



**CINCINNATI CITY SCHOOL DISTRICT  
HAMILTON COUNTY**

**SINGLE AUDIT**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2000**



**JIM PETRO**  
**AUDITOR OF STATE**  

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**STATE OF OHIO**



**CINCINNATI CITY SCHOOL DISTRICT  
HAMILTON COUNTY**

**TABLE OF CONTENTS**

<b>TITLE</b>	<b>PAGE</b>
Independent Accountants' Report . . . . . (under separate cover)	
Comprehensive Annual Financial Report . . . . . (under separate cover)	
Schedule of Federal Awards Expenditures . . . . .	1
Report on Compliance and on Internal Control Required by <i>Government Auditing Standards</i> . . . . .	3
Report on Compliance with Requirements Applicable to Each Major Federal Program and Internal Control over Compliance in Accordance with Circular A-133 . . . . .	5
Schedule of Findings . . . . .	7
Schedule of Prior Year Findings . . . . .	15

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**CINCINNATI CITY SCHOOL DISTRICT  
HAMILTON COUNTY**

**SCHEDULE OF FEDERAL AWARDS EXPENDITURES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

<b>FEDERAL GRANTOR/ Pass Through Grantor Program Title</b>	<b>Pass Through Entity Number</b>	<b>Federal CFDA Number</b>	<b>Receipts</b>	<b>Non-Cash Receipts</b>	<b>Disbursements</b>	<b>Non-Cash Disbursements</b>
<b>U.S. DEPARTMENT OF AGRICULTURE</b>						
<i>Passed Through Ohio Department of Education:</i>						
Child Nutrition Cluster:						
Food Distribution Program	03-PU	10.550	\$0	\$767,076	\$0	\$767,076
National School Breakfast Program	05-PU	10.553	1,626,477	0	1,626,477	0
National School Lunch Program	04-PU	10.555	5,886,097	0	5,886,097	0
National Child Care Program	05-PU	10.558	415,589	0	415,589	0
Summer Food Service Program	23-ML	10.559	205,339	0	205,339	0
Total U.S. Department of Agriculture - Child Nutrition Cluster			<u>8,133,502</u>	<u>767,076</u>	<u>8,133,502</u>	<u>767,076</u>
<b>U.S. DEPARTMENT OF EDUCATION</b>						
Impact Aid - Facilities Maintenance	N/A	84.040	83,659	0	45,764	0
Federal Pell Grant Program	N/A	84.063	169,929	0	173,304	0
<i>Passed Through Ohio Department of Education:</i>						
Special Education Cluster:						
Special Education Grants to States (IDEA Part B)	6B-SF	84.027	3,403,586	0	2,938,104	0
Special Education - Preschool Grant	PG-S1	84.173	185,612	0	136,347	0
Total Special Education Cluster			<u>3,589,198</u>	<u>0</u>	<u>3,074,451</u>	<u>0</u>
Adult Education - State Grant Program	AB-S1	84.002	565,523	0	933,332	0
Grants to Local Educational Agencies (ESEA Title I)	C1-S1	84.010	20,192,597	0	19,351,653	0
Vocational Education Basic Grants to State	20-C2	84.048	1,617,620	0	1,739,973	0
Drug-Free Schools Grant	DR-S1	84.186	603,515	0	606,095	0
Education for Homeless Children and Youth	HC-S1	84.196	145,116	0	129,314	0
Even Start - State Education Agencies	EV-S1	84.213	45,748	0	180,620	0
Capital Expenses	CX-S1	84.216	572,735	0	334,876	0
Goals 2000 - State and Local Education Systemic Improvement	G2-SP	84.276	271,065	0	442,649	0
Eisenhower Prof. Dev. State Grant	MS-S1	84.281	546,862	0	444,888	0
Innovative Educational Program Strategies	C2-S1	84.298	879,368	0	402,121	0
Comprehensive School Reform	RF-S1	84.332	219,896	0	220,050	0
Class Size Reduction	CR-S1	84.340	2,202,413	0	2,016,896	0
Emergency Immigration Act	E1-S1	84.162	10,887	0	6,496	0
Total Department of Education			<u>31,716,131</u>	<u>0</u>	<u>30,102,482</u>	<u>0</u>

(Continued)

**CINCINNATI CITY SCHOOL DISTRICT  
HAMILTON COUNTY**

**SCHEDULE OF FEDERAL AWARDS EXPENDITURES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2000  
(Continued)**

<b>FEDERAL GRNTOR/ Pass Through Grantor Program Title</b>	Pass Through Entity Number	Federal CFDA Number	Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
<b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b>						
Administration for Children, Youth, and Families - Head Start	N/A	93.600	1,640,460	0	1,482,074	0
Total Department of Health and Human Services			<u>1,640,460</u>	<u>0</u>	<u>1,482,074</u>	<u>0</u>
<b>NATIONAL SCIENCE FOUNDATION</b>						
Education and Human Resources	N/A	47.076	0	0	7	0
<b>TOTAL FEDERAL ASSISTANCE</b>			<b><u>\$41,490,093</u></b>	<b><u>\$767,076</u></b>	<b><u>\$39,718,065</u></b>	<b><u>\$767,076</u></b>

The accompanying notes to this schedule are an integral part of this schedule.

**NOTE A - SIGNIFICANT ACCOUNTING POLICIES**

The accompanying Schedule of Federal Awards Expenditures (the Schedule) summarizes activity of the District's federal award programs. The schedule has been prepared on the cash basis of accounting, except expenditures of assistance passed through the Ohio Bureau of Employment Services Job Training Partnership Programs are presented on an accrual basis.

**NOTE B - FOOD DISTRIBUTION**

Nonmonetary assistance, such as food received from the U.S. Department of Agriculture, is reported in the Schedule at the fair market value of the commodities received and consumed. Cash receipts from the U.S. Department of Agriculture are commingled with State grants. It is assumed federal monies are expended first. At June 30, 2000, the District had no significant food commodities in inventory.

**NOTE C - MATCHING REQUIREMENTS**

Certain Federal programs require that the District contribute non-Federal funds (matching funds) to support the Federally-funded programs. The District has complied with the matching requirements. The expenditure of non-Federal matching funds is not included on the Schedule.



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

Cincinnati City School District  
Hamilton County  
2651 Burnet Avenue  
Cincinnati, Ohio 45219

To the Board of Education:

We have audited the financial statements of the Cincinnati City School District, Hamilton County, Ohio (the District), as of and for the fiscal year ended June 30, 2000, and have issued our report thereon dated February 12, 2001, wherein we noted that the District changed its method of accounting for depreciation in the General Fixed Asset Account Group. 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 instances of noncompliance that are required to be reported under *Government Auditing Standards* which are described in the accompanying schedule of findings as items 2000-10431-001 through 2000-10431-007. We also noted certain immaterial instances of noncompliance that we have reported to management of the District in a separate letter dated March 15, 2001.

### Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in our judgment, could adversely affect the District's ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements. Reportable conditions are described in the accompanying schedule of findings as items 2000-10431-008 through 2000-10431-009.

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. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, of the reportable conditions described above, we consider items 2000-10431-008 and 2000-10431-009 to be material weaknesses. We also 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 March 15, 2001.

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

**Jim Petro**  
Auditor of State

February 12, 2001





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

Cincinnati City School District  
Hamilton County  
2651 Burnet Avenue  
Cincinnati, Ohio 45219

To the Board of Education:

**Compliance**

We have audited the compliance of the Cincinnati City School District, Hamilton 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 each of its major federal programs for the fiscal year ended June 30, 2000. The District's major federal programs are 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 each of its major federal programs is the responsibility of the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

We conducted our audit of compliance in accordance with 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 each of its major federal programs for the fiscal year ended June 30, 2000. We noted certain instances of noncompliance that do not require inclusion in this report that we have reported to management of the District in a separate letter dated March 15, 2001.

**Internal Control Over Compliance**

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

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

We noted other matters involving the internal control over federal compliance that do not require inclusion in this report that we have reported to management of the District in a separate letter dated March 15, 2001.

### **Schedule of Federal Awards Expenditures**

We have audited the general purpose financial statements of the District as of and for the fiscal year ended June 30, 2000, and have issued our report thereon dated February 12, 2001, wherein we noted that the District changed its method of accounting for depreciation in the General Fixed Asset Account Group. 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 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 the Audit Committee, management, the Board of Education, and federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than the specified parties.

**Jim Petro**  
Auditor of State

March 15, 2001, except for the report  
on the Schedule of Federal Awards  
Expenditures which is dated February 12, 2001

**CINCINNATI CITY SCHOOL DISTRICT  
HAMILTON COUNTY**

**SCHEDULE OF FINDINGS  
OMB CIRCULAR A -133 § .505  
JUNE 30, 2000**

**1. 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)?	Yes
(d)(1)(ii)	Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?	Yes
(d)(1)(iii)	Was there any reported material non-compliance at the financial statement level (GAGAS)?	Yes
(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):	<u>Child Nutrition Cluster</u> Food Distribution - 10.550 School Breakfast Program - 10.553 National School Lunch Program - 10.555 Child and Adult Care Food Program - 10.558 Summer Food Service Program for Children - 10.559 Title I - 84.010 <u>Special Education Cluster</u> Special Education - Grants to States - 84.027 Special Education - Preschool Grants - 84.173 Safe and Drug Free Schools - 84.186 Goals 2000 - 84.276 Class Size Reduction - 84.340
(d)(1)(viii)	Dollar Threshold: Type A\B Programs	Type A: > \$1,214,554 Type B: all others
(d)(1)(ix)	Low Risk Auditee?	No

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

**FINDING NUMBER 2000-10431-001**

**Finding for Recovery**

The District purchased candy for a candy sale done by the School Spirit student activity group at Central Fairmount in the amount of \$6,240. There was a total of 12,480 candy bars which were to be sold at \$1.00 each. The total amount posted to the District's School Spirit account for the candy sale was \$9,654.25, and there were student obligation in the amount of \$1,542. We determined that \$12,480 should have been collected for the sale based on the sale price. A reconciliation was not completed at the end of the sale, and \$1,283.75 was unaccounted for.

The District purchased flowers for a flower sale done by the School Spirit student activity group at Central Fairmount in the amount of \$1,522.50. There were no receipts posted to the District's School Spirit account for the flower sale. We determined that at least the cost of the flowers [\$1,522.50] should have been collected for the sale. A reconciliation was not completed at the end of the sale, and \$1,522.50 was unaccounted for.

In accordance with the foregoing facts, and pursuant to Ohio Rev. Code Section 117.28, a Finding for Recovery in favor of Cincinnati City School District in the amount of \$2,806.25, for unaccounted for public monies, is hereby issued against Caroline Dean, President of the PTO at Central Fairmount Elementary.

**FINDING NUMBER 2000-10431-002**

**Material Noncompliance**

Ohio Rev. Code, Section 5705.14, states in part that transfers from the General Fund are to be approved by a formal resolution of the taxing authority of the subdivision. Contrary to this requirement, transfers were made from the General Fund to the Bond Retirement Fund in the amount of \$1,212,103 and from the General Fund to the Other Grants Fund in the amount of \$248,038, all without a resolution by the Board of Education authorizing the transfers. Auditor of State Bulletin 97-003 states in pertinent part "advances must be approved by a formal resolution of the taxing authority of the subdivision." Advances were made during fiscal year 2000 which were not approved by Board resolution in the meeting directly following the transaction.

Posting Date	Approval Date
July 31, 1999	October 11, 1999
August 31, 1999	October 25, 1999
September 30, 1999	November 15, 1999
June 30, 2000	August 14, 2000

**FINDING NUMBER 2000-10431-003**

**Material Noncompliance**

Ohio Rev. Code, Section 5705.41(D), requires that no subdivision or taxing unit shall make any contract or give any order involving the expenditure of money unless there is attached thereto a certificate of the fiscal officer of the subdivision that the amount required to meet the obligation has been lawfully appropriated for such purpose and is in the treasury or in the process of collection to the credit of an appropriate fund free from any previous encumbrances. This certificate need be signed only by the subdivision's fiscal officer. Every contract made without such a certificate shall be void, and no warrant shall be issued in payment of any amount due thereon.

This Section also provides for two exceptions to the above requirements:

1. Then and Now Certificates - If no certificate is furnished as required, upon receipt of the fiscal officer's certificate that a sufficient sum was, both at the time of the contract or order and at the time of the certificate, appropriated and free of any previous encumbrances, the Board of Education may authorize the issuance of a warrant in payment of the amount due upon such contract or order by resolution within 30 days from the receipt of such certificate.
2. If the amount involved is less than \$1,000 dollars, the Treasurer may authorize payment through a Then and Now Certificate without affirmation of the Board of Education, if such expenditure is otherwise valid.

**Goals 2000**

- Fifty-seven percent (57%) of the transactions tested did not have certification prior to the obligation date and neither of the two exceptions provided above were utilized.

**Student Activities/Athletics**

- Thirty-three percent (33%) of projects tested did not have certification prior to the obligation date and neither of the two exceptions provided above were utilized.

There were certain other funds that did not comply with this code section that were not significant enough to be included in this report.

The lack of certification cited in this finding contributed to the budgetary noncompliance cited in finding #5 of this report.

**FINDING NUMBER 2000-10431-004**

**Material Noncompliance**

Ohio Rev. Code, Section 5705.39, states that the total appropriations from each fund shall not exceed the total of the estimated revenue available for expenditure therefrom, as certified by the budget commission. At June 30, 2000 the District had appropriations that exceeded the estimated revenue for the following funds:

**FINDING NUMBER 2000-10431-004  
(Continued)**

<b>Fund [Fund Number]</b>	<b>Estimated Resources</b>	<b>Appropriations</b>	<b>Appropriations in Excess of Estimated Resources</b>
Student Activities [300]	\$3,886,010	4,148,000	\$261,990
Adult High School [414] *	(5,764)	0	5,764
Educational Mobility [418] *	(16,257)	0	16,257
Early Childhood [425]	70,232	90,000	19,768
Head Start [438]	4,746,978	5,859,000	1,112,022
Telecommunity Fund [453]	361,722	761,000	399,278
JTPA [502] *	(2,793,217)	0	2,793,217
Impact Aid [512]	326,555	427,000	100,445
Scientific Personnel Improvement [554]	198,424	698,000	499,576
Bond Retirement [002]	8,125,137	12,803,000	4,677,863
Permanent Improvement [003]	5,327,520	6,409,000	1,081,480
Power Up [457]	64,415	164,000	99,585
Food Service [006]	19,025,024	19,398,000	372,976
Adult Education [012]	0	4,500	4,500

\*Due to negative unencumbered fund balances at beginning of year.

**FINDING NUMBER 2000-10431-005**

**Material Noncompliance**

Ohio Rev. Code, Section 5705.41(B), prohibits a subdivision from making an expenditure unless it has been properly appropriated. At June 30, 2000, the District's disbursements plus encumbrances exceeded appropriations in the following funds:

<b>Fund [Fund Number]</b>	<b>Appropriations</b>	<b>Actual Disbursements plus Encumbrances</b>	<b>Disbursements plus Encumbrances in Excess of Appropriations</b>
Other Grants [019]	\$2,598,192	\$4,724,609	\$2,126,417
Venture Capital [032]	266,578	271,234	4,656
Career Development [409]	159,427	225,506	66,079
Adult High School [414]	0	372	372
Excellence in Education [422]	1,339,392	1,646,454	307,062
Career Enhancement [428]	248,000	275,000	27,000
Head Start [438]	6,083,977	8,981,226	2,897,249
Public Preschool [439]	61,465	86,450	24,985
DPIA [447]	34,249	20,913,476	20,879,227
Data Communications [451]	370,929	607,545	236,616
Ohio Reads [459]	0	220,600	220,600
Vocational Enhancement [461]	0	30,000	30,000
Miscellaneous State Grants [499]	122,241	960,569	838,328
Adult Basic Education [501]	830,821	916,926	86,105
Education for Economic Security [514]	290,733	686,788	396,055
Title II [573]	58,200	469,676	411,476
Emergency Immigrant Education Assistance [577]	2,394	10,124	7,730
Drug-free Schools [584]	524,845	632,275	107,430
Miscellaneous Federal Grants [599]	547,115	2,736,550	2,189,435
OFSC Big 8 [496]	11,865,240	19,018,955	7,153,715
Vocational Education Equipment [420]	80,000	117,716	37,716
Energy Conservation [556]	7,673	5,063,596	5,055,923
Uniform School Supply [009]	385,000	443,581	58,581

**FINDING NUMBER 2000-10431-006**

**Material Noncompliance**

Ohio Rev. Code, Section 5705.36, requires a subdivision to obtain an amended certificate when the revenue to be collected will be less than the amount reported in the official certificate. At June 30, 2000, the District had estimated receipts that exceeded actual receipts, which resulted in obligating more than the fund had available (disbursements plus encumbrances exceeded beginning fund balance plus actual receipts):

<b>Fund [Fund Number]</b>	<b>Estimated Receipts in Excess of Actual Receipts</b>	<b>Disbursements plus Encumbrances in Excess of Beginning Fund Balance plus Actual Receipts</b>
Other Grants [019]	\$2,358,294	\$520,543
Adult High School [414]	372	6,508
Early Childhood [425]	35,452	34,234
Miscellaneous State Grants [499]	611,180	582,521
JTPA [502]	465,957	3,221,290
Education for Economic Security [514]	342,467	255,547
Drug-free Schools [584]	271,543	8,560
OFSC Big 8 [496]	2,185,936	1,321,548

**FINDING NUMBER 2000-10431-007**

**Material Noncompliance**

Ohio Administrative Code, Section 117-2-13, states "Each expenditure or encumbrance charged against an appropriation account shall be posted and subtracted from the appropriation balance producing a declining unencumbered balance. This procedure is to be initiated by an executed purchase order."

Student activity purchase orders are not received in the Treasurer's office until after the goods or services have already been ordered and/or received, and the expenditure incurred. As a result, student activity purchase orders are not posted to the appropriation and authorization ledger in a timely manner as provided in Section 117-2-13 of the Ohio Administrative Code and are not subtracted from the appropriation balance to produce a declining unencumbered balance.

When the District does not encumber funds for all purchase orders, deficit fund balances could occur due to the unavailability of needed funds.

We recommend that the District establish procedures to assure that all purchase orders are entered into the computer system.



**FINDING NUMBER 2000-10431-008**

**Reportable Condition/Material Weakness**

The District had numerous funds with budgetary non-compliance citations during the year and at year end. Citations were due to the appropriations resolution not being amended during the year or at year end. Although the District has some control procedures in place over the budgetary cycle, monitoring controls were not operating effectively so as to guide the District to compliance with the requirements of the Ohio Revised Code. This practice could and did result in the District spending and encumbering in excess of amounts legally appropriated in numerous individual funds. We recommend that the District implement control procedures to closely monitor budgetary activity at the legal level of control on a continual basis, and present adjustments and amendments to the Board for approval as needed.

Also, amounts reported in the Financial Report of the Board of Education - Form AUD/ODE 4502-1 for actual receipts and disbursements did not always agree with amounts reported in the budgetary section of the Financial Report of the Board of Education - Form AUD/ODE 4502-1. There were also differences between the budgeted disbursements in the budgetary section of the Financial Report of the Board of Education - Form AUD/ODE 4502-1 and the official certified budgetary documents. For effective monitoring of the budgetary cycle, information between the system, the reports, and the official budgetary documents of the District should agree. The system should remain current with all of the official budgetary actions and amendments, and the reports should properly reflect the budgetary information as approved and posted.

**FINDING NUMBER 2000-10431-009**

**Reportable Condition/Material Weakness**

The District's posting process for intergovernmental revenues resulted in audit adjustments and reclassification entries. The adjustments and reclassification entries were necessary due to incorrect coding by Project Accountants, which resulted in certain receipts being posted to the wrong fund and/or function. Such errors can result not only in the misstatement of intergovernmental receipts reported on the financial statements, but also in possible misspending of restricted funds, which could lead to a necessity to repay certain funds. In order to prevent errors in posting and/or misspending, we recommend that the District assign someone to review the Project Accountants' coding of receipts prior to such receipts being posted to the Oracle system. The most significant of the adjustments/reclassifications are listed below:

<b>Fund [Fund Number]</b>	<b>Intergovernmental Revenue as posted</b>	<b>Net Adjustments/ Reclassification</b>	<b>Adjusted Intergovernmental Revenue</b>
Other Grants [019]	\$345,612	\$316,785	\$28,827
Career Development [409]	\$138,272	\$55,435	\$193,707
Early Childhood [425]	(\$3,325)	\$22,500	\$19,175
Head Start [438]	\$1,181,759	\$4,877,264	\$6,059,023
Bond Retirement [002]	\$0	\$89,471	\$89,471
Permanent Improvement [003]	\$0	\$101,635	\$101,635
OFSC Big 8 [496]	\$0	\$3,089,193	\$3,089,193

**3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS**

None

**CINCINNATI CITY SCHOOL DISTRICT  
HAMILTON COUNTY**

**SCHEDULE OF PRIOR AUDIT FINDINGS  
JUNE 30, 2000**

<b>FINDINGS RELATED TO THE FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS</b>
--

Finding Number	Finding Summary	Fully Corrected	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; Explain
1999-10431-001 1998-10431-002	ORC Section 5705.36, estimated revenues in excess of actual revenues		Not corrected
1999-10431-002 1998-10431-009 1998-10431-004	ORC Section 5705.41(D), failure to properly encumber; disbursements plus encumbrances in excess of appropriations		Not corrected
1999-10431-003 1998-10431-003	ORC Section 5705.39, requiring that total appropriations shall not exceed estimated revenue		Not corrected
1999-10431-004 1998-10431-008	ORC Section 149.351, relating to disposal or destruction of records		Partially corrected Fewer instances noted
1999-10431-005 1998-10431-006	ORC Section 5705.412, requiring issuance of 412 certificates		Partially corrected Partial execution of 412 certificates.
1999-10431-006 1998-10431-010	Ohio Adm. Code Section 117-2-13		Not corrected
1999-10431-007 1998-10431-012	Reportable condition/material weakness relating to failure to maintain detail fixed asset for GAAP reporting purposes	Corrected. District received an unqualified opinion on its financial statements.	
1999-10431-008	Reportable condition relating to lack of a written detailed GAAP conversion plan		Partially corrected The District hired an outside CPA firm to prepare its financial statements for fiscal year 2000.
1999-10431-009 1998-10431-015	Reportable condition relating to payroll processing		Partially corrected Compensating controls have been established.

Cincinnati City School District  
Hamilton County  
Schedule of Prior Audit Findings  
Page 2

Finding Number	Finding Summary	Fully Corrected	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; Explain
1998-10431-004	ORC Section 5705.41(B), prohibiting making an expenditure unless it has been appropriated		Not corrected
1998-10431-007	ORC Section 5705.14, transfers made without approval of the Board		Not corrected
1998-10431-013	Reportable condition/material weakness relating to properly posting intergovernmental revenue		Not corrected
1998-10431-014	Reportable condition/material weakness relating to old outstanding purchase orders being included on outstanding encumbrances listing	Corrected	
1998-10431-016	Reportable condition relating to need for policy regarding use of booster or outside clubs assisting in fund raisers		Not corrected

2000 Comprehensive Annual

# Financial Report

For the fiscal year ended June 30, 2000

Cincinnati City School District  
Cincinnati, Ohio



Issued by:  
Office of Treasurer/CFO

2000 Comprehensive Annual

# Financial Report

For the fiscal year ended June 30, 2000

Cincinnati City School District  
Cincinnati, Ohio



Issued by:

Office of Treasurer/CFO

# Introductory Section

Cincinnati City School District  
Cincinnati, Ohio



**Cincinnati City School District, Ohio  
 Comprehensive Annual Financial Report  
 For the Fiscal Year Ended June 30, 2000  
 Table of Contents**

	Page
<b>Introductory Section</b>	
Table of Contents .....	i
Letter of Transmittal .....	v
List of Principal Officials .....	xiv
Organizational Chart .....	xv
 <b>Financial Section</b>	
Independent Accountants' Report .....	1
 General Purpose Financial Statements	
Combined Balance Sheet - All Fund Types and Account Groups .....	4
Combined Statement of Revenues, Expenditures and Changes in Fund Balances - All Governmental Fund Types and Expendable Trust Funds .....	6
Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual (Non-GAAP Budgetary Basis) – All Governmental Fund Types .....	8
Combined Statement of Revenues, Expenses and Changes in Retained Earnings/Fund Balance - Proprietary Fund Type and Nonexpendable Trust Fund .....	10
Combined Statement of Cash Flows - Proprietary Fund Type and Nonexpendable Trust Fund .....	11
Notes to the General Purpose Financial Statements .....	13



Financial Statements and Schedules of Individual Funds and Account Groups

Governmental Funds:

General Fund  
Description of Fund ..... 47

Special Revenue Funds  
Description of Funds ..... 48  
Combining Balance Sheet ..... 52  
Combining Statement of Revenues, Expenditures and  
Changes in Fund Balances ..... 54  
Schedules of Revenues, Expenditures and Changes in  
Fund Balances – Budget and Actual (Non-GAAP Budgetary Basis) ..... 56

Debt Service Fund  
Description of Fund ..... 72

Capital Project Funds  
Description of Funds ..... 73  
Combining Balance Sheet ..... 74  
Combining Statement of Revenues, Expenditures and  
Changes in Fund Balances ..... 76  
Schedules of Revenues, Expenditures and Changes in  
Fund Balances – Budget and Actual (Non-GAAP Budgetary Basis) ..... 78

Proprietary Funds:

Enterprise Funds  
Description of Funds ..... 81  
Combining Balance Sheet ..... 82  
Combining Statement of Revenues, Expenses and  
Changes in Retained Earnings ..... 83  
Combining Statement of Cash Flows ..... 84

Fiduciary Funds:

Expendable Trusts, Nonexpendable Trust and Agency Funds  
Description of Funds ..... 86  
Combining Balance Sheet ..... 87  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances - All Expendable Trust Funds ..... 88  
Statement of Changes in Assets and Liabilities - All Agency Funds ..... 89

General Fixed Assets Account Group:

Description of Account Group .....	90
Schedule of General Fixed Assets By Source .....	91
Schedule of Changes in General Fixed Assets By Function .....	92

**Statistical Section**

General Fund Expenditures by Function Last Ten Fiscal Years .....	S1
General Fund Revenues by Source Last Ten Fiscal Years .....	S2
Property Tax Levies and Collections - Real and Public Utility Property Last Ten Collection (Calendar) Years .....	S3
Assessed and Estimated Actual Value of Taxable Property Last Ten Collection (Calendar) Years .....	S4
Property Tax Rates (Per \$1,000 of Assessed Valuation) Direct and Overlapping Governments Last Ten Collection (Calendar) Years .....	S5
Ratio of Net General Bonded Debt to Assessed Value and Net Bonded Debt Per Capita Last Ten Collection (Calendar) Years .....	S6
Computation of Direct and Overlapping Debt .....	S7
Computation of Legal Debt Margin .....	S8
Ratio of Annual Debt Service Expenditures for General Bonded Debt to Total General Governmental Expenditures Last Ten Fiscal Years .....	S9
Construction, Bank Deposits and Property Values Last Ten Collection (Calendar) Years .....	S10
Cincinnati City School District Area Ten Largest Employers .....	S11
Assessed Value Top Ten Taxpayers .....	S12
Tangible Personal Property Tax Collections Last Ten Fiscal Years (Unaudited) .....	S13
Number of Teachers, Education and Years of Experience .....	S14
Schedule of Insurance Policies .....	S15
Transportation Statistics .....	S16
Demographic Statistics Last Ten Fiscal Years .....	S17

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**Board of Education** | City School District of the City of Cincinnati | Office of the Treasurer  
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February 12, 2001

To the Honorable Board of Education and  
Citizens of the Cincinnati City School District

I am pleased to present the Comprehensive Annual Financial Report (CAFR) of the Cincinnati City School District (District) for the fiscal year ended June 30, 2000. This report contains the financial statements and other financial and statistical data that provide a complete and full disclosure of all material financial aspects of the District for the 2000 fiscal year. The responsibility for the accuracy of all data presented, its completeness and fairness of presentation, rests with the office of the Treasurer/CFO. All disclosures necessary to enable the reader to gain an understanding of the District's activities have been included herein.

