



**Auditor of State  
Betty Montgomery**



TECUMSEH LOCAL SCHOOL DISTRICT  
CLARK COUNTY

TABLE OF CONTENTS

<b>TITLE</b>	<b>PAGE</b>
Schedule of Federal Awards Expenditures - For the Year Ended June 30, 2004 .....	1
Notes to Schedule of Federal Awards Expenditures.....	2
Independent Accountants' Report on Compliance and on Internal Control Required by <i>Government Auditing Standards</i> .....	3
Independent Accountants' Report on Compliance with Requirements Applicable To Major Federal Programs and Internal Control Over Compliance In Accordance With OMB Circular A-133 .....	5
Schedule of Findings and Questioned Costs .....	7
Schedule of Prior Audit Findings .....	10
Corrective Action Plan.....	11

**This page intentionally left blank.**

**TECUMSEH LOCAL SCHOOL DISTRICT  
CLARK COUNTY**

**SCHEDULE OF FEDERAL AWARDS EXPENDITURES  
FOR THE YEAR ENDED JUNE 30, 2004**

Federal Grantor/ Pass Through Grantor Program Title	Federal CFDA Number	Pass Through Number	Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
<b>U.S. Department of Agriculture</b>						
<i>Passed through Ohio Department of Education</i>						
Nutrition Cluster:						
Food Distribution Program	10.550	N/A		\$70,547		\$70,547
National School Breakfast Program	10.553	05-PU-03 05-PU-04	\$23,912 64,204 88,116		\$23,912 64,204 88,116	
National School Lunch Program	10.555	LL-P4-03 LL-P4-04	105,487 263,561 369,048		105,487 263,561 369,048	
Total Nat'l School Lunch Program						
Total U.S. Department of Agriculture - Nutrition Cluster			457,164	70,547	457,164	70,547
<b>U.S. Department of Education</b>						
<i>Passed through Ohio Department of Education</i>						
Title I	84.010	C1-S1-03 C1-S1-03 C1-S1-04	34,651 479,834 514,485		74,425 428,986 503,411	
Total Title I						
Title I-C - Migrant Education	84.011	MG-S1-01 MG-S1-03 MG-S1-04	(9,079) 12,972 98,385 102,278		41,619 70,286 111,905	
Total Title I-C						
Special Education Grants to States IDEA Part B	84.027	SB-SD-03-P 6B-SD-04-P 6B-SF-03-P 6B-SF-04	11,933 11,250 65,880 412,421 501,484		25,555 10,071 66,406 397,500 499,532	
Total IDEA Part B - Special Education Grants to States						
Drug Free Schools	84.186	DR-S1-03	18,655		18,655	
Goals 2000	84.276	G2-S2-00 G2-S9-01	(4,427) (9,063) (13,490)		13 13	
Total Goals 2000						
Title VI - Innovative Education Program	84.298	C2-S1-01 C2-S1-03 C2-S1-04	(215) 2,090 26,839 28,714		2,090 26,839 28,929	
Total Title VI - Innovative Education Program						
Title II-D - Technology Center Grant	84.318	TJ-S1-03 TJ-S1-04	(1,341) 11,626 10,285		10,163 10,163	
Total Title II-D - Technology Center Grant						
Title I - Comprehensive Reform Grant	84.332	RF-S2-01 RF-S2-02 RF-S3-03	(120) 33,065 53,000 85,945		58,583 51,650 110,233	
Total Title I - Comprehensive Reform Grant						
Title III-Immigrant Grant	84.365	T3-S1-03 T3-S1-04	8,920 28,546 37,466		22,840 22,938 45,778	
Total Title III - Immigrant Grant						
Improving Teacher Quality	84.367	TR-S1-03 TR-S1-04	34,524 169,607 204,131		40,550 141,798 182,348	
Total Improving Teacher Quality						
Total U.S. Department of Education			1,489,953		1,510,967	
Total Federal Financial Assistance			<u>\$1,947,117</u>	<u>\$70,547</u>	<u>\$1,968,131</u>	<u>\$70,547</u>

See accompanying notes to the Schedule of Federal Awards Expenditures.

**TECUMSEH LOCAL SCHOOL DISTRICT  
CLARK COUNTY**

**NOTES TO THE SCHEDULE OF FEDERAL AWARDS EXPENDITURES  
FOR THE YEAR ENDED JUNE 30, 2004**

**NOTE A - SIGNIFICANT ACCOUNTING POLICIES**

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

**NOTE B - NUTRITION CLUSTER**

Program regulations do not require the District to maintain separate inventory records for purchased food and food received from the U.S. Department of Agriculture. This non-monetary assistance (expenditures) is reported in the Schedule at the fair market value of the commodities received.

Cash receipts from the U.S. Department of Agriculture are commingled with State grants. It is assumed federal monies are expended first.

**NOTE C - MATCHING REQUIREMENTS**

Certain Federal programs require that the District contribute non-Federal funds (matching funds) to support the Federally-funded programs. The District has complied with the matching requirements. The expenditure of non-Federal matching funds is not included on the Schedule.



## **Auditor of State Betty Montgomery**

### **INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE AND ON INTERNAL CONTROL REQUIRED BY *GOVERNMENT AUDITING STANDARDS***

Tecumseh Local School District  
Clark County  
9760 West National Road  
New Carlisle, Ohio 45344

To the Board of Education:

We have audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Tecumseh Local School District, (the District), Clark County, as of and for the year ended June 30, 2004, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 22, 2004. 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 tested its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could directly and materially affect 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 instances of noncompliance that we must report under *Government Auditing Standards* which are described in the accompanying schedule of findings as items 2004-001 through 2004-002.

#### **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 opinions 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 the District's management in a separate letter dated December 22, 2004.

Tecumseh Local School District  
Clark County  
Independent Accountants' Report On Compliance And On  
Internal Control Required By *Government Auditing Standards*  
Page 2

This report is intended for the information and use of management and 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 that reads "Betty Montgomery". The signature is written in a cursive, flowing style.

**Betty Montgomery**  
Auditor of State

December 22, 2004





## Auditor of State Betty Montgomery

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

Tecumseh Local School District  
Clark District  
9760 West National Road  
New Carlisle, Ohio 45344

To the Board of Education:

#### Compliance

We have audited the compliance of Tecumseh Local School District, (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, 2004. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to 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 Tecumseh Local School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Tecumseh Local School 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, 2004. However, the results of our auditing procedures disclosed an instance of noncompliance with those requirements that is required to be reported in accordance with OMB Circular A-133 and which is described in the accompanying schedule of findings and questioned costs as item 2004-003.

**Internal Control Over Compliance  
(Continued)**

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. We noted a matter involving the internal control over federal compliance that does not require inclusion in this report, that we have reported to management of the District in a separate letter dated December 22, 2004.

We have audited the basic financial statements of the District as of and for the year ended June 30, 2004, and have issued our report thereon dated December 22, 2004. Our audit was performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying schedule of federal awards expenditures is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This report is intended for the information and use of 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.



