

**EUCLID CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

SINGLE AUDIT

FOR THE YEAR ENDED JUNE 30, 2002



JIM PETRO
AUDITOR OF STATE

STATE OF OHIO

**EUCLID CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

TABLE OF CONTENTS

Title	Page
Schedule of Federal Awards Expenditures.....	1
Notes to the Schedule of Federal Awards Expenditures	3
Report on Compliance and on Internal Control Required By <i>Government Auditing Standards</i>	5
Report on Compliance with Requirements Applicable to its Major Federal Programs and Internal Control Over Compliance in Accordance with OMB Circular A-133.....	7
Schedule of Findings.....	9

This page intentionally left blank.

**EUCLID CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

**SCHEDULE OF FEDERAL AWARDS EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2002**

Federal Grantor/ Pass-Through Grantor/ Program Title	Pass-Through Entity Number	CFDA Number	Receipts	Non-Cash Receipts	Non-Cash Disbursements	Non-Cash Disbursements
U. S. Department of Agriculture						
<i>Passed Through the Ohio Department of Education.</i>						
Nutrition Cluster:						
Food Distribution	N/A	10.550	\$0	\$87,819	\$0	\$88,786
Child Care - Summer School Meals	05PU-01	10.553	7,031	0	7,031	0
Child Care - Summer School Meals	05PU-02	10.553	15,434	0	15,434	0
			22,465	0	22,465	0
National School Lunch Program	LL-P1 01	10.555	83,499	0	83,499	0
National School Lunch Program	LL-P4 01	10.555	122,540	0	122,540	0
National School Lunch Program	LL-P4 02	10.555	496,486	0	496,486	0
Subtotal National School Lunch Program			702,525	0	702,525	0
National School Breakfast Program	23-PU 01	10.559	17,883	0	17,883	0
National School Breakfast Program	24-PU 01	10.559	2,105	0	2,105	0
Subtotal Child Care Food Program			19,988	0	19,988	0
Total U. S. Department of Agriculture - Nutrition Cluster			744,978	87,819	744,978	88,786
U. S. Department of Education						
<i>Passed Through the Ohio Department of Education.</i>						
Special Education Cluster:						
Title VI-B	6B-SF-00P	84.027	0	0	503	0
Title VI-B	6B-SF-02P	84.027	507,428	0	497,759	0
Subtotal Title 6-B			507,428	0	498,262	0
Preschool Grant	PG-SL-01	84.173	0	0	2,396	0
Preschool Grant	PG-S1-02P	84.173	37,099	0	34,346	0
Indicators of Success	PG-SC-99P	84.173	0	0	1,940	0
Subtotal Preschool			37,099	0	38,682	0
Total Special Education Cluster			544,527	0	536,944	0
Adult Basic Education	AB-S1-01	84.002	0	0	5,996	0
Adult Basic Education	AB-S1-01 C	84.002	0	0	65,134	0
Adult Basic Education	AB-S1-02	84.002	75,154	0	75,154	0
Adult Basic State Leadership	AB-SL-01	84.002	0	0	56,235	0
Adult Basic State Leadership	AB-SL-01 C	84.002	7,101	0	23,659	0
Adult Basic State Leadership	AB-SL-02	84.002	425,743	0	416,233	0
Adult Basic Education Special Demonstration	AB-S2-02 P	84.002	39,160	0	35,338	0
Total Adult Basic Education			547,158	0	677,749	0
Title I	C1-S1-01	84.010	44,706	0	96,899	0
Title I	C1-S1-01 C	84.010	0	0	41,913	0
Title I	C1-S1-02	84.010	506,386	0	469,370	0
Total Title I			551,092	0	608,182	0
Drug Free Schools Grant	DR-S1-01	84.186	0	0	19,289	0
Drug Free Schools Grant	DR-S1-01	84.186	56,367	0	43,768	0
Total Drug Free Schools			56,367	0	63,057	0
Goals 2000	G2-S1-00	84.276	0	0	4,264	0
Goals 2000	G2-S1-01	84.276	0	0	15,691	0
Goals 2000	G2-S2-00	84.276	12,893	0	39,321	0
Goals 2000	G2-S2-01	84.276	0	0	35,785	0
Total Goals 2000			12,893	0	95,061	0

**EUCLID CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

**SCHEDULE OF FEDERAL AWARDS EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2002
(Continued)**

Federal Grantor/ Pass-Through Grantor/ Program Title	Pass-Through Entity Number	CFDA Number	Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
U. S. Department of Education						
<i>Passed Through the Ohio Department of Education.</i>						
Eisenhower Professional Development	MS-S1-00	84.281	0	0	3,654	0
	MS-S1-01		2,372	0	12,852	0
	MS-S1-02		11,503	0	275	0
Total Eisenhower Professional Development			13,875	0	16,781	0
Innovative Education Program Strategies	C2-S1-01	84.298	6,390	0	26,264	0
	C2-S1-02		42,165	0	34,891	0
Total Innovative Education Program Strategies			48,555	0	61,155	0
Tech Literacy Challenge- Virtual Middle School	TFV2-00 P2	84.318	40,000	0	39,849	0
	TFV2-00 P3		25,000	0	24,212	0
Total Tech Literacy Challenge- Virtual Middle School			65,000	0	64,061	0
Reading Excellence	RN-S2-00	84.338	88,320	0	103,088	0
Total Reading Excellence			88,320	0	103,088	0
Title VI-R - Class Size Reduction	CR-S1-01	84.340	0	0	35,831	0
	CR-S1-02		162,693	0	126,315	0
Total Title VI-R - Class Size Reduction			162,693	0	162,146	0
Teacher Quality Enhancement Grant	QES1-02	84.336	14,350	0	7,414	0
Total Teacher Quality Enhancement Grant			14,350	0	7,414	0
<i>Total Passed Through the Ohio Department of Education</i>			2,104,830	0	2,395,638	0
Literacy-Fellowship Grant	N/A	84.257	0	0	22,423	0
Total Literacy-Fellowship Grant			0	0	22,423	0
Total U. S. Department of Education			2,104,830	0	2,418,061	0
Corporation for National and Community Service						
<i>Passed Through the Ohio Department of Education.</i>						
Learn & Serve America	SV-S2-01	94.004	0	0	2,141	0
	SV-S4-01		0	0	26	0
Total Learn & Serve America			0	0	2,167	0
Total Corporation for National and Community Service			0	0	2,167	0
U. S. Department of Health and Human Services						
<i>Passed Through the Ohio Department of MRDD.</i>						
Medicaid	N/A	93.778	465,938	0	465,938	0
Total Medicaid			465,938	0	465,938	0
Total U.S. Department of Health and Human Services			465,938	0	465,938	0
Total Federal Assistance			\$3,315,746	\$87,819	\$3,631,144	\$88,786

The accompanying notes to the Schedule of Federal Award Expenditures are an integral part of this schedule.

**EUCLID CITY SCHOOL DISTRICT
CUYAHOGA COUNTY
FISCAL YEAR ENDED JUNE 30, 2002**

NOTES TO SCHEDULE OF FEDERAL AWARDS EXPENDITURES

NOTE A--SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B--FOOD DISTRIBUTION

Nonmonetary assistance, such as food received from the U.S. Department of Agriculture, is reported in the Schedule at the fair market value of the commodities received and consumed. Cash receipts from the U.S. Department of Agriculture are commingled with State grants. It is assumed federal monies are expended first. At June 30, 2002, the District had no significant food commodities in inventory.

This page intentionally left blank.



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

Lausche Building
615 Superior Avenue, NW.
Twelfth Floor
Cleveland, Ohio 44113-1801
Telephone 216-787-3665
800-626-2297
Facsimile 216-787-3361
www.auditor.state.oh.us

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

Board of Education
Euclid City School District
Cuyahoga County
651 East 222nd Street
Euclid, Ohio 44123

We have audited the financial statements of the Euclid City School District, Cuyahoga County, Ohio, (the District) as of and for the year ended June 30, 2002, and have issued our report thereon dated December 18, 2002, wherein we noted the District restated the fund balances in the General and Capital Projects funds, retained earnings in the Enterprise fund, and Employee Benefit Obligations in the Enterprise fund and General Long Term Obligations Account Group. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*. However, we noted certain immaterial instances of noncompliance that we have reported to management of the District in a separate letter dated December 18, 2002.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that do not require inclusion in this report, that we have reported to management of the District in a separate letter dated December 18, 2002.

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

A handwritten signature in black ink, appearing to read "Jim Petro". The signature is stylized with a large, looping initial "J" and a long horizontal stroke extending to the right.

Jim Petro
Auditor of State

December 18, 2002



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

Lausche Building
615 Superior Avenue, NW.
Twelfth Floor
Cleveland, Ohio 44113-1801
Telephone 216-787-3665
800-626-2297
Facsimile 216-787-3361
www.auditor.state.oh.us

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

Board of Education
Euclid City School District
Cuyahoga County
651 East 222nd Street
Euclid, Ohio 44123

Compliance

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

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

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

Schedule of Federal Awards Expenditures

We have audited the general-purpose financial statements of the Euclid City School District, Cuyahoga County, Ohio, (the District), as of and for the year ended June 30, 2002, and have issued our report thereon dated December 18, 2002. Our audit was performed for the purpose of forming an opinion on the general-purpose financial statements taken as a whole. The accompanying schedule of federal awards expenditures is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the general-purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general-purpose financial statements taken as a whole.

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



Jim Petro
Auditor of State

December 18, 2002

**EUCLID CITY SCHOOL DISTRICT
CUYAHOGA COUNTY
JUNE 30, 2002**

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

1. SUMMARY OF AUDITOR'S RESULTS

(d)(1)(i)	Type of Financial Statement Opinion	Unqualified
(d)(1)(ii)	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(1)(ii)	Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Was there any reported material non-compliance at the financial statement level (GAGAS)?	No
(d)(1)(iv)	Were there any material internal control weakness conditions reported for major federal programs?	No
(d)(1)(iv)	Were there any other reportable internal control weakness conditions reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unqualified
(d)(1)(vi)	Are there any reportable findings under § .510?	No
(d)(1)(vii)	Major Programs (list):	Nutrition Cluster (10.550, 10.553, 10.555, 10.559) Medicaid (93.778)
(d)(1)(viii)	Dollar Threshold: Type A/B Programs	Type A: > \$ 300,000 Type B: all others
(d)(1)(ix)	Low Risk Auditee?	Yes

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

None.

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None.

EUCLID CITY
SCHOOL
DISTRICT

EUCLID, OHIO

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

INTRODUCTORY SECTION

EUCLID CITY SCHOOL DISTRICT
COMPREHENSIVE ANNUAL
FINANCIAL REPORT FOR
THE FISCAL YEAR ENDED
JUNE 30, 2002

ISSUED BY: TREASURER'S OFFICE
STEPHEN A. VASEK, TREASURER

EUCLID CITY SCHOOL DISTRICT
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED JUNE 30, 2002

TABLE OF CONTENTS

	<u>PAGE</u>
I. <u>Introductory Section</u>	
Title Page	i
Table of Contents	ii
Letter of Transmittal	viii
Certificate of Achievement	xxi
List of Principal Officials	xxii
Organizational Chart	xxiii
 II. <u>Financial Section</u>	
Report of Independent Accountants	1-2
General Purpose Financial Statements (Combined Statements - Overview)	
Combined Balance Sheet - All Fund Types and Account Groups	4-7
Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - All Governmental Fund Types and Similar Trust Fund	8
Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual - All Governmental Fund Types and Similar Trust Fund	9-13
Combined Statement of Revenues, Expenses, and Changes in Fund Equity - All Proprietary Fund Types	14
Combined Statement of Cash Flows - All Proprietary Fund Types	15
Combined Statement of Revenues, Expenses, and Changes in Fund Equity - Budget (Non-GAAP Basis) and Actual - All Proprietary Fund Types	16-17
Notes to the General Purpose Financial Statements	18-51
Combining, Individual Fund, and Account Group Statements and Schedules	53
 <u>Governmental Funds</u>	
General Fund: Description of Fund	54

EUCLID CITY SCHOOL DISTRICT
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED JUNE 30, 2002

TABLE OF CONTENTS

	<u>PAGE</u>
II. <u>Financial Section</u> (Continued)	
<u>Governmental Funds</u> (Continued)	
General Fund (Continued)	
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual	55-60
Special Revenue Funds:	
Description of Funds	61-62
Combining Balance Sheet	63-66
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance	67-71
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual	
Public School Support Fund	72
Student Activity Fund	73
Auxiliary Services Fund	74
Consumer Economics Fund	75
Teacher Development Grant Fund	76
Educational Management Information System Fund	77
Public School Preschool Grant Fund	78
Data Communications Fund	79
School Net Professional Development Fund	80
Textbook Subsidy Fund	81
Ohio Reads Grant Fund	82
Summer Intervention Fund	83
Alternative School Fund	84
Extended Learning Opportunity Fund	85
Miscellaneous State Grants Fund	86
Adult Basic Education Fund	87
Education for Economic Security Fund	88
Title VI B Fund	89
Title I Fund	90
Title VI Fund	91
Drug Free Schools Fund	92
EHA Preschool Grants for the Handicapped Fund	93
Goals 2000 Fund	94
Goals 2000 Proficiency Improvement Fund	95
Total - All Special Revenue Funds	96-98

EUCLID CITY SCHOOL DISTRICT
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED JUNE 30, 2002

TABLE OF CONTENTS

	<u>PAGE</u>
II. <u>Financial Section</u> (Continued)	
Debt Service Fund:	
Description of Funds	99
Capital Projects Funds:	
Description of Funds	100
Combining Balance Sheet	101
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	102
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual	
Permanent Improvement Fund	103
Building Fund	104
Replacement Fund	105
Vocational Education Equipment Fund	106
School Net Plus Grant Fund	107
Total - All Capital Projects Funds	108-109
<u>Proprietary Funds:</u>	
Enterprise Funds:	
Description of Funds	110
Combining Balance Sheet	111
Combining Statement of Revenues, Expenses, and Changes in Fund Equity	112
Combining Statement of Cash Flows	113
Schedule of Revenues, Expenses, and Changes in Fund Equity - Budget (Non-GAAP Basis) and Actual	
Food Service Fund	114
Uniform School Supplies Fund	115
Customer Services Fund	116
Adult and Community Education Fund	117
Child Care Fund	118
Total - All Enterprise Funds	119-120
Internal Service Funds:	
Description of Funds	121
Combining Balance Sheet	122

EUCLID CITY SCHOOL DISTRICT
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED JUNE 30, 2002

TABLE OF CONTENTS

	<u>PAGE</u>
II. <u>Financial Section</u> (Continued)	
<u>Proprietary Funds</u> (Continued)	
Combining Statement of Revenues, Expenses, and Changes in Fund Equity	123
Combining Statement of Cash Flows	124
Schedule of Revenues, Expenses, and Changes in Fund Equity - Budget (Non-GAAP Basis) and Actual Special Rotary Fund	125-126
Health Reserve Fund	127
Worker's Compensation Fund	128
Total - All Internal Service Funds	129-130
<u>Fiduciary Funds</u>	
Description of Funds	131
Combining Balance Sheet - All Expendable Trust and Agency Funds	132
Schedule of Revenues, Expenditures, and Changes in Fund Equity - Budget (Non-GAAP Basis) and Actual Expendable Trust Fund	133
Combining Statement of Changes in Assets and Liabilities - All Agency Funds	134
<u>General Fixed Assets Account Group</u>	
Description of Account Group	135
Schedule of General Fixed Assets - By Function and Type	136
Schedule of Changes in General Fixed Assets - By Function	137
Schedule of General Fixed Assets - By Source	138
III. <u>Statistical Section</u>	
Governmental and Similar Trust Funds - Expenditures and Other Financing Sources by Function - Last Ten Years	S2
Governmental and Similar Trust Funds - Revenues and Other Financing Sources - By Source - Last Ten Years	S4
Property Tax Levies and Collections - Real and Personal Property Taxes - Last Ten Fiscal Years	S6

EUCLID CITY SCHOOL DISTRICT
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED JUNE 30, 2002

TABLE OF CONTENTS

	<u>PAGE</u>
III. <u>Statistical Section</u> (Continued)	
Assessed and Estimated Value of Taxable Property - Last Ten Calendar Years	S7
Property Tax Rates - Direct and Overlapping Governments - Last Ten Calendar Years	S8
Ratio of Net General Bonded Debt to Assessed Value and Net Bonded Debt Per Capita - Last Ten Fiscal Years	S9
Computation of Legal Debt Margin	S10
Computation of Direct and Overlapping Debt - General Obligation	S11
Ratio of Annual Debt Service Expenditures for General Bonded Debt to Total General Governmental and Similar Trust Fund Expenditures - Last Ten Fiscal Years	S12
Demographic Statistics - Last Ten Years	S13
Property Values, Bank Deposits, and Construction Last Ten Years	S14
Principal Taxpayers -	
Ten Largest Employers	S15
Real Estate Tax	S16
Tangible Personal Property Tax	S17
Public Utilities Tax	S18
Per Pupil Cost - Last Ten Fiscal Years	S19
Teacher Education and Experience	S20

This page intentionally left blank.

Euclid City Schools

651 East 222 Street / Euclid, OH 44123-2090 / (216) 261-2900, ext. 2216 / FAX: (216) 289-8845

INTERNET: svasek@euclid.k12.oh.us

December 18, 2002

Stephen Vasek, *Treasurer*

Board of Education Members and
Residents of the Euclid City School District:

We are pleased to submit to you the Euclid City School District's Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2002. This report provides full disclosure of the financial operation of the District. This CAFR includes an opinion from the Auditor of the State of Ohio and conforms to generally accepted accounting principles as applicable to governmental entities. Responsibility for both the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the District. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the District. This report will provide the taxpayers of the Euclid City School District with comprehensive financial data in a format that will enable them to gain an understanding of the District's financial affairs. Copies will be made available to the Euclid Public Library, major taxpayers, financial rating services, and other interested parties.

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

1. The Introductory Section which contains a Table of Contents, Letter of Transmittal, List of Principal Officials, an Organization Chart of the District, and the GFOA Certificate of Achievement.
2. The Financial Section which begins with the Report of Independent Accountants and includes the General Purpose Financial Statements and Notes which provide an overview of the District's financial position and operating results, the Combining Statements by Fund Type, and other schedules that provide detailed information relative to the General Purpose Financial Statements.
3. The Statistical Section which presents social and economic data, financial trends, and the fiscal capacity of the Euclid City School District.

The School District

Euclid was officially settled in 1797 by eleven families. In 1830, the village meeting minutes indicated that a sum of \$300 was to be paid to the directors of the Euclid City School District. In 1868, a class of six high school pupils was organized. In 1895, the first high school building was erected. The first class graduated from that building in 1897. By 1896, the Euclid City School District was patterned after a district plan dividing the City into eleven districts. The eleven districts were consolidated into five buildings. At the close of 1918, there were two high schools, Central and Shore.

During the peak enrollment years of the 1960s and 1970s, the District maintained an enrollment of approximately 11,000 students, precipitating the need for additional buildings to be constructed. As enrollment declined during the 1980s by approximately 5,000 students, three elementary buildings and one junior high building were closed. The District currently consists of one high school, one middle school, and six elementary schools.

Statutorily, the District operates under standards prescribed by the Ohio State Board of Education as provided in Division (D) of Section 3301.07 and Section 119.01 of the Ohio Revised Code, to provide educational services authorized and mandated by State and/or Federal agencies.

The Reporting Entity and Services Provided

The District has reviewed its reporting entity definition in order to insure conformance with the Governmental Accounting Standards Board Statement No. 14, *The Financial Reporting Entity*. In evaluating how to define the District for financial reporting purposes, management has considered all agencies, departments, and organizations making up the District (the primary government) and its potential component units. Excluded from the reporting entity because they are fiscally independent of the District are the City of Euclid, the Parent Teacher Organization, and the Parochial Schools. The District is associated with two organizations, the Ohio Schools Council and the Euclid Public Library. The Ohio Schools Council Association is a jointly governed organization whose relationship to the District is described in Note 17 to the accompanying financial statements. The Euclid Public Library is a related organization and is described in Note 18 to the accompanying financial statements.

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

Organizational Structure

The District uses a team approach to meet today's educational challenges and to make school improvements a reality. This team consists of a five-member Board of Education which serves as the taxing authority, contracting body, and policy developers for the District. The Board adopts the annual operating budget and approves all expenditures of the District's monies. The administrative team consists of the Superintendent, who is the Chief Administrative Officer of the District and is responsible for providing educational and administrative management leadership for the total operation of the District, and the Treasurer, who is the Chief Fiscal Officer of the District and is responsible for maintaining records of all financial matters, issuing warrants and payment of liabilities incurred by the District, and who also serves as the Chief Financial Officer of all District funds and investments as specified by law.

The remaining administrative team members appointed by the Superintendent/School Board include the following: two Assistants to the Superintendent, Director of Pupil Personnel Services, and Director of Business Affairs. The above four individuals, along with the Superintendent and the Treasurer, constitute the administrative cabinet which meets to provide recommendations to the Superintendent and also provides problem-solving and policy implementing management to the District.

Present

The District currently consists of eight operational schools: Euclid Senior High School, Central Middle School (7 & 8), Forest Park Upper Elementary (5 & 6), Glenbrook Elementary (K-4), Lincoln Elementary (K-4), Roosevelt Elementary (K-4), Upson Elementary (K-4), and Thomas Jefferson Magnet School (K-6). The District operates a Day School enterprise known as the Euclid Child Development Center. A closed elementary building, Indian Hills Elementary School, is leased to the Positive Education Program (PEP) on a yearly lease. Memorial Park, a closed elementary school building, has been renovated and is anticipated being utilized for future enrollment growth. Russell Erwine Elementary School is currently closed and is being utilized by the Districts' building trades as their headquarters.

Euclid city services are considered excellent and a very progressive public library system is in place. The community is served by two major highways, Interstate 90 and Route 2. Students enjoy a lakefront setting with municipal parks, a public golf course, and a large City-owned park/recreation area. The City is host to six parochial schools (K-8). Approximately 1,500 students are involved in the various parochial elementary schools.

The District's Day Care Center services approximately 300 children of working parents in the community on a daily basis. The District provides an extremely active adult community education program which provides adults with instruction, adult basic literacy, GED preparation, and English as a second language. The District and City maintain tennis courts, several swimming pools and baseball fields that the students and citizens can enjoy.

The population within the District is multiracial and multicultural with many students of various ethnic groupings. Minority groups comprise approximately 60 percent of the District's public school population.

Economic Outlook

The District has the same boundaries as the City of Euclid. The City is bounded on the west by the City of Cleveland, on the north by Lake Erie, and on the south and east by smaller cities.

The City of Euclid has experienced a stagnation of its commercial property tax base in recent years. The District's commercial and industrial real estate assessed valuation has only increased from \$193 million in 1994 to \$196 million in 2001. The tangible personal property assessed valuation has decreased from \$111 million to \$102 million in that same time frame. The total assessed valuation for all property was \$774 million in 1994 compared to \$826 million in 2001. The City of Euclid has enacted a number of programs, including tax incentive programs, to encourage business growth and development.

Of the District's General Fund operations, 40 percent of the General Fund revenue is received from real estate taxes on residential, commercial, and industrial properties. Another 12 percent is received from tangible personal property taxpayers with 9 percent being received from the shared City income tax. Approximately 33 percent is received from various forms of State aid, with the balance representing interest earnings and miscellaneous receipts.

During the last five years, the District's average daily membership has fluctuated between approximately 6,000 and 6,200. The average daily membership for the 2001-2002 school year was 6,092.

After five unsuccessful attempts to pass a property tax operating levy from November 1998 through May 1999, a 6.9 mill operating levy was approved by the District's voters in November, 1999. Collections of this new levy, which began in 2000, total approximately \$5.5 million dollars annually.

The funding structure of public education in Ohio is such that school districts receive very little revenue growth as a result of inflationary increases in their tax base. This is a result of House Bill 920 which mandates that any reappraised property increase results in an approximately equal value decrease in millage. As a result, school districts throughout Ohio must place operating funding issues on the ballot at regular intervals to keep pace with inflation and added programming.

In July 1994, the Perry County Common Pleas Court ruled that Ohio's system of funding elementary and secondary public schools was unconstitutional. The State of Ohio appealed the decision which was overturned in a split opinion by the 5th District Court of Appeals. The case was then appealed to the Ohio Supreme Court with the original decision being upheld. The legislature was then ordered by the Court to devise a new structure to fund public education in the State by February, 1998. As a result, several pieces of legislation were enacted to address the Court's ruling. Those legislative reforms were determined to be insufficient as stated in a subsequent Supreme Court ruling in May, 1999. Further legislative returns were enacted which prompted yet another Supreme Court ruling. Note 20 details the latest ruling.

Future Projects

The Euclid City School District is the only school district in the State of Ohio with an enacted shared City/school income tax. The shared City income tax, enacted in 1994, is a .85 percent City voted income tax shared .47 percent for the schools and .38 percent for the City. The District and City continue to be partners in redeveloping various industrial sites in the City of Euclid that are currently vacant and/or under-utilized.

The District currently has a .50 mill Permanent Improvement levy which was to expire at the end of 2000. In November, 2000, the District successfully passed a renewal of that Permanent Improvement levy. The renewal levy will provide approximately \$370 thousand annually through 2005.

The District has a comprehensive technology plan for moving into the twenty-first century. The District is well known for accomplishments in the area of integrating technology into the instructional process. The District has a full-time technology resource teacher in every building. Several of the schools have been recognized annually by their winning entries into the National Computer Learning Month competition.

Due to concerns of overcrowding in some buildings and changing community expectations, District leaders believe serious consideration should be given to changing where and when students attend school. During the 2002-03 fiscal year, the District will form a committee of staff members, community members, and students to study and develop recommendations for reorganization.

Major Initiatives

In February, 1994, the District's Board of Education adopted the following mission statement:

It is the mission of the Euclid City Schools to provide an environment for learning. Our graduates will be prepared for the world of work and a place in our community as good citizens. The responsibility for resources and support lies with everyone in our community. The responsibility to learn lies with the students.

District Planning

Since 1994, the District has maintained a Five-Year Plan, which has guided the District's strategies and major initiatives. Effective with the 1999-2000 school year, the State Department of Education required each urban school district to develop and maintain a Continuous Improvement Plan. The Continuous Improvement Plan has many of the same aspects as the District's Five-Year Plan. Therefore, for the District, the development of the Continuous Improvement Plan was primarily a revision of the Five-Year Plan.

A Continuous Improvement Planning Advisory Panel consisting of the District's Board members, administrators, teaching staff, non-teaching staff, parents, and citizens oversees the planning process and is divided into committees which address each of six major areas. These areas include: **1.** Teaching/Learning/Assessment; **2.** Professional Development; **3.** Student Services; **4.** Family, Business, and Community Involvement; **5.** Facilities and Environment; and **6.** Organizational Governmental Resource Leveraging. The committees develop long range vision statements, supporting background data, strategies, and process indicators which serve to evaluate the progress of enacted strategies.

The Vision Statements for each committee are as follows:

Teaching/Learning/Assessment

Within five years, an effective teaching staff will instruct all students at a level that will ensure proficient academic achievement in all subject areas. The community will support the teaching/learning process by providing the resources for an enriched educational environment. Resources such as textbooks, materials, supplies, and technology needed to implement the curriculum will be readily available. The curriculum will include instructional alignment with the State of Ohio standards and the District's courses of study. Students will understand the responsibility for learning lies within themselves. A variety of assessments will be utilized to demonstrate the effectiveness of teaching and learning. Assessments will include such data as passage rates on the Ohio Proficiency Tests, attendance, graduation and dropout rates, promotion and retention, and any student, staff, or District recognition at the local, state, or national level.

Professional Development

The Professional Development Committee is committed to coordinating professional development for everyone who affects student learning. The training will be guided by professional, curricular, and personal needs of the staff. The committee views high quality staff development programs as essential to creating schools in which all staff members are learners who continually improve their performance.

Administrators and teachers will have to develop an ethos of inquiry, constantly examining their own practice: seeking new knowledge about subject matter, instructional methods, and student development: questioning what they learn in light of their own experience, doing research, and thinking deeply about overall improvement.

Student Services

Improve services to all students, including special education students, those who are at risk of failure, and students who are in conflict with the goals and objectives of the District.

Maintain and enhance our school environment so the educational atmosphere is conducive to learning. The school environment will be free from violence, alcohol, tobacco, and other drugs. A positive school climate will exist due to parental involvement, a consistently enforced discipline code, adequate security, and strong positive programming that includes student services to the community and student support to ensure the safety and security of all students and staff.

A variety of assessments will be used to demonstrate improvement, such as: District discipline audit, handicapped services data, drug and safety incidents, annual expulsion report, profile of services, safe schools from the buildings, District report card, and average daily membership report.

Family, Business, and Community Involvement

To improve the awareness, communications, and community-wide relationships between the District's personnel, students, parents, and community and businesses.

Facilities and Environment

To assure the efficient operation of the District's facilities and grounds by maintaining the physical plant and grounds in a condition of operating excellence. A safe, healthy, and aesthetically pleasing environment enables students to receive the maximum positive impact of the educational process.

Organization, Governance, and Resource Leveraging

The District will provide an environment which fosters improved student performance by optimizing the available human and financial resources of the District. This can be accomplished by providing a strong organizational structure, efficient operating procedures, clear communications, and responsible financial management.

Economy and Efficiency Plan

Another requirement of all 21 urban school districts was to undergo a performance audit by the Auditor of State. The District underwent a performance audit in 1999. The final performance audit report was issued with 144 recommendations in the areas of financial systems, human resources, facilities, transportation, and technology. The District developed, submitted, and received approval of a required Economy and Efficiency Plan in response to the performance audit. The District either accepted, or accepted with modifications, most of the 144 recommendations. The Economy and Efficiency Plan has been incorporated into the District's Continuous Improvement Planning process.

School Based Management

School management at the building level is an extension of the District's strategic planning process. Each of the District's elementary buildings has a Building Management Team consisting of administrators, certificated and classified staff, and parents. The middle school and high school operate on a team leader concept. These teams plan and organize building operations.

Financial Information

Internal Accounting and Budgetary Control: The District's accounting system is organized on a fund basis. Each fund and account group is a distinct self-balancing accounting entity. Reports for general governmental operations are presented on the modified accrual basis whereby revenues are recognized when measurable and available, and expenditures are recognized when goods and services are received. Reports of the District's proprietary operations are presented on the accrual basis whereby revenues are recognized when earned and expenses when incurred.

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

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

At the beginning of each fiscal year, the Board of Education adopts either a temporary appropriation measure or a permanent appropriation measure for that fiscal year. If a temporary appropriation is first adopted, a permanent appropriation measure must be adopted upon receipt from the County Auditor of an amended certificate of estimated resources based on final assessed values and tax rates, which is usually within the first three months after the start of the fiscal year.

Annual appropriations may not exceed the County Budget Commission's official estimate of resources. The County Auditor must certify that the Board of Education's appropriation measures, including any supplements or amendments, do not exceed the amount set forth in the latest of those official estimates.

All disbursements and transfers of cash between funds require appropriation authority from the Board. Budgets are controlled at the object account level within a function and fund. All purchase order requests must be approved by the Building Principal or Department head and the Director of Business Affairs and certified by the Treasurer; necessary funds are then encumbered and purchase orders released to vendors. Those requests which exceed the available appropriation are rejected until additional appropriations are secured.

The accounting system used by the District provides interim financial reports which detail year to date expenditures and encumbrances versus the original appropriation plus any additional appropriations made to date. In addition to interim financial statements, each administrator or department head and school principal is furnished monthly reports showing the status of the budget accounts for which they are responsible.

As an additional safeguard, all employees are covered by a blanket bond and certain individuals in policy making roles are covered by a separate, higher limit bond.

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

Governmental and Similar Trust Fund Functions: The following schedule presents a summary of governmental funds and similar trust fund revenues for the fiscal years ended June 30, 2001 and 2002, and the amount and percentage of increases and decreases in relation to the prior year's revenues.

	<u>2001 Amount</u>	<u>2002 Amount</u>	<u>Percent of Total</u>	<u>Change</u>	<u>Percent Change</u>
Taxes	\$ 40,005,186	\$ 42,686,926	61.69%	\$ 2,681,740	6.70 %
Intergovernmental	20,239,039	24,085,856	34.86%	3,846,817	19.00 %
Tuition and Fees	118,497	121,712	0.18%	3,215	2.71 %
Transportation and Field Trips	51,995	65,650	0.09%	13,655	26.26 %
Earnings and Investments	1,284,388	700,550	1.01%	(583,838)	(45.46)%
Food Services	278	0	0.00%	(278)	100.00 %
Extracurricular Activities	313,259	365,020	0.53%	51,761	16.52 %
Classroom Materials and Fees	193,758	141,209	0.20%	(52,549)	(27.12)%
Charges for Services	192,400	416,439	0.63%	224,039	116.44 %
Miscellaneous	649,972	602,869	0.81%	(47,103)	10.07 %
Total Revenues	<u>\$ 63,048,772</u>	<u>\$ 69,186,231</u>	<u>100.00%</u>	<u>\$ 6,137,459</u>	<u>9.73 %</u>

Tax revenue collections increased by \$2,681,740 in fiscal year 2002. A reappraisal performed by the County Auditor increased the District's tax duplicate by \$60 million for the 2000 tax year. Collections based on the reappraisal values began in the 2001 collection year. The 2002 fiscal year was the first full collection fiscal year of additional revenues generated from the new values.

Intergovernmental revenues increased by \$3,846,817 in fiscal year 2002. This increase reflects additional aid received from the State through the Foundation program and additional State and Federal grant funds.

Transportation fee collections increased by \$13,655 as a result of increased field trip fee revenue from both District activities and parochial school activities.

Earnings on Investments decreased by \$583,838 in fiscal 2002 due to the continued drop in market interest rates.

Extracurricular fee collections increased by \$51,761 in fiscal year 2002 due to increased fund-raising activities and functions.

Classroom materials and fees decreased in fiscal year 2002 by \$52,549. A concerted effort was made in the previous fiscal year to collect delinquent fees which resulted in higher than normal collections that year. Additionally, the level of state mandated fee waivers increased in fiscal 2002.

Charges for Services increased by \$224,039 in fiscal year 2002 due to a significant increase in building rental revenue.

Miscellaneous revenue collections decreased in fiscal year 2002 by \$47,103 because refund of prior years expenditures decreased.

The following schedule presents a summary of governmental funds' and similar trust fund expenditures for the fiscal years ended June 30, 2001 and 2002, and the amount and percentage of increases and decreases in relation to the prior year's expenditures.

