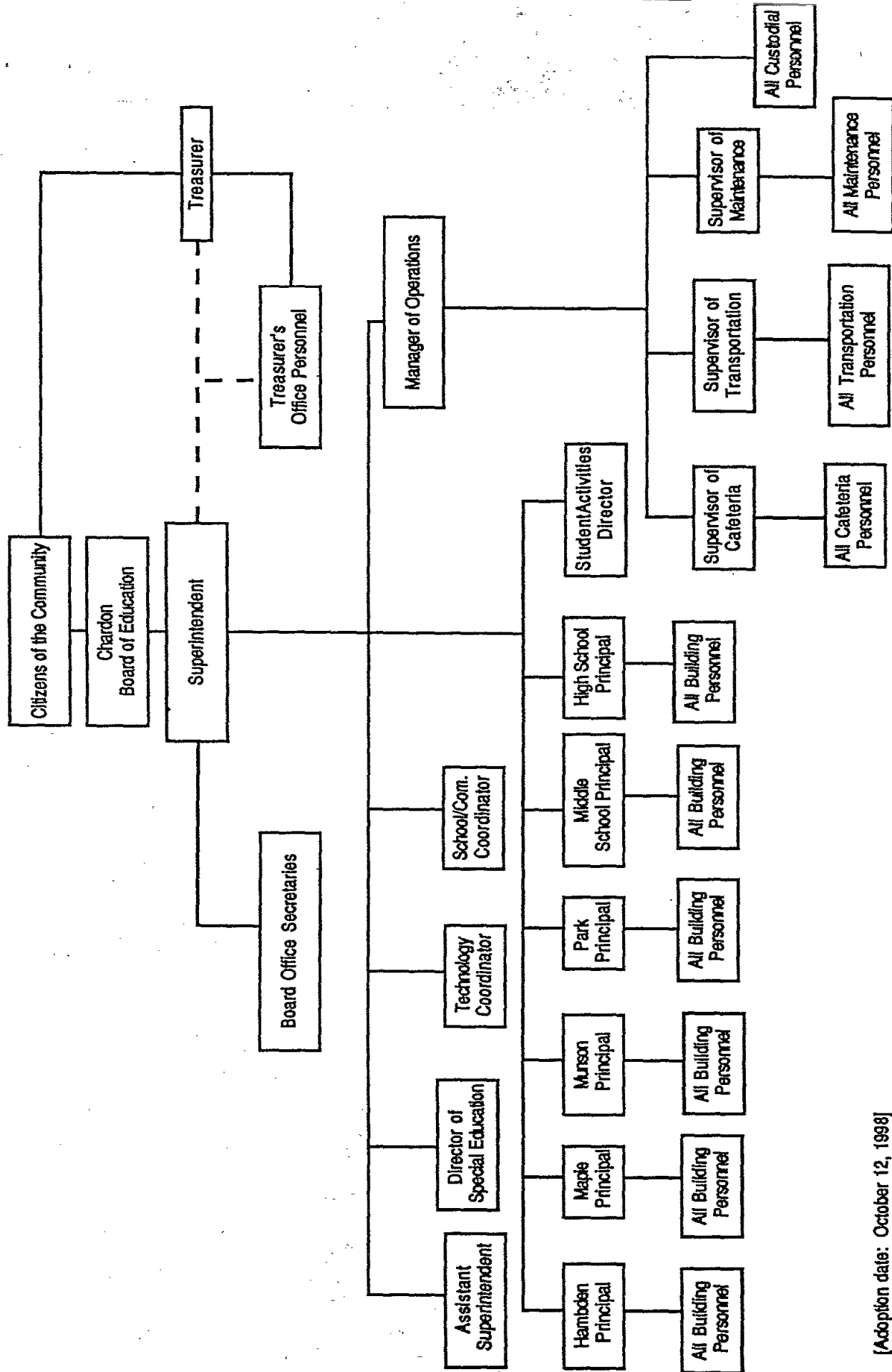
Assistant Treasurer

Mrs. Michele Tullai

Administration

Dr. M. Jane Hayman	Superintendent
Dr. Randy Continenza	Assistant Superintendent
Mr. Dana Stearns	Manager of Operations

CHARDON LOCAL SCHOOL DISTRICT
ORGANIZATIONAL CHART



[Adoption date: October 12, 1998]

CROSS REF.: CCB, Staff Relations and Lines of Authority

Financial Section



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

Lausche Building, 12th Floor
615 Superior Avenue, NW
Cleveland, Ohio 44113
Tele 216-787-3665
800-626-2297
Facs 216-787-3361
www.auditor.state.oh.us

Report of Independent Accountants

Board of Education
Chardon Local School District
428 North Street
Chardon, Ohio 44024

We have audited the accompanying general-purpose financial statements of the Chardon Local School District, Geauga County, Ohio, (the District) as of and for the year ended June 30, 1999, as listed in the table of contents. These general-purpose financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these general-purpose financial statements based on our audit.

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

In our opinion, the general-purpose financial statements referred to above present fairly, in all material respects, the financial position of the District, as of June 30, 1999, and the results of its operations and the cash flows of its proprietary fund types and nonexpendable trust fund for the year then ended in conformity with generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued a report dated December 17, 1999 on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

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

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



JIM PETRO
Auditor of State

December 17, 1999

General Purpose Financial Statements

Chardon Local School District

Combined Balance Sheet

All Fund Types and Account Groups

June 30, 1999

Governmental Fund Types

	General	Special Revenue	Debt Service	Capital Projects
Assets and Other Debits				
Equity in Pooled Cash and Cash Equivalents	\$ 1,357,295	\$ 427,163	\$ -	\$ 311,791
Cash in Segregated Accounts	-	-	-	-
Receivables:				
Taxes	12,422,700	-	-	-
Delinquent Taxes	408,610	-	-	-
Intergovernmental Accounts	117,064	21,322	-	-
Interfund Loans	76,089	1,922	-	-
Due from Other Funds	23,000	-	-	-
Due from Other Governments	-	-	-	-
Materials and Supplies	4,798	-	-	-
Restricted Assets -	81,954	-	-	-
Equity in Pooled Cash & Cash Equivalents	411,644	-	-	-
Fixed Assets (net, where applicable or accumulated depreciation)	-	-	-	-
Other Debits:				
Amount to be provided for General Government Resources	-	-	-	-
Total Assets and Other Debits	\$ 14,903,154	\$ 450,407	\$ -	\$ 311,791
Liabilities and Fund Equity				
Liabilities:				
Accounts Payable	\$ 217,805	\$ 143,831	\$ -	\$ -
Accrued Wages & Benefits	1,617,025	15,056	-	-
Interfund Loans Payable	-	-	-	-
Due to Other Funds	210,875	-	-	-
Due to Other Governments	434,614	12,745	-	-
Deferred Revenues - Taxes	11,394,310	-	-	-
Deferred Revenues - A/R	63,328	-	-	-
Claims Liabilities	-	-	-	-
Due to Students	-	-	-	-
Judgements Payable	-	-	-	-
Pension Obligations Payable	-	-	-	-
Compensated Absences Payable	10,389	-	-	-
Total Liabilities	13,948,346	171,632	-	-
Fund Equity				
Investment in General Fixed Assets	-	-	-	-
Retained Earnings (deficit)	-	-	-	-
Fund Balances:				
Reserved for Encumbrances	283,767	164,726	-	-
Reserved for Materials & Supplies	81,954	-	-	-
Reserved for Property Tax	1,437,000	-	-	-
Reserved for Endowment	-	-	-	-
Reserved for Budget Stabilization	411,644	-	-	-
(Unreserved) Undesignated (deficit)	(1,259,557)	114,049	-	311,791
Total Fund Equity	854,808	278,775	-	311,791
Total Liabilities and Fund Equity	\$ 14,903,154	\$ 450,407	\$ -	\$ 311,791

See Accompanying Notes to the General Purpose Financial Statements.

Proprietary Fund Types		Fiduciary Fund Type	Account Groups		Total
Enterprise	Internal Service	Trust and Agency	General Fixed Assets	Long-Term Obligations	(Memorandum Only)
\$ 30,123	\$ 269,871	\$ 78,290	\$ -	\$ -	\$ 2,474,533
-	50,000	-	-	-	50,000
-	-	-	-	-	12,422,700
-	-	-	-	-	408,610
13,843	-	-	-	-	152,229
1,817	-	-	-	-	79,828
-	-	-	-	-	23,000
-	210,875	-	-	-	210,875
-	-	-	-	-	4,798
5,911	-	-	-	-	87,865
-	-	-	-	-	411,644
16,019	-	-	10,562,931	-	10,578,950
-	-	-	-	1,259,719	1,259,719
\$ 67,713	\$ 530,746	\$ 78,290	\$ 10,562,931	\$ 1,259,719	\$ 28,164,751
\$ 776	\$ 289,998	\$ 1,282	\$ -	\$ -	\$ 653,692
21,991	-	-	-	-	1,654,072
23,000	-	-	-	-	23,000
-	-	-	-	-	210,875
23,814	-	-	-	-	471,173
-	-	-	-	-	11,394,310
-	-	-	-	-	63,328
-	239,408	-	-	-	239,408
-	-	23,354	-	-	23,354
-	-	-	-	120,395	120,395
-	-	-	-	128,328	128,328
20,989	-	-	-	1,010,996	1,042,374
90,570	529,406	24,636	-	1,259,719	16,024,309
-	-	-	10,562,931	-	10,562,931
(22,857)	1,340	-	-	-	(21,517)
-	-	-	-	-	448,493
-	-	-	-	-	81,954
-	-	-	-	-	1,437,000
-	-	29,075	-	-	29,075
-	-	-	-	-	411,644
-	-	24,579	-	-	(809,138)
(22,857)	1,340	53,654	10,562,931	-	12,140,442
\$ 67,713	\$ 530,746	\$ 78,290	\$ 10,562,931	\$ 1,259,719	\$ 28,164,751

Chardon Local School District
*Combined Statement of Revenues, Expenditures
and Changes in Fund Balance*
All Governmental Fund Types and Expendable Trust Funds
For the Fiscal Year Ended June 30, 1999

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
Revenues				
Taxes	\$ 12,041,895	\$ -	\$ 15,321	\$ -
Tuition	24,309	-	-	-
Earnings on Investments	189,717	12,408	-	9,560
Extracurricular Activities	22,923	179,872	-	-
Classroom Materials & Fees	84,601	5,661	-	-
Miscellaneous	126,894	71,463	-	-
Revenue in Lieu of Taxes	5,720	-	-	-
Unrestricted Grants-in-Aid - State	5,757,447	43,470	-	-
Restricted Grants-in-Aid - State	76,192	727,314	-	176,900
Restricted Grants-in-Aid - Federal	-	366,171	-	-
Total Revenue	<u>18,329,698</u>	<u>1,406,359</u>	<u>15,321</u>	<u>186,460</u>
Expenditures				
Instruction:				
Regular	8,766,671	70,490	-	87
Special	1,295,931	223,962	-	-
Vocational	209,116	-	-	-
Other	42,007	-	-	-
Support Services:				
Pupil	692,340	135,467	-	-
Instructional Staff	697,867	29,516	-	45,581
Board of Education	43,257	-	-	-
Administration	1,608,187	145	-	-
Fiscal Services	632,471	-	-	-
Business	268,896	-	-	-
Operation and Maintenance	1,766,499	-	-	-
Pupil Transportation	1,480,629	1,520	-	-
Central Services	100,555	8,181	-	-
Non-Instructional Services:				
Extracurricular Activities:	289,501	210,735	-	-
Facilities Acquisition & Construction Serv.:	536,413	-	-	-
Debt Service				
Principal	-	-	15,000	-
Interest	-	-	622	-
Total Expenditures	<u>18,500,396</u>	<u>1,453,714</u>	<u>15,622</u>	<u>45,668</u>
Excess (deficiency) of Revenues over Expenditures	<u>(170,698)</u>	<u>(47,355)</u>	<u>(301)</u>	<u>140,792</u>
Other Financing Sources (Uses)				
Proceeds from Sale or Loss of Assets	5,716	-	-	-
Operating Transfers-In	-	33,000	-	-
Refund of Prior Year Expenditures	59,405	(7,219)	-	-
Operating Transfers-Out	(53,000)	-	-	-
Refund of Prior Year Receipts	-	(3,624)	-	-
Total Other Financing Sources (Uses)	<u>12,121</u>	<u>22,157</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(158,577)</u>	<u>(25,198)</u>	<u>(301)</u>	<u>140,792</u>
Fund Balance (deficit) - Beginning of Year	1,109,244	303,973	301	170,999
Increase (decrease) in Reserve for Inventory	<u>4,141</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance (deficit) - End of Year	<u>\$ 954,808</u>	<u>\$ 278,775</u>	<u>\$ -</u>	<u>\$ 311,791</u>

See Accompanying Notes to the General Purpose Financial Statements.

Fiduciary Fund Type Expendable Trust	Totals (Memorandum Only)
\$ -	\$ 12,057,216
-	24,309
762	212,447
-	202,795
-	90,262
19,000	217,357
-	5,720
-	5,800,917
-	980,406
-	366,171
<u>19,762</u>	<u>19,957,600</u>
-	8,837,248
-	1,519,893
-	209,116
-	42,007
-	827,807
-	772,964
-	43,257
-	1,608,332
-	632,471
-	268,896
-	1,766,499
-	1,482,149
-	108,736
9,571	853,325
-	500,236
-	536,413
-	15,000
-	622
<u>9,571</u>	<u>20,024,971</u>
<u>10,191</u>	<u>(67,371)</u>
-	5,716
-	33,000
-	52,186
-	(53,000)
-	(3,624)
-	<u>34,278</u>
10,191	(33,093)
14,041	1,598,558
-	4,141
<u>\$ 24,232</u>	<u>\$ 1,569,606</u>

Chardon Local School District

*Combined Statement of Revenues, Expenditures and Changes in Fund Balances
Budget and Actual (Budget Basis) - All Governmental Fund Types and Expendable Trust Fund
for the Fiscal Year Ended June 30, 1999*

	Governmental Fund Types		
	General		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Taxes	\$ 12,118,395	\$ 12,118,395	\$ -
Tuition	24,309	24,309	-
Earnings on Investments	187,449	187,449	-
Extracurricular Activities	22,910	23,135	225
Classroom Materials & Fees	84,783	84,828	45
Miscellaneous	125,838	126,386	548
Revenue in Lieu of Taxes	5,720	5,720	-
Unrestricted Grants-in-Aid - State	5,640,833	5,640,833	-
Restricted Grants-in-Aid - State	76,158	76,158	-
Restricted Grants-in-Aid - Federal	-	-	-
Total Revenue	18,286,395	18,287,213	818
Expenditures			
Instruction:			
Regular	8,503,356	8,431,878	71,478
Special	1,348,419	1,339,127	9,292
Vocational	231,220	229,546	1,674
Other	55,451	55,358	93
Support Services:			
Pupil	696,416	680,712	15,704
Instructional Staff	721,403	699,136	22,267
Board of Education	52,540	43,857	8,683
Administration	1,635,454	1,618,880	16,574
Fiscal Services	632,946	630,248	2,698
Business	281,269	266,751	14,518
Operation and Maintenance	1,738,165	1,728,178	9,987
Pupil Transportation	1,477,334	1,469,970	7,364
Central Services	98,625	97,964	661
Non-Instructional Services:			
Extracurricular Activities:	301,330	290,889	10,441
Facilities Acquisition & Construction Serv.:	563,027	557,160	5,867
Debt Service			
Principal	-	-	-
Interest	-	-	-
Total Expenditures	18,412,655	18,208,367	204,288
Excess (deficiency) of Revenues over Expenditures	(126,260)	78,846	205,106
Other Financing Sources (Uses)			
Proceeds from Sale or Loss of Assets	5,467	5,712	245
Advances-In	39,500	39,500	-
Operating Transfers-In	-	-	-
Refund of Prior Year Expenditures	72,690	72,690	-
Advances-Out	(25,000)	(23,000)	2,000
Operating Transfers-Out	(53,000)	(53,000)	-
Pass-Through	-	-	-
Refund of Prior Year Receipts	(1,000)	-	1,000
Total Other Financing Sources (Uses)	38,657	41,902	3,245
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(87,603)	120,748	208,351
Fund Balance - Beginning of Year	1,184,395	1,184,395	-
Encumbrances - End of Year	-	452,000	452,000
Fund Balance - End of Year	\$ 1,096,792	\$ 1,757,143	\$ 660,351

See Accompanying Notes to the General Purpose Financial Statements

Governmental Fund Types

Special Revenue			Debt Service		
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
\$ -	\$ -	\$ -	\$ 15,321	\$ 15,321	\$ -
12,657	12,657	-	-	-	-
179,411	179,800	389	-	-	-
5,661	5,661	-	-	-	-
69,981	71,071	1,090	-	-	-
-	-	-	-	-	-
770,784	770,784	-	-	-	-
379,477	379,477	-	-	-	-
<u>1,417,971</u>	<u>1,419,450</u>	<u>1,479</u>	<u>15,321</u>	<u>15,321</u>	<u>-</u>
90,953	79,937	11,016	-	-	-
239,475	213,698	25,777	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
185,896	142,610	43,286	-	-	-
34,353	31,195	3,158	-	-	-
-	-	-	-	-	-
145	145	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
770	80	690	-	-	-
9,554	8,714	840	-	-	-
908,873	898,050	10,823	-	-	-
297,302	227,500	69,802	-	-	-
-	-	-	-	-	-
-	-	-	15,000	15,000	-
-	-	-	622	622	-
<u>1,767,321</u>	<u>1,601,929</u>	<u>165,392</u>	<u>15,622</u>	<u>15,622</u>	<u>-</u>
<u>(349,350)</u>	<u>(182,479)</u>	<u>166,871</u>	<u>(301)</u>	<u>(301)</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
33,000	33,000	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
(7,219)	(7,219)	-	-	-	-
(5,814)	(3,632)	2,182	-	-	-
<u>19,967</u>	<u>22,149</u>	<u>2,182</u>	<u>-</u>	<u>-</u>	<u>-</u>
(329,383)	(160,330)	169,053	(301)	(301)	-
329,383	329,383	-	301	301	-
-	254,029	254,029	-	-	-
<u>\$ -</u>	<u>\$ 423,082</u>	<u>\$ 423,082</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Chardon Local School District
 Combined Statement of Revenues, Expenditures and Changes in Fund Balances
 Budget and Actual (Budget Basis) - All Governmental Fund Types and Expendable Trust Fund
 for the Fiscal Year Ended June 30, 1999

	Governmental Fund Types		
	Capital Projects		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Taxes	\$ -	\$ -	\$ -
Tuition	-	-	-
Earnings on Investments	9,390	9,390	-
Extracurricular Activities	-	-	-
Classroom Materials & Fees	-	-	-
Miscellaneous	-	-	-
Revenue in Lieu of Taxes	-	-	-
Unrestricted Grants-in-Aid - State	-	-	-
Restricted Grants-in-Aid - State	176,900	176,900	-
Restricted Grants-in-Aid - Federal	-	-	-
Total Revenue	<u>186,290</u>	<u>186,290</u>	<u>-</u>
Expenditures			
Instruction:			
Regular	87	87	-
Special	-	-	-
Vocational	-	-	-
Other	-	-	-
Support Services:			
Pupil	-	-	-
Instructional Staff	356,436	45,581	310,855
Board of Education	-	-	-
Administration	-	-	-
Fiscal Services	-	-	-
Business	-	-	-
Operation and Maintenance	-	-	-
Pupil Transportation	-	-	-
Central Services	-	-	-
Non-Instructional Services:			
Extracurricular Activities:	-	-	-
Facilities Acquisition & Construction Serv.:	-	-	-
Debt Service			
Principal	-	-	-
Interest	-	-	-
Total Expenditures	<u>356,523</u>	<u>45,668</u>	<u>310,855</u>
Excess (deficiency) of Revenues over Expenditures	<u>(170,233)</u>	<u>140,622</u>	<u>310,855</u>
Other Financing Sources (Uses)			
Proceeds from Sale or Loss of Assets	-	-	-
Advances-In	-	-	-
Operating Transfers-In	-	-	-
Refund of Prior Year Expenditures	-	-	-
Advances-Out	-	-	-
Operating Transfers-Out	-	-	-
Pass-Through	-	-	-
Refund of Prior Year Receipts	-	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(170,233)</u>	<u>140,622</u>	<u>310,855</u>
Fund Balance - Beginning of Year	170,233	170,233	-
Encumbrances - End of Year	-	-	-
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 310,855</u>	<u>\$ 310,855</u>

See Accompanying Notes to the General Purpose Financial Statements

Fiduciary Fund Type Expendable Trust			Totals (Memorandum Only)		
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
\$ -	\$ -	\$ -	\$ 12,133,716	\$ 12,133,716	\$ -
-	-	-	24,309	24,309	-
956	956	-	210,452	210,452	-
-	-	-	202,321	202,935	614
-	-	-	90,444	90,489	45
19,000	19,000	-	214,819	216,457	1,638
-	-	-	5,720	5,720	-
-	-	-	5,640,833	5,640,833	-
-	-	-	1,023,842	1,023,842	-
-	-	-	379,477	379,477	-
19,956	19,956	-	19,925,933	19,928,230	2,297
-	-	-	8,594,396	8,511,902	82,494
-	-	-	1,587,894	1,552,825	35,069
-	-	-	231,220	229,546	1,674
-	-	-	55,451	55,358	93
-	-	-	882,312	823,322	58,990
-	-	-	1,112,192	775,912	336,280
-	-	-	52,540	43,857	8,683
-	-	-	1,635,599	1,619,025	16,574
-	-	-	632,946	630,248	2,698
-	-	-	281,269	266,751	14,518
-	-	-	1,738,165	1,728,178	9,987
-	-	-	1,478,104	1,470,050	8,054
36,718	12,571	24,147	108,179	106,678	1,501
-	-	-	1,021,291	979,334	41,957
-	-	-	598,632	518,389	80,243
-	-	-	563,027	557,160	5,867
-	-	-	15,000	15,000	-
-	-	-	622	622	-
36,718	12,571	24,147	20,588,839	19,884,157	704,682
(16,762)	7,385	24,147	(662,906)	44,073	706,979
-	-	-	5,467	5,712	245
-	-	-	39,500	39,500	-
-	-	-	33,000	33,000	-
-	-	-	72,690	72,690	-
-	-	-	(25,000)	(23,000)	2,000
-	-	-	(53,000)	(53,000)	-
-	-	-	(7,219)	(7,219)	-
-	-	-	(8,814)	(3,632)	3,182
-	-	-	58,624	64,051	5,427
(16,762)	7,385	24,147	(604,282)	108,124	712,406
16,762	16,762	-	1,701,074	1,701,074	-
-	-	-	-	706,029	706,029
\$ -	\$ 24,147	\$ 24,147	\$ 1,096,792	\$ 2,515,227	\$ 1,418,435

Chardon Local School District
Combined Statement of Revenues, Expenses
and Changes in Retained Earnings
All Proprietary Fund Types and Non-Expendable Trust Funds
For the Fiscal Year Ended June 30, 1999

	Proprietary Fund Types		Fiduciary Fund Type	Totals
	Enterprise	Internal Service	Non-Expendable Trust	(Memorandum Only)
Operating Revenues				
Tuition	\$ 66,064	\$ -	\$ -	\$ 66,064
Earnings on Investments	-	-	1,433	1,433
Food Service	513,164	-	-	513,164
Extracurricular Activities	-	8,936	-	8,936
Classroom Materials & Fees	21,590	10,310	-	31,900
Miscellaneous	-	1,572,644	-	1,572,644
Total Operating Revenues	600,818	1,591,890	1,433	2,194,141
Operating Expenses				
Salaries and Wages	290,099	-	-	290,099
Fringe Benefits	107,461	-	-	107,461
Purchased Services	25,263	10,080	-	35,343
Supplies and Materials	344,796	10,621	-	355,417
Depreciation	4,733	-	-	4,733
Other	971	1,699,326	1,950	1,702,247
Total Operating Expenses	773,323	1,720,027	1,950	2,495,300
Operating Income/(Loss)	(172,505)	(128,137)	(517)	(301,159)
Non-Operating Revenues				
Miscellaneous	9,944	-	-	9,944
Federally Donated Commodities	37,488	-	-	37,488
Unrestricted Grants-in-Aid - State	3,755	-	-	3,755
Unrestricted Grants-in-Aid - Federal	80,706	-	-	80,706
Refund of Prior Year Expense	76	3,215	-	3,291
Total Non-Operating Revenues	131,969	3,215	-	135,184
Net Income (Loss) Before Operating Transfers	(40,536)	(124,922)	(517)	(165,975)
Other Financing Sources/(Uses) Operating Transfers-In	20,000	-	-	20,000
Net Income/(Loss)	(20,536)	(124,922)	(517)	(145,975)
Retained Earnings/(Deficit) - July 1	(2,321)	126,262	29,939	153,880
Retained Earnings/(Deficit) - June 30	\$ (22,857)	\$ 1,340	\$ 29,422	\$ 7,905

See Accompanying Notes to the General Purpose Financial Statements.

