



JIM PETRO
AUDITOR OF STATE

STATE OF OHIO

**WESTERN BROWN LOCAL SCHOOL DISTRICT
BROWN COUNTY**

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**WESTERN BROWN LOCAL SCHOOL DISTRICT
BROWN COUNTY**

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

Federal Grantor/ Pass Through Grantor Program Title	Pass Through Entity Number	Federal CFDA Number	Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
U.S. DEPARTMENT OF AGRICULTURE						
<i>Passed Through Ohio Department of Education:</i>						
Nutrition Cluster:						
Food Distribution Program	N/A	10.550	\$0	\$68,243	\$0	\$79,755
National School Lunch Program	03-PU-99	10.555	15,930	0	15,930	0
	03-PU-00	10.555	46,345	0	46,345	0
	04-PU-99	10.555	51,366	0	51,366	0
	04-PU-00	10.555	153,110	0	153,110	0
			<u>266,751</u>	<u>0</u>	<u>266,751</u>	<u>0</u>
Total U.S. Department of Agriculture - Nutrition Cluster			<u>266,751</u>	<u>68,243</u>	<u>266,751</u>	<u>79,755</u>
U.S. DEPARTMENT OF EDUCATION						
<i>Passed Through Ohio Department of Education:</i>						
Special Education Grants to States	6B-SF-99	84.027	0	0	7,643	0
	6B-SF-00	84.027	138,795	0	129,848	0
			<u>138,795</u>	<u>0</u>	<u>137,491</u>	<u>0</u>
Title I Grants to Local Educational Agencies	C1-S1-99	84.010	0	0	33,015	0
	C1-S1-00	84.010	286,830	0	274,714	0
			<u>286,830</u>	<u>0</u>	<u>307,729</u>	<u>0</u>
Innovative Educational Program Strategies	C2-S1-99	84.298	2,059	0	8,002	0
	C2-S1-00	84.298	16,242	0	550	0
			<u>18,301</u>	<u>0</u>	<u>8,552</u>	<u>0</u>
Safe and Drug Free Schools and Communities - State Grants	DR-S1-99	84.186	0	0	8,883	0
	DR-S1-00	84.186	14,058	0	7,573	0
			<u>14,058</u>	<u>0</u>	<u>16,456</u>	<u>0</u>
Eisenhower Professional Development - State Grants	MS-S1-00	84.281	13,593	0	13,593	0
Comprehensive School Reform	RF-S1-99	84.332	125,000	0	99,252	0
	RF-S1-00	84.332	62,500	0	0	0
			<u>187,500</u>	<u>0</u>	<u>99,252</u>	<u>0</u>
Reading Excellence Reform	RN-S1-00	84.338	60,653	0	0	0
Title VI-R Class Size Reduction	CR-S1-00	84.340	60,912	0	60,912	0
Total Department of Education			<u>780,642</u>	<u>0</u>	<u>643,985</u>	<u>0</u>
TOTAL FEDERAL ASSISTANCE			<u>\$1,047,393</u>	<u>\$68,243</u>	<u>\$910,736</u>	<u>\$79,755</u>

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

**WESTERN BROWN LOCAL SCHOOL DISTRICT
BROWN COUNTY**

**NOTES TO THE SCHEDULE OF FEDERAL AWARDS EXPENDITURES
JUNE 30, 2000**

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B - NUTRITION CLUSTER

Nonmonetary assistance, such as food received from the U.S. Department of Agriculture, is reported in the Schedule at the fair market value of the commodities received and consumed. Cash receipts from the U.S. Department are commingled with State grants. It is assumed federal monies are expended first. At June 30, 2000, the District had an insignificant amount of food commodities in their inventory.



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

Western Brown Local School District
Brown County
211 South High Street
Mt. Orab, Ohio 45154

To the Board of Education:

We have audited the financial statements of Western Brown Local School District, Brown County, Ohio (the District), as of and for the fiscal year ended June 30, 2000, and have issued our report thereon dated February 22, 2001, in which we noted the District adopted Governmental Accounting Standards Board Statement numbers 33, 34, 36, interpretation 6, and changed the method of estimating compensated absences from the vesting method to the termination method. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*. However, we noted certain immaterial instances of noncompliance that we have reported to management of the District in a separate letter dated February 22, 2001.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that do not require inclusion in this report, that we have reported to management of the District in a separate letter dated February 22, 2001.

Western Brown Local School District
Brown County
Report on Compliance and on Internal Control Required by
Government Auditing Standards
Page 2

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

Jim Petro
Auditor of State

February 22, 2001



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

Western Brown Local School District
Brown County
211 South High Street
Mt. Orab, Ohio 45154

To the Board of Education:

Compliance

We have audited the compliance of Western Brown Local School District, Brown County, Ohio (the District), with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement* that are applicable to its major federal program for the fiscal year ended June 30, 2000. The District's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal programs is the responsibility of the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

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

In our opinion, the District complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the fiscal year ended June 30, 2000.

Internal Control Over Compliance

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

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

Schedule of Federal Awards Expenditures

We have audited the basic financial statements of the District as of and for the year ended June 30, 2000, and have issued our report thereon dated February 22, 2001, wherein we noted the District adopted Governmental Accounting Standards Board Statement numbers 33, 34, 36, interpretation 6, and changed the method of estimating compensated absences from the vesting method to the termination method. Our audit was performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying schedule of federal awards expenditures is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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

Jim Petro
Auditor of State

February 22, 2001

**WESTERN BROWN LOCAL SCHOOL DISTRICT
BROWN COUNTY**

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

1. SUMMARY OF AUDITOR'S RESULTS

(d)(1)(i)	Type of Financial Statement Opinion	Unqualified
(d)(1)(ii)	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(1)(ii)	Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Was there any reported material non-compliance at the financial statement level (GAGAS)?	No
(d)(1)(iv)	Were there any material internal control weakness conditions reported for major federal programs?	No
(d)(1)(iv)	Were there any other reportable internal control weakness conditions reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unqualified
(d)(1)(vi)	Are there any reportable findings under § .510?	No
(d)(1)(vii)	Major Programs (list):	Title I Grants to Local Education Agencies - CFDA #84.010
(d)(1)(viii)	Dollar Threshold: Type A\B Programs	Type A > \$300,000 Type B - all other programs
(d)(1)(ix)	Low Risk Auditee?	Yes

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

None

3. FINDINGS FOR FEDERAL AWARDS

None

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WESTERN BROWN
LOCAL SCHOOL DISTRICT
MT. ORAB, OHIO

COMPREHENSIVE ANNUAL
FINANCIAL REPORT

FOR THE FISCAL YEAR
ENDED JUNE 30, 2000

INTRODUCTORY SECTION

WESTERN BROWN LOCAL SCHOOL DISTRICT

MT. ORAB, OHIO

*COMPREHENSIVE ANNUAL
FINANCIAL REPORT*

FOR THE FISCAL YEAR ENDED JUNE 30, 2000

Issued by:
Treasurer's Office

Denny Dunlap, Treasurer

Western Brown Local School District
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WESTERN BROWN SCHOOLS

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February 22, 2001

BOARD OF EDUCATION

James W. Herrmann
President

Anna M. Robinson
Vice-President

Gene Butts

William H. Neal

Bruce S. Wallace

Denny Dunlap, CPA
Treasurer

Michael Wells
Superintendent

Eva M. Lanter
Secretary

Jeffrey Royalty
Administrative Assistant

Kendra Byrd
Special Education
Coordinator

Dan Colonel
Buildings and Grounds

Joe Howser
Transportation Supervisor

Billy Brandenburg
Building Project Coordinator

To the Citizens and
Board of Education of the
Western Brown Local School District

I am pleased to present the Comprehensive Annual Financial Report (CAFR) of the Western Brown Local School District (the "School District") for the fiscal year ended June 30, 2000. This Comprehensive Annual Financial Report contains financial statements, supplemental statements and statistical information, providing complete and full disclosure of all material financial aspects of the School District for the 2000 fiscal year.

The School District is responsible for the accuracy, completeness, and fairness of the data presented. To the best of our knowledge and belief, this report and the enclosed data are accurate in all material aspects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds of the School District. We have included all disclosures necessary to enable the reader to gain an understanding of the School District's financial activities. This report is prepared in conformity with generally accepted accounting principles as set forth by the Governmental Accounting Standards Board (GASB) and other recognized authoritative sources.

The Comprehensive Annual Financial Report is divided into three sections:

The **Introductory Section** includes a table of contents, this transmittal letter, a list of principal officials, the School District's organization chart, the School District's consultants and advisors, the GFOA and ASBO certificates the School District received for the June 30, 1999 CAFR, and the School District's strategic plan.

The **Financial Section** includes the independent accountants' report on the financial statements, management's discussion and analysis, basic financial statements, notes to the basic financial statements, and the combining statements for nonmajor funds and other schedules that provide detailed information relative to the basic financial statements.

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

The School District provides a full range of traditional and non-traditional educational programs and services. These include elementary and secondary curriculum offerings at general, college preparatory and vocational levels; a broad range of co-curricular and extracurricular activities and special education programs.

FORM OF GOVERNMENT AND REPORTING ENTITY

The Board of Education of the Western Brown Board of Education is a five member body politic and corporate, as defined by Section 3313.02, Ohio Revised Code. The Board serves as the taxing authority, contracting body, policy maker, and ensures that all other general laws of the State of Ohio are followed in the expenditure of the School District's tax dollars, and approves the annual appropriation resolution.

The current Board members, their terms and years on the Board as of June 30, 2000, are:

<u>Board Member</u>	<u>Current Term</u>	<u>Total Years</u>
Gene Butts	Jan. 1998 - Dec. 2001	6 - 1/2
Jim Herrmann	Jan. 2000 - Dec. 2003	8 - 1/2
William Neal	Jan. 2000 - Dec. 2003	8- 1/2
Anna Robinson	Jan. 2000 - Dec. 2003	8- 1/2
Bruce Wallace	Jan. 1998 - Dec. 2001	15-1/3

The Superintendent is the chief executive officer of the School District and is responsible directly to the Board for all operations, except financial operations, of the School District. Michael E. Wells was initially appointed Superintendent on August 1, 1994. His current three year contract will expire on July 31, 2002.

The Treasurer is the chief financial officer of the School District and is directly responsible to the Board for all financial operations, investments, and the custody of all School District funds and assets. The Treasurer also serves as Secretary to the Board. Denny Dunlap was initially appointed Treasurer on March 12, 1991. His contract was renewed on October 31, 2000, for a period of four years to expire on December 31, 2004.

A reporting entity is comprised of the primary government, component units, and other organizations that are included to insure that the financial statements are not misleading. The primary government of the School District consists of all funds, departments, boards, and agencies that are not legally separate from the School District. This includes general operations, food service, 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 organization's 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 organization's 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. The School District has no component units.

The Village of Mt. Orab, the Village of Hamersville, Alumni Associations and Parent Teacher Organizations perform activities within the School District's boundaries for the benefit of its residents, but are excluded from the accompanying financial statements because the School District is not financially accountable for these entities nor are they fiscally dependent on the School District. The School District participates in two jointly governed organizations, one public entity shared risk pool and one insurance purchasing pool. These organizations are the South Central Ohio Computer Association (SCOCA), Hopewell Special Education Regional Resource Center (Hopewell), Brown County Schools Benefits Consortium, and the Ohio School Boards Association Workers' Compensation Group Rating Plan. These organizations are presented in Notes 17, 18 and 19 to the basic financial statements.

ECONOMIC CONDITION AND OUTLOOK

The Western Brown Local School District is located in the Northwest corner of Brown County, approximately 35 miles east of Cincinnati. The School District is within a rural setting and has two population centers: Mt. Orab and Hamersville. The once small, isolated farming communities are a natural attraction to those moving away from the city. Mt. Orab is just off the Appalachian Highway on U.S. 68, a 40-minute drive from Cincinnati and a 20-minute drive to Eastgate Mall. Hamersville is next to the Clermont County line and has access to Cincinnati by S.R. 125.

The economic conditions of the communities are excellent. Residential development continues to keep pace with the steady flow of people moving here from the Cincinnati area. . Developers are purchasing large tracts of land and developing these sites with homes in the price range of \$90,000-\$200,000. Thus, the economic outlook is even more promising than the current conditions.

THE SCHOOL DISTRICT AND ITS FACILITIES

The School District served 3,381 students during the 2000 fiscal year. School District facilities include one senior high school (9-12), and two buildings that serve grades K-8, one at Mt. Orab and one at Hamersville. The Western Brown High School was constructed in 1957 with additions in 1971, 1984, and 1992; Hamersville Elementary School was constructed in 1922, with additions in 1940, 1957, 1960, and 1965; and Mt. Orab Elementary School was constructed in 1971 with an addition in 1988.

Since 1992, the School District has secured thirty-two modular classrooms to accommodate the student population growth and to keep our student/teacher ratio approximately 20 to 1.

On June 2, 1997, the School District received confirmation from the Ohio Department of Education, School Finance, announcing that the School District became eligible for a construction project with State school building assistance funding.

On November 4, 1997, the residents of Western Brown approved a bond issue for the local share of the construction project. A new high school and a new K-8 in Hamersville will be built, and additions and renovations will revitalize the Mt. Orab elementary school and current high school. The current high school will be converted to a 5-8 middle school for Mt. Orab students.

The following is a representation of the estimated costs for the new construction.

New Western Brown High School (Grades 9-12)	\$23,793,776
New Hamersville School (Grades K-8)	15,961,402
Mt. Orab Middle School (Additions & Renovations)	7,455,560
Mt. Orab Elementary (Additions & Renovations)	<u>6,394,915</u>
Estimated Total Project Budget	<u>\$53,605,653</u>
State Share	\$46,441,053
Local Share	<u>7,164,600</u>
Total	<u>\$53,605,653</u>

EMPLOYEE RELATIONS

The School District currently employs 298 full-time and part-time employees. Since 1991, the School District's enrollment has increased from 2,793 to the current enrollment of 3,381. It is expected that the School District's enrollment will continue to increase.

There are two labor organizations representing School District employees.

The School District teachers, educational specialist, and counselors are represented by the Western Brown Education Association (WBEA). The Board and WBEA have entered into a three year agreement on language and a two year agreement on wages and benefits. The Board and WBEA agreed on a 4 ½% base wage increase for the 2000-2001 school year.

Classified employees are represented by the Western Brown School Employees Organization (WBSEO). The Board and WBSEO agreed on a 4 ½% base wage increase for the 2000-2001 school year.

The School District's administrators, supervisors and office personnel are not organized. Administrators typically receive the same benefits extended to WBEA. Supervisors and office personnel typically receive the same benefits extended to WBSEO.

MAJOR INITIATIVES

The School District focused on three major areas during the 1999-2000 school year. Those areas were improving educational opportunities for students, continued planning of the building project, and increasing revenue for athletic funding. Our efforts in these areas were positive, but continued strides must be made to be successful.

Striving for educational excellence continues to be Western Brown's primary goal. Our District met 12 of 27 standards on the State Report Card - an increase of 33 percent over the 1998-1999 school year. While we are extremely pleased with the improvement, we will not be satisfied until our state rating is at the Effective level (meeting 26 or more of the 27 standards).

In our effort to increase reading proficiency, we continued with the Early I.D. Kindergarten Program and the Accelerated Reader Program. Both programs have proven to be successful for many students. As a result, the Accelerated Reader Program was implemented in grades 5 through 12 this year. A partnership was formed with the Brown County Library System to continue the Accelerated Reader Program during the summer months so students could continue their reading progress.

Our twelfth grade students performed quite well on the State Twelfth Grade Proficiency Test. Forty-four percent of our seniors passed all parts of the test which qualified each of them for a \$500 scholarship from the State of Ohio. Our graduating class increased its passage rate on the test by 13% over the previous year. Overall our graduates received in excess of \$500,000 in scholarships to continue their education.

The increase of technology in our District was quite evident. A School District website (wbweb.wb.k12.oh.us) was created to provide information on activities taking place within the School District. Each building created their own unique web page that is linked to the School District website. Although certain areas are still under construction, valuable information is still available. Links to various other websites related to the building project are also provided on the School District website.

Western Brown also began interactive video distance learning (IVDL). This lab permits students to participate in classes from other schools, take field trips by video, and hold meetings with other organizations. Plans for the 2000-2001 school year include use of the IVDL Program to provide advanced placement courses throughout all Brown County Schools. The possibilities seem limitless for this new technology.

The new building project was on the minds of everyone as we began the 1999-2000 school year. Construction of the two new buildings and two additions continued throughout the year. Everyone was very excited to see footers and floors being poured and block and brick walls being constructed. The two new buildings (the high school and Hamersville Elementary/ Middle School) were well underway by the end of the school year.

In its search for excellence, Western Brown relies heavily on grants and entitlements to improve its services to students. The District received \$1,890,927 in state/federal grants and entitlements for a variety of programs to assist its students. From these monies, the District supported special education programs, remedial and enrichment programs, various reading programs, staff professional development, technology support and training, health services planning grant, school safety programs, and numerous other programs. Some of these grants carried over to the 2000-2001 school year for implementation.

In addition to the grants and entitlements, Western Brown sought additional funding through competitive bidding of its soft drink sales. The Coca-Cola Company committed a higher amount of funding to the District for its business. From these funds, the District will provide a scholarship for its graduating salutatorian, and scoreboards and equipment for athletics. By using the funds from the Coca-Cola Company, Western Brown will not have to use District funds for those purchases.

The scoreboard advertising of area businesses will continue the flow of funding for the District athletic programs which also alleviates the District from some of the costs associated with the sports programs. Our students do not have to pay any fees to participate in school athletic programs.

Western Brown Local School District looks forward to the future. In the next few years, all of our students will attend classes in new and/or renovated school facilities. Our staff will continue to seek beneficial educational opportunities for our students, as well as improving the current educational offerings.

FINANCIAL INFORMATION

The School District's accounting system is organized on a "fund" basis. Each fund is a distinct, self-balancing entity. Records for general governmental operations are maintained on a budgetary basis system of accounting as prescribed by State statute. Cash basis accounting differs from generally accepted accounting principles (GAAP) as promulgated by the Governmental Accounting Standards Board (GASB).

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 is compiled to allow for the preparation of financial statements in conformity with GAAP. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely derived from its implementation, and (2) the valuation of cost and benefits requires estimates and judgments by management.

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

Federal and State Assistance

As a recipient of Federal and State assistance, the School District is responsible for insuring that an adequate internal control structure is in place to insure 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.

Budgetary Controls

The objective of budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriation resolution. The legal level of budgetary control (the level at which expenditures cannot legally exceed the appropriated amount) is established at the fund level.

The School District maintains an encumbrance accounting system as a technique of accomplishing budgetary control. Unencumbered appropriation balances are verified prior to the release of purchase orders to ensure funds are available to meet the obligation created by the purchase order. Encumbered amounts at year end are carried forward to succeeding years and are not re-appropriated.

Financial Condition

This is the first year the School District has prepared financial statements following GASB Statement 34, "Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments." GASB 34 creates new basic financial statements for reporting on the School District's financial activities as follows:

Government-wide financial statements - These statements are prepared on an accrual basis of accounting which is similar to the basis of accounting followed by many businesses. The government-wide statements distinguish between those activities of the School District that are governmental and those that are considered business-type activities.

Fund financial statements - These statements present information for individual major funds rather than by fund type. Nonmajor funds are presented in total in one column. Governmental funds use the modified accrual basis of accounting and include a reconciliation to the governmental activities accrual information presented in the government-wide financial statements. Proprietary and fiduciary funds use the accrual basis of accounting.

Statements of budgetary comparisons - These statements present comparisons of actual information to the legally adopted budget. The budgetary basis as provided by law is based upon accounting for certain transaction on a basis of cash receipts, disbursements and encumbrances.

As part of this new reporting model, management is responsible for preparing a Management Discussion and Analysis of the School District. This discussion is located in the financial section of this report following the audit opinion, and provides an assessment of the School District finances for 2000 and the outlook for the future.

Cash Management

The School District operates a cash management program designed to provide safety, liquidity and yield in that order. Funds are invested in the Ohio State Treasurer's Investment Pool (Star Ohio). The amount of interest income earned in fiscal year 2000 by the School District was \$1,048,110. A more detailed description of the School District's investment functions are described in Note 6 to the financial statements.

Risk Management

The School District maintains protection for its assets and employees through a comprehensive insurance program. Insurance policies for vehicle fleet liability, general liability, property loss and boiler and machinery coverage are purchased from insurance companies licensed to do business in the State of Ohio. The maximum deductible amount for these coverages is \$1,000 per loss.

The School District participates in the Brown County Schools Benefits Consortium (the Consortium), a public entity shared risk pool (Note 18) consisting of seven districts. The School District is responsible for providing a current listing of enrolled employees and for providing timely pro-rata payments of premiums to the Consortium for employee health coverage and benefits. The Consortium is responsible for the management and operations of the program. Upon termination from the Consortium, for any reason, the terminated member assumes and is responsible for the payment of any delinquent contributions and all claims of its employees from the date of termination, regardless of the date such claims were incurred.

For fiscal year 2000, the School District participated in the Ohio School Boards Association Workers' Compensation Group Rating Plan (GRP), an insurance purchasing pool (Note 19). The intent of the GRP is to achieve the benefit of a reduced premium for the School District by virtue of its grouping and representation with other participants in the GRP. The workers' compensation experience of the participating school districts is calculated as one experience and a common premium rate is applied to all school districts in the GRP. Each participant pays its workers' compensation premium to the State based on the rate for the GRP rather than its individual rate. Total savings are then calculated and each participant's individual performance is compared to the overall savings percentage of the GRP. A participant will then either receive money from or be required to contribute to the "Equity Pooling Fund". This "equity pooling" arrangement insures that each participant shares equally in the overall performance of the GRP. Participation in the GRP is limited to school districts that can meet the GRP's selection criteria. The firm of Gates McDonald & Co. provides administrative, cost control and actuarial services to the GRP.

OTHER INFORMATION

INDEPENDENT AUDIT

The State of Ohio requires an annual audit by either the Auditor of State or by an independent public accounting firm. The Auditor of State's Audit Division conducted the School District's audit for fiscal year 2000. The Auditor's report on the School District's basic financial statements, combining statements and individual fund schedules is included in the financial section of this comprehensive annual financial report.

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 (Certificate of Achievement) to the Western Brown Local School District for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 1999. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement for Excellence in Financial Reporting, a governmental unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. The CAFR must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. The Western Brown Local School District believes our current report conforms to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

ASBO CERTIFICATE

The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting for the fiscal year ended June 30, 1999 to the Western Brown Local School District. The award certifies that the Comprehensive Annual Financial Report for the fiscal year ended June 30, 1999, substantially conforms to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials. This award is granted only after extensive review of the report by an expert panel of certified public accountants and practicing school business officials.

The Western Brown Local School District believes our current report conforms to the ASBO's principles and standards and we are submitting it to ABSO to determine its eligibility for an award.

ACKNOWLEDGMENTS

A note of sincere appreciation is extended to the many conscientious people who have contributed their time and effort to the preparation of this report. A special thank you is also extended to the Auditor of State's Local Government Services Division for all their efforts and contributions in the preparation of this Comprehensive Annual Financial Report.

The support and commitment to excellence by the Western Brown Board of Education was vital to the successful preparation and issuance of this report.

