

BARBERTON CITY SCHOOL DISTRICT

Audit Report

For the Year Ended June 30, 2002

CHARLES E. HARRIS & ASSOCIATES, INC.
Certified Public Accountants



**Auditor of State
Betty Montgomery**

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Board of Education
Barberton City School District
Barberton, OH 44203-1799

We have reviewed the Independent Auditor's Report of the Barberton City School District, Summit County, prepared by Charles E. Harris & Associates, for the audit period July 1, 2001 through June 30, 2002. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

A handwritten signature in black ink that reads "Betty Montgomery".

BETTY MONTGOMERY
Auditor of State

January 22, 2003

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BARBERTON CITY SCHOOL DISTRICT
Audit Report
For the Year Ended June 30, 2002

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**OPINION ON SUPPLEMENTARY SCHEDULE
OF FEDERAL AWARDS EXPENDITURES**

**Board of Education
Barberton City School District
Barberton, Ohio**

We have audited the general purpose financial statements of the Barberton City School District as of and for the year ended June 30, 2002, and have issued our report thereon dated December 10, 2002. 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 conducted 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 general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose 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.

Our audit was performed for the purpose of forming an opinion on the general purpose financial statements of the Barberton City School District taken as a whole. The accompanying Schedule of Federal Awards Expenditures is presented for purposes of additional analysis as required by the *U.S. Office of Management and Budget, Circular A-133, Audit of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the general purpose financial statements. The information in that schedule 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.

Charles E. Harris & Associates, Inc.
December 10, 2002

BARBERTON CITY SCHOOL DISTRICT
Schedule of Federal Awards Expenditures
For the Year Ended June 30, 2002

Federal Grantor/Pass Through Grantor Number/Program Title	Pass Through Entity Number	CFDA Number	Federal Receipts	Federal Expenditures
<u>U.S. Department of Agriculture</u>				
<i>Pass through State Department of Education:</i>				
Nutrition Cluster:				
Government Donated Foods (Note 2)	N/A	10.550	\$ 126,024	\$ 126,024
National School Breakfast Program	043539-05-PU 00/01	10.553	162,676	162,676
National School Lunch Program	043539-03/04-PU 00/01	10.555	611,123	611,123
Total Nutrition Cluster			<u>899,823</u>	<u>899,823</u>
Child Care Food Program		10.558	30,171	30,171
Total Child Care Food Program	043539-08-PU 00/01		<u>30,171</u>	<u>30,171</u>
<i>Total U.S. Department of Agriculture</i>			<u>\$ 929,994</u>	<u>\$ 929,994</u>
<u>U.S. Department of Education</u>				
<i>Pass through State Department of Education:</i>				
Special Education Cluster:				
Title VI-B	043539-6B-SF-01P/02P	84.027	463,258	411,666
Handicapped Preschool	043539-PG-S1-01P/02P	84.173	48,918	56,611
Total Special Education Cluster			<u>512,176</u>	<u>468,277</u>
Adult Education	043539-AB-S1-00/01/02	84.002	150,090	153,249
Total Adult Education			<u>150,090</u>	<u>153,249</u>
Eisenhower Grant	043539-MS-S1-00/01/02	84.281	22,847	31,749
Total Eisenhower Grant			<u>22,847</u>	<u>31,749</u>
Title I	043539-C1-S1-01/02	84.010	1,300,050	1,256,756
Total Title I			<u>1,300,050</u>	<u>1,256,756</u>
Title VI	043539-C2-S1-00/01/02	84.298	38,122	40,519
Total Title VI			<u>38,122</u>	<u>40,519</u>
Drug Free	043539-DR-S1-01/02	84.186	17,528	27,292
Total Drug Free			<u>17,528</u>	<u>27,292</u>
Goal 2000	043539-G2-S2-00/01/02	84.276	25,000	43,263
Total Goals 2000			<u>25,000</u>	<u>43,263</u>
Raising the Bar	043539-TLCF	84.318	250,000	223,860
Total Raising the Bar			<u>250,000</u>	<u>223,860</u>
Title VI-R	043539-CR-S1-01/02	84.340	213,753	195,694
Total Title VI-R			<u>213,753</u>	<u>195,694</u>
Emergency Immigration Act 84	043539-EI-S1-00/01	84.162	-	37
Total Emergency Immigration Act 84			<u>-</u>	<u>37</u>
Refugee Children	043539-RI-S1-01/02	84.011	6,750	1,105
Total Refugee Children			<u>6,750</u>	<u>1,105</u>
Occupational and Employment Information State Grants	N/A	84.346	19,207	-
Total Occupational and Employment Information State Grants			<u>19,207</u>	<u>-</u>
Impact Aid (Title VIII of ESEA)	N/A	84.041	48,831	48,831
Total Impact Aid (Title VIII of ESEA)			<u>48,831</u>	<u>48,831</u>
<i>Total U.S. Department of Education</i>			<u>\$ 2,604,354</u>	<u>\$ 2,490,632</u>

(continued)

BARBERTON CITY SCHOOL DISTRICT
Schedule of Federal Awards Expenditures
For the Year Ended June 30, 2002

Federal Grantor/Pass Through Grantor Number/Program Title	Pass Through Entity Number	CFDA Number	Federal Receipts	Federal Expenditures
<u>U.S. Department of Health and Human Services</u>				
<i>Pass through Akron-Summit Community Action, Inc:</i>				
Head Start	N/A	93.600	1,644,382	1,796,931
Total Head Start			<u>1,644,382</u>	<u>1,796,931</u>
<i>Pass through Summit County Department of Job and Family Services:</i>				
Temporary Assistance to Needy Family	N/A	93.558	162,624	211,259
Total Temporary Assistance to Needy Family			<u>162,624</u>	<u>211,259</u>
<i>Pass through Ohio Department of Mental Retardation and Developmental Disabilities:</i>				
Medicaid Title-XIX (Barberton City Schools Board)	N/A	93.778	317,578	127,366
Medicaid Title-XIX (Decker Family Development Center)	N/A	93.778	118,854	118,854
Total Medical Assistance Program			<u>436,432</u>	<u>246,220</u>
<i>Total U.S. Department of Health and Human Services</i>			<u>\$ 2,243,438</u>	<u>\$ 2,254,410</u>
TOTAL FEDERAL ASSISTANCE			<u><u>\$ 5,777,786</u></u>	<u><u>\$ 5,675,036</u></u>

See the Accompanying Notes to the Schedule of Federal Awards Expenditures

BARBERTON CITY SCHOOL DISTRICT
Notes to the Schedule of Federal Awards Expenditures
For the Year Ended June 30, 2002

1. Significant Accounting Policies

The accompanying schedule of federal awards expenditures is a summary of the activity of the District's federal award programs. The schedule has been prepared on the cash basis of accounting. Consequently, certain revenues are recognized when received rather than when earned, and certain expenditures are recognized when paid rather than when the obligation is incurred.

2. Food Distribution

Nonmonetary assistance is reported in the schedule at fair market value of the commodities received and disbursed. Monies are commingled with State grants. It is assumed federal monies are expended first. At June 30, 2002, the District had food commodities in inventory recorded in the Enterprise Fund.

REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

**Board of Education
Barberton City School District
Barberton, Ohio**

We have audited the general purpose financial statements of the Barberton City School District as of and for the year ended June 30, 2002, and have issued our report thereon dated December 10, 2002. 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 general purpose financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance that is required to be reported under *Government Auditing Standards* which is described in the accompanying schedule of findings and questioned costs as items 001-Bar-02. We also noted certain immaterial instances of noncompliance that we have reported to management in a separate letter dated December 10, 2002.

Internal Controls 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 general purpose financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the general purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

However, we noted other matters involving the internal control over financial reporting that we have reported to the management of the District in a separate letter dated December 10, 2002.

This report is intended for the information and use of 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.

Charles E. Harris & Associates, Inc.
December 10, 2002

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

**Board of Education
Barberton City School District
Barberton, Ohio**

Compliance

We have audited the compliance of the Barberton City School District with the types of compliance requirements described in *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to its major federal programs for the year ended June 30, 2002. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal programs is the responsibility of the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

We conducted our audit of compliance in accordance with 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 with the types of compliance requirements referred to above that could have a direct and material effect on a major program occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the District's compliance with those requirements.

In our opinion, the District complied, in all material respects, with the requirements referred to above that are applicable to its major federal programs for the year ended June 30, 2002.

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.

This report is intended for the information and use of 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.

Charles E. Harris & Associates, Inc.
December 10, 2002

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
OMB CIRCULAR A-133 SECTION .505**

**BARBERTON CITY SCHOOL DISTRICT
SUMMIT COUNTY
June 30, 2002**

1. SUMMARY OF AUDITOR'S RESULTS

(d)(1)(i)	<i>Type of Financial Statement Opinion</i>	Unqualified
(d)(1)(ii)	<i>Were there any material control weakness conditions reported at the financial statement level (GAGAS)?</i>	No
(d)(1)(ii)	<i>Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?</i>	No
(d)(1)(iii)	<i>Was there any reported material non-compliance at the financial statement level (GAGAS)?</i>	Yes
(d)(1)(iv)	<i>Were there any material internal control weakness conditions reported for major federal programs?</i>	No
(d)(1)(iv)	<i>Were there any other reportable internal control weakness conditions reported for major federal programs?</i>	No
(d)(1)(v)	<i>Type of Major Programs' Compliance Opinion</i>	Unqualified
(d)(1)(vi)	<i>Are there any reportable findings under Section .510</i>	No
(d)(1)(vii)	<i>Major Programs:</i>	<i>Special Education Cluster:</i> Preschool Disabilities CFDA 84.173 Title VI-B CFDA 84.027 <i>Nutrition Cluster:</i> Food Distribution CFDA 10.550 School Breakfast Program CFDA 10.553 Nat. Sch. Lunch Program CFDA 10.555 <i>Raising the Bar</i> CFDA 84.318
(d)(1)(viii)	<i>Dollar Threshold: Type A\B Programs</i>	Type A: > \$300,000 Type B: all others
(d)(1)(ix)	<i>Low Risk Auditee?</i>	Yes

SCHEDULE OF FINDINGS AND QUESTIONED COSTS - (continued)
OMB CIRCULAR A-133 SECTION .505

BARBERTON CITY SCHOOL DISTRICT
SUMMIT COUNTY
June 30, 2002

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

001-BAR-02 Section 5705.41 (A), Revised Code, prohibits the District from making an appropriation in excess of the total estimated resources available for expenditure from that fund. The General Fund, School Preschool Fund, Building Fund, Uniform School Supplies Fund and the Adult Education Fund were found to have appropriations in excess of the amount certified as available by the county budget commission.

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None.

STATUS OF PRIOR AUDIT'S CITATIONS AND RECOMMENDATIONS

The prior audit report, for the period ending June 30, 2001, included no material citations or recommendations.

BARBERTON CITY SCHOOL DISTRICT

Barberton, Ohio



Comprehensive Annual Financial Report For the Fiscal Year Ended June 30, 2002



Barberton City School District

Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 2002

Prepared By:
Mark Paprocki, Treasurer and
Treasurer's Office Staff

Barberton City School District
Comprehensive Annual Financial Report
For the fiscal year ended June 30, 2002

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Comprehensive Annual Financial Report
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Barberton City School District
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INTRODUCTORY SECTION

Barberton City Schools

. *A place where the present touches the future.*

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Mr. Russ Shreiner • Mr. Ronald V. Romich • Mr. Russ McCune • Rev. Ralph Young • Mr. Scott A. Hornacek

December 10, 2002

Board of Education Members
Barberton City School District

It is our privilege to submit to you the Barberton City School District's (the "School District") Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2002. This report, prepared by the Treasurer's/Chief Fiscal Officer's Office, conforms to generally accepted accounting principles as they apply to governmental entities and contains an opinion letter from Charles E. Harris and Associates, the Independent Public Accounting Firm who conducted the annual audit. To the best of our knowledge, the enclosed data is accurate in all material respects and is reported in a manner which presents fairly the financial position and results of operations of the various funds and account groups of the School District. All disclosures necessary to enable the reader to gain an understanding of the School District's financial activities have been included.

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

1. The Introductory Section, which contains the table of contents, this transmittal letter, a listing of School Officials and the organizational chart.
2. The Financial Section, which contains the independent auditor's report, general-purpose financial statements and explanatory notes, and the combining and individual fund and account group financial statements and schedules.
3. The Statistical Section, which contains pertinent financial and general information.

RESPONSIBILITY FOR FINANCIAL STATEMENTS

Responsibility for the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the School District. We believe that the data presented is accurate in all material respects and that it is presented in a manner designed to fairly set forth the financial position and results of operations of the School District. This report will provide the taxpayers of the School District with comprehensive data in a format that enables them to receive a clearer understanding of the School District's finances.

HISTORY OF BARBERTON AND THE SCHOOL DISTRICT

The School District is located in the City of Barberton, approximately nine miles southwest of the City of Akron, in northeast Ohio. Barberton earned the nickname of the Magic City because of its early rapid growth. Today, Barberton encompasses an area of approximately 8.91 miles, and with a population of 27,548, is the fourth largest city in Summit County.

As of June 2002, 4,402 students were enrolled in the District's nine schools (one high school, two middle schools, and six elementary schools). Two other educational facilities in the School District house a Head Start Program and a Decker Family Development Program. The average class size for the last complete academic year was 16.00 students.

The history of Barberton began in 1890 when Ohio Columbus Barber, the city's founder, and his partners developed approximately 600 acres of farmland, which later expanded into approximately eight square miles. Within a year of its founding, Barberton was platted. Streets were designed and lots became available for industry, business and homes. Tuscarawas Avenue and Second Street were deemed main thoroughfares. The Barberton Beltline Railroad was constructed around the Village to accommodate the industry that already had the advantage of the Erie Railroad, the C.A.&C. Railroad, the Ohio Canal and the Tuscarawas River. The new industrial town attracted businessmen and merchants, and provided work for the laboring population. Because Barberton developed so quickly, the town was nicknamed "The Magic City" almost from the time it was founded. The tradition of "magic" continues to be an important part of the City's heritage. Little of the early industry remains today except for Babcock and Wilcox, which was originally the Stirling Boiler Works, and PPG, originally the Columbia Chemical Company, Inc.

Parts of Barberton date back to around 1816. The north end of Barberton was originally known as New Portage and developed along the Tuscarawas River. In the 1850's, a second New Portage developed in the area where the Indian statue of Chief Hopocan now stands at the juncture of Wooster Road North and Norton Avenue. To the west was Johnson's Corners, which became part of Barberton in 1928.

The earliest schools were in these villages. Barberton schools were part of the Norton Township school system until 1893. The original part of Barberton High School was built in 1915. The purple and white colors were selected during the 1930-31 school year and the sports teams have always been known as "The Magics."

The citizens of the School District have voted in 47.29 mills (full millage) for operating funds. These funds are being collected at an effective millage rate of 24.93 mills. The citizens have also voted in 5.00 mills (full millage) for permanent improvements. These funds are being collected at 4.19 effective mills.

Voters approved the sale of the Barberton Citizens Hospital and the creation of the Barberton Community Foundation in the fall of 1996. The proceeds from the sale exceeded \$75 million and are to be used by the Community Foundation exclusively in the City of Barberton for charitable and educational programs, public health services and recreational activities. It is unusual for a foundation with assets exceeding \$80 million to service such a relatively small area. For this reason, the Foundation is making a significant impact on the standard of living for Barberton residents in the areas they are permitted to spend the dollars.

In May of 1997 the citizens of the School District voted for a 7.42 mill bond issue whose debt service will be funded fully by the Barberton Community Foundation. The taxpayers of the School District will not have to pay for any of the debt service for the construction of the new \$32 million high school.

By November 8th of each year the Treasurer sends an invoice to the Barberton Community Foundation asking them for debt service payment for the succeeding calendar year based on the amortization schedule set up to pay the debt on the new high school. The Treasurer invests the money received and any interest earnings on the money are used to offset how much money is asked for from the Barberton Community Foundation for the debt service. It is anticipated that over the life of the bond issue the interest earnings should save the Foundation over \$4,000,000, which can be applied to other grants for the Barberton Community. No tax is levied to the taxpayers.

The School District offers a wide range of courses. During the 1994-95 school year, members of the community joined with the high school staff to explore new courses of study and new ways of scheduling the school day in the form of Block Scheduling. A study is currently being performed to measure the success of the Block Scheduling and will continue through 2004 in order to continue to gather data on the effect it has on student performance.

Students in the School District also have a wide range of extra-curricular activities to choose from. The School District is a member of the Four Cities Vocational Compact, which provides students the following technical-vocational programs at the high school level:

Business and Office Education:

- Cooperative Business Education (CBE)
- Computer Business Careers (CBE)
- Business Co-op
- Business Technologies
- Business Internship (Tech Prep)
- Cisco/A + (Tech Prep)
- Cisco Network Academy and Support Services (Tech Prep)
- Computer Aided Design – CAD (Drafting) (Tech Prep)
- Administrative Assistant
- Media Communications (TV Broadcasting)

Family and Consumer Science:

- Teachers' Aide
- Chef Preparation and Hospitality Management

Marketing:

- General Marketing
- Marketing Education

Trade and Industrial:

- Diversified and Cooperative Training (DCT)
- Automotive Technologies
- Carpentry
- Environmental Engineering (Tech Prep)
- Cosmetology
- Graphics and Printing Technology
- Machine Technologies
- Masonry/Building Trades
- Criminal Justice

Special Needs:

- Occupational Work Experience (OWE)

THE REPORTING ENTITY

The School District has reviewed its reporting entity definition in order to insure conformance with Governmental Accounting Standards Board Statement Number 14, "The Financial Reporting Entity." In evaluating how to define the School District for financial reporting purposes, management has considered all funds, departments, boards, organizations and agencies making up the School District, the primary government. Numerous entities conduct their activities within the School District's boundaries but these entities have been excluded from the general purpose financial statements. The School District cannot legally access their resources, the School District has no obligation to finance deficits or provide financial support to them, and the School District is not obligated for their debts.

SERVICES PROVIDED

The School District provides a wide variety of instruction and support services as mandated by state statute or public desire. These services include regular instruction, special instruction, vocational instruction, student guidance services and extracurricular activities. Support services are necessary to complete the educational process. These services include administration, technical and other community services. Enterprise funds include uniform school supply sales, which consist of workbooks used by the students and a food service or cafeteria operation. The children have the ability to receive a hot meal every school day.

ORGANIZATION OF THE SCHOOL DISTRICT

A five member Board of Education serves as the taxing authority, contracting body and policy maker for the School District. The Board of Education adopts the annual operating budget, tax budget and authorizes all expenditures of the School District's tax monies.

The Superintendent is the Chief Executive Officer of the School District, responsible to the Board for all education and support operations. The Treasurer is the Chief Fiscal Officer of the School District, responsible to the Board for maintaining all financial records, issuing checks, investments, payment of liabilities and maintaining the minutes of all Board of Education meetings. House Bill 220 was passed in 1999 declaring the Treasurer as Chief Fiscal Officer of the School District. All other employees hired with approval of the Board of Education, ultimately report to the Superintendent.

ECONOMIC CONDITION AND OUTLOOK

The City's economy has historically been associated with industry. Major industries with headquarters or divisions within Barberton's boundaries include manufacturers of fossil fuel and nuclear power generating equipment, automobile components, energy products, management systems and producers of chemical and dairy products. The corporate headquarters for the largest producer of cut flowers in the world is also located in Barberton.

During the 1970's and early 1980's employment by manufacturing companies decreased, primarily due to plant closings and down-sizing. However, Barberton's economy has stabilized and local indicators point to continued improvement. Barberton's economy is stronger today because it is no longer dependent on several large industrial employers. Smaller manufacturing and service businesses have replaced many of the jobs lost in past years.

To encourage industrial development, Barberton has created two industrial parks, Stuver Place and Foundation Parkway. To date, five businesses have constructed new facilities in these areas. Barberton City School District's real estate tax revenues have also grown to the extent they have due to House Bill 920 and the improved economic conditions in the city.

Annexation is one of the major tools used by cities in economic development. The City of Barberton is almost fully developed, and virtually landlocked and continues efforts to annex in order to provide for expansion of industrial and residential development in the future. During the past year, the School District annexed portions of Norton City School District into its boundaries. This annexation will benefit Barberton City School District through increased real estate tax revenues from these new properties plus increased state aid through larger enrollment. The City of Barberton continues to enjoy a moderate growth in new home construction. Currently a new development is opening that features old neighborhood style that includes detached garages, allies, and large front porches. In addition it will have commons areas. Home construction is just beginning.

The new Barberton High School opened in August 2000. This state-of-the-art facility is a focal point of pride for the community. It is also attracting students from other districts through Ohio's open enrollment laws. The School District also purchased 100 acres of land to develop an athletic complex to enhance the building of the new high school. With the assistance of donations and grants of over \$3.6 million from the Barberton Community foundation, this Sports Complex is becoming a reality for the School District and the community.

The School District is working with the Ohio School Facilities Commission. The School District has been approved for the Expedited Local Share program. As part of this process a facilities master plan has been completed that will guide the facilities improvement for the district for the next ten years.

FINANCIAL INFORMATION

The School District is responsible for establishing and maintaining an internal control structure designed to protect its assets from loss, theft or misuse. Furthermore, the accounting system must be adequate to allow for the preparation of general purpose financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that the cost of a control does not exceed the benefits likely to be derived, and that the valuation of costs and benefits requires estimates and judgments by management.

SUMMARY OF ACCOUNTING POLICIES AND BUDGETARY CONTROLS

The School District's general purpose financial statements for its governmental and expendable trust funds have been prepared on the modified accrual basis of accounting. Under this basis, revenues are recognized in the period in which they are measurable and available to finance current School District operations. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable, except for the interest on general long-term debt which is recognized when due.

SINGLE AUDIT ACT

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

FINANCIAL HIGHLIGHTS - 2002 GOVERNMENTAL FUNDS

The following schedule presents a summary of revenues and expenditures for the general governmental funds, which include general, special revenue, debt service, capital projects and expendable trust fund types for the fiscal year ended June 30, 2002:

<i>Revenues by Source</i>	<i>2001-02 Amount</i>	<i>Percent of Total</i>	<i>Increase (Decrease)</i>	<i>Percent Increase (Decrease)</i>
<i>Taxes</i>	\$ 11,880,551	27.38%	\$ 430,821	3.76%
<i>Intergovernmental</i>	25,675,447	59.17%	2,254,037	10.91%
<i>Earnings on investments</i>	175,579	0.40%	(279,442)	-15.95%
<i>Tuition and fees</i>	393,513	0.91%	377,345	140.99%
<i>Extracurricular activities</i>	370,078	0.85%	(44,730)	-12.80%
<i>Gifts and donations</i>	67,632	0.16%	38,269	0%
<i>Miscellaneous</i>	4,831,161	11.13%	839,944	28.26%
<i>Total</i>	<u>\$ 43,393,961</u>	<u>100.00%</u>	<u>\$ 3,616,244</u>	<u>9.80%</u>

The most significant continuing sources of revenue for the School District are derived from State Basic Aid and from taxes.