The CAFR is organized into three sections: the Introductory Section, the Financial Section and the Statistical Section. The Introductory Section, which is unaudited, includes the table of contents, this letter of transmittal, an organization chart and a list of the District's principal officials. The Financial Section includes the general purpose financial statements, which provide an overview of the District's financial position and operating results, the combining and individual fund and account group financial statements and schedules, as well as the independent accountants' report on these financial statements. The Statistical Section, which is unaudited, includes selected financial, economic and demographic information, generally on a multi-year basis.

This report includes all funds and account groups of the District, as well as its component units, if applicable. Component units are legally separate entities for which the primary government is financially accountable. There were no entities identified as component units of the District for this report. The District offers a comprehensive academic curriculum through the following programs: college preparatory classes, advanced placement courses, gifted education, vocational programs and a full range of services in special education. The District provides tutorial help, resource rooms, speech/language therapy, psychological services and counseling. In addition to academic and related services, the District also offers students the opportunity to participate in a wide range of extracurricular activities to extend their learning and increase their enjoyment of school.

The District operates 77 school buildings: 63 elementary schools, 5 middle/junior high schools and 9 high schools. Through the use of a five-year building and maintenance plan, all facilities are kept in the best operating and physical condition possible. The District has been sensitive to an energy conservation program and is about to embark on a \$700 million, 10-year facilities' improvement program. The District provides bus transportation (both private and public) and food services to its 44,345 students.

## **District Structure, Local Economic Condition and Outlook**

The District includes all of the cities of Cincinnati, Cheviot and Golf Manor, all of the Village of Amberley, parts of the cities of Silverton and Wyoming, part of the Village of Fairfax, and parts of Anderson, Columbia, Delhi, Green and Springfield Townships. The District's total area is approximately 90 square miles. The governing body is the Board of Education, which consists of seven elected-at-large members with staggered four-year terms.

Subject to the provision of the State Constitution, the District operates pursuant to the Ohio Revised Code. Under such law, there is no authority for the District to have a charter or adopt local laws. The legislative power of the District is vested in the Board of Education. The Board is charged with the duties and responsibilities of managing the affairs of the District pursuant to the laws governing public education in Ohio. The Board of Education directly employs the Superintendent.

In early November of every other year, an election is held within the District boundaries to elect, in alternating elections, three or four members to the Board of Education. Members are elected for a term of four years. At the Board's organizational meeting in January each year, the Board members elect a President and Vice President. The Board also elects a Treasurer if the previous term has expired. Pursuant to the Ohio Revised Code, the Treasurer of the Board of Education is the Chief Fiscal Officer of the District. However, certain of the financial functions of the District are the responsibility of the Superintendent.

The Superintendent is the Chief Executive Officer of the District, responsible directly to the Board for all educational and support operations. The Superintendent is appointed for a term not longer than five years. The Superintendent is responsible for administering Board-adopted policies, is expected to provide leadership in all phases of policy formulation, and is the chief advisor to the Board of Education on all aspects of the educational program and total operation of the schools governed by the Board of Education.

Steven Adamowski was appointed Superintendent in August, 1998. Dr. Adamowski has been in the education profession for 28 years: 4 years as a teacher, 3 years as a principal, 4 years as an Assistant Superintendent and 17 years as a Superintendent. He holds a Bachelor's degree in education and a Master's degree in education from Trinity College, Hartford Connecticut. Dr. Adamowski completed postgraduate work at St. Louis University and holds a Ph.D. in Educational Administration.

The Treasurer is appointed for a four-year term (following an initial two-year term) and serves as the fiscal officer of the Board of Education and, with the president of the Board of Education, executes all conveyances made by the Board of Education.

The Treasurer is responsible directly to the Board for maintaining all financial records, overseeing the District's purchasing operations, issuing all payments, maintaining custody of all District funds and assets and investing idle funds as specified by Ohio Law. Michael Geoghegan became Treasurer of the Cincinnati City School District in August, 2000 after serving as Director of Finance of Hamilton County. Mr. Geoghegan is a certified public accountant, a certified internal auditor and holds a Master's Degree in Business Administration from the University of Cincinnati.

The Business Executive reports to the Superintendent and is responsible for providing executive leadership to the management of school district business operations. The Business Executive oversees the functions of transportation, food services, facilities, building operations, information technology and student information systems and is instrumental in addressing local school and District-wide needs. In addition, the Business Executive serves as the District's liaison to the State Legislature.

Mr. Kent Cashell was appointed Business Executive in February, 1999 after serving as Associate Secretary of Education in the State of Delaware Department of Education. Prior to that, Mr. Cashell had worked as a school district business manager and as a senior analyst for public education in the State of Delaware budget office.

The District employs 6,517 employees (including non-teaching personnel). Of the District's current employees,

3,885 which are certified by the Ohio Department of Education serve as classroom teachers, education specialists and administrators. The starting salary for a teacher with a Bachelor's degree for the contract period beginning August 1, 1999 was \$29,297. The maximum teacher salary for the 1999-2000 school year for a master's degree is \$59,372 with 27 years of experience. Total enrollment of the District for the 1999-2000 school year was 44,345 students in grades K – 12.

The economy of the District is based on a wide diversity of industry. The major sources of revenue to the District are local property taxes on real and personal property and state aid. Other funds, such as lunchroom and special classes are funded for their expenditures by designated state and federal grants.

The City of Cincinnati, founded in 1788 and incorporated in 1819, is the hub of a metropolitan area ranking second in Ohio and sixteenth in the United States in value of manufacturing output. Located strategically on the Ohio River, it has developed into a major industrial and shipping center. As a major shipping route, the Ohio River handles as much tonnage as the St. Lawrence Seaway and the Panama Canal combined.

A transportation and industrial center since the early development of the territory west of the Appalachians, the Cincinnati Metropolitan Area has developed into a major center for insurance and finance companies, wholesaling and retailing operations, government installations, medical services, and other service industries as well as manufacturing.

Among the Metropolitan Area's more prominent manufacturing groups are transportation equipment, which includes aircraft engines and motor vehicle parts; food and kindred products; metal working and general industrial machinery; chemicals; fabricated metal products; and printing and publishing. This diverse economic base continues to be a source of stability for the area, protecting it from severe peaks and valleys in the business cycle. Total unemployment in the County was estimated at 441,400 in June, 2000 by the Ohio Bureau of Employment Services. This 3.8% unemployment rate compares favorably with the State of Ohio and national rate of 4.2%.

Fifty-four per cent (54%) of the U.S. population is within one hour's flight time, and the Metropolitan Area is within 600 miles of 53% of the nation's purchasing power and 54% of the nation's manufacturing establishments. The corporate headquarters of numerous firms are located in the Metropolitan Area. Cincinnati is the home of several Fortune 500 corporations including Procter & Gamble, The Kroger Company, Cinergy, American Financial Corporation, Fifth Third Bancorp, Ashland Incorporated and AK Steel. Nearly 400 Fortune 500 firms have operations in the Metropolitan Area.

The Metropolitan Area is a growing center for international business, with approximately 1,500 firms engaged in international trade. Metropolitan Area companies generate sales of approximately \$5.6 billion to customers outside the U.S. each year. Major export products include jet engines, plastics, machinery, computer software, paper and consumer goods. Directly imported products amount to over \$2 billion annually. Over 250 Greater Cincinnati firms are also owned by foreign firms from Japan, England, Western Europe and Canada. Foreign Trade Zone status is also available in Greater Cincinnati to assist firms engaged in international trade to lower import duty and tax expenses.

Metropolitan Cincinnati was the 31st largest metropolitan area in population according to the 1990 census. There are approximately 12.4 million net square feet of office space in the downtown area and 19.8 million net square feet in suburban office buildings and parks. There are approximately 2,000 million square feet of industrial space and 30 million square feet of retail space (1.6 million square feet downtown) in the area. At the end of 1999, Class A office space within the central business district was 98% occupied, the highest occupancy rate in 15 years. The estimated retail sales for 1999 in Hamilton County topped \$10.7 billion and sales surpassed \$20.5 billion for the entire Cincinnati Consolidated Metropolitan Statistical Area (CMSA).

The downtown area is home to the Dr. Albert B. Sabin Cincinnati Convention Center. The Convention Center has 162,000 total square feet of exhibit space and 88,000 square feet of meeting room space. The third floor includes a 30,000 square foot ballroom. Cincinnati's Central Business District is a full scale regional office center. In the past 15 years, the construction of new office buildings has been a major catalyst for new job growth and tax revenue

generation.

The \$82 million Stanley J. Aronoff Center for the Arts located in downtown Cincinnati opened in the fall of 1995. The Center contains three theaters and draws half a million visitors annually. The area surrounding the Center for the Arts is called Backstage. Traffic from this facility has created eight new restaurants close to this destination, including the December, 1997 opening of Nicholson's Pub in a \$6,000,000, 22,000 square foot restaurant complex immediately across from the Aronoff center. Uno's Pizzeria opened a restaurant in this complex in April, 1998. In the same district a new development has begun. On August 5, 1998, City Council approved a development agreement with the Contemporary Arts Center and also approved \$4,300,000 in 1998 capital funds for the City to acquire and clear the site for the new proposed Contemporary Arts Center estimated to cost \$20 million. Site acquisition commenced in 1998 and construction is expected to start in 2001.

The Cincinnati Convention Center has operated above industry maximum occupancy rates since it was substantially expanded and renovated in 1987. Government, business, and community leaders identified the need of an expansion and in 1994, the State of Ohio provided a \$3 million grant to undertake an extensive feasibility study and schematic design which was completed in 1995. The study proposed a \$300 million expansion that would add 1,000,000 gross square feet to the existing 575,000 square foot facility. The greater Cincinnati Convention and Visitors Bureau is coordinating efforts to reach consensus on a recommended funding plan to undertake the expansion effort.

Since 1994 new businesses have opened at an unprecedented rate in the entertainment area in Over-the-Rhine. These new businesses bring new jobs to the downtown area and revitalize the Over-the-Rhine area making way for further development in that area. There are currently over 180 businesses operating in this growing entertainment district.

Xavier University has constructed a \$39 million dollar multi purpose convention center (Cintas Center), to include a conference center, a student dining center and a new basketball arena. The College of Mt. St. Joseph is planning construction for a new \$7.5 million dollar student union/recreation center. The new venue will include a 2,000-seat gymnasium, a day care/recreation center for students' children, a food court, and a bookstore.

The University of Cincinnati has constructed a conference center, molecular science research house, and guest lodging facility. Children's Hospital Medical Center is investing \$35 million to house a new research facility. The \$446.3 million Vontz Center for Molecular Studies at the University of Cincinnati has been completed. The new building is futuristic in form and even more in function. It was designed to house the most advanced laboratory and also to serve as a teaching facility for the study of cancer and neuroscience.

## **Major Initiatives**

***For the Year.*** The District's enrollment for the 1999-2000 school year was 44,345 students. The district served over 70% of the 60,000-plus children who reside within its boundaries. The majority of enrolled students were members of ethnic minorities -- in the 1999-2000 school year, 71.2 percent of students were black, 0.9 percent were Asian, 24.2 percent were Caucasian, 0.1 percent were Native American, 3.1 percent were other/multiracial, and 0.4 percent were Hispanic.

A significant majority of students in the District--62.5 percent -- were on free or reduced lunch plans during the 1999-2000 school year. More than half of the District's elementary schools served student populations that were 70 percent or higher in poverty. Nearly fifteen percent of the students attending require Special Education services.

Transportation was provided daily for 27,988 public students and 8,110 non-public students. Buses traveled an average of 21,534 miles each day. A self-supporting Food Services Department served an average of 20,554 lunches and 7,892 breakfasts per day for the 1999-2000 school year.

Students attended 63 elementary schools, 5 middle junior high schools and 9 high schools. The average age of buildings was 58 years, with the oldest, McKinley, built in 1876 and the newest, Roselawn Condon, built in 1982.

Parental choice and involvement were encouraged. More than 12,000 students attended magnet or college

preparatory programs outside of their neighborhoods. Magnet choices included a math and science academy, language instruction in nine languages, creative and performing arts K-12, the first public elementary and high school Montessori schools in the nation, Paideia instruction, a communications school, health and teaching professions and a premier college preparatory 7-12 high school offering 21 Advanced Placement courses, more than any other school in the nation.

Neighborhood schools offered several focused programs including Direct Instruction, Success for All, Roots and Wings and Expeditionary Learning.

In order to give parents even more choice, the 1999-2000 school year marked the establishment of three district-sponsored community schools. The District is the first district in the State of Ohio to charter its own schools.

Increasing student achievement is the focus of the District. The District has been recognized as a national leader in school reform. Reforms include high-level performance standards for students, teachers and schools; a student-based budgeting process that funds the school based on students enrolled versus on a formula basis; a revolutionary teacher evaluation and compensation system; and an early literacy focus that included a third-grade reading guarantee and mandatory summer school at the primary level. The second year of a school accountability plan that rewards achieving schools also "redesigned" two more low-achieving schools. Schools with low achievement and no improvement for three years are closed and reopened with new staff members, a new principal and new programs. Early accounts were encouraging showing marked improvement in the schools redesigned the year before. The District also embarked on the first-phase implementation of a decade-long facilities improvement plan to renovate or rebuild every school building targeted for use in the future.

The District is changing from a low-performing, centrally controlled school district to a system of high-performing public schools. Continued reductions and downsizing of the central office resulted in an administrative cost of just 5.1 percent of budget. The control of resources has been moved to the school and classroom levels where the needs are more clearly defined. Schools and teachers are being held to a higher standard of accountability while being given the authority and resources to meet the challenges of an urban school system.

In 1999-2000, the District topped the large districts in Ohio on the State Report Card, on the Twelfth Grade State Proficiency Tests and in many areas of the ninth grade tests.

***For the Future.*** In November, 2000, voters approved a 6 mill operating levy which will generate \$36 million annually on a continuing basis. Two mills, \$12 million, of the levy will be used to reduce class size in grades K-3 to one teacher for every 17 to 19 students. Another two mills, \$12 million, will be used for the District's operational inflationary increases, including personnel expenses. One mill, \$6 million, will be used to strengthen academic programs in neighborhood schools and the final mill, \$6 million, will be used for ongoing repair and maintenance of the District's facilities.

By the end of fiscal year 2001, the District plans to complete its \$23 million life/safety renovations to its various buildings. Plans are to issue bonds later in fiscal 2001 for the first phase of the District's \$700 million facilities improvement program. A master architect and construction manager were hired in November, 2000 and a complete assessment of the District's facilities will be completed by August, 2001. The Ohio School Facilities Commission, the State agency overseeing and disbursing the State's 19% share of the facilities improvement program, has set forth construction and renovation guidelines the District must follow.

The District plans to implement the first phase of its high school restructuring program in fiscal year 2001-2002. The new "core high school" will consist of approximately 600 students - a senior institute for grades 11 and 12 consisting of 250 students that will have a particular academic focus and three preparatory academies of 75 to 90 students each that will have the same academic focus in each high school. Also planned for fiscal year 2001-2002 are a programmatic and facilities model for the District's first community learning centers, a comprehensive model for full-year schooling, and a comprehensive model for the education of gifted and talented students.



## **Financial Information**

The District uses Oracle Public Sector General Ledger, an automated, on-line general ledger accounting system, which provides the capability to prepare financial information based on generally accepted accounting principles (GAAP) for governments. Oracle Public Sector General Ledger is the basis for the District's accounting, budgetary, purchasing and fixed asset controls. The financial statements contained in the CAFR have been prepared from this system, implemented by the Treasurer's office in January, 1995.

Internal accounting controls are an integral part of this system and are designed to achieve the fundamental objectives of safeguarding assets, providing reasonable assurance that financial transactions are properly recorded, and ensuring that adequate accounting data is compiled to allow for the preparation of financial statements in accordance with GAAP. The internal control structure is designed to provide reasonable, but not absolute assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgement by management.

The District's Oracle Public Sector General Ledger accounting system is organized on a "fund" basis, in which each fund is a distinct self-balancing accounting entity. The modified accrual basis of accounting is followed for governmental and agency funds. Revenues are recognized in the period when measurable and available to meet obligations incurred during the fiscal year. The District defines available as meaning collectible within sixty (60) days of fiscal year-end. Governmental Funds' expenditures are recognized when the related liability is expected to be liquidated with expendable available financial resources, except interest on long term debt, which is recorded when due.

Proprietary Fund financial transactions are recorded on the accrual basis of accounting: revenues are recognized when earned and measurable and expenses are recognized when incurred.

The Board of Education, by statute, adopts the annual operating budget for the District on or about the first of each fiscal year (July 1). All disbursements and transfers of cash between funds require appropriations authority from the Board of Education. Budgets are controlled at the fund level.

The basis of accounting and the various funds and account groups utilized by the District are fully described in Note 2 to the Financial Statements. Additional information on the District's budgetary process can also be found in Note 2.

As demonstrated by the statements and schedules included in the financial section of this report, the Treasurer/CFO commits to meet his responsibility for sound financial management.

***General Government Functions and General Fund Balance*** The following schedule presents a summary of the General Fund, Special Revenue Funds, Debt Service Fund and Capital Project Funds' revenues for the fiscal year ended June 30, 2000, and the amount and percentages of increases (decreases) in revenues from the prior fiscal year.

General Government revenues decreased 3.31% from the fiscal year ended June 30, 1999, on a GAAP basis primarily due to the method of recognizing property tax revenue. The amount collected by the County, which is available to the District as of June 30, is recognized as revenue by the District. The amount reported by the County as available as of June 30, 2000, was significantly lower than previous years, thus resulting in recognizing lower tax revenues for the fiscal year ended June 30, 2000.

	FY 2000 <u>Actual</u>	FY 2000 <u>% of Total</u>	\$ Increase (Decrease) <u>From FY 1999</u>	% Increase (Decrease) <u>From FY 1999</u>
<b>Revenues (GAAP Basis)</b>				
From local sources:				
Taxes . . . . .	\$ 179,700,792	42.87%	\$ (53,647,248)	-22.99%
In Lieu of Taxes . . . . .	8,771,721	2.09%	8,771,721	100.00%
Tuition . . . . .	1,394,557	0.33%	89,497	6.86%
Earnings on Investments . . . . .	5,420,695	1.29%	815,491	17.71%
Intergovernmental - State . . . . .	177,900,740	42.44%	23,625,928	15.31%
Intergovernmental - Federal . . . . .	35,768,021	8.53%	5,475,423	18.08%
Other Revenue . . . . .	<u>10,245,691</u>	<u>2.45%</u>	<u>507,945</u>	<u>5.22%</u>
Total . . . . .	<u>\$ 419,202,217</u>	<u>100.00%</u>	<u>\$ (14,361,243)</u>	<u>-3.31%</u>

The following schedule presents a summary of the General Fund, Special Revenue Funds, Debt Service Fund and Capital Project Funds' expenditures for the fiscal year ended June 30, 2000, and the amount and percentages of increases (decreases) from the prior fiscal year.

	FY 2000 <u>Actual</u>	FY 2000 <u>% of Total</u>	\$ Increase (Decrease) <u>From FY 1999</u>	% Increase (Decrease) <u>From FY 1999</u>
<b>Expenditures (GAAP Basis)</b>				
Current:				
Instruction:				
Regular	\$ 162,704,228	38.23%	\$ (2,567,089)	-1.55%
Special	49,668,188	11.67%	(410,138)	-0.82%
Vocational	9,472,984	2.23%	(3,327,926)	-26.00%
Other	2,830,101	0.66%	(737,278)	-20.67%
Support Services:				
Pupils	18,056,966	4.24%	(4,322,138)	-19.31%
Instructional Staff	23,268,614	5.47%	(1,472,199)	-5.95%
General Administration	196,996	0.05%	(70,174)	-26.27%
School Administration	27,713,852	6.51%	89,872	0.32%
Fiscal	2,609,556	0.61%	(168,240)	-6.06%
Business	694,281	0.16%	(1,264,217)	-64.55%
Operations and Maintenance	28,375,672	6.67%	1,246,990	4.60%
Pupil Transportation	21,039,542	4.94%	361,260	1.75%
Central	20,489,853	4.81%	7,039,385	52.34%
Other	1,048,407	0.25%	1,043,787	22592.79%
Community Services	8,955,300	2.10%	(78,361)	-0.87%
Extracurricular Activities	3,534,149	0.83%	356,436	11.22%
Capital Outlay	15,755,943	3.70%	9,256,632	142.42%

Debt Service:				
Principal Retirement	26,454,342	6.21%	24,820,526	1519.18%
Interest and Fiscal Charges	<u>2,785,816</u>	<u>0.66%</u>	<u>(3,357,256)</u>	<u>-54.65%</u>
Total . . . . .	<u>\$ 425,654,790</u>	<u>100.00%</u>	<u>\$ 26,439,872</u>	<u>6.62%</u>

The District began its facilities improvement program during fiscal year 2000, contributing to the increased expenditures for capital outlay and debt service. Central Support Service expenditures also contributed to the overall 6.62% increase in expenditures from the prior fiscal year.

**General Fund Balance and Reserves.** The unreserved/undesignated General Fund balance increased by \$61,664,751 in fiscal year 2000 to (\$17,177,226). One-half of the increase was attributable to a \$46,885,000 decrease in the property tax reserve. Another primary cause of the increase was due to reclassification of \$24,880,000 million in notes payable to the General Long Term Debt Account Group.

**Enterprise Operations.** The District’s Enterprise Funds are used to finance and account for the acquisitions, operations and maintenance of District facilities and services designed to be entirely, or predominantly, self-supported from user charges. Operations are accounted for in such a manner to show a profit or loss on a basis comparable with businesses in the private sector. The District’s Enterprise operations consist of the Food Service and Uniform School Supply funds.

**Fiduciary Operations.** Fiduciary Funds are used to account for assets held by the District as an agent for individuals, private organizations, other governments and/or other funds. At June 30, 2000, assets held by these funds totaled \$2,617,834. Liabilities relating to these funds amounted to \$159,265.

**Debt Administration.** At June 30, 2000, the District had a number of debt issues outstanding. These issues, net of applicable unamortized discounts, included \$5,915,000 of general obligation bonds; \$49,762,000 of general obligation bond anticipation notes, and \$46,790,000 of long term tax anticipation notes. At the present time, the District’s unlimited tax general obligation debt is rate A and the District’s limited tax general obligation debt is rate A- by Standard & Poors. During the fiscal year ended June 30, 2000, the District issued \$23,032,000 general obligation bond anticipation notes and \$20,000,000 of long term tax anticipation notes.

**Cash Management Policies and Practices.** Chapter 135 of the Ohio Revised Code sets forth the requirements and limitations of the state’s political subdivisions, including the District. Under Section 135.14 of the Revised Code, the District may invest its funds provided that such investments must mature or be redeemable within five years from the date of purchase.

The District has invested in or is eligible, under the above-described legal limitations, to invest in U.S. Treasury bonds, notes and bills, federal agency securities, commercial paper, bankers acceptances, State Treasurer’s Asset Reserve (STAR Ohio), certificates of deposit, repurchase agreements and eligible Treasury Obligation Funds. The District interprets the limits on Federal

guaranteed investments, bankers acceptances, commercial paper and all other legal investments very conservatively. The District has never owned any derivative type investments, interest only investments or reverse repurchase agreements.

The District values safety, liquidity and return, in that order. Interest earned by the District for the fiscal year ended June 30, 2000, for all funds totaled \$5,810,016, primarily from investments in STAR Ohio. All brokers, dealers and financial institutions that give advice or make investment recommendations to the District shall sign the District's investment policy, thereby acknowledging their agreement to abide by the policy's contents. Those who execute investment transactions for the District shall read and sign the policy, thereby acknowledging their comprehension and receipt of the policy.

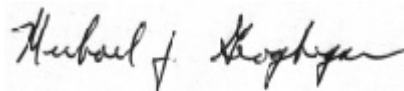
**Risk Management.** The District maintains comprehensive insurance coverage with private carriers for property, boiler and machinery, general/school board and umbrella liability and vehicles. Vehicle policies include liability coverage for bodily injury and property damage. Real property and building contents are insured by blanket coverage in the amount of \$50,000,000, with a \$250,000 deductible. General/school board and umbrella liability coverage provides for \$5,000,000 in the aggregate.

#### **Other Information**

**Independent Audit.** State statute requires an annual audit be performed by the Auditor of State or by an independent certified public accountant approved by the Auditor of State. The Auditor of State has performed the District's audit for the fiscal year ended June 30, 2000. In addition to meeting the requirements of State statutes, the audit was also designed to meet the requirements of the federal Single Audit Act of 1984, the 1996 amendments thereto, and the related U.S. Office of Management and Budget's Circular A-133. Generally accepted auditing standards and the standards set forth in the General Accounting Office's *Government Auditing Standards* were used by the auditors in conducting the engagement. The Independent Accountants' Report on the general purpose financial statements is included in the financial section of this report. The Independent Accountants' Report on internal controls and compliance with applicable laws and regulations can be found in a separately issued Single Audit report.

**Acknowledgments.** The preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff of the Treasurer's Department. I would like to express my appreciation to the Assistant Treasurer, Avis Sharpe, and all other members of the Department who assisted and contributed to the preparation of this report. Due credit should also be given to the District administration for their interest and support in planning and conducting the operations of the District in a responsible and progressive manner.