Respectfully submitted,

Michael Wells
Superintendent

Denny Dunlap, CPA
Treasurer

***Western Brown Local School District
Principal Officials
As Of June 30, 2000***

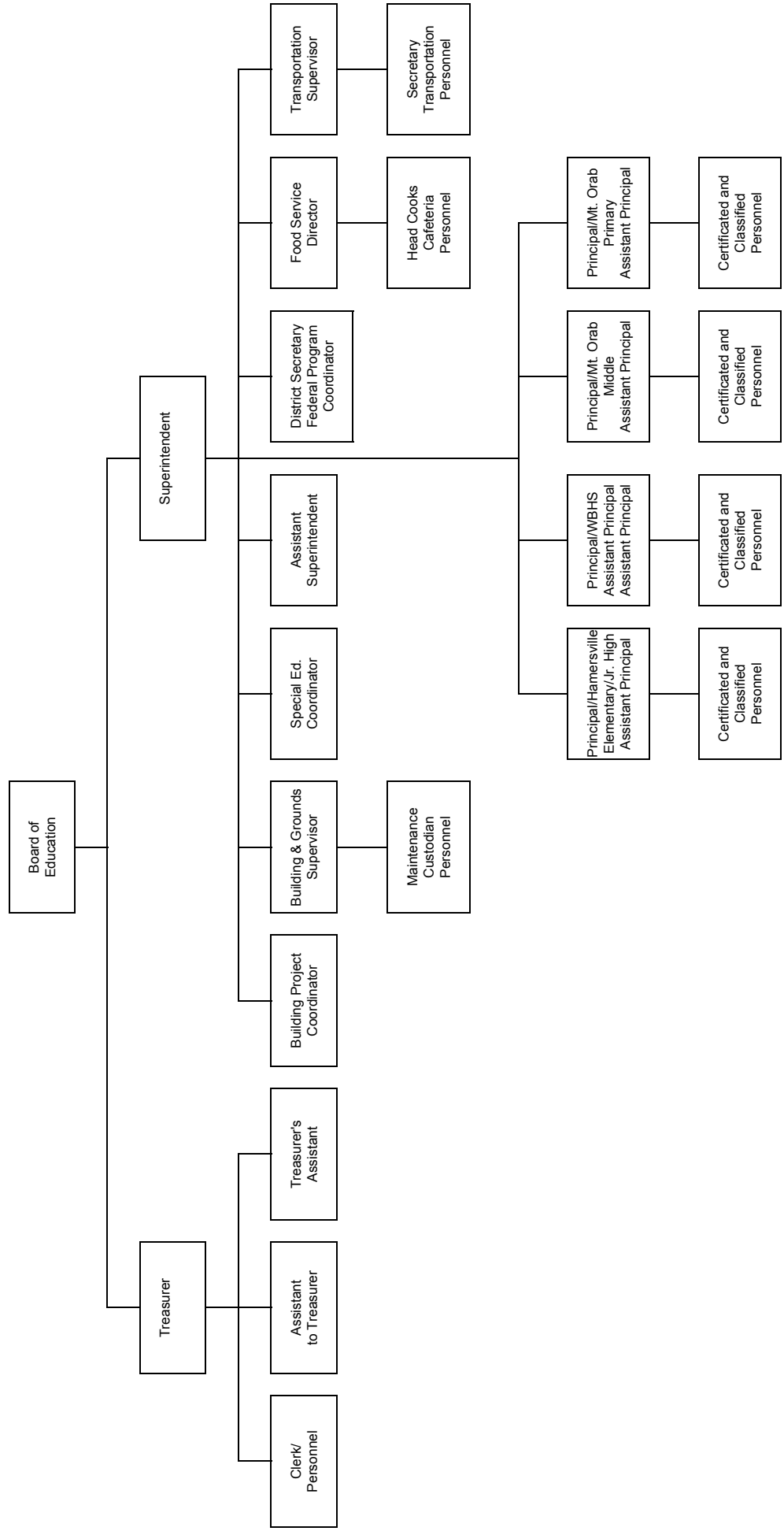
ELECTED OFFICIALS

President, Board of Education Jim Herrmann
Vice President, Board of Education Anna Robinson
Board Member Gene Butts
Board Member William Neal
Board Member Bruce Wallace

ADMINISTRATIVE OFFICIALS

Superintendent Michael Wells
Treasurer Denny Dunlap
Assistant Superintendent Jeff Royalty
Special Education Coordinator Kendra Byrd
Building Project Coordinator Bill Brandenburg
Buildings and Grounds Supervisor Dan Colonel
Transportation Supervisor Joe Howser

*Western Brown Local School District
Organizational Chart
June 30, 2000*



Western Brown Local School District
Consultants and Advisors
June 30, 2000

Architects

Steed Hammond Paul
82 Williams Avenue
Hamilton, OH 45011

Bond Counsel

Peck, Shaffer & Williams LLP
Suite 900
201 East Fifth Street
Cincinnati, OH 45202

Independent Auditor

Jim Petro, Auditor of State
Audit Division
88 East Broad Street
Columbus, OH 45215

CAFR Preparation Consultants

Jim Petro, Auditor of State
Local Government Services Division
88 East Broad Street
Columbus, OH 45215

**Worker Compensation/
Unemployment**

Gates McDonald
P.O. Box 1360
Columbus, OH 43216-1360

Investment Advisor

Seasongood & Mayer
300 Mercantile Library Bldg.
414 Walnut Street
Cincinnati, OH 45202-3910

Legal Counsel

Ennis, Roberts & Fischer
121 West Ninth Street
Cincinnati, OH 45202

Whalen & Compton
565 Wolfledges Parkway
P.O. Box 2020
Akron, OH 44309-2020

Official Depositories

National Bank & Trust
452 West Main Street
Mt. Orab, OH 45154

State Treasury Asset Reserve of Ohio
1228 Euclid Avenue
Cleveland, OH 44115

Provident Bank
One East Fourth Street
Cincinnati, OH 45202

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Western Brown Local
School District, Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 1999

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. Esser

Executive Director

**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

WESTERN BROWN LOCAL SCHOOL DISTRICT

For its Comprehensive Annual Financial Report (CAFR)

For the Fiscal Year Ended June 30, 1999

Upon recommendation of the Association's Panel of Review which has judged that the Report substantially conforms to principles and standards of ASBO's Certificate of Excellence Program

Sam Stewing
President

Ann T. Hagan
Executive Director

Western Brown Local Schools

Strategic Plan

Adopted by the Western Brown Board of Education
June 24th, 1998

Beliefs

- Every person has worth and value.
- Education is a shared responsibility of faculty, staff, community, administration, students and family.
- A safe, trusting, creative and disciplined environment is vital for teaching and learning.
- A strong democracy depends on well educated citizens.
- Learning is a life long process.

Mission Statement

In partnership with family and community, the Western Brown Local School District will graduate outstanding citizens capable of confidently adapting and competing in the ever-changing global society, by guaranteeing that a quality staff delivers a rigorous and relevant education in a safe, creative, and disciplined atmosphere.

Strategic Parameters

1. We will always make decisions that are in the best interests of our students.
2. Site-based decisions will always be consistent with the strategic plan.
3. Priority will always be given to the K-12 instructional program as defined by approved course of study.
4. No new program will be accepted unless:
 - it is consistent with the strategic plan;
 - benefits clearly exceed costs; and
 - provisions are made for staff development and program evaluation.

No program or service will be retained unless benefits justify costs and it contributes to the mission.

5. We will not condone any behavior which diminishes the dignity or self worth of any student, staff or community member.

Objectives

- By 2003, increase the graduation rate from 64% to 95%.
- By 2003, all students will demonstrate competency as measured by the district assessment program, including proficiency tests.
- By 2003, to have 100% of our graduates enrolled in post high school study or engaged in a vocation of their choice within six months after graduation.

FINANCIAL SECTION

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

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

INDEPENDENT ACCOUNTANTS' REPORT

Western Brown Local School District
Brown County
211 South High Street
Mt. Orab, Ohio 45154

To the Board of Education:

We have audited the accompanying basic financial statements of the Western Brown Local School District, Brown County, Ohio (the District), as of and for the fiscal year ended June 30, 2000, as listed in the table of contents. These basic financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these basic financial statements based on our audit.

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

As described in Note 3 to the basic financial statements, the District adopted Governmental Accounting Standards Board Statement numbers 33, 34, 36, Interpretation 6, and changed the method of estimating compensated absences from the vesting method to the termination method as of and for the fiscal year ended June 30, 2000.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the financial position of the District, as of June 30, 2000, and the results of its operations and the cash flows of its proprietary fund for the year then ended in conformity with generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued our report dated February 22, 2001, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

The Management's Discussion and Analysis is not a required part of the basic financial statements but is supplemental information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion thereon.

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

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

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

Jim Petro
Auditor of State

February 22, 2001

Western Brown Local School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2000
Unaudited

The discussion and analysis of Western Brown Local School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2000. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the transmittal letter, notes to the basic financial statements and financial statements to enhance their understanding of the School District's financial performance.

The Management's Discussion and Analysis (MD&A) is an element of the new reporting model adopted by the Governmental Accounting Standard Board (GASB) in their Statement No. 34 Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Government issued June 1999. Certain comparative information between the current year and the prior year is required to be presented in the MD&A. However, because this is the first year of implementing the new reporting model, certain necessary comparative information of the previous year was not prepared. Considering the financial resources necessary to prepare this information for the prior year, and that the GASB Statement No. 34 permits the omission of the comparative information in the first year of adoption of the new reporting model, the School Board has elected to exclude the information in this report. Subsequent reports will include the comparative information.

Financial Highlights

- ❑ In total, net assets increased \$3,819,008. Net assets of governmental activities increased \$3,737,747 which represents a 7 percent increase from 1999. This is due to an increase in school foundation entitlement and additional grants.
- ❑ General revenues accounted for \$17,905,141 in revenue or 84 percent of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$3,320,996 or 16 percent of total revenues of \$21,226,137.
- ❑ Total assets of governmental activities increased by \$4,885,133. Capital assets increased by \$19,631,074 due to the construction projects while cash and other receivables decreased by \$14,745,941.
- ❑ The School District had \$16,453,357 in expenses related to governmental activities; only \$2,342,189 of these expenses were offset by program specific charges for services, grants or contributions. General revenues (primarily grants and entitlements) of \$17,905,141 were adequate to provide for these programs.
- ❑ Net assets for business-type activities increased by \$81,261, which represents a 77 percent increase from fiscal year 1999. This was mostly due to an increase in lunch prices this year.
- ❑ Construction continued during the year with expenditures of \$19,719,822 and construction commitments outstanding at year end of \$23,815,605.

Western Brown Local School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2000
Unaudited

Using this Comprehensive Annual Financial Report (CAFR)

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

The *Statement of Net Assets* and *Statement of Activities* provide information about the activities of the whole School District, presenting both an aggregate view of the School District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the School District's major funds with all other non-major funds presented in total in one column. The major funds for the Western Brown Local School District are the general fund, the miscellaneous federal grants special revenue fund, and the Western Brown construction project capital projects fund.

Reporting the School District as a Whole

One of the most important questions asked about the School District is "How did we do financially during 2000?" The *Statement of Net Assets* and the *Statements of Activities*, which appear first in the School District's financial statements, report information on the School District as a whole and its activities in a way that helps answer this question. These statements include *all assets* and *liabilities* using the *accrual basis of accounting*, which is similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the School District's net assets and changes in those assets. This change in net assets is important because it tells the reader that, for the School District as a whole, the financial position of the School District has improved or diminished. However, the School District's goal is to provide services to our students, not to generate profits as commercial entities do. One must consider many other non-financial factors, such as the School District's property tax base, current property tax laws in Ohio restricting revenue growth, required educational programs and other factors.

Western Brown Local School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2000
Unaudited

In the Statement of Net Assets and the Statements of Activities, the School District is divided into two distinct kinds of activities:

- ❑ Government Activities – Most of the School District's programs and services are reported here including instruction, support services, operation and maintenance of plant, pupil transportation and extra-curricular activities.
- ❑ Business-Type Activities – These services are provided on a charge for goods or services basis to recover all of the expenses of the goods or services provided. The School District's food service is reported as business activities.

Reporting the School District's Most Significant Funds

Fund Financial Statements

The analysis of the School District's major funds begins on page 9. Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's major funds.

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

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

Western Brown Local School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2000
Unaudited

The School District as a Whole

Recall that the Statement of Net Assets provides the perspective of the School District as a whole.

Table 1 provides a summary of the School District's net assets for 2000 and 1999:

(Table 1)
Net Assets

	Governmental Activities		Business Activities		Total	
	2000	1999	2000	1999	2000	1999
Assets						
Current and other Assets	\$41,376,552	\$56,122,493	\$184,361	\$96,945	\$41,560,913	\$56,219,438
Capital Assets	30,074,245	10,443,171	125,642	137,319	30,199,887	10,580,490
Total Assets	<u>71,450,797</u>	<u>66,565,664</u>	<u>310,003</u>	<u>234,264</u>	<u>71,760,800</u>	<u>66,799,928</u>
Liabilities						
Long-Term Liabilities	(8,515,234)	(6,108,096)	(26,667)	(31,992)	(8,541,901)	(6,140,088)
Other Liabilities	(5,982,114)	(7,241,866)	(97,088)	(97,285)	(6,079,202)	(7,339,151)
Total Liabilities	<u>(14,497,348)</u>	<u>(13,349,962)</u>	<u>(123,755)</u>	<u>(129,277)</u>	<u>(14,621,103)</u>	<u>(13,479,239)</u>
Net Assets						
Invested in Capital Assets Net of Debt	27,950,343	8,357,249	125,642	137,319	28,075,985	8,494,568
Restricted	33,199,253	50,883,383	0	0	33,199,253	50,883,383
Unrestricted (Deficit)	(4,196,147)	(6,024,930)	60,606	(32,332)	(4,135,541)	(6,057,262)
Total Net Assets	<u>\$56,953,449</u>	<u>\$53,215,702</u>	<u>\$186,248</u>	<u>\$104,987</u>	<u>\$57,139,697</u>	<u>\$53,320,689</u>

Total assets increased \$4,960,872. Equity in pooled cash and cash equivalents increased \$7,893,284. Capital Assets increased by \$19,619,397 due to the building renovation and construction of the new school buildings. Intergovernmental receivables decreased by \$23,405,877 due in large part to the Ohio School Facilities Commission Program grant received in the amount of \$24,119,863.

Western Brown Local School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2000
Unaudited

Table 2 shows the changes in net assets for fiscal year 2000. Since this is the first year the School District has prepared financial statements following GASB Statement No. 34, revenue and expense comparisons to fiscal year 1999 are not available.

(Table 2)
Change in Net Assets

	Governmental Activities 2000	Business-Type Activities 2000	Total 2000
Revenues			
Program Revenues:			
Charges for Services and Sales	\$260,479	\$614,916	\$875,395
Operating Grants and Contributions	1,798,652	363,891	2,162,543
Capital Grants and Contributions	283,058	0	283,058
General Revenues:			
Property Taxes	3,499,950	0	3,499,950
Grants and Entitlements not Restricted to Specific Programs	13,072,046	0	13,072,046
Investment Earnings	1,042,221	0	1,042,221
Miscellaneous	290,924	0	290,924
Transfers	0	56,226	56,226
Total Revenues and Transfers	\$20,247,330	\$1,035,033	\$21,282,363

continued

Western Brown Local School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2000
Unaudited

	Governmental Activities 2000	Business-Type Activities 2000	Total 2000
Program Expenses			
Instruction			
Regular	\$8,068,695	\$0	\$8,068,695
Special	1,719,676	0	1,719,676
Vocational	199,223	0	199,223
Other	246,475	0	246,475
Support Services			
Pupil	648,298	0	648,298
Instructional Staff	585,093	0	585,093
Board of Education	17,873	0	17,873
Administration	1,415,779	0	1,415,779
Fiscal	399,413	0	399,413
Operation of Maintenance of Plant	1,163,058	0	1,163,058
Pupil Transportation	1,335,397	0	1,335,397
Central	39,941	0	39,941
Operation of Non-Instructional Services	2,124	0	2,124
Extracurricular Activities	254,892	0	254,892
Interest and Fiscal Charges	357,420	0	357,420
Food Service	0	953,772	953,772
Transfers	56,226	0	56,226
Total Expenses and Transfers	16,509,583	953,772	17,463,355
Increase in Net Assets	\$3,737,747	\$81,261	\$3,819,008

Governmental Activities

The School District has been able to benefit greatly due to the increase in state funding. Grants and Entitlements made up 65 percent of revenues for governmental activities of the Western Brown Local School District for fiscal year 2000. The Ohio School Facilities Commission Program is providing 87 percent of the funding for our construction projects.

Instruction comprises 62 percent of governmental program expenses. Support services expenses make up 34 percent of governmental expenses.

Western Brown Local School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2000
Unaudited

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows, for government activities, the total cost of services and the net cost of services. That is, it identifies the cost of these services supported by tax revenue and unrestricted State entitlements. Comparisons to 1999 have not been made since they are not available.

(Table 3)
Governmental Activities

	Total Cost of Services 2000	Net Cost of Services 2000
Instruction	\$10,234,069	\$8,566,700
Support Services	5,604,852	5,024,903
Operation of Non-Instructional Services	2,124	(1,905)
Extracurricular Activities	254,892	164,050
Interest and Fiscal Charges	357,420	357,420
Total Expenses	\$16,453,357	\$14,111,168

Business-Type Activities

The only business-type activity is the food service operation. This program had revenues and transfers in of \$1,035,033 and expenses of \$953,772 for fiscal year 2000. Of the revenues, \$614,916 was charges for services, \$363,891 was from State and Federal grants, and the remaining \$56,226 were transfers received from the general fund. Business activities receive no support from tax revenues.

The School District's Funds

Information about the School District's major funds start on page 18. These funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues and other financing sources of \$43,652,460 and expenditures and other financing uses of \$36,334,971. The net change in fund balance for the year was most significant in the Western Brown construction project capital project fund, an increase of \$5,196,016. This was due to the \$24,119,863 received from the Ohio School Facilities Commission Program.

The fund balance in the General Fund increased by \$1,459,604. This increase was primarily due to the School District receiving a large increase from State funding. This large increase was primarily due to the State of Ohio increasing the funding amount for fiscal year 2000 from \$3,851 to \$4,052 per student. Also enrollment increased by sixty-nine (69) students.

*Western Brown Local School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2000
Unaudited*

General Fund - Budget Highlights

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

During the course of fiscal 2000 the School District revised its budget as it attempted to deal with unexpected changes in revenues and expenditures.

For the general fund, budget basis revenue was \$16,403,266 with original budget estimates of \$15,289,784. The difference of \$1,113,482 was primarily due to additional State funding per pupil. The State had not determined the rate per pupil at the time the original budget was made. A large cash balance in combination with better interest rates and overall conservative budgeting were also contributing factors in the difference.

The School District's ending unobligated cash balance was \$588,874 above the final budgeted amount.

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal year 2000 the School District had \$30,199,887 invested in land, buildings, equipment and construction in progress, \$30,074,245 in governmental activities. Table 4 shows fiscal year 2000 balances compared to 1999:

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

	Governmental Activities		Business Activities		Total	
	2000	1999	2000	1999	2000	1999
Land	\$2,603,938	\$2,603,938	\$0	\$0	\$2,603,938	\$2,603,938
Buildings and Improvements	2,296,088	2,498,248	87,723	95,447	2,383,811	2,593,695
Furniture and Equipment	2,249,369	2,199,693	37,919	41,872	2,287,288	2,241,565
Vehicles	506,576	437,447	0	0	506,576	437,447
Construction in Progress	22,418,274	2,703,845	0	0	22,418,274	2,703,845
Totals	\$30,074,245	\$10,443,171	\$125,642	\$137,319	\$30,199,887	\$10,580,490

Western Brown Local School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2000
Unaudited

The primary increase occurred in construction in progress. This is due to the construction of a new high school and a new K-8 school in Hammersville, as well as additions and renovations to the Mt. Orab elementary school and the current high school. The renovated high school will be converted to a 5-8 middle school for Mt. Orab students.

As of June 30, 2000, the School District has contractual commitments for the construction projects. The total balance outstanding on these contracts is \$23,815,605.

Debt

At June 30, 2000 the School District had \$6,995,232 in bonds and notes outstanding, \$199,620 due within one year. Table 5 summarizes bonds and notes outstanding:

(Table 5)
 Outstanding Debt, at Year End

	Governmental Activities 2000	Governmental Activities 1999
General Obligation Bonds:		
1998-School Improvement Bonds	\$6,760,000	\$6,880,000
1997-School Bus Acquisition Bonds	69,000	92,000
1995-School Bus Acquisition Bonds	0	26,400
Notes Payable		
1993-Energy Conservation Notes	64,232	89,522
1995-Energy Conservation Notes	102,000	122,000
Total	\$6,995,232	\$7,209,922

On June 15, 1998, the School District issued \$7,164,600 in voted general obligation bonds for the purpose of acquiring land, constructing new classroom facilities, and making renovations to existing buildings. The final payment is due in 2021.

On September 15, 1997, the School District issued \$115,000 in unvoted general obligation bonds for the purpose of acquiring busses for transportation of students. The final payment is due in 2003.

On April 1, 1995, the School District issued \$132,000 in unvoted general obligation bonds for the purpose of acquiring buses for the use in the transportation of students to and from school and other functions authorized by the Board of Education. The final payment was made in fiscal year 2000.

Western Brown Local School District
Management's Discussion and Analysis
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Unaudited

On June 15, 1993, the School District issued \$225,400 in unvoted general obligation debt for the purpose of providing energy conservation measures for the School District, under authority of the Ohio Revised Code Sections 133.06(G) and 3313.372. The bonds were issued for a ten year period with final maturity during fiscal year 2003. It is anticipated that the savings over ten years will offset the costs.

On May 10, 1995, the School District issued \$202,000 in unvoted general obligation debt for the purpose of providing energy conservation measures for the School District, under authority of the Ohio Revised Code Sections 133.06(G) and 3313.372. The bonds were issued for a ten year period with final maturity during fiscal year 2005. It is anticipated that the savings over ten years will offset the costs.

At June 30, 2000, the School District's overall legal debt margin was \$6,901,884 with an unvoted debt margin of \$144,783, and an energy conservation debt margin of \$1,136,815. The School District had a AA- bond rating by Standard and Poor's Rating Service on the 1998 School Improvement Bonds.

For the Future

Externally, the State of Ohio was found by the Ohio Supreme Court in March, 1997 to be operating an unconstitutional educational system, one that was neither "adequate" nor "equitable". Since 1997, the State has directed its tax revenue growth toward school districts with little property tax wealth. Western Brown Local School District has benefitted drastically.

Although considered a low wealth district, Western Brown Local School District is financially stable, and has been over the past several years. As indicated in the preceding financial information, the State of Ohio provides the majority (approx. 79%) of the funding received by the School District. Careful financial planning and the passage of a building levy have permitted our School District to provide a quality education for our students along with new and renovated facilities for the future, despite our low wealth status.

The future of our School District is difficult to predict. The financial situation is stable at the present time, however, the school funding lawsuit against the State of Ohio is not yet finalized, and the School District is unable to predict what effect, if any, the decision may have on its financial operations. Western Brown Local School District is very concerned with the outcome of this decision because the School District receives such a substantial amount of funding from the State of Ohio. Another factor that raises concern for the School District is the ever increasing utility costs, which have experienced dramatic increases in recent months. These costs along with the increased square footage in the new buildings will create more challenges for the School District.

Western Brown Local School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2000
Unaudited

The student enrollment has increased substantially over the past ten years and increased enrollment is projected for the next several years. The continued growth in student enrollment and the continued business and residential growth in the School District will provide additional income for the School District and will help offset any reductions, if any, in state funding due to the court decision.

With careful planning and monitoring of our finances, Western Brown is confident that we can continue to provide a quality education for our students and a secure financial future for the School District.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have any questions about this report or need additional information contact Denny Dunlap, Treasurer at Western Brown Local School District, 211 South High Street, Mt. Orab, OH 45154 or e-mail at denny_wb@scoca-k12.org.