	<u>2001 Amount</u>	<u>2002 Amount</u>	<u>Percent of Total</u>	<u>Change</u>	<u>Change</u>
Expenditures:					
Current:					
Instruction:					
Regular	\$ 23,393,166	\$ 23,411,255	37.63%	\$ 18,089	0.08 %
Special	6,381,802	7,424,911	11.94%	1,043,109	16.35 %
Vocational Education	1,245,294	1,104,108	1.77%	(141,186)	(11.34)%
Adult/Continuing	129,391	189,338	0.30%	59,947	46.33%
Other	837	0	0.00%	(837)	(100.00)%
Support Services:					
Pupils	3,192,596	3,286,808	5.29%	94,212	2.95 %
Instructional Staff	3,214,649	3,289,662	5.29%	75,013	2.33 %
Board of Education	30,205	65,395	0.11%	35,190	116.50 %
Administrative	3,586,799	3,913,321	6.29%	326,522	9.10 %
Fiscal Services	1,493,676	1,539,678	2.47%	46,002	3.08 %
Business	1,549,928	882,140	1.42%	(667,788)	(43.09)%
Operation and Maintenance of Plant Services	6,649,418	7,325,076	11.77%	675,658	10.16 %
Pupil Transportation	2,445,529	2,590,401	4.16%	144,872	5.92 %
Central Services	1,233,995	1,331,554	2.14%	97,559	7.91 %
Operation of Non- Instructional Services:					
Food Services	35,622	42,069	0.08%	6,447	18.10 %
Community Services	1,185,802	1,164,628	1.87%	(21,174)	(1.79)%
Other	3,839	7,493	0.01%	3,654	95.18 %
Extracurricular Activities	1,127,192	1,177,861	1.90%	50,669	4.50 %
Capital Outlay	151,446	1,609,423	2.59%	1,457,977	962.70 %
Debt Service	1,856,150	1,848,415	2.97%	(7,735)	(0.42)%
Total Expenditures	<u>\$ 58,907,336</u>	<u>\$ 62,203,536</u>	<u>100.00%</u>	<u>\$ 3,296,200</u>	<u>5.60%</u>

Instructional expenditures comprise 51.6 percent of all governmental fund expenditures. Taken as a whole, instructional expenditures increased by \$979,122 in fiscal year 2002. The increase in special instruction tuition costs and staffing levels resulted in special education expenditures increasing by \$1,043,109. Vocational education expenditures decreased by \$141,186 due to a decrease in vocational tuition expenditures.

Taken as a whole, support services totaled \$24,224,035, or 38.9 percent of total governmental fund expenditures. Total support service expenditures increased by \$827,240 for fiscal 2002.

Pupil Services expenditures increased by \$94,212 in fiscal year 2002 due to negotiated wage increases and increased employee benefits costs.

Instructional Staff support service expenditures increased in fiscal 2002 by \$75,013. In addition to increased salary and benefit costs, increased expenditures were made for replacement computer equipment in fiscal year 2002.

Board of education expenditures increased by \$35,190 in fiscal year 2002. The Board of Education contracted for assistance in a Superintendent's search and had an increase in meetings and workshop expenses in fiscal 2002.

Administrative support service expenditures increased by \$326,522 in fiscal year 2002. Additional salary and benefit expenditures for the administrative and secretarial staff and an increase in contracted services accounted for most of the increase.

Fiscal services expenditures increased by \$46,002 in fiscal 2002 due to staff wage and benefit increases and increased computer equipment expenditures purchased in 2002.

Business services expenditures decreased in fiscal 2002 by \$667,788. A new district-wide telephone system was purchased in fiscal 2001. As a result, capital outlay expenditures experienced a significant decrease in fiscal 2002.

Operation and maintenance of plant service expenditures increased by \$675,658 in fiscal year 2002. In addition to negotiated wage and benefit increases, supplies, replacement vehicles and utility expenditures increased in fiscal 2002.

Pupil transportation expenditures increased in fiscal 2002 by \$144,872. Salary, benefit and replacement school bus expenditures increased in fiscal 2002.

Central services expenditures increased in fiscal 2002 by \$97,559. Increased personnel costs and computer equipment purchases accounted for the majority of this increase.

Total non-instruction service expenditures were \$5,849,888 in fiscal year 2002, representing 9.4 percent of total governmental fund expenditures. This total is an increase from \$1,489,837 in fiscal year 2001. This nearly \$1.5 million increase occurred in capital outlay. A new roofing system and an interior renovation project was completed at Euclid Central Middle School in the 2002 fiscal year.

Financial Highlights

General Fund Balance - the fund balance of the General Fund increased from \$13,783,691 to \$23,051,950 as a result of additional local and state revenues.

Enterprise Funds - Food Service, Uniform School Supplies, Customer Services, Adult Education, and Child Care are classified as enterprise operations as they resemble those activities found in private industry. Management periodically desires to determine the amount of profit/loss resulting from these operations that are significantly financed from user fees. In total, the Enterprise Funds had a net income of \$37,946 for the fiscal year ending June 30, 2002. The Food Service Fund net income was \$40,011, Adult and Community Education experienced a loss of \$32,447 and the Uniform School Supplies Fund experienced a loss of \$15,209. The Child Care Fund experienced a net gain of \$57,941 and Customer Services experienced a net loss of \$12,350.

Internal Service Funds - the two major internal service funds related to insurance are Health Insurance and Workers' Compensation. The Health Insurance Fund accounts for revenue and expenses related to benefits to District employees. The Internal Service Fund had retained earnings of \$3,127,776 at June 30, 2002, compared with retained earnings of \$4,756,462 at June 30, 2001, reflecting a net income of \$1,578,686. A transfer out of \$1,330,080 from the Health Insurance Fund caused the majority net loss.

Fiduciary Funds - the District carries a number of small scholarship funds created by public designees. The District is very active in seeking and awarding grants from foundations and businesses.

Debt Administration: On June 30, 2002, outstanding general obligation bonds totaled \$14,295,000. The outstanding long-term debt is made up of \$8,065,000 school debt, \$3,515,000 in school library debt, and \$2,715,000 in energy conservation notes. All existing bond and note obligations are general obligation debts backed by the full faith and credit of the District. All bonds will be retired by fiscal year 2017.

Cash Management: The Board has an aggressive cash management program which consists of expediting the receipt of revenues and prudently depositing cash which is insured by the Federal Deposit Insurance Corporation, as well as investing available cash in instruments issued by the United States Government and the State of Ohio (STAROhio). The total amount of interest earned was \$700,550 for the year ending June 30, 2002, with \$626,000 being credited directly to the General Fund.

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

Risk Management: The District manages the medical/surgical and dental insurance benefits for its employees on a self insured basis. A third party administrator processes and pays the claims. Unobligated reserves at June 30, 2002 are more than sufficient to meet claim obligations. All employees of the District are covered by a blanket bond while certain positions in decision/policy making roles are covered by separate higher bond coverage.

The District contracts for general liability with Nationwide Insurance. The limits of coverage are \$1,000,000 per occurrence and \$5,000,000 per aggregate.

The District has insurance coverage for vehicle insurance and crime protection.

Pension Plans

All District employees are covered by the state-wide School Employees Retirement System of Ohio (SERS) or the State Teachers Retirement System (STRS). The District's employer contributions to both systems are based on a percentage of employees' salaries. State law requires the District to pay the employer's share as determined by each retirement system. See Note 13 to the accompanying financial statements for complete details.

General Fixed Assets

The general fixed assets of the District are used to finance the main education and support function of the system and are not financial resources available for expenditure. The total General fixed assets at June 30, 2002 were \$61,454,861. Such assets are accounted for at historical cost. Depreciation is not recognized on general fixed assets.

Independent Audit

State statutes require the District to be subjected to an annual audit by an independent auditor. An annual audit serves to maintain and strengthen the District's accounting and budgetary controls. Independent auditor Jim Petro, Auditor of State, was selected to render an opinion on the District's financial statements as of and for the year ended June 30, 2002. The opinion appears at the beginning of the financial section of this report.

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

Awards

GFOA Certificate of Achievement. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Euclid City School District for its comprehensive annual financial report for the year ended June 30, 2001.

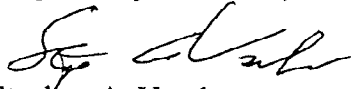
Acknowledgments

The publication of this report maintains a high level of accountability of the District to the taxpayers. This accomplishment would not have been possible without the support and efforts of the School Treasurer's Office and Finance Department and various administrators and employees of the District. Assistance of the County Auditor's office staff and other outside agencies made possible the fair presentation of the statistical data.

In addition, special appreciation is expressed to the firm of James G. Zupka, CPA, Inc. for the advice and guidance rendered to the production of this report.

Finally, sincere appreciation is extended to the Board of Education for its interest in and support of this project.

Respectfully submitted,



Stephen A. Vasek
Treasurer
Euclid City School District



Dr. Joffrey Jones
Superintendent
Euclid City School District

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Euclid 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.



Imelda Arave
President

Jeffrey L. Esser
Executive Director

**EUCLID CITY SCHOOL DISTRICT
PRINCIPAL OFFICIALS
JUNE 30, 2002**

BOARD OF EDUCATION

Mrs. Kay Van Ho	President
Mrs. Carol Bechtel	Vice-Member
Mrs. Carol DeWine	Member
Mr. Michael D. McPhillips	Member
Mrs. Kent Smith	Member

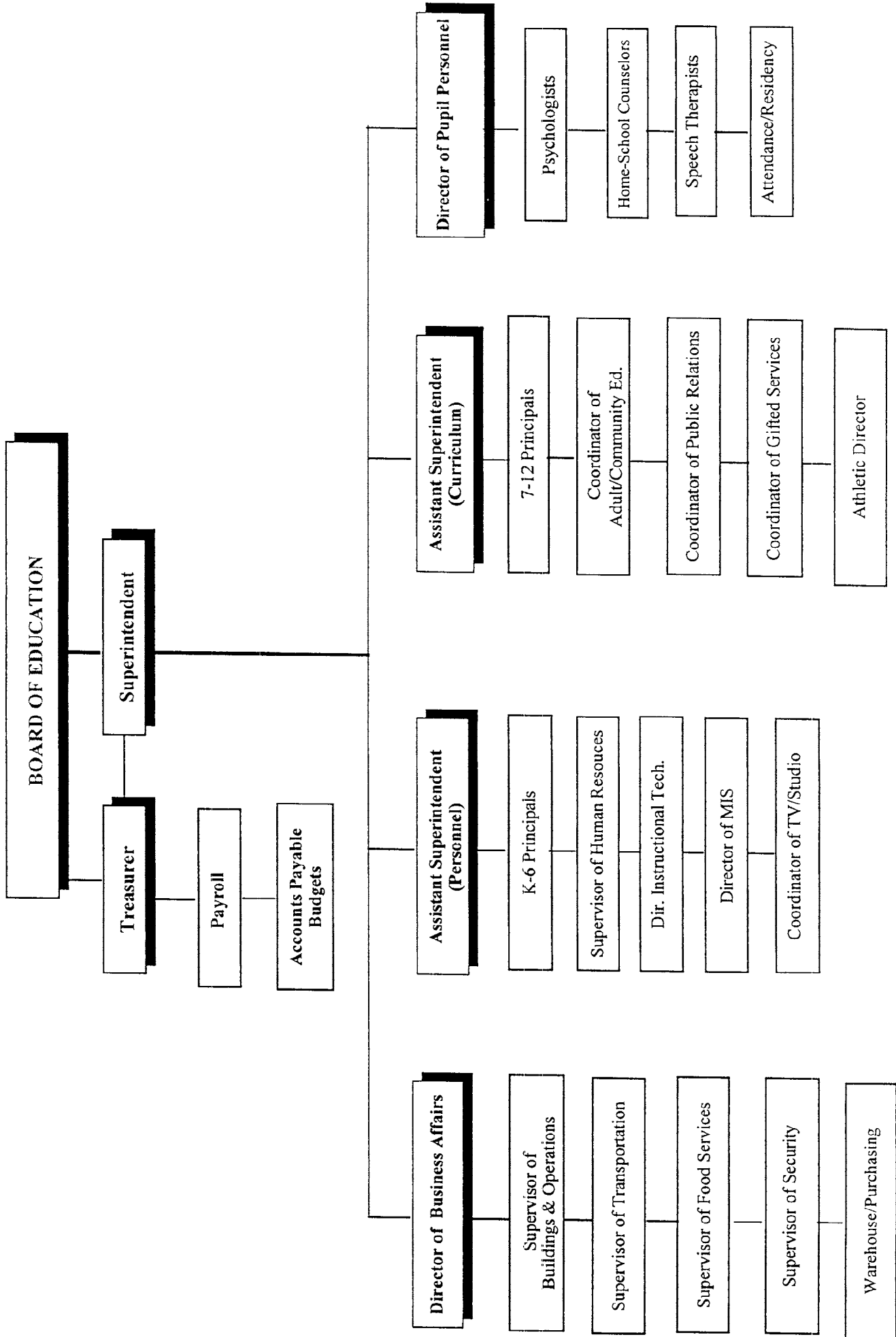
Treasurer

Mr. Stephen A. Vasek

Administration

Dr. Joffrey Jones	Superintendent
Mr. John Fell	Assistant Superintendent
Dr. Janice M. Gallagher	Assistant Superintendent
Mr. John Clapacs	Director, Business Affairs
Mr. David Van Leer	Director, Pupil Personnel

Euclid City Schools
Organizational Chart 2002-2003



This page intentionally left blank.

FINANCIAL SECTION



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

Lausche Building
615 Superior Avenue, NW.
Twelfth Floor
Cleveland, Ohio 44113-1801
Telephone 216-787-3665
800-626-2297
Facsimile 216-787-3361
www.auditor.state.oh.us

REPORT OF INDEPENDENT ACCOUNTANTS

Board of Education
Euclid City School District
Cuyahoga County
651 East 222nd Street
Euclid, Ohio 44123

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

In our opinion, the general-purpose financial statements referred to above present fairly, in all material respects, the financial position of the Euclid City School District, Cuyahoga County, Ohio, as of June 30, 2002, and the results of its operations and the cash flows of its proprietary fund types for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 4, during the fiscal year ended June 30, 2002, the District restated the fund balances in the General and Capital Projects funds, retained earnings in the Enterprise fund, and Employee Benefit Obligations in the Enterprise fund and General Long Term Obligations Account Group.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 18, 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.

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

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

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

Jim Petro
Auditor of State

December 18, 2002

This page intentionally left blank.

EUCLID 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	\$ 12,354,869	\$ 694,843	\$ 4,072,731	\$ 322,168
Restricted Cash	1,169,331	0	0	0
Investments	7,859,290	0	0	0
Receivables:				
Taxes	35,864,516	0	1,875,160	363,457
Accounts	539,721	0	0	0
Accrued Interest	49,869	0	0	0
Intergovernmental	0	256,751	0	0
Interfund	27,107	0	0	0
Prepaid Items	88,385	0	0	0
Materials and Supplies Inventory	107,828	0	0	0
Fixed Assets (net where applicable of accumulated depreciation)	0	0	0	0
<u>Other Debits</u>				
Amount Available in Debt Service Fund	0	0	0	0
Amount to be Provided for Retirement of General Long- Term Obligations	0	0	0	0
Total Assets	\$ 58,060,916	\$ 951,594	\$ 5,947,891	\$ 685,625

See accompanying notes to the general purpose financial statements.

<u>Proprietary Fund Types</u>		<u>Fiduciary Fund Types</u>	<u>Account Groups</u>		<u>Totals (Memorandum Only)</u>
<u>Enterprise</u>	<u>Internal Service</u>	<u>Trust and Agency</u>	<u>General Fixed Assets</u>	<u>General Long-Term Obligations</u>	
\$ 875,040	\$ 4,257,473	\$ 103,924	\$ 0	\$ 0	\$ 22,681,048
0	0	0	0	0	1,169,331
0	0	0	0	0	7,859,290
0	0	0	0	0	38,103,133
0	0	0	0	0	539,721
0	0	0	0	0	49,869
207,075	0	0	0	0	463,826
0	0	0	0	0	27,107
285	0	0	0	0	88,670
27,835	0	0	0	0	135,663
76,360	35,391	0	61,454,861	0	61,566,612
0	0	0	0	4,528,737	4,528,737
0	0	0	0	13,219,673	13,219,673
<u>\$ 1,186,595</u>	<u>\$ 4,292,864</u>	<u>\$ 103,924</u>	<u>\$ 61,454,861</u>	<u>\$ 17,748,410</u>	<u>\$150,432,680</u>

(Continued)

EUCLID 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>Liabilities, Fund Equity, and Other Credits</u>				
<u>Liabilities</u>				
Accounts Payable	\$ 706,818	\$ 40,106	\$ 0	\$ 2,168
Accrued Salaries and Benefits Payable	5,112,498	228,932	0	0
Interfund Payable	0	20,682	0	6,425
Intergovernmental Payable	832,336	35,716	0	0
Due to Students	0	0	0	0
Deferred Revenue	28,148,472	0	1,419,154	275,392
Bond Anticipation Notes Payable	0	0	0	2,715,000
General Obligation Bonds Payable	0	0	0	0
Employee Benefit Obligations Payable	208,842	742	0	0
Insurance Claims Payable	0	0	0	0
Workers' Comp Claims Payable	0	0	0	0
Total Liabilities	35,008,966	326,178	1,419,154	2,998,985
<u>Fund Equity and Other Credits</u>				
Investment in General Fixed Assets	0	0	0	0
Contributed Capital	0	0	0	0
Retained Earnings	0	0	0	0
Fund Balance:				
Reserved for:				
Budget Stabilization	1,169,331	0	0	0
Taxes	6,700,048	0	417,493	80,619
Encumbrances	2,098,389	232,614	0	55,717
Prepays	88,385	0	0	0
Inventory	107,828	0	0	0
Unreserved, Undesignated	12,887,969	392,802	4,111,244	(2,449,696)
Total Fund Equity and Other Credits	23,051,950	625,416	4,528,737	(2,313,360)
Total Liabilities, Fund Equity and Other Credits	\$ 58,060,916	\$ 951,594	\$ 5,947,891	\$ 685,625

See accompanying notes to the general purpose financial statements.

<u>Proprietary Fund Types</u>		<u>Fiduciary Fund Types</u>	<u>Account Groups</u>		<u>Totals</u>
<u>Enterprise</u>	<u>Internal Service</u>	<u>Trust and Agency</u>	<u>General Fixed Assets</u>	<u>General Long-Term Obligations</u>	<u>(Memorandum Only)</u>
\$ 42,357	\$ 7,184	\$ 7,520	\$ 0	\$ 0	\$ 806,153
29,176	0	0	0	0	5,370,606
0	0	0	0	0	27,107
90,043	42,231	0	0	594,221	1,594,547
0	0	33,717	0	0	33,717
0	0	0	0	0	29,843,018
0	0	0	0	0	2,715,000
0	0	0	0	14,295,000	14,295,000
67,349	0	0	0	2,859,189	3,136,122
0	805,406	0	0	0	805,406
0	260,267	0	0	0	260,267
<u>228,925</u>	<u>1,115,088</u>	<u>41,237</u>	<u>0</u>	<u>17,748,410</u>	<u>58,886,943</u>
0	0	0	61,454,861	0	61,454,861
52,099	0	0	0	0	52,099
905,571	3,177,776	0	0	0	4,083,347
0	0	0	0	0	1,169,331
0	0	0	0	0	7,198,160
0	0	428	0	0	2,387,148
0	0	0	0	0	88,385
0	0	0	0	0	107,828
0	0	62,259	0	0	15,004,578
<u>957,670</u>	<u>3,177,776</u>	<u>62,687</u>	<u>61,454,861</u>	<u>0</u>	<u>91,545,737</u>
<u>\$ 1,186,595</u>	<u>\$ 4,292,864</u>	<u>\$ 103,924</u>	<u>\$ 61,454,861</u>	<u>\$ 17,748,410</u>	<u>\$150,432,680</u>

EUCLID CITY SCHOOL DISTRICT
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - ALL GOVERNMENTAL FUND TYPES
AND SIMILAR TRUST FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Governmental Fund Types				Fund Type Expendable Trust	Totals (Memorandum Only)
	General	Special Revenue	Debt Service	Capital Projects		
Revenues						
Taxes	\$40,450,881	\$ 0	\$ 1,615,698	\$ 620,347	\$ 0	\$42,686,926
Intergovernmental	19,995,688	3,850,159	201,330	38,679	0	24,085,856
Tuition and Fees	121,712	0	0	0	0	121,712
Transportation Fees	44,189	21,461	0	0	0	65,650
Earnings on Investments	626,000	3,149	66,959	3,651	791	700,550
Extracurricular Activities	0	365,020	0	0	0	365,020
Classroom Materials and Fees	141,209	0	0	0	0	141,209
Charges for Services	349,302	0	0	67,137	0	416,439
Miscellaneous	439,456	142,220	0	0	21,193	602,869
Total Revenues	62,168,437	4,382,009	1,883,987	729,814	21,984	69,186,231
Expenditures						
Current:						
Instruction:						
Regular	21,922,721	1,391,962	0	71,898	24,674	23,411,255
Special	6,379,519	1,045,042	0	0	350	7,424,911
Vocational Education	1,086,696	0	0	17,412	0	1,104,108
Adult/Continuing	0	189,338	0	0	0	189,338
Support Services:						
Pupils	3,278,007	8,801	0	0	0	3,286,808
Instructional Staff	2,711,281	578,381	0	0	0	3,289,662
Board of Education	65,395	0	0	0	0	65,395
Administrative	3,860,960	52,361	0	0	0	3,913,321
Fiscal Services	1,539,678	0	0	0	0	1,539,678
Business	869,170	0	0	12,970	0	882,140
Operation and Maintenance of Plant Services	7,083,860	0	0	241,216	0	7,325,076
Pupil Transportation	2,587,409	2,992	0	0	0	2,590,401
Central Services	1,317,092	14,462	0	0	0	1,331,554
Operation of Non- Instructional Service:						
Food Services	42,069	0	0	0	0	42,069
Community Services	210,036	949,340	0	0	5,252	1,164,628
Other	1,034	6,459	0	0	0	7,493
Extracurricular Activities	680,555	497,306	0	0	0	1,177,861
Capital Outlay	368,750	0	0	1,240,673	0	1,609,423
Debt Service:						
Principal Retirement	0	0	1,220,000	0	0	1,220,000
Interest and Fiscal Charges	0	0	534,282	41,208	0	575,490
Bond Issuance Cost	0	0	52,925	0	0	52,925
Total Expenditures	54,004,232	4,736,444	1,807,207	1,625,377	30,276	62,203,536
Excess of Revenues Over (Under) Expenditures	8,164,205	(354,435)	76,780	(895,563)	(8,292)	6,982,695
Other Financing Sources (Uses)						
Proceeds from Sale of Assets	8,866	0	0	0	0	8,866
Proceeds from Sale of Bonds	0	0	2,715,000	0	0	2,715,000
Operating Transfers - In	1,343,795	1,087	248,607	0	0	1,593,489
Operating Transfers - Out	(248,607)	(7,578)	0	0	0	(256,185)
Total Other Financing Sources (Uses)	1,104,054	(6,491)	2,963,607	0	0	4,061,170
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	9,268,259	(360,926)	3,040,387	(895,563)	(8,292)	11,043,865
Fund Balance-Beginning of Year, Restated	13,783,691	986,342	1,488,350	(1,417,797)	70,979	14,911,565
Fund Balance - End of Year	\$23,051,950	\$ 625,416	\$ 4,528,737	\$ (2,313,360)	\$ 62,687	\$25,955,430

See accompanying notes to the general purpose financial statements.

EUCLID CITY SCHOOL DISTRICT
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - BUDGET (NON-GAAP BASIS) AND ACTUAL - ALL
GOVERNMENTAL FUND TYPES AND SIMILAR TRUST FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	GENERAL FUND		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Taxes	\$ 33,859,848	\$ 36,176,342	\$ 2,316,494
Intergovernmental	19,240,340	19,995,688	755,348
Tuition and Fees	118,850	88,112	(30,738)
Transportation Fees	49,000	44,189	(4,811)
Earnings on Investments	756,542	624,339	(132,203)
Food Services	0	0	0
Extracurricular Activities	0	0	0
Classroom Materials and Fees	115,000	106,528	(8,472)
Charges for Services	208,700	314,584	105,884
Miscellaneous	43,100	35,780	(7,320)
Total Revenues	54,391,380	57,385,562	2,994,182
Expenditures			
Current:			
Instruction:			
Regular	22,492,387	22,304,873	187,514
Special	7,110,111	6,916,187	193,924
Vocational Education	1,728,674	1,293,317	435,357
Adult/Continuing	0	0	0
Support Services:			
Pupils	3,391,456	3,278,840	112,616
Instructional Staff	2,924,016	2,803,349	120,667
Board of Education	87,764	65,399	22,365
Administrative	3,897,975	3,799,379	98,596
Fiscal Services	1,732,813	1,577,874	154,939
Business	984,583	888,295	96,288
Operation and Maintenance of Plant Services	7,612,451	7,212,049	400,402
Pupil Transportation	2,880,241	2,742,140	138,101
Central Services	1,547,167	1,435,021	112,146
Operation of Non-Instructional Services:			
Food Services	39,997	39,431	566
Community Services	249,816	220,760	29,056
Extracurricular Activities	736,485	691,313	45,172
Capital Outlay	1,330,080	1,330,081	(1)
Debt Service:			
Principal Retirement	0	0	0
Interest and Fiscal Charges	0	0	0
Bond Issuance Cost	0	0	0
Total Expenditures	58,746,016	56,598,308	2,147,708
Excess of Revenues Over (Under) Expenditures	(4,354,636)	787,254	5,141,890
Other Financing Sources (Uses)			
Proceeds from Sale of Assets	7,000	8,866	1,866
Proceeds from Sale of Notes	0	0	0
Proceeds from Sale of Bonds	0	0	0
Payment to Retire ST Notes	0	0	0
Operating Transfers In	0	1,343,795	1,343,795
Operating Transfers Out	(368,500)	(248,607)	119,893
Advances In	0	79,139	79,139
Advances Out	(25,000)	(16,782)	8,218
Contingencies	(66,315)	0	66,315
Refund of Prior Year Receipts	(2,005)	(1,034)	971
Refund of Prior Year Expenditures	155,000	400,559	245,559
Total Other Financing Sources (Uses)	(299,820)	1,565,936	1,865,756
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(4,654,456)	2,353,190	7,007,646
Fund Balance - Beginning of Year	13,305,359	13,305,359	0
Prior Year Encumbrances Appropriated	2,042,388	2,042,388	0
Fund Balance - End of Year	\$ 10,693,291	\$ 17,700,937	\$ 7,007,646

See accompanying notes to the general purpose financial statements.

EUCLID CITY SCHOOL DISTRICT
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - BUDGET (NON-GAAP BASIS) AND ACTUAL - ALL
GOVERNMENTAL FUND TYPES AND SIMILAR TRUST FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	SPECIAL REVENUE FUND		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Taxes	\$ 0	\$ 0	\$ 0
Intergovernmental	5,240,456	3,721,998	(1,518,458)
Tuition and Fees	0	0	0
Transportation Fees	75,600	21,461	(54,139)
Earnings on Investments	2,541	3,149	608
Food Services	3,200	0	(3,200)
Extracurricular Activities	500,181	365,020	(135,161)
Classroom Materials and Fees	0	0	0
Charges for Services	0	0	0
Miscellaneous	191,652	141,973	(49,679)
Total Revenues	6,013,630	4,253,601	(1,760,029)
Expenditures			
Current:			
Instruction:			
Regular	1,692,977	1,503,634	189,343
Special	1,174,625	1,038,771	135,854
Vocational Education	0	0	0
Adult/Continuing	206,030	195,295	10,735
Support Services:			
Pupils	14,786	14,786	0
Instructional Staff	715,809	606,560	109,249
Board of Education	0	0	0
Administrative	72,481	53,187	19,294
Fiscal Services	0	0	0
Business	0	0	0
Operation and Maintenance of Plant Services	0	0	0
Pupil Transportation	3,192	2,992	200
Central Services	42,706	21,134	21,572
Operation of Non-Instructional Services:			
Food Services	0	0	0
Community Services	1,141,229	1,014,722	126,507
Extracurricular Activities	909,663	529,751	379,912
Capital Outlay	0	0	0
Debt Service:			
Principal and Retirement	0	0	0
Interest and Fiscal Charges	0	0	0
Bond Issuance Cost	0	0	0
Total Expenditures	5,973,498	4,980,832	992,666
Excess of Revenues Over (Under) Expenditures	40,132	(727,231)	(767,363)
Other Financing Sources (Uses)			
Proceeds from Sale of Assets	0	0	0
Proceeds from Sale of Notes	0	0	0
Proceeds from Sale of Bonds	0	0	0
Payment to Retire ST Notes	0	0	0
Operating Transfers In	142,672	1,087	(141,585)
Operating Transfers Out	(134,500)	(7,578)	126,922
Advances In	4,298	4,298	0
Advances Out	(88,183)	(67,600)	20,583
Contingencies	(15,712)	0	15,712
Refund of Prior Year Receipts	(9,670)	(3,938)	5,732
Refund of Prior Year Expenditures	1,000	807	(193)
Total Other Financing Sources (Uses)	(100,095)	(72,924)	27,171
Excess of Revenues and Other Financing Sources Over(Under) Expenditures and Other Financing Uses	(59,963)	(800,155)	(740,192)
Fund Balance - Beginning of Year	890,634	890,634	0
Prior Year Encumbrances Appropriated	335,802	335,802	0
Fund Balance End of Year	\$ 1,166,473	\$ 426,281	\$ (740,192)

See accompanying notes to the general purpose financial statements.

DEBT SERVICE FUND			CAPITAL PROJECTS FUNDS		
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
\$ 1,526,671	\$ 1,539,330	\$ 12,659	\$ 560,918	\$ 563,311	\$ 2,393
0	0	0	196,216	50,059	(146,157)
0	0	0	0	0	0
0	0	0	0	0	0
14,034	66,959	52,925	8,000	3,651	(4,349)
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	67,137	67,137
0	0	0	0	0	0
<u>1,540,705</u>	<u>1,606,289</u>	<u>65,584</u>	<u>765,134</u>	<u>684,158</u>	<u>(80,976)</u>
0	0	0	73,899	71,899	2,000
0	0	0	0	0	0
0	0	0	12,484	12,301	183
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	4,000	0	4,000
0	0	0	34,750	12,970	21,780
0	0	0	294,879	273,666	21,213
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	1,280,290	1,279,381	909
1,237,185	1,220,000	17,185	0	0	0
534,282	534,282	0	41,208	41,208	0
52,925	52,925	0	0	0	0
<u>1,824,392</u>	<u>1,807,207</u>	<u>17,185</u>	<u>1,741,510</u>	<u>1,691,425</u>	<u>50,085</u>
<u>(283,687)</u>	<u>(200,918)</u>	<u>82,769</u>	<u>(976,376)</u>	<u>(1,007,267)</u>	<u>(30,891)</u>
0	0	0	0	0	0
0	0	0	3,577,400	3,577,400	0
2,893,366	2,715,000	(178,366)	0	0	0
0	0	0	(2,922,400)	(2,922,400)	0
414,600	248,607	(165,993)	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	12,484	12,484	0
0	0	0	(17,782)	(11,539)	6,243
0	0	0	(27,199)	0	27,199
0	0	0	0	0	0
0	0	0	0	0	0
<u>3,307,966</u>	<u>2,963,607</u>	<u>(344,359)</u>	<u>622,503</u>	<u>655,945</u>	<u>33,442</u>
3,024,279	2,762,689	(261,590)	(353,873)	(351,322)	2,551
1,310,043	1,310,043	0	497,607	497,607	0
0	0	0	117,998	117,998	0
<u>\$ 4,334,322</u>	<u>\$ 4,072,732</u>	<u>\$ (261,590)</u>	<u>\$ 261,732</u>	<u>\$ 264,283</u>	<u>\$ 2,551</u>

EUCLID CITY SCHOOL DISTRICT
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - BUDGET (NON-GAAP BASIS) AND ACTUAL - ALL
GOVERNMENTAL FUND TYPES AND SIMILAR TRUST FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	EXPENDABLE TRUST FUND		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Taxes	\$ 0	\$ 0	\$ 0
Intergovernmental	0	0	0
Tuition and Fees	0	0	0
Transportation Fees	0	0	0
Earnings on Investments	661	791	130
Food Services	0	0	0
Extracurricular Activities	0	0	0
Classroom Materials and Fees	0	0	0
Charges for Services	0	0	0
Miscellaneous	19,339	21,193	1,854
Total Revenues	<u>20,000</u>	<u>21,984</u>	<u>1,984</u>
Expenditures			
Current:			
Instruction:			
Regular	60,739	24,355	36,384
Special	701	350	351
Vocational Education	0	0	0
Adult/Continuing	0	0	0
Support Services:			
Pupils	0	0	0
Instructional Staff	0	0	0
Board of Education	0	0	0
Administrative	0	0	0
Fiscal Services	0	0	0
Business	0	0	0
Operation and Maintenance of Plant Services	0	0	0
Pupil Transportation	0	0	0
Central Services	0	0	0
Operation of Non-Instructional Services:			
Food Services	0	0	0
Community Services	26,370	5,502	20,868
Extracurricular Activities	8,532	0	8,532
Capital Outlay	0	0	0
Debt Service:			
Principal Retirement	0	0	0
Interest and Fiscal Charges	0	0	0
Bond Issuance Cost	0	0	0
Total Expenditures	<u>96,342</u>	<u>30,207</u>	<u>66,135</u>
Excess of Revenues Over (Under) Expenditures	<u>(76,342)</u>	<u>(8,223)</u>	<u>68,119</u>
Other Financing Sources (Uses)			
Proceeds from Sale of Assets	0	0	0
Proceeds from Sale of Notes	0	0	0
Proceeds from Sale of Bonds	0	0	0
Payment to Retire ST Notes	0	0	0
Operating Transfers In	0	0	0
Operating Transfers Out	0	0	0
Advances In	0	0	0
Advances Out	0	0	0
Contingencies	0	0	0
Refund of Prior Year Receipts	0	0	0
Refund of Prior Year Expenditures	0	0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(76,342)</u>	<u>(8,223)</u>	<u>68,119</u>
Fund Balance - Beginning of Year	64,396	64,396	0
Prior Year Encumbrances Appropriated	6,583	6,583	0
Fund Balance - End of Year	<u>\$ (5,363)</u>	<u>\$ 62,756</u>	<u>\$ 68,119</u>

See accompanying notes to the general purpose financial statements.