Sincerely,



Michael J. Geoghegan, CPA  
Treasurer/CFO

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**

**LIST OF PRINCIPAL OFFICIALS**

**JUNE 30, 2000**

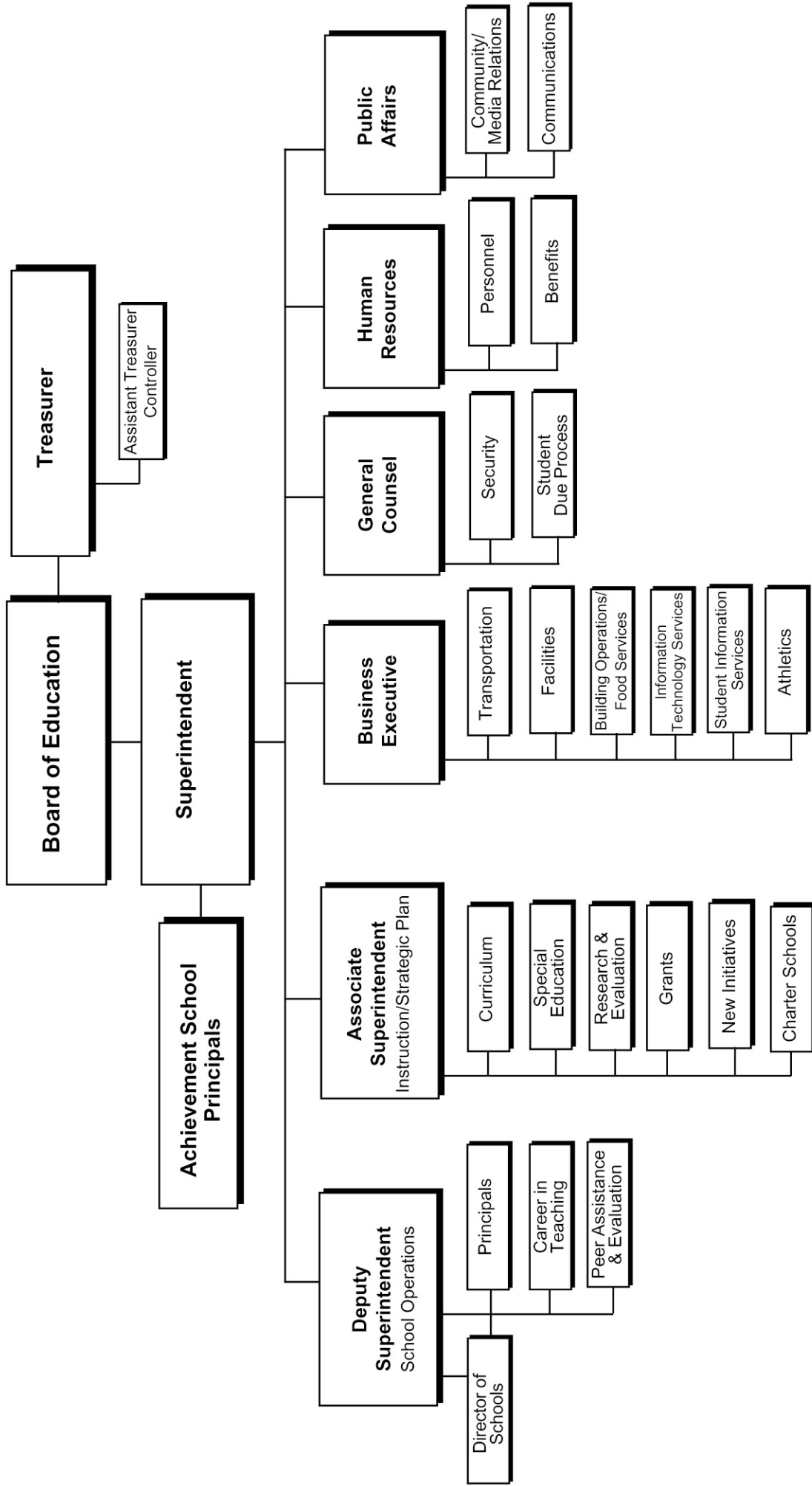
**Members of the Board of Education**

<b><u>Name</u></b>	<b><u>Title</u></b>	<b><u>Term Expires</u></b>
Rick Williams	President	December 31, 2003
Harriet Russell	Vice President	December 31, 2001
Lynn Marmer	Member	December 31, 2001
Cathy Ingram	Member	December 31, 2001
Sally Warner	Member	December 31, 2001
John J. Gilligan	Member	December 31, 2003
Florence M. Newell	Member	December 31, 2003

**District Administration**

<b><u>Name</u></b>	<b><u>Title</u></b>
Steven J. Adamowski	Superintendent
Kenton S. Cashell	Business Executive
Michael J. Geoghegan	Treasurer/CFO
Rosa E. Blackwell	Deputy Superintendent, School Management And Performance
Kathleen Ware	Associate Superintendent, Quality Improvement
John S. Concannon	General Counsel
Jan Leslie	Director of Public Affairs

# CPS Organization Chart



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# Financial Section

Cincinnati City School District  
Cincinnati, Ohio







STATE OF OHIO  
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

250 West Court Street  
Suite 150 E  
Cincinnati, Ohio 45202  
Telephone 513-361-8550  
800-368-7419  
Facsimile 513-361-8577  
www.auditor.state.oh.us

## INDEPENDENT ACCOUNTANTS' REPORT

Cincinnati City School District  
Hamilton County  
2651 Burnet Avenue  
Cincinnati, Ohio 45219

To the Board of Education:

We have audited the accompanying general-purpose financial statements of the Cincinnati City School District, Hamilton County, Ohio (the District), as of and for the fiscal year ended June 30, 2000, 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 Cincinnati City School District, Hamilton County, as of June 30, 2000, and the results of its operations and the cash flows of its proprietary fund type and nonexpendable trust fund for the year then ended in conformity with generally accepted accounting principles.

As more fully described in Note 23 to the general purpose financial statements, for the fiscal year ending June 30, 2000, the District changed its method of accounting for depreciation in the General Fixed Asset Account Group.

In accordance with *Government Auditing Standards*, we have also issued our report dated February 12, 2001, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

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.

A handwritten signature in black ink, appearing to read "Jim Petro", with a large, stylized flourish at the end.

**Jim Petro**  
Auditor of State

February 12, 2001

# **GENERAL PURPOSE FINANCIAL STATEMENTS**

**CINCINNATI CITY SCHOOL DISTRICT, OHIO  
COMBINED BALANCE SHEET -  
ALL FUND TYPES AND ACCOUNT GROUPS  
JUNE 30, 2000**

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Project
<b>ASSETS AND OTHER DEBITS:</b>				
<b>Assets:</b>				
Equity in pooled cash and investments	\$ 79,443,822	\$19,483,565	\$6,386,441	\$22,052,415
Restricted pooled cash and investments	4,845,277	-	-	-
Investments	-	-	-	-
Receivables (net of allowances for uncollectibles)				
Property taxes	204,971,073	-	962,501	-
Accounts	642,159	250,202	-	-
Accrued interest	-	-	-	-
Intergovernmental - state and local	163,756	1,857,247	-	-
Intergovernmental - federal	296,821	529,520	-	-
Interfund loan receivable	7,983,525	215,409	-	-
Advances to other funds	3,433,230	-	-	-
Materials and supplies inventory	66,929	-	-	-
Inventory held for resale	-	-	-	-
Property, plant, and equipment, net of accumulated depreciation	-	-	-	-
<b>Other Debits:</b>				
Amount available in debt service fund	-	-	-	-
Amount to be provided for retirement of general long term obligations	-	-	-	-
	-	-	-	-
<b>TOTAL ASSETS AND OTHER DEBITS</b>	<b><u>\$301,846,592</u></b>	<b><u>\$22,335,943</u></b>	<b><u>\$7,348,942</u></b>	<b><u>\$22,052,415</u></b>
<b>LIABILITIES, EQUITY AND OTHER CREDITS:</b>				
<b>Liabilities:</b>				
Accounts payable	\$ 2,360,468	\$ 1,191,576	\$ -	\$ 1,347,262
Accrued wages and benefits	15,495,790	1,835,370	-	13,204
Compensated absences payable	895,362	-	-	-
Interfund loans payable	-	1,876,643	-	6,321,585
Advances from other funds	-	3,433,230	-	-
Deferred revenue - commodities	-	-	-	-
Deferred revenue - taxes	180,991,073	-	852,501	-
Intergovernmental payable	2,704,388	737,854	-	7,749
Due to students	-	-	-	-
Accrued interest payable	152,748	-	-	311,880
Notes payable	-	-	-	26,730,000
Long term tax anticipation notes payable	46,790,000	-	-	-
General obligation bonds payable	-	-	-	-
Obligations under capital leases	-	-	-	-
	-	-	-	-
<b>TOTAL LIABILITIES</b>	<b><u>249,389,829</u></b>	<b><u>9,074,673</u></b>	<b><u>852,501</u></b>	<b><u>34,731,680</u></b>
<b>Equity and Other Credits:</b>				
Investment in general fixed assets	-	-	-	-
Retained earnings, unreserved	-	-	-	-
Fund balances:				
Reserved for encumbrances	4,428,553	4,429,725	-	10,980,181
Reserved for endowments	-	-	-	-
Reserved for supplies inventory	66,929	-	-	-
Reserved for property taxes	23,980,000	-	110,000	-
Reserved for debt service	-	-	6,231,941	-
Reserved for advances	3,433,230	-	-	-
Reserved for budget stabilization	4,043,744	-	-	-
Reserved for textbooks and instructional materials	801,533	-	-	-
Unreserved:				
Designated for future use	32,880,000	-	154,500	-
Undesignated	(17,177,226)	8,831,545	-	(23,659,446)
	-	-	-	-
<b>TOTAL EQUITY AND OTHER CREDITS</b>	<b><u>52,456,763</u></b>	<b><u>13,261,270</u></b>	<b><u>6,496,441</u></b>	<b><u>(12,679,265)</u></b>
<b>TOTAL LIABILITIES, EQUITY AND OTHER CREDITS</b>	<b><u>\$301,846,592</u></b>	<b><u>\$22,335,943</u></b>	<b><u>\$7,348,942</u></b>	<b><u>\$22,052,415</u></b>

The notes to the financial statements are an integral part of this statement.

Proprietary Fund Type	Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)
		General Fixed Assets	General Long Term Obligations	
Enterprise	Trust and Agency			
\$ 6,557,695	\$2,025,467	\$ -	\$ -	\$135,949,405
-	-	-	-	4,845,277
-	589,240	-	-	589,240
-	-	-	-	205,933,574
37,197	1,000	-	-	930,558
-	2,127	-	-	2,127
-	-	-	-	2,021,003
732,319	-	-	-	1,558,660
-	-	-	-	8,198,934
-	-	-	-	3,433,230
94,433	-	-	-	161,362
224,356	-	-	-	224,356
1,685,282	-	72,215,311	-	73,900,593
-	-	-	6,496,441	6,496,441
-	-	-	60,193,000	60,193,000
<u>\$9,331,282</u>	<u>\$2,617,834</u>	<u>\$72,215,311</u>	<u>\$66,689,441</u>	<u>\$504,437,760</u>
\$ 77,750	\$ 10,264	\$ -	\$ -	\$ 4,987,320
70,772	-	-	-	17,415,136
499,928	-	-	37,579,471	38,974,761
706	-	-	-	8,198,934
-	-	-	-	3,433,230
224,356	-	-	-	224,356
-	-	-	-	181,843,574
125,241	1,689	-	-	3,576,921
-	147,312	-	-	147,312
-	-	-	-	464,628
-	-	-	23,032,000	49,762,000
-	-	-	-	46,790,000
-	-	-	5,915,000	5,915,000
-	-	-	162,970	162,970
<u>998,753</u>	<u>159,265</u>	<u>-</u>	<u>66,689,441</u>	<u>361,896,142</u>
-	-	72,215,311	-	72,215,311
8,332,529	-	-	-	8,332,529
-	-	-	-	19,838,459
-	793,172	-	-	793,172
-	-	-	-	66,929
-	-	-	-	24,090,000
-	-	-	-	6,231,941
-	-	-	-	3,433,230
-	-	-	-	4,043,744
-	-	-	-	801,533
-	-	-	-	33,034,500
-	1,665,397	-	-	(30,339,730)
<u>8,332,529</u>	<u>2,458,569</u>	<u>72,215,311</u>	<u>-</u>	<u>142,541,618</u>
<u>\$9,331,282</u>	<u>\$2,617,834</u>	<u>\$72,215,311</u>	<u>\$66,689,441</u>	<u>\$504,437,760</u>

**CINCINNATI CITY SCHOOL DISTRICT, OHIO  
 COMBINED STATEMENT OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCES -  
 ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

	Governmental Fund Types				Fiduciary Fund Type Expendable Trust	Totals (Memorandum Only)
	General	Special Revenue	Debt Service	Capital Project		
<b>REVENUES:</b>						
From local sources:						
Taxes	\$178,268,412	\$ -	\$ 850,726	\$ 581,654	\$ -	\$179,700,792
In lieu of taxes	6,271,721	-	2,500,000	-	-	8,771,721
Tuition	322,980	1,071,577	-	-	-	1,394,557
Earnings on investments	5,171,030	223,686	25,979	-	62,332	5,483,027
Intergovernmental - state	129,221,491	44,045,455	89,471	4,544,323	-	177,900,740
Intergovernmental - federal	2,389,527	33,378,494	-	-	-	35,768,021
Other revenue	2,537,304	7,666,387	-	42,000	255,614	10,501,305
<b>TOTAL REVENUES</b>	<u>324,182,465</u>	<u>86,385,599</u>	<u>3,466,176</u>	<u>5,167,977</u>	<u>317,946</u>	<u>419,520,163</u>
<b>EXPENDITURES:</b>						
Current:						
Instruction:						
Regular	129,035,684	33,668,544	-	-	84,054	162,788,282
Special	37,986,701	11,681,487	-	-	-	49,668,188
Vocational	7,726,077	1,629,191	-	117,716	-	9,472,984
Other	23,019	2,807,082	-	-	-	2,830,101
Support services:						
Pupils	10,848,078	5,394,858	-	1,814,030	-	18,056,966
Instructional staff	11,520,009	10,055,794	-	1,692,811	-	23,268,614
General administration	196,996	-	-	-	6,582	203,578
School administration	25,352,935	2,329,518	12,253	19,146	-	27,713,852
Fiscal	2,429,477	180,079	-	-	-	2,609,556
Business	694,281	-	-	-	-	694,281
Operations and maintenance	27,723,905	54,996	-	596,771	-	28,375,672
Pupil transportation	20,942,353	97,189	-	-	-	21,039,542
Central	17,571,892	2,279,644	-	638,317	-	20,489,853
Other	-	1,048,407	-	-	-	1,048,407
Community services	-	8,955,300	-	-	52,633	9,007,933
Extracurricular activities	2,592,983	941,166	-	-	30	3,534,179
Capital outlay	1,232,471	69,724	-	14,453,748	-	15,755,943
Debt service:						
Principal retirement	24,904,342	-	1,550,000	-	-	26,454,342
Interest and fiscal charges	2,104,483	-	369,453	311,880	-	2,785,816
<b>TOTAL EXPENDITURES</b>	<u>322,885,686</u>	<u>81,192,979</u>	<u>1,931,706</u>	<u>19,644,419</u>	<u>143,299</u>	<u>425,798,089</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	1,296,779	5,192,620	1,534,470	(14,476,442)	174,647	(6,277,926)
<b>OTHER FINANCING SOURCES (USES):</b>						
Operating transfers in	443,582	248,038	1,212,103	1,799,500	-	3,703,223
Operating transfers (out)	(3,259,642)	-	-	-	-	(3,259,642)
Proceeds of sale of fixed assets	3,056	-	-	1,000	-	4,056
Other miscellaneous sources (uses)	(10,692)	(478,185)	-	-	-	(488,877)
Proceeds from sale of notes	23,032,000	-	-	-	-	23,032,000
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>20,208,304</u>	<u>(230,147)</u>	<u>1,212,103</u>	<u>1,800,500</u>	<u>-</u>	<u>22,990,760</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses	21,505,083	4,962,473	2,746,573	(12,675,942)	174,647	16,712,834
<b>Fund balances, July 1 (as restated)</b>	<u>30,951,680</u>	<u>8,298,797</u>	<u>3,749,868</u>	<u>(3,323)</u>	<u>1,249,677</u>	<u>44,246,699</u>
<b>Fund balances, June 30</b>	<u>\$ 52,456,763</u>	<u>\$13,261,270</u>	<u>\$6,496,441</u>	<u>(\$12,679,265)</u>	<u>\$1,424,324</u>	<u>\$ 60,959,533</u>

The notes to the financial statements are an integral part of this statement.

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**CINCINNATI CITY SCHOOL DISTRICT, OHIO  
 COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
 IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS) -  
 ALL GOVERNMENTAL FUND TYPES  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

	General Fund			Special Revenue Funds		
	Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
Total Revenues and Other Financing Sources	<u>\$443,072,003</u>	<u>\$447,985,227</u>	<u>\$ 4,913,224</u>	<u>\$96,692,859</u>	<u>\$ 103,345,129</u>	<u>\$ 6,652,270</u>
Total Expenditures and Other Financing Uses	<u>443,799,504</u>	<u>393,764,624</u>	<u>50,034,880</u>	<u>68,797,555</u>	<u>106,855,534</u>	<u>(38,059,979)</u>
Excess of Revenue and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(727,501)</u>	<u>54,220,603</u>	<u>54,948,104</u>	<u>27,895,304</u>	<u>(3,510,405)</u>	<u>( 31,405,709)</u>
Fund balances, beginning of year	11,820,971	11,820,971	-	11,147,590	11,147,590	-
Prior year encumbrances appropriated	<u>11,458,504</u>	<u>11,458,504</u>	<u>-</u>	<u>6,438,755</u>	<u>6,438,755</u>	<u>-</u>
Fund balances, end of year	<u>\$ 22,551,974</u>	<u>\$ 77,500,078</u>	<u>\$54,548,104</u>	<u>\$45,481,649</u>	<u>\$ 14,075,940</u>	<u>\$( 31,405,709)</u>

The notes to the financial statements are an integral part of this statement.



<u>Debt Service Fund</u>			<u>Capital Project Funds</u>			<u>Totals (Memorandum Only)</u>		
<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
\$ 4,671,491	\$4,864,279	\$ 192,788	\$ 28,770,353	\$41,446,504	\$12,676,151	\$573,206,706	\$597,641,139	\$24,434,433
<u>12,803,222</u>	<u>1,931,706</u>	<u>10,871,516</u>	<u>21,579,520</u>	<u>39,960,688</u>	<u>(18,381,168)</u>	<u>546,979,801</u>	<u>542,512,552</u>	<u>4,467,249</u>
<u>(8,131,731)</u>	<u>2,932,573</u>	<u>11,064,304</u>	<u>7,190,833</u>	<u>1,485,816</u>	<u>(5,705,017)</u>	<u>26,226,905</u>	<u>55,128,587</u>	<u>28,901,682</u>
3,453,868	3,453,868	-	5,291,724	5,291,724	-	31,714,153	31,714,153	-
-	-	-	<u>3,311,520</u>	<u>3,311,520</u>	-	<u>21,208,779</u>	<u>21,208,779</u>	-
<u>\$ (4,677,863)</u>	<u>\$6,386,441</u>	<u>\$11,064,304</u>	<u>\$15,794,077</u>	<u>\$10,089,060</u>	<u>\$(5,705,017)</u>	<u>\$79,149,837</u>	<u>\$108,051,519</u>	<u>\$28,901,682</u>

**CINCINNATI CITY SCHOOL DISTRICT, OHIO  
 COMBINED STATEMENT OF REVENUES,  
 EXPENSES AND CHANGES IN RETAINED EARNINGS/FUND BALANCE -  
 PROPRIETARY FUND TYPE AND  
 NONEXPENDABLE TRUST FUND  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

	Proprietary Fund Type Enterprise Funds	Fiduciary Fund Type Nonexpendable Trust Fund	Totals (Memorandum Only)
<b>OPERATING REVENUES:</b>			
Sales	\$ 3,477,979	\$ 374,254	\$3,852,233
Interest revenue	-	(13,502)	(13,502)
<b>Total operating revenues</b>	<u>3,477,979</u>	<u>360,752</u>	<u>3,838,731</u>
<b>OPERATING EXPENSES:</b>			
Salaries and wages	5,108,521	-	5,108,521
Fringe benefits	1,814,121	-	1,814,121
Contract services	915,212	-	915,212
Supplies	4,934,007	4,940	4,938,947
Depreciation	295,012	-	295,012
Other operating expenses	209,997	-	209,997
<b>Total operating expenses</b>	<u>13,276,870</u>	<u>4,940</u>	<u>13,281,810</u>
<b>Operating income (loss)</b>	<u>(9,798,891)</u>	<u>355,812</u>	<u>(9,443,079)</u>
<b>NON OPERATING REVENUES (EXPENSES):</b>			
Donated commodities	324,890	-	324,890
Operating grants	8,953,023	-	8,953,023
Interest revenue	340,492	-	340,492
Miscellaneous	(105,654)	-	(105,654)
<b>Total non operating revenues (expenses)</b>	<u>9,512,751</u>	<u>-</u>	<u>9,512,751</u>
<b>Income before operating transfers</b>	(286,140)	355,812	69,672
Operating transfers (out)	(443,581)	-	(443,581)
Net income	(729,721)	355,812	(373,909)
<b>Retained Earnings/Fund Balance, July 1 (as restated)</b>	<u>9,062,250</u>	<u>678,433</u>	<u>9,740,683</u>
<b>Retained Earnings/Fund Balance, June 30</b>	<u>\$ 8,332,529</u>	<u>\$1,034,245</u>	<u>\$ 9,366,774</u>

The notes to the financial statements are an integral part of this statement.

**CINCINNATI CITY SCHOOL DISTRICT, OHIO  
 COMBINED STATEMENT OF CASH FLOWS -  
 PROPRIETARY FUND TYPE  
 AND NONEXPENDABLE TRUST FUND  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2000**

	Proprietary Fund Type	Fiduciary Fund Type	Totals
	Enterprise Funds	Nonexpendable Trust Fund	(Memorandum Only)
<b>Cash Flows from Operating Activities:</b>			
Cash received from customers	\$ 3,440,936	\$ -	\$ 3,440,936
Cash received from other operations	-	374,254	374,254
Cash payments to suppliers for goods and services	(5,623,037)	(4,940)	(5,627,977)
Cash payments to employees for services	(5,348,197)	-	(5,348,197)
Cash payments for employee benefits	(1,453,075)	-	(1,453,075)
Cash payments for other operating expenses	<u>(209,997)</u>	<u>-</u>	<u>(209,997)</u>
Net Cash Provided by (Used for) Operating Activities	<u>(9,193,370)</u>	<u>369,314</u>	<u>(8,824,056)</u>
<b>Cash Flows from Investing Activities:</b>			
Cash received from interest	<u>340,492</u>	<u>36,252</u>	<u>376,744</u>
Net Cash Provided by Investing Activities	<u>340,492</u>	<u>36,252</u>	<u>376,744</u>
<b>Cash Flows from Noncapital Financing Activities:</b>			
Operating grants received	9,499,652	-	9,499,652
Transfers out	(443,581)	-	(443,581)
Miscellaneous	<u>1,970</u>	<u>-</u>	<u>1,970</u>
Net Cash Provided by Noncapital Financing Activities	<u>9,058,041</u>	<u>-</u>	<u>9,058,041</u>
<b>Cash Flows from Capital and Related Financing Activities:</b>			
Payments for capital acquisitions	<u>(182,777)</u>	<u>-</u>	<u>(182,777)</u>
Net Cash Used for Capital and Related Financing Activities	<u>(182,777)</u>	<u>-</u>	<u>(182,777)</u>
Net Increase in Cash and Cash Equivalents	22,386	405,566	427,952
Cash and Cash Equivalents at Beginning of Year	<u>6,535,309</u>	<u>499,858</u>	<u>7,035,167</u>
Cash and Cash Equivalents at End of Year	<u>\$6,557,695</u>	<u>\$905,424</u>	<u>\$7,463,119</u>
<b>Reconciliation of Nonexpendable Trust Fund to Balance Sheet</b>			
Cash and Cash Equivalents - All Fiduciary Funds		\$ 2,025,467	
Less: Cash and Cash Equivalents - Expendable Trust and Agency Funds		<u>(1,120,043)</u>	
Cash and Cash Equivalents - Nonexpendable Trust Funds		<u>\$ 905,424</u>	

(Continued)

The notes to the financial statements are an integral part of this statement.

**CINCINNATI CITY SCHOOL DISTRICT, OHIO  
 COMBINED STATEMENT OF CASH FLOWS -  
 PROPRIETARY FUND TYPE  
 AND NONEXPENDABLE TRUST FUND (continued)  
 FOR FISCAL YEAR ENDED JUNE 30, 2000**

	Proprietary Fund Type <u>Enterprise Funds</u>	Fiduciary Fund Type <u>Nonexpendable Trust Fund</u>	Totals (Memorandum Only) <u>                    </u>
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:</b>			
Operating income (loss)	\$(9,798,891)	\$355,812	\$(9,443,079)
<b>Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:</b>			
Depreciation expense	295,012	-	295,012
Donated commodities used during year	324,890	-	324,890
Market value change for investments	-	13,502	13,502
Changes in assets and liabilities:			
Increase in accounts receivable	(37,197)	-	(37,197)
Decrease in accrued interest	154	-	154
Increase in materials and supplies inventory	(37,698)	-	(37,698)
Decrease in accrued wages	(6,715)	-	(6,715)
Increase in accounts payable	16,740	-	16,740
Increase in compensated absences payable	63,976	-	63,976
Decrease in intergovernmental payable	<u>(13,641)</u>	<u>-</u>	<u>(13,641)</u>
Total adjustments	<u>605,521</u>	<u>13,502</u>	<u>619,023</u>
Net cash provided by (used for) operating activities	<u><u>\$(9,193,370)</u></u>	<u><u>\$369,314</u></u>	<u><u>\$(8,824,056)</u></u>

The notes to the financial statements are an integral part of this statement.

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS**  
**For the Fiscal Year Ended June 30, 2000**

**NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT**

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

The District is a city district as defined by Section 3311.02 of the Ohio Revised Code. The District operates under a locally elected Board of Education (7 members) and is responsible for the provision of public education to residents of the District. The District also provides both special education and vocational (job training) education for residents of the District.

The District includes all of the cities of Cincinnati, Cheviot and Golf Manor, all of the Village of Amberley, parts of the cities of Silverton and Wyoming, part of the Village of Fairfax, and parts of Anderson, Columbia, Delhi, Green and Springfield Townships. The District's total area is approximately 90 square miles.

The economy of the District is based on a wide diversity of industry. The major sources of revenue to the District are local real and personal property taxes, and state aid. Other funds, such as food services are funded by designated state and federal grants and/or charges for goods and services.

**FINANCIAL REPORTING ENTITY**

The District provides more than instruction to its students. These additional services include student guidance, extracurricular activities, educational media and care and upkeep of grounds and buildings. The operation of each of these activities is directly controlled by the Board of Education through the budgetary process. These District operations form the oversight unit and are included as part of the reporting entity.

The financial report of the District is comprised of the primary government. The primary government consists of all funds, departments, boards, and agencies which are not legally separate from the District. The District also evaluated potential component units for possible inclusion in the financial report. Component units are legally separate organizations for which the District would be financially accountable. The District would be financially accountable for an organization if the District appointed a voting majority of the organization's governing board and (1) the District was able to significantly influence the programs or services performed or provided by the organization; or (2) the District was legally entitled to or could otherwise access the organization's resources; the District was legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the organization is fiscally dependent on the District in that the District approves the budget, the issuance of debt, or levying of taxes.

The District included no component units in these financial statements.

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - (continued)**  
**For the Fiscal Year Ended June 30, 2000**

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

The financial statements of the District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The District also applies Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, to its proprietary activities 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 PRESENTATION - 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 regulations, restrictions or limitations. An account group is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available resources.

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

**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 or Fiduciary funds, are accounted for through governmental funds. The following are the District's governmental fund types:

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

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - (continued)**  
**For the Fiscal Year Ended June 30, 2000**

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

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

*Capital Project Funds* - 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 or Nonexpendable Trust Funds).

**PROPRIETARY FUND TYPE**

Proprietary Funds are used to account for the District's ongoing activities, which are similar to those found in the private sector. Following is the District's Proprietary Fund Type:

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

**FIDUCIARY FUND TYPES**

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 Funds* - These funds are used to account for resources, including both principal and earnings, which must be expended according to the provision of a trust agreement. Expendable Trust Funds are accounted for in essentially the same manner as governmental funds.

*Nonexpendable Trust Funds* - These funds are used to account for trust principal, which may not be expended. Only interest earned on the principal may be used for trust operations. Nonexpendable Trust Funds are accounted for in essentially the same manner as Proprietary Funds.

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - (continued)**  
**For the Fiscal Year Ended June 30, 2000**

*Agency Funds* - These funds are purely custodial and do not involve measurement of results of operations.

**ACCOUNT GROUPS**

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

*General Fixed Assets Account Group* - This account group is established to account for all fixed assets of the District, other than those accounted for in Proprietary Funds.

*General Long Term Obligations Account Group* - This account group is established to account for all long-term obligations of the District except those accounted for in Proprietary Funds and General Fund tax anticipation notes described in Note 11.

**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 statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

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



**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - (continued)**  
**For the Fiscal Year Ended June 30, 2000**

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 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 year end.

In applying the susceptible to accrual concept under the modified accrual basis, the following revenue sources are deemed both measurable and available: property taxes available for advance, state and federal grants, investment earnings, tuition, and student fees.

The District reports deferred revenues on its combined balance sheet. Deferred revenues arise when 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, 2000, which are intended to finance fiscal year 2001 operations and delinquent property taxes whose availability is indeterminable, 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. Principal and interest on general long term debt are recorded as fund liabilities when due or when amounts have been accumulated in the debt service fund for payments to be made early in the following year, and the costs of accumulated unpaid vacation and sick leave are reported as fund liabilities in the period in which they will be liquidated with available financial resources rather than in the period earned by employees. 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 and nonexpendable trust 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 fiscal year is reported in the operating statement as an expense with a like amount reported as donated commodities revenue. Unused donated food commodities are reported as deferred revenue.

