

**NEWARK CITY  
SCHOOL DISTRICT**

SUPPLEMENTAL REPORTS

JUNE 30, 2001





**STATE OF OHIO**  
**OFFICE OF THE AUDITOR**

JIM PETRO, AUDITOR OF STATE

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Board of Education  
Newark City School District  
85 E. Main Street  
Newark, Ohio 43055

We have reviewed the Independent Auditor's Report of the Newark City School District, Licking County, prepared by Trimble, Julian & Grube, Inc., for the audit period July 1, 2000 through June 30, 2001. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

JIM PETRO  
Auditor of State

November 15, 2001

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**NEWARK CITY SCHOOL DISTRICT  
Supplemental Reports**

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# TRIMBLE, JULIAN & GRUBE, INC.

"SERVING OHIO LOCAL GOVERNMENTS"

1445 Worthington Woods Boulevard  
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## **INDEPENDENT AUDITORS' REPORT ON SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

Board of Education  
Newark City School District  
85 E. Main Street  
Newark, Ohio 43055

Our audit was performed for the purpose of forming an opinion on the general purpose financial statements of Newark City School District as of and for the fiscal year ended June 30, 2001. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, 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 whole.

Trimble, Julian & Grube, Inc.  
October 5, 2001

**NEWARK CITY SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2001**

FEDERAL GRANTOR/ SUB GRANTOR/ PROGRAM TITLE	CFDA NUMBER	PASS-THROUGH GRANT NUMBER	(E) CASH FEDERAL RECEIPTS	OTHER FEDERAL RECEIPTS	(E) CASH FEDERAL DISBURSEMENTS	OTHER FEDERAL DISBURSEMENTS
<b>U. S. DEPARTMENT OF AGRICULTURE PASSED THROUGH THE OHIO DEPARTMENT OF EDUCATION:</b>						
<b>Nutrition Cluster:</b>						
(A) (C) Food Distribution	10.550	N/A		\$141,180		\$137,669
(A) (D) School Breakfast Program	10.553	044453-05-PU 1999	\$1,928		\$1,928	
(A) (D) School Breakfast Program	10.553	044453-05-PU 2000	12,349		12,349	
(A) (D) School Breakfast Program	10.553	044453-05-PU 2001	67,421		67,421	
(A) (D) National School Lunch	10.555	044453-LL-P1 2000	60,752		60,752	
(A) (D) National School Lunch	10.555	044453-LL-P4 2000	13,504		13,504	
(A) (D) National School Lunch	10.555	044453-LL-P1 2001	379,337		379,337	
(A) (D) National School Lunch	10.555	044453-LL-P4 2001	81,495		81,495	
<b>Total U. S. Department of Agriculture and Nutrition Cluster</b>			<b>616,786</b>	<b>141,180</b>	<b>616,786</b>	<b>137,669</b>
<b>U. S. DEPARTMENT OF LABOR:</b>						
(G) School to Work Administration	17.249	N/A	0		7,083	
(F) School to Work Administration	17.249	N/A	0		15	
(H) School to Work Administration	17.249	N/A	7,680		0	
<b>Total U. S. Department of Labor</b>			<b>7,680</b>		<b>7,098</b>	
<b>U. S. DEPARTMENT OF EDUCATION PASSED THROUGH THE OHIO DEPARTMENT OF EDUCATION:</b>						
Title I - Grants to Local Educational Agencies	84.010	044453-C1-S1 2000	167,109		229,535	
Title I - Grants to Local Educational Agencies	84.010	044453-C1-S1 2001	800,576		653,966	
Title I - Grants to Local Educational Agencies	84.010	044453-C1-S1 2000 C	434,779		434,779	
<b>Total Title I</b>			<b>1,402,464</b>		<b>1,318,280</b>	
<b>Special Education Cluster:</b>						
(B) Title VI-B -Education of the Handicapped Act	84.027	044453-6B-SF 1999 P	23,389		57,991	
(B) Title VI-B -Education of the Handicapped Act	84.027	044453-6B-SF 2000 P	290,815		296,680	
<b>Total Title VI-B</b>			<b>314,204</b>		<b>354,671</b>	
(B) Special Education Preschool Grants	84.173	044453-PG-SF 1999 P	0		3,395	
(B) Special Education Preschool Grants	84.173	044453-PG-S1 2000 P	28,403		27,191	
<b>Total Special Education Preschool Grants</b>			<b>28,403</b>		<b>30,586</b>	
<b>Total Special Education Cluster</b>			<b>342,607</b>		<b>385,257</b>	
Safe and Drug-Free Schools State Grants	84.186	044453-DR-S1 2000	21,164		24,721	
Safe and Drug-Free Schools State Grants	84.186	044453-DR-S1 2001	49,094		30,966	
Safe and Drug-Free Schools State Grants	84.186	044453-DR-S1 1999 C	0		455	
<b>Total Safe and Drug-Free Schools Grant</b>			<b>70,258</b>		<b>56,142</b>	
Goals 2000	84.276	044453-G2-S2 2000	20,000		20,532	
Goals 2000	84.276	044453-G2-S2 2001	31,000		0	
Goals 2000	84.276	044453-G2-S8 2000	0		3,000	
Goals 2000	84.276	044453-G2-S3 2000	0		22,028	
Goals 2000	84.276	044453-G2-SP 1999	0		152	
Goals 2000	84.276	044453-G2-S6 2000 P	11,948		8,095	
(G) Goals 2000	84.276	N/A	0		2,440	
<b>Total Goals 2000</b>			<b>62,948</b>		<b>56,247</b>	
Eisenhower Professional Development Grant	84.281	044453-MS-S1 2000	26,047		25,705	
Eisenhower Professional Development Grant	84.281	044453-MS-S1 2001	27,755		21,549	
Eisenhower Professional Development Grant	84.281	044453-MS-S1 1999 C	0		9,376	
<b>Total Eisenhower Professional Development Grant</b>			<b>53,802</b>		<b>56,630</b>	
Title VI - Innovative Educational Program Strategies	84.298	044453-C2-S1 2000	21,580		25,534	
Title VI - Innovative Educational Program Strategies	84.298	044453-C2-S1 2001	41,363		31,221	
Title VI - Innovative Educational Program Strategies	84.298	044453-C2-S1 1999 C	0		19,629	
<b>Total Title VI-Innovative Educational Program Strategies</b>			<b>62,943</b>		<b>76,384</b>	
Tech Literacy Challenge Fund	84.318	044453-TF-14 1999 P	0		24,993	
Tech Literacy Challenge Fund	84.318	044453-TF-15 1999 P	0		207	
<b>Total Tech Literacy Challenge Grant</b>			<b>0</b>		<b>25,200</b>	
Class Size Reduction	84.340	044453-CR-S1 2000	26,778		44,390	
Class Size Reduction	84.340	044453-CR-S1 2001	177,514		212,256	
<b>Total Class Size Reduction</b>			<b>204,292</b>		<b>256,646</b>	
Title I Accountability	84.348	044453-AK-S1 2001	101,309		45,778	
<b>Total U. S. Department of Education</b>			<b>2,308,303</b>		<b>2,283,662</b>	
<b>U. S. DEPARTMENT OF HEALTH AND HUMAN SERVICES PASSED THROUGH THE OHIO DEPARTMENT OF MENTAL RETARDATION AND DEVELOPMENTAL DISABILITIES:</b>						
Community Alternative Funding System Program	93.778	N/A	199,426		199,426	
<b>Total Federal Financial Assistance</b>			<b>\$3,124,515</b>	<b>\$141,180</b>	<b>\$3,099,874</b>	<b>\$137,669</b>

- (A) Included as part of "Nutrition Grant Cluster" in determining major programs.  
 (B) Included as part of "Special Education Grant Cluster" in determining major programs.  
 (C) The Food Distribution Program is a noncash, in kind, federal grant. Commodities are valued at fair market prices.  
 (D) Commingled with state and local revenue from sales of lunches; assumed expenditures were made on a first-in, first-out basis.

- (E) This schedule was prepared on the cash basis of accounting.  
 (F) These funds were passed through the Westerville City School District.  
 (G) These funds were passed through the Franklin County Educational Service Center.  
 (H) These funds were passed through the Licking County Joint Vocational School.



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"SERVING OHIO LOCAL GOVERNMENTS"

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## **Report on Compliance and on Internal Control Over Financial Reporting Based on an Audit of General Purpose Financial Statements Performed in Accordance With *Government Auditing Standards***

Board of Education  
Newark City School District  
85 E. Main Street  
Newark, Ohio 43055

We have audited the general purpose financial statements of Newark City School District as of and for the fiscal year ended June 30, 2001, and have issued our report thereon dated October 5, 2001. During the fiscal year ended June 30, 2001, the Newark City School District implemented Governmental Accounting Standards Board (GASB) Statement No. 33, Accounting and Financial Reporting for Nonexchange Transactions. We conducted our audit in accordance with auditing standards and the standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

### Compliance

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

Board of Education  
Newark City School District

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Newark City School District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the general purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that do not require inclusion in this report, that we have reported to the management of Newark City School District in a separate letter dated October 5, 2001.

This report is intended for the information and use of the management and Board of Education of Newark City School District, 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.

Trimble, Julian & Grube, Inc.  
October 5, 2001

# TRIMBLE, JULIAN & GRUBE, INC.

"SERVING OHIO LOCAL GOVERNMENTS"

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

Board of Education  
Newark City School District  
85 E. Main Street  
Newark, Ohio 43055

### Compliance

We have audited the compliance of Newark City School 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, 2001. During the fiscal year ended June 30, 2001, the Newark City School District implemented Governmental Accounting Standards Board (GASB) Statement No. 33, Accounting and Financial Reporting for Nonexchange Transactions. Newark City School 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 its major federal programs is the responsibility of Newark City School District's management. Our responsibility is to express an opinion on Newark City School District's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and *OMB Circular A-133, Audit 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 Newark City School 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 Newark City School District's compliance with those requirements.

Board of Education  
Newark City School District

In our opinion, Newark City School 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, 2001.

Internal Control Over Compliance

The management of Newark City School 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 Newark City School 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.

This report is intended for the information of the management and Board of Education of Newark City School District 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.

Trimble, Julian & Grube, Inc.  
October 5, 2001

**NEWARK CITY SCHOOL DISTRICT  
LICKING COUNTY  
JUNE 30, 2001**

**SCHEDULE OF FINDINGS  
OMB CIRCULAR A-133 § .505**

<b>1. SUMMARY OF AUDITOR'S RESULTS</b>
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<i>(d)(1)(i)</i>	<i>Type of Financial Statement Opinion</i>	Unqualified
<i>(d)(1)(ii)</i>	<i>Were there any material control weakness conditions reported at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(ii)</i>	<i>Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(iii)</i>	<i>Was there any reported non-compliance at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(iv)</i>	<i>Were there any material internal control weakness conditions reported for major federal programs?</i>	No
<i>(d)(1)(iv)</i>	<i>Were there any other reportable internal control weakness conditions reported for major federal programs?</i>	No
<i>(d)(1)(v)</i>	<i>Type of Major Programs' Compliance Opinion</i>	Unqualified
<i>(d)(1)(vi)</i>	<i>Are there any reportable findings under § .510?</i>	No

**NEWARK CITY SCHOOL DISTRICT  
LICKING COUNTY  
JUNE 30, 2001**

**SCHEDULE OF FINDINGS  
OMB CIRCULAR A-133 § .505**

**1. SUMMARY OF AUDITOR'S RESULTS (Continued)**

<i>(d)(1)(vii)</i>	<i>Major Programs:</i>	Special Education Cluster: Title VI-B; CFDA #84.027 and Special Education Preschool Grant; CFDA #84.173; Class Size Reduction, CFDA #84.340; Community Alternative Funding System Program, CFDA #93.778
<i>(d)(1)(viii)</i>	<i>Dollar Threshold: Type A/B Programs</i>	Type A: >\$300,000 Type B: all others
<i>(d)(1)(ix)</i>	<i>Low Risk Auditee?</i>	Yes

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

None noted.

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

None noted.

**NEWARK CITY SCHOOL DISTRICT  
LICKING COUNTY  
JUNE 30, 2001**

**STATUS OF PRIOR AUDIT FINDINGS  
OMB CIRCULAR A-133 § .505**

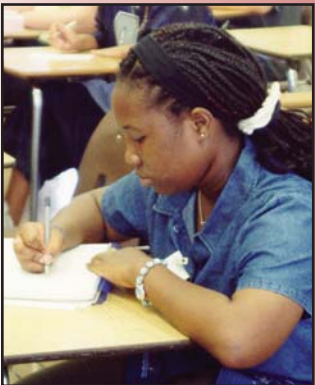
<b>Finding Number</b>	<b>Finding Summary</b>	<b>Fully Corrected?</b>	<b>Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; Explain:</b>
2000-NCSD-001	Ohio Revised Code Section 5705.41(B)	Yes	N/A





# COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Fiscal Year ended June 30, 2001



**Newark City Schools  
Newark, Ohio**



# NEWARK CITY SCHOOL DISTRICT NEWARK, OHIO

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Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2001

Prepared by:  
Treasurer's Office

Brian W. Wilson	Treasurer
Julie Taylor	Assistant Treasurer
Christine Walpole	Secretary
Kathryn Ambrust	Benefits Coordinator
Lynn Hoffer	Payroll Supervisor
Beverly Robinson	Accounting Clerk
Rebecca Underhill	Accounting Clerk
Carol Vermilion	Accounting Clerk
Marjorie Wheeler	Payroll Clerk



**Newark City School District**  
**Comprehensive Annual Financial Report**  
**For the fiscal year ended June 30, 2001**

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**Comprehensive Annual Financial Report**  
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**Newark City School District**  
**Comprehensive Annual Financial Report**  
**For the fiscal year ended June 30, 2001**

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## INTRODUCTORY SECTION





# NEWARK CITY SCHOOLS

ADMINISTRATIVE SERVICE CENTER  
85 East Main Street, Newark, Ohio 43055  
Phone (740) 345-9891  
Fax # (740) 349-2303

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The mission of the Newark City Schools is to create a community that is forever learning, forever growing and forever serving.

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October 10, 2001

To the Citizens and Board of Education of the Newark City School District:

It is my honor to present the Comprehensive Annual Financial Report (CAFR) of the Newark City School District (the School District), for the fiscal year ended June 30, 2001. This report, prepared by the Treasurer's Office, includes financial statements, supplemental statements, and other financial and statistical information to provide complete and full disclosure of all material financial aspects of the School District for the 2000-2001 fiscal year.

Responsibility for both the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rest with School District's management. To the best of our knowledge and belief, this CAFR and the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the School District.

This CAFR, which includes an opinion from Trimble, Julian & Grube, Inc., conforms to generally accepted accounting principles as set forth by the Governmental Accounting Standards Board (GASB) and is representative of the School District's commitment to provide meaningful information to the citizens of the Newark City School District.

This CAFR is presented in three sections:

The Introductory Section, which is unaudited, includes a table of contents, this transmittal letter, a list of principal officials, and the School District's organizational chart.

The Financial Section includes the independent auditor's report, the general-purpose financial statements and explanatory notes, and combining and individual fund financial statements.

The Statistical Section, which is unaudited, includes selective financial, economic, and demographic information, generally presented on a multi-year basis for comparative purposes.

## DESCRIPTION OF THE SCHOOL DISTRICT

The City of Newark, the county seat of Licking County, is located approximately 33 miles east of Columbus in the central part of the state. The School District serves an area of approximately 19 square miles and approximately 47,450 residents.

In the spring of 1802, General William Schenk platted around the ancient mounds of Central Ohio a settlement named after his hometown of Newark, New Jersey. There were many salt licks in the area and by 1808 the area known as Licking County was founded. In 1809 the first school was started in the Courthouse on the north side of the Town Square. James Maxwell was the first school teacher in this floorless room. The first official body designated as the Newark City Board of Education was formed in 1848.

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**Randy C. Stortz**  
Superintendent of Schools

v

**Brian W. Wilson**  
Treasurer

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*Quality Teaching for Learning*

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During the 2000-2001 school year, the School District had 7,587 (Spring 2001) students enrolled in sixteen community schools: Cherry Valley Elementary, Johnny Clem Elementary, Conrad Elementary, Ben Franklin Elementary, Hazelwood Elementary, Maholm Elementary, McGuffey Elementary, Miller Elementary, and North Elementary schools housing grades K through 4; Central Intermediate, Kettering Intermediate and West Main Intermediate schools housing grades 5 and 6; Lincoln Middle, Roosevelt Middle and Wilson Middle school housing grades 7 and 8; and Newark High School housing grades 9 through 12 with 2,163 students.

## **THE REPORTING ENTITY**

This report includes all funds and account groups of the Newark City School District. The School District provides a full range of traditional and non-traditional educational programs, services and facilities. These include elementary and secondary curriculum at the general, college preparatory and vocational levels, a broad range of co-curricular and extracurricular activities, special education programs and facilities.

Newark Catholic High School, St. Francis, Blessed Sacrament, Par Excellence and Montessori School are located within the School District Service Area. The School District acts as fiscal agent for state funds provided by the State of Ohio to these institutions. Revenues and expenditures of these schools are reflected in a special revenue fund for financial purposes.

## **ORGANIZATION OF THE SCHOOL DISTRICT**

The Board of Education (the "Board") of the School District is composed of five members elected at large by the citizens of the School District. The Board serves as the taxing authority, contracting body, and policy initiator for the operation of the School District. The Board is responsible for the adoption of the tax budget, the annual operating budget and approves all expenditures of the School District. The Board is a body politic and corporate, as defined by Section 3313.02 of the Ohio Revised Code, and has only those powers and authority conferred upon it by the Code.

The Superintendent is the chief executive officer of the School District and is responsible directly to the Board for all operations within the School District. The Treasurer is the chief financial officer of the School District and is responsible directly to the Board for all financial operations, investments, custody of all School District funds and assets, and serves as Secretary to the Board.

## **ECONOMIC CONDITION AND FUTURE OUTLOOK**

The School District is located approximately 33 miles from the metropolitan city of Columbus providing a wealth of opportunity for cultural, social and economic resources for its residents. Central Ohio Technical College and The Ohio State University of Newark share facilities at the Newark campus. Denison University is located in the adjoining Village of Granville. These colleges provide excellent educational opportunities for the Newark community.

The City of Newark offers an excellent opportunity for business growth and expansion. The City stimulates the economy through a diverse group of employers, from the small family operated business to the major commercial/industrial and service corporations. The five largest employers in the School District in terms of numbers of employees are: Owens Corning Corporation, Licking County, Licking Memorial Hospital, Anomatic Corporation and Newark Board of Education.

Newark area businesses continue to manufacture and distribute a wide variety of products. Foremost among these products are plastics, insulation, prefabricated homes, prismatic reflectors, wiping cloths, quartz and specialty products, asphalt, automotive products, bricks, chemicals, electronic equipment, truck axles and transmissions, anodized aluminum products, wood veneer, dairy products, concrete products and many other industrial specialty items. During both strong and slow economic periods the area has not experienced wide variations in its economic indicators. The community has been fortunate to experience a steady economy along with a low unemployment rate.

During the fall of 2000 Owens Corning entered Chapter 11 bankruptcy. While we are optimistic, the bankruptcy's impact is unknown.

## **MAJOR INITIATIVES AND ACCOMPLISHMENTS**

### Ninth Grade Proficiency Tests

The Ohio Proficiency Testing programs consists of a series of five tests (writing, reading, math, citizenship and science) administered at four grade levels (fourth, sixth, ninth and twelfth). Passing the ninth grade test is a requirement for graduation from high school. High school students are provided several opportunities each year to pass the ninth grade test in all five subject areas. The percentage of students who passed the ninth grade test compared to prior years is shown below.

### **Percent Passing/Ninth Grade Test Results**

<u>School Year</u>	<u>Citizenship</u>	<u>Math</u>	<u>Reading</u>	<u>Writing</u>	<u>Science</u>
1997-1998	74.5%	59.3%	84.2%	85.0%	63.5%
1998-1999	75.7%	61.0%	86.8%	89.6%	64.7%
1999-2000	76.7%	63.9%	81.8%	89.9%	65.4%
2000-2001	84.3%	69.2%	91.7%	91.6%	73.0%

### School District Report Card

Just two years ago, Newark City Schools 2000 Report Card indicated the School District had achieved 7 of 27 standards placing the School District in Academic Emergency. After focusing on several School District initiatives, such as effective classroom management, safe and secure schools, literacy, and the development of building action plans for improvement, the School District achieved 12 of 27 standards on the 2001 Report Card, placing the School District in the category of Academic Watch. A preliminary examination of the 2002 Report Card would indicate the School District will achieve 13 standards for the 2002 Report Card, and will move the School District to the Continuous Improvement category. The state provides five years to move from Academic Emergency to Academic Watch and three years to move from Academic Watch to Continuous Improvement. Newark City Schools, through its intense focus on improving student achievement, has moved from Academy Emergency to Continuous Improvement in just two years.

### Early Literacy Learning Initiative

The School District continues to review literacy benchmark assessment data gathered in fall, winter, and spring for all primary students and determine its predictability for success on the fourth grade reading proficiency test. Comparing progress on the benchmark assessments with student performance on other measures such as the Stanford 9 Achievement Test, the Ohio Proficiency-Based Assessment, and the actual Ohio Proficiency Test in Reading remains a building priority as teachers plan intervention strategies for each student.

The School District added literacy coordinators for grades three and four in all elementary schools. Those coordinators joined the K-2 coordinators already in place and will work closely to train and coach the regular classroom teachers in grades three and four.

Using the literacy collaborative model from The Ohio State University, the School District plans to move the professional development (best practices of teaching reading and writing) into the fifth and sixth grade (intermediate) schools as a next step to achieving the goal *to ensure all students read at or above grade level*.

### Literacy Initiative PreK-12

Having completed an audit of classrooms throughout the School District to determine the number of books available for students to read and the estimated reading level of the books, the School District has resourced classrooms at a level that is recommended by Richard Allington, literacy expert. The School District will continue to assess literacy needs on an annual basis to ensure each classroom has between 1,000-1,500 books at an 80/20% split (80% of the books at or below grade level and 20% of the books above grade level).

Allington's research also identifies the need to ensure all students read for at least 60-90 minutes daily and write for at least 30-45 minutes daily. The School District requires teachers to plan so that these minimums are met for every student.

### Safe and Secure Schools

Based on the original audit of safe and secure school practices (1999-00), School District buildings have assumed responsibility for implementing the standards identified in the National School Safety literature including visitor pass procedures, lock down procedures during school time, having staff identification badges, and security equipment to monitor the facilities. A safe schools helpline remains operational for the anonymous reporting of concerns for safety in the School District.

Building staff were asked to identify two to three additional safety priority areas for implementation in 2001-02 and have now developed action plans to ensure completion. Most staff identified the need for first aid and CPR training for faculty, arrival and dismissal procedures review, and crisis intervention training as priority needs.

### Effective Classroom Management

Annually, new staff members are trained in effective classroom management as a continuation of the School District initiative undertaken for the full staff in 2000. The Harry Wong videotape series provides the content for the training. Principals and Central Office administrators conduct 'walk through' supervision to monitor the implementation of effective classroom management techniques in classrooms throughout the School District.