Chardon Local School District
Combined Statement of Cash Flows
All Proprietary Fund Types
and Non-Expendable Trust Fund
for the Fiscal Year Ended June 30, 1999

	Proprietary Fund Types		Fiduciary Fund Type	Totals (Memorandum Only)
	Enterprise	Internal Service	Non-Expendable Trust	
Increase (Decrease) in Cash and Cash Equivalents				
Cash Flows from Operating Activities:				
Cash Received from Tuition and Fees	\$ 88,257	\$ 19,246	\$ -	\$ 107,503
Cash Received from Sales	513,301	-	-	513,301
Cash Received from Other Operations	-	1,411,770	1,827	1,413,597
Cash Payments for Personal Services	(360,263)	-	-	(360,263)
Cash Payments for Contracted Services	(24,495)	(10,080)	-	(34,575)
Cash Payments for Supplies & Materials	(306,439)	(10,621)	-	(317,060)
Cash Payments for Other Expenses	(963)	(1,502,384)	(1,950)	(1,505,297)
Net Cash Provided by (used for) Operating Activities	<u>(90,602)</u>	<u>(92,069)</u>	<u>(123)</u>	<u>(182,794)</u>
Cash Flows from Non-Capital Financing Activities:				
Cash Received from Grants	84,397	-	-	84,397
Other Revenue	9,736	-	-	9,736
Cash Received - Interfund Loans	23,000	-	-	23,000
Cash Received - Transfers	20,000	-	-	20,000
Cash Payment - Interfund Loans	(39,500)	-	-	(39,500)
Net Cash Provided by Non-Capital Financing Activities	<u>97,633</u>	<u>-</u>	<u>-</u>	<u>97,633</u>
Cash Flows from Capital and Related Financing Activities:				
Acquisition of Fixed Assets	(1,319)	-	-	(1,319)
Net Cash used for Capital and Related Financing Activities	<u>(1,319)</u>	<u>-</u>	<u>-</u>	<u>(1,319)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>5,712</u>	<u>(92,069)</u>	<u>(123)</u>	<u>(86,480)</u>
Cash and Cash Equivalents - July 1	24,411	408,725	29,440	462,576
Cash and Cash Equivalents - June 30	<u>30,123</u>	<u>316,656</u>	<u>29,317</u>	<u>376,096</u>
Reconciliation of Operating (Loss) to Net Cash (Used for) Operating Activities				
Operating (Loss)	\$ (172,505)	\$ (128,137)	\$ (517)	\$ (301,159)
Adjustments to Reconcile Operating Loss to Net Cash (Used for) Operating Activities:				
Depreciation	4,733	-	-	4,733
Donated Commodities Used	37,488	-	-	37,488
Changes in Operating Assets and Liabilities:				
Decrease (Increase) in Cash & Cash Equivalents	-	-	394	394
Decrease (Increase) in Receivables	740	-	-	740
Decrease (Increase) in Materials & Supplies Inventory	869	-	-	869
Decrease (Increase) in Due from Other Funds	-	(160,874)	-	(160,874)
Increase (Decrease) in Accounts Payable	776	155,220	-	155,996
Increase (Decrease) in Accrued Wages & Benefits	14,072	-	-	14,072
Increase (Decrease) in Due to Other Governments	20,621	-	-	20,621
Increase (Decrease) in Claims Liabilities	-	41,722	-	41,722
Increase (Decrease) in Compensated Absences	2,604	-	-	2,604
Total Adjustments	<u>81,903</u>	<u>36,068</u>	<u>394</u>	<u>118,365</u>
Net Cash (Used for) Operating Activities	<u>\$ (90,602)</u>	<u>\$ (92,069)</u>	<u>\$ (123)</u>	<u>\$ (182,794)</u>

See Accompanying Notes to the General Purpose Financial Statements.

Chardon Local School District
 Combined Statement of Revenues, Expenses and Changes in Fund Equity
 Budget and Actual (Budget Basis) - All Proprietary Fund Types and Non-Expendable Trust Fund
 For the Fiscal Year Ended June 30, 1999

	Proprietary Fund Types		
	Enterprise		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operating Revenues			
Tuition	\$ 66,029	\$ 66,534	\$ 505
Food Service	512,111	513,302	1,191
Extracurricular Activities	-	-	-
Classroom Materials & Fees	21,646	21,723	77
Miscellaneous	-	-	-
Total Operating Revenues	<u>599,786</u>	<u>601,559</u>	<u>1,773</u>
Operating Expenses			
Salaries and Wages	278,173	273,423	4,750
Fringe Benefits	88,110	86,840	1,270
Purchased Services	26,838	24,495	2,343
Supplies and Materials	307,989	306,438	1,551
Capital Outlay - New & Repl.	1,319	1,319	-
Other	1,483	963	520
Total Operating Expenses	<u>703,912</u>	<u>693,478</u>	<u>10,434</u>
Excess (Deficiency) of Revenues Over (Under) Expenses	<u>(104,126)</u>	<u>(91,919)</u>	<u>12,207</u>
Non-Operating Revenues			
Miscellaneous	9,660	9,660	-
Unrestricted Grants-in-Aid - State	3,554	3,554	-
Unrestricted Grants-in-Aid - Federal	80,842	80,842	-
Refund of Prior Year Expense	76	76	-
Total Non-Operating Revenues	<u>94,132</u>	<u>94,132</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenses before Operating Transfers and Advances	<u>(9,994)</u>	<u>2,213</u>	<u>12,207</u>
Other Financing Sources/(Uses)			
Operating Transfers-In	20,000	20,000	-
Advances-In	23,000	23,000	-
Advances-Out	<u>(39,500)</u>	<u>(39,500)</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenses, Operating Transfers and Advances	<u>(6,494)</u>	<u>5,713</u>	<u>12,207</u>
Fund Equity - Beginning of Year	24,410	24,410	-
Encumbrances - End of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Equity - End of Year	<u>\$ 17,916</u>	<u>\$ 30,123</u>	<u>\$ 12,207</u>

Proprietary Fund Types			Fiduciary Fund Type		
Internal Service			Non-Expendable Trust		
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
8,819	8,936	117	1,827	1,827	-
10,310	10,310	-	-	-	-
1,411,351	1,411,770	419	-	-	-
<u>1,430,480</u>	<u>1,431,016</u>	<u>536</u>	<u>1,827</u>	<u>1,827</u>	<u>-</u>
-	-	-	-	-	-
21,258	20,080	1,178	-	-	-
10,665	10,621	44	-	-	-
-	-	-	-	-	-
1,760,496	1,502,384	258,112	2,192	1,950	242
<u>1,792,419</u>	<u>1,533,085</u>	<u>259,334</u>	<u>2,192</u>	<u>1,950</u>	<u>242</u>
(361,939)	(102,069)	259,870	(365)	(123)	242
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
3,215	3,215	-	-	-	-
<u>3,215</u>	<u>3,215</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(358,724)	(98,854)	259,870	(365)	(123)	242
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
(358,724)	(98,854)	259,870	(365)	(123)	242
358,724	358,724	-	29,440	29,440	-
-	10,000	10,000	-	-	-
<u>\$ -</u>	<u>\$ 269,870</u>	<u>\$ 269,870</u>	<u>\$ 29,075</u>	<u>\$ 29,317</u>	<u>\$ 242</u>

Chardon Local School District

Combined Statement of Revenues, Expenses and Changes in Fund Equity
Budget and Actual (Budget Basis) - All Proprietary Fund Types and Non-Expendable Trust Fund
For the Fiscal Year Ended June 30, 1999

Totals (Memorandum Only)			
	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operating Revenues			
Tuition	\$ 66,029	\$ 66,534	\$ 505
Food Service	512,111	513,302	1,191
Extracurricular Activities	10,646	10,763	117
Classroom Materials & Fees	31,956	32,033	77
Miscellaneous	1,411,351	1,411,770	419
Total Operating Revenues	2,032,093	2,034,402	2,309
Operating Expenses			
Salaries and Wages	278,173	273,423	4,750
Fringe Benefits	88,110	86,840	1,270
Purchased Services	48,096	44,575	3,521
Supplies and Materials	318,654	317,059	1,595
Capital Outlay - New & Repl.	1,319	1,319	-
Other	1,764,171	1,505,297	258,874
Total Operating Expenses	2,498,523	2,228,513	270,010
Excess (Deficiency) of Revenues Over (Under) Expenses	(466,430)	(194,111)	272,319
Non-Operating Revenues			
Miscellaneous	9,660	9,660	-
Unrestricted Grants-in-Aid - State	3,554	3,554	-
Unrestricted Grants-in-Aid - Federal	80,842	80,842	-
Refund of Prior Year Expense	3,291	3,291	-
Total Non-Operating Revenues	97,347	97,347	-
Excess (Deficiency) of Revenues Over (Under) Expenses before Operating Transfers and Advances	(369,083)	(96,764)	272,319
Other Financing Sources/(Uses)			
Operating Transfers-In	20,000	20,000	-
Advances-In	23,000	23,000	-
Advances-Out	(39,500)	(39,500)	-
Excess (Deficiency) of Revenues Over (Under) Expenses, Operating Transfers and Advances	(365,583)	(93,264)	272,319
Fund Equity - Beginning of Year	412,574	412,574	-
Encumbrances - End of Year	-	10,000	10,000
Fund Equity - End of Year	\$ 46,991	\$ 329,310	\$ 282,319

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 1 - Description of the District and Reporting Entity

A. Description of the School District

The Chardon Local School District (the "District") is a local school district as defined by Section 3301.7 and Section 119.01 of the Ohio Revised Code. It is one of the 611 school districts in the State of Ohio and one of seven (7) school districts in Geauga County. The District provided education to 3,065 students in grades K through 12, including special education services to 366 students. The District is located in northeast Ohio, approximately 40 miles east of the City of Cleveland and entirely within the boundaries of Geauga County, with the exception of a few parcels of property that fall within Lake County. The District covers approximately 88 square miles and includes the Village of Chardon, the Township of Chardon, the Village of Munson, the Village of Hambden, the Village of Aquilla and a portion of the Township of Claridon. The District operates under a locally elected five-member board form of government and provides educational services as mandated by state and/or federal agencies. The board oversees the operations of the District's six instructional/support facilities.

B. The Reporting Entity

A reporting entity is comprised of the primary government, component units, and other organizations that are included to insure 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 Chardon Local School District, this includes general operations, food service, and student related activities of the District.

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

Within the District's boundaries, three non-public schools are operated by religious organizations. Current state legislation provides funding to these non-public schools. These monies are received and disbursed on behalf of the non-public schools by the Treasurer of the District. The accounting for these school operations is reflected as part of the Special Revenues Fund in accordance with Governmental Accounting Standards Board Statement Number 24.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 1 - Description of the District and Reporting Entity (Continued)

The District is associated with three (3) jointly governed organizations and one insurance purchasing pool. These organizations are the Auburn Career Center, the Lake Geauga Computer Association, the Ohio School Council, and the Ohio Schools Council Workers' Compensation Group Rating Plan. These organizations are presented in Notes 16 and 17 to the general purpose 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 issued on or before November 30, 1989, to the proprietary funds provided they do not conflict with or contradict GASB pronouncements. The more significant of the District's accounting policies are described below.

A. Basis of Presentations - Fund Accounting

The District uses funds and account groups 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 recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special restrictions or limitations. An Account Group is a financial reporting device designed to provide accountability for certain assets and liabilities not recorded in the funds because they do not directly affect net available expendable resources.

For financial statement presentation purposes, the various funds of the District that are grouped into the following generic fund types under the broad fund categories governmental, proprietary, and fiduciary.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 2 - Summary of Significant Accounting Policies (Continued)

A. Basis of Presentation - Fund Accounting (Continued)

Governmental Fund Types

Governmental funds are those through which most governmental functions of the District are financed. The acquisition, use and balances of the District's expendable financial resources and the related current liabilities (except those accounted for in proprietary funds and trust funds) are accounted for through governmental funds. The following are the District's governmental fund types:

General Fund

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

Special Revenue Funds

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

Debt Service Funds

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

Capital Project Funds

The Capital Project Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by Proprietary Funds and Trust Funds).

Proprietary Fund Types

Proprietary Funds are used to account for the District's ongoing activities that are similar to those found in the private sector. The following are the District's proprietary fund types:

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 2 - Summary of Significant Accounting Policies (Continued)

A. Basis of Presentation - Fund Accounting (Continued)

Proprietary Fund Types (Continued)

Enterprise Funds

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

Internal Service Funds

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

Fiduciary Fund Types

The Fiduciary Funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. The School District's fiduciary funds include Expendable Trust, Non-Expendable Trust, and Agency Funds. Non-Expendable Trust Funds are accounted for in essentially the same manner as proprietary funds. Expendable trust funds are those whose principal and income may be expended in the course of their designated operations. Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Account Groups

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

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 2 - Summary of Significant Accounting Policies (Continued)

A. Basis of Presentation – Fund Accounting (Continued)

General Fixed Assets Account Group

This account group is used to account for all fixed assets of the District, other than those fixed assets accounted for in the Proprietary Funds.

General Long-Term Obligations Account Group

This account group is used to account for all long-term obligations of the District, except those accounted for in the Proprietary Funds.

B. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types and expendable trust funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statement of these funds present increase (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

All proprietary funds are accounted for on a flow of economic resource measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets.

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made.

The modified accrual basis of accounting is followed for the governmental, expendable trust and agency funds. Under this basis, revenues are recognized in the accounting period when they become both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current fiscal year or soon enough thereafter to be used to pay liabilities of the current fiscal year. The available period for the District is sixty days after fiscal year end.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 2 - Summary of Significant Accounting Policies (Continued)

B. Measurement Focus and Basis of Accounting (Continued)

In applying the susceptible to accrual concept under the modified accrual basis, the following revenue sources are deemed both measurable and available: taxes (available in the County Auditor's Office), interest, tuition, grants, and student fees.

The District reports deferred revenues on its combined balance sheet. Deferred revenues arise when a potential revenue does not meet both the measurable and available criteria for recognition in the current period. In the subsequent period, when both revenue recognition criteria are met, the liability for deferred revenue is removed from the combined balance sheet and revenue is recognized. Property taxes measurable as of June 30, 1999, and delinquent property taxes, whose availability is indeterminable and which are intended to finance fiscal year 2000 operations, have been recorded as deferred revenue.

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 the governmental funds.

The accrual basis of accounting is utilized for reporting purposes by the proprietary funds. Revenues are recognized when they are earned and become measurable, and expenses are recognized when they are incurred, if measurable. The fair value of donated commodities used during the year is reported on the operating statement as an expense with a like amount reported as donated commodities revenue. Unused donated commodities are reported as deferred revenue.

C. Budgetary Data

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 primary level of budgetary control is at the object level with each function. Any budgetary modification at this level may only be made by resolution of the Board of Education. Advances-in and Advances-out are not required to be budgeted since they represent a temporary cash flow resource and are intended to be repaid.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 2 - Summary of Significant Accounting Policies (Continued)

C. Budgetary Data (Continued)

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. The budget includes proposed expenditures and the means of financing for all funds. Public hearings are publicized and conducted to obtain taxpayers' comments. The express purpose of this budget document is to reflect the need for existing (or increased) tax rates.

By no later than January 20, the Board-adopted budget is filed with the Geauga 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 School District must revise its budget so that total contemplated expenditures from any fund during the ensuing year will not exceed the amount stated in the certificate of estimated resources. The revised budget then serves as 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 Treasurer. The amounts reported in the budgetary statements reflect the amounts in the final amended certificated issued during fiscal year 1999.

Appropriations

Upon receipt from the County Auditor of an amended certificate of estimated resources based on final assessed values and tax rates or a certificate saying no new certificate is necessary, the annual appropriation resolution must be legally enacted by the Board of Education at the fund, function, and object level of expenditures, 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 School District. The appropriation resolution, by fund, must be within the estimated resources as certified by the County Budget Commission and the total expenditures and encumbrances may not exceed the appropriation totals at any level of control.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 2 - Summary of Significant Accounting Policies (Continued)

C. Budgetary Data (Continued)

Appropriations (Continued)

Any revisions that alter the total of any fund appropriation, or alter total function appropriations within a fund, or alter object appropriations within functions, must be approved by the Board of Education. The Board may pass supplemental fund appropriations so long as the total appropriations by fund do not exceed the amounts set forth in the most recent certificate of estimated resources. 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 the 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. On the GAAP basis, encumbrances outstanding at fiscal year end are reported as a reservation of fund balance for subsequent-year expenditures for governmental funds.

Lapsing of Appropriations

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

D. Cash and Investments

To improve cash management, cash received by the District is pooled. Monies for all funds, including proprietary funds, are maintained in this pool. Individual fund integrity is maintained through District's records. Each fund's interest in the pool is presented as "equity in pooled cash and cash equivalents" on the balance sheet. During fiscal year 1999, the District had no investments.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 2 - Summary of Significant Accounting Policies (Continued)

D. Cash and Investments (Continued)

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 1999 amounted to \$189,717.

For the purposes of the combined statement of cash flows and for presentation on the combined balance sheet, investments of the cash management pool and investments with a 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 are reported as investments.

E. Inventory

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 consist of expendable supplies held for consumption. The cost of inventory items are recorded as an expenditure in the governmental funds types when purchased. Reported materials and supplies inventory is equally offset by a fund balance reserve in the governmental funds which indicates that it does not constitute available expendable resources even though it is a component of net current assets. Inventories of proprietary funds consist of food, purchased food, and school supplies held for resale and are expensed when used.

F. Restricted Assets

Restricted assets in the general fund represent cash and cash equivalents set aside to establish a budget stabilization reserve. This reserve is required by State statute and can be used only after receiving approval from the State Superintendent of Public Instruction. During fiscal year 1999, the District pursuant to the requirements and guidelines of House Bill 412, set aside \$149,183 (1%) for the budget stabilization reserve. The total now in the budget stabilization reserve is \$411,644.

G. Fixed Assets and Depreciation

General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction costs are reflected as expenditures in governmental funds, and the related assets are reported in the general fixed assets account group. Fixed assets utilized in the enterprise funds are capitalized in the respective funds. All fixed assets are capitalized at cost (or estimated historical cost) and updated for the cost of additions and retirements during the year.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 2 - Summary of Significant Accounting Policies (Continued)

G. Fixed Assets and Depreciation (Continued)

Donated fixed assets are recorded at their fair market values as of the date received. The District maintains a capitalization threshold of five hundred dollars. The District does not possess any infrastructure.

The cost 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 general fixed assets is also not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of fund fixed assets.

Assets in the general fixed asset account group are not depreciated. Depreciation of furniture, equipment, buildings, and improvements other than buildings in the proprietary fund type is computed using the straight-line method over an estimated useful life of twelve years.

H. Intergovernmental Revenues

For Governmental Funds, intergovernmental revenues, such as entitlements and grants awarded on a non-reimbursable basis, are recorded as receivables and revenues when measurable and available. Reimbursement type grants are recorded as receivables and revenues when the related expenditures are incurred. Other than commodities, grants and entitlements for proprietary fund operations are recognized as non-operating revenues in the accounting period in which they are earned and become measurable.

The District currently participates in several State and Federal programs, categorized as follows:

Entitlement

General Fund
State Foundation Program
School Bus Purchase Allowance

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 2 - Summary of Significant Accounting Policies (Continued)

H. Intergovernmental Revenues (Continued)

Non-Reimbursable Grants

Special Revenue Funds

Auxiliary Service Fund

Professional Development

EMIS

Title II

Title VI-B

Title I

Title VI

Drug Free Schools

Other Federal Miscellaneous

Capital Project Funds

School Net

Reimbursable Grants

General Fund

Driver Education Reimbursement

Enterprise Fund

National School Lunch Program

School Breakfast Program

Federal Food Commodities

I. Interfund Transactions

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

1. Transfers of resources from one fund to another fund through which resources are to be expended are recorded as operating transfers.
2. Short-term interfund loans are reflected as interfund receivables/payables.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 2 - Summary of Significant Accounting Policies (Continued)

J. Compensated Absences

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

Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those the District has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employees' wage rate at fiscal year end, taking into consideration any limits specified in the District's termination policy.