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - (continued)**  
**For the Fiscal Year Ended June 30, 2000**

**C. BUDGETARY CONTROL**

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 fiscal 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 District did not include budgetary financial statements within the general-purpose financial statements for the enterprise funds, expendable trust fund, and the nonexpendable trust fund. For the fiscal year ended June 30, 2000, the primary level of budgetary control was at the fund level. Advances to funds are not required to be budgeted due to the temporary nature of the cash flow and the intent to repay.

**ANNUAL BUDGETS**

The District adopts annual appropriation budgets for all funds. The specific timetable for the fiscal year is as follows:

1. Prior to January 15, the District 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. A public hearing is publicized and conducted to obtain taxpayers comments.
2. By no later than January 20, the Board of Education adopted budget is filed with the Hamilton County Budget Commission (Commission) for rate determination.
3. Prior to April 1, the Board of Education accepts by formal resolution, the tax rates as determined by the Budget Commission. Prior to June 30, the District must revise its budget so that total contemplated expenditures from any fund during the ensuing year will not exceed the amount stated in the Certificate of Estimated Resources plus certain authorized borrowings. The revised budget then serves as a basis for the appropriation measure. On or about July 1, the Certificate is amended to include any unencumbered balances from the preceding year as reported by the District Treasurer. The amounts reported in the budgetary statement reflect the amounts set forth in the final Amended Certificate issued for fiscal year 2000.
4. By July 1, the annual appropriation resolution (or temporary resolution) is legally enacted by the Board of Education. (State statute permits a temporary appropriation to be effective until

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - (continued)**  
**For the Fiscal Year Ended June 30, 2000**

no later than October 1 of each year). Appropriations by fund must be within the estimated resources as certified by the County Budget Commission plus certain authorized borrowings.

5. Any revisions that alter appropriations at the budgeted level for each fund must be approved by the Board of Education.
6. Formal budgetary integration is employed as a management control device during the fiscal year for all funds.
7. Appropriation amounts, except for capital projects, are as originally adopted. Capital projects are appropriated throughout the fiscal year as they are identified and approved by the District.
8. Expenditures plus encumbrances may not legally exceed budgeted appropriations at the fund level.

**BASIS OF ACCOUNTING**

The District's budgetary process accounts for certain transactions on a basis other than GAAP. The major differences between the budget basis and the GAAP basis are:

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures are recorded when encumbered, or paid in cash (budget basis), as opposed to when susceptible to accrual (GAAP basis).
3. Encumbrances are treated as expenditures/expenses for all funds (budget basis) rather than as a reservation of fund balance for governmental fund types and as note disclosures in the proprietary fund types (GAAP basis).
4. Principal payments for notes payable are treated as expenditures (budget basis) and as reductions in the outstanding notes payable liability (GAAP basis).
5. Advances are treated as financing sources and uses (budget basis) and as interfund receivables and payables (GAAP basis).

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - (continued)**  
**For the Fiscal Year Ended June 30, 2000**

**ENCUMBRANCES**

Encumbrance accounting is utilized by the District for all funds in the normal course of operations for purchase orders and contract related expenditures. An encumbrance is a reserve on the available spending authority due to a commitment for a future expenditure and does not represent a liability. For Governmental Fund types, encumbrances outstanding at year-end appear as a reserve to the fund balance on a GAAP basis and as the equivalent of expenditures on a non-GAAP budgetary basis in order to demonstrate legal compliance. If the actual expenditures are less than the amount encumbered, the excess reserve is closed to the unreserved fund balance. Note 4 provides a reconciliation of the budgetary basis and GAAP basis of accounting.

**D. CASH AND INVESTMENTS**

Cash received by the District is deposited into one of five bank accounts with individual fund balance integrity maintained. Balances of all funds are maintained in these accounts or are temporarily used to purchase certificates of deposit or investments, which are stated at cost. For purposes of the combined statement of cash flows, the Enterprise and Nonexpendable Trust Funds' portion of pooled cash and investments is considered a cash equivalent because the District is able to withdraw resources from the Enterprise and Nonexpendable Trust Funds without prior notice or penalty. Under existing State of Ohio statutes, all investment earnings accrue to the General Fund, except those specifically related to the Auxiliary Services Fund, Expendable Trust Funds, Nonexpendable Trust Fund, the Food Service Fund, or as directed by Board of Education policy.

During fiscal year 2000, investments were limited to STAR Ohio and common stock. Investments in common stock which were donated to the District are reported at fair value which is based on quoted market price. STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price which is what the investment could be sold for on June 30, 2000.

Restricted assets in the General Fund represent cash and cash equivalents set aside to establish a budget stabilization reserve, textbook and instructional material reserve, and a capital maintenance reserve. These reserves are required by State statute. The budget stabilization reserve can be used only after receiving approval from the State Superintendent of Public Instruction. At June 30, 2000, the District was not required to reserve fund balance for capital maintenance (refer to Note 19).

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - (continued)**  
**For the Fiscal Year Ended June 30, 2000**

**E. INVENTORY**

Inventories are valued at cost (First-in, First-out) and are determined by physical count. Inventories of Proprietary Funds appear as expenses when used rather than when purchased. The amount of unused commodities are reported as deferred revenue, since title does not pass to the District until the commodities are used. Inventories of Governmental Funds appear as expenditures when used and are offset by a reserve to indicate that inventories do not constitute available expendable resources.

**F. PROPERTY, PLANT, EQUIPMENT AND DEPRECIATION**

*General Fixed Assets Account Group*

Fixed assets used in governmental fund types of the District are recorded in the General Fixed Assets Account Group at cost or estimated historical cost if purchased or constructed. Donated fixed assets are recorded at their estimated fair market value at the date of donation. The District follows the policy of not capitalizing assets for presenting GAAP information with a cost of less than \$2,000, but does separately track assets costing more than \$300 if purchased with federal or state grant funds for compliance purposes. Infrastructure (e.g., driveways, fencing, retaining walls and other assets that are immovable and of value only to the District) is capitalized in the General Fixed Assets Account Group if the cost or estimated historical cost to purchase or construct equals or exceeds \$2,000. Interest incurred during construction is not capitalized on general fixed assets. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not included in the General Fixed Assets Account Group.

Although depreciation expense is not reported in the operating statements of Governmental Funds, the District does record and report assets net of accumulated depreciation in the General Fixed Assets Account Group to provide the reader with a realistic valuation of the assets owned due to the age and condition of a significant portion of the assets reported. Accumulated depreciation is calculated on a straight-line basis with ½ year depreciation taken in the first and last year, regardless of the date placed in service. Accumulated depreciation has been provided over the following estimated useful lives:

<u>Asset</u>	<u>Life (Years)</u>
Buildings	45
Land Improvements and Temporary Buildings	20
Art Work	10
Machinery and Equipment	7-20
Vehicles	5

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - (continued)**  
**For the Fiscal Year Ended June 30, 2000**

*Proprietary Fund*

Property, plant and equipment reflected in the Proprietary Fund Type, whose cost to construct or acquire exceeds \$300, are stated at historical cost or estimated historical cost and updated for additions and retirements during the fiscal year. Donated fixed assets are recorded at their fair market values as of the date donated. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not included. Depreciation has been provided, where appropriate, on a straight line basis with ½ year depreciation taken in the first and last year, regardless of the date placed in service over the following estimated useful lives:

<u>Asset</u>	<u>Life (Years)</u>
Fixed Equipment	12
Furniture, Fixtures and Minor Equipment	12
Vehicles	5

**G. COMPENSATED ABSENCES PAYABLE**

GASB Statement No. 16 specifies that compensated absences should be accrued as they are earned by employees if both of the following conditions are met:

1. The employee's rights to receive compensation are attributable to services already rendered.
2. It is probable that the employer will compensate the employee for the benefits through paid time off or cash payment.

The District's policies regarding compensated absences are determined by state laws and/or negotiated agreements. In summary, the policies are as follows:

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - (continued)**  
**For the Fiscal Year Ended June 30, 2000**

	<u>Certificated</u>	<u>Administrators</u>	<u>Non-Certificated</u>
<b><u>Vacation:</u> How Earned</b>	Not Eligible	2.7 days per month of employment (27 days per year). If 96% attendance, then 1 additional day.	.84 days to 1.67 days per month of employment (10 to 20 days per year) depending on length of service.
<b>Maximum Accumulation</b>	Not Applicable	81 days	2 times the yearly accrual plus current year's accumulation
<b>Vested</b>	Not Applicable	As Earned	As Earned
<b>Termination Entitlement</b>	Not Applicable	Paid Upon Termination	Paid Upon Termination
<b><u>Sick Leave:</u> How Earned</b>	1.25 days month of employment (15 days per year)	1.25 days per month of employment (15 days per year)	1.25 days per month of employment (15 days per year)
<b>Maximum Accumulation</b>	Unlimited	Unlimited	Unlimited
<b>Vested</b>	As Earned	As Earned	As Earned
<b>Termination Entitlement</b>	½ paid upon retirement or upon death with minimum service requirement	½ paid upon retirement or upon death with minimum service requirement	½ paid upon retirement or upon death with minimum service requirement
<b><u>Personal Leave:</u> How Earned</b>	3 days granted as of August 1	3 days granted as of August 1	3 days granted as of September 1
<b>Maximum Accumulation</b>	Not Applicable Converted to sick leave on August 1	Not Applicable Converted to Sick Leave on August 1	Not Applicable Converted to sick leave on September 1
<b>Vested</b>	Not Applicable	Not Applicable	Not Applicable
<b>Termination Entitlement</b>	Not Applicable	Not Applicable	Not Applicable

For governmental funds, the current portion of unpaid compensated absences is the amount expected to be paid using expendable available 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, compensated absences are expensed when earned. The entire amount of compensated absences is reported as a fund liability.

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - (continued)**  
**For the Fiscal Year Ended June 30, 2000**

**H. FUND BALANCE RESERVES AND DESIGNATIONS**

Reserved fund balances indicate that portion of fund equity which is not available for current appropriation or is legally segregated for a specific use. Fund balances are reserved for encumbrances, endowments, supplies inventory, debt service, advances, budgetary reserves and property taxes, and are not available for appropriation at year-end, under Ohio law. Fund balances are designated for future use for an advance on property taxes to fund future year operations. The unreserved, undesignated portions of fund equity reflected for Governmental Funds are available for use within the specific purposes of those funds. Long term liabilities expected to be financed from Proprietary Fund operations are accounted for in those funds.

**I. INTERGOVERNMENTAL REVENUES**

For governmental funds, intergovernmental revenues, such as grants awarded on a non-reimbursement 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 for proprietary fund operations are recognized as non operating revenues in the accounting period in which they are earned and became measurable.

**J. 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 those resources are to be expended, are recorded as operating transfers.
2. Reimbursements from one fund to another are treated as expenditures/ expenses in the reimbursing fund and a reduction in expenditures/ expenses in the reimbursed fund.
3. Short term interfund loans are reflected as interfund payable/receivable.
4. Long term advances are reflected as advances to and from other funds.

**K. LONG TERM DEBT**

Long term debt is recognized as a liability of a governmental fund when due, or when resources have been accumulated in the debt service fund for payment early in the following year. The District has recorded long term tax anticipation notes payable in the General Fund as further



**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - (continued)**  
**For the Fiscal Year Ended June 30, 2000**

described in Note 11 to the financial statements. For other long term obligations, only that portion expected to be financed from expendable available financial resources is reported as a fund liability of a governmental fund. The remaining portion of such obligations is reported in the general long term obligations account group.

**L. TOTAL COLUMNS ON GENERAL PURPOSE FINANCIAL STATEMENTS**

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

**NOTE 3 - ACCOUNTABILITY AND COMPLIANCE**

**ACCOUNTABILITY**

**FUND DEFICITS**

The adoption of GAAP has resulted in fund deficits as of June 30, 2000. This is mainly due to the accrual of tax anticipation notes payable. GASB standards require that tax anticipation notes be shown as liabilities of the funds which receive the note proceeds. These monies are originally borrowed against new or renewed levies and the proceeds were used for General Fund current operating expenses. They will be repaid from future tax revenues associated with these levies. The funds listed below had negative fund balance or retained earnings. The General Fund is liable for any deficit in these funds and provides operating transfers when cash is required, not when accruals occur.

<u>Fund</u>	<u>Deficit Balance</u>	
OSFC Big 8	\$6,817,694	
Permanent Improvement	5,240,607	
JTPA		2,548,095
Energy Conservation	2,232,496	
Miscellaneous State Grants	461,307	
DPIA		239,626
Other Grants	106,031	
Educational Mobility	16,208	
Adult Basic Education	11,335	
Adult High	6,513	
Drug Free Schools	3,362	
Uniform School Supply	706	

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - (continued)**  
**For the Fiscal Year Ended June 30, 2000**

**COMPLIANCE**

**EXPENDITURES EXCEEDED APPROPRIATIONS**

For fiscal year ended June 30, 2000, the District had expenditures or expenditures plus encumbrances in excess of amounts appropriated in the following funds:

<u>Fund</u>	<u>Amount</u>
DPIA	\$20,879,227
OSFC Big 8	7,153,715
Energy Conservation	5,055,923
Head Start	2,897,249
Miscellaneous Federal Grants	2,189,435
Other Grants	2,126,417
Miscellaneous State Grants	832,328
Title II	411,476
Education For Economic Security	396,055
Data Communications	236,616
Excellence in Education	307,062
Ohio Reads	220,600
Drug Free Schools	107,430
Adult Basic Education	86,105
Career Development	66,079
Uniform School Supply	58,581
Vocational Education Equipment	37,716
Vocational Education Enhancement	30,000
Public Preschool	24,985
Career Enhancement	27,000
Emergency Immigrant Education Assistance	7,730
Venture Capital	4,656
Adult High	372

**APPROPRIATIONS EXCEEDED OF ESTIMATED RESOURCES**

For the fiscal year ended June 30, 2000, the District has appropriations in excess of estimated resources in the amounts below for the following funds:

<u>Fund</u>	<u>Amount</u>
Debt Service	\$4,677,863
JTPA	2,793,217
Head Start	1,112,022
Permanent Improvement	1,081,480
Scientific Personnel Improvements	499,576
Telecommunity	399,278
Food Service	372,976
Student Activity District Managed	261,990
Impact Aid	100,445
Power Up	99,585
Early Childhood	19,768
Educational Mobility	16,257
Adult High	5,764
Adult Basic Education	4,500

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - (continued)**  
**For the Fiscal Year Ended June 30, 2000**

**NOTE 4 - RECONCILIATION OF GAAP BASIS RESULTS OF OPERATIONS TO BUDGET BASIS RESULTS OF OPERATIONS**

A reconciliation for all annually budgeted governmental funds at June 30, 2000 from the GAAP basis to the budget basis for excess of revenue and other financing sources over (under) expenditures and other uses is as follows:

	<u>General Fund</u>	<u>Special Revenue</u>	<u>Debt Service Fund</u>	<u>Capital Projects</u>
GAAP Basis	\$ 21,505,083	\$4,962,473	\$2,746,573	\$(12,675,942)
Adjustments for:				
Net revenue accruals	46,458,115	(1,923,861)	186,000	(964,500)
Net expenditure accruals	(4,693,248)	(1,192,844)	-	541,311
Encumbrances	(6,789,021)	(5,408,197)	-	(11,963,355)
Notes retirement	(22,390,000)	-	-	-
Proceeds of notes	26,480,000	-	-	20,250,000
Advances in	27,385,304	18,635,353	-	15,192,527
Advances out	<u>(33,735,630)</u>	<u>(18,583,325)</u>	<u>-</u>	<u>(8,894,225)</u>
Budget basis	<u>\$ 54,220,603</u>	<u>\$ (3,510,405)</u>	<u>\$2,932,573</u>	<u>\$1,485,816</u>

**NOTE 5 - EQUITY IN POOLED CASH AND INVESTMENTS**

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

Statutes require the classification of monies held by the District into three categories.

Category 1 consists of "active" monies. Those monies are required to be kept in a "cash" or "near-cash" status for immediate use by the District. Such monies must be maintained either as cash in the District treasury or in depository accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

Category 2 consists of "inactive" monies. Those monies are not required for use within the current two-year period of designation of depositories. Inactive monies may be deposited or invested only as certificates of deposit maturing not later than the end of the current period of designation of depositories, or as savings or deposit accounts including, but not limited to, passbook accounts.

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - (continued)**  
**For the Fiscal Year Ended June 30, 2000**

Category 3 consists of "interim" monies. Those monies are not needed for immediate use but which will be needed before the end of the current period of designation of depositories. Interim monies may be invested or deposited in the following securities provided the investments mature or are redeemable within two years from the date of purchase:

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 obligation 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 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 and eighty days in an amount not to exceed twenty-five percent of the interim moneys available for investment at any one time;
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

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - (continued)**  
**For the Fiscal Year Ended June 30, 2000**

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

Protection of District cash and investments is provided by the Federal Deposit Insurance Corporation (FDIC) as well as 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 pooled collateral must equal at least 105 percent of public funds deposited. Collateral is held by trustees including the Federal Reserve Bank and designated third party trustees of the financial institutions.

The following information categorizes deposits and investments as defined in GASB Statement 3 "Deposits with Financial Institutions, Investments and Reverse Repurchase Agreements".

**DEPOSITS**

At year-end, the carrying amount of the District's deposits was (\$7,800,734). The bank balance of deposits was \$132,456; \$131,508 was covered by federal depository insurance and \$948 was covered by collateral held by third party trustees pursuant to Section 135.181, Revised Code, in collateralized pools securing all public funds on deposit with specific depository institutions.

**INVESTMENTS**

The District's investments are categorized below to give an indication of the level of risk assumed by the entity at year-end. Category 1 includes investments that are insured or registered or for which the securities are held by the District or its agent in the District's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the broker's or dealer'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 broker or dealer or by its trust department but not in the District's name.

The District's investments at June 30, 2000 are classified as follows:

	Category 1	Carrying Value/ Fair Value
Common Stock	\$589,240	\$ 589,240
Non-Categorized:		
State Treasury		
Asset Reserve of Ohio	-	148,595,416
Totals	\$589,240	\$149,184,656

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - (continued)**  
**For the Fiscal Year Ended June 30, 2000**

**NOTE 6 - PROPERTY TAXES**

Property taxes include amounts levied against all real, public utility and tangible (used in business) property located in the District. Real property taxes and public utility taxes are levied on April 1 on the assessed value listed as of the prior January 1, the lien date. Assessed values for real property taxes are established by State of Ohio law at 35% of appraised market value. Public utility property taxes are assessed on tangible personal property, as well as land and improvements, at true value (normally 88% of cost). Tangible personal property taxes attach as a lien and are levied after April 1, of the current year. Tangible personal property assessments for 1999 are 25% of true value. The assessed value upon which the fiscal year 2000 taxes were collected was as follows:

<u>2000 Tax Year Valuation:</u>	<u>2000 First Half Collections</u>	<u>1999 Second Half Collections</u>
Real Property		
Residential/Agricultural	\$2,983,356,010	\$2,503,555,840
Commercial/Industrial	1,957,543,700	1,751,617,940
Public Utilities	10,306,690	7,295,400
Tangible Personal Property Taxes		
General	728,375,690	717,580,330
Public Utilities	<u>440,480,530</u>	<u>435,846,600</u>
Total	<u>\$6,120,062,620</u>	<u>\$5,415,896,110</u>

The full tax rate applied to real property for the tax year ended December 31, 1999, was \$51.94 per \$1,000 of annual valuation.

Real property taxes are payable annually or semi-annually. If paid annually, payment is due January 20; if paid semi-annually, the first payment is due January 20, with the remainder payable by June 20. Under certain circumstances, State of Ohio statutes permit earlier or later payment dates to be established.

The Hamilton County Treasurer collects property tax on behalf of the District. The County Auditor periodically remits the taxes collected to the District. These tax "advances" are based on 90% of actual tax collected.

Property taxes receivable represents uncollected current and delinquent real property, personal property and public utility taxes that were measurable as of June 30, 2000. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is intended to finance current fiscal year operations. The receivable is therefore offset by

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - (continued)**  
**For the Fiscal Year Ended June 30, 2000**

a credit to deferred revenue for that portion not intended to finance current year operations. The amount available as an advance at June 30, 2000, was \$23,980,000 in the General Fund and \$110,000 in the Debt Service Fund.

**NOTE 7 - FIXED ASSETS**

A summary of the Proprietary Fund property, plant, and equipment at June 30, 2000, is as follows:

	<u>Enterprise</u>
Vehicles, machinery and equipment 7/1/99	\$ 8,897,002
Additions:	
Furniture and equipment	182,777
Total fixed assets	\$ 9,079,779
Less accumulated depreciation	(7,394,497)
Net fixed assets-proprietary fund	\$ 1,685,282

A summary of the changes in General Fixed Assets is as follows:

	<u>Balance</u> <u>7/1/99</u>	<u>Additions</u>	<u>Disposals</u>	<u>Balance</u> <u>6/30/00</u>
Land	\$ 11,696,565	\$ -	\$ -	\$ 11,696,565
Land improvements	9,263,600	-	-	9,263,600
Building and building improvements	136,674,995	8,640,532	-	145,315,527
Furniture and equipment	7,058,707	866,615	-	7,925,322
Vehicles	881,673	70,538	-	952,211
Less: accumulated depreciation	(99,317,651)	(3,620,263)	-	(102,937,914)
Total	\$ 66,257,889	\$ 5,957,422	\$ -	\$ 72,215,311

There was no significant construction in progress at June 30, 2000.

**NOTE 8 - RISK MANAGEMENT**

**A. PROPERTY AND LIABILITY**

The District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees and natural disasters. The District maintains comprehensive insurance coverage with private carriers for real property, building contents and vehicles. Vehicle policies include liability coverage for bodily injury and property damage. Real Property and contents are covered with a \$500,000 deductible.

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - (continued)**  
**For the Fiscal Year Ended June 30, 2000**

**B. WORKERS COMPENSATION**

For fiscal year 2000, the District participated in the Ohio Bureau of Workers Compensation retro program. The cost for Workers Compensation claims paid in fiscal year 2000 was \$1,189,260. The premium cost paid in fiscal year 2000 was \$1,085,099. As part of the retro plan, payments made are for claims from the prior year are based on actual cost incurred by the Ohio Bureau of Workers Compensation claims for the District employees. Premium cost is for administrative charges for Ohio Bureau of Workers Compensation.

**C. EMPLOYEE MEDICAL BENEFITS**

Medical/surgical and dental insurance is offered to employees through Choice Care for medical and surgical and Denta-Care Plus for dental. Total premiums paid to Choice Care was \$19,308,166 and to Denta-Care Plus was \$2,325,019. Employees are offered two plans for medical/surgical insurance one plan New Health requires no employee payroll deduction and Co-Choice which requires a payroll deduction based on the employees' salary. Denta-Care Plus does not require any payroll deductions.

**D. BENEFIT BANK**

The District offers to all employees who work a minimum of sixty-percent of full time employees and who are not an AFSCME union member, a benefit called Benefit Bank. Each employee that qualifies is given \$275 on January 2 each year and employees that are married or have dependents can receive an additional \$50 if they return the application for additional funds. Substitute teachers also qualify for a \$200 benefit each September 1 if in the prior school the substitute teacher worked at least eighty-nine days and return to teach in the current school year. The Benefit Bank pays for any medical related expense that is not paid for by Choice Care or by Denta Care Plus. Also, any expense related to optical service such as glasses or eye exams can be submitted for reimbursement from the employees benefit bank balance.

**NOTE 9 - LEASES**

**A. CAPITAL LEASES**

In prior years, the District entered into capitalized leases. The terms of each agreement provide options to purchase the equipment. Each lease meets the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13 "Accounting for Leases," which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee. Capital lease payments have been reclassified and are reflected as debt service in the Combined



**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - (continued)**  
**For the Fiscal Year Ended June 30, 2000**

Financial Statements for the governmental funds. These expenditures are reflected as program/function expenditures on a budgetary basis.

General fixed assets acquired by lease have been capitalized in the general fixed assets account group in an amount equal to the present value of the future minimum lease payments at the time of acquisition. A corresponding liability was recorded in the general long term obligations account group. Principal and interest payments in fiscal year 2000 totaled \$86,763, principal paid \$74,342 and interest of \$12,421.

The District's future minimum payments under capital lease obligations as of June 30, 2000 are as follows:

<u>Fiscal Year</u>	<u>Capital Leases</u>
2001	\$ 86,763
2002	<u>86,763</u>
Total minimum lease payments	\$173,526
Less: amount representing interest	<u>10,556</u>
Present Value of future minimum lease payments	<u><u>\$162,970</u></u>

**B. OPERATING LEASES**

The District is committed under various leases for furniture and office equipment. These leases are considered for accounting purposes to be operating leases. Lease expenditures for the fiscal year ended June 30, 2000, amounted to \$1,845,395. Future minimum lease payments for these leases are as follows:

<u>Future Operating Lease Payments</u>	
2001	\$ 644,319
Future years	<u>8,748,326</u>
Total	<u><u>\$9,392,645</u></u>

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - (continued)**  
**For the Fiscal Year Ended June 30, 2000**

**NOTE 10 - NOTES PAYABLE**

Following is a summary of governmental fund type note transactions for the ended June 30, 2000.  
(amounts in 000's)

**NOTES PAYABLE:**

<u>Year Of Issue</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Balance July 1, 1999</u>	<u>Additions</u>	<u>Payments</u>	<u>Balance June 30, 2000</u>
2000	5.20%	6/27/01	\$ -	\$13,000	\$ -	\$13,000
2000	4.75%	9/14/00	-	7,250	-	7,250
2000	5.00%	5/19/01	-	6,480	-	6,480
1999	3.40%	5/19/00	<u>8,000</u>	<u>-</u>	<u>8,000</u>	<u>-</u>
Total			<u>\$8,000</u>	<u>\$26,730</u>	<u>\$8,000</u>	<u>\$26,730</u>

**NOTE 11 - LONG TERM DEBT AND OTHER OBLIGATIONS**

**LONG TERM TAX ANTICIPATION NOTES:**

	<u>Year Of Issue</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Balance July 1, 1999</u>	(Amounts in 000's)		<u>Balance June 30, 2000</u>
					<u>Additions</u>	<u>Payments</u>	
Tax Anticipation Notes	1996	3.65 to 5.50%	2001	\$14,010	\$ -	\$ 6,815	\$ 7,195
Tax Anticipation Notes	1996	3.75 to 5.25%	2002	28,690	-	9,095	19,595
Tax Anticipation Notes	2000	5.00 to 5.50%	2005	<u>-</u>	<u>20,000</u>	<u>-</u>	<u>20,000</u>
				<u>\$42,700</u>	<u>\$20,000</u>	<u>\$15,910</u>	<u>\$46,790</u>

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - (continued)**  
**For the Fiscal Year Ended June 30, 2000**

Long term debt and other obligations at June 30, 2000, and the related transactions for the fiscal year ended are summarized as follows: (amounts in 000's)

	<u>Years of Issue</u>	<u>Interest Rate</u>	<u>Maturity Date Through</u>	<u>Balance July 1, 1999</u>	<u>Additions</u>	<u>Payments</u>	<u>Balance June 30, 2000</u>
General Long Term Obligations Account Group:							
Notes Payable *	1999	4.00%	2000	\$24,830	\$23,032	\$24,830	\$23,032
General Obligation Bonds	1973-1992	4.875 to 10.00%	2006	7,465	-	1,550	5,915
Compensated Absences				34,122	3,457	-	37,579
Obligations Under Capital Leases				<u>237</u>	<u>-</u>	<u>74</u>	<u>163</u>
Total General Long Term Obligations				<u>\$66,654</u>	<u>\$26,489</u>	<u>\$26,454</u>	<u>\$66,689</u>

\* The Notes Payable are reflected as general long term obligations because they were re-financed subsequent to the balance sheet date, and mature more than 12 months after the balance sheet date.

All bonds outstanding are general obligations of the District for which the full faith and credit of the District is pledged for repayment. Accordingly, such unmatured obligations of the District are accounted for in the General Long Term Obligations Account Group. Payments of principal and interest relating to these liabilities are recorded as expenditures in the Debt Service Fund. The source of repayment is derived from a bonded debt tax levy currently being collected at .17 mills.