<i>Expenditures by Function</i>	<i>2001-02 Amount</i>	<i>Percent of Total</i>	<i>Increase (Decrease)</i>	<i>Percent Increase (Decrease)</i>
<i>Instruction</i>	\$ 22,389,018	50.73%	\$ 1,100,342	5.17%
<i>Support services</i>	14,194,418	32.16%	506,617	3.70%
<i>Community Services</i>	399,968	0.91%	(133,904)	-25.08%
<i>Extracurricular activities</i>	1,149,483	2.60%	(188,513)	-14.09%
<i>Capital outlay</i>	3,105,528	7.04%	48,979	1.60%
<i>Debt service</i>	2,898,202	6.57%	170,842	6.26%
<i>Total</i>	<u>\$ 44,136,617</u>	<u>100.00%</u>	<u>\$ 1,504,363</u>	<u>3.53%</u>

General Fund

The School District ended the 2002 fiscal year with a General Fund cash balance of \$1,138,546. Of this cash balance \$390,813 is reserved for year-end encumbrances. As with most Ohio school districts, new revenues will need to be generated through a voted property tax. It is projected that the School District will need additional revenues in fiscal year 2002.

Special Revenue Funds

Special Revenue Funds account for funds that derive revenue primarily from grants and entitlements restricted by law to expenditures for specific purposes and for a portion of the School District's general operating expenditures. The School District also has received many grants for specific purposes from the Barberton Community Foundation. In fiscal year 2002, Barberton Community Foundation contributed monies to the School District for the building of the athletic complex all of which is being classified in miscellaneous revenue.

Significant state dollars are derived through the following grants:

Teacher Development, Vocational Education Equipment, Early Childhood Education, Head Start, Public School Preschool and Disadvantaged Pupil Impact Aid.

Significant federal dollars are derived through the following grants:

Adult Basic Education, Job Training Partnership Act, Title VI-B, Head Start, Title I, Title VI, and Drug Free Schools Grants.

Significant local grant dollars come from the Barberton Community Foundation in the form of various grants submitted for approval by the district.

Capital Projects Fund

The School District has a voted Permanent Improvement levy, which is used to account for the purchase of equipment and the financing of significant improvement projects. In fiscal year 2002, we began collection of an additional Permanent Improvement levy that will be used for classroom additions and building renovation projects.

Enterprise Funds

The School District's Enterprise Funds are the Food Service Fund, Uniform School Supplies Fund, Adult Education Fund, and Success School Fund. Of these operations the Food Service Fund generated \$790,600 in operating revenue, for the program ending the fiscal year with a cash balance of \$247,920.

DEBT ADMINISTRATION

The School District has five debt issues outstanding at June 30, 2002. The first issue is a library bond issue, which the School District is required by law to retire the debt. The issue was originally \$2,200,000 and will be retired in December 2005.

The second issue is a building construction bond issue whose debt service is paid totally by the Barberton Community Foundation. There is no cost to the taxpayers of Barberton. In the 2001-02 fiscal year, the Barberton Community Foundation contributed \$2,226,968 toward payment of the debt service for the 2002 calendar year.

The third issue is a loan from the State Department of Education. The loan was used to purchase equipment for the schools vocational program. This is an interest free loan to be paid over the ten-year period started in 2000.

The fourth issue is also a loan from the State Department of Education. The loan was used to purchase equipment for the schools vocational program. This is an interest free loan to be paid over the five-year period started in 2001.

The fifth issue is a Tax Anticipation Note in the amount of \$3,450,000. This against the 3.83 mill Permanent Improvement levy. This five-year note was issued in September 2001 and will be used for the additions/renovation projects.

CASH MANAGEMENT

The School District operates an aggressive cash management program of investing. The School District sweeps its money into investments on a daily basis as well as investments with Star Ohio and Certificates of Deposit.

RISK MANAGEMENT

The School District, as a political subdivision, maintains protection for its assets and employees through a comprehensive insurance program. Insurance policies for vehicle fleet liability, general liability, property loss, and boiler and machinery coverage are purchased from insurance companies licensed to do business in the State of Ohio.

The School District provides workers' compensation coverage for all employees.

Employee health insurance (medical and dental) is provided through the Klais Health Network.

OTHER INFORMATION

Independent Audit

The State of Ohio requires an annual audit either by the Ohio Auditor of State or by an independent public accounting firm. Charles E. Harris and Associates was selected by the State Auditor and the School District to perform the audit for the fiscal year ended June 30, 2002. The auditor's unqualified opinion rendered on the School District's general purpose financial statements, and their report on the combining and individual fund statements and schedules, is included in the financial section of this Comprehensive Annual Financial Report.

Reporting Achievement

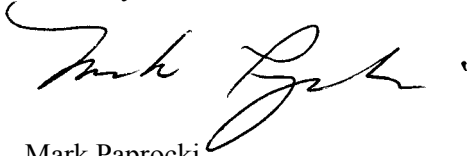
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the School District for its CAFR for the fiscal year ended June 30, 2001. The Certificate of Achievement is a prestigious national award-recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded this certificate, a government must publish an easily readable and efficiently organized report. The report must satisfy Generally Accepted Accounting Principles and applicable legal requirements. A Certificate of Achievement is valid for one year only. We believe our current report continues to conform to Certificate of Achievement Program Requirements, and it is being submitted to the GFOA to determine its eligibility for another certificate.

Acknowledgments

The preparation and publication of the 2002 Comprehensive Annual Financial Report of the Barberton City School District was made possible by the combined efforts of the School District Treasurer's Office and the cooperation of various School District employees. The support and commitment to excellence by the Barberton Board of Education and the citizens of the School District was vital in the successful issuance of this report and the continuing efforts being made to improve our financial management and reporting.

Sincerely,

A handwritten signature in black ink, appearing to read "Mark Paprocki". The signature is fluid and cursive, with a large initial "M" and a long, sweeping tail.

Mark Paprocki
Treasurer/CFO

Barberton City School District
Public Officials Roster
Year Ended June 30, 2002

Board of Education

Mr. Russ Shreiner	President
Mr. Ronald V. Romich	Vice President
Ms. Scott Hornacek	Member
Rev. Ralph L. Young	Member
Mr. Russ McCune	Member

Treasurer / CFO

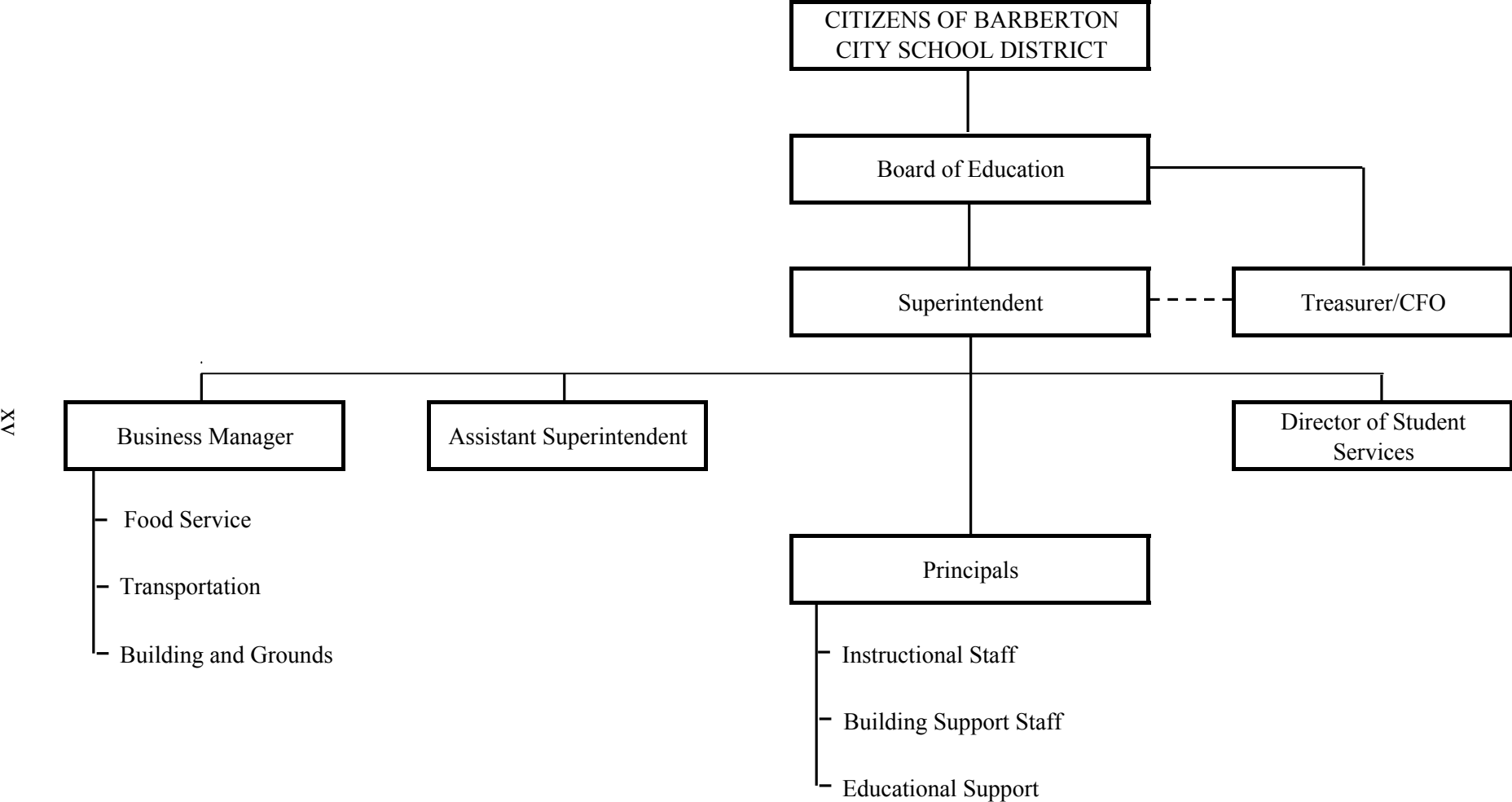
Mr. Mark Paprocki

Administration

Dr. Jerome Pecko	Superintendent
Mr. Thomas Sladky	Assistant Superintendent
Mr. Fred Fries	Business Manager
Ms. Margaret Wiley	Director of Curriculum
Ms. Anne Vainer	Director of Student Services

Barberton City School District

Organizational Chart



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Barberton City School
District, Ohio

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

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. Arue
President

Jeffrey L. Essler
Executive Director

FINANCIAL SECTION

Charles E. Harris & Associates, Inc.
Certified Public Accountants

Rockefeller Building
614 W Superior Ave Ste 1242
Cleveland OH 44113-1306
Office phone - (216) 575-1630
Fax - (216) 436-2411

REPORT OF INDEPENDENT ACCOUNTANTS

Board of Education
Barberton City School District
Barberton, Ohio

We have audited the accompanying general purpose financial statements of the Barberton City School District (the District), as of and for the year ended June 30, 2002, 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 general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the District as of June 30, 2002 and the results of its operations and cash flows of its proprietary fund types and nonexpendable trust funds 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 a report dated December 10, 2002 on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

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

**Barberton City School District
Report of Independent Accountants
Page - 2 -**

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

Charles E. Harris & Associates, Inc.
**Charles E. Harris & Associates, Inc.
December 10, 2002**

General Purpose Financial Statements

Barberton City School District
Combined Balance Sheet
All Fund Types and Account Groups
June 30, 2002

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
<u>Assets and other debits:</u>				
<u>Assets:</u>				
Equity in pooled cash and cash equivalents	\$ 911,268	\$ 1,153,351	\$ 183,136	\$ 800,779
Cash and cash equivalents				
In segregated accounts	-	-	1,667,057	2,390,141
With fiscal agents	14,376	-	-	-
Receivables:				
Taxes	12,059,284	-	788,532	850,330
Accounts	416,822	6,635	-	-
Intergovernmental	-	3,035,447	-	-
Interfund receivable	452,675	290,000	-	844,855
Inventory held for resale	-	-	-	-
Materials and supplies inventory	-	-	-	-
Equity in pooled cash and cash equivalents (restricted)	212,902	-	-	-
Fixed assets (net, where applicable, of accumulated depreciation)	-	-	-	-
<u>Other debits:</u>				
Amount available in debt service fund for retirement of general obligation bonds	-	-	-	-
Amount to be provided from general government resources	-	-	-	-
Amount to be provided from Barberton Foundation	-	-	-	-
Total assets and other debits	<u>\$ 14,067,327</u>	<u>\$ 4,485,433</u>	<u>\$ 2,638,725</u>	<u>\$ 4,886,105</u>
<u>Liabilities, fund equity and other credits:</u>				
<u>Liabilities:</u>				
Accounts payable	\$ 175,728	\$ 640,813	\$ -	\$ 144,989
Accrued wages	1,844,398	362,404	-	-
Compensated absences payable	114,952	6,736	-	-
Retainage payable	556	-	-	-
Interfund payable	-	702,200	-	851,711
Intergovernmental payable	616,579	91,632	-	-
Deferred revenue	11,457,056	1,965,791	785,370	778,229
Undistributed monies	-	-	-	-
Due to students	-	-	-	-
Notes payable	-	-	-	3,450,000
Claims payable	-	-	-	-
Capital leases payable	-	-	-	-
Vocational school equipment loan payable	-	-	-	-
General obligation bonds payable	-	-	-	-
Total liabilities	<u>14,209,269</u>	<u>3,769,576</u>	<u>785,370</u>	<u>5,224,929</u>
<u>Fund equity and other credits:</u>				
Investment in general fixed assets	-	-	-	-
Contributed capital	-	-	-	-
Retained earnings:				
Unreserved	-	-	-	-
Fund balance:				
Reserved for encumbrances	390,813	98,655	-	230,979
Reserved for debt service	-	-	1,850,193	-
Reserved for property taxes	602,228	-	3,162	72,101
Reserved for bus purchases	49,188	-	-	-
Reserved for budget stabilization	163,714	-	-	-
Unreserved:				
Undesignated	(1,347,885)	617,202	-	(641,904)
Total fund equity and other credits	<u>(141,942)</u>	<u>715,857</u>	<u>1,853,355</u>	<u>(338,824)</u>
Total liabilities, fund equity and other credits	<u>\$ 14,067,327</u>	<u>\$ 4,485,433</u>	<u>\$ 2,638,725</u>	<u>\$ 4,886,105</u>

See accompanying notes to the general purpose financial statements.

Proprietary Fund Types		Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)
Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Obligations	
\$ 343,964	\$ 643,631	\$ 263,603	\$ -	\$ -	\$ 4,299,732
-	-	204,267	-	-	4,261,465
-	-	-	-	-	14,376
-	-	-	-	-	13,698,146
7,697	-	-	-	-	431,154
141,793	-	-	-	-	3,177,240
-	-	-	-	-	1,587,530
45,836	-	-	-	-	45,836
9,434	-	-	-	-	9,434
-	-	-	-	-	212,902
327,453	-	-	51,637,946	-	51,965,399
-	-	-	-	1,853,355	1,853,355
-	-	-	-	1,810,746	1,810,746
-	-	-	-	27,719,692	27,719,692
<u>\$ 876,177</u>	<u>\$ 643,631</u>	<u>\$ 467,870</u>	<u>\$ 51,637,946</u>	<u>\$ 31,383,793</u>	<u>\$ 111,087,007</u>
\$ 9,375	\$ 7,813	\$ 663	\$ -	\$ -	\$ 979,381
15,363	-	-	-	-	2,222,165
46,413	-	-	-	1,522,851	1,690,952
-	-	-	-	-	556
33,619	-	-	-	-	1,587,530
58,533	-	204,267	-	262,234	1,233,245
20,825	-	-	-	-	15,007,271
-	-	92,736	-	-	92,736
-	-	55,743	-	-	55,743
-	-	-	-	-	3,450,000
-	381,293	-	-	-	381,293
-	-	-	-	338,746	338,746
-	-	-	-	160,000	160,000
-	-	-	-	29,099,962	29,099,962
<u>184,128</u>	<u>389,106</u>	<u>353,409</u>	<u>-</u>	<u>31,383,793</u>	<u>56,299,580</u>
-	-	-	51,637,946	-	51,637,946
269,132	-	-	-	-	269,132
422,917	254,525	-	-	-	677,442
-	-	-	-	-	720,447
-	-	-	-	-	1,850,193
-	-	-	-	-	677,491
-	-	-	-	-	49,188
-	-	-	-	-	163,714
-	-	114,461	-	-	(1,258,126)
<u>692,049</u>	<u>254,525</u>	<u>114,461</u>	<u>51,637,946</u>	<u>-</u>	<u>54,787,427</u>
<u>\$ 876,177</u>	<u>\$ 643,631</u>	<u>\$ 467,870</u>	<u>\$ 51,637,946</u>	<u>\$ 31,383,793</u>	<u>\$ 111,087,007</u>

Barberton City School District
Combined Statement of Revenues, Expenditures
and Changes in Fund Balances
All Governmental Fund Types and Expendable Trust Fund
For the Fiscal Year Ended June 30, 2002

Governmental Fund Types

	General	Special Revenue	Debt Service	Capital Projects
<u>Revenues:</u>				
Property and other local taxes	\$ 10,972,034	\$ -	\$ 311,353	\$ 597,164
Intergovernmental	16,881,479	8,555,404	17,075	221,489
Interest	82,439	10,308	42,834	38,538
Tuition and fees	393,148	365	-	-
Extracurricular activities	847	366,515	-	-
Gifts and donations	-	-	-	-
Miscellaneous	204,539	2,397,240	2,226,968	-
Total revenues	28,534,486	11,329,832	2,598,230	857,191
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	12,195,181	1,956,059	-	43,182
Special	2,572,359	3,321,624	-	-
Vocational	1,184,779	4,600	-	15,099
Adult/continuing	-	193,168	-	-
Other	902,967	-	-	-
Support services:				
Pupils	1,479,286	230,596	-	-
Instructional staff	1,794,233	2,317,367	-	32,500
Board of education	16,716	-	-	-
Administration	2,354,872	264,514	469	3,351
Fiscal	512,638	-	1,813	9,407
Business	404,399	-	-	-
Operation and maintenance of plant	3,479,660	425,751	-	-
Pupil transportation	656,110	159,556	-	-
Central	22,385	14,309	-	-
Operation of non-instructional services	346	382,913	-	-
Extracurricular activities	722,008	427,443	-	-
Capital outlay	346,728	2,005,353	-	753,447
Debt service:				
Principal retirement	162,288	-	1,091,100	50,000
Interest and fiscal charges	38,952	-	1,555,862	-
Total expenditures	28,845,907	11,703,253	2,649,244	906,986
Excess of revenues over (under) expenditures	(311,421)	(373,421)	(51,014)	(49,795)
<u>Other financing sources (uses):</u>				
Proceeds from sale of fixed assets	3,792	120	-	-
Inception of capital lease	164,016	-	-	-
Operating transfers in	-	-	-	3,087
Operating transfers out	(520,637)	-	-	-
Total other financing sources (uses)	(352,829)	120	-	3,087
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(664,250)	(373,301)	(51,014)	(46,708)
Fund balances at beginning of year, as restated (Note 22)	522,308	1,089,158	1,904,369	(292,116)
Fund balances at end of year	\$ (141,942)	\$ 715,857	\$ 1,853,355	\$ (338,824)

See accompanying notes to the general purpose financial statements.

Fiduciary Fund Type	Totals (Memorandum Only)
Expendable Trust	
\$ -	\$ 11,880,551
-	25,675,447
1,460	175,579
-	393,513
2,716	370,078
67,632	67,632
2,414	4,831,161
74,222	43,393,961
-	14,194,422
-	5,893,983
-	1,204,478
-	193,168
-	902,967
12,525	1,722,407
-	4,144,100
-	16,716
-	2,623,206
1,961	525,819
-	404,399
-	3,905,411
-	815,666
-	36,694
16,709	399,968
32	1,149,483
-	3,105,528
-	1,303,388
-	1,594,814
31,227	44,136,617
42,995	(742,656)
-	3,912
-	164,016
-	3,087
-	(520,637)
-	(349,622)
42,995	(1,092,278)
71,466	3,295,185
\$ 114,461	\$ 2,202,907

Barberton City School District
Combined Statement of Revenues, Expenditures
and Changes in Fund Balances - Budget and Actual
All Governmental Fund Types and Expendable Trust Fund
For the Fiscal Year Ended June 30, 2002

	Governmental Fund Types		
	General Fund		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Taxes	\$ 11,047,060	\$ 10,903,483	\$ (143,577)
Intergovernmental	17,010,797	16,881,101	(129,696)
Interest	309,834	82,439	(227,395)
Tuition and fees	77,900	13,798	(64,102)
Extracurricular activities	990	847	(143)
Gifts and donations	-	-	-
Miscellaneous	738,622	139,817	(598,805)
Total revenues	29,185,203	28,021,485	(1,163,718)
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	13,682,576	12,357,942	1,324,634
Special	2,562,810	2,525,633	37,177
Vocational	1,197,152	1,190,718	6,434
Adult/continuing	-	-	-
Other	1,234,845	1,200,288	34,557
Support services:			
Pupils	1,598,319	1,488,429	109,890
Instructional staff	1,710,974	1,671,399	39,575
Board of education	22,577	17,041	5,536
Administration	2,455,836	2,351,693	104,143
Fiscal	514,207	513,291	916
Business	452,261	448,352	3,909
Operation and maintenance of plant	3,654,913	3,610,603	44,310
Pupil transportation	778,141	705,340	72,801
Central	76,923	23,541	53,382
Operation of non-instructional services	346	346	-
Extracurricular activities	737,231	718,658	18,573
Capital outlay	900,045	535,352	364,693
Debt service:			
Principal retirement	-	-	-
Interest and fiscal charges	-	-	-
Total expenditures	31,579,156	29,358,626	2,220,530
Excess of revenues over (under) expenditures	(2,393,953)	(1,337,141)	1,056,812
<u>Other financing sources (uses):</u>			
Proceeds of notes	-	-	-
Proceeds from sale of fixed assets	4,000	3,792	(208)
Refund of prior year expenditures	127,238	229,244	102,006
Contingency	(173,634)	-	173,634
Advances in	25,000	996,360	971,360
Advances out	-	(452,675)	(452,675)
Operating transfers in	-	-	-
Operating transfers out	(322,169)	(520,637)	(198,468)
Total other financing sources (uses)	(339,565)	256,084	595,649
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(2,733,518)	(1,081,057)	1,652,461
Fund balances at beginning of year	904,726	904,726	-
Prior year encumbrances appropriated	843,032	843,032	-
Fund balances at end of year	\$ (985,760)	\$ 666,701	\$ 1,652,461