### Summer School Program

A new component of the School District's summer school program was initiated in the summer of 2001. This 'e-school' pilot program offered two courses, government and economics, to interested students. Approximately 33 students took advantage of the opportunity to gain credit while working on the virtual learning experience from their home computers. The School District plans to expand the e-school option during the second semester of the 2001-02 school year to include subjects from the major core areas (language arts, mathematics, science and social studies) in an effort to better meet the needs of all learners.

### Strategic Planning

The initial stages of strategic planning were accomplished in May, 2000 when 30 individuals cross representative of the Newark school community spent three days together. Beliefs, mission, parameters, objectives and strategies were developed at that time. The School District recruited some 178 individuals to work on six committees to develop action plans that will enable the strategic plan to be implemented. These action teams completed their work in September, October, and November (2000). The plan was presented to the Board of Education for adoption in January 2001.

The Board of Education formally adopted the Strategic Plan in February of 2001. The Superintendent identified seven specific results for implementation in 2001-2002. Those specific results include: *Measure and evaluate progress of the strategic plan; Communicate written plan of action for dispute resolution to all shareholders; Align staff development with district and building goals; Align Newark City Schools curriculum with Ohio's proficiency outcomes and content standards in order to achieve global citizenship; Develop a template for the Individual Student Success Plan that included both academic and non-academic components and the goals developed by the team; Acquire the necessary public funding for the education of our community in the most equitable manner possible; and Communicate a prioritized district agenda before each school year.*

Developing capacity to implement the plan became the priority for second semester of last year. An administrative in-service was conducted in the development of mutual performance commitments tied to the implementation of year-one specific results. Training for site-based planning will be conducted for seven schools in October 2002, which is another capacity-building activity which will tie individual school improvement plans to the overall School District strategic plan.

Key leaders for the seven specific result areas have been identified and quarterly updates are scheduled for the Board and community in November 2001, and February, May, and August of 2002.

### Student Performance Monitoring System

School Data Point's student performance monitoring system was implemented in the 2000-01 school year. The monitoring of student performance at the individual student, classroom, building, and School District levels requires on-going training and, although a School District trainer was identified to work with every building to prepare principals, clerical staff, and teachers to implement the system, it is evident the School District needs to invest in additional resources to work with this system. A data/alignment specialist has been hired to work in this area. Although the School District desired to hire three individuals to serve in this capacity, to date only one person has been selected.

The system has all assessment data loaded from the 2000-01 school year and includes benchmark assessments for students in K-2, Stanford Achievement and Otis Lennon results, Ohio Proficiency-Based Assessment scores, and Ohio Proficiency Test results. Other information that may be incorporated over the next 3-5 years would include student learning style, grade point averages, attendance, teacher comments, etc.

## **FINANCIAL INFORMATION**

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

### Internal Controls

The management of the School District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the School District are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles (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 from its implementation; and (2) the valuation of cost and benefits requires estimates and judgments by management.

### Single Audit Act

As a recipient of federal financial assistance, the School District is responsible for ensuring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control structure is subject to periodic evaluation by management of the School District and annual reviews by the School District's independent auditors.

### Budgetary Controls

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 appropriations resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriations resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than agency funds, are legally required to be budgeted and appropriated. The primary level of budgetary control required by Ohio Revised Code is at the fund level. The level of budgetary control imposed by the School District (the level at which expenditures cannot legally exceed the appropriated amount) is established by function of expenditure within an individual fund. Any budgetary modifications at this level may only be made by resolution of the Board of Education. The School District also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered amounts at year-end are carried forward to succeeding years and are not re-appropriated.



## General Governmental Functions

The governmental funds encompass the general, special revenue, debt service, and capital projects funds of the School District.

The following schedule presents a summary of revenues for all governmental funds for fiscal year ended June 30, 2001, and the amount and percentage of increases (decreases) in relation to the 2000 fiscal year.

<i>Revenue by Source</i>	<i>2000 Amount</i>	<i>2001 Amount</i>	<i>Percent of Total</i>	<i>Increase (Decrease)</i>	<i>Percent of Increase (Decrease)</i>
<i>Taxes</i>	\$ 23,747,527	\$ 24,228,094	45.31%	\$ 480,567	2.02%
<i>Tuition and Fees</i>	438,598	260,298	0.49%	(178,300)	-40.65%
<i>Interest Income</i>	1,124,207	1,518,011	2.84%	393,804	35.03%
<i>Extracurricular</i>	204,676	176,783	0.33%	(27,893)	-13.63%
<i>Gifts and Donations</i>	-	41,396	0.07%	41,396	100.00%
<i>Miscellaneous</i>	244,781	441,331	0.83%	196,550	80.30%
<i>Intergovernmental</i>	25,298,675	26,803,962	50.13%	1,505,287	5.95%
<i>Total</i>	<u>\$ 51,058,464</u>	<u>\$ 53,469,875</u>	<u>100.00%</u>	<u>\$ 2,411,411</u>	<u>4.72%</u>

A reclassification of revenues caused the 40.65% decrease in Tuition and Fees revenue and the 80.30% increase in Miscellaneous revenue.

Interest Income increased due to additional funds to invest and favorable rates in the money markets.

The following schedule presents a summary of governmental fund expenditures for the fiscal year ended June 30, 2001, and the amount and percentage of increases (decreases) in relation to the 2000 fiscal year.

<i>Expenditure by Function</i>	<i>2000 Amount</i>	<i>2001 Amount</i>	<i>Percent of Total</i>	<i>Increase (Decrease)</i>	<i>Increase (Decrease)</i>
<i>Instruction</i>	\$ 25,807,018	\$ 26,913,633	55.49%	\$ 1,106,615	4.29%
<i>Pupil Support</i>	2,043,932	2,200,299	4.54%	156,367	7.65%
<i>Instructional Staff</i>	2,387,454	2,516,411	5.19%	128,957	5.40%
<i>Board of Education</i>	259,788	356,526	0.74%	96,738	37.24%
<i>Administration</i>	2,996,761	3,298,578	6.80%	301,817	10.07%
<i>Fiscal</i>	871,172	973,054	2.01%	101,882	11.69%
<i>Business</i>	715,093	755,938	1.56%	40,845	5.71%
<i>Plant Operations</i>	3,858,886	4,321,346	8.91%	462,460	11.98%
<i>Pupil Transportation</i>	1,581,473	1,965,737	4.05%	384,264	24.30%
<i>Central</i>	541,948	987,512	2.04%	445,564	82.22%
<i>Non-instructional Services</i>	686,457	621,471	1.28%	(64,986)	-9.47%
<i>Extracurricular</i>	722,558	689,614	1.42%	(32,944)	-4.56%
<i>Capital Outlay</i>	1,380,394	1,890,897	3.90%	510,503	36.98%
<i>Intergovernmental</i>	-	15,000	0.03%	15,000	100.00%
<i>Debt Service</i>	979,920	993,778	2.05%	13,858	1.41%
<i>Total</i>	<u>\$ 44,832,854</u>	<u>\$ 48,499,794</u>	<u>100.00%</u>	<u>\$ 3,666,940</u>	<u>8.18%</u>

**The instruction/pupil support** area represents the largest expenditure component in the governmental funds. Over \$.60 of every dollar is spent on activities dealing directly with instruction and support of the students. Salaries of teachers, classroom aides, counselors, textbooks and classroom materials are examples of expenditures in this area. The following represents cost per pupil (June ADM):

<u>FY01</u>	<u>FY00</u>	<u>FY99</u>
\$4,339	\$4,430	\$4,457

**The administrative function** includes activities concerned with establishing and administering policy in connection with the School District. Expenditures in this category, accounting for \$.07 of every dollar spent, include salaries of the board of education, school building and central office administrators, and the necessary materials and equipment to perform these jobs.

**The fiscal and business functions**, which account for \$.04 of every dollar spent, include the functions of purchasing, contracts, accounting, budgeting, and payroll.

**Plant operations** accounted for just under \$.09 of every dollar spent. In addition to the salary and benefit costs of the maintenance and custodial staff, large expenditures for utilities and repair/maintenance projects are incurred on an annual basis.

**Transportation** and related functions account for over \$.04 of every dollar spent. In addition to salaries and benefits for the supervisor, drivers, and mechanics this area covers fuel costs, maintenance, repair, and materials in connection with transportation of 3,837 students on a daily basis in FY01. The following represents cost per rider:

<u>FY01</u>	<u>FY00</u>	<u>FY99</u>
\$512	\$399	\$381

## **DEBT ADMINISTRATION**

The School District had general obligation bonds and tax anticipation notes outstanding at June 30, 2001 in the amount of \$8,829,928. The first issue is \$110,000 of Energy Conservation Bonds issued under the energy conservation provisions in Ohio law for improvements in the areas of installations, modifications and remodeling of school buildings to conserve energy. Originally issued for \$890,000 in 1992, this issue will be retired in March 2002.

The second issue is \$6,964,928 of Library Facility Bonds for the construction of a new public library approved by the voters November 4, 1997. Originally issued for \$7,569,928 in 1998, this issue will be retired in December 2022.

The third issue is \$1,755,000 of Tax Anticipation Notes. These notes were issued for cash flow purposes after the passage of the school income tax. Originally issued for \$2,800,000 in 1998, this issue will be retired in December 2003.

## **CASH MANAGEMENT**

During the fiscal year ended June 30, 2001 the School District's cash resources were divided into investments approximately as follows: in State Treasurer's Pool 51.08%, in bank deposits 1.03%, in time deposits 25.22%, in agency notes 22.46%, in repurchase agreements 0.21%. The yield to maturity as of June 30, 2001 was 4.94% and the average days to maturity was 73 days.

## **RISK MANAGEMENT**

The types of insurance carried include: general liability, property loss, boiler and machinery coverage, and vehicle fleet liability, which are purchased from insurance companies licensed to do business in the State of Ohio.

Employees are provided traditional health care insurance that covers hospitalization and major medical expenses within specified limits through United HealthCare. Employees are also provided life and dental insurance benefits.

## **OTHER INFORMATION**

### Independent Audit

Provisions of State statute require the School District's financial statements to be subjected to an annual examination by an independent auditor. The School District has engaged Trimble, Julian & Grube, Inc. to audit the School District's financial records. The auditor's unqualified opinion is included herein.

### GFOA Certificate of Achievement

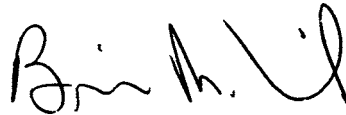
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Newark City School District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2000.

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

### Acknowledgements

Preparation of this report could not have been accomplished without the support and efforts of the staff in the Treasurer's office and many other dedicated employees of the School District. Further appreciation is extended to the Licking County Auditor's office and the Newark City Auditor's office for their valuable research of records.

Respectfully submitted,



Brian W. Wilson  
Treasurer

***Newark City School District***  
**Public Officials Roster**  
**For the fiscal year ended June 30, 2001**

**Board of Education**

Peggy Batz	Board Member, President (1/1/94 – 12/31/01)
Patrick Kelley	Board Member, Vice-President (1/1/96 – 12/31/03)
Jeremy Blake	Board Member (1/1/98 – 12/31/01)
Thomas Hall	Board Member (1/1/00 – 12/31/03)
Michael Hendershot	Board Member (1/1/00 – 12/31/03)

**Administration**

Randy C. Stortz	Superintendent – (Hired 8/1/99)
Brian W. Wilson	Treasurer – (Hired 4/19/99)
Susan K. Hatcher	Assistant Superintendent – (Hired 9/1/72)
David C. Altepeter	Director, Classified Personnel/Support Services (Hired 7/8/96)
Judy Daniels	Director of Certified Personnel – (Hired 7/5/00)
Dana Herreman	Director of Curriculum – (Hired 9/1/77)
Mark Severance	Co-Director of Special Education – (Hired 7/31/92)
Art Martin	Co-Director of Special Education – (Hired 9/2/80)
Beth Milligan	Information Specialist – (Hired 7/6/98)

**CITIZENS OF NEWARK CITY SCHOOL DISTRICT**

**BOARD OF EDUCATION**

**Superintendent**

- Board/Administration/District Leadership
- District Planning/Coordinating/Monitoring
- Public Relations with various Publics of the District
- Fiscal Budgeting/Management
- Board Policy Development.
- Food Services
- High School Principal
- Leadership and Development

**Treasurer**

- Fiscal Management/Reporting
- Payroll
- Accounting
- Computer Services
- Benefit Services
- EMIS

**Director of Athletics**

- Athletic Programs
- Middle School Athletic Coord.
- Health Council

**Director of Certificated Personnel and Special Education**

- Certificated Personnel:
  - Employment Services
  - Negotiations
  - Contract Management
- LPDC
- Induction Program
- Special Education

**Director of Classified Personnel and Support Services**

- Classified Personnel:
  - Employment Services
  - Negotiations
  - Contract Management
- Maintenanc/Bldgs./Grounds
- Printing/Duplicating
- Secretarial Services
- Transportation
- Warehouse
- Attendance Areas

**Assistant Superintendent for Effective Schools and Accountability**

- Building Leadership and Development, Grades PreK-8
- Board Policy Development
- Coordination of District Testing
- Coordination of District Planning

**Director of Curriculum and Instruction**

- Curriculum Development/Instructional Implementation PreK-12
- Grant Writing
- State/Federal Programs
- Professional Library
- Media Services
- Technology
- Mentor Program
- Gifted Education

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Newark City Schools,  
Ohio

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

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



*Anne Spray Kinney*  
President

*Jeffrey L. Eselle*  
Executive Director

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## FINANCIAL SECTION





# TRIMBLE, JULIAN & GRUBE, INC.

"SERVING OHIO LOCAL GOVERNMENTS"

1445 Worthington Woods Boulevard  
Suite B  
Worthington, Ohio 43085

Telephone 614.846.1899  
Facsimile 614.846.2799

## Independent Auditor's Report

Board of Education  
Newark City School District  
85 E. Main Street  
Newark, OH 43055

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

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

As disclosed in Note 2 to the general purpose financial statements, the School District implemented Governmental Accounting Standards Board (GASB) Statement No. 33, Accounting and Financial Reporting for Nonexchange Transactions for the fiscal year ended June 30, 2001.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the Newark City School District, Licking County, Ohio, as of June 30, 2001, and the results of its operations and the cash flows of its proprietary fund types and nonexpendable trust fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Independent Auditor's Report  
Newark City School District

In accordance with *Government Auditing Standards*, we have also issued our report dated October 5, 2001, on our consideration of the School 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 conducted for the purpose of forming an opinion on the general purpose financial statements of the School 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 of the School District. 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.

We did not audit the introductory and statistical information as listed in the table of contents and therefore express no opinion thereon.

*Trimble, Julian & Grube, Inc.*

Trimble, Julian & Grube, Inc.  
October 5, 2001

## **General Purpose Financial Statements**

**Newark City School District**  
**Combined Balance Sheet**  
**All Fund Types and Account Groups**  
**June 30, 2001**

Governmental Fund Types

	General	Special Revenue	Debt Service	Capital Projects
<u>Assets and other debits:</u>				
<u>Assets:</u>				
Equity in pooled cash and cash equivalents	\$ 15,548,166	\$ 1,137,228	\$ 412,635	\$ 725,829
Equity in pooled cash and cash equivalents-nonexpendable trust	-	-	-	-
Receivables:				
Taxes	19,902,691	-	800,719	1,107,320
Accounts	61,081	380	-	-
Intergovernmental	59,775	1,074,078	-	-
Accrued interest	271,062	-	-	-
Interfund receivable	12,445	-	-	-
Inventory held for resale	-	-	-	-
Materials and supplies inventory	-	-	-	-
Equity in pooled cash and cash equivalents (restricted)	713,329	-	-	-
Fixed assets (net, where applicable, of accumulated depreciation)	-	-	-	-
<u>Other debits:</u>				
Amount available in debt service fund for retirement of general obligation bonds	-	-	-	-
Amount to be provided from general government resources	-	-	-	-
Total assets and other debits	<u>\$ 36,568,549</u>	<u>\$ 2,211,686</u>	<u>\$ 1,213,354</u>	<u>\$ 1,833,149</u>
<u>Liabilities, fund equity and other credits:</u>				
<u>Liabilities:</u>				
Accounts payable	\$ 327,697	\$ 165,801	\$ -	\$ 56,352
Accrued wages	3,277,545	33,772	-	-
Compensated absences payable	168,344	9,602	-	-
Interfund payable	-	5,865	-	5,834
Intergovernmental payable	849,955	81,530	-	-
Deferred revenue	13,811,080	775,281	623,839	710,564
Due to students	-	-	-	-
Notes payable	1,755,000	-	-	-
Capital leases payable	-	-	-	-
General obligation bonds payable	-	-	-	-
Total liabilities	<u>20,189,621</u>	<u>1,071,851</u>	<u>623,839</u>	<u>772,750</u>
<u>Fund equity and other credits:</u>				
Investment in general fixed assets	-	-	-	-
Retained earnings:				
Unreserved	-	-	-	-
Fund balance:				
Reserved for encumbrances	789,096	348,788	-	310,784
Reserved for endowment	-	-	-	-
Reserved for debt service	-	-	412,635	-
Reserved for property taxes	3,446,363	-	176,880	396,757
Reserved for budget stabilization	264,425	-	-	-
Reserved for textbooks/instructional material	448,904	-	-	-
Unreserved:				
Designated for budget stabilization	648,508	-	-	-
Undesignated	10,781,632	791,047	-	352,858
Total fund equity and other credits	<u>16,378,928</u>	<u>1,139,835</u>	<u>589,515</u>	<u>1,060,399</u>
Total liabilities, fund equity and other credits	<u>\$ 36,568,549</u>	<u>\$ 2,211,686</u>	<u>\$ 1,213,354</u>	<u>\$ 1,833,149</u>

See accompanying notes to the general purpose financial statements.

Proprietary Fund Types		Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)
Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Obligations	
\$ 611,133	\$ 10,892	\$ 142,819	\$ -	\$ -	\$ 18,588,702
-	-	11,419	-	-	11,419
-	-	-	-	-	21,810,730
1,797	-	133	-	-	63,391
101,613	-	-	-	-	1,235,466
7,563	-	-	-	-	278,625
-	-	-	-	-	12,445
22,527	-	-	-	-	22,527
3,753	-	-	-	-	3,753
-	-	-	-	-	713,329
221,431	-	-	33,459,612	-	33,681,043
-	-	-	-	589,515	589,515
-	-	-	-	9,479,454	9,479,454
<u>\$ 969,817</u>	<u>\$ 10,892</u>	<u>\$ 154,371</u>	<u>\$ 33,459,612</u>	<u>\$ 10,068,969</u>	<u>\$ 86,490,399</u>
\$ 6,637	\$ 310	\$ 752	\$ -	\$ -	\$ 557,549
80,061	-	-	-	-	3,391,378
39,006	-	-	-	1,969,388	2,186,340
-	746	-	-	-	12,445
132,310	-	-	-	372,006	1,435,801
16,782	-	-	-	-	15,937,546
-	-	50,407	-	-	50,407
-	-	-	-	-	1,755,000
-	-	-	-	652,647	652,647
-	-	-	-	7,074,928	7,074,928
<u>274,796</u>	<u>1,056</u>	<u>51,159</u>	<u>-</u>	<u>10,068,969</u>	<u>33,054,041</u>
-	-	-	33,459,612	-	33,459,612
695,021	9,836	-	-	-	704,857
-	-	7,818	-	-	1,456,486
-	-	10,533	-	-	10,533
-	-	-	-	-	412,635
-	-	-	-	-	4,020,000
-	-	-	-	-	264,425
-	-	-	-	-	448,904
-	-	-	-	-	648,508
-	-	84,861	-	-	12,010,398
<u>695,021</u>	<u>9,836</u>	<u>103,212</u>	<u>33,459,612</u>	<u>-</u>	<u>53,436,358</u>
<u>\$ 969,817</u>	<u>\$ 10,892</u>	<u>\$ 154,371</u>	<u>\$ 33,459,612</u>	<u>\$ 10,068,969</u>	<u>\$ 86,490,399</u>

**Newark City School District**  
**Combined Statement of Revenues, Expenditures**  
**and Changes in Fund Balances**  
**All Governmental Fund Types and Expendable Trust Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
<u>Revenues:</u>				
Property and other local taxes	\$ 21,690,350	\$ -	\$ 857,749	\$ 1,679,995
Intergovernmental	21,867,779	4,287,320	62,760	586,103
Interest	1,498,738	19,273	-	-
Tuition and fees	260,298	-	-	-
Extracurricular activities	-	176,783	-	-
Gifts and donations	-	41,396	-	-
Miscellaneous	338,832	102,499	-	-
Total revenues	<u>45,655,997</u>	<u>4,627,271</u>	<u>920,509</u>	<u>2,266,098</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	20,545,063	825,765	-	349,720
Special	3,396,903	1,036,549	-	-
Vocational	649,969	26,744	-	5,145
Other	77,775	-	-	-
Support services:				
Pupils	2,108,138	92,161	-	-
Instructional staff	1,727,099	697,051	-	92,261
Board of education	356,048	478	-	-
Administration	3,070,121	224,304	-	4,153
Fiscal	911,456	24,903	9,292	27,403
Business	754,585	-	-	1,353
Operation and maintenance of plant	4,174,113	-	-	147,233
Pupil transportation	1,694,471	27,811	-	243,455
Central	462,207	406,339	-	118,966
Operation of non-instructional services	-	621,471	-	-
Extracurricular activities	509,925	179,689	-	-
Capital outlay	689,679	58,429	-	1,142,789
Intergovernmental	-	15,000	-	-
Debt service:				
Principal retirement	33,032	-	510,000	-
Interest and fiscal charges	98,933	-	351,813	-
Total expenditures	<u>41,259,517</u>	<u>4,236,694</u>	<u>871,105</u>	<u>2,132,478</u>
Excess of revenues over (under) expenditures	<u>4,396,480</u>	<u>390,577</u>	<u>49,404</u>	<u>133,620</u>
<u>Other financing sources (uses):</u>				
Proceeds from sale of fixed assets	13,748	-	-	-
Inception of capital lease	685,679	-	-	-
Operating transfers out	(2,556)	-	-	-
Total other financing sources (uses)	<u>696,871</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	5,093,351	390,577	49,404	133,620
Fund balances at beginning of year	11,282,614	752,221	540,111	926,779
Residual equity transfers	2,963	(2,963)	-	-
Fund balances at end of year	<u>\$ 16,378,928</u>	<u>\$ 1,139,835</u>	<u>\$ 589,515</u>	<u>\$ 1,060,399</u>

See accompanying notes to the general purpose financial statements.