Additions and deletions of compensated absences are shown net since it is impractical for the District to determine these amounts separately.

Under Ohio Revised Code debt limitations, the District has the capacity to issue \$5,415,896 million in additional unvoted general obligation debt and \$459,091,012 million in overall additional debt.

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - (continued)**  
**For the Fiscal Year Ended June 30, 2000**

At June 30, 2000, the bond funding requirements are as follows:

<u>GENERAL OBLIGATION BONDS</u>			<u>TAX ANTICIPATION NOTES</u>		
<u>Year of Funding</u>	<u>Type of Payment</u>	<u>Amount</u>	<u>Year of Funding</u>	<u>Type of Payment</u>	<u>Amount</u>
2001	Principal	\$1,610,000	2001	Principal	\$16,740,000
	Interest	367,724		Interest	1,348,417
2002	Principal	1,680,000	2002	Principal	15,050,000
	Interest	262,861		Interest	1,326,250
2003	Principal	525,000	2003	Principal	5,000,000
	Interest	138,328		Interest	825,000
2004	Principal	525,000	2004	Principal	5,000,000
	Interest	130,921		Interest	550,000
2005	Principal	525,000	2005	Principal	5,000,000
	Interest	93,516		Interest	275,000
2006-2007	Principal	1,050,000			
	Interest	<u>74,812</u>			<u>                    </u>
	Total	<u>\$6,983,162</u>		Total	<u>\$51,114,667</u>

**DEFEASED DEBT**

The District had an in-substance defeasance in fiscal year 1998 of \$28.675 million of outstanding 1992 serial notes which is part of \$79,485 million in Revenue Anticipation Notes issued in 1992. The serial notes have an average interest rate of 6.12 percent. Securities were deposited in an irrevocable trust with Firststar Bank as an escrow agent. The irrevocable trust is to be used solely for satisfying scheduled payments of both principal and interest of the 1992 Revenue Anticipation Notes. As a result a portion of the 1992 serial notes are considered to be defeased and the liability for those notes has been removed from the balance sheet. The balance of the defeasance as of June 30, 2000, is \$19,540,421.

**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 defined benefit pension plan administered by the School Employees Retirement Board. SERS provides basic 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 financial report that includes financial statements and required supplementary information for SERS. The report may be obtained by writing to the School

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - (continued)**  
**For the Fiscal Year Ended June 30, 2000**

Employees Retirement System, 45 North Fourth Street, Columbus, Ohio 43215-3634 or by calling (614) 222-5853.

Plan members are required to contribute 9 percent of their annual covered salary and the District is required to contribute 14 percent; 5.5 percent was the portion to fund pension obligations. The contribution rates are not determined actuarially, but are established by SERS's Retirement Board within the rates allowed by State statute.

The adequacy of the contribution rates is determined annually. The District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2000, 1999, and 1998 were \$8,136,012, \$8,304,432, and \$8,973,327, respectively; 82.6 percent has been contributed for fiscal year 2000, and 100 percent for fiscal years 1999 and 1998. \$1,419,544 representing the unpaid contribution for fiscal year 2000, is recorded as a liability within the respective funds and the general long term obligations' account group.

**B. STATE TEACHERS RETIREMENT SYSTEM**

The District contributes to the State Teachers Retirement System of Ohio (STRS), a cost-sharing multiple employer public employee retirement system administered by the State Teachers Retirement Board. STRS provides basic retirement benefits, disability, survivor, and health care benefits based on eligible service credit to members and beneficiaries. Benefits are established by Chapter 3307 of the Ohio Revised Code. STRS issues a publicly available 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.

Plan members are required to contribute 9.3 percent of their annual covered salary and the District is required to contribute 14 percent; 6 percent was the portion used to fund pension obligations. Prior to July 1, 1997, the portion to fund pension obligations was 12 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 District's required contributions for pension obligations to STRS for the fiscal years ended June 30, 2000, 1999, and 1998 were \$27,637,524, \$26,835,240, and \$26,749,692 respectively; 85.8 percent has been contributed for fiscal year 2000 and 100 percent for the fiscal years 1999 and 1998, \$2,369,990 representing the unpaid contribution for fiscal year 2000, is recorded as a liability within the respective funds.

**C. SOCIAL SECURITY**

Effective July 1, 1991, all employees not otherwise covered by the School Employees Retirement System or the State Teachers Retirement System have an option to choose Social Security or the School Employees Retirement System/State Teachers Retirement System. The District's liability is 6.2 percent of wages paid.

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - (continued)**  
**For the Fiscal Year Ended June 30, 2000**

**NOTE 13 - POST-EMPLOYMENT BENEFITS**

**State Teachers Retirement System/School Employees Retirement Systems**

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' fees, prescription drugs, and reimbursement of monthly medicare premiums. Benefit provisions and the obligations to contribute are established by the systems based on authority granted by State statute. Both systems are funded on a pay-as-you-go basis.

For STRS, all benefit recipients are required to pay a portion of 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. The Board currently allocates employer contributions equal to 8 percent of covered payroll to the Health Care Reserve Fund for which payments for health care benefits are paid. For the District, this amount equaled \$15,792,870 during the 2000 fiscal year. As of July 1, 2000, eligible benefit recipients totaled 95,796. For the fiscal year ended June 30, 1999, net health care costs paid by STRS were \$249,929,000.

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

For this fiscal year employer contributions to fund health care benefits were 8.5 percent of covered payroll. In addition, SERS levies a surcharge to fund health care benefits equal to 14 percent of the difference between a minimum pay and the member's pay, pro-rated for partial service credit. For fiscal year 2000, the minimum pay has been established at \$12,400.

The target level for the health care reserve is 125 percent of annual health care expense. Expenses for health care at June 30, 1999, were \$126,380,984. SERS has approximately 51,000 participants currently receiving healthcare benefits. For the District, the amount to fund health care benefits, including the surcharge, equaled \$4,939,722 during the 2000 fiscal year.

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - (continued)**  
**For the Fiscal Year Ended June 30, 2000**

**NOTE 14 - OTHER EMPLOYEE BENEFITS**

**A. LIFE INSURANCE**

The District provides life insurance to certain employees. The amounts provided are as follows:

**Life Insurance Provided by the District:**

Superintendent	\$180,000
Assistant Superintendents	100,000
Treasurer	100,000
Vice President, Business Affairs	100,000
General Counsel	100,000
Director of Human Resources	100,000
Director of Student Affairs and Discipline	100,000
Director of Public Affairs	100,000
CAAS	60,000
CFT, ACPSOP, Unrepresented	30,000
Craftmen	34,000
IUOE	34,000

**B. TAX SHELTERED ANNUITIES**

The District offers to its employees a Deferred Compensation Plan known as Tax Sheltered Annuity. The Deferred Compensation Plan is under IRS coded 403(b). Assets of this IRS plan are considered property of the participants in the plan; therefore it is not considered a liability of the District and is not included in the financial statements.

**NOTE 15 - INTERFUND TRANSACTIONS**

Interfund balances at June 30, 2000, consist of the following individual fund receivables and payables:

	<u>Interfund Loan Receivable</u>	<u>Interfund Loan Payable</u>
General Fund	\$7,983,525	\$ -
Miscellaneous Federal Grant	123,583	-
Post Secondary Vocational Education	91,826	-
Other Grants	-	528,154
Head Start	-	748,666
ECIA I	-	697
Early Childhood	-	56,735
Miscellaneous State Grant	-	542,391
Uniform School Supply	-	706
OSFC Big 8	-	<u>6,321,585</u>
Total Interfund Loans	<u>\$8,198,934</u>	<u>\$8,198,934</u>

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - (continued)**  
**For the Fiscal Year Ended June 30, 2000**

Interfund balance at June 30, 2000, for long term advances from General Fund:

	Advances to Other <u>Funds</u>	Advances From Other <u>Funds</u>
General Fund	\$3,433,230	\$ -
Career Development	-	21,892
Adult High	-	6,509
Educational Mobility	-	16,238
DPIA	-	21
Adult Basic Education	-	8,016
JTPA	-	3,185,319
Education For Economic Security	-	191,814
Drug Free Schools	-	3,421
Total Long Term Advances	<u>\$3,433,230</u>	<u>\$3,433,230</u>

**NOTE 16 - SEGMENT INFORMATION FOR ENTERPRISE FUNDS**

The District maintains two Enterprise Funds to account for the operations of Food Services and Uniform School Supplies. The table below reflects, in summarized format, the more significant financial data relating to the Enterprise Funds of the District as of and for the fiscal year ended June 30, 2000.

	<u>Food Service</u>	<u>Uniform School Supply</u>	<u>Total Enterprise Fund</u>
Operating revenue	\$ 3,034,552	\$ 443,427	\$ 3,477,979
Operating expense before depreciation	12,981,858	-	12,981,858
Depreciation	295,012	-	295,012
Operating income (loss)	(10,242,318)	443,427	(9,798,891)
Operating grants	8,953,023	-	8,953,023
Donated commodities	324,890	-	324,890
Interest revenue	340,492	-	340,492
Miscellaneous	(105,654)	-	(105,654)
Operating transfers out	-	(443,581)	(443,581)
Net income (loss)	(729,567)	(154)	(729,721)
Net property, plant and equipment	1,685,282	-	1,685,282
Additions	182,777	-	182,777
Net working capital	6,647,953	(706)	6,647,247
Total assets	9,331,282	-	9,331,282
Total liabilities	998,047	706	998,753
Total equity	8,333,235	(706)	8,332,529



**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - (continued)**  
**For the Fiscal Year Ended June 30, 2000**

**NOTE 17 - CONTINGENCIES**

**A. GRANTS**

The District receives significant financial assistance from numerous federal, state and local agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on the financial position of the District at June 30, 2000.

**B. LITIGATION**

There are several lawsuits pending in which the District is involved. The District's attorney estimates that the potential uninsured claims against the District resulting from those lawsuits would not materially affect the financial statements of the District.

**NOTE 18 - STATE FUNDING DECISIONS**

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 District. During the fiscal year ended June 30, 2000, the District received \$132,535,280 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 appealed the decision made by the Court of Common Pleas to the Ohio Supreme Court. On May 11, 2000, the Ohio Supreme Court rendered an opinion on this issue. The Court concluded, "...the mandate of [Ohio] Constitution has not been fulfilled." The Court's majority recognized efforts by the Ohio General Assembly taken in response to the Court's March 24, 1997, decision; however, it found seven "...major areas warrant further attention, study, and development by the General Assembly...", including the State's reliance on local property tax funding, the state's basic aid formula, the school foundation program as discussed above, the mechanism for, and adequacy of, funding for school facilities, and the existence of the State's School Solvency Assistance fund, which the Court found took the place of the unconstitutional emergency school loan assistance program.

The Court decided to maintain jurisdiction over these issues and continued the case at least until June 15, 2001.

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - (continued)**  
**For the Fiscal Year Ended June 30, 2000**

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 19 - FUND BALANCE RESERVES FOR SET-ASIDES**

The District is required by the state to spend a certain percentage of the District's budget for textbooks and capital improvements. Also, the District is to set-aside one percent of cash balance in any fiscal year that revenues increase by three percent in the General Fund. A schedule for fiscal year ending June 30, 2000, is as follows:

	<u>Textbooks</u>	<u>Capital Maintenance</u>	<u>Budget Stabilization</u>
Set-aside cash balance as of June 30, 1999	\$ -	\$ -	\$1,420,826
Current year set-aside requirement	7,868,753	7,868,753	2,622,918
Qualifying disbursements	<u>(7,067,220)</u>	<u>(7,885,995)</u>	<u>-</u>
Total	<u>\$ 801,533</u>	<u>\$ (17,242)</u>	<u>\$4,743,744</u>
Set-aside carried forward to fiscal year 2000	<u>\$ 801,533</u>	<u>\$ -</u>	<u>\$4,043,744</u>
Fund balance restricted for fiscal year 2000	<u>\$ 801,533</u>	<u>\$ -</u>	<u>\$4,043,744</u>

**NOTE 20 - PRIOR PERIOD ADJUSTMENTS**

Adjustments to the July 1, 1999, GAAP basis fund balance in the General Fund have been made to correct for errors and to properly classify long term tax anticipation notes payable within the general long term debt account group. The adjustments increased the July 1, 1999 GAAP fund balance in the General Fund by \$24,880,000 from \$6,071,680 to \$30,951,680. The adjustments also increased the amounts reported as liabilities in the general long term debt account group at July 1, 1999, by \$24,830,000 from \$41,824,875 to \$66,654,875.

Adjustments have been made to the July 1, 1999, GAAP basis retained earnings balance to correct for the balances previously reported for fixed asset valuations and to restate previously reported depreciation. The adjustments increased the July 1, 1999, GAAP retained earnings balance in Enterprise Funds by \$42,838 from \$9,019,412 to \$9,062,250.

Adjustments to the July 1, 1999, GAAP basis balances in the General Fixed Asset Account Group have also been made to correct for fixed asset valuations and to record depreciation balances. The adjustments reduced the July 1, 1999, gross amount of general fixed assets previously reported to a net amount by \$229,663,607 from \$295,921,496 to \$66,257,889.

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS - (continued)**  
**For the Fiscal Year Ended June 30, 2000**

Adjustments to the non-GAAP budgetary basis fund balance for Special Revenue Funds and the Debt Service Fund as of July 1, 1999, have been made to correct for errors. These adjustments decreased the non-GAAP budgetary basis fund balance by \$266,341 from \$11,413,931 to \$11,147,590 for Special Revenue Funds and increased the Debt Service Fund, non-GAAP budgetary basis fund balance by \$222 from \$3,453,646 to \$3,453,868.

**NOTE 21 - OTHER MATERIAL NON COMPLIANCE**

During fiscal year 2000, the following material noncompliance occurred:

The District made transfers from the General Fund to various other funds without resolution or proper approval of the Board.

The District failed to properly encumber student activity and certain other purchases.

**NOTE 22 - SUBSEQUENT EVENTS**

On September 14, 2000, the District sold \$27,800,000 School Energy Conservation Bond Anticipation Notes, Sixth (2000) Renewal. The Notes were issued for the purpose of renewing in reduced principal amount bond anticipation notes originally issued September 22, 1994, January 25, 1996 and February 17, 2000, for the purpose of financing the making or modification of installations or the remodeling of buildings for the purpose of significantly reducing energy consumption. The Notes bear interest rates of 4.78% and mature on September 13, 2001.

On November 7, 2000, voters approved a 6 mill operating levy which will generate \$36 million annually on a continuing basis, beginning January 1, 2001. Two mills, \$12 million, of the levy will be used to reduce class size in grades K-3 to one teacher for every 17 to 19 students. Another two mills, \$12 million, will be used for the District's operational inflationary increases, including personnel expenses. One mill, \$6 million will be used to strengthen academic programs in neighborhood schools and the final mill, \$6 million will be used for ongoing repair and maintenance of the District's facilities.

**NOTE 23 - CHANGE IN ACCOUNTING PRINCIPLE**

For the fiscal year ended June 30, 2000, the District changed the method of reporting the values of fixed assets in the General Fixed Asset Account Group. Accumulated depreciation has been recorded in order to provide the reader with a realistic valuation of the assets owned due to the age and condition of a significant portion of the assets reported.

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**FINANCIAL STATEMENTS AND SCHEDULES  
OF INDIVIDUAL FUNDS AND ACCOUNT GROUPS**

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## **GENERAL FUND**

To account for government resources which are not required to be accounted for in any other 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 the State of Ohio.

The District maintains one General Fund. Since the level of reporting presented in the general purpose financial statements is at its most detailed level, no additional combining statements or schedules are presented.

## **SPECIAL REVENUE FUNDS**

To account for the proceeds of specific revenue sources (other than for major capital projects) that are legally restricted to expenditures for specific purposes.

The District maintains 46 Special Revenue Funds. For reporting purposes, the District combines the smallest 34 Special Revenue Funds into a fund titled Other Special Revenue Funds. These combined funds account for less than 10 percent of cash basis revenues and expenditures of all Special Revenue Funds. The accompanying Combining Balance Sheet and Combining Statement of Revenues, Expenditures and Changes in Fund Balances reflect the combination of these 34 funds into the Other Special Revenue Fund. Individual Schedules of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) are presented for all 46 Special Revenue Funds to demonstrate budgetary compliance at the individual fund level.

**OTHER GRANTS** – Used to account for the proceeds of specific revenue sources, except for state and federal grants that are legally restricted to expenditures for specified purposes.

**STUDENT ACTIVITY DISTRICT MANAGED** – To account for those student activity programs which have student participation in the activity but do not have student management of the programs.

**AUXILIARY** – Used to account for monies, which provide services and materials to pupils attending non-public schools within the school district.

**EXCELLENCE IN EDUCATION** – To account for pupil competency assessment and instructional development in English Composition, Mathematics and Reading as required by the minimum standards for Ohio Schools.

**HEAD START** – To distribute monies to Head Start agencies to expand their programs to save more eligible children.

**DPIA** – Used to account for monies received for disadvantaged pupil impact aid.

**ESEA VI** – To account for federal funds for the provision of full educational opportunities to handicapped children at the preschool, elementary and secondary levels. Also, to assist in the training of teachers, supervisors and other specialists in providing educational services to the handicapped.

**VOCATIONAL EDUCATION** – To account for federal funds for the development of vocational education programs in the following categories: secondary, post secondary, adult, disadvantaged and handicapped persons, cooperative education, advisory committees and work-study projects.

**ECONOMIC OPPORTUNITY II-A** – To provide funds to political subdivisions on the local level, or through a community Action Agency, which is the endorsing agency for federal assistance to the community.

**ECIA I** – To account for federal funds for services provided to meet special education needs of educationally deprived children.

**TELECOMMUNICATIONS GRANT ACT** - To be used to account for a federal grant which is paid directly to the telecommunication service provider.



MISCELLANEOUS FEDERAL GRANTS - To account for various monies received through state agencies from the federal government or directly from the federal government which are not classified elsewhere.

OTHER SPECIAL REVENUE FUNDS:

ADULT BASIC EDUCATION – For instructional programs for persons sixteen years of age and older who are not enrolled in school and who have less than a twelfth-grade education; development of basic education skills; increase of opportunities for useful employment; improvement of attitudes toward self, family, and community.

MISCELLANEOUS STATE GRANTS – To account for various monies received from state agencies which are not classified elsewhere.

TITLE II – To account for federal funds used in the training of teachers in new techniques and methodologies.

EDUCATION FOR ECONOMIC SECURITY – To provide funds for strengthening instruction in science, English, the arts and computer learning.

PUBLIC PRESCHOOL – To assist school districts in paying the cost of preschool programs for three and four year olds.

DRUG FREE SCHOOLS – To provide funds to local educational agencies and consortia of these agencies to establish, operate and improve local programs of drug abuse prevention, early intervention, rehabilitation referral and education in elementary and secondary schools, and to engage in development, training, technical assistance and coordination activities.

ALTERNATIVE SCHOOL GRANT – To account for alternative educational programs for existing and new at-risk and delinquent youth.

POST SECONDARY VOCATIONAL EDUCATION – To account for receipts and expenditures incurred in providing opportunities for adults to acquire adequate employment skills.

DATA COMMUNICATIONS – To account for money appropriated for Ohio Educational Computer Network Connections.

EHA PRE-KINDERGARTEN GRANT – Addresses the improvement and expansion of services for handicapped children ages three through five years.

CAREER DEVELOPMENT – To enable authorized school districts to comply with the provisions pertaining to career enhancement.

OHIO READS – To account for state funds received to improve literacy for kindergarten through fourth grades.

SUMMER INTERVENTION - To account for summer intervention services satisfying criteria defined in division E of section 3313.608 of the Revised Code.

JTPA – To plan and conduct programs that provide for the training of unemployed persons and for upgrading underemployed persons.

TEACHER DEVELOPMENT – To account for receipts and expenditures necessary for providing assistance to local school districts for the development of in-service programs.

MANAGEMENT INFORMATION SYSTEMS – To provide for hardware and software development, or other costs associated the requirements of the management information system.

VENTURE CAPITAL – To provide funds for venture capital projects.

IMPACT AID – To provide for schools maintenance and operational funds for district significantly affected by a loss of revenue from taxable real property acquired by the federal government, by a provision of public education to children who live on federal property or by a sudden and substantial increase in school attendance as a result of federal activities.

EARLY CHILDHOOD – To account for receipts and expenditures used to provide early childhood education programs and other related services.

CAREER ENHANCEMENT – To provide a fund to enable authorized school districts to comply with the provisions pertaining to career enhancement.

SCHOOL NETWORK PROFESSIONAL – To account for a limited number of professional development subsidy grants.

VOCATIONAL EDUCATION ENHANCEMENTS – To expand the number of students enrolled in tech prep programs and to enable students to develop career plans.

EMERGENCY IMMIGRANT EDUCATION ASSISTANCE – To provide financial assistance to state educational agencies for educational services and costs for eligible immigrant children.

ADULT HIGH – To account for the receipts and expenditures incurred in providing opportunity for out-of-school youth and adults to earn a high school diploma or a certificate of high school equivalence.

SCIENTIFIC PERSONNEL IMPROVEMENT – Provision of project grants to help create a more effective supply of scientific manpower by providing research experience to a number of talented high school students.

DISADVANTAGED PUPIL PROGRAM – To account for monies which are provided for the improvement of the educational and cultural status of disadvantaged pupils.

URBAN PILOT PROGRAM – To provide rehabilitation, preventive and development programs in a coordinated and systematic school and community effort to test the impact of a maximal educational program for disadvantaged students.

EDUCATIONAL MOBILITY – To account for receipts and expenditures that support the reduction of racial isolation through the transfer of students to desegregate schools within a district.

GIFTED EDUCATION – To account for research and demonstration projects and other purposes as established under appropriation line item 220-521.

**ENTRY YEAR PROGRAM** – To implement entry-year programs pursuant to division (T) of section 3317.024 of the Revised Code.

**EDUCATION RESEARCH AND DEVELOPMENT** – To develop and evaluate promising ways to improve the quality and cost-effectiveness of Ohio’s public schools with particular emphasis on at-risk programs.

**TELECOMMUNITY** – To account for telecommunity grants for the Ohio Department of Education.

**TEXTBOOK/MATERIAL** – To account for state funds that supplement the instructional program by purchasing textbooks and related materials.

**BILINGUAL EDUCATION** – To develop and carry out programs to meet the needs of children of limited English proficiency.

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**COMBINING BALANCE SHEET**  
**ALL SPECIAL REVENUE FUNDS**  
**June 30, 2000**

	<u>Other Grants</u>	<u>Student Activity District Managed</u>	<u>Auxiliary</u>	<u>Excellence in Education</u>	<u>Head Start</u>	<u>DPIA</u>
<b>ASSETS:</b>						
Equity in pooled cash and investments	\$406,316	\$1,885,092	\$3,352,238	\$730,429	\$204,266	\$22
Receivables (net of allowances for uncollectibles)						
Accounts	249,691	115	-	-	-	-
Intergovernmental - state and local	78,817	-	-	-	1,577,126	-
Intergovernmental - federal	93	-	-	-	-	-
Interfund loan receivable	-	-	-	-	-	-
<b>TOTAL ASSETS</b>	<u>\$734,917</u>	<u>\$1,885,207</u>	<u>\$3,352,238</u>	<u>\$730,429</u>	<u>\$1,781,392</u>	<u>\$22</u>
<b>LIABILITIES:</b>						
Accounts Payable	\$37,816	\$87,919	\$484,389	\$3,980	\$9,677	\$ -
Accrued Wages and benefits	228,929	-	19,235	69,533	103,717	-
Interfund loans payable	528,154	-	-	-	748,666	-
Advances from other funds	-	-	-	-	-	21
Intergovernmental payable	46,049	134	50,564	20,930	39,229	239,627
<b>TOTAL LIABILITIES</b>	<u>840,948</u>	<u>88,053</u>	<u>554,188</u>	<u>94,443</u>	<u>901,289</u>	<u>239,648</u>
<b>FUND EQUITY:</b>						
Fund balances:						
Reserved for encumbrances	277,948	-	803,543	-	194,589	20
Unreserved:						
Undesignated	(383,979)	1,797,154	1,994,507	635,986	685,514	(239,646)
<b>TOTAL FUND EQUITY</b>	<u>(106,031)</u>	<u>1,797,154</u>	<u>2,798,050</u>	<u>635,986</u>	<u>880,103</u>	<u>(239,626)</u>
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<u>\$734,917</u>	<u>\$1,885,207</u>	<u>\$3,352,238</u>	<u>\$730,429</u>	<u>\$1,781,392</u>	<u>\$22</u>

<u>ESEA VI</u>	<u>Vocational Education</u>	<u>Economic Opportunity II-A</u>	<u>ECIA I</u>	<u>Telecommu- nications Grant Act</u>	<u>Miscellaneous Federal Grants</u>	<u>Other Special Revenue Funds</u>	<u>Totals</u>
\$706,641	\$253,910	\$234,552	\$3,655,579	\$1,754,000	\$134,576	\$6,165,944	\$19,483,565
-	-	-	79	-	297	20	250,202
-	-	-	-	-	-	201,304	1,857,247
-	-	346,745	14,475	-	-	168,207	529,520
-	-	-	-	-	123,583	91,826	215,409
<u>\$706,641</u>	<u>\$253,910</u>	<u>\$581,297</u>	<u>\$3,670,133</u>	<u>\$1,754,000</u>	<u>\$258,456</u>	<u>\$6,627,301</u>	<u>\$22,335,943</u>
\$8,087	\$33,575	\$4,355	\$103,546	\$9,230	\$59,054	\$349,948	\$1,191,576
129,336	64,431	32,127	1,012,744	-	6,910	168,408	1,835,370
-	-	-	697	-	-	599,126	1,876,643
-	-	-	-	-	-	3,433,209	3,433,230
33,346	13,151	18,055	209,508	-	20,950	46,311	737,854
<u>170,769</u>	<u>111,157</u>	<u>54,537</u>	<u>1,326,495</u>	<u>9,230</u>	<u>86,914</u>	<u>4,597,002</u>	<u>9,074,673</u>
183,586	69,705	14,483	766,155	831,185	-	1,288,511	4,429,725
<u>352,286</u>	<u>73,048</u>	<u>512,277</u>	<u>1,577,483</u>	<u>913,585</u>	<u>171,542</u>	<u>741,788</u>	<u>8,831,545</u>
<u>535,872</u>	<u>142,753</u>	<u>526,760</u>	<u>2,343,638</u>	<u>1,744,770</u>	<u>171,542</u>	<u>2,030,299</u>	<u>13,261,270</u>
<u>\$706,641</u>	<u>\$253,910</u>	<u>\$581,297</u>	<u>\$3,670,133</u>	<u>\$1,754,000</u>	<u>\$258,456</u>	<u>\$6,627,301</u>	<u>\$22,335,943</u>

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**ALL SPECIAL REVENUE FUNDS**  
**for the fiscal year ended June 30, 2000**