For governmental funds, the current portion of unpaid compensated absences is the amount expected to be paid using available expendable resources. These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated unpaid leave are paid. The remainder is reported in the general long-term obligations account group. In proprietary funds, the entire amount of compensated absences is reported as a fund liability.

K. Accrued Liabilities and Long-Term Obligations

In general, governmental fund payables and accrued liabilities are reported as obligations of the funds regardless of whether they will be liquidated with current resources. However, judgements, compensated absences, contractually required pension contributions, and special termination benefits that will be paid from governmental funds are reported as a liability in the general long-term obligations account group to the extent that they will not be paid with current available expendable financial resources. Payments made more than sixty days after year-end are generally considered not to have been paid with current available financial resources.

Long-term debt and other obligations financed by proprietary funds are reported as liabilities in the appropriate funds.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 2 - Summary of Significant Accounting Policies (Continued)

L. Fund Balance Reserves

The District records reservations for portions of fund equity which are legally segregated for specific future use or which do not represent available expendable resources and therefore are not available for appropriations for expenditures. Undesignated fund balance indicates that portion of fund equity that is available for appropriation in future periods. Fund equity reserves are established for encumbrances, inventory, debt service, property taxes, and for budget stabilization. The reserve for taxes represents property taxes recognized as revenue under generally accepted accounting principles but not available for appropriations under State statute. The reserve for budget stabilization represents cash that has been set aside as required by State statute.

M. Estimates

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

N. Total Columns on General Purpose Financial Statements

Total columns on the general purpose financial statements are captioned "Totals - (Memorandum Only)" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

Note 3 - Restatement of Fund Equity

At June 30, 1998, the General Fixed Assets in the General Fixed Asset Account Group was overstated by \$164,640. The effect of this change is as follows:

	As Previously Reported <u>June 30, 1998</u>	<u>Adjustment</u>	As Restated <u>June 30, 1998</u>
General Fixed Assets	\$10,481,901	(164,640)	\$10,317,261

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 4 – Budgetary Basis of Accounting

While the District is reporting its financial position, results of operations, and changes in fund balance/retained earnings 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 Combined Statement of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual (Non-GAAP Basis) – All Governmental Fund Types and Expendable Trust Funds and the Combined Statement of Revenues, Expenses and Changes in Fund Equity – Budget and Actual (Non-GAAP Basis) – All Proprietary Fund Types and Nonexpendable Trust Funds are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the GAAP basis are that:

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures/expenses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. For proprietary funds, the acquisition and construction of capital assets are reported on the operating statement (budget basis) rather than as balance sheet transaction (GAAP basis).

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 4 - Budgetary Basis of Accounting (Continued)

The following tables summarize the adjustments necessary to reconcile the GAAP and budgetary basis statements by fund type.

**Excess of Revenues and Other Financing Sources
Over/(Under) Expenditures and Other Financing Uses
All Governmental Fund Types and Expendable Trust Funds**

	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Expendable Trust</u>
GAAP Basis	(\$158,577)	(\$25,198)	(\$301)	\$140,792	\$10,191
Net Adjustment For Revenue Accruals	10,296	13,091	-	(170)	194
Net Adjustment For Expenditure Accruals	<u>269,029</u>	<u>(148,223)</u>	<u>-</u>	<u>-</u>	<u>(3,000)</u>
Budget Basis	<u>\$120,748</u>	<u>(\$160,330)</u>	<u>(\$301)</u>	<u>\$140,622</u>	<u>\$ 7,385</u>

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 4 – Budgetary Basis of Accounting (Continued)

Net Loss/Excess of Revenues Over/(Under)
 Expenses and Operating Transfers
 All Proprietary Fund Types and Non-Expendable Trust Funds

	<u>Enterprise</u>	<u>Internal Service</u>	<u>Non- Expendable Trust</u>
GAAP Basis	(\$20,536)	(\$124,922)	(\$517)
Net Adjustment For Revenue Accruals	(10,881)	(160,874)	394
Net Adjustment For Expenditure Accruals	<u>40,345</u>	<u>186,942</u>	<u>-</u>
Budget Basis	<u>\$ 8,928</u>	<u>(\$ 98,854)</u>	<u>(\$123)</u>

Note 5 – 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 two year period of designation of depositories. Inactive deposits must either be evidenced by certificates of deposit maturing not later than the end of the current period of designation of depositories, or by savings or deposit accounts including, but not limited to, passbook accounts.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 5 - Deposits and Investments (Continued)

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 accounts including passbook accounts.

Interim monies may be deposited or invested in the following securities:

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or 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 issuance's of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasurer's investment pool (STAR Ohio);
7. Certain bankers' acceptances and commercial paper notes for a period not to exceed one hundred eighty (180) days in an amount not to exceed twenty five percent (25%) of the interim monies available for investment at any one time, and

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 5 - Deposits and Investments (Continued)

8. Under limited circumstances, corporate debt interests rated in either of the two highest rating classifications by at least two nationally recognized rating agencies.

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the District, and must be purchased with the expectation that it will be held to maturity. Investments may only be made through specific dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the Treasurer or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

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

The following information classifies deposits and investments by categories of risk as defined in GASB Statement 3 "Deposits with Financial Institutions, Investments and Reverse Repurchase Agreements".

Deposits

At the fiscal year end, the carrying amount of the District's deposits was \$251,642 and the bank balance was \$344,475. Of the bank balance:

\$160,367 is covered by Federal Depository Insurance; and

\$184,108 was uninsured and uncollateralized. Although all State statutory requirements for the deposit of money had been followed, non-compliance with federal requirements would potentially subject the District to a successful claim by the FDIC.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 5 - Deposits and Investments (Continued)

Investments

GASB statement 3 requires the District's investments to be categorized to give an indication of the level of risk assumed by the District at year end. Category 1 includes investments that are insured or registered, or for which securities are held by the District or its agent in the District's name. Category 2 included uninsured and unregistered investments which securities are held by the counter-party's trust department or agent in the District's name. Category 3 includes, uninsured and unregistered investments for which the securities are held by the counter-party, or by its trust department or agent but not in the District's name.

The District has investments in the State Treasurer's Investment Pool (STAR OHIO) at June 30, 1999 in the amount of \$2,684,535, this particular investment is not a categorized investment because it is not evidenced by securities that exist. The investment in STAR OHIO is stated at the fair market value; therefore, no adjustment to determine the fair market value is necessary.

The classification of cash and cash equivalents and investments on the combined financial statements is based on criteria set forth in GASB Statement No. 9. A reconciliation between classifications of cash and investments on the combined financial statements and the classification per GASB Statement No. 3 is as follows:

	<u>Cash and Cash Equivalents</u>	<u>Investments</u>
GASB Statement 9	\$ 2,936,177	
Investments:		
STAR Ohio	<u>(2,684,535)</u>	<u>\$ 2,684,535</u>
GASB Statement 3	<u>\$ 251,642</u>	<u>\$ 2,684,535</u>

Note 6 - Property Taxes

Property taxes include amounts levied against real, public utility, and tangible property located within the District. All property is required to be re-appraised every six years with a triennial update.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 6 - Property Taxes (Continued)

Real property taxes, excluding public utility property, are assessed at 35% of appraised market value. Pertinent real property tax dates are:

Collection Dates: February and July of the current year.
Lien Date: January 1 of the year preceding the collection year.
Levy Date: October 1 of the year preceding the collection year.

Tangible personal property used in business (except for public utilities) is currently assessed for ad valorem taxation purposes at 25% of its true value.

The taxes are based on assessed values determined at the close of the most recent fiscal year of the taxpayer that ended on or before March 31 of the current calendar year. Pertinent tangible personal property tax dates are:

Collection Dates: April and September of the current year.
Lien Date: January 1 of the current year.
Levy Date: October 1 of the year preceding the collection year.

Most public utility tangible personal property currently is assessed at 35% of its true value. Pertinent public utility tangible personal property tax dates are:

Collection Dates: February and July of the current year.
Lien Date: December 31 of the second year preceding the collection year.
Levy Date: October 1 of the year preceding the collection year.

The County Treasurer collects real estate property taxes on behalf of all taxing districts within the County. The County Auditor periodically remits to the District its portion of the taxes collected with final settlement in March and September.

The County Treasurer collects personal property taxes on behalf of all taxing districts within the County. The County Auditor periodically remits to the District its portion of the taxes collected with final settlement in May and October.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 6 - Property Taxes (Continued)

Taxes receivable represent current and delinquent real property, tangible personal property, and public utility property taxes that are measurable at June 30, 1999. Delinquent taxes of \$408,610 and current taxes totaling \$10,985,700 though measurable, are intended to finance the next fiscal year's operations, and are therefore offset by a credit to deferred revenue. The amount available as an advance at June 30, 1999, was \$1,437,000 and was credited to the General Fund. This amount is recorded as current year tax revenue, with a reserve for property taxes established, to show this amount is not available for current year appropriations. There are no other funds in the District that are entitled to receive tax revenue.

The assessed values are properties upon which fiscal year 1999 property tax revenues were based are as follows:

	<u>1998 Second Half Collections</u>	<u>1999 First Half Collections</u>
Residential/Agricultural	\$281,897,240	\$297,317,190
Commercial/Industrial	39,881,080	42,844,370
Public Utility Personal	23,776,900	23,330,420
General Personal Property	<u>27,426,470</u>	<u>30,861,280</u>
Total Valuation	<u>\$372,981,690</u>	<u>\$394,353,260</u>

Note 7 - Interfund Transactions

Interfund balances at June 30, 1999 consist of the following individual fund receivables and payables:

	<u>Due From Other</u>	<u>Due To Other</u>
General Fund		\$210,875
Internal Service Self-Insurance	<u>\$210,875</u>	-
Total All Funds	<u>\$210,875</u>	<u>\$210,875</u>

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 7 - Interfund Transactions (Continued)

	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$23,000	-
Enterprise Fund		
Food Service	-	\$16,000
Uniform School	-	7,000
Total All Funds	<u>\$23,000</u>	<u>\$23,000</u>

Note 8 - Receivables

Receivables at June 30, 1999, consisted of taxes (both current and delinquent), accounts, Intergovernmental, and Interfund loans (Note 7). 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 is as follows:

General Fund	
Ohio Department of Education - State Foundation	\$116,614
Ohio Department of Education - Driver's Education	<u>450</u>
Total General Fund	\$117,064
Special Revenue Funds	
Federal Assistance - Title I	15,889
Federal Assistance - Drug Free Schools	<u>5,433</u>
Total Special Revenue Funds	21,322
Enterprise Funds	
Federal Assistance - Food Service	<u>13,843</u>
Total Intergovernmental Receivables	<u>\$152,229</u>

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 9 - Fixed Assets

A summary of changes in the enterprise fund (food service) fixed assets during fiscal year 1999 is as follows:

	Restated Balance At 7/1/98	Additions	Deletions	Balance at 6/30/99
Equipment	\$183,772	\$ 1,319	\$ -	\$185,091
Accumulated Depreciation	<u>(164,339)</u>	<u>(4,733)</u>	<u>-</u>	<u>(169,072)</u>
Net Fixed Assets	<u>\$ 19,433</u>	<u>(\$3,414)</u>	<u>-</u>	<u>\$ 16,019</u>

A summary of changes in the general fixed assets during fiscal year 1999 is as follows:

<u>Asset Category</u>	Restated Balance at 7/1/98	Additions	Deletions	Balance at 6/30/99
Land & Improvements	\$ 212,210	-	-	\$ 212,210
Buildings	6,501,819	46,869	-	6,548,688
Furniture & Equipment	2,046,324	253,045	(125,577)	2,173,792
Vehicles	<u>1,556,908</u>	<u>115,510</u>	<u>(44,177)</u>	<u>1,628,241</u>
Totals	<u>\$10,317,261</u>	<u>\$ 415,424</u>	<u>(\$169,754)</u>	<u>\$10,562,931</u>

Note 10 - Risk Management

Comprehensive

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. The following is a list of all insurance coverage of the District and the deductibles associated with each:

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 10 – Risk Management (Continued)

Comprehensive (Continued)

<u>Coverage</u>	<u>Amount</u>	<u>Deductible</u>
Building & Content	\$32,902,062	\$ 500
Valuable Papers	100,000	100
Crime Coverage	2,500-10,000	-
Boiler/Machinery Coverage	15,000,000	1,000
Spoilage Coverage	10,000	100
Transportation Coverage	10,000	100
Inland Marine Coverage	15,400	250
Automobile Coverage	(A)	-
General Liability Coverage	2,000,000	-
Errors & Omissions	1,000,000	1,000
Stop Gap Liability	1,000,000	-
Employee Benefits Liability	1,000,000	1,000
Sexual Misconduct/Molestation	2,000,000	-
Umbrella Liability	2,000,000	-

(A) - The limits on the Automobile Coverage are \$1,000,000 combined single limit bodily injury and property damage liability/hired & non-owned liability, \$300,000 uninsured motorist coverage, \$5,000 medical payments, \$500 comprehensive deductible including hired auto, and \$1,000 collision deductible including hired auto. Settled claims have not exceeded this commercial coverage in any of the past three years. There has not been a significant reduction in coverage from the prior year.

All employees handling monies of the District are covered by a blanket bond, while certain individuals in policy making roles are covered by a separate, higher limit bond coverage.

The District pays the State Worker's Compensation System a premium based on a rate per \$100 of payroll. This rate is calculated based on accident history and administrative costs. This rate is currently \$1.52 per \$100 of payroll.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 10 – Risk Management (Continued)

Self-Insurance Program

The self-insurance program for health care is administered by Aetna U.S. Healthcare. Payments are made to Aetna U.S. Healthcare for the actual amount of claims processed, monthly stop-loss premiums, and administrative charges. The stop-loss premiums limit the District's losses to 125% of projected annual claims. Operating revenues of the internal service fund consist of charges to other funds for an amount expected to be needed to cover claims and to provide for future catastrophe losses, policy stop-loss premiums, and other operating expenses. The portion of the charge relating to the cost needed to cover claims is calculated annually based on historical information and trend information.

The retained earnings in the internal service fund as of June 30, 1999 is designated for future catastrophe losses. At June 30, 1999, the District has recorded a liability of \$285,840 for unpaid claims for services incurred prior to June 30, 1999. The liability is based on actual claims paid subsequent to fiscal year-end. Additional liabilities of this fund for estimates of costs relating to incurred but not reported claims (IBNR) amount to \$239,408. This amount is based on an estimate provided by the third party administrator and the requirements of Governmental Accounting Standards Board Statement Number 10.

The District provides employee medical, prescription, and dental benefits through a self insured program. All fund types of the applicable fund types of the District participate in the program and make payments to the medical self-insurance internal service fund based on actuarial estimates of the amounts needed to pay prior and current year claims. The monthly premiums for insurance coverage is as follows:

	<u>Family Plan</u>	<u>Single Plan</u>
Medical	\$510.00	\$250.00
Dental	\$ 53.00	\$ 53.00
Life Insurance	\$ 4.20	\$ 4.20

The medical plan includes the prescription card. This benefit has an out of pocket cost to the employee of \$5.00 for generic and \$10.00 for name brand prescriptions.

The District also provides an optional HMO plan to the employee's of the District. The monthly premium is \$457.57 for a family plan and \$166.39 for a single plan.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 10 – Risk Management (Continued)

Self-Insurance Program (Continued)

The Board of Education pays 90% of the monthly premium for medical insurance and 100% of the monthly dental and monthly life insurance premium for all certificated employees. The Board of Education pays 90% of the monthly premium for medical insurance and \$27.00 towards the monthly dental premium and 100% of the monthly life insurance premium. The District utilizes a third party administrator, Aetna Insurance Company, to review all claims and to administer to the plan approved by the Board of Education. The cost to the District for the service of the third party administrator is \$49.35 per month per employee on the plan.

The District also purchased stop-loss coverage at a cost of \$36.06 per month per employee on the plan. Both the stop-loss coverage and the administrative fee are already calculated in the monthly premium amounts reflected above.

The claims liability reported in the internal service funds at June 30, 1999 is based on the requirements of Governmental Accounting Standards Board Statement No. 10 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. Changes in claims activity for fiscal year 1998 through 1999 are as follows:

	<u>Beginning Balance</u>	<u>Current Claims</u>	<u>Claims Payments</u>	<u>Ending Balance</u>
1998	\$410,773	\$1,272,690	\$1,350,999	\$332,464
1999	332,464	1,709,326	1,512,384	529,406

Workers' Compensation

The District participates in the Ohio Schools Council Worker's Compensation Group Rating Plan (GRP), an insurance purchasing pool (Note 17). The intent of the GRP is to achieve the benefit of a reduced premium for the District by virtue of its grouping and representation with other participants in the GRP. The worker's compensation experience of the participating Districts is calculated as one experience and a common premium rate is applied to all Districts in the GRP.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 10 - Risk Management (Continued)

Self-Insurance Program (Continued)

Each participant pays its workers' compensation premium to the State based on the rate for the GRP rather than its individual rate. Total savings are then calculated and each participant's individual performance is compared to the overall savings percent of the GRP. A participant will then either receive money from or be required to contribute to the "Equity Pooling Fund". This "equity pooling fund" arrangement insures that each participant shares equally in the overall performance of the GRP. Participation in the GRP is limited to school districts that can meet the GRP's selection criteria. The school districts apply for participation each year. Each year, the District pays an enrollment fee to the GRP to cover costs of administering the program.

Note 11 - Other Employee Benefits

Compensated Absences

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

Sick Leave

Each full time Certificated and Non-Certificated employee is entitled to fifteen (15) days sick leave with pay for each year under contract and accrues sick leave at a rate of one and one-fourth (1 ¼) days for each calendar month under contract. Certificated employees are permitted unlimited sick leave accrual. Non-Certificated employees are permitted to accrue a maximum of two hundred (200) days.

Vacation Leave

Employees earn vacation at rates specified under State of Ohio law and based on credited service. Clerical, Technical, and Maintenance and Operation employees with one or more years of service are entitled to vacation ranging from 5 to 23 days. Employees with less than one year of service earn one vacation day per month worked, not to exceed five days. A detail scale is contained within the negotiated agreement pertaining to vacation earnings. Certain employees are permitted to carry over vacation leave earned in the current year into the next year. The Superintendent and the Treasurer's vacation leave is determined through negotiated agreements.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 11 - Other Employee Benefits (Continued)

Vacation Leave (Continued)

The District has recorded an estimated liability of \$1,010,996 for vacation and sick leave payable at June 30, 1999 for Governmental Fund Types, in accordance with GASB no. 16 "Accounting for Compensated Absences". The amount has been recorded in the General Long-Term Obligations Account Group since the liabilities will not require the use of current expendable available financial resources. Furthermore, the District has recorded an estimated fund liability of \$20,989 for the Proprietary Fund Types.

Note 12 - Defined Benefit Pension Plans

A. School Employees Retirement System

The District contributes to the School Employees Retirement System of Ohio (SERS), a cost-sharing multiple employer public employee retirement system administered by the School Employees Retirement Board. SERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by 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 for SERS. The report may be obtained by writing to the School Employees Retirement System, 45 North Fourth Street, Columbus, Ohio 43215-3634.

Plan members are required to contribute 9 percent of their annual covered salary and the Chardon Local School District is required to contribute an actuarially determined rate. The current School District rate is 14 percent of annual covered payroll. A portion of the School District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits: for fiscal year 1999, 7.7 percent of the annual covered salary was the portion used to fund pension obligations. For fiscal year 1998, 9.02 percent was used to fund the pension obligations. The contribution requirements of plan members and employers are established and may be amended, up to statutory maximum amounts, by the SERS Retirement Board. The School District's required contribution for pension obligations to SERS for fiscal years ended June 30, 1999, 1998, and 1997 were \$375,013, \$358,772, \$342,449, respectively; 48.70 percent has been contributed for fiscal year 1999 and 100 percent has been contributed for fiscal years 1997 & 1998. \$192,492 represents the unpaid contribution for fiscal year 1999. The liability for the Governmental Funds and Proprietary Funds are included in the accrued wages and benefits in the following amounts: General Fund \$57,077; Special Revenue Fund \$925; and Enterprise Fund \$6162. The long-term portion is reported as pension obligation payable in the General Long-Term Obligations Account Group.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 12 - Defined Benefit Pension Plans (Continued)

B. State Teachers Retirement System

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

For the fiscal year ended June 30, 1999, plan members are required to contribute 9.3 percent of their annual covered salaries. The School District is required to contribute 14 percent, 6.0 percent was the portion used to fund pension obligations. For fiscal year 1998, the portion used to fund pension obligations was 10.5 percent. Contribution rates are established by STRS, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. The School District's required contributions for pension obligations to STRS for the fiscal years ended June 30, 1999, 1998, and 1997 were \$1,252,596, \$1,224,904, \$1,223,852, respectively; 84 percent has been contributed for fiscal year 1999 and 100 percent has been contributed for fiscal years 1997 & 1998. \$200,496 represents the unpaid contribution for fiscal year 1999, and is recorded as a liability within the respective funds.

Note 13 - Postemployment Benefits

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

All STRS benefit recipients and sponsored dependents are eligible for health care coverage. The State Teachers Retirement Board has authority over how much, if any, of the health costs will be absorbed by STRS. Most benefit recipients pay a portion of the health care cost in the form of a monthly premium. By Ohio law, the cost of coverage paid from STRS funds shall be included in the employer contribution rate, currently 14 percent of covered payroll. For the fiscal year ended June 30, 1999, the STRS Board allocated employer contributions equal to 8 percent of covered payroll to the Health Care Reserve Fund, an increase from 3.5 percent for fiscal year 1998.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 13 - Postemployment Benefits (Continued)

STRS pays health care benefits from the Health Care Reserve Fund. At June 30, 1998, (the latest information available) the balance in the Fund was \$2,156 million. For the year ended June 30, 1998, net health care costs paid by STRS were \$219,224,000 and STRS has 91,999 eligible benefit recipients.

For SERS, coverage is made available to service retirees with ten or more years qualifying service credit, and disability and survivor benefit recipients. Members retiring on or after August 1, 1989, with less than twenty-five years of service credit must pay a portion of their premium for health care. The portion is based on years of service up to a maximum of 75 percent of the premium.

After the allocation for basis benefits, the remainder of the employer's 14 percent contribution is allocated to providing health care benefits. For the fiscal year ended June 30, 1999, employer contributions to fund health care benefits were 6.3 percent of covered payroll, an increase from 4.98 percent for fiscal year 1998. In addition, SERS levies a surcharge to fund health care benefits equal to 14 percent of the difference between a minimum pay and the member's pay, pro-rated for partial service credit. For the fiscal year 1998, the minimum pay has been established at \$12,400. For the School District, the amount to fund health care benefits, including surcharge, during the 1999 fiscal year equaled \$195,749.