Fiduciary Fund	Totals (Memorandum Only)
Expendable Trust	
\$ -	\$ 24,228,094
-	26,803,962
2,658	1,520,669
-	260,298
13,595	190,378
62,049	103,445
6,958	448,289
85,260	53,555,135
97	21,720,645
-	4,433,452
-	681,858
-	77,775
-	2,200,299
81,992	2,598,403
-	356,526
-	3,298,578
-	973,054
-	755,938
-	4,321,346
-	1,965,737
-	987,512
19,039	640,510
1,200	690,814
12,367	1,903,264
-	15,000
-	543,032
-	450,746
114,695	48,614,489
(29,435)	4,940,646
-	13,748
-	685,679
-	(2,556)
-	696,871
(29,435)	5,637,517
121,228	13,622,953
-	-
\$ 91,793	\$ 19,260,470

**Newark City School District**  
**Combined Statement of Revenues, Expenditures**  
**and Changes in Fund Balances - Budget and Actual**  
**All Governmental Fund Types and Expendable Trust Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Governmental Fund Types		
	General Fund		Variance Favorable (Unfavorable)
	Revised Budget	Actual	
<u>Revenues:</u>			
Taxes	\$ 18,438,642	\$ 18,958,777	\$ 520,135
Intergovernmental	22,392,428	21,852,068	(540,360)
Interest	802,402	1,369,774	567,372
Tuition and fees	155,464	431,682	276,218
Extracurricular activities	-	-	-
Miscellaneous	70,789	81,867	11,078
Total revenues	<u>41,859,725</u>	<u>42,694,168</u>	<u>834,443</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	21,105,489	20,957,212	148,277
Special	3,432,347	3,431,740	607
Vocational	717,924	717,924	-
Other	78,451	78,194	257
Support services:			
Pupils	2,198,789	2,167,722	31,067
Instructional staff	1,780,073	1,755,729	24,344
Board of education	410,429	401,407	9,022
Administration	3,086,940	3,065,127	21,813
Fiscal	925,258	869,258	56,000
Business	799,108	793,189	5,919
Operation and maintenance of plant	4,605,967	4,374,153	231,814
Pupil transportation	1,787,300	1,756,809	30,491
Central	509,643	487,851	21,792
Operation of non-instructional services	-	-	-
Extracurricular activities	512,130	511,758	372
Capital outlay	8,000	4,000	4,000
Intergovernmental	-	-	-
Debt service:			
Principal retirement	33,052	33,032	20
Interest and fiscal charges	5,898	5,898	-
Total expenditures	<u>41,996,798</u>	<u>41,411,003</u>	<u>585,795</u>
Excess of revenues over (under) expenditures	<u>(137,073)</u>	<u>1,283,165</u>	<u>1,420,238</u>
<u>Other financing sources (uses):</u>			
Proceeds from sale of fixed assets	-	13,748	13,748
Refund of prior year expenditures	-	216,771	216,771
Refund of prior year receipts	(10,000)	(5,313)	4,687
Advances in	-	-	-
Advances out	-	(5,865)	(5,865)
Operating transfers in	-	35	35
Operating transfers out	(630,591)	(630,591)	-
Total other financing sources (uses)	<u>(640,591)</u>	<u>(411,215)</u>	<u>229,376</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	<u>(777,664)</u>	<u>871,950</u>	<u>1,649,614</u>
Fund balances at beginning of year	12,874,117	12,874,117	-
Residual equity transfers	2,928	2,928	-
Prior year encumbrances appropriated	1,347,840	1,347,840	-
Fund balances at end of year	<u>\$ 13,447,221</u>	<u>\$ 15,096,835</u>	<u>\$ 1,649,614</u>

See accompanying notes to the general purpose financial statements.



Governmental Fund Types

Special Revenue Funds			Debt Service Funds		
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
\$ -	\$ -	\$ -	\$ 1,257,965	\$ 732,586	\$ (525,379)
5,340,472	4,092,912	(1,247,560)	57,492	62,760	5,268
-	19,273	19,273	-	-	-
-	-	-	-	-	-
209,305	176,403	(32,902)	-	-	-
110,895	148,205	37,310	-	-	-
<u>5,660,672</u>	<u>4,436,793</u>	<u>(1,223,879)</u>	<u>1,315,457</u>	<u>795,346</u>	<u>(520,111)</u>
1,139,881	853,552	286,329	-	-	-
1,997,054	1,312,901	684,153	-	-	-
28,273	28,089	184	-	-	-
-	-	-	-	-	-
161,055	98,847	62,208	-	-	-
1,096,570	806,049	290,521	-	-	-
-	-	-	-	-	-
216,420	223,830	(7,410)	-	-	-
26,861	25,039	1,822	9,295	9,292	3
-	-	-	-	-	-
14,813	-	14,813	-	-	-
44,671	29,191	15,480	-	-	-
536,269	409,970	126,299	-	-	-
902,732	796,123	106,609	-	-	-
272,392	206,012	66,380	-	-	-
60,825	58,429	2,396	-	-	-
15,000	15,000	-	-	-	-
-	-	-	1,045,002	1,045,000	2
-	-	-	444,848	444,848	-
<u>6,512,816</u>	<u>4,863,032</u>	<u>1,649,784</u>	<u>1,499,145</u>	<u>1,499,140</u>	<u>5</u>
<u>(852,144)</u>	<u>(426,239)</u>	<u>425,905</u>	<u>(183,688)</u>	<u>(703,794)</u>	<u>(520,106)</u>
-	-	-	-	-	-
3,400	1,822	(1,578)	-	-	-
(28,940)	(28,176)	764	-	-	-
-	5,865	5,865	-	-	-
-	-	-	-	-	-
-	-	-	587,670	628,035	40,365
(35)	(35)	-	-	-	-
<u>(25,575)</u>	<u>(20,524)</u>	<u>5,051</u>	<u>587,670</u>	<u>628,035</u>	<u>40,365</u>
(877,719)	(446,763)	430,956	403,982	(75,759)	(479,741)
726,578	726,578	-	488,394	488,394	-
(2,928)	(2,928)	-	-	-	-
319,263	319,263	-	-	-	-
<u>\$ 165,194</u>	<u>\$ 596,150</u>	<u>\$ 430,956</u>	<u>\$ 892,376</u>	<u>\$ 412,635</u>	<u>\$ (479,741)</u>

(Continued)

**Newark City School District**  
**Combined Statement of Revenues, Expenditures**  
**and Changes in Fund Balances - Budget and Actual**  
**All Governmental Fund Types and Expendable Trust Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Governmental Fund Types		
	Revised Budget	Capital Projects Funds	
		Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Taxes	\$ 1,404,898	\$ 1,383,400	\$ (21,498)
Intergovernmental	582,528	586,103	3,575
Interest	-	-	-
Tuition and fees	-	-	-
Extracurricular activities	-	-	-
Miscellaneous	-	-	-
Total revenues	<u>1,987,426</u>	<u>1,969,503</u>	<u>(17,923)</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	507,237	431,711	75,526
Special	-	-	-
Vocational	12,834	5,145	7,689
Other	-	-	-
Support services:			
Pupils	2,296	2,294	2
Instructional staff	94,858	92,261	2,597
Board of education	-	-	-
Administration	6,317	6,317	-
Fiscal	27,342	27,403	(61)
Business	1,353	1,353	-
Operation and maintenance of plant	148,256	147,537	719
Pupil transportation	243,455	243,455	-
Central	132,610	119,466	13,144
Operation of non-instructional services	-	-	-
Extracurricular activities	-	-	-
Capital outlay	1,484,417	1,449,116	35,301
Intergovernmental	-	-	-
Debt service:			
Principal retirement	-	-	-
Interest and fiscal charges	-	-	-
Total expenditures	<u>2,660,975</u>	<u>2,526,058</u>	<u>134,917</u>
Excess of revenues over (under) expenditures	<u>(673,549)</u>	<u>(556,555)</u>	<u>116,994</u>
<u>Other financing sources (uses):</u>			
Proceeds from sale of fixed assets	-	-	-
Refund of prior year expenditures	31,480	31,478	(2)
Refund of prior year receipts	-	-	-
Advances in	-	-	-
Advances out	-	-	-
Operating transfers in	-	-	-
Operating transfers out	-	-	-
Total other financing sources (uses)	<u>31,480</u>	<u>31,478</u>	<u>(2)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(642,069)	(525,077)	116,992
Fund balances at beginning of year	216,480	216,480	-
Residual equity transfers	-	-	-
Prior year encumbrances appropriated	667,117	667,117	-
Fund balances at end of year	<u>\$ 241,528</u>	<u>\$ 358,520</u>	<u>\$ 116,992</u>

See accompanying notes to the general purpose financial statements.

Fiduciary Fund Type			Totals (Memorandum Only)		
Expendable Trust Fund					
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
\$ -	\$ -	\$ -	\$ 21,101,505	\$ 21,074,763	\$ (26,742)
-	-	-	28,372,920	26,593,843	(1,779,077)
-	2,658	2,658	802,402	1,391,705	589,303
-	-	-	155,464	431,682	276,218
11,585	13,595	2,010	220,890	189,998	(30,892)
48,415	69,007	20,592	230,099	299,079	68,980
<u>60,000</u>	<u>85,260</u>	<u>25,260</u>	<u>50,883,280</u>	<u>49,981,070</u>	<u>(902,210)</u>
1,000	97	903	22,753,607	22,242,572	511,035
-	-	-	5,429,401	4,744,641	684,760
-	-	-	759,031	751,158	7,873
-	-	-	78,451	78,194	257
-	-	-	2,362,140	2,268,863	93,277
89,138	88,492	646	3,060,639	2,742,531	318,108
-	-	-	410,429	401,407	9,022
-	-	-	3,309,677	3,295,274	14,403
-	-	-	988,756	930,992	57,764
-	-	-	800,461	794,542	5,919
-	-	-	4,769,036	4,521,690	247,346
-	-	-	2,075,426	2,029,455	45,971
-	-	-	1,178,522	1,017,287	161,235
36,645	21,497	15,148	939,377	817,620	121,757
8,400	1,200	7,200	792,922	718,970	73,952
12,400	12,367	33	1,565,642	1,523,912	41,730
-	-	-	15,000	15,000	-
-	-	-	1,078,054	1,078,032	22
-	-	-	450,746	450,746	-
<u>147,583</u>	<u>123,653</u>	<u>23,930</u>	<u>52,817,317</u>	<u>50,422,886</u>	<u>2,394,431</u>
<u>(87,583)</u>	<u>(38,393)</u>	<u>49,190</u>	<u>(1,934,037)</u>	<u>(441,816)</u>	<u>1,492,221</u>
-	-	-	-	13,748	13,748
-	-	-	34,880	250,071	215,191
-	-	-	(38,940)	(33,489)	5,451
-	-	-	-	5,865	5,865
-	-	-	-	(5,865)	(5,865)
-	-	-	587,670	628,070	40,400
-	-	-	(630,626)	(630,626)	-
-	-	-	(47,016)	227,774	274,790
(87,583)	(38,393)	49,190	(1,981,053)	(214,042)	1,767,011
118,285	118,285	-	14,423,854	14,423,854	-
-	-	-	-	-	-
4,083	4,083	-	2,338,303	2,338,303	-
<u>\$ 34,785</u>	<u>\$ 83,975</u>	<u>\$ 49,190</u>	<u>\$ 14,781,104</u>	<u>\$ 16,548,115</u>	<u>\$ 1,767,011</u>

**Newark City School District**  
**Combined Statement of Revenues,**  
**Expenses and Changes in Retained Earnings/Fund Balance**  
**All Proprietary Fund Types and Nonexpendable Trust Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Proprietary Fund Types		Fiduciary Fund Type	Totals (Memorandum Only)
	Enterprise	Internal Service	Nonexpendable Trust	
<u>Operating revenues:</u>				
Sales	\$ 1,117,586	\$ -	\$ -	\$ 1,117,586
Interest	-	-	665	665
Other operating revenues	4,671	11,847	-	16,518
Total operating revenue	<u>1,122,257</u>	<u>11,847</u>	<u>665</u>	<u>1,134,769</u>
<u>Operating expenses:</u>				
Salaries	667,375	-	-	667,375
Fringe benefits	241,360	-	-	241,360
Purchased services	54,653	-	-	54,653
Materials and supplies	163,622	-	-	163,622
Cost of sales	1,015,619	-	-	1,015,619
Depreciation	28,508	-	-	28,508
Other operating expenses	3,785	7,941	700	12,426
Total operating expenses	<u>2,174,922</u>	<u>7,941</u>	<u>700</u>	<u>2,183,563</u>
Operating income (loss)	<u>(1,052,665)</u>	<u>3,906</u>	<u>(35)</u>	<u>(1,048,794)</u>
<u>Non-operating revenues:</u>				
Federal donated commodities	137,669	-	-	137,669
Operating grants	764,448	-	-	764,448
Interest	41,511	-	-	41,511
Total non-operating revenues	<u>943,628</u>	<u>-</u>	<u>-</u>	<u>943,628</u>
Income (loss) before operating transfers	<u>(109,037)</u>	<u>3,906</u>	<u>(35)</u>	<u>(105,166)</u>
Operating transfers in	<u>-</u>	<u>2,556</u>	<u>-</u>	<u>2,556</u>
Net income (loss)	<u>(109,037)</u>	<u>6,462</u>	<u>(35)</u>	<u>(102,610)</u>
Retained earnings/fund balance at beginning of year	804,058	3,374	11,454	818,886
Retained earnings/fund balance at end of year	<u>\$ 695,021</u>	<u>\$ 9,836</u>	<u>\$ 11,419</u>	<u>\$ 716,276</u>

See accompanying notes to the general purpose financial statements.

**Newark City School District**  
**Combining Statement of Cash Flows**  
**All Proprietary Fund Types and Nonexpendable Trust Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Proprietary Fund Types		Fiduciary Fund Type	Totals (Memorandum Only)
	Enterprise	Internal Service	Nonexpendable Trust	
<u>Cash flows from operating activities:</u>				
Cash received from customers	\$ 1,116,017	\$ -	\$ -	\$ 1,116,017
Cash received from other operating sources	4,671	11,847	-	16,518
Cash payments to suppliers for goods and services	(1,089,555)	-	-	(1,089,555)
Cash payments to employees for services	(676,767)	-	-	(676,767)
Cash payments for employee benefits	(241,360)	-	-	(241,360)
Cash payments for other operating expenses	(2,568)	(16,164)	(700)	(19,432)
Net cash used for operating activities	(889,562)	(4,317)	(700)	(894,579)
<u>Cash flows from noncapital financing activities:</u>				
Operating grants	662,835	-	-	662,835
Transfer in	-	2,556	-	2,556
Net cash provided by noncapital financing activities	662,835	2,556	-	665,391
<u>Cash flows from capital financing activities:</u>				
Acquisition of capital assets	(68,715)	-	-	(68,715)
Net cash used for capital financing activities	(68,715)	-	-	(68,715)
<u>Cash flows from investing activities:</u>				
Interest on investments	40,492	-	665	41,157
Net cash provided by investing financing	40,492	-	665	41,157
Net decrease in cash and cash equivalents	(254,950)	(1,761)	(35)	(256,746)
Cash and cash equivalents at beginning of year	866,083	12,653	11,454	890,190
Cash and cash equivalents at end of year	\$ 611,133	\$ 10,892	\$ 11,419	\$ 633,444
<u>Reconciliation of operating income (loss) to net cash used for operating activities:</u>				
Operating income (loss)	\$ (1,052,665)	\$ 3,906	\$ (35)	\$ (1,048,794)
Adjustments to reconcile operating income (loss) to net cash used for operating activities:				
Depreciation	28,508	-	-	28,508
Federal donated commodities	137,669	-	-	137,669
Interest reported as operating income	-	-	(665)	(665)
Change in assets and liabilities:				
(Increase) decrease in assets:				
Inventory	(2,226)	-	-	(2,226)
Accounts receivable	(1,569)	-	-	(1,569)
Increase (decrease) in liabilities:				
Accounts payable	6,602	(8,223)	-	(1,621)
Accrued wages	4,549	-	-	4,549
Compensated absences payable	(9,328)	-	-	(9,328)
Intergovernmental payable	(4,613)	-	-	(4,613)
Deferred revenue	3,511	-	-	3,511
Total adjustments	163,103	(8,223)	(665)	154,215
Net cash used for operating activities	\$ (889,562)	\$ (4,317)	\$ (700)	\$ (894,579)

See accompanying notes to the general purpose financial statements.

***Newark City School District***  
**Notes to the General Purpose Financial Statements**  
**For the fiscal year ended June 30, 2001**

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

The Newark City School District (the "School 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 School District operates under a locally elected five-member Board form of government and provides educational services as mandated by state and/or federal agencies. The Board controls the School District's twenty-eight instructional/support facilities (eleven buildings at a campus-style high school), one administrative building, and one transportation/maintenance/warehouse building compound all staffed by 379 non-certificated employees and 490 certificated full time teaching personnel, and thirty-eight administrators, who provide services to 7,587 students and other community members.

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

The financial statements of the School 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 entity for establishing governmental accounting and financial reporting principles. The School District also applies Financial Accounting Standards Board Statements and Interpretations issued on or before November 30, 1989, to its proprietary activities provided they do not conflict with or contradict GASB pronouncements. For this fiscal year, the School District has implemented GASB Statement No. 33 "Accounting and Financial Reporting for Nonexchange Transactions". The School District's significant accounting policies are described below.

**A. Reporting Entity**

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

Component units are legally separate organizations for which the School District is financially accountable. The School District is financially accountable for an organization if the School District appoints a voting majority of the organizations' governing board and (1) the School District is able to significantly influence the programs or services performed or provided by the organization; or (2) the School District is legally entitled to or can otherwise access the organizations' resources; the School District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the School District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the School District in that the School District approves the budget, the issuance of debt or the levying of taxes.

Within the boundaries of the School District, Saint Francis Elementary, Blessed Sacrament Elementary, and Newark Catholic High School are operated through the Columbus Catholic Diocese; Par Excellence and Montessori are operated as private schools. State legislation provides funding to these parochial and private schools. The School District receives the money and then disburses the money as directed by the parochial/private schools. The accounting for the moneys is reflected in a special revenue fund of the School District. The School District does not have any component units.

***Newark City School District***  
**Notes to the General Purpose Financial Statements**  
**For the fiscal year ended June 30, 2001**

The School District is associated with the Licking Area Computer Association, Licking County Joint Vocational School and the Newark Public Library, which are defined as jointly governed organizations. Jointly governed organizations are governed by representatives from each of the governments that create the organizations, but there is no ongoing financial interest or responsibility by the participating governments. Information regarding these organizations is presented in Note 16 and 21.

**B. Basis of Presentation - Fund Accounting**

The School 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 School District functions or activities.

A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special restrictions or limitations. An account group is a financial reporting device designed to provide accountability for certain assets and liabilities not recorded in the funds because they do not directly affect net expendable available financial resources.

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

Governmental Fund Types

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

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

Special Revenue Funds – The special revenue funds are used to account for the proceeds of specific revenue sources (other than amounts relating to expendable trusts or major capital projects) that are legally restricted to expenditure for specified purposes.

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

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

***Newark City School District***  
**Notes to the General Purpose Financial Statements**  
**For the fiscal year ended June 30, 2001**

Proprietary Fund Types

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

Enterprise Funds - Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises where the intent 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 it has been decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

Internal Service Funds - Internal service funds account for the financing of services provided by one department or agency to other departments or agencies of the School District on a cost reimbursement basis.

Fiduciary Fund Types

Fiduciary funds are used to account for assets held by the School District in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. These include expendable trust, nonexpendable trust, and agency funds. Expendable trust funds are accounted for in essentially the same manner as governmental funds. Nonexpendable trust funds are accounted for in essentially the same manner as proprietary funds. Agency funds are custodial in nature (assets equal liabilities) 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 School District, other than those accounted for in the proprietary or trust funds.

General Long-Term Debt Account Group - This account group is established to account for all long-term obligations of the School District except those accounted for in the proprietary or trust funds.

**C. 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.



***Newark City School District***  
**Notes to the General Purpose Financial Statements**  
**For the fiscal year ended June 30, 2001**

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

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

The modified accrual basis of accounting is followed for the governmental, expendable trust and agency funds. Under this basis, revenues are recognized in the accounting period when they become both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current fiscal year or soon enough thereafter to be used to pay liabilities of the current fiscal year. The available period for the School 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, income taxes, investment earnings, tuition, grants and entitlements, and student fees.

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

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. 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 funds. Revenues are recognized in the accounting period in which they are earned, and expenses are recognized at the time they are incurred. There were no unbilled service charges receivable at year-end. The fair value of donated commodities used during the year is reported in the operating statement as an expense with a like amount reported as donated commodities revenue. Unused donated commodities are reported as deferred revenue.

***Newark City School District***  
**Notes to the General Purpose Financial Statements**  
**For the fiscal year ended June 30, 2001**

**D. Budgets and Budgetary Accounting**

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriation resolution, all of which are prepared on the budgetary basis of accounting. The Certificate of Estimated Resources and the Appropriations Resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than agency funds, are legally required to be budgeted and appropriated. The primary level of budgetary control is at the specific function level (second level) for the general fund and at the broad function level (first level) for all other funds. Any budgetary modifications at these levels may only be made by resolution of the Board of Education.

Tax Budget:

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

Estimated Resources:

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

Appropriations:

Upon receipt from the County Auditor of an amended certificate of estimated resources based on final assessed values and tax rates or a certificate saying no new certificate is necessary, the annual appropriation resolution is enacted by the Board of Education. Prior to the passage of the annual appropriation measure, the Board may pass a temporary appropriation measure to meet the ordinary expenses of the School District. The appropriation resolution, by fund, must be within the estimated resources as certified by the County Budget Commission and the total of expenditures and encumbrances may not exceed the appropriation totals at any level of control. Any revisions that alter the total of any fund appropriation must be approved by the Board of Education.

The Board may pass supplemental fund appropriations so long as the total appropriations by fund does not exceed the amounts set forth in the most recent Certificate of Estimated Resources. During the year, two supplemental appropriations were legally enacted.

***Newark City School District***  
**Notes to the General Purpose Financial Statements**  
**For the fiscal year ended June 30, 2001**

The budget figures, which appear in the statements of budgetary comparisons, represent the final appropriation amounts, including all supplemental appropriations. Formal budgetary integration is employed as a management control device during the year for all funds, other than agency funds, consistent with statutory provisions. Under Ohio law advances are not required to be budgeted.

Encumbrances:

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

Lapsing of Appropriations:

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

**E. Cash and Investments**

To improve cash management, all cash received by the School District is pooled in a central bank account. Monies for all funds, including proprietary funds, are maintained in this account or temporarily used to purchase short-term investments. Individual fund integrity is maintained through School District records. Each fund's interest in the pool is presented as "Equity in pooled cash and cash equivalents" on the balance sheet. During the fiscal year, investments were limited to overnight repurchase agreements, certificates of deposits, U.S. government backed securities, and an interest in Star Ohio, the State Treasurer's Investment Pool. Except for investment contracts and money market investments that had a remaining maturity of one year or less at the time of purchase, investments are reported at fair value which is based on quoted market prices. Under existing Ohio statutes, all investment earnings accrue to the general fund except those specifically related to certain trust funds, unless the Board specifically allows the interest to be recorded in other funds.

GASB Statement No. 31, "Accounting and Financial Reporting for Certain Investments" was implemented during fiscal year 1998. In accordance with this statement, investments held at June 30, 2001 with original maturities greater than one year are stated at fair value. Fair value is estimated based on quoted market prices at fiscal year end. All investments not required to be reported at fair value are stated at cost or amortized cost.

For purposes of the combined statement of cash flows and for presentation on the combined balance sheet, investments of the cash management pool and investments with original maturities of three months or less at the time they are purchased by the School District are considered to be cash equivalents. Investments with an initial maturity of more than three months are reported as investments.

***Newark City School District***  
**Notes to the General Purpose Financial Statements**  
**For the fiscal year ended June 30, 2001**

**F. Inventory**

Inventories of governmental funds are stated at cost while inventories of proprietary funds are stated at the lower of cost or market. For all funds, cost is determined on a first-in, first-out basis. Inventory in governmental funds was not significant at the end of the current fiscal period. Inventories of proprietary funds consisted of donated food, purchased food, and supplies held for resale and are expensed when used.