Governmental Fund Types

Special Revenue Funds			Debt Service Funds		
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
\$ -	\$ -	\$ -	\$ 317,614	\$ 318,033	\$ 419
10,039,716	8,081,560	(1,958,156)	55,548	17,075	(38,473)
23,181	10,308	(12,873)	100,000	42,834	(57,166)
375	365	(10)	-	-	-
382,380	366,515	(15,865)	-	-	-
-	-	-	-	-	-
2,725,271	2,391,392	(333,879)	2,233,683	2,226,968	(6,715)
<u>13,170,923</u>	<u>10,850,140</u>	<u>(2,320,783)</u>	<u>2,706,845</u>	<u>2,604,910</u>	<u>(101,935)</u>
2,024,420	1,919,260	105,160	-	-	-
3,653,351	3,314,294	339,057	-	-	-
4,600	4,600	-	-	-	-
240,345	195,004	45,341	-	-	-
-	-	-	-	-	-
298,574	268,766	29,808	-	-	-
2,393,740	2,121,626	272,114	-	-	-
-	-	-	-	-	-
339,125	267,215	71,910	34,772	469	34,303
-	-	-	35,773	1,813	33,960
-	-	-	-	-	-
467,330	419,064	48,266	-	-	-
195,683	159,469	36,214	-	-	-
27,094	13,922	13,172	-	-	-
523,292	406,433	116,859	-	-	-
590,893	440,516	150,377	-	-	-
1,893,357	1,910,394	(17,037)	-	-	-
-	-	-	1,091,100	1,091,100	-
-	-	-	1,555,862	1,555,862	-
<u>12,651,804</u>	<u>11,440,563</u>	<u>1,211,241</u>	<u>2,717,507</u>	<u>2,649,244</u>	<u>68,263</u>
<u>519,119</u>	<u>(590,423)</u>	<u>(1,109,542)</u>	<u>(10,662)</u>	<u>(44,334)</u>	<u>(33,672)</u>
-	-	-	-	-	-
550	120	(430)	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	702,200	702,200	-	-	-
4,045	(721,204)	(725,249)	-	-	-
396	-	(396)	-	-	-
-	-	-	-	-	-
<u>4,991</u>	<u>(18,884)</u>	<u>(23,875)</u>	<u>-</u>	<u>-</u>	<u>-</u>
524,110	(609,307)	(1,133,417)	(10,662)	(44,334)	(33,672)
1,007,448	1,007,448	-	1,894,527	1,894,527	-
429,915	429,915	-	-	-	-
<u>\$ 1,961,473</u>	<u>\$ 828,056</u>	<u>\$ (1,133,417)</u>	<u>\$ 1,883,865</u>	<u>\$ 1,850,193</u>	<u>\$ (33,672)</u>

Barberton City School District
Combined Statement of Revenues, Expenditures
and Changes in Fund Balances - Budget and Actual
All Governmental Fund Types and Expendable Trust Fund
For the Fiscal Year Ended June 30, 2002

	Governmental Fund Types		
	Capital Projects Funds		Variance
	Revised Budget	Actual	Favorable (Unfavorable)
<u>Revenues:</u>			
Taxes	\$ 552,530	\$ 534,781	\$ (17,749)
Intergovernmental	285,647	221,489	(64,158)
Interest	235,000	38,538	(196,462)
Tuition and fees	-	-	-
Extracurricular activities	-	-	-
Gifts and donations	-	-	-
Miscellaneous	-	-	-
Total revenues	<u>1,073,177</u>	<u>794,808</u>	<u>(278,369)</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	105,280	55,280	50,000
Special	-	-	-
Vocational	30,938	18,770	12,168
Adult/continuing	-	-	-
Other	-	-	-
Support services:			
Pupils	-	-	-
Instructional staff	82,500	32,500	50,000
Board of education	-	-	-
Administration	3,351	3,351	-
Fiscal	9,407	9,407	-
Business	-	-	-
Operation and maintenance of plant	-	-	-
Pupil transportation	-	-	-
Central	-	-	-
Operation of non-instructional services	-	-	-
Extracurricular activities	-	-	-
Capital outlay	1,817,256	989,444	827,812
Debt service:			
Principal retirement	25,000	50,000	(25,000)
Interest and fiscal charges	-	-	-
Total expenditures	<u>2,073,732</u>	<u>1,158,752</u>	<u>914,980</u>
Excess of revenues over (under) expenditures	<u>(1,000,555)</u>	<u>(363,944)</u>	<u>636,611</u>
<u>Other financing sources (uses):</u>			
Proceeds of notes	3,450,000	3,450,000	-
Proceeds from sale of fixed assets	-	-	-
Refund of prior year expenditures	-	-	-
Contingency	-	-	-
Advances in	-	945,512	945,512
Advances out	(10,562)	(1,264,816)	(1,254,254)
Operating transfers in	-	3,087	3,087
Operating transfers out	-	-	-
Total other financing sources (uses)	<u>3,439,438</u>	<u>3,133,783</u>	<u>(305,655)</u>
Excess of revenues and other financing sources over (under) expenditures and other financing uses	2,438,883	2,769,839	330,956
Fund balances at beginning of year	(249,820)	(249,820)	-
Prior year encumbrances appropriated	325,556	325,556	-
Fund balances at end of year	<u>\$ 2,514,619</u>	<u>\$ 2,845,575</u>	<u>\$ 330,956</u>

Fiduciary Fund Type			Totals (Memorandum Only)		
Expendable Trust Fund					
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
\$ -	\$ -	\$ -	\$ 11,917,204	\$ 11,756,297	\$ (160,907)
-	-	-	27,391,708	25,201,225	(2,190,483)
1,473	1,460	(13)	669,488	175,579	(493,909)
-	-	-	78,275	14,163	(64,112)
3,094	2,716	(378)	386,464	370,078	(16,386)
63,921	67,632	3,711	63,921	67,632	3,711
3,649	2,414	(1,235)	5,701,225	4,760,591	(940,634)
<u>72,137</u>	<u>74,222</u>	<u>2,085</u>	<u>46,208,285</u>	<u>42,345,565</u>	<u>(3,862,720)</u>
-	-	-	15,812,276	14,332,482	1,479,794
-	-	-	6,216,161	5,839,927	376,234
-	-	-	1,232,690	1,214,088	18,602
-	-	-	240,345	195,004	45,341
-	-	-	1,234,845	1,200,288	34,557
12,525	12,525	-	1,909,418	1,769,720	139,698
-	-	-	4,187,214	3,825,525	361,689
-	-	-	22,577	17,041	5,536
-	-	-	2,833,084	2,622,728	210,356
2,000	1,961	39	561,387	526,472	34,915
-	-	-	452,261	448,352	3,909
-	-	-	4,122,243	4,029,667	92,576
-	-	-	973,824	864,809	109,015
-	-	-	104,017	37,463	66,554
17,442	16,709	733	541,080	423,488	117,592
32	32	-	1,328,156	1,159,206	168,950
-	-	-	4,610,658	3,435,190	1,175,468
-	-	-	1,116,100	1,141,100	(25,000)
-	-	-	1,555,862	1,555,862	-
<u>31,999</u>	<u>31,227</u>	<u>772</u>	<u>49,054,198</u>	<u>44,638,412</u>	<u>4,415,786</u>
<u>40,138</u>	<u>42,995</u>	<u>2,857</u>	<u>(2,845,913)</u>	<u>(2,292,847)</u>	<u>553,066</u>
-	-	-	3,450,000	3,450,000	-
-	-	-	4,550	3,912	(638)
-	-	-	127,238	229,244	102,006
-	-	-	(173,634)	-	173,634
-	-	-	25,000	2,644,072	2,619,072
-	-	-	(6,517)	(2,438,695)	(2,432,178)
-	-	-	396	3,087	2,691
-	-	-	(322,169)	(520,637)	(198,468)
<u>-</u>	<u>-</u>	<u>-</u>	<u>3,104,864</u>	<u>3,370,983</u>	<u>266,119</u>
40,138	42,995	2,857	258,951	1,078,136	819,185
71,467	71,467	-	3,628,348	3,628,348	-
(1)	(1)	-	1,598,502	1,598,502	-
<u>\$ 111,604</u>	<u>\$ 114,461</u>	<u>\$ 2,857</u>	<u>\$ 5,485,801</u>	<u>\$ 6,304,986</u>	<u>\$ 819,185</u>

Barberton City School District
Combined Statement of Revenues,
Expenses and Changes in Retained Earnings
All Proprietary Fund Types
For the Fiscal Year Ended June 30, 2002

	Proprietary Fund Types		Totals (Memorandum Only)
	Enterprise	Internal Service	
<u>Operating revenues:</u>			
Sales	\$ 772,619	\$ 90,956	\$ 863,575
Charges for services	-	3,838,048	3,838,048
Other operating revenues	307,310	85	307,395
Total operating revenue	<u>1,079,929</u>	<u>3,929,089</u>	<u>5,009,018</u>
<u>Operating expenses:</u>			
Salaries	1,174,342	-	1,174,342
Fringe benefits	385,596	-	385,596
Purchased services	83,759	407,714	491,473
Materials and supplies	272,734	82,538	355,272
Cost of sales	738,128	-	738,128
Depreciation	18,198	-	18,198
Claims	-	3,894,417	3,894,417
Other operating expenses	12,356	-	12,356
Total operating expenses	<u>2,685,113</u>	<u>4,384,669</u>	<u>7,069,782</u>
Operating loss	<u>(1,605,184)</u>	<u>(455,580)</u>	<u>(2,060,764)</u>
<u>Non-operating revenues:</u>			
Federal donated commodities	128,597	-	128,597
Operating grants	1,055,682	-	1,055,682
Interest	5,880	19,691	25,571
Total non-operating revenues	<u>1,190,159</u>	<u>19,691</u>	<u>1,209,850</u>
Loss before operating transfers	<u>(415,025)</u>	<u>(435,889)</u>	<u>(850,914)</u>
Operating transfers in	<u>517,550</u>	<u>-</u>	<u>517,550</u>
Net income (loss)	102,525	(435,889)	(333,364)
Retained earnings at beginning of year, as restated (Note 22)	320,392	690,414	1,010,806
Retained earnings at end of year	<u>\$ 422,917</u>	<u>\$ 254,525</u>	<u>\$ 677,442</u>

See accompanying notes to the general purpose financial statements.

Barberton City School District
Combining Statement of Cash Flows
All Proprietary Fund Types
For the Fiscal Year Ended June 30, 2002

	Proprietary Fund Types		Totals (Memorandum Only)
	Enterprise	Internal Service	
<u>Cash flows from operating activities:</u>			
Cash received from customers	\$ 772,619	\$ 5,884	\$ 778,503
Cash received from other operating sources	311,194	85	311,279
Cash received from quasi-external transactions with other funds	-	3,923,120	3,923,120
Cash payments to suppliers for goods and services	(961,865)	(486,275)	(1,448,140)
Cash payments to employees for services	(1,175,994)	-	(1,175,994)
Cash payments for employee benefits	(384,086)	-	(384,086)
Cash payments for other operating expenses	(12,356)	(3,829,635)	(3,841,991)
Net cash used for operating activities	(1,450,488)	(386,821)	(1,837,309)
<u>Cash flows from noncapital financing activities:</u>			
Operating grants	1,074,203	-	1,074,203
Transfer in	517,550	-	517,550
Advances in	33,619	-	33,619
Advances out	(238,996)	-	(238,996)
Net cash provided by noncapital financing activities	1,386,376	-	1,386,376
<u>Cash flows from investing activities:</u>			
Interest on investments	5,880	19,691	25,571
Net cash provided by investing financing	5,880	19,691	25,571
Net decrease in cash and cash equivalents	(58,232)	(367,130)	(425,362)
Cash and cash equivalents at beginning of year	402,196	1,010,761	1,412,957
Cash and cash equivalents at end of year	\$ 343,964	\$ 643,631	\$ 987,595
<u>Reconciliation of operating loss to net cash used for operating activities:</u>			
Operating loss	\$ (1,605,184)	\$ (455,580)	\$ (2,060,764)
Adjustments to reconcile operating loss to net cash used for operating activities:			
Depreciation	18,198	-	18,198
Federal donated commodities	128,597	-	128,597
Change in assets and liabilities:			
(Increase) decrease in assets:			
Inventory	(3,787)	-	(3,787)
Accounts receivable	3,884	-	3,884
Increase (decrease) in liabilities:			
Accounts payable	2,733	3,976	6,709
Accrued wages	(3,907)	-	(3,907)
Compensated absences payable	1,060	-	1,060
Intergovernmental payable	5,345	-	5,345
Claims payable	-	64,783	64,783
Deferred revenue	2,573	-	2,573
Total adjustments	154,696	68,759	223,455
Net cash used for operating activities	\$ (1,450,488)	\$ (386,821)	\$ (1,837,309)
Non-cash operating activities			
Donated commodities received	\$ 128,597	\$ -	\$ 128,597

See accompanying notes to the general purpose financial statements.

Barberton City School District

Notes to the General Purpose Financial Statements

For the fiscal year ended June 30, 2002

NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT

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

The School District operates under a locally elected five-member Board form of government and provides educational services as mandated by state and/or federal agencies. The Board controls the School District's eleven instructional/support facilities staffed by 160 non-certificated employees and 420 certificated full time teaching personnel, and thirty-eight administrators, who provide services to 4,402 students and other community members.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the School District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting entity for establishing governmental accounting and financial reporting principles. The School District also applies Financial Accounting Standards Board Statements and Interpretations issued on or before November 30, 1989, to its proprietary activities provided they do not conflict with or contradict GASB pronouncements. The School District's significant accounting policies are described below.

A. Reporting Entity

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

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

Within the boundaries of the Barberton City School District, Saint Augustine School is operated as a private school. State legislation provides funding to this private school. The School District receives the money and then disburses the money as directed by the private school. The accounting for the monies is reflected in a special revenue fund of the School District. The School District does not have any component units.

Barberton City School District

Notes to the General Purpose Financial Statements

For the fiscal year ended June 30, 2002

The School District is associated with the Northeast Ohio Network for Educational Technology and the Four Cities Vocational Compact, which are defined as jointly governed organizations. Jointly governed organizations are governed by representatives from each of the governments that create the organizations, but there is no ongoing financial interest or responsibility by the participating governments. Information regarding these organizations is presented in Note 14.

B. Basis of Presentation - Fund Accounting

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

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

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

Governmental Fund Types:

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

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

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

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

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

Barberton City School District

Notes to the General Purpose Financial Statements

For the fiscal year ended June 30, 2002

Proprietary Fund Types:

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

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

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

Fiduciary Fund Types:

Fiduciary funds are used to account for assets held by the School District in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. These include expendable trust and agency funds. Expendable trust funds are accounted for in essentially the same manner as governmental funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Account Groups:

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

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

General Long-Term 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 or trust funds.

C. Measurement Focus and Basis of Accounting

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

Barberton City School District

Notes to the General Purpose Financial Statements

For the fiscal year ended June 30, 2002

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 combined balance sheet. Proprietary fund operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets.

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

The modified accrual basis of accounting is followed for the governmental, expendable trust and agency funds. The full accrual basis of accounting is followed in 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 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. 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.

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

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Principal and interest on general long-term debt are recorded as fund liabilities when due or when amounts have been accumulated in the debt service fund for payments to be made early in the following year, and the costs of accumulated unpaid vacation and sick leave are reported as fund liabilities in the period in which they will be liquidated with available financial resources rather than in the period earned by employees. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

Barberton City School District

Notes to the General Purpose Financial Statements

For the fiscal year ended June 30, 2002

The accrual basis of accounting is utilized for reporting purposes by the proprietary funds. Revenues are recognized in the accounting period in which they are earned, and expenses are recognized at the time they are incurred. There were no unbilled service charges receivable at year end. The fair value of donated commodities used during the year is reported in the operating statement as an expense with a like amount reported as donated commodities revenue. Unused donated commodities are reported as deferred revenue.

D. Budgetary Data

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the Tax Budget, the Certificate of Estimated Resources, and the Appropriation Resolution, all of which are prepared on the budgetary basis of accounting. The Certificate of Estimated Resources and the Appropriations Resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than agency funds, are legally required to be budgeted and appropriated. The primary level of budgetary control is at the fund level. Any budgetary modifications at this level may only be made by resolution of the Board of Education.

Tax Budget:

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

Estimated Resources:

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

Barberton City School District

Notes to the General Purpose Financial Statements

For the fiscal year ended June 30, 2002

Appropriations:

Upon receipt from the County Auditor of an amended Certificate of Estimated Resources based on final assessed values and tax rates or a certificate saying no new certificate is necessary, the annual appropriation resolution must be legally enacted by the Board of Education at the fund level of expenditure, which is the legal level of budgetary control. Prior to the passage of the annual appropriation measure, the Board may pass a temporary appropriation measure to meet the ordinary expenses of the School District. The Appropriation Resolution, by fund, must be within the estimated resources as certified by the County Budget Commission and the total of expenditures and encumbrances may not exceed the appropriation totals at any level of control. Any revisions that alter the total of any fund appropriation must be approved by the Board of Education. The Board may pass supplemental fund appropriations so long as the total appropriations by fund does not exceed the amounts set forth in the most recent Certificate of Estimated Resources. During the year, several supplemental appropriations were legally enacted.

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

Encumbrances:

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

Lapsing of Appropriations:

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

Barberton City School District

Notes to the General Purpose Financial Statements

For the fiscal year ended June 30, 2002

E. Cash and Investments

To improve cash management, all cash received by the School District is pooled in a central bank account. Monies for all funds, including proprietary funds, are maintained in this account or temporarily used to purchase short term investments. Individual fund integrity is maintained through School District records. Each fund's interest in the pool is presented as "Equity in pooled cash and cash equivalents" on the combined balance sheet. During the fiscal year, investments were limited to overnight repurchase agreements, Certificates of deposit, and Star Ohio, the State Treasurer's Investment Pool. Except for investment contracts and money market investments that had a remaining maturity of one year or less at the time of purchase, investments are reported at fair value which is based on quoted market prices. Nonparticipating investment contracts such as repurchase agreements and nonnegotiable certificates of deposits are reported at cost. Under existing Ohio statutes, all investment earnings accrue to the general fund except those specifically related to certain trust funds, unless the Board specifically allows the interest to be recorded in other funds. The Board of Education has passed a resolution to allow interest to also be recorded in other funds as listed in Note 4.

Some of the monies in the Permanent Improvement capital projects fund and the Bond Retirement debt service fund are held separate from the School District's central bank account and are reflected on the combined balance sheet as "Cash and cash equivalents in segregated accounts". The general fund also had an account with an escrow agent during fiscal year 2002.

For purposes of the combined statement of cash flows and for presentation on the combined balance sheet, investments of the cash management pool and investments with 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 initial maturity of more than three months that are not purchased from the pool are reported as investments.

F. Inventory

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

G. Fixed Assets and Depreciation

General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction costs are reflected as expenditures in governmental funds, and related assets are reported in the General Fixed Assets Account Group. Fixed assets utilized in the proprietary funds are capitalized in the respective fund. All fixed assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated fixed assets are recorded at their fair market values as of the date received. The School District maintains a capitalization threshold of \$2,500. The School District does not possess any infrastructure.

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

Barberton City School District

Notes to the General Purpose Financial Statements

For the fiscal year ended June 30, 2002

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

H. Restricted Assets

Restricted assets in the general fund represent cash and cash equivalents whose use is limited by legal requirements. Restricted assets may include unexpended revenues restricted for the purchase of school buses, and amounts required by state statute to be set-aside by the School District for the purchase of textbooks, for the acquisition or construction of capital assets. Restricted assets may also be set-aside as a reserve for budget stabilization, which is now optional as determined by the School District. See Note 18 for the calculation of the year-end restricted asset balances and the corresponding fund balance reserves.

I. Intergovernmental Revenues

For governmental funds, intergovernmental revenues, such as grants awarded on a non-reimbursement basis and entitlements, are recorded at the time of receipt or earlier if the susceptible to accrual criteria are met. Reimbursement type grants are recorded as receivables and revenues when the related expenditures are incurred and all other grant requirements have been met. Other than commodities, grants and entitlements for proprietary fund operations are recognized as non-operating revenues in the accounting period in which they are earned and become measurable.

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

Entitlements

General Fund

State Foundation Program

State Property Tax Relief

Special Revenue Funds

Disadvantaged Pupil Impact Aid

Non-Reimbursable Grants

Special Revenue Funds

Adult Basic Education

Alternative Schools

Auxiliary Services

Data Communication

Drug Free Schools

Educational Management Information System

EHA Preschool

Eisenhower Grant

Emergency Immigrant Education Assistance

Goals 2000

Ohio Reads

Post Secondary Vocational Education

Public School Preschool

Reducing Class Size

School Net Professional Development

Summer Intervention

Teacher Development

Barberton City School District

Notes to the General Purpose Financial Statements

For the fiscal year ended June 30, 2002

Title I
Title II-A
Title VI
Title VI-B
Transition Program for Refugee Children
Venture Capital
Capital Projects
Emergency School Building Repair
Technology Grant
Vocational Education Equipment

Reimbursable Grants

Proprietary Funds

Child and Adult Care Food Program
Government Donated Commodities
National School Breakfast Program
National School Lunch Program

Grants and entitlements amounted to approximately 50% of the School District's operating revenue during the current fiscal year.

J. Short-term Interfund Assets/Liabilities

Short-term interfund loans are classified as “interfund receivables” and “interfund payables”.

K. Compensated Absences

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

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

L. Accrued Liabilities and Long-term Obligations

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

Barberton City School District

Notes to the General Purpose Financial Statements

For the fiscal year ended June 30, 2002

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

M. Interfund Transactions

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

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

N. Fund Balance Reserves

The School District records reservations for portions of fund equity which are legally segregated for specific future use or which do not represent available expendable resources and therefore are not available for appropriations for expenditures. Unreserved fund balance indicates that portion of fund equity which is available for appropriation in future periods. Fund equity reserves are established for encumbrances, budget stabilization, bus purchases, property taxes and debt service.

The reserve for property taxes represents taxes recognized as revenue under generally accepted accounting principles but not available for appropriation under State statute.

O. Total Columns on General Purpose Financial Statements

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

P. Estimates

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

NOTE 3 - BUDGETARY BASIS OF ACCOUNTING

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

Barberton City School District

Notes to the General Purpose Financial Statements

For the fiscal year ended June 30, 2002

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Encumbrances are treated as expenditures for all funds (budget basis) rather than as a reservation of fund balance for governmental fund types.
4. Proceeds from and principal payments on bond and revenue anticipation notes are reported on the operating statement (budget basis) rather than as balance sheet transactions (GAAAP basis).

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

	<i>Excess of Revenues and Other Financing Sources Over (Under)</i>			
	<i>Expenditures and Other Financing Uses</i>			
	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>
<i>GAAP Basis</i>	\$ (664,250)	\$ (373,301)	\$ (51,014)	\$ (46,708)
<i>Revenue Accruals</i>	548,587	222,508	6,680	4,333,129
<i>Expenditure Accruals</i>	(1,437,257)	(783,811)	-	(1,892,550)
<i>Encumbrances (Budget Basis)</i>				-
<i>Outstanding at year end</i>	<u>471,863</u>	<u>325,297</u>	<u>-</u>	<u>375,968</u>
<i>Budget Basis</i>	<u>\$ (1,081,057)</u>	<u>\$ (609,307)</u>	<u>\$ (44,334)</u>	<u>\$ 2,769,839</u>

NOTE 4 - DEPOSITS AND INVESTMENTS

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

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

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

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

Barberton City School District

Notes to the General Purpose Financial Statements

For the fiscal year ended June 30, 2002

1. United States treasury bills, notes, bonds, or any other obligations or security issued by the United States treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or other obligations or securities issued by any federal government agency or instrumentality. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements for a period not to exceed thirty days in securities listed above that mature within five years from the date of settlement;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in item (1) or (2) above and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasurer's investment pool (STAR Ohio); and
7. Certain bankers' acceptances and commercial paper notes in an amount not to exceed 25% of the interim monies available for investment at any one time.

