

**WILLOUGHBY-EASTLAKE CITY SCHOOL DISTRICT
LAKE COUNTY**

SINGLE AUDIT

FOR THE YEAR ENDED JUNE 30, 2001



JIM PETRO
AUDITOR OF STATE

STATE OF OHIO

**WILLOUGHBY-EASTLAKE CITY SCHOOL DISTRICT
LAKE COUNTY**

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**WILLOUGHBY-EASTLAKE CITY SCHOOL DISTRICT
LAKE COUNTY
SCHEDULE OF FEDERAL AWARDS EXPENDITURES
FOR THE FISCAL YEAR ENDED JUNE 30, 2001**

Federal Grantor/ Pass-Through Grantor/ Program Title	Pass-Through Entity Number	CFDA Number	Receipts	Non-Cash Receipts	Expenditures	Non-Cash Expenditures
U. S. Department of Agriculture						
<i>Passed Through the Ohio Department of Education:</i>						
<i>Nutrition Cluster:</i>						
Food Distribution	N/A	10.550	\$0	\$115,984	\$0	\$116,642
National School Breakfast Program	05-PU 01	10.553	2,176	0	2,176	0
National School Lunch Program	LL-P1 00	10.555	93,950	0	93,950	0
National School Lunch Program	LL-P4 00	10.555	29,414	0	29,414	0
National School Lunch Program	LL-P1 01	10.555	249,382	0	249,382	0
National School Lunch Program	LL-P4 01	10.555	76,221	0	76,221	0
Total National School Lunch Program			451,143	0	451,143	0
Total U. S. Department of Agriculture - Nutrition Cluster			451,143	115,984	451,143	116,642
U. S. Department of Education						
<i>Passed Through the Ohio Department of Education:</i>						
Federal Pell Grant Program FY 00		84.063	2,552	0	2,552	0
Federal Pell Grant Program FY 01		84.063	16,810	0	16,810	0
Total Pell Grant			19,362	0	19,362	0
<i>Special Education Cluster:</i>						
Title VI B FY 99	6B-SF-00P	84.027	0	0	269,920	0
Title VI B FY 00	6B-SF-01P	84.027	659,620	0	603,153	0
Total Title VI B			659,620	0	873,073	0
Preschool Grant FY 00	PG-SI-00P	84.173	0	0	6,670	0
Preschool Grant FY 01	PG-SI-01P	84.173	40,024	0	33,294	0
Total Preschool Grant			40,024	0	39,964	0
Total Special Education Cluster			699,644	0	913,037	0
Adult Basic Education FY 01	AB-S1-01	84.002	40,163	0	40,163	0
Total Adult Basic Education			40,163	0	40,163	0
<i>Grants to Local Educational Agencies:</i>						
Title I FY 00	C1-S1-00	84.010	0	0	106,565	0
Title I FY 01	C1-S1-01	84.010	454,214	0	338,503	0
Total Title I			454,214	0	445,068	0
Drug Free Schools Grant FY 00	DR-S1-00	84.186	27,444	0	14,653	0
Drug Free Schools Grant FY 01	DR-S1-01	84.186	37,688	0	37,688	0
Total Drug Free Schools			65,132	0	52,341	0
Eisenhower Professional Development / Title II FY 00 CMS-S1-00 P		84.281	0	0	11,294	0
Eisenhower Professional Development / Title II FY 00 MS-S1-00		84.281	31,978	0	29,665	0
Eisenhower Professional Development / Title II FY 01 MS-S1-01		84.281	31,181	0	952	0
Total Eisenhower Professional Development / Title II			63,159	0	41,911	0
Title VI (Innovative Ed) FY 99	C2-S1-99	84.298	3,908	0	0	0
Title VI (Innovative Ed) FY 99 Carryover	C2-S1-99 C	84.298	6,891	0	2,157	0
Title VI (Innovative Ed) FY 00	C2-S1-00	84.298	0	0	5,277	0
Title VI (Innovative Ed) FY 01	C2-S1-01	84.298	49,967	0	39,238	0
Total Title VI (Innovative Ed)			60,766	0	46,672	0
Immigrant Education FY 00	E1-S1-00	84.162	0	0	2,205	0
Total Immigrant Education			0	0	2,205	0
Title VI-R - Class Size Reduction FY 00	CR-S1-00		0	0	27,434	0
Title VI-R - Class Size Reduction FY 01	CR-S1-01	84.340	137,300	0	137,300	0
Total Title VI-R Class Size Reduction			137,300	0	164,734	0

**WILLOUGHBY-EASTLAKE CITY SCHOOL DISTRICT
LAKE COUNTY
SCHEDULE OF FEDERAL AWARDS EXPENDITURES
FOR THE FISCAL YEAR ENDED JUNE 30, 2001**

Federal Grantor/ Pass-Through Grantor/ Program Title	Pass-Through Entity Number	CFDA Number	Receipts	Non-Cash Receipts	Expenditures	Non-Cash Expenditures
<i>Passed Through Mentor Exempted Village School District:</i>						
Vocational Education Basic Grant FY 00		84.048	8,546	0	0	0
Vocational Education Basic Grant FY 01		84.048	93,529	0	99,325	0
Total Vocational Education Basic Grant			102,075	0	99,325	0
Total U. S. Department of Education			1,641,815	0	1,824,818	0
U.S. Department of Labor						
<i>Passed Through the Lake County ETA:</i>						
Employment and Training Assistance FY 00		17.246	18,461	0	4,536	0
Employment and Training Assistance FY 01		17.246	45,647	0	117,485	0
Total Employment and Training Assistance			64,108	0	122,021	0
Total U. S. Department of Labor			64,108	0	122,021	0
Corporation for National and Community Services						
Retired Senior Volunteer Program FY 00	440N026-18	94.002	2,126	0	2,126	0
Retired Senior Volunteer Program FY 01	440N026-19	94.002	40,123	0	40,123	0
Total Retired Senior Volunteer Program			42,249	0	42,249	0
Total Corporation for National and Community Services			42,249	0	42,249	0
Office of Library Services, Institute of Museum and Library Services, National Foundation on the Arts and Humanities						
<i>Passed through the State Library of Ohio</i>						
Library Services and Technology Act FY 99	11-SS-E-2-99	45.310	29,868	0	0	0
Total Library Services and Technology Act			29,868	0	0	0
Total Office of Library Services			29,868	0	0	0
U. S. Department of Health and Human Services						
<i>Passed Through the Ohio Department of MRDD:</i>						
Medicaid (CAFS)	N/A	93.778	53,013	0	53,013	0
Total Medicaid (CAFS)			53,013	0	53,013	0
<i>Passed Through East Shore SERRC:</i>						
Medicaid (CAFS)	N/A	93.778	19,837	0	19,837	0
Total Medicaid (CAFS)			19,837	0	19,837	0
Total U.S. Department of Health and Human Services			72,850	0	72,850	0
Total Federal Assistance			\$2,302,033	\$115,984	\$2,513,081	\$116,642

See accompanying notes to the Schedule of Federal Awards Expenditures

**WILLOUGHBY-EASTLAKE CITY SCHOOL DISTRICT
LAKE COUNTY
FISCAL YEAR ENDED JUNE 30, 2001**

NOTES TO SCHEDULE OF FEDERAL AWARDS EXPENDITURES

NOTE A--SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B--FOOD DISTRIBUTION

Nonmonetary assistance, such as food received from the U.S. Department of Agriculture, is reported in the Schedule at the fair market value of the commodities received and consumed. Cash receipts from the U.S. Department of Agriculture are commingled with State grants. It is assumed federal monies are expended first. At June 30, 2001, the District had no significant food commodities in inventory.

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

Board of Education
Willoughby-Eastlake City School District
Lake County
37047 Ridge Road
Willoughby, Ohio 44094

We have audited the financial statements of the Willoughby-Eastlake City School District, Lake County, Ohio, (the District) as of and for the year ended June 30, 2001, and have issued our report thereon dated November 26, 2001. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *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 November 26, 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.

Willoughby-Eastlake City School District
Lake 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, 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

November 26, 2001



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

Board of Education
Willoughby-Eastlake City School District
Lake County
37047 Ridge Road
Willoughby, Ohio 44094

Compliance

We have audited the compliance of the Willoughby-Eastlake City School District, Lake County, Ohio, (the District) with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2001. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

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

In our opinion, the District complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2001.

Internal Control Over Compliance

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

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

Schedule of Federal Awards Expenditures

We have audited the general-purpose financial statements of the District as of and for the year ended June 30, 2001, and have issued our report thereon dated November 26, 2001. Our audit was performed for the purpose of forming an opinion on the general-purpose financial statements taken as a whole. The accompanying schedule of federal awards expenditures is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the general-purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general-purpose financial statements taken as a whole.

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

Jim Petro
Auditor of State

November 26, 2001

**WILLOUGHBY-EASTLAKE CITY SCHOOL DISTRICT
LAKE COUNTY
JUNE 30, 2001**

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

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):	Nutrition Cluster / 10.550, 10.553, 10.555 Class Size Reduction Grant / 84.340
(d)(1)(viii)	Dollar Threshold: Type AIB Programs	Type A: > \$ 300,000 Type B: all others
(d)(1)(ix)	Low Risk Auditee?	Yes

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

None

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None

**WILLOUGHBY-EASTLAKE CITY SCHOOL DISTRICT
WILLOUGHBY, OHIO**

**Comprehensive
Annual Financial Report
For the Fiscal Year Ended June 30, 2001**

Prepared by

**Shirley A. Schuster
Treasurer**

Willoughby-Eastlake City School District
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2001
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Willoughby-Eastlake Board of Education

Keith M. Miller, Ph.D., Superintendent
Shirley A. Schuster, Treasurer

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Michon N. Koch, President
Elaine Kranek, Vice-President
James Carpenter
Wade Mitchell
Margaret Warner

November 26, 2001

Board of Education Members
Willoughby-Eastlake City School District

We are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) of the Willoughby-Eastlake City School District for the fiscal year ended June 30, 2001. This CAFR includes an opinion from the State Auditor and conforms to generally accepted accounting principles as applicable to governmental entities. Responsibility for the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the School District. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the School District. This report will provide the taxpayers of the Willoughby-Eastlake City School District with comprehensive financial data in a format which will enable them to gain an understanding of the School District's financial affairs. Copies will be made available to the School District Cities and Villages, Willoughby-Eastlake Public Library, major taxpayers, financial rating services and other interested parties.

The comprehensive annual financial report is presented in three sections as follows:

1. The Introductory Section, which includes this transmittal letter, a list of principal officials, and the School District's organizational chart, the GFOA Certificate of Achievement, and the ASBO Certificate of Excellence.
2. The Financial Section which begins with the Report of Independent Accountants and includes the General Purpose Financial Statements and Notes that provide an overview of the School District's financial position and operating results, the Combining Statements by Fund Type, and other schedules that provide detailed information relative to the General Purpose Financial Statements.
3. The Statistical Section which presents social and economic data, financial trends and the fiscal capacity of the Willoughby-Eastlake City School District.

The School District

The School District, one of 612 school districts in the State and 9 in the County, provides education to 9,076 students in grades K through 12. It is located in Lake County in northeastern Ohio, approximately 20 miles east of the City of Cleveland. The School District's territory is approximately 36 square miles and encompasses all of the cities of Eastlake, Willoughby Hills, and Willowick and most of the City of Willoughby. It also encompasses all of the Villages of Lakeline and Timberlake and part of the Village of Waite Hill.

The School District operates two comprehensive high schools: Eastlake North and Willoughby South. Additionally, the Technical Center vocational high school is located in the City of Willoughby. Three middle schools housing students in grades six through eight are located in Eastlake, Willoughby, and Willowick. Seven elementary schools serve kindergarten through fifth grade students:

Edison - Willoughby
Grant - Willoughby
Jefferson - Eastlake
Longfellow - Eastlake

McKinley - Willoughby
Royalview - Willowick
Washington - Eastlake

Statutorily, the School District operates under standards prescribed by the Ohio State Board of Education as provided in division (D) of Section 3301.07 of the Ohio Revised Code, to provide education services mandated by State and Federal agencies. The Willoughby-Eastlake Board of Education is a five member board, elected at large, with staggered four year terms.

If space is available, a student has the choice of attending any school within the School District if the needs of the child and family would be better served than attending the school of residence. If transportation is not already being provided, it is the responsibility of the parents to provide transportation, however.

Strong Leadership

The Superintendent of Schools (the Superintendent), appointed by the Board for a maximum term of five years, is the executive officer of the School District and has responsibility for directing and assigning teachers and other employees, assigning pupils to the proper schools and grades, and performing such other duties as determined by the Board. The current Superintendent is Dr. Keith Miller, who has served in the position since August 1996. Dr. Miller is in the second of his current five-year contract with the School District.

Dr. Miller began his career in education as a teacher at Washington Court House City School District and was principal at the Lake County Joint Vocational Auburn Career Center prior to employment with the School District in 1985. His first position in the Willoughby-Eastlake City School District was as principal at the Technical Center, and he was promoted to Associate Superintendent of Business in 1988.

Dr. Miller graduated with a Bachelor of Science Degree from Bowling Green State University, a Master of Business Administration from Xavier University, and a Ph.D. from Kent State University.

The Treasurer, appointed by the Board pursuant to law for a four-year term (following a two-year probationary term), is the fiscal officer of the Board and the School District. Shirley A. Schuster, the present Treasurer (for a term ending at the organizational meeting of the Board in January 2005), has held that position since January 1983.

Prior to assuming that position, Mrs. Schuster was Treasurer of the Board of Education of Crestwood Local School District in Portage County, Ohio for four years and in private accounting prior to that position. Mrs. Schuster is a Certified Public Accountant and completed a Bachelor of Business Administration and a Master of Science in Accounting from Kent State University.

Special Services for Students

In addition to the regular school program, the School District provides a variety of special choices such as:

- All day every day kindergarten.
- Elementary and secondary summer school.

- Self-contained and pullout programs to provide appropriate educational alternatives for high-ability learners.
- A “magnet” program for fourth and fifth graders with average to above average achievement for additional educational opportunities in computer education and foreign language at each of the three middle schools.
- Participation in the East Shore Center program which provides unique educational services to special needs students.
- A self-contained alternative school housed at the Technical Center for low achievement seventh through tenth graders.
- A vocational program at North High School and the Technical Center for developmentally disabled students.
- Participation in the Lake Shore Vocational Educational Planning District which enables School District students to enroll in vocational programs that are not offered at Willoughby-Eastlake City School District.
- Preschool for three and four year olds at two of the elementary schools (In addition to the required program for disabled preschoolers).
- Before and after school child care at each of the elementary schools and an all day summer program at two of the elementary schools.

Community Services

The School District offers the following:

- A two-year Licensed Practical Nurse training program.
- An Adult Basic Literacy Education program to prepare for General Equivalency Diploma (GED) test.
- GED testing
- Retired Senior Volunteer Program (RSVP).

Although enrollment has stabilized in the past six years, declining enrollment in previous years caused excess building capacity throughout the School District. Lincoln was sold to the City of Willoughby in March of 2000 for \$275,000 to be paid over a five-year period. Browning in the City of Willoughby is used exclusively by that City as a senior citizen center. Garfield is partially leased and the City of Willoughby Hills also utilizes a portion of the building for recreational activities. Cricket Lane in Willoughby Hills is partially leased, and Taft in Eastlake is completely leased to several tenants. Kennedy in Eastlake is partially leased and is the site for Board of Education meetings.

The School District also owns forty acres of undeveloped land consisting of a natural ravine located across from the administration building on Ridge Road in Willoughby.

The Reporting Entity

The School District has reviewed its reporting entity definition in order to insure conformance with the Government Accounting Standards Board Statement No. 14. "The Financial Reporting Entity". In evaluating how to define the School District for financial reporting purposes, management has considered all agencies, departments and organizations making up the Willoughby-Eastlake City School District (the primary government) and its potential component units.

Excluded from the reporting entity because they are fiscally independent of the School District are the cities of Eastlake, Willoughby, Willoughby Hills and Willowick; the Villages of Lakeline, Timberlake and Waite Hill; the Willoughby-Eastlake Public Library; and the school support organizations, e.g. the Parent Teacher Organization.

The School District is associated with three jointly governed organizations, a related organization and an insurance purchasing pool. These organizations are the East Shore Regional Transportation System, the East Shore Center, the Ohio Schools Council Association, the Willoughby-Eastlake Public Library and the Ohio School Boards Association Workers' Compensation Group Rating Program. These organizations are presented in Notes 16, 17 and 18 to the combined financial statements.

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

Economic Condition and Outlook

The School District is in the Cleveland Primary Metropolitan Statistical Area (PMSA), comprised of the four counties of Cuyahoga, Geauga, Lake and Medina and being approximately the 17th largest PMSA of 73 in the United States. It is also in the Cleveland-Akron-Lorain Consolidated Metropolitan Statistical Area (CMSA), the 14th most populous of the 18 in the United States.

The School District's general area is served by diversified transportation facilities. Immediate access is available to four State and US highways and to Interstate Highways I-90 and I-271. The School District is served by Conrail and is adjacent to areas served by Amtrak. Passenger air service is available at Cleveland Hopkins International Airport, located within 30 miles of the School District, and Burke Lakefront Airport, located within 20 miles of the School District. Air freight and private air services are provided by Lost Nation Municipal Airport, located within and owned and operated by the City of Willoughby, and Cuyahoga County Airport, located within five miles of the School District. Approximately 250 trucking lines serve the PMSA.

The School District is provided with banking and financial services by twelve local commercial banks and savings and loan associations with additional facilities throughout the county.

Two daily newspapers serve the School District along with monthly and quarterly community publications. The School District is within the broadcast area of twelve television stations and approximately thirty AM and FM radio stations. Forty plus channel cable TV service including educational, governmental and public access channels is provided by Cablevision and AT&T Broadband.

Within commuting distance are several public and private two-year and four-year colleges and universities, including Lake Erie College and Lakeland Community College within the county and Case Western Reserve University, John Carroll University, Cleveland State University, Cuyahoga Community College, Baldwin-Wallace College, Oberlin College, Kent State University and the University of Akron located in the CMSA.

Lake Hospital System, with a capacity of 431 beds, operates two hospitals (one of which is in Willoughby) and offers other services throughout Lake County. Additionally, several hospitals with a total capacity of approximately 12,000 beds serve adjoining Cuyahoga County.

The School District is served by various city and county park and recreational programs. City parks in Eastlake, Willoughby, and Willowick provide year round recreation programs. There are two public golf courses (Lost Nation Municipal in Willoughby and Manakiki in Willoughby Hills) in addition to several privately owned courses. The Lake County Metropolitan Park System provides family activities on 5,000 plus acres with 26 park areas open for use all year. The Cleveland Metroparks System also has major park and recreational facilities throughout the county.

At each triennial update and sexennial appraisal of real estate property by the Lake County auditor, the valuation of real estate property throughout the School District increases. Property in the Villages of Lakeline, Timberlake, and Waite Hill is residential only. The Cities of Willowick and Willoughby Hills are primarily residential, however, there is some commercial and industrial activity which has not increased significantly.

The City of Eastlake continues with plans for the revitalization of Vine Street, the main commercial thoroughfare in the City of Eastlake, by hiring Urban Design Center as a consultant. The City takes an active stance in the retention and expansion of business and considers tax incentives when deemed feasible. Although there is little undeveloped residential property, an industrial park was opened on Erie Road. Erie Road was replaced and sidewalks were added from the City of Willoughby line to Lake Shore Boulevard. Since the city began internal collection of income taxes, collection has increased.

The City of Willoughby's economic condition and outlook continue to be very positive. Income tax revenues increased 4.65 percent in 2000, and has increased by more than 30 percent in the last five years. Construction of a new satellite fire station and major expansion and renovation of the main station were completed at a cost of \$6,500,000, financed through a bond levy.

The restoration of the historic downtown area continues with the renovation of several buildings and opening of new businesses. The City installed historic style lighting and placed brick pavers in the sidewalks and intersections. Construction of a second municipal pool was completed at a cost of \$1,800,000 paid with current resources.

Major Initiatives

For this year, and the next several years, the School District is focusing efforts on three goals:

- High School Achievement
- Safe Secure Schools
- Efficient School Operations

Each activity that occurs in the schools is measured against the degree to which it promotes at least one of these three goals. An activity may not promote one goal at the expense of another.

During the past year the following were achieved:

- Implementation of a revised course of study for:
 - English (grades 6 -12)
 - Language Arts (kindergarten - grade 5)
 - Foreign language (kindergarten - grade 12)
 - Reading (kindergarten - grade 12)
- Renovation of the science labs at both high schools
- In conjunction with the process of the Continuous Improvement Plan, application for the Ohio Award

- of Excellence. Increase of three points on the State report card from 19 to 22 out of a possible 27.
- Continuance of the process of aligning the curriculum (curriculum mapping) with the information covered on the Ohio Department of Education proficiency test.
- Increase in elementary school proficiency test scores in all five areas (math, science, reading, writing, and citizenship) with achievement of a passing grade in math and writing.
- Transfer of some special needs vocational classes to the Tech Center which is cost effective and more importantly provides additional opportunities for the students.
- Installation of computer labs at two elementary schools.
- Recognition and numerous awards received by staff and students some of which are:

South High School scored second in the small school division in the State of Ohio Academic Decathlon Team Competition.

North High School was the top scoring school in the State of Ohio Academic Decathlon Team Competition and placed seventh in the national competition.

Seventeen students represented the Tech Center in the Business Professional of America State competition after winning at the regional level.

The South High School Marching Band earned a superior (1) rating in the Ohio Music Education Association Competition for the fourth year in a row.

North High's Searchlight received an international award from Quill and Scroll; first place from the National Scholastic Press Association; and a silver medalist award from the Columbia Press Association.

In 1986 the School District's voters approved a 1.30 mill five-year permanent improvement levy which was renewed again in May, 2000. Approximately \$1,400,000 is provided annually for capital improvements, maintenance, and equipment. CT Consultants of Willoughby, a professional engineering firm, completed a comprehensive 15-year needs assessment of buildings and facilities. The findings from this study provide direction for the Board and administration in determining short and long-term spending priorities from the proceeds of the levy. Major spending for 2000-2001 was for updating the heating and ventilating systems, parking lot replacements, and roof repair and replacement.

Financial Information

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

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

controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

The Treasurer's office has established procedures for the collection of money that minimize risk to the School District and also has responsibility for the School District's internal audit program. Annual internal audits are done for student activities, latchkey, preschool, and other programs in which cash is received.

The School District utilizes a fully automated accounting, payroll, and students records system from Ace Software, an Ohio vendor that specializes in software for school districts. Fixed assets and student fee records are maintained with programs written by the School District's computer services department. These systems, coupled with the separation of duties within the Treasurer's office and other departments, ensures that the financial information generated is both accurate and reliable.

By July 1 of each year, the Board of Education adopts a temporary appropriation measure for the July 1 through June 30 fiscal year. The permanent appropriation measure is adopted by October 1 (upon receipt from the County Auditor of an amended certificate of estimated resources). Annual appropriations may not exceed the County Budget Commission's official estimate of resources. The County Auditor must certify that the Board of Education's appropriation measures, including any supplements or amendments, do not exceed the amount set forth in the latest of those official estimates.

Each year the Board of Education adopts a resolution at the organizational meeting authorizing the Treasurer to make account transfers and advances to be submitted to the Board for approval at the same meeting in which financial statements for that month are presented. Budgets are controlled in accordance with the Auditor of State Uniform School Accounting System.

The Board of Education appropriates money for the general fund in accordance with the categories specified (function and object) by the Uniform School Accounting System. The appropriation for all other funds is a total amount (no breakdown by account) for each fund.

The Treasurer certifies each purchase order to ensure that money will be available to meet the financial obligation once it is incurred. The School District has established procedures to minimize the probability of a purchase being made without authorization. Depending upon the nature of the purchase order, in addition to the Treasurer's certification, the purchase order is either signed by the superintendent, a central office administrator, or a principal.

The accounting software used by the School District provides interim financial reports to principals, activity advisors, athletic directors, persons responsible for State and Federal grants, and other interested persons. These reports detail year-to-date expenditures, outstanding encumbrances (unpaid purchase orders) and unencumbered balances (amounts available for spending). The Treasurer also prepares a monthly financial report for acceptance by the Board of Education.

The basis of accounting and the various funds and account groups utilized by Willoughby-Eastlake City Schools are fully described in Note 2 of the financial statements. Additional information on the School District's budgetary accounting can also be found in Note 2.

General Government Functions

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

	2000 Amount	2001 Amount	Percent of Total	Change	Percent Change
Revenues					
Taxes	\$45,482,860	\$45,887,097	67.65%	\$404,237	0.89%
Intergovernmental	16,115,181	17,770,563	26.20	1,655,382	10.27
Interest	817,161	952,265	1.40	135,104	16.53
Tuition and Fees	1,803,131	1,867,359	2.75	64,228	3.56
Extracurricular Activities	483,162	511,377	0.75	28,215	5.84
Donations	250,528	177,836	0.26	(72,692)	(29.02)
Charges for Services	249,175	189,222	0.28	(59,953)	(24.06)
Rentals	237,144	251,361	0.37	14,217	6.00
Miscellaneous	288,930	227,076	0.34	(61,854)	(21.41)
Total Revenues	<u>\$65,727,272</u>	<u>\$67,834,156</u>	<u>100.00%</u>	<u>\$2,106,884</u>	

Taxes revenue increased \$404,237 or .89 percent due to the School District receiving a favorable settlement of a real estate tax complaint and increased real estate valuations as a result of the County's six year reappraisal.

Intergovernmental revenue increased \$1,655,382 or 10.27 percent due an increase in school foundation revenue received from the State.

Interest revenue increased \$135,104 or 16.53 percent due to an improved cash position in fiscal year 2001 which freed more funds for investment.

Donations revenue decreased \$72,692 or 29.02 percent due to less people donating money to the School District.

Charges for Services revenues decreased \$59,953 or 24.06 percent due to the School District not having as many community members paying for services provided by the School District.

Miscellaneous revenue decreased \$61,854 or 21.41 percent due to the School District receiving less miscellaneous monies.

The following schedule represents a summary of all governmental expenditures of general, special revenue, debt service, and capital projects funds, for the fiscal year ended June 30, 2001 and comparisons to last fiscal year:

	2000 Amount	2001 Amount	Percent of Total	Change	Percent Change
Expenditures					
Current:					
Instruction:					
Regular	\$28,651,977	\$29,010,607	43.56%	\$358,630	1.25%
Special	6,713,262	6,367,102	9.56	(346,160)	(5.16)
Vocational	2,071,183	3,304,637	4.96	1,233,454	59.55
Adult/Continuing	174,818	186,591	0.28	11,773	6.73
Support Services:					
Pupils	3,982,421	4,184,931	6.29	202,510	5.09
Instructional Staff	1,801,233	1,973,047	2.96	171,814	9.54
Board of Education	218,526	304,184	0.46	85,658	39.20
Administration	4,002,879	4,243,122	6.37	240,243	6.00
Fiscal	965,357	971,290	1.46	5,933	0.61
Business	363,186	407,247	0.61	44,061	12.13
Operation and					
Maintenance Of Plant	6,240,200	6,270,590	9.42	30,390	0.49
Pupil Transportation	3,840,206	4,517,730	6.78	677,524	17.64
Central	609,567	787,517	1.18	177,950	29.19
Operation of Non-					
Instructional Services	705,156	900,712	1.35	195,556	27.73
Extracurricular Activities	1,391,782	1,443,085	2.17	51,303	3.69
Capital Outlay	337,986	1,364,541	2.05	1,026,555	303.73
Debt Service:					
Principal Retirement	194,879	172,906	0.26	(21,973)	(11.28)
Interest and Fiscal Charges	198,447	183,285	0.28	(15,162)	(7.64)
Total Expenditures	\$62,463,065	\$66,593,124	100.00%	\$4,130,059	

Vocational instruction increased \$1,233,454 or 59.55 percent due to more adults taking classes through the School District.