The surcharge, added to the unallocated portion of the 14 percent employer contribution rate, provides for maintenance of the asset target level for the health care fund. The target level for the health care reserve is 125 percent of annual health care expenses. Expenses for health care at June 30, 1998 (latest information available), were \$111,900,575 and the target level was \$139.9 million. At June 30, 1998, SERS had net assets available for payment of health care benefits of \$160.3 million. SERS has approximately 50,000 participants currently receiving health care benefits.

Note 14 - Long-Term Obligations

The changes in the District's long-term obligations during fiscal year 1999 were as follows:

	Principal Outstanding at 6/30/98	Additions	Deletions	Principal Outstanding at 6/30/99
General Obl. Notes	\$ 15,000	-	(\$ 15,000)	\$ -
Judgments Payable	200,655	-	(80,260)	120,395
Pension Obl. Payable	139,152	128,328	(139,152)	128,328
Compensated Absences	<u>798,777</u>	<u>212,219</u>	-	<u>1,010,996</u>
Totals	<u>\$1,153,584</u>	<u>\$ 340,547</u>	<u>(\$234,412)</u>	<u>\$1,259,719</u>

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 14 - Long-Term Obligations (Continued)

Compensated absences will be paid from the fund from which the employees are paid. The pension obligations payable will also be paid from the fund from which the employees are paid. The judgment payable represents a liability for personal property taxes that were improperly paid to the District by the Lake County Auditor from 1986 to 1993. A judgment handed down by the court dictated that the Chardon Board of Education was permitted to pay back the total amount over a period of five years commencing on January 1, 1996 through January 1, 2001. The judgment further stipulated that semi-annual payments in the amount of \$40,130 are to be paid each January 1 and July 1 of each year until the debt has been repaid. The current judgment payable amount is \$120,395 and this amount will be paid by the General Fund.

The District's overall debt margin was \$35,491,783 with an unvoted debt margin of \$394,353 at June 30, 1999.

Note 15 - Segment Information for Enterprise Funds

The District maintains four (4) Enterprise Funds which provide lunchroom/cafeteria, uniform school supplies, summer school and adult education services. Segment information for the year ended June 30, 1999 was as follows:

	Food Service	Uniform School Supplies	Summer School	Adult/ Community Education	Total
Operating Revenues	513,164	21,590	29,951	36,113	600,818
Operating Expenses					
Less Depreciation	671,400	24,845	26,639	45,706	768,590
Depreciation Expense	4,733	-	-	-	4,733
Operating Income (Loss)	(162,969)	(3,255)	3,312	(9,593)	(172,505)
Operating Grants	121,949	-	-	-	121,949
Transfers In	20,000	-	-	-	20,000
Net Income (Loss)	(11,076)	(3,179)	3,312	(9,593)	(20,536)
Net Working Capital	(33,447)	(6,838)	18,952	(1,524)	(22,857)
Total Assets	38,966	166	27,892	689	67,713
Total Liabilities	72,413	7,004	8,940	2,213	90,570
Total Equity	(33,447)	(6,838)	18,952	(1,524)	(22,857)

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 16 - Jointly Governed Organizations

Auburn Career Center

The Auburn Career Center is a joint vocational school district that is a jointly governed organization among eleven school districts. Each participating school district appoints one member to the Auburn Career Center's Board of Education. The students of each participating school district may attend classes offered at the vocational facility. Each participant's control over the operation of the Auburn Career Center is limited to representation on the board. Continued existence of the Auburn Career Center is not dependent on the District's continued participation. Financial information can be obtained by writing the Auburn Career Center, Barbara Koenitzer, who serves as Treasurer, at 8140 Auburn Road, Painesville, Ohio 44077.

Lake/Geauga Computer Association

The Lake/Geauga Computer Association (LGCA) is a jointly governed organization that was formed for the purpose of providing computer services for accounting, grading, scheduling, EMIS and other applications to its eighteen member school districts. Each of the districts support LGCA based upon a per pupil charge. The Executive Committee (governing board) consists of the superintendents and treasurers of the member school districts. The degree of control exercised by any participating school district is limited to its representation on the governing board. LGCA's continued existence is not dependent on the District's continued participation. Financial information can be obtained from Loretta Petersen, who serves as treasurer, at 8140 Auburn Street, Concord Township, Ohio 44077.

Ohio Schools Council

The Ohio Schools Council (the "Council") is a jointly governed organization among its seventy member school districts. The jointly governed organization was formed to purchase quality products and services at the lowest possible cost to the member districts. Each district supports the Council by paying a one-time fee of \$500 and an annual participation fee. The Council's Board consists of seven (7) superintendents of the participating districts whose term rotates every year. The degree of control exercised by any school district is limited to its representation on the Board. Financial information can be obtained by contacting Joseph Lesak, the Executive Secretary of the Ohio Schools Council at 130 Center Street, Bedford, Ohio 44146.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 16 - Jointly Governed Organizations (Continued)

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

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

Note 17 - Insurance Purchasing Pool

The District participates in the Ohio School Council Workers' Compensation Group Rating Plan (GRP), an insurance pool, as established through Acordia under section 4123.29 of the Ohio Revised Code. Each year, the participating school districts pay an enrollment fee to the GRP to cover costs of administering the program.

Note 18 - Contingencies

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, 1999.

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.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 19 – School Funding Decision

On March 24, 1997, the Ohio Supreme Court rendered a decision declaring certain portions of the Ohio school funding plan unconstitutional. The Court stayed the effect of its ruling for one year to allow the State's legislature to design a plan to remedy the perceived defects in the system. Declared unconstitutional was the State's "school foundation program", which provides significant amounts of monetary support to the School District. During the fiscal year ended June 30, 1999, the School District received \$4,243,330 of school foundation support for its general fund.

Since the Supreme Court ruling, numerous pieces of legislation have been passed by the State legislature in an attempt to address the issues identified by the Court. The Court of Common Pleas in Perry County has reviewed the new laws and, in a decision issued on February 26, 1999, determined they are not sufficiently responsive to the constitutional issues raised under the "thorough and efficient" clause of the Ohio Constitution. The State has appealed the decision made by the Court of Common Pleas to the Ohio Supreme Court. As of the date of these financial statements, the Ohio Supreme Court has not rendered an opinion on this issue. The decision of the Court of Common Pleas in Perry County has been stayed by the Ohio Supreme Court, and, as such, school districts are still operating under the laws that the Common Pleas Court declared unconstitutional.

As of the date of these financial statements, the District is unable to determine what effect, if any, this ongoing litigation will have on its future State funding under this program (these programs) and on its financial operations.

Note 20 – Set-Aside Requirements

The School District is required by State statute to annually set aside an amount based on prior year revenues for the purchase of textbooks and other instructional materials and an additional amount for capital improvements. Amounts not spent by year-end or offset by similarly restricted sources must be held in cash at year-end and carried forward to be used for the same purpose in future years. Amounts are also to be set aside if the School District's base amount used for the yearly set-aside calculation increases three percent (3%) or more from the prior year. This amount is included in the budget stabilization reserve.

The following information describes the changes in the amounts set aside for textbooks and instructional materials, capital improvements and budget stabilization from the end of the prior year to the end of the current year.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 20 – Set-Aside Requirements (Continued)

	<u>Textbooks</u>	<u>Capital Improvements</u>	<u>Budget Reserve</u>	<u>Total</u>
Set-aside balance at 7/1/98	\$ -	\$ -	\$ 262,461	\$ 262,461
Current year set-aside requirement	285,994	285,994	149,183	721,171
Qualifying expenditures	(550,050)	(1,464,933)		(2,014,983)
Totals	<u>(264,056)</u>	<u>(1,178,939)</u>	<u>411,644</u>	<u>(1,031,351)</u>
Cash Balance Carried Forward to FY 2000			<u>411,644</u>	
Amount Restricted for Budget Stabilization				<u>411,644</u>
Total Restricted Assets				<u>\$ 411,644</u>

Although the District had qualifying expenditures during the year that reduced the set-aside amounts below zero, these extra amounts may not be used to reduce the set-aside requirements of future years. Negative amounts are not presented as being carried forward to the next fiscal year.

Note 21 – Year 2000 Issue

The year 2000 issue is the result of shortcomings in many electronic data processing systems and other equipment that may adversely affect the government's operations as early as fiscal year 1999.

Chardon Local School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

Note 21 - Year 2000 Issue (Continued)

The Lake Geauga Computer Association State Software Development Team has indicated that:

The payroll processing software supported with OECN State Software is compliant with the Year 2000, beginning with the September 1997 release of USPS V4.0.

The accounting software supported with OECN State Software is compliant with the Year 2000, beginning with the June 1998 release of USAS V6.1.

The education management information system software supported with OCEN State Software is compliant with the Year 2000, beginning with the September release of EMIS V1.7.

Property tax billing, collection and remittance for the School District is handled by Geauga County. The county is responsible for remediating this system.

The District has received assurances from all financial institutions that are entrusted with District funds to be in compliance with the Year 2000.

Because of the unprecedented nature of the year 2000 issue, its effects and the success of related remediation efforts will not be fully determinable until the year 2000 and thereafter. Management cannot assure that the District is or will be year 2000 ready, that the District's remediation efforts will be successful in whole or part, or that parties with whom the District does business will be year 2000 ready.

Note 22 - Fund Balance Deficits

Fund balances/retained earnings at June 30, 1999 included the following individual fund deficit:

	<u>Deficit</u> <u>Retained Earnings</u>
Enterprise Fund:	
Food Service	\$33,447
Uniform School Supplies	6,838
Adult Education	1,524

The Food Service Fund, the Uniform School Supplies Fund and the Adult Education Fund deficit retained earnings resulted from adjustments for accrued liabilities. Management is analyzing fund operations to determine appropriate action to alleviate the deficit.

**Combining, Individual Fund
and Account Group
Statements and Schedules**

(This page left intentionally blank)

General Fund

The general fund is the operating fund of the District and is used to account for all financial resources except those required to be accounted for in other funds.

Chardon Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - General Fund
 for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Taxes	\$ 12,118,395	\$ 12,118,395	\$ -
Tuition	24,309	24,309	-
Earnings on Investments	187,449	187,449	-
Extracurricular Activities	22,910	23,135	225
Classroom Materials & Fees	84,783	84,828	45
Miscellaneous	125,838	126,386	548
Revenue in Lieu of Taxes	5,720	5,720	-
Unrestricted Grants-in-Aid - State	5,840,833	5,840,833	-
Restricted Grants-in-Aid - State	76,158	76,158	-
Total Revenue	18,286,395	18,287,213	818
Expenditures			
Instruction:			
Regular:			
Salaries and Wages	6,224,200	6,217,791	6,409
Fringe Benefits	1,692,805	1,680,740	12,065
Purchased Services	150,927	150,232	695
Materials and Supplies	421,480	370,481	50,999
Capital Outlay - New	8,221	7,511	710
Capital Outlay - Repl.	5,723	5,123	600
Total Regular	8,503,356	8,431,878	71,478
Special:			
Salaries and Wages	642,000	640,819	1,181
Fringe Benefits	155,100	149,218	5,882
Purchased Services	532,590	532,249	341
Materials and Supplies	16,229	16,031	198
Capital Outlay - New	2,500	810	1,690
Total Special	1,348,419	1,339,127	9,292
Vocational Education:			
Salaries and Wages	177,000	176,189	811
Fringe Benefits	46,200	45,385	815
Materials and Supplies	7,190	7,142	48
Capital Outlay - Repl.	830	830	-
Total Vocational Education	231,220	229,546	1,674
Other:			
Purchased Services	55,451	55,358	93
Total Other	55,451	55,358	93
Total Instruction	10,138,446	10,055,909	82,537
Supporting Services:			
Pupils:			
Salaries and Wages	499,000	496,071	2,929
Fringe Benefits	149,700	137,029	12,671
Purchased Services	36,582	36,580	2
Materials and Supplies	11,134	11,032	102
Total Pupils	696,416	680,712	15,704
Instructional Staff:			
Salaries and Wages	330,000	323,208	6,792
Fringe Benefits	88,100	85,515	2,585
Purchased Services	26,548	25,642	906
Materials and Supplies	69,445	66,559	2,886
Capital Outlay - New	148,250	144,051	4,199
Capital Outlay - Repl.	59,060	54,161	4,899
Total Instructional Staff	721,403	699,136	22,267

Chardon Local School District

Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - General Fund
for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Board of Education:			
Salaries and Wages	4,800	4,640	160
Fringe Benefits	1,440	849	591
Purchased Services	11,250	8,471	2,779
Materials and Supplies	500	224	276
Other	34,550	29,673	4,877
Total Board of Education	52,540	43,857	8,683
Administration:			
Salaries and Wages	1,040,000	1,039,320	680
Fringe Benefits	361,300	360,462	838
Purchased Services	168,335	159,878	8,457
Materials and Supplies	50,471	45,911	4,560
Capital Outlay - New	4,810	4,723	87
Capital Outlay - Repl.	3,484	3,484	-
Other	7,054	5,102	1,952
Total Administration	1,635,454	1,618,880	16,574
Fiscal Services:			
Salaries and Wages	140,200	139,996	204
Fringe Benefits	53,700	53,232	468
Purchased Services	54,185	53,443	742
Materials and Supplies	10,987	10,900	87
Capital Outlay - New	1,769	1,769	-
Other	372,105	370,908	1,197
Total Fiscal Services	632,946	630,248	2,698
Business:			
Salaries and Wages	165,000	150,869	14,131
Fringe Benefits	56,700	56,633	67
Purchased Services	59,069	59,053	16
Materials and Supplies	500	196	304
Total Business	281,269	266,751	14,518
Operation of Maintenance of Plant:			
Salaries and Wages	691,000	689,243	1,757
Fringe Benefits	236,600	236,690	1,910
Purchased Services	566,971	563,991	2,980
Materials and Supplies	220,250	218,767	1,483
Capital Outlay - New	12,000	11,377	623
Capital Outlay - Repl.	8,344	7,510	834
Other	1,000	600	400
Total Operation of Maintenance of Plant	1,738,165	1,728,178	9,987
Pupil Transportation:			
Salaries and Wages	818,500	817,999	501
Fringe Benefits	264,300	263,803	497
Purchased Services	94,617	91,885	2,732
Materials and Supplies	183,817	180,262	3,555
Capital Outlay - New	3,000	2,972	28
Capital Outlay - Repl.	113,100	113,049	51
Total Transportation	1,477,334	1,469,970	7,364
Central:			
Salaries and Wages	81,000	60,836	184
Fringe Benefits	18,700	18,670	30
Purchased Services	17,400	17,041	359
Materials and Supplies	1,350	1,267	83
Other	175	150	25
Total Central	98,625	97,964	661

Chardon Local School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - General Fund
for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Non-Instructional Services:			
Food Service:			
Salaries and Wages	26,600	26,563	37
Fringe Benefits	7,500	5,059	2,441
Total Food Service	<u>34,100</u>	<u>31,622</u>	<u>2,478</u>
Community Services:			
Salaries and Wages	32,000	31,428	572
Fringe Benefits	9,600	5,663	3,937
Total Community Services	<u>41,600</u>	<u>37,091</u>	<u>4,509</u>
Total Non-Instructional Services	<u>75,700</u>	<u>68,713</u>	<u>6,987</u>
Extracurricular Activities:			
Academic & Subject Oriented			
Salaries and Wages	23,000	22,951	49
Fringe Benefits	6,000	3,512	2,488
Total Academic & Subject Oriented	<u>29,000</u>	<u>26,463</u>	<u>2,537</u>
Sports Oriented			
Salaries and Wages	208,000	207,714	286
Fringe Benefits	35,055	34,547	508
Total Sports Oriented	<u>243,055</u>	<u>242,261</u>	<u>794</u>
Co-Curricular Activities			
Salaries and Wages	25,000	19,151	5,849
Fringe Benefits	4,275	3,014	1,261
Total Co-Curricular Activities	<u>29,275</u>	<u>22,165</u>	<u>7,110</u>
Total Extracurricular Activities	<u>301,330</u>	<u>290,889</u>	<u>10,441</u>
Facilities Acquisition & Construction Services			
Site Improvement:			
Purchased Services	34,561	34,560	1
Total Site Improvement	<u>34,561</u>	<u>34,560</u>	<u>1</u>
Architecture & Engineering			
Purchased Services	14,939	11,422	3,517
Total Architecture & Engineering	<u>14,939</u>	<u>11,422</u>	<u>3,517</u>
Building Improvement			
Purchased Services	449,287	447,110	2,177
Materials and Supplies	350	313	37
Capital Outlay - New	5,100	5,001	99
Capital Outlay - Repl.	58,790	58,754	36
Total Building Improvement	<u>513,527</u>	<u>511,178</u>	<u>2,349</u>
Total Facilities Acquisition & Construction Services	<u>563,027</u>	<u>557,160</u>	<u>5,867</u>
Total Expenditures	<u>18,412,655</u>	<u>18,208,367</u>	<u>204,288</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(126,260)</u>	<u>78,846</u>	<u>205,106</u>
Other Financing Sources (Uses)			
Proceeds from Sale or Loss of Assets	5,467	5,712	245
Advances-In	39,500	39,500	-
Refund of Prior Year Expenditures	72,690	72,690	-
Advances-Out	(25,000)	(23,000)	2,000
Operating Transfers-Out	(53,000)	(53,000)	-
Refund of Prior Year Receipts	(1,000)	-	1,000
Total Other Financing Sources (Uses)	<u>38,657</u>	<u>41,902</u>	<u>3,245</u>

Chardon Local School District

Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - General Fund
for the Fiscal Year Ended June 30, 1999

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(87,603)	120,748	208,351
Fund Balance - Beginning of Year	1,184,395	1,184,395	-
Encumbrances - End of Year		<u>452,000</u>	<u>452,000</u>
Fund Balance - End of Year	<u>\$ 1,096,792</u>	<u>\$ 1,757,143</u>	<u>\$ 660,351</u>

Special Revenue Funds

Special revenue funds are established to account for revenues from specific sources which legally, or otherwise, are restricted to expenditures for specific purposes. A description of the District's special revenue funds follows:

The Public School Support Fund accounts for proceeds of local fund raising and/or donations at the various building levels.

The Other Grants Fund accounts for locally received grants, from various agencies, which are designed to enhance the educational process within the District.

The District Managed Student Activities Fund accounts for those student activity programs that have student participation in the activity but do not have student management of the programs. This fund accounts for all costs (excluding supplemental coaching and advising contracts) of the extracurricular athletic, band, and similar types of activities.

The Auxiliary Service Fund accounts for monies that provide services and materials to pupils attending any of the three non-public schools within the District.

The Disadvantaged Pupil Program Fund accounts for monies that are provided for the improvement of the educational and cultural status of disadvantaged pupils.

The Professional Development Fund (sometimes referred to as the teacher development fund) accounts for monies that are provided for assistance to local school districts for the development of in-service programs.

The Education Management Information Service Fund accounts for monies that are provided for hardware and software development, or other costs associated with the requirements of the management information system.

The Data Communication Support Fund accounts for monies that are provided for Ohio Educational Computer Network Connections.

The Textbook/Instructional Materials Fund accounts for monies that are provided for the purchase of textbook/instructional materials within the District.

Special Revenue Fund (cont'd)

The Title II Fund accounts for federal funds received for strengthening instruction in science, mathematics, modern foreign languages, English, the arts and computer learning.

The Title VI-B Fund accounts for federal funds received to assist 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.

The Title I Fund accounts for federal funds received to assist in meeting the special needs of educationally deprived children.

The Title VI Fund accounts for federal funds, provided to the state, used to meet state determined educational needs.

The Drug Free Schools Fund accounts for federal funds received 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.

The Other Miscellaneous Federal Grant Fund accounts for various monies received from federal agencies that are not classified elsewhere.