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 area are also prohibited. An investment must mature within five years from the date of purchase unless matched to a specific obligation or debt of the District, and must be purchased with the expectation that it will be held to maturity. Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the treasurer or qualified trustee or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

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

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

Deposits:

At year end, the carrying amount of the School District's deposits, including petty cash of \$800, was \$2,199,006, and the bank balance was \$2,578,851. Of the bank balance, \$200,000 was covered by federal depository insurance and \$2,378,851 was collateralized with securities held by the pledging financial institution's trust department or agent but not in the School District's name.

Barberton City School District

Notes to the General Purpose Financial Statements

For the fiscal year ended June 30, 2002

Investments:

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

Interest is legally required to be placed in the general fund; the Public School Support, District Managed Student Activities and Auxiliary special revenue funds; the Bond Retirement debt service fund; the Permanent Improvement and Building capital projects funds; the Special Trust expendable trust fund; the Food Service enterprise fund; the Rotary and Self Insurance internal service fund; the Student Activities and District Agency agency funds. Interest revenue credited to the general fund amounted to \$82,439, none of which was assigned from other School District funds.

The School District has invested funds in STAR Ohio during 2002. STAR Ohio is an investment pool managed by the State Treasurer's Office, which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price, which is the price the investment could be sold for on June 30, 2002. The School District's investment in STAR Ohio is an unclassified investment since it is not evidence by securities that exist in physical or book entry form.

	<u>Category 3</u>	<u>Fair Value</u>
<u>Categorized Investments</u>		
Repurchase Agreements	\$ 4,260,000	\$ 4,260,000
<u>Noncategorized Investments</u>		
State Treasurer's Pool		2,329,469
Total Investments		<u>\$ 6,589,469</u>

NOTE 5 - PROPERTY TAXES

Property taxes are levied and assessed on a calendar year basis. Second half distributions occur in a new fiscal year. Property taxes include amounts levied against all real, public utility and tangible personal (used in business) property located in the School District. Real property taxes are levied after April 1 on the assessed value listed as of the prior January 1, the lien date. Public utility property taxes attached as a lien on December 31 of the prior year were levied April 1 and are collected with real property taxes. Assessed values for real property taxes are established by State law at 35% of appraised market value. All property is required to be revalued every six years. Public utility property taxes are assessed on tangible personal property at 88% of true value (with certain exceptions) and on real property at 35% of true value. Tangible personal property taxes are levied after April 1 on the value listed as of December 31 of the current year. Tangible personal property assessments are 25% of true value.

Barberton City School District

Notes to the General Purpose Financial Statements

For the fiscal year ended June 30, 2002

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

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

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

Accrued property taxes receivable represent delinquent taxes outstanding and real property, tangible personal property and public utility taxes which became measurable as of June 30. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is intended to finance current year operations. The receivable is therefore offset by a credit to deferred revenue for that portion not intended to finance current year operations. The amount available as an advance at June 30 was \$602,228 in the general fund, \$72,101 in the Permanent Improvement capital projects fund, and \$3,162 in the Bond Retirement debt service fund and is recognized as revenue.

The School District, by resolution, authorizes the Treasurer to request advances from the County Auditor during the year and to make these funds available for appropriation.

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

<u>Property Category</u>	<u>2001 Assessed Value</u>	<u>2000 Assessed Value</u>
<u>Real Property</u>		
Residential and Agricultural	\$ 223,227,510	\$ 218,653,950
Commercial and Industrial	71,183,480	61,770,400
Public Utilities	13,792,630	17,249,740
<u>Tangible Personal Property</u>		
General	64,631,388	62,813,417
Total	<u>\$ 372,835,008</u>	<u>\$ 360,487,507</u>

NOTE 6 - RECEIVABLES

Receivables at year end consisted of taxes, accounts (tuition and excess costs) and intergovernmental grants and entitlements. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current year guarantee of federal funds. The special revenue and enterprise fund's intergovernmental receivable at June 30, consisted of \$3,035,447 and \$141,793 respectively.

Barberton City School District

Notes to the General Purpose Financial Statements
For the fiscal year ended June 30, 2002

NOTE 7 - FIXED ASSETS

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

<u>Classification</u>	<u>Balance</u>
Equipment	\$ 450,719
Less: accumulated depreciation	<u>(123,266)</u>
Net Fixed Assets	<u><u>\$ 327,453</u></u>

A summary of the changes in general fixed assets during fiscal year 2002 follows:

<u>Asset Category</u>	<u>Balance at</u> <u>7/1/2001</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance at</u> <u>6/30/2002</u>
Land and land improvements	\$ 5,981,478	\$ 52,900	\$ -	\$ 6,034,378
Buildings	38,895,008	581,098	-	39,476,106
Furniture, fixtures and equipment	2,373,827	346,710	-	2,720,537
Vehicles	1,492,472	68,328	(16,541)	1,544,259
Construction in progress	-	1,862,666	-	1,862,666
Totals	<u>\$ 48,742,785</u>	<u>\$ 2,911,702</u>	<u>\$ (16,541)</u>	<u>\$ 51,637,946</u>

NOTE 8 - RISK MANAGEMENT

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

The School District uses an internal service fund to record and report their self funded health care insurance program. The claims liability of \$381,293 reported in the fund at year end was estimated by third party administrators and is based on the requirements of GASB Statement 10, which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported.

The School District purchases stop-loss coverage of \$90,000 per employee. Changes in the fund's claims liability during the current and prior fiscal years were:

	<u>beginning</u> <u>of year</u>	<u>Current</u> <u>year claims</u>	<u>Claim payments</u>	<u>Balance at</u> <u>end of year</u>
2001	\$ 267,728	2,824,531	2,775,749	316,510
2002	\$ 316,510	3,894,417	3,829,634	381,293

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

Barberton City School District

Notes to the General Purpose Financial Statements

For the fiscal year ended June 30, 2002

NOTE 9 - DEFINED BENEFIT PENSION PLANS

A. School Employees Retirement System

The School District contributes to the School Employees Retirement System of Ohio (SERS), a cost-sharing multiple employer defined benefit pension plan. SERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by state statute per Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained from the School Employees Retirement System, 300 East Broad St., Suite 100, Columbus, Ohio 43215-3746 or by calling (614) 222-5853.

Plan members are required to contribute 9% of their annual covered salary and the School District is required to contribute an actuarially determined rate of 14% of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended, up to the statutory maximum amounts, by the SERS Retirement Board. The School District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2002, 2001, and 2000 were \$784,421, \$728,045 and \$753,943, respectively; 46% has been contributed for fiscal year 2002 and 100% for the fiscal years 2001 and 2000. \$422,681 representing the unpaid contribution for fiscal year 2002, 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 defined benefit pension plan. STRS provides basic retirement benefits, disability, survivor, and health care benefits based on eligible service credit to members and beneficiaries. Authority to establish and amend benefits is provided by state statute per Chapter 3307 of the Ohio Revised Code. STRS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the State Teachers Retirement System, 275 East Broad Street, Columbus, Ohio 43215-3771 or by calling (614) 227-4090.

Plan members are required to contribute 9.3% of their annual covered salary and the School District is required to contribute an actuarially determined rate of 14% of annual covered payroll. Contribution rates are established by STRS, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10% for members and 14% for employers. The School District's required contributions for pension obligations to STRS for the fiscal years ended June 30, 2002, 2001, and 2000 were \$2,596,728, \$2,456,632, and \$2,318,184 respectively; 83% has been contributed for fiscal year 2002 and 100% for the fiscal years 2001 and 2000. \$441,914 representing the unpaid contribution for fiscal year 2002 is recorded as a liability within the respective funds.

Barberton City School District

Notes to the General Purpose Financial Statements
For the fiscal year ended June 30, 2002

NOTE 10 - POSTEMPLOYMENT BENEFITS

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

By Ohio law, the cost of coverage paid from STRS funds shall be included in the employer contribution rate, currently 14% of covered payroll. The retirement board currently allocates employer contributions equal to 4.50% of covered payroll to the Health Care Reserve Fund from which payments for health care benefits are paid. For the School District this amount equaled \$834,663 during the 2002 fiscal year. Health care benefits are financed on a pay-as-you-go basis. The balance in the Health Care Reserve Fund for the STRS was \$3.256 billion at June 30, 2001, (latest information available). For the year ended June 30, 2001, the net health care costs paid by the STRS were \$300,772,000 and eligible benefit recipients totaled 102,132.

For the School Employees Retirement System (SERS), coverage is made available to service retirees with ten or more years of qualifying service credit, disability and survivor benefit recipients. Members retiring on or after August 1, 1989, with less than twenty-five years of service credit must pay a portion of their premium for health care. The portion is based on years of service up to a maximum of 75% of the premium. For this fiscal year, employer contributions to fund health care benefits were 8.54% of covered payroll. In addition, SERS levies a surcharge to fund health care benefits equal to 14% of the difference between a minimum pay and the member's pay, pro-rated for partial service credit. For fiscal year 2002, the minimum pay has been established at \$12,400. The surcharge, added to the unallocated portion of the 14% contribution rate, provides for maintenance of the asset target level for the health care fund. For the School District, the amount of employer contributions used to fund health care equaled \$610,036, which includes a surcharge of \$60,941 during the 2002 fiscal year.

Health care benefits are financed on a pay-as-you-go basis. The target level for the health care reserve is 150% of annual health care expenses. Expenses for health care at June 30, 2001, (latest information available) were \$161,439,934 and the target level was \$242.2 million. At June 30, 2001, the SERS's net assets available for payment of health care benefits was \$315.7 million, at cost. The number of participants receiving health care benefits was approximately 50,000.

Barberton City School District

Notes to the General Purpose Financial Statements

For the fiscal year ended June 30, 2002

NOTE 11 - INTERFUND TRANSACTIONS

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

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Vocational education equipment capital projects fund	\$ 6,856
General	Adult education enterprise fund	33,619
General	Title II-A special revenue fund	215,346
General	Public School Preschool special revenue fund	196,854
Permanent Improvement	Building capital projects fund	844,855
Title I	Title II-A special revenue fund	290,000
<i>Total</i>		<u>\$ 1,587,530</u>

NOTE 12 – CAPITALIZED LEASES – LESSEE DISCLOSURE

During the year, the School District entered into a new capitalized lease for the acquisition of computer equipment for the School District. In prior years, the School District entered into a capitalized lease for the acquisition of technological equipment for the School District. The terms of the agreements provide options to purchase the equipment. These leases meet the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13 “Accounting for Leases,” which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee. Capital lease payments have been reclassified and are reflected as debt service in the combined financial statements for the governmental funds. These expenditures are reflected as function expenditures on a budgetary basis.

General fixed assets acquired by lease have been capitalized in the general fixed assets account group at \$617,122 equal to the present value of the future minimum lease payments at the time of acquisition. A corresponding liability was recorded in the general long-term debt account group.

Principal payments in the current fiscal year totaled \$162,288. The following is a schedule of the future minimum lease payments required under the capital leases and the present value of the minimum lease payments at year-end.

<u>Fiscal</u> <u>Year</u>	<u>Lease</u> <u>Payments</u>
2003	\$ 241,456
2004	115,325
2005	<u>10,054</u>
<i>Total minimum lease payments</i>	366,835
<i>Less: amount representing interest</i>	<u>(28,089)</u>
<i>Total</i>	<u>\$ 338,746</u>

Barberton City School District

Notes to the General Purpose Financial Statements
For the fiscal year ended June 30, 2002

NOTE 13 - LONG TERM OBLIGATIONS

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

	<i>Balance</i> <u>July 1</u>	<i>Additions</i>	<i>Deletions</i>	<i>Balance</i> <u>June 30</u>
<u>Tax Anticipation Note</u>				
<i>Permanent Improvement TAN, 3.80%</i>				
<i>maturing on December 1, 2006</i>	\$ -	\$ 3,450,000	\$ -	\$ 3,450,000
<u>General Long-Term Debt</u>				
<i>School Improvement Bonds, 3.65-5.00%</i>				
<i>maturing on November 1, 2022</i>	29,559,962	-	(900,000)	28,659,962
<i>Library Improvement Bonds, 9.00%</i>				
<i>maturing on December 1, 2005</i>	<u>550,000</u>	<u>-</u>	<u>(110,000)</u>	<u>440,000</u>
<i>Total Bonds</i>	<u>30,109,962</u>	<u>-</u>	<u>(1,010,000)</u>	<u>29,099,962</u>
<i>Energy Conservation Notes, 4.75%</i>				
<i>maturing on December 1, 2001</i>	81,100	-	(81,100)	-
<i>Vocational School Equipment Loan, 0.00%</i>				
<i>maturing on July 30, 2008</i>	60,000	-	(20,000)	40,000
<i>Vocational School Equipment Loan, 0.00%</i>				
<i>maturing on December 31, 2005</i>	<u>150,000</u>	<u>-</u>	<u>(30,000)</u>	<u>120,000</u>
<i>Total Loans</i>	<u>210,000</u>	<u>-</u>	<u>(50,000)</u>	<u>160,000</u>
<u>Other Obligations</u>				
<i>Long-term compensated absences</i>	1,533,740	-	(10,889)	1,522,851
<i>Capital leases payable</i>	337,018	164,016	(162,288)	338,746
<i>Employer pension obligations</i>	<u>245,514</u>	<u>262,234</u>	<u>(245,514)</u>	<u>262,234</u>
<i>Total Other Obligations</i>	<u>2,116,272</u>	<u>426,250</u>	<u>(418,691)</u>	<u>2,123,831</u>
<i>Total General Long-Term Debt</i>	<u>32,517,334</u>	<u>426,250</u>	<u>(1,559,791)</u>	<u>31,383,793</u>
<i>Total Long-Term Obligations</i>	<u>\$ 32,517,334</u>	<u>\$ 3,876,250</u>	<u>\$ (1,559,791)</u>	<u>\$ 34,833,793</u>

The annual requirements to amortize all bonds, notes and loans outstanding as of year-end including interest payments of \$19,574,747 are as follows:

	<i>Vocational</i> <i>Equipment</i> <u>Loans</u>	<i>Library</i> <i>Improvement</i> <u>Bonds</u>	<i>School</i> <i>Improvement</i> <u>Bonds</u>	<i>Total</i> <u>Debt</u>
2003	\$ 30,000	\$ 144,650	\$ 2,315,423	\$ 2,490,073
2004	30,000	134,750	2,314,857	2,479,607
2005	40,000	124,850	2,311,847	2,476,697
2006	40,000	114,950	2,308,038	2,462,988
2007	10,000	-	2,303,538	2,313,538
2008-2012	10,000	-	11,581,814	11,591,814
2013-2017	-	-	11,476,029	11,476,029
2018-2022	-	-	11,420,919	11,420,919
2023	<u>-</u>	<u>-</u>	<u>2,123,044</u>	<u>2,123,044</u>
<i>Total</i>	<u>\$ 160,000</u>	<u>\$ 519,200</u>	<u>\$ 48,155,509</u>	<u>\$ 48,834,709</u>

Barberton City School District

Notes to the General Purpose Financial Statements

For the fiscal year ended June 30, 2002

The School Improvement Bonds are to be paid from money received from the Barberton Community Foundation. The School District receives in November of each year the amount necessary to make debt service payments for the following calendar year. Interest earned on these monies will be used for the repayment of the bonds. The requests from the Foundation will be for the required payments reduced by the amount of interest earned.

The Ohio Revised Code allows for the issuance of tax anticipation notes with a maximum maturity not exceeding five years. On September 10, 2001 the School District issued \$3,450,000 in tax anticipation notes at an interest rate of 3.80%. The note is reflected as a liability of the permanent improvement capital projects fund and will be retired with tax revenues with the final payment due in fiscal year 2007.

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

The Vocational School Equipment Loan, maturing in 2008, is a ten-year no interest loan from the Ohio Department of Education (ODOE). The Vocational School Equipment Loan, maturing in 2005, is also a no interest loan from the ODOE, but for a term of only five years. Payments for both loans will be paid from the Permanent Improvement Capital Projects Fund.

NOTE 14 - JOINTLY GOVERNED ORGANIZATIONS

Northeast Ohio Network for Educational Technology (NEONET) is the computer service organization or Data Acquisition Site (DAS) used by the School District. NEONET is an association of public school districts in a geographic area determined by the Ohio Department of Education. The Summit County Educational Service Center acts as the fiscal agent for the consortium. The purpose of the consortium is to develop and employ a computer system efficiently and effectively for the needs of the member Boards of Education. All Districts in the consortium are required to pay fees, charges, and assessments as charged. NEONET is governed by a board made up of superintendents from all of the participating districts. An elected Executive Board consisting of five members of the governing board is the managerial body of the consortium and meets on a monthly basis. The School District does not maintain an ongoing financial interest or an ongoing financial responsibility. Payments to NEONET are made from the general fund. During the current fiscal year the School District contributed \$35,405 to NEONET.

The Four Cities Vocational Compact is a jointly governed organization to provide for the vocational and special education needs of the students of four participating school districts. The four-member board consists of the superintendent from each of the participating school districts. Students may attend any vocational or special education class offered by any of the four districts. If a student elects to attend a class offered by a school district other than the school district in which the student resides, the school district of residence pays an instructional fee to the school district that offered the class. Wadsworth City School District serves as the fiscal agent for this agreement, collecting and distributing payments. The committee exercises total control over the operation of the compact, including budgeting, appropriating, contracting and designating management. All revenues are generated from charges for services.

Barberton City School District

Notes to the General Purpose Financial Statements

For the fiscal year ended June 30, 2002

NOTE 15 - CONTINGENCIES

A. Grants:

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

B. Litigation:

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

C. School Funding:

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

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

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

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. In November 2001, the Court granted the request for reconsideration, but also ordered the parties to participate in a settlement conference with a court appointed mediator. On March 21, 2002, the mediator issued his final report indicating that the conference was unable to produce a settlement. The case is now under reconsideration by the Court.

The School District is unable to determine what effect, if any, this decision will have on its future State funding and on its financial operations.

Barberton City School District

Notes to the General Purpose Financial Statements

For the fiscal year ended June 30, 2002

NOTE 16 - SEGMENT INFORMATION FOR ENTERPRISE FUNDS

The School District maintains four enterprise funds to account for the operations of food service, uniform school supplies, adult education, and success school programs. The table below reflects in a summarized format the more significant financial data relating to the enterprise funds of the School District as of and for the fiscal year ended June 30.

<u>Description</u>	<u>Food Service</u>	<u>Uniform School Supplies</u>	<u>Adult Education</u>	<u>Success School</u>	<u>Total</u>
Operating revenues	\$ 790,600	\$ 86,791	\$ 23,001	\$ 179,537	\$ 1,079,929
Depreciation expense	18,198	-	-	-	18,198
Operating loss	1,035,659	12,899	335,859	220,767	1,605,184
Operating grants	918,207	-	10,045	127,430	1,055,682
Donated commodities	128,597	-	-	-	128,597
Operating transfers in	-	-	517,550	-	517,550
Net income (loss)	17,025	(12,899)	191,736	(93,337)	102,525
Net working capital	369,385	17,663	(39,411)	63,372	411,009
Total assets	761,247	19,779	2,146	93,005	876,177
Compensated absences payable	37,839	-	3,877	4,697	46,413
Current contributed capital	12,089	-	-	-	12,089
Total equity	658,999	17,663	(43,288)	58,675	692,049
Encumbrances outstanding (budget basis) at June 30, 2002	\$ 27,436	\$ 7,787	\$ 2,146	\$ 7,416	\$ 44,785

NOTE 17 - FUND DEFICITS

As of June 30, 2002, several funds had deficit fund balances/retained earnings. These deficits were caused by the application of generally accepted accounting principles. The general fund provides transfers to cover deficit balances in other funds; however, this is done when cash is needed rather than when accruals occur. The following funds had deficits at year end:

	<u>Deficit</u>
General	\$ 141,942
Special Revenue	
Public School Preschool	295,703
Disadvantaged Pupil Impact Aid	244,248
Title II-A	129,668
Title VI	233
Drug Fress Schools Grant	509
Reducing Class Size	2,937
Capital Projects	
Building	827,670
Vocational Education Equipment	6,754
Enterprise	
Adult Education	43,288

The School District is in the process of reviewing expenditures in an effort to bring them in line with revenues. In addition to this, the School District anticipates passing an operating levy in the near future.

Barberton City School District

Notes to the General Purpose Financial Statements

For the fiscal year ended June 30, 2002

NOTE 18 - STATUTORY RESERVES

The School District is required by State statute to annually set aside monies for the purchase of textbooks and other instructional materials, and for capital improvements. The amounts set-aside may be reduced by offset credits, which are monies received and restricted for the same specific purpose. Although the School District had qualifying disbursements during the year that reduced the set-aside amounts below zero, these extra amounts may only be used to reduce the set-aside requirements of future years for the purchase of textbooks. Negative amounts are therefore not presented as being carried forward to the next fiscal year for the other set-asides. The School District was required to set aside additional monies for textbooks and other instructional materials and some capital maintenance reserves. Amounts not spent by year-end or reduced by offset credits must be held in cash at year-end and carried forward to be used for the same purposes in future years. Although no longer required by state statute, a budget stabilization reserve may still be set-aside at the discretion of the School District.

During the fiscal year ended June 30, 2002, the reserve activity was as follows:

	<i>Textbook Reserve</i>	<i>Capital Maintenance Reserve</i>	<i>Budget Stabilization Reserve</i>	<i>School Bus Reserve</i>	<i>Total</i>
<i>Set-aside Cash Balance</i>					
<i>as of June 30, 2001</i>	\$ (3,318)	\$ (1,164,087)	\$ 163,714	\$ 25,495	\$ (978,196)
<i>Current Year Set-aside Requirement</i>	550,128	550,128	-	80,439	1,180,695
<i>Qualifying Disbursements</i>	<u>(637,323)</u>	<u>(2,090,365)</u>	<u>-</u>	<u>(56,746)</u>	<u>(2,784,434)</u>
<i>Total</i>	<u>\$ (90,513)</u>	<u>\$ (2,704,324)</u>	<u>\$ 163,714</u>	<u>\$ 49,188</u>	<u>\$ (2,581,935)</u>
<i>Cash Balance Carried</i>					
<i>Forward to FY2003</i>	<u>\$ (90,513)</u>	<u>\$ -</u>	<u>\$ 163,714</u>	<u>\$ 49,188</u>	<u>\$ 122,389</u>

NOTE 19 - CONTRIBUTED CAPITAL

Contributed capital was first recorded by the School District as of fiscal year ended June 30, 1997. Amounts contributed prior to that fiscal year end are not reasonably determinable and, therefore, were included in retained earnings. In prior years, these included donations by individuals and contributions made by the School District. As of July 1, 2001 increases in contributed capital will only take place from contributions made by the School District. Contributed capital in the Food Service enterprise fund increased by \$12,089 during the fiscal year.

NOTE 20 - ACCOUNTABILITY AND COMPLIANCE

Section 5705.41(D), Revised Code, requires that encumbrances be charged against proper appropriations. Section 5705.41(D), Revised Code, prohibits a subdivision from making expenditure unless it has been properly appropriated. It was noted that expenditures plus encumbrances exceeded appropriations in the Miscellaneous Federal Grants fund in the amount of \$27,969 at June 30, 2002.

The School District also had appropriations exceeding estimated resources for the following funds, which is a violation of Ohio Revised Code Section 5705.39.