Board of education expenditures increased \$85,658 or 39.20 percent due to an increase in the use of consultants and legal services.

Business expenditures increased \$44,061 or 12.13 percent due to more supplies being purchased.

Pupil transportation expenditures increased \$677,524 or 17.64 percent due to an increase in maintenance services and materials for the buses.

Central expenditures increased \$177,950 or 29.19 percent due to an increase in computer services.

Operation of non-instructional services increased \$195,556 or 27.73 percent due to more programs being offered in the community.

Capital Outlay increased \$1,026,555 or 303.73 percent due to renovations of several building in the School District.

Debt service expenditures decreased \$37,135 or 9.44 percent due to the School District having less debt.

General Fund Balance

The fund balance of the general fund increased from \$5,688,068 at June 30, 2000 to \$6,986,756 at June 30, 2001. The increase is due primarily to the School District receiving more intergovernmental revenue and additional tax receipts from new residential, commercial and industrial construction.

Proprietary Operations

Food service, uniform school supplies, special services, community education and latchkey/preschool are classified as enterprise operations since they resemble those activities found in private industry; management periodically desires to determine the amount of profit/loss resulting from these operations that are significantly financed from user fees. In total, the enterprise funds had a net loss of \$131,107 for the fiscal year ended June 30, 2001. Of the proprietary funds, the Food Services enterprise fund had deficit retained earnings at June 30, 2001, of \$129,375. Management is analyzing the food service operations to determine appropriate action to alleviate the deficit.

Debt Administration

At June 30, 2001, general obligation bonds outstanding totaled \$2,780,000. During fiscal year 2001, \$170,000 of general obligation bonds were retired. As of June 30, 2001, the overall debt margin was \$139,033,618 and the unvoted debt margin was \$1,573,538. All existing bond obligations are general obligation debt backed by the full faith and credit of the School District and will be retired fully by fiscal year 2012.

Cash Management

The majority of local, State, and federal funds are received by electronic transfer into the School District's checking account. In 1996 the Board of Education adopted a policy for the investment of funds with the foremost objective being the safety of principal. The Treasurer is the investment officer for the School District, charged with the responsibility for the purchase and sale of investments and carrying out of this investment policy. A determination is made daily on cash flow needs and the balance of funds are invested. The total amount of interest earned was \$954,669 for the year ended June 30, 2001, \$864,710 being credited directly to the general fund. All investing was done with the State Treasury Asset Reserve of Ohio (STAROhio). STAROhio was competitive with other investment opportunities that offer the same degree of security.

Protection of the School District's deposits is provided by the federal deposit insurance corporation as well as by qualified securities pledged by the institution holding the assets. By law, financial institutions may establish a collateral pool to cover all public deposits. The market value of the pooled collateral must equal at least 105 percent of public funds deposited. Collateral is held by trustees including the Federal Reserve Bank and designated third party trustees of the financial institutions.

Risk Management

The School District provides health, vision, and dental insurance benefits to the employees. See Note 10 to the general purpose financial statements for complete details.

The School District participates in the Ohio School Boards Association Workers' Compensation Group Rating Plan. Contracts also cover general liability, fleet, and property insurance. See Note 10 to the general purpose financial statements for complete details.

Pension Plans

All School District employees are covered by the state-wide School Employees Retirement System of Ohio (SERS) or the State Teachers Retirement System (STRS). The School District's employer contributions to both systems are based on a percentage of employees' salaries. State law requires the School District to pay the employer share as determined by each retirement system. See Note 11 to the general purpose financial statements for complete details.

General Fixed Assets

The general fixed assets of the Willoughby-Eastlake City School District are used to carry on the main education and support function of the system and are not financial resources available for expenditure. The total general fixed assets at June 30, 2001, were \$27,309,147. Such assets are accounted for at historical cost. Depreciation is not recognized on general fixed assets.

Independent Audit

State statutes require the School District to be subjected to an annual examination by an independent auditor. An annual audit serves to maintain and strengthen the School District's accounting and budgetary controls. Independent auditor Jim Petro, Auditor of State, was selected to render an opinion on the School District's financial statements as of and for the year ended June 30, 2001. The opinion appears at the beginning of the financial section of this report.

Pursuant to statute, the State prescribes a uniform accounting system to standardize accounting classification and financial reporting for all school governments in Ohio. The School District adopted and has been in conformance with that system beginning with its financial report for the 1979 year.

Awards

GFOA Certificate of Achievement

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

We believe our current report conforms to the Certificate of Achievement requirements and we are submitting it to GFOA for consideration.

ASBO Certificate

In addition, the School District will submit its CAFR to the Association of School Business Officials International.

The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting to Willoughby-Eastlake City School District for the fiscal year ended June 30, 2000. This awards certifies that the Comprehensive Annual Financial Report substantially conformed to the principles and standards of financial reporting as recommended and adopted by the Association of Business Officials. This award is granted only after an intensive review of the financial report by an expert panel of certified public accountants and practicing business officials. Management believes that the Comprehensive Annual Financial Report for fiscal year ended June 30, 2001, will conform to ASBO's principles and standards.

Acknowledgments


This is the first year that the School District has issued a Comprehensive Annual Financial Report. The publication of this report is a significant step toward professionalizing the School District's financial reporting. It enhances the School District's accountability to the residents of the Willoughby-Eastlake City School District.

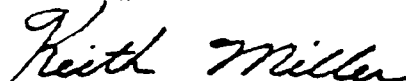
The preparation of this report would not have been possible without the assistance and support of the staff at the Treasurer's office. Assistance from the County Auditor's staff made possible the fair presentation of statistical data.

Thanks also to the Local Government Services Division State Auditor Jim Petro's office for assistance in planning and reviewing this financial report.

Finally, sincere appreciation is extended to the Board of Education for their ongoing support.

Respectfully Submitted,


Shirley A. Schuster
Treasurer


Keith M. Miller, Ph.D.
Superintendent

Willoughby-Eastlake City School District

Principal Officials

June 30, 2001

Board of Education

Name	Position	Began Service as a Board Member in	Present Term Expires December 31	City of Residence
James Carpenter	Member	1982	2001	Willoughby
Michon N. Koch	President	1992	2001	Willoughby Hills
Elaine Kranek	Vice-President	1996	2003	Eastlake
Wade Mitchell	Member	1998	2001	Willoughby
Margaret Warner	Member	1997	2003	Willoughby

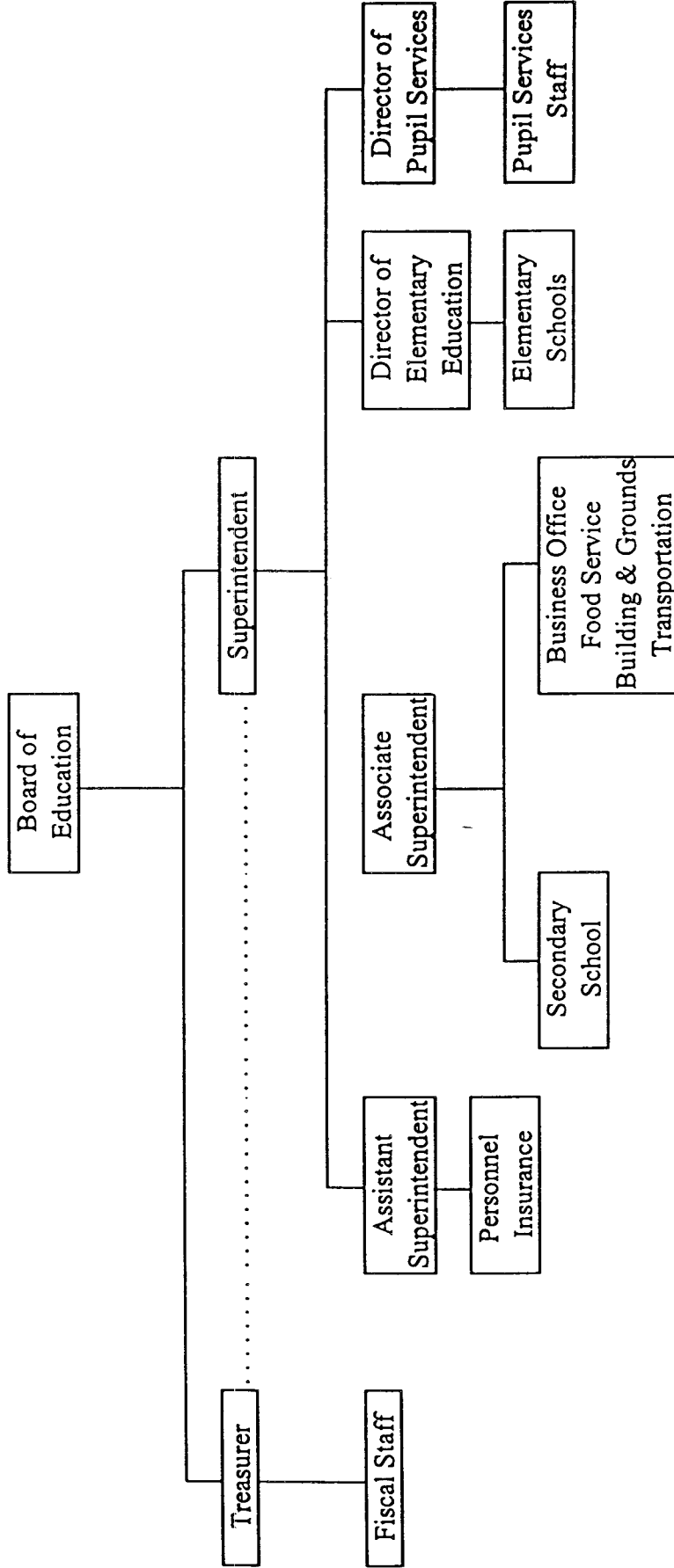
Treasurer

Shirley A. Schuster

Superintendent

Keith M. Miller, Ph.D.

WILLOUGHBY-EASTLAKE CITY SCHOOL DISTRICT ORGANIZATION CHART



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Willoughby-Eastlake
City School District, Ohio

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

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



Timothy A. Greer
President

Jeffrey L. Esser
Executive Director

ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL



This Certificate of Excellence in Financial Reporting is presented to

WILLOUGHBY-EASTLAKE CITY SCHOOL DISTRICT

For its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 2000

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

Linda White
President

Don + Karen
Executive Director



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

Lausche Bldg
615 W Superior Ave
Floor 12
Cleveland OH 44113 - 1801
Telephone 216-787-3665
800-626-2297
Facsimile 216-787-3361
www.auditor.state.oh.us

REPORT OF INDEPENDENT ACCOUNTANTS

Board of Education
Willoughby-Eastlake City School District
Lake County
37047 Ridge Road
Willoughby, Ohio 44094

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

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated November 26, 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.

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

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

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

Jim Petro
Auditor of State

November 26, 2001

General Purpose Financial Statements

The following general purpose financial statements, along with the notes to the general purpose financial statements, present an overview of the School District's financial position at June 30, 2001, and the results of operations and changes in cash flows of its proprietary funds for the fiscal year then ended.

Willoughby-Eastlake City School District

Combined Balance Sheet

All Fund Types and Account Groups

June 30, 2001

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
Assets and Other Debits				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$7,231,524	\$929,332	\$160,134	\$3,358,001
Cash and Cash Equivalents With Fiscal Agent	504,920	0	0	0
Receivables:				
Taxes	41,320,934	0	322,884	1,290,910
Accounts	38,003	0	0	0
Intergovernmental	538,271	115,237	0	0
Interfund Receivable	265,770	0	0	0
Inventory Held for Resale	0	0	0	0
Materials and Supplies Inventory	0	0	0	0
Restricted Assets:				
Cash and Cash Equivalents	1,089,111	0	0	0
Fixed Assets (Net, where applicable, of Accumulated Depreciation)	0	0	0	0
Other Debits				
Amount Available in Debt Service Fund for Retirement of General Obligation Bonds	0	0	0	0
Amount to be Provided from General Government Resources	0	0	0	0
Total Assets and Other Debits	<u>\$50,988,533</u>	<u>\$1,044,569</u>	<u>\$483,018</u>	<u>\$4,648,911</u>

<u>Proprietary Fund Type</u>	<u>Fiduciary Fund Type</u>	<u>Account Groups</u>		<u>Totals (Memorandum Only)</u>
<u>Enterprise</u>	<u>Agency</u>	<u>General Fixed Assets</u>	<u>General Long-Term Obligations</u>	
\$223,843	\$138,536	\$0	\$0	\$12,041,370
0	0	0	0	504,920
0	0	0	0	42,934,728
93,783	0	0	0	131,786
0	0	0	0	653,508
0	0	0	0	265,770
19,847	0	0	0	19,847
1,733	0	0	0	1,733
0	0	0	0	1,089,111
17,699	0	27,309,147	0	27,326,846
0	0	0	195,173	195,173
0	0	0	11,704,848	11,704,848
<u>\$356,905</u>	<u>\$138,536</u>	<u>\$27,309,147</u>	<u>\$11,900,021</u>	<u>\$96,869,640</u>

(continued)

Willoughby-Eastlake City School District
Combined Balance Sheet
All Fund Types and Account Groups (continued)
June 30, 2001

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
<i>Liabilities, Fund Equity and Other Credits</i>				
Liabilities				
Accounts Payable	\$314,935	\$28,146	\$0	\$99,394
Accrued Wages and Benefits	4,876,631	166,913	0	0
Compensated Absences Payable	95,159	0	0	0
Interfund Payable	0	155,091	0	0
Intergovernmental Payable	1,188,545	8,194	0	0
Deferred Revenue	36,606,930	100,433	287,845	1,152,167
Due to Students	0	0	0	0
Claims Payable	919,577	0	0	0
General Obligation Bonds Payable	0	0	0	0
<i>Total Liabilities</i>	<u>44,001,777</u>	<u>458,777</u>	<u>287,845</u>	<u>1,251,561</u>
Fund Equity and Other Credits				
Investment in General Fixed Assets	0	0	0	0
Contributed Capital	0	0	0	0
Retained Earnings				
Unreserved	0	0	0	0
Fund Balance:				
Reserved for Encumbrances	786,979	84,662	0	147,230
Reserved for Property Taxes	2,652,329	0	23,870	78,242
Reserved for Budget Stabilization	921,543	0	0	0
Reserved for Textbooks	60,390	0	0	0
Reserved for Bus Purchases	107,178	0	0	0
Unreserved:				
Designated for Claims	504,920	0	0	0
Unreserved, Undesignated	1,953,417	501,130	171,303	3,171,878
<i>Total Fund Equity and Other Credits</i>	<u>6,986,756</u>	<u>585,792</u>	<u>195,173</u>	<u>3,397,350</u>
<i>Total Liabilities, Fund Equity and Other Credits</i>	<u>\$50,988,533</u>	<u>\$1,044,569</u>	<u>\$483,018</u>	<u>\$4,648,911</u>

See accompanying notes to the general purpose financial statements

Proprietary Fund Type	Fiduciary Fund Type	Account Groups		Totals (Memorandum Only)
		General Fixed Assets	General Long-Term Obligations	
Enterprise	Agency			
\$119	\$0	\$0	\$0	\$442,594
47,862	0	0	0	5,091,406
54,970	0	0	8,527,833	8,677,962
110,679	0	0	0	265,770
94,803	0	0	592,188	1,883,730
15,968	0	0	0	38,163,343
0	138,536	0	0	138,536
0	0	0	0	919,577
0	0	0	2,780,000	2,780,000
<u>324,401</u>	<u>138,536</u>	<u>0</u>	<u>11,900,021</u>	<u>58,362,918</u>
0	0	27,309,147	0	27,309,147
9,591	0	0	0	9,591
22,913	0	0	0	22,913
0	0	0	0	1,018,871
0	0	0	0	2,754,441
0	0	0	0	921,543
0	0	0	0	60,390
0	0	0	0	107,178
0	0	0	0	504,920
0	0	0	0	5,797,728
<u>32,504</u>	<u>0</u>	<u>27,309,147</u>	<u>0</u>	<u>38,506,722</u>
<u>\$356,905</u>	<u>\$138,536</u>	<u>\$27,309,147</u>	<u>\$11,900,021</u>	<u>\$96,869,640</u>

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

	Governmental	
	General	Special Revenue
Revenues		
Taxes	\$44,147,371	\$69,768
Intergovernmental	14,561,652	2,747,173
Interest	864,710	87,555
Tuition and Fees	1,703,110	164,249
Extracurricular Activities	0	511,377
Donations	0	177,836
Charges for Services	189,222	0
Rentals	251,361	0
Miscellaneous	178,187	48,889
<i>Total Revenues</i>	61,895,613	3,806,847
Expenditures		
Current:		
Instruction:		
Regular	28,661,944	348,663
Special	5,763,895	603,207
Vocational	3,228,739	75,898
Adult/Continuing	0	186,591
Support Services:		
Pupils	3,186,731	998,200
Instructional Staff	1,616,654	356,393
Board of Education	304,184	0
Administration	4,098,220	144,902
Fiscal	967,248	0
Business	404,410	2,837
Operation and Maintenance of Plant	6,229,808	40,782
Pupil Transportation	4,505,333	12,397
Central	744,902	42,615
Operation of Non-Instructional Services	8,184	892,528
Extracurricular Activities	132,853	1,310,232
Capital Outlay	4,162	0
Debt Service:		
Principal Retirement	2,906	0
Interest and Fiscal Charges	505	0
<i>Total Expenditures</i>	59,860,678	5,015,245
<i>Excess of Revenues Over (Under) Expenditures</i>	2,034,935	(1,208,398)
Other Financing Sources (Uses)		
Proceeds from Sale of Fixed Assets	826	0
Operating Transfers In	108,197	850,682
Operating Transfers Out	(845,270)	(58,017)
<i>Total Other Financing Sources (Uses)</i>	(736,247)	792,665
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</i>	1,298,688	(415,733)
<i>Fund Balances Beginning of Year (Restated - See Note 3)</i>	5,688,068	1,001,525
<i>Fund Balances End of Year</i>	\$6,986,756	\$585,792

See accompanying notes to the general purpose financial statements

Fund Types		Totals (Memorandum Only)
Debt Service	Capital Projects	
\$339,596	\$1,330,362	\$45,887,097
33,485	428,253	17,770,563
0	0	952,265
0	0	1,867,359
0	0	511,377
0	0	177,836
0	0	189,222
0	0	251,361
0	0	227,076
<u>373,081</u>	<u>1,758,615</u>	<u>67,834,156</u>
0	0	29,010,607
0	0	6,367,102
0	0	3,304,637
0	0	186,591
0	0	4,184,931
0	0	1,973,047
0	0	304,184
0	0	4,243,122
4,042	0	971,290
0	0	407,247
0	0	6,270,590
0	0	4,517,730
0	0	787,517
0	0	900,712
0	0	1,443,085
0	1,360,379	1,364,541
170,000	0	172,906
182,780	0	183,285
<u>356,822</u>	<u>1,360,379</u>	<u>66,593,124</u>
<u>16,259</u>	<u>398,236</u>	<u>1,241,032</u>
0	90,000	90,826
0	0	958,879
0	0	(903,287)
<u>0</u>	<u>90,000</u>	<u>146,418</u>
16,259	488,236	1,387,450
<u>178,914</u>	<u>2,909,114</u>	<u>9,777,621</u>
<u>\$195,173</u>	<u>\$3,397,350</u>	<u>\$11,165,071</u>

Willoughby-Eastlake City School District
*Combined Statement of Revenues, Expenditures and Changes In
Fund Balances - Budget (Non-GAAP Basis) and Actual
All Governmental Fund Types
For the Fiscal Year Ended June 30, 2001*

	General Fund		Variance Favorable (Unfavorable)
	Revised Budget	Actual	
Revenues			
Taxes	\$42,716,280	\$42,716,280	\$0
Intergovernmental	14,557,548	14,336,652	(220,896)
Interest	920,000	864,710	(55,290)
Tuition and Fees	1,363,000	1,714,523	351,523
Extracurricular Activities	0	0	0
Donations	0	0	0
Charges for Services	86,000	189,222	103,222
Rentals	210,000	227,480	17,480
Miscellaneous	368,956	222,362	(146,594)
<i>Total Revenues</i>	<u>60,221,784</u>	<u>60,271,229</u>	<u>49,445</u>
Expenditures			
Current:			
Instruction:			
Regular	29,387,324	28,794,754	592,570
Special	5,737,213	5,758,027	(20,814)
Vocational	3,650,985	3,772,427	(121,442)
Adult/Continuing	0	0	0
Support Services:			
Pupils	3,222,294	3,215,530	6,764
Instructional Staff	1,620,838	1,607,664	13,174
Board of Education	308,597	364,429	(55,832)
Administration	3,975,699	4,043,576	(67,877)
Fiscal	1,024,184	976,022	48,162
Business	398,707	409,273	(10,566)
Operation and Maintenance of Plant	6,815,749	6,309,896	505,853
Pupil Transportation	4,581,516	4,551,522	29,994
Central	835,605	780,956	54,649
Operation of Non-Instructional Services	10,000	9,213	787
Extracurricular Activities	0	134,287	(134,287)
Capital Outlay	18,350	4,162	14,188
Debt Service:			
Principal Retirement	0	0	0
Interest and Fiscal Charges	0	0	0
<i>Total Expenditures</i>	<u>61,587,061</u>	<u>60,731,738</u>	<u>855,323</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(1,365,277)</u>	<u>(460,509)</u>	<u>904,768</u>
Other Financing Sources (Uses)			
Proceeds from Sale of Fixed Assets	1,000	826	(174)
Advances In	300,000	101,305	(198,695)
Advances Out	(300,000)	(171,841)	128,159
Operating Transfers In	0	108,197	108,197
Operating Transfers Out	(870,000)	(845,270)	24,730
<i>Total Other Financing Sources (Uses)</i>	<u>(869,000)</u>	<u>(806,783)</u>	<u>62,217</u>
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</i>	<u>(2,234,277)</u>	<u>(1,267,292)</u>	<u>966,985</u>
<i>Fund Balances Beginning of Year</i>	7,291,098	7,291,098	0
Prior Year Encumbrances Appropriated	1,178,105	1,178,105	0
<i>Fund Balances End of Year</i>	<u>\$6,234,926</u>	<u>\$7,201,911</u>	<u>\$966,985</u>

Special Revenue Funds			Debt Service Funds		
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
\$69,768	\$69,768	\$0	\$332,107	\$334,409	\$2,302
2,868,301	2,791,610	(76,691)	35,787	33,485	(2,302)
15,240	87,555	72,315	0	0	0
297,019	164,249	(132,770)	0	0	0
712,007	511,377	(200,630)	0	0	0
204,797	177,836	(26,961)	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
29,039	48,889	19,850	0	0	0
<u>4,196,171</u>	<u>3,851,284</u>	<u>(344,887)</u>	<u>367,894</u>	<u>367,894</u>	<u>0</u>
403,304	353,167	50,137	0	0	0
818,961	610,216	208,745	0	0	0
70,891	79,847	(8,956)	0	0	0
198,785	189,435	9,350	0	0	0
959,900	1,015,578	(55,678)	0	0	0
404,982	368,205	36,777	0	0	0
0	0	0	0	0	0
178,451	143,409	35,042	0	0	0
0	0	0	6,000	4,042	1,958
3,250	2,837	413	0	0	0
113,561	47,228	66,333	0	0	0
24,205	15,310	8,895	0	0	0
49,344	49,344	0	0	0	0
997,095	912,172	84,923	0	0	0
1,322,446	1,341,492	(19,046)	0	0	0
0	0	0	0	0	0
0	0	0	170,000	170,000	0
0	0	0	183,000	182,780	220
<u>5,545,175</u>	<u>5,128,240</u>	<u>416,935</u>	<u>359,000</u>	<u>356,822</u>	<u>2,178</u>
<u>(1,349,004)</u>	<u>(1,276,956)</u>	<u>72,048</u>	<u>8,894</u>	<u>11,072</u>	<u>2,178</u>
0	0	0	0	0	0
162,319	154,851	(7,468)	0	0	0
(82,732)	(101,305)	(18,573)	0	0	0
509,530	850,682	341,152	0	0	0
(11,205)	(58,017)	(46,812)	0	0	0
<u>577,912</u>	<u>846,211</u>	<u>268,299</u>	<u>0</u>	<u>0</u>	<u>0</u>
(771,092)	(430,745)	340,347	8,894	11,072	2,178
1,034,783	1,034,783	0	149,062	149,062	0
210,337	210,337	0	0	0	0
<u>\$474,028</u>	<u>\$814,375</u>	<u>\$340,347</u>	<u>\$157,956</u>	<u>\$160,134</u>	<u>\$2,178</u>

(continued)

Willoughby-Eastlake City School District
*Combined Statement of Revenues, Expenditures and Changes In
Fund Balances - Budget (Non-GAAP Basis) and Actual
All Governmental Fund Types (continued)
For the Fiscal Year Ended June 30, 2001*

	Capital Projects Funds		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Taxes	\$1,405,980	\$1,294,779	(\$111,201)
Intergovernmental	407,052	428,253	21,201
Interest	0	0	0
Tuition and Fees	0	0	0
Extracurricular Activities	0	0	0
Donations	0	0	0
Charges for Services	0	0	0
Rentals	0	0	0
Miscellaneous	0	0	0
<i>Total Revenues</i>	<u>1,813,032</u>	<u>1,723,032</u>	<u>(90,000)</u>
Expenditures			
Current:			
Instruction:			
Regular	437,834	216,559	221,275
Special	0	0	0
Vocational	26,572	23,888	2,684
Adult/Continuing	0	0	0
Support Services:			
Pupils	20,000	11,592	8,408
Instructional Staff	20,000	9,660	10,340
Board of Education	6,000	4,195	1,805
Administration	125,330	106,618	18,712
Fiscal	20,000	11,548	8,452
Business	0	0	0
Operation and Maintenance of Plant	1,584,168	967,495	616,673
Pupil Transportation	223,134	220,932	2,202
Central	39,000	39,000	0
Operation of Non-Instructional Services	25,500	22,306	3,194
Extracurricular Activities	0	0	0
Capital Outlay	0	0	0
Debt Service:			
Principal Retirement	0	0	0
Interest and Fiscal Charges	0	0	0
<i>Total Expenditures</i>	<u>2,527,538</u>	<u>1,633,793</u>	<u>893,745</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(714,506)</u>	<u>89,239</u>	<u>803,745</u>
Other Financing Sources (Uses)			
Proceeds from Sale of Fixed Assets	0	90,000	90,000
Advances In	0	0	0
Advances Out	0	0	0
Operating Transfers In	0	0	0
Operating Transfers Out	0	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>90,000</u>	<u>90,000</u>
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</i>	<u>(714,506)</u>	<u>179,239</u>	<u>893,745</u>
<i>Fund Balances Beginning of Year</i>	2,387,655	2,387,655	0
Prior Year Encumbrances Appropriated	544,483	544,483	0
<i>Fund Balances End of Year</i>	<u>\$2,217,632</u>	<u>\$3,111,377</u>	<u>\$893,745</u>

See accompanying notes to the general purpose financial statements.