**Betty Montgomery**  
Auditor of State

December 22, 2004

**TECUMSEH LOCAL DISTRICT  
CLARK COUNTY**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
OMB CIRCULAR A -133 § .505  
FOR THE YEAR ENDED JUNE 30, 2004**

**1. SUMMARY OF AUDITOR'S RESULTS**

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

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

**NONCOMPLIANCE CITATIONS  
FINDING NUMBER 2004-001**

**Ohio Rev. Code Section 5705.41(D)** prohibits a subdivision or taxing entity from making any contract or ordering any expenditure of money unless a certificate signed by the fiscal officer is attached thereto. The fiscal officer must certify that the amount required to meet any such contract or expenditure has been lawfully appropriated and is in the treasury, or is in the process of collection to the credit of an appropriate fund free from any previous encumbrance.

**FINDING NUMBER 2004-001  
(Continued)**

There are several exceptions to the standard requirement stated above that a fiscal officer's certificate must be obtained prior to a subdivision or taxing authority entering into a contract or order involving the expenditure of money. The main exceptions are: "then and now" certificates, blanket certificates, and super blanket certificates, which are provided for in sections 5705.41(D)(1) and 5705.41(D)(3), respectively, of the Ohio Revised Code.

1. **"Then and Now" certificate** – If the fiscal officer can certify that both at the time that the contract or order was made ("then"), and at the time that the fiscal officer is completing the certification ("now"), that sufficient funds were available or in the process of collection, to the credit of a proper fund, properly appropriated and free from any previous encumbrance, the District can authorize the drawing of a warrant for the payment of the amount due. The District has thirty days from the receipt of the "then and now" certificate to approve payment by ordinance or resolution.

Amounts of less than \$3,000 may be paid by the fiscal officer without a resolution or ordinance upon completion of the "then and now" certificate, provided that the expenditure is otherwise lawful. This does not eliminate any otherwise applicable requirement for approval of expenditures by the District.

2. **Blanket certificate** – Fiscal officers may prepare "blanket" certificates not exceeding \$5,000 (an amount established by resolution or ordinance adopted by the legislative authority, effective September 26, 2003) against any specific line item account over a period not exceeding three months (the three month limitation will be eliminated effective September 26, 2003) or running beyond the current year. The blanket certificates may, but need not, be limited to a specific vendor. Only one blanket certificate may be outstanding at one particular time for any one particular line item appropriation.
3. **Super Blanket certificate** – The District may also make expenditures and contracts for any amount from a specific line-item appropriation account in a specified fund upon certification of the fiscal officer for most professional services, fuel, oil, food items, and any other specific recurring and reasonably predictable operating expense. This certification is not to extend beyond the current year. More than one super blanket certificate may be outstanding at a particular time for any one line item appropriation.

The District did not properly certify the availability of funds prior to purchase commitment for 35 percent of the transactions tested for the General Fund expenditures and 3 percent of the transactions tested of all other expenditures. The Board did not approve payment of expenditures over \$3,000 by resolution. Failure to properly certify the availability of funds can result in overspending fund and negative cash fund balances.

Unless the exceptions noted above are used, prior certification is not only required by statute but is a key control in the disbursement process to assure that purchase commitments receive prior approval. To improve controls over disbursements and to help reduce the possibility of the District's funds exceeding budgetary spending limitations, we recommend that the District's Treasurer certify that the funds are or will be available prior to the obligation by the District. When prior certification is not possible, "then and now" certification should be used.

We recommend the District certify purchases to which section 5705.41(D) applies. The most convenient certification method is to use purchase orders that include the certification language 5705.41(D) requires to authorize disbursements. The fiscal officer should sign the certification at the time the District incurs a commitment, and only when the requirements of 5705.41(D) are satisfied. The fiscal officer should post approved purchase commitments to the proper appropriation code, to reduce the available appropriation.

**FINDING NUMBER 2004-002**

**Ohio Rev. Code Section 149.351** states all records are the property of the public office concerned and shall not be removed, destroyed, mutilated, transferred, or otherwise damaged or disposed of, in whole or in part, except as provided by law or under the rules adopted by the records commission provided for under Section 149.41, Revised Code.

The High School Yearbook, Class of 2005, FFA, and High School Student Council activity groups held fundraisers, during the fiscal year 2004; however, the respective advisors did not retain supporting documentation for these projects.

The Food Service office periodically sends updated eligibility lists for the National School Lunch and Breakfast programs to each lunchroom. Neither the lunchrooms nor the office retained the updated lists.

The Food Service Director and the Student Activity Advisors should retain all supporting documentation for the National School Lunch and Breakfast Program and any activity or fundraiser held.

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

**FINDING FOR FEDERAL AWARDS**

<b><i>Finding Number</i></b>	2004-003
<b><i>CFDA Title and Number</i></b>	Nutrition Cluster 10.550, 10.553, 10.555
<b><i>Federal Award Number / Year</i></b>	05-PU-03/04 LL-P4-03/04
<b><i>Federal Agency</i></b>	U.S. Department of Agriculture
<b><i>Pass-Through Agency</i></b>	Ohio Department of Education

**Eligibility**

7 CFR 245.6 establishes guidelines on eligibility for participation in the National School Lunch and Breakfast Programs. These guidelines are calculated based on income levels, family size, and enrollment in other aid programs such as food stamps, Head Start, and TANF. The District is required to verify a sample of submitted applications to supporting documentation. Three individuals were approved in error, and one individual was refused assistance in error in our test of 51 students. Our test included all applications verified by the District plus additional applications on file with the District. The net effect of these four errors is a known questioned cost of \$593. This known questioned cost projects to a likely questioned cost of \$12,926 or 2.37% for the District's National School Lunch and Breakfast Programs.

TECUMSEH LOCAL SCHOOL DISTRICT  
CLARK COUNTY

SCHEDULE OF PRIOR AUDIT FINDINGS  
*OMB CIRCULAR A -133 § .315 (b)*  
FISCAL YEAR END JUNE 30, 2004

<u>Finding Number</u>	<u>Finding Summary</u>	<u>Fully Corrected?</u>	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <b><i>Explain:</i></b>
2003-001	Ohio Rev. Code 5705.41 (D) Noncompliance	No	Not Corrected. Repeated as Finding 2004-001

**TECUMSEH LOCAL SCHOOL DISTRICT  
CLARK COUNTY**

**CORRECTIVE ACTION PLAN  
OMB CIRCULAR A -133 § .315 (c)  
FOR THE YEAR ENDED JUNE 30, 2004**

Finding Number	Planned Corrective Action	Anticipated Completion Date	Responsible Contact Person
2003-004	Nutrition Cluster - Eligibility.	June 30, 2005	Debra Decker Treasurer