Barberton City School District

Notes to the General Purpose Financial Statements

For the fiscal year ended June 30, 2002

<u>Fund</u>	<i>Estimated</i> <u>Resources</u>	<u>Appropriations</u>	<u>Variance</u>
<i>General</i>	\$ 30,246,167	\$ 31,231,927	\$ (985,760)
<i>Special Revenue:</i>			
<i>Public School Preschool</i>	1,866,956	1,923,420	(56,464)
<i>Capital Projects:</i>			
<i>Building</i>	(118,747)	844,855	(963,602)
<i>Enterprise:</i>			
<i>Uniform School Supplies</i>	114,742	121,000	(6,258)

NOTE 21 - CONSTRUCTION COMMITMENTS

The School District has a major construction project that is a commitment of the general fund, the Building capital projects fund and the Miscellaneous Local Grants fund. The project involves the construction of various athletic complexes and is being funded by local grants. To date the School District has spent \$2,638,387 on this project with a remaining commitment of \$2,476,045.

NOTE 22 - RESTATEMENT OF BEGINNING BALANCES

After the closing of the last fiscal year the School District moved monies from various funds within the district. Due to the moving of monies, restatements of beginning balances and retained earnings are necessary. The restatement is as follows:

	<u>Special Revenue</u>	<u>Enterprise</u>	<u>Agency</u>
<i>Fund Balance/Retained Earnings as previously stated, June 30, 2001</i>	\$ 1,181,360	\$ 180,820	\$ -
<i>Undistributed Monies/Due to Students as previously stated, June 30, 2001</i>			293,223
<i>Restatement</i>	<u>(92,202)</u>	<u>139,572</u>	<u>(47,370)</u>
<i>Restated July 1, 2001</i>	<u>\$ 1,089,158</u>	<u>\$ 320,392</u>	<u>\$ 245,853</u>

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

GENERAL FUND

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

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

SPECIAL REVENUE FUNDS

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

Public School Support

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

Local Grant

To account for funds received from private organizations that are restricted for specific purposes.

Venture Capital

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

Athletics

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

Auxiliary Services

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

Teacher Development

To account for state revenues used to assist teachers in gaining new skills and becoming familiar with new teaching methodologies.

Early Childhood Education

To account for receipts and expenditures used to provide early childhood education programs and other related purposes.

Management Information Systems

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

Public School Preschool

To account for monies used to assist the School District in paying the cost of preschool programs for three and four year olds.

Disadvantaged Pupil Impact Aid (DPIA)

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

SchoolNet Professional Development

To account for a limited number of professional development subsidy grants.

Ohio Reads

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

Summer Intervention

To account for summer intervention services.

Miscellaneous State Grants

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

Adult Basic Education

To account for state and federal funds used for instructional programs for persons sixteen years of age and older who are not enrolled in school and who have less than a twelfth grade education or its equivalent; development of basic educational skills; increase of opportunities for useful employment; improvement of attitudes toward self, family and community.

Eisenhower Math and Science

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

Title VI-B

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

Title II-A

To account for federal funds received to assist community action programs, in order to help urban and rural communities mobilize their resources in combating poverty.

Title I

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

Title VI

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

Drug Free Schools Grant

To account for federal funds provided to establish, operate and improve programs for drug abuse prevention, early intervention, rehabilitation referral and education in schools.

EHA Preschool Grant

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

Reducing Class Size

To account for monies to hire additional classroom teachers in grades one through three, so that the number of students per teacher will be reduced.

Miscellaneous Federal Grants

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

Barberton City School District
Combining Balance Sheet
All Special Revenue Funds
June 30, 2002

	<u>Public School Support</u>	<u>Local Grant</u>	<u>Venture Capital</u>	<u>Athletics</u>	<u>Auxiliary Services</u>	<u>Teacher Development</u>
<u>Assets:</u>						
Equity in pooled cash and cash equivalents	\$ 138,466	\$ 416,306	\$ -	\$ 149,230	\$ 60,815	\$ -
Receivables:						
Accounts	95	-	-	255	-	-
Intergovernmental	-	1,972,450	-	-	-	-
Interfund receivable	-	-	-	-	-	-
Total assets	<u>\$ 138,561</u>	<u>\$ 2,388,756</u>	<u>\$ -</u>	<u>\$ 149,485</u>	<u>\$ 60,815</u>	<u>\$ -</u>
<u>Liabilities and fund equity :</u>						
<u>Liabilities:</u>						
Accounts payable	\$ 1,454	\$ 287,752	\$ -	\$ 10,291	\$ 1,908	\$ -
Accrued wages	-	535	-	-	4,466	-
Compensated absences payable	-	856	-	-	-	-
Interfund payable	-	-	-	-	-	-
Intergovernmental payable	-	1,931	-	-	884	-
Deferred revenue	-	1,621,893	-	-	-	-
Total liabilities	<u>1,454</u>	<u>1,912,967</u>	<u>-</u>	<u>10,291</u>	<u>7,258</u>	<u>-</u>
<u>Fund equity:</u>						
Fund balance:						
Reserved for encumbrances	6,331	-	-	8,417	2,421	-
Unreserved, undesignated	130,776	475,789	-	130,777	51,136	-
Total fund equity	<u>137,107</u>	<u>475,789</u>	<u>-</u>	<u>139,194</u>	<u>53,557</u>	<u>-</u>
Total liabilities and fund equity	<u>\$ 138,561</u>	<u>\$ 2,388,756</u>	<u>\$ -</u>	<u>\$ 149,485</u>	<u>\$ 60,815</u>	<u>\$ -</u>

Early Childhood Education	Management Information Systems	Public School Preschool	Disadvantaged Pupil Impact Aid	SchoolNet Professional Development	Ohio Reads	Summer Intervention	Miscellaneous State Grants
\$ -	\$ 6,568	\$ 10,576	\$ -	\$ 5,819	\$ 12,482	\$ -	\$ 118,431
-	-	6,285	-	-	-	-	-
-	-	436,653	-	-	90,000	-	-
-	-	-	-	-	-	-	-
<u>\$ -</u>	<u>\$ 6,568</u>	<u>\$ 453,514</u>	<u>\$ -</u>	<u>\$ 5,819</u>	<u>\$ 102,482</u>	<u>\$ -</u>	<u>\$ 118,431</u>
\$ -	\$ -	\$ 313,702	\$ -	\$ 250	\$ 4,363	\$ -	\$ 3,771
-	447	4,656	201,499	-	-	-	1,561
-	176	2,875	-	-	-	-	-
-	-	196,854	-	-	-	-	-
-	299	5,702	42,749	-	27	-	1,671
-	-	225,428	-	-	-	-	-
-	922	749,217	244,248	250	4,390	-	7,003
-	-	33,382	-	40	6,898	-	5,350
-	5,646	(329,085)	(244,248)	5,529	91,194	-	106,078
-	5,646	(295,703)	(244,248)	5,569	98,092	-	111,428
<u>\$ -</u>	<u>\$ 6,568</u>	<u>\$ 453,514</u>	<u>\$ -</u>	<u>\$ 5,819</u>	<u>\$ 102,482</u>	<u>\$ -</u>	<u>\$ 118,431</u>

(Continued)

Barberton City School District
Combining Balance Sheet
All Special Revenue Funds
June 30, 2002

	<u>Adult Basic Education</u>	<u>Eisenhower Math/ Science</u>	<u>Title VI-B</u>	<u>Title II-A</u>	<u>Title I</u>
<u>Assets:</u>					
Equity in pooled cash and cash equivalents	\$ 17,455	\$ 19,778	\$ 65,262	\$ 2,763	\$ 19,577
Receivables:					
Accounts	-	-	-	-	-
Intergovernmental	24	11,208	32,954	425,869	63,538
Interfund receivable	-	-	-	-	290,000
Total assets	<u>\$ 17,479</u>	<u>\$ 30,986</u>	<u>\$ 98,216</u>	<u>\$ 428,632</u>	<u>\$ 373,115</u>
 <u>Liabilities and fund equity :</u>					
<u>Liabilities:</u>					
Accounts payable	\$ 834	\$ 742	\$ 75	\$ 2,251	\$ 1,097
Accrued wages	1,399	-	20,022	4,684	86,065
Compensated absences payable	-	-	-	299	2,530
Interfund payable	-	-	-	505,346	-
Intergovernmental payable	1,498	-	4,078	4,771	20,555
Deferred revenue	24	11,208	-	40,949	63,538
Total liabilities	<u>3,755</u>	<u>11,950</u>	<u>24,175</u>	<u>558,300</u>	<u>173,785</u>
 <u>Fund equity:</u>					
Fund balance:					
Reserved for encumbrances	1,472	1,641	15,559	2,427	910
Unreserved, undesignated	12,252	17,395	58,482	(132,095)	198,420
Total fund equity	<u>13,724</u>	<u>19,036</u>	<u>74,041</u>	<u>(129,668)</u>	<u>199,330</u>
Total liabilities and fund equity	<u>\$ 17,479</u>	<u>\$ 30,986</u>	<u>\$ 98,216</u>	<u>\$ 428,632</u>	<u>\$ 373,115</u>

<u>Title VI</u>	<u>Drug Free Schools Grant</u>	<u>EHA Preschool Grant</u>	<u>Reducing Class Size</u>	<u>Miscellaneous Federal Grants</u>	<u>Total All Funds</u>
\$ 4,502	\$ 2,035	\$ 12,778	\$ 25,532	\$ 64,976	\$ 1,153,351
-	-	-	-	-	6,635
-	2,529	-	222	-	3,035,447
-	-	-	-	-	290,000
<u>\$ 4,502</u>	<u>\$ 4,564</u>	<u>\$ 12,778</u>	<u>\$ 25,754</u>	<u>\$ 64,976</u>	<u>\$ 4,485,433</u>
\$ -	\$ -	\$ -	\$ -	\$ 12,323	\$ 640,813
3,955	2,116	7,299	23,700	-	362,404
-	-	-	-	-	6,736
-	-	-	-	-	702,200
780	428	1,447	4,769	43	91,632
-	2,529	-	222	-	1,965,791
<u>4,735</u>	<u>5,073</u>	<u>8,746</u>	<u>28,691</u>	<u>12,366</u>	<u>3,769,576</u>
-	-	-	-	13,807	98,655
(233)	(509)	4,032	(2,937)	38,803	617,202
<u>(233)</u>	<u>(509)</u>	<u>4,032</u>	<u>(2,937)</u>	<u>52,610</u>	<u>715,857</u>
<u>\$ 4,502</u>	<u>\$ 4,564</u>	<u>\$ 12,778</u>	<u>\$ 25,754</u>	<u>\$ 64,976</u>	<u>\$ 4,485,433</u>

Barberton City School District
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
All Special Revenue Funds
For the Fiscal Year Ended June 30, 2002

	<u>Public School Support</u>	<u>Local Grant</u>	<u>Venture Capital</u>	<u>Athletics</u>	<u>Auxiliary Services</u>	<u>Teacher Development</u>
<u>Revenues:</u>						
Intergovernmental	\$ -	\$ 511,838	\$ -	\$ -	\$ 198,892	\$ -
Interest	3,397	-	-	4,169	1,230	-
Tuition and fees	365	-	-	-	-	-
Extracurricular activities	96,907	-	-	269,608	-	-
Miscellaneous	12,461	1,906,647	-	53,229	910	-
Total revenues	<u>113,130</u>	<u>2,418,485</u>	<u>-</u>	<u>327,006</u>	<u>201,032</u>	<u>-</u>
<u>Expenditures:</u>						
Current:						
Instruction:						
Regular	-	72,512	-	-	-	10,767
Special	-	38,062	-	-	-	-
Vocational	-	4,600	-	-	-	-
Adult/continuing	-	500	-	-	-	-
Support services:						
Pupils	6,492	95,160	-	-	-	-
Instructional staff	18,254	444	2,767	-	-	-
Administration	186	-	-	-	-	-
Operation and maintenance of plant	-	-	-	-	-	-
Pupil transportation	-	-	-	-	-	-
Central	8,412	-	-	-	-	-
Operation of non-instructional services	-	145,189	-	-	162,842	-
Extracurricular activities	100,495	70	-	326,878	-	-
Capital outlay	-	2,005,353	-	-	-	-
Total expenditures	<u>133,839</u>	<u>2,361,890</u>	<u>2,767</u>	<u>326,878</u>	<u>162,842</u>	<u>10,767</u>
Excess of revenues over (under) expenditures	<u>(20,709)</u>	<u>56,595</u>	<u>(2,767)</u>	<u>128</u>	<u>38,190</u>	<u>(10,767)</u>
<u>Other financing sources:</u>						
Proceeds from sale of fixed assets	-	-	-	120	-	-
Excess of revenues and other financing sources over (under) expenditures	(20,709)	56,595	(2,767)	248	38,190	(10,767)
Fund balances (deficit) at beginning of year, as restated (Note 22)	157,816	419,194	2,767	138,946	15,367	10,767
Fund balances (deficit) at end of year	<u>\$ 137,107</u>	<u>\$ 475,789</u>	<u>\$ -</u>	<u>\$ 139,194</u>	<u>\$ 53,557</u>	<u>\$ -</u>

<u>Early Childhood Education</u>	<u>Management Information Systems</u>	<u>Public School Preschool</u>	<u>Disadvantaged Pupil Impact Aid</u>	<u>SchoolNet Professional Development</u>	<u>Ohio Reads</u>	<u>Summer Intervention</u>	<u>Miscellaneous State Grants</u>
\$ -	\$ 15,833	\$ 1,360,492	\$ 1,794,759	\$ 7,592	\$ 192,000	\$ -	\$ 116,093
-	-	1,512	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	274,499	-	-	-	-	-
-	15,833	1,636,503	1,794,759	7,592	192,000	-	116,093
-	-	-	1,624,704	-	106,400	361	59,550
-	-	280,272	238,627	-	-	-	300
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	37,066
-	15,237	275	-	-	-	-	28,954
-	-	1,506,782	-	5,170	-	-	23,142
-	-	16,406	-	-	-	-	-
-	-	149,793	-	-	-	-	4,383
-	-	327	-	-	-	-	-
-	-	-	-	-	-	-	475
-	-	26,096	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	15,237	1,979,951	1,863,331	5,170	106,400	361	153,870
-	596	(343,448)	(68,572)	2,422	85,600	(361)	(37,777)
-	-	-	-	-	-	-	-
-	596	(343,448)	(68,572)	2,422	85,600	(361)	(37,777)
-	5,050	47,745	(175,676)	3,147	12,492	361	149,205
\$ -	\$ 5,646	\$ (295,703)	\$ (244,248)	\$ 5,569	\$ 98,092	\$ -	\$ 111,428

(Continued)

Barberton City School District
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
All Special Revenue Funds
For the Fiscal Year Ended June 30, 2002

	Adult Basic Education	Eisenhower Math/ Science	Title VI-B	Title II-A	Title I
<u>Revenues:</u>					
Intergovernmental	\$ 150,090	\$ 22,847	\$ 496,212	\$ 1,757,572	\$ 1,177,786
Interest	-	-	-	-	-
Tuition and fees	-	-	-	-	-
Extracurricular activities	-	-	-	-	-
Miscellaneous	-	-	-	149,494	-
Total revenues	<u>150,090</u>	<u>22,847</u>	<u>496,212</u>	<u>1,907,066</u>	<u>1,177,786</u>
<u>Expenditures:</u>					
Current:					
Instruction:					
Regular	-	30,436	-	-	-
Special	-	-	167,123	1,179,270	1,119,874
Vocational	-	-	-	-	-
Adult/continuing	147,384	-	-	-	-
Support services:					
Pupils	-	-	65,677	-	-
Instructional staff	4,956	-	177,597	97,403	95,311
Administration	343	-	1,154	149,276	49,003
Operation and maintenance of plant	-	-	-	271,575	-
Pupil transportation	-	-	-	159,229	-
Central	-	-	-	5,422	-
Operation of non-instructional services	-	-	18,247	27,501	769
Extracurricular activities	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	<u>152,683</u>	<u>30,436</u>	<u>429,798</u>	<u>1,889,676</u>	<u>1,264,957</u>
Excess of revenues over (under) expenditures	<u>(2,593)</u>	<u>(7,589)</u>	<u>66,414</u>	<u>17,390</u>	<u>(87,171)</u>
<u>Other financing sources:</u>					
Proceeds from sale of fixed assets	-	-	-	-	-
Excess of revenues and other financing sources over (under) expenditures	(2,593)	(7,589)	66,414	17,390	(87,171)
Fund balances (deficit) at beginning of year, as restated (Note 22)	16,317	26,625	7,627	(147,058)	286,501
Fund balances (deficit) at end of year	<u>\$ 13,724</u>	<u>\$ 19,036</u>	<u>\$ 74,041</u>	<u>\$ (129,668)</u>	<u>\$ 199,330</u>

<u>Title VI</u>	<u>Drug Free Schools Grant</u>	<u>EHA Preschool Grant</u>	<u>Reducing Class Size</u>	<u>Miscellaneous Federal Grants</u>	<u>Total All Funds</u>
\$ 38,302	\$ 17,528	\$ 48,918	\$ 213,753	\$ 434,897	\$ 8,555,404
-	-	-	-	-	10,308
-	-	-	-	-	365
-	-	-	-	-	366,515
-	-	-	-	-	2,397,240
<u>38,302</u>	<u>17,528</u>	<u>48,918</u>	<u>213,753</u>	<u>434,897</u>	<u>11,329,832</u>
-	-	-	-	51,329	1,956,059
40,420	-	57,716	199,366	594	3,321,624
-	-	-	-	-	4,600
-	-	-	-	8,218	193,168
-	18,801	-	-	-	230,596
-	-	-	-	385,541	2,317,367
-	-	-	146	48,000	264,514
-	-	-	-	-	425,751
-	-	-	-	-	159,556
-	-	-	-	-	14,309
2,269	-	-	-	-	382,913
-	-	-	-	-	427,443
-	-	-	-	-	2,005,353
<u>42,689</u>	<u>18,801</u>	<u>57,716</u>	<u>199,512</u>	<u>493,682</u>	<u>11,703,253</u>
<u>(4,387)</u>	<u>(1,273)</u>	<u>(8,798)</u>	<u>14,241</u>	<u>(58,785)</u>	<u>(373,421)</u>
-	-	-	-	-	120
(4,387)	(1,273)	(8,798)	14,241	(58,785)	(373,301)
4,154	764	12,830	(17,178)	111,395	1,089,158
<u>\$ (233)</u>	<u>\$ (509)</u>	<u>\$ 4,032</u>	<u>\$ (2,937)</u>	<u>\$ 52,610</u>	<u>\$ 715,857</u>

Barberton City School District
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2002

Public School Support Fund

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Interest	\$ 6,606	\$ 3,397	\$ (3,209)
Tuition and fees	375	365	(10)
Extracurricular activities	98,833	96,907	(1,926)
Miscellaneous	16,790	12,483	(4,307)
Total revenues	<u>122,604</u>	<u>113,152</u>	<u>(9,452)</u>
<u>Expenditures:</u>			
Current:			
Support services:			
Pupils	14,925	14,463	462
Instructional staff	17,238	18,254	(1,016)
Administration	186	186	-
Central	19,115	8,500	10,615
Extracurricular activities	185,190	104,644	80,546
Total expenditures	<u>236,654</u>	<u>146,047</u>	<u>90,607</u>
Excess of revenues under expenditures	<u>(114,050)</u>	<u>(32,895)</u>	<u>81,155</u>
<u>Other financing sources:</u>			
Operating transfers in	<u>396</u>	<u>-</u>	<u>(396)</u>
Excess of revenues and other financing sources under expenditures	(113,654)	(32,895)	80,759
Fund balance at beginning of year	126,922	126,922	-
Prior year encumbrances appropriated	36,654	36,654	-
Fund balance at end of year	<u>\$ 49,922</u>	<u>\$ 130,681</u>	<u>\$ 80,759</u>

Barberton City School District
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2002

Local Grant Fund

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 300,000	\$ 317,578	\$ 17,578
Miscellaneous	1,804,008	1,906,647	102,639
Total revenues	<u>2,104,008</u>	<u>2,224,225</u>	<u>120,217</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	102,878	75,280	27,598
Special	101,153	52,598	48,555
Vocational	4,600	4,600	-
Adult/continuing	-	500	(500)
Support services:			
Pupils	119,040	109,736	9,304
Instructional staff	1,506	444	1,062
Operation of non-instructional services	145,189	145,189	-
Extracurricular activities	70	70	-
Capital outlay	1,878,064	1,910,394	(32,330)
Total expenditures	<u>2,352,500</u>	<u>2,298,811</u>	<u>53,689</u>
Excess of revenues under expenditures	(248,492)	(74,586)	173,906
Fund balance at beginning of year	298,716	298,716	-
Prior year encumbrances appropriated	53,769	53,769	-
Fund balance at end of year	<u>\$ 103,993</u>	<u>\$ 277,899</u>	<u>\$ 173,906</u>

Barberton City School District
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2002

Venture Capital Fund

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Total revenues	\$ -	\$ -	\$ -
<u>Expenditures:</u>			
Current:			
Support services:			
Instructional staff	2,881	2,881	-
Excess of revenues under expenditures	(2,881)	(2,881)	-
Fund balance at beginning of year	2,571	2,571	-
Prior year encumbrances appropriated	310	310	-
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Athletics Fund

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Interest	\$ 6,982	\$ 4,169	\$ (2,813)
Extracurricular activities	283,547	269,608	(13,939)
Miscellaneous	67,326	53,190	(14,136)
Total revenues	<u>357,855</u>	<u>326,967</u>	<u>(30,888)</u>
<u>Expenditures:</u>			
Current:			
Extracurricular activities	405,633	335,802	69,831
Excess of revenues under expenditures	<u>(47,778)</u>	<u>(8,835)</u>	<u>38,943</u>
<u>Other financing sources:</u>			
Proceeds from sale of fixed assets	<u>550</u>	<u>120</u>	<u>(430)</u>
Excess of revenues and other financing sources under expenditures	(47,228)	(8,715)	38,513
Fund balance at beginning of year	134,423	134,423	-
Prior year encumbrances appropriated	10,743	10,743	-
Fund balance at end of year	<u>\$ 97,938</u>	<u>\$ 136,451</u>	<u>\$ 38,513</u>

Barberton City School District
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2002

Auxiliary Services Fund

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 198,892	\$ 198,892	\$ -
Interest	1,350	1,230	(120)
Miscellaneous	910	910	-
Total revenues	<u>201,152</u>	<u>201,032</u>	<u>(120)</u>
<u>Expenditures:</u>			
Current:			
Operation of non-instructional services	230,699	186,799	43,900
Excess of revenues over (under) expenditures	(29,547)	14,233	43,780
Fund balance at beginning of year	12,949	12,949	-
Prior year encumbrances appropriated	29,547	29,547	-
Fund balance at end of year	<u>\$ 12,949</u>	<u>\$ 56,729</u>	<u>\$ 43,780</u>

Teacher Development Fund

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 10,414	\$ -	\$ (10,414)
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	28,549	18,135	10,414
Excess of revenues under expenditures	(18,135)	(18,135)	-
Fund balance at beginning of year	7,721	7,721	-
Prior year encumbrances appropriated	10,414	10,414	-
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Barberton City School District
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2002