Totals (Memorandum Only)		
Revised Budget	Actual	Variance Favorable (Unfavorable)
\$44,524,135	\$44,415,236	(\$108,899)
17,868,688	17,590,000	(278,688)
935,240	952,265	17,025
1,660,019	1,878,772	218,753
712,007	511,377	(200,630)
204,797	177,836	(26,961)
86,000	189,222	103,222
210,000	227,480	17,480
397,995	271,251	(126,744)
<u>66,598,881</u>	<u>66,213,439</u>	<u>(385,442)</u>
30,228,462	29,364,480	863,982
6,556,174	6,368,243	187,931
3,748,448	3,876,162	(127,714)
198,785	189,435	9,350
4,202,194	4,242,700	(40,506)
2,045,820	1,985,529	60,291
314,597	368,624	(54,027)
4,279,480	4,293,603	(14,123)
1,050,184	991,612	58,572
401,957	412,110	(10,153)
8,513,478	7,324,619	1,188,859
4,828,855	4,787,764	41,091
923,949	869,300	54,649
1,032,595	943,691	88,904
1,322,446	1,475,779	(153,333)
18,350	4,162	14,188
170,000	170,000	0
183,000	182,780	220
<u>70,018,774</u>	<u>67,850,593</u>	<u>2,168,181</u>
<u>(3,419,893)</u>	<u>(1,637,154)</u>	<u>1,782,739</u>
1,000	90,826	89,826
462,319	256,156	(206,163)
(382,732)	(273,146)	109,586
509,530	958,879	449,349
(881,205)	(903,287)	(22,082)
<u>(291,088)</u>	<u>129,428</u>	<u>420,516</u>
(3,710,981)	(1,507,726)	2,203,255
10,862,598	10,862,598	0
1,932,925	1,932,925	0
<u>\$9,084,542</u>	<u>\$11,287,797</u>	<u>\$2,203,255</u>

Willoughby-Eastlake City School District
*Combined Statement of Revenues,
Expenses and Changes in Fund Equity
Proprietary Fund Type
For the Fiscal Year Ended June 30, 2001*

	Enterprise
Operating Revenues	
Tuition and Fees	\$558,007
Sales	1,903,013
Charges for Services	21,087
Other	1,423
<i>Total Operating Revenues</i>	2,483,530
Operating Expenses	
Salaries	1,229,415
Fringe Benefits	486,648
Purchased Services	58,182
Materials and Supplies	952,887
Cost of Sales	448,863
Depreciation	3,809
<i>Total Operating Expenses</i>	3,179,804
<i>Operating Loss</i>	(696,274)
Non-Operating Revenues	
Federal Donated Commodities	136,112
Operating Grants	481,778
Interest	2,404
Other Non-Operating Revenues	465
<i>Total Non-Operating Revenues</i>	620,759
<i>Income Before Operating Transfers</i>	(75,515)
Operating Transfers In	60,088
Operating Transfers Out	(115,680)
<i>Net Loss</i>	(131,107)
<i>Retained Earnings Beginning of Year</i>	154,020
<i>Retained Earnings End of Year</i>	22,913
<i>Contributed Capital Beginning and End of Year</i>	9,591
<i>Total Fund Equity End of Year</i>	\$32,504

See accompanying notes to the general purpose financial statements

Willoughby-Eastlake City School District

Combined Statement of Cash Flows

Proprietary Fund Type

For the Fiscal Year Ended June 30, 2001

	<u>Enterprise</u>
<i>Increase (Decreases) in Cash and Cash Equivalents</i>	
Cash Flows from Operating Activities	
Cash Received from Customers	\$1,906,382
Cash Received from Tuition Payments	558,007
Cash Received from Other Operating Sources	1,423
Cash Received from Other Non-Operating Sources	465
Cash Payments to Suppliers for Goods and Services	(1,322,740)
Cash Payments to Employees for Services	(1,198,625)
Cash Payments for Employee Benefits	(486,026)
	<hr/>
<i>Net Cash Used for by Operating Activities</i>	(541,114)
	<hr/>
Cash Flows from Noncapital Financing Activities	
Operating Grants Received	481,778
Operating Transfers In	60,088
Operating Transfers Out	(115,680)
Advances In	16,990
	<hr/>
<i>Net Cash Provided by Noncapital Financing Activities</i>	443,176
	<hr/>
Cash Flows from Investing Activities	
Interest on Investments	2,404
	<hr/>
<i>Net Decrease in Cash and Cash Equivalents</i>	(95,534)
<i>Cash and Cash Equivalents Beginning of Year</i>	319,377
	<hr/>
<i>Cash and Cash Equivalents End of Year</i>	\$223,843
	<hr/> <hr/>

(continued)

Willoughby-Eastlake City School District

Combined Statement of Cash Flows

Proprietary Fund Type (continued)

For the Fiscal Year Ended June 30, 2001

	<u>Enterprise</u>
Reconciliation of Operating Loss to Net Cash Used for Operating Activities	
<i>Operating Loss</i>	<u>(\$696,274)</u>
<i>Adjustments:</i>	
Donated Commodities Used During Year	136,112
Depreciation	3,809
Other Non-Operating Revenues	465
(Increases)Decreases in Assets:	
Accounts Receivable	(17,718)
Inventory Held for Resale	1,373
Materials and Supplies Inventory	(137)
Increase (Decreases) in Liabilities:	
Accounts Payable	(156)
Accrued Wages and Benefits	25,070
Compensated Absences Payable	5,720
Intergovernmental Payable	<u>622</u>
<i>Total Adjustments</i>	<u>155,160</u>
<i>Net Cash Used for Operating Activities</i>	<u><u>(\$541,114)</u></u>

See accompanying notes to the general purpose financial statements

Willoughby-Eastlake City School District
*Combined Statement of Revenues, Expenses and Changes in
Fund Equity - Budget (Non-GAAP Basis) and Actual
Proprietary Fund Type
For the Fiscal Year Ended June 30, 2001*

	Enterprise Funds		Variance Favorable (Unfavorable)
	Budget	Actual	
Revenues			
Tuition and Fees	\$547,469	\$558,007	\$10,538
Sales	1,903,992	1,885,295	(18,697)
Charges for Services	19,589	21,087	1,498
Interest	0	2,404	2,404
Donations	1,000	465	(535)
Other	0	1,423	1,423
Operating Grants	477,398	481,778	4,380
<i>Total Revenues</i>	<u>2,949,448</u>	<u>2,950,459</u>	<u>1,011</u>
Expenses			
Salaries	1,402,624	1,198,625	203,999
Fringe Benefits	385,652	486,026	(100,374)
Purchased Services	58,900	58,182	718
Materials and Supplies	1,236,604	1,264,830	(28,226)
<i>Total Expenses</i>	<u>3,083,780</u>	<u>3,007,663</u>	<u>76,117</u>
<i>Excess of Revenues Under Expenses</i>	(134,332)	(57,204)	77,128
Advances In	19,496	16,990	(2,506)
Operating Transfers In	7,600	60,088	52,488
Operating Transfers Out	(93,900)	(115,680)	(21,780)
<i>Excess of Revenues Under Expenses, Advances and Operating Transfers</i>	(201,136)	(95,806)	105,330
<i>Fund Equity Beginning of Year</i>	318,078	318,078	0
Prior Year Encumbrances Appropriated	<u>1,299</u>	<u>1,299</u>	<u>0</u>
<i>Fund Equity End of Year</i>	<u><u>\$118,241</u></u>	<u><u>\$223,571</u></u>	<u><u>\$105,330</u></u>

See accompanying notes to the general purpose financial statements

Willoughby-Eastlake City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2001

Note 1 - Description of The School District

Willoughby-Eastlake City School District is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio.

The School District operates under a locally elected five member Board and provides educational services as mandated by State or federal agencies. The Board controls the School District's thirteen instructional facilities, staffed by 465 classified personnel, 572 certified full-time teaching personnel and 28 administrative employees to provide services to students and other community members.

The School District is located in the cities of Willoughby, Eastlake, Willoughby Hills, Willowick and the villages of Lakeline, Timberlake, and Waite Hill Ohio, Lake County. The enrollment for the School District during the 2001 fiscal year was 9,076. The School District operates seven elementary schools (K-5), three middle schools (6-8) and three high schools (7-12).

Reporting Entity

A reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the general purpose 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.

Non-Public Schools Within the School District boundaries, there are various non-public schools. Current State legislation provides funding to this parochial school. These monies are received and disbursed by the School District on behalf of the parochial school by the Treasurer of the School District, as directed by the parochial school. These monies are reflected in a special revenue fund for financial reporting purposes.

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 School District is associated with three jointly governed organizations, one related organization and an insurance purchasing pool. These organizations are the East Shore Regional Transportation System, the East Shore Center, the Ohio Schools Council Association, the Willoughby-Eastlake Public Library and the Ohio School Boards Association Workers' Compensation Group Rating Program. These organizations are presented in Notes 16, 17 and 18 to the general purpose financial statements.

Willoughby-Eastlake City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2001

Note 2 - Summary of Significant Accounting Policies

The financial statements of the School District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting 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 proprietary activities 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 - Fund Accounting

The School District uses funds and account groups to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain School District functions or activities.

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

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

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

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

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

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

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

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

Willoughby-Eastlake City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2001

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

Fiduciary Fund Types Fiduciary funds are used to account for assets held by the School District in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. These include trust and agency funds. The School District has no trust funds. The agency funds are purely custodial (assets equal liabilities) and thus does not involve measurement of results of operations.

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

General Fixed Assets Account Group This account group is established to account for all fixed assets of the School District, other than those accounted for in the proprietary funds.

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

B. Measurement Focus and Basis of Accounting

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

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

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

The modified accrual basis of accounting is followed for the governmental and agency funds. The full accrual basis of accounting is followed for the proprietary funds.

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

Willoughby-Eastlake City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2001

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 year-end.

Non-exchange 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 fiscal 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 non-exchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year-end: property taxes available as an advance, interest, tuition, grants, student fees and rentals.

Deferred revenue 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, 2001, but which were levied to finance fiscal year 2002 operations, have been recorded as deferred revenue. Grants and entitlements received before eligibility requirements are met are also recorded as deferred revenue. On a modified accrual basis, receivables that will not be collected within the available period have also been reported as deferred revenue.

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 governmental funds.

C. Budgetary Data

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriation resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriations resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than agency funds, are legally required to be budgeted and appropriated. The legal level of budgetary control is at the object levels within the general fund and fund level for all other funds. Budgetary statements are presented beyond that legal level of control for informational purposes only. Any budgetary modifications at this level may only be made by resolution of the Board of Education.

Willoughby-Eastlake City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2001

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 Lake 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 Budget Commission and receives the Commission's certificate of estimated resources which states the projected revenue of each fund. Prior to June 30, the School District must revise its budget so that total contemplated expenditures from any fund during the ensuing year will not exceed the amount stated in the certificate of estimated resources. The revised budget then serves as the basis for the appropriation measure. On or about July 1, the certificate is amended to include any unencumbered cash balances from the preceding year. The certificate may be further amended during the year if projected increases or decreases in revenue are identified by the School District Treasurer. The amounts reported in the budgetary statement reflect the amounts in the final amended certificate issued during fiscal year 2001.

Appropriations Upon receipt from the County Auditor of an amended certificate of estimated resources based on final assessed values and tax rates or a certificate saying no new certificate is necessary, the annual appropriation resolution is enacted by the Board of Education at the object levels for the general fund and at the fund level for all other funds, which are the legal levels of budgetary control. Prior to the passage of the annual appropriation measure, the Board may pass a temporary appropriation measure to meet the ordinary expenditures 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 at the legal level of control must be approved by the Board of Education. The Treasurer maintains budgetary information at the object level and has the authority to allocate appropriations at the function and object level without resolution by the Board of Education. The Board may pass supplemental fund appropriations so long as the total appropriations by fund does not exceed the amounts set forth in the most recent certificate of estimated resources. During the year, several supplemental appropriations were legally enacted; however, none of these amendments were significant. The budget figures which appear in the statements of budgetary comparisons represent the final appropriation amounts, including all supplemental appropriations. Formal budgetary integration is employed as a management control device during the year for all funds, other than the agency fund, 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 year end are reported as a reservation of fund balance for subsequent-year expenditures for governmental funds and reported in the notes to the general purpose financial statements for proprietary 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.

Willoughby-Eastlake City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2001

D. Cash and Cash Equivalents

To improve cash management, cash received by the School District is pooled. Monies for all funds 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 combined balance sheet.

During fiscal year 2001, investments were limited to STAROhio, the State Treasurer's Investment Pool. STAROhio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAROhio is not registered with SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAROhio are valued at STAROhio's share price which is the price the investment could be sold for on June 30, 2001.

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest. Interest revenue credited to the general fund during fiscal year 2001 amounted to \$864,710, which includes \$617,912 assigned from other School District funds.

Medical/surgical and dental insurance is offered to employees on a self insurance basis with Medical Mutual as its third party administrator. The School District pays this provider a monthly administrative fee plus a reimbursement for claims that have been submitted by plan participants and approved by the administrator. The School District is required to maintain a deposit with this administrator which is estimated at two months of actual claims incurred. This deposit, which amounted to \$504,920 is presented on the combined balance sheet as "cash and cash equivalents with fiscal agent."

For presentation on the combined balance sheet, 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 considered to be investments.

E. Restricted Assets

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 for the purchase of textbooks and other instructional material and the creation of a reserve for budget stabilization. See Note 20 for additional information regarding set-asides.

F. Inventory

Inventories of governmental funds are stated at cost. For all funds, cost is determined on a first-in, first-out basis. Inventory in governmental funds consists of expendable supplies held for consumption. The cost of inventory items is recorded as an expenditure in the governmental fund types when purchased. Reported material and supplies inventory is equally offset by a fund balance reserve in the governmental funds which indicates that it does not constitute available expendable resources even though it is a component of net current assets.

Willoughby-Eastlake City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2001

G. Fixed Assets and Depreciation

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

Assets in the general fixed assets account group are not depreciated. Depreciation of furniture and equipment and vehicles in the proprietary fund types is computed using the straight-line method over an estimated useful life of ten years. Improvements to fund fixed assets are depreciated over the remaining useful lives of the related fixed assets.

H. Interfund Assets and Liabilities

Receivables and payables resulting from transactions between funds for services provided or goods received are classified as "due from other funds" or "due to other funds" on the balance sheet. Short-term interfund loans are classified as "interfund receivable/payables."

I. 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 vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those the School District has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employees' wage rates at year end, taking into consideration any limits in the School District' termination policy. The School District records a liability for accumulated unused sick leave for classified, certified and administrative employees after fifteen years of service with the School District.

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

Willoughby-Eastlake City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2001

J. Accrued Liabilities and Long-term Obligations

In general, governmental fund payables and accrued liabilities are reported as obligations of the funds regardless of whether they will be liquidated with current resources. However, claims and judgements, compensated absences, contractually required pension contribution and special termination benefits that will be paid from governmental funds are reported as a liability in the general long-term obligations account group to the extent that they will not be paid with current expendable available financial resources. Payments made more than 60 days after year-end are generally considered not to have been paid with current available financial resources. Bonds are reported as a liability of the general long-term obligations account group until due.

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

K. Interfund Transactions

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

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

L. Fund Balance Reserves and Designations

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, property taxes, budget stabilization, textbooks and buses.

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

Designations represent tentative plans for future use of financial resources. The School District has begun accumulating resources to satisfy potential future health insurance claims. This amount has been designated for claims.

M. Estimates

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

N. Memorandum Only - Total Columns

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

Willoughby-Eastlake City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2001

Note 3 - Changes in Accounting Principles and Restatement of Fund Balance

For fiscal year 2001, the School District has implemented GASB Statement No. 33, "Accounting and Financial Reporting for Nonexchange Transactions" and GASB Statement No. 36, "Recipient Reporting for Certain Shared Nonexchange Transactions." The implementation of these statements had the following effect on fund balance as of June 30, 2000 as previously reported:

	Special Revenue
Fund Balance, June 30, 2000	\$969,531
Implementation of GASB 33/36	31,994
Restated Fund Balance, June 30, 2000	\$1,001,525

Note 4 - Accountability

Fund Balances/Retained Earnings at June 30, 2001, included the following individual fund deficits:

Special Revenue Funds	
Athletics and Music	\$54,438
Economic Education	2,547
Career Development	11,932
Adult LPN	24,516
Job Training Partnership Act	74,751
Enterprise Fund	
Food Service	119,784

The special revenue funds deficit balances resulted from adjustments for accrued liabilities. The general fund is liable for any deficit in these funds and provides operating transfers when cash is required, not when accruals occur.

The food service enterprise fund deficit retained earnings resulted from adjustments for accrued liabilities. Management is analyzing fund operations to determine appropriate action to alleviate the deficit.

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 Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual, All Governmental Fund Types and the Combined Statement of Revenues, Expenses and Changes in Fund Equity - Budget (Non-GAAP Basis) and Actual - Proprietary Fund Type are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and GAAP basis are that:

Willoughby-Eastlake City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2001

1. Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP).
2. Expenditures/expenses are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP).
3. Encumbrances are treated as expenditures/expenses for all funds (budget) rather than as a reservation of fund balance for governmental fund types and as note disclosure in the proprietary fund type (GAAP)
4. For proprietary funds, the acquisition and construction of capital assets are reported on the operating statement (budget basis) rather than as balance sheet transactions (GAAP basis).

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

Excess of Revenues and Other Financing Sources
Over(Under) Expenditures and Other Financing Uses
All Governmental Fund Types

	General	Special Revenue	Debt Service	Capital Projects
GAAP Basis	\$1,298,688	(\$415,733)	\$16,259	\$488,236
Net Adjustment for Revenue Accruals	(1,624,384)	44,437	(5,187)	(35,583)
Advances In	101,305	154,851	0	0
Net Adjustment for Expenditure Accruals	247,664	1,962	0	(26,790)
Advances Out	(171,841)	(101,305)	0	0
Encumbrances	(1,118,724)	(114,957)	0	(246,624)
Budget Basis	(\$1,267,292)	(\$430,745)	\$11,072	\$179,239

Loss/Excess of Revenues Under Expenses,
Advances and Operating Transfers
Proprietary Fund Type

	Enterprise
GAAP Basis	(\$131,107)
Net Adjustment for Revenue Accruals	(289,942)
Advances In	16,990
Net Adjustment for Expense Accruals	304,716
Depreciation Expense	3,809
Encumbrances	(272)
Budget Basis	(\$95,806)

Willoughby-Eastlake City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2001

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.

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

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

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 any federal government agency or instrumentality, including but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;

Willoughby-Eastlake City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2001

6. The State Treasurer's investment pool (STAROhio);
7. Certain Bankers' acceptances and commercial paper notes for a period not to exceed one hundred and eighty days in an amount not to exceed twenty-five percent of the interim moneys available for investment at any one time; and,
8. Under limited circumstances, corporate debt interests rated in either of the two highest rating classifications by at least two nationally recognized rating agencies.

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the 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, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

Cash on Hand At fiscal year end, the School District had \$4,565 in undeposited cash on hand which is included in the balance sheet of the School District as part of equity in pooled cash and cash equivalents.

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 (\$707,193) and the bank balance was \$1,388,814. \$300,000 of the bank balance was covered by federal depository insurance. \$1,088,814 was uninsured and uncollateralized. Although the securities serving as collateral were held by the pledging institution in the pledging institution's name, and all State statutory requirements for the deposit of money had been followed, noncompliance with federal requirements could potentially subject the School District to a successful claim by the FDIC.

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 invests in STAROhio, the State Treasurer's Investment Pool, which is not classified by degree of credit risk since it is not evidenced by securities that exist in physical or book entry form.

	<u>Fair Value</u>
STAROhio	<u>\$13,833,109</u>

Willoughby-Eastlake City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2001

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

	Cash and Cash Equivalents/Deposits	Investments
GASB Statement 9	\$13,635,401	\$0
Cash on Hand	(4,565)	0
Cash with Fiscal Agent	(504,920)	
Investment:		
STAROhio	(13,833,109)	13,833,109
Total	(\$707,193)	\$13,833,109

Note 7 - Receivables

Receivables at June 30, 2001, consisted of taxes, interfund, and intergovernmental grants. All receivables are considered collectible in full. The following is summary of the intergovernmental receivables.

General Fund	
Tuition	\$301,108
Building	225,000
Rental	11,808
Miscellaneous	355
Total General Fund	538,271
Special Revenue Funds	
Adult Basic Training	14,804
Job Training Partnership Act	75,074
Vocational Education	6,444
Retired Senior Volunteer	18,915
Total Special Revenue Funds	115,237
Total Intergovernmental Receivable	\$653,508

In March 2000, the School District sold Lincoln Elementary School to the City of Willoughby for \$275,000 payable in four installments of \$50,000 and a final payment for \$75,000 beginning on or before March 2001 and ending March 31, 2006. As of June 30, 2001, an intergovernmental receivable in the amount of \$225,000 has been reported in the general fund with a corresponding amount reported as deferred revenue.

Willoughby-Eastlake City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2001

Note 8 - 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 distributions occur in the first half of the following 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 2001 for real and public utility property taxes represents collections of calendar 2000 taxes. Property tax payments received during calendar 2001 for tangible personal property (other than public utility property) are for calendar 2001 taxes.

2001 real property taxes are levied after April 1, 2001, on the assessed value listed as of the prior January 1, 2001, the lien date. Assessed values are established by State law at thirty-five percent of appraised market value.

Public utility tangible personal property taxes currently are assessed at varying percentages of true value; public utility real property is assessed at thirty-five percent of true value. 2001 public utility property taxes became a lien December 31, 2000, are levied after April 1, 2001 and are collected in 2002 with real property taxes.

2001 tangible personal property taxes are levied after April 1, 2000 on the value as of December 31, 2000. Collections are made in 2001. Tangible personal property assessments are twenty-five percent of true value.

The assessed values upon which fiscal year 2001 taxes were collected are:

	2000 Second-Half Collections		2001 First-Half Collections	
	Amount	Percent	Amount	Percent
Agricultural/Residential and Other Real Estate	\$1,081,386,630	74.83%	\$1,217,271,030	77.36%
Public Utility Personal	208,672,250	14.43	190,829,760	12.13
Tangible Personal Property	155,232,538	10.74	165,437,484	10.51
	<u>\$1,445,291,418</u>	<u>100.00%</u>	<u>\$1,573,538,274</u>	<u>100.00%</u>
Tax rate per \$1,000 of assessed valuation	\$46.71		\$45.84	

Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits 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 semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable by September 20. Tangible personal property taxes paid by April 30 are usually received by the School District prior to June 30. This year, the June 2001 tangible personal property tax settlement was not received until July of 2001.

The County Treasurer collects property taxes on behalf of all taxing districts in the county, including Willoughby-Eastlake City School District. The School District receives property taxes from Lake County. The County Auditor

Willoughby-Eastlake City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2001

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, 2001, are available to finance fiscal year 2001 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable represent delinquent taxes outstanding, the late settlement of personal property taxes and real property, personal property and public utility taxes which became measurable as of June 30, 2001 and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the delayed settlement of personal property tax and the amount of real property taxes available as an advance at June 30 were levied to finance current fiscal year operations. The receivable is therefore offset by a credit to deferred revenue for that portion not intended to finance current year operations. The late settlement and the amount available as an advance at June 30 are recognized as revenue.

The amount available to the School District as an advance at June 30, 2001, was \$2,754,441. \$2,652,329 was available to the general fund, \$23,870 was available to the bond retirement debt service fund and \$78,242 was available to the permanent improvement capital projects fund.

Note 9 - Fixed Assets

A summary of the enterprise funds' fixed assets at June 30, 2001, follows:

	Totals
Furniture and Equipment	\$51,545
Less Accumulated Depreciation	(33,846)
Net Fixed Assets	\$17,699

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

	Balance June 30, 2000	Additions	Deletions	Balance June 30, 2001
Land and Improvements	\$560,374	\$0	\$0	\$560,374
Buildings	20,784,000	0	0	20,784,000
Furniture and Equipment	4,225,633	349,136	3,832	4,570,937
Vehicles	1,157,897	235,939	0	1,393,836
Total	\$26,727,904	\$585,075	\$3,832	\$27,309,147

Note 10 - Risk Management

A. Property and Liability

The School District is a member of the Ohio School Council Insurance Company property and fleet insurance purchasing group. On behalf of member school districts, the Ohio Schools Council prepares specifications and solicits quotations from insurance companies. The School District fleet was insured with Coregis with a

Willoughby-Eastlake City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2001

\$2,000,000 liability limit per loss. Indiana Insurance Company carried the property insurance (which includes inland marine, earthquake, and crime), and Travelers Insurance covered the boilers and machinery.

Since school districts are not protected by the doctrine of sovereign immunity, the School District contracted with Nationwide Insurance Company (through the Ohio School Boards Association/Nationwide Ohio Educational Liability Insurance program) for coverage with limits of liability of \$2,000,000 per claim and \$5,000,000 aggregate to insure the School District, the board, all board members, all administrators, certified and classified employees, and volunteers. Additionally, the School District purchased an umbrella policy for an additional \$2,000,000 coverage.

Settled claims have not exceeded this commercial coverage in any of the last three years. There has not been a significant reduction in coverage from the prior year.

B. Workers Compensation

For fiscal year 2001, the School District participated in the Ohio School Boards Association Workers' Compensation Group Rating Program (GRP), an insurance purchasing pool (Note 18). 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 operates and manages employee health benefits on a self-insured basis. The School District uses the general fund to account for and finance its uninsured risks of loss in this program. A third party, Medical Mutual, reviews all claims which are then paid by the School District. The premium is paid by the fund that pays the salary for the employee and is based on historical cost information.

The claims liability of \$919,577 reported in the fund at June 30, 2001, is based on an estimate provided by the Treasurer and the requirements of Governmental Accounting Standards Board Statement No. 30 which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses.

Willoughby-Eastlake City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2001

Changes in the claims liability amount in 2000 and 2001 were:

	Balance at Beginning of Year	Current Year Claims	Claim Payments	Balance at End of Year
2000	\$789,790	\$2,423,385	\$2,359,939	\$853,236
2001	853,236	2,661,199	2,594,858	919,577

Note 11 - Defined Benefit Pension Plans

A. School Employees Retirement System

The School District contributes to the School Employees Retirement System (SERS), a cost-sharing multiple employer defined benefit pension system. SERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by State statute per Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the School Employees Retirement System, 45 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 School District rate is 14 percent of annual covered payroll. A portion of the School District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for fiscal year 2001, 4.2 percent of annual covered salary was the portion used to fund pension obligations. For fiscal year 2000, 5.5 percent was 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 required contributions for pension obligations to SERS for the fiscal years ended June 30, 2001, 2000, and 1999 were \$380,813, \$475,944, and \$646,763 respectively; 50.52 percent has been contributed for fiscal year 2001 and 100 percent for the fiscal years 2000 and 1999. \$188,425 representing the unpaid contribution for fiscal year 2001, is recorded as a liability within the respective funds and the general long-term obligations account group.

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 basic 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 43215-3771.

For the fiscal year ended June 30, 2001, plan members were required to contribute 9.3 percent of their annual covered salaries. The School District was required to contribute 14 percent; 9.5 percent was the portion used to fund pension obligations. For fiscal year 2000, the portion used to fund pension obligations was 6 percent. Contribution rates are established by STRS, upon recommendations of its consulting actuary, not to exceed

Willoughby-Eastlake City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2001

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, 2001, 2000, and 1999 \$3,127,224, \$1,900,752, and \$1,854,078 respectively; 83.95 percent has been contributed for fiscal year 2001 and 100 percent for the fiscal years 2000 and 1999. \$501,793 representing the unpaid contribution for fiscal year 2001, is recorded as a liability within the respective funds.

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, 2001, the STRS Board allocated employer contributions equal to 4.5 percent of covered payroll to the Health Care Reserve Fund. For the School District, this amount equaled \$1,481,317 for fiscal year 2001.

STRS pays health care benefits from the Health Care Reserve Fund. At June 30, 2000, (the latest information available) the balance in the Fund was \$3.419 billion. For the year ended June 30, 2000, net health care costs paid by STRS were \$283,137,000 and STRS had 99,011 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, 2001, employer contributions to fund health care benefits were 9.80 percent of covered payroll, an increase of 1.3 percent from fiscal year 2000. 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 2001, 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 2001 fiscal year equaled \$1,002,223.

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, 2000 (the latest information available), were \$140,696,340 and the target level was \$211 million. At June 30, 2000, SERS had net assets available for payment of health care benefits of \$252.3 million. SERS has approximately 50,000 participants currently receiving health care benefits.