	<u>Other Grants</u>	<u>Student Activity District Managed</u>	<u>Auxiliary</u>	<u>Excellence in Education</u>	<u>Head Start</u>	<u>DPIA</u>
<b>REVENUES:</b>						
From local sources:						
Tuition	\$1,056,991	\$ -	\$ -	\$ -	\$ -	\$ -
Earnings on investments	513	95,254	124,154	-	-	-
Intergovernmental - state	107,120	-	8,519,296	1,686,667	7,523,255	21,004,517
Intergovernmental - federal	-	-	-	-	-	-
Other revenue	2,410,275	2,101,620	24,830	-	-	12,426
<b>Total revenues</b>	<u>3,574,899</u>	<u>2,196,874</u>	<u>8,668,280</u>	<u>1,686,667</u>	<u>7,523,255</u>	<u>21,016,943</u>
<b>EXPENDITURES:</b>						
Current:						
Instruction:						
Regular	943,297	1,012,793	359	-	6,730,951	20,860,107
Special	60,146	16,805	-	706,483	-	-
Vocational	286,334	6,873	-	18,947	-	-
Other	1,491,693	638	17	-	-	-
Support services:						
Pupil	524,806	7,939	-	451,060	1,046,143	56,454
Instructional staff	648,562	92,505	-	209,210	476,594	22,772
School administration	209,931	-	-	103,194	372,488	100
Fiscal	527	-	79,553	8,878	43,809	-
Operations and maintenance	8,744	-	-	6,041	5,209	-
Pupil transportation	1,064	-	-	-	12,598	-
Central	15,719	-	-	-	5,327	-
Other	27,093	-	771,199	80,489	-	-
Community services	90,403	14,767	7,479,465	-	-	-
Extracurricular activities	2,921	938,122	-	-	-	-
Capital outlay	12,480	-	-	-	-	-
<b>Total expenditures</b>	<u>4,323,720</u>	<u>2,090,442</u>	<u>8,330,593</u>	<u>1,584,302</u>	<u>8,693,119</u>	<u>20,939,433</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>(748,821)</u>	<u>106,432</u>	<u>337,687</u>	<u>102,365</u>	<u>(1,169,864)</u>	<u>77,510</u>
<b>OTHER FINANCING SOURCES (USES):</b>						
Operating transfers in	248,038	-	-	-	-	-
Other miscellaneous sources (uses)	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>248,038</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses	(500,783)	106,432	337,687	102,365	(1,169,864)	77,510
<b>Fund Balances, July 1</b>	<u>394,752</u>	<u>1,690,722</u>	<u>2,460,363</u>	<u>533,621</u>	<u>2,049,967</u>	<u>(317,136)</u>
<b>Fund Balances, June 30</b>	<u>(\$106,031)</u>	<u>\$1,797,154</u>	<u>\$2,798,050</u>	<u>\$635,986</u>	<u>\$880,103</u>	<u>(\$239,626)</u>

<u>ESEA VI</u>	<u>Vocational Education</u>	<u>Economic Opportunity II-A</u>	<u>ECIA I</u>	<u>Telecommunications Grant Act</u>	<u>Miscellaneous Federal Grants</u>	<u>Other Special Revenue Funds</u>	<u>Totals</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$4,723	\$9,863	\$1,071,577
-	-	3,765	-	-	-	-	223,686
-	-	-	-	-	-	5,204,600	44,045,455
3,403,586	1,617,620	1,765,851	20,970,588	-	2,577,311	3,043,538	33,378,494
-	-	-	-	2,994,741	12,097	110,398	7,666,387
<u>3,403,586</u>	<u>1,617,620</u>	<u>1,769,616</u>	<u>20,970,588</u>	<u>2,994,741</u>	<u>2,594,131</u>	<u>8,368,399</u>	<u>86,385,599</u>
-	-	731,770	212,643	-	1,845,819	1,330,805	33,668,544
577,359	-	-	9,449,457	-	211,105	660,132	11,681,487
-	1,076,658	-	-	-	-	240,379	1,629,191
-	-	-	95,651	-	-	1,219,083	2,807,082
1,045,834	280,552	279,989	721,769	-	165,342	814,970	5,394,858
759,249	60,745	285,268	6,542,172	-	325,326	633,391	10,055,794
583,480	61,608	101,910	827,978	-	957	67,872	2,329,518
1,409	-	-	21,355	-	1,959	22,589	180,079
-	-	32,824	-	-	-	2,178	54,996
-	-	4,177	26,740	-	45,099	7,511	97,189
-	161,897	3,069	25,211	1,352,519	-	715,902	2,279,644
-	-	-	-	-	-	169,626	1,048,407
-	-	-	1,228,440	-	946	141,279	8,955,300
-	-	-	-	-	-	123	941,166
-	-	-	53,918	-	-	3,326	69,724
<u>2,967,331</u>	<u>1,641,460</u>	<u>1,439,007</u>	<u>19,205,334</u>	<u>1,352,519</u>	<u>2,596,553</u>	<u>6,029,166</u>	<u>81,192,979</u>
<u>436,255</u>	<u>(23,840)</u>	<u>330,609</u>	<u>1,765,254</u>	<u>1,642,222</u>	<u>(2,422)</u>	<u>2,339,233</u>	<u>5,192,620</u>
-	-	-	-	-	-	-	248,038
-	-	-	-	-	-	(478,185)	(478,185)
-	-	-	-	-	-	(478,185)	(230,147)
436,255	(23,840)	330,609	1,765,254	1,642,222	(2,422)	1,861,048	4,962,473
99,617	166,593	196,151	578,384	102,548	173,964	169,251	8,298,797
<u>\$535,872</u>	<u>\$142,753</u>	<u>\$526,760</u>	<u>\$2,343,638</u>	<u>\$1,744,770</u>	<u>\$171,542</u>	<u>\$2,030,299</u>	<u>\$13,261,270</u>

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**for the fiscal year ended June 30, 2000**

**OTHER GRANTS**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	\$6,047,038	\$5,838,130	(\$208,908)
Total expenditures and other financing uses	2,598,192	6,345,840	(3,747,648)
Excess of revenue and other financing sources over (under) expenditures and other financing uses	3,448,846	(507,710)	(3,956,556)
Fund balances, beginning of year	309,071	309,071	0
Prior year encumbrances appropriated	289,192	289,192	0
Fund balances, end of year	<u>\$4,047,109</u>	<u>\$90,553</u>	<u>(\$3,956,556)</u>

**STUDENT ACTIVITY DISTRICT MANAGED**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	\$2,137,318	\$2,198,096	\$60,778
Total expenditures and other financing uses	4,280,462	2,270,214	2,010,248
Excess of revenue and other financing sources over (under) expenditures and other financing uses	(2,143,144)	(72,118)	2,071,026
Fund balances, beginning of year	1,752,606	1,752,606	0
Prior year encumbrances appropriated	132,462	132,462	0
Fund balances, end of year	<u>(\$258,076)</u>	<u>\$1,812,950</u>	<u>\$2,071,026</u>

**AUXILIARY**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	\$8,661,044	\$8,668,280	\$7,236
Total expenditures and other financing uses	11,827,540	9,975,840	1,851,700
Excess of revenue and other financing sources over (under) expenditures and other financing uses	(3,166,496)	(1,307,560)	1,858,936
Fund balances, beginning of year	1,261,326	1,261,326	0
Prior year encumbrances appropriated	2,110,540	2,110,540	0
Fund balances, end of year	<u>\$205,370</u>	<u>\$2,064,306</u>	<u>\$1,858,936</u>



**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**for the fiscal year ended June 30, 2000**

**EXCELLENCE IN EDUCATION**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	\$1,873,132	\$1,686,667	(\$186,465)
Total expenditures and other financing uses	1,339,392	1,646,454	(307,062)
Excess of revenue and other financing sources over (under) expenditures and other financing uses	533,740	40,213	(493,527)
Fund balances, beginning of year	667,824	667,824	0
Prior year encumbrances appropriated	22,392	22,392	0
Fund balances, end of year	<u>\$1,223,956</u>	<u>\$730,429</u>	<u>(\$493,527)</u>

**HEAD START**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	\$2,798,416	\$7,305,438	\$4,507,022
Total expenditures and other financing uses	6,083,977	9,478,977	(3,395,000)
Excess of revenue and other financing sources over (under) expenditures and other financing uses	(3,285,561)	(2,173,539)	1,112,022
Fund balances, beginning of year	1,948,562	1,948,562	0
Prior year encumbrances appropriated	224,977	224,977	0
Fund balances, end of year	<u>(\$1,112,022)</u>	<u>\$0</u>	<u>\$1,112,022</u>

**DPIA**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	\$15,705,118	\$21,034,266	\$5,329,148
Total expenditures and other financing uses	34,249	21,068,515	(21,034,266)
Excess of revenue and other financing sources over (under) expenditures and other financing uses	15,670,869	(34,249)	(15,705,118)
Fund balances, beginning of year	0	0	0
Prior year encumbrances appropriated	34,249	34,249	0
Fund balances, end of year	<u>\$15,705,118</u>	<u>\$0</u>	<u>(\$15,705,118)</u>

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**for the fiscal year ended June 30, 2000**

	<b><u>ESEA VI</u></b>		
	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	\$4,797,883	\$4,752,229	(\$45,654)
Total expenditures and other financing uses	3,445,175	4,462,270	(1,017,095)
Excess of revenue and other financing sources over (under) expenditures and other financing uses	1,352,708	289,959	(1,062,749)
Fund balances, beginning of year	133,833	133,833	0
Prior year encumbrances appropriated	91,175	91,175	0
Fund balances, end of year	<u>\$1,577,716</u>	<u>\$514,967</u>	<u>(\$1,062,749)</u>

	<b><u>VOCATIONAL EDUCATION</u></b>		
	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	\$2,404,183	\$2,294,497	(\$109,686)
Total expenditures and other financing uses	2,098,544	2,505,448	(406,904)
Excess of revenue and other financing sources over (under) expenditures and other financing uses	305,639	(210,951)	(516,590)
Fund balances, beginning of year	209,037	209,037	0
Prior year encumbrances appropriated	152,544	152,544	0
Fund balances, end of year	<u>\$667,220</u>	<u>\$150,630</u>	<u>(\$516,590)</u>

	<b><u>ECONOMIC OPPORTUNITY II-A</u></b>		
	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	\$1,808,716	\$1,644,225	(\$164,491)
Total expenditures and other financing uses	1,674,828	1,478,889	195,939
Excess of revenue and other financing sources over (under) expenditures and other financing uses	133,888	165,336	31,448
Fund balances, beginning of year	37,550	37,550	0
Prior year encumbrances appropriated	12,828	12,828	0
Fund balances, end of year	<u>\$184,266</u>	<u>\$215,714</u>	<u>\$31,448</u>

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**for the fiscal year ended June 30, 2000**

**ECIA I**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	\$30,727,016	\$28,807,517	(\$1,919,499)
Total expenditures and other financing uses	23,103,671	28,459,859	(5,356,188)
Excess of revenue and other financing sources over (under) expenditures and other financing uses	7,623,345	347,658	(7,275,687)
Fund balances, beginning of year	914,548	914,548	0
Prior year encumbrances appropriated	1,523,671	1,523,671	0
Fund balances, end of year	<u>\$10,061,564</u>	<u>\$2,785,877</u>	<u>(\$7,275,687)</u>

**TELECOMMUNICATIONS GRANT ACT**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	\$5,287,119	\$5,287,120	\$1
Total expenditures and other financing uses	2,715,000	4,373,534	(1,658,534)
Excess of revenue and other financing sources over (under) expenditures and other financing uses	2,572,119	913,586	(1,658,533)
Fund balances, beginning of year	0	0	0
Prior year encumbrances appropriated	0	0	0
Fund balances, end of year	<u>\$2,572,119</u>	<u>\$913,586</u>	<u>(\$1,658,533)</u>

**MISCELLANEOUS FEDERAL GRANTS**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	\$3,942,265	\$3,754,457	(\$187,808)
Total expenditures and other financing uses	547,115	3,923,976	(3,376,861)
Excess of revenue and other financing sources over (under) expenditures and other financing uses	3,395,150	(169,519)	(3,564,669)
Fund balances, beginning of year	118,026	118,026	0
Prior year encumbrances appropriated	129,115	129,115	0
Fund balances, end of year	<u>\$3,642,291</u>	<u>\$77,622</u>	<u>(\$3,564,669)</u>

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**for the fiscal year ended June 30, 2000**

**ADULT BASIC EDUCATION**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	\$1,632,938	\$1,490,347	(\$142,591)
Total expenditures and other financing uses	830,821	1,449,296	(618,475)
Excess of revenue and other financing sources over (under) expenditures and other financing uses	802,117	41,051	(761,066)
Fund balances, beginning of year	0	0	0
Prior year encumbrances appropriated	5,821	5,821	0
Fund balances, end of year	<u>\$807,938</u>	<u>\$46,872</u>	<u>(\$761,066)</u>

**MISCELLANEOUS STATE GRANTS**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	\$1,376,854	\$1,311,077	(\$65,777)
Total expenditures and other financing uses	122,241	1,463,248	(1,341,007)
Excess of revenue and other financing sources over (under) expenditures and other financing uses	1,254,613	(152,171)	(1,406,784)
Fund balances, beginning of year	2,123	2,123	0
Prior year encumbrances appropriated	119,041	119,041	0
Fund balances, end of year	<u>\$1,375,777</u>	<u>(\$31,007)</u>	<u>(\$1,406,784)</u>

**TITLE II**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	\$1,020,127	\$1,023,498	\$3,371
Total expenditures and other financing uses	58,200	893,336	(835,136)
Excess of revenue and other financing sources over (under) expenditures and other financing uses	961,927	130,162	(831,765)
Fund balances, beginning of year	0	0	0
Prior year encumbrances appropriated	34,200	34,200	0
Fund balances, end of year	<u>\$996,127</u>	<u>\$164,362</u>	<u>(\$831,765)</u>

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**for the fiscal year ended June 30, 2000**

**EDUCATION FOR ECONOMIC SECURITY**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	\$889,329	\$889,327	(\$2)
Total expenditures and other financing uses	290,733	1,180,060	(889,327)
Excess of revenue and other financing sources over (under) expenditures and other financing uses	598,596	(290,733)	(889,329)
Fund balances, beginning of year	0	0	0
Prior year encumbrances appropriated	290,733	290,733	0
Fund balances, end of year	<u>\$889,329</u>	<u>\$0</u>	<u>(\$889,329)</u>

**PUBLIC PRESCHOOL**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	\$909,333	\$881,912	(\$27,421)
Total expenditures and other financing uses	61,465	307,244	(245,779)
Excess of revenue and other financing sources over (under) expenditures and other financing uses	847,868	574,668	(273,200)
Fund balances, beginning of year	0	0	0
Prior year encumbrances appropriated	7,465	7,465	0
Fund balances, end of year	<u>\$855,333</u>	<u>\$582,133</u>	<u>(\$273,200)</u>

**DRUG FREE SCHOOLS**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	\$875,058	\$836,289	(\$38,769)
Total expenditures and other financing uses	524,845	888,134	(363,289)
Excess of revenue and other financing sources over (under) expenditures and other financing uses	350,213	(51,845)	(402,058)
Fund balances, beginning of year	621	621	0
Prior year encumbrances appropriated	51,845	51,845	0
Fund balances, end of year	<u>\$402,679</u>	<u>\$621</u>	<u>(\$402,058)</u>

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**for the fiscal year ended June 30, 2000**

**ALTERNATIVE SCHOOL GRANT**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	<u>\$632,500</u>	<u>\$632,500</u>	<u>\$0</u>
Total expenditures and other financing uses	<u>0</u>	<u>0</u>	<u>0</u>
Excess of revenue and other financing sources over (under) expenditures and other financing uses	632,500	632,500	0
Fund balances, beginning of year	0	0	0
Prior year encumbrances appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund balances, end of year	<u>\$632,500</u>	<u>\$632,500</u>	<u>\$0</u>

**POST SECONDARY VOCATIONAL EDUCATION**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	<u>\$523,618</u>	<u>\$523,618</u>	<u>\$0</u>
Total expenditures and other financing uses	<u>534,268</u>	<u>562,367</u>	<u>(28,099)</u>
Excess of revenue and other financing sources over (under) expenditures and other financing uses	(10,650)	(38,749)	(28,099)
Fund balances, beginning of year	54,285	54,285	0
Prior year encumbrances appropriated	<u>268</u>	<u>268</u>	<u>0</u>
Fund balances, end of year	<u>\$43,903</u>	<u>\$15,804</u>	<u>(\$28,099)</u>

**DATA COMMUNICATIONS**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	<u>\$382,191</u>	<u>\$382,191</u>	<u>\$0</u>
Total expenditures and other financing uses	<u>370,929</u>	<u>615,958</u>	<u>(245,029)</u>
Excess of revenue and other financing sources over (under) expenditures and other financing uses	11,262	(233,767)	(245,029)
Fund balances, beginning of year	174,150	174,150	0
Prior year encumbrances appropriated	<u>196,929</u>	<u>196,929</u>	<u>0</u>
Fund balances, end of year	<u>\$382,341</u>	<u>\$137,312</u>	<u>(\$245,029)</u>

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**for the fiscal year ended June 30, 2000**

**EHA PRE-KINDERGARTEN GRANT**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	\$283,432	\$283,432	\$0
Total expenditures and other financing uses	177,767	255,561	(77,794)
Excess of revenue and other financing sources over (under) expenditures and other financing uses	105,665	27,871	(77,794)
Fund balances, beginning of year	0	0	0
Prior year encumbrances appropriated	7,767	7,767	0
Fund balances, end of year	<u>\$113,432</u>	<u>\$35,638</u>	<u>(\$77,794)</u>

**CAREER DEVELOPMENT**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	\$192,783	\$272,486	\$79,703
Total expenditures and other financing uses	159,427	263,656	(104,229)
Excess of revenue and other financing sources over (under) expenditures and other financing uses	33,356	8,830	(24,526)
Fund balances, beginning of year	0	0	0
Prior year encumbrances appropriated	25,427	25,427	0
Fund balances, end of year	<u>\$58,783</u>	<u>\$34,257</u>	<u>(\$24,526)</u>

**OHIO READS**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	\$270,144	\$270,566	\$422
Total expenditures and other financing uses	0	220,600	(220,600)
Excess of revenue and other financing sources over (under) expenditures and other financing uses	270,144	49,966	(220,178)
Fund balances, beginning of year	0	0	0
Prior year encumbrances appropriated	0	0	0
Fund balances, end of year	<u>\$270,144</u>	<u>\$49,966</u>	<u>(\$220,178)</u>

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**for the fiscal year ended June 30, 2000**

**SUMMER INTERVENTION**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	\$270,098	\$270,098	\$0
Total expenditures and other financing uses	0	0	0
Excess of revenue and other financing sources over (under) expenditures and other financing uses	270,098	270,098	0
Fund balances, beginning of year	0	0	0
Prior year encumbrances appropriated	0	0	0
Fund balances, end of year	<u>\$270,098</u>	<u>\$270,098</u>	<u>\$0</u>

**ITPA**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	\$465,957	\$206,270	(\$259,687)
Total expenditures and other financing uses	728,220	934,490	(206,270)
Excess of revenue and other financing sources over (under) expenditures and other financing uses	(262,263)	(728,220)	(465,957)
Fund balances, beginning of year	0	0	0
Prior year encumbrances appropriated	728,220	728,220	0
Fund balances, end of year	<u>\$465,957</u>	<u>\$0</u>	<u>(\$465,957)</u>

**TEACHER DEVELOPMENT**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	\$183,497	\$183,497	\$0
Total expenditures and other financing uses	1,081,213	266,588	814,625
Excess of revenue and other financing sources over (under) expenditures and other financing uses	(897,716)	(83,091)	814,625
Fund balances, beginning of year	831,799	831,799	0
Prior year encumbrances appropriated	73,213	73,213	0
Fund balances, end of year	<u>\$7,296</u>	<u>\$821,921</u>	<u>\$814,625</u>



**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**for the fiscal year ended June 30, 2000**

**MANAGEMENT INFORMATION SYSTEMS**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	<u>\$135,222</u>	<u>\$135,222</u>	<u>\$0</u>
Total expenditures and other financing uses	<u>479,656</u>	<u>118,882</u>	<u>360,774</u>
Excess of revenue and other financing sources over (under) expenditures and other financing uses	(344,434)	16,340	360,774
Fund balances, beginning of year	476,984	476,984	0
Prior year encumbrances appropriated	<u>3,656</u>	<u>3,656</u>	<u>0</u>
Fund balances, end of year	<u>\$136,206</u>	<u>\$496,980</u>	<u>\$360,774</u>

**VENTURE CAPITAL**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	<u>\$125,000</u>	<u>\$125,000</u>	<u>\$0</u>
Total expenditures and other financing uses	<u>266,578</u>	<u>271,234</u>	<u>(4,656)</u>
Excess of revenue and other financing sources over (under) expenditures and other financing uses	(141,578)	(146,234)	(4,656)
Fund balances, beginning of year	121,288	121,288	0
Prior year encumbrances appropriated	<u>95,578</u>	<u>95,578</u>	<u>0</u>
Fund balances, end of year	<u>\$75,288</u>	<u>\$70,632</u>	<u>(\$4,656)</u>

**IMPACT AID**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	<u>\$83,658</u>	<u>\$83,659</u>	<u>\$1</u>
Total expenditures and other financing uses	<u>439,452</u>	<u>55,431</u>	<u>384,021</u>
Excess of revenue and other financing sources over (under) expenditures and other financing uses	(355,794)	28,228	384,022
Fund balances, beginning of year	242,896	242,896	0
Prior year encumbrances appropriated	<u>12,452</u>	<u>12,452</u>	<u>0</u>
Fund balances, end of year	<u>(\$100,446)</u>	<u>\$283,576</u>	<u>\$384,022</u>

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**for the fiscal year ended June 30, 2000**

**EARLY CHILDHOOD**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	\$54,627	\$75,910	\$21,283
Total expenditures and other financing uses	90,523	69,537	20,986
Excess of revenue and other financing sources over (under) expenditures and other financing uses	(35,896)	6,373	42,269
Fund balances, beginning of year	15,605	15,605	0
Prior year encumbrances appropriated	523	523	0
Fund balances, end of year	<u>(\$19,768)</u>	<u>\$22,501</u>	<u>\$42,269</u>

**CAREER ENHANCEMENT**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	\$75,000	\$75,000	\$0
Total expenditures and other financing uses	248,000	275,000	(27,000)
Excess of revenue and other financing sources over (under) expenditures and other financing uses	(173,000)	(200,000)	(27,000)
Fund balances, beginning of year	248,170	248,170	0
Prior year encumbrances appropriated	0	0	0
Fund balances, end of year	<u>\$75,170</u>	<u>\$48,170</u>	<u>(\$27,000)</u>

**SCHOOL NETWORK PROFESSIONAL**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	\$71,188	\$71,250	\$62
Total expenditures and other financing uses	171,015	142,391	28,624
Excess of revenue and other financing sources over (under) expenditures and other financing uses	(99,827)	(71,141)	28,686
Fund balances, beginning of year	171,733	171,733	0
Prior year encumbrances appropriated	15	15	0
Fund balances, end of year	<u>\$71,921</u>	<u>\$100,607</u>	<u>\$28,686</u>

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**for the fiscal year ended June 30, 2000**

**VOCATIONAL EDUCATION ENHANCEMENT**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	\$30,000	\$30,000	\$0
Total expenditures and other financing uses	0	30,000	(30,000)
Excess of revenue and other financing sources over (under) expenditures and other financing uses	30,000	0	(30,000)
Fund balances, beginning of year	0	0	0
Prior year encumbrances appropriated	0	0	0
Fund balances, end of year	<u>\$30,000</u>	<u>\$0</u>	<u>(\$30,000)</u>

**EMERGENCY IMMIGRANT EDUCATION ASSISTANCE**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	\$10,887	\$10,887	\$0
Total expenditures and other financing uses	2,394	10,124	(7,730)
Excess of revenue and other financing sources over (under) expenditures and other financing uses	8,493	763	(7,730)
Fund balances, beginning of year	617	617	0
Prior year encumbrances appropriated	1,794	1,794	0
Fund balances, end of year	<u>\$10,904</u>	<u>\$3,174</u>	<u>(\$7,730)</u>

**ADULT HIGH**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	\$9,971	\$9,971	\$0
Total expenditures and other financing uses	0	9,971	(9,971)
Excess of revenue and other financing sources over (under) expenditures and other financing uses	9,971	0	(9,971)
Fund balances, beginning of year	0	0	0
Prior year encumbrances appropriated	0	0	0
Fund balances, end of year	<u>\$9,971</u>	<u>\$0</u>	<u>(\$9,971)</u>

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**for the fiscal year ended June 30, 2000**

**SCIENTIFIC PERSONNEL IMPROVEMENT**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	\$199	\$200	\$1
Total expenditures and other financing uses	725,415	198,631	526,784
Excess of revenue and other financing sources over (under) expenditures and other financing uses	(725,216)	(198,431)	526,785
Fund balances, beginning of year	198,224	198,224	0
Prior year encumbrances appropriated	27,415	27,415	0
Fund balances, end of year	<u>(\$499,577)</u>	<u>\$27,208</u>	<u>\$526,785</u>

**DISADVANTAGED PUPIL PROGRAM**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	\$0	\$0	\$0
Total expenditures and other financing uses	271,084	5,673	265,411
Excess of revenue and other financing sources over (under) expenditures and other financing uses	(271,084)	(5,673)	265,411
Fund balances, beginning of year	265,375	265,375	0
Prior year encumbrances appropriated	6,084	6,084	0
Fund balances, end of year	<u>\$375</u>	<u>\$265,786</u>	<u>\$265,411</u>

**URBAN PILOT PROGRAM**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	\$0	\$0	\$0
Total expenditures and other financing uses	21,009	0	21,009
Excess of revenue and other financing sources over (under) expenditures and other financing uses	(21,009)	0	21,009
Fund balances, beginning of year	21,595	21,595	0
Prior year encumbrances appropriated	9	9	0
Fund balances, end of year	<u>\$595</u>	<u>\$21,604</u>	<u>\$21,009</u>

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**for the fiscal year ended June 30, 2000**

**EDUCATIONAL MOBILITY**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	\$0	\$0	\$0
Total expenditures and other financing uses	30	30	0
Excess of revenue and other financing sources over (under) expenditures and other financing uses	(30)	(30)	0
Fund balances, beginning of year	0	0	0
Prior year encumbrances appropriated	30	30	0
Fund balances, end of year	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

**GIFTED EDUCATION**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	\$0	\$0	\$0
Total expenditures and other financing uses	1,150	11	1,139
Excess of revenue and other financing sources over (under) expenditures and other financing uses	(1,150)	(11)	1,139
Fund balances, beginning of year	1,250	1,250	0
Prior year encumbrances appropriated	(50)	(50)	0
Fund balances, end of year	<u>\$50</u>	<u>\$1,189</u>	<u>\$1,139</u>

**ENTRY YEAR PROGRAM**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	\$0	\$0	\$0
Total expenditures and other financing uses	60,000	0	60,000
Excess of revenue and other financing sources over (under) expenditures and other financing uses	(60,000)	0	60,000
Fund balances, beginning of year	60,000	60,000	0
Prior year encumbrances appropriated	0	0	0
Fund balances, end of year	<u>\$0</u>	<u>\$60,000</u>	<u>\$60,000</u>

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**for the fiscal year ended June 30, 2000**

**EDUCATION RESEARCH AND DEVELOPMENT**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Total expenditures and other financing uses	<u>171,388</u>	<u>1,388</u>	<u>170,000</u>
Excess of revenue and other financing sources over (under) expenditures and other financing uses	(171,388)	(1,388)	170,000
Fund balances, beginning of year	170,939	170,939	0
Prior year encumbrances appropriated	<u>1,388</u>	<u>1,388</u>	<u>0</u>
Fund balances, end of year	<u><u>\$939</u></u>	<u><u>\$170,939</u></u>	<u><u>\$170,000</u></u>

**TELECOMMUNITY**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Total expenditures and other financing uses	<u>761,000</u>	<u>351,297</u>	<u>409,703</u>
Excess of revenue and other financing sources over (under) expenditures and other financing uses	(761,000)	(351,297)	409,703
Fund balances, beginning of year	361,722	361,722	0
Prior year encumbrances appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund balances, end of year	<u><u>(\$399,278)</u></u>	<u><u>\$10,425</u></u>	<u><u>\$409,703</u></u>

**TEXTBOOK/MATERIAL**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Total expenditures and other financing uses	<u>395,787</u>	<u>25,580</u>	<u>370,207</u>
Excess of revenue and other financing sources over (under) expenditures and other financing uses	(395,787)	(25,580)	370,207
Fund balances, beginning of year	370,933	370,933	0
Prior year encumbrances appropriated	<u>25,787</u>	<u>25,787</u>	<u>0</u>
Fund balances, end of year	<u><u>\$933</u></u>	<u><u>\$371,140</u></u>	<u><u>\$370,207</u></u>

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**for the fiscal year ended June 30, 2000**

**BILINGUAL EDUCATION**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Total expenditures and other financing uses	<u>4,800</u>	<u>0</u>	<u>4,800</u>
Excess of revenue and other financing sources over (under) expenditures and other financing uses	(4,800)	0	4,800
Fund balances, beginning of year	4,898	4,898	0
Prior year encumbrances appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund balances, end of year	<u>\$98</u>	<u>\$4,898</u>	<u>\$4,800</u>

**ALL COMBINED SPECIAL REVENUE FUNDS**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	<u>\$96,692,859</u>	<u>\$103,345,129</u>	<u>\$6,652,270</u>
Total expenditures and other financing uses	<u>68,797,555</u>	<u>106,855,534</u>	<u>(38,057,979)</u>
Excess of revenue and other financing sources over (under) expenditures and other financing uses	27,895,304	(3,510,405)	(31,405,709)
Fund balances, beginning of year	11,147,590	11,147,590	0
Prior year encumbrances appropriated	<u>6,438,755</u>	<u>6,438,755</u>	<u>0</u>
Fund balances, end of year	<u>\$45,481,649</u>	<u>\$14,075,940</u>	<u>(\$31,405,709)</u>

## **DEBT SERVICE FUND**

To account for accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.