Early Childhood Education Fund

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 23,250	\$ 23,250	\$ -
<u>Expenditures:</u>			
Total expenditures	-	-	-
Excess of revenues over expenditures	23,250	23,250	-
<u>Other financing uses:</u>			
Advances out	-	(23,250)	(23,250)
Excess of revenues over (under) expenditures and other financing uses	23,250	-	(23,250)
Fund balance at beginning of year	-	-	-
Fund balance at end of year	<u>\$ 23,250</u>	<u>\$ -</u>	<u>\$ (23,250)</u>

Management Information Systems Fund

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 15,833	\$ 15,833	\$ -
<u>Expenditures:</u>			
Current:			
Support services:			
Pupils	21,000	15,040	5,960
Excess of revenues over (under) expenditures	(5,167)	793	5,960
Fund balance at beginning of year	5,775	5,775	-
Fund balance at end of year	<u>\$ 608</u>	<u>\$ 6,568</u>	<u>\$ 5,960</u>

Barberton City School District
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2002

Public School Preschool Fund

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 1,610,087	\$ 1,162,061	\$ (448,026)
Interest	8,243	1,512	(6,731)
Miscellaneous	279,275	268,668	(10,607)
Total revenues	<u>1,897,605</u>	<u>1,432,241</u>	<u>(465,364)</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Special	286,916	281,177	5,739
Support services:			
Instructional staff	1,504,186	1,282,279	221,907
Administration	16,664	16,684	(20)
Operation and maintenance of plant	154,467	143,397	11,070
Pupil transportation	2,079	327	1,752
Operation of non-instructional services	33,841	25,600	8,241
Total expenditures	<u>1,998,153</u>	<u>1,749,464</u>	<u>248,689</u>
Excess of revenues under expenditures	<u>(100,548)</u>	<u>(317,223)</u>	<u>(216,675)</u>
<u>Other financing sources (uses):</u>			
Advances in	-	196,854	196,854
Advances out	-	(4,148)	(4,148)
Total other financing sources (uses)	<u>-</u>	<u>192,706</u>	<u>192,706</u>
Excess of revenues and other financing sources under expenditures and other financing uses	(100,548)	(124,517)	(23,969)
Fund deficit at beginning of year	(30,649)	(30,649)	-
Prior year encumbrances appropriated	74,733	74,733	-
Fund deficit at end of year	<u>\$ (56,464)</u>	<u>\$ (80,433)</u>	<u>\$ (23,969)</u>

Barberton City School District
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2002

Disadvantaged Pupil Impact Aid Fund

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 1,796,755	\$ 1,794,759	\$ (1,996)
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	1,567,510	1,567,483	27
Special	227,276	227,276	-
Total expenditures	1,794,786	1,794,759	27
Excess of revenues over (under) expenditures	1,969	-	(1,969)
Fund balance at beginning of year	-	-	-
Fund balance at end of year	\$ 1,969	\$ -	\$ (1,969)

Barberton City School District
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2002

SchoolNet Professional Development Fund

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 4,142	\$ 7,592	\$ 3,450
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	2,000	-	2,000
Support services:			
Instructional staff	5,289	5,210	79
Total expenditures	7,289	5,210	2,079
Excess of revenues over (under) expenditures	(3,147)	2,382	5,529
Fund balance at beginning of year	3,147	3,147	-
Fund balance at end of year	\$ -	\$ 5,529	\$ 5,529

Ohio Reads Fund

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 114,500	\$ 102,000	\$ (12,500)
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	119,374	118,153	1,221
Excess of revenues under expenditures	(4,874)	(16,153)	(11,279)
Fund balance at beginning of year	3,594	3,594	-
Prior year encumbrances appropriated	13,780	13,780	-
Fund balance at end of year	\$ 12,500	\$ 1,221	\$ (11,279)

Barberton City School District
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2002

Summer Intervention Fund

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 15,000	\$ -	\$ (15,000)
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	361	361	-
Excess of revenues over (under) expenditures	14,639	(361)	(15,000)
Fund balance at beginning of year	361	361	-
Fund balance at end of year	<u>\$ 15,000</u>	<u>\$ -</u>	<u>\$ (15,000)</u>

Miscellaneous State Grants Fund

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 207,364	\$ 116,093	\$ (91,271)
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	83,464	64,640	18,824
Special	300	300	-
Adult/continuing	72,532	34,767	37,765
Support services:			
Pupils	40,014	29,664	10,350
Instructional staff	42,808	23,142	19,666
Operation and maintenance of plant	4,383	4,383	-
Central	3,286	-	3,286
Total expenditures	246,787	156,896	89,891
Excess of revenues under expenditures	(39,423)	(40,803)	(1,380)
Fund balance at beginning of year	147,047	147,047	-
Prior year encumbrances appropriated	3,540	3,540	-
Fund balance at end of year	<u>\$ 111,164</u>	<u>\$ 109,784</u>	<u>\$ (1,380)</u>

Barberton City School District
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2002

Adult Basic Education Fund

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 150,114	\$ 150,090	\$ (24)
<u>Expenditures:</u>			
Current:			
Instruction:			
Adult/continuing	159,158	151,082	8,076
Support services:			
Instructional staff	3,837	3,837	-
Administration	618	618	-
Total expenditures	163,613	155,537	8,076
Excess of revenues under expenditures	(13,499)	(5,447)	8,052
Fund balance at beginning of year	18,909	18,909	-
Prior year encumbrances appropriated	1,704	1,704	-
Fund balance at end of year	\$ 7,114	\$ 15,166	\$ 8,052

Eisenhower Math and Science Fund

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 34,055	\$ 22,847	\$ (11,208)
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	60,999	34,132	26,867
Operation of non-instructional services	798	-	798
Total expenditures	61,797	34,132	27,665
Excess of revenues under expenditures	(27,742)	(11,285)	16,457
Fund balance at beginning of year	6,883	6,883	-
Prior year encumbrances appropriated	21,797	21,797	-
Fund balance at end of year	\$ 938	\$ 17,395	\$ 16,457

Barberton City School District
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2002

	Title VI - B Fund		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 492,179	\$ 463,258	\$ (28,921)
<u>Expenditures:</u>			
Current:			
Instruction:			
Special	174,762	167,264	7,498
Support services:			
Pupils	81,232	81,226	6
Instructional staff	189,203	173,632	15,571
Administration	4,667	2,317	2,350
Operation of non-instructional services	19,267	18,247	1,020
Total expenditures	469,131	442,686	26,445
Excess of revenues over expenditures	23,048	20,572	(2,476)
Fund balance at beginning of year	26,169	26,169	-
Prior year encumbrances appropriated	2,962	2,962	-
Fund balance at end of year	\$ 52,179	\$ 49,703	\$ (2,476)

Barberton City School District
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2002

	Title II - A Fund		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 2,928,106	\$ 1,644,382	\$ (1,283,724)
Miscellaneous	556,962	149,494	(407,468)
Total revenues	<u>3,485,068</u>	<u>1,793,876</u>	<u>(1,691,192)</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Special	1,260,088	1,182,873	77,215
Support services:			
Instructional staff	116,161	100,304	15,857
Administration	199,878	148,752	51,126
Operation and maintenance of plant	308,480	271,284	37,196
Pupil transportation	193,304	159,142	34,162
Central	4,693	5,422	(729)
Operation of non-instructional services	61,603	27,539	34,064
Total expenditures	<u>2,144,207</u>	<u>1,895,316</u>	<u>248,891</u>
Excess of revenues over (under) expenditures	<u>1,340,861</u>	<u>(101,440)</u>	<u>(1,442,301)</u>
<u>Other financing sources (uses):</u>			
Advances in	-	505,346	505,346
Advances out	-	(403,806)	(403,806)
Total other financing sources (uses)	<u>-</u>	<u>101,540</u>	<u>101,540</u>
Excess of revenues and other financing sources over expenditures and other financing uses	1,340,861	100	(1,340,761)
Fund deficit at beginning of year	(144,206)	(144,206)	-
Prior year encumbrances appropriated	144,207	144,207	-
Fund balance at end of year	<u>\$ 1,340,862</u>	<u>\$ 101</u>	<u>\$ (1,340,761)</u>

Barberton City School District
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2002

	Title I Fund		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 1,363,588	\$ 1,300,050	\$ (63,538)
<u>Expenditures:</u>			
Current:			
Instruction:			
Special	1,274,952	1,111,108	163,844
Support services:			
Instructional staff	166,752	96,207	70,545
Administration	58,127	50,658	7,469
Operation of non-instructional services	29,626	790	28,836
Capital outlay	15,293	-	15,293
Total expenditures	1,544,750	1,258,763	285,987
Excess of revenues over (under) expenditures	(181,162)	41,287	222,449
<u>Other financing uses:</u>			
Advances out	3,467	(290,000)	(293,467)
Excess of revenues under expenditures and other financing uses	(177,695)	(248,713)	(71,018)
Fund balance at beginning of year	263,964	263,964	-
Prior year encumbrances appropriated	2,319	2,319	-
Fund balance at end of year	\$ 88,588	\$ 17,570	\$ (71,018)

Barberton City School District
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2002

Title VI Fund

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 38,488	\$ 38,302	\$ (186)
<u>Expenditures:</u>			
Current:			
Instruction:			
Special	43,278	38,250	5,028
Support services:			
Operation of non-instructional services	2,269	2,269	-
Total expenditures	45,547	40,519	5,028
Excess of revenues under expenditures	(7,059)	(2,217)	4,842
<u>Other financing uses:</u>			
Advances out	578	-	(578)
Excess of revenues under expenditures and other financing uses	(6,481)	(2,217)	4,264
Fund balance at beginning of year	4,451	4,451	-
Prior year encumbrances appropriated	2,269	2,269	-
Fund balance at end of year	<u>\$ 239</u>	<u>\$ 4,503</u>	<u>\$ 4,264</u>

Drug Free Schools Grant Fund

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 20,056	\$ 17,528	\$ (2,528)
<u>Expenditures:</u>			
Current:			
Support services:			
Pupils	22,363	18,637	3,726
Excess of revenues under expenditures	(2,307)	(1,109)	1,198
Fund balance at beginning of year	2,780	2,780	-
Prior year encumbrances appropriated	363	363	-
Fund balance at end of year	<u>\$ 836</u>	<u>\$ 2,034</u>	<u>\$ 1,198</u>

Barberton City School District
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2002

EHA Preschool Grant Fund

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 48,918	\$ 48,918	\$ -
<u>Expenditures:</u>			
Current:			
Instruction:			
Special	69,389	56,611	12,778
Excess of revenues under expenditures	(20,471)	(7,693)	12,778
Fund balance at beginning of year	20,471	20,471	-
Fund balance at end of year	\$ -	\$ 12,778	\$ 12,778

Reducing Class Size Fund

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 213,975	\$ 213,753	\$ (222)
<u>Expenditures:</u>			
Current:			
Instruction:			
Special	200,000	195,694	4,306
Excess of revenues over expenditures	13,975	18,059	4,084
Fund balance at beginning of year	7,473	7,473	-
Fund balance at end of year	\$ 21,448	\$ 25,532	\$ 4,084

Barberton City School District
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2002

Miscellaneous Federal Grants Fund

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 454,000	\$ 444,374	\$ (9,626)
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	59,285	41,076	18,209
Special	15,237	1,143	14,094
Adult/continuing	8,655	8,655	-
Support services:			
Instructional staff	343,879	415,436	(71,557)
Administration	58,985	48,000	10,985
Pupil transportation	300	-	300
Total expenditures	486,341	514,310	(27,969)
Excess of revenues under expenditures	(32,341)	(69,936)	(37,595)
Fund balance at beginning of year	87,977	87,977	-
Prior year encumbrances appropriated	20,804	20,804	-
Fund balance at end of year	<u>\$ 76,440</u>	<u>\$ 38,845</u>	<u>\$ (37,595)</u>

DEBT SERVICE FUND

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

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

CAPITAL PROJECTS FUNDS

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

Permanent Improvement

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

Building

To account for receipts and expenditures related to all special bond funds in the School District. All proceeds from the sale of bonds, notes, or certificates of indebtedness, except premium and accrued interest, must be paid into this fund. Expenditures recorded here represent the costs of acquiring capital facilities including real property.

Vocational Equipment Assistance

To account for the receipts and expenditures involved in providing equipment, replacing obsolete or worn out equipment, and encouraging vocational education planning districts to offer more promising new programs through the assistance of state funds and local matching funds.

Vocational Education Equipment

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

SchoolNet

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

Emergency Repair

To account for money received from the state to be used for emergency school building repair.

Barberton City School District
Combining Balance Sheet
All Capital Projects Funds
June 30, 2002

	<u>Permanent Improvement</u>	<u>Building</u>	<u>Vocational Equipment Assistance</u>	<u>Vocational Education Equipment</u>
<u>Assets:</u>				
Equity in pooled cash and cash equivalents	\$ 654,012	\$ 17,185	\$ 6,188	\$ 3,694
Cash and cash equivalents				
In segregated accounts	2,390,141	-	-	-
Receivables:				
Taxes	850,330	-	-	-
Interfund receivable	844,855	-	-	-
Total assets	<u>\$ 4,739,338</u>	<u>\$ 17,185</u>	<u>\$ 6,188</u>	<u>\$ 3,694</u>
 <u>Liabilities and fund equity :</u>				
<u>Liabilities:</u>				
Accounts payable	\$ 141,397	\$ -	\$ -	\$ 3,592
Interfund payable	-	844,855	-	6,856
Deferred revenue	778,229	-	-	-
Notes payable	3,450,000	-	-	-
Total liabilities	<u>4,369,626</u>	<u>844,855</u>	<u>-</u>	<u>10,448</u>
 <u>Fund equity:</u>				
Fund balance:				
Reserved for encumbrances	183,069	47,808	-	102
Reserved for property taxes	72,101	-	-	-
Unreserved, undesignated	114,542	(875,478)	6,188	(6,856)
Total fund equity	<u>369,712</u>	<u>(827,670)</u>	<u>6,188</u>	<u>(6,754)</u>
Total liabilities and fund equity	<u>\$ 4,739,338</u>	<u>\$ 17,185</u>	<u>\$ 6,188</u>	<u>\$ 3,694</u>

<u>SchoolNet</u>	<u>Emergency Repair</u>	<u>Total All Funds</u>
\$ 119,700	\$ -	\$ 800,779
-	-	2,390,141
-	-	850,330
-	-	844,855
<u>\$ 119,700</u>	<u>\$ -</u>	<u>\$ 4,886,105</u>

\$ -	\$ -	\$ 144,989
-	-	851,711
-	-	778,229
-	-	3,450,000
<u>-</u>	<u>-</u>	<u>5,224,929</u>

-	-	230,979
-	-	72,101
119,700	-	(641,904)
<u>119,700</u>	<u>-</u>	<u>(338,824)</u>
<u>\$ 119,700</u>	<u>\$ -</u>	<u>\$ 4,886,105</u>

Barberton City School District
Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
All Capital Projects Funds
For the Fiscal Year Ended June 30, 2002

	<u>Permanent Improvement</u>	<u>Building</u>	<u>Vocational Equipment Assistance</u>	<u>Vocational Education Equipment</u>
<u>Revenues:</u>				
Taxes	\$ 597,164	\$ -	\$ -	\$ -
Intergovernmental	95,175	-	-	6,614
Interest	38,538	-	-	-
Total revenues	<u>730,877</u>	<u>-</u>	<u>-</u>	<u>6,614</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	30,485	-	-	-
Vocational	-	-	5,966	9,133
Support services:				
Instructional staff	-	-	-	-
Administration	3,351	-	-	-
Fiscal	9,407	-	-	-
Capital outlay	229,799	512,072	-	-
Debt service:				
Principal retirement	50,000	-	-	-
Total expenditures	<u>323,042</u>	<u>512,072</u>	<u>5,966</u>	<u>9,133</u>
Excess of revenues over (under) expenditures	<u>407,835</u>	<u>(512,072)</u>	<u>(5,966)</u>	<u>(2,519)</u>
<u>Other financing sources:</u>				
Operating transfers in	-	-	-	3,087
Excess of revenues and other financing sources over (under) expenditures	407,835	(512,072)	(5,966)	568
Fund balances (deficit) at beginning of year	(38,123)	(315,598)	12,154	(7,322)
Fund balances (deficit) end of the year	<u>\$ 369,712</u>	<u>\$ (827,670)</u>	<u>\$ 6,188</u>	<u>\$ (6,754)</u>

<u>SchoolNet</u>	<u>Emergency Repair</u>	<u>Total All Funds</u>
\$ -	\$ -	\$ 597,164
119,700	-	221,489
-	-	38,538
<u>119,700</u>	<u>-</u>	<u>857,191</u>
12,697	-	43,182
-	-	15,099
32,500	-	32,500
-	-	3,351
-	-	9,407
-	11,576	753,447
<u>-</u>	<u>-</u>	<u>50,000</u>
<u>45,197</u>	<u>11,576</u>	<u>906,986</u>
<u>74,503</u>	<u>(11,576)</u>	<u>(49,795)</u>
-	-	3,087
74,503	(11,576)	(46,708)
45,197	11,576	(292,116)
<u>\$ 119,700</u>	<u>\$ -</u>	<u>\$ (338,824)</u>

Barberton City School District
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2002

Permanent Improvement Fund

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Taxes	\$ 555,623	\$ 537,874	\$ (17,749)
Intergovernmental	137,554	92,082	(45,472)
Interest	35,000	38,538	3,538
Total revenues	<u>728,177</u>	<u>668,494</u>	<u>(59,683)</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	42,583	42,583	-
Support services:			
Administration	3,351	3,351	-
Fiscal	9,407	9,407	-
Capital outlay	642,078	448,611	193,467
Debt service:			
Principal retirement	25,000	50,000	(25,000)
Total expenditures	<u>722,419</u>	<u>553,952</u>	<u>168,467</u>
Excess of revenues over expenditures	<u>5,758</u>	<u>114,542</u>	<u>108,784</u>
<u>Other financing sources (uses):</u>			
Proceeds of notes	3,450,000	3,450,000	-
Advances in	-	93,801	93,801
Advances out	-	(938,656)	(938,656)
Total other financing sources (uses)	<u>3,450,000</u>	<u>2,605,145</u>	<u>(844,855)</u>
Excess of revenues and other financing sources over expenditures and other financing uses	<u>3,455,758</u>	<u>2,719,687</u>	<u>(736,071)</u>
Fund balance at beginning of year	-	-	-
Fund balance at end of year	<u>\$ 3,455,758</u>	<u>\$ 2,719,687</u>	<u>\$ (736,071)</u>

Barberton City School District
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2002

	Building Fund		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Interest	\$ 200,000	\$ -	\$ (200,000)
<u>Expenditures:</u>			
Current:			
Capital outlay	1,163,602	529,257	634,345
Excess of revenues under expenditures	(963,602)	(529,257)	434,345
<u>Other financing sources (uses):</u>			
Advances in	-	844,855	844,855
Advances out	-	(315,598)	(315,598)
Total other financing sources (uses)	-	529,257	529,257
Excess of revenues and other financing sources over (under) expenditures and other financing uses	(963,602)	-	963,602
Fund deficit at beginning of year	(318,747)	(318,747)	-
Prior year encumbrances appropriated	318,747	318,747	-
Fund balance (decifit) at end of year	<u>\$ (963,602)</u>	<u>\$ -</u>	<u>\$ 963,602</u>

Barberton City School District
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2002

Vocational Equipment Assistance Fund

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 15,000	\$ -	\$ (15,000)
<u>Expenditures:</u>			
Current:			
Instruction:			
Vocational	13,580	7,392	6,188
Excess of revenues over (under) expenditures	1,420	(7,392)	(8,812)
Fund balance at beginning of year	12,154	12,154	-
Prior year encumbrances appropriated	1,426	1,426	-
Fund balance at end of year	<u>\$ 15,000</u>	<u>\$ 6,188</u>	<u>\$ (8,812)</u>

Vocational Education Equipment Fund

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 30,000	\$ 6,614	\$ (23,386)
<u>Expenditures:</u>			
Current:			
Instruction:			
Vocational	17,358	11,378	5,980
Excess of revenues over (under) expenditures	12,642	(4,764)	(17,406)
<u>Other financing sources (uses):</u>			
Advances in	-	6,856	6,856
Advances out	(10,562)	(10,562)	-
Operating transfers in	-	3,087	3,087
Total other financing sources (uses)	(10,562)	(619)	9,943
Excess of revenues and other financing sources over (under) expenditures and other financing uses	2,080	(5,383)	(7,463)
Fund balance at beginning of year	-	-	-
Prior year encumbrances appropriated	5,383	5,383	-
Fund balance at end of year	<u>\$ 7,463</u>	<u>\$ -</u>	<u>\$ (7,463)</u>

Barberton City School District
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2002

SchoolNet Fund

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$ 100,000	\$ 119,700	\$ 19,700
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular	62,697	12,697	50,000
Support services:			
Instructional staff	82,500	32,500	50,000
Total expenditures	145,197	45,197	100,000
Excess of revenues over (under) expenditures	(45,197)	74,503	119,700
Fund balance at beginning of year	45,197	45,197	-
Fund balance at end of year	\$ -	\$ 119,700	\$ 119,700

Emergency Repair Fund

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Total revenues	\$ -	\$ -	\$ -
<u>Expenditures:</u>			
Capital outlay	11,576	11,576	-
Excess of revenues under expenditures	(11,576)	(11,576)	-
Fund balance at beginning of year	11,576	11,576	-
Fund balance at end of year	\$ -	\$ -	\$ -

ENTERPRISE FUNDS

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

Food Service

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

Uniform School Supplies

To account for the purchase and sale of school supplies as adopted by the Board of Education for resale to students of the School District.

Adult Education

To account for all revenues and expenses related to the provision of credit and non-credit classes to the general public.

Success School

To account for the revenues and expenditures related to the success school program.