Willoughby-Eastlake City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2001

Note 13 - Employee Benefits

A. Compensated Absences

The criteria for determining vacation and sick leave benefits are derived from negotiated agreements and State laws. Accumulated unused vacation time is paid to classified employees upon termination of employment. Teachers and administrators do not earn vacation time. Teachers, administrators and classified employees earn sick leave at the rate of one and one-fourth days per month. Upon retirement, an employee is paid for 25 percent of accumulated sick days up to a maximum of 240 accumulated sick days.

B. Life Insurance Benefits

With one exception, the School District provides term life insurance in the amount of \$50,000 to employees (excluding substitutes) who regularly work a minimum of 20 hours per week. Employees are also given the option to purchase additional term life insurance through a payroll deduction.

Note 14 - Capital Leases - Lessee Disclosure

The School District entered in a capitalized lease for copier equipment. The 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 combined financial statements for the governmental funds. These expenditures are reported as function expenditures on the budgetary statements.

General fixed assets consisting of equipment have been capitalized in the general fixed assets account group in the amount of \$72,664. This amount represents the present value of the minimum lease payments at the time of acquisition. Capital leases were completely paid off during fiscal year 2001.

Note 15 - Long-Term Obligations

Changes in long-term obligations of the School District during fiscal year 2001, were as follows:

	Outstanding June 30, 2000	Additions	Deletions	Outstanding June 30, 2001
1992, \$4,000,000, 6.30%				
Library Improvement Bond	\$2,950,000	\$0	\$170,000	\$2,780,000
Compensated Absences	8,333,220	194,613	0	8,527,833
Capital Leases	2,906	0	2,906	0
Pension Obligation	589,336	592,188	589,336	592,188
<i>Total General Long-Term Obligations</i>	<u>\$11,875,462</u>	<u>\$786,801</u>	<u>\$762,242</u>	<u>\$11,900,021</u>

Willoughby-Eastlake City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2001

The library improvement bond will be paid from the debt service fund. In 1992, the School District issued bonds for improvements to the public library in the amount of \$4,000,000. The bonds are included as School District debt because the School District serves as the taxing authority for the library and is required to issue tax related debt.

Compensated absences will be paid from the fund from which the person is paid. The intergovernmental payable represents contractually required pension contributions paid outside the available period and will be paid from the fund from which the person is paid.

The School District's overall debt margin was \$139,033,618 with an unvoted debt margin of \$1,573,538 at June 30, 2001. Principal and interest requirement to retire the bond outstanding at June 30, 2001, are as follows:

Fiscal Year	Principal	Interest	Total
Ending June 30,	Principal	Interest	Total
2002	\$180,000	\$172,365	\$352,365
2003	190,000	161,170	351,170
2004	205,000	149,020	354,020
2005	215,000	135,893	350,893
2006	230,000	121,760	351,760
2007-2011	1,415,000	354,738	1,769,738
2012	345,000	11,212	356,212
Total	<u>\$2,780,000</u>	<u>\$1,106,158</u>	<u>\$3,886,158</u>

Note 16 - Jointly Governed Organizations

A. East Shore Regional Transportation System

The East Shore Regional Transportation System (ESRTS) is a jointly governed organization that was formed for the purpose of providing a transportation system for the handicapped children in the sixteen member school districts. The governing board consists of the superintendents of the member school districts. The degree of control exercised by any participating school district is limited to its representation on the governing board. ESRTS is not accumulating significant financial resources or experiencing fiscal distress which would cause additional financial benefit or burden on the School District. Financial information can be obtained by writing the fiscal agent, Kirtland Board of Education, 9152 Chillicothe Road, Kirtland, Ohio 44094.

B. East Shore Center

The East Shore Center is a jointly governed organization that was formed for the purpose of providing special education for the handicapped children in the fifteen member school districts. The governing board consists of the superintendents of the member school districts. The degree of control exercised by any participating school district is limited to its representation on the governing board. East Shore Center is not accumulating significant resources or experiencing fiscal distress, which would cause additional financial benefit or burden on the School District. Financial information can be obtained by writing the fiscal agent, Mentor Exempted Village School District, 6451 Center Street, Mentor, OH 44060.

Willoughby-Eastlake City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2001

C. Ohio Schools Council Association

The Ohio Schools Council Association (Council) is a jointly governed organization among eighty-seven school districts. The jointly governed organization was formed to purchase quality products and services at the lowest possible cost to the member districts. Each district supports the Council by paying an annual participation fee. The Council's Board consists of seven superintendents of the participating districts whose term rotates every year. The degree of control exercised by any school district is limited to its representation on the Board. In fiscal year 2001, the School District paid \$2,450 to the Council. Financial information can be obtained by contacting Albert G. Vasek, the Executive Secretary/Treasurer of the Ohio Schools Council at 6133 Rockside Road, Suite 10, Independence, Ohio 44131.

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

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

The School District also participates in the Council's prepaid natural gas program which was implemented during fiscal year 1999. This program allows school districts to purchase natural gas at reduced rates, if the school districts will commit to participating for a twelve year period. The participants make monthly payments based on estimated usage. Each month these estimated payments are compared to their actual usage and any necessary adjustments are made.

The City of Hamilton, a municipal corporation and political subdivision duly organized and existing under the laws of the State of Ohio, issued \$89,450,000 in debt to purchase twelve years of natural gas from CMS Energy Corporation for the participants. The participating school districts are not obligated in any manner for this debt. If a participating school district terminates its agreement, the district is entitled to recover that amount, if any, of its contributions to the operating fund which are not encumbered for its share of program administrative costs.

Note 17 - Related Organization

The Willoughby-Eastlake Public Library is a distinct political subdivision of the State of Ohio created under Chapter 3375 of the Ohio Revised Code. The Library is governed by a Board of Trustees appointed by the Willoughby-Eastlake City School District Board of Education. The Board of Trustees possesses its own contracting and budgeting authority, hires and fires personnel and does not depend on the School District for operational subsidies. Although the School District does serve as the taxing authority and may issue tax related debt on behalf of the Library, its role is limited to a ministerial function. The determination to request approval of a tax, the rate and the purpose are discretionary decisions made solely by the Board of Trustees. Financial information can be obtained from the Willoughby-Eastlake Public Library, Ms. Suzan Bocciarelli, Clerk/Treasurer, at 263 East 305 Street, Willowick, Ohio 44095.

Willoughby-Eastlake City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2001

Note 18 - Insurance Purchasing Pool

The School District participates in the Ohio School Boards Association Workers' Compensation Group Rating Program (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 19 - Contingencies

A. Grants

The School District received financial assistance from federal and state agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the School District at June 30, 2001.

B. Litigation

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

Note 20 - Set-Aside Calculations and Fund Reserves

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

Willoughby-Eastlake City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2001

	Budget Stabilization Reserve	Capital Improvements Reserve	Textbooks Instructional Materials Reserve
Set-aside Reserve Balance as of June 30, 2000	\$921,543	\$72,326	\$194,106
Current Year Set-aside Requirement	928,223	1,392,335	1,392,335
Reduction in Requirement Based on Revised Legislation	(928,223)	0	0
Qualifying Disbursements	0	(1,709,436)	(1,526,051)
Total	<u>\$921,543</u>	<u>(\$244,775)</u>	<u>\$60,390</u>
Set-aside Reserve Balance as of June 30, 2001 and Carried Forward to Future Fiscal Years	<u>\$921,543</u>	<u>\$0</u>	<u>\$60,390</u>

Although the School District had qualifying disbursements during the fiscal year that reduced the set-aside amount to below zero for the capital improvement set-aside, this amount may not be used to reduce the set-aside requirements of future years. This negative balance is therefore not presented as being carried forward to future years. The total reserve balance for the set-asides at the end of the fiscal year was \$981,933.

Note 21 - Interfund Transactions

Interfund balances at June 30, 2001, consisted of:

Fund Type/Fund	Interfund Receivable	Interfund Payable
General Fund	\$265,770	\$0
Special Revenue Funds		
Athletics and Music	0	41,588
Auxiliary Services	0	4,309
Economic Development	0	2,400
Adult LPN	0	30,000
Job Training Partnership Act	0	70,758
Vocational Education Grant	0	6,036
<i>Total Special Revenue Funds</i>	<u>0</u>	<u>155,091</u>
Enterprise Funds		
Food Service	0	16,990
Uniform School Supplies	0	87,200
Special Services	0	6,489
<i>Total Enterprise Funds</i>	<u>0</u>	<u>110,679</u>
Total	<u>\$265,770</u>	<u>\$265,770</u>

Willoughby-Eastlake City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2001

Note 22 - Segment Information for Enterprise Funds

The School District maintains five enterprise funds to account for the operations of food service, uniform school supplies, special services, adult education and latchkey/preschool. The table below reflects in a summarized format the more significant financial data relating to the Enterprise funds of the School District as of and for the fiscal year ended June 30, 2001.

	Food Service	Uniform School Supplies	Special Services
Operating Revenues	\$1,574,159	\$328,854	\$21,087
Depreciation	3,809	0	0
Operating Income (Loss)	(702,016)	(70,179)	(5,863)
Operating Grants	475,826	0	0
Federal Donated Commodities	136,112	0	0
Interest	2,404	0	0
Operating Transfers In	0	52,689	0
Operating Transfers Out	0	0	0
Net Income (Loss)	(87,674)	(17,490)	(5,398)
Net Working Capital	(82,513)	45,066	6,501
Total Assets	39,817	132,266	12,990
Total Equity (Deficit)	(119,784)	45,066	6,501
Encumbrances at June 30, 2001	122	150	0

	Community Education	Latchkey/ Preschool	Total
Operating Revenues	\$10,363	\$549,067	\$2,483,530
Depreciation	0	0	3,809
Operating Income (Loss)	(2,052)	83,836	(696,274)
Operating Grants	5,952	0	481,778
Federal Donated Commodities	0	0	136,112
Interest	0	0	2,404
Operating Transfers In	0	7,399	60,088
Operating Transfers Out	0	(115,680)	(115,680)
Net Income (Loss)	3,900	(24,445)	(131,107)
Net Working Capital	14,073	86,648	69,775
Total Assets	14,301	157,531	356,905
Total Equity (Deficit)	14,073	86,648	32,504
Encumbrances at June 30, 2001	0	0	272

Willoughby-Eastlake City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 2001

Note 23 -Subsequent Event

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

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

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

In general, it is expected that the decision would result in an increase in State funding for most Ohio school districts. However, as of November 26, 2001, the Ohio General Assembly is still analyzing the impact this Supreme Court decision will have on funding for individual school districts. Further, the State of Ohio, in a motion filed September 17, 2001, asked the Court to reconsider and clarify the parts of the decision changing the school districts that are used as the basis for determining the base cost support amount and the requirement that changes be made retroactive to July 1, 2001.

On November 2, 2001, the Court granted this motion for reconsideration. The Court may re-examine and redetermine any issue upon such reconsideration.

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

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

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 other funds.

Willoughby-Eastlake City 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, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
	<u> </u>	<u> </u>	<u> </u>
Revenues			
Taxes	\$42,716,280	\$42,716,280	\$0
Intergovernmental	14,557,548	14,336,652	(220,896)
Interest	920,000	864,710	(55,290)
Tuition and Fees	1,363,000	1,714,523	351,523
Charges for Services	86,000	189,222	103,222
Rentals	210,000	227,480	17,480
Miscellaneous	368,956	222,362	(146,594)
	<u>60,221,784</u>	<u>60,271,229</u>	<u>49,445</u>
<i>Total Revenues</i>			
Expenditures			
Current:			
Instruction:			
Regular:			
Salaries and Wages	22,352,000	22,103,175	248,825
Fringe Benefits	6,257,232	5,852,562	404,670
Purchased Services	36,022	47,384	(11,362)
Materials and Supplies	738,697	749,042	(10,345)
Capital Outlay - New	3,373	42,591	(39,218)
	<u>29,387,324</u>	<u>28,794,754</u>	<u>592,570</u>
Total Regular			
Special:			
Salaries and Wages	4,475,550	4,468,734	6,816
Fringe Benefits	1,245,520	1,245,520	0
Purchased Services	8,718	11,964	(3,246)
Materials and Supplies	5,825	29,117	(23,292)
Capital Outlay - New	0	1,392	(1,392)
Other	1,600	1,300	300
	<u>5,737,213</u>	<u>5,758,027</u>	<u>(20,814)</u>
Total Special			
Vocational:			
Salaries and Wages	1,487,250	1,396,308	90,942
Fringe Benefits	490,460	490,460	0
Purchased Services	1,634,078	1,847,447	(213,369)
Materials and Supplies	36,047	35,062	985
Capital Outlay - New	3,150	3,150	0
	<u>3,650,985</u>	<u>3,772,427</u>	<u>(121,442)</u>
Total Vocational			
Total Instruction	<u>\$38,775,522</u>	<u>\$38,325,208</u>	<u>\$450,314</u>

(continued)

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2001

	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Support Services:			
Pupils:			
Salaries and Wages	\$2,040,900	\$2,147,584	(\$106,684)
Fringe Benefits	672,560	672,560	0
Purchased Services	204,693	205,107	(414)
Materials and Supplies	304,141	180,388	123,753
Capital Outlay - New	0	9,891	(9,891)
Total Pupils	<u>3,222,294</u>	<u>3,215,530</u>	<u>6,764</u>
Instructional Staff:			
Salaries and Wages	1,152,500	1,140,219	12,281
Fringe Benefits	359,200	359,200	0
Purchased Services	25,564	39,651	(14,087)
Materials and Supplies	83,574	68,056	15,518
Capital Outlay - New	0	538	(538)
Total Instructional Staff	<u>1,620,838</u>	<u>1,607,664</u>	<u>13,174</u>
Board of Education:			
Salaries and Wages	6,000	5,400	600
Fringe Benefits	500	500	0
Purchased Services	176,097	190,605	(14,508)
Materials and Supplies	0	25	(25)
Other	126,000	167,899	(41,899)
Total Board of Education	<u>308,597</u>	<u>364,429</u>	<u>(55,832)</u>
Administration:			
Salaries and Wages	2,736,500	2,785,056	(48,556)
Fringe Benefits	957,160	954,872	2,288
Purchased Services	205,078	228,776	(23,698)
Materials and Supplies	57,999	55,128	2,871
Other	18,962	19,744	(782)
Total Administration	<u>3,975,699</u>	<u>4,043,576</u>	<u>(67,877)</u>
Fiscal:			
Salaries and Wages	357,600	342,385	15,215
Fringe Benefits	114,000	114,000	0
Purchased Services	37,849	80,332	(42,483)
Materials and Supplies	13,929	14,948	(1,019)
Other	500,806	424,357	76,449
Total Fiscal	<u>\$1,024,184</u>	<u>\$976,022</u>	<u>\$48,162</u>

(continued)

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Business:			
Salaries and Wages	\$172,504	\$170,799	\$1,705
Fringe Benefits	42,761	42,761	0
Purchased Services	87,563	78,842	8,721
Materials and Supplies	77,055	98,112	(21,057)
Capital Outlay - New	17,774	17,774	0
Other	1,050	985	65
Total Business	398,707	409,273	(10,566)
Operation and Maintenance of Plant:			
Salaries and Wages	2,376,500	2,379,390	(2,890)
Fringe Benefits	855,065	838,770	16,295
Purchased Services	3,215,239	2,785,061	430,178
Materials and Supplies	368,945	306,675	62,270
Total Operation and Maintenance of Plant	6,815,749	6,309,896	505,853
Pupil Transportation:			
Salaries and Wages	2,141,946	2,191,359	(49,413)
Fringe Benefits	843,896	854,535	(10,639)
Purchased Services	708,250	626,273	81,977
Materials and Supplies	457,216	580,133	(122,917)
Capital Outlay - Replacement	430,208	299,222	130,986
Total Pupil Transportation	4,581,516	4,551,522	29,994
Central:			
Salaries and Wages	438,300	415,279	23,021
Fringe Benefits	101,200	101,200	0
Purchased Services	158,175	105,730	52,445
Materials and Supplies	136,380	156,327	(19,947)
Capital Outlay - New	0	920	(920)
Other	1,550	1,500	50
Total Central	835,605	780,956	54,649
Total Support Services	22,783,189	22,258,868	524,321
Operation of Non-Instructional Services			
Services:			
Community Services:			
Other	\$10,000	\$9,213	\$787

(continued)

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2001

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Extracurricular Activities:			
Co-Curricular Activities:			
Salaries and Wages	\$0	\$134,287	(\$134,287)
Capital Outlay:			
Building Acquisition and Construction Services:			
Other	18,350	4,162	14,188
<i>Total Expenditures</i>	<u>61,587,061</u>	<u>60,731,738</u>	<u>855,323</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(1,365,277)</u>	<u>(460,509)</u>	<u>904,768</u>
Other Financing Sources (Uses)			
Proceeds from Sale of Fixed Assets	1,000	826	(174)
Advances In	300,000	101,305	(198,695)
Advances Out	(300,000)	(171,841)	128,159
Operating Transfers In	0	108,197	108,197
Operating Transfers Out	(870,000)	(845,270)	24,730
<i>Total Other Financing Sources (Uses)</i>	<u>(869,000)</u>	<u>(806,783)</u>	<u>62,217</u>
<i>Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses</i>	<u>(2,234,277)</u>	<u>(1,267,292)</u>	<u>966,985</u>
<i>Fund Balance Beginning of Year</i>	7,291,098	7,291,098	0
Prior Year Encumbrances Appropriated	<u>1,178,105</u>	<u>1,178,105</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$6,234,926</u></u>	<u><u>\$7,201,911</u></u>	<u><u>\$966,985</u></u>

Special Revenue Funds

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

Special Trust Fund - The fund accounts for monies used for purposes that are beneficial to the overall operation of the School District.

Public School Support Fund - This fund accounts for school site sales revenue and expenditures for field trips, assemblies, and other activity costs.

Underground Storage Tanks Fund - This fund accounts for monies required to be set apart for underground storage tanks.

Athletics and Music Fund - This fund accounts for gate receipts and other revenues from athletic events and all costs (except supplemental coaching contracts) of the School District's athletic program and transportation of the band to and from athletic events.

Auxiliary Services Fund - This fund accounts for funds which provide services and materials to pupils attending non-public schools within the School District.

Economic Education Fund - This fund accounts for State monies received for integrating consumer and economic education concepts in the curriculum.

Career Development Fund - This fund accounts for State monies received for vocational education career development projects.

Adult Licensed Practical Nurse (LPN) Fund - This fund accounts for State and federal monies used for the two year Licensed Practical Nurse training program.

Preschool At Risk Fund - This fund accounts for State monies used to provide preschool education for students of low income families.

Professional Development Fund - This fund accounts for State monies used to provide seminars and workshops for staff development.

Educational Management Information Systems Fund - This fund accounts for State monies which support the development of hardware and software or other costs associated with the requirements of the management information system.

School Net Professional Development Fund - This fund accounts for State monies received for computer training for teachers in the School District.

Ohio Reads Grant Fund - This fund accounts for monies to improve reading outcomes on the reading proficiency test and for volunteer coordinators in public school buildings.

Summer School Grant Fund - This fund accounts for State monies used for the Summer School program.

(continued)

Special Revenue Funds (continued)

Extended Learning Grant Fund - This fund accounts for State monies used for curriculum remediation beyond the normal school year.

Technical Preparation Fund - This fund accounts for State monies used for the purchase of computers and interactive media programs for the Technical Center.

Conflict Management Grant Fund - This fund accounts for State monies provided to educate students on proper social behavior.

Literary Specialist Fund - This fund accounts for State monies provided to help further the reading skills of the students and the community.

Phonics Grant Fund - This fund accounts for monies used for phonics curriculum in the grade schools.

School Security Fund - This fund accounts for State monies used for the installation of a hotline for students.

Adult Basic Education Fund - This fund accounts for federal monies used to provide financial support to programs in reading, writing and math competency for adults that do not have a high school diploma.

Job Training Partnership Act Fund - This fund accounts for monies used for planning and conducting programs that provide for training and upgrading of unemployed persons.

Eisenhower Math and Science Fund - This fund accounts for monies used to improve the skills of teachers and the quality of instruction in mathematics, science, foreign languages and computer learning, and to increase the access of all students to that instruction.

Title VI-B Fund - This fund accounts for federal monies used to assist schools in the identification of handicapped children, development of procedural safeguards, implementation of least restrictive alternative service patterns, and provision of full educational opportunities to handicapped children at the preschool, elementary, and secondary levels.

Vocational Education Fund - This fund accounts for monies used for the development of vocational education programs in the following categories: secondary, post-secondary, adult, disadvantaged and handicapped persons, exemplary programs, cooperative education, ancillary services, research, advisory committees, and work study projects.

Retired Senior Volunteer Program Fund - This fund accounts for State monies used for the retired senior volunteer program.

Title I Fund - This fund accounts for federal monies used to assist the School District in meeting the special needs of educationally deprived children.

Title VI Fund - This fund accounts for federal revenues which support the implementation of a variety of programs such as computer education, gifted and talented programs, in-service and staff development.

(continued)

Special Revenue Funds (continued)

Emergency Immigrant Education Fund - This fund accounts for monies received for programs to assist in the public education of immigrants.

Drug Free Schools Grant Fund - This fund accounts for federal revenues which support the implementation of programs for drug abuse education and prevention.

Preschool Grant Fund - This fund accounts for federal monies used for speech therapy services and instructional supplies used in preschool programs.

Class Size Reduction Grant Fund - This fund accounts for various monies to hire additional classroom teachers so the number of students per teacher will be reduced.

Library Services Technology Act (LSTA) Mini Grant Fund - This fund accounts for federal monies used to provide library services and technology activities within the School District.

Willoughby-Eastlake City School District

Combining Balance Sheet

All Special Revenue Funds

June 30, 2001

	<u>Special Trust</u>	<u>Public School Support</u>	<u>Athletics and Music</u>
Assets			
Equity in Pooled Cash and Cash Equivalents	\$144,626	\$336,381	\$26,218
Intergovernmental Receivable	<u>0</u>	<u>0</u>	<u>0</u>
<i>Total Assets</i>	<u><u>\$144,626</u></u>	<u><u>\$336,381</u></u>	<u><u>\$26,218</u></u>
Liabilities			
Accounts Payable	\$2,004	\$5,125	\$75
Accrued Wages and Benefits	0	0	36,839
Interfund Payable	0	0	41,588
Intergovernmental Payable	90	280	2,154
Deferred Revenue	<u>0</u>	<u>0</u>	<u>0</u>
<i>Total Liabilities</i>	<u>2,094</u>	<u>5,405</u>	<u>80,656</u>
Fund Equity			
Fund Balance (Deficit):			
Reserved for Encumbrances	2,432	17,486	26,143
Unreserved, Undesignated	<u>140,100</u>	<u>313,490</u>	<u>(80,581)</u>
<i>Total Fund Equity (Deficit)</i>	<u>142,532</u>	<u>330,976</u>	<u>(54,438)</u>
<i>Total Liabilities and Fund Equity</i>	<u><u>\$144,626</u></u>	<u><u>\$336,381</u></u>	<u><u>\$26,218</u></u>

<u>Auxiliary Services</u>	<u>Economic Education</u>	<u>Career Development</u>	<u>Adult LPN</u>	<u>Preschool At Risk</u>	<u>School Net Professional Development</u>
\$23,612	\$0	\$4,362	\$5,886	\$5,738	\$5,000
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>\$23,612</u>	<u>\$0</u>	<u>\$4,362</u>	<u>\$5,886</u>	<u>\$5,738</u>	<u>\$5,000</u>
\$5,722	\$0	\$2,800	\$402	\$0	\$0
4,769	0	13,406	0	5,272	0
4,309	2,400	0	30,000	0	0
121	147	88	0	146	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>14,921</u>	<u>2,547</u>	<u>16,294</u>	<u>30,402</u>	<u>5,418</u>	<u>0</u>
17,890	0	0	635	809	0
<u>(9,199)</u>	<u>(2,547)</u>	<u>(11,932)</u>	<u>(25,151)</u>	<u>(489)</u>	<u>5,000</u>
<u>8,691</u>	<u>(2,547)</u>	<u>(11,932)</u>	<u>(24,516)</u>	<u>320</u>	<u>5,000</u>
<u>\$23,612</u>	<u>\$0</u>	<u>\$4,362</u>	<u>\$5,886</u>	<u>\$5,738</u>	<u>\$5,000</u>

(continued)

Willoughby-Eastlake City School District

Combining Balance Sheet

All Special Revenue Funds (continued)

June 30, 2001

	Summer School Grant	Extended Learning Grant	Conflict Management Grant
	<u> </u>	<u> </u>	<u> </u>
Assets			
Equity in Pooled Cash and Cash Equivalents	\$15,890	\$51,850	\$666
Intergovernmental Receivable	<u>0</u>	<u>0</u>	<u>0</u>
<i>Total Assets</i>	<u><u>\$15,890</u></u>	<u><u>\$51,850</u></u>	<u><u>\$666</u></u>
Liabilities			
Accounts Payable	\$0	\$0	\$0
Accrued Wages and Benefits	0	0	0
Interfund Payable	0	0	0
Intergovernmental Payable	0	0	0
Deferred Revenue	<u>0</u>	<u>0</u>	<u>0</u>
<i>Total Liabilities</i>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Equity			
Fund Balance (Deficit):			
Reserved for Encumbrances	0	0	584
Unreserved, Undesignated	<u>15,890</u>	<u>51,850</u>	<u>82</u>
<i>Total Fund Equity (Deficit)</i>	<u>15,890</u>	<u>51,850</u>	<u>666</u>
<i>Total Liabilities and Fund Equity</i>	<u><u>\$15,890</u></u>	<u><u>\$51,850</u></u>	<u><u>\$666</u></u>

<u>Literary Specialist</u>	<u>Phonics Grant</u>	<u>School Security</u>	<u>Adult Basic Education</u>	<u>Job Training Partnership Act</u>	<u>Eisenhower Math and Science</u>
\$1,000	\$2,292	\$18,294	\$5,655	\$0	\$32,543
0	0	0	14,804	75,074	0
<u>\$1,000</u>	<u>\$2,292</u>	<u>\$18,294</u>	<u>\$20,459</u>	<u>\$75,074</u>	<u>\$32,543</u>
\$0	\$2,292	\$0	\$51	\$0	\$753
0	0	0	3,312	3,786	0
0	0	0	0	70,758	0
0	0	0	184	207	0
0	0	0	14,804	75,074	0
0	2,292	0	18,351	149,825	753
0	0	0	0	0	4,097
1,000	0	18,294	2,108	(74,751)	27,693
1,000	0	18,294	2,108	(74,751)	31,790
<u>\$1,000</u>	<u>\$2,292</u>	<u>\$18,294</u>	<u>\$20,459</u>	<u>\$75,074</u>	<u>\$32,543</u>

(continued)

Willoughby-Eastlake City School District

Combining Balance Sheet

All Special Revenue Funds (continued)

June 30, 2001

	<u>Title VI-B</u>	<u>Vocational Education</u>	<u>Retired Senior Volunteer Program</u>
Assets			
Equity in Pooled Cash and Cash Equivalents	\$56,466	\$0	\$59,682
Intergovernmental Receivable	<u>0</u>	<u>6,444</u>	<u>18,915</u>
<i>Total Assets</i>	<u><u>\$56,466</u></u>	<u><u>\$6,444</u></u>	<u><u>\$78,597</u></u>
Liabilities			
Accounts Payable	\$8,608	\$0	\$38
Accrued Wages and Benefits	36,337	0	5,772
Interfund Payable	0	6,036	0
Intergovernmental Payable	3,241	0	247
Deferred Revenue	<u>0</u>	<u>0</u>	<u>10,555</u>
<i>Total Liabilities</i>	<u>48,186</u>	<u>6,036</u>	<u>16,612</u>
Fund Equity			
Fund Balance (Deficit):			
Reserved for Encumbrances	13,917	0	0
Unreserved, Undesignated	<u>(5,637)</u>	<u>408</u>	<u>61,985</u>
<i>Total Fund Equity (Deficit)</i>	<u>8,280</u>	<u>408</u>	<u>61,985</u>
<i>Total Liabilities and Fund Equity</i>	<u><u>\$56,466</u></u>	<u><u>\$6,444</u></u>	<u><u>\$78,597</u></u>