TECUMSEH LOCAL SCHOOL DISTRICT

New Carlisle, Ohio

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2004

Issued by

TREASURER'S OFFICE

Debra Decker  
Treasurer





**TECUMSEH LOCAL SCHOOL DISTRICT**

**This Page is Intentionally Left Blank.**

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

---

**TABLE OF CONTENTS**

INTRODUCTORY SECTION

Table of Contents .....	iii
Letter of Transmittal.....	vii
ASBO Certificate of Excellence.....	xv
GFOA Certificate of Achievement.....	xvi
List of Principal Officials .....	xvii
Organizational Chart .....	xviii

FINANCIAL SECTION

Independent Accountant’s Report .....	1
Management Discussion and Analysis.....	3
Basic Financial Statements	
Government-Wide Financial Statements:	
Statement of Net Assets .....	13
Statement of Activities.....	15
Fund Financial Statements	
Balance Sheet – Governmental Funds .....	16
Reconciliation of Total Governmental Fund Balance to Net Assets of Governmental Activities .....	17
Statement of Revenue, Expenditures and Changes in Fund Balances – Governmental Funds .....	18
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities .....	19
Statement of Revenue, Expenditures and Changes in Fund Balance – Budget and Actual (Budget Basis) – General Fund.....	20
Statement of Fiduciary Assets and Liabilities – Agency Funds.....	21
Notes to the Basic Financial Statements .....	22

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

---

**TABLE OF CONTENTS**

Supplementary Information:

Combining Statements and Individual Fund Schedules:

Combining Statements – Nonmajor Governmental Funds:

Fund Descriptions .....	48
Combining Balance Sheet – Nonmajor Governmental Funds .....	52
Combining Balance Sheet – Nonmajor Special Revenue Funds .....	53
Combining Balance Sheet – Nonmajor Capital Projects Funds.....	59
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds .....	60
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Special Revenue Funds .....	61
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Capital Projects Funds.....	67

Individual Fund Schedules of Revenues, Expenditures and Changes in  
Fund Balance – Budget to Actual (Budget Basis):

Food Service Special Revenue Fund.....	69
Latchkey Special Revenue Fund .....	70
Public School Support Special Revenue Fund.....	71
Other Grants Special Revenue Fund .....	72
Special School Special Revenue Fund .....	73
School Improvement Model Special Revenue Fund.....	74
Classroom Facilities Maintenance Special Revenue Fund.....	75
District Managed Student Activities Special Revenue Fund .....	76
Management Information Systems Special Revenue Fund.....	77
Disadvantaged Pupil Impact Aid Special Revenue Fund.....	78
Data Communications Special Revenue Fund .....	79
SchoolNet Professional Development Special Revenue Fund.....	80
Textbook Subsidy Special Revenue Fund.....	81
Ohio Reads Grant Special Revenue Fund .....	82
Summer Intervention Special Revenue Fund.....	83
Extended Learning Opportunities Special Revenue Fund .....	84
Miscellaneous State Grants Special Revenue Fund .....	85
Title I Immigrant Grant Special Revenue Fund .....	86
Title II Grant Special Revenue Fund.....	87
Title VI-B Grant Special Revenue Fund.....	88
Title III Grant Special Revenue Fund .....	89

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

---

**TABLE OF CONTENTS**

Title I Grant Special Revenue Fund .....	90
Title VI Grant Special Revenue Fund .....	91
Drug Free Schools Grant Special Revenue Fund .....	92
Telecommunications Grant Special Revenue Fund .....	93
Classroom Reduction Special Revenue Fund .....	94
Miscellaneous Federal Grants Special Revenue Fund .....	95
Permanent Improvement Capital Projects Fund.....	96
Classroom Facilities LFI Capital Projects Fund.....	97
Classroom Facilities Capital Projects Fund.....	98
SchoolNet Plus Fund.....	99
Video Distance Learning Fund .....	100
Debt Service Fund.....	101
Permanent Fund .....	102
 Combining Statements – Fiduciary Funds	
Fund Descriptions .....	103
Statement of Changes in Assets and Liabilities .....	104
 <u>STATISTICAL SECTION</u>	
Statistical Section Description.....	S1
General Fund Expenditures	
by Function – Last Ten Fiscal Years .....	S2
General Fund Revenues	
by Function – Last Ten Fiscal Years .....	S3
Property Tax Levies and Collections	
Last Ten Calendar Years .....	S4
Assessed and Estimated Actual Value of	
Taxable Property – Last Ten Calendar Years.....	S5
Property Tax Rates – Direct and Overlapping	
Governments – Last Ten Calendar Years.....	S6
Computation of Direct and Overlapping Debt – June 30, 2004 .....	S7
Computation of Legal Debt Margin – June 30, 2004 .....	S8
Student Enrollment Data – Last Ten Fiscal Years	
And Ten Year Projection.....	S9
Demographic Statistics – Last Ten Years .....	S10
Property Value, Construction Permits and Bank	
Deposits - Last Ten Fiscal Years.....	S11
Principal Taxpayers – Real Property and Public Utility	
Personal Property – December 31, 2003 .....	S12
Principal Taxpayers – Tangible Personal Property – December 31, 2003 .....	S13
Cost per Pupil – Last Ten Years.....	S14



**TECUMSEH LOCAL SCHOOL DISTRICT**





# TECUMSEH LOCAL SCHOOLS

9760 West National Road  
New Carlisle, Ohio 45344  
(937) 845-3576

**Jim Gay, Ph.D.**  
Superintendent  
**Matthew Curtis**  
Assistant Superintendent

**Paula Crew**  
Director of Special Education &  
Professional Development

**Mike Lucas**  
Director  
**Debra Decker**  
Treasurer

Tecumseh High School  
9830 West National Road  
New Carlisle, Ohio 45344  
845-4500

New Carlisle Middle School  
1203 Kennison Avenue  
New Carlisle, Ohio 45344  
845-4460

Olive Branch Middle School  
9712 West National Road  
New Carlisle, Ohio 45344  
845-4465

Donnelsville Elementary School  
P.O. Box 130  
150 East Main Street  
Donnelsville, Ohio 45319  
845-4540

Medway Elementary School  
116 Middle Street  
Medway, Ohio 45341  
845-4475

Park Layne Elementary School  
620 Cliffside Drive  
New Carlisle, Ohio 45344  
845-4470

Westlake Elementary School  
621 Walsh Avenue  
New Carlisle, Ohio 45344  
845-4480

McAdams Early Childhood Center  
1400 McAdams Drive  
New Carlisle, Ohio 45344  
845-4545

December 22, 2004

## To the Citizens and Board of Education of the Tecumseh Local School District:

We are pleased to present the Comprehensive Annual Financial Report (CAFR) of the Tecumseh Local School District. The information reported is for the fiscal year ended June 30, 2004. The report contains financial statements, supplemental statements and schedules, as well as other financial and statistical information to provide complete and full disclosure of all material financial aspects of the District for fiscal year 2004. The responsibility for the accuracy, completeness and fairness of this report rests with the School District and more specifically, the Office of the Treasurer. To the best of our knowledge and belief, this report and the enclosed data are accurate in all material aspects. Our report is designed to present fairly the financial position, results of operation of the District as measured by the financial activity of its various funds.