(This page left intentionally blank)

Chardon Local School District

Combining Balance Sheet
All Special Revenue Funds
June 30, 1999

	Public School Support	Other Grants	District Managed Student Activities	Auxiliary Service
Assets and Other Debits				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$ 46,180	\$ 2,941	\$ 90,462	\$ 233,981
Receivables:				
Intergovernmental Accounts	1,226	-	696	-
Total Assets and Other Debits	\$ 47,406	\$ 2,941	\$ 91,158	\$ 233,981
Liabilities and Fund Equity				
Liabilities:				
Accounts Payable	\$ 529	\$ -	\$ 3,545	\$ 137,180
Accrued Wages & Benefits	-	-	-	5,990
Due to Other Governments	-	-	58	1,505
Total Liabilities	529	-	3,603	144,675
Fund Equity				
Fund Balances:				
Reserved for Encumbrances	1,513	246	16,789	143,850
Unreserved: Undesignated (deficit)	45,364	2,695	70,766	(54,544)
Total Fund Equity	46,877	2,941	87,555	89,306
Total Liabilities and Fund Equity	\$ 47,406	\$ 2,941	\$ 91,158	\$ 233,981

<u>Disadvantaged Pupil Program</u>	<u>Professional Development</u>	<u>Education Management Information Services</u>	<u>Data Communications Support</u>	<u>Textbook/ Instructional Materials Subsidy</u>	<u>Title II</u>
\$ 2,182	\$ 865	\$ 1,373	\$ 1,218	\$ -	\$ 5,220
-	-	-	-	-	-
<u>\$ 2,182</u>	<u>\$ 865</u>	<u>\$ 1,373</u>	<u>\$ 1,218</u>	<u>\$ -</u>	<u>\$ 5,220</u>
\$ -	\$ 19	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	96	-	-	-	135
-	<u>115</u>	-	-	-	<u>135</u>
-	866	533	-	-	-
2,182	(116)	840	1,218	-	5,085
<u>2,182</u>	<u>750</u>	<u>1,373</u>	<u>1,218</u>	<u>-</u>	<u>5,085</u>
<u>\$ 2,182</u>	<u>\$ 865</u>	<u>\$ 1,373</u>	<u>\$ 1,218</u>	<u>\$ -</u>	<u>\$ 5,220</u>

Chardon Local School District

Combining Balance Sheet
All Special Revenue Funds
June 30, 1999

	<u>Title VI-B</u>	<u>Title I</u>	<u>Title VI</u>
Assets and Other Debits			
Assets:			
Equity in Pooled Cash and Cash Equivalents	\$ 4,705	\$ 18,838	\$ 2,639
Receivables:			
Intergovernmental Accounts	-	15,889	-
	<u> </u>	<u> </u>	<u> </u>
Total Assets and Other Debits	\$ 4,705	\$ 34,727	\$ 2,639
Liabilities and Fund Equity			
Liabilities:			
Accounts Payable	\$ -	\$ -	\$ -
Accrued Wages & Benefits	457	8,543	66
Due to Other Governments	386	3,289	119
Total Liabilities	843	11,832	185
Fund Equity			
Fund Balances:			
Reserved for Encumbrances	-	238	-
Unreserved: Undesignated (deficit)	3,862	22,657	2,454
Total Fund Equity	3,862	22,895	2,454
Total Liabilities and Fund Equity	\$ 4,705	\$ 34,727	\$ 2,639

<u>Drug Free Schools</u>	<u>Learn and Serve</u>	<u>Totals</u>
\$ 2,571	\$ 13,988	\$ 427,163
5,433		21,322
		1,922
<u>\$ 8,004</u>	<u>\$ 13,988</u>	<u>\$ 450,407</u>
\$ 600	\$ 1,958	\$ 143,831
-7	7,150	15,056
<u>607</u>	<u>9,108</u>	<u>12,745</u>
		171,632
	691	164,726
7,397	4,189	114,049
<u>7,397</u>	<u>4,880</u>	<u>278,775</u>
<u>\$ 8,004</u>	<u>\$ 13,988</u>	<u>\$ 450,407</u>

Chardon Local School District
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
All Special Revenue Funds
For the Fiscal Year Ended June 30, 1999

	Public School Support	Other Grants	District Managed Student Activities	Auxiliary Service
Revenues				
Earnings on Investments	\$ -	\$ -	\$ -	\$ 12,408
Extracurricular Activities	33,173	-	146,699	-
Classroom Materials & Fees	5,661	-	-	-
Miscellaneous	22,614	9,323	39,526	-
Unrestricted Grants-in-Aid - State	-	-	-	-
Restricted Grants-in-Aid - State	-	-	-	699,147
Restricted Grants-in-Aid - Federal	-	-	-	-
Total Revenue	<u>61,448</u>	<u>9,323</u>	<u>186,225</u>	<u>711,555</u>
Expenditures				
Instruction:				
Regular	-	6,015	-	-
Special	-	-	-	-
Support Services:				
Pupil	59,906	2,500	-	-
Instructional Staff	-	2,735	-	(40)
Administration	-	-	-	-
Pupil Transportation	-	-	-	-
Central Services	-	-	-	-
Non-Instructional Services:				
Community Service	-	-	-	741,628
Extracurricular Activities:				
Academic & Subject Oriented	-	-	71,632	-
Sports Oriented	-	-	135,497	-
Co-Curricular Activities	-	-	3,606	-
Total Expenditures	<u>59,906</u>	<u>11,250</u>	<u>210,735</u>	<u>741,588</u>
Excess (deficiency) of Revenues over Expenditures	<u>1,542</u>	<u>(1,927)</u>	<u>(24,510)</u>	<u>(30,033)</u>
Other Financing Sources (Uses)				
Operating Transfers-In	-	-	33,000	-
Refund of Prior Year Expenditures	-	-	-	-
Refund of Prior Year Receipts	-	(12)	-	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>(12)</u>	<u>33,000</u>	<u>-</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>1,542</u>	<u>(1,939)</u>	<u>8,490</u>	<u>(30,033)</u>
Fund Balance (deficit) - Beginning of Year	<u>45,335</u>	<u>4,880</u>	<u>79,065</u>	<u>119,339</u>
Fund Balance (deficit) - End of Year	<u>\$ 46,877</u>	<u>\$ 2,941</u>	<u>\$ 87,555</u>	<u>\$ 89,306</u>

<u>Disadvantaged Pupil Program</u>	<u>Professional Development</u>	<u>Education Management Information Services</u>	<u>Data Communications Support</u>	<u>Textbook/ Instructional Materials Subsidy</u>	<u>Title II</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	19,538	8,629	-	43,470	-
-	<u>19,538</u>	<u>8,629</u>	-	<u>43,470</u>	<u>9,528</u>
-	-	-	-	-	<u>9,528</u>
-	11,503	-	-	43,470	6,652
-	-	-	-	-	-
-	145	-	54	-	-
-	-	8,181	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	<u>11,648</u>	<u>8,181</u>	<u>54</u>	<u>43,470</u>	<u>6,652</u>
-	7,890	448	(54)	-	2,876
-	-	-	-	-	-
-	(7,219)	-	-	-	-
-	<u>(7,219)</u>	-	-	-	-
-	671	448	(54)	-	2,876
2,182	79	925	1,272	-	2,209
<u>\$ 2,182</u>	<u>\$ 750</u>	<u>\$ 1,373</u>	<u>\$ 1,218</u>	<u>\$ -</u>	<u>\$ 5,085</u>

Chardon Local School District
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
All Special Revenue Funds
For the Fiscal Year Ended June 30, 1999

	Title VI-B	Title I	Title VI
Revenues			
Earnings on Investments	\$ -	\$ -	\$ -
Extracurricular Activities	-	-	-
Classroom Materials & Fees	-	-	-
Miscellaneous	-	-	-
Unrestricted Grants-in-Aid - State	-	-	-
Restricted Grants-in-Aid - State	-	-	-
Restricted Grants-in-Aid - Federal	127,664	171,201	17,535
Total Revenue	<u>127,664</u>	<u>171,201</u>	<u>17,535</u>
Expenditures			
Instruction:			
Regular	-	-	-
Special	41,244	161,275	8,818
Support Services:			
Pupil	67,297	-	-
Instructional Staff	-	13,352	-
Administration	-	-	-
Pupil Transportation	-	1,440	-
Central Services	-	-	-
Non-Instructional Services:			
Community Service	22,718	(22)	6,175
Extracurricular Activities:			
Academic & Subject Oriented	-	-	-
Sports Oriented	-	-	-
Co-Curricular Activities	-	-	-
Total Expenditures	<u>131,259</u>	<u>176,045</u>	<u>14,993</u>
Excess (deficiency) of Revenues over Expenditures	<u>(3,595)</u>	<u>(4,844)</u>	<u>2,542</u>
Other Financing Sources (Uses)			
Operating Transfers-In	-	-	-
Refund of Prior Year Expenditures	-	-	-
Refund of Prior Year Receipts	-	(213)	(3,399)
Total Other Financing Sources (Uses)	<u>-</u>	<u>(213)</u>	<u>(3,399)</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(3,595)</u>	<u>(5,057)</u>	<u>(857)</u>
Fund Balance (deficit) - Beginning of Year	<u>7,457</u>	<u>27,952</u>	<u>3,311</u>
Fund Balance (deficit) - End of Year	<u>\$ 3,862</u>	<u>\$ 22,895</u>	<u>\$ 2,454</u>

<u>Drug Free Schools</u>	<u>Other Miscellaneous Federal Grants</u>	<u>Totals</u>
\$ -	\$ -	\$ 12,408
-	-	179,872
-	-	5,661
-	-	71,463
-	-	43,470
-	-	727,314
15,523	24,720	386,171
<u>15,523</u>	<u>24,720</u>	<u>1,406,359</u>
2,850	-	70,490
-	12,625	223,962
5,764	-	135,467
-	13,415	29,516
-	-	145
-	80	1,520
-	-	8,181
3,199	-	773,698
-	-	71,832
-	-	135,497
-	-	3,606
<u>11,813</u>	<u>26,120</u>	<u>1,453,714</u>
3,710	(1,400)	(47,355)
-	-	33,000
-	-	(7,219)
-	-	(3,624)
-	-	22,157
3,710	(1,400)	(25,198)
3,687	6,280	303,973
<u>\$ 7,397</u>	<u>\$ 4,880</u>	<u>\$ 278,775</u>

Chardon Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - Public School Support
 for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Extracurricular Activities	\$ 33,119	\$ 33,184	\$ 65
Classroom Materials & Fees	5,661	5,661	-
Miscellaneous	21,285	22,375	1,090
Total Revenue	<u>60,065</u>	<u>61,220</u>	<u>1,155</u>
Expenditures			
Supporting Services:			
Pupils:			
Purchased Services	13,981	4,922	9,059
Materials and Supplies	27,879	16,318	11,561
Capital Outlay - New	3,909	2,324	1,585
Capital Outlay - Repl.	1,172	755	417
Other	57,741	37,380	20,361
Total Pupils	<u>104,682</u>	<u>61,699</u>	<u>42,983</u>
Total Supporting Services	<u>104,682</u>	<u>61,699</u>	<u>42,983</u>
Total Expenditures	<u>104,682</u>	<u>61,699</u>	<u>42,983</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(44,617)</u>	<u>(479)</u>	<u>44,138</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(44,617)</u>	<u>(479)</u>	<u>44,138</u>
Fund Balance - Beginning of Year	44,617	44,617	-
Encumbrances - End of Year	-	2,042	2,042
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 46,180</u>	<u>\$ 46,180</u>

Chardon Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - Other Grants
 for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Miscellaneous	\$ 9,323	\$ 9,323	\$ -
Total Revenue	<u>9,323</u>	<u>9,323</u>	<u>-</u>
Expenditures			
Instruction:			
Regular:			
Purchased Services	328	-	328
Materials and Supplies	4,424	2,362	2,062
Capital Outlay - New	3,899	3,899	-
Total Regular	<u>8,651</u>	<u>6,261</u>	<u>2,390</u>
Total Instruction	<u>8,651</u>	<u>6,261</u>	<u>2,390</u>
Supporting Services:			
Pupils:			
Purchased Services	303	-	303
Capital Outlay - New	2,500	2,500	-
Total Pupils	<u>2,803</u>	<u>2,500</u>	<u>303</u>
Instructional Staff:			
Purchased Services	3	-	3
Materials and Supplies	1,985	1,985	-
Capital Outlay - New	750	750	-
Total Instructional Staff	<u>2,738</u>	<u>2,735</u>	<u>3</u>
Total Supporting Services	<u>5,541</u>	<u>5,235</u>	<u>306</u>
Total Expenditures	<u>14,192</u>	<u>11,496</u>	<u>2,696</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(4,869)</u>	<u>(2,173)</u>	<u>2,696</u>
Other Financing Sources (Uses)			
Refund of Prior Year Receipts	(12)	(12)	-
Total Other Financing Sources (Uses)	<u>(12)</u>	<u>(12)</u>	<u>-</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(4,881)</u>	<u>(2,185)</u>	<u>2,696</u>
Fund Balance - Beginning of Year	4,881	4,881	-
Encumbrances - End of Year	-	246	246
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 2,942</u>	<u>\$ 2,942</u>

Chardon Local School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - District Managed Student Activities
for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Extracurricular Activities	\$ 146,292	\$ 146,616	\$ 324
Miscellaneous	39,373	39,373	-
Total Revenue	<u>185,665</u>	<u>185,989</u>	<u>324</u>
Expenditures			
Extracurricular Activities:			
Academic & Subject Oriented			
Purchased Services	38,165	32,897	5,268
Materials and Supplies	26,801	18,400	8,401
Capital Outlay - New	2,375	1,562	813
Capital Outlay - Repl.	2,532	1,591	941
Other	23,407	21,371	2,036
Total Academic & Subject Oriented	<u>93,280</u>	<u>75,821</u>	<u>17,459</u>
Sports Oriented			
Salaries and Wages	8,912	3,841	5,071
Fringe Benefits	573	573	-
Purchased Services	81,800	60,436	21,364
Materials and Supplies	57,770	52,387	5,383
Capital Outlay - New	21,752	16,519	5,233
Capital Outlay - Repl.	13,365	8,073	5,292
Other	8,145	6,021	2,124
Total Sports Oriented	<u>192,317</u>	<u>147,850</u>	<u>44,467</u>
Co-Curricular Activities			
Materials and Supplies	7,589	3,071	4,518
Other	4,116	758	3,358
Total Co-Curricular Activities	<u>11,705</u>	<u>3,829</u>	<u>7,876</u>
Total Extracurricular Activities	<u>297,302</u>	<u>227,500</u>	<u>69,802</u>
Total Expenditures	<u>297,302</u>	<u>227,500</u>	<u>69,802</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(111,637)</u>	<u>(41,511)</u>	<u>70,126</u>
Other Financing Sources (Uses)			
Operating Transfers-In	33,000	33,000	-
Total Other Financing Sources (Uses)	<u>33,000</u>	<u>33,000</u>	<u>-</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(78,637)</u>	<u>(8,511)</u>	<u>70,126</u>
Fund Balance - Beginning of Year	78,637	78,637	-
Encumbrances - End of Year	-	20,334	20,334
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 90,460</u>	<u>\$ 90,460</u>

Chardon Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - Auxiliary Services
 for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Earnings on Investments	\$ 12,657	\$ 12,657	\$ -
Restricted Grants-in-Aid - State	699,147	699,147	-
Total Revenue	<u>711,804</u>	<u>711,804</u>	<u>-</u>
Expenditures			
Community Services:			
Salaries and Wages	103,476	98,366	5,110
Fringe Benefits	24,613	22,799	1,814
Purchased Services	224,272	222,713	1,559
Materials and Supplies	453,120	453,116	4
Capital Outlay - New	34,835	34,582	253
Capital Outlay - Repl.	8,132	7,072	1,060
Other	27,966	27,966	-
Total Community Services	<u>876,414</u>	<u>866,614</u>	<u>9,800</u>
Total Non-Instructional Services	<u>876,414</u>	<u>866,614</u>	<u>9,800</u>
Total Expenditures	<u>876,414</u>	<u>866,614</u>	<u>9,800</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(164,610)</u>	<u>(154,810)</u>	<u>9,800</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses			
	(164,610)	(154,810)	9,800
Fund Balance - Beginning of Year	164,610	164,610	-
Encumbrances - End of Year	-	220,103	220,103
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 229,903</u>	<u>\$ 229,903</u>

Chardon Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - Disadvantaged Pupils Program
 for the Fiscal Year Ended June 30, 1999

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Other Financing Sources (Uses)			
Refund of Prior Year Receipts	\$ (2,182)	\$ -	\$ 2,182
Total Other Financing Sources (Uses)	<u>(2,182)</u>	<u>-</u>	<u>2,182</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(2,182)	-	2,182
Fund Balance - Beginning of Year	<u>2,182</u>	<u>2,182</u>	<u>-</u>
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 2,182</u>	<u>\$ 2,182</u>

Chardon Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - Professional Development
 for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Restricted Grants-in-Aid - State	\$ 19,538	\$ 19,538	\$ -
Restricted Grants-in-Aid - Federal	-	-	-
Total Revenue	<u>19,538</u>	<u>19,538</u>	<u>-</u>
Expenditures			
Instruction:			
Regular:			
Salaries and Wages	6,480	6,480	-
Fringe Benefits	1,413	1,413	-
Purchased Services	2,470	2,470	-
Materials and Supplies	1,706	1,706	-
Other	250	250	-
Total Regular	<u>12,319</u>	<u>12,319</u>	<u>-</u>
Total Instruction	<u>12,319</u>	<u>12,319</u>	<u>-</u>
Supporting Services:			
Administration:			
Salaries and Wages	145	145	-
Total Administration	<u>145</u>	<u>145</u>	<u>-</u>
Total Supporting Services	<u>145</u>	<u>145</u>	<u>-</u>
Total Expenditures	<u>12,464</u>	<u>12,464</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>7,074</u>	<u>7,074</u>	<u>-</u>
Other Financing Sources (Uses)			
Pass-Through	(7,219)	(7,219)	-
Total Other Financing Sources (Uses)	<u>(7,219)</u>	<u>(7,219)</u>	<u>-</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(145)</u>	<u>(145)</u>	<u>-</u>
Fund Balance - Beginning of Year	145	145	-
Encumbrances - End of Year	-	866	866
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 866</u>	<u>\$ 866</u>

Chardon Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - Education Management Information Services
 for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Restricted Grants-in-Aid - State	\$ 8,629	\$ 8,629	\$ -
Restricted Grants-in-Aid - Federal	-	-	-
Total Revenue	<u>8,629</u>	<u>8,629</u>	<u>-</u>
Expenditures			
Supporting Services:			
Central:			
Purchased Services	5,000	5,000	-
Materials and Supplies	1,122	939	183
Capital Outlay - New	2,042	1,385	657
Capital Outlay - Repl.	1,390	1,390	-
Total Central	<u>9,554</u>	<u>8,714</u>	<u>840</u>
Total Supporting Services	<u>9,554</u>	<u>8,714</u>	<u>840</u>
Total Expenditures	<u>9,554</u>	<u>8,714</u>	<u>840</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(925)</u>	<u>(85)</u>	<u>840</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(925)</u>	<u>(85)</u>	<u>840</u>
Fund Balance - Beginning of Year	925	925	-
Encumbrances - End of Year	-	533	533
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 1,373</u>	<u>\$ 1,373</u>

Chardon Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - Data Communications Support
 for the Fiscal Year Ended June 30, 1999

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Expenditures			
Supporting Services:			
Instructional Staff:			
Materials and Supplies	\$ 1,219	\$ -	\$ 1,219
Capital Outlay - New	54	54	-
Total Instructional Staff	<u>1,273</u>	<u>54</u>	<u>1,219</u>
Total Supporting Services	<u>1,273</u>	<u>54</u>	<u>1,219</u>
Total Expenditures	<u>1,273</u>	<u>54</u>	<u>1,219</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(1,273)</u>	<u>(54)</u>	<u>1,219</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(1,273)	(54)	1,219
Fund Balance - Beginning of Year	<u>1,273</u>	<u>1,273</u>	<u>-</u>
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 1,219</u>	<u>\$ 1,219</u>

Chardon Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - Textbook/Instructional Materials Subsidy
 for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Restricted Grants-in-Aid - State	\$ 43,470	\$ 43,470	\$ -
Restricted Grants-in-Aid - Federal	-	-	-
Total Revenue	<u>43,470</u>	<u>43,470</u>	<u>-</u>
Expenditures			
Instruction:			
Regular:			
Materials and Supplies	43,470	43,470	-
Total Regular	<u>43,470</u>	<u>43,470</u>	<u>-</u>
Total Instruction	<u>43,470</u>	<u>43,470</u>	<u>-</u>
Total Expenditures	<u>43,470</u>	<u>43,470</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	-	-	-
Fund Balance - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Chardon Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - Title II
 for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Restricted Grants-in-Aid - Federal	\$ 9,528	\$ 9,528	\$ -
Total Revenue	<u>9,528</u>	<u>9,528</u>	<u>-</u>
Expenditures			
Instruction:			
Regular:			
Salaries and Wages	6,688	4,778	1,910
Fringe Benefits	1,162	837	325
Purchased Services	2,906	385	2,521
Materials and Supplies	1,045	581	464
Total Regular	<u>11,801</u>	<u>6,581</u>	<u>5,220</u>
Total Instruction	<u>11,801</u>	<u>6,581</u>	<u>5,220</u>
Total Expenditures	<u>11,801</u>	<u>6,581</u>	<u>5,220</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(2,273)</u>	<u>2,947</u>	<u>5,220</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(2,273)</u>	<u>2,947</u>	<u>5,220</u>
Fund Balance - Beginning of Year	<u>2,273</u>	<u>2,273</u>	<u>-</u>
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 5,220</u>	<u>\$ 5,220</u>

Chardon Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - Title VI-B
 for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Restricted Grants-in-Aid - Federal	\$ 127,664	\$ 127,664	\$ -
Total Revenue	<u>127,664</u>	<u>127,664</u>	<u>-</u>
Expenditures			
Instruction:			
Special:			
Purchased Services	32,384	32,334	50
Materials and Supplies	6,139	5,315	824
Capital Outlay - New	6,487	3,595	2,892
Total Special	<u>45,010</u>	<u>41,244</u>	<u>3,766</u>
Total Instruction	<u>45,010</u>	<u>41,244</u>	<u>3,766</u>
Supporting Services:			
Pupils:			
Salaries and Wages	67,297	67,297	-
Total Pupils	<u>67,297</u>	<u>67,297</u>	<u>-</u>
Total Supporting Services	<u>67,297</u>	<u>67,297</u>	<u>-</u>
Non-Instructional Services:			
Community Services:			
Salaries and Wages	19,150	18,835	315
Fringe Benefits	3,850	3,227	623
Purchased Services	-	-	-
Materials and Supplies	-	-	-
Capital Outlay - New	-	-	-
Capital Outlay - Repl.	-	-	-
Other	-	-	-
Total Community Services	<u>23,000</u>	<u>22,062</u>	<u>938</u>
Total Non-Instructional Services	<u>23,000</u>	<u>22,062</u>	<u>938</u>
Total Expenditures	<u>135,307</u>	<u>130,603</u>	<u>4,704</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(7,643)</u>	<u>(2,939)</u>	<u>4,704</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(7,643)</u>	<u>(2,939)</u>	<u>4,704</u>
Fund Balance - Beginning of Year	<u>7,643</u>	<u>7,643</u>	<u>-</u>
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 4,704</u>	<u>\$ 4,704</u>

Chardon Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - Title I
 for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Restricted Grants-in-Aid - Federal	\$ 189,940	\$ 189,940	\$ -
Total Revenue	<u>189,940</u>	<u>189,940</u>	<u>-</u>
Expenditures			
Instruction:			
Special:			
Salaries and Wages	144,375	129,814	14,561
Fringe Benefits	27,834	24,962	2,872
Purchased Services	1,809	1,125	684
Materials and Supplies	4,392	3,905	487
Total Special	<u>178,410</u>	<u>159,806</u>	<u>18,604</u>
Total Instruction	<u>178,410</u>	<u>159,806</u>	<u>18,604</u>
Supporting Services:			
Instructional Staff:			
Salaries and Wages	11,500	11,500	-
Fringe Benefits	1,952	1,952	-
Purchased Services	1,440	1,440	-
Total Instructional Staff	<u>14,892</u>	<u>14,892</u>	<u>-</u>
Total Supporting Services	<u>14,892</u>	<u>14,892</u>	<u>-</u>
Total Expenditures	<u>193,302</u>	<u>174,698</u>	<u>18,604</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(3,362)</u>	<u>15,242</u>	<u>18,604</u>
Other Financing Sources (Uses)			
Refund of Prior Year Receipts	(213)	(213)	-
Total Other Financing Sources (Uses)	<u>(213)</u>	<u>(213)</u>	<u>-</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(3,575)</u>	<u>15,029</u>	<u>18,604</u>
Fund Balance - Beginning of Year	<u>3,575</u>	<u>3,575</u>	<u>-</u>
Encumbrances - End of Year	<u>-</u>	<u>238</u>	<u>238</u>
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 18,842</u>	<u>\$ 18,842</u>