<u>Title I</u>	<u>Title VI</u>	<u>Preschool Grant</u>	<u>Totals</u>
\$115,712	\$10,729	\$6,730	\$929,332
<u>0</u>	<u>0</u>	<u>0</u>	<u>115,237</u>
<u>\$115,712</u>	<u>\$10,729</u>	<u>\$6,730</u>	<u>\$1,044,569</u>
\$0	\$276	\$0	\$28,146
57,420	0	0	166,913
0	0	0	155,091
1,289	0	0	8,194
<u>0</u>	<u>0</u>	<u>0</u>	<u>100,433</u>
<u>58,709</u>	<u>276</u>	<u>0</u>	<u>458,777</u>
408	261	0	84,662
<u>56,595</u>	<u>10,192</u>	<u>6,730</u>	<u>501,130</u>
<u>57,003</u>	<u>10,453</u>	<u>6,730</u>	<u>585,792</u>
<u>\$115,712</u>	<u>\$10,729</u>	<u>\$6,730</u>	<u>\$1,044,569</u>

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

	Special Trust	Public School Support	Underground Storage Tanks
Revenues			
Taxes	\$0	\$0	\$0
Intergovernmental	11,850	0	0
Interest	6,386	71,929	0
Tuition and Fees	0	0	0
Extracurricular Activities	19,814	296,931	0
Donations	20,190	73,727	0
Miscellaneous	3,564	12,285	0
<i>Total Revenues</i>	<u>61,804</u>	<u>454,872</u>	<u>0</u>
Expenditures			
Current:			
Instruction:			
Regular	18,391	84,804	0
Special	0	0	0
Vocational	0	9,897	0
Adult/Continuing	0	0	0
Support Services:			
Pupils	13,132	140,167	0
Instructional Staff	26,472	0	0
Administration	0	22,073	0
Business	0	2,837	0
Operation and Maintenance of Plant	0	31,397	0
Pupil Transportation	0	0	0
Central	0	0	0
Operation of Non-Instructional Services	12,297	280	0
Extracurricular Activities	0	218,347	0
<i>Total Expenditures</i>	<u>70,292</u>	<u>509,802</u>	<u>0</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(8,488)</u>	<u>(54,930)</u>	<u>0</u>
Other Financing Sources (Uses)			
Operating Transfers In	0	65,500	0
Operating Transfers Out	(2,585)	(2,812)	(11,000)
<i>Total Other Financing Sources (Uses)</i>	<u>(2,585)</u>	<u>62,688</u>	<u>(11,000)</u>
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</i>	(11,073)	7,758	(11,000)
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>153,605</u>	<u>323,218</u>	<u>11,000</u>
<i>Fund Balances (Deficit) End of Year</i>	<u><u>\$142,532</u></u>	<u><u>\$330,976</u></u>	<u><u>\$0</u></u>

Athletics and Music	Auxiliary Services	Economic Education	Career Development	Adult LPN	Preschool At Risk
\$0	\$0	\$0	\$0	\$0	\$0
0	569,240	12,000	90,795	57,140	48,762
0	9,240	0	0	0	0
52,413	0	0	0	111,836	0
193,552	0	0	0	0	0
79,592	0	0	0	0	0
25,982	0	0	0	7,058	0
<u>351,539</u>	<u>578,480</u>	<u>12,000</u>	<u>90,795</u>	<u>176,034</u>	<u>48,762</u>
0	0	0	0	0	0
0	0	0	0	0	23,578
0	0	0	0	0	0
0	0	0	0	147,139	0
41,204	0	12,101	89,464	0	10,401
0	0	0	0	0	18,137
0	0	0	0	64,301	0
0	0	0	0	0	0
9,181	0	0	0	0	0
12,397	0	0	0	0	0
0	0	0	0	0	0
0	691,090	0	0	0	0
<u>1,091,885</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>1,154,667</u>	<u>691,090</u>	<u>12,101</u>	<u>89,464</u>	<u>211,440</u>	<u>52,116</u>
<u>(803,128)</u>	<u>(112,610)</u>	<u>(101)</u>	<u>1,331</u>	<u>(35,406)</u>	<u>(3,354)</u>
772,710	0	0	0	12,472	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(41,620)</u>	<u>0</u>
<u>772,710</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(29,148)</u>	<u>0</u>
(30,418)	(112,610)	(101)	1,331	(64,554)	(3,354)
<u>(24,020)</u>	<u>121,301</u>	<u>(2,446)</u>	<u>(13,263)</u>	<u>40,038</u>	<u>3,674</u>
<u>(\$54,438)</u>	<u>\$8,691</u>	<u>(\$2,547)</u>	<u>(\$11,932)</u>	<u>(\$24,516)</u>	<u>\$320</u>

(continued)

Willoughby-Eastlake City School District
*Combining Statement of Revenues, Expenditures
and Changes in Fund Balances*
All Special Revenue Funds (continued)
For the Fiscal Year Ended June 30, 2001

	Professional Development	Educational Management Information Systems	School Net Professional Development
Revenues			
Taxes	\$0	\$0	\$0
Intergovernmental	43,747	35,418	10,000
Interest	0	0	0
Tuition and Fees	0	0	0
Extracurricular Activities	0	0	0
Donations	0	0	0
Miscellaneous	0	0	0
<i>Total Revenues</i>	<u>43,747</u>	<u>35,418</u>	<u>10,000</u>
Expenditures			
Current:			
Instruction:			
Regular	10,735	0	5,000
Special	0	0	0
Vocational	0	0	0
Adult/Continuing	0	0	0
Support Services:			
Pupils	0	0	0
Instructional Staff	34,019	0	0
Administration	0	0	0
Business	0	0	0
Operation and Maintenance of Plant	0	0	0
Pupil Transportation	0	0	0
Central	0	42,615	0
Operation of Non-Instructional Services	0	0	0
Extracurricular Activities	0	0	0
<i>Total Expenditures</i>	<u>44,754</u>	<u>42,615</u>	<u>5,000</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(1,007)</u>	<u>(7,197)</u>	<u>5,000</u>
Other Financing Sources (Uses)			
Operating Transfers In	0	0	0
Operating Transfers Out	0	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</i>	<u>(1,007)</u>	<u>(7,197)</u>	<u>5,000</u>
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>1,007</u>	<u>7,197</u>	<u>0</u>
<i>Fund Balances (Deficit) End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$5,000</u></u>

Ohio Reads Grant	Summer School Grant	Extended Learning Grant	Technical Preparation	Conflict Management Grant	Literary Specialist
\$0	\$0	\$0	\$0	\$0	\$0
14,000	15,890	51,850	0	4,000	4,550
0	0	0	0	0	0
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>14,000</u>	<u>15,890</u>	<u>51,850</u>	<u>0</u>	<u>4,000</u>	<u>4,550</u>
14,000	0	0	0	194	0
0	0	0	0	0	0
0	0	0	3,625	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	1,000	3,550
0	0	0	0	1,140	0
0	0	0	0	0	0
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>14,000</u>	<u>0</u>	<u>0</u>	<u>3,625</u>	<u>2,334</u>	<u>3,550</u>
<u>0</u>	<u>15,890</u>	<u>51,850</u>	<u>(3,625)</u>	<u>1,666</u>	<u>1,000</u>
0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
0	0	0	0	0	0
0	15,890	51,850	(3,625)	1,666	1,000
<u>0</u>	<u>0</u>	<u>0</u>	<u>3,625</u>	<u>(1,000)</u>	<u>0</u>
<u>\$0</u>	<u>\$15,890</u>	<u>\$51,850</u>	<u>\$0</u>	<u>\$666</u>	<u>\$1,000</u>

(continued)

Willoughby-Eastlake City School District
*Combining Statement of Revenues, Expenditures
and Changes in Fund Balances*
All Special Revenue Funds (continued)
For the Fiscal Year Ended June 30, 2001

	Phonics Grant	School Security	Adult Basic Education
Revenues			
Taxes	\$0	\$0	\$0
Intergovernmental	16,852	9,335	69,728
Interest	0	0	0
Tuition and Fees	0	0	0
Extracurricular Activities	0	0	0
Donations	0	0	0
Miscellaneous	0	0	0
<i>Total Revenues</i>	<u>16,852</u>	<u>9,335</u>	<u>69,728</u>
Expenditures			
Current:			
Instruction:			
Regular	16,852	0	0
Special	0	0	0
Vocational	0	0	0
Adult/Continuing	0	0	39,452
Support Services:			
Pupils	0	0	0
Instructional Staff	0	0	30,505
Administration	0	0	0
Business	0	0	0
Operation and Maintenance of Plant	0	150	0
Pupil Transportation	0	0	0
Central	0	0	0
Operation of Non-Instructional Services	0	0	0
Extracurricular Activities	0	0	0
<i>Total Expenditures</i>	<u>16,852</u>	<u>150</u>	<u>69,957</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>0</u>	<u>9,185</u>	<u>(229)</u>
Other Financing Sources (Uses)			
Operating Transfers In	0	0	0
Operating Transfers Out	0	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</i>	0	9,185	(229)
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>0</u>	<u>9,109</u>	<u>2,337</u>
<i>Fund Balances (Deficit) End of Year</i>	<u><u>\$0</u></u>	<u><u>\$18,294</u></u>	<u><u>\$2,108</u></u>

Job Training Partnership Act	Eisenhower Math and Science	Title VI-B	Vocational Education	Retired Senior Volunteer Program	Title I
\$0	\$0	\$0	\$0	\$69,768	\$0
45,647	63,159	659,620	99,733	56,421	454,214
0	0	0	0	0	0
0	0	0	0	0	0
1,080	0	0	0	0	0
0	0	0	0	4,327	0
0	0	0	0	0	0
<u>46,727</u>	<u>63,159</u>	<u>659,620</u>	<u>99,733</u>	<u>130,516</u>	<u>454,214</u>
0	547	0	0	0	0
0	0	137,997	0	0	429,569
31,424	0	0	30,952	0	0
0	0	0	0	0	0
4,400	0	567,495	35,320	0	0
78,952	41,892	89,062	32,804	0	0
0	0	39,550	0	0	17,838
0	0	0	0	0	0
54	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	44,000	0	136,615	23
0	0	0	0	0	0
<u>114,830</u>	<u>42,439</u>	<u>878,104</u>	<u>99,076</u>	<u>136,615</u>	<u>447,430</u>
<u>(68,103)</u>	<u>20,720</u>	<u>(218,484)</u>	<u>657</u>	<u>(6,099)</u>	<u>6,784</u>
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
(68,103)	20,720	(218,484)	657	(6,099)	6,784
(6,648)	11,070	226,764	(249)	68,084	50,219
<u>(\$74,751)</u>	<u>\$31,790</u>	<u>\$8,280</u>	<u>\$408</u>	<u>\$61,985</u>	<u>\$57,003</u>

(continued)

Willoughby-Eastlake City School District
*Combining Statement of Revenues, Expenditures
and Changes in Fund Balances*
All Special Revenue Funds (continued)
For the Fiscal Year Ended June 30, 2001

	Title VI	Emergency Immigrant Education	Drug Free Schools Grant
Revenues			
Taxes	\$0	\$0	\$0
Intergovernmental	60,766	0	65,132
Interest	0	0	0
Tuition and Fees	0	0	0
Extracurricular Activities	0	0	0
Donations	0	0	0
Miscellaneous	0	0	0
<i>Total Revenues</i>	<u>60,766</u>	<u>0</u>	<u>65,132</u>
Expenditures			
Current:			
Instruction:			
Regular	33,406	0	0
Special	0	2,205	0
Vocational	0	0	0
Adult/Continuing	0	0	0
Support Services:			
Pupils	5,048	0	49,362
Instructional Staff	0	0	0
Administration	0	0	0
Business	0	0	0
Operation and Maintenance of Plant	0	0	0
Pupil Transportation	0	0	0
Central	0	0	0
Operation of Non-Instructional Services	8,223	0	0
Extracurricular Activities	0	0	0
<i>Total Expenditures</i>	<u>46,677</u>	<u>2,205</u>	<u>49,362</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>14,089</u>	<u>(2,205)</u>	<u>15,770</u>
Other Financing Sources (Uses)			
Operating Transfers In	0	0	0
Operating Transfers Out	0	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</i>	14,089	(2,205)	15,770
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>(3,636)</u>	<u>2,205</u>	<u>(15,770)</u>
<i>Fund Balances (Deficit) End of Year</i>	<u><u>\$10,453</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

Preschool Grant	Class Size Reduction Grant	Totals
\$0	\$0	\$69,768
40,024	137,300	2,747,173
0	0	87,555
0	0	164,249
0	0	511,377
0	0	177,836
0	0	48,889
<u>40,024</u>	<u>137,300</u>	<u>3,806,847</u>
0	164,734	348,663
9,858	0	603,207
0	0	75,898
0	0	186,591
30,106	0	998,200
0	0	356,393
0	0	144,902
0	0	2,837
0	0	40,782
0	0	12,397
0	0	42,615
0	0	892,528
0	0	1,310,232
<u>39,964</u>	<u>164,734</u>	<u>5,015,245</u>
<u>60</u>	<u>(27,434)</u>	<u>(1,208,398)</u>
0	0	850,682
0	0	(58,017)
0	0	792,665
60	(27,434)	(415,733)
<u>6,670</u>	<u>27,434</u>	<u>1,001,525</u>
<u>\$6,730</u>	<u>\$0</u>	<u>\$585,792</u>

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Special Trust Fund
For the Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$14,341	\$11,850	(\$2,491)
Interest	6,000	6,386	386
Extracurricular Activities	25,397	19,814	(5,583)
Donations	11,970	20,190	8,220
Miscellaneous	2,590	3,564	974
<i>Total Revenues</i>	<u>60,298</u>	<u>61,804</u>	<u>1,506</u>
Expenditures			
Current:			
Instruction:			
Regular:			
Salaries and Wages	3,144	3,144	0
Materials and Supplies	15,248	15,248	0
Total Instruction	<u>18,392</u>	<u>18,392</u>	<u>0</u>
Support Services:			
Pupils:			
Purchased Services	3,400	7,717	(4,317)
Materials and Supplies	4,300	5,180	(880)
Other	1,500	1,810	(310)
Total Pupils	<u>9,200</u>	<u>14,707</u>	<u>(5,507)</u>
Instructional Staff:			
Purchased Services	100	1,183	(1,083)
Materials and Supplies	22,994	26,282	(3,288)
Capital Outlay - New	2,800	0	2,800
Total Instructional Staff	<u>25,894</u>	<u>27,465</u>	<u>(1,571)</u>
Total Support Services	<u>35,094</u>	<u>42,172</u>	<u>(7,078)</u>
Operation of Non-Instructional Services:			
Community Services:			
Purchased Services	13,250	4,352	8,898
Materials and Supplies	400	390	10
Other	11,964	7,555	4,409
Total Operation of Non-Instructional Services	<u>25,614</u>	<u>12,297</u>	<u>13,317</u>
<i>Total Expenditures</i>	<u>79,100</u>	<u>72,861</u>	<u>6,239</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(\$18,802)</u>	<u>(\$11,057)</u>	<u>\$7,745</u>

(continued)

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Special Trust Fund (continued)
For the Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Other Financing Uses			
Operating Transfers Out	\$0	(\$2,585)	(\$2,585)
<i>Excess of Revenues Under Expenditures and Other Financing Uses</i>	(18,802)	(13,642)	5,160
<i>Fund Balance Beginning of Year</i>	146,642	146,642	0
Prior Year Encumbrances Appropriated	7,099	7,099	0
<i>Fund Balance End of Year</i>	<u>\$134,939</u>	<u>\$140,099</u>	<u>\$5,160</u>

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Public School Support Fund
For the Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Interest	\$0	\$71,929	\$71,929
Extracurricular Activities	341,292	296,931	(44,361)
Donations	77,700	73,727	(3,973)
Miscellaneous	19,100	12,285	(6,815)
<i>Total Revenues</i>	<u>438,092</u>	<u>454,872</u>	<u>16,780</u>
Expenditures			
Current:			
Instruction:			
Regular:			
Materials and Supplies	99,522	57,591	41,931
Capital Outlay - New	21,000	29,440	(8,440)
Total Regular	<u>120,522</u>	<u>87,031</u>	<u>33,491</u>
Vocational:			
Materials and Supplies	0	6,065	(6,065)
Capital Outlay - New	0	3,832	(3,832)
Total Vocational	<u>0</u>	<u>9,897</u>	<u>(9,897)</u>
Total Instruction	<u>120,522</u>	<u>96,928</u>	<u>23,594</u>
Support Services:			
Pupils:			
Materials and Supplies	156,381	136,057	20,324
Capital Outlay - New	10,100	5,641	4,459
Total Pupils	<u>166,481</u>	<u>141,698</u>	<u>24,783</u>
Administration:			
Materials and Supplies	17,797	10,979	6,818
Capital Outlay - New	17,832	12,214	5,618
Total Administration	<u>35,629</u>	<u>23,193</u>	<u>12,436</u>
Business:			
Purchased Services	<u>\$3,250</u>	<u>\$2,837</u>	<u>\$413</u>

(continued)

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Public School Support Fund (continued)
For the Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operation and Maintenance of Plant:			
Purchased Services	\$38,580	\$22,061	\$16,519
Materials and Supplies	34,783	13,917	20,866
Capital Outlay - New	1,200	1,076	124
Capital Outlay - Replacement	0	789	(789)
	<u>74,563</u>	<u>37,843</u>	<u>36,720</u>
Total Operation and Maintenance of Plant			
Pupil Transportation:			
Purchased Services	3,800	0	3,800
	<u>3,800</u>	<u>0</u>	<u>3,800</u>
Total Support Services	<u>283,723</u>	<u>205,571</u>	<u>78,152</u>
Extracurricular Activities:			
Academic and Subject Oriented Activities:			
Purchased Services	93,268	109,216	(15,948)
Materials and Supplies	39,835	54,151	(14,316)
Capital Outlay - New	17,100	5,919	11,181
Capital Outlay - Replacement	1,700	0	1,700
Other	43,347	58,031	(14,684)
	<u>195,250</u>	<u>227,317</u>	<u>(32,067)</u>
Total Extracurricular Activities			
	<u>195,250</u>	<u>227,317</u>	<u>(32,067)</u>
<i>Total Expenditures</i>	<u>599,495</u>	<u>529,816</u>	<u>69,679</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(161,403)</u>	<u>(74,944)</u>	<u>86,459</u>
Other Financing Sources (Uses)			
Operating Transfers In	0	65,500	65,500
Operating Transfers Out	0	(2,812)	(2,812)
	<u>0</u>	<u>62,688</u>	<u>62,688</u>
<i>Total Other Financing Sources (Uses)</i>			
	<u>0</u>	<u>62,688</u>	<u>62,688</u>
<i>Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses</i>	<u>(161,403)</u>	<u>(12,256)</u>	<u>149,147</u>
<i>Fund Balance Beginning of Year</i>	294,251	294,251	0
Prior Year Encumbrances Appropriated	<u>31,495</u>	<u>31,495</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$164,343</u>	<u>\$313,490</u>	<u>\$149,147</u>

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Underground Storage Tanks Fund
For the Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues	\$0	\$0	\$0
Expenditures	0	0	0
<i>Excess of Revenues Over Expenditures</i>	0	0	0
Other Financing Uses			
Operating Transfers Out	0	(11,000)	(11,000)
<i>Excess of Revenues Under Expenditures and Other Financing Uses</i>	0	(11,000)	(11,000)
<i>Fund Balance Beginning of Year</i>	11,000	11,000	0
<i>Fund Balance End of Year</i>	\$11,000	\$0	(\$11,000)

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Athletics and Music Fund
For the Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Tuition and Fees	\$181,200	\$52,413	(\$128,787)
Extracurricular Activities	344,238	193,552	(150,686)
Donations	110,800	79,592	(31,208)
Miscellaneous	7,200	25,982	18,782
<i>Total Revenues</i>	<u>643,438</u>	<u>351,539</u>	<u>(291,899)</u>
Expenditures			
Current:			
Support Services:			
Pupils:			
Materials and Supplies	41,000	41,204	(204)
Operation and Maintenance of Plant:			
Purchased Services	20,000	9,181	10,819
Materials and Supplies	500	0	500
Total Operation and Maintenance of Plant	<u>20,500</u>	<u>9,181</u>	<u>11,319</u>
Pupil Transportation:			
Purchased Services	12,800	12,397	403
Total Support Services	<u>74,300</u>	<u>62,782</u>	<u>11,518</u>
Extracurricular Activities:			
Academic and Subject Oriented Activities			
Purchased Services	34,720	19,919	14,801
Materials and Supplies	1,921	4,809	(2,888)
Capital Outlay - New	5,326	0	5,326
Other	1,000	858	142
Total Academic and Subject Oriented Activities	<u>42,967</u>	<u>25,586</u>	<u>17,381</u>
Sports Oriented Activities:			
Salaries and Wages	633,723	581,046	52,677
Fringe Benefits	79,250	84,465	(5,215)
Purchased Services	162,576	182,450	(19,874)
Materials and Supplies	155,536	181,223	(25,687)
Capital Outlay - New	1,700	4,435	(2,735)
Other	51,444	54,970	(3,526)
Total Sports Oriented Activities	<u>1,084,229</u>	<u>1,088,589</u>	<u>(4,360)</u>
Total Extracurricular Activities	<u>1,127,196</u>	<u>1,114,175</u>	<u>13,021</u>
<i>Total Expenditures</i>	<u>1,201,496</u>	<u>1,176,957</u>	<u>24,539</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(\$558,058)</u>	<u>(\$825,418)</u>	<u>(\$267,360)</u>

(continued)

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Athletics and Music Fund (continued)
For the Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Other Financing Sources (Uses)			
Advances In	\$79,056	\$41,588	(\$37,468)
Advances Out	0	(22,882)	(22,882)
Operating Transfers In	445,000	772,710	327,710
<i>Total Other Financing Sources (Uses)</i>	<u>524,056</u>	<u>791,416</u>	<u>267,360</u>
<i>Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses</i>	(34,002)	(34,002)	0
<i>Fund Balance Beginning of Year</i>	0	0	0
Prior Year Encumbrances Appropriated	<u>34,002</u>	<u>34,002</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Auxiliary Services Fund
For the Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$569,240	\$569,240	\$0
Interest	9,240	9,240	0
<i>Total Revenues</i>	<u>578,480</u>	<u>578,480</u>	<u>0</u>
Expenditures			
Current:			
Operation of Non-Instructional Services:			
Community Services:			
Salaries and Wages	37,722	31,994	5,728
Fringe Benefits	20,212	19,861	351
Purchased Services	366,163	358,880	7,283
Materials and Supplies	300,093	296,612	3,481
Capital Outlay - New	1,495	1,495	0
<i>Total Expenditures</i>	<u>725,685</u>	<u>708,842</u>	<u>16,843</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(147,205)</u>	<u>(130,362)</u>	<u>16,843</u>
Other Financing Sources (Uses)			
Advances In	4,309	4,309	0
Advances Out	(4,309)	0	4,309
Operating Transfers In	21,152	0	(21,152)
<i>Total Other Financing Sources (Uses)</i>	<u>21,152</u>	<u>4,309</u>	<u>(16,843)</u>
<i>Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses</i>	<u>(126,053)</u>	<u>(126,053)</u>	<u>0</u>
<i>Fund Balance Beginning of Year</i>	53,856	53,856	0
Prior Year Encumbrances Appropriated	72,197	72,197	0
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Economic Education Fund
For the Fiscal Year Ended June 30, 2001

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Intergovernmental	<u>\$12,000</u>	<u>\$12,000</u>	<u>\$0</u>
Expenditures			
Current:			
Support Services:			
Pupils:			
Salaries and Wages	8,000	8,000	0
Purchased Services	2,500	2,500	0
Materials and Supplies	<u>1,500</u>	<u>1,500</u>	<u>0</u>
<i>Total Expenditures</i>	<u>12,000</u>	<u>12,000</u>	<u>0</u>
<i>Excess of Revenues Under Expenditures</i>	<u>0</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses)			
Advances In	2,400	2,400	0
Advances Out	<u>(2,400)</u>	<u>(2,400)</u>	<u>0</u>
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses</i>	0	0	0
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Career Development Fund
For the Fiscal Year Ended June 30, 2001

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Intergovernmental	<u>\$90,795</u>	<u>\$90,795</u>	<u>\$0</u>
Expenditures			
Current:			
Support Services:			
Pupils:			
Salaries and Wages	57,638	57,951	(313)
Fringe Benefits	26,138	23,704	2,434
Purchased Services	6,250	6,875	(625)
Materials and Supplies	<u>1,001</u>	<u>935</u>	<u>66</u>
<i>Total Expenditures</i>	<u>91,027</u>	<u>89,465</u>	<u>1,562</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(232)	1,330	1,562
<i>Fund Balance Beginning of Year</i>	<u>232</u>	<u>232</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$1,562</u></u>	<u><u>\$1,562</u></u>

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Adult LPN Fund
For the Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$99,538	\$57,140	(\$42,398)
Tuition and Fees	115,819	111,836	(3,983)
Miscellaneous	149	7,058	6,909
<i>Total Revenues</i>	<u>215,506</u>	<u>176,034</u>	<u>(39,472)</u>
Expenditures			
Current:			
Instruction:			
Adult/Continuing:			
Salaries and Wages	140,000	97,607	42,393
Fringe Benefits	23,000	23,641	(641)
Purchased Services	500	2,519	(2,019)
Materials and Supplies	8,183	8,409	(226)
Other	0	16,339	(16,339)
Total Instruction	<u>171,683</u>	<u>148,515</u>	<u>23,168</u>
Support Services:			
Administration:			
Salaries and Wages	59,000	49,305	9,695
Fringe Benefits	10,000	11,896	(1,896)
Purchased Services	3,207	3,131	76
Materials and Supplies	75	239	(164)
Total Support Services	<u>72,282</u>	<u>64,571</u>	<u>7,711</u>
<i>Total Expenditures</i>	<u>243,965</u>	<u>213,086</u>	<u>30,879</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(28,459)</u>	<u>(37,052)</u>	<u>(8,593)</u>
Other Financing Sources (Uses)			
Advances In	0	30,000	30,000
Operating Transfers In	0	12,472	12,472
Operating Transfers Out	(11,205)	(41,620)	(30,415)
<i>Total Other Financing Sources (Uses)</i>	<u>(11,205)</u>	<u>852</u>	<u>12,057</u>
<i>Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses</i>	<u>(39,664)</u>	<u>(36,200)</u>	<u>3,464</u>
<i>Fund Balance Beginning of Year</i>	40,159	40,159	0
Prior Year Encumbrances Appropriated	<u>890</u>	<u>890</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$1,385</u></u>	<u><u>\$4,849</u></u>	<u><u>\$3,464</u></u>

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Preschool At Risk Fund
For the Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$48,762	\$48,762	\$0
Expenditures			
Current:			
Instruction:			
Special:			
Salaries and Wages	15,010	18,167	(3,157)
Fringe Benefits	141	2,170	(2,029)
Capital Outlay - New	0	3,527	(3,527)
Total Instruction	15,151	23,864	(8,713)
Support Services:			
Pupils:			
Salaries and Wages	6,177	4,604	1,573
Fringe Benefits	964	644	320
Purchased Services	0	1,960	(1,960)
Materials and Supplies	10,751	3,193	7,558
Total Pupils	17,892	10,401	7,491
Instructional Staff:			
Salaries and Wages	16,665	16,138	527
Fringe Benefits	74	1,926	(1,852)
Total Instructional Staff	16,739	18,064	(1,325)
Administration:			
Materials and Supplies	5,778	359	5,419
Total Support Services	40,409	28,824	11,585
<i>Total Expenditures</i>	55,560	52,688	2,872
<i>Excess of Revenues Under Expenditures</i>	(6,798)	(3,926)	2,872
<i>Fund Balance Beginning of Year</i>	5,085	5,085	0
Prior Year Encumbrances Appropriated	3,770	3,770	0
<i>Fund Balance End of Year</i>	\$2,057	\$4,929	\$2,872