**G. Fixed Assets and Depreciation**

General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction costs are reflected as expenditures in governmental funds, and related assets are reported in the general fixed assets account group. Fixed assets utilized in the proprietary funds are capitalized in the respective fund. All fixed assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated fixed assets are recorded at their fair market values as of the date received. The School District maintains a capitalization threshold of one thousand dollars. The School District does not possess any infrastructure.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related fixed assets, as applicable.

Assets in the general fixed assets account group are not depreciated. Depreciation of equipment in the proprietary fund types is computed using the straight-line method over an estimated useful life of five to twenty years.

**H. Restricted Assets**

Restricted assets in the general fund represent cash and cash equivalents whose use is limited by legal requirements. Restricted assets include revenue amounts required to be set aside by the School District for the purchase of textbooks and budget stabilization. The set aside amounts for budget stabilization is now optional as determined by the School District. See Note 20 for the calculation of the year-end restricted asset balance and the corresponding fund balance reserve.

**I. Intergovernmental Revenues**

In governmental funds, federal and state grants awarded on a non-reimbursement basis and federal entitlements are recorded as intergovernmental receivables and revenues when measurable and available. Federal and state reimbursable type grants are recorded as intergovernmental receivables and revenues when the related liabilities are incurred. Other than commodities, grants and entitlements for proprietary fund operations are recognized as non-operating revenues in the accounting period in which they are earned and became measurable.

***Newark City School District***  
**Notes to the General Purpose Financial Statements**  
**For the fiscal year ended June 30, 2001**

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

Entitlements

General Fund

State Foundation Program  
State Property Tax Relief  
School Bus Purchase Reimbursement  
State Equity Program

Non-Reimbursable Grants

Special Revenue Funds

Alternative Schools  
Auxiliary Services  
Data Communications  
Disadvantaged Pupil Impact Aid  
Drug Free Schools  
EHA Preschool  
Entry Year  
Extended Learning Opportunity  
Local Professional Development  
Management Information System  
Ohio Reads  
Raising the Bar  
Safe School Helpline  
School Conflict Management  
School Improvement  
SchoolNet Professional Development  
School To Work  
Summer Intervention  
Telecommunications Act Grant  
Title I  
Title II  
Title VI  
Title VI-B  
Title VI-R

Capital Projects

ONENet  
School Net  
Interactive Video Distance Learning  
Vocational Education Equipment  
Technology Equity

Reimbursable Grants

General Fund

Driver Education Reimbursement

Proprietary Funds

National School Lunch Program  
National School Breakfast Program  
Government Donated Commodities

***Newark City School District***  
**Notes to the General Purpose Financial Statements**  
**For the fiscal year ended June 30, 2001**

Grants and entitlements amounted to approximately fifty percent of the School District's operating revenue during the current fiscal year.

**J. Short-term Interfund Assets/Liabilities**

Receivables and payables resulting from transactions between funds for services provided or goods received are classified as "due from other funds" or "due to other funds" on the balance sheet. Short-term interfund loans are classified as "interfund receivables" and "interfund payables." Long-term interfund loans are classified as "advances to/from other funds" and are equally offset by a fund balance reserve account which indicates that they do not constitute available expendable resources since they are not a component of net current assets.

**K. Compensated Absences**

Vacation benefits are accrued as a liability as the benefits are earned if the employee's rights to receive compensation are attributable to services already rendered and it is probable that the School District will compensate the employees for the benefits through paid time off or some other means. Sick leave benefits are accrued as a liability using the termination payment method. An accrual for earned sick leave is made to the extent it is probable that benefits will result in termination payments. The liability is an estimate based on the School District's past experience of making termination payments.

Accumulated vacation and sick leave of employees paid from governmental funds has been recorded in the appropriate governmental fund as a current liability to the extent that the amounts are expected to be paid using expendable available financial resources. The balance of the liability is recorded in the general long-term debt account group. Vacation and sick leave for employees paid from proprietary funds are recorded as an expense and liability of the fund.

**L. Accrued Liabilities and Long-term Obligations**

In general, governmental fund payables and accrued liabilities are reported as obligations of the funds regardless of whether they will be liquidated with current resources. However, claims and judgments, compensated absences, contractually required pension contributions, and special termination benefits that will be paid from governmental funds are reported as a liability in the general long-term debt account group to the extent that they will not be paid with current available expendable financial resources. Bonds and capital leases are reported as a liability of the general long-term debt account group until due.

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

**M. Interfund Transactions**

Quasi-external transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

Nonrecurring or nonroutine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

**Newark City School District**  
**Notes to the General Purpose Financial Statements**  
**For the fiscal year ended June 30, 2001**

**N. Fund Balance Reserves**

The School District records reservations for portions of fund equity, which are legally segregated for specific future use or which do not represent available expendable resources and therefore are not available for appropriations for expenditures. Unreserved fund balance indicates that portion of fund equity, which is available for appropriation in future periods. Fund equity reserves are established for encumbrances, property taxes, textbooks/instructional materials purchases, endowments, debt service and budget stabilization. Designated fund balance represents planned actions for monies set-aside by the School District for budget stabilization.

**O. Estimates**

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

**P. Memorandum Only - Total Columns on General Purpose Financial Statements**

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

**NOTE 3 - BUDGETARY BASIS OF ACCOUNTING**

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

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Encumbrances are treated as expenditures for all funds (budget basis) rather than as a reservation of fund balance for governmental fund types (GAAP basis).

**Newark City School District**  
**Notes to the General Purpose Financial Statements**  
**For the fiscal year ended June 30, 2001**

The following table summarizes the adjustments necessary to reconcile the GAAP and budgetary basis statements for all governmental fund types.

	<i>Excess of Revenues and Other Financing Sources Over (Under)</i>				
	<i>Expenditures and Other Financing Uses</i>				
	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Expendable Trust</u>
<i>GAAP Basis</i>	\$ 5,093,351	\$ 390,577	\$ 49,404	\$ 133,620	\$ (29,435)
<i>Revenue Accruals</i>	(3,430,702)	(182,791)	502,872	(265,117)	-
<i>Expenditure Accruals</i>	294,216	(113,469)	(628,035)	(26,270)	(890)
<i>Encumbrances (Budget Basis)</i>					
<i>Outstanding at year end</i>	<u>(1,084,915)</u>	<u>(541,080)</u>	<u>-</u>	<u>(367,310)</u>	<u>(8,068)</u>
<i>Budget Basis</i>	<u>\$ 871,950</u>	<u>\$ (446,763)</u>	<u>\$ (75,759)</u>	<u>\$ (525,077)</u>	<u>\$ (38,393)</u>

**NOTE 4 - DEPOSITS AND INVESTMENTS**

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

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

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

Interim deposits are deposits of interim moneys. Interim moneys are those moneys which are not needed for immediate use but which will be needed before the end of the current period of designation of depositories. Interim deposits must be evidenced by time certificates of deposit maturing not more than one year from the date of deposit or by savings or deposit accounts including pass book accounts. Interim moneys may be invested in the following obligations provided they mature or are redeemable within five years from the date of settlement:

1. United States Treasury bills, notes, bonds, or any other obligations or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or other obligations or securities issued by any federal government agency or instrumentality. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements for a period not to exceed thirty days in securities listed above that mature within five years from the date of settlement;
4. Bonds and other obligations of the State of Ohio;



***Newark City School District***  
**Notes to the General Purpose Financial Statements**  
**For the fiscal year ended June 30, 2001**

5. No-load money market mutual funds consisting exclusively of obligations described in item (1) or (2) above 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); and
7. Certain bankers' acceptances and commercial paper notes 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.

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

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

**Deposits:**

At year-end, the carrying amount of the School District's deposits including petty cash of \$4,097 was \$4,612,201 and the bank balance was \$5,203,223. Of the bank balance, \$4,700,000 was covered by federal depository insurance or surety company bonds deposited with the School District and \$503,223 was collateralized with securities held by the pledging financial institution's trust department or agent but not in the School District's name.

**Investments:**

GASB Statement No. 3 "Deposits with Financial Institutions, Investments and Reverse Repurchase Agreements" requires that the School District's investments be classified in categories of risk. Category 1 includes investments that are insured or registered or for which the securities are held by the School District or its agent in the School District's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the counterparty's trust department or agent in the School District's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty, or by its trust department or agent but not in the School District's name.

Interest is legally required to be placed in the general fund; the Food Service enterprise fund; the Auxiliary Services special revenue fund; the Special Trust expendable trust fund and the Fletcher Trust Endowment nonexpendable trust fund. Interest revenue credited to the general fund, the Food Service fund, the Auxiliary Services fund, the Special Trust fund, and the Fletcher Trust Endowment fund during the fiscal year 2001 amounted to \$1,498,738, \$41,511, \$19,273, \$2,658 and \$665, respectively. The general fund interest respectively includes \$167,595 assigned from other School District funds.

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

**Newark City School District**  
**Notes to the General Purpose Financial Statements**  
**For the fiscal year ended June 30, 2001**

	<i>Category</i>		<i>Fair</i>
	<u>2</u>	<u>3</u>	<u>Value</u>
<u><i>Categorized Investments</i></u>			
<i>Repurchase Agreements</i>	\$ -	44,000	44,000
<i>US Government Securities</i>	4,531,280	-	4,531,280
<i>Total Categorized</i>	<u>\$ 4,531,280</u>	<u>44,000</u>	<u>4,575,280</u>
 <u><i>Noncategorized Investments</i></u>			
<i>State Treasurer's Pool</i>			<u>10,125,969</u>
<i>Total Investments</i>			<u>\$ 14,701,249</u>

**NOTE 5 - PROPERTY TAXES**

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

Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits alternative payment dates to be established.

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

The School District receives property taxes from Licking County. The County Auditor periodically advances to the School District its portion of the taxes collected. Second-half real property tax payments collected by the county by June 30 are available to finance the current year operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable represents delinquent taxes outstanding and real property, tangible personal property and public utility taxes, which became measurable as of June 30. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is intended to finance current year operations. The receivable is therefore offset by a credit to deferred revenue for that portion not intended to finance current year operations. The amount available as an advance at June 30 was \$3,446,363 in the general fund, \$396,757 in the Permanent Improvement capital projects fund and \$176,880 in the Bond Retirement debt service fund and is recognized as revenue.

**Newark City School District**  
**Notes to the General Purpose Financial Statements**  
**For the fiscal year ended June 30, 2001**

There were no new levies passed during the current fiscal year. The assessed values upon which the current fiscal year taxes were collected are:

<u>Property Category</u>	<u>2000</u> <u>Assessed Value</u>	<u>1999</u> <u>Assessed Value</u>
<u>Real Property</u>		
Residential and Agricultural	\$ 431,562,337	\$ 428,064,980
Commercial and Industrial	141,234,853	140,387,530
Public Utilities	303,170	300,297
<u>Tangible Personal Property</u>		
General	63,241,970	56,445,250
Public Utilities	37,396,510	35,424,343
Total	<u>\$ 673,738,840</u>	<u>\$ 660,622,400</u>

**NOTE 6 – INCOME TAXES**

The School District levies a voted tax of one percent for general operations on the income of residents and of estates. The tax was effective on January 1, 1998, and will continue for five years. Employers of residents are required to withhold income tax on compensation and remit the tax to the State. Taxpayers are required to file an annual return. The State makes quarterly distributions to the School District after withholding amounts for administrative fees and estimated refunds. Income tax revenue is credited to the general fund.

**NOTE 7 - RECEIVABLES**

Receivables at year-end consisted of taxes, accounts, accrued interest, interfund and intergovernmental grants and entitlements. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current year guarantee of federal funds. The special revenue funds' intergovernmental receivable at June 30, consisted of \$1,074,078.

**NOTE 8 - FIXED ASSETS**

Enterprise Fund: A summary of the enterprise funds' fixed assets at year-end follows:

<u>Classification</u>	<u>Balance</u>
Equipment	\$ 366,420
Less: Accumulated depreciation	<u>(144,989)</u>
Net Fixed Assets	<u>\$ 221,431</u>

**Newark City School District**  
**Notes to the General Purpose Financial Statements**  
**For the fiscal year ended June 30, 2001**

General Fixed Assets: A summary of the changes in general fixed assets during fiscal year 2001 follows:

<u>Classification</u>	<u>Balance</u> <u>July 1</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30</u>
<i>Land and Land Improvements</i>	\$ 984,201	\$ 57,308	\$ -	\$ 1,041,509
<i>Buildings</i>	21,803,792	518,880	-	22,322,672
<i>Furniture and Equipment</i>	5,871,321	1,725,695	(22,060)	7,574,956
<i>Vehicles</i>	2,188,618	425,093	(93,236)	2,520,475
<i>Total</i>	<u>\$ 30,847,932</u>	<u>\$ 2,726,976</u>	<u>\$ (115,296)</u>	<u>\$ 33,459,612</u>

**NOTE 9 - RISK MANAGEMENT**

The School District is exposed to various risks of loss related to torts; theft or damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. There have been no settlements paid in excess of insurance nor has insurance coverage been significantly reduced in the past three years.

The School District pays the State Workers' Compensation System a premium based on a rate per \$100 of salaries. This rate is calculated based on accident history and administrative costs.

**NOTE 10 - DEFINED BENEFIT PENSION PLANS**

**A. School Employees Retirement System**

The School District contributes to the School Employees Retirement System of Ohio (SERS), a cost-sharing multiple employer defined benefit pension plan. SERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by state statute per Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the School Employees Retirement System, 45 North Fourth Street, Columbus, Ohio 43215-3634 or by calling (614) 222-5853.

Plan members are required to contribute nine percent of their annual covered salary and the School District is required to contribute an actuarially determined rate of fourteen percent of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended, up to the statutory maximum amounts, by the SERS Retirement Board. The School District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2001, 2000, and 1999 were \$1,158,823, \$941,196, and \$810,232, respectively; forty-four percent has been contributed for fiscal year 2001 and 100 percent for the fiscal years 2000 and 1999. \$647,251 representing the unpaid contribution for fiscal year 2001 is recorded as a liability within the respective funds and the general long-term debt account group.

***Newark City School District***  
**Notes to the General Purpose Financial Statements**  
**For the fiscal year ended June 30, 2001**

**B. State Teachers Retirement System**

The School District contributes to the State Teachers Retirement System of Ohio (STRS), a cost-sharing, multiple employer defined benefit pension plan. STRS provides basic retirement benefits, disability, survivor, and health care benefits based on eligible service credit to members and beneficiaries. Authority to establish and amend benefits is provided by state statute per Chapter 3307 of the Ohio Revised Code. STRS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the 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 School District is required to contribute an actuarially determined rate of fourteen percent of annual covered payroll. Contribution rates are established by STRS, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of ten percent for members and fourteen percent for employers. The School District's required contributions for pension obligations to STRS for the fiscal years ended June 30, 2001, 2000, and 1999 were \$3,384,920, \$3,258,290, and \$3,394,857, respectively; eighty-three percent has been contributed for fiscal year 2001 and 100 percent for the fiscal years 2000 and 1999. \$577,168 representing the unpaid contribution for fiscal year 2001 is recorded as a liability within the respective funds.

**NOTE 11 - POSTEMPLOYMENT BENEFITS**

Comprehensive health care benefits are provided to retired teachers and their dependents through the State Teachers Retirement System (STRS). Benefits include hospitalization, physicians' fees, prescription drugs and partial reimbursement of monthly Medicare premiums. All benefit recipients and sponsored dependents are eligible for health care coverage. Benefit provisions and the obligations to contribute are established by the STRS based on authority granted by State statute. Most benefit recipients are required to pay a portion of the health care cost in the form of a monthly premium.

By Ohio law, the cost of coverage paid from STRS funds shall be included in the employer contribution rate, currently fourteen percent of covered payroll. The retirement board currently allocates employer contributions equal to eight percent of covered payroll to the Health Care Reserve Fund from which payments for health care benefits are paid. For the School District this amount equaled \$1,934,240 during the 2001 fiscal year. The balance in the Health Care Reserve Fund for the STRS was \$3,419 billion at June 30, 2000, (latest information available). For the year ended June 30, 2000, the net health care costs paid by the STRS were \$283,137,000 and eligible benefit recipients totaled 99,011.

For the School Employees Retirement System (SERS), coverage is made available to service retirees with ten or more years of qualifying service credit, disability and survivor benefit recipients. Members retiring on or after August 1, 1989, with less than twenty-five years of service credit must pay a portion of their premium for health care. The portion is based on years of service up to a maximum of seventy-five percent of the premium. For this fiscal year, employer contributions to fund health care benefits were 8.45 percent of covered payroll. In addition, SERS levies a surcharge to fund health care benefits equal to fourteen percent of the difference between a minimum pay and the member's pay, pro-rated for partial service credit. For fiscal year 2001, the minimum pay has been established at \$12,400. The surcharge, added to the unallocated portion of the fourteen percent contribution rate, provides for maintenance of the asset target level for the health care fund. For the School District, the amount of employer contributions used to fund health care equaled \$835,111, which includes a surcharge of \$135,697 during the 2001 fiscal year.

**Newark City School District**  
**Notes to the General Purpose Financial Statements**  
**For the fiscal year ended June 30, 2001**

Health care benefits are financed on a pay-as-you-go basis. The target level for the health care reserve is 150% of annual health care expenses. Expenses for health care at June 30, 2000, (latest information available) were \$140,696,340 and the target level was \$211 million. At June 30, 2000, the SERS's net assets available for payment of health care benefits was \$252.3 million, at cost. The number of participants receiving health care benefits was approximately 50,000.

**NOTE 12 - INTERFUND TRANSACTIONS**

Interfund balances at year-end consist of the following individual fund receivables and payables:

Interfund receivable/payable

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Title VI-B special revenue	\$ 5,865
General	Rotary internal service	746
General	Vocational Education Equipment capital projects	5,834
Total		<u>\$ 12,445</u>

**NOTE 13 – CAPITALIZED LEASES – LESSEE DISCLOSURE**

During the year, the School District entered into a new capitalized lease for acquisition of copiers. 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 financial statements for the governmental funds. These expenditures are reflected as function expenditures on a budgetary basis.

General fixed assets acquired by lease have been capitalized in the general fixed assets account group at \$685,679 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 debt account group.

Principal payments in the current fiscal year totaled \$33,032. The following is a schedule of the future minimum lease payments required under the capital leases and the present value of the minimum lease payments at year-end.

<u>Fiscal</u>	<u>Lease</u>
<u>Year</u>	<u>Payments</u>
2002	\$ 155,721
2003	155,721
2004	155,721
2005	155,721
2006	<u>116,791</u>
Total minimum lease payments	739,675
Less: amount representing interest	<u>(87,028)</u>
Total	<u>\$ 652,647</u>

**Newark City School District**  
**Notes to the General Purpose Financial Statements**  
**For the fiscal year ended June 30, 2001**

**NOTE 14 - LONG TERM DEBT**

Changes in long-term obligations of the School District during the current fiscal year were as follows:

<u>General Long-Term Debt</u>	<u>Balance</u> <u>July 1</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30</u>
<u>Bonds</u>				
Energy Conservation Bonds, 6.743%, maturing on December 1, 2000	\$ 195,000	\$ -	\$ (195,000)	\$ -
Energy Conservation Bonds, 5.904%, maturing on March 1, 2002	215,000	-	(105,000)	110,000
Library Improvement Bonds, 5.137% maturing on December 1, 2022	<u>7,174,928</u>	-	<u>(210,000)</u>	<u>6,964,928</u>
Total Bonds	<u>7,584,928</u>	-	<u>(510,000)</u>	<u>7,074,928</u>
<u>Other Obligations</u>				
Long-term compensated absences	2,105,157	-	(135,769)	1,969,388
Capital leases payable	-	685,679	(33,032)	652,647
Employer pension obligations	<u>328,700</u>	<u>372,006</u>	<u>(328,700)</u>	<u>372,006</u>
Total Other Obligations	<u>2,433,857</u>	<u>1,057,685</u>	<u>(497,501)</u>	<u>2,994,041</u>
Total General Long-Term Debt	<u>\$ 10,018,785</u>	<u>\$ 1,057,685</u>	<u>\$ (1,007,501)</u>	<u>\$ 10,068,969</u>

The annual requirements to amortize all bonds and notes outstanding as of year-end including interest payments of \$4,876,395 are as follows:

<u>Fiscal</u> <u>Year</u>	<u>Energy</u> <u>Conservation</u> <u>Bonds</u>	<u>Library</u> <u>Improvement</u> <u>Bonds</u>	<u>Total</u> <u>Bonded</u> <u>Debt</u>
2002	\$ 115,940	\$ 540,062	\$ 656,002
2003	-	540,930	540,930
2004	-	541,211	541,211
2005	-	541,217	541,217
2006	-	541,217	541,217
Thereafter	<u>-</u>	<u>9,130,746</u>	<u>9,130,746</u>
Total	<u>\$ 115,940</u>	<u>\$ 11,835,383</u>	<u>\$ 11,951,323</u>

The Energy Conservation Bonds Payable and the Library Improvement Bonds Payable will be paid from the Bond Retirement debt service fund. Compensated absences and employer pension due to the School Employees Retirement System will be paid from the fund from which the person is paid.

**NOTE 15 – TAX ANTICIPATION NOTE**

The Ohio Revised Code allows for the issuance of tax anticipation notes with a maximum maturity not exceeding five years. The School District issued \$2,800,000 of Income Tax Anticipation Notes at an interest rate of 4.6% on April 8, 1998. These notes are reflected as a liability of the general fund and will be retired with tax revenues with the final payment due in fiscal year 2004.

***Newark City School District***  
**Notes to the General Purpose Financial Statements**  
**For the fiscal year ended June 30, 2001**

**NOTE 16 - JOINTLY GOVERNED ORGANIZATIONS**

Licking Area Computer Association (LACA) is the computer service organization or Data Acquisition Site (DAS) used by the School District. LACA is an association of public school districts in a geographic area determined by the Ohio Department of Education. The Licking County Educational Service Center acts as the fiscal agent for the consortium. The purpose of the consortium is to develop and employ a computer system efficiently and effectively for the needs of the member Boards of Education. All Districts in the consortium are required to pay fees, charges, and assessments as charged. A board made up of superintendents from all of the participating districts governs LACA. An elected Executive Board consisting of five members of the governing board is the managerial body of the consortium and meets on a monthly basis. The School District does not maintain an ongoing financial interest or an ongoing financial responsibility. Payments to LACA are made from the general fund. During the current fiscal year the School District contributed \$116,151 to LACA.

The Licking County Joint Vocational School (JVS) is a distinct political subdivision of the State of Ohio, which provides vocational education for students. The JVS is operated under the direction of a Board consisting of three representatives from the Licking County Educational Service Center, two representatives from Newark City Schools, one representative from the Heath City Schools, and one representative from the Granville Exempted Village Schools elected boards. The JVS possesses its own budgeting and taxing authority.

**NOTE 17 - CONTINGENCIES**

**A. Grants:**

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

**B. Litigation:**

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

**C. School Funding:**

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

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



**Newark City School District**  
**Notes to the General Purpose Financial Statements**  
**For the fiscal year ended June 30, 2001**

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

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

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

**NOTE 18 - SEGMENT INFORMATION FOR ENTERPRISE FUNDS**

The School District maintains two enterprise funds to account for the operations of food service and rotary special services. The table below reflects in a summarized format the more significant financial data relating to the enterprise funds of the School District as of and for the fiscal year ended June 30.