This report is prepared in conformance with generally accepted accounting principles as set forth by the Governmental Accounting Standards Board (GASB) and other recognized authoritative services, and is representative of the School District's continuing commitment to provide meaningful financial information to the citizens of the School District.

The CAFR report is divided into three sections:

The Introductory Section introduces the reader to the report and provides an overview of the School District and area. It also includes a table of contents, this transmittal letter, Certificate of Achievement for Excellence in Financial Reporting for fiscal year 2003 from GFOA and ASBO, an organizational chart, and list of principal officials.

The Financial Section includes the unqualified opinion of our independent auditor, Betty Montgomery, Auditor of State. It also includes the management discussion and analysis, basic financial statements and the combining statements by fund type and other schedules providing detailed information relative to the basic financial statements.

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

## **THE REPORTING ENTITY AND SERVICES PROVIDED**

The School District has reviewed its operating 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 School District for financial reporting purposes, management has considered all agencies, departments and organizations making up Tecumseh Local School District (the primary government) and its potential component units.

This report includes all funds and account groups of the district. The funds are used to account for the primary government's assets, liabilities, fund balances, and results of operations (or revenues over/under expenses) for those activities.

This report includes all funds of the school district. The school district provides a full range of traditional and non-traditional education programs, services and facilities. These include all day pre-school and kindergarten, elementary and secondary curriculum at the general, college preparatory and vocational levels, a broad range of co-curricular and extracurricular activities, special education programs and facilities.

## **MISSION STATEMENT**

*The mission of the Tecumseh Local School District is to provide a variety of educational programs for students of all ages and abilities. Our school system strives to prepare learners to be responsible, contributing members of an ever-changing society, and to have a feeling of success, and a pride in community.*

## **SCHOOL DISTRICT DESCRIPTION AND ORGANIZATION**

The Tecumseh Local School District was established in 1875 through the consolidation of existing land areas and school districts. The District serves an area of approximately 50 square miles. It is located in Clark County, and includes all of the City of New Carlisle and portions of Bethel and Pike Townships, with some parcels of property located in Miami County.

The School District is organized under Article VI, Sections 2 and 3 of the Constitution of the State of Ohio to provide educational services as authorized by State statute and/or federal guidelines. The School District operates under a locally elected Board form of government consisting of five members elected at-large for staggered four-year terms. The Board appoints the Superintendent and the Treasurer. All departments, with the exception of the Treasurer's Office, are under the authority of the Superintendent's Office.

## **ECONOMIC CONDITION AND OUTLOOK**

The Tecumseh Local School District is located in southwestern Clark County, which is just north of Dayton, Ohio and slightly to the west of Springfield, Ohio. Interstate 70 and Interstate 675 are only a few miles away. These major thoroughfares permit easy commuting to the Cities of Dayton and Springfield, as well as Wright Patterson Air Force Base (one of the areas largest employers).

The School District's tax base is supported mainly through residential and agricultural property. New housing projects have continued to be strong throughout the area, as lending rates have remained at record low levels for the past few years. The School District anticipates assessed property values and new housing projects to increase slightly or remain stable over the foreseeable future.

## **MAJOR INITIATIVES**

**Primary accomplishments for school year 2003-2004 were as follows:**

### **Financial**

Received the Certificate of Achievement for Excellence in Financial Reporting from the Government Finance Officers Association (GFOA) of the United States and Canada for its Comprehensive Annual Financial Report (CAFR) for fiscal year ended June 30, 2003. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized CAFR, whose content conforms to program standards. Such a report must satisfy both generally accepted accounting principles and applicable legal requirements.

Received the Certificate of Excellence in Financial Reporting from the Association of School Business Officials International (ASBO) for its CAFR for fiscal year ended June 30, 2003. This award certifies that the CAFR substantially conformed to the principles and standards of financial reporting as recommended and adopted by ASBO.

### **Curriculum**

- Revised quarterly benchmark assessments in all core academic subjects in grades 6-8 aligning them with Ohio Content standards
- Developed quarterly bench mark assessments in all core academic subjects in grades 9-12 aligning them with Ohio Content Standards
- Developed a uniform data collection sheet to track student progress in reading and language arts Utilized Ohio Proficiency data and Ohio Achievement test data to drive instruction and develop appropriate interventions
- Implemented a new math curriculum in grades K-12 to better meet student needs in critical thinking and problem solving
- Continued to utilize the “4 Blocks” framework for reading and language arts instruction at the K-5 level
- Used “Running Records”, DIEBELS, and Developmental Reading Assessments (DRA) to determine student literacy levels at grades K-3

### **Staff Development**

Conducted Professional Development Workshops on Campus in the areas of:

- Baldrige Framework for School Improvement-(Certified and Classified)
- Teacher and Student Partnerships
- Inclusion of student with disabilities into the general classroom setting
- Technology integration
- School Improvement strategies
- Teaching students learning English as a Second Language (ESL)

### **Facilities Initiatives**

Purchased three new school buses

## **Specific goals for the 2004-2005 school year are:**

### **Finance**

- Receive the Government Finance Officer's Association (GFOA) Certificate of Excellence in Financial Reporting for the District's 2004 Comprehensive Annual Financial Report
- Receive the Association of School Business Officials (ASBO) Certificate of Excellence in Financial Reporting for the District's 2004 Comprehensive Annual Financial Report
- Continued review of the District's internal control structure through the update of District policy and procedure manuals
- Continued success in monitoring and budgeting District resources

### **Curriculum**

- Continue the revision process on Quarterly benchmark assessments K-12
- Implement the Reading Recovery program in collaboration with Title I services at elementary levels
- Implement after school tutoring program for students learning English as Second Language (ESL)
- Implement new Health curriculum in grades 9-12
- Collect and review Ohio Proficiency, Ohio Achievement, and Ohio Graduation

### **Staff Development**

- Continue to provide Baldrige workshops for all employees
- Provide GED and literacy workshops for parents and students learning English as a Second Language
- Provide training in the integration of technology into the curriculum
- Provide opportunities in team building among staff of grades 6-8
- Provide opportunities for staff collaboration in goal setting, curriculum alignment and assessment development K-12

## **FINANCIAL INFORMATION**

### **Internal Accounting and Budgetary Control**

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 cost of internal accounting controls should not exceed the benefits expected to be derived from their implementation. The management of the District is responsible for establishing and maintaining an internal control environment that provides reasonable assurance the District's financial statements are reliable, the District complied with applicable laws and regulations and the District is operating effectively and efficiently.

The District utilizes a fully automated accounting system as well as an automated system of control 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.