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Professional Development Fund
For the Fiscal Year Ended June 30, 2001

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Intergovernmental	<u>\$43,747</u>	<u>\$43,747</u>	<u>\$0</u>
Expenditures			
Current:			
Instruction:			
Regular:			
Salaries and Wages	7,500	9,435	(1,935)
Fringe Benefits	<u>1,050</u>	<u>1,321</u>	<u>(271)</u>
Total Instruction	<u>8,550</u>	<u>10,756</u>	<u>(2,206)</u>
Support Services:			
Instructional Staff:			
Purchased Services	22,296	27,737	(5,441)
Materials and Supplies	<u>12,401</u>	<u>6,495</u>	<u>5,906</u>
Total Support Services	<u>34,697</u>	<u>34,232</u>	<u>465</u>
Operation of Non-Instructional Services:			
Community Services:			
Purchased Services	<u>1,741</u>	<u>0</u>	<u>1,741</u>
<i>Total Expenditures</i>	<u>44,988</u>	<u>44,988</u>	<u>0</u>
<i>Excess of Revenues Under Expenditures</i>	(1,241)	(1,241)	0
<i>Fund Balance Beginning of Year</i>	0	0	0
Prior Year Encumbrances Appropriated	<u>1,241</u>	<u>1,241</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Educational Management Information Systems Fund
For the Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$35,418	\$35,418	\$0
Expenditures			
Current:			
Support Services:			
Central:			
Purchased Services	15,000	35,368	(20,368)
Materials and Supplies	10,000	6,729	3,271
Capital Outlay - New	24,344	7,247	17,097
<i>Total Expenditures</i>	49,344	49,344	0
<i>Excess of Revenues Under Expenditures</i>	(13,926)	(13,926)	0
<i>Fund Balance Beginning of Year</i>	0	0	0
Prior Year Encumbrances Appropriated	13,926	13,926	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$0

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
School Net Professional Development Fund
For the Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$10,000	\$10,000	\$0
Expenditures			
Current:			
Instruction:			
Regular:			
Salaries and Wages	1,000	1,000	0
Purchased Services	4,000	4,000	0
<i>Total Expenditures</i>	5,000	5,000	0
<i>Excess of Revenues Over Expenditures</i>	5,000	5,000	0
<i>Fund Balance Beginning of Year</i>	0	0	0
<i>Fund Balance End of Year</i>	\$5,000	\$5,000	\$0

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Ohio Reads Grant Fund
For the Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$14,000	\$14,000	\$0
Expenditures			
Current:			
Instruction:			
Regular:			
Salaries and Wages	12,000	12,000	0
Materials and Supplies	2,000	2,000	0
<i>Total Expenditures</i>	14,000	14,000	0
<i>Excess of Revenues Over Expenditures</i>	0	0	0
<i>Fund Balance Beginning of Year</i>	0	0	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$0

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Summer School Grant Fund
For the Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$15,890	\$15,890	\$0
Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
<i>Excess of Revenues Over Expenditures</i>	15,890	15,890	0
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$15,890</u></u>	<u><u>\$15,890</u></u>	<u><u>\$0</u></u>

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Extended Learning Grant Fund
For the Fiscal Year Ended June 30, 2001

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Intergovernmental	\$51,850	\$51,850	\$0
Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
<i>Excess of Revenues Over Expenditures</i>	51,850	51,850	0
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$51,850</u></u>	<u><u>\$51,850</u></u>	<u><u>\$0</u></u>

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Technical Preparation Fund
For the Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Expenditures			
Current:			
Instruction:			
Vocational:			
Purchased Services	900	900	0
Materials and Supplies	4,940	4,940	0
Other	<u>1,000</u>	<u>1,000</u>	<u>0</u>
<i>Total Expenditures</i>	<u>6,840</u>	<u>6,840</u>	<u>0</u>
<i>Excess of Revenues Under Expenditures</i>	(6,840)	(6,840)	0
<i>Fund Balance Beginning of Year</i>	0	0	0
Prior Year Encumbrances Appropriated	<u>6,840</u>	<u>6,840</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Conflict Management Grant Fund
For the Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$4,000	\$4,000	\$0
Expenditures			
Current:			
Instruction:			
Regular:			
Salaries and Wages	200	0	200
Purchased Services	700	1,288	(588)
Materials and Supplies	700	630	70
Other	100	0	100
Total Instruction	1,700	1,918	(218)
Support Services:			
Instructional Staff:			
Materials and Supplies	1,000	1,000	0
Administration:			
Capital Outlay - New	1,140	1,140	0
Operation of Non-Instructional Services:			
Food Service Operations:			
Other	300	0	300
<i>Total Expenditures</i>	4,140	4,058	82
<i>Excess of Revenues Under Expenditures</i>	(140)	(58)	82
Other Financing Uses			
Advances Out	(1,000)	(1,000)	0
<i>Excess of Revenues Under Expenditures and Other Financing Uses</i>	(1,140)	(1,058)	82
<i>Fund Balance Beginning of Year</i>	0	0	0
Prior Year Encumbrances Appropriated	1,140	1,140	0
<i>Fund Balance End of Year</i>	\$0	\$82	\$82

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Literary Specialist Fund
For the Fiscal Year Ended June 30, 2001

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Intergovernmental	<u>\$3,550</u>	<u>\$4,550</u>	<u>\$1,000</u>
Expenditures			
Current:			
Support Services:			
Instructional Staff:			
Purchased Services	3,000	3,000	0
Materials and Supplies	<u>550</u>	<u>550</u>	<u>0</u>
<i>Total Expenditures</i>	<u>3,550</u>	<u>3,550</u>	<u>0</u>
<i>Excess of Revenues Over Expenditures</i>	0	1,000	1,000
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$1,000</u></u>	<u><u>\$1,000</u></u>

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Phonics Grant Fund
For the Fiscal Year Ended June 30, 2001

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Intergovernmental	<u>\$16,852</u>	<u>\$16,852</u>	<u>\$0</u>
Expenditures			
Current:			
Instruction:			
Regular:			
Salaries and Wages	6,700	0	6,700
Fringe Benefits	780	0	780
Materials and Supplies	<u>9,372</u>	<u>16,852</u>	<u>(7,480)</u>
<i>Total Expenditures</i>	<u>16,852</u>	<u>16,852</u>	<u>0</u>
<i>Excess of Revenues Over Expenditures</i>	0	0	0
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
School Security Fund
For the Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$9,335	\$9,335	\$0
Expenditures			
Current:			
Support Services:			
Operation and Maintenance of Plant:			
Materials and Supplies	18,444	150	18,294
<i>Excess of Revenues Over (Under) Expenditures</i>	(9,109)	9,185	18,294
<i>Fund Balance Beginning of Year</i>	9,109	9,109	0
<i>Fund Balance End of Year</i>	\$0	\$18,294	\$18,294

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Adult Basic Education Fund
For the Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$69,728	\$69,728	\$0
Expenditures			
Current:			
Instruction:			
Adult/Continuing:			
Salaries and Wages	20,724	33,966	(13,242)
Fringe Benefits	3,515	5,069	(1,554)
Purchased Services	1,025	280	745
Materials and Supplies	1,838	1,605	233
Total Instruction	27,102	40,920	(13,818)
Support Services:			
Instructional Staff:			
Salaries and Wages	36,742	21,380	15,362
Fringe Benefits	5,519	3,049	2,470
Purchased Services	3,887	2,872	1,015
Materials and Supplies	1,653	1,565	88
Capital Outlay - New	2,307	1,769	538
Total Support Services	50,108	30,635	19,473
<i>Total Expenditures</i>	77,210	71,555	5,655
<i>Excess of Revenues Under Expenditures</i>	(7,482)	(1,827)	5,655
<i>Fund Balance Beginning of Year</i>	6,526	6,526	0
Prior Year Encumbrances Appropriated	956	956	0
<i>Fund Balance End of Year</i>	\$0	\$5,655	\$5,655

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Job Training Partnership Act Fund
For the Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$96,910	\$64,108	(\$32,802)
Extracurricular Activities	1,080	1,080	0
<i>Total Revenues</i>	<u>97,990</u>	<u>65,188</u>	<u>(32,802)</u>
Expenditures			
Current:			
Instruction:			
Vocational:			
Salaries and Wages	28,718	27,900	818
Fringe Benefits	4,308	4,185	123
Total Instruction	<u>33,026</u>	<u>32,085</u>	<u>941</u>
Support Services:			
Pupils:			
Salaries and Wages	4,482	4,482	0
Instructional Staff:			
Salaries and Wages	24,478	27,365	(2,887)
Fringe Benefits	9,549	8,643	906
Purchased Services	31,103	31,209	(106)
Materials and Supplies	17,829	18,183	(354)
Total Instructional Staff	<u>82,959</u>	<u>85,400</u>	<u>(2,441)</u>
Operation and Maintenance of Plant:			
Salaries and Wages	54	54	0
Pupil Transportation:			
Materials and Supplies	1,500	0	1,500
Total Support Services	<u>88,995</u>	<u>89,936</u>	<u>(941)</u>
<i>Total Expenditures</i>	<u>122,021</u>	<u>122,021</u>	<u>0</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(24,031)</u>	<u>(56,833)</u>	<u>(32,802)</u>
Other Financing Sources (Uses)			
Advances In	70,758	70,758	0
Advances Out	(13,925)	(13,925)	0
<i>Total Other Financing Sources (Uses)</i>	<u>56,833</u>	<u>56,833</u>	<u>0</u>
<i>Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses</i>	32,802	0	(32,802)
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$32,802</u>	<u>\$0</u>	<u>(\$32,802)</u>

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Eisenhower Math and Science Fund
For the Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$63,159	\$63,159	\$0
Expenditures			
Current:			
Instruction:			
Regular:			
Purchased Services	10,595	547	10,048
Support Services:			
Instructional Staff:			
Salaries and Wages	18,000	0	18,000
Fringe Benefits	3,000	0	3,000
Purchased Services	13,367	10,746	2,621
Materials and Supplies	25,833	33,365	(7,532)
Capital Outlay - New	2,500	1,800	700
Total Instructional Staff	62,700	45,911	16,789
Operation of Non-Instructional Services:			
Community Services:			
Purchased Services	1,158	0	1,158
<i>Total Expenditures</i>	74,453	46,458	27,995
<i>Excess of Revenues Over (Under) Expenditures</i>	(11,294)	16,701	27,995
<i>Fund Balance Beginning of Year</i>	11,030	11,030	0
Prior Year Encumbrances Appropriated	265	265	0
<i>Fund Balance End of Year</i>	\$1	\$27,996	\$27,995

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title VI-B Fund
For the Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$659,620	\$659,620	\$0
Expenditures			
Current:			
Instruction:			
Special:			
Salaries and Wages	36,990	21,565	15,425
Fringe Benefits	5,181	4,584	597
Purchased Services	139,773	98,193	41,580
Materials and Supplies	55,617	18,278	37,339
Capital Outlay - New	8,003	4,098	3,905
Total Instruction	245,564	146,718	98,846
Support Services:			
Pupils:			
Salaries and Wages	281,338	292,182	(10,844)
Fringe Benefits	61,017	61,855	(838)
Purchased Services	148,270	222,575	(74,305)
Materials and Supplies	3,061	2,100	961
Total Pupils	493,686	578,712	(85,026)
Instructional Staff:			
Salaries and Wages	76,262	71,576	4,686
Fringe Benefits	18,187	17,486	701
Total Instructional Staff	94,449	89,062	5,387
Administration:			
Salaries and Wages	29,435	26,178	3,257
Fringe Benefits	9,140	8,683	457
Purchased Services	1,965	38	1,927
Materials and Supplies	1,592	1,464	128
Total Administration	42,132	36,363	5,769
Pupil Transportation:			
Purchased Services	6,000	2,913	3,087
Total Support Services	\$636,267	\$707,050	(\$70,783)

(continued)

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title VI-B Fund (continued)
For the Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operation of Non-Instructional Services:			
Community Services:			
Purchased Services	\$47,708	\$44,000	\$3,708
<i>Total Expenditures</i>	<u>929,539</u>	<u>897,768</u>	<u>31,771</u>
<i>Excess of Revenues Under Expenditures</i>	(269,919)	(238,148)	31,771
<i>Fund Balance Beginning of Year</i>	247,741	247,741	0
Prior Year Encumbrances Appropriated	<u>22,178</u>	<u>22,178</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$31,771</u></u>	<u><u>\$31,771</u></u>

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Vocational Education Fund
For the Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$102,075	\$102,075	\$0
Expenditures			
Current:			
Instruction:			
Vocational:			
Salaries and Wages	26,000	26,000	0
Purchased Services	5,025	5,025	0
Total Instruction	31,025	31,025	0
Support Services:			
Pupils:			
Salaries and Wages	33,814	33,814	0
Fringe Benefits	1,600	1,600	0
Total Pupils	35,414	35,414	0
Instructional Staff:			
Salaries and Wages	29,000	29,000	0
Fringe Benefits	3,766	3,766	0
Purchased Services	120	120	0
Total Instructional Staff	32,886	32,886	0
Total Support Services	68,300	68,300	0
<i>Total Expenditures</i>	99,325	99,325	0
<i>Excess of Revenues Over Expenditures</i>	2,750	2,750	0
Other Financing Sources (Uses)			
Advances In	5,796	5,796	0
Advances Out	(8,546)	(8,546)	0
<i>Total Other Financing Sources (Uses)</i>	(2,750)	(2,750)	0
<i>Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses</i>	0	0	0
<i>Fund Balance Beginning of Year</i>	0	0	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$0

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Retired Senior Volunteer Program Fund
For the Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Taxes	\$69,768	\$69,768	\$0
Intergovernmental	50,187	50,187	0
Donations	4,327	4,327	0
<i>Total Revenues</i>	<u>124,282</u>	<u>124,282</u>	<u>0</u>
Expenditures			
Current:			
Operation of Non-Instructional Services:			
Community Services:			
Salaries and Wages	70,895	66,780	4,115
Fringe Benefits	17,949	17,142	807
Purchased Services	34,812	34,812	0
Materials and Supplies	15,159	15,159	0
Capital Outlay - New	1,736	1,736	0
Other	3,059	3,059	0
<i>Total Expenditures</i>	<u>143,610</u>	<u>138,688</u>	<u>4,922</u>
<i>Excess of Revenues Under Expenditures</i>	(19,328)	(14,406)	4,922
<i>Fund Balance Beginning of Year</i>	71,277	71,277	0
Prior Year Encumbrances Appropriated	2,811	2,811	0
<i>Fund Balance End of Year</i>	<u><u>\$54,760</u></u>	<u><u>\$59,682</u></u>	<u><u>\$4,922</u></u>

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title I Fund
For the Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$454,214	\$454,214	\$0
Expenditures			
Current:			
Instruction:			
Special:			
Salaries and Wages	438,067	357,111	80,956
Fringe Benefits	97,802	67,203	30,599
Purchased Services	1,900	0	1,900
Materials and Supplies	3,052	3,257	(205)
Total Instruction	540,821	427,571	113,250
Support Services:			
Administration:			
Salaries and Wages	14,746	12,772	1,974
Fringe Benefits	4,567	4,162	405
Purchased Services	1,499	108	1,391
Materials and Supplies	678	741	(63)
Total Support Services	21,490	17,783	3,707
Operation of Non-Instructional Services:			
Community Services:			
Salaries and Wages	36,214	0	36,214
Fringe Benefits	5,432	0	5,432
Materials and Supplies	200	122	78
Total Operation of Non-Instructional Services	41,846	122	41,724
<i>Total Expenditures</i>	604,157	445,476	158,681
<i>Excess of Revenues Over (Under) Expenditures</i>	(149,943)	8,738	158,681
Other Financing Sources			
Operating Transfers In	43,378	0	(43,378)
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures</i>	(106,565)	8,738	115,303
<i>Fund Balance Beginning of Year</i>	106,566	106,566	0
<i>Fund Balance End of Year</i>	\$1	\$115,304	\$115,303

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title VI Fund
For the Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$60,766	\$60,766	\$0
Expenditures			
Current:			
Instruction:			
Regular:			
Purchased Services	5,972	4,470	1,502
Materials and Supplies	21,030	14,131	6,899
Capital Outlay - New	15,957	15,336	621
Total Instruction	42,959	33,937	9,022
Support Services:			
Pupils:			
Purchased Services	5,048	5,048	0
Operation of Non-Instructional Services:			
Community Services:			
Materials and Supplies	1,640	1,196	444
Capital Outlay - New	7,753	7,027	726
Total Operation of Non-Instructional Services	9,393	8,223	1,170
<i>Total Expenditures</i>	57,400	47,208	10,192
<i>Excess of Revenues Over Expenditures</i>	3,366	13,558	10,192
Other Financing Uses			
Advances Out	(6,976)	(6,976)	0
<i>Excess of Revenues Over (Under)</i> <i>Expenditures and Other Financing Uses</i>	(3,610)	6,582	10,192
<i>Fund Balance Beginning of Year</i>	0	0	0
Prior Year Encumbrances Appropriated	3,610	3,610	0
<i>Fund Balance End of Year</i>	\$0	\$10,192	\$10,192

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Emergency Immigrant Education Fund
For the Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Expenditures			
Current:			
Instruction:			
Special:			
Salaries and Wages	1,164	1,726	(562)
Fringe Benefits	0	221	(221)
Purchased Services	72	0	72
Materials and Supplies	969	258	711
Total Expenditures	<u>2,205</u>	<u>2,205</u>	<u>0</u>
<i>Excess of Revenues Under Expenditures</i>	(2,205)	(2,205)	0
<i>Fund Balance Beginning of Year</i>	<u>2,205</u>	<u>2,205</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Drug Free Schools Grant Fund
For the Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$65,132	\$65,132	\$0
Expenditures			
Current:			
Support Services:			
Pupils:			
Salaries and Wages	43,201	41,071	2,130
Fringe Benefits	4,225	3,923	302
Purchased Services	3,170	7,347	(4,177)
Materials and Supplies	1,640	0	1,640
Total Pupils	52,236	52,341	(105)
Pupil Transportation:			
Purchased Services	105	0	105
<i>Total Expenditures</i>	52,341	52,341	0
<i>Excess of Revenues Over Expenditures</i>	12,791	12,791	0
Other Financing Uses			
Advances Out	(15,708)	(15,708)	0
<i>Excess of Revenues Under Expenditures and Other Financing Uses</i>	(2,917)	(2,917)	0
<i>Fund Balance Beginning of Year</i>	0	0	0
Prior Year Encumbrances Appropriated	2,917	2,917	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$0

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Preschool Grant Fund
For the Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$40,024	\$40,024	\$0
Expenditures			
Current:			
Instruction:			
Special:			
Purchased Services	10,000	5,700	4,300
Materials and Supplies	4,220	4,158	62
Capital Outlay - New	1,000	0	1,000
Total Instruction	15,220	9,858	5,362
Support Services:			
Pupils:			
Salaries and Wages	24,150	24,150	0
Fringe Benefits	5,524	5,524	0
Purchased Services	150	0	150
Materials and Supplies	1,610	432	1,178
Total Support Services	31,434	30,106	1,328
Operation of Non-Instructional Services:			
Community Services:			
Purchased Services	40	0	40
<i>Total Expenditures</i>	46,694	39,964	6,730
<i>Excess of Revenues Over (Under) Expenditures</i>	(6,670)	60	6,730
<i>Fund Balance Beginning of Year</i>	1,670	1,670	0
Prior Year Encumbrances Appropriated	5,000	5,000	0
<i>Fund Balance End of Year</i>	\$0	\$6,730	\$6,730

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Class Size Reduction Grant Fund
For the Fiscal Year Ended June 30, 2001

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Intergovernmental	<u>\$137,300</u>	<u>\$137,300</u>	<u>\$0</u>
Expenditures			
Current:			
Instruction:			
Regular:			
Salaries and Wages	137,847	127,925	9,922
Fringe Benefits	<u>26,887</u>	<u>36,809</u>	<u>(9,922)</u>
<i>Total Expenditures</i>	<u>164,734</u>	<u>164,734</u>	<u>0</u>
<i>Excess of Revenues Under Expenditures</i>	(27,434)	(27,434)	0
<i>Fund Balance Beginning of Year</i>	<u>27,434</u>	<u>27,434</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
LSTA Mini Grant Fund
For the Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$29,868	\$29,868	\$0
Expenditures	<u>0</u>	<u>0</u>	<u>0</u>
<i>Excess of Revenues Over Expenditures</i>	29,868	29,868	0
Other Financing Sources			
Advances Out	<u>(29,868)</u>	<u>(29,868)</u>	<u>0</u>
<i>Excess of Revenues Over Expenditures and Other Financing Uses</i>	0	0	0
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
All Special Revenue Funds
For the Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Taxes	\$69,768	\$69,768	\$0
Intergovernmental	2,868,301	2,791,610	(76,691)
Interest	15,240	87,555	72,315
Tuition and Fees	297,019	164,249	(132,770)
Extracurricular Activities	712,007	511,377	(200,630)
Donations	204,797	177,836	(26,961)
Miscellaneous	29,039	48,889	19,850
<i>Total Revenues</i>	<u>4,196,171</u>	<u>3,851,284</u>	<u>(344,887)</u>
Expenditures			
Current:			
Instruction:			
Regular:			
Salaries and Wages	168,391	153,504	14,887
Fringe Benefits	28,717	38,130	(9,413)
Purchased Services	21,267	10,305	10,962
Materials and Supplies	147,872	106,452	41,420
Capital Outlay - New	36,957	44,776	(7,819)
Other	100	0	100
Total Regular	<u>403,304</u>	<u>353,167</u>	<u>50,137</u>
Special:			
Salaries and Wages	491,231	398,569	92,662
Fringe Benefits	103,124	74,178	28,946
Purchased Services	151,745	103,893	47,852
Materials and Supplies	63,858	25,951	37,907
Capital Outlay - New	9,003	7,625	1,378
Total Special	<u>818,961</u>	<u>610,216</u>	<u>208,745</u>
Vocational:			
Salaries and Wages	54,718	53,900	818
Fringe Benefits	4,308	4,185	123
Purchased Services	5,925	5,925	0
Materials and Supplies	4,940	11,005	(6,065)
Capital Outlay - New	0	3,832	(3,832)
Other	1,000	1,000	0
Total Vocational	<u>\$70,891</u>	<u>\$79,847</u>	<u>(\$8,956)</u>

(continued)

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
All Special Revenue Funds (continued)
For the Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Adult/Continuing:			
Salaries and Wages	\$160,724	\$131,573	\$29,151
Fringe Benefits	26,515	28,710	(2,195)
Purchased Services	1,525	2,799	(1,274)
Materials and Supplies	10,021	10,014	7
Other	0	16,339	(16,339)
Total Adult/Continuing	<u>198,785</u>	<u>189,435</u>	<u>9,350</u>
Total Instruction	<u>1,491,941</u>	<u>1,232,665</u>	<u>259,276</u>
Support Services:			
Pupils:			
Salaries and Wages	458,800	466,254	(7,454)
Fringe Benefits	99,468	97,250	2,218
Purchased Services	168,788	254,022	(85,234)
Materials and Supplies	221,244	190,601	30,643
Capital Outlay - New	10,100	5,641	4,459
Other	1,500	1,810	(310)
Total Pupils	<u>959,900</u>	<u>1,015,578</u>	<u>(55,678)</u>
Instructional Staff:			
Salaries and Wages	201,147	165,459	35,688
Fringe Benefits	40,095	34,870	5,225
Purchased Services	73,873	76,867	(2,994)
Materials and Supplies	82,260	87,440	(5,180)
Capital Outlay - New	7,607	3,569	4,038
Total Instructional Staff	<u>404,982</u>	<u>368,205</u>	<u>36,777</u>
Administration:			
Salaries and Wages	103,181	88,255	14,926
Fringe Benefits	23,707	24,741	(1,034)
Purchased Services	6,671	3,277	3,394
Materials and Supplies	25,920	13,782	12,138
Capital Outlay - New	18,972	13,354	5,618
Total Administration	<u>178,451</u>	<u>143,409</u>	<u>35,042</u>
Business:			
Purchased Services	<u>3,250</u>	<u>2,837</u>	<u>413</u>
Operation and Maintenance of Plant:			
Salaries and Wages	54	54	0
Purchased Services	58,580	31,242	27,338
Materials and Supplies	53,727	14,067	39,660
Capital Outlay - New	1,200	1,076	124
Capital Outlay - Replacement	0	789	(789)
Total Operation and Maintenance of Plant	<u>\$113,561</u>	<u>\$47,228</u>	<u>\$66,333</u>

(continued)

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
All Special Revenue Funds (continued)
For the Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Pupil Transportation:			
Purchased Services	\$22,705	\$15,310	\$7,395
Materials and Supplies	1,500	0	1,500
Total Pupil Transportation	24,205	15,310	8,895
Central:			
Purchased Services	15,000	35,368	(20,368)
Materials and Supplies	10,000	6,729	3,271
Capital Outlay - New	24,344	7,247	17,097
Total Central	49,344	49,344	0
Total Support Services	1,733,693	1,641,911	91,782
Operation of Non-Instructional Services:			
Services:			
Food Service Operations:			
Other	300	0	300
Community Services:			
Salaries and Wages	144,831	98,774	46,057
Fringe Benefits	43,593	37,003	6,590
Purchased Services	464,872	442,044	22,828
Materials and Supplies	317,492	313,479	4,013
Capital Outlay - New	10,984	10,258	726
Other	15,023	10,614	4,409
Total Community Services	996,795	912,172	84,623
Total Operation of Non-Instructional Services	997,095	912,172	84,923
Extracurricular Activities:			
Academic and Subject Oriented Activities			
Purchased Services	127,988	129,135	(1,147)
Materials and Supplies	41,756	58,960	(17,204)
Capital Outlay - New	22,426	5,919	16,507
Capital Outlay - Replacement	1,700	0	1,700
Other	44,347	58,889	(14,542)
Total Academic and Subject Oriented Activities	\$238,217	\$252,903	(\$14,686)

(continued)

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
All Special Revenue Funds (continued)
For the Fiscal Year Ended June 30, 2001

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Sports Oriented Activities:			
Salaries and Wages	\$633,723	\$581,046	\$52,677
Fringe Benefits	79,250	84,465	(5,215)
Purchased Services	162,576	182,450	(19,874)
Materials and Supplies	155,536	181,223	(25,687)
Capital Outlay - New	1,700	4,435	(2,735)
Other	51,444	54,970	(3,526)
	<u>1,084,229</u>	<u>1,088,589</u>	<u>(4,360)</u>
Total Sports Oriented Activities			
	<u>1,322,446</u>	<u>1,341,492</u>	<u>(19,046)</u>
Total Extracurricular Activities			
	<u>5,545,175</u>	<u>5,128,240</u>	<u>416,935</u>
<i>Total Expenditures</i>			
	<u>(1,349,004)</u>	<u>(1,276,956)</u>	<u>72,048</u>
<i>Excess of Revenues Under Expenditures</i>			
Other Financing Sources (Uses)			
Advances In	162,319	154,851	(7,468)
Advances Out	(82,732)	(101,305)	(18,573)
Operating Transfers In	509,530	850,682	341,152
Operating Transfers Out	(11,205)	(58,017)	(46,812)
	<u>577,912</u>	<u>846,211</u>	<u>268,299</u>
<i>Total Other Financing Sources (Uses)</i>			
<i>Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses</i>	(771,092)	(430,745)	340,347
<i>Fund Balance Beginning of Year</i>	1,034,783	1,034,783	0
Prior Year Encumbrances Appropriated	<u>210,337</u>	<u>210,337</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$474,028</u></u>	<u><u>\$814,375</u></u>	<u><u>\$340,347</u></u>

Debt Service Fund

The Debt Service fund accounts for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

Since there is only one debt service fund and the level of budgetary control is not greater than that presented in the combined financial statements, no additional financial statements are presented here.