EUCLID CITY SCHOOL DISTRICT
COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - BUDGET (NON-GAAP BASIS) AND ACTUAL - ALL
GOVERNMENTAL FUND TYPES AND SIMILAR TRUST FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	TOTALS (MEMORANDUM ONLY)		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Taxes	\$ 35,947,437	\$ 38,278,983	\$ 2,331,546
Intergovernmental	24,677,012	23,767,745	(909,267)
Tuition and Fees	118,850	88,112	(30,738)
Transportation Fees	124,600	65,650	(58,950)
Earnings on Investments	781,778	698,889	(82,889)
Food Services	3,200	0	(3,200)
Extracurricular Activities	500,181	365,020	(135,161)
Classroom Materials and Fees	115,000	106,528	(8,472)
Charges for Services	208,700	381,721	173,021
Miscellaneous	254,091	198,946	(55,145)
Total Revenues	62,730,849	63,951,594	1,220,745
Expenditures			
Current:			
Instruction:			
Regular	24,320,002	23,904,761	415,241
Special	8,285,437	7,955,308	330,129
Vocational Education	1,741,158	1,305,618	435,540
Adult/Community	206,030	195,295	10,735
Support Services:			
Pupils	3,406,242	3,293,626	112,616
Instructional Staff	3,639,825	3,409,909	229,916
Board of Education	87,764	65,399	22,365
Administrative	3,970,456	3,852,566	117,890
Fiscal Services	1,736,813	1,577,874	158,939
Business	1,019,333	901,265	118,068
Operation and Maintenance of Plant Services	7,907,330	7,485,715	421,615
Pupil Transportation	2,883,433	2,745,132	138,301
Central Services	1,589,873	1,456,155	133,718
Operation of Non-Instructional Services:			
Food Services	39,997	39,431	566
Community Services	1,417,415	1,240,984	176,431
Extracurricular Activities	1,654,680	1,221,064	433,616
Capital Outlay	2,610,370	2,609,462	908
Debt Service:			
Principal Retirement	1,237,185	1,220,000	17,185
Interest and Fiscal Charges	575,490	575,490	0
Bond Issuance Cost	52,925	52,925	0
Total Expenditures	68,381,758	65,107,978	3,273,780
Excess of Revenues Over (Under) Expenditures	(5,650,909)	(1,156,384)	4,494,525
Other Financing Sources (Uses)			
Proceeds from Sale of Assets	7,000	8,866	1,866
Proceeds from Sale of Notes	3,577,400	3,577,400	0
Proceeds from Sale of Bonds	2,893,366	2,715,000	(178,366)
Payment to Retire ST Notes	(2,922,400)	(2,922,400)	0
Operating Transfers In	557,272	1,593,489	1,036,217
Operating Transfers Out	(503,000)	(256,186)	246,814
Advances In	16,782	95,921	79,139
Advances Out	(130,965)	(95,921)	35,044
Contingencies	(109,226)	0	109,226
Refund of Prior Year Receipts	(11,675)	(4,972)	6,703
Refund of Prior Year Expenditures	156,000	401,366	245,366
Total Other Financing Sources (Uses)	3,530,554	5,112,563	1,582,009
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(2,120,355)	3,956,179	6,076,534
Fund Balances - Beginning of Year	16,068,039	16,068,039	0
Prior Year Encumbrances Appropriated	2,502,771	2,502,771	0
Fund Balances - End of Year	\$ 16,450,455	\$ 22,526,989	\$ 6,076,534

See accompanying notes to the general purpose financial statements.

EUCLID CITY SCHOOL DISTRICT
COMBINED STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN FUND EQUITY - ALL PROPRIETARY FUND TYPES
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Proprietary Fund Types</u>		Totals (Memorandum Only)
	<u>Enterprise Funds</u>	<u>Internal Service Funds</u>	
<u>Operating Revenues</u>			
Tuition	\$ 796,158	\$ 40,960	\$ 837,118
Transportation Fees	15,202	15,444	30,646
Food Services	761,280	0	761,280
Extracurricular Activities	0	5,048	5,048
Classroom Materials and Fees	16,222	119,850	136,072
Charges for Services	0	5,601,881	5,601,881
Miscellaneous	33,904	94,291	128,195
Total Operating Revenues	<u>1,622,766</u>	<u>5,877,474</u>	<u>7,500,240</u>
<u>Operating Expenses</u>			
Salaries and Wages	979,612	29,620	1,009,232
Fringe Benefits	460,831	5,899,563	6,360,394
Purchased Services	146,686	56,197	202,883
Supplies and Materials	784,247	52,215	836,462
Depreciation Expense	21,074	7,766	28,840
Capital Outlay	69,424	43,257	112,681
Other Expenses	17,096	161,333	178,429
Total Operating Expenses	<u>2,478,970</u>	<u>6,249,951</u>	<u>8,728,921</u>
Operating Income (Loss)	<u>(856,204)</u>	<u>(372,477)</u>	<u>(1,228,681)</u>
<u>Non-Operating Revenues</u>			
Earnings on Investments	6,182	123,871	130,053
Operating Grants	807,467	0	807,467
Donated Commodities	87,783	0	87,783
Proceeds from Sale of Assets	6,433	0	6,433
Total Non-Operating Revenues	<u>907,865</u>	<u>123,871</u>	<u>1,031,736</u>
Income Before Operating Transfers	<u>51,661</u>	<u>(248,606)</u>	<u>(196,945)</u>
<u>Operating Transfers</u>			
Operating Transfers Out	<u>(13,715)</u>	<u>(1,330,080)</u>	<u>(1,343,795)</u>
Total Operating Transfers	<u>(13,715)</u>	<u>(1,330,080)</u>	<u>(1,343,795)</u>
Net Income (Loss)	37,946	(1,578,686)	(1,540,740)
Retained Earnings - Beginning of Year, Restated (see Note 4)	867,625	4,756,462	5,624,087
Retained Earnings - End of Year	<u>905,571</u>	<u>3,177,776</u>	<u>4,083,347</u>
Contributed Capital - Beginning and End of Year	52,099	0	52,099
Total Fund Equity at Year End	<u>\$ 957,670</u>	<u>\$3,177,776</u>	<u>\$4,135,446</u>

See accompanying notes to the general purpose financial statements.

**EUCLID CITY SCHOOL DISTRICT
COMBINED STATEMENT OF CASH FLOWS -
ALL PROPRIETARY FUND TYPES
FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Proprietary Fund Types</u>		Totals
	<u>Enterprise</u>	<u>Internal Service</u>	<u>(Memorandum Only)</u>
<i>Increase (Decrease) in Cash and Cash Equivalents</i>			
<u>Cash Flows from Operating Activities</u>			
Cash Received from Customers	\$ 1,622,766	\$ 5,783,194	\$ 7,405,960
Cash Received from Other Operating Sources	0	94,780	94,780
Cash Payments for Goods and Services	(948,107)	(144,500)	(1,092,607)
Cash Payments to Employees for Services	(1,043,470)	(33,222)	(1,076,692)
Cash Payments for Employee Benefits	(369,588)	(5,438,270)	(5,807,858)
Cash Payments for Other Operating Expenses	(17,165)	(161,333)	(178,498)
Net Cash Provided by (Used for) Operating Activities	<u>(755,564)</u>	<u>100,649</u>	<u>(654,915)</u>
<u>Cash Flows from Non-Capital Financing Activities</u>			
Operating Grants Received	789,665	0	789,665
Operating Transfers Out	(13,715)	(1,330,080)	(1,343,795)
Net Cash Provided by Non-Capital Financing Activities	<u>775,950</u>	<u>(1,330,080)</u>	<u>(554,130)</u>
<u>Cash Flows from Capital and Related Financing Activities</u>			
Payments for Capital Acquisition	(9,449)	(14,589)	(24,038)
Proceeds from Sale of Assets	6,433	0	6,433
Net Cash (Used by) Capital and Related Financing Activities	<u>(3,016)</u>	<u>(14,589)</u>	<u>(17,605)</u>
<u>Cash Flows from Investing Activities</u>			
Earnings on Investments	6,182	123,871	130,053
Net Cash Provided by Investing Activities	<u>6,182</u>	<u>123,871</u>	<u>130,053</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>23,552</u>	<u>(1,120,149)</u>	<u>(1,096,597)</u>
Cash and Cash Equivalents - Beginning of Year	851,488	5,377,622	6,229,110
Cash and Cash Equivalents - End of Year	<u>\$ 875,040</u>	<u>\$ 4,257,473</u>	<u>\$ 5,132,513</u>
<u>Reconciliation of Operating Income (Loss) to Net Cash Used for Operating Activities</u>			
Operating Income (Loss)	\$ (856,204)	\$ (372,477)	\$(1,228,681)
Adjustments to Reconcile Operating (Loss) Income to Net Cash Provided by Operating Activities:			
Depreciation	21,074	7,766	28,840
(Increase) Decrease in Assets:			
Prepaid Items	(285)	0	(285)
Materials and Supplies Inventory	19,662	0	19,662
Interfund Receivable	0	500	500
Increase (Decrease) in Liabilities:			
Accounts Payable	32,866	5,425	38,291
Accrued Salaries and Benefits Payable	(1,503)	(20,718)	(22,221)
Intergovernmental Payable	25,735	41,992	67,727
Employee Benefit Obligations Payable	3,091	0	3,091
Claims Payable	0	438,161	438,161
Total Adjustments	<u>100,640</u>	<u>473,126</u>	<u>573,766</u>
Net Cash Provided by Operating Activities	<u>\$ (755,564)</u>	<u>\$ 100,649</u>	<u>\$ (654,915)</u>

Schedule of Noncash Financing Activities

During the year, the Food Services Enterprise Fund received Donated Commodities of \$87,783. See accompanying notes to the general purpose financial statements.

**EUCLID CITY SCHOOL DISTRICT
 COMBINED STATEMENT OF REVENUES, EXPENSES, AND
 CHANGES IN FUND EQUITY - BUDGET (NON-GAAP BASIS) AND ACTUAL -
 ALL PROPRIETARY FUND TYPES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

	ENTERPRISE FUNDS		
	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Tuition	\$ 803,121	\$ 796,158	\$ (6,963)
Transportation Fees	25,000	15,202	(9,798)
Earnings on Investments	8,000	6,182	(1,818)
Grant Revenue	789,594	789,665	71
Food Services	803,606	761,280	(42,326)
Extracurricular Activities	0	0	0
Classroom Materials and Fees	8,000	16,222	8,222
Charges for Service	0	0	0
Miscellaneous	24,679	33,855	9,176
Total Revenues	2,462,000	2,418,564	(43,436)
Expenses			
Salaries and Wages	1,076,712	1,043,470	33,242
Fringe Benefits	380,566	370,088	10,478
Purchased Services	196,723	176,250	20,473
Supplies and Materials	820,812	777,853	42,959
Capital Outlay	105,926	99,769	6,157
Other	9,790	4,040	5,750
Total Expenses	2,590,529	2,471,470	119,059
Excess of Revenues Over(Under) Expenses	(128,529)	(52,906)	75,623
Other Financing Sources (Uses)			
Proceeds from Sale of Assets	9,500	6,433	(3,067)
Operating Transfers Out	(13,715)	(13,715)	0
Contingencies	(2,107)	0	2,107
Refund of Prior Year Receipts	(14,300)	(13,125)	1,175
Refund of Prior Year Expenses	100	49	(51)
Total Other Financing Sources (Uses)	(20,522)	(20,358)	164
Excess of Revenues and Other Financing Sources Over (Under) Expenses and Other Financing Uses	(149,051)	(73,264)	75,787
Fund Equity - Beginning of Year	801,486	801,486	0
Prior Year Encumbrances Appropriated	50,001	50,001	0
Fund Equity - End of Year	\$ 702,436	\$ 778,223	\$ 75,787

(Continued)

See accompanying notes to the general purpose financial statements.

INTERNAL SERVICE FUNDS			TOTALS (MEMORANDUM ONLY)		
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
\$ 40,960	\$ 40,960	\$ 0	\$ 844,081	\$ 837,118	\$ (6,963)
23,200	15,444	(7,756)	48,200	30,646	(17,554)
155,028	123,871	(31,157)	163,028	130,053	(32,975)
0	0	0	789,594	789,665	71
0	0	0	803,606	761,280	(42,326)
550	5,048	4,498	550	5,048	4,498
150,100	119,844	(30,256)	158,100	136,066	(22,034)
5,617,009	5,601,877	(15,132)	5,617,009	5,601,877	(15,132)
107,993	94,780	(13,213)	132,672	128,635	(4,037)
<u>6,094,840</u>	<u>6,001,824</u>	<u>(93,016)</u>	<u>8,556,840</u>	<u>8,420,388</u>	<u>(136,452)</u>
40,192	33,222	6,970	1,116,904	1,076,692	40,212
7,240,774	5,438,270	1,802,504	7,621,340	5,808,358	1,812,982
76,900	56,807	20,093	273,623	233,057	40,566
80,839	52,906	27,933	901,651	830,759	70,892
155,407	57,846	97,561	261,333	157,615	103,718
188,190	157,133	31,057	197,980	161,173	36,807
<u>7,782,302</u>	<u>5,796,184</u>	<u>1,986,118</u>	<u>10,372,831</u>	<u>8,267,654</u>	<u>2,105,177</u>
<u>(1,687,462)</u>	<u>205,640</u>	<u>1,893,102</u>	<u>(1,815,991)</u>	<u>152,734</u>	<u>1,968,725</u>
0	0	0	9,500	6,433	(3,067)
(1,330,080)	(1,330,080)	0	(1,343,795)	(1,343,795)	0
(736)	0	736	(2,843)	0	2,843
(6,653)	(4,200)	2,453	(20,953)	(17,325)	3,628
0	11	11	100	60	(40)
<u>(1,337,469)</u>	<u>(1,334,269)</u>	<u>3,200</u>	<u>(1,357,991)</u>	<u>(1,354,627)</u>	<u>3,364</u>
(3,024,931)	(1,128,629)	1,896,302	(3,173,982)	(1,201,893)	1,972,089
5,355,913	5,355,913	0	6,157,399	6,157,399	0
21,719	21,719	0	71,720	71,720	0
<u>\$2,352,701</u>	<u>\$4,249,003</u>	<u>\$1,896,302</u>	<u>\$3,055,137</u>	<u>\$5,027,226</u>	<u>\$1,972,089</u>

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2002

NOTE 1: **DESCRIPTION OF THE DISTRICT AND THE REPORTING ENTITY**

The Euclid City School District (the District) is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio. The District is a city district as defined by Section 3311.02 of the Ohio Revised Code. The District operates under an elected Board of Education (five members) and is responsible for the provision of public education to residents of the District.

Average daily membership as of June 30, 2002 was 6,092. The District employed 909 certified and non-certified employees.

The Reporting Entity

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

Within the District's boundaries, Holy Cross, St. Christine, St. Felicitas, St. Paul, St. Robert, and St. William schools are operated through the Cleveland Catholic Diocese. Current State legislation provides funding to these parochial schools. These monies are received and disbursed on behalf of the parochial schools by the Treasurer of the District, as directed by the parochial schools. The activity of these state monies by the District is reflected in a special revenue fund for financial reporting purposes.

Component units are legally separate organizations for which the District is financially accountable. The District is financially accountable for an organization if the District appoints a voting majority of the organization's governing board and:

- (1) the District is able to significantly influence the programs or services performed or provided by the organization; or
- (2) the District is legally entitled to or can otherwise access the organization's resources; the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to the organization; or the District is obligated for the debt of the organization.

Component units may also include organizations that are fiscally dependent on the District in that the District approves the budget, the issuance of debt, or the levying of taxes. The District has no component units.

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 1: **DESCRIPTION OF THE ENTITY** (Continued)

The Reporting Entity (Continued)

The District is associated with two organizations which are defined as a jointly governed organization and a related organization. The Ohio School Council Association is a jointly governed organization and the Euclid Public Library is a related organization. The jointly governed organization is presented in Note 17 and the related organization is presented in Note 18 to the general purpose financial statements.

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

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

A. Basis of Presentation - Fund Accounting

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

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

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

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

A. **Basis of Presentation - Fund Accounting** (Continued)

Governmental Fund Types

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

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

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

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

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

Proprietary Fund Types

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

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

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

A. **Basis of Presentation - Fund Accounting** (Continued)

Proprietary Fund Types (Continued)

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

Fiduciary Fund Types

Fiduciary funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other 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

Account groups are used 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 - Fixed assets acquired or constructed for general governmental services are recorded as expenditures in the fund making the expenditures and capitalized at cost in the general fixed assets account group except those accounted for in the proprietary funds.

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

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

B. Measurement Focus and Basis of Accounting

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

All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund 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 and agency funds. The full accrual basis of accounting is followed for the proprietary funds.

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources 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 District, available means expected to be received within sixty days of year end.

Non-exchange transactions, in which the District receives value without directly giving equal value in return, include income tax, property taxes, grants, entitlements, and donations. On an accrual basis, revenue from income tax is recognized in the fiscal year in which the exchange on which the tax is imposed takes place and revenue from property taxes is recognized in the fiscal year for which the taxes are

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

B. Measurement Focus and Basis of Accounting (Continued)

levied. (See Note 7.) Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

In applying the susceptible to accrual concept under the modified accrual basis, the following revenue sources are deemed both measurable and available: income tax, property tax available as an advance, investment earnings, tuition, grants and student fees.

The 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 as of June 30, 2002, and delinquent property taxes, whose availability is indeterminable and which are intended to finance fiscal year 2003 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. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds.

The accrual basis of accounting is utilized for reporting purposes by the proprietary fund types. Revenues are recognized when they are earned and become measurable, and expenses are recognized when they are incurred, if measurable. 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.

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

C. Budgetary Accounting

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriation resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriations resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified.

All funds, other than agency funds, are legally required to be budgeted and appropriated. The legal level of budgetary control is at the object level within each function. 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. 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. The budget includes proposed expenditures and the means of financing for all funds. By no later than January 20, the Board-adopted budget is filed with the Cuyahoga County Budget Commission for rate determination.

Estimated Resources

Prior to April 1, the Board of Education accepts, by formal resolution, the tax rates as determined by the County Budget Commission and receives the Commission's Certificate of Estimated Resources which states the projected revenue of each fund. Prior to June 30, the 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 District's Treasurer. The amounts reported in the budgetary statements reflect the amounts in the final amended certificate issued during fiscal year 2002.

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

C. **Budgetary Accounting** (Continued)

Appropriations

Upon receipt from the County Auditor of an amended Certificate of Estimated Resources based on final assessed values and tax rates or a certification saying no new certificate is necessary, the annual appropriation resolution must be legally enacted by the Board of Education at the fund, function and object level of expenditures, which are the legal levels of budgetary control. Prior to the passage of the annual appropriation measure, the Board may pass a temporary appropriation measure to meet the ordinary expenses of the 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 or alter total function appropriations within a fund, or alter object appropriations within functions, must be approved by the Board of Education. The Board may pass supplemental fund appropriations provided the total appropriations by fund do not exceed the amounts set forth in the most recent Certificate of Estimated Resources. During the year, several supplemental appropriations were legally enacted; however, none of these amendments were significant. The budget figures which appear in the statements of budgetary comparisons represent the final appropriation amounts, including all supplemental appropriations. Formal budgetary integration is employed as a management control device during the year for all funds other than agency funds, consistent with statutory provisions.

Encumbrances

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

Lapsing of Appropriations

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

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

D. Cash and Cash Equivalents

To improve cash management, all cash received by the 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 District records. Each fund's interest in the pooled bank account is presented as "equity in pooled cash and cash equivalents" on the balance sheet. During fiscal year 2002, the District's investments were limited to certificates of deposit, U.S. Treasury Notes, and STAROhio, the State Treasurer's investment pool. Except STAROhio, all investments of the District had a maturity of one year or less. All investments of the District are reported at cost since they are either non-negotiable certificates of deposit, repurchase agreements, or U.S. Treasury notes with maturities of one year or less at the time of purchase. STAROhio is reported at fair value which is based on quoted market prices.

STAROhio is an investment pool managed by the State Treasurer's Office which allows governments within the state to pool their funds for investment purposes. STAROhio is not registered with SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of The Investment Company Act of 1940. Investments in STAROhio are valued at STAROhio's share price which is the price the investment could be sold for on June 30, 2002.

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the general fund during fiscal year 2002 amounted to \$626,000. The amount allocated from the other funds during fiscal year 2002 amounted to \$228,132.

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 3 months or less at the time they are purchased by the District are considered to be cash equivalents. Investments with an initial maturity of more than 3 months that are not purchased from the pool are reported as investments.

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

E. **Restricted Assets**

Restricted assets in the general fund represent cash and cash equivalents set aside to reflect statutory restrictions on their use. By statute, money must be set aside to create a textbook subsidy and a budget stabilization reserve. See Note 22 for the calculations of the year-end restricted asset balance and the corresponding fund balance reserves.

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 consist of expendable supplies held for consumption. The cost is recorded as an expenditure at the time inventory items are consumed. In the governmental funds, reported inventories are equally offset by a fund balance reserve which indicates that they do not constitute "available expendable financial resources" even though they are a component of net current assets. Inventories of proprietary funds consists of donated food, purchased food, and school supplies held for resale and are expensed when used.

G. **Prepaid Items**

Payments made to vendors for services that will benefit periods beyond June 30, 2002 are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of purchase and an expenditure is reported in the year in which services are consumed.

H. **Fixed Assets and Depreciation**

General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisitions and construction costs are reflected as expenditures in governmental funds, and the related assets are reported in the general fixed assets account group. Fixed assets utilized in the enterprise fund 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 value as of the date received. The District maintains a capitalization threshold of five hundred dollars. The District does not possess any infrastructure.

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

H. **Fixed Assets and Depreciation** (Continued)

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized. Interest incurred during the construction of general fixed assets is also not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of fund fixed assets.

Assets in the general fixed assets account group are not depreciated. Depreciation of furniture, equipment, buildings, and improvements other than buildings in the proprietary fund type is computed using the straight-line method over an estimated useful life of five to twenty years.

I. **Interfund Transactions**

During the course of normal operations, the District has numerous transactions between funds. The most significant include:

1. Transfers of resources from one fund to another fund through which resources are to be expended are recorded as operating transfers.
2. Reimbursements from one fund to another are treated as expenditures/expenses in the reimbursing fund and a reduction in expenditures/expenses in the reimbursed fund.
3. Short-term interfund loans are reflected as due to and due from other funds.

J. **Compensated Absences**

The District reports compensated absences in accordance with the provisions of GASB Statement No. 16, *Accounting for Compensated Absences*. Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the District will compensate the employees for the benefits through paid time off or some other means. The District records a liability for accumulated unused vacation time when earned by all employees with more than one year of service. Sick leave benefits are accrued as a liability using the termination payment method. An accrual for earned sick leave is made to the extent that it is probable that the benefits will result in termination payments. The liability is an estimate based on the District's past experience of making termination payments.

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

J. **Compensated Absences** (Continued)

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

K. **Contributed Capital**

Contributed capital represents resources from other funds, other governments, and private sources provided to proprietary funds that are not subject to repayment. These assets are recorded at their fair market value on the date donated. Depreciation on those assets acquired or constructed with contributed resources is expensed and closed to unreserved retained earnings at year end. Contributed capital did not change during fiscal year 2002.

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 expendable available financial resources. In general, payments made more than sixty days after year end are considered not to have been made with current available financial resources. Bonds are reported as a liability of the general long-term obligations account group until due.

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

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 2: **SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** (Continued)

M. **Fund Balance Reserves**

The District records reservations for portions of fund equity which are legally segregated for specific future use or which do not represent available spendable resources and therefore are not available for appropriation or expenditure. Unreserved fund balance indicates this portion of fund equity which is available for appropriation in future periods. Fund equity reserves are established for encumbrances, inventories of supplies and materials, property taxes, prepaids, and budget stabilization. The reserve for property taxes represents taxes recognized as revenue under generally accepted accounting principles but not available for appropriations under State statute. The reserve for budget stabilization represents money required to be set aside by statute to protect against cyclical changes in revenues and expenditures.

N. **Estimates**

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

O. **Total Columns on Combined Statements**

Total columns on the financial statements are captioned "Totals - (Memorandum Only)" to indicate that they are presented only to facilitate financial analysis. Data in these columns present financial position, results of operations, or cash flows in conformity with generally accepted accounting principles. This data is not comparable to a consolidation. Interfund-type eliminations have not been made in the aggregation of this data.

NOTE 3: **COMPLIANCE AND ACCOUNTABILITY**

A. **Appropriations Exceeding Estimated Resources**

The following funds had appropriations exceeding estimated resources contrary to Ohio Revised Code Section 5705.39:

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 3: **COMPLIANCE AND ACCOUNTABILITY** (Continued)

A. **Appropriations Exceeding Estimated Resources** (Continued)

	<u>Estimated Resources</u>	<u>Appropriations</u>	<u>Excess</u>
<i>Special Revenue:</i>			
Public School Support	\$ 358,351	\$ 378,306	\$ (19,955)
Student Activity	565,224	567,633	(2,409)
Education for Economic Security	55,955	59,058	(3,103)
 <i>Capital Projects:</i>			
Permanent Improvement	753,664	756,000	(2,336)
 <i>Enterprise:</i>			
Uniform School Supplies	42,322	42,822	(500)
Customer Services	32,008	37,000	(4,992)
 <i>Expendable Trust:</i>			
Expendable Trust	90,979	96,342	(5,363)
 <i>Agency Fund:</i>			
Student Activities	420,633	423,011	(2,378)

B. **Compliance**

The following funds had deficit fund balances at June 30, 2002:

<u>Fund</u>	<u>Deficit</u>
Capital Projects:	
Building Fund	\$2,714,905
Vocational Education Equipment	6,242

The fund deficits in the vocational education capital projects fund resulted from the recognition of expenditures on the modified accrual basis of accounting that are greater than expenditures recognized on the budgetary basis.

The fund deficit in the building fund capital projects fund is the result of recording notes payable in the individual fund balance sheets. Deficit does not exist under the cash basis of accounting. The general fund provides operating transfers when cash is required, not when accruals occur.

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 4: RESTATEMENT OF FUND BALANCES

Interfund receivable and payables were restated because the Board changed their status from temporary loans to permanent transfers as follows:

<u>General Fund</u>	
Fund Balance as of June 30, 2001, Overstated	\$ 13,849,550
Interfund Receivable	(65,859)
Restated Fund Balance, June 30, 2001	<u>\$ 13,783,691</u>
 <u>Capital Projects Fund</u>	
Fund Balance as of June 30, 2001, Understated	\$ (1,483,656)
Interfund Receivable	65,859
Restated Fund Balance, June 30, 2001	<u>\$ (1,417,797)</u>

Employee benefit obligations payable was restated because the District changed their termination percentage used to calculate compensated absences.

Retained earnings are restated as follows:

Proprietary Fund:

<u>Enterprise Fund</u>	
Fund Balance as of June 30, 2001, Understated	\$ 677,647
Employee Benefit Obligations Payable	189,978
Restated Fund Balance, June 30, 2001	<u>\$ 867,625</u>

The General Long Term Obligations Account Group Employee Benefit Obligations payable for fiscal year ending June 30, 2001 was reduced from \$12,004,117 to \$2,735,109.

NOTE 5: BUDGETARY BASIS OF ACCOUNTING

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

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 5: **BUDGETARY BASIS OF ACCOUNTING** (Continued)

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures/expenses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Encumbrances are treated as expenditures/expenses for all funds (budget basis) rather than as a reservation of fund balance for governmental funds types and as note disclosures in the proprietary fund types (GAAP basis).
4. For proprietary funds, the acquisition and construction of capital assets are reported on the operating statement (budget basis) rather than as balance sheet transactions (GAAP basis).
5. Proceeds from and principal payments on bond and revenue anticipation notes are reported on the operating statement (budget basis) rather than as balance sheet (GAAP basis).
6. The District repays short-term note debt from the debt service fund (budget basis) as opposed to the fund that received the proceeds (GAAP basis). Debt service fund resources used to pay both principal and interest have been allocated accordingly.

A reconciliation of the results of operations for the year on the GAAP basis to the budget basis is shown below:

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

	General	Special Revenue	Debt Service	Capital Projects	Expendable Trust
GAAP Basis	\$ 9,268,259	\$ (360,926)	\$ 3,040,387	\$ (895,563)	\$ (8,292)
Revenue Accruals	(4,382,316)	(127,601)	(277,698)	3,531,744	0
Expenditure Accruals	936,443	20,234	0	(2,930,563)	7,520
Advance In	79,139	4,298	0	12,484	0
Advance Out	(16,782)	(67,600)	0	(11,539)	0
2002 Encumbrances					
Recognized as on a					
Budget Basis	(3,531,553)	(268,560)	0	(57,885)	(7,451)
Budget Basis	<u>\$ 2,353,190</u>	<u>\$ (800,155)</u>	<u>\$ 2,762,689</u>	<u>\$ (351,322)</u>	<u>\$ (8,223)</u>

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 5: **BUDGETARY BASIS OF ACCOUNTING** (Continued)

Net Income (Loss)/Excess of Revenues Over(Under) Expenses - All Proprietary Fund Types	<u>Enterprise</u>	<u>Internal Service</u>
GAAP Basis	\$ 37,946	\$(1,578,686)
Revenue Accrual	(105,585)	490
Expense Accrual	70,117	450,271
Depreciation Expense	21,074	7,766
2002 Encumbrances Recognized on Budgetary Basis	(96,816)	(8,470)
Budget Basis	\$ (73,264)	\$(1,128,629)

NOTE 6: **DEPOSITS AND INVESTMENTS**

State statutes classify monies held by the 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 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 passbook accounts.

Protection of the District's deposits is provided by the Federal Deposit Insurance Corporation, by eligible securities pledged by the financial institution as a security for repayment, by surety company bonds deposited with the Treasurer of 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.

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 6: **DEPOSITS AND INVESTMENTS** (Continued)

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

1. United States Treasury notes, bills, bonds, or other obligation or security issued by the United States Treasury or any other obligation guaranteed as to payment of principal and interest by the United States;
2. Bonds, notes, debentures, or other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, federal national mortgage association, federal home loan bank, federal farm credit bank, federal home loan mortgage corporation, government national mortgage association, and student loan marketing association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasurer's investment pool (STAROhio);
7. Certain banker's acceptance and commercial paper notes for a period not to exceed one hundred and eighty days in an amount not to exceed twenty-five percent of the interim monies available for investment at any one time; and
8. Under limited circumstances, corporate debt interests rated in either of the two highest rating classifications by at least two nationally recognized rating agencies.

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

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 6: **DEPOSITS AND INVESTMENTS** (Continued)

institutions. Payments 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.

Cash on Hand

At fiscal year end, the District had \$2,305 in undeposited cash on hand, which is included on the balance sheet of the District as part of "Equity in Pooled Cash and Cash Equivalents".

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

Deposits

At year end, the carrying amount of the District's deposits was \$4,475,213 and the bank balance was \$6,054,557. \$200,000 of the bank balance was covered by federal depository insurance and \$5,854,557 was uninsured and uncollateralized. Although the securities serving as collateral were held by the pledging financial institution's trust department in the District's name and all State statutory requirements for the deposit of money had been followed, non-compliance with federal requirements would potentially subject the District to a successful claim by the FDIC.

Investments

GASB Statement No. 3 requires the District's investments be categorized to give an indication of the level of risk assumed by the District at fiscal year end. Category 1 includes investments that are insured or registered or for which the securities are held by the District or its agent in the District's name. Category 2 includes uninsured and unregistered investments which are held by the counterparty's trust department or agent in the District's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty, or by its trust department or agent but not in the District's name. The District invested in the State Treasury Asset Reserve of Ohio (STAROhio) during the 2001-2002 fiscal year. STAROhio are unclassified investments since they are not evidenced by securities that exist in physical or book entry form.

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 6: **DEPOSITS AND INVESTMENTS** (Continued)

Investments (Continued)

<u>Description</u>	<u>Risk Category</u> 3	<u>Carrying</u> <u>Amount</u>	<u>Fair Value</u>
STAROhio	\$ 0	\$ 4,218,135	\$ 4,218,135
Repurchase Agreement	15,154,726	15,154,726	15,154,726
Federal Home Loan Bank Bonds	1,007,464	1,007,464	1,007,464
Federal Home Loan Mortgage Corporation Notes	1,969,948	1,969,948	1,969,948
Federal National Mortgage Association Benchmark Bills	981,097	981,097	981,097
Federal Home Loan Mortgage Corporation Reference Bills	977,593	977,593	977,593
FFCB Discount Notes	1,948,231	1,948,231	1,948,231
Federal Home Loan Mortgage Corporation Discount Notes	974,957	974,957	974,957
Total Investments	<u>\$ 23,014,016</u>	<u>\$ 27,232,151</u>	<u>\$ 27,232,151</u>

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

	<u>Cash and Cash</u> <u>Equivalents/</u> <u>Deposits</u>	<u>Investments</u>
GASB Statement 9	\$ 23,850,379	\$ 7,859,290
Petty Cash	(2,305)	0
Investments:		
Repurchase Agreement	(15,154,726)	15,154,726
STAROhio	(4,218,135)	4,218,135
GASB Statement 3	<u>\$ 4,475,213</u>	<u>\$ 27,232,151</u>

NOTE 7: **PROPERTY TAXES**

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

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 7: **PROPERTY TAXES** (Continued)

Property taxes include amounts levied against all real, public utility, and tangible personal (used in business) property located in the District. Property tax revenue received during calendar 2002 for real and public utility property taxes represents collections of calendar 2001 taxes. Property tax payments received during calendar 2002 for tangible personal property (other than public utility property) is for calendar 2002 taxes.

2002 real property taxes are levied after April 1, 2002, on the assessed value listed as of January 1, 2002, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2002 real property taxes are collected in and intended to finance fiscal year 2003.

Public utility tangible personal property currently is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2002 public utility property taxes are levied after April 30, 2002 on the assessed value as of December 31, 2001, the lien date, and are collected in 2002 with real property taxes.

2002 tangible personal property taxes are levied after April 30, 2002, on the assessed value listed as of December 31, 2001. Collections are made in 2002. Tangible personal property assessments are 25 percent of true value.