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Western Brown Local School District
Statement of Net Assets
June 30, 2000

	<u>Governmental</u> <u>Activities</u>	<u>Business-Type</u> <u>Activity</u>	<u>Total</u>
Assets			
Equity in Pooled Cash and Cash Equivalents	\$21,999,823	\$133,292	\$22,133,115
Cash and Cash Equivalents			
With Fiscal Agents	5,000	0	5,000
Receivables:			
Taxes	3,942,198	0	3,942,198
Intergovernmental	14,842,961	31,996	14,874,957
Accrued Interest	22,371	0	22,371
Prepaid Items	6,485	0	6,485
Inventory Held for Resale	0	16,116	16,116
Materials and Supplies			
Inventory	0	2,957	2,957
Restricted Assets:			
Cash and Cash Equivalents with Escrow Agents	109,023	0	109,023
Equity in Pooled Cash and Cash Equivalents	448,691	0	448,691
Capital Assets:			
Land and Construction in Progress	25,022,212	0	25,022,212
Other Capital Assets, Net	<u>5,052,033</u>	<u>125,642</u>	<u>5,177,675</u>
<i>Total Assets</i>	<u>71,450,797</u>	<u>310,003</u>	<u>71,760,800</u>
Liabilities			
Accounts Payable	4,925	95	5,020
Contracts Payable	817,448	0	817,448
Accrued Wages	1,320,666	51,401	1,372,067
Intergovernmental Payable	350,775	34,492	385,267
Deferred Revenue	3,344,310	11,100	3,355,410
Matured Interest Payable	5,000	0	5,000
Accrued Interest Payable	29,967	0	29,967
Retainage Payable	109,023	0	109,023
Long-Term Liabilities:			
Due Within One Year	373,145	2,316	375,461
Due Within More Than One Year	<u>8,142,089</u>	<u>24,351</u>	<u>8,166,440</u>
<i>Total Liabilities</i>	<u>14,497,348</u>	<u>123,755</u>	<u>14,621,103</u>
Net Assets			
Invested in Capital Assets, Net of Related Debt	27,950,343	125,642	28,075,985
Restricted for:			
Capital Projects	31,096,187	0	31,096,187
Debt Service	720,668	0	720,668
Other Purposes	1,382,398	0	1,382,398
Unrestricted (Deficit)	<u>(4,196,147)</u>	<u>60,606</u>	<u>(4,135,541)</u>
<i>Total Net Assets</i>	<u>\$56,953,449</u>	<u>\$186,248</u>	<u>\$57,139,697</u>

See accompanying notes to the basic financial statements

Western Brown Local School District
Statement of Activities
For the Fiscal Year Ended June 30, 2000

	Program Revenues			
	Expenses	Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities				
Instruction:				
Regular	\$8,068,695	\$156,222	\$457,441	\$148,628
Special	1,719,676	0	905,078	0
Vocational	199,223	0	0	0
Other	246,475	0	0	0
Support Services:				
Pupil	648,298	0	99,991	0
Instructional Staff	585,093	21,142	129	0
Board of Education	17,873	0	0	0
Administration	1,415,779	12,290	305,899	10,634
Fiscal	399,413	0	12,601	0
Operation and Maintenance of Plant	1,163,058	0	0	0
Pupil Transportation	1,335,397	0	8,467	96,192
Central	39,941	0	0	12,604
Operation of Non-Instructional Services				
	2,124	67	3,962	0
Extracurricular Activities	254,892	70,758	5,084	15,000
Interest and Fiscal Charges	357,420	0	0	0
<i>Total Governmental Activities</i>	16,453,357	260,479	1,798,652	283,058
Business-Type Activity				
Food Service	953,772	614,916	363,891	0
<i>Totals</i>	<u>\$17,407,129</u>	<u>\$875,395</u>	<u>\$2,162,543</u>	<u>\$283,058</u>

General Revenues

Property Taxes Levied for:

General Purposes

Capital Outlay

Grants and Entitlements not Restricted to Specific Programs

Investment Earnings

Miscellaneous

Transfers

Total General Revenues and Transfers

Change in Net Assets

Net Assets Beginning of Year - (See Note 3)

Net Assets End of Year

See accompanying notes to the basic financial statements

Net (Expense) Revenue and Changes in Net Assets		
Governmental Activities	Business-Type Activity	Total
(\$7,306,404)	\$0	(\$7,306,404)
(814,598)	0	(814,598)
(199,223)	0	(199,223)
(246,475)	0	(246,475)
(548,307)	0	(548,307)
(563,822)	0	(563,822)
(17,873)	0	(17,873)
(1,086,956)	0	(1,086,956)
(386,812)	0	(386,812)
(1,163,058)	0	(1,163,058)
(1,230,738)	0	(1,230,738)
(27,337)	0	(27,337)
1,905	0	1,905
(164,050)	0	(164,050)
(357,420)	0	(357,420)
(14,111,168)	0	(14,111,168)
0	25,035	25,035
(14,111,168)	25,035	(14,086,133)
2,777,773	0	2,777,773
722,177	0	722,177
13,072,046	0	13,072,046
1,042,221	0	1,042,221
290,924	0	290,924
(56,226)	56,226	0
17,848,915	56,226	17,905,141
3,737,747	81,261	3,819,008
53,215,702	104,987	53,320,689
<u>\$56,953,449</u>	<u>\$186,248</u>	<u>\$57,139,697</u>

Western Brown Local School District
Balance Sheet
Governmental Funds
June 30, 2000

	General	Western Brown Construction Project	Miscellaneous Federal Grants	Other Governmental Funds	Total Governmental Funds
Assets					
Equity in Pooled Cash and Cash Equivalents	\$2,877,329	\$17,539,477	\$148,901	\$1,434,116	\$21,999,823
Cash and Cash Equivalents					
With Fiscal Agents	0	0	0	5,000	5,000
Restricted Assets:					
Equity in Pooled Cash and Cash Equivalents	448,691	0	0	0	448,691
Cash and Cash Equivalents with Escrow Agents	0	109,023	0	0	109,023
Receivables:					
Taxes	3,226,355	0	0	715,843	3,942,198
Intergovernmental	0	14,115,452	718,147	9,362	14,842,961
Accrued Interest	22,371	0	0	0	22,371
Prepaid Items	6,485	0	0	0	6,485
Total Assets	\$6,581,231	\$31,763,952	\$867,048	\$2,164,321	\$41,376,552
Liabilities and Fund Balances					
Liabilities					
Accounts Payable	\$2,908	\$0	\$0	\$2,017	\$4,925
Contracts Payable	0	817,448	0	0	817,448
Accrued Wages	1,262,430	0	0	58,236	1,320,666
Retainage Payable	0	109,023	0	0	109,023
Intergovernmental Payable	219,621	0	102	1,327	221,050
Deferred Revenue	2,838,024	14,115,452	718,147	614,877	18,286,500
Matured Interest Payable	0	0	0	5,000	5,000
Total Liabilities	4,322,983	15,041,923	718,249	681,457	20,764,612
Fund Balances					
Reserved for Encumbrances	154,622	658,046	0	21,799	834,467
Reserved for Textbooks	86,912	0	0	0	86,912
Reserved for Property Taxes	388,331	0	0	100,966	489,297
Reserved for School Bus Purchases	154,416	0	0	0	154,416
Reserved for Budget Stabilization	207,363	0	0	0	207,363
Unreserved:					
Designated for:					
Capital Acquisition	44,463	0	0	0	44,463
Textbooks	5,882	0	0	0	5,882
Budget Stabilization	78,081	0	0	0	78,081
Undesignated, Reported in:					
General Fund	1,138,178	0	0	0	1,138,178
Special Revenue Funds	0	0	148,799	566,154	714,953
Debt Service Fund	0	0	0	609,157	609,157
Capital Projects Funds	0	16,063,983	0	184,788	16,248,771
Total Fund Balances	2,258,248	16,722,029	148,799	1,482,864	20,611,940
Total Liabilities and Fund Balances	\$6,581,231	\$31,763,952	\$867,048	\$2,164,321	\$41,376,552

See accompanying notes to the basic financial statements

Western Brown Local School District
*Reconciliation of Total Governmental Fund Balances to
 Net Assets of Governmental Activities
 June 30, 2000*

Total Governmental Fund Balances \$20,611,940

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. These assets consist of:

Land	2,603,938	
Construction in progress	22,418,274	
Other capital assets	11,644,152	
Accumulated depreciation	<u>(6,592,119)</u>	
Total captital assets		30,074,245

Some of the School District's revenues will be collected after fiscal year-end, but are not available soon enough to pay for the current period's expenditures and therefore are deferred in the funds. 14,942,190

Some liabilities are not due and payable in the current portion and therefore are not reported in the funds. Those liabilities consist of:

Bonds and notes payable	(6,995,232)	
Accrued interest on bonds	(29,967)	
Capital leases	(18,771)	
Intergovernmental Payable	(129,725)	
Compensated absences	<u>(1,501,231)</u>	
Total liabilities		<u>(8,674,926)</u>

Net Assets of Governmental Activities \$56,953,449

See accompanying notes to the basic financial statements

Western Brown Local School District
Statement of Revenues, Expenditures and Changes in Fund Balances
 Governmental Funds
 For the Fiscal Year Ended June 30, 2000

	General	Western Brown Construction Project	Miscellaneous Federal Grants	Other Governmental Funds	Total Governmental Funds
Revenues					
Taxes	\$2,691,590	\$0	\$0	\$699,769	\$3,391,359
Intergovernmental	13,109,285	24,119,863	248,153	1,052,200	38,529,501
Interest	257,500	784,721	0	0	1,042,221
Tuition and Fees	32,551	0	0	94,092	126,643
Extracurricular Activities	0	0	0	133,836	133,836
Contributions and Donations	18,500	0	0	7,471	25,971
Miscellaneous	265,303	11,254	0	14,367	290,924
<i>Total Revenues</i>	<u>16,374,729</u>	<u>24,915,838</u>	<u>248,153</u>	<u>2,001,735</u>	<u>43,540,455</u>
Expenditures					
Current:					
Instruction:					
Regular	7,265,107	0	18,417	278,874	7,562,398
Special	1,324,455	0	62,741	309,137	1,696,333
Vocational	201,082	0	0	0	201,082
Other	246,475	0	0	0	246,475
Support Services:					
Pupil	576,093	0	0	91,992	668,085
Instructional Staff	565,906	0	0	22,110	588,016
Board of Education	17,463	0	0	0	17,463
Administration	1,237,432	0	18,116	116,765	1,372,313
Fiscal	346,382	0	0	24,011	370,393
Operation and Maintenance of Plant	1,157,787	0	0	0	1,157,787
Pupil Transportation	1,391,259	0	0	2,943	1,394,202
Central	27,274	0	0	0	27,274
Operation of Non-Instructional Services	0	0	0	2,124	2,124
Extracurricular Activities	180,196	0	0	66,311	246,507
Capital Outlay	194,677	19,719,822	0	120,491	20,034,990
Debt Service:					
Principal Retirement	13,173	0	0	214,690	227,863
Interest and Fiscal Charges	2,133	0	0	351,302	353,435
<i>Total Expenditures</i>	<u>14,746,894</u>	<u>19,719,822</u>	<u>99,274</u>	<u>1,600,750</u>	<u>36,166,740</u>
<i>Excess of Revenues Over Expenditures</i>	<u>1,627,835</u>	<u>5,196,016</u>	<u>148,879</u>	<u>400,985</u>	<u>7,373,715</u>
Other Financing Sources (Uses)					
Operating Transfers In	0	0	0	112,005	112,005
Operating Transfers Out	(168,231)	0	0	0	(168,231)
<i>Total Other Financing Sources (Uses)</i>	<u>(168,231)</u>	<u>0</u>	<u>0</u>	<u>112,005</u>	<u>(56,226)</u>
<i>Net Change in Fund Balance</i>	1,459,604	5,196,016	148,879	512,990	7,317,489
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>798,644</u>	<u>11,526,013</u>	<u>(80)</u>	<u>969,874</u>	<u>13,294,451</u>
<i>Fund Balances End of Year</i>	<u>\$2,258,248</u>	<u>\$16,722,029</u>	<u>\$148,799</u>	<u>\$1,482,864</u>	<u>\$20,611,940</u>

See accompanying notes to the basic financial statements

Western Brown Local School District
*Reconciliation of the Statement of Revenues, Expenditures
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Fiscal Year Ended June 30, 2000*

Net Change in Fund Balances - Total Governmental Funds \$7,317,489

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

Capital outlays are reported as expenditures in governmental funds. However, in the statement of activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense. In the current period, these amounts are:

Fixed asset additions	20,200,788	
Depreciation expense	(569,714)	
Excess of capital outlay over depreciation expense		19,631,074

Some revenues will not be collected for several months after the School District's fiscal year ends, they are not considered "available" revenues and are deferred in the governmental funds. Deferred revenues decreased by this amount this year. (23,293,125)

Repayment of long-term debt is reported as an expenditure in governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. In the current year, these amounts consist of:

Bond principal retirement	189,400	
Note principal retirement	25,290	
Capital lease payments	13,173	
Total long-term debt repayment		227,863

Some items reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. These activities consist of:

Decrease in accrued interest	1,408	
Decrease in compensated absences	(112,253)	
Decrease in intergovernmental payable	(34,709)	
Total additional expenditures		(145,554)

Change in Net Assets of Governmental Activities \$3,737,747

See accompanying notes to the basic financial statements

WESTERN BROWN LOCAL SCHOOL DISTRICT
Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2000

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
<u>Revenues:</u>				
Property Taxes	\$2,700,934	\$2,767,096	\$2,784,265	\$17,169
Intergovernmental	12,230,301	13,004,741	13,109,285	104,544
Interest	130,000	220,000	236,044	16,044
Tuition and Fees	16,088	31,089	33,500	2,411
Gifts and Donations	7,762	15,000	18,500	3,500
Miscellaneous	204,699	227,549	221,672	(5,877)
Total Revenues	15,289,784	16,265,475	16,403,266	137,791
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	7,292,012	7,465,104	7,360,819	104,285
Special	1,379,368	1,344,309	1,325,842	18,467
Vocational	232,836	234,711	207,553	27,158
Other	81,466	247,591	246,475	1,116
Support Services:				
Pupils	584,589	610,569	589,179	21,390
Instructional Staff	576,745	581,350	566,073	15,277
Board of Education	19,465	21,340	19,519	1,821
Administration	1,340,629	1,341,839	1,281,183	60,656
Fiscal	341,262	355,870	351,468	4,402
Operation and Maintenance of Plant	1,203,202	1,249,588	1,211,252	38,336
Pupil Transportation	1,371,488	1,469,074	1,400,019	69,055
Central	27,275	27,275	27,275	0
Extracurricular Activities	191,730	186,130	181,118	5,012
Capital Outlay	178,521	241,721	211,178	30,543
Debt Service:				
Principal Retirement	136,000	136,000	136,000	0
Interest and Fiscal Charges	5,916	5,916	5,916	0
Total Expenditures	14,962,504	15,518,387	15,120,869	397,518
Excess of Revenues Over (Under) Expenditures	327,280	747,088	1,282,397	535,309
<u>Other Financing Sources (Uses):</u>				
Refund of Prior Year Expenditures	0	0	48,460	48,460
Advances In	40,000	80,000	80,000	0
Advances Out	(125,000)	(85,000)	(80,000)	5,000
Operating Transfers Out	(180,000)	(168,336)	(168,231)	105
Total Other Financing Sources (Uses)	(265,000)	(173,336)	(119,771)	53,565
Net Change in Fund Balance	62,280	573,752	1,162,626	588,874
Fund Balances at Beginning of Year	1,839,054	1,839,054	1,839,054	0
Prior Year Encumbrances Appropriated	168,484	168,484	168,484	0
Fund Balances at End of Year	\$2,069,818	\$2,581,290	\$3,170,164	\$588,874

See accompanying notes to the basic financial statements

WESTERN BROWN LOCAL SCHOOL DISTRICT
*Statement of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Miscellaneous Federal Grants Fund
 For the Fiscal Year Ended June 30, 2000*

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Intergovernmental	\$125,000	\$248,153	\$248,153	\$0
<i>Total Revenues</i>	<u>125,000</u>	<u>248,153</u>	<u>248,153</u>	<u>0</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	125,000	24,750	18,395	6,355
Special	0	75,000	62,741	12,259
Support Services:				
Administration	<u>0</u>	<u>25,250</u>	<u>18,116</u>	<u>7,134</u>
<i>Total Expenditures</i>	<u>125,000</u>	<u>125,000</u>	<u>99,252</u>	<u>25,748</u>
Net Change in Fund Balance	0	123,153	148,901	25,748
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$0</u></u>	<u><u>\$123,153</u></u>	<u><u>\$148,901</u></u>	<u><u>\$25,748</u></u>

See accompanying notes to the basic financial statements

Western Brown Local School District
Statement of Net Assets
Proprietary Fund
June 30, 2000

	Food Service
Assets	
Equity in Pooled Cash and Cash Equivalents	\$133,292
Receivables:	
Intergovernmental	31,996
Inventory Held for Resale	16,116
Materials and Supplies Inventory	2,957
<i>Total Current Assets</i>	184,361
Capital Assets, Net	125,642
<i>Total Assets</i>	310,003
Liabilities	
Accounts Payable	95
Accrued Wages	51,401
Compensated Absences Payable	2,316
Intergovernmental Payable	34,492
Deferred Revenue	11,100
<i>Total Current Liabilities</i>	99,404
Long-Term Liabilities:	
Compensated Absences Payable	24,351
<i>Total Long-Term Liabilities</i>	24,351
<i>Total Liabilities</i>	123,755
Net Assets	
Invested in Capital Assets	125,642
Unrestricted	60,606
<i>Total Net Assets</i>	\$186,248

See accompanying notes to the basic financial statements

Western Brown Local School District
*Statement of Revenues,
Expenses and Changes in Fund Net Assets
Proprietary Fund
For the Fiscal Year Ended June 30, 2000*

	Food Service
Operating Revenues	
Sales	\$614,916
<i>Total Operating Revenues</i>	614,916
Operating Expenses	
Salaries	271,949
Fringe Benefits	190,114
Purchased Services	5,831
Materials and Supplies	21,545
Cost of Sales	452,656
Depreciation	11,677
<i>Total Operating Expenses</i>	953,772
<i>Operating Loss</i>	(338,856)
Non-Operating Revenues	
Donated Commodities	79,755
Operating Grants	278,247
Interest	5,889
<i>Total Non-Operating Revenues</i>	363,891
<i>Income Before Transfers</i>	25,035
Operating Transfers In	56,226
<i>Change in Net Assets</i>	81,261
<i>Net Assets Beginning of Year - Restated (See Note 3)</i>	104,987
<i>Net Assets End of Year</i>	\$186,248

See accompanying notes to the basic financial statements

Western Brown Local School District
Statement of Cash Flows
Proprietary Fund
For the Fiscal Year Ended June 30, 2000

	Food Service
Increase (Decrease) in Cash and Cash Equivalents	
Cash Flows from Operating Activities	
Cash Received from Customers	\$614,916
Cash Payments to Employees for Services	(295,881)
Cash Payments for Employee Benefits	(160,934)
Cash Payments for Goods and Services	(398,735)
<i>Net Cash Used in Operating Activities</i>	(240,634)
Cash Flows from Noncapital Financing Activities	
Operating Grants Received	282,754
Short-Term Loans from Other Funds	50,000
Repayment of Short-Term Loans	(50,000)
Operating Transfers In From Other Funds	56,226
<i>Net Cash Provided by Noncapital Financing Activities</i>	338,980
Cash Flows from Investing Activities	
Interest on Investments	5,889
<i>Net Cash Provided by Investing Activities</i>	5,889
<i>Net Increase in Cash and Cash Equivalents</i>	104,235
<i>Cash and Cash Equivalents Beginning of Year</i>	29,057
<i>Cash and Cash Equivalents End of Year</i>	\$133,292
Reconciliation of Operating Loss to Net Cash Used in Operating Activities	
Operating Loss	(\$338,856)
Adjustments to Reconcile Operating Loss to Net Cash Used in Operating Activities:	
Depreciation	11,677
Donated Commodities Used During Year	79,755
Decrease in Assets:	
Inventory Held for Resale	633
Materials and Supplies Inventory	814
Increase (Decrease) in Liabilities:	
Accounts Payable	95
Accrued Wages	9,582
Compensated Absences	(5,325)
Intergovernmental Payable	991
<i>Net Cash Used in Operating Activities</i>	(\$240,634)

See accompanying notes to the basic financial statements

Western Brown Local School District
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2000

	Private Purpose Trust	
	Scholarship	Agency
Assets		
Equity in Pooled Cash and Cash Equivalents	\$4,084	\$53,660
Liabilities		
Undistributed Monies	0	\$53,660
<i>Total Liabilities</i>	0	\$53,660
Net Assets		
Held in Trust for Scholarships	4,084	
<i>Total Net Assets</i>	\$4,084	

See accompanying notes to the basic financial statements

Western Brown Local School District
Statement of Changes in Fiduciary Net Assets
Fiduciary Fund
For the Fiscal Year Ended June 30, 2000

	Private Purpose Trust
	Scholarship
Additions	
Contributions	\$863
<i>Total Additions</i>	863
Deductions	
Other Operating Expenses	753
<i>Total Deductions</i>	753
<i>Change in Net Assets</i>	110
<i>Net Assets Beginning of Year</i>	3,974
<i>Net Assets End of Year</i>	\$4,084

See accompanying notes to the basic financial statements

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY

Western Brown Local 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 Board of Education (five members) and is responsible for the education of the residents of the School District. The Board controls the School District's three instructional support facilities staffed by 102 non-certificated, 165 teaching and 11 administrative employees providing education to 3,381 students.

The School District serves an area of approximately 141 square miles. It is located in Brown County, and includes the Village of Mt. Orab, the Village of Hamersville and portions of surrounding townships.

Reporting Entity

A reporting entity is composed of the primary government, component units, and other organizations that are included to insure that the financial statements are not misleading. The primary government of the School District consists of all funds, departments, boards and agencies that are not legally separate from the School District. For the School District, this includes general operations, food service, 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 organization's 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 organization's 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. The School District has no component units.

The Village of Mt. Orab, the Village of Hamersville, Alumni Associations and Parent Teacher Organizations perform activities within the School District's boundaries for the benefit of its residents but are excluded from the accompanying financial statements because the School District is not financially accountable for these entities nor are they fiscally dependent on the School District.

The School District is associated with two jointly governed organizations, one public entity shared risk pool and one insurance purchasing pool. These organizations are the South Central Ohio Computer Association (SCOCA), Hopewell Special Education Regional Resource Center (Hopewell), Brown County Schools Benefits Consortium, and the Ohio School Boards Association Workers' Compensation Group Rating Plan. These organizations are presented in Notes 17, 18 and 19 to the basic financial statements.

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Western Brown Local 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 body for establishing governmental accounting and financial reporting principles. The School District also applies Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, to its governmental and business-type activities and to its proprietary fund provided they do not conflict with or contradict GASB pronouncements. The more significant of the School District's accounting policies are described below.

A. Basis of Presentation

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

Government-wide Financial Statements

The statement of net assets and the statement of activities display information about the School District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the School District that are governmental and those that are considered business-type activities.

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

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fund Financial Statements

During the year, the School District segregates transactions related to certain School District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the School District at this more detailed level. The focus of governmental and enterprise fund financial statements is on major funds. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by type.

B. Fund Accounting

The School District uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self balancing set of accounts. There are three categories of funds: governmental, proprietary and fiduciary.

Governmental Funds

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

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.

Miscellaneous Federal Grants Fund - The miscellaneous federal grants fund is used to account for the proceeds of specific federal grants that are legally restricted to expenditures for specific purposes.

Western Brown Construction Project Fund - The Western Brown construction project fund is used to account for all monies received and expended in connection with the contracts entered into by the School District and the Ohio Department of Education for the building and equipping of the new and remodeled classroom facilities.

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

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Proprietary Fund

Proprietary fund reporting focuses on the determination of operating income, changes in net assets, financial position and cash flows. Proprietary funds are classified as enterprise or internal service; the School District has no internal service funds.

Enterprise Fund - The enterprise fund is used to account for any activity for which a fee is charged to external users for goods or services. The only enterprise fund of the School District accounts for the financial transactions related to the food service operations of the School District.

Fiduciary Funds

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

C. Measurement Focus

Government-wide Financial Statements

The government-wide statements are prepared using the economic resources measurement focus. All assets and liabilities associated with the operation of the School District are included on the statement of net assets.

Fund Financial Statements

All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

Fiduciary funds are reported using the economic resources measurement focus.

D. Basis of Accounting

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

Revenues - Exchange and Non-exchange Transactions

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

Nonexchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. (See Note 7.) Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the School District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at year-end: property taxes available for advance, grants and interest.

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Deferred Revenue

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

Property taxes for which there is an enforceable legal claim as of June 30, 2000, but which were levied to finance fiscal year 2001 operations, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

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

Expenses/Expenditures

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

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

E. Cash and Cash Equivalents

To improve cash management, all cash received by the School District is pooled. Monies for all funds, including the proprietary fund, are maintained in this pool. 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 financial statements. The School District utilizes a financial institution to service bonded debt as principal and interest payments come due. The balance in this account is presented on the financial statements as "Cash and Cash Equivalents with Fiscal Agents" and represents deposits.

During fiscal year 2000, the School District's investments were limited to certificates of deposit and funds invested in the State Treasury Assets Reserve of Ohio (STAR Ohio). 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, 2000. Nonnegotiable certificates of deposit are reported at cost.

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the general fund during fiscal year 2000 amounted to \$257,500, which includes \$175,561 assigned from other School District funds.

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

F. Restricted Assets

Assets are reported as restricted when limitations on their use change the normal understanding of the availability of the asset. Such constraints are either imposed by creditors, contributors, grantors or laws of other governments or imposed by enabling legislation. Restricted assets in the general fund represent cash and cash equivalents whose use is limited by legal requirements. Restricted assets include unexpended revenues restricted for the purchase of buses, and amounts required by statute to be set-aside by the School District to purchase textbooks and to create a reserve for budget stabilization. See Note 21 for additional information regarding set-asides.

The School District also utilizes an escrow agent to hold retainage on construction contracts. The balances in these accounts are presented on the financial statements as “cash and cash equivalents with escrow agents” and represent deposits or short term investments in certificates of deposit.

G. Inventory

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

On fund financial statements, inventories of proprietary funds are stated at the lower of cost or market. Cost is determined on a first-in, first-out basis. Inventories of proprietary funds consist of donated food and purchased food held for resale, as well as supplies, and are expensed when used.

H. Capital Assets

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

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

All capital 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. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not. Interest incurred during the construction of capital assets is also capitalized.

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

Description	Governmental Activities Estimated Lives	Business-Type Activity Estimated Lives
Land	N/A	N/A
Buildings and Improvements	10 - 30 years	10 - 30 years
Furniture and Equipment	5 - 10 years	12 years
Vehicles	10 years	N/A

I. Compensated Absences

The School District reports compensated absences in accordance with the provisions of GASB No. 16, "Accounting for Compensated Absences" Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the School District will compensate the employees for the benefits through paid time off or some other means. The School District records a liability for accumulated unused vacation time when earned for all employees with more than one year of service.