The District maintains its accounts and accounting records to facilitate budgetary control as outlined by Ohio Revised Code. Before October 1<sup>st</sup> of each fiscal year the Board adopts its

annual appropriation measure. These appropriations may be amended as needed by Board action. Annual appropriations and any amendments may not exceed the County Budget Commissions official estimate of resources. The County Auditor must certify that the Board's appropriation measures 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 fund level for the General, Permanent Improvement and Food Service funds, and at the fund level for the remaining funds. All purchase order requests must be approved by the building principal, department supervisor, or appropriate central office director and must be certified by the Treasurer; necessary funds are then encumbered and purchase orders released to vendors. Those requests that exceed the available appropriations are rejected until additional appropriations are secured.

The accounting system used by the District provides interim financial reports which detail month and year-to-date expenditures and encumbrances versus the original appropriation plus any additional appropriations made to date. Each administrator and school principal is furnished the reports showing the status of the budget accounts for which they are responsible. In addition, an on line inquiry system is available at each cost center site. 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. Additional information on the District's budgetary accounts can also be found in notes to the general purpose financial statements.

### **Financial Condition**

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

#### Government-wide Financial Statements

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

#### Fund Financial Statements

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

#### Statement of Budgetary Comparisons

These statements present comparisons of actual information to both the original and final amended budget legally adopted by the School District. The budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances.

As part of this new reporting model, management is responsible for preparing a Discussion and Analysis of the School District. The discussion follows this letter of transmittal, providing an assessment of the School District's finances for 2004 and the outlook for the future.

## **CASH MANAGEMENT**

The District's cash management program addresses the issues of safety, liquidity and yield while maximizing returns. All investments are spread among available investment options to insure maximum interest rates. Investment earnings for all funds during the fiscal year were \$(52,805). The figure is lower than in the previous fiscal year due to lower cash balances available for investing purposes and recognizing investments at market value, as well as lower interest rates available for investments.

## **RISK MANAGEMENT**

The District continues to protect its assets through a comprehensive insurance program. Insurance policies are in effect for fleet liability; property loss, boiler and machinery, school errors and omissions liability, and excess liability are purchased through the Marsh Insurance Company.

All employees are covered under the District's liability policy. The Superintendent and Board President are covered with a \$20,000 performance bond. The Treasurer is covered with a \$100,000 performance bond.

The District uses the State Workers' Compensation plan and pays the premium based on a rate per \$100 of salaries. The School District is a member of Ohio School Boards Association Workers' Compensation Group Rating Program.

## **INDEPENDENT AUDIT**

State statutes require the School District to be subjected to an annual examination by an independent auditor. Independent auditor Betty Montgomery, Auditor of State, was selected to render an opinion on the School District's financial statements as of June 30, 2004. An annual audit serves to maintain and strengthen the School District's accounting and budgetary controls. Pursuant to statute, the State prescribed a uniform accounting system to standardize accounting classification and financial reporting for all governments in Ohio. The School District adopted and has been in conformance with that system beginning with its financial report for the 1979 year.

## **AWARDS**

The Government Finance Officers Association of the United States and Canada (GFOA) awards a Certificate of Achievement for Excellence in Financial Reporting to governments that publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose content conforms to program standards. Such a report must satisfy both generally accepted accounting principles and applicable legal requirements. The District is submitting this report to GFOA to determine its eligibility for a certificate, which is the highest form of recognition in the area of governmental financial reporting.

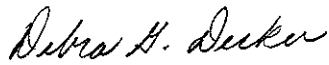
The District will also seek the Association of School Business Officials (ASBO) Certificate of Excellence in Financial Reporting for the fiscal year ended June 30, 2004. This award certifies that a Comprehensive Annual Financial Report substantially conforms to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials. This award is granted only after an extensive review of the report by an expert panel of certified public accountants and practicing school business officials. The District believes our current report meets ASBO requirements.

## ACKNOWLEDGEMENTS

The preparation of the 2004 Comprehensive Annual Financial Report was made possible by many, not only through effort but also through support. Thanks are extended to the Tecumseh Board of Education for their support of the Treasurer's office that allows reliable and progressive financial operations and reporting.

Appreciation for the preparation is extended to Clark, Schaefer, Hackett & Company, the Clark County Auditor's Office, and Richard Cost.

Respectfully submitted,



Debra G. Decker  
Treasurer/CFO



**TECUMSEH LOCAL SCHOOL DISTRICT**



**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

**Tecumseh Local School District**

For its Comprehensive Annual Financial Report (CAFR)  
For the Ten Months Ending June 20, 2003

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

  
President

  
Executive Director

# Certificate of Achievement for Excellence in Financial Reporting

Presented to  
Tecumseh Local School District,  
Ohio

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2003

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.



*Nancy L. Zielle*

President

*Jeffrey R. Emen*

Executive Director

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**LIST OF PRINCIPAL OFFICIALS**  
**JUNE 30, 2004**

---

**Board of Education**

Gary Cochran, Board President  
Jim Snyder, Board Vice President  
Dan Studebaker, Board Member  
Beverly Quinn, Board Member  
Jane Manemann, Board Member

**Administrative Team**

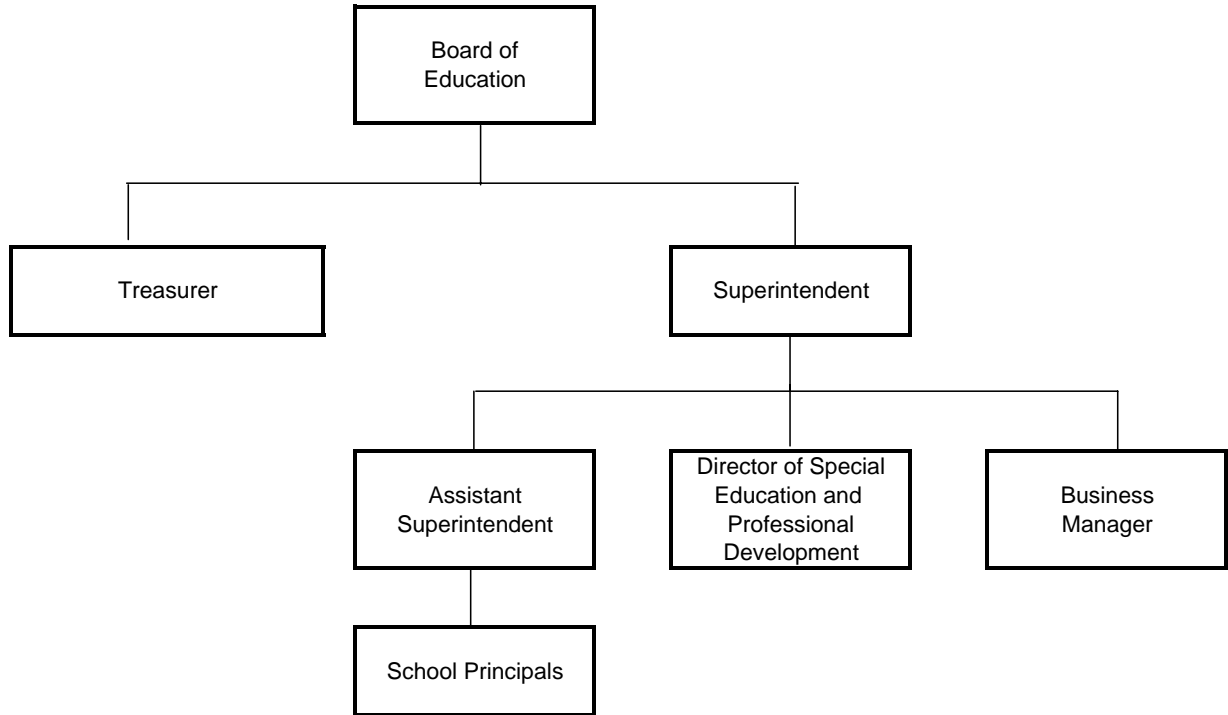
James Gay, Superintendent  
Matthew Curtis, Assistant Superintendent  
Mike Lucas, Director of Buildings, Grounds, Transportation and Food Service  
Deb Decker, Treasurer  
Paula Crew, Director of Special Education and Professional Development