Barberton City School District
Combining Balance Sheet
All Enterprise Funds
June 30, 2002

	<u>Food Service</u>	<u>Uniform School Supplies</u>	<u>Adult Education</u>	<u>Success School</u>	<u>Total All Funds</u>
<u>Assets:</u>					
<u>Current assets:</u>					
Equity in pooled cash and cash equivalents	\$ 247,920	\$ 19,779	\$ 2,146	\$ 74,119	\$ 343,964
Receivables:					
Accounts	7,697	-	-	-	7,697
Intergovernmental	122,907	-	-	18,886	141,793
Inventory held for resale	45,836	-	-	-	45,836
Materials and supplies inventory	9,434	-	-	-	9,434
Total current assets	<u>433,794</u>	<u>19,779</u>	<u>2,146</u>	<u>93,005</u>	<u>548,724</u>
<u>Non-current Assets:</u>					
Fixed assets, (net of accumulated depreciation)	<u>327,453</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>327,453</u>
Total assets	<u>\$ 761,247</u>	<u>\$ 19,779</u>	<u>\$ 2,146</u>	<u>\$ 93,005</u>	<u>\$ 876,177</u>
 <u>Liabilities and fund equity :</u>					
<u>Current liabilities:</u>					
Accounts payable	\$ 3,357	\$ 2,116	\$ 1,132	\$ 2,770	\$ 9,375
Accrued wages	5,987	-	1,535	7,841	15,363
Interfund payable	-	-	33,619	-	33,619
Intergovernmental payable	34,240	-	5,271	19,022	58,533
Deferred revenue	20,825	-	-	-	20,825
Total current liabilities	<u>64,409</u>	<u>2,116</u>	<u>41,557</u>	<u>29,633</u>	<u>137,715</u>
<u>Long-term liabilities</u>					
Compensated absences payable	<u>37,839</u>	<u>-</u>	<u>3,877</u>	<u>4,697</u>	<u>46,413</u>
Total liabilities	<u>102,248</u>	<u>2,116</u>	<u>45,434</u>	<u>34,330</u>	<u>184,128</u>
<u>Fund equity:</u>					
Contributed capital	269,132	-	-	-	269,132
Retained earnings:					
Unreserved	<u>389,867</u>	<u>17,663</u>	<u>(43,288)</u>	<u>58,675</u>	<u>422,917</u>
Total fund equity (deficit)	<u>658,999</u>	<u>17,663</u>	<u>(43,288)</u>	<u>58,675</u>	<u>692,049</u>
Total liabilities and fund equity	<u>\$ 761,247</u>	<u>\$ 19,779</u>	<u>\$ 2,146</u>	<u>\$ 93,005</u>	<u>\$ 876,177</u>

Barberton City School District
Combining Statement of Revenues,
Expenses and Changes in Retained Earnings
All Enterprise Funds
For the Fiscal Year Ended June 30, 2002

	Food Service	Uniform School Supplies	Adult Education	Success School	Total All Funds
<u>Operating revenues:</u>					
Sales	\$ 685,828	\$ 86,791	\$ -	\$ -	\$ 772,619
Other operating revenues	104,772	-	23,001	179,537	307,310
Total operating revenues	<u>790,600</u>	<u>86,791</u>	<u>23,001</u>	<u>179,537</u>	<u>1,079,929</u>
<u>Operating expenses:</u>					
Salaries	627,055	-	264,070	283,217	1,174,342
Fringe benefits	267,646	-	72,260	45,690	385,596
Purchased services	78,653	-	3,685	1,421	83,759
Material and supplies	86,785	99,690	16,283	69,976	272,734
Cost of sales	738,128	-	-	-	738,128
Depreciation	18,198	-	-	-	18,198
Other operating expense	9,794	-	2,562	-	12,356
Total operating expenses	<u>1,826,259</u>	<u>99,690</u>	<u>358,860</u>	<u>400,304</u>	<u>2,685,113</u>
Operating loss	<u>(1,035,659)</u>	<u>(12,899)</u>	<u>(335,859)</u>	<u>(220,767)</u>	<u>(1,605,184)</u>
<u>Non-operating revenues:</u>					
Federal donated commodities	128,597	-	-	-	128,597
Operating grants	918,207	-	10,045	127,430	1,055,682
Interest	5,880	-	-	-	5,880
Total non-operating revenues	<u>1,052,684</u>	<u>-</u>	<u>10,045</u>	<u>127,430</u>	<u>1,190,159</u>
Income (loss) before operating transfers	<u>17,025</u>	<u>(12,899)</u>	<u>(325,814)</u>	<u>(93,337)</u>	<u>(415,025)</u>
Operating transfers in	<u>-</u>	<u>-</u>	<u>517,550</u>	<u>-</u>	<u>517,550</u>
Net income (loss)	17,025	(12,899)	191,736	(93,337)	102,525
Retained earnings at beginning of year, as restated (Note 22)	372,842	30,562	(235,024)	152,012	320,392
Retained earnings at end of year	<u>\$ 389,867</u>	<u>\$ 17,663</u>	<u>\$ (43,288)</u>	<u>\$ 58,675</u>	<u>\$ 422,917</u>

Barberton City School District
Schedule of Revenues, Expenses
and Changes in Fund Equity - Budget and Actual
For the Fiscal Year Ended June 30, 2002

Food Service Fund

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Sales	\$ 682,548	\$ 685,828	\$ 3,280
Interest	8,826	5,880	(2,946)
Other revenues	118,940	98,479	(20,461)
Operating grants	965,997	919,832	(46,165)
Refund of prior year expense	17,989	10,177	(7,812)
Total revenues	<u>1,794,300</u>	<u>1,720,196</u>	<u>(74,104)</u>
<u>Expenses:</u>			
Salaries	628,484	625,016	3,468
Fringe benefits	258,000	261,859	(3,859)
Purchased services	100,989	86,723	14,266
Materials and supplies	748,462	692,130	56,332
Capital outlay new	22,460	17,609	4,851
Capital outlay replacement	15,092	7,568	7,524
Other	12,500	9,794	2,706
Total expenses	<u>1,785,987</u>	<u>1,700,699</u>	<u>85,288</u>
Excess of revenues over expenses	<u>8,313</u>	<u>19,497</u>	<u>11,184</u>
Operating transfers out	<u>(15,000)</u>	<u>-</u>	<u>15,000</u>
Excess of revenues over (under) expenses, and operating transfers	(6,687)	19,497	26,184
Fund equity at beginning of year	187,633	187,633	-
Prior year encumbrances appropriated	13,354	13,354	-
Fund equity at end of year	<u>\$ 194,300</u>	<u>\$ 220,484</u>	<u>\$ 26,184</u>

Barberton City School District
Schedule of Revenues, Expenses
and Changes in Fund Equity - Budget and Actual
For the Fiscal Year Ended June 30, 2002

Uniform School Supplies Fund

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Sales	\$ 83,353	\$ 86,791	\$ 3,438
Other revenues	53	-	(53)
Total revenues	<u>83,406</u>	<u>86,791</u>	<u>3,385</u>
<u>Expenses:</u>			
Materials and supplies	<u>199,333</u>	<u>106,355</u>	<u>92,978</u>
Excess of revenues under expenses	<u>(115,927)</u>	<u>(19,564)</u>	<u>96,363</u>
Advances in	73,058	-	(73,058)
Operating transfers in	<u>5,054</u>	<u>-</u>	<u>(5,054)</u>
Excess of revenues and operating transfers under expenses, and advances	(37,815)	(19,564)	18,251
Fund equity at beginning of year	26,282	26,282	-
Prior year encumbrances appropriated	5,275	5,275	-
Fund equity (deficit) at end of year	<u>\$ (6,258)</u>	<u>\$ 11,993</u>	<u>\$ 18,251</u>

Barberton City School District
Schedule of Revenues, Expenses
and Changes in Fund Equity - Budget and Actual
For the Fiscal Year Ended June 30, 2002

Adult Education Fund

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Other revenues	\$ 62,339	\$ 23,001	\$ (39,338)
Operating grants	98,145	33,060	(65,085)
Total revenues	<u>160,484</u>	<u>56,061</u>	<u>(104,423)</u>
<u>Expenses:</u>			
Salaries	268,375	268,375	-
Fringe benefits	75,758	75,758	-
Purchased services	3,110	3,110	-
Materials and supplies	21,695	15,359	6,336
Capital outlay new	5,000	3,070	1,930
Other	3,000	2,562	438
Total expenses	<u>376,938</u>	<u>368,234</u>	<u>8,704</u>
Excess of revenues under expenses	<u>(216,454)</u>	<u>(312,173)</u>	<u>(95,719)</u>
Advances in	-	33,619	33,619
Advances out	-	(238,996)	(238,996)
Operating transfers in	<u>288,516</u>	<u>517,550</u>	<u>229,034</u>
Excess of revenues, advances and operating transfers over (under) expenses and advances	72,062	-	(72,062)
Fund equity (deficit) at beginning of year	(3,703)	(3,703)	-
Prior year encumbrances appropriated	3,703	3,703	-
Fund equity at end of year	<u>\$ 72,062</u>	<u>\$ -</u>	<u>\$ (72,062)</u>

Barberton City School District
Schedule of Revenues, Expenses
and Changes in Fund Equity - Budget and Actual
For the Fiscal Year Ended June 30, 2002

Success School Fund

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Other revenues	\$ 300,700	\$ 179,537	\$ (121,163)
Operating grants	83,800	121,311	37,511
Total revenues	<u>384,500</u>	<u>300,848</u>	<u>(83,652)</u>
<u>Expenses:</u>			
Salaries	318,153	282,603	35,550
Fringe benefits	47,370	46,469	901
Purchased services	43,452	1,421	42,031
Materials and supplies	77,500	73,308	4,192
Capital outlay new	(71,962)	-	(71,962)
Total expenses	<u>414,513</u>	<u>403,801</u>	<u>10,712</u>
Excess of revenues under expenses	(30,013)	(102,953)	(72,940)
Fund equity at beginning of year	160,143	160,143	-
Prior year encumbrances appropriated	9,513	9,513	-
Fund equity at end of year	<u>\$ 139,643</u>	<u>\$ 66,703</u>	<u>\$ (72,940)</u>

Barberton City School District
Combining Statement of Cash Flows
All Enterprise Funds
For the Fiscal Year Ended June 30, 2002

	Food Service	Uniform School Supplies	Adult Education	Success School	Total All Funds
<u>Cash flows from operating activities:</u>					
Cash received from customers	\$ 685,828	\$ 86,791	\$ -	\$ -	\$ 772,619
Cash received from other operating sources	108,656	-	23,001	179,537	311,194
Cash payments to suppliers for goods and services	(776,594)	(98,565)	(19,393)	(67,313)	(961,865)
Cash payments to employees for services	(625,016)	-	(268,375)	(282,603)	(1,175,994)
Cash payments for employee benefits	(261,859)	-	(75,758)	(46,469)	(384,086)
Cash payments for other operating expenses	(9,794)	-	(2,562)	-	(12,356)
Net cash used for operating activities	<u>(878,779)</u>	<u>(11,774)</u>	<u>(343,087)</u>	<u>(216,848)</u>	<u>(1,450,488)</u>
<u>Cash flows from noncapital financing activities:</u>					
Operating grants	919,832	-	33,060	121,311	1,074,203
Transfer in	-	-	517,550	-	517,550
Advances in	-	-	33,619	-	33,619
Advances out	-	-	(238,996)	-	(238,996)
Net cash provided by noncapital financing activities	<u>919,832</u>	<u>-</u>	<u>345,233</u>	<u>121,311</u>	<u>1,386,376</u>
<u>Cash flows from investing activities:</u>					
Interest on investments	5,880	-	-	-	5,880
Net cash provided by investing financing	<u>5,880</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,880</u>
Net increase (decrease) in cash and cash equivalents	46,933	(11,774)	2,146	(95,537)	(58,232)
Cash and cash equivalents at beginning of year	200,987	31,553	-	169,656	402,196
Cash and cash equivalents at end of year	<u>\$ 247,920</u>	<u>\$ 19,779</u>	<u>\$ 2,146</u>	<u>\$ 74,119</u>	<u>\$ 343,964</u>
<u>Reconciliation of operating loss to net cash used for operating activities:</u>					
Operating loss	<u>\$ (1,035,659)</u>	<u>\$ (12,899)</u>	<u>\$ (335,859)</u>	<u>\$ (220,767)</u>	<u>\$ (1,605,184)</u>
Adjustments to reconcile operating loss to net cash used for operating activities:					
Depreciation	18,198	-	-	-	18,198
Federal donated commodities	128,597	-	-	-	128,597
Change in assets and liabilities:					
(Increase) decrease in assets:					
Inventory	(3,787)	-	-	-	(3,787)
Accounts receivable	3,884	-	-	-	3,884
Increase (decrease) in liabilities:					
Accounts payable	(411)	1,125	575	1,444	2,733
Accrued wages	454	-	(4,449)	88	(3,907)
Compensated absences payable	1,643	-	(1,109)	526	1,060
Intergovernmental payable	5,729	-	(2,245)	1,861	5,345
Deferred revenue	2,573	-	-	-	2,573
Total adjustments	<u>156,880</u>	<u>1,125</u>	<u>(7,228)</u>	<u>3,919</u>	<u>154,696</u>
Net cash used for operating activities	<u>\$ (878,779)</u>	<u>\$ (11,774)</u>	<u>\$ (343,087)</u>	<u>\$ (216,848)</u>	<u>\$ (1,450,488)</u>
Non-cash operating activities					
Donated commodities received	<u>\$ 128,597</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 128,597</u>

INTERNAL SERVICE FUNDS

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

Rotary

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

Self Insurance

To account for the cost of medical benefits provided to the School District's employees.

Barberton City School District
Combining Balance Sheet
All Internal Service Funds
June 30, 2002

	<u>Rotary</u>	<u>Self Insurance</u>	<u>Total All Funds</u>
<u>Assets:</u>			
Equity in pooled cash and cash equivalents	\$ 53,118	\$ 590,513	\$ 643,631
<u>Liabilities and fund equity :</u>			
<u>Current liabilities:</u>			
Accounts payable	\$ 7,813	\$ -	\$ 7,813
Claims payable	-	381,293	381,293
Total liabilities	<u>7,813</u>	<u>381,293</u>	<u>389,106</u>
<u>Fund equity:</u>			
Retained earnings:			
Unreserved	45,305	209,220	254,525
Total liabilities and fund equity	<u>\$ 53,118</u>	<u>\$ 590,513</u>	<u>\$ 643,631</u>

Barberton City School District
Combining Statement of Revenues,
Expenses and Changes in Retained Earnings
All Internal Service Funds
For the Fiscal Year Ended June 30, 2002

	Rotary	Self Insurance	Total All Funds
<u>Operating revenues:</u>			
Sales	\$ 90,956	\$ -	\$ 90,956
Charges for services	-	3,838,048	3,838,048
Other operating revenues	85	-	85
Total operating revenues	<u>91,041</u>	<u>3,838,048</u>	<u>3,929,089</u>
<u>Operating expenses:</u>			
Purchased services	5,373	402,341	407,714
Material and supplies	82,538	-	82,538
Claims	-	3,894,417	3,894,417
Total operating expenses	<u>87,911</u>	<u>4,296,758</u>	<u>4,384,669</u>
Operating income (loss)	<u>3,130</u>	<u>(458,710)</u>	<u>(455,580)</u>
<u>Non-operating revenues:</u>			
Interest	<u>248</u>	<u>19,443</u>	<u>19,691</u>
Net income (loss)	3,378	(439,267)	(435,889)
Retained earnings at beginning of year	41,927	648,487	690,414
Retained earnings at end of year	<u>\$ 45,305</u>	<u>\$ 209,220</u>	<u>\$ 254,525</u>

Barberton City School District
Schedule of Revenues, Expenses
and Changes in Fund Equity - Budget and Actual
For the Fiscal Year Ended June 30, 2002

	Rotary Fund		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Sales	97,200	90,956	(6,244)
Interest	865	248	(617)
Other revenues	2,167	85	(2,082)
Proceeds from sale of fixed assets	18	-	(18)
Total revenues	<u>100,250</u>	<u>91,289</u>	<u>(8,961)</u>
<u>Expenses:</u>			
Purchased services	4,263	1,397	2,866
Materials and supplies	101,402	92,616	8,786
Total expenses	<u>105,665</u>	<u>94,013</u>	<u>11,652</u>
Excess of revenues under expenses	<u>(5,415)</u>	<u>(2,724)</u>	<u>2,691</u>
Advances out	(10,305)	-	10,305
Operating transfers in	4,822	-	(4,822)
Excess of revenues and operating transfers under expenses and advances	<u>(10,898)</u>	<u>(2,724)</u>	<u>8,174</u>
Fund equity at beginning of year	41,668	41,668	-
Prior year encumbrances appropriated	4,094	4,094	-
Fund equity at end of year	<u>\$ 34,864</u>	<u>\$ 43,038</u>	<u>\$ 8,174</u>

Barberton City School District
Schedule of Revenues, Expenses
and Changes in Fund Equity - Budget and Actual
For the Fiscal Year Ended June 30, 2002

Self Insurance Fund

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Charges for services	\$ 3,533,400	\$ 3,838,048	\$ 304,648
Interest	85,500	19,443	(66,057)
Total revenues	<u>3,618,900</u>	<u>3,857,491</u>	<u>238,591</u>
<u>Expenses:</u>			
Purchased services	402,340	402,340	-
Other	4,099,352	3,829,634	269,718
Total expenses	<u>4,501,692</u>	<u>4,231,974</u>	<u>269,718</u>
Excess of revenues under expenses	(882,792)	(374,483)	508,309
Fund equity at beginning of year	963,305	963,305	-
Prior year encumbrances appropriated	1,692	1,692	-
Fund equity at end of year	<u>\$ 82,205</u>	<u>\$ 590,514</u>	<u>\$ 508,309</u>

Barberton City School District
Combining Statement of Cash Flows
All Internal Service Funds
For the Fiscal Year Ended June 30, 2002

	Rotary	Self Insurance	Total All Funds
<u>Cash flows from operating activities:</u>			
Cash received from customers	\$ 5,884	\$ -	\$ 5,884
Cash received from other operating sources	85	-	85
Cash received from quasi-external transactions with other funds	85,072	3,838,048	3,923,120
Cash payments to suppliers for goods and services	(83,935)	(402,340)	(486,275)
Cash payments for other operating expenses	-	(3,829,635)	(3,829,635)
Net cash provided by (used for) operating activities	<u>7,106</u>	<u>(393,927)</u>	<u>(386,821)</u>
<u>Cash flows from investing activities:</u>			
Interest on investments	248	19,443	19,691
Net cash provided by investing financing	<u>248</u>	<u>19,443</u>	<u>19,691</u>
Net increase (decrease) in cash and cash equivalents	7,354	(374,484)	(367,130)
Cash and cash equivalents at beginning of year	45,764	964,997	1,010,761
Cash and cash equivalents at end of year	<u>\$ 53,118</u>	<u>\$ 590,513</u>	<u>\$ 643,631</u>
<u>Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:</u>			
Operating income (loss)	\$ 3,130	\$ (458,710)	\$ (455,580)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:			
Change in assets and liabilities:			
Increase (decrease) in liabilities:			
Accounts payable	3,976	-	3,976
Claims payable	-	64,783	64,783
Total adjustments	<u>3,976</u>	<u>64,783</u>	<u>68,759</u>
Net cash provided by (used for) operating activities	<u>\$ 7,106</u>	<u>\$ (393,927)</u>	<u>\$ (386,821)</u>

TRUST AND AGENCY FUNDS

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

EXPENDABLE TRUST

Special Trust

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

AGENCY

District Agency

To account for those assets held by the School District as an agent for individual, private organizations, other governmental units, and/or other funds.

Student Managed Activities

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

Barberton City School District
Combining Balance Sheet
All Trust and Agency Funds
June 30, 2002

	Expendable	Agency Funds		Totals
	Trust Fund	District	Student Managed	
	Special	Agency	Activities	
	Trust			
<u>Assets:</u>				
Equity in pooled cash and cash equivalents	\$ 114,461	\$ 92,736	\$ 56,406	\$ 263,603
Cash and cash equivalents:				
In segregated accounts	-	204,267	-	204,267
Total assets	<u>\$ 114,461</u>	<u>\$ 297,003</u>	<u>\$ 56,406</u>	<u>\$ 467,870</u>
<u>Liabilities and fund equity :</u>				
<u>Liabilities:</u>				
Accounts payable	\$ -	\$ -	\$ 663	\$ 663
Intergovernmental payable	-	204,267	-	204,267
Undistributed monies	-	92,736	-	92,736
Due to students	-	-	55,743	55,743
Total liabilities	<u>-</u>	<u>297,003</u>	<u>56,406</u>	<u>353,409</u>
<u>Fund equity:</u>				
Fund balance:				
Unreserved, undesignated	114,461	-	-	114,461
Total liabilities and fund equity	<u>\$ 114,461</u>	<u>\$ 297,003</u>	<u>\$ 56,406</u>	<u>\$ 467,870</u>

Barberton City School District
Schedule of Revenues, Expenditures
and Changes in Fund Balance - Budget and Actual
For the Fiscal Year Ended June 30, 2002

Special Trust Fund

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Interest	\$ 1,473	\$ 1,460	\$ (13)
Extracurricular activities	3,094	2,716	(378)
Gifts and donations	63,921	67,632	3,711
Miscellaneous	3,649	2,414	(1,235)
Total revenues	<u>72,137</u>	<u>74,222</u>	<u>2,085</u>
<u>Expenditures:</u>			
Current:			
Support services:			
Pupils	12,525	12,525	-
Fiscal	2,000	1,961	39
Operation of non-instructional services	17,442	16,709	733
Extracurricular activities	32	32	-
Total expenditures	<u>31,999</u>	<u>31,227</u>	<u>772</u>
Excess of revenues over expenditures	40,138	42,995	2,857
Fund balance at beginning of year	71,467	71,467	-
Prior year encumbrances appropriated	(1)	(1)	-
Fund balance at end of year	<u>\$ 111,604</u>	<u>\$ 114,461</u>	<u>\$ 2,857</u>

Barberton City School District
Statement of Changes in Assets and Liabilities
All Agency Funds
For the Fiscal Year Ended June 30, 2002

	Beginning Balance July 1, 2001	Additions	Deductions	Ending Balance June 30, 2002
<u>District Agency</u>				
<u>Assets:</u>				
Equity in pooled cash and cash equivalents	\$ 93,779	\$ 4	\$ 1,047	\$ 92,736
Cash in segregated account	165,851	204,267	165,851	204,267
Receivables:				
Intergovernmental	116,151	-	116,151	-
Total assets	<u>\$ 375,781</u>	<u>\$ 204,271</u>	<u>\$ 283,049</u>	<u>\$ 297,003</u>
<u>Liabilities:</u>				
Accounts payable	\$ 17,191	\$ -	\$ 17,191	\$ -
Intergovernmental payable	169,420	204,267	169,420	204,267
Undistributed monies	189,170	20,760	117,194	92,736
Total liabilities	<u>\$ 375,781</u>	<u>\$ 225,027</u>	<u>\$ 303,805</u>	<u>\$ 297,003</u>
<u>Student Managed Activities</u>				
<u>Assets:</u>				
Equity in pooled cash and cash equivalents	\$ 57,267	\$ -	\$ 861	\$ 56,406
Receivables:				
Accounts	25	-	25	-
Total assets	<u>\$ 57,292</u>	<u>\$ -</u>	<u>\$ 886</u>	<u>\$ 56,406</u>
<u>Liabilities:</u>				
Accounts payable	\$ 609	\$ 663	\$ 609	\$ 663
Due to students	56,683	609	1,549	55,743
Total liabilities	<u>\$ 57,292</u>	<u>\$ 1,272</u>	<u>\$ 2,158</u>	<u>\$ 56,406</u>
<u>Total All Agency Funds</u>				
<u>Assets:</u>				
Equity in pooled cash and cash equivalents	\$ 151,046	\$ 4	\$ 1,908	\$ 149,142
Cash in segregated account	165,851	204,267	165,851	204,267
Receivables:				
Accounts	25	-	25	-
Intergovernmental	116,151	-	116,151	-
Total assets	<u>\$ 433,073</u>	<u>\$ 204,271</u>	<u>\$ 283,935</u>	<u>\$ 353,409</u>
<u>Liabilities:</u>				
Accounts payable	\$ 17,800	\$ 663	\$ 17,800	\$ 663
Intergovernmental payable	169,420	204,267	169,420	204,267
Undistributed monies	189,170	20,760	117,194	92,736
Due to students	56,683	609	1,549	55,743
Total liabilities	<u>\$ 433,073</u>	<u>\$ 226,299</u>	<u>\$ 305,963</u>	<u>\$ 353,409</u>