Capital Projects Funds

Capital Projects funds account for the acquisition, construction or improvement of capital facilities other than those financed by proprietary funds.

Permanent Improvement Fund - This fund accounts for monies to be used for various improvements to the buildings within the School District.

School Net Plus Fund - This fund accounts for State monies to be used to provide wiring to all classrooms that supports the transmission of voice, video and data, and to provide a computer workstation and related technology for every classroom.

Willoughby-Eastlake City School District

Combining Balance Sheet

All Capital Projects Funds

June 30, 2001

	<u>Permanent Improvement</u>	<u>School Net Plus</u>	<u>Totals</u>
Assets			
Equity in Pooled Cash and Cash Equivalents	\$3,090,389	\$267,612	\$3,358,001
Taxes Receivables	<u>1,290,910</u>	<u>0</u>	<u>1,290,910</u>
<i>Total Assets</i>	<u><u>\$4,381,299</u></u>	<u><u>\$267,612</u></u>	<u><u>\$4,648,911</u></u>
Liabilities			
Accounts Payable	\$81,394	\$18,000	\$99,394
Deferred Revenue	<u>1,152,167</u>	<u>0</u>	<u>1,152,167</u>
<i>Total Liabilities</i>	<u><u>1,233,561</u></u>	<u><u>18,000</u></u>	<u><u>1,251,561</u></u>
Fund Equity			
Fund Balance:			
Reserved for Encumbrances	147,230	0	147,230
Reserved for Property Taxes	78,242	0	78,242
Unreserved, Undesignated	<u>2,922,266</u>	<u>249,612</u>	<u>3,171,878</u>
<i>Total Fund Equity</i>	<u><u>3,147,738</u></u>	<u><u>249,612</u></u>	<u><u>3,397,350</u></u>
<i>Total Liabilities and Fund Equity</i>	<u><u>\$4,381,299</u></u>	<u><u>\$267,612</u></u>	<u><u>\$4,648,911</u></u>

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

	Permanent Improvement	School Net Plus	Totals
Revenues			
Taxes	\$1,330,362	\$0	\$1,330,362
Intergovernmental	236,420	191,833	428,253
<i>Total Revenues</i>	1,566,782	191,833	1,758,615
Expenditures			
Capital Outlay	1,155,657	204,722	1,360,379
<i>Excess of Revenues Over (Under) Expenditures</i>	411,125	(12,889)	398,236
Other Financing Sources			
Proceeds from Sale of Fixed Assets	90,000	0	90,000
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures</i>	501,125	(12,889)	488,236
<i>Fund Balances Beginning of Year</i>	2,646,613	262,501	2,909,114
<i>Fund Balances End of Year</i>	<u>\$3,147,738</u>	<u>\$249,612</u>	<u>\$3,397,350</u>

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Permanent Improvement Fund
For the Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Taxes	\$1,405,980	\$1,294,779	(\$111,201)
Intergovernmental	215,219	236,420	21,201
<i>Total Revenues</i>	<u>1,621,199</u>	<u>1,531,199</u>	<u>(90,000)</u>
Expenditures			
Current:			
Instruction:			
Regular:			
Materials and Supplies	20,000	18,139	1,861
Capital Outlay - New	40,000	32,698	7,302
Total Regular	<u>60,000</u>	<u>50,837</u>	<u>9,163</u>
Vocational:			
Materials and Supplies	1,000	429	571
Capital Outlay - New	25,572	23,459	2,113
Total Vocational	<u>26,572</u>	<u>23,888</u>	<u>2,684</u>
Total Instruction	<u>86,572</u>	<u>74,725</u>	<u>11,847</u>
Support Services:			
Pupils:			
Materials and Supplies	20,000	11,592	8,408
Instructional Staff:			
Materials and Supplies	20,000	9,660	10,340
Board of Education:			
Other	6,000	4,195	1,805
Administration:			
Materials and Supplies	11,061	9,478	1,583
Capital Outlay - New	114,269	97,140	17,129
Total Administration	<u>125,330</u>	<u>106,618</u>	<u>18,712</u>
Fiscal:			
Other	20,000	11,548	8,452
Operation and Maintenance of Plant:			
Purchased Services	1,224,133	682,794	541,339
Materials and Supplies	275,035	208,968	66,067
Capital Outlay - New	40,000	35,143	4,857
Capital Outlay - Replacement	45,000	40,590	4,410
Total Operation and Maintenance of Plant	<u>\$1,584,168</u>	<u>\$967,495</u>	<u>\$616,673</u>

(continued)

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Permanent Improvement Fund (continued)
For the Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Pupil Transportation:			
Materials and Supplies	\$64,251	\$63,171	\$1,080
Capital Outlay - Replacement	158,883	157,761	1,122
Total Pupil Transportation	223,134	220,932	2,202
Total Support Services	1,998,632	1,332,040	666,592
Operation of Non-Instructional Services:			
Food Service Operations:			
Purchased Services	9,500	9,096	404
Materials and Supplies	10,000	9,355	645
Capital Outlay - New	6,000	3,855	2,145
Total Operation of Non-Instructional Services	25,500	22,306	3,194
<i>Total Expenditures</i>	2,110,704	1,429,071	681,633
<i>Excess of Revenues Over (Under) Expenditures</i>	(489,505)	102,128	591,633
Other Financing Sources			
Proceeds from Sale of Fixed Assets	0	90,000	90,000
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures</i>	(489,505)	192,128	681,633
<i>Fund Balance Beginning of Year</i>	2,258,934	2,258,934	0
Prior Year Encumbrances Appropriated	410,703	410,703	0
<i>Fund Balance End of Year</i>	\$2,180,132	\$2,861,765	\$681,633

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
School Net Plus Fund
For the Fiscal Year Ended June 30, 2001

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Intergovernmental	<u>\$191,833</u>	<u>\$191,833</u>	<u>\$0</u>
Expenditures			
Current:			
Instruction:			
Regular:			
Purchased Services	39,696	981	38,715
Materials and Supplies	150,446	78,004	72,442
Capital Outlay - New	<u>187,692</u>	<u>86,737</u>	<u>100,955</u>
Total Instruction	<u>377,834</u>	<u>165,722</u>	<u>212,112</u>
Support Services:			
Central:			
Purchased Services	<u>39,000</u>	<u>39,000</u>	<u>0</u>
<i>Total Expenditures</i>	<u>416,834</u>	<u>204,722</u>	<u>212,112</u>
<i>Excess of Revenues Under Expenditures</i>	(225,001)	(12,889)	212,112
<i>Fund Balance Beginning of Year</i>	128,721	128,721	0
Prior Year Encumbrances Appropriated	<u>133,780</u>	<u>133,780</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$37,500</u></u>	<u><u>\$249,612</u></u>	<u><u>\$212,112</u></u>

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
All Capital Projects Funds
For the Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Taxes	\$1,405,980	\$1,294,779	(\$111,201)
Intergovernmental	407,052	428,253	21,201
<i>Total Revenues</i>	<u>1,813,032</u>	<u>1,723,032</u>	<u>(90,000)</u>
Expenditures			
Current:			
Instruction:			
Regular:			
Purchased Services	39,696	981	38,715
Materials and Supplies	170,446	96,143	74,303
Capital Outlay - New	227,692	119,435	108,257
Total Regular	<u>437,834</u>	<u>216,559</u>	<u>221,275</u>
Vocational:			
Materials and Supplies	1,000	429	571
Capital Outlay - New	25,572	23,459	2,113
Total Vocational	<u>26,572</u>	<u>23,888</u>	<u>2,684</u>
Total Instruction	<u>464,406</u>	<u>240,447</u>	<u>223,959</u>
Support Services:			
Pupils:			
Materials and Supplies	20,000	11,592	8,408
Instructional Staff:			
Materials and Supplies	20,000	9,660	10,340
Board of Education:			
Other	6,000	4,195	1,805
Administration:			
Materials and Supplies	11,061	9,478	1,583
Capital Outlay - New	114,269	97,140	17,129
Total Administration	<u>125,330</u>	<u>106,618</u>	<u>18,712</u>
Fiscal:			
Other	20,000	11,548	8,452
Operation and Maintenance of Plant:			
Purchased Services	1,224,133	682,794	541,339
Materials and Supplies	275,035	208,968	66,067
Capital Outlay - New	40,000	35,143	4,857
Capital Outlay - Replacement	45,000	40,590	4,410
Total Operation and Maintenance of Plant	<u>\$1,584,168</u>	<u>\$967,495</u>	<u>\$616,673</u>

(continued)

Willoughby-Eastlake City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
All Capital Projects Funds (continued)
For the Fiscal Year Ended June 30, 2001

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Pupil Transportation:			
Materials and Supplies	\$64,251	\$63,171	\$1,080
Capital Outlay - Replacement	<u>158,883</u>	<u>157,761</u>	<u>1,122</u>
Total Pupil Transportation	<u>223,134</u>	<u>220,932</u>	<u>2,202</u>
Central:			
Purchased Services	<u>39,000</u>	<u>39,000</u>	<u>0</u>
Total Support Services	<u>2,037,632</u>	<u>1,371,040</u>	<u>666,592</u>
Operation of Non-Instructional Services:			
Services:			
Food Service Operations:			
Purchased Services	9,500	9,096	404
Materials and Supplies	10,000	9,355	645
Capital Outlay - New	<u>6,000</u>	<u>3,855</u>	<u>2,145</u>
Total Operation of Non-Instructional Services	<u>25,500</u>	<u>22,306</u>	<u>3,194</u>
<i>Total Expenditures</i>	<u>2,527,538</u>	<u>1,633,793</u>	<u>893,745</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(714,506)	89,239	803,745
Other Financing Sources			
Proceeds from Sale of Fixed Assets	<u>0</u>	<u>90,000</u>	<u>90,000</u>
<i>Excess of Revenues and Other Financing Sources Over (Under) Expenditures</i>	(714,506)	179,239	893,745
<i>Fund Balance Beginning of Year</i>	2,387,655	2,387,655	0
Prior Year Encumbrances Appropriated	<u>544,483</u>	<u>544,483</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$2,217,632</u></u>	<u><u>\$3,111,377</u></u>	<u><u>\$893,745</u></u>

Enterprise Funds

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

Food Service Fund - This fund accounts for the financial transactions related to the food service operations of the School District.

Uniform School Supplies Fund - This fund accounts for the purchase and sale of school supplies for use in the School District. Profits derived from such sales are used for school purposes or activities connected with the school.

Special Services Fund - This fund accounts for customer services provided by classes at the Industrial Training Center.

Community Education Fund - This fund accounts for revenues and expenses involved in upgrading and retraining out-of-school youths and adults for the purpose of improving their skills and knowledge in their occupation or planned occupation.

Latchkey/Preschool Fund - This fund accounts for revenues and expenses involved in elementary and secondary summer school, the preschool program, and the latchkey program.

Willoughby-Eastlake City School District

Combining Balance Sheet

All Enterprise Funds

June 30, 2001

	<u>Food Service</u>	<u>Uniform School Supplies</u>	<u>Special Services</u>
Assets			
<i>Current Assets</i>			
Equity in Pooled Cash and			
Cash Equivalents	\$120	\$38,901	\$12,990
Accounts Receivable	418	93,365	0
Inventory Held for Resale	19,847	0	0
Material and Supplies Inventory	<u>1,733</u>	<u>0</u>	<u>0</u>
 <i>Total Current Assets</i>	 22,118	 132,266	 12,990
 Fixed Assets (Net of Accumulated Depreciation)	 <u>17,699</u>	 <u>0</u>	 <u>0</u>
 <i>Total Assets</i>	 <u><u>\$39,817</u></u>	 <u><u>\$132,266</u></u>	 <u><u>\$12,990</u></u>
Liabilities			
<i>Current Liabilities</i>			
Accounts Payable	\$119	\$0	\$0
Accrued Wages and Benefits	12,330	0	0
Interfund Payable	16,990	87,200	6,489
Intergovernmental Payable	59,224	0	0
Deferred Revenue	<u>15,968</u>	<u>0</u>	<u>0</u>
 <i>Total Current Liabilities</i>	 104,631	 87,200	 6,489
 <i>Long-Term Liabilities</i>			
Compensated Absences Payable	<u>54,970</u>	<u>0</u>	<u>0</u>
 <i>Total Liabilities</i>	 <u>159,601</u>	 <u>87,200</u>	 <u>6,489</u>
Fund Equity			
Contributed Capital	9,591	0	0
Retained Earnings:			
Unreserved (Deficit)	<u>(129,375)</u>	<u>45,066</u>	<u>6,501</u>
 <i>Total Fund Equity (Deficit)</i>	 <u>(119,784)</u>	 <u>45,066</u>	 <u>6,501</u>
 <i>Total Liabilities and Fund Equity</i>	 <u><u>\$39,817</u></u>	 <u><u>\$132,266</u></u>	 <u><u>\$12,990</u></u>

<u>Community Education</u>	<u>Latchkey/ Preschool</u>	<u>Totals</u>
\$14,301	\$157,531	\$223,843
0	0	93,783
0	0	19,847
<u>0</u>	<u>0</u>	<u>1,733</u>
14,301	157,531	339,206
<u>0</u>	<u>0</u>	<u>17,699</u>
<u>\$14,301</u>	<u>\$157,531</u>	<u>\$356,905</u>
\$0	\$0	\$119
193	35,339	47,862
0	0	110,679
35	35,544	94,803
<u>0</u>	<u>0</u>	<u>15,968</u>
228	70,883	269,431
<u>0</u>	<u>0</u>	<u>54,970</u>
<u>228</u>	<u>70,883</u>	<u>324,401</u>
0	0	9,591
<u>14,073</u>	<u>86,648</u>	<u>22,913</u>
<u>14,073</u>	<u>86,648</u>	<u>32,504</u>
<u>\$14,301</u>	<u>\$157,531</u>	<u>\$356,905</u>

Willoughby-Eastlake City School District
*Combining Statement of Revenues,
Expenses and Changes in Fund Equity
All Enterprise Funds
For the Fiscal Year Ended June 30, 2001*

	Food Service	Uniform School Supplies	Special Services
Operating Revenues			
Tuition and Fees	\$0	\$0	\$0
Sales	1,574,159	328,854	0
Charges for Services	0	0	21,087
Other	0	0	0
<i>Total Operating Revenues</i>	<u>1,574,159</u>	<u>328,854</u>	<u>21,087</u>
Operating Expenses			
Salaries	884,212	0	0
Fringe Benefits	387,100	0	0
Purchased Services	53,498	0	848
Materials and Supplies	631,704	266,022	26,102
Cost of Sales	315,852	133,011	0
Depreciation	3,809	0	0
<i>Total Operating Expenses</i>	<u>2,276,175</u>	<u>399,033</u>	<u>26,950</u>
<i>Operating Income (Loss)</i>	<u>(702,016)</u>	<u>(70,179)</u>	<u>(5,863)</u>
Non-Operating Revenues			
Federal Donated Commodities	136,112	0	0
Operating Grants	475,826	0	0
Interest	2,404	0	0
Other Non-Operating Revenues	0	0	465
<i>Total Non-Operating Revenues</i>	<u>614,342</u>	<u>0</u>	<u>465</u>
<i>Income (Loss) Before Operating Transfers</i>	(87,674)	(70,179)	(5,398)
Operating Transfers In	0	52,689	0
Operating Transfers Out	0	0	0
<i>Net Income (Loss)</i>	(87,674)	(17,490)	(5,398)
<i>Retained Earnings (Deficit) Beginning of Year</i>	<u>(41,701)</u>	<u>62,556</u>	<u>11,899</u>
<i>Retained Earnings (Deficit) End of Year</i>	(129,375)	45,066	6,501
<i>Contributed Capital Beginning and End of Year</i>	<u>9,591</u>	<u>0</u>	<u>0</u>
<i>Total Fund Equity (Deficit) End of Year</i>	<u><u>(\$119,784)</u></u>	<u><u>\$45,066</u></u>	<u><u>\$6,501</u></u>

Community Education	Latchkey/ Preschool	Totals
\$8,940	\$549,067	\$558,007
0	0	1,903,013
0	0	21,087
1,423	0	1,423
<u>10,363</u>	<u>549,067</u>	<u>2,483,530</u>
9,195	336,008	1,229,415
1,478	98,070	486,648
0	3,836	58,182
1,742	27,317	952,887
0	0	448,863
0	0	3,809
<u>12,415</u>	<u>465,231</u>	<u>3,179,804</u>
<u>(2,052)</u>	<u>83,836</u>	<u>(696,274)</u>
0	0	136,112
5,952	0	481,778
0	0	2,404
0	0	465
<u>5,952</u>	<u>0</u>	<u>620,759</u>
3,900	83,836	(75,515)
0	7,399	60,088
0	(115,680)	(115,680)
3,900	(24,445)	(131,107)
<u>10,173</u>	<u>111,093</u>	<u>154,020</u>
14,073	86,648	22,913
0	0	9,591
<u>\$14,073</u>	<u>\$86,648</u>	<u>\$32,504</u>

Willoughby-Eastlake City School District

Combining Statement of Cash Flows

All Enterprise Funds

For the Fiscal Year Ended June 30, 2001

	<u>Food Service</u>	<u>Uniform School Supplies</u>	<u>Special Services</u>
<i>Increase (Decreases) in Cash and Cash Equivalents</i>			
Cash Flows from Operating Activities			
Cash Received from Customers	\$1,573,741	\$311,554	\$21,087
Cash Received from Tuition Payments	0	0	0
Cash Received from Other Operating Sources	0	0	0
Cash Received from Other Non-Operating Sources	0	0	465
Cash Payments to Suppliers for Goods and Services	(863,587)	(399,033)	(26,950)
Cash Payments to Employees for Services	(873,815)	0	0
Cash Payments for Employee Benefits	(384,854)	0	0
	<u>(548,515)</u>	<u>(87,479)</u>	<u>(5,398)</u>
<i>Net Cash Provided by (Used for) Operating Activities</i>			
Cash Flows from Noncapital Financing Activities			
Operating Grants Received	475,826	0	0
Operating Transfers In	0	52,689	0
Operating Transfers Out	0	0	0
Advances In	16,990	0	0
	<u>492,816</u>	<u>52,689</u>	<u>0</u>
<i>Net Cash Provided by (Used for) Noncapital Financing Activities</i>			
Cash Flows from Investing Activities			
Interest on Investments	2,404	0	0
	<u>2,404</u>	<u>0</u>	<u>0</u>
<i>Net Increase (Decrease) in Cash and Cash Equivalents</i>			
	<u>(53,295)</u>	<u>(34,790)</u>	<u>(5,398)</u>
<i>Cash and Cash Equivalents Beginning of Year</i>			
	<u>53,415</u>	<u>73,691</u>	<u>18,388</u>
<i>Cash and Cash Equivalents End of Year</i>			
	<u><u>\$120</u></u>	<u><u>\$38,901</u></u>	<u><u>\$12,990</u></u>
 Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities			
<i>Operating Income (Loss)</i>	<u>(\$702,016)</u>	<u>(\$70,179)</u>	<u>(\$5,863)</u>
<i>Adjustments:</i>			
Donated Commodities Used During Year	136,112	0	0
Depreciation	3,809	0	0
Other Non-Operating Revenues	0	0	465
<i>(Increases)Decreases in Assets:</i>			
Accounts Receivable	(418)	(17,300)	0
Inventory Held for Resale	1,373	0	0
Materials and Supplies Inventory	(137)	0	0
<i>Increase (Decreases) in Liabilities:</i>			
Accounts Payable	119	0	0
Accrued Wages and Benefits	4,677	0	0
Compensated Absences Payable	5,720	0	0
Intergovernmental Payable	2,246	0	0
	<u>153,501</u>	<u>(17,300)</u>	<u>465</u>
<i>Total Adjustments</i>	<u>153,501</u>	<u>(17,300)</u>	<u>465</u>
<i>Net Cash Provided by (Used for) Operating Activities</i>	<u><u>(\$548,515)</u></u>	<u><u>(\$87,479)</u></u>	<u><u>(\$5,398)</u></u>

<u>Community Education</u>	<u>Latchkey/ Preschool</u>	<u>Totals</u>
\$0	\$0	\$1,906,382
8,940	549,067	558,007
1,423	0	1,423
0	0	465
(1,742)	(31,428)	(1,322,740)
(10,304)	(314,506)	(1,198,625)
<u>(1,443)</u>	<u>(99,729)</u>	<u>(486,026)</u>
<u>(3,126)</u>	<u>103,404</u>	<u>(541,114)</u>
5,952	0	481,778
0	7,399	60,088
0	(115,680)	(115,680)
<u>0</u>	<u>0</u>	<u>16,990</u>
<u>5,952</u>	<u>(108,281)</u>	<u>443,176</u>
<u>0</u>	<u>0</u>	<u>2,404</u>
2,826	(4,877)	(95,534)
<u>11,475</u>	<u>162,408</u>	<u>319,377</u>
<u>\$14,301</u>	<u>\$157,531</u>	<u>\$223,843</u>
<u>(\$2,052)</u>	<u>\$83,836</u>	<u>(\$696,274)</u>
0	0	136,112
0	0	3,809
0	0	465
0	0	(17,718)
0	0	1,373
0	0	(137)
0	(275)	(156)
(1,109)	21,502	25,070
0	0	5,720
<u>35</u>	<u>(1,659)</u>	<u>622</u>
<u>(1,074)</u>	<u>19,568</u>	<u>155,160</u>
<u>(\$3,126)</u>	<u>\$103,404</u>	<u>(\$541,114)</u>

Willoughby-Eastlake City School District
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Food Service Fund
For the Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Sales	\$1,572,067	\$1,573,741	\$1,674
Interest	0	2,404	2,404
Operating Grants	477,398	475,826	(1,572)
<i>Total Revenues</i>	<u>2,049,465</u>	<u>2,051,971</u>	<u>2,506</u>
Expenses			
Salaries:			
Food Service Operations	971,724	873,815	97,909
Fringe Benefits:			
Food Service Operations	328,352	384,854	(56,502)
Purchased Services:			
Food Service Operations	52,100	53,498	(1,398)
Materials and Supplies:			
Food Service Operations	770,200	810,209	(40,009)
<i>Total Expenses</i>	<u>2,122,376</u>	<u>2,122,376</u>	<u>0</u>
<i>Excess of Revenues Under Expenses</i>	(72,911)	(70,405)	2,506
Advances In	19,496	16,990	(2,506)
<i>Excess of Revenues Under Expenses and Advances</i>	(53,415)	(53,415)	0
<i>Fund Equity Beginning of Year</i>	<u>53,415</u>	<u>53,415</u>	<u>0</u>
<i>Fund Equity End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

Willoughby-Eastlake City School District
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Uniform School Supplies Fund
For the Fiscal Year Ended June 30, 2001

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Sales	<u>\$331,925</u>	<u>\$311,554</u>	<u>(\$20,371)</u>
Expenses			
Materials and Supplies:			
Regular Instruction	363,450	369,919	(6,469)
Special Instruction	5,600	2,825	2,775
Vocational Instruction	<u>30,135</u>	<u>26,441</u>	<u>3,694</u>
<i>Total Expenses</i>	<u>399,185</u>	<u>399,185</u>	<u>0</u>
<i>Excess of Revenues Under Expenses</i>	(67,260)	(87,631)	(20,371)
Operating Transfers In	<u>0</u>	<u>52,689</u>	<u>52,689</u>
<i>Excess of Revenues Under Expenses and Transfers</i>	(67,260)	(34,942)	32,318
<i>Fund Equity Beginning of Year</i>	72,512	72,512	0
Prior Year Encumbrances Appropriated	<u>1,179</u>	<u>1,179</u>	<u>0</u>
<i>Fund Equity End of Year</i>	<u><u>\$6,431</u></u>	<u><u>\$38,749</u></u>	<u><u>\$32,318</u></u>

Willoughby-Eastlake City School District
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Special Services Fund
For the Fiscal Year Ended June 30, 2001

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Charges for Services	\$19,589	\$21,087	\$1,498
Donations	<u>1,000</u>	<u>465</u>	<u>(535)</u>
<i>Total Revenues</i>	<u>20,589</u>	<u>21,552</u>	<u>963</u>
Expenses			
Purchased Services:			
Vocational Instruction	1,500	848	652
Materials and Supplies:			
Vocational Instruction	<u>36,527</u>	<u>26,102</u>	<u>10,425</u>
<i>Total Expenses</i>	<u>38,027</u>	<u>26,950</u>	<u>11,077</u>
<i>Excess of Revenues Under Expenses</i>	(17,438)	(5,398)	12,040
<i>Fund Equity Beginning of Year</i>	18,361	18,361	0
Prior Year Encumbrances Appropriated	<u>27</u>	<u>27</u>	<u>0</u>
<i>Fund Equity End of Year</i>	<u><u>\$950</u></u>	<u><u>\$12,990</u></u>	<u><u>\$12,040</u></u>

Willoughby-Eastlake City School District
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Community Education Fund
For the Fiscal Year Ended June 30, 2001

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Tuition and Fees	\$16,315	\$8,940	(\$7,375)
Operating Grants	0	5,952	5,952
Other	0	1,423	1,423
<i>Total Revenues</i>	<u>16,315</u>	<u>16,315</u>	<u>0</u>
Expenses			
Salaries:			
Pupil Support Services	11,000	10,304	696
Fringe Benefits:			
Pupil Support Services	2,000	1,443	557
Materials and Supplies:			
Pupil Support Services	<u>2,000</u>	<u>1,742</u>	<u>258</u>
<i>Total Expenses</i>	<u>15,000</u>	<u>13,489</u>	<u>1,511</u>
<i>Excess of Revenues Over Expenses</i>	1,315	2,826	1,511
<i>Fund Equity Beginning of Year</i>	<u>11,475</u>	<u>11,475</u>	<u>0</u>
<i>Fund Equity End of Year</i>	<u><u>\$12,790</u></u>	<u><u>\$14,301</u></u>	<u><u>\$1,511</u></u>

Willoughby-Eastlake City School District
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Latchkey/Preschool Fund
For the Fiscal Year Ended June 30, 2001

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Revenues			
Tuition and Fees	<u>\$531,154</u>	<u>\$549,067</u>	<u>\$17,913</u>
Expenses			
Salaries:			
Regular Instruction	43,500	54,734	(11,234)
Adult/Continuing Instruction	2,300	7,811	(5,511)
Pupil Transportation Support Services	0	1,124	(1,124)
Operation of Non-Instructional Services	<u>374,100</u>	<u>250,837</u>	<u>123,263</u>
Total Salaries	<u>419,900</u>	<u>314,506</u>	<u>105,394</u>
Fringe Benefits:			
Regular Instruction	0	8,331	(8,331)
Adult/Continuing Instruction	0	1,625	(1,625)
Pupil Transportation Support Services	0	150	(150)
Operation of Non-Instructional Services	<u>55,300</u>	<u>89,623</u>	<u>(34,323)</u>
Total Fringe Benefits	<u>55,300</u>	<u>99,729</u>	<u>(44,429)</u>
Purchased Services:			
Regular Instruction	0	638	(638)
Operation of Non-Instructional Services	<u>5,300</u>	<u>3,198</u>	<u>2,102</u>
Total Purchased Services	<u>5,300</u>	<u>3,836</u>	<u>1,464</u>
Materials and Supplies:			
Regular Instruction	1,592	860	732
Pupil Transportation Support Services	0	859	(859)
Operation of Non-Instructional Services	<u>27,100</u>	<u>25,873</u>	<u>1,227</u>
Total Materials and Supplies	<u>\$28,692</u>	<u>\$27,592</u>	<u>\$1,100</u>

(continued)