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

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

For governmental funds, the current portion of unpaid compensated absences is the amount that is normally expected to be paid using expendable available financial resources. These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated leave are paid. The noncurrent portion of the liability is not reported. In proprietary funds, the entire amount of compensated absences is reported as a fund liability.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

J. Accrued Liabilities and Long-term Obligations

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

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgments, compensated absences, special termination benefits and contractually required pension contributions that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are normally expected to be paid with expendable available financial resources. Payments made more than sixty days after year end are considered not to have used current available financial resources. Bonds, long-term notes, and capital leases that will be paid from governmental funds are recognized as a liability in the fund financial statements when due.

K. Fund Balance Reserves

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

The reserve for property taxes represents taxes recognized as revenue under generally accepted accounting principles but not available for appropriation under State statute for fiscal year 2000. However, these amounts will be available for appropriation in fiscal year 2001. The reserve for budget stabilization represents money required to be set-aside by statute to protect against cyclical changes in revenues and expenditures.

L. Net Assets

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

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

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

M. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the School District, these revenues are sales for food service. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund.

N. Contributed Capital

Contributions of capital in proprietary fund financial statements arise from outside contributions of fixed assets, or from grants or outside contributions of resources restricted to capital acquisition and construction.

O. Interfund Transactions

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

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

P. Estimates

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

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Q. Budgetary Process

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 fund level. Any budgetary modifications at this level may only be made by resolution of the Board of Education. The Treasurer is authorized to further allocate Board of Education appropriations to the function and object level for all funds.

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 Brown County Budget Commission for rate determination.

Estimated Resources

Prior to April 1, the Board of Education accepts, by formal resolution, the tax rates as determined by the County Budget Commission and receives the Commission's certificate of estimated resources which states the projected revenue of each fund. Prior to June 30, the School District must revise its budget so that total contemplated expenditures from any fund during the ensuing year will not exceed the amount stated in the certificate of estimated resources. The revised budget then serves as the basis for the appropriation measure. On or about July 1, the certificate is amended to include any unencumbered cash balances from the preceding year. The certificate may be further amended during the year if projected increases or decreases in revenue are identified by the School District Treasurer. The amounts reported as the original budgeted amounts in the budgetary statements reflect the amounts in the amended certificate when the original appropriations were adopted. The amounts reported as the final budgeted amounts in the budgetary statements reflect the amounts in the final amended certificate issued during fiscal year 2000.

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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 legally enacted by the Board of Education at the fund level of expenditures, which is the legal level of budgetary control. Prior to the passage of the annual appropriation measure, the Board may pass a temporary appropriation measure to meet the ordinary expenses of the School District. The appropriation resolution, by fund, must be within the estimated resources as certified by the County Budget Commission and the total 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 do not exceed the amounts set forth in the most recent certificate of estimated resources. The amounts reported as the original budgeted amounts in the budgetary statements reflect the appropriation in the first complete appropriated budget, including amounts automatically carried over from prior years.

The amounts reported as the final budgeted amounts in the statements of budgetary comparisons represent the final appropriation amounts, including all supplemental appropriations. During the year, several supplemental appropriations were legally enacted; however, none of these amendments were significant. Formal budgetary integration is employed as a management control device during the year for all funds, other than agency funds, consistent with statutory provisions.

Encumbrances

As part of formal budgetary control, purchase orders, contracts and other commitments for the expenditure of monies are recorded as the equivalent of expenditures on the non-GAAP budgetary basis in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. On the GAAP basis, encumbrances outstanding at fiscal year end are reported as a reservation of fund balance for subsequent-year expenditures for governmental funds.

Lapsing of Appropriations

At the close of each 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.

R. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2000, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of purchase and an expenditure/expense is reported in the year in which services are consumed.

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

S. Capitalization of Interest

The School District's policy is to capitalize net interest on construction projects until substantial completion of the project. The amount of capitalized interest equals the difference between the interest cost associated with the tax-exempt borrowing used to finance the project and the interest earned from temporary investment of the debt proceeds. Capitalized interest is amortized on the straight-line basis over the estimated useful life of the asset. For fiscal year 2000, interest expense incurred on construction projects was \$333,760. Negative interest capitalization occurred in the amount of \$5,393.

NOTE 3 - CHANGES IN ACCOUNTING PRINCIPLES AND PRIOR PERIOD ADJUSTMENT

Changes in Accounting Principles

For fiscal year 2000, the School District has implemented GASB Statement No. 33, "Accounting and Financial Reporting for Nonexchange Transactions," GASB Statement No. 34, "Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments," GASB Statement No. 36, "Recipient Reporting for Certain Shared Nonexchange Revenues," and GASB Interpretation No. 6, "Recognition and Measurement of Certain Liabilities and Expenditures in Governmental Fund Financial Statements."

GASB 34 creates new basic financial statements for reporting on the School District's financial activities. The financial statements now include government-wide financial statements prepared on an accrual basis of accounting and fund financial statements which present information for individual major funds rather than by fund type. Nonmajor funds are presented in total in one column.

The government-wide financial statements split the School District's programs between business-type and governmental activities. Except for the restatement explained below, the beginning net asset amount for the business-type activities equals fund equity of the enterprise funds from last year. The beginning net asset amount for governmental programs reflects the change in fund balance for governmental funds at June 30, 2000, caused by the conversion to the accrual basis of accounting.

In fiscal year 2000, the School District changed the method for estimating compensated absences from the vesting to the termination method to provide a more accurate estimate of compensated absences. The School District also changed the capital assets threshold from five hundred dollars to one thousand dollars, along with allocating part of the buildings for business type activities.

Correction of an Error

During fiscal year 2000, it was determined that construction in progress was understated at June 30, 1999.

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

NOTE 3 – CHANGES IN ACCOUNTING PRINCIPLES AND PRIOR PERIOD ADJUSTMENT (continued)

These restatements had the following effect on the fund balances of major and nonmajor funds of the School District as they were previously reported. The transition from governmental fund balance to net assets of the governmental activities is also presented.

	General	Western Brown Construction Project	Miscellaneous Federal Grants	Nonmajor	Total
Fund Balances, June 30, 1999	\$798,644	\$11,526,013	(\$80)	\$969,874	\$13,294,451
GASB 33 Adjustments					38,235,315
Restatement of Construction in Progress					2,668,845
Restatement of Compensated Absences					(258,213)
GASB 34 Adjustments:					
Capital Assets					7,774,326
Accrued Interest Payable					(31,375)
Compensated Absences Payable					(1,130,765)
Intergovernmental Payables					(95,016)
Long Term Liabilities					(7,241,866)
Governmental Activities Net Assets, June 30, 1999					\$53,215,702

	Food Services
Net Assets, June 30, 1999	\$24,666
Compensated Absences	(18,736)
Fixed Assets	99,057
Restated Net Assets, June 30, 1999	\$104,987

NOTE 4 - FUND DEFICITS

The Title VI-B and Title I Special Revenue Funds had deficit fund balances at June 30, 2000, of \$552 and \$28,586, respectively. The deficits in these funds are due to adjustments for accrued liabilities which generate expenditures that are greater than those recognized on a cash basis. The General Fund is liable for the deficits and provides operating transfers when cash is required, not when accruals occur.

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

NOTE 5 - 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 is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The Statement of Revenues, Expenditures and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual for the general and the Western Brown construction project funds 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.

The following table summarizes the adjustments necessary to reconcile the GAAP and budgetary basis statements for the general and major special revenue funds.

Net Change in Fund Balance General Fund and Miscellaneous Federal Grants Fund		
	General	Miscellaneous Federal Grants
GAAP Basis	\$1,459,604	\$148,879
Adjustments:		
Revenue Accruals	76,997	0
Expenditure Accruals	(218,392)	22
Encumbrances	(155,583)	0
Budget Basis	\$1,162,626	\$148,901

NOTE 6 - 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.

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

NOTE 6 - DEPOSITS AND INVESTMENTS (continued)

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

Interim deposits are deposits of interim monies. Interim monies are those monies which are not needed for immediate use but which will be needed before the end of the current period of designation of depositories. Interim deposits must be evidenced by time certificates of deposit maturing not more than one year from the date of deposit, or by savings accounts, including passbook accounts.

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

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

1. United States treasury notes, bills, bonds, or any other obligation or security issued by the United States treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by the federal government agency or instrumentality, including but not limited to, the federal national mortgage association, federal home loan bank, federal farm credit bank, federal home loan mortgage corporation, government national mortgage association, and student loan marketing association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) 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);

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

NOTE 6 - DEPOSITS AND INVESTMENTS (continued)

7. Certain bankers' acceptances and commercial paper notes for a period not to exceed one hundred and eighty days from the purchase date in an amount not to exceed twenty-five percent of the interim moneys available for investment at any one time; and
8. Under limited circumstances, debt interests rated in either of the two highest rating classifications by at least two nationally recognized rating agencies.

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the School District, and must be purchased with the expectation that it will be held to maturity.

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 qualified trustee or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

The following information classifies deposits and investments by categories of risk as defined in GASB Statement No. 3, "Deposits with Financial Institutions, Investments (including Repurchase Agreements), and Reverse Repurchase Agreements".

Deposits: At fiscal year-end, the carrying amount of the School District's deposits was \$11,773,819 and the bank balance was \$12,376,580. Of the bank balance, \$300,000 was covered by federal depository insurance and \$12,076,580 was uninsured and uncollateralized. Although the securities serving as collateral were held by the pledging financial institution's trust department in the School District's name and all State statutory requirements for the deposit of money had been followed, non-compliance with federal requirements could potentially subject the School District to a successful claim by the Federal Deposit Insurance Corporation.

Investments: The School District's investments are required to be categorized to give an indication of the level of risk assumed by the School District at fiscal year-end. 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 which 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. The School District's investments in STAR Ohio, an investment pool operated by the Ohio State Treasurer, are unclassified investments since they are not evidenced by securities that exist in physical or book entry form.

	Fair Value
	<hr/>
STAR Ohio	\$10,979,754
	<hr/>

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

NOTE 6 - DEPOSITS AND INVESTMENTS (continued)

The classification of cash and cash equivalents, and investments on the basic financial statements is based on criteria set forth in GASB Statement No. 9, "Reporting Cash Flows of Proprietary and Non-Expendable Trust Funds and Governmental Entities that use Proprietary Fund Accounting."

A reconciliation between the classifications of cash and cash equivalents and investments on the basic financial statements and the classification of deposits and investments presented above per GASB Statement No. 3 is as follows:

	Cash and Cash Equivalents/Deposits	Investments
GASB Statement No. 9	\$22,753,573	\$0
Investments:		
STAR Ohio	(10,979,754)	10,979,754
GASB Statement No. 3	\$11,773,819	\$10,979,754

NOTE 7 - PROPERTY TAXES

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

Property taxes include amounts levied against all real, public utility and tangible personal property located in the School District. Property tax revenue received during calendar 2000 for real and public utility property taxes represents collections of calendar 1999 taxes. Property tax payments received during calendar 2000 for tangible personal property (other than public utility property) is for calendar 2000 taxes.

2000 real property taxes are levied after April 1, 2000, on the assessed value as of January 1, 2000, the lien date. Assessed values are established by State law at thirty-five percent of appraised market value.

Public utility tangible personal property currently is assessed at varying percentages of true value; public utility real property is assessed at thirty-five percent of true value. 2000 public utility property taxes became a lien December 31, 1999, are levied after April 1, 2000 and are collected in 2001 with real property taxes.

2000 tangible personal property taxes are levied after April 1, 1999, on the value as of December 31, 1999. Collections are made in 2000. Tangible personal property assessments are twenty-five percent of true value.

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

NOTE 7 - PROPERTY TAXES (continued)

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

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

The assessed values upon which fiscal year 2000 taxes were collected are:

	1999 Second- Half Collections		2000 First- Half Collections	
	Amount	Percent	Amount	Percent
Agricultural/Residential and Other Real Estate	\$112,223,030	80.93%	\$118,254,980	81.68%
Public Utility	55,430	0.04%	55,430	0.04%
Tangible Personal Property	26,393,670	19.03%	26,472,580	18.28%
Total Assessed Value	\$138,672,130	100.00%	\$144,782,990	100.00%
Tax rate per \$1,000 of assessed valuation	\$25.20		\$25.20	

The School District receives property taxes from Brown 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, 2000, are available to finance fiscal year 2000 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, 2000. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 was levied to finance current fiscal year operations. The receivable is therefore offset by a credit to deferred revenue for that portion not levied to finance current year operations.

The amount available as an advance at June 30, 2000 was \$388,331 in the general fund and \$100,966 was available in the nonmajor governmental funds.

NOTE 8 - RECEIVABLES

Receivables at June 30, 2000, consisted of property taxes, interest, and intergovernmental grants. 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. A summary of the principal items of intergovernmental receivables follows:

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

NOTE 8 - RECEIVABLES (continued)

	Amounts
Governmental Activities:	
Western Brown Construction Project	\$14,115,452
Title I	9,362
Reading Excellence Grant	718,147
Total Governmental Activities	\$14,842,961
Business-Type Activity:	
Food Service	31,996
Total Intergovernmental Receivables	\$14,874,957

NOTE 9 - CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2000, was as follows:

	Balance 6/30/99	Additions	Deductions	Balance 6/30/00
Governmental Activities				
Land	\$2,603,938	\$0	\$0	\$2,603,938
Buildings and Improvements	6,319,632	0	0	6,319,632
Furniture and Equipment	3,235,709	306,703	0	3,542,412
Vehicles	1,602,452	179,656	0	1,782,108
Construction in Progress	2,703,845	19,714,429	0	22,418,274
Totals at Historical Cost	\$16,465,576	\$20,200,788	\$0	\$36,666,364
Less Accumulated Depreciation:				
Buildings and Improvements	(\$3,821,384)	(\$202,160)	\$0	(\$4,023,544)
Furniture and Equipment	(1,036,016)	(257,027)	0	(1,293,043)
Vehicles	(1,165,005)	(110,527)	0	(1,275,532)
Total Accumulated Depreciation	(6,022,405)	(569,714)*	0	(6,592,119)
Governmental Activities Capital Assets, Net	\$10,443,171	\$19,631,074	\$0	\$30,074,245

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

NOTE 9 - CAPITAL ASSETS (continued)

	Balance 6/30/99	Additions	Deductions	Balance 6/30/00
Business-Type Activity				
Buildings and Improvements	\$241,447	\$0	\$0	\$241,447
Furniture and Equipment	213,239	0		213,239
Totals at Historical Cost	454,686	0	0	454,686
Less Accumulated Depreciation:				
Buildings and Improvements	(146,000)	(7,724)	0	(153,724)
Furniture and Equipment	(171,367)	(3,953)	0	(175,320)
Total Accumulated Depreciation	(317,367)	(11,677)	0	(329,044)
Business-Type Activity Capital Assets, Net	<u>\$137,319</u>	<u>(\$11,677)</u>	<u>\$0</u>	<u>\$125,642</u>

* Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	\$395,516
Special	19,876
Vocational	4,188
Support Services:	
Pupil	666
Instructional Staff	1,963
Administration	29,867
Fiscal	4,042
Business	
Operation and Maintenance of Plant	8,491
Pupil Transportation	93,619
Central	328
Operation of Non-Instructional Services	
Extracurricular Activities	11,158
Total Depreciation Expense	<u>\$569,714</u>

NOTE 10 - RISK MANAGEMENT

A. Property and Liability

The School District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During fiscal year 2000, the School District contracted with Nationwide Insurance Company for general liability insurance with a \$2,000,000 single occurrence limit and a \$5,000,000 aggregate. Property is protected by the Indiana Insurance Company and holds a \$1,000 deductible. The School District's vehicles are covered by the Indiana Insurance Company under a business policy and hold a \$500 deductible for comprehensive and collision with a \$1,000,000 limit on any accident. Settled claims have not exceeded this commercial coverage in any of the past twelve years. There have been no significant reductions in insurance coverage from last year.

B. Workers' Compensation

For fiscal year 2000, the School District participated in the Ohio School Boards Association Workers' Compensation Group Rating Plan (GRP), an insurance purchasing pool (Note 19). The intent of the GRP is to achieve the benefit of a reduced premium for the School District by virtue of its grouping and representation with other participants in the GRP. The workers' compensation experience of the participating school districts is calculated as one experience and a common premium rate is applied to all school districts in the GRP. Each participant pays its workers' compensation premium to the State based on the rate for the GRP rather than its individual rate. Total savings are then calculated and each participant's individual performance is compared to the overall savings percentage of the GRP. A participant will then either receive money from or be required to contribute to the "Equity Pooling Fund". This "equity pooling" arrangement insures that each participant shares equally in the overall performance of the GRP. Participation in the GRP is limited to school districts that can meet the GRP's selection criteria. The firm of Gates McDonald & Co. provides administrative, cost control and actuarial services to the GRP.

C. Employee Medical Benefits

The School District participates in the Brown County Schools Benefits Consortium (the Consortium), a public entity shared risk pool (Note 18) consisting of seven districts. The School District is responsible for providing a current listing of enrolled employees and for providing timely pro-rata payments of premiums to the Consortium for employee health coverage and benefits. The Consortium is responsible for the management and operations of the program. Upon termination from the Consortium, for any reason, the terminated member assumes and is responsible for the payment of any delinquent contributions and all claims of its employees from the date of termination, regardless of the date such claims were incurred.

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

NOTE 11 - DEFINED BENEFIT PENSION PLANS

A. School Employees Retirement System

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

Plan members are required to contribute 9 percent of their annual covered salary and the School District is required to contribute at an actuarially determined rate. The current rate is 14 percent of annual covered payroll. A portion of the School District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for fiscal year 2000, 5.5 percent of annual covered salary was the portion used to fund pension obligations. The contribution requirements of plan members and employers are established and may be amended, up to a statutory maximum amount, by the SERS' Retirement Board. The School District's contributions for pension obligations to SERS for the fiscal years ended June 30, 2000, 1999, and 1998 were \$84,050, \$113,643, and \$189,123 respectively; 33.14 percent has been contributed for fiscal year 2000 and 100 percent for fiscal years 1999 and 1998. \$56,197 represents the unpaid contribution for fiscal year 2000.

B. State Teachers Retirement System

The School District contributes to the State Teachers Retirement System of Ohio (STRS), a cost-sharing multiple employer public employee retirement system. STRS provides retirement and disability benefits, annual cost-of-living adjustments, and death and survivor benefits to members and beneficiaries. Benefits are established by Chapter 3307 of the Ohio Revised Code. STRS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information for STRS. That report may be obtained by writing to the State Teachers Retirement System, 275 East Broad Street, Columbus, Ohio 43215-3371.

For the fiscal year ended June 30, 2000, plan members were required to contribute 9.3 percent of their annual covered salaries. The School District was required to contribute 14 percent; 6 percent was the portion used to fund pension obligations. Contribution rates are established by STRS, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. The School District's required contributions for pension obligations to STRS for the fiscal years ended June 30, 2000, 1999, and 1998 were \$447,076, \$327,084 and \$689,491 respectively; 83.46 percent has been contributed for fiscal year 2000 and 100 percent for fiscal years 1999 and 1998. \$73,966 represents the unpaid contribution for fiscal year 2000.

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

NOTE 12 - POSTEMPLOYMENT BENEFITS

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

All STRS benefit recipients and sponsored dependents are eligible for health care coverage. The STRS Board has statutory authority over how much, if any, of the health care costs will be absorbed by STRS. Most benefit recipients pay a portion of the health care cost in the form of a monthly premium. By law, the cost of coverage paid from STRS funds is included in the employer contribution rate, currently 14 percent of covered payroll. For the fiscal year ended June 30, 2000, the STRS Board allocated employer contributions equal to 8 percent of covered payroll to the Health Care Reserve Fund. For the School District, this amount equaled \$596,102 for fiscal year 2000.

STRS pays health care benefits from the Health Care Reserve Fund. At June 30, 1999, (the latest information available) the balance in the Fund was \$2,783 million. For the year ended June 30, 1999, net health care costs paid by STRS were \$249,929,000 and STRS had 95,796 eligible benefit recipients.

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

After the allocation for basic benefits, the remainder of the employer's 14 percent contribution is allocated to providing health care benefits. For the fiscal year ended June 30, 2000, employer contributions to fund health care benefits were 8.50 percent of covered payroll, an increase from 6.30 percent for fiscal year 1999. In addition, SERS levies a surcharge to fund health care benefits equal to 14 percent of the difference between a minimum pay and the member's pay, pro-rated for partial service credit. For fiscal year 2000, the minimum pay was established at \$12,400. For the School District, the amount contributed to fund health care benefits, including the surcharge, during the 2000 fiscal year equaled \$158,379.

The surcharge, added to the unallocated portion of the 14 percent employer contribution rate, provides for maintenance of the asset target level for the health care fund. The target level for the health care reserve is 150 percent of the annual health care expenses. Expenses for health care for the fiscal year ended June 30, 1999 (the latest information available), were \$126,380,984 and the target level was \$189.6 million. At June 30, 1999, SERS had net assets available for payment of health care benefits of \$188.0 million. SERS has approximately 51,000 participants currently receiving health care benefits.

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

NOTE 13 - EMPLOYEE BENEFITS

A. Compensated Absences

The criteria for determining vacation and sick leave components are derived from negotiated agreements, Board resolutions and State laws. Eligible classified employees and administrators earn ten to twenty days of vacation per year, depending upon length of service. Accumulated, unused vacation time is paid to classified employees and administrators upon termination of employment. Teachers and administrators who are not on a twelve month contract do not earn vacation time.

Teachers, administrators and classified employees earn sick leave at the rate of one and one-fourth days per month for a total of 15 days of sick leave for each year under contract. Sick leave may be used consecutively, up to a maximum of 215 days for teachers, administrators, and classified personnel. Upon retirement, payment is made for one-half of administrators' unlimited accumulated, but unused sick leave credit and one-fourth of teachers' and classified employees' unlimited accumulated, but unused sick leave credit.

B. Insurance Benefits

The School District provides life insurance and accidental death and dismemberment insurance to most employees through Coresource. The School District has elected to provide employee medical/surgical benefits through the Brown County Schools Benefits Consortium in which Stoner and Associates is the administrator. Dental insurance is provided by the School District to all employees through Coresource and vision insurance is provided by Vision Service Plan.

NOTE 14 - CAPITALIZED LEASES - LESSEE DISCLOSURE

In prior years, the School District had entered into capitalized leases for the acquisition of reproduction equipment. 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 expenditures in the basic financial statements for the governmental funds. These expenditures are reflected as program/function expenditures on a budgetary basis.

Capital assets acquired by lease have been capitalized in the statement of net assets for governmental activities in the amount of \$53,486 which is equal to the present value of the minimum lease payments at the time of acquisition. A corresponding liability was recorded on the statement of net assets for governmental activities. Principal payments in fiscal year 2000 totaled \$13,173.

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

NOTE 14 - CAPITALIZED LEASES - LESSEE DISCLOSURE (continued)

The following is a schedule of the future long-term minimum lease payments required under the capital leases and the present value of the minimum lease payments as of June 30, 2000.

<u>Fiscal Year Ending June 30,</u>	<u>Total Payments</u>
2001	\$13,373
2002	6,315
Total Minimum Lease Payments	19,688
Less: Amount Representing Interest	(917)
Present Value of Minimum Lease Payments	<u>\$18,771</u>

NOTE 15 - FUND OBLIGATIONS

A summary of the short-term note transactions for the year ended June 30, 2000 follows:

	<u>Balance June 30, 1999</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2000</u>
School Improvement Tax Anticipation Note - 4.35%	<u>\$136,000</u>	<u>\$0</u>	<u>\$136,000</u>	<u>\$0</u>

The note was issued on August 5, 1998, and matured on August 4, 2000. The note was issued for the purpose of purchasing modulars and classroom equipment. The note proceeds were received in the general fund. The note was paid from property tax revenue received in the general fund.

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

NOTE 16 - LONG-TERM OBLIGATIONS

The change in the School District's long-term obligations during the fiscal year 2000 were as follows:

	Principal Outstanding 6/30/99	Additions	Deductions	Principal Outstanding 6/30/00	Amounts Due in One Year
Governmental Activities					
School Improvement Bonds 1998 5.01%	\$6,880,000	\$0	\$120,000	\$6,760,000	\$130,000
School Bus Acquisition Bonds 1997 5.70%	92,000	0	23,000	69,000	23,000
School Bus Acquisition Bonds 1995 5.72%	26,400	0	26,400	0	0
Energy Conservation Notes 1993 3.33%	89,522	0	25,290	64,232	26,620
Energy Conservation Bonds 1995 5.70 %	122,000	0	20,000	102,000	20,000
Compensated Absences	1,388,978	565,343	453,090	1,501,231	160,960
Capital Leases	31,944	0	13,173	18,771	12,565
Total Governmental Activities Long-Term Liabilities	<u>\$8,630,844</u>	<u>\$565,343</u>	<u>\$680,953</u>	<u>\$8,515,234</u>	<u>\$373,145</u>
Business-Type Activities					
Compensated Absences	<u>\$13,256</u>	<u>\$31,646</u>	<u>\$18,235</u>	<u>\$26,667</u>	<u>\$2,316</u>

School Improvement Bonds 1998

On June 15, 1998, the School District issued \$7,164,600 in voted general obligation bonds for the purpose of acquiring land, constructing new classroom facilities, and making renovations to existing classrooms. These bonds are being paid from property tax revenues. The Ohio Department of Education, School Finance, announced that the School District was eligible for state school building assistance funding on June 2, 1997. The estimated funding to be received from the State of Ohio is \$46,441,053. The bond issue satisfies the local match required to receive state assistance for the construction project. As of June 30, 2000, only \$1,773,670 of these proceeds had been spent toward the project.