The assessed values upon which the fiscal year 2002 taxes were collected are:

	<u>2001 Second-Half Collections</u>		<u>2002 First-Half Collections</u>	
	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>
Agricultural/Residential and Other Real Estate	\$ 694,216,080	83.80%	\$ 698,146,480	84.52%
Public Utility	31,693,220	3.83%	25,710,060	3.11%
Tangible Personal Property	102,559,257	12.37%	102,144,004	12.37%
	<u>\$ 828,468,557</u>	<u>100.00%</u>	<u>\$ 826,000,544</u>	<u>100.00%</u>
Tax Rate per \$1,000 of Assessed valuation	\$ 72.80		\$ 70.20	

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 earlier or later payment dates to be established.

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 7: **PROPERTY TAXES** (Continued)

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 District receives property taxes from Cuyahoga County. The County Auditor periodically advances to the District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2002 are available to finance fiscal year 2002 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

The County Treasurer collects property taxes on behalf of all taxing districts in the county, including Euclid City School District. The County Auditor periodically remits to the District its portion of taxes. Accrued property taxes receivable represent delinquent taxes outstanding and real property, personal property, and public utility taxes which became measurable as of June 30, 2002. 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, 2002, was \$7,198,160 and is recognized as revenue. \$6,700,048 was available to the general fund. \$417,493 was available to the bond retirement fund, and \$80,619 was available to the permanent improvement capital projects fund.

NOTE 8: **RECEIVABLES**

Receivables at June 30, 2002 consisted of both property and income taxes, accounts (rent, billings for user charged services, and student fees), interfund, and intergovernmental grants. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current fiscal year guarantee of federal funds.

A summary of the principal items of intergovernmental receivables follows:

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 8: **RECEIVABLES** (Continued)

Special Revenue Fund:		
Auxiliary Services	\$	16,090
Adult Basic Education		102,268
Title I		129,974
EHA Preschool Grants		4,122
Goals 2000		4,297
Total Special Revenue		256,751
Enterprise Fund:		
National School Lunch Program		207,075
Total Enterprise Fund		207,075
Total Intergovernmental Receivable	\$	463,826

NOTE 9: **FIXED ASSETS**

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

	<u>Balance at</u> <u>June 30, 2001</u>	<u>Additions</u>	<u>Disposals</u>	<u>Balance at</u> <u>June 30, 2002</u>
Land and Land Improvements	\$ 4,272,303	\$ 0	\$ 0	\$ 4,272,303
Buildings and Building Improvements	44,884,907	1,269,722	0	46,154,629
Furniture and Equipment	7,037,826	1,115,986	103,379	8,050,433
Vehicles	2,833,244	259,867	115,615	2,977,496
Total	\$59,028,280	\$2,645,575	\$ 218,994	\$61,454,861

A summary of the changes in the enterprise funds' fixed assets are as follows:

	<u>Balance at</u> <u>June 30, 2001</u>	<u>Additions</u>	<u>Disposals</u>	<u>Balance at</u> <u>June 30, 2002</u>
Furniture and Equipment	\$ 526,065	\$ 9,449	\$ 0	\$ 535,514
Accumulated Depreciation	(438,080)	(21,074)	0	(459,154)
Net Fixed Assets	\$ 87,985	\$ (11,625)	\$ 0	\$ 76,360

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 9: **FIXED ASSETS** (Continued)

A summary of the changes in the internal service fund fixed asset accounts are as follows:

	Balance at June 30, 2001	Additions	Disposals	Balance at June 30, 2002
Furniture and Equipment	\$ 41,263	\$ 14,589	\$ 0	\$ 55,852
Accumulated Depreciation	(12,695)	(7,766)	0	(20,461)
Net Fixed Assets	<u>\$ 28,568</u>	<u>\$ 6,823</u>	<u>\$ 0</u>	<u>\$ 35,391</u>

NOTE 10: **NOTES PAYABLE**

A summary of the changes in the District's bond anticipation note transactions for the year ended June 30, 2002 is as follows:

Interest Rate	Balance at July 1, 2001	Issuances	Retirements	Balance at June 30, 2002
5.125%	\$ 2,060,000	\$ 0	\$(2,060,000)	\$ 0
2.07 %	0	2,715,000	0	2,715,000
3.60%	0	862,400	(862,400)	0
Total Notes	<u>\$ 2,060,000</u>	<u>\$ 3,577,400</u>	<u>\$(2,922,400)</u>	<u>\$ 2,715,000</u>

NOTE 11: **LONG-TERM OBLIGATIONS**

The changes in the District's long-term obligations during fiscal year 2002 were as follows:

	Interest Rate	Principal Outstanding at 6/30/01	Additions	Deductions	Principal Outstanding at 6/30/02
<i><u>General Obligation Bonds</u></i>					
School Refunding Bond Bond Series 1995-	6.548%	\$ 9,015,000	\$ 0	\$ (950,000)	\$ 8,065,000
Library Improvement	5.404%	3,785,000	0	(270,000)	3,515,000
Energy Conservation Bond	4.401%	0	2,715,000	0	2,715,000
<i>Total General Obligation Bonds</i>		<u>12,800,000</u>	<u>2,715,000</u>	<u>(1,220,000)</u>	<u>14,295,000</u>
<i><u>Other General Long-Term Obligations</u></i>					
Intergovernmental Payable		572,460	21,761	0	594,221
Employee Benefit Obligations, Restated (see Note 4)		2,735,109	124,080	0	2,859,189
<i>Total General Long-Term Obligations</i>		<u>\$ 3,307,569</u>	<u>\$ 145,841</u>	<u>\$ 0</u>	<u>\$ 3,453,410</u>
Total Long-Term Debt		<u>\$16,107,569</u>	<u>\$ 2,860,841</u>	<u>\$(1,220,000)</u>	<u>\$17,748,410</u>

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 11: **LONG-TERM OBLIGATIONS** (Continued)

The District issued \$13,325,000 in voted general obligation school improvement refunding bonds for the purpose of renovating, remodeling, rehabilitating, improving, furnishing, and equipping school facilities by providing a portion of the funds necessary to refund outstanding 1993 general obligation bonds of the District issued for that purpose and authorizing an escrow agreement for that refunding. For financial reporting purposes, the debt has been considered defeased and, therefore, removed as a liability from the District's General Long-Term Debt Account Group. As of June 30, 2002, the amount of defeased debt outstanding but removed from the General Long-Term Debt Account Group amounted to \$9,865,000. The 1996 bonds were issued for a fifteen year period with final maturity at December, 2011. The bonds will be retired from the debt service fund.

Compensated absences and the pension obligation will be paid from the fund from which the employees' salaries are paid.

The Euclid City School District, acting as the taxing authority for the Euclid Public Library, issued tax related debt in the form of a voted general obligation bond issue for enlarging, renovating, remodeling, furnishing, and equipping the existing Euclid Public Library, including energy conservation and handicapped access improvements in the amount of \$5,000,000. The bonds were issued for a 20-year period with final maturity at December 1, 2015.

The District's voted legal debt margin was \$64,573,786 with an unvoted debt margin of \$826,001 at June 30, 2002.

Principal and interest requirements to retire the general obligation debt outstanding at June 30, 2002 are as follows:

Fiscal Year <u>Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2003	\$ 645,468	\$ 1,436,545	\$ 2,082,013
2004	537,093	1,480,427	2,017,520
2005	492,356	1,529,639	2,021,995
2006	450,083	1,572,887	2,022,970
2007	1,420,000	541,341	1,961,341
2008-2012	8,245,000	1,703,342	9,948,342
2013-2017	2,505,000	290,621	2,795,621
	<u>\$ 14,295,000</u>	<u>\$ 8,554,802</u>	<u>\$ 22,849,802</u>

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 12: COMPENSATED ABSENCES

Employees earn vacation at rates specified under State of Ohio law and based on credited service. Clerical, technical, and maintenance and operation employees with one or more years of service are entitled to vacation ranging from 5 to 25 days. Employees with less than one year of service earn one vacation day per month worked, not to exceed five days. Unused vacation is not cumulative to the next year. Teachers do not earn vacation. As of June 30, 2002, the District recorded, as a fund liability, a vacation leave liability of \$199,586 and \$93,211 in the general long term obligation account group.

All employees are entitled to a sick leave credit equal to one and one-quarter days for each month of service (earned on a pro rata basis for less than full-time employees). This sick leave will either be absorbed by time off due to illness or injury or, within certain limitations, be paid to the employee upon retirement. The amount paid to an employee upon retirement is limited to one-quarter of the accumulated sick leave to a maximum payout of 40 days. As of June 30, 2002, the District recorded \$77,347 as a fund liability and \$2,765,978 in the general long term obligations account group for sick pay related severance benefits.

NOTE 13: DEFINED BENEFIT PENSION PLANS

A. School Employees Retirement System

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

Plan members are required to contribute 9 percent of their annual covered salary and the District is required to contribute an actuarially determined rate. The current District rate is 14 percent of annual covered payroll. A portion of the District's contribution is used to fund pension obligations, with the remainder being used to fund health care benefits; for fiscal year 2002, 4.2 percent of annual covered salary was the portion used to fund pension obligations. The contribution requirements of plan members and employers are established and may be amended, up to statutory maximum amounts, by SERS' Retirement Board. The District's required contributions for pension obligations to SERS for the fiscal years ended

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 13: **DEFINED BENEFIT PENSION PLANS** (Continued)

A. **School Employees Retirement System** (Continued)

June 30, 2002, 2001, and 2000, were \$1,478,514, \$1,334,146, and \$1,234,422, respectively; 45 percent has been contributed for fiscal year 2002 and 100 percent for the fiscal years 2001 and 2000; \$806,172 representing the unpaid contribution for fiscal year 2002, is recorded as a liability within the respective funds and in the general long-term obligations account group.

B **State Teachers Retirement System**

The District contributes to the State Teachers Retirement System of Ohio (STRS), a cost-sharing multiple employer public employee retirement system administered by the State Teachers Retirement Board. STRS provides basic retirement benefits, disability, survivor, and health care benefits, based on eligible service credit to members and beneficiaries. Benefits are established by Chapter 3307 of the Ohio Revised Code. STRS issues a stand-alone financial report. Copies of STRS Ohio's 2001 Comprehensive Annual Financial Report can be requested by writing to the State Teachers Retirement System, 275 East Broad Street, Columbus, Ohio 43215-3371, or by calling (614) 227-4090.

For the fiscal year ended June 30, 2002, plan members are required to contribute 9.3 percent of their annual covered salaries. The District is required to contribute 14 percent; 9.5 percent was the portion used to fund pension obligations. Contribution rates are established by STRS, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. The District's required contributions for pension obligations to STRS for the fiscal years ended June 30, 2002, 2001, and 2000, were \$3,492,105, \$2,768,762, and \$2,646,221, respectively; 82 percent has been contributed for fiscal year 2002 and 100 percent for fiscal years 2001 and 2000. \$621,868, representing the unpaid contribution for fiscal year 2002, is recorded as a liability within the respective funds.

NOTE 14: **POSTEMPLOYMENT BENEFITS**

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

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 14: **POSTEMPLOYMENT BENEFITS** (Continued)

All STRS benefit recipients and sponsored dependents are eligible for health care coverage. The STRS Board has statutory authority over how much, if any, of the health care costs will be absorbed by STRS. Most benefit recipients pay a portion of health care cost in the form of a monthly premium. By law, the cost of coverage paid from STRS funds is included in the employer contribution rate, currently, 14 percent of covered payroll. For the fiscal year ended June 30, 2002, the STRS Board allocated employer contributions equal to 4.5 percent of covered payroll to the Health Care Reserve Fund. For the District, this amount equaled \$1,122,462 for fiscal year 2002.

STRS pays health care benefits from the Health Care Reserve Fund. At June 30, 2001 (the latest information available) the balance in the fund was \$3.256 billion. For the year ended June 30, 2001, net health care costs by STRS were \$300,772,000 and STRS had 102,132 eligible benefit recipients.

For SERS, coverage is made available to service retirees with ten or more fiscal years of qualifying service credit, and to disability and survivor benefit recipients. Members retiring on or after August 1, 1989, with less than 25 years of service credit must pay a portion of their premium for health care. The portion is based on years of service up to a maximum of 75 percent of the premium.

After the allocation for basic benefits, the remainder of the employer's 14 percent contribution is allocated to providing health care benefits. For the fiscal year ended June 30, 2002, employer contributions to fund health care benefits were 9.8 percent of covered payroll. In addition, SERS levies a surcharge to fund health care benefits equal to 14 percent of the difference between a minimum pay and the member's pay, pro-rated for partial service credit. For fiscal year 2002, the minimum pay has been established at \$12,400. For the District, the amount to fund health care benefits, including surcharge, during the 2002 fiscal year equaled \$1,159,239.

The surcharge, added to the unallocated portion of the 14 percent employer contribution rate, provides for maintenance of the asset target level for the health care fund. The target level for the health care reserve is 150 percent of annual health care expenses. Expenses for health care for the fiscal year ended June 30, 2001 (the latest information available), were \$161,439,934 and the target level was \$242.2 million. At June 30, 2001, SERS had net assets available for payment of health care benefits of \$315.7 million. SERS has approximately 50,000 participants currently receiving health care benefits.

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 15: RISK MANAGEMENT

The District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. During fiscal year 2002, the District contracted with Coregis Insurance for fleet and liability insurance, with Travelers Insurance for boiler and machinery, and with Crum and Forster for property and inland marine coverage. Coverages provided were as follows:

Building and Contents (\$1,000 deductible)	\$ 104,172,060
Boiler and Machinery (\$1,000 deductible)	30,000,000
Crime Insurance (\$1,000 deductible)	250,000
Automobile Liability (\$250 deductible)	2,000,000
Uninsured Motorists (\$250 deductible)	2,000,000
General Liability (per occurrence)	1,000,000
General Liability (total per year)	5,000,000

Settled claims have not exceeded this commercial coverage in any of the past three years. There has been no change from prior years coverage.

Self-Insurance Program

The self-insurance program for health care was administered by Mutual of Omaha through December, 1999. Medical Mutual of Ohio began administering the program in January, 2001. Payments are made to Medical Mutual of Ohio for the actual amount of claims processed, monthly stop-loss premiums, and administrative charges. Operating revenues of the fund consist of payments from other funds and are based on self-insurance losses, policy stop-loss premiums, and other operating expenses.

The claims liability of \$805,406 reported in the fund at June 30, 2002 was estimated by the third party administrator and is based on the requirements of Governmental Standards Board Statement No. 10, which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses (GASB 30). Changes in the fund's claims liability amount for the fiscal years ended June 30, 2001 and 2002 were:

	<u>Beginning</u> <u>of Year</u>	<u>Current</u> <u>Year Claims</u>	<u>Claim</u> <u>Payments</u>	<u>Balance at</u> <u>End of Year</u>
June 30, 2001	\$ 486,226	\$3,207,041	\$ (3,431,493)	\$ 261,774
June 30, 2002	\$ 261,774	\$4,936,875	\$ (4,393,243)	\$ 805,406

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 15: **RISK MANAGEMENT** (Continued)

Self-Insured Workers' Compensation Program

The self-insurance program for workers' compensation is administered by Acordia of Ohio. Payments are made directly to the Ohio Bureau of Workers' Compensation for actual claims processed. Monthly stop-loss premiums and administration charges are made to Acordia of Ohio. Operating revenues of the fund consist of payments from other funds and earnings on the investing of these funds that are based on self-insurance losses, policy stop-loss premiums, and other operating expenses.

The claims liability of \$260,267 reported in the fund at June 30, 2002 was estimated by the third party administrator and is based on the requirement of Governmental Standards Board Statement No. 10, which requires that a liability for unpaid claim costs, including estimates of costs relating to incurred but not reported claims, be reported. Changes in the fund's current claims liability amount for the fiscal years ended June 30, 2001 and 2002 were:

	<u>Beginning Of Year</u>	<u>Current Year Claims</u>	<u>Claim Payments</u>	<u>Interest Earned</u>	<u>Balance at End of Year</u>
June 30, 2001	\$ 752,123	\$ 276,098	\$(690,873)	\$ 28,390	\$ 365,738
June 30, 2002	\$ 365,738	\$ 0	\$(162,580)	\$ 57,109	\$ 260,267

NOTE 16: **ENTERPRISE FUNDS SEGMENT INFORMATION**

The District maintains five enterprise funds to account for the operations of food service, uniform school supplies, customer service, adult and community education, and child care. The table below reflects in a summarized format the more significant financial data relating to the enterprise funds of the District as of and for the fiscal year ended June 30, 2002.

	<u>Food Service</u>	<u>Uniform School Supply</u>	<u>Customer Service</u>	<u>Adult and Continuing Education</u>	<u>Child Care</u>	<u>Total Enterprise Funds</u>
Operating Revenues	\$ 761,280	\$ 0	\$ 15,359	\$ 104,306	\$ 741,821	\$ 1,622,766
Operating Expenses						
Before Depreciation	1,605,132	7,927	24,677	136,280	683,880	2,457,896
Depreciation	12,489	0	3,032	5,553	0	21,074
Operating Income(Loss)	(856,341)	(7,927)	(12,350)	(37,527)	57,941	(856,204)
Donated Commodities	87,783	0	0	0	0	87,783
Operating Grants	802,387	0	0	5,080	0	807,467
Net Income (Loss)	40,011	(15,209)	(12,350)	(32,447)	57,941	37,946
Sale of Assets	0	6,433	0	0	0	6,433
Earnings on Investments	6,182	0	0	0	0	6,182
Fixed Asset Additions	5,995	0	3,454	0	0	9,449
Net Working Capital	537,332	17,614	(1,437)	81,883	243,044	881,310
Total Assets	703,757	18,742	7,232	120,863	336,001	1,186,595
Total Equity	599,684	17,614	(5,592)	91,736	243,044	957,670
Encumbrances at						
June 30, 2002	42,455	8,676	20	31,909	13,756	96,816

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 17: JOINTLY GOVERNED ORGANIZATION

The Ohio Schools' Council Association (Council) is a jointly governed organization among 83 school districts. The jointly governed organization was formed to purchase quality products and services at the lowest possible cost to the member districts. The Council sponsors an insurance purchasing plan in which the District participates. The Council also sponsors a workers' compensation group rating plan which is an insurance purchasing pool. Each district supports the Council by paying an annual participation fee. The Council's Board consists of seven superintendents of the participating districts whose terms rotate every year. The degree of control exercised by any school district is limited to its representation on the Board. In fiscal year 2002, the District paid \$1,180,043 to the Council. Financial information can be obtained by contacting Albert G. Vasek, Executive Secretary, at the Ohio Schools Council at 6133 Rockside Road, Suite 10, Independence, Ohio 44131.

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

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

The District also participates in the Council's prepaid natural gas program which was implemented during fiscal year 2002. This program allows school districts to purchase natural gas at reduced rates, if the school districts will commit to participating for a twelve year period. The participants make monthly payments based on estimated usage. Each month these estimated payments are compared to their actual usage and any necessary adjustments are made.

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

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 18: **RELATED ORGANIZATION**

Euclid Public Library - The Euclid Public Library is a distinct political subdivision of the State of Ohio created under Chapter 3375 of the Ohio Revised Code. The Library is governed by a Board of Trustees appointed by the Euclid City School District's Board of Education. The Board of Trustees possesses its own contracting and budgeting authority, hires and fires personnel and does not depend on the District for operational subsidies. Although the District serves as the taxing authority and may issue tax related debt on behalf of the Library, its role is limited to a ministerial function. The determination to request approval of a tax, the rate, and the purpose are discretionary decisions made solely by the Board of Trustees. Financial information can be obtained from the Euclid Public Library at 631 East 222nd Street, Euclid, Ohio 44123.

NOTE 19: **CONTINGENCIES**

A. **Grants**

The 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 District at June 30, 2002.

B. **Litigation**

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

NOTE 20: **STATE SCHOOL FUNDING DECISION**

On December 11, 2002, the Ohio Supreme Court issued its latest opinion regarding the State's school funding plan. The decision reaffirmed earlier decisions that Ohio's current school funding plan is unconstitutional.

The Supreme Court relinquished jurisdiction over the case and directed "...the Ohio General Assembly to enact a school funding scheme that is thorough and efficient...". The District is currently unable to determine what effect, if any, this decision will have on its future State funding and its financial operations.

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 21: INTERFUND TRANSACTIONS

Interfund balances at June 30, 2002 consist of the following individual fund receivables and payables:

	<u>Receivable</u>	<u>Payable</u>
General Fund	\$ 27,107	\$ 0
Special Revenue Funds:		
Auxiliary Funds	0	16,384
Goals 2000	0	4,298
Total Special Revenue Funds	0	20,682
Capital Projects Funds:		
Vocational Education Equipment	0	6,425
Total Capital Projects Funds	0	6,425
	\$ 27,107	\$ 27,107

NOTE 22: SET ASIDE REQUIREMENTS

The District is required by State statute to annually set aside in the general fund an amount on a statutory formula for the purchase of textbooks and other instructional materials and an equal amount for the acquisition and construction of capital improvements. Amounts not spent by the end of the fiscal year or offset by similarly restricted resources received during the year must be held in cash at year-end and carried forward to be used for the same purposes in future years. In prior years, the District was also required to set aside money for budget stabilization. At June 30, 2002, only the unspent portion of certain workers' compensation refunds continue to be a set-aside.

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

	<u>Textbooks</u>	<u>Capital Improvements</u>	<u>Budget Stabilization</u>
Set-Aside Reserve Balance as of June 30, 2001	\$ 95,314	\$(1,109,764)	\$ 1,169,331
Current Year Set-Aside Requirements	739,575	739,575	
Qualifying Disbursements	1,380,117	1,356,058	0
Totals	\$ (545,228)	\$(1,726,247)	\$ 1,169,331
Set-Aside Balances Carried			
Forward to Future Years	\$ (545,228)	\$ 0	\$ 1,169,331
Set-Aside Reserve Balance as of June 30, 2002	\$ (545,228)	\$ 0	\$ 1,169,331

EUCLID CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
JUNE 30, 2002
(CONTINUED)

NOTE 22: **SET ASIDE REQUIREMENTS** (Continued)

The District had qualifying expenditures during the fiscal year that reduced the textbooks set-aside amount below zero. This amount may be used to reduce the set-aside requirements of future years. Although the District had qualifying disbursements during the year that reduced the capital improvements set-aside amount below zero, these extra amounts may not be used to reduce the set-aside requirement in future years.

NOTE 23: **INTERFUND TRANSFERS**

Interfund transfers for fiscal year 2002 consisted of the following:

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$1,343,795	\$ 248,608
Special Revenue Funds:		
Public School Support	837	7,243
Student Activity	250	335
Debt Service Fund	248,607	0
Enterprise Fund:		
Uniform School Supply	0	13,715
Internal Service Fund:		
Health Reserve	0	1,330,080
Agency Fund	6,993	501
	<u>\$1,600,482</u>	<u>\$1,600,482</u>
	=====	=====

This page intentionally left blank.

COMBINING, INDIVIDUAL FUND,
AND ACCOUNT GROUP
STATEMENTS AND SCHEDULES

EUCLID CITY SCHOOL DISTRICT

SUPPLEMENTAL DATA
GENERAL FUND

The General Fund is used to account for all activities of the District not included in other specified funds. This includes, but is not limited to, general instruction, pupil services, operation and maintenance of buildings and grounds, pupil transportation, and the administration of District functions.

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL - GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Taxes	\$ 33,859,848	\$ 36,176,342	\$ 2,316,494
Intergovernmental	19,240,340	19,995,688	755,348
Tuition and Fees	118,850	88,112	(30,738)
Transportation Fees	49,000	44,189	(4,811)
Earnings on Investments	756,542	624,339	(132,203)
Classroom Materials and Fees	115,000	106,528	(8,472)
Charges for Services	208,700	314,584	105,884
Miscellaneous	43,100	35,780	(7,320)
Total Revenues	54,391,380	57,385,562	2,994,182
Expenditures			
Current:			
Instruction:			
Regular:			
Salaries and Wages	15,030,689	14,964,454	66,235
Fringe Benefits	4,916,147	4,905,104	11,043
Purchased Services	391,602	339,720	51,882
Supplies and Materials	1,594,477	1,546,359	48,118
Capital Outlay	556,999	548,208	8,791
Other	2,473	1,028	1,445
Total Regular Instruction	22,492,387	22,304,873	187,514
Special:			
Salaries and Wages	3,503,233	3,502,051	1,182
Fringe Benefits	1,047,425	1,045,487	1,938
Purchased Services	2,460,523	2,288,709	171,814
Supplies and Materials	77,754	62,837	14,917
Capital Outlay	20,800	16,727	4,073
Other	376	376	0
Total Special Instruction	7,110,111	6,916,187	193,924
Vocational Education:			
Salaries and Wages	734,512	733,770	742
Fringe Benefits	217,509	213,360	4,149
Purchased Services	741,744	326,725	415,019
Supplies and Materials	23,970	17,607	6,363
Capital Outlay	10,939	1,855	9,084
Total Vocational Education	1,728,674	1,293,317	435,357
Total Instruction	31,331,172	30,514,377	816,795

(Continued)

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL - GENERAL FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Support Services:			
Pupil:			
Salaries and Wages	2,381,928	2,362,696	19,232
Fringe Benefits	737,080	728,339	8,741
Purchased Services	235,460	164,904	70,556
Supplies and Materials	23,815	21,250	2,565
Capital Outlay	12,973	1,631	11,342
Other	200	20	180
Total Pupil	3,391,456	3,278,840	112,616
Instructional Staff:			
Salaries and Wages	1,873,093	1,847,958	25,135
Fringe Benefits	666,421	652,819	13,602
Purchased Services	148,398	82,137	66,261
Supplies and Materials	163,937	149,059	14,878
Capital Outlay	68,435	67,855	580
Other	3,732	3,521	211
Total Instructional Staff	2,924,016	2,803,349	120,667
Board of Education			
Salaries and Wages	12,080	12,080	0
Fringe Benefits	2,234	1,539	695
Purchased Services	28,550	25,362	3,188
Supplies and Materials	2,000	991	1,009
Other	42,900	25,427	17,473
Total Board of Education	87,764	65,399	22,365
Administrative:			
Salaries and Wages	2,497,553	2,472,756	24,797
Fringe Benefits	984,188	971,683	12,505
Purchased Services	115,334	115,094	240
Supplies and Materials	38,461	23,227	15,234
Capital Outlay	7,745	7,082	663
Other	254,694	209,537	45,157
Total Administrative	3,897,975	3,799,379	98,596

(Continued)

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL - GENERAL FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Fiscal Services:			
Salaries and Wages	601,750	600,210	1,540
Fringe Benefits	195,590	191,490	4,100
Purchased Services	343,943	269,341	74,602
Supplies and Materials	53,950	16,293	37,657
Capital Outlay	19,472	19,471	1
Other	518,108	481,069	37,039
Total Fiscal Services	1,732,813	1,577,874	154,939
Business:			
Salaries and Wages	355,576	350,436	5,140
Fringe Benefits	120,477	112,306	8,171
Purchased Services	281,179	264,911	16,268
Supplies and Materials	143,588	95,737	47,851
Capital Outlay	80,763	62,426	18,337
Other	3,000	2,479	521
Total Business	984,583	888,295	96,288
Operation and Maintenance of Plant Services:			
Salaries and Wages	3,462,136	3,451,047	11,089
Fringe Benefits	1,258,329	1,252,536	5,793
Purchased Services	2,192,723	1,929,978	262,745
Supplies and Materials	382,473	345,243	37,230
Capital Outlay	215,790	134,237	81,553
Other	101,000	99,008	1,992
Total Operation and Maintenance of Plant Services	7,612,451	7,212,049	400,402
Pupil Transportation:			
Salaries and Wages	1,435,688	1,434,262	1,426
Fringe Benefits	440,618	439,554	1,064
Purchased Services	371,964	314,612	57,352
Supplies and Materials	335,891	264,861	71,030
Capital Outlay	271,080	264,036	7,044
Other	25,000	24,815	185
Total Pupil Transportation	2,880,241	2,742,140	138,101

(Continued)

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL - GENERAL FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Central Services:			
Salaries and Wages	391,632	369,285	22,347
Fringe Benefits	304,753	277,278	27,475
Purchased Services	471,735	414,653	57,082
Supplies and Materials	148,664	145,628	3,036
Capital Outlay	228,584	226,852	1,732
Other	1,799	1,325	474
Total Central Services	1,547,167	1,435,021	112,146
Total Support Services	25,058,466	23,802,346	1,256,120
Operation of Non-Instructional Services:			
Food Services:			
Salaries and Wages	28,789	28,693	96
Fringe Benefits	11,208	10,738	470
Total Food Services	39,997	39,431	566
Community Services:			
Salaries and Wages	183,207	156,388	26,819
Fringe Benefits	66,609	64,372	2,237
Total Community Services	249,816	220,760	29,056
Total Operation of Non-Instructional Services	289,813	260,191	29,622
Extracurricular Activities:			
Academic-Subject Oriented Activities:			
Salaries and Wages	80,386	79,789	597
Fringe Benefits	10,650	9,058	1,592
Purchased Services	2,950	1,976	974
Supplies and Materials	0	0	0
Capital Outlay	13,438	13,369	69
Other	0	0	0
Total Academic-Subject Oriented Activities	107,424	104,192	3,232
Occupation Oriented Activities:			
Salaries and Wages	6,931	6,908	23
Fringe Benefits	1,022	707	315
Total Occupation Oriented Activities	7,953	7,615	338

(Continued)

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL - GENERAL FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Extracurricular Activities:			
Sport Oriented Activities:			
Salaries and Wages	425,550	411,879	13,671
Fringe Benefits	105,974	92,182	13,792
Purchased Services	5,750	1,420	4,330
Supplies and Materials	4,500	3,283	1,217
Capital Outlay	18,011	12,031	5,980
Other	3,000	2,700	300
Total Sport Oriented Activities	562,785	523,495	39,290
Co-Curricular:			
Salaries and Wages	50,566	50,460	106
Fringe Benefits	7,757	5,551	2,206
Total Co-Curricular	58,323	56,011	2,312
Total Extracurricular Activities	736,485	691,313	45,172
Capital Outlay:			
Building Improvement Services:			
Purchased Services	1,330,080	1,330,080	0
Total Capital Outlay	1,330,080	1,330,080	0
Total Expenditures	58,746,016	56,598,307	2,147,709
Excess of Revenue Over (Under) Expenditures	(4,354,636)	787,255	5,141,891
Other Financing Sources (Uses)			
Proceeds from Sale of Assets	7,000	8,866	1,866
Operating Transfers In	0	1,343,795	1,343,795
Operating Transfers Out	(368,500)	(248,608)	119,892
Advances In	0	79,139	79,139
Advances Out	(25,000)	(16,782)	8,218
Contingencies	(66,315)	0	66,315
Refund of Prior Year Receipts	(2,005)	(1,034)	971
Refund of Prior Year Expenditures	155,000	400,559	245,559
Total Other Financing Sources (Uses)	(299,820)	1,565,935	1,865,755

(Continued)

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL - GENERAL FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
Excess of Revenue and Other Financing Sources Over(Under) Expenditures and Other Financing Uses	(4,654,456)	2,353,190	7,007,646
Fund Balance Beginning of Year	13,305,359	13,305,359	0
Prior Year Encumbrances Appropriated	2,042,388	2,042,388	0
Fund Balance End of Year	<u>\$ 10,693,291</u>	<u>\$ 17,700,937</u>	<u>\$ 7,007,646</u>

EUCLID CITY SCHOOL DISTRICT

SPECIAL REVENUE FUNDS

Special Revenue Funds are established to account for revenues from specified sources which legally, or otherwise, are restricted to expenditures for specific purposes. A description of the District's Special Revenue Funds follow:

Public School Support - this fund is used for the general support of the school building, staff, and students.

Student Activity - this fund accounts for revenues from athletic events and all costs (except supplemental coaching contracts) of the District's athletic program.

Auxiliary Services - this fund accounts for state funds for the purchase of science and math materials, as well as psychological and other supplemental services at the parochial schools within the District.

Consumer Economics - this fund provides economic consumer in-service workshops for teachers.

Teacher Development - the purpose of this fund is to provide assistance to school districts for the development of in-service programs.

Educational Management Information System - funds provided by the State of Ohio to be used solely for costs associated with the requirements of the education management information system required by Senate Bill 140.

Public School Preschool Grant - this fund accounts for the state revenues which address the educational needs of 4 year olds who are at risk of being poor achievers.

Data Communications - this fund was established to provide funds for any expense associated with the installation and ongoing support of data communications and links, connecting our buildings to the statewide network and internet.

School Net Professional Development - This fund was established to provide training for teachers to become practitioners. They will develop lesson labs related to proficiency outcomes.

Textbook Subsidy - this fund accounts for State monies used for textbooks.

Ohio Reads - The Ohio Reads Grants were established to provide funds to be utilized to improve reading skills for students in grades K-3. These funds will be used for salaries, benefits, supplies and purchased services associated with this program.

Summer Intervention - this fund accounts for summer intervention services satisfying criteria defined in Division (E) of Section 3313.608 of the Revised Code.

(Continued)

EUCLID CITY SCHOOL DISTRICT

SPECIAL REVENUE FUNDS

Alternative Schools - this grant was established to provide funding for Saturday School for discipline problem students. The funds will be used for salaries, benefits, supplies, purchased services and equipment associated with the program.

Extended Learning Opportunity - established to provide funds for reading. This is an extended day and after school program for kindergarten through third grade. Funds used for salaries, benefits, supplies, and transportation related to the program.

Miscellaneous State Grants - this fund represents State monies that support academic and enrichment programs for the student body.

Adult Basic Education - this fund accounts for federal monies used to provide computer equipment, library resource materials, salaries, and room rental for adult education classes.

Education for Economic Security - this fund was established to improve the skills of teachers in instruction of mathematics and science. These federal funds are used for in-service training, instructional materials, and workshops.

Title VI-B - the purpose of this federal program is to assist schools in the identification of handicapped children and provide educational opportunities for handicapped children at the preschool, elementary, and secondary levels.

Title I - the purpose of this federal program is to provide financial assistance to state and local education agencies to meet the special needs of educationally deprived children.

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

Drug-Free Schools - this fund accounts for federal revenues to implement programs to educate and encourage students to live lives free of drug dependency.

EHA Preschool Grants for the Handicapped - this grant addressed the improvement and expansion of services for handicapped children ages three (3) through five (5) years.

Goals 2000 - this fund accounts for monies to support a broad range of education improvement goals. Competitive grants are used to establish a network of schools that have developed a systematic improvement plan for the fourth and ninth grade State proficiency tests.

Goals 2000 Proficiency Improvement - this fund accounts for federal monies which are used to pay for all costs involved in conducting proficiency improvement in-service, including substitute costs, presenter fees, supplies, and materials.