The District maintains one Debt Service Fund. Since the level of reporting presented in the general purpose financial statements is at its most detailed level, no additional combining statements or schedules are presented.



## **CAPITAL PROJECT FUNDS**

To account for financial resources to be used for the acquisition or construction of major capital facilities, other than those financed by the Proprietary or Nonexpendable Trust Funds.

**PERMANENT IMPROVEMENT** – To account for all transactions related to the acquiring, constructing or improving of such permanent improvements as are authorized by Chapter 5705 of the Revised Code.

**BUILDING** - To account for the receipts and expenditures related to all special bond funds in the district.

**REPLACEMENT** – To account for monies used in the rebuilding, restoration or improvement of property which has been totally or partially destroyed due to any cause.

**ENERGY CONSERVATION** – Provision of grants to identify and implement energy conservation maintenance and operating procedures and acquire energy conservation measure to reduce consumption.

**VOCATIONAL EDUCATION EQUIPMENT** – To account for receipts and expenditures involved in the replacement or updating of equipment essential for the instruction of students in job skills.

**POWER UP** – To account for State money to be spent on electrical upgrades.

**OHIO SCHOOL NET** – To account for wiring to all classrooms in the State and to provide a computer workstation and related technology for every classroom.

**OSCF BIG 8** – To provide matching funds for major repairs to schools.

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**COMBINING BALANCE SHEET**  
**ALL CAPITAL PROJECT FUNDS**  
**June 30, 2000**

	<u>Permanent Improvement</u>	<u>Building</u>	<u>Replacement</u>	<u>Energy Conservation</u>	<u>Vocational Education Equipment</u>	<u>Power Up</u>
<b>ASSETS:</b>						
Equity in pooled cash and investments	\$1,728,467	\$19,884	\$20,217	\$5,558,705	\$ -	\$64,415
<b>TOTAL ASSETS</b>	<u>\$1,728,467</u>	<u>\$19,884</u>	<u>\$20,217</u>	<u>\$5,558,705</u>	<u>-</u>	<u>\$64,415</u>
 <b>LIABILITIES:</b>						
Accounts Payable	\$436,392	\$ -	\$ -	\$269,391	\$ -	\$ -
Accrued Wages and benefits	10,276	-	-	-	-	-
Interfund loans payable	-	-	-	-	-	-
Intergovernmental payable	5,956	-	1	84	-	-
Accrued interest payable	36,450	-	-	271,726	-	-
Notes payable	6,480,000	-	-	7,250,000	-	-
<b>TOTAL LIABILITIES</b>	<u>6,969,074</u>	<u>-</u>	<u>1</u>	<u>7,791,201</u>	<u>-</u>	<u>-</u>
 <b>FUND EQUITY:</b>						
Fund balances:						
Reserved for encumbrances	-	-	-	3,193,440	-	-
Unreserved:						
Undesignated	(5,240,607)	19,884	20,216	(5,425,936)	-	64,415
<b>TOTAL FUND EQUITY</b>	<u>(5,240,607)</u>	<u>19,884</u>	<u>20,216</u>	<u>(2,232,496)</u>	<u>-</u>	<u>64,415</u>
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<u>\$1,728,467</u>	<u>\$19,884</u>	<u>\$20,217</u>	<u>\$5,558,705</u>	<u>\$ -</u>	<u>\$64,415</u>

<u>Ohio School Net</u>	<u>OSCF Big 8</u>	<u>Totals</u>
<u>\$1,547,956</u>	<u>\$13,112,771</u>	<u>\$22,052,415</u>
<u>\$1,547,956</u>	<u>\$13,112,771</u>	<u>\$22,052,415</u>
\$36,303	\$605,176	\$1,347,262
2,928	-	13,204
-	6,321,585	6,321,585
1,708	-	7,749
-	3,704	311,880
-	13,000,000	26,730,000
<u>40,939</u>	<u>19,930,465</u>	<u>34,731,680</u>
147,653	7,639,088	10,980,181
<u>1,359,364</u>	<u>(14,456,782)</u>	<u>(23,659,446)</u>
<u>1,507,017</u>	<u>(6,817,694)</u>	<u>(12,679,265)</u>
<u>\$1,547,956</u>	<u>\$13,112,771</u>	<u>\$22,052,415</u>

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES**  
**ALL CAPITAL PROJECT FUNDS**  
**for the fiscal year ended June 30, 2000**

	<u>Permanent Improvement</u>	<u>Building</u>	<u>Replacement</u>	<u>Energy Conservation</u>	<u>Vocational Education Equipment</u>	<u>Power Up</u>
<b>REVENUES:</b>						
From local sources:						
Taxes	\$581,654	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental - state	101,635	-	-	-	117,716	-
Other revenue	-	-	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
<b>Total revenues</b>	683,289	-	-	-	117,716	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
<b>EXPENDITURES:</b>						
Current:						
Instruction:						
Vocational	-	-	-	-	117,716	-
Support services:						
Pupil	1,813,743	-	-	-	-	-
Instructional staff	-	-	-	-	-	-
School administration	19,146	-	-	-	-	-
Operations and maintenance	596,685	-	86	-	-	-
Central	638,267	-	-	50	-	-
Capital outlay	1,092,884	-	-	1,944,598	-	-
Debt service:						
Interest and fiscal charges	36,450	-	-	271,726	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
<b>Total expenditures</b>	4,197,175	-	86	2,216,374	117,716	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	(3,513,886)	-	(86)	(2,216,374)	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
<b>OTHER FINANCING SOURCES (USES):</b>						
Operating transfers in	1,799,500	-	-	-	-	-
Proceeds of sale of fixed assets	1,000	-	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
<b>Total other financing sources (uses)</b>	1,800,500	-	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses	(1,713,386)	-	(86)	(2,216,374)	-	-
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
<b>Fund Balances, July 1</b>	(3,527,221)	19,884	20,302	(16,122)	-	64,415
<b>Fund Balances, June 30</b>	<u>(\$5,240,607)</u>	<u>\$19,884</u>	<u>\$20,216</u>	<u>(\$2,232,496)</u>	<u>\$ -</u>	<u>\$64,415</u>

<u>Ohio School Net</u>	<u>OSCF Big 8</u>	<u>Totals</u>
\$ -	\$ -	\$581,654
1,235,779	3,089,193	4,544,323
-	42,000	42,000
<u>1,235,779</u>	<u>3,131,193</u>	<u>5,167,977</u>
-	-	117,716
287	-	1,814,030
1,692,811	-	1,692,811
-	-	19,146
-	-	596,771
-	-	638,317
70,122	11,346,144	14,453,748
-	3,704	311,880
<u>1,763,220</u>	<u>11,349,848</u>	<u>19,644,419</u>
<u>(527,441)</u>	<u>(8,218,655)</u>	<u>(14,476,442)</u>
-	-	1,799,500
-	-	1,000
-	-	1,800,500
(527,441)	(8,218,655)	(12,675,942)
2,034,458	1,400,961	(3,323)
<u>\$1,507,017</u>	<u>(\$6,817,694)</u>	<u>(\$12,679,265)</u>

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**for the fiscal year ended June 30, 2000**

**PERMANENT IMPROVEMENT**

	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	<u>\$1,417,654</u>	<u>\$1,519,289</u>	<u>\$101,635</u>
Total expenditures and other financing uses	<u>6,454,496</u>	<u>4,024,901</u>	<u>2,429,595</u>
Excess of revenue and other financing sources over (under) expenditures and other financing uses	(5,036,842)	(2,505,612)	2,531,230
Fund balances, beginning of year	3,909,866	3,909,866	0
Prior year encumbrances appropriated	<u>45,496</u>	<u>45,496</u>	<u>0</u>
Fund balances, end of year	<u><u>(\$1,081,480)</u></u>	<u><u>\$1,449,750</u></u>	<u><u>\$2,531,230</u></u>

**BUILDING**

	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Total expenditures and other financing uses	<u>19,000</u>	<u>0</u>	<u>19,000</u>
Excess of revenue and other financing sources over (under) expenditures and other financing uses	(19,000)	0	19,000
Fund balances, beginning of year	19,884	19,884	0
Prior year encumbrances appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund balances, end of year	<u><u>\$884</u></u>	<u><u>\$19,884</u></u>	<u><u>\$19,000</u></u>

**REPLACEMENT**

	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Total expenditures and other financing uses	<u>20,000</u>	<u>80</u>	<u>19,920</u>
Excess of revenue and other financing sources over (under) expenditures and other financing uses	(20,000)	(80)	19,920
Fund balances, beginning of year	20,297	20,297	0
Prior year encumbrances appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund balances, end of year	<u><u>\$297</u></u>	<u><u>\$20,217</u></u>	<u><u>\$19,920</u></u>

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**for the fiscal year ended June 30, 2000**

**ENERGY CONSERVATION**

	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	<u>\$7,256,591</u>	<u>\$7,256,591</u>	<u>\$0</u>
Total expenditures and other financing uses	<u>7,673</u>	<u>5,093,470</u>	<u>(5,085,797)</u>
Excess of revenue and other financing sources over (under) expenditures and other financing uses	7,248,918	2,163,121	(5,085,797)
Fund balances, beginning of year	0	0	0
Prior year encumbrances appropriated	<u>7,673</u>	<u>7,673</u>	<u>0</u>
Fund balances, end of year	<u><u>\$7,256,591</u></u>	<u><u>\$2,170,794</u></u>	<u><u>(\$5,085,797)</u></u>

**VOCATIONAL EDUCATION EQUIPMENT**

	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	<u>\$117,716</u>	<u>\$117,716</u>	<u>\$0</u>
Total expenditures and other financing uses	<u>80,000</u>	<u>117,716</u>	<u>(37,716)</u>
Excess of revenue and other financing sources over (under) expenditures and other financing uses	37,716	0	(37,716)
Fund balances, beginning of year	0	0	0
Prior year encumbrances appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund balances, end of year	<u><u>\$37,716</u></u>	<u><u>\$0</u></u>	<u><u>(\$37,716)</u></u>

**POWER UP**

	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Total expenditures and other financing uses	<u>164,000</u>	<u>0</u>	<u>164,000</u>
Excess of revenue and other financing sources over (under) expenditures and other financing uses	(164,000)	0	164,000
Fund balances, beginning of year	64,415	64,415	0
Prior year encumbrances appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund balances, end of year	<u><u>(\$99,585)</u></u>	<u><u>\$64,415</u></u>	<u><u>\$164,000</u></u>

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -**  
**BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)**  
**for the fiscal year ended June 30, 2000**

**OHIO SCHOOL NET**

	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	<u>\$1,661,263</u>	<u>\$1,235,779</u>	<u>(\$425,484)</u>
Total expenditures and other financing uses	<u>2,969,111</u>	<u>2,841,215</u>	<u>127,896</u>
Excess of revenue and other financing sources over (under) expenditures and other financing uses	(1,307,848)	(1,605,436)	(297,588)
Fund balances, beginning of year	1,008,325	1,008,325	0
Prior year encumbrances appropriated	<u>1,961,111</u>	<u>1,961,111</u>	<u>0</u>
Fund balances, end of year	<u><u>\$1,661,588</u></u>	<u><u>\$1,364,000</u></u>	<u><u>(\$297,588)</u></u>

**OSCF BIG 8**

	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	<u>\$18,317,129</u>	<u>\$31,317,129</u>	<u>\$13,000,000</u>
Total expenditures and other financing uses	<u>11,865,240</u>	<u>27,883,306</u>	<u>(16,018,066)</u>
Excess of revenue and other financing sources over (under) expenditures and other financing uses	6,451,889	3,433,823	(3,018,066)
Fund balances, beginning of year	268,937	268,937	0
Prior year encumbrances appropriated	<u>1,297,240</u>	<u>1,297,240</u>	<u>0</u>
Fund balances, end of year	<u><u>\$8,018,066</u></u>	<u><u>\$5,000,000</u></u>	<u><u>(\$3,018,066)</u></u>

**ALL COMBINED CAPITAL PROJECT FUNDS**

	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Total revenues and other financing sources	<u>\$28,770,353</u>	<u>\$41,446,504</u>	<u>\$12,676,151</u>
Total expenditures and other financing uses	<u>21,579,520</u>	<u>39,960,688</u>	<u>(18,381,168)</u>
Excess of revenue and other financing sources over (under) expenditures and other financing uses	7,190,833	1,485,816	(5,705,017)
Fund balances, beginning of year	5,291,724	5,291,724	0
Prior year encumbrances appropriated	<u>3,311,520</u>	<u>3,311,520</u>	<u>0</u>
Fund balances, end of year	<u><u>\$15,794,077</u></u>	<u><u>\$10,089,060</u></u>	<u><u>(\$5,705,017)</u></u>



## **ENTERPRISE FUNDS**

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

**FOOD SERVICE** – Used to record financial transactions related to food service operations.

**UNIFORM SCHOOL SUPPLY** – To account for the purchase and sale of school supplies as adopted by the Board of Education for use in the schools of the District.

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**COMBINING BALANCE SHEET**  
**ALL ENTERPRISE FUNDS**  
**June 30, 2000**

	<u>Food Service</u>	<u>Uniform School Supply</u>	<u>Totals</u>
<b>ASSETS:</b>			
Equity in pooled cash and investments	\$6,557,695	\$ -	\$6,557,695
Receivables (net of allowances for uncollectibles)			
Accounts	37,197	-	37,197
Intergovernmental - federal	732,319	-	732,319
Materials and supplies inventory	94,433	-	94,433
Inventory held for resale	224,356	-	224,356
Property, plant, and equipment	<u>1,685,282</u>	<u>-</u>	<u>1,685,282</u>
<b>TOTAL ASSETS</b>	<u><u>\$9,331,282</u></u>	<u><u>\$ -</u></u>	<u><u>\$9,331,282</u></u>
<b>LIABILITIES:</b>			
Accounts Payable	\$77,750	\$ -	\$77,750
Accrued Wages and benefits	70,772	-	70,772
Interfund loan payable	-	706	706
Compensated absences payable	499,928	-	499,928
Deferred revenue - commodities	224,356	-	224,356
Intergovernmental payable	<u>125,241</u>	<u>-</u>	<u>125,241</u>
<b>TOTAL LIABILITIES</b>	<u>998,047</u>	<u>706</u>	<u>998,753</u>
<b>FUND EQUITY:</b>			
Retained earnings:			
Unreserved	<u>8,333,235</u>	<u>(706)</u>	<u>8,332,529</u>
<b>TOTAL FUND EQUITY</b>	<u>8,333,235</u>	<u>(706)</u>	<u>8,332,529</u>
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<u><u>\$9,331,282</u></u>	<u><u>\$ -</u></u>	<u><u>\$9,331,282</u></u>

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**COMBINING STATEMENT OF REVENUES, EXPENSES**  
**AND CHANGES IN RETAINED EARNINGS**  
**ALL ENTERPRISE FUNDS**  
**for the fiscal year ended June 30, 2000**

	<u>Food Service</u>	<u>Uniform School Supply</u>	<u>Totals</u>
<b>OPERATING REVENUES:</b>			
Sales	\$3,034,552	\$443,427	\$3,477,979
<b>Total operating revenues</b>	<b>3,034,552</b>	<b>443,427</b>	<b>3,477,979</b>
<b>OPERATING EXPENSES:</b>			
Salaries and wages	5,108,521	-	5,108,521
Fringe benefits	1,814,121	-	1,814,121
Contract services	915,212	-	915,212
Supplies	4,934,007	-	4,934,007
Depreciation	295,012	-	295,012
Other operating expenses	209,997	-	209,997
<b>Total operating expenses</b>	<b>13,276,870</b>	<b>-</b>	<b>13,276,870</b>
<b>Operating income (loss)</b>	<b>(10,242,318)</b>	<b>443,427</b>	<b>(9,798,891)</b>
<b>NON OPERATING REVENUES (EXPENSES):</b>			
Operating grants	8,953,023	-	8,953,023
Donated commodities	324,890	-	324,890
Interest revenue	340,492	-	340,492
Miscellaneous	(105,654)	-	(105,654)
<b>Total non operating revenues (expenses)</b>	<b>9,512,751</b>	<b>-</b>	<b>9,512,751</b>
Income (loss) before operating transfers	(729,567)	443,427	(286,140)
Operating transfers (out)	-	(443,581)	(443,581)
Net loss	(729,567)	(154)	(729,721)
<b>Retained Earnings, July 1</b>	<b>9,062,802</b>	<b>(552)</b>	<b>9,062,250</b>
<b>Retained Earnings, June 30</b>	<b>\$8,333,235</b>	<b>(\$706)</b>	<b>\$8,332,529</b>

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**COMBINING STATEMENT OF CASH FLOWS**  
**ALL ENTERPRISE FUNDS**  
**for the fiscal year ended June 30, 2000**

	<u>Food Service</u>	<u>Uniform School Supply</u>	<u>Totals</u>
<b>Cash Flows from Operating Activities:</b>			
Cash received from customers	\$2,997,355	\$443,581	\$3,440,936
Cash payments to suppliers for goods and services	(5,623,037)	-	(5,623,037)
Cash payments to employees for services	(5,348,197)	-	(5,348,197)
Cash payments for employee benefits	(1,453,075)	-	(1,453,075)
Cash payments for other operating expenses	(209,997)	-	(209,997)
	<hr/>	<hr/>	<hr/>
Net Cash Provided by (Used for)			
Operating Activities	(9,636,951)	443,581	(9,193,370)
	<hr/>	<hr/>	<hr/>
<b>Cash Flows from Investing Activities:</b>			
Cash received from interest	340,492	-	340,492
	<hr/>	<hr/>	<hr/>
Net Cash Provided by Investing Activities	340,492	-	340,492
	<hr/>	<hr/>	<hr/>
<b>Cash Flows from Noncapital Financing Activities:</b>			
Operating grants received	9,499,652	-	9,499,652
Transfers out	-	(443,581)	(443,581)
Miscellaneous	1,970	-	1,970
	<hr/>	<hr/>	<hr/>
Net Cash Provided by Noncapital Financing Activities	9,501,622	(443,581)	9,058,041
	<hr/>	<hr/>	<hr/>
<b>Cash Flows from Capital and Related Financing Activities:</b>			
Payments for capital acquisitions	(182,777)	-	(182,777)
	<hr/>	<hr/>	<hr/>
Net Cash Used for Capital and Related Financing Activities	(182,777)	-	(182,777)
	<hr/>	<hr/>	<hr/>
Net Increase in Cash and Cash Equivalents	22,386	-	22,386
Cash and Cash Equivalents at Beginning of Year	6,535,309	-	6,535,309
	<hr/>	<hr/>	<hr/>
Cash and Cash Equivalents at End of Year	\$6,557,695	\$ -	\$6,557,695
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

(Continued)

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**COMBINING STATEMENT OF CASH FLOWS**  
**ALL ENTERPRISE FUNDS (continued)**  
**for the fiscal year ended June 30, 2000**

	<u>Food Service</u>	<u>Uniform School Supply</u>	<u>Totals</u>
<b>Reconciliation of Operating Income (Loss)</b>			
<b>to Net Cash Provided By (Used for) Operating Activities:</b>			
Operating income (loss)	<u>(\$10,242,318)</u>	<u>\$443,427</u>	<u>(\$9,798,891)</u>
<b>Adjustments to Reconcile Operating Income (loss)</b>			
<b>to Net Cash Provided By (Used for) Operating Activities:</b>			
Depreciation expense	295,012	-	295,012
Donated commodities used during year	324,890	-	324,890
Changes in assets and liabilities:			
Increase in accounts receivable	(37,197)	-	(37,197)
Decrease in accrued interest	-	154	154
Increase in materials and supplies inventory	(37,698)	-	(37,698)
Decrease in accrued wages	(6,715)	-	(6,715)
Increase in accounts payable	16,740	-	16,740
Increase in compensated absences payable	63,976	-	63,976
Decrease in intergovernmental payable	<u>(13,641)</u>	<u>-</u>	<u>(13,641)</u>
 Total adjustments	 <u>605,367</u>	 <u>154</u>	 <u>605,521</u>
 Net cash provided by (used for) operating activities	 <u>(\$9,636,951)</u>	 <u>\$443,581</u>	 <u>(\$9,193,370)</u>

## **FIDUCIARY FUNDS**

### *EXPENDABLE TRUSTS*

EXPENDABLE TRUST – To account for assets held by a school system in a trustee capacity or as an agent for individuals, other governmental and/or other funds.

ROTARY SPECIAL SERVICES – To account for income and expenses made in connection with goods and services provided by a school district.

### *NONEXPENDABLE TRUSTS*

NONEXPENDABLE TRUST – To account for money, securities or lands which have been set aside as an investment for public school purposes. The income from such fund may be expended, but the principal must remain intact.

### *AGENCY*

STUDENT ACTIVITY (S/A) STUDENT MANAGED – To account for those student activity programs which have student participation in the activity and have students involved in the management of the program.

DISTRICT AGENCY – To account for those assets held by a school district as an agent for individuals, private organization, other governmental units and/or other funds.

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**COMBINING BALANCE SHEET -**  
**ALL TRUST AND AGENCY FUNDS**  
**June 30, 2000**

	Expendable Trust Funds			Agency		Total
	Expendable Trust	Rotary Special Services	Nonexpendable Trust Fund	S/A Student Managed	District Agency	
<b>ASSETS:</b>						
Equity in pooled cash and investments	\$895,882	\$74,964	\$905,424	\$41,137	\$108,060	\$2,025,467
Investments	460,419	-	128,821	-	-	589,240
Receivables (net of allowances for uncollectibles)						
Accounts	1,000	-	-	-	-	1,000
Accrued Interest	2,127	-	-	-	-	2,127
<b>TOTAL ASSETS</b>	<u>\$1,359,428</u>	<u>\$74,964</u>	<u>\$1,034,245</u>	<u>\$41,137</u>	<u>\$108,060</u>	<u>\$2,617,834</u>
<b>LIABILITIES:</b>						
Accounts Payable	\$6,740	\$3,328	\$ -	\$196	\$ -	\$10,264
Intergovernmental payable	-	-	-	-	1,689	1,689
Due to students	-	-	-	40,941	106,371	147,312
<b>TOTAL LIABILITIES</b>	<u>6,740</u>	<u>3,328</u>	<u>-</u>	<u>41,137</u>	<u>108,060</u>	<u>159,265</u>
<b>FUND EQUITY:</b>						
Fund balances:						
Reserved for endowments	-	-	793,172	-	-	793,172
Unreserved:						
Undesignated	1,352,688	71,636	241,073	-	-	1,665,397
<b>TOTAL FUND EQUITY</b>	<u>1,352,688</u>	<u>71,636</u>	<u>1,034,245</u>	<u>-</u>	<u>-</u>	<u>2,458,569</u>
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<u>\$1,359,428</u>	<u>\$74,964</u>	<u>\$1,034,245</u>	<u>\$41,137</u>	<u>\$108,060</u>	<u>\$2,617,834</u>

**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCES -**  
**ALL EXPENDABLE TRUST FUNDS**  
**for the fiscal year ended June 30, 2000**

	Expendable Trusts		Total
	Expendable Trust	Rotary Special Services	
<b>REVENUES:</b>			
From local sources:			
Earnings on investments	\$62,332	\$ -	\$62,332
Other revenue	197,742	57,872	255,614
<b>Total revenues</b>	<b>260,074</b>	<b>57,872</b>	<b>317,946</b>
<b>EXPENDITURES:</b>			
Current:			
Instruction:			
Regular	22,782	61,272	84,054
General administration	6,582	-	6,582
Community services	52,633	-	52,633
Extracurricular activities	30	-	30
<b>Total expenditures</b>	<b>82,027</b>	<b>61,272</b>	<b>143,299</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>178,047</b>	<b>(3,400)</b>	<b>174,647</b>
<b>Fund balances, July 1</b>	<b>1,174,641</b>	<b>75,036</b>	<b>1,249,677</b>
<b>Fund balances, June 30</b>	<b>\$1,352,688</b>	<b>\$71,636</b>	<b>\$1,424,324</b>



**CINCINNATI CITY SCHOOL DISTRICT, OHIO**  
**STATEMENT OF CHANGES IN**  
**ASSETS AND LIABILITIES -**  
**ALL AGENCY FUNDS**  
**for the fiscal year ended June 30, 2000**

**S/A STUDENT MANAGED**

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
<b>ASSETS:</b>				
Equity in pooled cash and investments	\$50,065	\$38,161	(\$47,089)	\$41,137
Total assets	<u>\$50,065</u>	<u>\$38,161</u>	<u>(\$47,089)</u>	<u>\$41,137</u>
<b>LIABILITIES:</b>				
Accounts payable	\$911	\$196	(\$911)	\$196
Due to students	49,154	37,965	(46,178)	40,941
Total liabilities	<u>\$50,065</u>	<u>\$38,161</u>	<u>(\$47,089)</u>	<u>\$41,137</u>

**DISTRICT AGENCY**

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
<b>ASSETS:</b>				
Equity in pooled cash and investments	\$111,435	\$ -	(\$3,375)	\$108,060
Total assets	<u>\$111,435</u>	<u>\$ -</u>	<u>(\$3,375)</u>	<u>\$108,060</u>
<b>LIABILITIES:</b>				
Intergovernmental payable	\$319	\$1,689	(\$319)	\$1,689
Due to students	111,116	-	(4,745)	106,371
Total liabilities	<u>\$111,435</u>	<u>\$1,689</u>	<u>(\$5,064)</u>	<u>\$108,060</u>

**TOTAL ALL AGENCY FUNDS**

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
<b>ASSETS:</b>				
Equity in pooled cash and investments	\$161,500	\$38,161	(\$50,464)	\$149,197
Total assets	<u>\$161,500</u>	<u>\$38,161</u>	<u>(\$50,464)</u>	<u>\$149,197</u>
<b>LIABILITIES:</b>				
Accounts payable	\$911	\$196	(\$911)	\$196
Intergovernmental payable	319	1,689	(319)	1,689
Due to students	160,270	37,965	(50,923)	147,312
Total liabilities	<u>\$161,500</u>	<u>\$39,850</u>	<u>(\$52,153)</u>	<u>\$149,197</u>

## **GENERAL FIXED ASSET ACCOUNT GROUP**

To account for the fixed assets other than those accounted for in the proprietary and nonexpendable trust funds.