Willoughby-Eastlake City School District
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Latchkey/Preschool Fund (continued)
For the Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<i>Total Expenses</i>	\$509,192	\$445,663	\$63,529
<i>Excess of Revenues Over Expenses</i>	21,962	103,404	81,442
Operating Transfers In	7,600	7,399	(201)
Operating Transfers Out	(93,900)	(115,680)	(21,780)
<i>Excess of Revenues Under Expenses and Transfers</i>	(64,338)	(4,877)	59,461
<i>Fund Equity Beginning of Year</i>	162,315	162,315	0
Prior Year Encumbrances Appropriated	93	93	0
<i>Fund Equity End of Year</i>	\$98,070	\$157,531	\$59,461

Willoughby-Eastlake City School District
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
All Enterprise Funds
For the Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Tuition and Fees	\$547,469	\$558,007	\$10,538
Sales	1,903,992	1,885,295	(18,697)
Charges for Services	19,589	21,087	1,498
Interest	0	2,404	2,404
Donations	1,000	465	(535)
Other	0	1,423	1,423
Operating Grants	477,398	481,778	4,380
<i>Total Revenues</i>	<u>2,949,448</u>	<u>2,950,459</u>	<u>1,011</u>
Expenses			
Salaries:			
Regular Instruction	43,500	54,734	(11,234)
Pupil Support Services	11,000	10,304	696
Administration	2,300	7,811	(5,511)
Pupil Transportation Support Services	0	1,124	(1,124)
Food Service Operations	971,724	873,815	97,909
Operation of Non-Instructional Services	374,100	250,837	123,263
Total Salaries	<u>1,402,624</u>	<u>1,198,625</u>	<u>203,999</u>
Fringe Benefits:			
Regular Instruction	0	8,331	(8,331)
Pupil Support Services	2,000	1,443	557
Administration	0	1,625	(1,625)
Pupil Transportation Support Services	0	150	(150)
Food Service Operations	328,352	384,854	(56,502)
Operation of Non-Instructional Services	55,300	89,623	(34,323)
Total Fringe Benefits	<u>385,652</u>	<u>486,026</u>	<u>(100,374)</u>
Purchased Services:			
Regular Instruction	0	638	(638)
Vocational Instruction	1,500	848	652
Food Service Operations	52,100	53,498	(1,398)
Operation of Non-Instructional Services	5,300	3,198	2,102
Total Purchased Services	<u>\$58,900</u>	<u>\$58,182</u>	<u>\$718</u>

(continued)

Willoughby-Eastlake City School District
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
All Enterprise Funds (continued)
For the Fiscal Year Ended June 30, 2001

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Materials and Supplies:			
Regular Instruction	\$365,042	\$370,779	(\$5,737)
Special Instruction	5,600	2,825	2,775
Vocational Instruction	66,662	52,543	14,119
Pupil Support Services	2,000	1,742	258
Pupil Transportation Support Services	0	859	(859)
Food Service Operations	770,200	810,209	(40,009)
Operation of Non-Instructional Services	27,100	25,873	1,227
Total Materials and Supplies	1,236,604	1,264,830	(28,226)
<i>Total Expenses</i>	<i>3,083,780</i>	<i>3,007,663</i>	<i>76,117</i>
<i>Excess of Revenues Over Expenses</i>	<i>(134,332)</i>	<i>(57,204)</i>	<i>77,128</i>
Advances In	19,496	16,990	(2,506)
Operating Transfers In	7,600	60,088	52,488
Operating Transfers Out	(93,900)	(115,680)	(21,780)
<i>Excess of Revenues Under Expenses and Advances</i>	<i>(201,136)</i>	<i>(95,806)</i>	<i>105,330</i>
<i>Fund Equity Beginning of Year</i>	<i>318,078</i>	<i>318,078</i>	<i>0</i>
Prior Year Encumbrances Appropriated	1,299	1,299	0
<i>Fund Equity End of Year</i>	<i>\$118,241</i>	<i>\$223,571</i>	<i>\$105,330</i>

Fiduciary Funds

Fiduciary funds are used to account for assets held by the School District in a trustee capacity or as an agent for individuals, private organizations, other governmental units and other funds. This includes agency funds. The following is the School District's fiduciary fund type:

Agency Fund

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

Willoughby-Eastlake City School District

Statement of Changes in Assets and Liabilities

Agency Fund

For the Fiscal Year Ended June 30, 2001

	Beginning Balance July 1, 2000	Additions	Deductions	Ending Balance June 30, 2001
Student Activities				
Assets				
Equity in Pooled Cash and Cash Equivalents	<u>\$126,252</u>	<u>\$403,261</u>	<u>\$390,977</u>	<u>\$138,536</u>
Liabilities				
Due to Students	<u>\$126,252</u>	<u>\$403,261</u>	<u>\$390,977</u>	<u>\$138,536</u>

General Fixed Assets Account Group

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

Willoughby-Eastlake City School District

Schedule of General Fixed Assets

By Function and Type

June 30, 2001

	<u>Total</u>	<u>Land and Improvements</u>	<u>Buildings</u>	<u>Furniture and Equipment</u>	<u>Vehicles</u>
Instruction	\$24,560,310	\$560,374	\$20,784,000	\$3,215,936	\$0
Support Services:					
Pupils	98,106	0	0	98,106	0
Instructional Staff	679,772	0	0	679,772	0
Administration	412,456	0	0	412,456	0
Operation and Maintenance of Plant	249,362	0	0	133,432	115,930
Pupil Transportation	1,277,906	0	0	0	1,277,906
Central	14,095	0	0	14,095	0
Extracurricular Activities	<u>17,140</u>	<u>0</u>	<u>0</u>	<u>17,140</u>	<u>0</u>
Total General Fixed Assets	<u>\$27,309,147</u>	<u>\$560,374</u>	<u>\$20,784,000</u>	<u>\$4,570,937</u>	<u>\$1,393,836</u>

Willoughby-Eastlake City School District
Schedule of Changes in General Fixed Assets
By Function
For the Fiscal Year Ended June 30, 2001

Function	General Fixed Assets June 30, 2000	Additions	Deletions	General Fixed Assets June 30, 2001
Instruction	\$24,237,361	\$326,781	\$3,832	\$24,560,310
Support Services:				
Pupils	92,260	5,846	0	98,106
Instructional Staff	679,772	0	0	679,772
Administration	405,627	6,829	0	412,456
Operation and Maintenance of Plant	188,872	60,490	0	249,362
Pupil Transportation	1,100,597	177,309	0	1,277,906
Central	12,359	1,736	0	14,095
Extracurricular Activities	11,056	6,084	0	17,140
Total General Fixed Assets	<u>\$26,727,904</u>	<u>\$585,075</u>	<u>\$3,832</u>	<u>\$27,309,147</u>

Willoughby-Eastlake City School District

Schedule of General Fixed Assets

By Source

June 30, 2001

General Fixed Assets

Land and Improvements	\$560,374
Buildings	20,784,000
Furniture and Equipment	4,570,937
Vehicles	<u>1,393,836</u>
<i>Total General Fixed Assets</i>	<u><u>\$27,309,147</u></u>

Investments in General Fixed Assets From:

General Fund	\$21,644,785
Special Revenue Funds	1,818,744
Capital Projects Funds	3,834,363
Agency Fund	<u>11,255</u>
<i>Total Investment in General Fixed Assets</i>	<u><u>\$27,309,147</u></u>

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Willoughby-Eastlake City School District
General Fund
Expenditures by Function
Last Ten Fiscal Years

	2001	2000	1999	1998	1997	1996	1995	1994	1993	1992
Current:										
Instruction:										
Regular	\$28,661,944	\$28,369,993	\$25,723,573	\$24,691,598	\$24,994,557	\$24,875,405	\$24,190,760	\$21,909,364	\$27,555,731	\$27,404,960
Special	5,763,895	6,228,426	5,700,000	4,671,590	4,671,276	4,595,200	3,849,044	4,024,415	0	0
Vocational	3,228,739	1,933,046	2,043,381	3,091,397	2,336,717	2,008,289	1,963,853	2,331,872	0	0
Other	0	0	0	489,221	723,290	1,051,655	1,007,168	554,584	0	0
Support Services										
Pupils	3,186,731	3,271,335	2,909,394	2,796,003	2,842,161	2,907,259	2,854,578	2,668,737	2,928,109	2,423,279
Instructional Staff	1,616,654	1,515,454	1,405,870	1,307,190	1,334,359	1,393,889	1,634,107	1,560,775	1,140,818	1,023,686
Board of Education	304,184	218,226	273,908	247,471	158,562	202,069	208,493	202,723	150,611	137,194
Administration	4,098,220	3,866,846	3,674,935	3,626,395	3,927,895	3,649,616	3,649,711	3,510,080	3,043,986	3,033,471
Fiscal	967,248	961,969	1,116,090	943,849	848,035	789,324	819,725	729,092	768,591	963,210
Business	404,410	363,186	429,132	299,597	249,027	322,856	396,638	362,750	377,672	400,762
Operation and Maintenance										
of Plant	6,229,808	6,158,254	5,203,914	5,181,042	5,010,356	4,630,534	4,592,200	4,990,241	4,885,985	4,771,284
Pupil Transportation	4,505,333	3,822,720	3,400,200	3,077,564	2,966,772	2,962,953	2,547,399	2,925,548	2,750,316	2,529,231
Central	744,902	532,102	483,236	437,291	414,428	374,400	437,915	432,693	542,552	631,811
Operation of Non-Instructional										
Services	8,184	30,354	32,558	38,105	24,401	7,882	22,105	16,255	20,449	72
Extracurricular Activities	132,853	137,808	92,441	129,438	98,430	84,909	96,604	141,906	47,778	75,280
Capital Outlay	4,162	0	26,505	0	25,919	29,222	27,728	26,050	26,371	25,943
Debt Service	3,411	40,931	40,931	66,309	1,483,884	1,557,908	42,852	41,649	25,415	2,030,011
Total	\$59,860,678	\$57,450,650	\$52,556,068	\$51,040,060	\$52,110,069	\$51,443,370	\$48,340,880	\$46,428,734	\$44,264,384	\$45,450,194

Source: School District Financial Records

Instruction expenditures function is shown in total for years 1992 and 1993.

Willoughby-Eastlake City School District

General Fund

Revenues by Source

Last Ten Fiscal Years

	2001	2000	1999	1998	1997	1996	1995	1994	1993	1992
Taxes	\$44,147,371	\$43,725,047	\$42,187,216	\$42,108,268	\$38,487,088	\$37,453,502	\$37,729,382	\$31,271,664	\$32,221,853	\$31,556,657
Intergovernmental	14,561,652	13,178,730	12,466,867	12,191,864	12,187,714	12,131,499	11,206,103	11,158,906	10,864,882	10,788,753
Interest	864,710	748,275	509,330	410,778	0	0	309,788	230,192	269,694	304,781
Tuition and Fees	1,703,110	1,664,316	1,593,232	1,336,320	1,175,889	459,562	755,044	1,094,678	800,104	1,073,366
Extracurricular Activities	0	0	11,103	0	0	0	0	0	0	0
Donations	0	2,617	86	0	0	0	0	0	0	0
Charges for Services	189,222	249,175	185,985	0	0	0	0	0	0	0
Rentals	251,361	237,144	249,000	0	0	0	0	0	0	0
Miscellaneous	178,187	148,911	173,750	470,149	529,429	681,448	527,805	491,351	639,028	656,128
Total	\$61,895,613	\$59,954,215	\$57,376,569	\$56,517,379	\$52,380,120	\$50,726,011	\$50,528,122	\$44,246,791	\$44,795,561	\$44,379,685

Source: School District Financial Records

Willoughby-Eastlake City School District
Property Tax Levies and Collections
Real and Tangible Personal Property (1)
Last Ten Years

Year (2)	Current Levy	Delinquent Levy (3)	Total Levy	Current Collection	Percent of Current Levy Collected	Delinquent Collection	Total Collection	Total Collection As a Percent of Current Levy
2000	\$47,757,092	\$2,442,137	\$50,199,229	\$46,913,773	98.23%	\$2,415,360	\$49,329,133	103.3%
1999	47,953,564	2,159,442	50,113,006	47,443,568	98.9	719,278	48,162,846	100.4
1998	47,460,422	1,796,669	49,257,091	46,906,165	98.8	573,389	47,479,554	100.0
1997	44,342,404	1,392,418	45,734,822	43,733,771	98.6	608,509	44,342,280	100.0
1996	43,584,928	1,173,352	44,758,280	42,997,252	98.7	625,234	43,622,486	100.1
1995	42,459,338	1,312,681	43,772,019	41,988,952	98.9	732,269	42,721,221	100.6
1994	36,300,932	1,643,273	37,944,205	35,907,249	98.9	614,312	36,521,561	100.6
1993	36,023,453	1,837,588	37,861,041	35,584,882	98.8	688,287	36,273,169	100.7
1992	35,478,575	2,304,112	37,782,687	34,899,670	98.4	1,229,419	36,129,089	101.8
1991	33,732,095	3,175,140	36,907,235	32,819,694	97.3	1,027,050	33,846,744	100.3

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

- (1) Includes Homestead/Rollback taxes assessed locally, but distributed through the State and reported as Intergovernmental Revenue.
- (2) Represents collection year. 2000 information cannot be presented because all collections have not been made by June 30.
- (3) This amount cannot be calculated based on other information in this statistical table because of retroactive additions and reductions which are brought on in one lump sum.

Willoughby-Eastlake City School District
Assessed and Estimated Actual Value of Taxable Property
Last Ten Years

Year	Real Property		Public Utility Property		Tangible Personal Property		Total		
	Assessed Value	Estimated Actual Value (1)	Assessed Value	Estimated Actual Value (1)	Assessed Value	Estimated Actual Value (1)	Assessed Value	Estimated Actual Value (1)	
2001	\$1,217,271,030	\$3,477,917,229	\$190,829,760	\$216,852,000	\$165,437,484	\$661,749,936	\$1,573,538,274	\$4,356,519,165	37%
2000	1,081,386,630	3,089,676,086	208,672,250	237,127,557	155,232,538	620,930,152	1,445,291,418	3,947,733,795	37
1999	1,063,788,970	3,039,397,057	217,394,080	247,038,727	151,359,246	605,436,984	1,432,542,296	3,891,872,768	37
1998	1,046,294,160	2,989,411,886	220,985,390	251,119,761	137,893,748	551,574,992	1,405,173,298	3,792,106,639	37
1997	919,775,570	2,627,930,200	219,906,660	249,893,932	131,058,095	524,232,380	1,270,740,325	3,402,056,512	37
1996	898,573,150	2,567,351,857	227,192,400	258,173,182	119,553,436	478,213,744	1,245,318,986	3,303,738,783	38
1995	883,405,710	2,524,016,314	205,317,670	233,315,534	115,433,302	461,733,208	1,204,156,682	3,219,065,056	37
1994	807,841,190	2,308,117,686	200,335,460	227,653,932	114,637,308	458,549,232	1,122,813,958	2,994,320,850	37
1993	792,931,360	2,265,518,171	202,401,390	230,001,580	114,492,383	457,969,532	1,109,825,133	2,953,489,283	38
1992	778,868,990	2,225,339,971	190,429,240	216,396,864	111,015,889	444,063,556	1,080,314,119	2,885,800,391	37

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

- (1) This amount is calculated based on the following percentages:
Real estate is assessed at 35 percent of actual value.
Public utility personal is assessed at 88 percent of actual value.
Tangible personal property is assessed at 25 percent of actual value.

Willoughby-Eastlake City School District
Property Tax Rates - Direct and Overlapping Governments
(Per \$1,000 of Assessed Valuation)
Last Ten Years

Year	Willoughby-Eastlake City School District												
	General	Bond Retirement	Permanent Improvement	Total	Lake County	Library	City of Eastlake	City of Willoughby	City of Willoughby Hills	City of Willowick	Village of Timberlake	Village of Lakeline	Village of Wate Hill
2001	\$44.30	\$0.24	\$1.30	\$45.84	\$15.70	\$1.30	\$73.64	\$69.75	\$70.24	\$82.78	\$75.84	\$73.84	\$75.84
2000	45.14	0.27	1.30	46.71	15.60	1.30	73.03	70.80	70.41	82.55	76.43	73.61	76.43
1999	45.14	0.27	1.30	46.71	15.60	0.30	73.03	69.80	70.41	82.55	75.61	73.61	75.61
1998	45.14	0.27	1.30	46.71	14.10	0.30	71.53	67.40	68.91	81.05	74.11	72.11	74.11
1997	45.95	0.37	1.30	47.62	14.00	0.30	72.34	68.47	69.72	82.89	74.62	72.92	74.92
1996	46.11	0.00	1.30	47.41	14.00	0.30	72.13	68.26	69.71	82.69	74.71	72.71	74.71
1995	46.71	0.00	1.30	48.01	14.00	0.30	72.43	68.86	70.31	81.91	775.31	73.31	75.31
1994	43.09	0.42	1.30	44.81	13.90	0.30	69.31	65.56	67.11	78.61	66.21	70.01	72.01
1993	43.24	0.42	1.30	44.96	13.90	0.30	69.66	65.71	67.26	78.71	66.36	65.16	72.16
1992	43.24	0.77	1.30	45.31	12.20	0.30	68.31	64.36	65.91	77.61	65.01	63.81	70.81

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

Willoughby-Eastlake City School District
*Ratio of Net General Obligation Bonded Debt to
 Assessed Value and Net Bonded Debt Per Capita
 Last Ten Years*

Year	Net General Obligation Bonded Debt (1)	Assessed Value (2)	Population (3)	Ratio of Net Debt to Assessed Value	Net Debt Per Capita
2001	\$2,584,827	\$1,573,538,274	67,218	0.16%	\$38.45
2000	2,771,086	1,445,291,418	67,317	0.19	41.16
1999	2,954,516	1,432,542,296	67,317	0.21	43.89
1998	3,130,676	1,405,173,298	67,624	0.22	46.30
1997	3,351,518	1,270,740,325	67,624	0.26	49.56
1996	3,378,194	831,929,447	67,259	0.41	50.23
1995	3,153,365	1,204,156,682	67,259	0.26	46.88
1994	3,164,522	1,122,813,958	67,439	0.28	46.92
1993	3,588,542	1,109,825,133	67,439	0.32	53.21
1992	4,233,627	1,080,314,119	66,864	0.39	63.32

Source:

(1) School District Financial Records

(2) Lake County Auditor

(3) Lake County

Willoughby-Eastlake City School District

Computation of Legal Debt Margin

June 30, 2001

Assessed Valuation	<u>\$1,573,538,274</u>
Debt Limit - 9% of Assessed Value (1)	\$141,618,445
Amount of Debt Applicable to Debt Limit:	
General Obligation Bonds	2,780,000
Less: Amount Available in Debt Service Fund	<u>(195,173)</u>
Amount of Debt Subject to the Limit	<u>2,584,827</u>
Overall Debt Margin	<u>\$139,033,618</u>
Debt Limit - .10% of Assessed Value (1)	\$1,573,538
Amount of Debt Applicable	<u>0</u>
Unvoted Debt Margin	<u>\$1,573,538</u>

Source: Lake County Auditor and School District Financial Records

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

Willoughby-Eastlake City School District
Computation of Direct and Overlapping General Obligation Bonded Debt
December 31, 2000

Jurisdiction	General Obligation Bonded Debt Outstanding	Percentage Applicable to School District (1)	Amount Applicable to School District
<u>Direct:</u>			
Willoughby-Eastlake City School District	<u>\$2,780,000</u>	100.00%	<u>\$2,780,000</u>
<u>Overlapping:</u>			
City of Willoughby	11,635,716	97.67	11,364,604
City of Eastlake	6,775,000	99.90	6,768,225
City of Willoughby Hills	434,346	100.00	434,346
City of Willowick	670,000	99.97	669,799
Lake County	<u>17,796,850</u>	27.33	<u>4,863,879</u>
Total Overlapping	<u>37,311,912</u>		<u>24,100,853</u>
Total	<u><u>\$40,091,912</u></u>		<u><u>\$26,880,853</u></u>

Source: Lake County Auditor, Willoughby-Eastlake City School District, City of Willoughby, City of Eastlake, City of Willoughby Hills, City of Willowick.

- (1) Percentages were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the School District by the total assessed valuation of the subdivision. The valuations used were for the 2000 collection year.

Willoughby-Eastlake City School District
*Ratio of Annual Debt Service Expenditures For
 General Obligation Bonded Debt to General Fund Expenditures
 Last Ten Years*

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>	<u>Total General Fund Expenditures</u>	<u>Ratio of Debt Service to General Fund Expenditures (Percentage)</u>
2001	\$170,000	\$182,780	\$352,780	\$59,860,678	.59%
2000	160,000	192,395	352,395	57,450,650	0.61
1999	150,000	206,295	356,295	52,556,068	0.68
1998	150,000	209,445	359,445	51,040,060	0.70
1997	150,000	217,395	367,395	52,110,069	0.71
1996	140,000	224,829	364,829	51,443,370	0.71
1995	185,000	233,255	418,255	48,340,880	0.87
1994	230,000	250,375	480,375	46,428,734	1.03
1993	275,000	274,420	549,420	44,264,384	1.24
1992	881,000	401,445	1,282,445	45,450,194	2.82

Source: School District Financial Records

Willoughby-Eastlake City School District

Demographic Statistics

Last Ten Years

<u>Year</u>	<u>Lake County Population</u>	<u>Willoughby- Eastlake CSD Population</u>	<u>School Enrollment (1)</u>	<u>Unemployment Rate (2)</u>
2001	227,511	67,218	9,076	3.6%
2000	223,779	67,317	9,194	4.0
1999	223,779	67,317	9,139	3.6
1998	223,239	67,624	9,120	4.0
1997	223,239	67,624	9,292	4.4
1996	220,850	67,259	9,072	4.5
1995	220,850	67,259	8,983	5.7
1994	219,357	67,439	8,892	6.9
1993	219,357	67,439	8,683	7.2
1992	215,499	66,864	8,552	5.5

(1) School District Financial Records

(2) Represents Lake County

Willoughby-Eastlake City School District
*Property Value,
 Financial Institution Deposits and Building Permits
 Last Ten Years*

<u>Year</u>	<u>Property Value (1) (Real Estate Only)</u>	<u>Financial Institution Deposits (000's) Banks</u>	<u>Value of Residential Building Permits Issued (2)</u>	<u>Value of Commercial Building Permits Issued (2)</u>
2000	\$1,081,386,630	\$61,942,764	\$32,090,907	\$33,011,409
1999	1,063,788,970	57,816,942	37,179,814	34,772,308
1998	1,046,294,160	58,904,596	50,755,793	42,015,663
1997	919,775,570	53,941,971	34,918,521	42,959,863
1996	898,573,150	27,068,211	22,315,855	16,351,711
1995	883,405,710	22,458,573	37,222,137	23,037,957
1994	807,841,190	20,885,453	22,310,795	12,970,233
1993	792,931,360	21,009,421	20,502,044	22,121,898
1992	778,868,990	19,379,280	26,287,070	12,924,581
1991	696,967,610	18,392,243	11,263,195	10,802,709

Sources: Federal Reserve Bank of Cleveland
 Cities of Willoughby, Eastlake, Willoughby Hills and the Village of Waite Hill Building Departments

- (1) Represents assessed value.
- (2) Information not available from the City of Willowick and the Villages of Lakeline and Timberlake. Information available from the City of Willoughby Hills for 1998 and 1999 only.

Willoughby-Eastlake City School District

Principal Taxpayers

Real Estate Tax

December 31, 2000

<u>Name of Taxpayer</u>	<u>Assessed Value (1)</u>	<u>Percent of Real Property Assessed Value</u>
Ratner Abert TR	\$5,669,080	0.47%
Tam A Rac	4,686,020	0.38
Millstein Norman TR	4,393,630	0.36
Ohio Presbyterian	4,027,610	0.33
Renaissance Properties	3,983,510	0.33
First Interstate	3,649,270	0.30
Shoregate	3,426,190	0.28
Pine Ridge Apt. Company II Limited	3,280,450	0.27
Sams Investment Incorporated	3,011,700	0.25
Pine Ridge Valley	<u>2,893,280</u>	<u>0.24</u>
Total	<u>\$39,020,740</u>	<u>3.21%</u>
Total Assessed Value	<u>\$1,217,271,030</u>	

Source: Lake County Auditor

(1) Assessed values are for the 2001 collection year.

Willoughby-Eastlake City School District

Principal Taxpayers

Tangible Personal Property Tax

December 31, 2000

<u>Name of Taxpayer</u>	<u>Assessed Value (1)</u>	<u>Percent of Real Property Assessed Value</u>
Nupro Company, Willoughby	\$12,060,430	7.29%
Atlantic Company, Willoughby	4,184,420	2.53
Metal Seal and Products Incorporated, Willoughby	4,067,570	2.46
G E Quartz Incorporated, Willoughby	3,997,400	2.42
United Musical Instruments USA Incorporated, Eastlake	3,776,220	2.28
G A Tek Inc. (Formerly Gould), Eastlake	3,685,820	2.23
Ekohwerks Company, Willoughby	2,744,220	1.66
Willow Hill Industrial Incorporated, Willoughby	2,312,720	1.40
Sawyer Research Products, Eastlake	2,185,970	1.32
Accurate Metal Machining, Willoughby	<u>2,143,680</u>	<u>1.30</u>
Total	<u>\$41,158,450</u>	<u>24.89%</u>
Total Assessed Value	<u>\$165,437,484</u>	

Source: Cuyahoga County Auditor

(1) Assessed values are for the 2001 collection year.

Willoughby-Eastlake City School District

Principal Taxpayers

Public Utilities Tax

December 31, 2000

<u>Name of Taxpayer</u>	<u>Assessed Value (1)</u>	<u>Percent of Public Utilities Assessed Value</u>
Cleveland Electric Illuminating Company	\$151,893,560	79.60%
Duquesne Light Company	17,108,470	8.97
Ohio Bell Telephone Company	11,046,660	5.79
East Ohio Gas Company	<u>4,230,750</u>	<u>2.22</u>
Total	<u>\$184,279,440</u>	<u>96.65%</u>
Total Assessed Value	<u>\$190,829,760</u>	

Source: LakeCounty Auditor

(1) Assessed values are for the 2001 collection year.

Willoughby-Eastlake City School District

*Per Pupil Cost
Last Ten Fiscal Years*

<u>Year</u>	<u>General Fund Expenditures</u>	<u>Average Daily Student Enrollment</u>	<u>Per Pupil Cost</u>
2001	\$59,860,678	9,076	\$6,595
2000	57,450,650	9,194	6,249
1999	52,556,068	9,139	5,751
1998	51,040,060	9,120	5,596
1997	52,110,069	9,292	5,608
1996	51,443,370	9,072	5,671
1995	48,340,880	8,983	5,381
1994	46,428,734	8,892	5,221
1993	44,264,384	8,683	5,098
1992	45,450,194	8,552	5,315

Source: School District Financial Records.

Willoughby-Eastlake City School District

Teacher Education and Experience

June 30, 2001

<u>Degree</u>	<u>Number of Teachers</u>	<u>Percentage of Total</u>
Bachelor's Degree	100	17.48%
Bachelor + 15	88	15.38
Bachelor + 30	49	8.57
Master's Degree	254	44.41
Master's + 15	50	8.74
Master's + 30	14	2.45
Master's + 45	6	1.05
Master's + 60	6	1.05
Doctorate	<u>5</u>	<u>0.87</u>
Total	<u><u>572</u></u>	<u><u>100.00%</u></u>

<u>Years of Experience</u>	<u>Number of Teachers</u>	<u>Percentage of Total</u>
0 - 5	128	22.38%
6 - 10	93	16.26
11 and Over	<u>351</u>	<u>61.36</u>
	<u><u>572</u></u>	<u><u>100.00%</u></u>

Source: School District Personnel Records



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

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WILLOUGHBY-EASTLAKE CITY SCHOOL DISTRICT

LAKE COUNTY

CLERK'S CERTIFICATION

This is a true and correct copy of the report which is required to be filed in the Office of the Auditor of State pursuant to Section 117.26, Revised Code, and which is filed in Columbus, Ohio.

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
JANUARY 3, 2002**