Michael Ostendorf, Principal, Tecumseh High School  
Kirk Saulsbury, Unit Principal, Tecumseh High School  
Mark Eatherton, Unit Principal, Tecumseh High School  
Rick Hayman, Principal, Olive Branch Middle School  
Greg Baker, Assistant Principal, Olive Branch Middle School  
Cecil Foley, Principal, New Carlisle Middle School  
Florence Krikke, Assistant Principal, New Carlisle Middle School  
Dennis Dyer, Principal, Westlake Elementary School  
Gayle Hines, Principal, Park Layne Elementary School  
James Williams, Principal, Medway Elementary School  
Pamela Young, Principal, Donnelsville Elementary School  
Sharon Powers, Principal, McAdams Early Childhood Center

Vinia Roberts, School Psychologist  
Selva Thompson, School Psychologist  
Jeffrey Broyles, School Psychologist  
Susan McCarroll, Title I Coordinator  
Cassie Rogers, Coordinator of Libraries and Technology  
Cindy Fisher, Curriculum Coordinator  
Karen Montgomery, Child Nutrition Director  
Michael Lucas, Athletic Director

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO  
ADMINISTRATIVE ORGANIZATION  
AS OF JUNE 30, 2004**

---





## Auditor of State Betty Montgomery

### INDEPENDENT ACCOUNTANTS' REPORT

Tecumseh Local School District  
Clark County  
9760 West National Road  
New Carlisle, Ohio 45344

To the Board of Education:

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Tecumseh Local School District, Clark County, (the District), as of and for the year ended June 30, 2004, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these 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 opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Tecumseh Local School District, Clark County, as of June 30, 2004, and the respective changes in financial position, and the respective budgetary comparison for the General Fund thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 22, 2004, 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.

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

We conducted our audit to form opinions on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining nonmajor fund statements and schedules and statistical tables are presented for additional analysis and are not a required part of the basic financial statements. We subjected the combining nonmajor fund statements and schedules to the auditing procedures applied in the audit of the basic financial statements. In our opinion, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole. We did not subject the introductory section and the statistical tables to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we express no opinion on them.



**Betty Montgomery**  
Auditor of State

December 22, 2004

# TECUMSEH LOCAL SCHOOL DISTRICT

Clark County, Ohio

Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2004  
(Unaudited)

---

The discussion and analysis of the Tecumseh Local School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2004. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the transmittal letter, notes to the basic financial statements and financial statements to enhance their understanding of the School District's financial performance.

## Financial Highlights

Key financial highlights for fiscal year 2004 are as follows:

### *Overall:*

- Total net assets increased \$67 million, which is due primarily to the District recognizing grant revenue associated with the District's participation in the Classroom Facilities Assistance Program. At the end of fiscal year 2004 the District was in the preliminary stages of the project and had not yet expended all the revenue received from the State or local property taxes.
- Total assets of governmental activities increased by \$109 million, attributed almost exclusively to the increase in pooled cash and intergovernmental receivables. The increase in cash is due to the District issuing Bond Anticipation Notes and General Obligation Bonds during the fiscal year in order to take advantage of interest earnings. The increase in intergovernmental receivables is due to the District's participation in the Classroom Facilities Assistance program.
- General revenues accounted for \$25.4 million or 26 percent of total revenue. Program specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions account for \$71.7 million or 74 percent of total revenues of \$97.2 million.
- The School District's \$30.1 million in expenses were offset by program specific charges for services, grants or contributions, however the net revenue is a result of the District recognizing the entire grant proceeds from the Classroom Facilities Program for which expenditures have not yet been incurred.
- The General Fund, Debt Service Fund and Classroom Facilities Fund, the only major funds, had \$24.7 million, \$.9 million and \$2.7 million in revenues, respectively, and \$25.9 million, \$.09 million and \$1.8 million in expenditures, respectively. These funds represent 88 percent of the total governmental funds revenues and expenditures. The General Fund's balance decreased \$1.2 million over fiscal year 2003. The Debt Service and Classroom Facilities funds were new in fiscal year 2004.

## Using this Comprehensive Annual Financial Report (CAFR)

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

# TECUMSEH LOCAL SCHOOL DISTRICT

Clark County, Ohio

## Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2004 (Unaudited)

---

The Statement of Net Assets and Statement of Activities provide information about the activities of the whole School District, presenting both an aggregated view of the School District's finances and a longer-term view of those statements. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the School District's most significant funds with all other non-major funds presented in total in one column. In the case of Tecumseh Local School District, the General Fund, Debt Service Fund and Classroom Facilities Fund are the major funds.

### **Reporting the School District as a Whole**

#### *Statement of Net Assets and the Statement of Activities*

While this document contains a large number of funds used by the School District to provide programs and activities, the view of the School District as a whole looks at all financial transactions and asks the question, "How did we do financially during 2004?" The Statement of Net Assets and the Statement of Activities answers this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the School District's net assets and changes in those assets. This change in net assets is important because it tells the reader that, for the School District as a whole, the financial position of the School District has improved or diminished. The causes of this change may be the result of many factors, some financial, some not. Non-financial factors include the School District's property tax base, current property tax laws in Ohio restricting revenue growth, facility conditions, required educational programs and other factors.

In the Statement of Net Assets and the Statement of Activities, the School District reports governmental activities. Governmental activities are the activities where most of the School District's programs and services are including, but not limited to, instruction, support services, operation and maintenance of plant, pupil transportation and extracurricular activities. The School District does not have any business-type activities.

### **Reporting the School District's Most Significant Funds**

#### *Fund Financial Statements*

The analysis of the School District's General Fund, Debt Service Fund and Classroom Facilities Fund, the only major funds, begins on page 16. Fund financial reports provide detailed information about the General Fund, Debt Service Fund and Classroom Facilities Fund. The School District uses many funds to account for a multitude of financial transactions. However, these funds financial statements focus on the School District's most significant funds, and therefore only the General Fund, Debt Service Fund and Classroom Facilities Fund is presented separate from the other governmental funds.