CINCINNATI CITY SCHOOL DISTRICT, OHIO  
 SCHEDULE OF GENERAL FIXED ASSETS BY SOURCE  
 June 30, 2000

General fixed assets:	
Land and land improvements	\$20,960,165
Building and building improvements	145,315,527
Furniture, fixtures and equipment	7,925,321
Vehicles	952,211
Less: accumulated depreciation	<u>(102,937,913)</u>
 Total General fixed assets	 <u><u>\$72,215,311</u></u>

Investment in general fixed assets by source:	
General fixed assets acquired prior to June 30, 1999	\$163,396,417
General Fund	2,948,629
Special Revenue Funds	167,646
Capital Projects Funds	0
Donations	8,640,532
Less: accumulated depreciation	<u>(102,937,913)</u>
 Total General fixed assets	 <u><u>\$72,215,311</u></u>

CINCINNATI CITY SCHOOL DISTRICT, OHIO  
SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS  
BY FUNCTION  
for the fiscal year ended June 30, 2000

<u>Function</u>	<u>Balance at July 1, 1999</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance at June 30, 2000</u>
Instruction:				
Regular	\$141,897,063	\$8,792,780	\$0	\$150,689,843
Special	23,169	34,594	0	57,763
Vocational	13,239,717	8,658	0	13,248,375
Support Services:				
Pupil	0	44,736	0	44,736
Instructional Staff	10,098	19,775	0	29,873
Administration	7,066	35,584	0	42,650
Fiscal	79,481	17,435	0	96,916
Business	3,140	0	0	3,140
Operations and Maintenance	1,070,194	232,090	0	1,302,284
Pupil Transportation	25,615	0	0	25,615
Central	8,609,196	392,033	0	9,001,229
Extracurricular	610,800	0	0	610,800
Total general fixed assets allocated to functions	165,575,539	9,577,685	0	175,153,224
Accumulated depreciation	(99,317,651)	(3,620,262)	0	(102,937,913)
Net general fixed assets allocated to functions	<u>\$66,257,888</u>	<u>\$5,957,423</u>	<u>\$0</u>	<u>\$72,215,311</u>

# Statistical Section

Cincinnati City School District  
Cincinnati, Ohio



CINCINNATI CITY SCHOOL DISTRICT, OHIO  
GENERAL FUND EXPENDITURES BY FUNCTION  
LAST TEN FISCAL YEARS  
1991-2000

	2000	1999	1998	1997	1996	1995	1994	1993	1992	1991
	Fiscal	Fiscal	Fiscal	Fiscal	Fiscal	Fiscal	Fiscal	Fiscal	Fiscal	Fiscal
Current:										
Instruction:										
Regular	\$143,230,877	\$148,655,771	\$137,416,440	\$131,724,125	\$123,540,067	\$130,311,766	\$135,537,090	\$140,612,498	\$130,993,512	\$125,925,879
Special	37,340,503	39,307,268	36,115,483	35,011,372	30,726,869	25,053,531	21,132,252	23,272,350	21,683,533	19,489,878
Vocational	7,708,276	10,924,421	11,725,582	10,431,222	9,940,618	10,269,847	9,463,017	14,555,640	15,123,272	13,899,868
Adult	22,799	0	0	15,620	90	172	1,224	2,496,129	1,566,192	630,234
Support services:										
Pupils	11,089,310	8,727,623	8,346,978	7,769,775	6,850,461	9,461,355	8,797,062	8,297,328	7,778,105	7,405,161
Instructional staff	11,309,493	11,970,461	11,771,950	10,970,401	7,912,710	10,285,444	6,934,265	1,827,906	1,899,177	2,024,273
General administration	190,101	218,741	248,689	205,853	134,249	153,192	127,856	395,602	460,044	443,765
School administration	25,523,346	25,680,388	25,112,210	24,449,346	25,709,499	26,418,824	22,187,238	24,841,612	19,622,688	18,047,119
Fiscal	2,289,454	2,506,700	1,520,336	937,462	1,172,413	4,329,511	4,333,916	7,399,934	6,653,884	5,544,590
Business	862,675	927,132	1,043,511	1,007,520	865,691	1,170,400	1,344,370	813,345	1,006,238	955,721
Operation and maintenance	28,156,671	27,887,256	26,799,501	26,598,751	25,943,459	29,595,369	25,545,975	34,982,552	34,954,433	34,699,371
Pupil transportation	20,978,396	20,402,745	20,020,862	18,887,642	17,410,910	18,212,713	16,698,320	16,626,333	15,712,572	17,097,419
Central	14,018,255	12,520,701	11,622,041	9,948,646	7,951,815	12,221,725	22,100,426	7,027,953	7,527,931	7,208,493
Community services	0	0	0	0	888	(5)	0	275,025	85,191	13,147
Extracurricular activities	2,628,136	2,222,398	2,087,636	1,935,762	1,231,212	1,653,631	1,456,245	1,615,594	1,536,041	2,314,371
Capital outlay	1,225,452	1,155,947	1,310,267	518,504	887,525	1,857,585	756,506	404,512	123,866	116,748
Debt service	51,841,359	66,024,391	90,689,285	89,102,666	59,305,023	63,584	24,707	24,621	20,756,282	41,150,010
Miscellaneous	0	0	0	0	0	0	0	0	0	0
Total General Fund Expenditures	\$358,415,103	\$379,131,943	\$385,830,771	\$369,514,667	\$319,583,499	\$281,058,644	\$276,440,469	\$285,468,934	\$287,482,961	\$296,966,047

Source: Cincinnati City School District Financial Records.

Note: Table Prepared on a Cash Basis.

CINCINNATI CITY SCHOOL DISTRICT, OHIO  
GENERAL FUND REVENUES BY SOURCE  
LAST TEN FISCAL YEARS  
1991-2000

	2000	1999	1998	1997	1996	1995	1994	1993	1992	1991
	Fiscal	Fiscal	Fiscal	Fiscal	Fiscal	Fiscal	Fiscal	Fiscal	Fiscal	Fiscal
Taxes	\$192,273,000	\$210,030,000	\$199,543,000	\$197,676,300	\$142,916,800	\$176,247,411	\$176,104,538	\$173,673,162	\$154,895,733	\$125,786,175
Revenue in lieu of taxes	6,151,000	3,330,000	1,442,000	907,900	695,200	0	0	0	0	0
Tuition	269,000	491,000	413,000	408,800	319,400	499,587	423,183	588,275	534,220	601,506
Earnings on investments	5,189,000	4,773,000	4,979,000	4,738,800	3,571,100	3,159,943	2,401,175	3,810,030	3,737,126	3,338,099
Other local revenues	2,172,000	427,000	2,107,000	394,800	269,300	411,397	959,104	671,444	2,882,038	1,198,490
Intergovernmental - State	150,215,000	143,436,000	126,108,000	119,718,900	119,249,700	94,540,294	102,643,538	116,847,561	103,402,745	104,266,634
Intergovernmental - Federal	2,296,000	1,402,000	1,386,000	114,200	115,800	948,067	398,179	0	28,562	77,465
Total General Fund Revenue	\$358,565,000	\$363,889,000	\$335,978,000	\$323,959,700	\$267,137,300	\$275,806,699	\$282,929,717	\$295,590,472	\$265,480,424	\$235,268,369

Source: Cincinnati City School District Financial Records.

Note: Table Prepared on a Cash Basis.

CINCINNATI CITY SCHOOL DISTRICT, OHIO  
PROPERTY TAX LEVIES AND COLLECTIONS - REAL AND PUBLIC UTILITY PROPERTY  
LAST TEN COLLECTION (CALENDAR) YEARS  
1991-2000

Collection Year	Tax Levied (1)	Current Tax Collections (2)	Percent Collected	Delinquent Collection	Total Tax Collections	Percent Of Total Collections To Levy	Outstanding Delinquent Taxes (3)	Percent Of Outstanding Delinquent Taxes To Tax Levied
1991	\$143,760,151	\$136,783,461	95.15%	\$4,544,259	\$141,327,720	98.30%	\$11,076,116	7.70%
1992	193,362,601	183,949,875	95.13%	6,679,874	190,629,749	98.59%	15,158,631	7.84%
1993	190,043,906	183,884,811	96.76%	8,539,866	192,424,677	101.25%	19,042,599	10.02%
1994	195,011,420	187,939,384	96.37%	7,730,585	195,669,969	100.34%	17,460,021	8.95%
1995	195,428,304	189,178,238	96.80%	7,496,787	196,675,025	100.64%	17,101,054	8.75%
1996	220,851,290	212,517,810	96.23%	7,969,737	220,487,547	99.84%	18,872,311	8.55%
1997	222,898,313	215,373,561	96.62%	10,267,741	225,641,302	101.23%	20,251,870	9.09%
1998	220,331,692	213,303,649	96.81%	10,031,224	223,334,873	101.36%	19,494,363	8.85%
1999	221,284,361	212,143,157	95.87%	8,858,476	221,001,633	99.87%	18,217,452	8.23%
2000	224,300,463	215,308,075	95.99%	9,588,696	224,896,771	100.27%	20,182,069	9.00%

Source: Hamilton County Auditor.

(1) Taxes levied and collected are presented on a cash basis.

(2) State reimbursements of rollback and homestead exemptions are included.

(3) Penalties and interest are included, since by Ohio law they become part of the tax obligation as assessment occurs.



CINCINNATI CITY SCHOOL DISTRICT, OHIO  
 ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY  
 LAST TEN COLLECTION (CALENDAR) YEARS  
 1991-2000

Collection Year	Real Property		Tangible Personal Property		Public Utilities Personal		Total		Ratio (3)
	Assessed Value (1)	Estimated Actual Value (2)	Assessed Value (1)	Estimated Actual Value (2)	Assessed Value (1)	Estimated Actual Value (2)	Assessed Value	Estimated Actual Value	
1991	\$3,563,449,320	\$10,181,283,771	\$762,755,750	\$3,051,023,000	\$401,322,040	\$401,322,040	\$4,727,527,110	\$13,633,628,811	34.68%
1992	3,585,544,100	10,244,411,714	776,030,080	3,104,120,320	426,408,590	426,408,590	4,787,982,770	13,774,940,624	34.76%
1993	4,022,246,410	11,492,132,600	719,889,779	2,879,559,116	476,696,450	476,696,450	5,218,832,639	14,848,388,166	35.15%
1994	4,003,172,230	11,437,634,943	719,057,000	2,876,228,000	488,980,260	488,980,260	5,211,209,490	14,802,843,203	35.20%
1995	4,010,587,340	11,458,820,971	737,092,460	2,946,369,840	457,327,750	457,327,750	5,205,007,550	14,864,518,561	35.02%
1996	4,242,781,900	12,122,234,000	755,208,830	3,020,835,320	455,125,360	455,125,360	5,453,116,090	15,598,194,680	34.96%
1997	4,242,923,420	12,122,638,343	743,936,230	2,975,744,920	430,297,850	430,297,850	5,417,157,500	15,528,681,113	34.88%
1998	4,262,469,180	12,178,483,371	728,160,780	2,912,643,120	435,846,600	435,846,600	5,426,476,560	15,526,973,091	34.95%
1999	4,951,206,400	14,146,304,000	717,580,330	2,870,321,320	440,480,530	440,480,530	6,109,267,260	17,457,105,850	35.00%
2000	4,953,068,920	14,151,625,486	726,375,690	2,913,502,760	416,613,010	416,613,010	6,098,057,620	17,481,741,256	34.88%

Source: (1) Cincinnati City School District Records.

(2) Real Property Assessed Value is 35% of Estimated Actual Value.  
 Tangible Personal Property Value is 35% of Estimated Actual Value.  
 Public Utilities Personal Value is equal to the Estimated Actual Value.

(3) Ratio represents assessed value / total estimated value.

CINCINNATI CITY SCHOOL DISTRICT, OHIO  
PROPERTY TAX RATES (PER \$1,000 OF ASSESSED VALUATION)  
DIRECT AND OVERLAPPING GOVERNMENTS  
LAST TEN COLLECTION (CALENDAR) YEARS  
1991-2000

	1999	1998	1997	1996	1995	1994	1993	1992	1991	1990
Tax Year	2000	1999	1998	1997	1996	1995	1994	1993	1992	1991
Collection Year	2000	1999	1998	1997	1996	1995	1994	1993	1992	1991
Cincinnati Public School District	56.93	51.94	53.13	53.13	53.19	53.52	48.48	48.75	49.94	50.04
Hamilton County	20.83	19.54	19.01	19.44	18.30	18.30	18.33	18.56	17.50	16.88
City of Cheviot	12.66	12.82	12.84	13.00	13.02	13.38	13.38	13.68	13.80	14.04
City of Cincinnati	10.90	11.46	11.46	11.46	11.46	11.46	11.46	11.46	11.46	11.46
City of Indian Hill	0.96	0.96	0.96	0.96	0.96	0.96	0.96	1.30	1.30	1.30
City of Madeira	7.50	7.50	7.50	7.50	7.50	7.50	7.50	7.50	7.50	7.50
City of Norwood	11.40	11.40	11.40	11.40	11.40	11.40	11.40	11.40	11.40	11.40
City of Silverton	8.15	8.15	11.15	11.15	11.15	11.15	11.15	6.14	12.16	12.16
City of Wyoming	10.00	10.00	10.00	10.00	10.00	10.00	10.00	10.00	10.00	10.00
Village of Amberly	6.00	6.00	4.00	4.00	4.00	4.00	4.00	4.00	4.00	6.00
Village of Fairfax	2.76	2.76	2.76	2.76	2.76	2.76	2.76	2.76	2.76	2.76
City of Golf Manor	19.42	19.42	19.42	19.60	19.60	19.60	12.60	12.60	12.90	13.18
Anderson Township	12.18	12.18	11.18	11.18	11.18	11.18	11.18	9.52	8.24	8.24
Columbia Township	17.96	17.96	17.96	17.96	17.96	17.96	17.76	19.66	19.66	18.66
Delhi Township	20.46	20.46	20.46	20.46	20.46	20.46	20.66	16.86	16.86	16.86
Green Township	8.81	8.81	8.81	8.81	8.81	8.81	7.06	7.06	7.04	7.04
Springfield Township	14.30	14.30	14.30	15.67	15.67	15.67	15.67	15.66	14.42	14.42
Sycamore Township	7.75	7.75	7.60	7.60	7.60	7.60	7.60	7.74	7.74	7.74
Eastern Emergency Ambulance	2.20	2.20	2.20	2.20	2.20	2.20	2.20	0.00	0.00	0.00
Village of Mairmont, Ohio	12.44	12.44	12.44	8.94	8.94	8.94	8.94	8.94	8.94	8.94

Source: Hamilton County Auditor.

CINCINNATI CITY SCHOOL DISTRICT, OHIO  
 RATIO OF NET GENERAL BONDED DEBT TO ASSESSED VALUE  
 AND NET BONDED DEBT PER CAPITA  
 LAST TEN COLLECTION (CALENDAR) YEARS  
 1991-2000

Collection Year	Population (1)	Assessed Value (2)	Gross Bonded Debt (3)	Less Debt Service Fund (3)	Net Bonded Debt	Ratio of Net Bonded Debt To Assessed Value (%)		Estimated Net Bonded Debt Per Capita
						Bonded Debt	Value (%)	
1991	364,040	\$4,038,817,180	\$18,093,000	\$4,285,177	\$13,807,823	0.34%		\$38
1992	364,040	4,727,527,110	22,378,000	4,342,774	18,035,226	0.38%		50
1993	364,040	4,777,982,770	20,015,000	N/A				
1994	364,040	5,218,832,639	17,590,000	12,983,337	4,606,663	0.09%		13
1995	364,040	5,211,209,490	15,125,000	8,569,204	6,555,796	0.13%		18
1996	364,040	5,205,007,550	13,115,000	8,528,683	4,586,317	0.09%		13
1997	364,040	5,453,116,090	11,060,000	8,601,443	2,458,557	0.05%		7
1998	364,040	5,417,157,500	8,955,000	4,368,683	4,586,317	0.08%		13
1999	364,040	5,426,476,560	7,465,000	3,453,867	4,011,133	0.07%		11
2000	364,040	6,109,267,260	5,915,000	3,642,469	2,272,531	0.04%		6

Source: (1) Census Data - Internet (<http://physics.bu.edu>) - Population for interim years was not available.

(2) Hamilton County Auditor.

(3) Cincinnati City School District Records.

CINCINNATI CITY SCHOOL DISTRICT, OHIO  
 COMPUTATION OF DIRECT AND OVERLAPPING DEBT  
 June 30, 2000

Governmental Unit	Gross General Obligation	Percent Applicable to District	Amount Applicable to District
Direct:			
Cincinnati Public Schools	\$102,467,000	100.00%	\$102,467,000
Overlapping:			
Hamilton County	\$130,065,001	35.21%	\$45,795,887
City of Cheviot	615,824	100.00%	615,824
City of Cincinnati	351,523,000	99.96%	351,382,391
City of Madeira	2,565,000	0.28%	7,182
City of Norwood	6,930,196	1.02%	70,688
City of Silverton	648,277	93.60%	606,787
City of Wyoming	2,324,756	0.82%	19,063
Village of Amberley	3,330,000	100.00%	3,330,000
City of Golf Manor	185,000	100.00%	185,000
Anderson Township	2,359,251	1.87%	44,118
Green Township	1,221,147	13.17%	160,825
Springfield Township	392,082	5.86%	22,976
 	<hr/>		<hr/>
Total Overlapping	\$502,159,534		\$402,240,741
Total Direct and Overlapping	<u>\$604,626,534</u>		<u>\$504,707,741</u>

Source: Cincinnati City School District Records.

CINCINNATI CITY SCHOOL DISTRICT, OHIO  
 COMPUTATION OF LEGAL DEBT MARGIN  
 June 30, 2000

1. Assessed Valuation of District		\$ 6,109,267,260
2. Total Principal Amount of Outstanding Securities		<u>102,467,000</u>
3. Exempt securities included in item 2:		
(a) Notes with maturities over one year and issued in anticipation of the collection of the proceeds from a specifically identified voter-approved tax levy under Sections 5705.194 or 5705.21, ORC:	\$ 46,790,000	
(b) Other exempt securities: 133.06(D), ORC:	6,480,000	
133.06(H), ORC:	<u>13,000,000</u>	<u>66,270,000</u>
4. (a) Total securities subject to 9% limitation (item 2 <b>minus</b> item 3):		<u>36,197,000</u>
(b) Plus principal amount of securities subject to 133.06(H), ORC:		<u>13,000,000</u>
(c) Less bond retirement fund applicable to principal of such securities:		<u>6,109,267</u>
(d) Net amount subject to 9% limitation:		<u>\$ 43,087,733</u>
5. Securities included in item 4(a), but <b>without authority of an election</b> :		<u>32,522,000</u>
6. (a) Securities included in item 5 issued for energy conservation measures under Section 3313.372, ORC after August 19, 1994 and Section 133.06(G), ORC:		<u>-</u>
(b) Bond retirement fund applicable to principal of such securities:		-
(c) Net amount subject to 9/10 of 1% limitation of Section 133.06(G) ORC:		<u>\$ 32,522,000</u>
7. (a) Unvoted securities issued for other purposes (item 5 <b>minus</b> item 6a)		32,522,000
(b) Bond retirement fund applicable to principal of such securities:		-
(c) Net amount subject to 1/10 of 1% limitation of Section 133.06(A), ORC:		<u>\$ 32,522,000</u>

CINCINNATI CITY SCHOOL DISTRICT, OHIO  
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES  
FOR GENERAL BONDED DEBT TO TOTAL GENERAL GOVERNMENTAL EXPENDITURES  
LAST TEN FISCAL YEARS  
1991-2000

Fiscal Year	Principal	Interest and Fiscal Charges	Total Debt Service	Total General Expenditures	Ratio of Debt Service to General Expenditures %
1991	\$1,950,000	\$1,171,361	\$3,121,361	\$296,966,047	1.05%
1992	1,700,000	1,097,242	2,797,242	287,482,961	0.97%
1993	2,363,000	1,334,954	3,697,954	285,468,934	1.30%
1994	2,425,000	1,178,240	3,603,240	276,440,469	1.30%
1995	2,465,000	1,040,889	3,505,889	281,058,644	1.25%
1996	2,010,000	913,658	2,923,658	319,583,499	0.91%
1997	2,055,000	795,069	2,850,069	369,514,667	0.77%
1998	2,105,000	672,536	2,777,536	385,830,771	0.72%
1999	1,490,000	562,938	2,052,938	379,131,943	0.54%
2000	1,550,000	467,655	2,017,655	358,415,103	0.56%

Source: Cincinnati City School District Records.

CINCINNATI CITY SCHOOL DISTRICT, OHIO  
 CONSTRUCTION, BANK DEPOSITS AND PROPERTY VALUES  
 LAST TEN COLLECTION (CALENDAR) YEARS  
 1991-2000

Fiscal Year	Construction (1)	Bank Deposits (000's) (2)	Real Property Values (3)
1991	\$209,230,496	\$10,037,463	\$2,897,431,630
1992	224,423,862	12,899,203	3,563,449,320
1993	216,232,845	13,274,239	3,575,544,100
1994	182,642,757	20,249,023	4,022,246,410
1995	201,766,948	17,301,493	4,003,172,230
1996	258,999,335	19,276,655	4,010,587,340
1997	231,917,215	21,598,936	4,242,781,900
1998	266,664,102	18,070,437	4,242,923,420
1999	448,483,877	23,939,085	4,262,469,180
2000	730,928,855	41,302,569	4,951,206,400

Sources: (1) Cincinnati Department of Building Inspections.

(2) Total deposits of all banks headquartered in Hamilton County, Ohio. Data was not available for the District only. Department of Commerce, Banks Division (<http://www.ffiec.gov/nic>).

(3) Hamilton County Auditor.

CINCINNATI CITY SCHOOL DISTRICT, OHIO  
CINCINNATI CITY SCHOOL DISTRICT AREA  
TEN LARGEST EMPLOYERS  
June 30, 2000

Employer	Nature of Business	Number of Employees
The Kroger Company	Consumer Goods Distribution	16,194
The Proctor and Gamble Company	Consumer Goods Manufacturing	14,242
Greater Cincinnati Federal Government	Government	13,595
University of Cincinnati	Education	13,585
Health Alliance of Greater Cincinnati	Health Care	13,422
City of Cincinnati	Government	7,669
GE Aircraft Engines	Manufacturing	7,500
TriHealth, Incorporated	Health Care	7,455
Cincinnati Public Schools	Education	7,373
American Financial Group	Finance	6,000
Hamilton County	Government	6,000

Source: Cincinnati City School District - Annual Financial Information Statement.



CINCINNATI CITY SCHOOL DISTRICT, OHIO  
 ASSESSED VALUE  
 TOP TEN TAXPAYERS  
 June 30, 2000

Name of Taxpayer	Type of Business	Assessed Valuation	Percentage of Total Assessed Valuation
Cinergy	Public Utility	\$308,384,170	6.40%
The Procter and Gamble Company	Consumer Goods Manufacturing	128,653,610	2.70%
Cincinnati Bell Telephone	Public Utility	95,172,510	1.97%
Emery Realty	Real Estate Holdings	30,975,000	0.64%
Prudential Insurance	Real Estate Holdings	28,000,000	0.58%
Columbia Development	Real Estate Holdings	28,000,000	0.58%
Ohio Teachers Retirement System	Real Estate Holdings	26,775,000	0.56%
Fifth Third Center	Real Estate Holdings	21,350,000	0.44%
580 Walnut Partners	Real Estate Holdings	21,000,000	0.43%
Senior Lifestyle	Real Estate Holdings	19,285,280	0.40%
All Others		<u>4,105,970,970</u>	<u>85.30%</u>
<b>Total</b>		<b>\$4,813,566,540</b>	<b>100.00%</b>

Source: Cincinnati City School District Records

CINCINNATI CITY SCHOOL DISTRICT, OHIO  
TANGIBLE PERSONAL PROPERTY TAX COLLECTIONS  
LAST TEN FISCAL YEARS  
1991-2000

Fiscal Year	Collections
1991	\$47,220,158
1992	50,197,107
1993	37,289,557
1994	60,230,826
1995	54,089,574
1996	37,242,045
1997	64,449,746
1998	63,388,834
1999	62,644,710
2000	61,246,323

Source: Hamilton County Auditor.

CINCINNATI CITY SCHOOL DISTRICT, OHIO  
NUMBER OF TEACHERS, EDUCATION AND YEARS OF EXPERIENCE  
June 30, 2000

Education	Number of Teachers	Percentage of Total
Bachelor's Degree	640	20.11%
Bachelor's Degree with 150 Semester Hours	785	24.66%
Master's Degree	1,238	38.89%
Master's Degree with 30 Semester Hours	473	14.86%
Doctoral Degree	47	1.48%
<b>Total Number of Teachers</b>	<b>3,183</b>	<b>100.00%</b>

Experience	Number of Teachers	Percentage of Total
0 - 5 years	510	16.02%
6 - 10 years	518	16.27%
10 + years	2,155	67.71%
<b>Total Number of Teachers</b>	<b>3,183</b>	<b>100.00%</b>

Source: Human Resource Department.

CINCINNATI CITY SCHOOL DISTRICT, OHIO  
 SCHEDULE OF INSURANCE POLICIES  
 June 30, 2000

Company	Type of Insurance	Policy Number	Policy Period	Liability Limits	Deductible	Annual Premium
Hartford Insurance	Property (Fire/Catastrophe)	33XLSQG3414	12/1/99 - 12/1/00	\$50,000,000	\$250,000	\$142,600
Hartford Insurance	Travel Accident	33SR801418	10/1/99 - 10/1/2000	5,000	NONE	6,285
Royal Insurance	General and Auto Liability	BIND280415	12/15/99 - 12/15/00	5,000,000	NONE	145,011
Travelers Property Casualty	Boiler and Machinery	M5J-BMG-275K7020-TIL	12/1/99 - 12/1/00	50,000,000	5,000	16,143
United States Fidelity and Guaranty Company	Commercial Umbrella Liability	DRE30025416301	12/15/99 - 12/15/00	5,000,000	NONE	40,000
Mutual of Omaha	Student Accident	N/A	8/1/99 - 8/1/00			61,200
Mutual of Omaha	Student Accident Non-Sport	MOK0678170-34	8/1/99 - 8/1/00	25,000	NONE	5,855
Mutual of Omaha	Student Accident Non-Sport	MOC0696300-34	8/1/99 - 8/1/00	5,000,000	NONE	2,978

SOURCE: Cincinnati City School District Insurance Listing Held by Treasurer

CINCINNATI CITY SCHOOL DISTRICT, OHIO  
 TRANSPORTATION STATISTICS  
 June 30, 2000

Number of School Buses in Fleet	306
Number of Bus Drivers	372
Number of Miles Driven Per Day	21,534
Number of Miles Driven Annually	3,746,916
Average Annual Miles Per Bus	12,245
Number of Students Transported Per Day	
Public School Students	27,988
Non-Public School Students	8,110
Handicapped Students	2,501
Preschool Disability Students	155
Total	38,754
Number of Students Transported Per Year	6,743,196
Percent of Student Enrollment Transported	
Public	79%
Non-Public	21%

Source: Cincinnati City School District T-1 of June, 2000.

Note: The District does not own any school buses. All pupil transportation is contracted.

CINCINNATI CITY SCHOOL DISTRICT, OHIO  
 DEMOGRAPHIC STATISTICS  
 LAST 10 FISCAL YEARS  
 1991 - 2000

Fiscal Year	Population (1)	Average Federal Adjusted Gross Income (2)	School Enrollment (3)	Unemployment Rate (4)
1991	364,040	\$29,034	51,148	5.4%
1992	364,040	30,227	50,077	6.4%
1993	364,040	31,230	49,965	6.0%
1994	364,040	32,312	50,316	5.1%
1995	364,040	33,618	50,314	4.5%
1996	364,040	35,688	47,382	4.6%
1997	364,040	38,730	45,917	3.8%
1998	364,040	39,582	45,798	3.8%
1999	364,040	N/A	44,918	3.8%
2000	364,040	N/A	44,345	3.8%

Sources: (1) Census Data - Internet (<http://physics.bu.edu>) - Population for interim years was not available.  
 (2) Ohio Department of Taxation - Internet (<http://www.state.oh.us/tax>).  
 (3) Cincinnati City School District Records.  
 (4) Bureau of Labor Statistics - Internet (<http://www.economagic.com>).



STATE OF OHIO  
OFFICE OF THE AUDITOR  
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**CINCINNATI CITY SCHOOL DISTRICT**

**HAMILTON 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  
APRIL 17, 2001**