<u>Description</u>	<u>Food Service</u>	<u>Rotary Special Services</u>	<u>Total</u>
<i>Operating revenues</i>	\$ 1,115,913	\$ 6,344	\$ 1,122,257
<i>Depreciation expense</i>	28,508	-	28,508
<i>Operating income (loss)</i>	(1,055,309)	2,644	(1,052,665)
<i>Operating grants</i>	764,448	-	764,448
<i>Donated commodities</i>	137,669	-	137,669
<i>Net income (loss)</i>	(111,681)	2,644	(109,037)
<i>Fixed asset additions</i>	68,715	-	68,715
<i>Net working capital</i>	478,399	34,197	512,596
<i>Total assets</i>	934,488	35,329	969,817
<i>Compensated absences payable</i>	39,006	-	39,006
<i>Total equity</i>	660,824	34,197	695,021
<i>Encumbrances outstanding (budget basis) at June 30, 2001</i>	\$ 154,545	\$ -	\$ 154,545

**NOTE 19 – FUND DEFICITS**

As of June 30, 2001 several funds had deficit fund balances. These deficits were caused by the application of generally accepted accounting principles. The general fund provides transfers to cover deficit balances in other funds; however, this is done when cash is needed rather than when accruals occur. The following funds had deficits at year-end:

<u>Fund Type/Fund</u>	<u>Deficit</u>
<i>Special revenue/Disadvantaged Pupil Impact Aid</i>	\$ 19,822
<i>Special revenue/Summer Intervention</i>	299

**Newark City School District**  
**Notes to the General Purpose Financial Statements**  
**For the fiscal year ended June 30, 2001**

**NOTE 20 – STATUTORY RESERVES**

The School District is required by State statute to annually set aside monies for the purchase of textbooks and other instructional materials, and for capital improvements. The amounts set-aside may be reduced by offset credits, which are monies received and restricted for the same specific purpose. Qualifying expenditures and offset-credits may only be used to reduce the current year set-aside requirement and may not be carried forward to reduce subsequent year requirements. Amounts not spent by year-end or reduced by offset credits must be held in cash at year-end and carried forward to be used for the same purposes in future years.

Effective April 10, 2001, Senate Bill 345 amended Ohio Revised Code 5705.29 effectively eliminating the requirement for the School District to establish and maintain a budget stabilization reserve. Monies previously reported in the budget stabilization reserve are now reported as designated and reserved fund equity in the General fund. As of June 30, 2001, the Board had not acted on the Senate Bill to eliminate the reserve balance.

During the fiscal year ended June 30, 2001 the reserve activity was as follows:

	<i>Textbook</i>	<i>Capital</i>	<i>Budget</i>		
	<i>Reserve</i>	<i>Maintenance</i>	<i>Stabilization</i>		
	<u><i>Reserve</i></u>	<u><i>Reserve</i></u>	<u><i>Reserve</i></u>	<u><i>Designated</i></u>	<u><i>Total</i></u>
<i>Balance, July 1, 2000</i>	\$ 583,416	\$ -	\$ 912,933	\$ -	\$ 1,496,349
<i>Required Set-Aside</i>	1,107,749	1,107,749	-	-	2,215,498
<i>Offset Credits</i>	-	(1,383,400)	-	-	(1,383,400)
<i>Reclassification</i>	-	-	(648,508)	648,508	-
<i>Qualifying Expenditures</i>	<u>(1,242,261)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,242,261)</u>
<i>Total</i>	<u>\$ 448,904</u>	<u>\$ (275,651)</u>	<u>\$ 264,425</u>	<u>\$ 648,508</u>	<u>\$ 1,086,186</u>
<i>Cash balance carried forward to fiscal year 2001</i>	<u>\$ 448,904</u>	<u>\$ -</u>	<u>\$ 264,425</u>	<u>\$ 648,508</u>	<u>\$ 1,361,837</u>

**NOTE 21 – RELATED ORGANIZATION**

The Newark Public Library is a distinct political subdivision of the State of Ohio created under Chapter 3375 of the Ohio Revised Code. A Board of Trustees appointed by the School District's Board of Education governs the Library. The Board of Trustees possesses its own contracting and budgeting authority, hires and fires personnel, and does not depend on the School District for operational subsidies. Although the School District serves as the taxing authority and may issue tax-related debt on behalf of the Library, its role is limited to an administrative function. The determination to request approval of a tax, the rate, and the purpose are discretionary decisions made solely by the Board of Trustees. The Library is not considered part of the School District, and its operations are not included within the accompanying financial statements.

*Newark City School District*  
**Notes to the General Purpose Financial Statements**  
**For the fiscal year ended June 30, 2001**

**NOTE 22 – EMPLOYEE BENEFITS**

**A. Compensated Absences**

Teachers, administrators, and classified employees earn sick leave at the rate of one and one-fourth days per month. Sick leave may be accumulated up to a maximum of 240 days for certified employees, 260 days for certified and classified administrators and unlimited for classified employees. Upon retirement, payment is made for 25 percent of accrued, but unused sick leave credit to a maximum of up to 50 days for all employees.

**B. Life Insurance**

The School District provides life insurance and accidental death and dismemberment insurance to employees through CoreSource.

**NOTE 23 – COMMITMENTS**

The School District has three outstanding construction projects as of June 30, 2001. These projects are all projects of the Permanent Improvement fund and are evidenced by contractual commitments with contractors. As of June 30, the School District has entered into contracts to complete the following projects:

<u>Project</u>	<u>Commitment Remaining</u>
<i>Storage building</i>	\$ 24,500
<i>John Clem Elementary School roof</i>	146,685
<i>High School roof</i>	<u>36,950</u>
	<u>\$ 208,135</u>

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

## GENERAL FUND

The General Fund is used to account for resources traditionally associated with a school district which are not required legally or by sound financial management to be accounted for in another fund. These activities include, but are not limited to, general instruction, pupil services, operation and maintenance of facilities, student transportation, and administration.

Since there is only one General Fund and the level of budgetary control is not greater than that presented in the Combined Financial Statements, no additional financial statements are presented here.

## SPECIAL REVENUE FUNDS

The special revenue funds are used to account for the proceeds of specific revenue sources (other than amounts relating to expendable trusts or major capital projects) that are legally restricted to expenditure for specified purposes. The title of each special revenue fund is descriptive of the activities accounted for therein. The special revenue funds are:

### Public School Support

To account for specific local revenue sources (other than taxes) generated by individual school buildings (i.e. sales of pictures, profits from vending machines, etc.). Expenditures include field trips, materials, equipment and other items to supplement co-curricular and extra-curricular programs.

### Miscellaneous Grants

To account for a number of small local grants that are restricted for specific expenditures.

### Venture Capital Grant

To account for state funds received by individual school buildings that are to be used to implement school improvement models, research-based instructional programs, and staff development activities.

### District Managed Student Activity

To account for those student activity programs which have student participation in the activity, but do not have student management of the programs. This fund includes athletic programs as well as band, cheerleaders, drama clubs, and other similar types of activities.

### Auxiliary Services

To account for state funds which provide services and materials to students attending non-public schools within the boundaries of the District as provided by state law.

### Career Development

To account for monies received and expended in conjunction with Vocational Education Career Development projects funded by the State of Ohio, Ohio Department of Education, Division of Vocational Education.

#### Local Professional Development

To account for monies received under House Bill 117 to be used for locally held professional development and teacher training activities which are guided by Ohio's model competency based education programming or comparable models to support student achievement, including proficiency test performance.

#### Management Information Systems

To account for state funds provide to assist the district in implementing a staff, student, and financial reporting system as mandated by the Omnibus Education Reform Act of 1989.

#### Disadvantaged Pupil Impact Aid (DPIA)

To account for state funds which provide instructional programs and materials for disadvantaged students.

#### Data Communications

To account for revenues received from the State to be used to install and provide support costs for data communication links to connect any school to the local A-site.

#### SchoolNet Professional Development

To account for revenues received to provide professional development programs related to technology.

#### Textbooks/Instructional Materials Subsidy

To account for monies received from the state for textbooks, instructional software, instructional materials, and any other materials the district deems to be helpful in providing appropriate instruction to students in the following subject areas: reading, writing, mathematics, science and citizenship.

#### Ohio Reads

To account for improvements in reading outcomes, especially on the fourth grade reading proficiency test and for volunteer coordinators in public school buildings, for background checks for volunteers, to evaluate the Ohio Reads Program, and for operating expenses associated with administering the program.

### Summer Intervention

To account for summer intervention services.

### Alternative Schools

To account for alternative educational programs for existing and new at-risk and delinquent youth. Programs shall be focused on youth in one or more of the following categories: those who have been expelled or suspended, those who have dropped out of school or who are at risk of dropping out of school, those who are habitually truant or disruptive, or those on probation or on parole from a Department of Youth Services' facility.

### Extended Learning Opportunity

To account for monies that are used to provide intervention services to those elementary students that are "at risk" of not passing the 4th grade Reading proficiency test. These funds were awarded to districts for the purpose of extending learning opportunities for young at-risk readers.

### Miscellaneous State Grants

To account for monies received from state agencies which are not classified elsewhere.

### Title II - Eisenhower

To account for federal funds used in the training of teachers in new techniques and methodologies in the areas of mathematics and science.

### Title VI-B

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

### Title I

To account for federal funds for services provide to meet special educational needs of educationally deprived children.

### Title VI

To account for federal funds to proved programs for at-risk students; instructional materials to improve the quality of instruction; programs of professional development; programs to enhance personal excellence of students and student achievement.



Drug Free Schools Program

To account for federal funds for the establishment, operation and improvement programs of drug abuse prevention, early intervention, rehabilitation referral and education in schools.

Preschool Grant

To account for federal funds used for the improvement and expansion of services for handicapped children ages three through five years.

Telecommunications Act Grant ("E-rate")

This fund will be used to account for a federal grant, which is paid directly to the telecommunication service provider. These funds will be used to pay for telecommunication activities.

Miscellaneous Federal Grants

To account for federal revenues received through state agencies from the federal government or directly from the federal governments which are not classified elsewhere.

**Newark City School District**  
**Combining Balance Sheet**  
**All Special Revenue Funds**  
**June 30, 2001**

	Public School Support	Miscellaneous Local Grants	Venture Capital Grant	District Managed Student Activity
<u>Assets:</u>				
Equity in pooled cash and cash equivalents	\$ 71,627	\$ 47,789	\$ 10,307	\$ 111,337
Receivables:				
Accounts	-	-	-	380
Intergovernmental	-	-	-	-
Total assets	<u>\$ 71,627</u>	<u>\$ 47,789</u>	<u>\$ 10,307</u>	<u>\$ 111,717</u>
<u>Liabilities and fund equity :</u>				
<u>Liabilities:</u>				
Accounts payable	\$ 3,187	\$ 4,452	\$ -	\$ 3,579
Accrued wages	-	-	-	-
Compensated absences payable	-	-	-	-
Interfund payable	-	-	-	-
Intergovernmental payable	-	3	-	30
Deferred revenue	-	-	-	-
Total liabilities	<u>3,187</u>	<u>4,455</u>	<u>-</u>	<u>3,609</u>
<u>Fund equity:</u>				
Fund balance:				
Reserved for encumbrances	8,915	1,668	3	25,936
Unreserved, undesignated	59,525	41,666	10,304	82,172
Total fund equity	<u>68,440</u>	<u>43,334</u>	<u>10,307</u>	<u>108,108</u>
Total liabilities and fund equity	<u>\$ 71,627</u>	<u>\$ 47,789</u>	<u>\$ 10,307</u>	<u>\$ 111,717</u>

Auxiliary Services	Career Development	Local Professional Development	Management Information Systems	Disadvantaged Pupil Impact Aid	Data Communications
\$ 248,653	\$ 5,967	\$ 10,924	\$ 7,313	\$ 116	\$ 16,500
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 248,653</u>	<u>\$ 5,967</u>	<u>\$ 10,924</u>	<u>\$ 7,313</u>	<u>\$ 116</u>	<u>\$ 16,500</u>
\$ 104,785	\$ -	\$ 255	\$ -	\$ -	\$ -
5,964	-	-	-	10,124	-
9,602	-	-	-	-	-
-	-	-	-	-	-
31,110	-	41	708	9,814	-
-	-	-	-	-	-
<u>151,461</u>	<u>-</u>	<u>296</u>	<u>708</u>	<u>19,938</u>	<u>-</u>
88,052	-	4,942	-	-	-
9,140	5,967	5,686	6,605	(19,822)	16,500
<u>97,192</u>	<u>5,967</u>	<u>10,628</u>	<u>6,605</u>	<u>(19,822)</u>	<u>16,500</u>
<u>\$ 248,653</u>	<u>\$ 5,967</u>	<u>\$ 10,924</u>	<u>\$ 7,313</u>	<u>\$ 116</u>	<u>\$ 16,500</u>

(Continued)

**Newark City School District**  
**Combining Balance Sheet**  
**All Special Revenue Funds**  
**June 30, 2001**

	SchoolNet Professional Development	Textbooks/ Instructional Materials Subsidy	Ohio Reads	Summer Intervention
<u>Assets:</u>				
Equity in pooled cash and cash equivalents	\$ 19,101	\$ 643	\$ 14,932	\$ -
Receivables:				
Accounts	-	-	-	-
Intergovernmental	-	-	-	-
Total assets	<u>\$ 19,101</u>	<u>\$ 643</u>	<u>\$ 14,932</u>	<u>\$ -</u>
 <u>Liabilities and fund equity :</u>				
<u>Liabilities:</u>				
Accounts payable	\$ -	\$ -	\$ 4,543	\$ -
Accrued wages	-	-	-	-
Compensated absences payable	-	-	-	-
Interfund payable	-	-	-	-
Intergovernmental payable	6	-	124	299
Deferred revenue	-	-	-	-
Total liabilities	<u>6</u>	<u>-</u>	<u>4,667</u>	<u>299</u>
 <u>Fund equity:</u>				
Fund balance:				
Reserved for encumbrances	-	-	4,786	-
Unreserved, undesignated	19,095	643	5,479	(299)
Total fund equity	<u>19,095</u>	<u>643</u>	<u>10,265</u>	<u>(299)</u>
Total liabilities and fund equity	<u>\$ 19,101</u>	<u>\$ 643</u>	<u>\$ 14,932</u>	<u>\$ -</u>

<u>Alternative Schools</u>	<u>Extended Learning Opportunity</u>	<u>Miscellaneous State Grants</u>	<u>Title II Eisenhower</u>	<u>Title VI-B</u>	<u>Title I</u>
\$ 49,840	\$ 28,544	\$ 163,403	\$ 8,516	\$ -	\$ 204,550
-	-	-	-	-	-
-	-	-	11,205	150,236	785,420
<u>\$ 49,840</u>	<u>\$ 28,544</u>	<u>\$ 163,403</u>	<u>\$ 19,721</u>	<u>\$ 150,236</u>	<u>\$ 989,970</u>
\$ 3,114	\$ -	\$ 334	\$ 160	\$ 9,302	\$ 17,610
8,462	-	3,881	-	-	5,341
-	-	-	-	-	-
-	-	-	-	5,865	-
1,444	45	1,487	-	7,219	24,219
-	-	-	11,205	32,358	629,626
<u>13,020</u>	<u>45</u>	<u>5,702</u>	<u>11,365</u>	<u>54,744</u>	<u>676,796</u>
17,815	9,063	2,019	3,921	16,655	134,608
19,005	19,436	155,682	4,435	78,837	178,566
<u>36,820</u>	<u>28,499</u>	<u>157,701</u>	<u>8,356</u>	<u>95,492</u>	<u>313,174</u>
<u>\$ 49,840</u>	<u>\$ 28,544</u>	<u>\$ 163,403</u>	<u>\$ 19,721</u>	<u>\$ 150,236</u>	<u>\$ 989,970</u>

(Continued)

**Newark City School District**  
**Combining Balance Sheet**  
**All Special Revenue Funds**  
**June 30, 2001**

	Title VI	Drug Free Schools Program	Preschool Grant	Telecommunications Act Grant "E-Rate"
<u>Assets:</u>				
Equity in pooled cash and cash equivalents	\$ 19,254	\$ 45,358	\$ 1,212	\$ 31,764
<u>Receivables:</u>				
Accounts	-	-	-	-
Intergovernmental	5,156	23,322	-	-
Total assets	<u>\$ 24,410</u>	<u>\$ 68,680</u>	<u>\$ 1,212</u>	<u>\$ 31,764</u>
<u>Liabilities and fund equity :</u>				
<u>Liabilities:</u>				
Accounts payable	\$ 4,100	\$ 9,845	\$ -	\$ -
Accrued wages	-	-	-	-
Compensated absences payable	-	-	-	-
Interfund payable	-	-	-	-
Intergovernmental payable	17	73	590	-
Deferred revenue	5,156	23,322	-	-
Total liabilities	<u>9,273</u>	<u>33,240</u>	<u>590</u>	<u>-</u>
<u>Fund equity:</u>				
<u>Fund balance:</u>				
Reserved for encumbrances	14,216	4,996	-	6,084
Unreserved, undesignated	921	30,444	622	25,680
Total fund equity	<u>15,137</u>	<u>35,440</u>	<u>622</u>	<u>31,764</u>
Total liabilities and fund equity	<u>\$ 24,410</u>	<u>\$ 68,680</u>	<u>\$ 1,212</u>	<u>\$ 31,764</u>

<u>Miscellaneous Federal Grants</u>	<u>Total All Funds</u>
\$ 19,578	\$ 1,137,228
-	380
<u>98,739</u>	<u>1,074,078</u>
<u>\$ 118,317</u>	<u>\$ 2,211,686</u>

\$ 535	\$ 165,801
-	33,772
-	9,602
-	5,865
4,301	81,530
<u>73,614</u>	<u>775,281</u>
<u>78,450</u>	<u>1,071,851</u>

5,109	348,788
<u>34,758</u>	<u>791,047</u>
<u>39,867</u>	<u>1,139,835</u>
<u>\$ 118,317</u>	<u>\$ 2,211,686</u>

***Newark City School District***  
**Combining Statement of Revenues, Expenditures**  
**and Changes in Fund Balances**  
**All Special Revenue Funds**  
**For the Fiscal Year Ended June 30, 2001**

	Public School Support	Miscellaneous Local Grants	Venture Capital Grant	District Managed Student Activity
<u>Revenues:</u>				
Intergovernmental	\$ -	\$ -	\$ 25,000	\$ -
Interest	-	-	-	-
Extracurricular activities	9,776	-	-	167,007
Gifts and donations	21,505	2,500	-	17,391
Miscellaneous	24,370	66,242	-	11,887
Total revenues	<u>55,651</u>	<u>68,742</u>	<u>25,000</u>	<u>196,285</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	-	34,830	28,234	-
Special	-	-	-	-
Vocational	-	25,461	-	-
Support services:				
Pupils	-	-	-	-
Instructional staff	-	5,534	-	-
Board of education	-	-	-	-
Administration	-	-	-	-
Fiscal	-	-	-	-
Pupil transportation	-	238	-	-
Central	-	-	-	-
Operation of non-instructional services	47,995	-	-	7,151
Extracurricular activities	-	900	-	178,789
Capital outlay	-	-	-	-
Intergovernmental	-	-	-	-
Total expenditures	<u>47,995</u>	<u>66,963</u>	<u>28,234</u>	<u>185,940</u>
Excess of revenues over (under) expenditures	7,656	1,779	(3,234)	10,345
Fund balances (deficit) at beginning of year	60,819	41,555	13,541	100,691
Residual equity transfers	(35)	-	-	(2,928)
Fund balances at end of year	<u>\$ 68,440</u>	<u>\$ 43,334</u>	<u>\$ 10,307</u>	<u>\$ 108,108</u>



Auxiliary Services	Career Development	Local Professional Development	Management Information Systems	Disadvantaged Pupil Impact Aid	Data Communications
\$ 553,222	\$ 4,500	\$ 29,215	\$ 28,050	\$ 454,323	\$ 64,500
19,273	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>572,495</u>	<u>4,500</u>	<u>29,215</u>	<u>28,050</u>	<u>454,323</u>	<u>64,500</u>
-	1,367	33,456	-	283,072	-
-	-	-	-	14,504	-
-	-	-	-	1,283	-
-	-	-	-	4,246	-
-	-	22,214	-	-	-
-	-	-	-	-	-
-	-	60	72	67,819	-
-	-	-	21,334	-	-
-	36	-	-	-	-
-	-	-	-	95,123	48,000
517,711	-	-	-	-	-
-	-	-	-	-	-
58,429	-	-	-	-	-
-	-	-	-	-	-
<u>576,140</u>	<u>1,403</u>	<u>55,730</u>	<u>21,406</u>	<u>466,047</u>	<u>48,000</u>
(3,645)	3,097	(26,515)	6,644	(11,724)	16,500
100,837	2,870	37,143	(39)	(8,098)	-
-	-	-	-	-	-
<u>\$ 97,192</u>	<u>\$ 5,967</u>	<u>\$ 10,628</u>	<u>\$ 6,605</u>	<u>\$ (19,822)</u>	<u>\$ 16,500</u>

(Continued)

**Newark City School District**  
**Combining Statement of Revenues, Expenditures**  
**and Changes in Fund Balances**  
**All Special Revenue Funds**  
**For the Fiscal Year Ended June 30, 2001**

	SchoolNet Professional Development	Textbooks/ Instructional Materials Subsidy	Ohio Reads	Summer Intervention
<u>Revenues:</u>				
Intergovernmental	\$ 5,000	\$ -	\$ 119,075	\$ 56,525
Interest	-	-	-	-
Extracurricular activities	-	-	-	-
Gifts and donations	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	<u>5,000</u>	<u>-</u>	<u>119,075</u>	<u>56,525</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	242	-	38,959	56,824
Special	-	-	-	-
Vocational	-	-	-	-
Support services:				
Pupils	-	-	-	-
Instructional staff	3,300	-	52,178	-
Board of education	-	-	-	-
Administration	1,000	-	-	-
Fiscal	-	-	-	-
Pupil transportation	-	-	-	-
Central	5,701	-	-	-
Operation of non-instructional services	-	-	11,044	-
Extracurricular activities	-	-	-	-
Capital outlay	-	-	-	-
Intergovernmental	-	-	15,000	-
Total expenditures	<u>10,243</u>	<u>-</u>	<u>117,181</u>	<u>56,824</u>
Excess of revenues over (under) expenditures	(5,243)	-	1,894	(299)
Fund balances (deficit) at beginning of year	24,338	643	8,371	-
Residual equity transfers	-	-	-	-
Fund balances at end of year	<u>\$ 19,095</u>	<u>\$ 643</u>	<u>\$ 10,265</u>	<u>\$ (299)</u>

<u>Alternative Schools</u>	<u>Extended Learning Opportunity</u>	<u>Miscellaneous State Grants</u>	<u>Title II Eisenhower</u>	<u>Title VI-B</u>	<u>Title I</u>
\$ 107,500	\$ 57,800	\$ 185,417	\$ 52,069	\$ 408,693	\$ 1,579,567
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>107,500</u>	<u>57,800</u>	<u>185,417</u>	<u>52,069</u>	<u>408,693</u>	<u>1,579,567</u>
49,770	-	723	-	-	-
-	-	-	-	41,079	973,031
-	-	-	-	-	-
31,395	-	19,105	-	7,496	-
10,804	29,301	36,341	52,187	212,141	160,259
-	-	478	-	-	-
-	-	8,123	-	73,119	61,829
-	-	-	-	-	3,569
23,365	-	-	-	-	313
62,846	-	-	-	-	-
-	-	-	767	273	20,047
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>178,180</u>	<u>29,301</u>	<u>64,770</u>	<u>52,954</u>	<u>334,108</u>	<u>1,219,048</u>
(70,680)	28,499	120,647	(885)	74,585	360,519
107,500	-	37,054	9,241	20,907	(47,345)
-	-	-	-	-	-
<u>\$ 36,820</u>	<u>\$ 28,499</u>	<u>\$ 157,701</u>	<u>\$ 8,356</u>	<u>\$ 95,492</u>	<u>\$ 313,174</u>