# TECUMSEH LOCAL SCHOOL DISTRICT

Clark County, Ohio

Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2004  
(Unaudited)

---

## Governmental Funds

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

## **The School District as a Whole**

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

Table 1 provides a summary of the School District's net assets for 2004 compared to 2003:

TABLE 1  
NET ASSETS (in 000's)

	<u>2004</u>	<u>2003</u>
<i>Assets</i>		
Current and Other Assets	\$ 121,467	\$ 14,241
Capital Assets	<u>3,538</u>	<u>1,786</u>
Total Assets	<u>125,005</u>	<u>16,027</u>
<i>Liabilities</i>		
Long-Term Liabilities	22,299	1,547
Other Liabilities	<u>32,710</u>	<u>11,584</u>
Total Liabilities	<u>55,009</u>	<u>13,131</u>
<i>Net Assets</i>		
Invested in Capital Assets, Net of Debt	1,676	1,375
Restricted	65,558	418
Unrestricted	<u>2,762</u>	<u>1,103</u>
Total Net Assets	<u>\$ 69,996</u>	<u>\$ 2,896</u>

The amount by which the School District's assets exceeded its liabilities is called net assets. As of June 30, 2004 the School District's net assets were \$70 million. Of that amount, approximately \$1.7 million was invested in capital assets, net of debt related to those assets. Another \$65.5 million was subject to external restrictions upon its use. The remaining \$2.8 million was unrestricted and available for future use as directed by the Board of Education and the School District's Administration.

**TECUMSEH LOCAL SCHOOL DISTRICT**

Clark County, Ohio

Management's Discussion and Analysis  
 For the Fiscal Year Ended June 30, 2004  
 (Unaudited)

Table 2 shows the changes in net assets for fiscal year 2004 compared to fiscal year 2003.

TABLE 2  
 CHANGE IN NET ASSETS (in 000's)

	<u>2004</u>	<u>2003</u>
<b>Revenues</b>		
Program Revenues:		
Charges for Services	\$ 2,095	\$ 2,000
Operating Grants and Contributions	2,224	2,060
Capital Grants and Contributions	67,421	78
General Revenues:		
Property Taxes	9,111	8,367
Grants and Entitlements	16,167	15,207
Other	164	119
Total Revenues	<u>97,182</u>	<u>27,831</u>
<b>Program Expenses</b>		
Instruction	17,104	15,750
Support Services:		
Pupils and Instructional Staff	3,130	3,159
Board of Education, Administration, Fiscal and Business	3,197	3,635
Plant Operation and Maintenance	2,882	2,974
Pupil Transportation	1,542	1,657
Central	50	44
Operation of Non-Instructional Services	1,805	1,467
Extracurricular Activities	140	444
Unallocated Depreciation	13	10
Interest and Fiscal Charges	284	24
Total Expenses	<u>30,147</u>	<u>29,164</u>
Increase (Decrease) in Net Assets	\$ 67,035	\$ (1,333)
Net Assets at Beginning of Year	<u>2,961</u>	<u>4,294</u>
Net Assets at End of Year	<u>\$ 69,996</u>	<u>\$ 2,961</u>

**Governmental Activities**

The unique nature of property taxes in Ohio creates the need to routinely seek voter approval for operating funds. The overall revenue generated by a voted levy does not increase solely as a result of inflation. Property taxes made up 9.4 percent of revenues for governmental activities for the Tecumseh Local School District for fiscal year 2004. The last operating levy approved by voters in the School District occurred in 1995. The School District is extremely dependent upon intergovernmental revenues provided by the State of Ohio and the federal government; approximately 86 percent of the School District's total revenue was

**TECUMSEH LOCAL SCHOOL DISTRICT**

Clark County, Ohio

Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2004  
(Unaudited)

received from intergovernmental sources during fiscal year 2004.

Despite not having sought new operating funds through a property tax levy in the past three years, the School District has been able to maintain a stable financial footing, however, the fund balance for the general fund is declining and new operating funds will be sought in the coming year.

Instruction comprises 57 percent of the School District's expenses for fiscal year 2004. Support services expenses make up 35 percent of the expenses.

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows the total cost of services and the net cost of services. That is, it identifies the cost of these services supported by tax revenue and unrestricted state entitlements.

Table 3  
Total and Cost of Program Services  
Governmental Activities  
(in 000's)

	2004		2003	
	Total Cost of Service	Net Cost of Service	Total Cost of Service	Net Cost of Service
Instruction	\$ 17,104	\$ 15,148	\$ 15,750	\$ 14,017
Support Services:				
Pupils and Instructional Staff	3,130	2,480	3,159	2,532
Board of Education, Administration, Fiscal and Business	3,197	3,068	3,635	3,479
Plant Operation and Maintenance	2,882	(64,532)	2,974	2,868
Pupil Transportation	1,542	1,508	1,657	1,588
Central	50	43	44	39
Operation of Non-Instructional Services	1,805	394	1,467	161
Extracurricular Activities	140	-	444	249
Unallocated Depreciation	13	13	10	10
Interest and Fiscal Charges	<u>284</u>	<u>284</u>	<u>24</u>	<u>24</u>
Total Expenses	<u>\$ 30,147</u>	<u>\$(41,594)</u>	<u>\$ 29,164</u>	<u>\$ 24,967</u>

Instructional expenses include activities directly dealing with the teaching of pupils and the interaction between teacher and pupil.

Pupils and instructional staff include the activities involved with assisting the staff with the contents and process of teaching to pupils.

Board of education, administration, fiscal and business includes expenses associated with administrative and financial supervision of the District.

Plant operation and maintenance activities involve keeping the school grounds, buildings, and equipment in

# TECUMSEH LOCAL SCHOOL DISTRICT

Clark County, Ohio

## Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2004 (Unaudited)

---

an effective working condition.

Pupil transportation includes activities involved with the conveyance of students to and from school, as well as to and from school activities, as provided by state law.

Central includes expenses related to planning, research, development and evaluation of support services, as well as the reporting of this information internally and to the public.

Operation of non-instructional services includes the preparation, delivery and servicing of lunches, snacks and other incidental meals to students and school staff in connection with school activities, as well as services provided to the community at-large.

Extracurricular activities includes expenses related to student activities provided by the School District which are designed to provide opportunities for pupils to participate in school events, public events, or a combination of these for the purposes of motivation, enjoyment and skill improvement.

Unallocated depreciation represents current period depreciation charges associated with capital assets that are utilized by several different functions, typically school buildings throughout the District.

Interest and fiscal charges involves the transaction associated with the payment of interest and other related charges to debt of the School District.

### **The School District's Funds**

Information about the School District's General Fund, Debt Service Fund and Classroom Facilities Fund, the only major funds, starts on page 16. These funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of \$33 million and expenditures of \$32 million. The net change in fund balance was most significant in the Debt Service Fund, an increase of \$22 million. As previously discussed, the increase is a result of debt proceeds to be used to build six new school buildings and renovate the high school building.