Chardon Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - Title VI
 for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Restricted Grants-in-Aid - Federal	\$ 17,535	\$ 17,535	\$ -
Total Revenue	<u>17,535</u>	<u>17,535</u>	<u>-</u>
Expenditures			
Instruction:			
Special:			
Salaries and Wages	9,600	7,407	2,193
Fringe Benefits	1,675	1,314	361
Total Special	<u>11,275</u>	<u>8,721</u>	<u>2,554</u>
Total Instruction	<u>11,275</u>	<u>8,721</u>	<u>2,554</u>
Non-Instructional Services:			
Community Services:			
Materials and Supplies	6,260	6,175	85
Total Community Services	<u>6,260</u>	<u>6,175</u>	<u>85</u>
Total Non-Instructional Services	<u>6,260</u>	<u>6,175</u>	<u>85</u>
Total Expenditures	<u>17,535</u>	<u>14,896</u>	<u>2,639</u>
Excess (Deficiency) of Revenues over Expenditures	<u>-</u>	<u>2,639</u>	<u>2,639</u>
Other Financing Sources (Uses)			
Refund of Prior Year Receipts	(3,399)	(3,399)	-
Total Other Financing Sources (Uses)	<u>(3,399)</u>	<u>(3,399)</u>	<u>-</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(3,399)</u>	<u>(760)</u>	<u>2,639</u>
Fund Balance - Beginning of Year	<u>3,399</u>	<u>3,399</u>	<u>-</u>
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 2,639</u>	<u>\$ 2,639</u>

Chardon Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - Drug Free Schools
 for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Restricted Grants-in-Aid - Federal	\$ 10,090	\$ 10,090	\$ -
Total Revenue	<u>10,090</u>	<u>10,090</u>	<u>-</u>
Expenditures			
Instruction:			
Regular:			
Salaries and Wages	1,787	500	1,287
Fringe Benefits	725	148	577
Purchased Services	800	800	-
Materials and Supplies	1,400	1,400	-
Total Regular	<u>4,712</u>	<u>2,848</u>	<u>1,864</u>
Total Instruction	<u>4,712</u>	<u>2,848</u>	<u>1,864</u>
Supporting Services:			
Pupils:			
Purchased Services	5,600	5,600	-
Other	864	864	-
Total Pupils	<u>6,464</u>	<u>6,464</u>	<u>-</u>
Total Supporting Services	<u>6,464</u>	<u>6,464</u>	<u>-</u>
Non-Instructional Services:			
Community Services:			
Purchased Services	900	900	-
Materials and Supplies	2,299	2,299	-
Total Community Services	<u>3,199</u>	<u>3,199</u>	<u>-</u>
Total Non-Instructional Services	<u>3,199</u>	<u>3,199</u>	<u>-</u>
Total Expenditures	<u>14,375</u>	<u>12,511</u>	<u>1,864</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(4,285)</u>	<u>(2,421)</u>	<u>1,864</u>
Other Financing Sources (Uses)			
Refund of Prior Year Receipts	(8)	(8)	-
Total Other Financing Sources (Uses)	<u>(8)</u>	<u>(8)</u>	<u>-</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(4,293)</u>	<u>(2,429)</u>	<u>1,864</u>
Fund Balance - Beginning of Year	4,293	4,293	-
Encumbrances - End of Year	-	700	700
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 2,564</u>	<u>\$ 2,564</u>

Chardon Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - Other Miscellaneous Federal
 for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Restricted Grants-in-Aid - Federal	\$ 24,720	\$ 24,720	\$ -
Total Revenue	<u>24,720</u>	<u>24,720</u>	<u>-</u>
Expenditures			
Instruction:			
Regular:			
Purchased Services	10,000	8,458	1,542
Total Regular	<u>10,000</u>	<u>8,458</u>	<u>1,542</u>
Special:			
Salaries and Wages	482	-	482
Fringe Benefits	84	9	75
Purchased Services	730	730	-
Materials and Supplies	3,484	3,188	296
Total Special	<u>4,780</u>	<u>3,927</u>	<u>853</u>
Total Instruction	<u>14,780</u>	<u>12,385</u>	<u>2,395</u>
Supporting Services:			
Pupils:			
Purchased Services	4,650	4,650	-
Total Pupils	<u>4,650</u>	<u>4,650</u>	<u>-</u>
Instructional Staff:			
Purchased Services	188	188	-
Materials and Supplies	542	36	506
Capital Outlay - New	14,720	13,290	1,430
Total Instructional Staff	<u>15,450</u>	<u>13,514</u>	<u>1,936</u>
Pupil Transportation:			
Purchased Services	770	80	690
Total Transportation	<u>770</u>	<u>80</u>	<u>690</u>
Total Supporting Services	<u>20,870</u>	<u>18,244</u>	<u>2,626</u>
Total Expenditures	<u>35,650</u>	<u>30,629</u>	<u>5,021</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(10,930)</u>	<u>(5,909)</u>	<u>5,021</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(10,930)</u>	<u>(5,909)</u>	<u>5,021</u>
Fund Balance - Beginning of Year	10,930	10,930	-
Encumbrances - End of Year	<u>-</u>	<u>8,967</u>	<u>8,967</u>
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 13,988</u>	<u>\$ 13,988</u>

Chardon Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - All Special Revenue Funds
 for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Earnings on Investments	\$ 12,657	\$ 12,657	\$ -
Extracurricular Activities	179,411	179,800	389
Classroom Materials & Fees	5,661	5,661	-
Miscellaneous	69,981	71,071	1,090
Restricted Grants-in-Aid - State	770,784	770,784	-
Restricted Grants-in-Aid - Federal	379,477	379,477	-
Total Revenue	<u>1,417,971</u>	<u>1,419,450</u>	<u>1,479</u>
Expenditures			
Instruction:			
<i>Regular:</i>			
Salaries and Wages	14,955	11,758	3,197
Fringe Benefits	3,300	2,398	902
Purchased Services	16,504	12,113	4,391
Materials and Supplies	52,045	49,519	2,526
Capital Outlay - New	3,899	3,899	-
Other	250	250	-
Total Regular	<u>90,953</u>	<u>79,937</u>	<u>11,016</u>
<i>Special:</i>			
Salaries and Wages	154,457	137,221	17,236
Fringe Benefits	29,593	26,285	3,308
Purchased Services	34,923	34,189	734
Materials and Supplies	14,015	12,408	1,607
Capital Outlay - New	6,487	3,595	2,892
Total Special	<u>239,475</u>	<u>213,698</u>	<u>25,777</u>
Total Instruction	<u>330,428</u>	<u>293,635</u>	<u>36,793</u>
Supporting Services:			
<i>Pupils:</i>			
Salaries and Wages	67,297	67,297	-
Purchased Services	24,534	15,172	9,362
Materials and Supplies	27,879	16,318	11,561
Capital Outlay - New	6,409	4,824	1,585
Capital Outlay - Repl.	1,172	755	417
Other	58,605	38,244	20,361
Total Pupils	<u>185,896</u>	<u>142,610</u>	<u>43,286</u>
<i>Instructional Staff:</i>			
Salaries and Wages	11,500	11,500	-
Fringe Benefits	1,952	1,952	-
Purchased Services	1,631	1,628	3
Materials and Supplies	3,746	2,021	1,725
Capital Outlay - New	15,524	14,094	1,430
Total Instructional Staff	<u>34,353</u>	<u>31,195</u>	<u>3,158</u>
<i>Administration:</i>			
Salaries and Wages	145	145	-
Total Administration	<u>145</u>	<u>145</u>	<u>-</u>
<i>Pupil Transportation:</i>			
Purchased Services	770	80	690
Total Transportation	<u>770</u>	<u>80</u>	<u>690</u>

Chardon Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - All Special Revenue Funds
 for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Central:			
Purchased Services	5,000	5,000	-
Materials and Supplies	1,122	939	183
Capital Outlay - New	2,042	1,385	657
Capital Outlay - Repl.	1,390	1,390	-
Total Central	<u>9,554</u>	<u>8,714</u>	<u>840</u>
Total Supporting Services	<u>230,718</u>	<u>182,744</u>	<u>47,974</u>
Non-Instructional Services:			
Community Services:			
Salaries and Wages	122,626	117,201	5,425
Fringe Benefits	28,463	26,026	2,437
Purchased Services	225,172	223,613	1,559
Materials and Supplies	461,679	461,590	89
Capital Outlay - New	34,835	34,582	253
Capital Outlay - Repl.	8,132	7,072	1,060
Other	27,966	27,966	-
Total Community Services	<u>908,873</u>	<u>898,050</u>	<u>10,823</u>
Total Non-Instructional Services	<u>908,873</u>	<u>898,050</u>	<u>10,823</u>
Extracurricular Activities:			
Academic & Subject Oriented			
Purchased Services	38,165	32,897	5,268
Materials and Supplies	26,801	18,400	8,401
Capital Outlay - New	2,375	1,562	813
Capital Outlay - Repl.	2,532	1,591	941
Other	23,407	21,371	2,036
Total Academic & Subject Oriented	<u>93,280</u>	<u>75,821</u>	<u>17,459</u>
Sports Oriented			
Salaries and Wages	8,912	3,841	5,071
Fringe Benefits	573	573	-
Purchased Services	81,800	60,436	21,364
Materials and Supplies	57,770	52,387	5,383
Capital Outlay - New	21,752	16,519	5,233
Capital Outlay - Repl.	13,365	8,073	5,292
Other	8,145	6,021	2,124
Total Sports Oriented	<u>192,317</u>	<u>147,850</u>	<u>44,467</u>
Co-Curricular Activities			
Materials and Supplies	7,589	3,071	4,518
Other	4,116	758	3,358
Total Co-Curricular Activities	<u>11,705</u>	<u>3,829</u>	<u>7,876</u>
Total Extracurricular Activities	<u>297,302</u>	<u>227,500</u>	<u>69,802</u>
Total Expenditures	<u>1,767,321</u>	<u>1,601,929</u>	<u>165,392</u>

Chardon Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - All Special Revenue Funds
 for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Excess (Deficiency) of Revenues over Expenditures	(349,350)	(182,479)	166,871
Other Financing Sources (Uses)			
Operating Transfers-In	33,000	33,000	-
Pass-Through	(7,219)	(7,219)	-
Refund of Prior Year Receipts	(5,814)	(3,632)	2,182
Total Other Financing Sources (Uses)	19,967	22,149	2,182
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(329,383)	(160,330)	169,053
Fund Balance - Beginning of Year	329,383	329,383	-
Encumbrances - End of Year	-	254,029	254,029
Fund Balance - End of Year	\$ -	\$ 423,082	\$ 423,082

Debt Service Fund

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

Chardon Local School District
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - Debt Service Fund
 for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Taxes	\$ 15,321	\$ 15,321	\$ -
Total Revenue	<u>15,321</u>	<u>15,321</u>	<u>-</u>
Expenditures			
Debt Service:			
Principal	15,000	15,000	-
Interest	<u>622</u>	<u>622</u>	<u>-</u>
Total Debt Service	<u>15,622</u>	<u>15,622</u>	<u>-</u>
Total Expenditures	<u>15,622</u>	<u>15,622</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(301)</u>	<u>(301)</u>	<u>-</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(301)</u>	<u>(301)</u>	<u>-</u>
Fund Balance - Beginning of Year	<u>301</u>	<u>301</u>	<u>-</u>
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Capital Project Funds

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

The SchoolNet Fund accounts for monies received from the State of Ohio for wiring of classrooms, computer workstations and related technologies.

The Power Up Fund accounts for monies received from the State of Ohio for costs associated with electrical upgrades to classrooms to allow for specific levels of computer technology.

Chardon Local School District

Combining Balance Sheet

All Capital Project Funds

June 30, 1999

	<u>SchoolNet</u>	<u>Power Up</u>	<u>Totals</u>
Assets and Other Debits			
Assets:			
Equity in Pooled Cash and Cash Equivalents	\$ 226,750	\$ 85,041	\$ 311,791
Total Assets and Other Debits	<u>\$ 226,750</u>	<u>\$ 85,041</u>	<u>\$ 311,791</u>
Liabilities and Fund Equity			
Fund Equity			
Fund Balances:			
Unreserved: Undesignated (deficit)	226,750	85,041	311,791
Total Fund Equity	<u>226,750</u>	<u>85,041</u>	<u>311,791</u>
Total Liabilities and Fund Equity	<u>\$ 226,750</u>	<u>\$ 85,041</u>	<u>\$ 311,791</u>

Chardon Local School District
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
All Capital Project Funds
For the Fiscal Year Ended June 30, 1999

	<u>SchoolNet</u>	<u>Power Up</u>	<u>Totals</u>
Revenues			
Earnings on Investments	\$ 9,560	\$ -	\$ 9,560
Restricted Grants-in-Aid - State	89,620	87,280	176,900
Total Revenue	<u>99,180</u>	<u>87,280</u>	<u>186,460</u>
Expenditures			
Instruction:			
Regular	87	-	87
Support Services:			
Instructional Staff	43,342	2,239	45,581
Total Expenditures	<u>43,429</u>	<u>2,239</u>	<u>45,668</u>
Excess (deficiency) of Revenues over Expenditures	<u>55,751</u>	<u>85,041</u>	<u>140,792</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	55,751	85,041	140,792
Fund Balance (deficit) - Beginning of Year	<u>170,999</u>	<u>-</u>	<u>170,999</u>
Fund Balance (deficit) - End of Year	<u>\$ 226,750</u>	<u>\$ 85,041</u>	<u>\$ 311,791</u>

Chardon Local School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Budget Basis) - SchoolNet
 for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Earnings on Investments	\$ 9,390	\$ 9,390	\$ -
Restricted Grants-in-Aid - State	89,620	89,620	-
Total Revenue	<u>99,010</u>	<u>99,010</u>	<u>-</u>
Expenditures			
Instruction:			
Regular:			
Salaries and Wages	65	65	-
Fringe Benefits	22	22	-
Total Regular	<u>87</u>	<u>87</u>	<u>-</u>
Total Instruction	<u>87</u>	<u>87</u>	<u>-</u>
Instructional Staff:			
Purchased Services	-	(8)	8
Materials and Supplies	9,802	9,802	-
Capital Outlay - New	259,354	33,548	225,806
Total Instructional Staff	<u>269,156</u>	<u>43,342</u>	<u>225,814</u>
Total Supporting Services	<u>269,156</u>	<u>43,342</u>	<u>225,814</u>
Total Expenditures	<u>269,243</u>	<u>43,429</u>	<u>225,814</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(170,233)</u>	<u>55,581</u>	<u>225,814</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(170,233)</u>	<u>55,581</u>	<u>225,814</u>
Fund Balance - Beginning of Year	<u>170,233</u>	<u>170,233</u>	<u>-</u>
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 225,814</u>	<u>\$ 225,814</u>

Chardon Local School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - Power Up
for the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Restricted Grants-in-Aid - State	\$ 87,280	\$ 87,280	\$ -
Total Revenue	<u>87,280</u>	<u>87,280</u>	<u>-</u>
Expenditures			
Instructional Staff:			
Purchased Services	87,280	2,239	85,041
Total Instructional Staff	<u>87,280</u>	<u>2,239</u>	<u>85,041</u>
Total Supporting Services	<u>87,280</u>	<u>2,239</u>	<u>85,041</u>
Total Expenditures	<u>87,280</u>	<u>2,239</u>	<u>85,041</u>
Excess (Deficiency) of Revenues over Expenditures	<u>-</u>	<u>85,041</u>	<u>85,041</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	-	85,041	85,041
Fund Balance - Beginning of Year	-	-	-
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 85,041</u>	<u>\$ 85,041</u>

Chardon Local School District
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - Total Capital Project Funds
for the Fiscal Year Ended June 30, 1999

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Earnings on Investments	\$ 9,390	\$ 9,390	\$ -
Restricted Grants-in-Aid - State	176,900	176,900	-
Total Revenue	<u>186,290</u>	<u>186,290</u>	<u>-</u>
Expenditures			
Instruction:			
Regular:			
Salaries and Wages	65	65	-
Fringe Benefits	22	22	-
Total Regular	<u>87</u>	<u>87</u>	<u>-</u>
Total Instruction	<u>87</u>	<u>87</u>	<u>-</u>
Supporting Services:			
Instructional Staff:			
Purchased Services	87,280	2,231	85,049
Materials and Supplies	9,802	9,802	-
Capital Outlay - New	259,354	33,548	225,806
Total Instructional Staff	<u>356,436</u>	<u>45,581</u>	<u>310,855</u>
Total Supporting Services	<u>356,436</u>	<u>45,581</u>	<u>310,855</u>
Total Expenditures	<u>356,523</u>	<u>45,668</u>	<u>310,855</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(170,233)</u>	<u>140,622</u>	<u>310,855</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(170,233)</u>	<u>140,622</u>	<u>310,855</u>
Fund Balance - Beginning of Year	<u>170,233</u>	<u>170,233</u>	<u>-</u>
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 310,855</u>	<u>\$ 310,855</u>

Enterprise Funds

Enterprise funds are financed and operated in a manner similar to private business enterprises where the intent of the District is that the costs (expenses, including depreciation) of providing goods and services be financed or recovered primarily through the user's charges, or where the District has decided that the periodic determination of revenues earned, expenses incurred and/or net income is appropriate for management control and accountability.

The Food Service Fund accounts for the operation of lunchroom service which provides hot lunches for all six of the District's classroom buildings.

The Uniform School Supplies Fund accounts for the purchase and sale of uniform school supplies to students.

The Summer School Fund accounts for the operation of the summer school program.

The Adult/Community Education Fund accounts for the operation of the Adult/Community education program.

Chardon Local School District

Combining Balance Sheet

All Enterprise Funds

June 30, 1999

	<u>Food Service</u>	<u>Uniform School Supplies</u>	<u>Summer School</u>	<u>Adult Community Education</u>	<u>Totals</u>
Assets and Other Debits					
Assets:					
Equity in Pooled Cash and Cash Equivalents	\$ 1,376	\$ 166	\$ 27,892	\$ 689	\$ 30,123
Receivables:					
Intergovernmental	13,843	-	-	-	13,843
Accounts	1,817	-	-	-	1,817
Materials and Supplies	5,911	-	-	-	5,911
Restricted Assets - Fixed Assets (net, where applicable of accumulated depreciation)	16,019	-	-	-	16,019
Total Assets and Other Debits	\$ 38,966	\$ 166	\$ 27,892	\$ 689	\$ 67,713
Liabilities and Fund Equity					
Liabilities:					
Accounts Payable	\$ -	\$ -	\$ -	\$ 776	\$ 776
Accrued Wages & Benefits	14,431	-	7,560	-	21,991
Interfund Loans Payable	16,000	7,000	-	-	23,000
Due to Other Governments	20,993	4	1,380	1,437	23,814
Compensated Absences Payable	20,989	-	-	-	20,989
Total Liabilities	72,413	7,004	8,940	2,213	90,570
Fund Equity					
Retained Earnings (deficit)	(33,447)	(6,838)	18,952	(1,524)	(22,857)
Total Fund Equity	(33,447)	(6,838)	18,952	(1,524)	(22,857)
Total Liabilities and Fund Equity	\$ 38,966	\$ 166	\$ 27,892	\$ 689	\$ 67,713

Chardon Local School District
Combined Statement of Revenues, Expenses
and Changes in Retained Earnings
All Enterprise Funds
For the Fiscal Year Ended June 30, 1999

	Food Service	Uniform School Supplies	Summer School	Adult Community Education	Totals
Operating Revenues					
Tuition	\$ -	\$ -	\$ 29,951	\$ 36,113	\$ 66,064
Food Service	513,164	-	-	-	513,164
Classroom Materials & Fees	-	21,590	-	-	21,590
Total Operating Revenues	<u>513,164</u>	<u>21,590</u>	<u>29,951</u>	<u>36,113</u>	<u>600,818</u>
Operating Expenses					
Salaries and Wages	250,331	240	22,886	16,842	290,099
Fringe Benefits	99,650	37	3,753	4,021	107,461
Purchased Services	1,325	-	-	23,938	25,263
Supplies and Materials	320,094	24,568	-	134	344,796
Depreciation	4,733	-	-	-	4,733
Other	-	-	-	971	971
Total Operating Expenses	<u>676,133</u>	<u>24,845</u>	<u>26,639</u>	<u>45,706</u>	<u>773,323</u>
Operating Income/(Loss)	<u>(162,969)</u>	<u>(3,255)</u>	<u>3,312</u>	<u>(9,593)</u>	<u>(172,505)</u>
Non-Operating Revenues					
Miscellaneous	9,944	-	-	-	9,944
Federally Donated Commodities	37,488	-	-	-	37,488
Unrestricted Grants-in-Aid - State	3,755	-	-	-	3,755
Unrestricted Grants-in-Aid - Federal	80,706	-	-	-	80,706
Refund of Prior Year Expense	-	76	-	-	76
Total Non-Operating Revenues	<u>131,893</u>	<u>76</u>	<u>-</u>	<u>-</u>	<u>131,969</u>
Net Income (Loss) Before Operating Transfers	<u>(31,076)</u>	<u>(3,179)</u>	<u>3,312</u>	<u>(9,593)</u>	<u>(40,536)</u>
Other Financing Sources/(Uses) Operating Transfers-In	<u>20,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>20,000</u>
Net Income/(Loss)	<u>(11,076)</u>	<u>(3,179)</u>	<u>3,312</u>	<u>(9,593)</u>	<u>(20,536)</u>
Retained Earnings/(Deficit) - July 1	<u>(22,371)</u>	<u>(3,659)</u>	<u>15,640</u>	<u>8,069</u>	<u>(2,321)</u>
Retained Earnings/(Deficit) - June 30	<u>\$ (33,447)</u>	<u>\$ (6,838)</u>	<u>\$ 18,952</u>	<u>\$ (1,524)</u>	<u>\$ (22,857)</u>

Chardon Local School District
Combining Statement of Cash Flows
All Enterprise Funds
for the Fiscal Year Ended June 30, 1999