(Continued)

**Newark City School District**  
**Combining Statement of Revenues, Expenditures**  
**and Changes in Fund Balances**  
**All Special Revenue Funds**  
**For the Fiscal Year Ended June 30, 2001**

	Title VI	Drug Free Schools Program	Preschool Grant	Telecommunications Act Grant "E-Rate"
<u>Revenues:</u>				
Intergovernmental	\$ 62,944	\$ 70,258	\$ 28,403	\$ 95,214
Interest	-	-	-	-
Extracurricular activities	-	-	-	-
Gifts and donations	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	<u>62,944</u>	<u>70,258</u>	<u>28,403</u>	<u>95,214</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	20,037	24,434	-	-
Special	6,604	-	1,331	-
Vocational	-	-	-	-
Support services:				
Pupils	1,748	28,171	-	-
Instructional staff	39,272	2,851	25,938	-
Board of education	-	-	-	-
Administration	-	-	-	-
Fiscal	-	-	-	-
Pupil transportation	-	3,859	-	-
Central	-	-	-	192,229
Operation of non-instructional services	8,725	4,758	-	-
Extracurricular activities	-	-	-	-
Capital outlay	-	-	-	-
Intergovernmental	-	-	-	-
Total expenditures	<u>76,386</u>	<u>64,073</u>	<u>27,269</u>	<u>192,229</u>
Excess of revenues over (under) expenditures	(13,442)	6,185	1,134	(97,015)
Fund balances (deficit) at beginning of year	28,579	29,255	(512)	128,779
Residual equity transfers	-	-	-	-
Fund balances at end of year	<u>\$ 15,137</u>	<u>\$ 35,440</u>	<u>\$ 622</u>	<u>\$ 31,764</u>

<u>Miscellaneous Federal Grants</u>	<u>Total All Funds</u>
\$ 300,045	\$ 4,287,320
-	19,273
-	176,783
-	41,396
-	102,499
300,045	4,627,271
253,817	825,765
-	1,036,549
-	26,744
-	92,161
44,731	697,051
-	478
12,282	224,304
-	24,903
-	27,811
2,440	406,339
3,000	621,471
-	179,689
-	58,429
-	15,000
316,270	4,236,694
(16,225)	390,577
56,092	752,221
-	(2,963)
\$ 39,867	\$ 1,139,835

***Newark City School District***  
**Schedule of Revenues, Expenditures and Changes in Fund Balance -**  
**Budget and Actual - Public School Support Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Extracurricular activities	\$ 6,729	\$ 9,776	\$ 3,047
Miscellaneous	18,471	45,867	27,396
Total revenues	<u>25,200</u>	<u>55,643</u>	<u>30,443</u>
<u>Expenditures:</u>			
Current:			
Operation of non-instructional services:			
Other operation of non-instructional services	88,058	59,075	28,983
Excess of revenues under expenditures	<u>(62,858)</u>	<u>(3,432)</u>	<u>59,426</u>
<u>Other financing sources:</u>			
Refund of prior year expenditures	-	8	8
Excess of revenues and other financing sources under expenditures	(62,858)	(3,424)	59,434
Fund balance at beginning of year	54,927	54,927	-
Residual equity transfers out	(35)	(35)	
Prior year encumbrances appropriated	8,058	8,058	-
Fund balance at end of year	<u>\$ 92</u>	<u>\$ 59,526</u>	<u>\$ 59,434</u>

**Newark City School District**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance -**  
**Budget and Actual - Miscellaneous Grants Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Miscellaneous	\$ 45,000	\$ 72,742	\$ 27,742
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	41,300	32,862	8,438
Special	275	-	275
Vocational	28,273	28,089	184
Total instruction	69,848	60,951	8,897
Support services:			
Pupils	728	-	728
Instructional staff	6,121	5,816	305
Administration	1,700	-	1,700
Operation and maintenance of plant	500	-	500
Pupil transportation	954	423	531
Central	93	-	93
Total support services	10,096	6,239	3,857
Extracurricular activities	1,000	900	100
Capital outlay	750	-	750
Total expenditures	81,694	68,090	13,604
Excess of revenues over (under) expenditures	(36,694)	4,652	41,346
<u>Other financing uses:</u>			
Refund of prior year receipts	(3,350)	(3,347)	3
Excess of revenues over (under) expenditures and other financing uses	(40,044)	1,305	41,349
Fund balance at beginning of year	23,723	23,723	-
Prior year encumbrances appropriated	16,644	16,644	-
Fund balance at end of year	\$ 323	\$ 41,672	\$ 41,349

***Newark City School District***  
**Schedule of Revenues, Expenditures and Changes in Fund Balance -**  
**Budget and Actual - Venture Capital Grant Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 45,000	\$ 25,000	\$ (20,000)
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	28,147	17,827	10,320
Excess of revenues over expenditures	16,853	7,173	(9,680)
<u>Other financing uses:</u>			
Refund of prior year receipts	(10,610)	(10,606)	4
Excess of revenues over (under) expenditures and other financing uses	6,243	(3,433)	(9,676)
Fund balance at beginning of year	13,141	13,141	-
Prior year encumbrances appropriated	597	597	-
Fund balance at end of year	<u>\$ 19,981</u>	<u>\$ 10,305</u>	<u>\$ (9,676)</u>



***Newark City School District***  
**Schedule of Revenues, Expenditures and Changes in Fund Balance -**  
**Budget and Actual - District Managed Student Activity Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Extracurricular activities	\$ 202,576	\$ 166,627	\$ (35,949)
Miscellaneous	47,424	29,596	(17,828)
Total revenues	<u>250,000</u>	<u>196,223</u>	<u>(53,777)</u>
<u>Expenditures:</u>			
Current:			
Operation of non-instructional services:			
Other operation of non-instructional services	<u>12,080</u>	<u>7,294</u>	<u>4,786</u>
Extracurricular activities	<u>271,392</u>	<u>205,112</u>	<u>66,280</u>
Capital outlay	<u>1,575</u>	<u>-</u>	<u>1,575</u>
Total expenditures	<u>285,047</u>	<u>212,406</u>	<u>72,641</u>
Excess of revenues under expenditures	<u>(35,047)</u>	<u>(16,183)</u>	<u>18,864</u>
<u>Other financing sources:</u>			
Refund of prior year expenditures	<u>-</u>	<u>82</u>	<u>82</u>
Excess of revenues and other financing sources under expenditures	(35,047)	(16,101)	18,946
Fund balance at beginning of year	90,059	90,059	-
Residual equity transfers out	(2,928)	(2,928)	-
Prior year encumbrances appropriated	11,192	11,192	-
Fund balance at end of year	<u>\$ 63,276</u>	<u>\$ 82,222</u>	<u>\$ 18,946</u>

***Newark City School District***  
**Schedule of Revenues, Expenditures and Changes in Fund Balance -**  
**Budget and Actual - Auxiliary Services Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 670,000	\$ 553,222	\$ (116,778)
Interest	-	19,273	19,273
Total revenues	<u>670,000</u>	<u>572,495</u>	<u>(97,505)</u>
<u>Expenditures:</u>			
Current:			
Operation of non-instructional services:			
Community services	<u>733,151</u>	<u>674,523</u>	<u>58,628</u>
Capital outlay	<u>58,500</u>	<u>58,429</u>	<u>71</u>
Total expenditures	<u>791,651</u>	<u>732,952</u>	<u>58,699</u>
Excess of revenues under expenditures	(121,651)	(160,457)	(38,806)
Fund balance at beginning of year	94,822	94,822	-
Prior year encumbrances appropriated	94,556	94,556	-
Fund balance at end of year	<u>\$ 67,727</u>	<u>\$ 28,921</u>	<u>\$ (38,806)</u>

***Newark City School District***  
**Schedule of Revenues, Expenditures and Changes in Fund Balance -**  
**Budget and Actual - Career Development Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 5,000	\$ 4,500	\$ (500)
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	5,582	2,903	2,679
Support services:			
Pupils	1,250	-	1,250
Instructional staff	1,000	-	1,000
Pupil transportation	1,370	36	1,334
Total support services	3,620	36	3,584
Total expenditures	9,202	2,939	6,263
Excess of revenues over (under) expenditures	(4,202)	1,561	5,763
Fund balance at beginning of year	1,373	1,373	-
Prior year encumbrances appropriated	3,032	3,032	-
Fund balance at end of year	<u>\$ 203</u>	<u>\$ 5,966</u>	<u>\$ 5,763</u>

**Newark City School District**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance -**  
**Budget and Actual - Local Professional Development Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 29,300	\$ 29,215	\$ (85)
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	33,476	33,456	20
Support services:			
Instructional staff	30,184	25,990	4,194
Administration	219	219	-
Total support services	30,403	26,209	4,194
Operation of non-instructional services:			
Community services	757	-	757
Total expenditures	64,636	59,665	4,971
Excess of revenues under expenditures	(35,336)	(30,450)	4,886
<u>Other financing uses:</u>			
Refund of prior year receipts	(1,973)	(1,216)	757
Excess of revenues under expenditures and other financing uses	(37,309)	(31,666)	5,643
Fund balance at beginning of year	5,526	5,526	-
Prior year encumbrances appropriated	31,868	31,868	-
Fund balance at end of year	<u>\$ 85</u>	<u>\$ 5,728</u>	<u>\$ 5,643</u>

***Newark City School District***  
**Schedule of Revenues, Expenditures and Changes in Fund Balance -**  
**Budget and Actual - Management Information System Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 21,500	\$ 28,050	\$ 6,550
<u>Expenditures:</u>			
Current:			
Support services:			
Fiscal	20,750	20,737	13
Excess of revenues over expenditures	750	7,313	6,563
Fund balance at beginning of year	-	-	-
Fund balance at end of year	\$ 750	\$ 7,313	\$ 6,563

***Newark City School District***  
**Schedule of Revenues, Expenditures and Changes in Fund Balance -**  
**Budget and Actual - Disadvantaged Pupil Impact Aid (DPIA) Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 460,000	\$ 454,323	\$ (5,677)
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	288,000	273,246	14,754
Special	-	14,752	(14,752)
Total instruction	288,000	287,998	2
Support services:			
Pupils	-	3,191	(3,191)
Instructional staff	115	-	115
Administration	-	66,962	(66,962)
Central	166,210	96,172	70,038
Total support services	166,325	166,325	-
Total expenditures	454,325	454,323	2
Excess of revenues over expenditures	5,675	-	(5,675)
Fund balance at beginning of year	115	115	-
Fund balance at end of year	\$ 5,790	\$ 115	\$ (5,675)

**Newark City School District**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance -**  
**Budget and Actual - Data Communications Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 64,500	\$ 64,500	\$ -
<u>Expenditures:</u>			
Current:			
Support services:			
Central	64,500	48,000	16,500
Excess of revenues over expenditures	-	16,500	16,500
Fund balance at beginning of year	-	-	-
Fund balance at end of year	\$ -	\$ 16,500	\$ 16,500

***Newark City School District***  
**Schedule of Revenues, Expenditures and Changes in Fund Balance -**  
**Budget and Actual - School Net Professional Development Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 6,100	\$ 6,000	\$ (100)
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	5,384	4,459	925
Support services:			
Instructional staff	17,165	3,323	13,842
Administration	1,000	1,000	-
Central	16,327	11,991	4,336
Total support services	34,492	16,314	18,178
Total expenditures	39,876	20,773	19,103
Excess of revenues under expenditures	(33,776)	(14,773)	19,003
Fund balance at beginning of year	20,792	20,792	-
Prior year encumbrances appropriated	13,081	13,081	-
Fund balance at end of year	<u>\$ 97</u>	<u>\$ 19,100</u>	<u>\$ 19,003</u>



***Newark City School District***  
**Schedule of Revenues, Expenditures and Changes in Fund Balance -**  
**Budget and Actual - Textbooks/Instructional Materials Subsidy Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Total revenues	\$ -	\$ -	\$ -
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	643	-	643
Excess of revenues under expenditures	(643)	-	643
Fund balance at beginning of year	643	643	-
Fund balance at end of year	<u>\$ -</u>	<u>\$ 643</u>	<u>\$ 643</u>

***Newark City School District***  
**Schedule of Revenues, Expenditures and Changes in Fund Balance -**  
**Budget and Actual - Ohio Reads Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 119,100	\$ 119,075	\$ (25)
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	49,943	49,478	465
Support services:			
Instructional staff	57,967	57,155	812
Operation of non-instructional services:			
Community services	12,091	11,762	329
Intergovernmental	15,000	15,000	
Total expenditures	135,001	133,395	1,606
Excess of revenues under expenditures	(15,901)	(14,320)	1,581
Fund balance at beginning of year	1,031	1,031	-
Prior year encumbrances appropriated	18,891	18,891	-
Fund balance at end of year	<u>\$ 4,021</u>	<u>\$ 5,602</u>	<u>\$ 1,581</u>

***Newark City School District***  
**Schedule of Revenues, Expenditures and Changes in Fund Balance -**  
**Budget and Actual - Summer Intervention Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 56,800	\$ 56,525	\$ (275)
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	56,707	56,525	182
Excess of revenues over expenditures	93	-	(93)
Fund balance at beginning of year	-	-	-
Fund balance at end of year	\$ 93	\$ -	\$ (93)

***Newark City School District***  
**Schedule of Revenues, Expenditures and Changes in Fund Balance -**  
**Budget and Actual - Alternative Schools Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 107,500	\$ 107,500	\$ -
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	64,986	55,866	9,120
Support services:			
Pupils	31,350	31,350	-
Instructional staff	30,964	22,454	8,510
Pupil transportation	25,000	23,365	1,635
Central	62,700	53,054	9,646
Total support services	150,014	130,223	19,791
Total expenditures	215,000	186,089	28,911
Excess of revenues under expenditures	(107,500)	(78,589)	28,911
Fund balance at beginning of year	107,500	107,500	-
Fund balance at end of year	\$ -	\$ 28,911	\$ 28,911

**Newark City School District**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance -**  
**Budget and Actual - Extended Learning Opportunity Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 57,800	\$ 57,800	\$ -
<u>Expenditures:</u>			
Current:			
Support services:			
Instructional staff	57,800	38,319	19,481
Excess of revenues over expenditures	-	19,481	19,481
Fund balance at beginning of year	-	-	-
Fund balance at end of year	\$ -	\$ 19,481	\$ 19,481

**Newark City School District**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance -**  
**Budget and Actual - Miscellaneous State Grants Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 162,500	\$ 185,417	\$ 22,917
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	101,000	999	100,001
Support services:			
Pupils	50,000	19,105	30,895
Instructional staff	32,670	28,772	3,898
Administration	11,351	8,123	3,228
Total support services	94,021	56,000	38,021
Total expenditures	195,021	56,999	138,022
Excess of revenues over (under) expenditures	(32,521)	128,418	160,939
<u>Other financing uses:</u>			
Refund of prior year receipts	(4,898)	(4,898)	-
Excess of revenues over (under) expenditures and other financing uses	(37,419)	123,520	160,939
Fund balance at beginning of year	36,812	36,812	-
Prior year encumbrances appropriated	719	719	-
Fund balance at end of year	\$ 112	\$ 161,051	\$ 160,939

**Newark City School District**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance -**  
**Budget and Actual - Title II Eisenhower Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 60,020	\$ 52,069	\$ (7,951)
<u>Expenditures:</u>			
Current:			
Support services:			
Instructional staff	72,639	59,556	13,083
Operation of non-instructional services:			
Food service operations	142	-	142
Community services	1,592	767	825
Total operation of non-instructional services	1,734	767	967
Total expenditures	74,373	60,323	14,050
Excess of revenues under expenditures	(14,353)	(8,254)	6,099
<u>Other financing sources (uses):</u>			
Refund of prior year expenditures	3,400	1,732	(1,668)
Refund of prior year receipts	(388)	(388)	-
Total other financing sources (uses)	3,012	1,344	(1,668)
Excess of revenues and other financing sources under expenditures and other financing uses	(11,341)	(6,910)	4,431
Fund balance at beginning of year	4,473	4,473	-
Prior year encumbrances appropriated	6,871	6,871	-
Fund balance at end of year	\$ 3	\$ 4,434	\$ 4,431

**Newark City School District**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance -**  
**Budget and Actual - Title VI-B Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 464,442	\$ 314,204	\$ (150,238)
<u>Expenditures:</u>			
Current:			
Instruction:			
Special	107,788	61,370	46,418
Support services:			
Pupils	14,256	7,350	6,906
Instructional staff	284,655	234,255	50,400
Administration	84,017	74,006	10,011
Total support services	382,928	315,611	67,317
Operation of non-instructional services:			
Community services	4,975	294	4,681
Total expenditures	495,691	377,275	118,416
Excess of revenues under expenditures	(31,249)	(63,071)	(31,822)
<u>Other financing sources (uses):</u>			
Refund of prior year receipts	(3,353)	(3,353)	-
Advances in	-	5,865	5,865
Total other financing sources (uses)	(3,353)	2,512	5,865
Excess of revenues and other financing sources under expenditures and other financing uses	(34,602)	(60,559)	(25,957)
Fund balance at beginning of year	25,349	25,349	-
Prior year encumbrances appropriated	9,253	9,253	-
Fund balance at end of year	\$ -	\$ (25,957)	\$ (25,957)



***Newark City School District***  
**Schedule of Revenues, Expenditures and Changes in Fund Balance -**  
**Budget and Actual - Title I Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 2,289,600	\$ 1,503,773	\$ (785,827)
<u>Expenditures:</u>			
Current:			
Instruction:			
Special	1,881,056	1,228,844	652,212
Support services:			
Pupils	25,000	2,800	22,200
Instructional staff	305,893	196,740	109,153
Administration	94,900	60,670	34,230
Fiscal	6,111	4,302	1,809
Pupil transportation	11,000	500	10,500
Total support services	442,904	265,012	177,892
Operation of non-instructional services:			
Community services:	28,050	22,421	5,629
Total expenditures	2,352,010	1,516,277	835,733
Excess of revenues under expenditures	(62,410)	(12,504)	49,906
Fund balance at beginning of year	38,780	38,780	-
Prior year encumbrances appropriated	26,055	26,055	-
Fund balance at end of year	<u>\$ 2,425</u>	<u>\$ 52,331</u>	<u>\$ 49,906</u>

**Newark City School District**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance -**  
**Budget and Actual - Title VI Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 81,000	\$ 62,944	\$ (18,056)
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	22,630	20,037	2,593
Special	6,604	6,604	-
Total instruction	29,234	26,641	2,593
Support services:			
Pupils	2,449	2,248	201
Instructional staff	70,680	54,982	15,698
Total support services	73,129	57,230	15,899
Operation of non-instructional services:			
Community services	10,917	10,529	388
Total expenditures	113,280	94,400	18,880
Excess of revenues under expenditures	(32,280)	(31,456)	824
<u>Other financing sources uses:</u>			
Refund of prior year receipts	(300)	(300)	-
Excess of revenues under expenditures and other financing uses	(32,580)	(31,756)	824
Fund balance at beginning of year	22,397	22,397	-
Prior year encumbrances appropriated	10,295	10,295	-
Fund balance at end of year	\$ 112	\$ 936	\$ 824

***Newark City School District***  
**Schedule of Revenues, Expenditures and Changes in Fund Balance -**  
**Budget and Actual - Drug Free Schools Program Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 93,600	\$ 70,258	\$ (23,342)
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	56,478	25,991	30,487
Support services:			
Pupils	33,522	30,453	3,069
Instructional staff	6,168	3,206	2,962
Administration	78	-	78
Operation and maintenance of plant	14,313	-	14,313
Pupil transportation	6,347	4,867	1,480
Total support services	60,428	38,526	21,902
Operation of non-instructional services:			
Community services	7,917	6,458	1,459
Total expenditures	124,823	70,975	53,848
Excess of revenues under expenditures	(31,223)	(717)	30,506
Fund balance at beginning of year	22,256	22,256	-
Prior year encumbrances appropriated	8,985	8,985	-
Fund balance at end of year	\$ 18	\$ 30,524	\$ 30,506

***Newark City School District***  
**Schedule of Revenues, Expenditures and Changes in Fund Balance -**  
**Budget and Actual - Preschool Grant Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 28,410	\$ 28,403	\$ (7)
<u>Expenditures:</u>			
Current:			
Instruction:			
Special	1,331	1,331	-
Support services:			
Instructional staff	29,985	28,772	1,213
Total expenditures	31,316	30,103	1,213
Excess of revenues under expenditures	(2,906)	(1,700)	1,206
<u>Other financing uses:</u>			
Refund of prior year receipts	(483)	(483)	-
Excess of revenues under expenditures and other financing uses	(3,389)	(2,183)	1,206
Fund balance at beginning of year	3,395	3,395	-
Fund balance at end of year	<u>\$ 6</u>	<u>\$ 1,212</u>	<u>\$ 1,206</u>

***Newark City School District***  
**Schedule of Revenues, Expenditures and Changes in Fund Balance -**  
**Budget and Actual - Telecommunications Act Grant Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 95,300	\$ 95,214	\$ (86)
<u>Expenditures:</u>			
Current:			
Support services:			
Central	223,999	198,313	25,686
Excess of revenues under expenditures	(128,699)	(103,099)	25,600
Fund balance at beginning of year	80,160	80,160	-
Prior year encumbrances appropriated	48,619	48,619	-
Fund balance at end of year	<u>\$ 80</u>	<u>\$ 25,680</u>	<u>\$ 25,600</u>

**Newark City School District**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance -**  
**Budget and Actual - Miscellaneous Federal Grants Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 423,000	\$ 274,920	\$ (148,080)
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	385,605	279,903	105,702
Support services:			
Pupils	2,500	2,350	150
Instructional staff	92,564	46,709	45,855
Administration	23,155	12,850	10,305
Central	2,440	2,440	-
Total support services	120,659	64,349	56,310
Operation of non-instructional services:			
Community services	3,002	3,000	2
Total expenditures	509,266	347,252	162,014
Excess of revenues under expenditures	(86,266)	(72,332)	13,934
<u>Other financing uses:</u>			
Refund of prior year receipts	(3,585)	(3,585)	-
Excess of revenues under expenditures and other financing uses	(89,851)	(75,917)	13,934
Fund balance at beginning of year	79,304	79,304	-
Prior year encumbrances appropriated	10,547	10,547	-
Fund balance at end of year	\$ -	\$ 13,934	\$ 13,934

## DEBT SERVICE FUND

The Debt Service Fund is used to account for the accumulation of resources and payment of general obligation bond principal and interest and certain other long-term obligations from governmental resources when the government is obligated in some manner for the payment. It is also used to account for the accumulation of resources and payment of general obligation notes payable, as required by Ohio Law.

Since there is only one Debt Service Fund and the level of budgetary control is not greater than that presented in the Combined Financial Statements, no additional financial statements are presented here.