GENERAL FIXED ASSETS ACCOUNT GROUP

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

Barberton City School District
Schedule of General Fixed Assets by Source
As of June 30, 2002

General Fixed Assets:

Land and Land Improvements	\$ 6,034,378
Buildings	39,476,106
Furniture and Equipment	2,720,537
Vehicles	1,544,259
Construction in Progress	<u>1,862,666</u>
Total General Fixed Assets	<u>\$ 51,637,946</u>

Investment in General Fixed Assets

By Source:

General Fund	\$ 17,241,595
Capital Projects Fund	<u>34,396,351</u>
Total General Fixed Assets	<u>\$ 51,637,946</u>

Barberton City School District
Schedule of General Fixed Assets by Function and Activity
As of June 30, 2002

Function	Land and Land Improvements	Buildings	Furniture and Equipment	Vehicles	Construction in Progress	Total
Instruction	\$ 5,066,278	\$ 38,357,292	\$ 1,924,500	\$ -	\$ -	\$ 45,348,070
Support services:						
Pupil services	-	-	46,854	-	-	46,854
Staff	-	-	480,139	-	-	480,139
Administrative	-	337,649	140,373	-	-	478,022
Fiscal	-	-	6,853	-	-	6,853
Business	-	-	6,362	-	-	6,362
Plant operation and maintenance	-	-	40,039	12,782	-	52,821
Pupil transportation	80,824	781,165	31,789	1,531,477	-	2,425,255
Extracurricular	887,276	-	43,628	-	1,862,666	2,793,570
Total General Fixed Assets	\$ 6,034,378	\$ 39,476,106	\$ 2,720,537	\$ 1,544,259	\$ 1,862,666	\$ 51,637,946

Barberton City School District
Schedule of Changes in General Fixed Assets by Function
For the Fiscal Year Ended June 30, 2002

Function	Balance July 1, 2001	Additions	Deletions	Balance June 30, 2002
Instruction	\$ 44,698,376	\$ 649,694	\$ -	\$ 45,348,070
Support services:				
Pupil services	35,188	11,666	-	46,854
Staff	167,153	312,986	-	480,139
Administrative	478,022	-	-	478,022
Fiscal	6,853	-	-	6,853
Business	-	6,362	-	6,362
Plant operation and maintenance	40,039	12,782	-	52,821
Pupil transportation	2,386,250	55,546	16,541	2,425,255
Extracurricular	930,904	1,862,666	-	2,793,570
Total General Fixed Assets	<u>\$ 48,742,785</u>	<u>\$ 2,911,702</u>	<u>\$ 16,541</u>	<u>\$ 51,637,946</u>



STATISTICAL SECTION



Barberton City School District

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

	Fiscal Year Ended June 30, 2002	Fiscal Year Ended June 30, 2001	Fiscal Year Ended June 30, 2000	Fiscal Year Ended June 30, 1999
<u>Revenues:</u>				
Taxes	\$ 11,880,551	\$ 11,449,730	\$ 11,348,628	\$ 10,900,004
Intergovernmental	25,675,447	23,421,410	22,112,784	20,656,824
Interest	175,579	455,021	1,062,548	1,751,758
Tuition and fees	393,513	16,168	170,638	267,632
Extracurricular activities	370,078	414,808	420,973	349,325
Gifts and donations	67,632	29,363	26,945	-
Miscellaneous	4,831,161	3,991,217	3,438,788	2,972,391
Total revenues	<u>\$ 43,393,961</u>	<u>\$ 39,777,717</u>	<u>\$ 38,581,304</u>	<u>\$ 36,897,934</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	\$ 14,194,422	\$ 13,473,805	\$ 12,335,821	\$ 12,185,230
Special	5,893,983	5,269,140	4,755,309	4,519,778
Vocational	1,204,478	1,199,022	1,211,890	968,947
Adult/continuing	193,168	308,547	183,665	267,319
Other	902,967	1,038,162	1,169,074	1,109,810
Support services:				
Pupils	1,722,407	1,579,525	1,550,732	1,702,418
Instructional staff	4,144,100	3,982,050	2,887,456	2,954,235
Board of education	16,716	16,890	42,769	25,558
Administration	2,623,206	2,405,927	2,288,536	2,521,429
Fiscal	525,819	365,506	631,902	627,163
Business	404,399	351,952	486,598	346,987
Operation and maintenance of plant	3,905,411	4,160,012	3,536,787	3,150,673
Pupil transportation	815,666	771,756	625,702	507,846
Central	36,694	54,183	39,986	43,532
Operation of non-instructional services				
Extracurricular activities	399,968	533,872	421,986	412,786
Capital outlay	1,149,483	1,337,996	1,003,566	864,785
Debt service	3,105,528	3,056,549	20,784,699	11,234,380
Total expenditures	<u>\$ 44,136,617</u>	<u>\$ 42,632,254</u>	<u>\$ 56,561,803</u>	<u>\$ 46,231,222</u>

Source: 2000-2002 School District Financial Records, 1999-1993 School District Audit Reports

Note: General Governmental includes all governmental funds and expendable trust funds.

(1) 1993 through 1995 reported on a cash basis, 1996-2002 on a GAAP basis.

<u>Fiscal Year Ended June 30, 1998</u>	<u>Fiscal Year Ended June 30, 1997</u>	<u>Fiscal Year Ended June 30, 1996</u>	<u>Fiscal Year Ended June 30, 1995</u>	<u>Fiscal Year Ended June 30, 1994</u>	<u>Fiscal Year Ended June 30, 1993</u>
\$ 10,718,766	\$ 9,891,189	\$ 9,363,476	\$ 9,437,454	\$ 8,049,905	\$ 7,413,301
22,330,308	20,929,684	19,150,531	16,725,561	15,070,856	13,671,259
1,891,140	343,698	317,142	267,713	107,636	115,330
12,171	25,816	27,509	36,135	41,127	49,137
314,804	295,601	287,794	284,612	291,781	222,130
-	-	-	-	-	-
3,220,457	534,416	448,447	989,684	593,356	512,304
<u>\$ 38,487,646</u>	<u>\$ 32,020,404</u>	<u>\$ 29,594,899</u>	<u>\$ 27,741,159</u>	<u>\$ 24,154,661</u>	<u>\$ 21,983,461</u>
\$ 11,639,942	\$ 11,123,192	\$ 10,008,914	\$ 10,087,082	\$ 9,878,035	\$ 9,303,644
4,002,749	3,768,932	3,664,834	3,228,469	2,791,550	2,458,059
865,734	808,465	778,329	770,042	665,190	702,907
2,134,497	2,791,595	1,503,679	1,222,365	168,462	210,191
1,228,325	871,261	858,166	604,761	392,197	207,454
1,771,143	1,433,599	1,552,852	1,416,923	1,255,617	1,143,399
1,852,468	2,398,002	2,031,069	2,119,310	1,677,655	1,465,395
13,228	15,739	17,004	13,510	18,294	15,123
2,342,450	2,148,175	2,154,058	1,959,706	1,879,433	1,781,938
453,236	420,241	402,900	438,156	381,620	349,846
315,389	402,193	334,942	320,908	273,610	283,025
2,997,864	3,061,635	2,644,312	2,527,941	2,415,537	2,267,932
768,623	619,824	531,643	567,124	587,806	547,022
44,647	66,644	42,400	69,977	67,623	58,232
459,734	308,482	230,723	164,105	234,977	164,312
790,612	784,985	730,407	718,889	657,998	690,794
7,111,882	173,744	293,333	32,597	65,097	45,129
33,062,171	307,760	320,090	742,586	351,394	367,610
<u>\$ 71,854,694</u>	<u>\$ 31,504,468</u>	<u>\$ 28,099,655</u>	<u>\$ 27,004,451</u>	<u>\$ 23,762,095</u>	<u>\$ 22,062,012</u>

Barberton City School District
Property Tax Levies and Collections (1)
Last Ten Calendar Years

Year (2)	Current Levy	Delinquent Levy (3)	Total Levy	Current Collections	Percent of Current Levy Collected	Delinquent Collection	Total Collection	Total Collection as a Percent of Total Levy	Delinquent Taxes Receivable
2001	\$ 12,587,242	\$ 1,053,135	\$ 13,640,377	\$ 12,128,846	96.36%	\$ 508,433	\$ 12,637,279	92.65%	\$ 1,003,098
2000	12,416,407	1,110,134	13,526,541	11,924,039	96.03%	399,777	12,323,816	91.11%	1,202,725
1999	12,288,486	1,420,769	13,709,255	11,855,033	96.47%	652,369	12,507,402	91.23%	1,201,853
1998	11,804,014	1,529,922	13,333,936	11,354,618	96.19%	629,491	11,984,109	89.88%	1,349,827
1997	11,373,226	1,226,025	12,599,251	10,941,381	96.20%	353,968	11,295,349	89.65%	1,303,902
1996	10,894,632	827,269	11,721,901	10,452,155	95.94%	240,458	10,692,613	91.22%	1,029,288
1995	10,449,859	705,663	11,155,522	10,108,289	96.73%	239,545	10,347,834	92.76%	807,688
1994	10,299,420	419,247	10,718,667	10,111,655	98.18%	239,620	10,351,275	96.57%	367,392
1993	7,858,397	566,235	8,424,632	7,710,940	98.12%	235,348	7,946,288	94.32%	478,344
1992	8,084,700	566,228	8,650,928	7,826,897	96.81%	221,368	8,048,265	93.03%	602,663

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Source: Summit 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. 2002 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.

Barberton City School District
Assessed and Estimated Actual Value of Taxable Property
Last Ten Collection Years

Collection Year	Real Property (1)		Public Utility (2)		Tangible Personal Property (3)		Total	
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
2002	\$ 294,410,990	\$ 841,174,257	\$ 13,792,630	\$ 15,673,443	\$ 64,631,388	\$ 258,525,552	\$ 372,835,008	\$ 1,115,373,252
2001	280,424,350	801,212,429	17,249,740	19,601,977	62,813,417	251,253,668	360,487,507	1,072,068,074
2000	245,115,410	700,329,743	19,718,940	22,407,886	65,074,203	260,296,812	329,908,553	983,034,441
1999	239,046,580	682,990,229	19,621,730	22,297,420	56,137,898	224,551,592	314,806,208	929,839,241
1998	230,431,470	658,375,629	19,974,670	22,698,489	56,244,788	224,979,152	306,650,928	906,053,269
1997	195,145,450	557,558,429	20,236,190	22,995,670	51,163,802	204,655,208	266,545,442	785,209,307
1996	192,173,080	549,065,943	22,545,250	25,619,602	45,989,036	183,956,144	260,707,366	758,641,689
1995	189,146,310	540,418,029	22,692,510	25,786,943	42,996,023	171,984,092	254,834,843	738,189,064
1994	169,756,540	485,018,686	22,390,720	25,444,000	40,493,863	155,745,627	232,641,123	666,208,313
1993	167,772,730	479,350,657	21,972,790	24,969,080	43,386,231	160,689,744	233,131,751	665,009,481

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

- (1) Real estate value is assessed at 35% of actual value.
- (2) Public utility personal is assessed at 88% of actual value.
- (3) Tangible personal property is assessed at 25% of actual value.

Barberton City School District

Property Tax Rates - Direct and Overlapping Governments (1)

Last Ten Calendar Years

<u>Collection Year</u>	<u>School Levy</u>	<u>Barberton City Levy</u>	<u>Norton City Levy</u>	<u>Coventry Township Levy</u>	<u>County Levy</u>	<u>Total</u>
2002	56.79	3.50	6.50	13.07	13.07	92.93
2001	53.36	3.50	6.50	13.07	13.07	89.50
2000	53.44	3.50	6.50	13.50	12.27	89.21
1999	53.36	3.50	6.50	13.50	12.27	89.13
1998	53.36	3.50	6.50	13.50	11.65	88.51
1997	53.46	3.50	6.50	12.50	11.39	87.35
1996	53.61	3.50	6.50	13.90	13.99	91.50
1995	53.61	3.50	6.50	12.90	14.16	90.67
1994	53.76	3.50	6.50	12.90	12.31	88.97
1993	45.06	3.50	6.50	12.90	12.59	80.55

Source: Summit 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) Rates are per \$1,000 of assessed valuation

Barberton City School District

Computation of Legal Debt Margin

June 30, 2002

Assessed Valuation (2002)	<u>\$ 372,835,008</u>
Bonded Debt Limit - 9% of Assessed Value (1)	33,555,151
Outstanding debt:	
Tax Anticipation Notes	3,450,000
Library Improvement Bonds	440,000
School Improvement Bonds	28,659,962
Vocational School Equipment Loan	160,000
Less: Amount to be provided by the Barberton Community Foundation	(27,719,692)
Amount available in debt service fund	<u>(1,853,355)</u>
Total outstanding debt	<u>\$ 3,136,915</u>
Amount of debt applicable to debt limit	3,136,915
Voted Debt Margin	<u>\$ 30,418,236</u>
Bonded Debt Limit - .10% of Assessed Value (1)	372,835
Outstanding debt:	
Tax Anticipation Notes	3,450,000
Library Improvement Bonds	440,000
School Improvement Bonds	28,659,962
Vocational School Equipment Loan	160,000
Less: Amount to be provided by the Barberton Community Foundation	(27,719,692)
Amount available in debt service fund	<u>(1,853,355)</u>
Total outstanding debt	<u>\$ 3,136,915</u>
Less exemptions:	
Tax Anticipation Notes	<u>3,450,000</u>
Amount of debt applicable to debt limit	-
Unvoted Debt Margin	<u>\$ 372,835</u>

Source: Summit County Auditor and School District financial records.

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

Barberton City School District
Ratio of Net General Bonded Debt to
Assessed Value and Net Bonded Debt Per Capita
Last Ten Fiscal Years

<u>Collection Year</u>	<u>Net General Bonded Debt (1)</u>	<u>Assessed Value</u>	<u>Population (2)</u>	<u>Ratio of Net Bonded Debt to Assessed Value</u>	<u>Net Debt Per Capita</u>
2002	\$ 3,136,915	\$ 372,835,008	27,899	0.84%	112.44
2001	-	360,487,507	27,899	0.00%	0.00
2000	-	329,908,553	27,899	0.00%	0.00
1999	194,006	314,806,208	27,623	0.06%	7.02
1998	980,410	306,650,928	27,623	0.32%	35.49
1997	1,316,818	266,545,442	27,623	0.49%	47.67
1996	1,526,856	260,707,366	27,623	0.59%	55.27
1995	1,704,784	254,834,843	27,623	0.67%	61.72
1994	1,906,258	232,641,123	27,623	0.82%	69.01
1993	2,098,171	233,131,751	27,623	0.90%	75.96

Source: Summit County Auditor, School District Records, Barberton City CAFR 1995, and School District Audit Reports

(1) No debt is applicable to enterprise funds.

(2) Population data for 1993 through 1999 was assumed to be the same as the 1990 census, and 2001 through 2002 was assumed to be the same as the 2000 census, respectively, as interim data was not available.

Barberton City School District

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

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>	<u>Total Governmental Expenditures</u>	<u>Ratio of Debt Service to Governmental Expenditures (Percentages)</u>
2002	\$ 1,091,100	\$ 1,555,862	\$ 2,646,962	\$ 44,136,617	6.00%
2001	1,056,100	1,510,757	2,566,857	42,632,254	6.02%
2000	1,026,100	1,559,225	2,585,325	56,561,803	4.57%
1999	931,100	1,855,868	2,786,968	39,981,404	6.97%
1998	191,100	132,416	323,516	71,854,694	0.45%
1997	191,100	146,695	337,795	31,504,468	1.07%
1996	191,100	160,975	352,075	28,099,655	1.25%
1995	191,100	175,254	366,354	27,004,451	1.36%
1994	191,100	62,450	253,550	23,762,095	1.07%
1993	191,100	72,350	263,450	22,062,012	1.19%

Source: School District Records and School District Audit Reports

Note: Total Governmental Expenditures in 1998 does not include \$32,773,113 of expenditures.

This was the cost of the pay off of notes issued prior to a bond issue.

Barberton City School District
Demographic Statistics

Selected Population Characteristic	2000	1990
<u>Gender</u>		
Males	13,018	12,923
Females	14,881	14,700
 <u>Age Distribution</u>		
Under 5 years	2,147	1,977
5 to 17 years	3,711	4,988
18 to 20 years	1,716	1,157
21 to 24 years	1,701	1,476
25 to 44 years	7,898	8,262
45 to 54 years	3,574	2,393
55 to 59 years	1,178	1,176
60 to 64 years	1,160	1,526
65 to 74 years	2,358	2,750
75 to 84 years	1,859	1,461
85 years and older	597	457
Percent of population under 18	20.99%	25.20%
Percent of population 65 and older	17.26%	16.90%
 <u>Median Age</u>	 37.2 years	 34.2 years

Source: U.S. Bureau of the Census

Barberton City School District
Property Value, Bank Deposits and Construction
Last Ten Fiscal Years

Year	Total Assessed Values	Certified Bank Deposits (in thousands)	Value of Building Permits Issued
2001	\$ 372,835,008	\$ 7,870,201	\$ 15,391,102
2000	360,487,507	7,920,486	23,980,000
1999	329,908,553	7,133,568	26,225,000
1998	314,913,098	4,486,230	46,438,895
1997	301,569,942	4,421,560	25,887,000
1996	266,545,442	4,342,660	17,318,000
1995	260,707,366	4,267,009	11,090,263
1994	254,834,843	4,199,905	20,529,000
1993	232,641,123	3,792,255	11,884,165
1992	233,131,751	3,737,694	14,213,783

Sources:
 Total Assessed Value - Summit County Auditor
 Financial Institution Deposits - Akron Clearing House
 Building Permits - City of Barberton Building Department

Barberton City School District
Principal Taxpayers

Top Taxpayers	Assessed Valuations					Estimated Actual Valuations			
	Real Property	Tangible Personal	Public Utility	Total	Percent of Total	Real Property	Tangible Personal	Public Utility	Total
B&C Research, Inc.	\$ 1,200,110	\$ 3,451,200	\$ -	\$ 4,651,310	1.25%	\$ 3,428,886	\$ 3,921,818	\$ -	\$ 7,350,704
Barberton Health System LLC	9,429,210	-	-	9,429,210	2.53%	26,940,600	-	-	26,940,600
McDermott, Inc.	-	8,556,100	-	8,556,100	2.29%	-	9,722,841	-	9,722,841
Ohio Edison	-	-	4,572,880	4,572,880	1.23%	-	-	18,291,520	18,291,520
Ohio Bell Telephone	-	-	4,520,770	4,520,770	1.21%	-	-	18,083,080	18,083,080
Machining Corp of America	-	4,641,300	-	4,641,300	1.24%	-	5,274,205	-	5,274,205
Fred Martin Motor Co.	-	3,679,870	-	3,679,870	0.99%	-	4,181,670	-	4,181,670
Reiter Dairy, Inc.	-	3,380,870	-	3,380,870	0.91%	-	3,841,898	-	3,841,898
PPG Industries	-	3,267,320	-	3,267,320	0.88%	-	3,712,864	-	3,712,864
B & C Corporation	-	3,154,380	-	3,154,380	0.85%	-	3,584,523	-	3,584,523
Total Top Ten Taxpayers	\$ 10,629,320	\$ 30,131,040	\$ 9,093,650	\$ 49,854,010	13.37%	\$ 30,369,486	\$ 34,239,819	\$ 36,374,600	\$ 100,983,905
Total All Assessed Valuations	\$ 294,410,990	\$ 64,631,388	\$ 13,792,630	\$ 372,835,008	100.00%				

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Sources: Summit County Auditor

Barberton City School District
Computation of Direct and Overlapping Bonded Debt
June 30, 2002

	<u>Assessed Valuation</u>	<u>Net General Tax Supported Debt</u>	<u>Percent Overlapping</u>	<u>Amount Applicable to Barberton CSD</u>
Direct:				
Barberton City School District	\$ 372,835,008	<u>\$ 3,136,915</u>	100.00%	<u>\$ 3,136,915</u>
Overlapping:				
City of Barberton	367,894,837	5,619,782	98.43%	5,531,551
City of Norton	218,399,507	2,659,525	4.37%	116,221
Coventry Township	201,196,696	-	0.59%	-
Summit County	10,686,054,179	89,646,628	3.49%	3,128,667
Metro Transit	10,686,054,179	<u>-</u>	3.49%	<u>-</u>
Total overlapping:		<u>97,925,935</u>		<u>8,776,440</u>
Total direct and overlapping debt:		<u><u>\$ 101,062,850</u></u>		<u><u>\$ 11,913,355</u></u>

Sources: School District's records, Summit County Auditor, City of Barberton, City of Norton, and Coventry Township

Barberton City School District

Miscellaneous Statistics

Last Ten Fiscal Years (1)

	<u>Fiscal Year Ended June 30, 2001</u>	<u>Fiscal Year Ended June 30, 2000</u>	<u>Fiscal Year Ended June 30, 1999</u>	<u>Fiscal Year Ended June 30, 1998</u>
Fall Enrollment	4,402	4,634	4,323	3,892
<u>Demographic Data:</u>				
Average Income	\$ 24,263	27,135	26,811	26,811
Property Valuation/Pupil	\$ 83,175	77,689	74,859	77,489
<u>Fiscal Data:</u>				
Effective Mills	29.11	27.91	28.17	28.16
Average Teacher Salary	\$ 42,608	44,317	42,007	41,153
<u>Staff Data:</u>				
Percent of Teachers With No Degree	0.00%	0.53	0.19	-
Percent of Teachers With Bachelor Degree	43.00%	52.27	51.43	54.94
Percent of Teachers With Masters Degree	57.00%	47.20	48.38	45.06
Average Teacher Experience (yrs.)	13.63	15.75	15.20	16.30
<u>Output:</u>				
Pupil Attendance Rate	93.30%	93.00	93.00	92.50
Staff Attendance Rate	95.30%	95.80	95.70	94.80
Graduation Rate	71.60%	88.00	82.00	87.50

Sources: Ohio Department of Education, School District Records and School District Report Card

(1) Information not available for 2002

<u>Fiscal Year Ended June 30, 1997</u>	<u>Fiscal Year Ended June 30, 1996</u>	<u>Fiscal Year Ended June 30, 1995</u>	<u>Fiscal Year Ended June 30, 1994</u>	<u>Fiscal Year Ended June 30, 1993</u>	<u>Fiscal Year Ended June 30, 1992</u>
4,375	4,313	4,450	4,419	4,460	4,511
25,619	24,881	23,380	23,324	22,298	22,298
59,745	59,759	56,700	53,302	52,491	52,074
32.71	32.78	32.77	38.16	29.21	28.39
39,443	39,280	38,125	38,062	36,758	33,496
-	-	1.24	1.60	1.22	3.03
55.51	55.90	58.56	55.04	64.31	53.06
44.49	44.10	40.20	43.36	34.47	43.91
16.40	15.70	15.60	15.10	15.10	14.70
92.53	92.68	92.37	92.99	93.20	93.28
95.41	95.77	95.81	94.76	94.98	95.19
84.70	82.51	80.00	80.00	80.00	80.00





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BARBERTON CITY SCHOOL DISTRICT

SUMMIT 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
FEBRUARY 11, 2003**