**EUCLID CITY SCHOOL DISTRICT
COMBINING BALANCE SHEET
ALL SPECIAL REVENUE FUNDS
JUNE 30, 2002**

	<u>Public School Support</u>	<u>Student Activity</u>	<u>Auxiliary Services</u>	<u>Consumer Economics</u>	<u>Teacher Development</u>	<u>Educational Management Information System</u>
<u>Assets</u>						
Equity in Pooled Cash and Cash Equivalents	\$ 88,004	\$ 60,925	\$ 176,884	\$ 0	\$ 27,084	\$ 28,043
Receivables:						
Intergovernmental	0	0	16,090	0	0	0
Total Assets	\$ 88,004	\$ 60,925	\$ 192,974	\$ 0	\$ 27,084	\$ 28,043
<u>Liabilities</u>						
Accounts Payable	\$ 4,495	\$ 1,219	\$ 6,247	\$ 0	\$ 2,875	\$ 0
Accrued Salaries and Benefits Payable	0	0	35,850	0	0	0
Interfund Payable	0	0	16,384	0	0	0
Intergovernmental Payable	0	0	4,901	0	0	0
Employee Benefit Obligations Payable	0	0	680	0	0	0
Total Liabilities	4,495	1,219	64,062	0	2,875	0
<u>Fund Equity</u>						
Fund Balance:						
Reserved for Encumbrances	21,359	1,876	67,549	0	24,209	0
Unreserved, Undesignated (Deficit)	62,150	57,830	61,363	0	0	28,043
Total Fund Equity (Deficit)	83,509	59,706	128,912	0	24,209	28,043
Total Liabilities and Fund Equity	\$ 88,004	\$ 60,925	\$ 192,974	\$ 0	\$ 27,084	\$ 28,043

(Continued)

**EUCLID CITY SCHOOL DISTRICT
COMBINING BALANCE SHEET
ALL SPECIAL REVENUE FUNDS (Continued)
JUNE 30, 2002**

	Public School Preschool Grant	Data Communications	School Net Professional Development	Textbook Subsidy	Ohio Reads Grant	Summer Intervention
<u>Assets</u>						
Equity in Pooled Cash and Cash Equivalents	\$ 23,910	\$ 0	\$ 3,451	\$ 0	\$ 370	\$ 0
Receivables:						
Intergovernmental	0	0	0	0	0	0
Total Assets	\$ 23,910	\$ 0	\$ 3,451	\$ 0	\$ 370	\$ 0
<u>Liabilities</u>						
Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Accrued Salaries and Benefits Payable	11,170	0	0	0	0	0
Interfund Payable	0	0	0	0	0	0
Intergovernmental Payable	1,438	0	0	0	0	0
Employee Benefit Obligations Payable	0	0	0	0	0	0
Total Liabilities	12,608	0	0	0	0	0
<u>Fund Equity</u>						
Fund Balance:						
Reserved for Encumbrances	5,984	0	0	0	1,093	0
Unreserved, Undesignated (Deficit)	5,318	0	3,451	0	(723)	0
Total Fund Equity (Deficit)	11,302	0	3,451	0	370	0
Total Liabilities and Fund Equity	\$ 23,910	\$ 0	\$ 3,451	\$ 0	\$ 370	\$ 0

<u>Alternative School</u>	<u>Extended Learning Opportunity</u>	<u>Miscellaneous State Grants</u>	<u>Adult Basic Education</u>	<u>Education for Economic Security</u>	<u>Title VI B</u>	<u>Title I</u>	<u>Title VI</u>
\$ 82,419	\$ 0	\$ 2,054	\$ 32,341	\$ 21,949	\$ 9,669	\$ 37,017	\$ 7,274
0	0	0	102,268	0	0	129,974	0
<u>\$ 82,419</u>	<u>\$ 0</u>	<u>\$ 2,054</u>	<u>\$ 134,609</u>	<u>\$ 21,949</u>	<u>\$ 9,669</u>	<u>\$ 166,991</u>	<u>\$ 7,274</u>
\$ 13,257	\$ 0	\$ 0	\$ 8,586	\$ 0	\$ 0	\$ 516	\$ 0
11,946	0	0	38,883	0	6,875	87,811	0
0	0	0	0	0	0	0	0
4,527	0	0	7,734	0	873	11,610	0
0	0	0	62	0	0	0	0
<u>29,730</u>	<u>0</u>	<u>0</u>	<u>55,265</u>	<u>0</u>	<u>7,748</u>	<u>99,937</u>	<u>0</u>
35,438	0	1,500	22,668	10,721	0	6,185	867
17,251	0	554	56,676	11,228	1,921	60,869	6,407
<u>52,689</u>	<u>0</u>	<u>2,054</u>	<u>79,344</u>	<u>21,949</u>	<u>1,921</u>	<u>67,054</u>	<u>7,274</u>
<u>\$ 82,419</u>	<u>\$ 0</u>	<u>\$ 2,054</u>	<u>\$ 134,609</u>	<u>\$ 21,949</u>	<u>\$ 9,669</u>	<u>\$ 166,991</u>	<u>\$ 7,274</u>

(Continued)

**EUCLID CITY SCHOOL DISTRICT
COMBINING BALANCE SHEET
ALL SPECIAL REVENUE FUNDS (Continued)
JUNE 30, 2002**

	<u>Drug Free Schools</u>	<u>EHA Preschool Grants for the Handicapped</u>	<u>Goals 2000</u>	<u>Goals 2000 Proficiency</u>	<u>Totals</u>
<u>Assets</u>					
Equity in Pooled Cash and Cash Equivalents	\$ 12,599	\$ 2,753	\$ 26,905	\$ 51,192	\$ 694,843
Receivables:					
Intergovernmental	0	4,122	4,297	0	256,751
Total Assets	\$ 12,599	\$ 6,875	\$ 31,202	\$ 51,192	\$ 951,594
<u>Liabilities</u>					
Accounts Payable	\$ 0	\$ 0	\$ 2,882	\$ 29	\$ 40,106
Accrued Salaries and Benefits Payable	0	5,279	865	30,253	228,932
Interfund Payable	0	0	4,298	0	20,682
Intergovernmental Payable	0	670	110	3,853	35,716
Employee Benefit Obligations Payable	0	0	0	0	742
Total Liabilities	0	5,949	8,155	34,135	326,178
<u>Fund Equity</u>					
Fund Balance:					
Reserved for Encumbrances	0	167	18,339	14,659	232,614
Unreserved, Undesignated (Deficit)	12,599	759	4,708	2,398	392,802
Total Fund Equity (Deficit)	12,599	926	23,047	17,057	625,416
Total Liabilities and Fund Equity	\$ 12,599	\$ 6,875	\$ 31,202	\$ 51,192	\$ 951,594

EUCLID CITY SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - ALL SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Public School Support	Student Activity	Auxiliary Services	Consumer Economics	Teacher Development
Revenues					
Intergovernmental	\$ 0	\$ 0	\$ 919,598	\$ 0	\$ 35,035
Transportation Fees	847	20,614	0	0	0
Earnings on Investments	0	0	3,149	0	0
Extracurricular Activities	164,459	200,561	0	0	0
Miscellaneous	55,580	86,640	0	0	0
Total Revenues	<u>220,886</u>	<u>307,815</u>	<u>922,747</u>	<u>0</u>	<u>35,035</u>
Expenditures					
Current:					
Instruction:					
Regular	0	0	0	0	20,508
Special	0	0	0	0	0
Adult/Continuing	0	0	0	0	0
Support Services:					
Pupils	0	0	0	0	0
Instructional Staff	0	0	0	0	6,011
Administrative	0	0	0	0	0
Pupil Transportation	0	0	0	0	0
Central Services	0	0	0	0	0
Operation of Non-Instructional Services:					
Community Service	0	0	869,770	0	0
Other	380	2,508	0	450	0
Extracurricular Activities	193,896	303,410	0	0	0
Total Expenditures	<u>194,276</u>	<u>305,918</u>	<u>869,770</u>	<u>450</u>	<u>26,519</u>
Excess of Revenues Over (Under) Expenditures	<u>26,610</u>	<u>1,897</u>	<u>52,977</u>	<u>(450)</u>	<u>8,516</u>
Other Financing Sources (Uses)					
Operating Transfers In	837	250	0	0	0
Operating Transfers Out	(7,243)	(335)	0	0	0
Total Other Financing Sources(Uses)	<u>(6,406)</u>	<u>(85)</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess of Revenues and Other Financing Sources Over(Under) Expenditures and Other Financing Uses	20,204	1,812	52,977	(450)	8,516
Fund Balances Beginning of Year	<u>63,305</u>	<u>57,894</u>	<u>75,935</u>	<u>450</u>	<u>15,693</u>
Fund Balances (Deficit)					
End of Year	<u>\$ 83,509</u>	<u>\$ 59,706</u>	<u>\$ 128,912</u>	<u>\$ 0</u>	<u>\$ 24,209</u>

(Continued)

EUCLID CITY SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUE, EXPENDITURES, AND
CHANGES IN FUND BALANCE - ALL SPECIAL REVENUE FUNDS (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Educational Management Information System	Public School Preschool Grant	Data Communications	School Net Professional Development
Revenues				
Intergovernmental	\$ 22,471	\$ 91,575	\$ 0	\$ 8,592
Transportation Fees	0	0	0	0
Earnings on Investments	0	0	0	0
Extracurricular Activities	0	0	0	0
Miscellaneous	0	0	0	0
Total Revenues	22,471	91,575	0	8,592
Expenditures				
Current:				
Instruction:				
Regular	0	77,025	42,696	11,147
Special	0	0	0	0
Adult/Continuing	0	0	0	0
Support Services:				
Pupils	0	8,801	0	0
Instructional Staff	0	0	0	0
Administrative	0	0	0	0
Pupil Transportation	0	0	0	0
Central Services	14,462	0	0	0
Operation of Non-				
Instructional Services:				
Community Service	0	0	0	0
Other	0	0	0	0
Extracurricular Activities	0	0	0	0
Total Expenditures	14,462	85,826	42,696	11,147
Excess of Revenues Over (Under) Expenditures	8,009	5,749	(42,696)	(2,555)
Other Financing Sources (Uses)				
Operating Transfers In	0	0	0	0
Operating Transfers Out	0	0	0	0
Total Other Financing Sources (Uses)	0	0	0	0
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	8,009	5,749	(42,696)	(2,555)
Fund Balances Beginning of Year	20,034	5,553	42,696	6,006
Fund Balances (Deficit)				
End of Year	\$ 28,043	\$ 11,302	\$ 0	\$ 3,451

(Continued)

<u>Textbook Subsidy</u>	<u>Ohio Reads Grant</u>	<u>Summer Intervention</u>	<u>Alternative School</u>	<u>Extended Learning Opportunity</u>	<u>Miscellaneous State Grants</u>	<u>Adult Basic Education</u>
\$ 0	\$ 85,000	\$ 0	\$ 291,681	\$ 0	\$ 43,083	\$ 692,235
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>0</u>	<u>85,000</u>	<u>0</u>	<u>291,681</u>	<u>0</u>	<u>43,083</u>	<u>692,235</u>
13,607	126,175	49,421	339,780	80,237	59,484	5,945
0	0	0	0	0	0	0
0	0	0	0	0	0	189,312
0	0	0	0	0	0	0
0	0	0	14,720	0	3,734	505,040
0	0	0	660	0	0	19,630
0	0	0	2,992	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	3,121
0	0	0	0	0	0	0
<u>13,607</u>	<u>126,175</u>	<u>49,421</u>	<u>358,152</u>	<u>80,237</u>	<u>63,218</u>	<u>723,048</u>
<u>(13,607)</u>	<u>(41,175)</u>	<u>(49,421)</u>	<u>(66,471)</u>	<u>(80,237)</u>	<u>(20,135)</u>	<u>(30,813)</u>
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
(13,607)	(41,175)	(49,421)	(66,471)	(80,237)	(20,135)	(30,813)
<u>13,607</u>	<u>41,545</u>	<u>49,421</u>	<u>119,160</u>	<u>80,237</u>	<u>22,189</u>	<u>110,157</u>
<u>\$ 0</u>	<u>\$ 370</u>	<u>\$ 0</u>	<u>\$ 52,689</u>	<u>\$ 0</u>	<u>\$ 2,054</u>	<u>\$ 79,344</u>

(Continued)

EUCLID CITY SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUE, EXPENDITURES, AND
CHANGES IN FUND BALANCE - ALL SPECIAL REVENUE FUNDS (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Education for Economic Security	Title VI B	Title I	Title VI	Drug Free Schools
Revenues					
Intergovernmental	\$ 13,875	\$ 507,428	\$ 636,360	\$ 48,555	\$ 56,367
Transportation Fees	0	0	0	0	0
Earnings on Investments	0	0	0	0	0
Extracurricular Activities	0	0	0	0	0
Miscellaneous	0	0	0	0	0
Total Revenues	<u>13,875</u>	<u>507,428</u>	<u>636,360</u>	<u>48,555</u>	<u>56,367</u>
Expenditures					
Current:					
Instruction:					
Regular	16,006	0	0	50,087	63,057
Special	0	464,685	543,872	0	0
Adult/Continuing	0	0	0	0	0
Support Services:					
Pupils	0	0	0	0	0
Instructional Staff	275	0	18,224	2,020	0
Administrative	0	0	32,071	0	0
Pupil Transportation	0	0	0	0	0
Central Services	0	0	0	0	0
Operation of Non-					
Instructional Services:					
Community Service	0	41,201	24,799	13,570	0
Other	0	0	0	0	0
Extracurricular Activities	0	0	0	0	0
Total Expenditures	<u>16,281</u>	<u>505,886</u>	<u>618,966</u>	<u>65,677</u>	<u>63,057</u>
Excess of Revenues Over (Under) Expenditures	<u>(2,406)</u>	<u>1,542</u>	<u>17,394</u>	<u>(17,122)</u>	<u>(6,690)</u>
Other Financing Sources (Uses)					
Operating Transfers In	0	0	0	0	0
Operating Transfers Out	0	0	0	0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(2,406)</u>	<u>1,542</u>	<u>17,394</u>	<u>(17,122)</u>	<u>(6,690)</u>
Fund Balances Beginning of Year	<u>24,355</u>	<u>379</u>	<u>49,660</u>	<u>24,396</u>	<u>19,289</u>
Fund Balances (Deficit) End of Year	<u>\$ 21,949</u>	<u>\$ 1,921</u>	<u>\$ 67,054</u>	<u>\$ 7,274</u>	<u>\$ 12,599</u>

EHA Preschool Grants for the Handicapped	Goals 2000	Goals 2000 Proficiency	Totals
\$ 41,221	\$ 31,540	\$ 325,543	\$ 3,850,159
0	0	0	21,461
0	0	0	3,149
0	0	0	365,020
0	0	0	142,220
<u>41,221</u>	<u>31,540</u>	<u>325,543</u>	<u>4,382,009</u>
0	92,860	343,927	1,391,962
35,580	0	905	1,045,042
0	0	26	189,338
0	0	0	8,801
0	5,977	22,380	578,381
0	0	0	52,361
0	0	0	2,992
0	0	0	14,462
0	0	0	949,340
0	0	0	6,459
0	0	0	497,306
<u>35,580</u>	<u>98,837</u>	<u>367,238</u>	<u>4,736,444</u>
<u>5,641</u>	<u>(67,297)</u>	<u>(41,695)</u>	<u>(354,435)</u>
0	0	0	1,087
0	0	0	(7,578)
<u>0</u>	<u>0</u>	<u>0</u>	<u>(6,491)</u>
5,641	(67,297)	(41,695)	(360,926)
(4,715)	90,344	58,752	986,342
<u>\$ 926</u>	<u>\$ 23,047</u>	<u>\$ 17,057</u>	<u>\$ 625,416</u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
PUBLIC SCHOOL SUPPORT SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Transportation Fees	\$ 24,000	\$ 847	\$ (23,153)
Food Services	1,200	0	(1,200)
Extracurricular	189,300	164,459	(24,841)
Miscellaneous	73,501	56,140	(17,361)
Total Revenues	288,001	221,446	(66,555)
<u>Expenditures</u>			
Extracurricular Activities:			
Co-Curricular:			
Purchased Services	98,131	44,883	53,248
Supplies and Materials	181,997	134,405	47,592
Capital Outlay	36,080	16,151	19,929
Other	51,212	22,165	29,047
Total Extracurricular Activities	367,420	217,604	149,816
Total Expenditures	367,420	217,604	149,816
Excess of Revenues Over (Under) Expenditures	(79,419)	3,842	83,261
<u>Other Financing Sources (Uses):</u>			
Operating Transfers In	4,499	837	(3,662)
Operating Transfers Out	(6,795)	(7,243)	(448)
Contingencies	(1,641)	0	1,641
Refund of Prior Year Receipts	(2,450)	(380)	2,070
Total Other Financing Sources (Uses)	(6,387)	(6,786)	(399)
Excess of Revenue and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(85,806)	(2,944)	82,862
Fund Balance Beginning of Year	45,841	45,841	0
Prior Year Encumbrances Appropriated	20,011	20,011	0
Fund Balance End of Year	\$ (19,954)	\$ 62,908	\$ 82,862

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
STUDENT ACTIVITY SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Transportation Fees	\$ 51,600	\$ 20,614	\$ (30,986)
Food Services	2,000	0	(2,000)
Extracurricular	310,881	200,561	(110,320)
Miscellaneous	118,151	85,833	(32,318)
Total Revenues	<u>482,632</u>	<u>307,008</u>	<u>(175,624)</u>
Expenditures			
Extracurricular Activities:			
Academic-Subject Oriented Activities:			
Purchased Services	87,303	28,207	59,096
Supplies and Materials	67,452	17,815	49,637
Capital Outlay	26,538	10,336	16,202
Other	35,946	18,724	17,222
Total Academic-Subject Oriented Activities	<u>217,239</u>	<u>75,082</u>	<u>142,157</u>
Occupation Oriented Activities:			
Supplies and Materials	500	59	441
Total Occupation Oriented Activities	<u>500</u>	<u>59</u>	<u>441</u>
Sport-Oriented Activities:			
Purchased Services	75,276	61,229	14,047
Supplies and Materials	9,750	9,274	476
Capital Outlay	93,773	89,060	4,713
Other	25,566	16,881	8,685
Total Sport-Oriented Activities	<u>204,365</u>	<u>176,444</u>	<u>27,921</u>
Co-Curricular Activities:			
Purchased Services	45,200	36,058	9,142
Supplies and Materials	57,439	22,118	35,321
Capital Outlay	11,810	1,856	9,954
Other	5,690	530	5,160
Total Co-Curricular Activities	<u>120,139</u>	<u>60,562</u>	<u>59,577</u>
Total Extracurricular Activities	<u>542,243</u>	<u>312,147</u>	<u>230,096</u>
Total Expenditures	<u>542,243</u>	<u>312,147</u>	<u>230,096</u>
Excess of Revenues Over (Under) Expenditures	<u>(59,611)</u>	<u>(5,139)</u>	<u>54,472</u>
Other Financing Sources (Uses):			
Operating Transfers In	14,568	250	(14,318)
Operating Transfers Out	(4,100)	(335)	3,765
Contingencies	(14,071)	0	14,071
Refund of Prior Year Receipts	(7,220)	(3,558)	3,662
Refund of Prior Year Expenditures	1,000	807	(193)
Total Other Financing Sources (Uses)	<u>(9,823)</u>	<u>(2,836)</u>	<u>6,987</u>
Excess of Revenue and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(69,434)</u>	<u>(7,975)</u>	<u>61,459</u>
Fund Balance Beginning of Year	64,566	64,566	0
Prior Year Encumbrances Appropriated	2,459	2,459	0
Fund Balance End of Year	<u>\$ (2,409)</u>	<u>\$ 59,050</u>	<u>\$ 61,459</u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
AUXILIARY SERVICES SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Intergovernmental	\$1,097,459	\$ 919,793	\$ (177,666)
Earnings on Investments	2,541	3,149	608
Total Revenues	<u>1,100,000</u>	<u>922,942</u>	<u>(177,058)</u>
<u>Expenditures</u>			
Operation of Non-Instructional Services:			
Community Service:			
Salaries and Wages	335,678	293,350	42,328
Fringe Benefits	102,404	88,006	14,398
Purchased Services	310,811	289,198	21,613
Supplies and Materials	214,987	189,665	25,322
Capital Outlay	77,147	76,147	1,000
Other	600	600	0
Total Operation of Non-Instructional Services	<u>1,041,627</u>	<u>936,966</u>	<u>104,661</u>
Total Expenditures	<u>1,041,627</u>	<u>936,966</u>	<u>104,661</u>
Excess of Revenues Over (Under) Expenditures	<u>58,373</u>	<u>(14,024)</u>	<u>(72,397)</u>
<u>Other Financing Sources (Uses)</u>			
Advances Out	(16,285)	0	16,285
Total Other Financing Sources (Uses)	<u>(16,285)</u>	<u>0</u>	<u>16,285</u>
Excess of Revenue and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	42,088	(14,024)	(56,112)
Fund Balance Beginning of Year	41,853	41,853	0
Prior Year Encumbrances Appropriated	77,441	77,441	0
Fund Balance End of Year	<u><u>\$ 161,382</u></u>	<u><u>\$ 105,270</u></u>	<u><u>\$ (56,112)</u></u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
CONSUMER ECONOMICS SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised</u> <u>Budget</u>	<u>Actual</u>	<u>Variance</u> <u>Favorable</u> <u>(Unfavorable)</u>
<u>Revenues</u>			
Intergovernmental	\$ 2,000	\$ 600	\$ (1,400)
Total Revenues	2,000	600	(1,400)
<u>Expenditures</u>			
Total Expenditures	0	0	0
Excess of Revenues Over (Under) Expenditures	2,000	600	(1,400)
<u>Other Financing Sources (Uses)</u>			
Advances Out	(600)	(600)	0
Total Other Financing Sources (Uses)	(600)	(600)	0
Excess of Revenue and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	1,400	0	(1,400)
Fund Balance Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	0	0	0
Fund Balance End of Year	\$ 1,400	\$ 0	\$ (1,400)

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
TEACHER DEVELOPMENT GRANT SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$ 35,100	\$ 35,035	\$ (65)
Total Revenues	<u>35,100</u>	<u>35,035</u>	<u>(65)</u>
Expenditures			
Instruction:			
Regular:			
Salaries and Wages	21,720	21,720	0
Fringe Benefits	3,667	3,667	0
Purchased Services	1,413	1,413	0
Supplies and Materials	5,200	5,200	0
Total Regular Instruction	<u>32,000</u>	<u>32,000</u>	<u>0</u>
Support Services:			
Instructional Staff:			
Salaries and Wages	1,455	1,455	0
Fringe Benefits	300	300	0
Purchased Services	8,213	8,213	0
Supplies and Materials	8,760	8,760	0
Total Support Services	<u>18,728</u>	<u>18,728</u>	<u>0</u>
Total Expenditures	<u>50,728</u>	<u>50,728</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	(15,628)	(15,693)	(65)
Fund Balance Beginning of Year	15,693	15,693	0
Prior Year Encumbrances Appropriated	0	0	0
Fund Balance End of Year	<u>\$ 65</u>	<u>\$ 0</u>	<u>\$ (65)</u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
EDUCATIONAL MANAGEMENT INFORMATION SYSTEM SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues</u>			
Intergovernmental	\$ 17,000	\$ 22,471	\$ 5,471
Total Revenues	<u>17,000</u>	<u>22,471</u>	<u>5,471</u>
<u>Expenditures</u>			
Support Services:			
Central:			
Salaries and Wages	3,346	0	3,346
Fringe Benefits	573	0	573
Purchased Services	22,206	21,134	1,072
Supplies and Materials	2,881	0	2,881
Capital Outlay	13,700	0	13,700
Total Support Services	<u>42,706</u>	<u>21,134</u>	<u>21,572</u>
Total Expenditures	<u>42,706</u>	<u>21,134</u>	<u>21,572</u>
Excess of Revenues Over (Under) Expenditures	(25,706)	1,337	27,043
Fund Balance Beginning of Year	19,426	19,426	0
Prior Year Encumbrances Appropriated	7,280	7,280	0
Fund Balance End of Year	<u><u>\$ 1,000</u></u>	<u><u>\$ 28,043</u></u>	<u><u>\$ 27,043</u></u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
PUBLIC SCHOOL PRESCHOOL GRANT SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Intergovernmental	\$ 96,000	\$ 91,575	\$ (4,425)
Total Revenues	<u>96,000</u>	<u>91,575</u>	<u>(4,425)</u>
<u>Expenditures</u>			
Current:			
Instruction:			
Regular:			
Salaries and Wages	70,916	58,328	12,588
Fringe Benefits	23,797	18,461	5,336
Total Instruction	<u>94,713</u>	<u>76,789</u>	<u>17,924</u>
Support Services:			
Pupil:			
Purchased Services	1,000	1,000	0
Supplies and Materials	10,520	10,520	0
Capital Outlay	3,266	3,266	0
Total Pupil	<u>14,786</u>	<u>14,786</u>	<u>0</u>
Total Expenditures	<u>109,499</u>	<u>91,575</u>	<u>17,924</u>
Excess of Revenues Over (Under) Expenditures	(13,499)	0	13,499
Fund Balance Beginning of Year	14,866	14,866	0
Prior Year Encumbrances Appropriated	3,058	3,058	0
Fund Balance End of Year	<u>\$ 4,425</u>	<u>\$ 17,924</u>	<u>\$ 13,499</u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
DATA COMMUNICATIONS SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Intergovernmental	\$ 25,000	\$ 0	\$ (25,000)
Total Revenues	<u>25,000</u>	<u>0</u>	<u>(25,000)</u>
<u>Expenditures</u>			
Instruction:			
Regular:			
Capital Outlay	42,696	42,696	0
Total Regular Instruction	<u>42,696</u>	<u>42,696</u>	<u>0</u>
Total Expenditures	<u>42,696</u>	<u>42,696</u>	<u>0</u>
Excess of Revenue Over (Under) Expenditures	<u>(17,696)</u>	<u>(42,696)</u>	<u>(25,000)</u>
Fund Balance Beginning of Year	42,696	42,696	0
Prior Year Encumbrances Appropriated	0	0	0
Fund Balance End of Year	<u><u>\$ 25,000</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ (25,000)</u></u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
SCHOOL NET PROFESSIONAL DEVELOPMENT SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Intergovernmental	\$ 5,500	\$ 8,592	\$ 3,092
Total Revenues	<u>5,500</u>	<u>8,592</u>	<u>3,092</u>
<u>Expenditures</u>			
Instruction:			
Regular:			
Salaries and Wages	7,230	7,230	0
Fringe Benefits	781	781	0
Purchased Services	3,136	3,136	0
Total Regular Instruction	<u>11,147</u>	<u>11,147</u>	<u>0</u>
Total Expenditures	<u>11,147</u>	<u>11,147</u>	<u>0</u>
Excess of Revenue Over (Under) Expenditures	<u>(5,647)</u>	<u>(2,555)</u>	<u>3,092</u>
Fund Balance Beginning of Year	6,005	6,005	0
Prior Year Encumbrances Appropriated	0	0	0
Fund Balance End of Year	<u><u>\$ 358</u></u>	<u><u>\$ 3,450</u></u>	<u><u>\$ 3,092</u></u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
TEXTBOOK SUBSIDY SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Total Revenues</u>	\$ 0	\$ 0	\$ 0
<u>Expenditures</u>			
Instruction:			
Regular:			
Supplies and Materials	13,607	13,607	0
Total Regular Instruction	<u>13,607</u>	<u>13,607</u>	<u>0</u>
Total Expenditures	<u>13,607</u>	<u>13,607</u>	<u>0</u>
Excess of Revenue Over (Under) Expenditures	<u>(13,607)</u>	<u>(13,607)</u>	<u>0</u>
Fund Balance Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	<u>13,607</u>	<u>13,607</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
OHIO READS GRANT SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Intergovernmental	\$ 170,000	\$ 85,000	\$ (85,000)
Total Revenues	<u>170,000</u>	<u>85,000</u>	<u>(85,000)</u>
<u>Expenditures</u>			
Current:			
Instruction:			
Regular:			
Salaries and Wages	129,098	90,760	38,338
Fringe Benefits	21,505	19,966	1,539
Purchased Services	16,320	1,215	15,105
Supplies and Materials	50,441	31,147	19,294
Total Regular Instruction	<u>217,364</u>	<u>143,088</u>	<u>74,276</u>
Total Expenditures	<u>217,364</u>	<u>143,088</u>	<u>74,276</u>
Excess of Revenue and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(47,364)	(58,088)	(10,724)
Fund Balance Beginning of Year	17,294	17,294	0
Prior Year Encumbrances Appropriated	40,070	40,070	0
Fund Balance End of Year	<u><u>\$ 10,000</u></u>	<u><u>\$ (724)</u></u>	<u><u>\$ (10,724)</u></u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
SUMMER INTERVENTION SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Total Revenues</u>	\$ 0	\$ 0	\$ 0
<u>Expenditures</u>			
Current:			
Instruction:			
Regular:			
Salaries and Wages	42,000	42,000	0
Fringe Benefits	7,421	7,421	0
Total Regular Instruction	<u>49,421</u>	<u>49,421</u>	<u>0</u>
Total Expenditures	<u>49,421</u>	<u>49,421</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	(49,421)	(49,421)	0
Beginning Fund Balance	49,421	49,421	0
Prior Year Encumbrances Appropriated	0	0	0
	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
ALTERNATIVE SCHOOL SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Intergovernmental	\$ 375,000	\$ 291,681	\$ (83,319)
Total Revenues	<u>375,000</u>	<u>291,681</u>	<u>(83,319)</u>
<u>Expenditures</u>			
Current:			
Instruction:			
Regular:			
Salaries and Wages	156,799	144,424	12,375
Fringe Benefits	40,503	37,596	2,907
Purchased Services	72,530	62,822	9,708
Supplies and Materials	58,888	56,607	2,281
Capital Outlay	75,442	69,189	6,253
Total Regular Instruction	<u>404,162</u>	<u>370,638</u>	<u>33,524</u>
Support Services:			
Instruction Staff:			
Purchased Services	14,720	14,720	0
Total Instruction Staff	<u>14,720</u>	<u>14,720</u>	<u>0</u>
Pupil Transportation:			
Purchased Services	3,192	2,992	200
Total Pupil Transportation	<u>3,192</u>	<u>2,992</u>	<u>200</u>
Total Support Services	<u>17,912</u>	<u>17,712</u>	<u>200</u>
Total Expenditures	<u>422,074</u>	<u>388,350</u>	<u>33,724</u>
Excess of Revenues Over (Under) Expenditures	<u>(47,074)</u>	<u>(96,669)</u>	<u>(49,595)</u>
Beginning Fund Balance	103,229	103,229	0
Prior Year Encumbrances Appropriated	27,164	27,164	0
Fund Balance End of Year	<u><u>\$ 83,319</u></u>	<u><u>\$ 33,724</u></u>	<u><u>\$ (49,595)</u></u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
EXTENDED LEARNING OPPORTUNITY SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues</u>			
Intergovernmental	\$ 85,000	\$ 0	\$ (85,000)
Total Revenues	<u>85,000</u>	<u>0</u>	<u>(85,000)</u>
<u>Expenditures</u>			
Current:			
Instruction:			
Regular:			
Salaries and Wages	65,000	65,000	0
Fringe Benefits	10,925	10,925	0
Purchased Services	4,272	4,272	0
Supplies and Materials	1,525	1,525	0
Total Regular Instruction	<u>81,722</u>	<u>81,722</u>	<u>0</u>
Total Expenditures	<u>81,722</u>	<u>81,722</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	3,278	(81,722)	(85,000)
Beginning Fund Balance	76,457	76,457	0
Prior Year Encumbrances Appropriated	5,265	5,265	0
Fund Balance End of Year	<u><u>\$ 85,000</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ (85,000)</u></u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
MISCELLANEOUS STATE GRANTS SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$ 720,000	\$ 110,082	\$ (609,918)
Total Revenues	<u>720,000</u>	<u>110,082</u>	<u>(609,918)</u>
Expenditures			
Current:			
Instruction:			
Regular:			
Salaries and Wages	22,379	22,379	0
Fringe Benefits	2,050	2,050	0
Purchased Services	42,960	42,960	0
Supplies and Materials	10,988	10,988	0
Capital Outlay	7,391	7,391	0
Total Regular Instruction	<u>85,768</u>	<u>85,768</u>	<u>0</u>
Support Services:			
Instruction Staff:			
Supplies and Materials	5,234	5,234	0
Total Support Services	<u>5,234</u>	<u>5,234</u>	<u>0</u>
Total Expenditures	<u>91,002</u>	<u>91,002</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	<u>628,998</u>	<u>19,080</u>	<u>(609,918)</u>
Other Financing Sources (Uses)			
Advances Out	(67,000)	(67,000)	0
Total Other Financing Sources (Uses)	<u>(67,000)</u>	<u>(67,000)</u>	<u>0</u>
Excess Of Revenue and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	561,998	(47,920)	(609,918)
Beginning Fund Balance	(17,517)	(17,517)	0
Prior Year Encumbrances Appropriated	65,991	65,991	0
Fund Balance End of Year	<u><u>\$ 610,472</u></u>	<u><u>\$ 554</u></u>	<u><u>\$ (609,918)</u></u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
ADULT BASIC EDUCATION SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$ 753,308	\$ 589,967	\$ (163,341)
Total Revenues	<u>753,308</u>	<u>589,967</u>	<u>(163,341)</u>
Expenditures			
Current:			
Instruction:			
Adult/Continuing:			
Salaries and Wages	133,870	129,265	4,605
Fringe Benefits	15,306	13,346	1,960
Purchased Services	21,770	19,218	2,552
Supplies and Materials	27,438	25,820	1,618
Capital Outlay	7,620	7,620	0
Total Instruction	<u>206,004</u>	<u>195,269</u>	<u>10,735</u>
Support Services:			
Instruction Staff:			
Salaries and Wages	233,513	202,365	31,148
Fringe Benefits	94,150	82,399	11,751
Purchased Services	187,145	176,597	10,548
Supplies and Materials	50,771	31,196	19,575
Capital Outlay	26,000	23,808	2,192
Other	2,350	1,540	810
Total Instructional Staff	<u>593,929</u>	<u>517,905</u>	<u>76,024</u>
Administrative:			
Salaries and Wages	18,000	18,000	0
Purchased Services	1,700	1,630	70
Total Administrative	<u>19,700</u>	<u>19,630</u>	<u>70</u>
Total Support Services	<u>613,629</u>	<u>537,535</u>	<u>76,094</u>
Total Expenditures	<u>819,633</u>	<u>732,804</u>	<u>86,829</u>
Excess of Revenues Over (Under) Expenditures	(66,325)	(142,837)	(76,512)
Beginning Fund Balance	99,931	99,931	0
Prior Year Encumbrances Appropriated	43,993	43,993	0
Fund Balance End of Year	<u><u>\$ 77,599</u></u>	<u><u>\$ 1,087</u></u>	<u><u>\$ (76,512)</u></u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
EDUCATION FOR ECONOMIC SECURITY SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues</u>			
Intergovernmental	\$ 31,100	\$ 13,875	\$ (17,225)
Total Revenues	<u>31,100</u>	<u>13,875</u>	<u>(17,225)</u>
<u>Expenditures</u>			
Current:			
Instruction:			
Regular:			
Purchased Services	5,555	5,555	0
Supplies and Materials	21,672	21,672	0
Total Instruction	<u>27,227</u>	<u>27,227</u>	<u>0</u>
Support Services:			
Instructional Staff:			
Salaries and Wages	4,324	0	4,324
Fringe Benefits	700	0	700
Purchased Services	11,411	275	11,136
Supplies and Materials	15,396	0	15,396
Total Support Services	<u>31,831</u>	<u>275</u>	<u>31,556</u>
Total Expenditures	<u>59,058</u>	<u>27,502</u>	<u>31,556</u>
Excess of Revenues Over (Under) Expenditures	(27,958)	(13,627)	14,331
Fund Balance Beginning of Year	21,723	21,723	0
Prior Year Encumbrances Appropriated	3,132	3,132	0
Fund Balance End of Year	<u><u>\$ (3,103)</u></u>	<u><u>\$ 11,228</u></u>	<u><u>\$ 14,331</u></u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
TITLE VI B SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Intergovernmental	\$ 510,000	\$ 507,428	\$ (2,572)
Total Revenues	<u>510,000</u>	<u>507,428</u>	<u>(2,572)</u>
<u>Expenditures</u>			
Current:			
Instruction:			
Special:			
Salaries and Wages	235	235	0
Fringe Benefits	268	268	0
Purchased Services	464,306	464,306	0
Total Special Instruction	<u>464,809</u>	<u>464,809</u>	<u>0</u>
Total Support Services	<u>464,809</u>	<u>464,809</u>	<u>0</u>
Operation of Non-Instructional Services:			
Community Service:			
Salaries and Wages	33,716	28,722	4,994
Fringe Benefits	9,406	4,731	4,675
Total Community Services	<u>43,122</u>	<u>33,453</u>	<u>9,669</u>
Total Operation of Non-Instructional Services	<u>43,122</u>	<u>33,453</u>	<u>9,669</u>
Total Expenditures	<u>507,931</u>	<u>498,262</u>	<u>9,669</u>
Excess of Revenues Over (Under) Expenditures	<u>2,069</u>	<u>9,166</u>	<u>7,097</u>
Fund Balance Beginning of Year	267	267	0
Prior Year Encumbrances Appropriated	236	236	0
Fund Balance End of Year	<u><u>\$ 2,572</u></u>	<u><u>\$ 9,669</u></u>	<u><u>\$ 7,097</u></u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
TITLE I SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$ 684,287	\$ 551,092	\$ (133,195)
Total Revenues	<u>684,287</u>	<u>551,092</u>	<u>(133,195)</u>
Expenditures			
Current:			
Instruction:			
Special:			
Salaries and Wages	477,056	377,202	99,854
Fringe Benefits	133,279	110,680	22,599
Purchased Services	23,300	22,018	1,282
Supplies and Materials	29,267	23,857	5,410
Total Special Instruction	<u>662,902</u>	<u>533,757</u>	<u>129,145</u>
Support Services:			
Instructional Staff:			
Salaries and Wages	13,000	12,217	783
Fringe Benefits	5,530	5,484	46
Total Instructional Staff	<u>18,530</u>	<u>17,701</u>	<u>829</u>
Administrative:			
Salaries and Wages	44,599	27,522	17,077
Fringe Benefits	8,182	6,035	2,147
Total Administrative	<u>52,781</u>	<u>33,557</u>	<u>19,224</u>
Total Support Services	<u>71,311</u>	<u>51,258</u>	<u>20,053</u>
Operation of Non-Instructional Services:			
Community Service:			
Salaries and Wages	19,594	14,405	5,189
Fringe Benefits	6,531	2,964	3,567
Supplies and Materials	2,188	2,132	56
Capital Outlay	12,645	10,365	2,280
Total Community Service	<u>40,958</u>	<u>29,866</u>	<u>11,092</u>
Total Expenditures	<u>775,171</u>	<u>614,881</u>	<u>160,290</u>
Excess of Revenues Over (Under) Expenditures	<u>(90,884)</u>	<u>(63,789)</u>	<u>27,095</u>
Fund Balance Beginning of Year	93,322	93,322	0
Prior Year Encumbrances Appropriated	783	783	0
Fund Balance End of Year	<u><u>\$ 3,221</u></u>	<u><u>\$ 30,316</u></u>	<u><u>\$ 27,095</u></u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
TITLE VI SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Intergovernmental	\$ 70,000	\$ 48,555	\$ (21,445)
Total Revenues	<u>70,000</u>	<u>48,555</u>	<u>(21,445)</u>
<u>Expenditures</u>			
Current:			
Instruction:			
Regular:			
Supplies and Materials	8,741	8,741	0
Capital Outlay	46,496	36,823	9,673
Total Regular Instruction	<u>55,237</u>	<u>45,564</u>	<u>9,673</u>
Total Instruction	<u>55,237</u>	<u>45,564</u>	<u>9,673</u>
Support Services:			
Instructional Staff:			
Purchased Services	2,020	2,020	0
Total Support Services	<u>2,020</u>	<u>2,020</u>	<u>0</u>
Operation of Non-Instructional Services:			
Community Service:			
Salaries and Wages	2,300	2,300	0
Fringe Benefits	355	355	0
Supplies and Materials	2,770	2,615	155
Capital Outlay	10,097	9,167	930
Total Community Service	<u>15,522</u>	<u>14,437</u>	<u>1,085</u>
Total Expenditures	<u>72,779</u>	<u>62,021</u>	<u>10,758</u>
Excess of Revenues Over (Under) Expenditures	<u>(2,779)</u>	<u>(13,466)</u>	<u>(10,687)</u>
Fund Balance Beginning of Year	17,130	17,130	0
Prior Year Encumbrances Appropriated	2,744	2,744	0
Fund Balance End of Year	<u><u>\$ 17,095</u></u>	<u><u>\$ 6,408</u></u>	<u><u>\$ (10,687)</u></u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
DRUG FREE SCHOOLS SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Intergovernmental	\$ 63,000	\$ 56,367	\$ (6,633)
Total Revenues	<u>63,000</u>	<u>56,367</u>	<u>(6,633)</u>
<u>Expenditures</u>			
Current:			
Instruction:			
Regular:			
Salaries and Wages	20,611	14,200	6,411
Fringe Benefits	3,671	2,004	1,667
Purchased Services	35,844	35,844	0
Supplies and Materials	12,530	8,009	4,521
Capital Outlay	3,000	3,000	0
Total Instruction	<u>75,656</u>	<u>63,057</u>	<u>12,599</u>
Total Expenditures	<u>75,656</u>	<u>63,057</u>	<u>12,599</u>
Excess of Revenues Over (Under) Expenditures	(12,656)	(6,690)	5,966
Fund Balance Beginning of Year	17,974	17,974	0
Prior Year Encumbrances Appropriated	1,315	1,315	0
Fund Balance End of Year	<u><u>\$ 6,633</u></u>	<u><u>\$ 12,599</u></u>	<u><u>\$ 5,966</u></u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
EHA PRESCHOOL GRANTS FOR THE HANDICAPPED SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues</u>			
Intergovernmental	\$ 50,000	\$ 37,099	\$ (12,901)
Total Revenues	<u>50,000</u>	<u>37,099</u>	<u>(12,901)</u>
 <u>Expenditures</u>			
Current:			
Instruction:			
Regular:			
Salaries and Wages	32,228	28,082	4,146
Fringe Benefits	11,389	8,826	2,563
Capital Outlay	1,940	1,940	0
Total Regular Instruction	<u>45,557</u>	<u>38,848</u>	<u>6,709</u>
Total Expenditures	<u>45,557</u>	<u>38,848</u>	<u>6,709</u>
Excess of Revenues Over (Under) Expenditures	4,443	(1,749)	(6,192)
Fund Balance Beginning of Year	2,396	2,396	0
Prior Year Encumbrances Appropriated	1,940	1,940	0
 Fund Balance End of Year	 <u>\$ 8,779</u>	 <u>\$ 2,587</u>	 <u>\$ (6,192)</u>

**EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
GOALS 2000 SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

	Revised <u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Intergovernmental	\$ 90,702	\$ 27,243	\$ (63,459)
Total Revenues	<u>90,702</u>	<u>27,243</u>	<u>(63,459)</u>
<u>Expenditures</u>			
Current:			
Instruction:			
Regular:			
Salaries and Wages	36,368	36,067	301
Fringe Benefits	6,110	5,923	187
Purchased Services	14,162	14,055	107
Supplies and Materials	64,095	59,847	4,248
Total Regular	<u>120,735</u>	<u>115,892</u>	<u>4,843</u>
Total Instruction	<u>120,735</u>	<u>115,892</u>	<u>4,843</u>
Support Services:			
Instructional Staff:			
Salaries and Wages	2,917	2,917	0
Fringe Benefits	464	464	0
Supplies and Materials	1,000	160	840
Total Instructional Staff	<u>4,381</u>	<u>3,541</u>	<u>840</u>
Total Support Services	<u>4,381</u>	<u>3,541</u>	<u>840</u>
Total Expenditures	<u>125,116</u>	<u>119,433</u>	<u>5,683</u>
Excess of Revenues Over (Under) Expenditures	<u>(34,414)</u>	<u>(92,190)</u>	<u>(57,776)</u>
<u>Other Financing Sources (Uses)</u>			
Advances In	4,298	4,298	0
Advances Out	(4,298)	0	4,298
Total Other Financing Sources (Uses)	<u>0</u>	<u>4,298</u>	<u>4,298</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(34,414)</u>	<u>(87,892)</u>	<u>(53,478)</u>
Fund Balance Beginning of Year	81,572	81,572	0
Prior Year Encumbrances Appropriated	12,004	12,004	0
Fund Balance End of Year	<u>\$ 59,162</u>	<u>\$ 5,684</u>	<u>\$ (53,478)</u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
GOALS 2000 PROFICIENCY IMPROVEMENT SPECIAL REVENUE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$ 360,000	\$ 325,543	\$ (34,457)
Total Revenues	<u>360,000</u>	<u>325,543</u>	<u>(34,457)</u>
Expenditures			
Current:			
Instruction:			
Regular:			
Salaries and Wages	253,389	224,660	28,729
Fringe Benefits	58,914	51,265	7,649
Purchased Services	1,136	1,136	0
Supplies and Materials	12,303	12,177	126
Capital Outlay	55,780	55,780	0
Total Regular Instruction	<u>381,522</u>	<u>345,018</u>	<u>36,504</u>
Special:			
Salaries and Wages	450	450	0
Fringe Benefits	70	70	0
Supplies and Materials	470	470	0
Capital Outlay	367	367	0
Total Special Instruction	<u>1,357</u>	<u>1,357</u>	<u>0</u>
Adult/Continuing:			
Supplies and Materials	26	26	0
Total Adult/Continuing	<u>26</u>	<u>26</u>	<u>0</u>
Total Instruction	<u>382,905</u>	<u>346,401</u>	<u>36,504</u>
Support Services:			
Instructional Staff:			
Salaries and Wages	14,360	14,360	0
Fringe Benefits	3,151	3,151	0
Purchased Services	4,125	4,125	0
Supplies and Materials	4,800	4,800	0
Total Instructional Staff	<u>26,436</u>	<u>26,436</u>	<u>0</u>
Total Support Services	<u>26,436</u>	<u>26,436</u>	<u>0</u>
Total Expenditures	<u>409,341</u>	<u>372,837</u>	<u>36,504</u>
Excess of Revenues Over (Under) Expenditures	<u>(49,341)</u>	<u>(47,294)</u>	<u>2,047</u>
Fund Balance Beginning of Year	76,489	76,489	0
Prior Year Encumbrances Appropriated	7,309	7,309	0
Fund Balance End of Year	<u><u>\$ 34,457</u></u>	<u><u>\$ 36,504</u></u>	<u><u>\$ 2,047</u></u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
ALL SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Intergovernmental	\$ 5,240,456	\$ 3,721,998	\$(1,518,458)
Transportation Fees	75,600	21,461	(54,139)
Earnings on Investments	2,541	3,149	608
Food Services	3,200	0	(3,200)
Extracurricular	500,181	365,020	(135,161)
Miscellaneous	191,652	141,973	(49,679)
Total Revenues	<u>6,013,630</u>	<u>4,253,601</u>	<u>(1,760,029)</u>
Expenditures			
Current:			
Instruction:			
Regular:			
Salaries and Wages	825,510	726,768	98,742
Fringe Benefits	179,344	160,059	19,285
Purchased Services	197,328	172,408	24,920
Supplies and Materials	259,990	229,520	30,470
Capital Outlay	230,805	214,879	15,926
Total Regular Instruction	<u>1,692,977</u>	<u>1,503,634</u>	<u>189,343</u>
Special:			
Salaries and Wages	509,969	405,969	104,000
Fringe Benefits	145,006	119,844	25,162
Purchased Services	487,606	486,324	1,282
Supplies and Materials	29,737	24,327	5,410
Capital Outlay	2,307	2,307	0
Total Special Instruction	<u>1,174,625</u>	<u>1,038,771</u>	<u>135,854</u>
Adult/Continuing:			
Salaries and Wages	133,870	129,265	4,605
Fringe Benefits	15,306	13,346	1,960
Purchased Services	21,770	19,218	2,552
Supplies and Materials	27,464	25,846	1,618
Capital Outlay	7,620	7,620	0
Total Adult/Continuing	<u>206,030</u>	<u>195,295</u>	<u>10,735</u>
Total Instruction	<u>3,073,632</u>	<u>2,737,700</u>	<u>335,932</u>
Support Services:			
Pupil:			
Purchased Services	1,000	1,000	0
Supplies and Materials	10,520	10,520	0
Capital Outlay	3,266	3,266	0
Total Pupil	<u>14,786</u>	<u>14,786</u>	<u>0</u>

(Continued)

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
ALL SPECIAL REVENUE FUNDS (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Instructional Staff:			
Salaries and Wages	269,569	233,314	36,255
Fringe Benefits	104,295	91,798	12,497
Purchased Services	227,634	205,950	21,684
Supplies and Materials	85,961	50,150	35,811
Capital Outlay	26,000	23,808	2,192
Other	2,350	1,540	810
Total Instructional Staff	<u>715,809</u>	<u>606,560</u>	<u>109,249</u>
Administrative:			
Salaries and Wages	62,599	45,522	17,077
Fringe Benefits	8,182	6,035	2,147
Purchased Services	1,700	1,630	70
Total Administrative	<u>72,481</u>	<u>53,187</u>	<u>19,294</u>
Pupil Transportation:			
Purchased Services	3,192	2,992	200
Total Pupil Transportation	<u>3,192</u>	<u>2,992</u>	<u>200</u>
Central Services:			
Salaries and Wages	3,346	0	3,346
Fringe Benefits	573	0	573
Purchased Services	22,206	21,134	1,072
Supplies and Materials	2,881	0	2,881
Capital Outlay	13,700	0	13,700
Total Central Services	<u>42,706</u>	<u>21,134</u>	<u>21,572</u>
Total Support Services	<u>848,974</u>	<u>698,659</u>	<u>150,315</u>
Operation of Non-Instructional Services:			
Community Service:			
Salaries and Wages	391,288	338,777	52,511
Fringe Benefits	118,696	96,056	22,640
Purchased Services	310,811	289,198	21,613
Supplies and Materials	219,945	194,412	25,533
Capital Outlay	99,889	95,679	4,210
Other	600	600	0
Total Operation of Non-Instructional Services	<u>1,141,229</u>	<u>1,014,722</u>	<u>126,507</u>

(Continued)

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
ALL SPECIAL REVENUE FUNDS (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Extracurricular Activities:			
Academic-Subject Oriented Activities:			
Purchased Services	87,303	28,207	59,096
Supplies and Materials	67,452	17,815	49,637
Capital Outlay	26,538	10,336	16,202
Other	35,946	18,724	17,222
Total Academic-Subject Oriented Activities	<u>217,239</u>	<u>75,082</u>	<u>142,157</u>
Occupational Oriented Activities:			
Supplies and Materials	500	59	441
Total Occupational Oriented Activities	<u>500</u>	<u>59</u>	<u>441</u>
Sport Oriented Activities:			
Purchased Services	75,276	61,229	14,047
Supplies and Materials	9,750	9,274	476
Capital Outlay	93,773	89,060	4,713
Other	25,566	16,881	8,685
Total Sport Oriented Activities	<u>204,365</u>	<u>176,444</u>	<u>27,921</u>
Co-Curricular:			
Purchased Services	143,331	80,941	62,390
Supplies and Materials	239,436	156,523	82,913
Capital Outlay	47,890	18,007	29,883
Other	56,902	22,695	34,207
Total Co-Curricular	<u>487,559</u>	<u>278,166</u>	<u>209,393</u>
Total Extracurricular Activities	<u>909,663</u>	<u>529,751</u>	<u>379,912</u>
Total Expenditures	<u>5,973,498</u>	<u>4,980,832</u>	<u>992,666</u>
Excess of Revenues Over (Under) Expenditures	<u>40,132</u>	<u>(727,231)</u>	<u>(767,363)</u>
Other Financing Sources (Uses)			
Operating Transfers In	142,672	1,087	(141,585)
Operating Transfers Out	(134,500)	(7,578)	126,922
Advances In	4,298	4,298	0
Advances Out	(88,183)	(67,600)	20,583
Contingencies	(15,712)	0	15,712
Refund of Prior Year Receipts	(9,670)	(3,938)	5,732
Refund of Prior Year Expenditures	1,000	807	(193)
Total Other Financing Sources (Uses)	<u>(100,095)</u>	<u>(72,924)</u>	<u>27,171</u>
Excess of Revenue and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(59,963)</u>	<u>(800,155)</u>	<u>(740,192)</u>
Fund Balance Beginning of Year	890,634	890,634	0
Prior Year Encumbrances Appropriated	335,802	335,802	0
Fund Balance End of Year	<u><u>\$ 1,166,473</u></u>	<u><u>\$ 426,281</u></u>	<u><u>\$ (740,192)</u></u>

EUCLID CITY SCHOOL DISTRICT

DEBT SERVICE FUND

Bond Retirement Debt Service Fund - to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

Since there is only one debt service fund and the level of budgetary control is no greater than that presented in the combined financial statements, no additional financial statements are presented here.

EUCLID CITY SCHOOL DISTRICT

CAPITAL PROJECTS FUNDS

Capital Projects funds are used to account for the acquisition or construction of major capital facilities.

Permanent Improvement Fund - to account for all transactions related to the acquiring, constructing, or improving facilities.

Building Fund - to account for the receipts and expenditures related to all special bond funds in the District.

Replacement Fund - this fund exists for the replacement of equipment and other items not covered by the District's building and contents insurance.

Vocational Education Equipment - to account for the purchase of equipment used for vocational education purposes.

School Net Plus - a fund to account for monies received from the State of Ohio for the purpose of purchasing computers for K-4 grades.

**EUCLID CITY SCHOOL DISTRICT
COMBINING BALANCE SHEET
ALL CAPITAL PROJECTS FUNDS
JUNE 30, 2002**

	Permanent Improvement	Building	Replacement	Vocational Education Equipment	School Net Plus	Total
<u>Assets</u>						
Equity in Pooled Cash and Cash Equivalents	\$ 177,640	\$ 95	\$ 144,250	\$ 183	\$ 0	\$ 322,168
Receivables:						
Taxes	363,457	0	0	0	0	363,457
Total Assets	\$ 541,097	\$ 95	\$ 144,250	\$ 183	\$ 0	\$ 685,625
<u>Liabilities</u>						
Accounts Payable	\$ 2,168	\$ 0	\$ 0	\$ 0	\$ 0	\$ 2,168
Interfund Payable	0	0	0	6,425	0	6,425
Deferred Revenue	275,392	0	0	0	0	275,392
Notes Payable	0	2,715,000	0	0	0	2,715,000
Total Liabilities	277,560	2,715,000	0	6,425	0	2,998,985
<u>Fund Equity</u>						
Fund Balance:						
Reserved for:						
Property Taxes	80,619	0	0	0	0	80,619
Encumbrances	55,717	0	0	0	0	55,717
Unreserved, Undesignated	127,201	(2,714,905)	144,250	(6,242)	0	(2,449,696)
Total Fund Equity (Deficit)	263,537	(2,714,905)	144,250	(6,242)	0	(2,313,360)
Total Liabilities and Fund Equity	\$ 541,097	\$ 95	\$ 144,250	\$ 183	\$ 0	\$ 685,625

EUCLID 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

	Permanent <u>Improvement</u>	<u>Building</u>	<u>Replacement</u>	Vocational Education <u>Equipment</u>	School <u>Net Plus</u>	<u>Total</u>
<u>Revenues</u>						
Taxes	\$ 371,739	\$ 248,608	\$ 0	\$ 0	\$ 0	\$ 620,347
Intergovernmental	38,679	0	0	0	0	38,679
Earnings on Investments	0	95	3,556	0	0	3,651
Charge for Services	67,137	0	0	0	0	67,137
Total Revenues	<u>477,555</u>	<u>248,703</u>	<u>3,556</u>	<u>0</u>	<u>0</u>	<u>729,814</u>
<u>Expenditures</u>						
Instruction:						
Regular	0	0	282	0	71,616	71,898
Vocational Education	0	0	0	17,412	0	17,412
Support Services:						
Business	12,970	0	0	0	0	12,970
Operation and Maintenance of Plant Services	241,216	0	0	0	0	241,216
Capital Outlay	378,273	862,400	0	0	0	1,240,673
Debt Service:						
Interest and Fiscal Charges	0	41,208	0	0	0	41,208
Total Expenditures	<u>632,459</u>	<u>903,608</u>	<u>282</u>	<u>17,412</u>	<u>71,616</u>	<u>1,625,377</u>
Excess of Revenues Over (Under) Expenditures	<u>(154,904)</u>	<u>(654,905)</u>	<u>3,274</u>	<u>(17,412)</u>	<u>(71,616)</u>	<u>(895,563)</u>
Fund Balances Beginning of Year, Restated	<u>418,441</u>	<u>(2,060,000)</u>	<u>140,976</u>	<u>11,170</u>	<u>71,616</u>	<u>(1,417,797)</u>
Fund Balances (Deficit)- End of Year	<u><u>\$ 263,537</u></u>	<u><u>\$ (2,714,905)</u></u>	<u><u>\$ 144,250</u></u>	<u><u>\$ (6,242)</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ (2,313,360)</u></u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP) AND ACTUAL
PERMANENT IMPROVEMENT CAPITAL PROJECTS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Taxes	\$ 312,310	\$ 314,703	\$ 2,393
Intergovernmental	38,500	38,678	178
Charges for Services	0	67,137	67,137
Total Revenues	<u>350,810</u>	<u>420,518</u>	<u>69,708</u>
Expenditures			
Current:			
Instruction:			
Regular:			
Capital Outlay	2,000	0	2,000
Total Instruction	<u>2,000</u>	<u>0</u>	<u>2,000</u>
Support Services:			
Fiscal Services:			
Purchased Services	4,000	0	4,000
Total Support Service - Fiscal	<u>4,000</u>	<u>0</u>	<u>4,000</u>
Support Services:			
Business:			
Purchased Services	34,750	12,970	21,780
Total Support Services - Business	<u>34,750</u>	<u>12,970</u>	<u>21,780</u>
Operation and Maintenance of Plant Services:			
Purchased Services	229,600	229,362	238
Supplies and Materials	15,360	0	15,360
Capital Outlay	49,919	44,304	5,615
Total Operation and Maintenance of Plant Services	<u>294,879</u>	<u>273,666</u>	<u>21,213</u>
Total Support Services	<u>333,629</u>	<u>286,636</u>	<u>46,993</u>
Capital Outlay:			
Site Improvement Services:			
Purchased Services	143,640	143,640	0
Total Site Improvement Services	<u>143,640</u>	<u>143,640</u>	<u>0</u>
Arch. and Engineering Services			
Purchased Services	64,000	63,695	305
Total Arch. and Engineering Services	<u>64,000</u>	<u>63,695</u>	<u>305</u>
Building Improvement Services:			
Purchased Services	210,250	209,646	604
Total Building Improvement Services	<u>210,250</u>	<u>209,646</u>	<u>604</u>
Total Capital Outlay	<u>417,890</u>	<u>416,981</u>	<u>909</u>
Total Expenditures	<u>753,519</u>	<u>703,617</u>	<u>49,902</u>
Excess of Revenues Over (Under) Expenditures	<u>(402,709)</u>	<u>(283,099)</u>	<u>119,610</u>
Other Financing Sources (Uses)			
Contingencies	(2,481)	0	2,481
Total Other Financing Sources (Uses)	<u>(2,481)</u>	<u>0</u>	<u>2,481</u>
Excess of Revenue and Other Financing Sources Over (Under) Expenditures and Other Financing Sources	<u>(405,190)</u>	<u>(283,099)</u>	<u>122,091</u>
Fund Balance Beginning of Year	284,856	284,856	0
Prior Year Encumbrances Appropriated	117,998	117,998	0
Fund Balance End of Year	<u><u>\$ (2,336)</u></u>	<u><u>\$ 119,755</u></u>	<u><u>\$ 122,091</u></u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL -
BUILDING FUND CAPITAL PROJECTS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Taxes	\$ 248,608	\$ 248,608	\$ 0
Earnings on Investments	0	95	95
Total Revenues	<u>248,608</u>	<u>248,703</u>	<u>95</u>
<u>Expenditures</u>			
Current:			
Capital Outlay:			
Building Improvement Services:			
Purchased Services	862,400	862,400	0
Total Building Improvement Services	<u>862,400</u>	<u>862,400</u>	<u>0</u>
Total Capital Outlay	<u>862,400</u>	<u>862,400</u>	<u>0</u>
Debt Service:			
Interest and Fiscal Charges	41,208	41,208	0
Total Debt Service	<u>41,208</u>	<u>41,208</u>	<u>0</u>
Total Expenditures	<u>903,608</u>	<u>903,608</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	<u>(655,000)</u>	<u>(654,905)</u>	<u>95</u>
<u>Other Financing Sources (Uses)</u>			
Proceeds from Sale of Notes	3,577,400	3,577,400	0
Payment to Retire ST Notes	(2,922,400)	(2,922,400)	0
Total Other Financing Sources (Uses)	<u>655,000</u>	<u>655,000</u>	<u>0</u>
Excess of Revenue and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	0	95	95
Fund Balance Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	0	0	0
Fund Balance End of Year	<u><u>\$ 0</u></u>	<u><u>\$ 95</u></u>	<u><u>\$ 95</u></u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL -
REPLACEMENT CAPITAL PROJECTS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues</u>			
Earnings on Investments	\$ 8,000	\$ 3,556	\$ (4,444)
Total Revenues	<u>8,000</u>	<u>3,556</u>	<u>(4,444)</u>
<u>Expenditures</u>			
Current:			
Instruction:			
Regular:			
Capital Outlay	282	282	0
Total Regular Instruction	<u>282</u>	<u>282</u>	<u>0</u>
Total Instruction	<u>282</u>	<u>282</u>	<u>0</u>
Total Expenditures	<u>282</u>	<u>282</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	<u>7,718</u>	<u>3,274</u>	<u>(4,444)</u>
<u>Other Financing Sources (Uses)</u>			
Contingencies	(24,718)	0	24,718
Total Other Financing Sources (Uses)	<u>(24,718)</u>	<u>0</u>	<u>24,718</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(17,000)</u>	<u>3,274</u>	<u>20,274</u>
Fund Balance Beginning of Year	140,976	140,976	0
Prior Year Encumbrances Appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$ 123,976</u></u>	<u><u>\$ 144,250</u></u>	<u><u>\$ 20,274</u></u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL -
VOCATIONAL EDUCATION EQUIPMENT CAPITAL PROJECTS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues</u>			
Intergovernmental	\$ 17,716	\$ 11,381	\$ (6,335)
Total Revenues	<u>17,716</u>	<u>11,381</u>	<u>(6,335)</u>
<u>Expenditures</u>			
Current:			
Instruction:			
Vocational Education:			
Capital Outlay	12,484	12,301	183
Total Vocational Education	<u>12,484</u>	<u>12,301</u>	<u>183</u>
Total Instruction	<u>12,484</u>	<u>12,301</u>	<u>183</u>
Total Expenditures	<u>12,484</u>	<u>12,301</u>	<u>183</u>
Excess of Revenues Over (Under) Expenditures	<u>5,232</u>	<u>(920)</u>	<u>(6,152)</u>
<u>Other Financing Sources (Uses)</u>			
Advances In	12,484	12,484	0
Advances Out	(17,782)	(11,539)	6,243
Total Other Financing Sources (Uses)	<u>(5,298)</u>	<u>945</u>	<u>6,243</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(66)	25	91
Fund Balance Beginning of Year	158	158	0
Prior Year Encumbrances Appropriated	0	0	0
Fund Balance End of Year	<u>\$ 92</u>	<u>\$ 183</u>	<u>\$ 91</u>

**EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL -
SCHOOL NET PLUS CAPITAL PROJECTS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable <u>(Unfavorable)</u>
<u>Revenues</u>			
Intergovernmental	\$ 140,000	\$ 0	\$(140,000)
Total Revenues	<u>140,000</u>	<u>0</u>	<u>(140,000)</u>
<u>Expenditures</u>			
Current:			
Instruction:			
Regular:			
Capital Outlay - New	71,617	71,617	0
Total Regular	<u>71,617</u>	<u>71,617</u>	<u>0</u>
Total Instruction	<u>71,617</u>	<u>71,617</u>	<u>0</u>
Total Expenditures	<u>71,617</u>	<u>71,617</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	<u>68,383</u>	<u>(71,617)</u>	<u>(140,000)</u>
Fund Balance Beginning of Year	71,617	71,617	0
Prior Year Encumbrances Appropriated	0	0	0
Fund Balance End of Year	<u><u>\$ 140,000</u></u>	<u><u>\$ 0</u></u>	<u><u>\$(140,000)</u></u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-
BUDGET (NON-GAAP BASIS) AND ACTUAL -
ALL CAPITAL PROJECTS FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Taxes	\$ 560,918	\$ 563,311	\$ 2,393
Intergovernmental	196,216	50,059	(146,157)
Earnings on Investments	8,000	3,651	(4,349)
Charges for Services	0	67,137	67,137
Total Revenues	765,134	684,158	(80,976)
<u>Expenditures</u>			
Current:			
Instruction:			
Regular:			
Capital Outlay	73,899	71,899	2,000
Total Regular Instruction	73,899	71,899	2,000
Vocational Education:			
Capital Outlay	12,484	12,301	183
Total Vocational Education	12,484	12,301	183
Total Instruction	86,383	84,200	2,183
Support Services:			
Fiscal Services:			
Purchased Services	4,000	0	4,000
Total Fiscal Services	4,000	0	4,000
Business:			
Purchased Services	34,750	12,970	21,780
Total Business	34,750	12,970	21,780
Operation and Maintenance of Plant Services:			
Purchased Services	229,600	229,362	238
Supplies and Materials	15,360	0	15,360
Capital Outlay	49,919	44,304	5,615
Total Operation and Maintenance of Plant Services	294,879	273,666	21,213
Total Support Services	333,629	286,636	46,993
Capital Outlay:			
Site Improvement Services:			
Purchased Services	143,640	143,640	0
Total Site Improvement Services	143,640	143,640	0
Arch. and Engineering Services			
Purchased Services	64,000	63,695	305
Total Arch. and Engineering Services	64,000	63,695	305
Building Improvement Services:			
Purchased Services	1,072,650	1,072,046	604
Total Building Improvement Services	1,072,650	1,072,046	604
Total Capital Outlay	1,280,290	1,279,381	909

(Continued)

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
ALL CAPITAL PROJECTS FUNDS (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
Debt Service:			
Interest and Fiscal Charges	41,208	41,208	0
Total Debt Service	<u>41,208</u>	<u>41,208</u>	<u>0</u>
Total Expenditures	<u>1,741,510</u>	<u>1,691,425</u>	<u>50,085</u>
Excess of Revenues Over (Under) Expenditures	<u>(976,376)</u>	<u>(1,007,267)</u>	<u>(30,891)</u>
<u>Other Financing Sources (Uses)</u>			
Proceeds from Sale of Notes	3,577,400	3,577,400	0
Payment to Retire ST Notes	(2,922,400)	(2,922,400)	0
Advances In	12,484	12,484	0
Advances Out	(17,782)	(11,539)	6,243
Contingencies	(27,199)	0	27,199
Total Other Financing Sources (Uses)	<u>622,503</u>	<u>655,945</u>	<u>33,442</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(353,873)</u>	<u>(351,322)</u>	<u>2,551</u>
Fund Balance Beginning of Year	497,607	497,607	0
Prior Year Encumbrances Appropriated	<u>117,998</u>	<u>117,998</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$ 261,732</u></u>	<u><u>\$ 264,283</u></u>	<u><u>\$ 2,551</u></u>

EUCLID CITY SCHOOL DISTRICT

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 is primarily or solely to the general public be financed or recovered primarily through user charges.

Food Service - this fund accounts for the provision of food service to the District.

Uniform School Supplies - this fund accounts for the purchase of necessary supplies, materials, or other school related items above these items provided for general instruction, paid for by students.

Customer Services - this fund accounts for services provided primarily to the general public which are financed or recovered through user charges.

Adult and Community Education - this fund accounts for the provision of adult education classes to the District.

Child Care - this fund accounts for services provided primarily to the general public for day care services which are financed or recovered through user charges.