School Bus Acquisition Bonds 1997

On September 15, 1997, the School District issued \$115,000 in unvoted general obligation bonds for the purpose of acquiring buses for transportation of students to and from school, and other functions authorized by the Board of Education. These bonds are being paid from general fund operating monies transferred to the debt service fund.

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

NOTE 16 - LONG-TERM OBLIGATIONS (continued)

School Bus Acquisition Bonds 1995

On April 1, 1995, the School District issued \$132,000 in unvoted general obligation bonds for the purpose of acquiring buses for the use in the transportation of students to and from school and other functions authorized by the Board of Education. These bonds are being paid from General Fund operating monies transferred to the Debt Service Fund.

Energy Conservation Notes

On June 15, 1993, the School District issued \$225,400 in unvoted general obligation debt for the purpose of providing energy conservation measures for the School District, under authority of the Ohio Revised Code Sections 133.06(G) and 3313.372. The notes were issued for a ten year period with final maturity during fiscal year 2003. The debt will be retired from the anticipated savings over the ten years.

Energy Conservation Bonds

On May 10, 1995, the School District issued \$202,000 in unvoted general obligation debt for the purpose of providing energy conservation measures for the School District, under authority of the Ohio Revised Code Sections 133.06(G) and 3313.372. The bonds were issued for a ten year period with final maturity during fiscal year 2005. The debt will be retired from the anticipated savings over the ten years.

Compensated absences and the pension obligation will be paid from the fund from which the employees' salaries are paid. Capital lease obligations will be paid from the General Fund.

The School District's overall legal debt margin was \$6,901,884 with an unvoted debt margin of \$144,783, and an Energy Conservation debt margin of \$1,136,815 at June 30, 2000.

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

NOTE 16 - LONG-TERM OBLIGATIONS (continued)

Principal and interest requirements to retire general obligation debt outstanding at June 30, 2000 are as follows:

<u>School Improvement Bonds 1998</u>			
<u>Fiscal Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2001	\$130,000	\$329,195	\$459,195
2002	145,000	323,521	468,521
2003	155,000	317,258	472,258
2004	165,000	310,496	475,496
2005	190,000	302,905	492,905
2006-2010	1,180,000	1,370,400	2,550,400
2011-2015	1,720,000	1,022,277	2,742,277
2016-2020	2,475,000	479,356	2,954,356
2021	600,000	15,000	615,000
Total	<u>\$6,760,000</u>	<u>\$4,470,408</u>	<u>\$11,230,408</u>

<u>School Bus Acquisition Bonds 1997</u>			
<u>Fiscal Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2001	\$23,000	\$3,278	\$26,278
2002	23,000	1,966	24,966
2003	23,000	657	23,657
Total	<u>\$69,000</u>	<u>\$5,901</u>	<u>\$74,901</u>

<u>Energy Conservation Notes 1993</u>			
<u>Fiscal Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2001	\$26,620	\$3,380	\$30,000
2002	28,021	1,979	30,000
2003	9,591	505	10,096
Total	<u>\$64,232</u>	<u>\$5,864</u>	<u>\$70,096</u>

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

NOTE 16 - LONG-TERM OBLIGATIONS (continued)

<u>Energy Conservation Bonds 1995</u>			
<u>Fiscal Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2001	\$20,000	\$5,529	\$25,529
2002	20,000	4,389	24,389
2003	20,000	3,249	23,249
2004	20,000	2,109	22,109
2005	22,000	969	22,969
Total	<u>\$102,000</u>	<u>\$16,245</u>	<u>\$118,245</u>

NOTE 17 - JOINTLY GOVERNED ORGANIZATIONS

The School District is a participant in the South Central Ohio Computer Association (SCOCA), which is a computer consortium. SCOCA is an association of public school districts within the boundaries of Adams, Brown, Highland, Pike, Ross, Scioto, Vinton, Jackson and Lawrence Counties. The organization was formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and instructional functions among member school districts. The governing board of SCOCA consists of two representatives from each of the participating counties, two representatives of the school treasurers, plus the fiscal agent. The School District paid SCOCA \$13,364 for services provided during the year. Financial information can be obtained from their fiscal agent, the Pike County Joint Vocational School, P.O. Box 577, 175 Beaver Creek Rd., Piketon, Ohio, 45661.

The Hopewell Special Education Regional Resource Center (Hopewell) is a jointly governed organization created by the Ohio Department of Education at the request of the participating school districts to offer direct and related services to low incidence handicapped students of the region. Seventeen local, city, and exempted village school districts receive services from Hopewell. Hopewell is operated under regulations and policies established by the Ohio Department of Education, and its own governing board. The governing board is made up of superintendents from the seventeen school districts, plus a representative from the county board of education, a representative from the board of mental retardation and developmental disabilities, two joint vocational school superintendents and five parents of handicapped children living in the region. The Clinton-Fayette-Highland Educational Service District acts as fiscal agent. Hopewell receives funding from the contracts with each of the member school districts and Federal and State grants. To obtain financial information write to Hopewell at the Clinton-Fayette-Highland Educational Service District, 62 Laurel Dr., Wilmington, Ohio 45177.

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

NOTE 18 - PUBLIC ENTITY SHARED RISK POOL

The Brown County Schools Benefits Consortium, a public entity shared risk pool currently operates to provide health insurance coverage to enrolled employees of the consortium members and to eligible dependents of those enrolled employees. Six Brown County school districts (Eastern Brown, Fayetteville, Georgetown, Ripley Union Lewis Huntington, Southern Hills Joint Vocational and Western Brown Schools) have entered into an agreement with the Brown County Educational Service Center to form the Brown County Schools Benefits Consortium. The overall objectives of the consortium are to formulate and administer a program of health insurance for the benefit of the consortium members' employees and their dependents, to obtain lower costs for health coverage, and to secure cost control by implementing a program of comprehensive loss control. The School District pays premiums based on what the consortium estimates will cover the costs of all claims for which the consortium is obligated. If the School District's claims exceed its premiums, there is no individual supplemental assessment; on the other hand, if the School District's claims are low, it will not receive a refund. The consortium views its activities in the aggregate, rather than on an individual entity basis. To obtain financial information write to the Brown County Educational Service Center at 325 West State St., Georgetown, Ohio 45121.

NOTE 19 - INSURANCE PURCHASING POOL

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

NOTE 20 - SCHOOL FUNDING

On March 24, 1997, the Ohio Supreme Court rendered a decision declaring certain portions of the Ohio school funding plan unconstitutional. The Court stayed the effect of its ruling for one year to allow the State's legislature to design a plan to remedy the perceived defects in the system. Declared unconstitutional was the State's "school foundation program", which provides significant amounts of monetary support to the School District. During the fiscal year ended June 30, 2000, the School District received \$12,650,521 of school foundation support for its general fund.

In addition, the Court declared the classroom facilities program unconstitutional, because, in the Court's opinion, the program had not been sufficiently funded by the State. The classroom facilities program provided money to build schools and furnish classrooms. As of June 30, 2000, the School District had received a total of \$32,325,601 under this program.

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

NOTE 20 - SCHOOL FUNDING (continued)

Since the Supreme Court ruling, numerous pieces of legislation have been passed by the State legislature in an attempt to address the issues identified by the Court. The Court of Common Pleas in Perry County has reviewed the new laws and, in a decision issued on February 26, 1999, determined they are not sufficiently responsive to the constitutional issues raised under the “thorough and efficient” clause of the Ohio Constitution. The State appealed the decision made by the Court of Common Pleas to the Ohio Supreme Court. On May 11, 2000, the Ohio Supreme Court rendered an opinion on this issue. The Court concluded, “...the mandate of the [Ohio] Constitution has not been fulfilled.” The Court’s majority recognized efforts by the Ohio General Assembly taken in response to the Court’s March 24, 1997 decision, however, it found seven “...major areas warrant further attention, study, and development by the General Assembly”, including the State’s reliance on local property tax funding, the state’s basic aid formula, the school foundation program, as discussed above, the mechanism for, and adequacy of, funding for school facilities, and the existence of the State’s School Solvency Assistance Fund, which the Court found took the place of the unconstitutional emergency school loan assistance program.

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

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

NOTE 21 - SET-ASIDE CALCULATIONS

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

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

NOTE 21 - SET-ASIDE CALCULATIONS (continued)

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

	Budget Stabilization Reserve	Capital Improvements Reserve	Textbook/ Instructional Materials Reserve
Set-aside Reserve Balance as of June 30, 1999	\$177,225	\$0	\$0
Current Year Set-aside Requirement	107,943	323,828	323,828
Qualifying Disbursements	0	(466,581)	(236,916)
Amount of Offsets for the Year	(77,805)	0	0
Set-aside Balance Carried Forward to Future Fiscal Years	207,363	0	86,912
Set-aside Reserve Balance as of June 30, 2000	<u>\$207,363</u>	<u>\$0</u>	<u>\$86,912</u>

Although the School District had qualifying disbursements during the fiscal year that reduced the capital acquisition set-aside amount below zero, only the amount for the textbook set-aside may be used to reduce the set-aside requirement of future years. The capital acquisition negative amount is therefore not presented as being carried forward to the next fiscal year. The total reserve balance for the three set-asides at the end of the fiscal year was \$294,275.

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

NOTE 22 - CONSTRUCTION COMMITMENTS

The School District has entered into a contract for the design of two new buildings, as well as advice and planning for renovations to existing buildings in the School District. At June 30, 2000, the outstanding construction commitments were:

Contractor	Contract Amount	Amount Expended	Balance At 6/30/00
Arctic Heating and Air Conditioning, Inc.	\$2,137,000	\$1,260,791	\$876,209
Ayer Electrical, Inc.	1,349,338	193,913	1,155,425
Cleveland Construction, Inc.	8,975,000	3,333,562	5,641,438
Croson-Teepe, LLP	668,000	418,457	249,543
Delta Innovations, Ltd.	1,167,568	0	1,167,568
Endeavor Construction	4,734,000	1,399,012	3,334,988
ESI, Inc.	1,249,000	678,708	570,292
Firematic Sprinkler Company	550,833	53,424	497,409
Geiler Company	2,108,750	718,823	1,389,927
Global Fire Protection	67,558	58,891	8,667
Jess Hauer Masonry, Inc.	3,773,525	1,789,675	1,983,850
George Igel Construction Company	2,647,701	2,218,911	428,790
Invensys Building Systems, Inc.	979,920	255,336	724,584
Mardis & Meehan	2,748,000	1,685,742	1,062,258
MNI Electrical Contractor	308,000	261,922	46,078
R. Kelly, Inc.	865,368	0	865,368
RPC Mechanical, Inc.	513,100	367,032	146,068
Don Sayler Masonry, Inc.	2,990,421	1,949,069	1,041,352
Lepi Enterprises, Inc.	78,433	0	78,433
G & R Plumbing Comany	154,125	0	154,125
Steed Hammond Paul	3,532,000	2,388,975	1,143,025
Ruscilli Construction Company	2,488,388	1,548,492	939,896
Kerkan Roofing, Inc.	310,312	0	310,312
Total	<u>\$44,396,340</u>	<u>\$20,580,735</u>	<u>\$23,815,605</u>

Western Brown Local School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

NOTE 23 - CONTINGENCIES

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 June 30, 2000.

Litigation:

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

NOTE 24 - SUBSEQUENT EVENTS

After year end, the School District entered into the following construction contracts:

<u>Contractor</u>	<u>Contract Amount</u>
Kerkan Roofing	\$310,312
B.L. Spille Construction	1,576,000
Fred B. DeBra Company	172,200
Dalmation Fire	134,000
RPC Mechanical, Inc.	964,200
Luce Electrical Company	586,349
Library Design Associates	76,973
Virco, Inc.	9,998
Martin Public Seating	208,661
J.R. Holcomb's	108,210
School Specialty	10,477
Total	<u><u>\$4,157,380</u></u>

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Western Brown Local School District
Combining Statements and Individual Fund Schedules

Western Brown Local School District

Combining Statements

Special Revenue Funds

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

Nonmajor Special Revenue Funds

PUBLIC SCHOOL SUPPORT - This fund is used 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.

OTHER GRANT - This fund accounts for the proceeds of specific revenue sources, except for state and federal grants that are legally restricted to expenditures for specified purposes.

CLASSROOM FACILITY MAINTENANCE - This fund accounts for property tax revenues that are restricted to expenditures for the maintenance and upkeep of School District classroom facilities.

DISTRICT MANAGED ACTIVITY - This fund accounts for those student activity programs which have student participation in the activity but do not have student management of the programs.

TEACHER DEVELOPMENT - This fund accounts for assistance provided to local school districts for the development of in-service programs.

EDUCATIONAL MANAGEMENT INFORMATION SYSTEMS - This fund accounts for hardware and software development, or other costs associated with the requirements of the management information system.

DISADVANTAGED PUPIL IMPACT AID - This fund accounts for monies which are provided for the improvement of the educational and cultural status of disadvantaged pupils.

TEXTBOOKS/INSTRUCTIONAL MATERIALS - This fund accounts for State funding restricted for the purchase of current textbooks and other instructional materials that will benefit the School District's students.

MISCELLANEOUS STATE GRANTS - This fund accounts for various monies received from State agencies which are not classified elsewhere. A separate special cost center must be used for each grant and be approved by the Auditor of State.

Western Brown Local School District

Combining Statements

Nonmajor Special Revenue Funds (Continued)

TITLE VI-B - This fund accounts for federal funds for the provision of full educational opportunities to handicapped children at the preschool, elementary and secondary levels and to assist in the training of teachers, supervisors and other specialists in providing educational services to the handicapped.

TITLE I - This fund accounts for federal funds expended for services provided to meet special educational needs of educationally deprived children.

TITLE VI - This fund accounts for federal funds used to provide programs for at-risk students; instructional materials to improve the quality of instruction; programs of professional development; and programs to enhance personal excellence of students and student achievement.

DRUG FREE GRANT - This fund accounts for federal funds used to establish, operate and improve local programs of drug abuse prevention, early intervention, rehabilitation referral and education in elementary and secondary schools, and to engage in development, training, technical assistance and coordination activities.

TELECOMMUNICATIONS ACT GRANT - This fund accounts for monies refunded from telecommunications vendors. This money will be used to pay future telecommunications bills or will be transferred to the general fund.

UNIFORM SCHOOL SUPPLIES - This fund accounts for the purchase and sale of school supplies as adopted by the board of education for use in the schools of the School District. Profit derived from such sale is to be used for school purposes or activities in connection with the school.

THOMAS STOUT - This fund accounts for donations received by the School District to be used for the purchase of new signs to be erected on the grounds of the new school buildings.

OHIO READS - This fund accounts for state monies and operating expenditures associated with administering the OhioReads Program. The OhioReads Program is intended to improve reading outcomes, especially on the fourth grade reading proficiency test.

PROFESSIONAL DEVELOPMENT - This fund accounts the revenues and expenditures associated with a limited number of professional development subsidy grants.

ALTERNATIVE SCHOOL - This fund accounts for state monies and expenditures for alternative educational programs for existing and new, at-risk and delinquent youth.

Western Brown Local School District

Combining Statements

Nonmajor Special Revenue Funds (Continued)

EISENHOWER - This fund accounts for federal funds used to provide programs for strengthening instruction in science, mathematics, modern foreign languages, English, the arts, and computer learning.

REDUCING CLASS SIZE - This fund accounts for federal funds used to hire additional classroom teachers in grades 1 through 3, so that the number of students per teacher will be reduced.

Nonmajor Debt Service Fund

The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general obligation bond principal and interest and certain other long-term obligations when the School District is obligated for the payment. There is only one debt service fund.

Capital Projects Funds

The Capital Projects Funds are used to account for the financing and acquisition or construction of major capital facilities, such as new school buildings or additions to existing buildings, and for major renovation projects including equipment purchases. The following are descriptions of the School District's nonmajor capital projects funds:

Nonmajor Capital Projects Funds

PERMANENT IMPROVEMENT - This fund accounts for all transactions relating to the acquiring, constructing, or improving of such permanent improvements as are authorized by Chapter 5705, Revised Code.

SCHOOLNET - This fund accounts for State grant monies used for the installation of wiring and the purchase of a computer workstation and related technology for every classroom in Ohio's low-wealth school districts.

TECHNOLOGY EQUITY - This fund accounts for technology equity funding to low-wealth school districts.

Western Brown Local School District

Combining Statements

Nonmajor Capital Projects Funds (Continued)

VIDEO DISTANCE LEARNING - This fund accounts for technology equity funding to low-wealth school districts to complement the SchoolNet Program. The proceeds are used to purchase computer equipment, wiring and peripherals.

Enterprise Fund

The Enterprise Fund is used to account for all transactions related to the food service operations. 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. There is only one enterprise fund.

Western Brown Local School District
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2000

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets				
Equity in Pooled Cash and Cash Equivalents	\$628,953	\$609,157	\$196,006	\$1,434,116
Cash and Cash Equivalents:				
With Fiscal Agents	0	5,000	0	5,000
Receivables:				
Taxes	73,139	642,704	0	715,843
Intergovernmental	9,362	0	0	9,362
<i>Total Assets</i>	<u>\$711,454</u>	<u>\$1,256,861</u>	<u>\$196,006</u>	<u>\$2,164,321</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$485	\$0	\$1,532	\$2,017
Accrued Wages	58,236	0	0	58,236
Intergovernmental Payable	1,327	0	0	1,327
Deferred Revenue	63,431	551,446	0	614,877
Matured Interest Payable	0	5,000	0	5,000
<i>Total Liabilities</i>	<u>123,479</u>	<u>556,446</u>	<u>1,532</u>	<u>681,457</u>
Fund Balances				
Reserved for Encumbrances	12,113	0	9,686	21,799
Reserved for Property Taxes	9,708	91,258	0	100,966
Unreserved, Undesignated, Reported in:				
Undesignated, Reported in:				
Special Revenue Funds	566,154	0	0	566,154
Debt Service Funds	0	609,157	0	609,157
Capital Projects Funds	0	0	184,788	184,788
<i>Total Fund Balances</i>	<u>587,975</u>	<u>700,415</u>	<u>194,474</u>	<u>1,482,864</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$711,454</u>	<u>\$1,256,861</u>	<u>\$196,006</u>	<u>\$2,164,321</u>

Western Brown Local School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2000

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues				
Taxes	\$67,285	\$632,484	\$0	\$699,769
Intergovernmental	810,074	70,260	171,866	1,052,200
Tuition and Fees	94,092	0	0	94,092
Extracurricular Activities	133,836	0	0	133,836
Contributions and Donations	7,471	0	0	7,471
Miscellaneous	14,367	0	0	14,367
<i>Total Revenues</i>	<u>1,127,125</u>	<u>702,744</u>	<u>171,866</u>	<u>2,001,735</u>
Expenditures				
Current:				
Instruction:				
Regular	278,874	0	0	278,874
Special	309,137	0	0	309,137
Support Services:				
Pupil	91,992	0	0	91,992
Instructional Staff	22,110	0	0	22,110
Administration	116,765	0	0	116,765
Fiscal	2,309	21,702	0	24,011
Pupil Transportation	2,943	0	0	2,943
Operation of Non-Instructional Services	2,124	0	0	2,124
Extracurricular Activities	66,311	0	0	66,311
Capital Outlay	0	0	120,491	120,491
Debt Service:				
Principal Retirement	0	214,690	0	214,690
Interest and Fiscal Charges	0	351,302	0	351,302
<i>Total Expenditures</i>	<u>892,565</u>	<u>587,694</u>	<u>120,491</u>	<u>1,600,750</u>
<i>Excess of Revenues over Expenditures</i>	234,560	115,050	51,375	400,985
Other Financing Sources				
Operating Transfers In	0	112,005	0	112,005
<i>Net Change in Fund Balance</i>	234,560	227,055	51,375	512,990
<i>Fund Balances Beginning of Year</i>	<u>353,415</u>	<u>473,360</u>	<u>143,099</u>	<u>969,874</u>
<i>Fund Balances End of Year</i>	<u><u>\$587,975</u></u>	<u><u>\$700,415</u></u>	<u><u>\$194,474</u></u>	<u><u>\$1,482,864</u></u>

Western Brown Local School District
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2000

	Public School Support	Other Grant	Classroom Facility Maintenance	District Managed Activity
Assets				
Equity in Pooled Cash and Cash Equivalents	\$57,634	\$5,704	\$177,687	\$20,091
Receivables:				
Taxes	0	0	73,139	0
Intergovernmental	0	0	0	0
<i>Total Assets</i>	<u>\$57,634</u>	<u>\$5,704</u>	<u>\$250,826</u>	<u>\$20,091</u>
 Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$230	\$0	\$0	\$160
Accrued Wages	0	0	0	0
Intergovernmental Payable	0	0	0	0
Deferred Revenue	0	0	63,431	0
<i>Total Liabilities</i>	<u>230</u>	<u>0</u>	<u>63,431</u>	<u>160</u>
 Fund Balances				
Reserved for Encumbrances	208	4,994	0	1,995
Reserved for Property Taxes	0	0	9,708	0
Unreserved, Undesignated, Reported in: Special Revenue Funds (Deficit)	<u>57,196</u>	<u>710</u>	<u>177,687</u>	<u>17,936</u>
<i>Total Fund Balances (Deficit)</i>	<u>57,404</u>	<u>5,704</u>	<u>187,395</u>	<u>19,931</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$57,634</u>	<u>\$5,704</u>	<u>\$250,826</u>	<u>\$20,091</u>

<u>Teacher Development</u>	<u>Educational Management Information Systems</u>	<u>Disadvantaged Pupil Impact Aid</u>	<u>Textbooks/ Instructional Materials</u>	<u>Miscellaneous State Grants</u>	<u>Title VI-B</u>
\$2,507	\$34,189	\$1,669	\$2,814	\$58,328	\$8,947
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$2,507</u>	<u>\$34,189</u>	<u>\$1,669</u>	<u>\$2,814</u>	<u>\$58,328</u>	<u>\$8,947</u>
\$0	\$0	\$0	\$0	\$0	\$0
0	0	0	0	0	8,288
0	0	0	0	0	1,211
0	0	0	0	0	0
0	0	0	0	0	9,499
0	0	0	0	69	0
0	0	0	0	0	0
<u>2,507</u>	<u>34,189</u>	<u>1,669</u>	<u>2,814</u>	<u>58,259</u>	<u>(552)</u>
<u>2,507</u>	<u>34,189</u>	<u>1,669</u>	<u>2,814</u>	<u>58,328</u>	<u>(552)</u>
<u>\$2,507</u>	<u>\$34,189</u>	<u>\$1,669</u>	<u>\$2,814</u>	<u>\$58,328</u>	<u>\$8,947</u>

(continued)

Western Brown Local School District
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2000
(continued)

	Title I	Title VI	Drug Free Grant	Tele- communications Act Grant
Assets				
Equity in Pooled Cash and Cash Equivalents	\$12,116	\$15,692	\$6,485	\$24,386
Receivables:				
Taxes	0	0	0	0
Intergovernmental	9,362	0	0	0
<i>Total Assets</i>	<u>\$21,478</u>	<u>\$15,692</u>	<u>\$6,485</u>	<u>\$24,386</u>
 Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$0	\$0	\$0	\$0
Accrued Wages	49,948	0	0	0
Intergovernmental Payable	116	0	0	0
Deferred Revenue	0	0	0	0
<i>Total Liabilities</i>	<u>50,064</u>	<u>0</u>	<u>0</u>	<u>0</u>
 Fund Balances				
Reserved for Encumbrances	0	0	4,210	0
Reserved for Property Taxes	0	0	0	0
Unreserved, Undesignated, Reported in:				
Special Revenue Funds (Deficit)	(28,586)	15,692	2,275	24,386
<i>Total Fund Balances (Deficit)</i>	<u>(28,586)</u>	<u>15,692</u>	<u>6,485</u>	<u>24,386</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$21,478</u>	<u>\$15,692</u>	<u>\$6,485</u>	<u>\$24,386</u>