## CAPITAL PROJECTS FUNDS

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

### Permanent Improvement

To account for the acquisition, construction, or improvement of capital facilities other than those financed by proprietary and trust funds.

### Vocational Education Equipment

To account for receipts and expenditures involved in upgrading and retaining out-of-school youths and adults for the purpose of improving their skills and knowledge in their occupations or planned occupations.

### SchoolNet

To account for monies received that are used to help the school district obtain computers and related educational technology equipment and or the necessary infrastructure for educational technology.

### Technology Equity

To account for monies received for technology equity funding to low-wealth School Districts for the purpose of purchasing computers and related equipment.

### Interactive Video Distance Learning

To account for State money used to finance the interactive video distance learning project.



**Newark City School District**  
**Combining Balance Sheet**  
**All Capital Projects Funds**  
**June 30, 2001**

	<u>Permanent Improvement</u>	<u>Vocational Education Equipment</u>	<u>SchoolNet</u>	<u>Technology Grant</u>	<u>Interactive Video Distance Learning</u>	<u>Total All Funds</u>
<u>Assets:</u>						
Equity in pooled cash and cash equivalents	\$ 615,643	\$ 5,834	\$ 88,801	\$ 447	\$ 15,104	\$ 725,829
Receivables:						
Taxes	<u>1,107,320</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,107,320</u>
Total assets	<u>\$ 1,722,963</u>	<u>\$ 5,834</u>	<u>\$ 88,801</u>	<u>\$ 447</u>	<u>\$ 15,104</u>	<u>\$ 1,833,149</u>
 <u>Liabilities and fund equity :</u>						
<u>Liabilities:</u>						
Accounts payable	\$ 54,218	\$ -	\$ 1,687	\$ 447	\$ -	\$ 56,352
Interfund payable	-	5,834	-	-	-	5,834
Deferred revenue	<u>710,564</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>710,564</u>
Total liabilities	<u>764,782</u>	<u>5,834</u>	<u>1,687</u>	<u>447</u>	<u>-</u>	<u>772,750</u>
 <u>Fund equity:</u>						
Fund balance:						
Reserved for encumbrances	294,465	-	16,319	-	-	310,784
Reserved for property taxes	396,757	-	-	-	-	396,757
Unreserved, undesignated	<u>266,959</u>	<u>-</u>	<u>70,795</u>	<u>-</u>	<u>15,104</u>	<u>352,858</u>
Total fund equity	<u>958,181</u>	<u>-</u>	<u>87,114</u>	<u>-</u>	<u>15,104</u>	<u>1,060,399</u>
Total liabilities and fund equity	<u>\$ 1,722,963</u>	<u>\$ 5,834</u>	<u>\$ 88,801</u>	<u>\$ 447</u>	<u>\$ 15,104</u>	<u>\$ 1,833,149</u>

**Newark City School District**  
**Combining Statement of Revenues, Expenditures**  
**and Changes in Fund Balances**  
**All Capital Projects Funds**  
**For the Fiscal Year Ended June 30, 2001**

	Permanent Improvement	Vocational Education Equipment	SchoolNet	Technology Grant	Interactive Video Distance Learning	Total All Funds
<u>Revenues:</u>						
Taxes	\$ 1,679,995	\$ -	\$ -	\$ -	\$ -	\$ 1,679,995
Intergovernmental	174,041	5,145	341,917	-	65,000	586,103
Total revenues	<u>1,854,036</u>	<u>5,145</u>	<u>341,917</u>	<u>-</u>	<u>65,000</u>	<u>2,266,098</u>
<u>Expenditures:</u>						
Current:						
Instruction:						
Regular	113,208	-	235,411	1,101	-	349,720
Vocational	-	5,145	-	-	-	5,145
Support services:						
Instructional staff	91,358	-	903	-	-	92,261
Administration	4,153	-	-	-	-	4,153
Fiscal	27,403	-	-	-	-	27,403
Business	1,353	-	-	-	-	1,353
Operation and maintenance of plant	147,233	-	-	-	-	147,233
Pupil transportation	243,455	-	-	-	-	243,455
Central	610	-	68,460	-	49,896	118,966
Operation of non- instructional services	1,142,789	-	-	-	-	1,142,789
Total expenditures	<u>1,771,562</u>	<u>5,145</u>	<u>304,774</u>	<u>1,101</u>	<u>49,896</u>	<u>2,132,478</u>
Excess of revenues over (under) expenditures	82,474	-	37,143	-	15,104	133,620
Fund balances at beginning of year	875,707	-	49,971	1,101	-	926,779
Fund balances at end of year	<u>\$ 958,181</u>	<u>\$ -</u>	<u>\$ 87,114</u>	<u>\$ -</u>	<u>\$ 15,104</u>	<u>\$ 1,060,399</u>

**Newark City School District**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance -**  
**Budget and Actual - Permanent Improvement Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Taxes	\$ 1,404,898	\$ 1,383,400	\$ (21,498)
Intergovernmental	171,008	174,041	3,033
Total revenues	<u>1,575,906</u>	<u>1,557,441</u>	<u>(18,465)</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	<u>154,452</u>	<u>146,592</u>	<u>7,860</u>
Support services:			
Pupils	2,296	2,294	2
Instructional staff	91,358	91,358	-
Administration	6,317	6,317	-
Fiscal	27,342	27,403	(61)
Business	1,353	1,353	-
Operation and maintenance of plant	148,256	147,537	719
Pupil transportation	243,455	243,455	-
Central	610	610	-
Total support services	<u>520,987</u>	<u>520,327</u>	<u>660</u>
Capital outlay	<u>1,484,417</u>	<u>1,449,116</u>	<u>35,301</u>
Total expenditures	<u>2,159,856</u>	<u>2,116,035</u>	<u>43,821</u>
Excess of revenues under expenditures	(583,950)	(558,594)	25,356
Fund balance at beginning of year	178,269	178,269	-
Prior year encumbrances appropriated	647,106	647,106	-
Fund balance at end of year	<u>\$ 241,425</u>	<u>\$ 266,781</u>	<u>\$ 25,356</u>

***Newark City School District***  
**Schedule of Revenues, Expenditures and Changes in Fund Balance -**  
**Budget and Actual - Vocational Education Equipment Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 7,000	\$ 5,145	\$ (1,855)
<u>Expenditures:</u>			
Current:			
Instruction:			
Vocational	12,834	5,145	7,689
Excess of revenues under expenditures	(5,834)	-	5,834
Fund balance at beginning of year	-	-	-
Prior year encumbrances appropriated	5,834	5,834	-
Fund balance at end of year	<u>\$ -</u>	<u>\$ 5,834</u>	<u>\$ 5,834</u>

***Newark City School District***  
**Schedule of Revenues, Expenditures and Changes in Fund Balance -**  
**Budget and Actual - SchoolNet Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 339,520	\$ 341,917	\$ 2,397
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	351,684	284,019	67,665
Support services:			
Instructional staff	3,500	903	2,597
Central	67,000	68,960	(1,960)
Total support services	70,500	69,863	637
Total expenditures	422,184	353,882	68,302
Excess of revenues under expenditures	(82,664)	(11,965)	70,699
<u>Other financing sources:</u>			
Refund of prior year expenditures	31,480	31,478	(2)
Excess of revenues and other financing sources over (under) expenditures	(51,184)	19,513	70,697
Fund balance at beginning of year	37,358	37,358	-
Prior year encumbrances appropriated	13,929	13,929	-
Fund balance at end of year	\$ 103	\$ 70,800	\$ 70,697

**Newark City School District**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance -**  
**Budget and Actual - Technology Equity Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Total revenues	\$ -	\$ -	\$ -
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	1,101	1,100	1
Excess of revenues under expenditures	(1,101)	(1,100)	1
Fund balance at beginning of year	853	853	-
Prior year encumbrances appropriated	248	248	-
Fund balance at end of year	<u>\$ -</u>	<u>\$ 1</u>	<u>\$ 1</u>

***Newark City School District***  
**Schedule of Revenues, Expenditures and Changes in Fund Balance -**  
**Budget and Actual - Interactive Video Distance Learning Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 65,000	\$ 65,000	\$ -
<u>Expenditures:</u>			
Current:			
Support services:			
Central	65,000	49,896	15,104
Excess of revenues over expenditures	-	15,104	15,104
Fund balance at beginning of year	-	-	-
Fund balance at end of year	\$ -	\$ 15,104	\$ 15,104

## ENTERPRISE FUNDS

Enterprise funds are established to account for operations that are financed and operated in a manner similar to private sector business where the intent is that the expense (including depreciation) of providing goods or services primarily or solely to the general public be financed or recovered primarily through user charges. The following are descriptions of each of the District's enterprise funds:

### Food Service

To account for all revenues and expenses related to the provision of food services, including breakfast and lunch, for the District students and staff.

### Rotary Special Services

To account for income and expenses made in connection with goods and services provided by the School District. The activities tend to be curricular in nature.



**Newark City School District**  
**Combining Balance Sheet**  
**All Enterprise Funds**  
**June 30, 2001**

	Food Service	Rotary Special Services	Total All Funds
<u>Assets:</u>			
<u>Current assets:</u>			
Equity in pooled cash and cash equivalents	\$ 575,804	\$ 35,329	\$ 611,133
Receivables:			
Accounts	1,797	-	1,797
Intergovernmental	101,613	-	101,613
Accrued interest	7,563	-	7,563
Inventory held for resale	22,527	-	22,527
Materials and supplies	3,753	-	3,753
Total current assets	<u>713,057</u>	<u>35,329</u>	<u>748,386</u>
<u>Non-current Assets:</u>			
Fixed assets, net of accumulated depreciation	221,431	-	221,431
Total assets	<u>\$ 934,488</u>	<u>\$ 35,329</u>	<u>\$ 969,817</u>
<u>Liabilities and fund equity :</u>			
<u>Current liabilities:</u>			
Accounts payable	\$ 5,505	\$ 1,132	\$ 6,637
Accrued wages	80,061	-	80,061
Intergovernmental payable	132,310	-	132,310
Deferred revenue	16,782	-	16,782
Total current liabilities	<u>234,658</u>	<u>1,132</u>	<u>235,790</u>
<u>Long-term liabilities</u>			
Compensated absences payable	39,006	-	39,006
Total liabilities	<u>273,664</u>	<u>1,132</u>	<u>274,796</u>
<u>Fund equity:</u>			
Retained earnings:			
Unreserved	660,824	34,197	695,021
Total liabilities and fund equity	<u>\$ 934,488</u>	<u>\$ 35,329</u>	<u>\$ 969,817</u>

***Newark City School District***  
**Combining Statement of Revenues,**  
**Expenses and Changes in Retained Earnings**  
**All Enterprise Funds**  
**For the Fiscal Year Ended June 30, 2001**

	Food Service	Rotary Special Services	Total All Funds
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<u>Operating revenues:</u>			
Sales	\$ 1,115,913	\$ 1,673	\$ 1,117,586
Other operating revenues	-	4,671	4,671
Total operating revenues	<u>1,115,913</u>	<u>6,344</u>	<u>1,122,257</u>
<u>Operating expenses:</u>			
Salaries	667,375	-	667,375
Fringe benefits	241,360	-	241,360
Purchased services	54,653	-	54,653
Material and supplies	163,622	-	163,622
Cost of sales	1,015,619	-	1,015,619
Depreciation	28,508	-	28,508
Capital outlay	85	3,700	3,785
Total operating expenses	<u>2,171,222</u>	<u>3,700</u>	<u>2,174,922</u>
Operating income (loss)	<u>(1,055,309)</u>	<u>2,644</u>	<u>(1,052,665)</u>
<u>Non-operating revenues:</u>			
Federal donated commodities	137,669	-	137,669
Operating grants	764,448	-	764,448
Interest	41,511	-	41,511
Total non-operating revenues	<u>943,628</u>	<u>-</u>	<u>943,628</u>
Net income (loss)	(111,681)	2,644	(109,037)
Retained earnings at beginning of year	772,505	31,553	804,058
Retained earnings at end of year	<u>\$ 660,824</u>	<u>\$ 34,197</u>	<u>\$ 695,021</u>

**Newark City School District**  
**Schedule of Revenues, Expenses and Changes in Fund Equity -**  
**Budget and Actual - Food Service Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Sales	\$ 875,000	\$ 1,114,344	\$ 239,344
Interest	40,000	40,492	492
Operating grants	895,000	662,835	(232,165)
Total revenues	<u>1,810,000</u>	<u>1,817,671</u>	<u>7,671</u>
<u>Expenses:</u>			
Operation and maintenance of plant	25,782	13,180	12,602
Food service operations	2,303,981	2,217,762	86,219
Total expenses	<u>2,329,763</u>	<u>2,230,942</u>	<u>98,821</u>
Excess of revenues under expenses	(519,763)	(413,271)	106,492
Fund equity at beginning of year	718,967	718,967	-
Prior year encumbrances appropriated	115,563	115,563	-
Fund equity at end of year	<u>\$ 314,767</u>	<u>\$ 421,259</u>	<u>\$ 106,492</u>

***Newark City School District***  
**Schedule of Revenues, Expenses and Changes in Fund Equity -**  
**Budget and Actual - Rotary Special Services Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Sales	\$ 3,000	\$ 1,673	\$ (1,327)
Charges for services	6,000	-	(6,000)
Other revenues	8,000	4,671	(3,329)
Total revenues	<u>17,000</u>	<u>6,344</u>	<u>(10,656)</u>
<u>Expenses:</u>			
Vocational instruction	1,500	295	1,205
Special instruction	4,100	2,223	1,877
Other operation of non-instructional services	550	-	550
Refund of prior year revenues	50	50	-
Total expenses	<u>6,200</u>	<u>2,568</u>	<u>3,632</u>
Excess of revenues over expenses	10,800	3,776	(7,024)
Fund equity at beginning of year	31,552	31,552	-
Fund equity at end of year	<u>\$ 42,352</u>	<u>\$ 35,328</u>	<u>\$ (7,024)</u>

**Newark City School District**  
**Combining Statement of Cash Flows**  
**All Enterprise Funds**  
**For the Fiscal Year Ended June 30, 2001**

	Food Service	Customer Service Rotary	Total All Funds
<u>Cash flows from operating activities:</u>			
Cash received from customers	\$ 1,114,344	\$ 1,673	\$ 1,116,017
Cash received from other operating sources	-	4,671	4,671
Cash payments to suppliers for goods and services	(1,089,555)	-	(1,089,555)
Cash payments to employees for services	(676,767)	-	(676,767)
Cash payments for employee benefits	(241,360)	-	(241,360)
Cash payments for other operating expenses	-	(2,568)	(2,568)
Net cash provided by (used for) operating activities	<u>(893,338)</u>	<u>3,776</u>	<u>(889,562)</u>
<u>Cash flows from noncapital financing activities:</u>			
Operating grants	662,835	-	662,835
Net cash provided by noncapital financing activities	<u>662,835</u>	<u>-</u>	<u>662,835</u>
<u>Cash flows from capital financing activities:</u>			
Acquisition of capital assets	(68,715)	-	(68,715)
Net cash used for capital financing activities	<u>(68,715)</u>	<u>-</u>	<u>(68,715)</u>
<u>Cash flows from investing activities:</u>			
Interest on investments	40,492	-	40,492
Net cash provided by investing financing	<u>40,492</u>	<u>-</u>	<u>40,492</u>
Net increase (decrease) in cash and cash equivalents	(258,726)	3,776	(254,950)
Cash and cash equivalents at beginning of year	834,530	31,553	866,083
Cash and cash equivalents at end of year	<u>\$ 575,804</u>	<u>\$ 35,329</u>	<u>\$ 611,133</u>
<u>Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:</u>			
Operating income (loss)	\$ (1,055,309)	\$ 2,644	\$ (1,052,665)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:			
Depreciation	28,508	-	28,508
Federal donated commodities	137,669	-	137,669
Change in assets and liabilities:			
(Increase) decrease in assets:			
Inventory	(2,226)	-	(2,226)
Accounts receivable	(1,569)	-	(1,569)
Increase (decrease) in liabilities:			
Accounts payable	5,470	1,132	6,602
Accrued wages	4,549	-	4,549
Compensated absences payable	(9,328)	-	(9,328)
Intergovernmental payable	(4,613)	-	(4,613)
Deferred revenue	3,511	-	3,511
Total adjustments	<u>161,971</u>	<u>1,132</u>	<u>163,103</u>
Net cash provided by (used for) operating activities	<u>\$ (893,338)</u>	<u>\$ 3,776</u>	<u>\$ (889,562)</u>

## INTERNAL SERVICE FUNDS

Internal service funds are used to account for the financing of goods or services provided by one fund of the District to other funds of the District on a cost reimbursement basis. The title of the fund indicates the type of service provided. The internal service funds are:

### Rotary

To account for income and expenses made in connection with goods and services provided by the District. Some activities using this fund are curricular in nature.

***Newark City School District***  
**Schedule of Revenues, Expenses and Changes in Fund Equity -**  
**Budget and Actual - Rotary Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Other revenues	\$ 8,544	\$ 11,847	\$ 3,303
<u>Expenses:</u>			
Support services - instructional staff	1,000	-	1,000
Other operation of non-instructional services	22,660	16,520	6,140
Total expenses	23,660	16,520	7,140
Excess of revenues under expenses	(15,116)	(4,673)	10,443
Operating transfers in	2,556	2,556	-
Excess of revenues and operating transfers under expenses	(12,560)	(2,117)	10,443
Fund equity at beginning of year	3,543	3,543	-
Prior year encumbrances appropriated	9,110	9,110	-
Fund equity at end of year	<u>\$ 93</u>	<u>\$ 10,536</u>	<u>\$ 10,443</u>

## TRUST AND AGENCY FUNDS

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

### EXPENDABLE TRUST

#### Special Trust

To account for assets held by the District in a trustee capacity for individuals and/or private organizations which benefit the student body or the local community.

### NONEXPENDABLE TRUST

#### Endowment

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

### AGENCY

#### Student Managed Activities

To account for those student activity programs which have student participation in the activity and have students involved in the management of the program.



**Newark City School District**  
**Combining Balance Sheet**  
**All Trust and Agency Funds**  
**June 30, 2001**

	Expendable Trust Fund	Nonexpendable Trust Fund	Agency Fund Student Managed	
	Special Trust	Endowment	Activity	Totals
<u>Assets and other debits:</u>				
<u>Assets:</u>				
Equity in pooled cash and cash equivalents	\$ 92,043	\$ 11,419	\$ 50,776	\$ 154,238
Receivables:				
Accounts	-	-	133	133
Total assets	<u>\$ 92,043</u>	<u>\$ 11,419</u>	<u>\$ 50,909</u>	<u>\$ 154,371</u>
 <u>Liabilities and fund equity :</u>				
<u>Liabilities:</u>				
Accounts payable	\$ 250	\$ -	\$ 502	\$ 752
Due to students	-	-	50,407	50,407
Total liabilities	<u>250</u>	<u>-</u>	<u>50,909</u>	<u>51,159</u>
 <u>Fund equity:</u>				
Fund balance:				
Reserved for encumbrances	7,818	-	-	7,818
Reserved for endowment	-	10,533	-	10,533
Unreserved, undesignated	83,975	886	-	84,861
Total fund equity	<u>91,793</u>	<u>11,419</u>	<u>-</u>	<u>103,212</u>
Total liabilities and fund equity	<u>\$ 92,043</u>	<u>\$ 11,419</u>	<u>\$ 50,909</u>	<u>\$ 154,371</u>

**Newark City School District**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance -**  
**Budget and Actual - Special Trust Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Interest	\$ -	\$ 2,658	\$ 2,658
Extracurricular activities	11,585	13,595	2,010
Miscellaneous	48,415	69,007	20,592
Total revenues	<u>60,000</u>	<u>85,260</u>	<u>25,260</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	<u>1,000</u>	<u>97</u>	<u>903</u>
Support services:			
Instructional staff	<u>89,138</u>	<u>88,492</u>	<u>646</u>
Operation of non-instructional services:			
Community services	3,750	3,080	670
Other operation of non-instructional services	32,895	18,417	14,478
Total operation of non-instructional services	<u>36,645</u>	<u>21,497</u>	<u>15,148</u>
Extracurricular activities	<u>8,400</u>	<u>1,200</u>	<u>7,200</u>
Capital outlay	<u>12,400</u>	<u>12,367</u>	<u>33</u>
Total expenditures	<u>147,583</u>	<u>123,653</u>	<u>23,930</u>
Excess of revenues under expenditures	(87,583)	(38,393)	49,190
Fund balance at beginning of year	118,285	118,285	-
Prior year encumbrances appropriated	4,083	4,083	-
Fund balance at end of year	<u>\$ 34,785</u>	<u>\$ 83,975</u>	<u>\$ 49,190</u>

***Newark City School District***  
**Schedule of Revenues, Expenses and Changes in Fund Equity -**  
**Budget and Actual - Endowment Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Interest	\$ 700	\$ 665	\$ (35)
<u>Expenses:</u>			
Other:			
Community services	700	700	-
Excess of revenues under expenses	-	(35)	(35)
Fund equity at beginning of year	11,454	11,454	-
Fund equity at end of year	<u>\$ 11,454</u>	<u>\$ 11,419</u>	<u>\$ (35)</u>

**Newark City School District**  
**Statement of Changes in Assets and Liabilities**  
**Agency Fund**  
**For the Fiscal Year Ended June 30, 2001**

	Beginning Balance July 1, 2000	Additions	Deductions	Ending Balance June 30, 2001
<u>Student Managed Activity</u>				
<u>Assets:</u>				
Equity in pooled cash and cash equivalents	\$ 75,339	\$ -	\$ 24,563	\$ 50,776
Accounts receivable	-	133	-	133
Total assets	<u>\$ 75,339</u>	<u>\$ 133</u>	<u>\$ 24,563</u>	<u>\$ 50,909</u>
<u>Liabilities:</u>				
Accounts payable	\$ 248	\$ 502	\$ 248	\$ 502
Intergovernmental	1,500	-	1,500	-
Due to students	73,591	1,881	25,065	50,407
Total liabilities	<u>\$ 75,339</u>	<u>\$ 2,383</u>	<u>\$ 26,813</u>	<u>\$ 50,909</u>

## GENERAL FIXED ASSETS ACCOUNT GROUP

General Fixed Assets is a balanced group of accounts used to establish control and accountability for the costs of all real property and movable equipment owned by the School Board. The investment in General Fixed Assets is carried until the disposition of the property and ownership is relinquished. Depreciation on fixed assets is not recorded.