**EUCLID CITY SCHOOL DISTRICT
COMBINING BALANCE SHEET
ALL ENTERPRISE FUNDS
JUNE 30, 2002**

	<u>Food Service</u>	<u>Uniform School Supplies</u>	<u>Customer Services</u>	<u>Adult and Community Education</u>	<u>Child Care</u>	<u>Total</u>
<u>Assets</u>						
<u>Current Assets</u>						
Equity in Pooled Cash and Cash Equivalents	\$ 406,495	\$ 18,742	\$ 2,792	\$ 111,010	\$ 336,001	\$ 875,040
Intergovernmental Receivable	207,075	0	0	0	0	207,075
Prepaid Items	0	0	285	0	0	285
Materials and Supplies Inventory	27,835	0	0	0	0	27,835
Total Current Assets	<u>641,405</u>	<u>18,742</u>	<u>3,077</u>	<u>111,010</u>	<u>336,001</u>	<u>1,110,235</u>
Fixed Assets (Net of Depreciation)	62,352	0	4,155	9,853	0	76,360
Total Assets	<u>\$ 703,757</u>	<u>\$ 18,742</u>	<u>\$ 7,232</u>	<u>\$ 120,863</u>	<u>\$ 336,001</u>	<u>\$1,186,595</u>
<u>Liabilities</u>						
Accounts Payable	\$ 10,791	\$ 1,128	\$ 1,640	\$ 28,798	\$ 0	\$ 42,357
Accrued Salaries and Benefits Payable	9,470	0	0	0	19,706	29,176
Intergovernmental Payable	44,873	0	0	329	44,841	90,043
Employee Benefit Obligations Payable	38,939	0	0	0	28,410	67,349
Total Liabilities	<u>104,073</u>	<u>1,128</u>	<u>1,640</u>	<u>29,127</u>	<u>92,957</u>	<u>228,925</u>
<u>Fund Equity</u>						
Contributed Capital	41,097	0	11,002	0	0	52,099
Retained Earnings: Unreserved	558,587	17,614	(5,410)	91,736	243,044	905,571
Total Fund Equity	<u>599,684</u>	<u>17,614</u>	<u>5,592</u>	<u>91,736</u>	<u>243,044</u>	<u>957,670</u>
Total Liabilities and Fund Equity	<u>\$ 703,757</u>	<u>\$ 18,742</u>	<u>\$ 7,232</u>	<u>\$ 120,863</u>	<u>\$ 336,001</u>	<u>\$1,186,595</u>

EUCLID CITY SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN FUND EQUITY - ALL ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Food Service</u>	<u>Uniform School Supplies</u>	<u>Customer Services</u>	<u>Adult and Community Education</u>	<u>Child Care</u>	<u>Total</u>
<u>Operating Revenues</u>						
Tuition	\$ 0	\$ 0	\$ 0	\$ 88,035	\$ 708,123	\$ 796,158
Transportation Fees	0	0	0	0	15,202	15,202
Food Services	761,280	0	0	0	0	761,280
Classroom Materials and Fees	0	0	0	16,222	0	16,222
Miscellaneous	0	0	15,359	49	18,496	33,904
Total Operating Revenues	<u>761,280</u>	<u>0</u>	<u>15,359</u>	<u>104,306</u>	<u>741,821</u>	<u>1,622,766</u>
<u>Operating Expenses</u>						
Salaries and Wages	595,302	0	0	10,295	374,015	979,612
Fringe Benefits	275,506	0	0	1,869	183,456	460,831
Purchased Services	16,633	0	562	64,686	64,805	146,686
Supplies and Materials	689,116	7,927	24,115	4,623	58,466	784,247
Depreciation	12,489	0	3,032	5,553	0	21,074
Capital Outlay	26,448	0	0	40,627	2,349	69,424
Other Expenses	2,127	0	0	14,180	789	17,096
Total Operating Expenses	<u>1,617,621</u>	<u>7,927</u>	<u>27,709</u>	<u>141,833</u>	<u>683,880</u>	<u>2,478,970</u>
Operating Income (Loss)	<u>(856,341)</u>	<u>(7,927)</u>	<u>(12,350)</u>	<u>(37,527)</u>	<u>57,941</u>	<u>(856,204)</u>
<u>Non-Operating Revenue</u>						
Earnings on Investments	6,182	0	0	0	0	6,182
Operating Grants	802,387	0	0	5,080	0	807,467
Donated Commodities	87,783	0	0	0	0	87,783
Gain from Sale of Assets	0	6,433	0	0	0	6,433
Total Non-Operating Revenue	<u>896,352</u>	<u>6,433</u>	<u>0</u>	<u>5,080</u>	<u>0</u>	<u>907,865</u>
Net Income (Loss)	40,011	(1,494)	(12,350)	(32,447)	57,941	51,661
<u>Operating Transfers</u>						
Operating Transfers Out	0	(13,715)	0	0	0	(13,715)
Total Operating Transfers	<u>0</u>	<u>(13,715)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(13,715)</u>
Net Income (Loss)	40,011	(15,209)	(12,350)	(32,447)	57,941	37,946
Retained Earnings						
Beginning of Year (Restated)	518,576	32,823	6,940	124,183	185,103	867,625
Retained Earnings End of Year						
Contributed Capital	558,587	17,614	(5,410)	91,736	243,044	905,571
Beginning and End of Year	41,097	0	11,002	0	0	52,099
Total Fund Equity						
End of Year	<u><u>\$ 599,684</u></u>	<u><u>\$ 17,614</u></u>	<u><u>\$ 5,592</u></u>	<u><u>\$ 91,736</u></u>	<u><u>\$ 243,044</u></u>	<u><u>\$ 957,670</u></u>

EUCLID CITY SCHOOL DISTRICT
COMBINING STATEMENT OF CASH FLOWS - ALL ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

<i>Increase (Decrease) in Cash and Cash Equivalents</i>	Food Service	Uniform School Supplies	Customer Services	Adult and Community Education	Child Care	Total
<u>Cash Flows from Operating Activities</u>						
Cash Received from Customers	\$ 761,280	\$ 0	\$ 15,359	\$ 104,306	\$ 741,821	\$ 1,622,766
Cash Payments for Goods and Services	(707,921)	(6,799)	(26,567)	(81,138)	(125,682)	(948,107)
Cash Payments to Employees for Services	(633,247)	0	0	(10,295)	(399,928)	(1,043,470)
Cash Payments for Employee Benefits	(212,162)	0	0	(1,540)	(155,886)	(369,588)
Cash Payments for Other Operating Expenses	(2,127)	0	0	(14,249)	(789)	(17,165)
Net Cash Provided by (Used for) Operating Activities	(794,177)	(6,799)	(11,208)	(2,916)	59,536	(755,564)
<u>Cash Flows from Noncapital Financing Activities</u>						
Operating Grants Received	784,585	0	0	5,080	0	789,665
Operating Transfer Out	0	(13,715)	0	0	0	(13,715)
Net Cash Provided by Noncapital Financing Activities	784,585	(13,715)	0	5,080	0	775,950
<u>Cash Flows from Capital and Related Financing Activities</u>						
Payments for Capital Acquisitions	(5,995)	0	(3,454)	0	0	(9,449)
Proceeds from Sale of Assets	0	6,433	0	0	0	6,433
Net Cash Provided By (Used for) Capital and Related Financing Activities	(5,995)	6,433	(3,454)	0	0	(3,016)
<u>Cash Flows from Investing Activities</u>						
Earnings on Investments	6,182	0	0	0	0	6,182
Net Cash Provided by Investing Activities	6,182	0	0	0	0	6,182
Net Increase (Decrease) in Cash and Cash Equivalents	(9,405)	(14,081)	(14,662)	2,164	59,536	23,552
Cash and Cash Equivalents Beginning of Year	415,900	32,823	17,454	108,846	276,465	851,488
Cash and Cash Equivalents End of Year	<u>\$ 406,495</u>	<u>\$ 18,742</u>	<u>\$ 2,792</u>	<u>\$ 111,010</u>	<u>\$ 336,001</u>	<u>\$ 875,040</u>
<u>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities</u>						
Operating Income (Loss)	\$ (856,341)	\$ (7,927)	\$ (12,350)	\$ (37,527)	\$ 57,941	\$ (856,204)
<u>Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities</u>						
Depreciation	12,489	0	3,032	5,553	0	21,074
(Increase) Decrease in Assets:						
Prepaid Expenses	0	0	(285)	0	0	(285)
Materials and Supplies Inventory	19,662	0	0	0	0	19,662
Increase (Decrease) in Liabilities:						
Accounts Payable	4,614	1,128	(1,605)	28,729	0	32,866
Accrued Salaries and Benefits Payable	(25)	0	0	0	(1,478)	(1,503)
Intergovernmental Payable	24,405	0	0	329	1,001	25,735
Employee Benefit Obligations Payable	1,019	0	0	0	2,072	3,091
Total Adjustments	62,164	1,128	1,142	34,611	1,595	100,640
Net Cash Provided by (Used for) Operating Activities	<u>\$ (794,177)</u>	<u>\$ (6,799)</u>	<u>\$ (11,208)</u>	<u>\$ (2,916)</u>	<u>\$ 59,536</u>	<u>\$ (755,564)</u>

Schedule of Noncash Financing Activities

During the year, the Food Service Enterprise Fund received Donated Commodities of \$87,783.

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND EQUITY -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
FOOD SERVICE ENTERPRISE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Earnings on Investments	\$ 8,000	\$ 6,182	\$ (1,818)
Grant Revenue	788,394	784,585	(3,809)
Food Services	803,606	761,280	(42,326)
Total Revenue	<u>1,600,000</u>	<u>1,552,047</u>	<u>(47,953)</u>
Expenses			
Salaries and Wages:			
Operation of Non-Instructional Services:			
Food Service Operations	635,927	633,247	2,680
Total Salaries and Wages	<u>635,927</u>	<u>633,247</u>	<u>2,680</u>
Fringe Benefits:			
Food Service Operations	220,055	212,662	7,393
Total Fringe Benefits	<u>220,055</u>	<u>212,662</u>	<u>7,393</u>
Purchased Services:			
Supporting Services:			
Operation and Maintenance of Plant Service	5,457	4,486	971
Food Service Operations	34,564	34,192	372
Total Purchased Services	<u>40,021</u>	<u>38,678</u>	<u>1,343</u>
Supplies and Materials:			
Supporting Services:			
Operation and Maintenance of Plant Service	25,882	25,202	680
Food Service Operations	647,648	637,548	10,100
Total Supplies and Materials	<u>673,530</u>	<u>662,750</u>	<u>10,780</u>
Capital Outlay:			
Food Service Operations	60,349	54,443	5,906
Total Capital Outlay	<u>60,349</u>	<u>54,443</u>	<u>5,906</u>
Other - Food Services	<u>3,600</u>	<u>2,027</u>	<u>1,573</u>
Total Expenses	<u>1,633,482</u>	<u>1,603,807</u>	<u>29,675</u>
Excess of Revenues Over (Under) Expenses	<u>(33,482)</u>	<u>(51,760)</u>	<u>(18,278)</u>
Other Financing Sources (Uses)			
Refund of Prior Year Receipts	(100)	(100)	0
Total Other Financing Sources (Uses)	<u>(100)</u>	<u>(100)</u>	<u>0</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenses and Other Financing Uses	<u>(33,582)</u>	<u>(51,860)</u>	<u>(18,278)</u>
Fund Equity Beginning of Year	392,538	392,538	0
Prior Year Encumbrances Appropriated	23,361	23,361	0
Fund Equity End of Year	<u><u>\$ 382,317</u></u>	<u><u>\$ 364,039</u></u>	<u><u>\$ (18,278)</u></u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND EQUITY -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
UNIFORM SCHOOL SUPPLIES ENTERPRISE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>	\$ 0	\$ 0	\$ 0
<u>Expenses</u>			
Supplies and Materials:			
Regular Instruction	29,107	15,475	13,632
Total Supplies and Materials	29,107	15,475	13,632
Total Expenses	29,107	15,475	13,632
Excess of Revenues Over (Under) Expenses	(29,107)	(15,475)	13,632
<u>Other Financing Sources (Uses)</u>			
Sale and Loss of Assets	9,500	6,433	(3,067)
Operating Transfers Out	(13,715)	(13,715)	0
Total Other Financing Sources (Uses)	(4,215)	(7,282)	(3,067)
Excess of Revenue and Other Financing Sources Over (Under) Expenses and Other Financing Uses	(33,322)	(22,757)	10,565
Fund Equity Beginning of Year	32,053	32,053	0
Prior Year Encumbrances Appropriated	769	769	0
Fund Equity End of Year	\$ (500)	\$ 10,065	\$ 10,565

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND EQUITY -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
CUSTOMER SERVICES ENTERPRISE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Miscellaneous	\$ 14,554	\$ 15,359	\$ 805
Total Revenues	<u>14,554</u>	<u>15,359</u>	<u>805</u>
<u>Expenses</u>			
Purchased Services:			
Vocational Instruction	1,060	1,058	2
Total Purchased Services	<u>1,060</u>	<u>1,058</u>	<u>2</u>
Supplies and Materials:			
Vocational Education	34,940	28,983	5,957
Total Supplies and Materials	<u>34,940</u>	<u>28,983</u>	<u>5,957</u>
Other:			
Vocational Instruction	1,000	0	1,000
Total Other Expenses	<u>1,000</u>	<u>0</u>	<u>1,000</u>
Total Expenses	<u>37,000</u>	<u>30,041</u>	<u>6,959</u>
Excess of Revenues Over (Under) Expenses	<u>(22,446)</u>	<u>(14,682)</u>	<u>7,764</u>
Fund Equity Beginning of Year	14,705	14,705	0
Prior Year Encumbrances Appropriated	2,749	2,749	0
Fund Equity End of Year	<u><u>\$ (4,992)</u></u>	<u><u>\$ 2,772</u></u>	<u><u>\$ 7,764</u></u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND EQUITY -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
ADULT AND COMMUNITY EDUCATION ENTERPRISE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Tuition	\$ 101,300	\$ 88,035	\$ (13,265)
Grant Revenue	1,200	5,080	3,880
Classroom Materials and Fees	8,000	16,222	8,222
Miscellaneous	1,500	0	(1,500)
Total Revenues	112,000	109,337	(2,663)
Expenses			
Salaries and Wages:			
Adult/Continuing Instruction	15,000	10,295	4,705
Total Salaries and Wages	15,000	10,295	4,705
Fringe Benefits:			
Adult/Continuing Instruction	3,300	1,540	1,760
Total Fringe Benefits	3,300	1,540	1,760
Purchased Services:			
Adult/Continuing Instruction	77,000	63,267	13,733
Administrative Support Services	2,080	2,045	35
Operation and Maintenance of Plant Services	200	135	65
Total Purchased Services	79,280	65,447	13,833
Supplies and Materials:			
Adult/Continuing Instruction	4,927	4,423	504
Administration Support Services	298	200	98
Total Supplies and Materials	5,225	4,623	602
Capital Outlay:			
Adult/Continuing Instruction	43,189	42,977	212
Total Capital Outlay	43,189	42,977	212
Other:			
Adult/Continuing Instruction	250	0	250
Administration Support Services	2,700	125	2,575
Fiscal Services	1,600	1,248	352
Total Other Expenses	4,550	1,373	3,177
Total Expenses	150,544	126,255	24,289
Excess of Revenues Over (Under) Expenses	(38,544)	(16,918)	21,626
Other Financing Sources (Uses)			
Contingencies	(2,107)	0	2,107
Refund of Prior Year Receipts	(14,000)	(12,876)	1,124
Refund of Prior Year Expenses	100	49	(51)
Total Other Financing Sources (Uses)	(16,007)	(12,827)	3,180
Excess of Revenues and Other Financing Sources Over (Under) Expenses and Other Financing Uses	(54,551)	(29,745)	24,806
Fund Equity Beginning of Year	105,457	105,457	0
Prior Year Encumbrances Appropriated	3,390	3,390	0
Fund Equity End of Year	\$ 54,296	\$ 79,102	\$ 24,806

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND EQUITY -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
CHILD CARE ENTERPRISE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Tuition	\$ 701,821	\$ 708,123	\$ 6,302
Transportation Fees	25,000	15,202	(9,798)
Miscellaneous	8,625	18,496	9,871
Total Revenues	735,446	741,821	6,375
<u>Expenses</u>			
Salaries and Wages:			
Custody and Child Care Service	425,785	399,928	25,857
Total Salaries and Wages	425,785	399,928	25,857
Fringe Benefits:			
Custody and Child Care Service	157,211	155,886	1,325
Total Fringe Benefits	157,211	155,886	1,325
Purchased Services:			
Operation and Maintenance of Plant Services	47,567	46,784	783
Custody and Child Care Service	28,295	23,783	4,512
Fiscal Services	500	500	0
Total Purchased Services	76,362	71,067	5,295
Supplies and Materials:			
Operation and Maintenance of Plant Services	500	0	500
Custody and Child Care Service	77,510	66,022	11,488
Total Supplies and Materials	78,010	66,022	11,988
Capital Outlay:			
Custody and Child Care Service	2,388	2,349	39
Total Capital Outlay	2,388	2,349	39
Other:			
Fiscal Services	260	260	0
Custody and Child Care Service	380	380	0
Total Other Expenses	640	640	0
Total Expenses	740,396	695,892	44,504
Excess of Revenues Over (Under) Expenses	(4,950)	45,929	50,879
<u>Other Financing Sources (Uses)</u>			
Refund of Prior Year Receipts	(200)	(149)	51
Total Other Financing Sources (Uses)	(200)	(149)	51
Excess of Revenues and Other Financing Sources Over (Under) Expenses and Other Financing Uses	(5,150)	45,780	50,930
Fund Equity Beginning of Year	256,733	256,733	0
Prior Year Encumbrances Appropriated	19,732	19,732	0
Fund Equity End of Year	\$ 271,315	\$ 322,245	\$ 50,930

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND EQUITY -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
ALL ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues</u>			
Tuition	\$ 803,121	\$ 796,158	\$ (6,963)
Transportation Fees	25,000	15,202	(9,798)
Earnings on Investments	8,000	6,182	(1,818)
Grant Revenue	789,594	789,665	71
Food Services	803,606	761,280	(42,326)
Classroom Materials and Fees	8,000	16,222	8,222
Miscellaneous	24,679	33,855	9,176
Total Revenues	<u>2,462,000</u>	<u>2,418,564</u>	<u>(43,436)</u>
<u>Expenses</u>			
Salaries and Wages:			
Adult/Continuing Instruction	15,000	10,295	4,705
Food Service Operations	635,927	633,247	2,680
Community Services	425,785	399,928	25,857
Total Salaries and Wages	<u>1,076,712</u>	<u>1,043,470</u>	<u>33,242</u>
Fringe Benefits:			
Adult/Continuing Instruction	3,300	1,540	1,760
Food Service Operations	220,055	212,662	7,393
Community Services	157,211	155,886	1,325
Total Fringe Benefits	<u>380,566</u>	<u>370,088</u>	<u>10,478</u>
Purchased Services:			
Vocational Instruction	1,060	1,058	2
Adult/Continuing Instruction	77,000	63,267	13,733
Administration Support Services	2,080	2,045	35
Fiscal Services	500	500	0
Operation & Maintenance of Plant Services	53,224	51,405	1,819
Food Service Operations	34,564	34,192	372
Community Services	28,295	23,783	4,512
Total Purchased Services	<u>196,723</u>	<u>176,250</u>	<u>20,473</u>
Supplies and Materials:			
Regular Instruction	29,107	15,475	13,632
Vocational Education	34,940	28,983	5,957
Adult/Continuing Instruction	4,927	4,423	504
Administration	298	200	98
Operation and Maintenance of Plant Services	26,382	25,202	1,180
Food Service Operations	647,648	637,548	10,100
Community Services	77,510	66,022	11,488
Total Supplies and Materials	<u>820,812</u>	<u>777,853</u>	<u>42,959</u>

(Continued)

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND EQUITY -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
ALL ENTERPRISE FUNDS (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Capital Outlay:			
Adult/Continuing Instruction	43,189	42,977	212
Food Service Operations	60,349	54,443	5,906
Community Services	2,388	2,349	39
Total Capital Outlay	<u>105,926</u>	<u>99,769</u>	<u>6,157</u>
Other:			
Vocational Instruction	1,000	0	1,000
Adult/Community Instruction	250	0	250
Administration	2,700	125	2,575
Fiscal Services	1,860	1,508	352
Food Service Operations	3,600	2,027	1,573
Community Services	380	380	0
Total Other Expenses	<u>9,790</u>	<u>4,040</u>	<u>5,750</u>
Total Expenses	<u>2,590,529</u>	<u>2,471,470</u>	<u>119,059</u>
Excess of Revenues Over (Under) Expenses	<u>(128,529)</u>	<u>(52,906)</u>	<u>75,623</u>
Other Financing Sources (Uses)			
Sale and Loss of Assets	9,500	6,433	(3,067)
Operating Transfers Out	(13,715)	(13,715)	0
Contingencies	(2,107)	0	2,107
Refund of Prior Year Receipts	(14,300)	(13,125)	1,175
Refund of Prior Year Expenses	100	49	(51)
Total Other Financing Sources (Uses)	<u>(20,522)</u>	<u>(20,358)</u>	<u>164</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenses and Other Financing Uses	<u>(149,051)</u>	<u>(73,264)</u>	<u>75,787</u>
Fund Equity Beginning of Year	801,486	801,486	0
Prior Year Encumbrances Appropriated	50,001	50,001	0
Fund Equity End of Year	<u>\$ 702,436</u>	<u>\$ 778,223</u>	<u>\$ 75,787</u>

EUCLID CITY SCHOOL DISTRICT

INTERNAL SERVICE FUNDS

Internal Service Funds are used to account for the financing of services provided by one department to other departments of the government or to other districts on a cost reimbursement basis.

Special Rotary - this fund provides for the purchase of services and equipment by internal persons and organizations.

Health Reserve - this fund is to account for the receipt and expenditure of funds for medical and dental claims for employees.

Worker's Compensation - to account for the claims and premiums paid to the State for worker's compensation insurance.

**EUCLID CITY SCHOOL DISTRICT
COMBINING BALANCE SHEET
ALL INTERNAL SERVICE FUNDS
JUNE 30, 2002**

	<u>Special Rotary</u>	<u>Health Reserve</u>	<u>Worker's Compensation</u>	<u>Total</u>
<u>Assets</u>				
<u>Current Assets</u>				
Equity in Pooled Cash and Cash Equivalents	\$ 211,033	\$ 2,171,558	\$1,874,882	\$ 4,257,473
Total Current Assets	<u>211,033</u>	<u>2,171,558</u>	<u>1,874,882</u>	<u>4,257,473</u>
Fixed Assets (Net of Accumulated Depreciation)	35,391	0	0	35,391
Total Assets	<u>\$ 246,424</u>	<u>\$ 2,171,558</u>	<u>\$1,874,882</u>	<u>\$ 4,292,864</u>
<u>Liabilities</u>				
<u>Current Liabilities</u>				
Accounts Payable	\$ 7,089	\$ 0	\$ 95	\$ 7,184
Intergovernmental Payable	0	0	42,231	42,231
Insurance Claims Payable	0	805,406	0	805,406
Workers Comp. Claims Payable	0	0	260,267	260,267
Total Liabilities	<u>7,089</u>	<u>805,406</u>	<u>302,593</u>	<u>1,115,088</u>
<u>Fund Equity</u>				
Retained Earnings: Unreserved	239,335	1,366,152	1,572,289	3,177,776
Total Fund Equity	<u>239,335</u>	<u>1,366,152</u>	<u>1,572,289</u>	<u>3,177,776</u>
Total Liabilities and Fund Equity	<u>\$ 246,424</u>	<u>\$ 2,171,558</u>	<u>\$1,874,882</u>	<u>\$ 4,292,864</u>

EUCLID CITY SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN FUND EQUITY - ALL INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Special Rotary</u>	<u>Health Reserve</u>	<u>Worker's Compensation</u>	<u>Total</u>
<u>Operating Revenues</u>				
Tuition	\$ 40,960	\$ 0	\$ 0	\$ 40,960
Transportation Fees	15,444	0	0	15,444
Extracurricular Activities	5,048	0	0	5,048
Classroom Materials and Fees	119,850	0	0	119,850
Charges for Services	682,110	4,673,502	246,269	5,601,881
Miscellaneous	94,291	0	0	94,291
Total Operating Revenues	<u>957,703</u>	<u>4,673,502</u>	<u>246,269</u>	<u>5,877,474</u>
<u>Operating Expenses</u>				
Salaries and Wages	29,620	0	0	29,620
Fringe Benefits	679,880	4,946,879	272,804	5,899,563
Purchased Services	55,707	0	490	56,197
Supplies and Materials	51,820	0	395	52,215
Depreciation	7,766	0	0	7,766
Capital Outlay	43,257	0	0	43,257
Other Expenses	161,333	0	0	161,333
Total Operating Expenses	<u>1,029,383</u>	<u>4,946,879</u>	<u>273,689</u>	<u>6,249,951</u>
Operating Income (Loss)	<u>(71,680)</u>	<u>(273,377)</u>	<u>(27,420)</u>	<u>(372,477)</u>
<u>Non-Operating Revenues</u>				
Earnings on Investments	0	66,762	57,109	123,871
Total Non-Operating Revenues	<u>0</u>	<u>66,762</u>	<u>57,109</u>	<u>123,871</u>
Net Income (Loss)	<u>(71,680)</u>	<u>(206,615)</u>	<u>29,689</u>	<u>(248,606)</u>
<u>Operating Transfers</u>				
Operating Transfers Out	0	(1,330,080)	0	(1,330,080)
Total Operating Transfers	<u>0</u>	<u>(1,330,080)</u>	<u>0</u>	<u>(1,330,080)</u>
Net Income (Loss)	<u>(71,680)</u>	<u>(1,536,695)</u>	<u>29,689</u>	<u>(1,578,686)</u>
Retained Earnings Beginning of Year	311,015	2,902,847	1,542,600	4,756,462
Retained Earnings End of Year	<u>\$ 239,335</u>	<u>\$ 1,366,152</u>	<u>\$ 1,572,289</u>	<u>\$ 3,177,776</u>

**EUCLID CITY SCHOOL DISTRICT
COMBINING STATEMENT OF CASH FLOWS
ALL INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

	Special Rotary	Health Reserve	Worker's Compensation	Total
<i>Increase (Decrease) in Cash and Cash Equivalents</i>				
<u>Cash Flows from Operating Activities</u>				
Cash Received from Customers	\$ 863,423	\$ 4,673,502	\$ 246,269	\$ 5,783,194
Cash Received from Other Operating Sources	94,780	0	0	94,780
Cash Payments for Goods and Services	(143,710)	0	(790)	(144,500)
Cash Payments to Employees for Services	(33,222)	0	0	(33,222)
Cash Payments for Employee Benefits	(680,119)	(4,403,247)	(354,904)	(5,438,270)
Cash Payments for Other Operating Expenses	(161,333)	0	0	(161,333)
Net Cash Provided by (Used for) Operating Activities	(60,181)	270,255	(109,425)	100,649
<u>Cash Flows from Non-Capital Financing Activities</u>				
Operating Transfers Out	0	(1,330,080)	0	(1,330,080)
Net Cash Provided by Non-Capital Financing Activities	0	(1,330,080)	0	(1,330,080)
<u>Cash Flows from Capital and Related Financing Activities</u>				
Payments for Capital Acquisition	(14,589)	0	0	(14,589)
Net Cash (Used for) Capital and Related Financing Activities	(14,589)	0	0	(14,589)
<u>Cash Flows from Investing Activities</u>				
Earnings on Investments	0	66,762	57,109	123,871
Net Cash Provided by Investing Activities	0	66,762	57,109	123,871
Net Increase (Decrease) in Cash and Cash Equivalents	(74,770)	(993,063)	(52,316)	(1,120,149)
Cash and Cash Equivalents - Beginning of Year	285,803	3,164,621	1,927,198	5,377,622
Cash and Cash Equivalents - End of Year	<u>\$ 211,033</u>	<u>\$ 2,171,558</u>	<u>\$ 1,874,882</u>	<u>\$ 4,257,473</u>
<u>Reconciliation of Operating Income (Loss) to to Net Cash Provided by (Used for)</u>				
<u>Operating Activities</u>				
Operating Income (Loss)	\$ (71,680)	\$ (273,377)	\$ (27,420)	\$ (372,477)
<u>Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for)</u>				
<u>Operating Activities</u>				
Depreciation	7,766	0	0	7,766
Decrease (Increase) in Assets:				
Interfund Receivable	500	0	0	500
Increase/ (Decrease) in Liabilities:				
Accounts Payable	5,330	0	95	5,425
Accrued Salaries and Benefits Payable	(1,858)	0	(18,860)	(20,718)
Intergovernmental Payable	(239)	0	42,231	41,992
Claims Payable	0	543,632	(105,471)	438,161
Total Adjustments	11,499	543,632	(82,005)	473,126
Net Cash Provided by (Used for) Operating Activities	<u>\$ (60,181)</u>	<u>\$ 270,255</u>	<u>\$ (109,425)</u>	<u>\$ 100,649</u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND EQUITY -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
SPECIAL ROTARY INTERNAL SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Tuition	\$ 40,960	\$ 40,960	\$ 0
Transportation Fees	23,200	15,444	(7,756)
Extracurricular Activities	550	5,048	4,498
Classroom Materials and Fees	150,100	119,844	(30,256)
Miscellaneous	107,993	94,780	(13,213)
Charges for Services	777,197	682,110	(95,087)
Total Revenues	<u>1,100,000</u>	<u>958,186</u>	<u>(141,814)</u>
<u>Expenses</u>			
Salaries and Wages:			
Regular Instruction	7,192	2,868	4,324
Community Services	28,000	25,559	2,441
Operation and Maintenance of Plant Services	5,000	4,795	205
Total Salaries and Wages	<u>40,192</u>	<u>33,222</u>	<u>6,970</u>
Fringe Benefits:			
Regular Instruction	1,253	577	676
Community Services	703,000	679,408	23,592
Operation and Maintenance of Plant Services	500	134	366
Total Fringe Benefits	<u>704,753</u>	<u>680,119</u>	<u>24,634</u>
Purchased Services:			
Regular Instruction	45,950	40,025	5,925
Co-Curricular	23,490	15,304	8,186
Community Services	6,960	988	5,972
Total Purchased Services	<u>76,400</u>	<u>56,317</u>	<u>20,083</u>
Supplies and Materials:			
Regular Instruction	45,055	24,019	21,036
Adult/Continuing Instruction	15	15	0
Community Services	35,438	28,541	6,897
Co-Curricular Activities	31	31	0
Total Supplies and Materials	<u>80,539</u>	<u>52,606</u>	<u>27,933</u>

(Continued)

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND EQUITY -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
SPECIAL ROTARY INTERNAL SERVICE FUND (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Capital Outlay:			
Regular Instruction	105,000	47,017	57,983
Instruction Staff	10,000	2,064	7,936
Community Services	40,407	8,765	31,642
Total Capital Outlay	155,407	57,846	97,561
Other:			
Community Services	48	48	0
Co-Curricular Activities	188,142	157,085	31,057
Total Other Expenses	188,190	157,133	31,057
Total Expenses	1,245,481	1,037,243	208,238
Excess of Revenues Over (Under) Expenses	(145,481)	(79,057)	66,424
<u>Other Financing Sources (Uses)</u>			
Contingencies	(736)	0	736
Refund of Prior Year Receipts	(6,653)	(4,200)	2,453
Refund of Prior Year Expenses	0	11	11
Total Other Financing Sources (Uses)	(7,389)	(4,189)	3,200
Excess of Revenues and Other Financing Sources Over (Under) Expenses and Other Financing Uses	(152,870)	(83,246)	69,624
Fund Equity Beginning of Year	264,090	264,090	0
Prior Year Encumbrances Appropriated	21,719	21,719	0
Fund Equity End of Year	\$ 132,939	\$ 202,563	\$ 69,624

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND EQUITY -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
HEALTH RESERVE INTERNAL SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Earnings on Investments	\$ 65,028	\$ 66,762	\$ 1,734
Charges for Services	4,279,812	4,673,498	393,686
Total Revenues	4,344,840	4,740,260	395,420
<u>Expenses</u>			
Fringe Benefits:			
Central	6,179,321	4,403,247	1,776,074
Total Fringe Benefits	6,179,321	4,403,247	1,776,074
Total Expenses	6,179,321	4,403,247	1,776,074
Excess of Revenues Over (Under) Expenses	(1,834,481)	337,013	2,171,494
<u>Other Financing Sources (Uses)</u>			
Operating Transfer Out	(1,330,080)	(1,330,080)	0
Total Other Financing Sources (Uses)	(1,330,080)	(1,330,080)	0
Excess of Revenues and Other Financing Sources Over (Under) Expenses and Other Financing Uses	(3,164,561)	(993,067)	2,171,494
Fund Equity Beginning of Year	3,164,625	3,164,625	0
Prior Year Encumbrances Appropriated	0	0	0
Fund Equity End of Year	\$ 64	\$2,171,558	\$2,171,494

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND EQUITY -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
WORKERS' COMPENSATION INTERNAL SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Earnings on Investments	\$ 90,000	\$ 57,109	\$ (32,891)
Charges for Services	560,000	246,269	(313,731)
Total Revenues	<u>650,000</u>	<u>303,378</u>	<u>(346,622)</u>
<u>Expenses</u>			
Fringe Benefits:			
Central	356,700	354,904	1,796
Total Fringe Benefits	<u>356,700</u>	<u>354,904</u>	<u>1,796</u>
Purchased Services:			
Central	500	490	10
Total Purchased Services	<u>500</u>	<u>490</u>	<u>10</u>
Supplies and Materials:			
Central	300	300	0
Total Supplies and Materials	<u>300</u>	<u>300</u>	<u>0</u>
Total Expenses	<u>357,500</u>	<u>355,694</u>	<u>1,806</u>
Excess of Revenues Over (Under) Expenses	<u>292,500</u>	<u>(52,316)</u>	<u>(344,816)</u>
Fund Equity Beginning of Year	1,927,198	1,927,198	0
Prior Year Encumbrances Appropriated	0	0	0
Fund Equity End of Year	<u><u>\$2,219,698</u></u>	<u><u>\$1,874,882</u></u>	<u><u>\$ (344,816)</u></u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND EQUITY -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
ALL INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues</u>			
Tuition	\$ 40,960	\$ 40,960	\$ 0
Transportation Fees	23,200	15,444	(7,756)
Earnings on Investments	155,028	123,871	(31,157)
Extracurricular Activities	550	5,048	4,498
Classroom Materials and Fees	150,100	119,844	(30,256)
Charges for Services	5,617,009	5,601,877	(15,132)
Miscellaneous	107,993	94,780	(13,213)
Total Revenues	6,094,840	6,001,824	(93,016)
<u>Expenses</u>			
Salaries and Wages:			
Regular Instruction	7,192	2,868	4,324
Community Services	28,000	25,559	2,441
Operation and Maintenance of Plant Services	5,000	4,795	205
Total Salaries and Wages	40,192	33,222	6,970
Fringe Benefits:			
Regular Instruction	1,253	577	676
Community Services	703,000	679,408	23,592
Operation and Maintenance of Plant Services	500	134	366
Central	6,536,021	4,758,151	1,777,870
Total Fringe Benefits	7,240,774	5,438,270	1,802,504
Purchased Services:			
Regular Instruction	45,950	40,025	5,925
Central	500	490	10
Community Services	6,960	988	5,972
Co-Curricular Activities	23,490	15,304	8,186
Total Purchased Services	76,900	56,807	20,093
Supplies and Materials:			
Regular Instruction	45,055	24,019	21,036
Adult/Continuing Instruction	15	15	0
Central	300	300	0
Community Services	35,438	28,541	6,897
Co-Curricular Activities	31	31	0
Total Supplies and Materials	80,839	52,906	27,933

(Continued)

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND EQUITY -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
ALL INTERNAL SERVICE FUNDS (Continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Capital Outlay:			
Regular Instruction	105,000	47,017	57,983
Instructional Staff	10,000	2,064	7,936
Community Services	40,407	8,765	31,642
Total Capital Outlay	155,407	57,846	97,561
Other:			
Community Services	48	48	0
Co-Curricular Activities	188,142	157,085	31,057
Total Other	188,190	157,133	31,057
Total Expenses	7,782,302	5,796,184	1,986,118
Excess of Revenues Over (Under) Expenses	(1,687,462)	205,640	1,893,102
<u>Other Financing Sources (Uses)</u>			
Operating Transfers Out	(1,330,080)	(1,330,080)	0
Contingencies	(736)	0	736
Refund of Prior Year Receipts	(6,653)	(4,200)	2,453
Refund of Prior Year Expenses	0	11	11
Total Other Financing Sources (Uses)	(1,337,469)	(1,334,269)	3,200
Excess of Revenues and Other Financing Sources Over (Under) Expenses and Other Financing Uses	(3,024,931)	(1,128,629)	1,896,302
Fund Equity Beginning of Year	5,355,913	5,355,913	0
Prior Year Encumbrances Appropriated	21,719	21,719	0
Fund Equity End of Year	\$2,352,701	\$4,249,003	\$ 1,896,302

EUCLID CITY SCHOOL DISTRICT

FIDUCIARY FUNDS

Fiduciary funds are used to account for assets when a governmental unit is functioning either as a trustee or an agent for another party. Because the governmental unit is functioning in a fiduciary capacity, the authority to employ, dispose of, or otherwise use the assets is determined not by a legislative body or oversight board but by the public laws and private agreements that create the trustee or agency relationship.