	Food Service	Uniform School Supplies	Summer School	Adult Community Education	Totals
Increase (Decrease) in Cash and Cash Equivalents					
Cash Flows from Operating Activities:					
Cash Received from Tuition and Fees	\$ -	\$ 21,723	\$ 30,421	\$ 36,113	\$ 88,257
Cash Received from Sales	513,301	-	-	-	513,301
Cash Payments for Personal Services	(322,815)	(274)	(17,899)	(19,475)	(360,263)
Cash Payments for Contracted Services	(1,325)	-	-	(23,170)	(24,495)
Cash Payments for Supplies & Materials	(281,737)	(24,568)	-	(134)	(306,439)
Cash Payments for Other Expenses	-	-	-	(963)	(963)
Net Cash Provided by (used for) Operating Activities	(92,576)	(3,119)	12,722	(7,629)	(90,602)
Cash Flows from Non-Capital Financing Activities:					
Cash Received from Grants	84,397	-	-	-	84,397
Other Revenue	9,660	76	-	-	9,736
Cash Received - Interfund Loans	16,000	7,000	-	-	23,000
Cash Received - Transfers	20,000	-	-	-	20,000
Cash Payment - Interfund Loans	(35,500)	(4,000)	-	-	(39,500)
Net Cash Provided by Non-Capital Financing Activities	94,557	3,076	-	-	97,633
Cash Flows from Capital and Related Financing Activities:					
Acquisition of Fixed Assets	(1,319)	-	-	-	(1,319)
Net Cash used for Capital and Related Financing Activities	(1,319)	-	-	-	(1,319)
Net Increase (Decrease) in Cash and Cash Equivalents	662	(43)	12,722	(7,629)	5,712
Cash and Cash Equivalents - July 1	714	209	15,170	8,318	24,411
Cash and Cash Equivalents - June 30	\$ 1,376	\$ 166	\$ 27,892	\$ 689	\$ 30,123
Reconciliation of Operating (Loss) to Net Cash (Used for) Operating Activities					
Operating (Loss)	(162,969)	(3,255)	3,312	(9,593)	(172,505)
Adjustments to Reconcile Operating Loss to Net Cash (Used for) Operating Activities:					
Depreciation	4,733	-	-	-	4,733
Donated Commodities Used	37,488	-	-	-	37,488
Changes in Operating Assets and Liabilities:					
Decrease (Increase) in Receivables	137	133	470	-	740
Decrease (Increase) in Materials & Supplies Inventory	869	-	-	-	869
Increase (Decrease) in Accounts Payable	-	-	-	776	776
Increase (Decrease) in Accrued Wages & Benefits	6,512	-	7,560	-	14,072
Increase (Decrease) in Due to Other Governments	18,050	3	1,380	1,188	20,621
Increase (Decrease) in Compensated Absences	2,604	-	-	-	2,604
Total Adjustments	70,393	136	9,410	1,964	81,903
Net Cash (Used for) Operating Activities	\$ (92,576)	\$ (3,119)	\$ 12,722	\$ (7,629)	\$ (90,602)

Chardon Local School District

Combined Statement of Revenues, Expenses and Changes in Fund Equity
Budget and Actual (Budget Basis) - Food Service
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operating Revenues			
Food Service	\$ 512,111	\$ 513,302	\$ 1,191
Total Operating Revenues	<u>512,111</u>	<u>513,302</u>	<u>1,191</u>
Operating Expenses			
Salaries and Wages	241,223	241,215	8
Fringe Benefits	81,635	81,600	35
Purchased Services	1,400	1,325	75
Supplies and Materials	281,804	281,737	67
Capital Outlay - New & Repl.	1,319	1,319	-
Total Operating Expenses	<u>607,381</u>	<u>607,196</u>	<u>185</u>
Excess (Deficiency) of Revenues Over (Under) Expenses	<u>(95,270)</u>	<u>(93,894)</u>	<u>1,376</u>
Non-Operating Revenues			
Miscellaneous	9,660	9,660	-
Unrestricted Grants-in-Aid - State	3,554	3,554	-
Unrestricted Grants-in-Aid - Federal	80,842	80,842	-
Refund of Prior Year Expense	-	-	-
Total Non-Operating Revenues	<u>94,056</u>	<u>94,056</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenses before Operating Transfers and Advances	(1,214)	162	1,376
Other Financing Sources/(Uses)			
Operating Transfers-In	20,000	20,000	-
Advances-In	16,000	16,000	-
Advances-Out	<u>(35,500)</u>	<u>(35,500)</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenses, Operating Transfers and Advances	(714)	662	1,376
Fund Equity - Beginning of Year	<u>714</u>	<u>714</u>	<u>-</u>
Fund Equity - End of Year	<u>\$ -</u>	<u>\$ 1,376</u>	<u>\$ 1,376</u>

Chardon Local School District
Combined Statement of Revenues, Expenses and Changes in Fund Equity
Budget and Actual (Budget Basis) - Uniform School Supply
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operating Revenues			
Classroom Materials & Fees	\$ 21,646	\$ 21,723	\$ 77
Total Operating Revenues	<u>21,646</u>	<u>21,723</u>	<u>77</u>
Operating Expenses			
Salaries and Wages	240	240	-
Fringe Benefits	40	34	6
Supplies and Materials	24,650	24,568	82
Total Operating Expenses	<u>24,930</u>	<u>24,842</u>	<u>88</u>
Excess (Deficiency) of Revenues Over (Under) Expenses	<u>(3,284)</u>	<u>(3,119)</u>	<u>165</u>
Non-Operating Revenues			
Refund of Prior Year Expense	76	76	-
Total Non-Operating Revenues	<u>76</u>	<u>76</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenses before Operating Transfers and Advances	<u>(3,208)</u>	<u>(3,043)</u>	<u>165</u>
Other Financing Sources/(Uses)			
Advances-In	7,000	7,000	-
Advances-Out	<u>(4,000)</u>	<u>(4,000)</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenses, Operating Transfers and Advances	<u>(208)</u>	<u>(43)</u>	<u>165</u>
Fund Equity - Beginning of Year	<u>208</u>	<u>208</u>	<u>-</u>
Fund Equity - End of Year	<u>\$ -</u>	<u>\$ -165</u>	<u>\$ 165</u>

Chardon Local School District
Combined Statement of Revenues, Expenses and Changes in Fund Equity
Budget and Actual (Budget Basis) - Summer School
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operating Revenues			
Tuition	\$ 29,916	\$ 30,421	\$ 505
Total Operating Revenues	<u>29,916</u>	<u>30,421</u>	<u>505</u>
Operating Expenses			
Salaries and Wages	20,000	15,326	4,674
Fringe Benefits	3,600	2,373	1,227
Purchased Services	2,000	-	2,000
Supplies and Materials	1,400	-	1,400
Other	170	-	170
Total Operating Expenses	<u>27,170</u>	<u>17,699</u>	<u>9,471</u>
Excess (Deficiency) of Revenues Over (Under) Expenses	<u>2,746</u>	<u>12,722</u>	<u>9,976</u>
Excess (Deficiency) of Revenues Over (Under) Expenses before Operating Transfers and Advances	2,746	12,722	9,976
Excess (Deficiency) of Revenues Over (Under) Expenses, Operating Transfers and Advances	2,746	12,722	9,976
Fund Equity - Beginning of Year	<u>15,170</u>	<u>15,170</u>	
Fund Equity - End of Year	<u>\$ 17,916</u>	<u>\$ 27,892</u>	<u>\$ 9,976</u>

Chardon Local School District

Combined Statement of Revenues, Expenses and Changes in Fund Equity
Budget and Actual (Budget Basis) - Adult Community Education
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operating Revenues			
Tuition	\$ 36,113	\$ 36,113	\$ -
Total Operating Revenues	<u>36,113</u>	<u>36,113</u>	<u>-</u>
Operating Expenses			
Salaries and Wages	16,710	16,642	68
Fringe Benefits	2,835	2,833	2
Purchased Services	23,438	23,170	268
Supplies and Materials	135	133	2
Other	1,313	963	350
Total Operating Expenses	<u>44,431</u>	<u>43,741</u>	<u>690</u>
Excess (Deficiency) of Revenues Over (Under) Expenses	<u>(8,318)</u>	<u>(7,628)</u>	<u>690</u>
Excess (Deficiency) of Revenues Over (Under) Expenses before Operating Transfers and Advances	(8,318)	(7,628)	690
Excess (Deficiency) of Revenues Over (Under) Expenses, Operating Transfers and Advances	(8,318)	(7,628)	690
Fund Equity - Beginning of Year	<u>8,318</u>	<u>8,318</u>	<u>-</u>
Fund Equity - End of Year	<u>\$ -</u>	<u>\$ 690</u>	<u>\$ 690</u>

Chardon Local School District

Combined Statement of Revenues, Expenses and Changes in Fund Equity
Budget and Actual (Budget Basis) - Total Enterprise Funds
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operating Revenues			
Tuition	\$ 66,029	\$ 66,534	\$ 505
Food Service	512,111	513,302	1,191
Classroom Materials & Fees	21,646	21,723	77
Total Operating Revenues	<u>599,786</u>	<u>601,559</u>	<u>1,773</u>
Operating Expenses			
Salaries and Wages	278,173	273,423	4,750
Fringe Benefits	88,110	86,840	1,270
Purchased Services	26,838	24,495	2,343
Supplies and Materials	307,989	306,438	1,551
Capital Outlay - New & Repl.	1,319	1,319	-
Other	1,483	963	520
Total Operating Expenses	<u>703,912</u>	<u>693,478</u>	<u>10,434</u>
Excess (Deficiency) of Revenues Over (Under) Expenses	<u>(104,126)</u>	<u>(91,919)</u>	<u>12,207</u>
Non-Operating Revenues			
Miscellaneous	9,660	9,660	-
Unrestricted Grants-in-Aid - State	3,554	3,554	-
Unrestricted Grants-in-Aid - Federal	80,842	80,842	-
Refund of Prior Year Expense	76	76	-
Total Non-Operating Revenues	<u>94,132</u>	<u>94,132</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenses before Operating Transfers and Advances	<u>(9,994)</u>	<u>2,213</u>	<u>12,207</u>
Other Financing Sources/(Uses)			
Operating Transfers-In	20,000	20,000	-
Advances-In	23,000	23,000	-
Advances-Out	<u>(39,500)</u>	<u>(39,500)</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenses, Operating Transfers and Advances	<u>(6,494)</u>	<u>5,713</u>	<u>12,207</u>
Fund Equity - Beginning of Year	<u>24,410</u>	<u>24,410</u>	<u>-</u>
Fund Equity - End of Year	<u>\$ 17,916</u>	<u>\$ 30,123</u>	<u>\$ 12,207</u>

Internal Service Funds

Internal service funds account for the financing of goods and/or services provided by one fund of the District to other funds of the District on a cost-reimbursement basis. Charges are intended to recoup the total costs of such services.

The Rotary Fund accounts for minor receipts and expenses of a rotary nature. Transactions within this fund occur when the Board of Education collects specific fees for specific purposes (eg. high school parking fee) and expends the amount collected for the specific purpose.

The Self-Insurance Fund accounts for the transactions of the District's self-funded medical, dental and prescription drug benefits programs.

Chardon Local School District
 Combining Balance Sheet
 All Internal Service Funds
 June 30, 1999

	Rotary	Self- Insurance	Totals
Assets and Other Debits			
Assets:			
Equity in Pooled Cash and Cash Equivalents	\$ 1,340	\$ 268,531	\$ 269,871
Cash in Segregated Accounts	-	50,000	50,000
Due from Other Funds	-	210,875	210,875
	\$ 1,340	\$ 529,406	\$ 530,746
Liabilities and Fund Equity			
Liabilities:			
Accounts Payable	\$ -	\$ 289,998	\$ 289,998
Claims Liabilities	-	239,408	239,408
Total Liabilities	-	529,406	529,406
Fund Equity			
Retained Earnings (deficit)	1,340	-	1,340
Total Fund Equity	1,340	-	1,340
Total Liabilities and Fund Equity	\$ 1,340	\$ 529,406	\$ 530,746

Chardon Local School District
Combined Statement of Revenues, Expenses
and Changes in Retained Earnings
All Internal Service Funds
For the Fiscal Year Ended June 30, 1999

	<u>Rotary</u>	<u>Self- Insurance</u>	<u>Totals</u>
Operating Revenues			
Extracurricular Activities	\$ 8,936	\$ -	\$ 8,936
Classroom Materials & Fees	10,310	-	10,310
Miscellaneous	-	1,572,644	1,572,644
Total Operating Revenues	<u>19,246</u>	<u>1,572,644</u>	<u>1,591,890</u>
Operating Expenses			
Purchased Services	10,080	-	10,080
Supplies and Materials	10,621	-	10,621
Other	-	1,699,326	1,699,326
Total Operating Expenses	<u>20,701</u>	<u>1,699,326</u>	<u>1,720,027</u>
Operating Income/(Loss)	<u>(1,455)</u>	<u>(126,682)</u>	<u>(128,137)</u>
Non-Operating Revenues			
Miscellaneous	-	-	-
Federally Donated Commodities	-	-	-
Unrestricted Grants-in-Aid - State	-	-	-
Unrestricted Grants-in-Aid - Federal	-	-	-
Refund of Prior Year Expense	-	3,215	3,215
Total Non-Operating Revenues	<u>-</u>	<u>3,215</u>	<u>3,215</u>
Net Income (Loss) Before Operating Transfers	<u>(1,455)</u>	<u>(123,467)</u>	<u>(124,922)</u>
Net Income/(Loss)	<u>(1,455)</u>	<u>(123,467)</u>	<u>(124,922)</u>
Retained Earnings/(Deficit) - July 1	<u>2,795</u>	<u>123,467</u>	<u>126,262</u>
Retained Earnings/(Deficit) - June 30	<u>\$ 1,340</u>	<u>\$ -</u>	<u>\$ 1,340</u>

Chardon Local School District
 Combining Statement of Cash Flows
 All Internal Service Funds
 for the Fiscal Year Ended June 30, 1999

	<u>Rotary</u>	<u>Self-Insurance</u>	<u>Totals</u>
Increase (Decrease) in Cash and Cash Equivalents			
Cash Flows from Operating Activities:			
Cash Received from Tuition and Fees	\$ 19,246	\$ -	\$ 19,246
Cash Received from Other Operations		1,411,770	1,411,770
Cash Payments for Contracted Services	(10,080)	-	(10,080)
Cash Payments for Supplies & Materials	(10,621)	-	(10,621)
Cash Payments for Other Expenses	-	(1,502,384)	(1,502,384)
Net Cash Provided by (used for) Operating Activities	<u>(1,455)</u>	<u>(90,614)</u>	<u>(92,069)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(1,455)	(90,614)	(92,069)
Cash and Cash Equivalents - July 1	<u>2,795</u>	<u>405,930</u>	<u>408,725</u>
Cash and Cash Equivalents - June 30	<u>\$ 1,340</u>	<u>\$ 315,316</u>	<u>\$ 316,656</u>
Reconciliation of Operating (Loss) to Net Cash (Used for) Operating Activities			
Operating (Loss)	<u>\$ (1,455)</u>	<u>\$ (126,682)</u>	<u>\$ (128,137)</u>
Adjustments to Reconcile Operating Loss to Net Cash (Used for) Operating Activities:			
Decrease (Increase) in Due from Other Funds	-	(160,874)	(160,874)
Increase (Decrease) in Accounts Payable	-	155,220	155,220
Increase (Decrease) in Claims Liabilities	-	41,722	41,722
Total Adjustments	<u>-</u>	<u>36,068</u>	<u>36,068</u>
Net Cash (Used for) Operating Activities	<u>\$ (1,455)</u>	<u>\$ (90,614)</u>	<u>\$ (92,069)</u>

Chardon Local School District
Combined Statement of Revenues, Expenses and Changes in Fund Equity
Budget and Actual (Budget Basis) - Rotary
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operating Revenues			
Extracurricular Activities	\$ 8,819	\$ 8,936	\$ 117
Classroom Materials & Fees	10,310	10,310	-
Total Operating Revenues	<u>19,129</u>	<u>19,246</u>	<u>117</u>
Operating Expenses			
Purchased Services	11,258	10,080	1,178
Supplies and Materials	10,665	10,621	44
Total Operating Expenses	<u>21,923</u>	<u>20,701</u>	<u>1,222</u>
Excess (Deficiency) of Revenues Over (Under) Expenses	<u>(2,794)</u>	<u>(1,455)</u>	<u>1,339</u>
Excess (Deficiency) of Revenues Over (Under) Expenses before Operating Transfers and Advances	<u>(2,794)</u>	<u>(1,455)</u>	<u>1,339</u>
Excess (Deficiency) of Revenues Over (Under) Expenses, Operating Transfers and Advances	<u>(2,794)</u>	<u>(1,455)</u>	<u>1,339</u>
Fund Equity - Beginning of Year	<u>2,794</u>	<u>2,794</u>	<u>-</u>
Fund Equity - End of Year	<u>\$ -</u>	<u>\$ 1,339</u>	<u>\$ 1,339</u>

Chardon Local School District

Combined Statement of Revenues, Expenses and Changes in Fund Equity
Budget and Actual (Budget Basis) - Self-Insurance
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operating Revenues			
Miscellaneous	\$ 1,411,351	\$ 1,411,770	\$ 419
Total Operating Revenues	<u>1,411,351</u>	<u>1,411,770</u>	<u>419</u>
Operating Expenses			
Purchased Services	10,000	10,000	-
Other	1,760,496	1,502,384	258,112
Total Operating Expenses	<u>1,770,496</u>	<u>1,512,384</u>	<u>258,112</u>
Excess (Deficiency) of Revenues Over (Under) Expenses	<u>(359,145)</u>	<u>(100,614)</u>	<u>258,531</u>
Non-Operating Revenues			
Refund of Prior Year Expense	3,215	3,215	-
Total Non-Operating Revenues	<u>3,215</u>	<u>3,215</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenses before Operating Transfers and Advances	<u>(355,930)</u>	<u>(97,399)</u>	<u>258,531</u>
Excess (Deficiency) of Revenues Over (Under) Expenses, Operating Transfers and Advances	<u>(355,930)</u>	<u>(97,399)</u>	<u>258,531</u>
Fund Equity - Beginning of Year	355,930	355,930	-
Encumbrances - End of Year	<u>-</u>	<u>10,000</u>	<u>10,000</u>
Fund Equity - End of Year	<u>\$ -</u>	<u>\$ 268,531</u>	<u>\$ 268,531</u>

Chardon Local School District
Combined Statement of Revenues, Expenses and Changes in Fund Equity
Budget and Actual (Budget Basis) - Total Internal Service Funds
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operating Revenues			
Extracurricular Activities	\$ 8,819	\$ 8,936	\$ 117
Classroom Materials & Fees	10,310	10,310	-
Miscellaneous	1,411,351	1,411,770	419
Total Operating Revenues	<u>1,430,480</u>	<u>1,431,016</u>	<u>536</u>
Operating Expenses			
Purchased Services	21,258	20,080	1,178
Supplies and Materials	10,665	10,621	44
Other	1,760,496	1,502,384	258,112
Total Operating Expenses	<u>1,792,419</u>	<u>1,533,085</u>	<u>259,334</u>
Excess (Deficiency) of Revenues Over (Under) Expenses	<u>(361,939)</u>	<u>(102,069)</u>	<u>259,870</u>
Non-Operating Revenues			
Refund of Prior Year Expense	3,215	3,215	-
Total Non-Operating Revenues	<u>3,215</u>	<u>3,215</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenses before Operating Transfers and Advances	<u>(358,724)</u>	<u>(98,854)</u>	<u>259,870</u>
Excess (Deficiency) of Revenues Over (Under) Expenses, Operating Transfers and Advances	<u>(358,724)</u>	<u>(98,854)</u>	<u>259,870</u>
Fund Equity - Beginning of Year	358,724	358,724	-
Encumbrances - End of Year	-	10,000	10,000
Fund Equity - End of Year	<u>\$ -</u>	<u>\$ 269,870</u>	<u>\$ 269,870</u>

Fiduciary Funds

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

Expendable Trust

The **Expendable Trust Fund** accounts for relatively minor amounts of money given to the Board of Education to be used for specific purposes (mostly scholarships) as stipulated by the donors.

Non-Expendable Trust

The **Non-Expendable Trust Fund** accounts for money given to the Board of Education where only the interest generated on the principal is used for specific purposes (scholarships) as stipulated by the donors.

Agency

The **Student Activity Fund** accounts for those student activity programs that have student participation in the activity and have students involved in the management of the program.

Chardon Local School District

Combining Balance Sheet

All Fiduciary Funds

June 30, 1999

	<u>Special Trust</u>	<u>Non- Expendable Trust</u>	<u>Student Activity</u>	<u>Totals</u>
Assets and Other Debits				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$ 24,232	\$ 29,422	\$ 24,636	\$ 78,290
Total Assets and Other Debits	\$ 24,232	\$ 29,422	\$ 24,636	\$ 78,290
Liabilities and Fund Equity				
Liabilities:				
Accounts Payable	\$ -	\$ -	\$ 1,282	\$ 1,282
Due to Students	-	-	23,354	23,354
Total Liabilities	-	-	24,636	24,636
Fund Equity				
Fund Balances:				
Reserved for Endowment	-	29,075	-	29,075
Unreserved: Undesignated (deficit)	24,232	347	-	24,579
Total Fund Equity	24,232	29,422	-	53,654
Total Liabilities and Fund Equity	\$ 24,232	\$ 29,422	\$ 24,636	\$ 78,290

Chardon Local School District

Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Budget Basis) - Special Trust - Expendable Trust Fund
for the Fiscal Year Ended June 30, 1999

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Earnings on Investments	\$ 956	\$ 956	\$ -
Miscellaneous	19,000	19,000	-
Total Revenue	<u>19,956</u>	<u>19,956</u>	<u>-</u>
Expenditures			
Community Services:			
Other	36,718	12,571	24,147
Total Community Services	<u>36,718</u>	<u>12,571</u>	<u>24,147</u>
Total Non-Instructional Services	<u>36,718</u>	<u>12,571</u>	<u>24,147</u>
Total Expenditures	<u>36,718</u>	<u>12,571</u>	<u>24,147</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(16,762)</u>	<u>7,385</u>	<u>24,147</u>
Excess (deficiency) of Revenues, Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(16,762)</u>	<u>7,385</u>	<u>24,147</u>
Fund Balance - Beginning of Year	<u>16,762</u>	<u>16,762</u>	<u>-</u>
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ 24,147</u>	<u>\$ 24,147</u>

Chardon Local School District
Statement of Changes in Assets and Liabilities
Agency Fund
For the Fiscal Year Ended June 30, 1999

	<u>Balance June 30, 1998</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance June 30, 1999</u>
Student Activity				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$ 48,396	\$ 86,124	\$ 109,884	\$ 24,636
Total Assets	<u>\$ 48,396</u>	<u>\$ 86,124</u>	<u>\$ 109,884</u>	<u>\$ 24,636</u>
Liabilities				
Accounts Payable Due to Students	\$ - 48,396	\$ 1,282 84,842	\$ - 109,884	\$ 1,282 23,354
Total Liabilities	<u>\$ 48,396</u>	<u>\$ 86,124</u>	<u>\$ 109,884</u>	<u>\$ 24,636</u>

General Fixed Assets Account Group

The general fixed assets account group is used to account for all land, land improvements, buildings, building improvements, furniture and equipment, and vehicles not used in the operations of the proprietary funds.