***Newark City School District***  
**Schedule of General Fixed Assets by Source**  
**As of June 30, 2001**

General Fixed Assets:

Land and Land Improvements	\$ 1,041,509
Buildings	22,322,672
Furniture, Fixtures and Equipment	7,574,956
Vehicles	2,520,475
	<hr/>

Total General Fixed Assets \$ 33,459,612

Investment in General Fixed

Assets by Source:

General Fund	\$ 22,021,705
Special Revenue Funds	1,175,464
Capital Project Funds	10,009,519
Trust Funds	189,486
Agency Funds	3,459
Donations	59,979
	<hr/>

Total General Fixed Assets \$ 33,459,612

***Newark City School District***  
**Schedule of General Fixed Assets by Function and Activity**  
**As of June 30, 2001**

Function	Land and Land Improvements	Buildings	Furniture, Fixtures, and Equipment	Vehicles	Total
Instruction:					
Regular	\$ -	\$ 225,562	\$ 4,095,643	\$ -	\$ 4,321,205
Special	-	-	156,523	-	156,523
Vocational	-	-	73,577	-	73,577
Support services:					
Pupils	-	-	75,150	-	75,150
Instructional staff	-	-	989,613	-	989,613
Administrative	-	-	248,120	-	248,120
Fiscal	-	-	45,301	-	45,301
Business	-	-	54,465	-	54,465
Operation of maintenance of plant	43,683	35,774	654,010	210,435	943,902
Pupil transportation	-	13,600	127,615	2,293,540	2,434,755
Central	-	-	308,735	-	308,735
Operation of non-instructional services	-	171,226	126,403	-	297,629
Extracurricular activities	-	2,000	30,302	16,500	48,802
Capital outlay	997,826	21,874,510	589,499	-	23,461,835
Total General Fixed Assets	<u>\$ 1,041,509</u>	<u>\$ 22,322,672</u>	<u>\$ 7,574,956</u>	<u>\$ 2,520,475</u>	<u>\$ 33,459,612</u>

***Newark City School District***  
**Schedule of Changes in General Fixed Assets by Function**  
**For the Fiscal Year Ended June 30, 2001**

Function	Balance July 1, 2000	Additions	Deletions	Balance June 30, 2001
Instruction:				
Regular	\$ 4,061,237	\$ 273,722	\$ 13,754	\$ 4,321,205
Special	114,424	42,099	-	156,523
Vocational	66,855	6,722	-	73,577
Support services:				
Pupils	71,372	3,778	-	75,150
Instructional staff	545,991	443,622	-	989,613
Administrative	244,687	11,739	8,306	248,120
Fiscal	33,957	11,344	-	45,301
Business	48,147	6,318	-	54,465
Operation of maintenance of plant	503,586	454,218	13,902	943,902
Pupil transportation	2,091,772	422,587	79,604	2,434,755
Central	136,715	172,020	-	308,735
Operation of non-instructional services	211,075	86,554	-	297,629
Extracurricular activities	47,135	1,667	-	48,802
Capital outlay	22,670,979	790,856	-	23,461,835
Total General Fixed Assets	\$ 30,847,932	\$ 2,727,246	\$ 115,566	\$ 33,459,612



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## STATISTICAL SECTION



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**Newark City School District**

**General Governmental Revenues by Source and Expenditures by Function  
Last Ten Fiscal Years (1)**

	Fiscal Year Ended June 30, 2001	Fiscal Year Ended June 30, 2000	Fiscal Year Ended June 30, 1999	Fiscal Year Ended June 30, 1998
<u>Revenues:</u>				
Taxes	\$ 24,228,094	\$ 23,747,527	\$ 26,035,641	\$ 18,800,327
Intergovernmental	26,803,962	25,298,675	25,681,774	22,773,186
Interest	1,520,669	1,124,207	503,798	431,001
Tuition and fees	260,298	438,598	205,311	125,254
Extracurricular activities	190,378	204,676	212,225	229,016
Contributions and donations	103,445	-	-	-
Miscellaneous	448,289	244,781	229,101	399,652
Total revenues	<u>\$ 53,555,135</u>	<u>\$ 51,058,464</u>	<u>\$ 52,867,850</u>	<u>\$ 42,758,436</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	\$ 21,720,645	\$ 20,631,847	\$ 21,888,841	\$ 20,549,114
Special	4,433,452	4,419,359	4,479,888	4,226,510
Vocational	681,858	738,881	814,731	770,389
Other	77,775	16,931	18,324	19,223
Support services:				
Pupils	2,200,299	2,043,932	2,076,218	1,933,919
Instructional staff	2,598,403	2,387,454	2,631,328	2,235,914
Board of education	356,526	259,788	148,382	190,098
Administration	3,298,578	2,996,761	3,015,703	2,837,577
Fiscal	973,054	871,172	957,622	726,467
Business	755,938	715,093	734,962	674,968
Operation and maintenance of plant	4,321,346	3,858,886	3,928,499	4,001,293
Pupil transportation	1,965,737	1,581,473	1,461,624	1,679,680
Central	987,512	541,948	503,586	216,163
Operation of non-instructional services	640,510	686,457	621,231	
Extracurricular activities	690,814	722,558	738,505	525,897
Capital outlay	1,903,264	1,380,394	1,262,643	1,340
Intergovernmental	15,000	-		
Debt service	993,778	979,920	1,009,725	-
Total expenditures	<u>\$ 48,614,489</u>	<u>\$ 44,832,854</u>	<u>\$ 46,291,812</u>	<u>\$ 40,588,552</u>

Source: 2000-2001 School District financial records, 1992-1999 School District Audit Reports

Note: General Governmental includes all governmental funds

(1) 2001-1998 and 1996 reported on a GAAP basis, remaining years on a cash basis.

Fiscal Year Ended June 30, 1997	Fiscal Year Ended June 30, 1996	Fiscal Year Ended June 30, 1995	Fiscal Year Ended June 30, 1994	Fiscal Year Ended June 30, 1993	Fiscal Year Ended June 30, 1992
\$ 17,500,035	\$ 18,286,799	\$ 16,426,145	\$ 14,622,186	\$ 12,491,386	\$ 11,999,107
23,017,117	22,315,057	19,740,887	19,778,543	18,845,875	17,479,093
458,035	422,301	351,848	176,186	198,665	410,831
125,410	115,152	95,445	98,457	143,093	186,702
274,537	244,284	288,768	266,911	223,230	243,046
-	-	-	-	-	-
286,670	306,655	249,907	220,136	194,826	211,880
<u>\$ 41,661,804</u>	<u>\$ 41,690,248</u>	<u>\$ 37,153,000</u>	<u>\$ 35,162,419</u>	<u>\$ 32,097,075</u>	<u>\$ 30,530,659</u>
\$ 19,446,930	\$ 18,697,335	\$ 16,969,164	\$ 16,413,606	\$ 16,112,088	\$ 14,961,536
4,219,783	3,939,829	3,581,604	3,303,563	3,064,308	3,026,025
810,116	889,194	951,564	919,221	932,438	817,526
21,111	97,695	17,695	17,258	16,202	15,009
2,015,164	1,862,545	1,838,610	1,889,021	1,778,989	1,694,559
2,210,810	1,930,905	1,770,428	1,706,395	1,610,378	1,474,098
206,643	147,947	143,449	174,974	137,708	143,502
2,976,476	2,905,985	2,778,252	2,618,444	2,652,495	2,519,693
700,261	679,432	692,696	640,811	618,133	505,566
650,184	565,730	505,248	459,309	461,258	390,573
3,958,526	3,798,964	3,641,849	3,434,954	3,303,507	3,172,491
1,459,003	1,388,579	1,208,926	1,031,175	839,163	798,425
165,474	214,929	119,140	123,643	188,524	99,347
673,256	720,872	234,183	146,890	120,627	435,802
802,691	773,184	731,619	715,979	689,357	601,152
943,672	659,947	841,069	1,212,339	1,634,546	1,239,099
318,083	321,687	324,839	1,838,233	323,298	207,348
<u>\$ 41,578,183</u>	<u>\$ 39,594,759</u>	<u>\$ 36,350,335</u>	<u>\$ 36,645,815</u>	<u>\$ 34,483,019</u>	<u>\$ 32,101,751</u>

***Newark City School District***

**Property Tax Levies and Collections Real, Public Utility Tax and Tangible Personal Property (1)  
Last Ten Calendar Years**

<u>Year (2)</u>	<u>Current Levy</u>	<u>Delinquent Levy (3)</u>	<u>Total Levy</u>	<u>Current Collections</u>	<u>Percent of Current Levy Collected</u>	<u>Delinquent Collection</u>	<u>Total Collection</u>	<u>Total Collection as a Percent of Total Levy</u>	<u>Delinquent Taxes Receivable</u>
2000	\$ 16,481,808	\$ 918,277	\$ 17,400,085	\$ 15,589,000	94.58%	\$ 460,105	\$ 16,049,105	92.24%	\$ 1,350,980
1999	21,743,348	1,186,231	23,929,579	21,262,674	97.79%	682,721	21,945,395	91.71%	1,984,184
1998	20,680,453	1,787,841	22,468,294	20,363,419	98.47%	1,387,111	21,750,529	96.81%	717,765
1997	19,868,881	1,363,399	21,232,280	18,553,069	93.38%	768,138	19,321,207	91.00%	1,911,073
1996	19,348,475	1,046,280	20,394,755	18,700,500	96.65%	449,812	19,150,312	93.90%	1,244,443
1995	19,022,802	1,185,836	20,208,638	18,541,348	97.47%	630,993	19,172,341	94.87%	1,036,297
1994	18,581,194	978,991	19,560,185	17,841,342	96.02%	412,260	18,253,603	93.32%	1,306,582
1993	13,926,856	888,678	14,815,534	13,564,918	97.40%	348,153	13,913,071	93.91%	902,463
1992	13,947,969	911,729	14,859,698	13,615,787	97.62%	399,563	14,015,351	94.32%	844,347
1991	12,321,741	847,814	13,169,555	11,971,769	97.16%	410,298	12,382,067	94.02%	787,488

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

- (1) Includes Homestead/Rollback taxes assessed locally, but distributed through the State and reported as Intergovernmental Revenue.
- (2) Represents collection year. 2001 information cannot be presented because all collections have not been made by June 30.
- (3) This amount cannot be calculated based on other information in this statistical table because of retroactive additions and reductions which are brought on in one lump sum.

***Newark City School District***

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

Collection Year	Real Property (1)		Public Utility (2)		Tangible Personal Property (3)		Total	
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
2001	\$ 573,100,360	\$ 1,637,429,600	\$ 37,396,510	\$ 42,496,034	\$ 63,241,970	\$ 66,570,495	\$ 673,738,840	\$ 1,746,496,129
2000	568,452,510	1,624,150,029	35,724,640	40,596,182	56,445,250	225,781,000	660,622,400	1,890,527,210
1999	487,419,510	1,392,627,171	39,243,900	44,595,341	59,310,510	237,242,040	585,973,920	1,674,464,552
1998	469,045,480	1,340,129,943	39,180,720	44,523,545	60,571,730	242,286,920	568,797,930	1,626,940,408
1997	458,498,250	1,309,995,000	39,489,670	44,874,625	60,862,260	243,449,040	558,850,180	1,598,318,665
1996	407,054,230	1,163,012,086	40,906,460	46,484,614	59,988,990	239,955,960	507,949,680	1,449,452,659
1995	398,176,870	1,137,648,200	41,190,640	46,807,545	48,898,780	195,595,120	488,266,290	1,380,050,865
1994	388,652,490	1,110,435,686	40,608,850	46,146,420	52,400,810	209,603,240	481,662,150	1,366,185,346
1993	344,917,420	985,478,343	39,897,330	45,337,875	56,090,320	224,361,280	440,905,070	1,255,177,498
1992	340,014,790	971,470,829	38,874,010	44,175,011	52,321,420	209,285,680	431,210,220	1,224,931,520

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

(1) Real estate value is assessed at 35% of actual value.

(2) Public utility personal is assessed at 88% of actual value, prior to 1991 it was assessed at 100% of actual value.

(3) Tangible personal property is assessed at 95% of actual value, prior to 2001 it was assessed at 25% of actual value.

***Newark City School District***

**Property Tax Rates - Direct and Overlapping Governments**

**Last Ten Calendar Years**

<u>Collection Year</u>	<u>School Levy</u>	<u>County Levy</u>	<u>City Levy</u>	<u>Joint Vocational School</u>	<u>Total</u>
2001	31.22	7.20	3.70	2.00	44.12
2000	31.40	7.20	3.70	2.00	44.30
1999	31.40	7.20	3.70	2.00	44.30
1998	49.00	7.20	3.70	2.00	61.90
1997	49.00	7.20	3.70	2.00	61.90
1996	48.00	7.20	3.70	2.00	60.90
1995	48.00	6.70	3.70	2.00	60.40
1994	48.00	7.20	3.70	2.00	60.90
1993	47.80	7.20	3.70	2.00	60.70
1992	35.90	7.20	3.20	2.80	49.10

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



**Newark City School District**  
**Computation of Legal Debt Margin**  
**June 30, 2001**

Assessed Valuation (2001)	<u>\$ 673,738,840</u>
Bonded Debt Limit - 9% of Assessed Value (1)	<u>60,636,496</u>
Outstanding debt:	
Energy Conservation Bonds	110,000
Tax Anticipation Notes	1,755,000
Library Facility Notes	6,964,928
Less: Amount available in debt service fund	<u>(589,515)</u>
Total outstanding debt	<u>\$ 8,240,413</u>
Voted Debt Margin	<u><u>\$ 52,396,083</u></u>
Bonded Debt Limit - .10% of Assessed Value (1)	<u>673,739</u>
Outstanding debt:	
Energy Conservation Bonds	110,000
Tax Anticipation Notes	1,755,000
Library Facility Notes	6,964,928
Less: Amount available in debt service fund	<u>(589,515)</u>
Total outstanding debt	<u>\$ 8,240,413</u>
Less exemptions:	
Energy Conservation Bonds	110,000
Tax Anticipation Notes	1,755,000
Library Facility Notes	6,964,928
Less: Amount available in debt service fund	<u>(589,515)</u>
Total exemptions	<u>\$ 8,240,413</u>
Unvoted Debt Margin	<u><u>\$ 673,739</u></u>

Source: Licking County Auditor and School District financial records.

(1) Ohio Bond Law sets a limit of 9% of assessed value for voted debt and 1/10 of 1% for unvoted debt. All School District debt subject to the limitation is voted.

***Newark City School District***

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

<u>Collection Year</u>	<u>Net General Obligation Bonded Debt (1)</u>	<u>Assessed Value</u>	<u>Population (2)</u>	<u>Ratio of Net Debt to Assessed Value</u>	<u>Net Debt Per Capita</u>
2001	\$ 8,240,413	\$ 673,738,840	46,279	1.22%	\$178.06
2000	8,006,606	660,622,400	44,389	1.21%	180.37
1999	8,495,000	585,973,920	44,389	1.45%	191.38
1998	11,329,928	568,797,930	44,389	1.99%	255.24
1997	1,210,000	558,850,180	44,389	0.22%	27.26
1996	1,445,000	507,949,680	44,389	0.28%	32.55
1995	1,670,000	488,266,290	44,389	0.34%	37.62
1994	1,885,000	481,662,150	44,389	0.39%	42.47
1993	1,965,000	440,905,070	44,389	0.45%	44.27
1992	2,155,000	431,210,220	44,389	0.50%	48.55

Source: Licking County Auditor, School District records, and School District Audit Reports

(1) No debt is applicable to enterprise funds.

(2) Population data for 1990 through 1999 was assumed to be the same as the 1990 census as interim data was not available.

***Newark City School District***

**Ratio of Annual Debt Service Expenditures for  
General Obligation Bonded Debt to Total Governmental Expenditures  
Last Ten Fiscal Years**

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>	<u>Total Governmental Expenditures</u>	<u>Ratio of Debt Service to Governmental Expenditures (Percentages)</u>
2001	\$ 510,000	\$ 351,813	\$ 861,813	\$ 48,614,489	1.77%
2000	485,000	377,850	862,850	44,832,854	1.92%
1999	460,000	549,725	1,009,725	46,291,812	2.18%
1998	250,000	213,202	463,202	40,588,552	1.14%
1997	235,000	83,083	318,083	41,578,183	0.77%
1996	225,000	96,733	321,733	39,594,759	0.81%
1995	215,000	109,839	324,839	36,350,335	0.89%
1994	200,000	121,983	321,983	36,645,815	0.88%
1993	190,000	133,298	323,298	34,483,019	0.94%
1992	115,000	92,348	207,348	32,101,751	0.65%

Source: School District records and Audit Reports

***Newark City School District***  
**Demographic Statistics**

<u>Selected Population Characteristic</u>	<u>2000</u>	<u>1990</u>
<u>Gender</u>		
Male	21,883	20,828
Female	24,396	23,561
<u>Age Distribution</u>		
Under 5 years	3,481	3,554
5 to 20 years	9,573	9,855
21 to 24 years	3,051	2,508
25 to 44 years	13,507	13,809
45 to 54 years	5,893	4,132
55 to 64 years	3,885	3,819
65 to 74 years	3,342	3,539
75 years and older	3,547	3,173
Percent of population under 20	28.21%	30.21%
Percent of population 65 and older	14.89%	15.12%
<u>Race</u>		
White	43,560	42,605
Black	1,435	1,424
Other	1,284	360

Source: U.S. Bureau of the Census

***Newark City School District***  
**Property Values, Bank Deposits and Construction**  
**Last Ten Calendar Years**

Year	Total Assessed Values	Certified Bank Deposits (1)	Value of New Construction
2000	\$ 660,622,400	\$ 1,188,718,000	\$ 47,766,585 (2)
1999	585,973,920	1,166,894,000	22,833,197 (2)
1998	568,797,930	861,662,000	32,478,869 (2)
1997	558,850,180	789,385,000	51,554,923 (2)
1996	507,949,680	711,043,000	175,928,781 (2)
1995	488,266,290	697,375,000	111,520,794 (2)
1994	481,662,150	614,663,000	132,572,296 (2)
1993	440,905,070	576,683,000	61,596,368 (2)
1992	431,210,220	569,115,000	20,824,629
1991	425,673,910	540,688,000	24,911,924

Source: Licking County Auditor, Federal Reserve Bank of Cleveland, City of Newark,  
 Comprehensive Annual Financial Report

Data is presented on a calendar year basis because that is the manner in which the data is maintained.

(1) In 1991 bank deposits decreased significantly due to the buyout of The Central Trust Company.

(2) Includes all of Licking County

**Newark City School District**

**Principal Taxpayers**

Top Taxpayers	Assessed Valuations					Estimated Actual Valuations			
	Real Property	Tangible Personal	Public Utility	Total	Percent of Total	Real Property	Tangible Personal	Public Utility	Total
1. Owens Corning, Inc.	\$ 3,348,700	\$ 16,695,230	\$ -	\$ 20,043,930	3.03%	\$ 9,567,714	\$ 17,573,926	\$ -	\$ 27,141,640
2. Ohio Power Company	-	-	19,910,600	19,910,600	3.01%	-	-	22,625,682	22,625,682
3. Alltel Ohio, Inc.	-	7,710	7,396,050	7,403,760	1.12%	-	8,116	8,404,602	8,412,718
4. National Gas & Oil	-	-	5,972,590	5,972,590	0.90%	-	-	6,787,034	6,787,034
5. Holophane Lighting Inc.	1,747,550	4,011,220	-	5,758,770	0.87%	4,993,000	4,222,337	-	9,215,337
6. State Farm Mutual Auto Ins.	5,191,910	-	-	5,191,910	0.79%	14,834,029	-	-	14,834,029
7. Columbia Gas	-	-	3,326,210	3,326,210	0.50%	-	-	3,779,784	3,779,784
8. Southgate Co Ltd Ptrn	2,424,370	-	-	2,424,370	0.37%	6,926,771	-	-	6,926,771
9. Thrifty Ohio Inc.	1,794,630	-	-	1,794,630	0.27%	5,127,514	-	-	5,127,514
10. Two Holdings Inc.	1,609,510	-	-	1,609,510	0.24%	4,598,600	-	-	4,598,600
<b>Total Top Ten Taxpayers</b>	<b>\$ 16,116,670</b>	<b>\$ 20,714,160</b>	<b>\$ 36,605,450</b>	<b>\$ 73,436,280</b>	<b>11.12%</b>	<b>\$ 46,047,628</b>	<b>\$ 21,804,379</b>	<b>\$ 41,597,102</b>	<b>\$ 109,449,109</b>
<b>Total All Assessed Valuations</b>	<b>568,452,510</b>	<b>56,445,250</b>	<b>35,724,640</b>	<b>660,622,400</b>	<b>100.00%</b>				

***Newark City School District***  
**Computation of Direct and Overlapping Bonded Debt**  
**June 30, 2001**

<u>Jurisdiction</u>	<u>Assessed Valuation</u>	<u>Net General Tax Supported Debt (1)</u>	<u>Percent Overlapping (2)</u>	<u>Amount Applicable Newark City School District</u>
Newark City School District	\$ 673,738,840	\$ 8,240,413	100.00%	\$ 8,240,413
City of Newark	654,701,680	21,309,581	97.17%	20,707,458
Licking County	2,618,762,440	<u>15,282,138</u>	25.73%	<u>3,931,693</u>
		<u>\$ 44,832,132</u>		<u>\$ 32,879,564</u>

Sources: Licking County Auditor

**Newark City School District**

**Miscellaneous Statistics**

**Last Ten Fiscal Years (1)**

	<u>Fiscal Year Ended June 30, 2000</u>	<u>Fiscal Year Ended June 30, 1999</u>	<u>Fiscal Year Ended June 30, 1998</u>	<u>Fiscal Year Ended June 30, 1997</u>
Fall Enrollment	7,137	7,406	7,539	7,548
<u>Demographic Data:</u>				
Average Income	\$ 25,440	\$ 29,940	\$ 29,940	\$ 28,164
Property Valuation/Pupil	83,110	77,229	74,555	67,720
<u>Fiscal Data:</u>				
Effective Mills	30.21	30.21	30.33	33.70
Average Teacher Salary	\$ 40,102	\$ 39,528	\$ 38,215	\$ 35,118
<u>Staff Data:</u>				
Percent of Teachers With No Degree	0.00%	0.00%	0.00%	0.00%
Percent of Teachers With Bachelor Degree	55.64%	61.67%	25.65%	27.25%
Percent of Teachers With Masters Degree	44.36%	38.33%	36.96%	34.72%
Average Teacher Experience (yrs.)	14.60	14.80	14.30	15.00
<u>Output:</u>				
Pupil Attendance Rate	93.40%	92.80%	92.60%	92.84%
Staff Attendance Rate	96.70%	96.00%	95.91%	95.80%
Graduation Rate	71.80%	72.90%	75.60%	63.79%

Source: Ohio Department of Education and School District records

Output for 1999-2000 provided by School District Report Card

(1) Information not available for 2001



Fiscal Year Ended June 30, 1996		Fiscal Year Ended June 30, 1995		Fiscal Year Ended June 30, 1994		Fiscal Year Ended June 30, 1993		Fiscal Year Ended June 30, 1992		Fiscal Year Ended June 30, 1991	
	7,782		7,826		7,967		8,109		7,976		7,866
\$	27,471	\$	26,435	\$	26,602	\$	25,506	\$	25,506	\$	24,473
	64,431		61,896		55,709		53,517		53,691		50,929
	33.70		33.50		38.58		29.21		28.83		33.70
\$	34,195	\$	32,931	\$	32,020	\$	31,933	\$	30,332	\$	28,892
	0.00%		0.00%		0.00%		0.00%		0.00%		0.87%
	30.41%		31.66%		31.97%		51.59%		38.11%		38.56%
	33.48%		33.91%		33.78%		22.79%		27.75%		26.50%
	14.20		14.10		13.90		15.20		13.90		13.70
	92.32%		92.89%		92.99%		93.86%		94.97%		93.18%
	95.83%		96.03%		96.46%		97.55%		96.82%		97.19%
	61.87%		78.21%		72.01%		84.10%		77.04%		85.50%



STATE OF OHIO  
OFFICE OF THE AUDITOR  

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JIM PETRO, AUDITOR OF STATE

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**NEWARK CITY SCHOOL DISTRICT**

**LICKING 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  
NOVEMBER 27, 2001**