Expendable Trust Fund

Scholarship - this fund is used to account for assets held by a governmental unit in a trustee capacity as an agent for individuals, private organizations or other governmental units with specific trust agreements as to how the fund will be disbursed.

Agency Fund

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

**EUCLID CITY SCHOOL DISTRICT
COMBINING BALANCE SHEET
ALL EXPENDABLE TRUST AND AGENCY FUNDS
JUNE 30, 2002**

	<u>Expendable Trust</u>	<u>Agency Fund</u>	<u>Totals</u>
<u>Assets</u>			
Equity in Pooled Cash and Cash Equivalents	\$ 70,207	\$ 33,717	\$ 103,924
Total Assets	<u>\$ 70,207</u>	<u>\$ 33,717</u>	<u>\$ 103,924</u>
<u>Liabilities</u>			
Accounts Payable	\$ 7,520	\$ 0	\$ 7,520
Due to Students	0	33,717	33,717
Total Liabilities	<u>7,520</u>	<u>33,717</u>	<u>41,237</u>
<u>Fund Equity</u>			
Fund Balance:			
Reserved for Encumbrances	428	0	428
Unreserved, Undesignated	62,259	0	62,259
Total Fund Equity	<u>62,687</u>	<u>0</u>	<u>62,687</u>
Total Liabilities and Fund Equity	<u>\$ 70,207</u>	<u>\$ 33,717</u>	<u>\$ 103,924</u>

EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND EQUITY -
BUDGET (NON-GAAP BASIS) AND ACTUAL -
EXPENDABLE TRUST FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance Favorable Unfavorable)
Revenues			
Earnings on Investments	\$ 661	\$ 791	\$ 130
Miscellaneous	19,339	21,193	1,854
Total Revenues	<u>20,000</u>	<u>21,984</u>	<u>1,984</u>
Expenditures			
Current:			
Instruction:			
Regular:			
Salaries and Wages	470	0	470
Fringe Benefits	80	0	80
Purchased Services	929	429	500
Supplies and Materials	28,631	12,904	15,727
Capital Outlay	30,629	11,022	19,607
Total Regular Instruction	<u>60,739</u>	<u>24,355</u>	<u>36,384</u>
Special:			
Purchase Services	351	0	351
Capital Outlay	350	350	0
Total Special Instruction	<u>701</u>	<u>350</u>	<u>351</u>
Total Instruction	<u>61,440</u>	<u>24,705</u>	<u>36,735</u>
Operation of Non-Instructional Services:			
Community Service:			
Supplies and Materials	4,779	201	4,578
Other	21,591	5,301	16,290
Total Operation of Non-Instructional Services	<u>26,370</u>	<u>5,502</u>	<u>20,868</u>
Extracurricular Activities:			
Academic-Subject Oriented Activities:			
Capital Outlay	8,532	0	8,532
Total Extracurricular Activities	<u>8,532</u>	<u>0</u>	<u>8,532</u>
Total Expenditures	<u>96,342</u>	<u>30,207</u>	<u>66,135</u>
Excess of Revenues Over (Under) Expenditures	<u>(76,342)</u>	<u>(8,223)</u>	<u>68,119</u>
Excess of Revenue and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(76,342)	(8,223)	68,119
Fund Balance Beginning of Year	64,396	64,396	0
Prior Year Encumbrances Appropriated	6,583	6,583	0
Fund Balance End of Year	<u><u>\$ (5,363)</u></u>	<u><u>\$ 62,756</u></u>	<u><u>\$ 68,119</u></u>

EUCLID CITY SCHOOL DISTRICT
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
ALL AGENCY FUNDS
AS OF THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Balance</u> <u>6/30/01</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>6/30/02</u>
<u>Student Activities</u>				
<u>Assets</u>				
Equity in Pooled Cash and				
Cash Equivalents	\$ 35,631	\$ 0	\$ 1,914	\$ 33,717
Interfund Receivable	5,441	0	5,441	0
Total Assets	<u>\$ 41,072</u>	<u>\$ 0</u>	<u>\$ 7,355</u>	<u>\$ 33,717</u>
<u>Liabilities</u>				
Interfund Payable	\$ 6,000	\$ 0	\$ 6,000	\$ 0
Due to Students	35,072	0	1,355	33,717
Total Liabilities	<u>\$ 41,072</u>	<u>\$ 0</u>	<u>\$ 7,355</u>	<u>\$ 33,717</u>

EUCLID CITY SCHOOL DISTRICT

GENERAL FIXED ASSETS ACCOUNT GROUP

This account group is used to account for all sites, buildings, equipment, and vehicles not used in the operation of the Proprietary Funds.

**EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF GENERAL FIXED ASSETS
BY FUNCTION AND TYPE
FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

	<u>Total</u>	<u>Land and Land</u> <u>Improvements</u>	<u>Buildings and</u> <u>Improvements</u>	<u>Equipment</u> <u>and Furniture</u>	<u>Vehicles</u>
Instruction	\$ 51,156,329	\$ 3,647,622	\$43,266,674	\$ 4,242,033	\$ 0
Support Services:					
Administrative	4,016,888	196,867	1,734,159	2,085,862	0
Operation and Maintenance of Plant Services	2,422,152	139,306	727,465	1,031,850	0
Pupil Transportation	3,082,158	4,088	27,425	596,680	523,531
Extracurricular Activities	777,334	284,420	398,906	94,008	2,453,965
Total General Fixed Assets	<u>\$ 61,454,861</u>	<u>\$ 4,272,303</u>	<u>\$46,154,629</u>	<u>\$ 8,050,433</u>	<u>\$ 2,977,496</u>

**EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS
BY FUNCTION
FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

<u>Function</u>	<u>General Fixed Assets June 30, 2001</u>	<u>Increases</u>	<u>Decreases</u>	<u>General Fixed Assets June 30, 2002</u>
Instruction	\$49,075,534	\$ 2,149,327	\$ 68,532	\$51,156,329
Support Services:				
Administrative	3,832,150	215,373	30,635	4,016,888
Operation and Maintenance of Plant Services	2,380,763	45,601	4,212	2,422,152
Pupil Transportation	2,962,499	235,274	115,615	3,082,158
Extracurricular Activities	777,334	0	0	777,334
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total General Fixed Assets	<u>\$59,028,280</u>	<u>\$ 2,645,575</u>	<u>\$ 218,994</u>	<u>\$61,454,861</u>

**EUCLID CITY SCHOOL DISTRICT
SCHEDULE OF GENERAL FIXED ASSETS
BY SOURCE
AS OF JUNE 30, 2002**

General Fixed Assets:	
Land and Land Improvements	\$ 4,272,303
Buildings and Buildings Improvement	46,154,629
Furniture and Equipment	8,050,433
Vehicles	2,977,496

Total General Fixed Assets	\$ 61,454,861
	=====
Investments in General Fixed Assets from Acquisitions/Adjustments during Fiscal Year 2002:	
General Fund	\$ 1,100,720
Capital Projects Funds	1,269,722
Special Revenue Funds	275,133

	2,645,575
Acquisitions Prior to June 30, 2001	59,028,280
Less Removals	(218,994)

Total Investment in General Fixed Assets	\$ 61,454,861
	=====

STATISTICAL SECTION

**EUCLID CITY SCHOOL DISTRICT
GOVERNMENTAL AND SIMILAR TRUST FUND -
EXPENDITURES AND OTHER FINANCING USES
BY FUNCTION
LAST TEN YEARS (1)**

	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
Instruction	\$32,129,612	\$31,150,490	\$28,659,221	\$26,479,448
Support Services:				
Pupils	3,286,808	3,192,596	3,066,599	3,057,372
Instructional Staff	3,289,662	3,214,649	2,776,812	2,562,470
Board of Education	65,395	30,205	93,627	22,804
Administrative	3,913,321	3,586,799	3,467,715	3,373,175
Fiscal Services	1,539,678	1,493,676	1,346,252	1,248,433
Business	882,140	1,549,928	833,410	785,414
Operation and Maintenance of Plant Services	7,325,076	6,649,418	5,976,857	5,918,755
Pupil Transportation	2,590,401	2,445,529	1,932,803	2,258,158
Central Services	1,331,554	1,233,995	875,146	912,381
Operation of Non-Instructional Service:				
Food Services	42,069	35,622	34,139	36,119
Community Services	1,164,628	1,185,802	1,132,603	1,406,140
Other	7,493	3,839	14,410	840
Extracurricular Activities	1,177,861	1,127,192	1,040,320	1,105,810
Capital Outlay	1,609,423	151,446	284,956	1,918,925
Debt Service	1,848,415	1,856,150	1,831,987	4,369,230
Expenditures and Other Uses	256,185	222,556	606,852	592,420
Total	<u>\$62,459,721</u>	<u>\$59,129,892</u>	<u>\$53,973,709</u>	<u>\$56,047,894</u>

Source: School District financial records

<u>1998</u>	<u>1997</u>	<u>1996</u>	<u>1995</u>	<u>1994</u>	<u>1993</u>
\$26,067,793	\$23,731,723	\$23,304,377	\$21,295,542	\$21,001,368	\$19,752,102
2,714,278	2,655,878	2,505,122	2,377,150	2,138,951	2,094,933
2,447,742	2,045,038	2,097,371	1,643,531	1,508,969	1,359,941
106,735	47,599	64,062	23,021	42,983	22,272
3,639,099	3,256,517	2,979,318	2,788,777	2,736,049	2,646,697
1,425,763	1,414,727	1,011,624	973,390	1,082,298	995,516
778,367	743,600	776,878	803,673	724,967	758,057
5,897,278	6,128,437	6,106,775	5,469,512	5,442,417	4,957,733
1,908,596	2,060,119	1,849,434	1,783,916	1,578,234	1,245,960
1,279,120	1,245,625	996,496	919,654	1,005,902	806,954
36,232	102,483	33,636	30,280	29,527	20,951
1,018,807	830,611	722,573	40,389	13,904	17,537
0	0	0	0	0	0
834,469	827,676	732,055	679,344	696,523	612,104
1,144,656	956,457	246,020	275,626	670,374	2,206,640
1,859,128	1,420,472	3,227,389	3,442,787	3,440,006	3,450,325
94,625	140,741	462,551	53,637	28,221	103,593
<u>\$51,252,688</u>	<u>\$47,607,703</u>	<u>\$47,115,681</u>	<u>\$42,600,229</u>	<u>\$42,140,693</u>	<u>\$41,051,315</u>
=====	=====	=====	=====	=====	=====

**EUCLID CITY SCHOOL DISTRICT
GOVERNMENTAL AND SIMILAR TRUST FUND -
REVENUES AND OTHER FINANCING SOURCES
BY SOURCE
LAST TEN YEARS (1)**

	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
Taxes	\$42,686,926	\$40,005,186	\$35,735,899	\$36,450,411
Intergovernmental	24,085,856	20,239,039	18,234,105	16,814,908
Tuition and Fees	121,712	118,497	127,422	126,457
Transportation Fees	65,650	51,995	36,281	58,017
Earnings on Investments	700,550	1,284,388	918,120	719,333
Food Services	0	278	0	650
Extracurricular Activities	365,020	313,259	272,942	240,606
Classroom Materials and Fees	141,209	193,758	152,957	148,744
Charges for Services	416,439	192,400	231,132	405,847
Miscellaneous Revenues and Other Financing Sources	<u>4,920,224</u>	<u>883,377</u>	<u>1,248,754</u>	<u>921,376</u>
Total	<u><u>\$73,503,586</u></u>	<u><u>\$63,282,177</u></u>	<u><u>\$56,957,612</u></u>	<u><u>\$55,886,349</u></u>

Source: School District financial records

<u>1998</u>	<u>1997</u>	<u>1996</u>	<u>1995</u>	<u>1994</u>	<u>1993</u>
\$35,796,170	\$34,419,198	\$33,564,448	\$31,035,558	\$30,002,501	\$28,016,314
14,219,541	12,283,611	11,148,607	9,294,239	8,391,423	8,171,295
185,878	98,832	158,120	159,711	379,066	66,513
39,784	45,426	32,088	24,954	28,371	19,684
711,849	593,907	593,098	307,059	219,008	247,724
56	803	118,864	1,737	3,977	730
213,135	224,554	205,002	257,645	225,412	218,924
164,307	164,959	162,810	136,819	109,938	73,474
328,292	425,394	0	0	0	0
<u>2,973,939</u>	<u>364,199</u>	<u>3,604,207</u>	<u>2,457,785</u>	<u>2,763,125</u>	<u>2,528,311</u>
<u>\$54,632,951</u>	<u>\$48,620,883</u>	<u>\$49,587,244</u>	<u>\$43,675,507</u>	<u>\$42,122,821</u>	<u>\$39,342,969</u>

**EUCLID CITY SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS
REAL AND PERSONAL PROPERTY TAXES (1)
LAST TEN FISCAL YEARS**

<u>Tax Year/ Collection Year</u>	<u>Current Levy</u>	<u>Delinquent Levy</u>	<u>Total Levy</u>	<u>Current Collection</u>	<u>Percent of Current Levy Collected</u>	<u>Delinquent Collection</u>	<u>Total Collection</u>	<u>Total Collected as a Percent of Current Levy</u>
2001/2002	\$ 37,451,041	\$ 3,369,483	\$ 40,820,535	\$ 34,531,895	92.21	\$ 1,933,726	\$36,465,621	97.37
2000/2001	37,704,753	3,807,724	41,512,477	36,481,558	96.75	1,012,416	37,493,974	99.44
1999/2000	36,733,539	2,716,767	39,450,306	33,714,924	91.78	1,059,005	34,773,929	94.66
1998/1999	32,812,628	2,827,663	35,640,291	31,723,077	96.68	602,687	32,325,764	98.52
1997/1998	33,208,227	3,012,239	36,220,466	31,549,644	95.01	1,297,365	32,847,009	98.91
1996/1997	32,698,303	507,946	33,206,249	31,247,129	95.56	917,783	32,164,912	98.36
1995/1996	32,022,818	2,881,809	34,904,627	31,239,441	97.55	702,883	31,942,324	99.74
1994/1995	32,610,698	3,713,384	36,324,082	31,278,581	95.52	736,861	32,015,442	98.17
1993/1994	33,040,103	4,071,579	37,111,682	31,745,011	96.08	868,631	32,613,642	98.71
1992/1993	28,168,568	3,369,832	31,538,400	27,188,452	96.52	781,053	27,969,505	99.29

Source: Cuyahoga County Auditor - Data is presented on a fiscal year basis, consistent with the County Auditor's method of maintaining the information.

(1) Includes Homestead/Rollback taxes assessed locally but distributed through the State and reported as intergovernmental revenue.

**EUCLID CITY SCHOOL DISTRICT
 ASSESSED AND ESTIMATED VALUE OF TAXABLE PROPERTY
 LAST TEN CALENDAR YEARS**

<u>Tax Year/ Collection Year</u>	<u>Agricultural and Residential Real Estate</u>	<u>Other Real Estate</u>	<u>Public Utility Personal</u>	<u>Tangible Personal</u>	<u>Assessed Valuation</u>	<u>Total Estimated Actual Value</u>	<u>Ratio</u>
2001/2002	\$ 502,484,040	\$ 195,662,440	\$ 25,710,060	\$ 102,144,004	\$ 826,000,544	\$ 2,432,496,222	34%
2000/2001	502,678,150	191,537,930	31,693,220	102,559,257	828,468,557	2,429,726,566	34%
1999/2000	459,297,580	175,137,390	32,953,180	100,830,156	768,218,306	2,216,029,414	35%
1998/1999	459,091,630	184,734,180	36,010,170	110,781,356	790,617,336	2,323,462,700	34%
1997/1998	459,728,870	185,491,630	36,901,670	111,485,310	793,607,480	2,331,362,100	34%
1996/1997	424,531,580	190,256,120	38,623,560	111,984,245	765,395,505	2,186,844,300	35%
1995/1996	424,366,460	190,785,450	40,351,590	99,697,733	755,201,233	2,288,488,585	33%
1994/1995	426,025,810	192,793,850	44,077,760	111,020,728	773,918,148	2,345,206,509	33%
1993/1994	373,865,530	185,464,780	44,524,130	117,834,523	721,688,963	2,122,614,597	34%
1992/1993	373,555,790	192,273,960	44,309,280	121,360,889	731,499,919	2,151,470,350	34%

Source: Cuyahoga County Auditor - Data is presented on a calendar year basis, consistent with the County Auditor's method of maintaining the information.

**EUCLID CITY SCHOOL DISTRICT
PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
(PER \$1,000 ASSESSED VALUATION)
LAST TEN CALENDAR YEARS**

<u>Tax Year/ Collection Year</u>	<u>School Levy</u>	<u>County Levy</u>	<u>City Levy</u>	<u>Total Levy</u>	<u>Debt Service Included in Total Levy</u>		
					<u>School</u>	<u>County</u>	<u>Total</u>
2001/2002	72.70	16.20	15.60	104.50	2.18	.86	3.04
2000/2001	72.80	16.20	15.60	104.60	2.28	.79	3.07
1999/2000	72.20	15.30	15.60	103.10	2.38	.85	3.23
1998/1999	65.30	15.30	15.60	96.20	2.38	.72	3.10
1997/1998	65.40	16.60	15.80	97.80	2.48	.90	3.38
1996/1997	62.42	16.60	15.80	97.82	1.90	.63	2.53
1995/1996	65.40	16.60	15.90	97.90	1.90	.87	2.77
1994/1995	64.70	16.80	16.30	97.80	1.80	.76	2.56
1993/1994	64.80	16.80	16.60	98.20	1.90	.68	2.58
1992/1993	64.80	16.80	15.30	96.90	1.90	.71	2.61

Source: Cuyahoga County Auditor - Data is presented on a calendar year basis consistent with the County Auditor's method of maintaining the information.

**EUCLID CITY SCHOOL DISTRICT
RATIO OF NET GENERAL BONDED DEBT TO ASSESSED VALUE
AND NET BONDED DEBT PER CAPITA
LAST TEN FISCAL YEARS**

<u>Fiscal Year</u>	<u>General Bonded Debt</u>	<u>Less Debt Service Fund</u>	<u>Net General Bonded Debt</u>	<u>Assessed Value</u>	<u>(1) Population</u>	<u>Ratio of Debt to Assessed Value</u>	<u>Per Capita</u>
2001/2002	\$14,295,000	\$ 4,528,737	\$ 9,766,263	\$ 826,000,544	52,717	1.18%	\$ 185
2000/2001	12,800,000	1,488,350	11,311,650	828,468,557	52,717	1.54%	243
1999/2000	13,965,000	1,344,005	12,620,995	768,218,306	54,875	1.82%	254
1998/1999	15,080,000	1,293,466	13,786,534	790,617,336	54,875	1.91%	275
1997/1998	16,160,000	1,708,685	14,451,315	793,607,480	54,875	2.04%	294
1996/1997	17,205,000	821,842	16,383,158	765,395,505	54,875	2.25%	327
1995/1996	18,325,000	722,508	17,602,492	755,201,233	54,875	2.43%	334
1994/1995	13,770,000	700,974	13,069,026	773,919,000	54,875	1.78%	251
1993/1994	14,180,000	444,744	13,735,256	721,690,000	54,875	1.96%	258
1992/1993	14,555,000	893,373	13,661,627	731,500,000	54,875	1.99%	265

NOTE: (1) Population data for 1993 through 2000 is assumed to be the same as that of the 1990 census, 2001 and 2002 population based on 2000 census provided by the City of Euclid.

**EUCLID CITY SCHOOL DISTRICT
COMPUTATION OF LEGAL DEBT MARGIN
JUNE 30, 2002**

Assessed Valuation		\$ 826,000,544
<hr style="border-top: 3px double #000;"/>		
Bonded Debt Limit - 9% of Assessed Value (1)		\$ 74,340,049
Amount of Debt Applicable to Debt Limit:		
Bonded Debt	14,295,000	
Less: Amount Available in Debt Service Fund	4,528,737	
		(9,766,263)
Voted Debt Margin		\$ 64,573,786
Bonded Debt Limit - .1% of Assessed Value (1)		\$ 826,001
Amount of Debt Applicable		0
Unvoted Debt Margin		\$ 826,001

(1) Bond Law by Ohio Revised Code sets a limit of 9% for voted debt margin and .1% for unvoted debt. All District debt subject to the allowable margin is voted.

**EUCLID CITY SCHOOL DISTRICT
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
GENERAL OBLIGATION
AS OF JUNE 30, 2002**

<u>Jurisdiction</u>	<u>General Obligation Bonded Debt Outstanding</u>	<u>Percentage Applicable to School District(1)</u>	<u>Applicable to School District</u>
<u>Direct</u>			
Euclid City School	\$ 14,295,000	100.00%	\$ 14,295,000
Total Direct	<u>14,295,000</u>		<u>14,295,000</u>
<u>Overlapping</u>			
City of Euclid	35,295,000	100.00%	35,295,000
Cuyahoga County	216,544,636	2.87%	6,214,831
Regional Transit Authority	123,915,000	2.87%	3,556,361
Total Overlapping	<u>375,754,636</u>		<u>45,066,192</u>
Grand Total	<u>\$ 390,049,636</u>		<u>\$ 59,361,192</u>

Source: Cuyahoga County Auditor - Data is presented on a calendar year basis, consistent with the County Auditor's method of maintaining the information.

(1) Percentages were determined by dividing the assessed valuation of the political subdivision by the total assessed valuation, which includes all overlapping valuation. The valuations were used for the 2001 collection year.

**EUCLID CITY SCHOOL DISTRICT
PRINCIPAL TAXPAYERS
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR
GENERAL BONDED DEBT TO TOTAL GOVERNMENTAL
AND SIMILAR TRUST FUND EXPENDITURES
LAST TEN FISCAL YEARS**

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>	<u>Total Governmental and Similar Trust Expenditures(1)</u>	<u>Ratio of Debt Service to Governmental and Similar Trust Fund Expenditures (Percentage)</u>
2001/2002	\$ 1,220,000	\$ 575,490	\$ 1,795,490	\$ 62,459,721	2.87%
2000/2001	1,165,000	585,575	1,750,575	59,129,892	2.96%
1999/2000	1,115,000	633,187	1,748,187	53,973,709	3.24%
1998/1999	1,080,000	805,230	1,885,230	56,047,894	3.36%
1997/1998	1,045,000	814,128	1,859,128	51,252,688	3.63%
1996/1997	890,000	530,472	1,420,472	47,607,703	2.98%
1995/1996	445,000	782,389	1,227,389	47,115,681	2.61%
1994/1995	410,000	1,032,787	1,442,787	42,600,229	3.39%
1993/1994	375,000	1,065,006	1,440,006	42,140,693	3.42%
1992/1993	345,000	1,105,325	1,450,325	41,051,315	3.53%

Source: School District financial records

(1) Includes other financing uses. 1992-2002 on a modified accrual basis.

**EUCLID CITY SCHOOL DISTRICT
DEMOGRAPHIC STATISTICS
LAST TEN YEARS**

<u>Year</u>	<u>County Population(1)</u>	<u>Euclid City Population(2)</u>	<u>School Enrollment</u>	<u>Unemployment Rate(1)</u>
2002	1,401,552	52,717	6,145	4.5%
2001	1,371,717	52,717	6,021	4.6%
2000	1,371,717	54,875	6,021	4.6%
1999	1,380,696	54,875	6,016	4.5%
1998	1,412,140	54,875	6,214	4.0%
1997	1,398,169	54,875	6,199	4.7%
1996	1,412,140	54,875	5,773	4.9%
1995	1,412,140	54,875	5,670	5.3%
1994	1,412,140	54,875	5,454	7.6%
1993	1,412,140	54,875	5,582	6.3%

Source: Information in this table was provided by the City of Euclid, Cuyahoga, and the City of Cleveland

(1) Represents Cuyahoga County

(2) Population data for 1993-2000 is assumed to be the same as that of the 1990 census, 2001 and 2002 population based on 2000 census provided by the City of Euclid.

**EUCLID CITY SCHOOL DISTRICT
PROPERTY VALUES, BANK DEPOSITS, AND CONSTRUCTION
LAST TEN YEARS**

<u>Year</u>	Assessed Value Real/ Personal Property (Amounts in 000's) (1)	Bank Deposits (Amounts in 000's) (2)	Building Permits Issued (3)	
			<u>Number</u>	<u>Value</u>
2001	\$ 826,000	\$ 70,782,246	1,172	\$ 26,237,007
2000	768,218	61,942,764	1,115	25,979,661
1999	768,218	60,296,678	1,059	14,819,890
1998	790,617	58,904,596	1,132	11,398,567
1997	793,607	53,941,971	1,192	11,987,836
1996	755,202	27,068,211	1,060	10,170,356
1995	773,919	22,694,304	923	11,469,358
1994	721,690	20,885,453	1,161	17,242,834
1993	731,500	21,900,421	1,383	10,296,588
1992	726,441	19,379,280	1,016	12,406,201

Sources: (1) Cuyahoga County Auditor's Office Data Service (the values listed pertain to the year of collection).

(2) Federal Reserve Bank of Cleveland (total demand, time and savings deposits banks in Cuyahoga County).

(3) Division of Building and Housing, City of Euclid.

**EUCLID CITY SCHOOL DISTRICT
TEN LARGEST EMPLOYERS
DECEMBER 31, 2001**

<u>Name of Employer</u>	<u>Nature of Business</u>	<u>Number of Employees</u>
Lincoln Electric Company	Arc welding products	3,300
Euclid Board of Education	Education	1,043
Meridia Euclid Hospital	Hospital	970
City of Euclid	Municipal government	720
Argo-Tech Corporation	Ammunition, aircraft, and engine pumps and torpedoes	450
Turbine Engine Components	Jet engine blades and aerospace forgings	190
Motch Corporation	Grinding machines, lathes	175
Stumco Industries, Inc.	Metal stampings, dies, secondary, operations and heavy gauge specialties	160
U.S. Metal Service, Inc.	Metal slitting and shearing	150
Hose Master, Inc.	Flexible metal, corrugated, exhaust and Dry bulk handling hose	135

Source: 2002 Harris Ohio Industry Directory in cooperation with the Ohio Department of Development, City, and District records.

**EUCLID CITY SCHOOL DISTRICT
PRINCIPAL TAXPAYERS
REAL ESTATE TAX
DECEMBER 31, 2001**

<u>Name of Taxpayer</u>	<u>Assessed Value (1)</u>	<u>Percent of Total Assessed Value of Real Property</u>	<u>Percent of Total Assessed Value</u>
Lincoln Electric Company	\$ 14,112,890	2.02%	1.70%
Cleveland Electric Illuminating Co.	12,726,500	1.82%	1.54%
Ohio Bell Telephone Company	9,945,180	1.42%	1.20%
Argo Tech Corporation	7,728,840	1.11%	0.93%
Regency Towers Associates	7,053,800	1.02%	0.85%
Americana Apartments	5,265,720	0.75%	0.64%
Depot Land Co.	4,944,040	0.71%	0.60%
Reliance Electric and Engine Company	4,909,450	0.70%	0.59%
Troy CMBS Property, LLC	4,566,630	0.65%	0.55%
Indian Hills Senior Community,	4,131,750	0.59%	0.50%
Euclid Square Investments, LLC	3,600,800	0.52%	0.43%
Horizon House LTD.	3,322,170	0.48%	0.40%
Total	<u>\$ 82,307,770</u>	<u>11.79%</u>	<u>9.93%</u>
Total Assessed Value of Real Property	<u>\$ 698,146,480</u>	<u>100.00%</u>	<u>84.52%</u>
Total Assessed Valuation	<u>\$ 826,000,544</u>		<u>100.00%</u>

Source: Cuyahoga County Auditor
(1) Assessed values are for 2001

**EUCLID CITY SCHOOL DISTRICT
PRINCIPAL TAXPAYERS
TANGIBLE PERSONAL PROPERTY TAX
DECEMBER 31, 2001**

<u>Name of Taxpayer</u>	<u>Assessed Value (1)</u>	<u>Percent of Tangible Assessed Value</u>	<u>Percent of Total Assessed Value</u>
Lincoln Electric Company	\$ 18,718,820	18.33%	2.26%
Argo-Tech Corporation	8,029,440	7.86%	0.97%
Rockwell International Corp. (Reliance Electric Industrial)	3,614,700	3.54%	0.44%
Marathon Electric	3,540,030	3.47%	0.43%
General Electric Lighting	3,088,560	3.02%	0.37%
Turbine Engine Components	2,972,530	2.91%	0.36%
Stamco Industries	2,610,500	2.56%	0.32%
CSM Industries, Inc.	2,284,799	2.24%	0.28%
Park Ohio Holdings Corp.	2,247,310	2.20%	0.27%
Motch Corporation	1,914,980	1.87%	0.23%
Kerr Lakeside, Incorporated	1,694,310	1.66%	0.20%
Marine Mechanical Corp.	1,683,620	1.65%	0.20%
Total	\$ 52,399,599	51.30%	6.32%
Total Tangible Assessed Valuation	\$ 102,144,004	100.00%	12.33%
Total Assessed Valuation	\$ 826,000,544		100.00%

Source: Cuyahoga County Auditor
(1) Assessed values are for 2001

**EUCLID CITY SCHOOL DISTRICT
PRINCIPAL TAXPAYERS
PUBLIC UTILITIES TAX
DECEMBER 31, 2001**

<u>Name of Taxpayer</u>	<u>Assessed Value (1)</u>	<u>Percent of Public Utility Assessed Value</u>
Cleveland Electric Illuminating Company	\$ 11,756,580	45.73%
Ohio Bell Telephone Company	9,085,750	35.34%
East Ohio Gas Company	1,473,440	5.73%
American Transmission System	1,305,300	5.08%
Norfolk Southern Combined	802,620	3.12%
CSX Transportation	335,380	1.30%
Sprint Communications, Inc.	148,020	0.58%
Quest Communications Corporation	138,920	0.54%
Ohio Telephone Telegraph	170,060	0.66%
Total	\$ 25,216,070	98.08%
Total Public Utility Assessed Valuation	\$ 25,710,060	

Source: Cuyahoga County Auditor
(1) Assessed values are for 2001

**EUCLID CITY SCHOOL DISTRICT
PER PUPIL COST
LAST TEN FISCAL YEARS (1)**

<u>Fiscal Year</u>	<u>Governmental and Similar Trust Fund Expenditures (1)</u>	<u>Average Per Student Enrollment</u>	<u>Pupil Cost</u>
2001/2002	\$ 62,459,721	6,145	\$ 10,204
2000/2001	59,129,892	6,021	9,821
1999/2000	53,973,709	6,021	8,964
1998/1999	56,047,894	6,015	9,318
1997/1998	51,252,688	6,214	8,247
1996/1997	47,607,703	6,199	7,679
1995/1996	47,115,681	5,773	8,161
1994/1995	42,600,229	5,670	7,513
1993/1994	42,140,693	5,454	7,726
1992/1993	41,051,315	5,582	7,354

Source: School District Financial Records
(1) 1992 through 2002 on modified accrual basis.

**EUCLID CITY SCHOOL DISTRICT
TEACHER EDUCATION AND EXPERIENCE
FOR THE YEAR ENDED JUNE 30, 2002**

<u>Degree</u>	<u>Number of Teachers</u>	<u>Percentage of Total</u>
Bachelor's Degree	173	40.23%
Master's Degree	258	59.53%
Ph.D.	1	.24%
Total	<u>432</u>	<u>100.00%</u>
	=====	=====

<u>Years of Experience</u>	<u>Number of Teachers</u>	<u>Percentage of Total</u>
0 - 5	129	28.23%
6 - 10	120	27.06%
11 and over	183	44.71%
	<u>432</u>	<u>100.00%</u>
	=====	=====



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

88 East Broad Street
P.O. Box 1140
Columbus, Ohio 43216-1140
Telephone 614-466-4514
800-282-0370
Facsimile 614-466-4490

EUCLID CITY SCHOOL DISTRICT

CUYAHOGA COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
JANUARY 9, 2003**