Chardon Local School District
Schedule of General Fixed Assets
By Function and Type
As of June 30, 1999

	Land & Improvements	Buildings	Furniture & Equipment	Vehicles	Total
Instruction:					
Regular	\$ -	\$ -	\$ 1,333,160	\$ -	\$ 1,333,160
Special	-	-	15,946	-	15,946
Vocational	-	-	45,552	-	45,552
Support Services:					
Pupil	-	-	23,835	-	23,835
Instructional Staff	-	-	435,127	-	435,127
Administration	-	-	92,684	-	92,684
Fiscal	-	-	23,763	-	23,763
Operation and Maintenance	-	-	105,529	82,775	188,304
Pupil Transportation	-	-	48,446	1,386,886	1,435,332
Central Services	-	-	7,665	118,925	126,590
Non-Instructional Services:					
Community Service	-	-	28,494	-	28,494
Extracurricular Activities:					
Academic & Subject Oriented	-	-	1,591	-	1,591
Sports Oriented	-	-	12,000	-	12,000
Facilities Acquisition					
Site Improvement	88,289	-	-	-	88,289
Architecture & Engineering	123,921	-	-	-	123,921
Building Improvements	-	6,548,688	-	39,655	6,588,343
Total General Fixed Assets	\$ 212,210	\$ 6,548,688	\$ 2,173,792	\$ 1,628,241	\$ 10,562,931

Chardon Local School District
Schedule of Changes in General Fixed Assets
By Function
As of June 30, 1999

	General Fixed Assets July 1, 1998	Additions	Disposals	General Fixed Assets June 30, 1999
Instruction:				
Regular	\$ 1,441,788	\$ 6,066	\$ 114,694	\$ 1,333,160
Special	12,659	3,287	-	15,946
Vocational	45,552	-	-	45,552
Support Services:				
Pupil	22,512	7,073	5,750	23,835
Instructional Staff	260,957	174,170	-	435,127
Administration	92,684	-	-	92,684
Fiscal	27,390	1,506	5,133	23,763
Operation and Maintenance	175,591	12,713	-	188,304
Pupil Transportation	1,360,624	118,885	44,177	1,435,332
Central Services	123,820	2,770	-	126,590
Non-Instructional Services:				
Community Service	-	28,494	-	28,494
Extracurricular Activities:				
Academic & Subject Oriented	-	1,591	-	1,591
Sports Oriented	-	12,000	-	12,000
Facilities Acquisition				
Site Improvement	88,289	-	-	88,289
Architecture & Engineering	123,921	-	-	123,921
Building Improvements	6,541,474	46,869	-	6,588,343
Total General Fixed Assets	\$ 10,317,261	\$ 415,424	\$ 169,754	\$ 10,562,931

Chardon Local School District

Schedule of General Fixed Assets

By Source

As of June 30, 1999

General Fixed Assets

Land and Improvements	\$	212,210
Buildings		6,548,688
Furniture and Equipment		2,173,792
Vehicles		1,628,241
	\$	<u>10,562,931</u>

**Investments in General Fixed Assets From
Acquisitions since July 1, 1998**

General Fund	\$	325,526
Special Revenue Funds		57,918
Capital Projects Funds		31,980
	\$	<u>415,424</u>

Deletions Since July 1, 1998:

General Fund		(169,754)
--------------	--	-----------

Acquisitions Prior to June 30, 1998

10,317,261

Total Investment in General Fixed Assets

\$ 10,562,931

Statistical Section

Chardon Local School District
General Fund Revenues by Source
Last Ten Fiscal Years (1)

	1999	1998	1997	1996	1995	1994	1993	1992	1991	1990
Taxes	\$ 12,041,895	\$ 11,708,682	\$ 12,272,914	\$ 10,217,600	\$ 9,063,781	\$ 8,764,824	\$ 8,713,116	\$ 8,607,044	\$ 8,425,539	\$ 7,116,949
Tuition and Fees	108,910	122,423	122,906	199,070	159,428	93,170	144,896	180,009	216,461	168,726
Interest	189,717	159,765	138,985	119,495	109,806	106,985	136,291	212,740	245,134	173,289
Intergovernmental	5,833,839	5,162,280	4,956,941	4,837,742	4,517,304	4,367,009	4,297,062	4,106,215	4,345,682	3,817,974
Extracurricular Activities	22,923	24,218	23,520	21,705	21,798	22,398	20,655	20,765	19,140	16,420
Miscellaneous	132,614	383,217	127,433	101,823	94,942	83,284	86,607	50,238	52,437	100,480
Total Revenues	\$ 18,329,698	\$ 17,560,605	\$ 17,642,699	\$ 15,297,435	\$ 13,967,059	\$ 13,427,650	\$ 13,398,627	\$ 13,176,011	\$ 13,304,393	\$ 11,383,818

Source:

Chardon Local School District records.

(1)

Fiscal Year 1993 is the first year reported on a GAAP basis. All prior fiscal years are reported on a cash basis.

The increase in taxes revenue between fiscal year 1990 and 1991 was the result of a 7.3 mill tax levy.

The increase in taxes revenue between fiscal year 1995 and fiscal years 1996 and 1997 was the result of a 5.8 mill tax levy.

Chardon Local School District
General Fund Expenditures by Function
 Last Ten Fiscal Years (1)

	1999	1998	1997	1996	1995	1994	1993	1992	1991	1990
Instruction:										
Regular	\$ 8,766,671	\$ 7,993,438	\$ 8,258,079	\$ 7,705,985	\$ 7,218,286	\$ 7,228,612	\$ 6,832,548	\$ 6,441,107	\$ 5,795,231	\$ 5,190,797
Special	1,295,931	1,036,258	1,160,420	873,637	821,436	778,378	726,120	612,159	542,787	483,403
Vocational	209,116	343,640	362,539	287,302	279,461	268,432	254,382	224,686	193,298	174,177
Other	42,007	89,275	74,528	66,714	62,663	101,914	68,332	51,406	104,395	95,072
Support Services:										
Pupil	692,340	632,733	603,625	542,274	519,958	475,970	453,218	436,569	422,182	410,810
Instructional Staff	697,667	471,804	524,222	456,521	430,378	450,531	318,282	369,225	341,015	276,614
Board of Education	43,257	90,333	27,301	73,774	31,689	24,461	25,293	22,196	21,800	18,687
Administration	1,608,187	1,312,185	1,354,287	1,232,605	1,335,296	1,346,661	1,232,623	1,205,266	1,182,467	1,025,420
Fiscal Services	632,471	617,070	636,250	522,523	425,379	370,012	364,353	389,816	319,156	280,764
Business	268,896	236,235	240,782	213,650	220,912	222,567	229,941	254,059	247,164	201,060
Operation & Maintenance	1,766,499	1,674,545	1,643,388	1,726,300	1,488,543	1,574,323	1,559,756	1,434,271	1,406,152	1,243,273
Pupil Transportation	1,480,629	1,274,185	1,391,246	1,286,986	1,331,957	1,411,812	1,163,867	1,029,725	1,067,169	835,323
Central Services	100,555	53,105	48,653	9,233	13,478	161,894	238,897	108,710	2,925	-
Operation of Non-										
Instructional Services	70,056	66,549	62,429	61,551	24,010	33,030	1,213	2,337	-	-
Extracurricular Activities	289,601	282,057	282,360	267,615	251,088	249,686	242,377	208,425	192,702	164,601
Capital Outlay	536,413	262,622	161,128	137,343	243,238	188,728	349,743	137,441	463,777	3,640
Total Expenditures	\$ 18,500,396	\$ 16,399,034	\$ 16,820,237	\$ 15,464,013	\$ 14,697,782	\$ 14,877,111	\$ 14,046,945	\$ 12,930,288	\$ 12,322,021	\$ 10,403,661

Source: Chardon Local School District records.

(1) Fiscal Year 1993 is the first year reported on a GAAP basis.
 All prior fiscal years are reported on a cash basis.

Chardon Local School District
Property Tax Levies and Collections
Real and Tangible Personal Property (1)
Last Six Calendar Years

Year (2)	Current Levy	Delinquent Levy (3)	Total Levy	Current Collection	% of Current Levy Collected	Delinquent Collection	Total Collection	Total Collection as a percent of Current Levy
1998	13,175,578	570,012	13,745,590	12,848,987	97.52%	218,048	13,067,015	99.18%
1997	12,691,456	587,687	13,279,143	12,421,446	97.87%	224,685	12,646,131	99.64%
1996	12,258,340	487,125	12,745,465	11,989,319	97.81%	146,309	12,135,628	99.00%
1995	10,041,694	508,006	10,549,700	9,844,916	98.04%	171,457	10,016,373	99.75%
1994	9,824,378	486,906	10,321,284	9,584,942	97.56%	187,617	9,772,559	99.47%
1993	9,540,131	495,634	10,035,765	9,323,989	97.73%	191,860	9,515,849	99.75%

Source:

(1) Geauga County Auditor - Data is presented on a calendar year basis because this is the matter in which the information is maintained by the County Auditor.

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

(3) Represents the collection year. The 1999 information cannot be presented because all collections have not been made by June 30.

(4) This amount cannot be calculated based on other information in this statistical table because of retroactive additions and reductions which are brought on in one lump sum.

Chardon Local School District
Assessed and Estimated Actual Value of Taxable Property
Last Ten Collection (Calendar) Years

Collection Year	Real Property		Public Utility Personal Property		Tangible Personal Property		Total		Ratio (%)
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	
1990	\$169,537,830	\$484,393,800	\$21,901,550	\$24,888,124	\$18,463,630	\$73,854,520	\$209,903,010	\$583,136,444	36.00%
1991	\$199,547,260	\$570,135,029	\$22,035,440	\$25,040,272	\$27,974,579	\$31,789,293	\$249,557,279	\$626,964,594	39.80%
1992	\$208,059,990	\$594,457,114	\$23,372,020	\$26,559,113	\$25,961,290	\$29,501,465	\$257,393,300	\$650,517,692	39.57%
1993	\$215,147,080	\$614,705,943	\$24,541,220	\$27,887,749	\$23,988,180	\$27,259,295	\$263,676,480	\$669,852,987	39.36%
1994	\$255,424,350	\$729,783,857	\$25,682,960	\$29,071,545	\$22,472,260	\$25,536,658	\$303,479,570	\$784,392,060	38.69%
1995	\$263,865,210	\$763,900,600	\$25,391,670	\$28,854,170	\$23,239,690	\$26,407,601	\$312,495,570	\$809,162,371	38.82%
1996	\$273,689,130	\$781,683,229	\$25,437,850	\$28,906,647	\$24,576,900	\$27,928,181	\$323,603,780	\$838,518,056	38.59%
1997	\$308,634,610	\$881,813,171	\$24,867,730	\$28,258,783	\$26,374,360	\$29,970,863	\$369,878,700	\$940,042,817	38.28%
1998	\$321,778,320	\$919,366,629	\$23,776,900	\$27,019,204	\$27,426,470	\$31,166,442	\$372,981,690	\$977,552,274	38.15%
1999	\$340,161,560	\$971,890,171	\$23,330,420	\$26,511,840	\$30,861,280	\$36,069,635	\$394,363,260	\$1,033,471,647	38.16%

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

Chardon Local School District
Property Tax Rates - Direct and Overlapping Governments
(Per \$1,000 Assessed Valuations)
Last Ten Calendar Years

Tax Year/ Collection Year	School Levy	JVS	County Levy	Village Levy	Total Levy	School	County	Total
1997/98	60.10	1.50	13.45	11.00	86.05	0.00	0.30	0.30
1996/97	60.10	1.50	13.45	9.20	84.25	0.00	0.30	0.30
1995/96	60.10	1.50	13.85	9.20	84.65	0.00	0.30	0.30
1994/95	54.30	1.50	11.85	9.20	76.85	0.00	0.30	0.30
1993/94	54.60	1.50	11.85	9.20	77.15	0.30	0.30	0.60
1992/93	55.00	1.50	11.20	9.20	76.90	0.70	0.30	1.00
1991/92	55.10	1.50	11.20	9.20	77.00	0.80	0.30	1.10
1990/91	55.10	1.50	10.35	9.20	76.15	0.80	0.65	1.35
1989/90	55.10	1.50	12.35	9.20	78.15	0.80	0.45	1.25
1988/89	47.70	1.50	9.35	9.20	67.75	0.70	0.45	1.15

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

Chardon Local School District
 Ratio of Net General Obligation Bonded Debt to
 Assessed Value and Net Bonded Debt Per Capita
 Last Ten Years

<u>Year</u>	<u>Net General Obligation Bonded Debt (1)</u>	<u>Assessed Value (2)</u>	<u>Chardon Local School District Population (3)</u>	<u>Ratio of Net Debt to Assessed Value</u>	<u>Net Debt Per Capita</u>
1999	\$ -	\$ 394,353,260	18,573	0.00%	\$ -
1998	-	372,981,690	18,573	0.00%	-
1997	-	359,876,700	18,573	0.00%	-
1996	-	323,603,780	18,573	0.00%	-
1995	-	312,495,570	17,569	0.00%	-
1994	135,000	303,479,570	17,569	0.04%	7.68
1993	270,000	263,676,480	17,569	0.10%	15.37
1992	405,000	257,393,300	17,569	0.16%	23.05
1991	540,000	249,557,279	17,569	0.22%	30.74
1990	675,000	209,903,010	17,569	0.32%	38.42

Sources:

- (1) School District Financial Records
- (2) Geauga County Auditor
- (3) Northern Ohio Data & Information Center (includes Chardon Township, Hambden Township, Munson Township and Chardon Village).

Chardon Local School District

Computation of Legal Debt Margin
June 30, 1999

Assessed Valuation	<u>\$ 394,353,260</u>
Debt Limit - 9% of Assessed Value (1)	\$ 35,491,793
Amount of Debt Applicable to Debt Limit: General Obligation Bonds	0
Less: Amount Available in the Debt Service Fund	<u>0</u>
Amount of Debt Subject to the Limit	<u>0</u>
Voted Debt Margin	<u>\$ 35,491,793</u>
Debt Limit - 0.9% of Assessed Value (1)	\$ 3,549,179
Amount of Debt Applicable	<u>0</u>
Unvoted Energy Conservation Debt Margin	<u>\$ 3,549,179</u>
Debt Limit - 0.1% of Assessed Value (1)	\$ 394,353
Amount of Debt Applicable	<u>0</u>
All Other Unvoted Debt Margin	<u>\$ 394,353</u>

Source: District Financial Records

- (1) Ohio Bond Law sets a limit of 9% for voted debt, 9/10 of 1% for unvoted energy conservation projects and 1/10 of 1% for all other unvoted debt.

Chardon Local School District
 Computation of Direct and Overlapping General Obligation Bonded Debt
 December 31, 1998

<u>Jurisdiction</u>	<u>General Obligation Bonded Debt Outstanding</u>	<u>Percentage Applicable to School District (1)</u>	<u>Amount Applicable to School District</u>
Chardon Local School District	\$ -	100%	\$ -
Geauga County	12,481,788	20.89%	2,607,223
Chardon Village	2,310,000	100%	2,310,000
Chardon Township	-	100%	-
Hambden Township	-	100%	-
Munson Township	-	100%	-
Total			<u>\$ 4,917,223</u>

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

(1) Percentages were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the School District by the total assessed valuation of the subdivision. The valuations were for the 1998 collection year.

Chardon Local School District
 Ratio of Annual Debt Service Expenditures for
 General Obligation Bonded Debt to General Fund Expenditures
 Last Ten Fiscal Years (1)

Year	Principal	Interest	Total Debt Service	Total General Fund Expenditures (2)	Ratio of Debt Service to General Fund Expenditures (Percentage)
1999	\$ -	\$ -	\$ -	\$ 18,500,396	0.00%
1998	-	-	-	16,398,034	0.00%
1997	-	-	-	16,820,237	0.00%
1996	-	-	-	15,464,013	0.00%
1995	-	-	-	14,697,782	0.00%
1994	135,000	6,750	141,750	14,877,111	0.95%
1993	135,000	13,500	148,500	14,046,945	1.06%
1992	135,000	20,250	155,250	12,930,288	1.20%
1991	135,000	27,000	162,000	12,322,021	1.31%
1990	135,000	33,750	168,750	10,403,561	1.62%

Source: School District Records

- (1) Fiscal Year 1993 is the first year reported on a GAAP basis.
All prior fiscal years are reported on a cash basis.
- (2) Does not include other financing uses.

Chardon Local School District
Demographic Statistics
Last Ten Years

<u>Year</u>	<u>Geauga County Population (1)</u>	<u>Chardon LSD Area Population (2)</u>	<u>School Enrollment (3)</u>	<u>Geauga County Unemployment Rate (4)</u>
1999	87,913	18,573	3,065	3.0%
1998	86,054	18,573	3,037	3.5%
1997	86,054	18,573	3,081	3.6%
1996	84,260	18,573	3,001	3.8%
1995	83,400	17,569	2,913	3.8%
1994	83,241	17,569	2,863	5.1%
1993	82,094	17,569	2,863	5.8%
1992	82,094	17,569	2,795	5.4%
1991	81,129	17,569	2,752	4.0%
1990	79,300	17,569	2,722	4.0%

Sources:

- (1) Estimated Figure from U.S. Census Bureau
- (2) Northern Ohio Data & Information Center (includes Chardon Township, Hambden Township, Munson Township and Chardon Village).
- (3) School District Records
- (4) Ohio Bureau of Employment Services

Chardon Local School District

Property Value
Financial Institution Deposits and Building Permits
Last Six Years

Year	Property Value (Real Estate Only) (1)	Financial Institution Deposits (000's) Banks	Value of Permits Issued Geauga County	Value of Permits Issued Chardon Village	Value of Permits Issued Chardon Township	Value of Permits Issued Hambden Township	Value of Permits Issued Munson Township
1998	\$ 321,776,320	\$ 254,641	\$ 47,503,140	\$ 5,914,001	\$ 8,424,575	\$ 7,876,660	\$ 14,403,845
1997	308,634,610	222,203	38,142,850	5,081,400	7,414,600	7,100,656	8,122,400
1996	273,589,130	212,614	41,162,110	4,712,500	6,744,040	4,880,200	14,729,200
1995	263,865,210	194,409	35,438,050	3,792,900	5,697,000	3,454,000	10,522,763
1994	255,424,350	188,020	28,009,880	5,662,438	6,592,697	2,415,025	5,661,300
1993	215,147,080	184,462	23,820,980	3,368,260	6,434,164	2,923,110	5,295,500

Sources: Geauga County Auditor, Building Department reports and Federal Reserve Bank of Cleveland.
Information prior to 1983 is not available.

(1) Represents Assessed Value.

Chardon Local School District

Principal Taxpayers
Real Estate Property Tax
December 31, 1998

<u>Name of Taxpayer</u>	<u>Assessed Value (1)</u>	<u>Percent of Total District Real Assessed Value</u>
1. Maple Leaf Plaza	\$ 2,542,650	0.79%
2. William Conway	2,123,210	0.66%
3. Structural North America	1,533,010	0.48%
4. Center Six Corp.	1,496,050	0.46%
5. Burlington Group, inc.	1,385,060	0.43%
6. Chardon Hills Apts.	1,265,250	0.39%
7. Chardon Plaza	1,144,840	0.36%
8. Walter C. Best	974,880	0.30%
9. PHC Operating Corp.	868,000	0.27%
10. Best Sand Corp.	780,290	0.24%
Total	<u>\$ 14,113,240</u>	<u>4.38%</u>

Source: Geauga County Auditor

(1) Assessed values are for 1998

Chardon Local School District

Principal Taxpayers
Tangible Personal Property Tax
December 31, 1998

<u>Name of Taxpayer</u>	<u>Assessed Value (1)</u>	<u>Percent of Total District Real Assessed Value</u>
1. Elitech System Corp.	\$ 3,749,050	13.67%
2. Best Sand Corp.	2,733,460	9.97%
3. Essef Corp.	2,706,170	9.87%
4. Unova Industrial	1,551,630	5.66%
5. Elastochem, Inc.	1,490,530	5.43%
6. Chardon Rubber Co.	1,006,150	3.67%
7. Lawson Ford & Mercury	827,930	3.02%
8. Junction Auto Sales, Inc.	698,500	2.55%
9. Chardon Metal Products	572,370	2.09%
10. Key Corporate Capital	494,240	1.80%
Total	<u>\$ 15,830,030</u>	<u>57.73%</u>

Source: Geauga County Auditor

(1) Assessed values are for 1998

Chardon Local School District

Principal Taxpayers
Public Utilities Tangible Property Tax
December 31, 1998

<u>Name of Taxpayer</u>	<u>Assessed Value (1)</u>	<u>Percent of Total District Real Assessed Value</u>
1. Cleveland Electric Illuminating	\$ 14,232,630	59.86%
2. Western Reserve Telephone	6,180,340	25.99%
3. East Ohio Gas	<u>2,073,200</u>	<u>8.72%</u>
Total	<u>\$ 22,486,170</u>	<u>94.57%</u>

Source: Geauga County Auditor

(1) Assessed values are for 1998

Chardon Local School District

Per Pupil Cost
Last Ten Fiscal Years (1)

<u>Year</u>	<u>General Fund Expenditures</u>	<u>Average Daily Membership (2)</u>	<u>Per Pupil Cost</u>
1999	\$ 18,500,396	3,065	\$ 6,036
1998	16,398,034	3,037	5,399
1997	16,820,237	3,081	5,459
1996	15,464,013	3,001	5,153
1995	14,697,782	2,913	5,046
1994	14,877,111	2,863	5,196
1993	14,046,945	2,863	4,906
1992	12,930,288	2,795	4,626
1991	12,322,021	2,752	4,477
1990	10,403,561	2,722	3,822

Source: District Financial Records

- (1) Fiscal Year 1993 is the first year reported on a GAAP basis. All prior fiscal years are reported on a cash basis.
- (2) As reflected in the Annual Report (4502).

Chardon Local School District
Certificated Staff Education and Experience
June 30, 1999

<u>Degree</u>	<u>Number of Teachers and Administrators</u>	<u>Percentage of Total</u>
Bachelor's Degree	37	19.68
Bachelor's Degree + 18 Hours	18	9.57
Bachelor's Degree + 30 Hours	28	14.89
Master's Degree	55	29.26
Master's Degree + 18 Hours	14	7.45
Master's Degree + 30 Hours	32	17.02
PHD's	4	2.13
Total	188	100.00

<u>Years of Experience</u>	<u>Number of Teachers and Administrators</u>	<u>Percentage of Total</u>
0 - 5	41	21.81
6 - 10	29	15.43
11 - 15	30	15.96
16 - 20	27	14.36
21 - 25	25	13.30
26 and over	36	19.15
Total	188	100.00

Source: District Records



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

88 East Broad Street
P.O. Box 1140
Columbus, Ohio 43216-1140
Telephone 614-466-4514
800-282-0370
Facsimile 614-466-4490

CHARDON LOCAL SCHOOL DISTRICT

GEAUGA 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 11, 2000**