<u>Uniform School Supplies</u>	<u>Thomas Stout</u>	<u>Ohio Reads</u>	<u>Professional Development</u>	<u>Alternative School</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$92,900	\$1,032	\$20,272	\$4,000	\$82,500	\$628,953
0	0	0	0	0	73,139
0	0	0	0	0	9,362
<u>\$92,900</u>	<u>\$1,032</u>	<u>\$20,272</u>	<u>\$4,000</u>	<u>\$82,500</u>	<u>\$711,454</u>
\$0	\$0	\$95	\$0	\$0	\$485
0	0	0	0	0	58,236
0	0	0	0	0	1,327
0	0	0	0	0	63,431
0	0	95	0	0	123,479
549	0	88	0	0	12,113
0	0	0	0	0	9,708
<u>92,351</u>	<u>1,032</u>	<u>20,089</u>	<u>4,000</u>	<u>82,500</u>	<u>566,154</u>
<u>92,900</u>	<u>1,032</u>	<u>20,177</u>	<u>4,000</u>	<u>82,500</u>	<u>587,975</u>
<u>\$92,900</u>	<u>\$1,032</u>	<u>\$20,272</u>	<u>\$4,000</u>	<u>\$82,500</u>	<u>\$711,454</u>

Western Brown Local School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2000

	Public School Support	Other Grant	Classroom Facility Maintenance	District Managed Activity
Revenues				
Taxes	\$0	\$0	\$67,285	\$0
Intergovernmental	0	3,958	7,475	0
Tuition and Fees	0	0	0	0
Extracurricular Activities	75,611	0	0	58,225
Contributions and Donations	462	2,002	0	5,007
Miscellaneous	14,367	0	0	0
<i>Total Revenues</i>	<u>90,440</u>	<u>5,960</u>	<u>74,760</u>	<u>63,232</u>
Expenditures				
Current:				
Instruction:				
Regular	30,932	0	0	0
Special	0	0	0	0
Support Services:				
Pupil	0	1,036	0	0
Instructional Staff	22,110	0	0	0
Administration	12,853	0	0	0
Fiscal	0	0	2,309	0
Pupil Transportation	0	0	0	0
Operation of Non-Instructional Services	70	2,054	0	0
Extracurricular Activities	13,107	0	0	53,204
<i>Total Expenditures</i>	<u>79,072</u>	<u>3,090</u>	<u>2,309</u>	<u>53,204</u>
<i>Net Change in Fund Balances</i>	11,368	2,870	72,451	10,028
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>46,036</u>	<u>2,834</u>	<u>114,944</u>	<u>9,903</u>
<i>Fund Balances (Deficit) End of Year</i>	<u><u>\$57,404</u></u>	<u><u>\$5,704</u></u>	<u><u>\$187,395</u></u>	<u><u>\$19,931</u></u>

Teacher Development	Educational Management Information Systems	Disadvantaged Pupil Impact Aid	Textbooks/ Instructional Materials	Miscellaneous State Grants	Title VI-B
\$0	\$0	\$0	\$0	\$0	\$0
12,404	9,492	40,024	0	63,000	138,795
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>12,404</u>	<u>9,492</u>	<u>40,024</u>	<u>0</u>	<u>63,000</u>	<u>138,795</u>
12,206	0	0	51,301	14,087	0
0	0	0	0	0	513
0	0	14,456	0	0	76,384
0	0	0	0	0	0
0	0	23,729	0	4,867	60,873
0	0	0	0	0	0
0	0	0	0	2,943	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>12,206</u>	<u>0</u>	<u>38,185</u>	<u>51,301</u>	<u>21,897</u>	<u>137,770</u>
198	9,492	1,839	(51,301)	41,103	1,025
<u>2,309</u>	<u>24,697</u>	<u>(170)</u>	<u>54,115</u>	<u>17,225</u>	<u>(1,577)</u>
<u>\$2,507</u>	<u>\$34,189</u>	<u>\$1,669</u>	<u>\$2,814</u>	<u>\$58,328</u>	<u>(\$552)</u>

(continued)

Western Brown Local School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2000
(continued)

	Title I	Title VI	Drug Free Grant	Tele- communications Act Grant
Revenues				
Taxes	\$0	\$0	\$0	\$0
Intergovernmental	296,192	18,301	14,058	15,370
Tuition and Fees	0	0	0	0
Extracurricular Activities	0	0	0	0
Contributions and Donations	0	0	0	0
Miscellaneous	0	0	0	0
<i>Total Revenues</i>	<u>296,192</u>	<u>18,301</u>	<u>14,058</u>	<u>15,370</u>
Expenditures				
Current:				
Instruction:				
Regular	0	8,552	15,606	0
Special	308,624	0	0	0
Support Services:				
Pupil	116	0	0	0
Instructional Staff	0	0	0	0
Administration	0	0	850	0
Fiscal	0	0	0	0
Pupil Transportation	0	0	0	0
Operation of Non-Instructional Services	0	0	0	0
Extracurricular Activities	0	0	0	0
<i>Total Expenditures</i>	<u>308,740</u>	<u>8,552</u>	<u>16,456</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	(12,548)	9,749	(2,398)	15,370
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>(16,038)</u>	<u>5,943</u>	<u>8,883</u>	<u>9,016</u>
<i>Fund Balances (Deficit) End of Year</i>	<u><u>(\$28,586)</u></u>	<u><u>\$15,692</u></u>	<u><u>\$6,485</u></u>	<u><u>\$24,386</u></u>

Uniform School Supplies	Thomas Stout	Ohio Reads	Professional Development	Alternative School	Eisenhower
\$0	\$0	\$0	\$0	\$0	\$0
0	0	30,000	4,000	82,500	13,593
94,092	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>94,092</u>	<u>0</u>	<u>30,000</u>	<u>4,000</u>	<u>82,500</u>	<u>13,593</u>
75,455	0	9,823	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	13,593
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>75,455</u>	<u>0</u>	<u>9,823</u>	<u>0</u>	<u>0</u>	<u>13,593</u>
18,637	0	20,177	4,000	82,500	0
74,263	1,032	0	0	0	0
<u>\$92,900</u>	<u>\$1,032</u>	<u>\$20,177</u>	<u>\$4,000</u>	<u>\$82,500</u>	<u>\$0</u>

(continued)

Western Brown Local School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2000
(continued)

	Reducing Class Size	Total Nonmajor Special Revenue Funds
Revenues		
Taxes	\$0	\$67,285
Intergovernmental	60,912	810,074
Tuition and Fees	0	94,092
Extracurricular Activities	0	133,836
Contributions and Donations	0	7,471
Miscellaneous	0	14,367
	<u>60,912</u>	<u>1,127,125</u>
<i>Total Revenues</i>		
Expenditures		
Current:		
Instruction:		
Regular	60,912	278,874
Special	0	309,137
Support Services:		
Pupil	0	91,992
Instructional Staff	0	22,110
Administration	0	116,765
Fiscal	0	2,309
Pupil Transportation	0	2,943
Operation of Non-Instructional Services	0	2,124
Extracurricular Activities	0	66,311
	<u>60,912</u>	<u>892,565</u>
<i>Total Expenditures</i>		
<i>Net Change in Fund Balances</i>	0	234,560
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>0</u>	<u>353,415</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$0</u>	<u>\$587,975</u>

Western Brown Local School District
Combining Balance Sheet
Nonmajor Capital Projects Funds
June 30, 2000

	Permanent Improvement	SchoolNet	Technology Equity	Video Distance Learning	Total Nonmajor Capital Projects Funds
Assets					
Equity in Pooled Cash and Cash Equivalents	\$21,205	\$144,000	\$10,255	\$20,546	\$196,006
<i>Total Assets</i>	<u>\$21,205</u>	<u>\$144,000</u>	<u>\$10,255</u>	<u>\$20,546</u>	<u>\$196,006</u>
Liabilities and Fund Balances					
Liabilities					
Accounts Payable	\$0	\$82	\$1,450	\$0	\$1,532
<i>Total Liabilities</i>	<u>0</u>	<u>82</u>	<u>1,450</u>	<u>0</u>	<u>1,532</u>
Fund Balances					
Reserved for Encumbrances	0	0	8,312	1,374	9,686
Unreserved, Undesignated, Reported in: Capital Projects Funds	21,205	143,918	493	19,172	184,788
<i>Total Fund Balances</i>	<u>21,205</u>	<u>143,918</u>	<u>8,805</u>	<u>20,546</u>	<u>194,474</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$21,205</u>	<u>\$144,000</u>	<u>\$10,255</u>	<u>\$20,546</u>	<u>\$196,006</u>

Western Brown Local School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2000

	Permanent Improvement	SchoolNet	Technology Equity	Video Distance Learning	Total Nonmajor Capital Projects Funds
Revenues					
Intergovernmental	\$0	\$144,000	\$27,866	\$0	\$171,866
<i>Total Revenues</i>	<u>0</u>	<u>144,000</u>	<u>27,866</u>	<u>0</u>	<u>171,866</u>
Expenditures					
Current:					
Capital Outlay	0	71,804	23,325	25,362	120,491
<i>Total Expenditures</i>	<u>0</u>	<u>71,804</u>	<u>23,325</u>	<u>25,362</u>	<u>120,491</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	0	72,196	4,541	(25,362)	51,375
<i>Fund Balances Beginning of Year</i>	<u>21,205</u>	<u>71,722</u>	<u>4,264</u>	<u>45,908</u>	<u>143,099</u>
<i>Fund Balances End of Year</i>	<u><u>\$21,205</u></u>	<u><u>\$143,918</u></u>	<u><u>\$8,805</u></u>	<u><u>\$20,546</u></u>	<u><u>\$194,474</u></u>

Western Brown Local School District

Individual Fund Schedules of Revenues, Expenditures/Expenses
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2000
(continued)

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget Favorable (Unfavorable)
<u>Revenues:</u>				
Property Taxes	\$2,700,934	\$2,767,096	\$2,784,265	\$17,169
Intergovernmental	12,230,301	13,004,741	13,109,285	104,544
Interest	130,000	220,000	236,044	16,044
Tuition and Fees	16,088	31,089	33,500	2,411
Gifts and Donations	7,762	15,000	18,500	3,500
Miscellaneous	204,699	227,549	221,672	(5,877)
<i>Total Revenues</i>	<u>15,289,784</u>	<u>16,265,475</u>	<u>16,403,266</u>	<u>137,791</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	5,228,075	5,228,075	5,212,976	15,099
Fringe Benefits	1,546,393	1,723,593	1,698,461	25,132
Purchased Services	97,978	111,870	111,093	777
Materials and Supplies	365,302	351,302	300,168	51,134
Capital Outlay - New	51,264	49,264	37,474	11,790
Capital Outlay - Replacement	3,000	1,000	647	353
<i>Total Regular</i>	<u>7,292,012</u>	<u>7,465,104</u>	<u>7,360,819</u>	<u>104,285</u>
Special:				
Salaries and Wages	595,175	600,175	599,481	694
Fringe Benefits	225,492	248,567	247,374	1,193
Purchased Services	549,655	480,780	467,453	13,327
Materials and Supplies	9,046	13,787	10,607	3,180
Capital Outlay - New	0	1,000	927	73
<i>Total Special</i>	<u>1,379,368</u>	<u>1,344,309</u>	<u>1,325,842</u>	<u>18,467</u>
Vocational:				
Salaries and Wages	179,705	179,705	157,012	22,693
Fringe Benefits	40,548	43,873	43,009	864
Purchased Services	5,628	5,128	4,256	872
Materials and Supplies	6,955	6,005	3,276	2,729
<i>Total Vocational</i>	<u>232,836</u>	<u>234,711</u>	<u>207,553</u>	<u>27,158</u>
Other:				
Purchased Services	81,466	247,591	246,475	1,116
<i>Total Other</i>	<u>81,466</u>	<u>247,591</u>	<u>246,475</u>	<u>1,116</u>
<i>Total Instruction</i>	<u>8,985,682</u>	<u>9,291,715</u>	<u>9,140,689</u>	<u>151,026</u>

(continued)

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2000
(continued)

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
Support Services:				
Pupils:				
Salaries and Wages	\$356,999	\$356,999	\$340,890	\$16,109
Fringe Benefits	89,041	101,646	100,843	803
Purchased Services	125,598	140,398	138,151	2,247
Materials and Supplies	12,951	10,451	8,254	2,197
Capital Outlay - New	0	525	502	23
Capital Outlay - Replacement	0	550	539	11
Total Pupils	584,589	610,569	589,179	21,390
Instructional Staff:				
Salaries and Wages	395,197	395,197	383,239	11,958
Fringe Benefits	135,760	148,390	148,360	30
Purchased Services	0	325	300	25
Materials and Supplies	43,088	34,738	31,977	2,761
Capital Outlay - New	1,000	1,000	580	420
Other	1,700	1,700	1,617	83
Total Instructional Staff	576,745	581,350	566,073	15,277
Board of Education:				
Salaries and Wages	8,000	8,000	7,360	640
Fringe Benefits	840	840	228	612
Purchased Services	2,800	1,600	1,273	327
Materials and Supplies	200	200	0	200
Other	7,625	10,700	10,658	42
Total Board of Education	19,465	21,340	19,519	1,821
Administration:				
Salaries and Wages	765,322	765,322	722,035	43,287
Fringe Benefits	257,850	263,000	262,858	142
Purchased Services	170,467	157,827	152,254	5,573
Materials and Supplies	21,291	25,491	16,243	9,248
Capital Outlay - New	14,832	16,732	16,409	323
Capital Outlay - Replacement	1,000	0	0	0
Other	109,867	113,467	111,384	2,083
Total Administration	1,340,629	1,341,839	1,281,183	60,656
Fiscal:				
Salaries and Wages	151,576	151,576	149,144	2,432
Fringe Benefits	56,861	63,561	63,274	287
Purchased Services	14,825	15,933	14,927	1,006
Materials and Supplies	6,500	5,600	5,359	241
Capital Outlay - New	0	2,700	2,650	50
Other	111,500	116,500	116,114	386
Total Fiscal	341,262	355,870	351,468	4,402

(continued)

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2000
(continued)

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget Favorable (Unfavorable)
Operation and Maintenance of Plant:				
Salaries and Wages	\$517,135	\$517,914	\$517,195	\$719
Fringe Benefits	193,370	210,410	207,312	3,098
Purchased Services	373,896	397,496	370,719	26,777
Materials and Supplies	96,716	84,716	77,720	6,996
Capital Outlay - New	21,085	20,424	20,065	359
Capital Outlay - Replacement	0	17,628	17,628	0
Other	1,000	1,000	613	387
Total Operation and Maintenance of Plant	1,203,202	1,249,588	1,211,252	38,336
Pupil Transportation:				
Salaries and Wages	627,964	627,964	575,046	52,918
Fringe Benefits	268,699	325,699	324,930	769
Purchased Services	117,275	99,672	97,711	1,961
Materials and Supplies	192,400	253,900	240,518	13,382
Capital Outlay - New	165,000	161,489	161,489	0
Other	150	350	325	25
Total Pupil Transportation	1,371,488	1,469,074	1,400,019	69,055
Central:				
Purchased Services	13,911	13,911	13,911	0
Other	13,364	13,364	13,364	0
Total Central	27,275	27,275	27,275	0
Total Support Services	5,464,655	5,656,905	5,445,968	210,937
Extracurricular Activities:				
Academic and Subject Oriented Activities:				
Salaries and Wages	27,413	27,913	27,864	49
Fringe Benefits	800	800	668	132
Purchased Services	6,045	4,045	2,783	1,262
Materials and Supplies	2,512	512	11	501
Total Academic and Subject Oriented Activities	36,770	33,270	31,326	1,944
Sports Oriented Activities:				
Salaries and Wages	115,402	117,902	117,850	52
Fringe Benefits	17,000	17,000	16,719	281
Purchased Services	7,000	7,000	5,464	1,536
Materials and Supplies	7,558	3,558	2,630	928
Capital Outlay - New	3,000	2,000	1,947	53
Capital Outlay - Replacement	5,000	5,400	5,182	218
Total Sports Oriented Activities	154,960	152,860	149,792	3,068
Total Extracurricular Activities	191,730	186,130	181,118	5,012

(continued)

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2000
(continued)

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
Capital Outlay:				
Facilities Acquisition and Construction Services:				
Site Acquisition Services:				
Purchased Services	\$25,380	\$42,380	\$41,891	\$489
Total Site Acquisition Services	25,380	42,380	41,891	489
Site Improvement Services:				
Capital Outlay - New	0	9,900	9,799	101
Capital Outlay - Replacement	113,141	125,441	125,409	32
Total Site Improvement Services	113,141	135,341	135,208	133
Architecture and Engineering Services:				
Purchased Services	0	3,500	3,500	0
Total Architecture and Engineering Services	0	3,500	3,500	0
Building Acquisition and Construction Services:				
Capital Outlay - New	40,000	60,500	30,579	29,921
Total Building Acquisition and Construction Services:	40,000	60,500	30,579	29,921
Total Capital Outlay	178,521	241,721	211,178	30,543
Debt Service:				
Principal Retirement	136,000	136,000	136,000	0
Interest and Fiscal Charges	5,916	5,916	5,916	0
Total Debt Service	141,916	141,916	141,916	0
Total Expenditures	14,962,504	15,518,387	15,120,869	397,518
Excess of Revenues Over Expenditures	327,280	747,088	1,282,397	535,309
<i>Other Financing Sources (Uses):</i>				
Refund of Prior Year Expenditures	0	0	48,460	48,460
Advances In	40,000	80,000	80,000	0
Advances Out	(125,000)	(85,000)	(80,000)	5,000
Operating Transfers Out	(180,000)	(168,336)	(168,231)	105
Total Other Financing Sources (Uses)	(265,000)	(173,336)	(119,771)	53,565
Net Change in Fund Balance	62,280	573,752	1,162,626	588,874
Fund Balance at Beginning of Year	1,839,054	1,839,054	1,839,054	0
Prior Year Encumbrances Appropriated	168,484	168,484	168,484	0
Fund Balance at End of Year	<u>\$2,069,818</u>	<u>\$2,581,290</u>	<u>\$3,170,164</u>	<u>\$588,874</u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Miscellaneous Federal Grants Fund
For the Fiscal Year Ended June 30, 2000

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$125,000	\$248,153	\$248,153	\$0
<i>Total Revenues</i>	<u>125,000</u>	<u>248,153</u>	<u>248,153</u>	<u>0</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular:				
Purchased Services	6,300	4,750	4,750	0
Materials and Supplies	118,700	20,000	13,645	6,355
Total Regular	<u>125,000</u>	<u>24,750</u>	<u>18,395</u>	<u>6,355</u>
Special:				
Purchased Services	0	21,000	13,669	7,331
Materials and Supplies	0	31,000	26,321	4,679
Capital Outlay - New	0	23,000	22,751	249
Total Special	<u>0</u>	<u>75,000</u>	<u>62,741</u>	<u>12,259</u>
Total Instruction	<u>125,000</u>	<u>99,750</u>	<u>81,136</u>	<u>18,614</u>
Support Services:				
Administration:				
Purchased Services	0	20,650	14,533	6,117
Capital Outlay - New	0	4,600	3,583	1,017
Total Support Services	<u>0</u>	<u>25,250</u>	<u>18,116</u>	<u>7,134</u>
Total Expenditures	<u>125,000</u>	<u>125,000</u>	<u>99,252</u>	<u>25,748</u>
Net Change in Fund Balance	0	123,153	148,901	25,748
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$0</u>	<u>\$123,153</u>	<u>\$148,901</u>	<u>\$25,748</u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Public School Support
For the Fiscal Year Ended June 30, 2000

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
<u>Revenues:</u>				
Extracurricular Activities	\$81,156	\$73,000	\$75,879	\$2,879
Gifts and Donations	4,000	0	462	462
Miscellaneous	9,300	12,800	14,367	1,567
<i>Total Revenues</i>	<u>94,456</u>	<u>85,800</u>	<u>90,708</u>	<u>4,908</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular:				
Purchased Services	3,300	3,000	2,623	377
Materials and Supplies	29,300	24,100	22,096	2,004
Capital Outlay - New	2,580	2,580	2,580	0
Other	7,600	7,150	6,740	410
Total Regular	<u>42,780</u>	<u>36,830</u>	<u>34,039</u>	<u>2,791</u>
Total Instruction	<u>42,780</u>	<u>36,830</u>	<u>34,039</u>	<u>2,791</u>
Support Services:				
Pupils:				
Materials and Supplies	11,000	0	0	0
Total Pupils	<u>11,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
Instructional Staff:				
Materials and Supplies	20,100	26,100	22,110	3,990
Total Instructional Staff	<u>20,100</u>	<u>26,100</u>	<u>22,110</u>	<u>3,990</u>
Administration:				
Materials and Supplies	8,050	13,050	12,873	177
Total Administration	<u>8,050</u>	<u>13,050</u>	<u>12,873</u>	<u>177</u>
Total Support Services	<u>39,150</u>	<u>39,150</u>	<u>34,983</u>	<u>4,167</u>
Operation of Non-Instructional Services:				
Community Services:				
Other	500	100	70	30
Total Community Services	<u>500</u>	<u>100</u>	<u>70</u>	<u>30</u>
Total Operation of Non-Instructional Services	<u>500</u>	<u>100</u>	<u>70</u>	<u>30</u>

(continued)

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Public School Support
For the Fiscal Year Ended June 30, 2000
(continued)

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Extracurricular Activities:				
Academic and Subject Oriented Activities:				
Purchased Services	\$2,000	\$2,500	\$2,239	\$261
Materials and Supplies	2,500	1,000	0	1,000
Other	<u>8,200</u>	<u>11,200</u>	<u>10,868</u>	<u>332</u>
Total Academic and Subject Oriented Activities	<u>12,700</u>	<u>14,700</u>	<u>13,107</u>	<u>1,593</u>
Total Extracurricular Activities	<u>12,700</u>	<u>14,700</u>	<u>13,107</u>	<u>1,593</u>
Total Expenditures	<u>95,130</u>	<u>90,780</u>	<u>82,199</u>	<u>8,581</u>
Net Change in Fund Balance	(674)	(4,980)	8,509	13,489
Fund Balance at Beginning of Year	45,991	45,991	45,991	0
Prior Year Encumbrances Appropriated	<u>2,830</u>	<u>2,830</u>	<u>2,830</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$48,147</u></u>	<u><u>\$43,841</u></u>	<u><u>\$57,330</u></u>	<u><u>\$13,489</u></u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Other Grant
For the Fiscal Year Ended June 30, 2000

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$0	\$3,958	\$3,958	\$0
Gifts and Donations	2,000	2,002	2,002	0
<i>Total Revenues</i>	2,000	5,960	5,960	0
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	0	390	390	0
Materials and Supplies	0	3,958	3,958	0
Total Regular	0	4,348	4,348	0
Total Instruction	0	4,348	4,348	0
Support Services:				
Pupils:				
Purchased Services	750	945	945	0
Materials and Supplies	4,708	2,283	2,028	255
Total Pupils	5,458	3,228	2,973	255
Pupil Transportation:				
Purchased Services	0	1,400	1,386	14
Total Pupil Transportation	0	1,400	1,386	14
Total Support Services	5,458	4,628	4,359	269
Operation of Non-Instructional Services:				
Community Services:				
Materials and Supplies	2,051	2,053	2,053	0
Total Community Services	2,051	2,053	2,053	0
Total Operation of Non-Instructional Services	2,051	2,053	2,053	0
Total Expenditures	7,509	11,029	10,760	269
Net Change in Fund Balance	(5,509)	(5,069)	(4,800)	269
Fund Balance at Beginning of Year	5,509	5,509	5,509	0
Fund Balance at End of Year	\$0	\$440	\$709	\$269

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Classroom Facility Maintenance
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Property Taxes	\$63,096	\$65,239	\$69,602	\$4,363
Intergovernmental	6,240	6,697	7,475	778
<i>Total Revenues</i>	<u>69,336</u>	<u>71,936</u>	<u>77,077</u>	<u>5,141</u>
<u>Expenditures:</u>				
Current:				
Support Services:				
Fiscal:				
Other	2,200	2,700	2,309	391
Total Fiscal	<u>2,200</u>	<u>2,700</u>	<u>2,309</u>	<u>391</u>
Total Support Services	<u>2,200</u>	<u>2,700</u>	<u>2,309</u>	<u>391</u>
Total Expenditures	<u>2,200</u>	<u>2,700</u>	<u>2,309</u>	<u>391</u>
Net Change in Fund Balance	67,136	69,236	74,768	5,532
Fund Balance at Beginning of Year	<u>102,920</u>	<u>102,920</u>	<u>102,920</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$170,056</u></u>	<u><u>\$172,156</u></u>	<u><u>\$177,688</u></u>	<u><u>\$5,532</u></u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
District Managed Activity
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Extracurricular Activities	\$39,650	\$57,139	\$58,390	\$1,251
Gifts and Donations	0	5,000	5,008	8
<i>Total Revenues</i>	<u>39,650</u>	<u>62,139</u>	<u>63,398</u>	<u>1,259</u>
<u>Expenditures:</u>				
Current:				
Extracurricular Activities:				
Sports Oriented Activities:				
Purchased Services	27,288	35,188	33,095	2,093
Materials and Supplies	14,987	26,822	21,944	4,878
Total Sports Oriented Activities	<u>42,275</u>	<u>62,010</u>	<u>55,039</u>	<u>6,971</u>
Total Extracurricular Activities	<u>42,275</u>	<u>62,010</u>	<u>55,039</u>	<u>6,971</u>
Total Expenditures	<u>42,275</u>	<u>62,010</u>	<u>55,039</u>	<u>6,971</u>
Net Change in Fund Balance	(2,625)	129	8,359	8,230
Fund Balance at Beginning of Year	6,563	6,563	6,563	0
Prior Year Encumbrances Appropriated	<u>3,175</u>	<u>3,175</u>	<u>3,175</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$7,113</u></u>	<u><u>\$9,867</u></u>	<u><u>\$18,097</u></u>	<u><u>\$8,230</u></u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Teacher Development
For the Fiscal Year Ended June 30, 2000

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$12,405	\$12,405	\$12,405	\$0
<i>Total Revenues</i>	<u>12,405</u>	<u>12,405</u>	<u>12,405</u>	<u>0</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	1,176	1,176	60	1,116
Purchased Services	782	12,783	11,821	962
Materials and Supplies	350	350	325	25
Capital Outlay - New	12,405	405	0	405
Total Regular	<u>14,713</u>	<u>14,714</u>	<u>12,206</u>	<u>2,508</u>
Total Instruction	<u>14,713</u>	<u>14,714</u>	<u>12,206</u>	<u>2,508</u>
Total Expenditures	<u>14,713</u>	<u>14,714</u>	<u>12,206</u>	<u>2,508</u>
Net Change in Fund Balance	(2,308)	(2,309)	199	2,508
Fund Balance at Beginning of Year	1,689	1,689	1,689	0
Prior Year Encumbrances Appropriated	<u>620</u>	<u>620</u>	<u>620</u>	<u>0</u>
Fund Balance at End of Year	<u>\$1</u>	<u>\$0</u>	<u>\$2,508</u>	<u>\$2,508</u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
*Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Educational Management Information Systems
 For the Fiscal Year Ended June 30, 2000*

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Intergovernmental	\$9,300	\$9,300	\$9,492	\$192
<i>Total Revenues</i>	<u>9,300</u>	<u>9,300</u>	<u>9,492</u>	<u>192</u>
<u>Expenditures:</u>				
Current:				
Support Services:				
Pupils:				
Capital Outlay - New	6,000	6,000	0	6,000
Total Pupils	<u>6,000</u>	<u>6,000</u>	<u>0</u>	<u>6,000</u>
Fiscal:				
Materials and Supplies	2,000	2,000	0	2,000
Capital Outlay - New	5,000	5,000	0	5,000
Total Fiscal	<u>7,000</u>	<u>7,000</u>	<u>0</u>	<u>7,000</u>
Total Support Services	<u>13,000</u>	<u>13,000</u>	<u>0</u>	<u>13,000</u>
Total Expenditures	<u>13,000</u>	<u>13,000</u>	<u>0</u>	<u>13,000</u>
Net Change in Fund Balance	(3,700)	(3,700)	9,492	13,192
Fund Balance at Beginning of Year	<u>24,697</u>	<u>24,697</u>	<u>24,697</u>	<u>0</u>
Fund Balance at End of Year	<u>\$20,997</u>	<u>\$20,997</u>	<u>\$34,189</u>	<u>\$13,192</u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
*Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Disadvantaged Pupil Impact Aid
 For the Fiscal Year Ended June 30, 2000*

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$70,024	\$40,024	\$40,024	\$0
<i>Total Revenues</i>	<u>70,024</u>	<u>40,024</u>	<u>40,024</u>	<u>0</u>
<u>Expenditures:</u>				
Current:				
Support Services:				
Pupils:				
Materials and Supplies	16,295	14,626	14,626	0
Total Pupils	<u>16,295</u>	<u>14,626</u>	<u>14,626</u>	<u>0</u>
Administration:				
Purchased Services	23,729	23,729	23,729	0
Total Administration	<u>23,729</u>	<u>23,729</u>	<u>23,729</u>	<u>0</u>
Total Support Services	<u>40,024</u>	<u>38,355</u>	<u>38,355</u>	<u>0</u>
Total Expenditures	<u>40,024</u>	<u>38,355</u>	<u>38,355</u>	<u>0</u>
Excess of Revenues Over Expenditures	<u>30,000</u>	<u>1,669</u>	<u>1,669</u>	<u>0</u>
<u>Other Financing Sources (Uses):</u>				
Advances In	0	30,000	30,000	0
Advances Out	<u>(30,000)</u>	<u>(30,000)</u>	<u>(30,000)</u>	<u>0</u>
<i>Total Other Financing Sources (Uses)</i>	<u>(30,000)</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	0	1,669	1,669	0
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$0</u>	<u>\$1,669</u>	<u>\$1,669</u>	<u>\$0</u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Textbooks/Instructional Materials
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Intergovernmental	\$0	\$0	\$0	\$0
<i>Total Revenues</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular:				
Materials and Supplies	59,297	59,297	56,483	2,814
Total Regular	<u>59,297</u>	<u>59,297</u>	<u>56,483</u>	<u>2,814</u>
Total Instruction	<u>59,297</u>	<u>59,297</u>	<u>56,483</u>	<u>2,814</u>
Total Expenditures	<u>59,297</u>	<u>59,297</u>	<u>56,483</u>	<u>2,814</u>
Net Change in Fund Balance	(59,297)	(59,297)	(56,483)	2,814
Fund Balance at Beginning of Year	733	733	733	0
Prior Year Encumbrances Appropriated	<u>58,564</u>	<u>58,564</u>	<u>58,564</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$2,814</u></u>	<u><u>\$2,814</u></u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Miscellaneous State Grants
For the Fiscal Year Ended June 30, 2000

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$0	\$63,000	\$63,000	\$0
Gifts and Donations	16,000	0	0	0
<i>Total Revenues</i>	<u>16,000</u>	<u>63,000</u>	<u>63,000</u>	<u>0</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular:				
Purchased Services	2,800	2,800	1,998	802
Materials and Supplies	10,670	10,670	9,557	1,113
Capital Outlay - New	0	2,561	2,561	0
Other	1,222	1,222	41	1,181
Total Regular	<u>14,692</u>	<u>17,253</u>	<u>14,157</u>	<u>3,096</u>
Special:				
Materials and Supplies	313	313	0	313
Total Special	<u>313</u>	<u>313</u>	<u>0</u>	<u>313</u>
Total Instruction	<u>15,005</u>	<u>17,566</u>	<u>14,157</u>	<u>3,409</u>
Support Services:				
Pupils:				
Materials and Supplies	0	718	0	718
Total Pupils	<u>0</u>	<u>718</u>	<u>0</u>	<u>718</u>
Instructional Staff:				
Materials and Supplies	718	0	0	0
Total Instructional Staff	<u>718</u>	<u>0</u>	<u>0</u>	<u>0</u>
Administration:				
Purchased Services	7,000	7,000	4,867	2,133
Total Administration	<u>7,000</u>	<u>7,000</u>	<u>4,867</u>	<u>2,133</u>
Pupil Transportation:				
Purchased Services	2,943	2,943	2,943	0
Total Pupil Transportation	<u>2,943</u>	<u>2,943</u>	<u>2,943</u>	<u>0</u>
Total Support Services	<u>10,661</u>	<u>10,661</u>	<u>7,810</u>	<u>2,851</u>
Total Expenditures	<u>25,666</u>	<u>28,227</u>	<u>21,967</u>	<u>6,260</u>
Net Change in Fund Balance	(9,666)	34,773	41,033	6,260
Fund Balance at Beginning of Year	13,555	13,555	13,555	0
Prior Year Encumbrances Appropriated	3,670	3,670	3,670	0
Fund Balance at End of Year	<u>\$7,559</u>	<u>\$51,998</u>	<u>\$58,258</u>	<u>\$6,260</u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title VI-B
For the Fiscal Year Ended June 30, 2000

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$138,795	\$138,795	\$138,795	\$0
<i>Total Revenues</i>	<u>138,795</u>	<u>138,795</u>	<u>138,795</u>	<u>0</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular:				
Materials and Supplies	0	1,513	513	1,000
Total Regular	0	1,513	513	1,000
Special:				
Materials and Supplies	1,513	0	0	0
Total Special	1,513	0	0	0
Total Instruction	1,513	1,513	513	1,000
Support Services:				
Pupils:				
Purchased Services	76,384	76,384	76,384	0
Total Pupils	76,384	76,384	76,384	0
Administration:				
Salaries and Wages	59,501	59,501	52,715	6,786
Fringe Benefits	9,041	9,040	7,880	1,160
Total Administration	68,542	68,541	60,595	7,946
Total Support Services	144,926	144,925	136,979	7,946
Total Expenditures	146,439	146,438	137,492	8,946
Net Change in Fund Balance	(7,644)	(7,643)	1,303	8,946
Fund Balance at Beginning of Year	7,644	7,644	7,644	0
Fund Balance at End of Year	<u>\$0</u>	<u>\$1</u>	<u>\$8,947</u>	<u>\$8,946</u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title I
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Intergovernmental	\$296,192	\$286,830	\$286,830	\$0
<i>Total Revenues</i>	<u>296,192</u>	<u>286,830</u>	<u>286,830</u>	<u>0</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Special:				
Salaries and Wages	329,207	307,729	307,729	0
Total Special	<u>329,207</u>	<u>307,729</u>	<u>307,729</u>	<u>0</u>
Total Instruction	<u>329,207</u>	<u>307,729</u>	<u>307,729</u>	<u>0</u>
Total Expenditures	<u>329,207</u>	<u>307,729</u>	<u>307,729</u>	<u>0</u>
Net Change in Fund Balance	(33,015)	(20,899)	(20,899)	0
Fund Balance at Beginning of Year	<u>33,015</u>	<u>33,015</u>	<u>33,015</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$0</u></u>	<u><u>\$12,116</u></u>	<u><u>\$12,116</u></u>	<u><u>\$0</u></u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title VI
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Intergovernmental	\$16,242	\$18,301	\$18,301	\$0
<i>Total Revenues</i>	<u>16,242</u>	<u>18,301</u>	<u>18,301</u>	<u>0</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	22,185	24,244	8,552	15,692
Total Regular	<u>22,185</u>	<u>24,244</u>	<u>8,552</u>	<u>15,692</u>
Total Instruction	<u>22,185</u>	<u>24,244</u>	<u>8,552</u>	<u>15,692</u>
Total Expenditures	<u>22,185</u>	<u>24,244</u>	<u>8,552</u>	<u>15,692</u>
Net Change in Fund Balance	(5,943)	(5,943)	9,749	15,692
Fund Balance at Beginning of Year	<u>5,943</u>	<u>5,943</u>	<u>5,943</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$15,692</u></u>	<u><u>\$15,692</u></u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Drug Free Grant
For the Fiscal Year Ended June 30, 2000

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$14,058	\$14,058	\$14,058	\$0
<i>Total Revenues</i>	<u>14,058</u>	<u>14,058</u>	<u>14,058</u>	<u>0</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	14,058	3,449	3,449	0
Purchased Services	5,755	8,435	8,435	0
Materials and Supplies	3,128	7,932	7,932	0
Total Regular	<u>22,941</u>	<u>19,816</u>	<u>19,816</u>	<u>0</u>
Total Instruction	<u>22,941</u>	<u>19,816</u>	<u>19,816</u>	<u>0</u>
Administration:				
Purchased Services	0	850	850	0
Total Administration	<u>0</u>	<u>850</u>	<u>850</u>	<u>0</u>
Total Support Services	<u>0</u>	<u>850</u>	<u>850</u>	<u>0</u>
Total Expenditures	<u>22,941</u>	<u>20,666</u>	<u>20,666</u>	<u>0</u>
Net Change in Fund Balance	(8,883)	(6,608)	(6,608)	0
Fund Balance at Beginning of Year	<u>8,883</u>	<u>8,883</u>	<u>8,883</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$0</u></u>	<u><u>\$2,275</u></u>	<u><u>\$2,275</u></u>	<u><u>\$0</u></u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Telecommunications Act Grant
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Intergovernmental	\$0	\$24,000	\$24,386	\$386
<i>Total Revenues</i>	<u>0</u>	<u>24,000</u>	<u>24,386</u>	<u>386</u>
<u>Expenditures:</u>				
<i>Total Expenditures</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	0	24,000	24,386	386
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$0</u>	<u>\$24,000</u>	<u>\$24,386</u>	<u>\$386</u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Uniform School Supplies
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Tuition and Fees	\$86,100	\$93,726	\$94,200	\$474
<i>Total Revenues</i>	<u>86,100</u>	<u>93,726</u>	<u>94,200</u>	<u>474</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular:				
Materials and Supplies	97,605	97,605	76,671	20,934
Total Regular	<u>97,605</u>	<u>97,605</u>	<u>76,671</u>	<u>20,934</u>
Total Instruction	<u>97,605</u>	<u>97,605</u>	<u>76,671</u>	<u>20,934</u>
Total Expenditures	<u>97,605</u>	<u>97,605</u>	<u>76,671</u>	<u>20,934</u>
Net Change in Fund Balance	(11,505)	(3,879)	17,529	21,408
Fund Balance at Beginning of Year	72,216	72,216	72,216	0
Prior Year Encumbrances Appropriated	<u>2,605</u>	<u>2,605</u>	<u>2,605</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$63,316</u></u>	<u><u>\$70,942</u></u>	<u><u>\$92,350</u></u>	<u><u>\$21,408</u></u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Thomas Stout
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
<i>Total Revenues</i>	\$0	\$0	\$0	\$0
<u>Expenditures:</u>				
Capital Outlay:				
Other Facilities Acquisition and Construction Services:				
Other	1,032	1,032	0	1,032
Total Capital Outlay	1,032	1,032	0	1,032
Total Expenditures	1,032	1,032	0	1,032
Net Change in Fund Balance	(1,032)	(1,032)	0	1,032
Fund Balance at Beginning of Year	1,032	1,032	1,032	0
Fund Balance at End of Year	<u>\$0</u>	<u>\$0</u>	<u>\$1,032</u>	<u>\$1,032</u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Ohio Reads
For the Fiscal Year Ended June 30, 2000

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
<u>Revenues:</u>				
Intergovernmental	\$30,000	\$30,000	\$30,000	\$0
<i>Total Revenues</i>	<u>30,000</u>	<u>30,000</u>	<u>30,000</u>	<u>0</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	6,000	6,000	2,805	3,195
Materials and Supplies	5,250	5,250	4,044	1,206
Capital Outlay - New	3,750	3,750	3,063	687
Total Regular	<u>15,000</u>	<u>15,000</u>	<u>9,912</u>	<u>5,088</u>
Total Instruction	<u>15,000</u>	<u>15,000</u>	<u>9,912</u>	<u>5,088</u>
Total Expenditures	<u>15,000</u>	<u>15,000</u>	<u>9,912</u>	<u>5,088</u>
Net Change in Fund Balance	15,000	15,000	20,088	5,088
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$15,000</u></u>	<u><u>\$15,000</u></u>	<u><u>\$20,088</u></u>	<u><u>\$5,088</u></u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
*Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Professional Development
 For the Fiscal Year Ended June 30, 2000*

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Intergovernmental	\$1,000	\$1,000	\$4,000	\$3,000
<i>Total Revenues</i>	<u>1,000</u>	<u>1,000</u>	<u>4,000</u>	<u>3,000</u>
<u>Expenditures:</u>				
<i>Total Expenditures</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	1,000	1,000	4,000	3,000
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$1,000</u></u>	<u><u>\$1,000</u></u>	<u><u>\$4,000</u></u>	<u><u>\$3,000</u></u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Alternative School
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Intergovernmental	\$82,500	\$82,500	\$82,500	\$0
<i>Total Revenues</i>	<u>82,500</u>	<u>82,500</u>	<u>82,500</u>	<u>0</u>
<u>Expenditures:</u>				
<i>Total Expenditures</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Change in Fund Balance	82,500	82,500	82,500	0
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$82,500</u></u>	<u><u>\$82,500</u></u>	<u><u>\$82,500</u></u>	<u><u>\$0</u></u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Eisenhower
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Intergovernmental	\$13,593	\$13,593	\$13,593	\$0
<i>Total Revenues</i>	<u>13,593</u>	<u>13,593</u>	<u>13,593</u>	<u>0</u>
<u>Expenditures:</u>				
Current:				
Support Services:				
Administration:				
Purchased Services	13,593	13,593	13,593	0
Total Administration	<u>13,593</u>	<u>13,593</u>	<u>13,593</u>	<u>0</u>
Total Support Services	<u>13,593</u>	<u>13,593</u>	<u>13,593</u>	<u>0</u>
Total Expenditures	<u>13,593</u>	<u>13,593</u>	<u>13,593</u>	<u>0</u>
Net Change in Fund Balance	0	0	0	0
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Reducing Class Size
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Intergovernmental	\$60,912	\$60,912	\$60,912	\$0
<i>Total Revenues</i>	<u>60,912</u>	<u>60,912</u>	<u>60,912</u>	<u>0</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	60,912	60,912	60,912	0
Total Regular	<u>60,912</u>	<u>60,912</u>	<u>60,912</u>	<u>0</u>
Total Instruction	<u>60,912</u>	<u>60,912</u>	<u>60,912</u>	<u>0</u>
Total Expenditures	<u>60,912</u>	<u>60,912</u>	<u>60,912</u>	<u>0</u>
Net Change in Fund Balance	0	0	0	0
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Debt Service
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Property Taxes	\$585,995	\$590,683	\$654,261	\$63,578
Intergovernmental	67,811	63,123	70,260	7,137
<i>Total Revenues</i>	<u>653,806</u>	<u>653,806</u>	<u>724,521</u>	<u>70,715</u>
<u>Expenditures:</u>				
Current:				
Support Services:				
Fiscal:				
Other	20,400	21,750	21,702	48
Total Support Services	<u>20,400</u>	<u>21,750</u>	<u>21,702</u>	<u>48</u>
Debt Service:				
Principal Retirement	214,200	214,690	214,690	0
Interest and Fiscal Charges	351,651	351,371	351,301	70
Total Debt Service	<u>565,851</u>	<u>566,061</u>	<u>565,991</u>	<u>70</u>
Total Expenditures	<u>586,251</u>	<u>587,811</u>	<u>587,693</u>	<u>118</u>
Excess of Revenues Over Expenditures	<u>67,555</u>	<u>65,995</u>	<u>136,828</u>	<u>70,833</u>
<u>Other Financing Sources (Uses):</u>				
Operating Transfers In	112,001	112,005	112,005	0
<i>Total Other Financing Sources (Uses)</i>	<u>112,001</u>	<u>112,005</u>	<u>112,005</u>	<u>0</u>
Net Change in Fund Balance	179,556	178,000	248,833	70,833
Fund Balance at Beginning of Year	<u>360,325</u>	<u>360,325</u>	<u>360,325</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$539,881</u></u>	<u><u>\$538,325</u></u>	<u><u>\$609,158</u></u>	<u><u>\$70,833</u></u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Western Brown Construction Project
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Intergovernmental	\$35,400,000	\$24,119,245	\$24,119,863	\$618
Interest	320,000	717,415	784,720	67,305
Miscellaneous	0	11,255	11,255	0
<i>Total Revenues</i>	<u>35,720,000</u>	<u>24,847,915</u>	<u>24,915,838</u>	<u>67,923</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular:				
Capital Outlay - New	0	21,838	21,838	0
Total Regular	0	21,838	21,838	0
Total Instruction	0	21,838	21,838	0
Support Services:				
Administration:				
Purchased Services	75,000	5,000	3,262	1,738
Total Administration	75,000	5,000	3,262	1,738
Fiscal:				
Other	200	432	370	62
Total Fiscal	200	432	370	62
Total Support Services	75,200	5,432	3,632	1,800
Capital Outlay:				
Building Acquisition and Construction Services:				
Purchased Services	4,083,771	2,852,196	2,822,034	30,162
Capital Outlay - New	43,005,012	17,362,490	16,820,494	541,996
Other	105,618	67,418	52,571	14,847
Total Building Acquisition and Construction Services	47,194,401	20,282,104	19,695,099	587,005
Total Capital Outlay	47,194,401	20,282,104	19,695,099	587,005
Total Expenditures	47,269,601	20,309,374	19,720,569	588,805
Net Change in Fund Balances	(11,549,601)	4,538,541	5,195,269	656,728
Fund Balance at Beginning of Year	7,615,109	7,615,109	7,615,109	0
Prior Year Encumbrances Appropriated	3,972,004	3,972,004	3,972,004	0
Fund Balance at End of Year	<u>\$37,512</u>	<u>\$16,125,654</u>	<u>\$16,782,382</u>	<u>\$656,728</u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
*Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP Basis) and Actual
 Permanent Improvement
 For the Fiscal Year Ended June 30, 2000*

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Total Revenues	\$0	\$0	\$0	\$0
<u>Expenditures:</u>				
Capital Outlay:				
Site Acquisition Services:				
Capital Outlay - New	21,205	21,205	0	21,205
Total Site Acquisition Services	21,205	21,205	0	21,205
Total Capital Outlay	21,205	21,205	0	21,205
Total Expenditures	21,205	21,205	0	21,205
Net Change in Fund Balance	(21,205)	(21,205)	0	21,205
Fund Balance at Beginning of Year	21,205	21,205	21,205	0
Fund Balance at End of Year	<u>\$0</u>	<u>\$0</u>	<u>\$21,205</u>	<u>\$21,205</u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
SchoolNet
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Intergovernmental	\$0	\$144,000	\$144,000	\$0
<i>Total Revenues</i>	<u>0</u>	<u>144,000</u>	<u>144,000</u>	<u>0</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular:				
Purchased Services	0	2,953	2,953	0
Materials and Supplies	2,190	8,494	8,494	0
Capital Outlay - New	69,666	54,124	54,124	0
Total Regular	<u>71,856</u>	<u>65,571</u>	<u>65,571</u>	<u>0</u>
Total Instruction	<u>71,856</u>	<u>65,571</u>	<u>65,571</u>	<u>0</u>
Support Services:				
Central:				
Purchased Services	0	1,689	1,689	0
Capital Outlay - New	0	4,596	4,596	0
Total Central	<u>0</u>	<u>6,285</u>	<u>6,285</u>	<u>0</u>
Total Support Services	<u>0</u>	<u>6,285</u>	<u>6,285</u>	<u>0</u>
Total Expenditures	<u>71,856</u>	<u>71,856</u>	<u>71,856</u>	<u>0</u>
Net Change in Fund Balance	<u>(71,856)</u>	<u>72,144</u>	<u>72,144</u>	<u>0</u>
Fund Balance at Beginning of Year	16,167	16,167	16,167	0
Prior Year Encumbrances Appropriated	<u>55,689</u>	<u>55,689</u>	<u>55,689</u>	<u>0</u>
Fund Balance at End of Year	<u>\$0</u>	<u>\$144,000</u>	<u>\$144,000</u>	<u>\$0</u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Technology Equity
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Intergovernmental	\$0	\$27,866	\$27,866	\$0
<i>Total Revenues</i>	<u>0</u>	<u>27,866</u>	<u>27,866</u>	<u>0</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular:				
Materials and Supplies	5,488	24,452	23,960	492
Total Regular	<u>5,488</u>	<u>24,452</u>	<u>23,960</u>	<u>492</u>
Total Instruction	<u>5,488</u>	<u>24,452</u>	<u>23,960</u>	<u>492</u>
Support Services:				
Administration:				
Capital Outlay - New	0	8,902	8,902	0
Total Administration	<u>0</u>	<u>8,902</u>	<u>8,902</u>	<u>0</u>
Total Support Services	<u>0</u>	<u>8,902</u>	<u>8,902</u>	<u>0</u>
Total Expenditures	<u>5,488</u>	<u>33,354</u>	<u>32,862</u>	<u>492</u>
Net Change in Fund Balance	(5,488)	(5,488)	(4,996)	492
Fund Balance at Beginning of Year	1,392	1,392	1,392	0
Prior Year Encumbrances Appropriated	<u>4,096</u>	<u>4,096</u>	<u>4,096</u>	<u>0</u>
Fund Balance at End of Year	<u>\$0</u>	<u>\$0</u>	<u>\$492</u>	<u>\$492</u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Video Distance Learning
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
<u>Revenues:</u>				
Total Revenues	\$0	\$0	\$0	\$0
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular:				
Purchased Services	45,908	13,408	13,145	263
Materials and Supplies	0	2,900	2,891	9
Total Regular	45,908	16,308	16,036	272
Total Instruction	45,908	16,308	16,036	272
Support Services:				
Central:				
Purchased Services	0	10,900	10,700	200
Other	0	0	0	0
Total Central	0	10,900	10,700	200
Total Support Services	0	10,900	10,700	200
Total Expenditures	45,908	27,208	26,736	472
Net Change in Fund Balance	(45,908)	(27,208)	(26,736)	472
Fund Balance at Beginning of Year	45,908	45,908	45,908	0
Fund Balance at End of Year	<u>\$0</u>	<u>\$18,700</u>	<u>\$19,172</u>	<u>\$472</u>

WESTERN BROWN LOCAL SCHOOL DISTRICT
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Food Services
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<u>Revenues:</u>				
Sales	\$549,500	\$611,800	\$614,916	\$3,116
Interest	3,500	5,173	5,889	716
Federal and State Subsidies	236,900	281,067	282,754	1,687
<i>Total Revenues</i>	<u>789,900</u>	<u>898,040</u>	<u>903,559</u>	<u>5,519</u>
<u>Expenses:</u>				
Salaries	260,000	296,000	295,881	119
Fringe Benefits	126,950	161,145	160,934	211
Purchased Services	7,100	7,200	6,116	1,084
Materials and Supplies	418,414	399,889	392,994	6,895
<i>Total Expenses</i>	<u>812,464</u>	<u>864,234</u>	<u>855,925</u>	<u>8,309</u>
Excess of Revenues Over/(Under) Expenses	<u>(22,564)</u>	<u>33,806</u>	<u>47,634</u>	<u>13,828</u>
Advances In	0	50,000	50,000	0
Advances Out	0	(50,000)	(50,000)	0
Operating Transfers In	0	0	56,226	56,226
Net Change in Fund Balance	<u>(22,564)</u>	<u>33,806</u>	<u>103,860</u>	<u>70,054</u>
Fund Balance at Beginning of Year	24,643	24,643	24,643	0
Prior Year Encumbrances Appropriated	4,414	4,414	4,414	0
Fund Balance at End of Year	<u>\$6,493</u>	<u>\$62,863</u>	<u>\$132,917</u>	<u>\$70,054</u>

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STATISTICAL SECTION

Western Brown Local School District

Statistical Section

The following statistical tables reflect social and economic data, financial trends and fiscal capacity of the School District.

TABLE 1

WESTERN BROWN LOCAL SCHOOL DISTRICT
 General Government Expenses/Expenditures by Function (1)
 Last Ten Fiscal Years

2000

	1991	1992	1993	1994	1995	1996	1997	1998	1999	Full Accrual	Modified Accrual
Current:											
Instruction:											
Regular	\$4,216,316	\$4,302,509	\$4,672,127	\$5,099,781	\$5,462,187	\$6,285,483	\$6,371,366	\$6,509,669	\$6,851,067	\$8,068,695	\$7,562,398
Special	443,048	507,626	563,559	599,584	709,302	788,955	818,711	868,074	1,334,628	1,719,676	1,696,333
Vocational	203,981	190,541	205,223	226,538	202,934	214,616	216,331	225,227	238,702	199,223	201,082
Other	25,855	25,454	23,200	27,350	60,137	61,410	36,628	53,207	74,237	246,475	246,475
Support Services:											
Pupil	137,527	164,396	181,549	292,691	336,832	397,502	438,960	432,310	512,232	648,298	668,085
Instructional Staff	237,428	234,072	248,013	321,874	325,122	453,108	498,924	509,715	533,525	585,093	588,016
Board of Education	11,071	15,668	13,471	11,073	15,787	17,090	18,951	20,193	19,871	17,873	17,463
Administration	560,104	701,377	773,406	763,346	792,725	908,776	981,005	1,196,434	1,242,069	1,415,779	1,372,313
Fiscal	139,236	177,382	191,723	207,641	209,382	259,672	266,137	306,272	296,071	399,413	370,393
Operation and Maintenance of Plant	675,022	689,427	698,888	809,981	861,158	981,085	976,746	1,065,847	1,061,173	1,163,058	1,157,787
Pupil Transportation	664,987	677,724	781,875	950,406	810,864	928,786	934,959	1,003,721	1,116,704	1,335,397	1,394,202
Central	0	0	5,874	6,779	5,914	15,708	15,884	18,470	26,581	39,941	27,274
Non-Instructional Services	0	0	0	0	5,228	0	0	0	0	2,124	2,124
Extracurricular Activities	121,756	153,913	157,558	178,243	175,270	202,023	229,936	161,368	169,541	254,892	246,507
Capital Outlay	1,061	0	199,356	437,832	80,649	30,967	89,489	54,898	175,425	0	20,034,990
Debt Service	0	0	0	0	5,331	5,494	14,037	18,867	24,225	357,420	581,298
Total	\$7,437,392	\$7,840,089	\$8,715,622	\$9,933,119	\$10,058,822	\$11,550,675	\$11,908,064	\$12,444,272	\$13,676,051	\$16,453,357	\$36,166,740

Source: Western Brown Local School District records.

(1) Includes general, special revenue, capital projects and debt service funds for modified accrual and all governmental activities for full accrual.

(2) Fiscal Year 1995 is the first year reported on a GAAP basis. All prior fiscal years are reported on a cash basis.

TABLE 2

WESTERN BROWN LOCAL SCHOOL DISTRICT
 General Government Revenues by Source (1)
 Last Ten Fiscal Years

Fiscal Year (2)	2000										
	1991	1992	1993	1994	1995	1996	1997	1998	1999	Full Accrual	Modified Accrual
Program Revenues											
Charges for Services	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	\$260,479	\$0
Operating Grants and Contributions	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	1,798,652	0
Capital Grants and Contributions	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	283,058	0
General Revenues											
Property Taxes	\$1,473,848	\$1,607,858	\$1,765,686	\$1,802,151	\$2,104,303	\$2,330,221	\$1,887,549	\$2,505,341	\$2,676,733	\$3,499,950	\$3,391,359
Intergovernmental	5,909,944	6,381,711	7,375,394	7,825,636	8,542,400	9,204,607	9,739,847	10,496,777	11,890,250	13,072,046	38,529,501
Interest	135,486	73,578	56,723	71,641	109,029	122,740	115,598	120,536	137,286	1,042,221	1,042,221
Tuition and Fees	14,579	16,238	18,669	16,199	12,810	6,696	5,546	10,445	4,921	0	126,643
Rent	0	0	0	0	0	0	60,875	102	104	0	0
Extra-curricular Activities	0	0	0	0	220	253	0	0	0	0	133,836
Gifts and Donations	0	0	0	0	14,624	80	2,652	0	200	0	25,971
Miscellaneous	5,608	9,979	22,538	18,052	56,582	5,138	34,294	103,429	61,545	290,924	290,924
Total	\$7,539,465	\$8,089,364	\$9,239,010	\$9,733,679	\$10,839,968	\$11,669,735	\$11,846,361	\$13,236,630	\$14,771,039	\$20,247,330	\$43,540,455

Source: Western Brown Local School District records.

(1) Includes general, special revenue, capital projects and debt service funds for modified accrual and all governmental activities for full accrual.

(2) Fiscal Year 1995 is the first year reported on a GAAP basis. All prior fiscal years are reported on a cash basis.

TABLE 3

WESTERN BROWN LOCAL SCHOOL DISTRICT

Property Tax Levies and Collections - Real and Public Utility Property
Last Ten Collection (Calendar) Years

Collection Year	Tax Levied (1)	Current Tax Collection (2)	Percent Collected	Delinquent Collection	Total Tax Collections	Percent Of Total Collections To Levy	Outstanding Delinquent Taxes (3)	Percent of Outstanding Delinquent Taxes To Tax Levied
1991	\$1,730,076	\$1,672,896	96.69%	\$93,730	\$1,766,626	102.11%	\$156,217	9.03%
1992	2,033,453	1,963,442	96.56	93,614	2,057,056	101.16	122,648	6.03
1993	1,835,029	1,743,278	95.00	101,552	1,844,830	100.53	123,845	6.75
1994	1,918,854	1,835,991	95.68	95,709	1,931,700	100.67	127,369	6.64
1995	2,184,071	2,080,589	95.26	147,252	2,227,841	102.00	156,928	7.19
1996	2,240,914	2,176,478	97.12	106,918	2,283,396	101.90	121,315	5.41
1997	2,366,746	2,230,989	94.26	97,492	2,328,481	98.38	114,227	4.83
1998	3,152,355	2,971,413	94.26	128,169	3,099,582	98.33	179,904	5.71
1999	3,499,080	2,994,064	85.57	192,717	3,186,781	92.40	312,299	8.93
2000	3,619,000	2,733,798	75.54	201,748	2,935,546	81.11	329,691	9.11

Source: Brown County Auditor

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

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

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

TABLE 4

WESTERN BROWN LOCAL SCHOOL DISTRICT

Assessed and Estimated Actual Value of Taxable Property

Last Ten Collection (Calendar) Years (1)

Collection Year	Real Property		Tangible Personal Property		Public Utilities Personal		Total		Ratio (2)
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	
1991	\$59,105,590	\$168,873,114	\$21,070,214	\$84,280,856	\$28,006	\$35,008	\$80,203,810	\$253,188,978	36.80%
1992	66,389,430	189,684,086	23,178,832	92,715,328	31,438	39,298	89,599,700	282,438,711	36.63
1993	68,819,600	196,627,429	23,575,150	94,300,600	34,930	43,663	92,429,680	290,971,691	36.86
1994	71,972,890	205,636,829	24,049,610	96,198,440	39,310	49,138	96,061,810	301,884,406	31.82
1995	84,432,090	241,234,543	24,732,080	98,928,320	39,410	49,263	109,203,580	340,212,125	32.11
1996	86,287,220	246,534,914	25,717,070	102,868,280	41,380	51,725	112,045,670	349,454,919	32.06
1997	90,793,590	259,410,257	27,498,750	109,995,000	45,310	56,638	118,337,650	369,461,895	32.03
1998	109,251,850	312,148,140	27,076,990	108,307,960	49,580	61,980	136,378,420	420,518,080	32.43
1999	112,223,030	320,637,229	26,393,670	105,574,680	55,430	69,288	138,672,130	426,281,196	32.53
2000	118,254,980	337,871,758	26,472,580	105,890,320	55,430	69,288	144,782,990	443,831,366	32.62

Source: Brown County Auditor

(1) Brown County Auditor property tax records are maintained on a calendar year basis.

(2) Ratio represents total assessed value/total estimated actual value.

TABLE 5

WESTERN BROWN LOCAL SCHOOL DISTRICT

Property Tax Rates (Per \$1,000 of Assessed Valuation)
 Direct and Overlapping Governments
 Last Ten Collection (Calendar) Years

Collection Year	1991	1992	1993	1994	1995	1996	1997	1998	1999	2000
Western Brown Local School District	\$24.00	\$24.00	\$22.00	\$20.00	\$20.00	\$20.00	\$20.00	\$25.20	\$25.20	\$25.20
Brown County	6.80	6.40	6.80	7.00	5.80	5.80	5.80	5.80	5.80	5.80
Village of Mt. Orab	10.60	10.10	10.10	9.10	9.10	9.10	9.10	9.10	9.10	9.10
Southern Hills Joint Vocational School	6.00	5.90	6.00	5.90	5.80	5.80	5.80	5.80	5.80	5.80
Green Township	2.50	3.00	3.00	3.00	3.00	3.00	3.50	3.50	3.50	3.50
Pike Township	3.50	3.50	3.50	3.50	3.50	3.50	3.50	3.50	3.50	3.50
Sterling Township	4.80	5.50	5.50	5.50	5.50	5.50	5.50	5.50	5.50	5.50
Clark Township	2.60	3.60	3.60	3.60	3.60	3.60	4.10	4.10	4.10	4.60
Lewis Township	3.10	3.10	3.10	3.70	3.10	3.10	3.10	3.10	3.10	3.25
Scott Township	3.00	3.00	3.00	3.30	3.30	3.30	3.30	3.30	3.30	3.30

Source: Brown County Auditor

TABLE 6

WESTERN BROWN LOCAL SCHOOL DISTRICT
 Ratio of Net General Bonded Debt to Assessed Value
 And Net Bonded Debt per Capita
 Last Ten Fiscal Years

Year	Population (1)	Total Assessed Value (2)	Gross Bonded Debt (3)	Less Debt Service Fund (4)	Net Bonded Debt	Ratio of Net Bonded Debt To Assessed Value (%)	Net Bonded Debt Per Capita
1991	11,662	\$80,203,810	\$90,000	\$160,285	\$0	0.00%	\$0
1992	11,662	89,599,700	60,000	199,198	0	0.00	0
1993	11,662	92,429,680	30,000	111,017	0	0.00	0
1994	11,662	96,061,810	0	20,273	0	0.00	0
1995	11,662	109,203,580	334,000	20,561	313,439	0.29	27
1996	11,662	112,045,670	287,600	35,231	252,369	0.23	22
1997	11,662	118,337,650	241,200	6,880	234,320	0.20	20
1998	11,662	136,378,420	7,474,400	411,601	7,062,799	0.05	606
1999	11,662	138,672,130	7,120,400	473,360	6,647,040	0.05	570
2000	16,482	144,782,990	6,931,000	700,415	6,230,585	0.04	378

Sources:

- (1) 1991 through 1999 population data from 1990 U.S. census.
 After 1999, population data is from U.S. census estimates.
- (2) Brown County Auditor, calendar year basis.
- (3) Excludes Energy Conservation Notes
- (4) Fiscal Year 1995 is the first year reported on GAAP basis.
 All prior years are reported on a cash basis.

TABLE 7

WESTERN BROWN LOCAL SCHOOL DISTRICT

Computation of Legal Debt Margin
June 30, 2000

Assessed Valuation of District	<u>\$144,782,990</u>
<u>Overall Direct Debt Limitation</u>	
Direct debt limitation 9% of assessed valuation (1)	\$13,030,469
Amount available in Debt Service Fund	700,415
Gross indebtedness	6,995,232
Less Exempt Debt:	
Energy Conservation Notes	64,232
Energy Conservation Bonds	102,000
Net indebtedness	<u>(6,829,000)</u>
Legal debt margin within 9% limitation	<u>\$6,901,884</u>
<u>Energy Conservation Debt Limitation</u>	
Debt limitation 0.9% of assessed valuation (1)	\$1,303,047
Net debt within 0.9% limitation	<u>(166,232)</u>
Energy Conservation Debt Margin	<u>\$1,136,815</u>
<u>Unvoted Direct Debt Limitation</u>	
Unvoted debt limitation 0.1% of assessed valuation (1)	\$144,783
Gross indebtedness	235,232
Less Exempt Debt:	
School Bus Acquisition Bonds	(69,000)
Energy Conservation Notes	(64,232)
Energy Conservation Bonds	(102,000)
Net indebtedness	<u>0</u>
Legal debt margin within 0.1% limitation	<u>\$144,783</u>

Source: Western Brown Local School District records.

(1) Ohio Bond Law sets a limit of 9% for overall debt, 0.9% for Energy Conservation measures and 1/10 of 1% for unvoted debt.

TABLE 8

WESTERN BROWN LOCAL SCHOOL DISTRICT

Computation of Direct and Overlapping Debt
June 30, 2000

<u>Governmental Unit</u>	<u>Gross General Obligation (1)</u>	<u>Percent Applicable to District</u>	<u>Amount Applicable to District</u>
Direct:			
Western Brown Local School District	\$6,931,000	100.00%	\$6,931,000
Overlapping:			
Brown County	2,725,000	33.58	915,055
Village of Mt. Orab	55,000	100.00	55,000
Southern Hills JVS	100,000	30.71	30,710
Total overlapping:	<u>2,880,000</u>		<u>1,000,765</u>
Total direct and overlapping debt:	<u>\$9,811,000</u>		<u>\$7,931,765</u>

Source: Ohio Municipal Advisory Council

(1) Only reflects bonded debt.

TABLE 9

WESTERN BROWN LOCAL SCHOOL DISTRICT

Ratio of Annual Debt Service Expenditures
For General Bonded Debt to Total General Expenditures (1)
Last Ten Fiscal Years

Fiscal Year (2)	Principal	Interest	Total Debt Service	Total General Expenditures	Ratio of Debt Service to General Expenditures (%)
1991	\$36,562	\$8,438	\$45,000	\$7,437,392	0.61%
1992	34,688	3,750	38,438	7,840,089	0.49
1993	32,812	938	33,750	8,715,622	0.39
1994	30,938	469	31,407	9,933,119	0.32
1995	0	0	0	10,058,822	0.00
1996	46,400	25,810	72,210	11,550,675	0.63
1997	46,400	21,414	67,814	11,908,064	0.57
1998	46,400	13,102	59,502	12,444,272	0.48
1999	354,000	348,183	702,183	13,676,051	5.13
2000	214,690	351,302	565,992	14,746,894	3.84

Source: Western Brown Local School District records.

(1) Includes expenditures of the General Fund only.

(2) Fiscal Year 1995 is the first year reported on a GAAP basis. All prior fiscal years are reported on a cash basis.

TABLE 10

WESTERN BROWN LOCAL SCHOOL DISTRICT

Demographic Statistics
Last Ten Calendar Years

Year	Brown County Population (1)	Population of District (1)	School Enrollment (2)	Unemployment Rate Brown County (3)	Unemployment Rate State of Ohio (3)	Unemployment Rate U.S.A. (3)
1991	34,966	11,662	2,793	7.90%	6.40%	6.80%
1992	34,966	11,662	2,937	8.80	7.30	7.50
1993	34,966	11,662	2,963	9.0	6.50	6.90
1994	34,966	11,662	3,041	6.10	5.50	6.10
1995	34,966	11,662	3,128	5.90	4.80	5.60
1996	34,966	11,662	3,125	6.10	4.90	4.90
1997	34,966	11,662	3,209	4.50	4.10	4.70
1998	34,966	11,662	3,219	5.50	4.50	4.70
1999	34,966	11,662	3,312	5.30	4.60	4.30
2000	41,576	16,482	3,381	5.90	4.20	4.20

Sources: (1) 1991 through 1999 population data from 1990 U.S. census.

After 1999, population data is from U.S. census estimates.

(2) Western Brown Local School District

(3) Ohio Bureau Employment Services - Data for 2000 based upon June. Prior Years based on annual averages.

TABLE 11

WESTERN BROWN LOCAL SCHOOL DISTRICT

Construction, Bank Deposits and Property Values
Last Ten Calendar Years

<u>Year</u>	<u>Construction (1)</u>	<u>County Bank Deposits (2) (in thousands)</u>	<u>Property Values (3)</u>
1991	\$4,672,000	\$116,375	\$59,105,590
1992	3,896,000	80,804	66,389,430
1993	6,141,000	83,570	68,819,600
1994	4,068,000	81,170	71,972,890
1995	2,456,000	86,564	84,432,090
1996	2,309,638	96,410	86,287,220
1997	2,625,011	79,345	90,793,590
1998	3,096,410	87,654	109,251,850
1999	N/A	87,294	112,223,030
2000	N/A	N/A	118,254,980

- Sources:
- (1) Building Permit Survey, prepared by the Bureau of Census 1989-1998 Washington, DC
 - (2) Federal Reserve Bank of Cleveland
 - (3) Brown County Auditor, calendar year basis - assessed value of real property only.

TABLE 12

WESTERN BROWN LOCAL SCHOOL DISTRICT

Top Ten Principal Taxpayers
Real and Personal Property

<u>Name of Taxpayer</u>	<u>Total Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
Trinity Industries	\$1,248,030	0.86%
Scottwood Commons	502,440	0.35
Ava Jo Bohl	482,950	0.33
Howard L. Meeker	373,620	0.26
Lake Grant LTD	347,030	0.24
NAL Co. Inc.	337,580	0.23
Springwood Commons	326,730	0.23
Roger Winemiller	198,290	0.14
Friendly Meadows	178,640	0.12
Maple Grove Development	174,340	0.12
	<u>\$4,169,650</u>	<u>2.88%</u>

Source: Brown County Auditor.
Real and personal property includes public utility personal property.

TABLE 13

WESTERN BROWN LOCAL SCHOOL DISTRICT

Miscellaneous Statistical Data
June 30, 2000

Original Charter: July 19, 1971
 Form of Government: Public School District
 Area of District: 141 square miles
 Number of Miles Traveled by Transportation: 517,657
 Fleet for the Fiscal 2000 School Year:
 Number of Meals Served by Food Service: 325,049
 Department for the Fiscal 2000 School Year:

School	Grade Levels	Enrollment
Hamersville Elementary	K - 8	833
Mt. Orab Preschool/Primary/Middle	Pre K - 8	1,630
Western Brown High School	9 - 12	918
Total		3,381

Degree	Number of Teachers	Percentage of Total
Bachelor	35	21.21%
Bachelor +150	37	22.42
Masters	23	13.94
Masters +15 or more	70	42.43
Total	165	100.00%

Years of Experience	Number of Teachers	Percentage of Total
0 - 5	55	33.33%
6 - 10	28	16.97
11 - 15	20	12.12
16 - 20	13	7.88
21 - 25	26	15.76
26 and over	23	13.94
Total	165	100.00%

Source: Western Brown Local School District records.

TABLE 14

WESTERN BROWN LOCAL SCHOOL DISTRICT

Enrollment
Last Ten Fiscal Years

Year	K	1	2	3	4	5	6	7	8	9	10	11	12	Total
1991	252	208	235	205	219	248	229	223	211	236	183	168	176	2,793
1992	256	268	207	235	223	212	254	251	220	251	159	189	212	2,937
1993	223	258	263	225	244	230	229	252	230	273	201	152	183	2,963
1994	240	240	245	276	236	237	247	256	246	243	235	189	151	3,041
1995	253	279	224	247	281	238	244	263	227	233	244	218	177	3,128
1996	246	290	250	242	249	249	237	252	246	240	225	211	188	3,125
1997	246	296	257	251	243	237	272	250	233	258	232	209	225	3,209
1998	250	288	256	256	273	236	245	276	249	223	245	232	190	3,219
1999	317	244	268	263	280	256	254	250	287	240	213	232	208	3,312
2000	255	323	253	281	274	289	265	259	264	277	231	194	216	3,381

Source: Western Brown Local School District records.

TABLE 15

WESTERN BROWN LOCAL SCHOOL DISTRICTPer Pupil Cost
Last Ten Fiscal Years

Fiscal Year	Western Brown Local		State Average	Difference + (-)
	All Funds			
1991	\$2,949	\$4,175	(\$1,226)	
1992	2,950	4,390	(1,440)	
1993	3,684	4,643	(959)	
1994	4,201	5,043	(842)	
1995	4,098	5,218	(1,120)	
1996	4,429	5,545	(1,116)	
1997	4,483	5,932	(1,449)	
1998	6,905	6,281	624	
1999	4,883	6,800	(1,917)	
2000	5,031	7,235	(2,204)	

Source: Western Brown Local School District records.

TABLE 16

WESTERN BROWN LOCAL SCHOOL DISTRICT
Comparative Statistical Data
June 30, 2000

	Western Brown Local Schools	State
Median Income per Tax Return (1998)	\$24,829	\$27,232
Expenditure Per Pupil (all funds)	\$5,031	\$7,235
H.S. Graduation Rate	54.1%	83.5%
Student Attendance Rate	94.7%	94.3%
Staff Attendance Rate	94.5%	95.4%
<u>Proficiency Tests:</u>		
Percentage of Students Who Passed the Proficiency Test		
Grade 4:		
Math	34.9%	49.0%
Reading	46.2%	58.3%
Writing	74.7%	77.9%
Citizenship	50.9%	61.2%
Science	33.5%	47.8%
All Test	20.7%	30.8%
Grade 6:		
Math	34.1%	54.8%
Reading	44.3%	53.2%
Writing	74.1%	79.2%
Citizenship	57.8%	70.3%
Science	38.3%	54.9%
All Test	22.20%	35.30%
Grade 9:		
Math	67.8%	70.6%
Reading	86.7%	89.2%
Writing	87.5%	91.5%
Citizenship	83.7%	80.6%
Science	75.0%	76.5%
All Test	55.7%	63.1%
Grade 12:		
Math	58.1%	59.3%
Reading	69.1%	66.2%
Writing	83.8%	83.0%
Citizenship	78.7%	68.3%
Science	64.7%	61.2%
All Test	44.1%	42.7%
Revenue as a Percentage of Total by Source, Received by District		
All Local Revenue	19.2%	50.4%
State Revenue	74.8%	43.8%
Federal Revenue	0.6%	5.8%
<u>Student Demographics</u>		
<u>Racial Ethnic Data Percentage</u>		
White	99.4%	79.7%
Black	0.4%	11.2%
Hispanic	0.0%	0.7%
Asian	0.1%	0.2%
American Indian, Alaskan	0.0%	0.2%
Multi-Racial	0.1%	8.0%

Source: Ohio Department of Education, EMIS District Profile

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OFFICE OF THE AUDITOR

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WESTERN BROWN LOCAL SCHOOL DISTRICT

BROWN 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
MARCH 13, 2001**