### **General Fund Budgeting Highlights**

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

During the course of fiscal year 2004, the School District amended its general fund budget numerous times, none significant. Budgetary adjustments were required due to unanticipated reductions in revenues from state budget cuts. Other revenue and expenditure line items were also reviewed.

For the General Fund, budget basis revenue was \$24.0 million as compared to the original budget estimates of \$23.6 million. This difference included intergovernmental revenues initially budgeted at \$15.3 million with budget basis revenues coming in at \$16.1 million and property tax revenues initially budgeted at \$7.6 million with budget basis revenues coming in at \$6.9 million.

**TECUMSEH LOCAL SCHOOL DISTRICT**

Clark County, Ohio

Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2004  
(Unaudited)

---

Total actual expenditures on the original and final budget basis (cash outlays plus encumbrances) were \$1.5 million and \$2.3 million, respectively, above revenues, as well as \$1.1 million above original budget estimates, respectively.

**Capital Assets**

At the end of fiscal year 2004 and 2003, the School District had \$3.59 million and \$1.79 million, respectively, invested in land, buildings, furniture and equipment, and vehicles in governmental activities.

Table 5 shows fiscal year 2004 balances compared to 2003:

Table 5  
Capital Assets at June 30 (in thousands)

	2004	2003
	<hr/>	<hr/>
Land and Improvements	\$ 520	\$ 312
Construction in Progress	1,654	-
Building and Improvements	8,893	8,893
Equipment	1,188	1,248
Vehicles	1,911	1,778
Less: Accumulated Depreciation	<u>(10,628)</u>	<u>(10,445)</u>
Totals	\$ <u>3,538</u>	\$ <u>1,786</u>

Overall capital assets increased approximately \$1.7 million from fiscal year 2003. Increases in capital assets was primarily a result of the District participating in the Classroom Facilities Assistance Program.

For fiscal year 2000 and forward, Ohio law requires school districts to set aside three percent of certain revenues for capital improvements and an additional three percent for textbooks and instructional supplies. For fiscal year 2004, this amounts to \$506,480 for each set aside requirement. When fiscal year 2004 qualifying disbursements for the capital improvements and textbooks were netted against the cumulative set aside amounts for the year, no set aside for textbooks or capital improvements remained. See accompanying notes to the basic financial statements for more information.

# TECUMSEH LOCAL SCHOOL DISTRICT

Clark County, Ohio

## Management's Discussion and Analysis For the Fiscal Year Ended June 30, 2004 (Unaudited)

---

Capital asset acquisitions during fiscal year 2004 consisted primarily of three new school buses with a total purchase cost of \$169,000 and the planning expenses associated with the Classroom Facilities Assistance Program at a cost of \$1.8 million. Other acquisitions included data processing equipment and miscellaneous equipment.

The State of Ohio has determined that all of our school buildings are in need of replacement or renovation based on the age and condition of the structures. A statewide revitalization program, which operates under the direction of the Ohio Schools Facilities Commission (established through Senate Bill 272) uses resources from state bond funds and the tobacco settlement funds to match local dollars so that eligible districts can remodel or rebuild their aging infrastructures. On August 13, 2003 the members of the District's Board unanimously approved the plan to renovate or replace 8 school buildings, (replacing 5 and renovating 1 a total of 6 buildings replacing the 8 buildings) moving the District closer to a vision of providing students with a quality education in up-to-date facilities. The electors of the Tecumseh Local School District, Counties of Clark and Miami, Ohio approved the issuance of school improvement unlimited tax general obligation bonds at the election held November 4, 2003. As of June 30, 2004 the District had spent \$1.8 million in the creation and implementation of the Facilities Master Plan in preparation for the building and renovation projects.

### **Debt Administration**

At June 30, 2004, the School District had a five-year renewable tax anticipation note of \$274,000 in outstanding debt. The note was issued for permanent improvements to be made to the School District's stadium. The debt will be repaid from proceeds of a tax levy collected by the County Auditor. Principal payments for fiscal year 2004 totaled \$137,000, the balance of which was renewed for another year.

The District issued Bond Anticipation Notes in the amount of \$10 million dollars in December 2003 and issued the balance of \$10.6 million of Bond Anticipation Notes in January 2004 to pay for the local share of the Classroom Facilities Assistance Program. The Bond Anticipation Notes were issued in order to start the project prior to the District issuing the General Obligation Bonds. In May 2004, General Obligation Bonds in the amount of \$20.6 million were issued to pay off the Bond Anticipation Notes, which did not occur until July 2004. The District held the notes for 90 days in order to take advantage of additional interest earnings.

At June 30, 2004 the School District's overall legal debt margin was \$23.4 million and the unvoted debt margin was \$.2 million. See accompanying notes to the basic financial statements for more information.

### **For the Future**

Long- range financial projections indicate there is a need for additional operating revenue, therefore, the School District has immediate plans to ask the voters to approve an operating levy. There was outstanding support from the local citizens and business community for the bond and maintenance levy. The School District has also implemented plans to increase operating efficiency in future years.

As a result of the Ohio Supreme Court's decision regarding the State's funding plan for schools to be unconstitutional, the State has increased funding through their Parity Aid Program. The School District received \$1.22 million in FY04 as a result of the new Parity Aid Program, and is projecting to receive \$1.65 million in FY05.

The School District has also been affected by the ever-increasing enrollment in community schools. The cost

# **TECUMSEH LOCAL SCHOOL DISTRICT**

Clark County, Ohio

Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2004  
(Unaudited)

---

to the School District for community schools in FY2003 was \$158,054 and increased to \$240,793 in FY2004. The loss of these dollars will have a continuing impact on the financial picture. The School District's responsibility is to make the necessary adjustments to work within the confines of the projected financial picture. The ability to react to the community school impact is hindered by the lack of solid enrollment data until after the new school year has begun which are several months away for next year. The School District will continue to make spending reductions to offset the increases in the community school obligation.

## **Contacting the School District's Financial Management**

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional financial information contact the Treasurer's Office at Tecumseh Local Schools, 9760 W. National Road, New Carlisle, Ohio 45344 or call (937)845-3576.



**TECUMSEH LOCAL SCHOOL DISTRICT**



**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**

STATEMENT OF NET ASSETS

JUNE 30, 2004

	<u>Governmental Activities</u>
Assets:	
Equity in pooled cash and cash equivalents	\$ 46,712,019
Cash and Cash Equivalents:	
In Segregated Accounts	2,500
Investments	2,000
Receivables:	
Property and other taxes	9,519,363
Accounts	24,727
Intergovernmental	64,835,903
Inventory of supplies and materials	146,477
Inventory held for resale	9,877
Prepaid items	133,579
Restricted Assets:	
Equity in pooled cash and cash equivalents	80,264
Depreciable capital assets, net	1,418,722
Non-depreciable capital assets	<u>2,119,910</u>
 Total Assets	 <u>125,005,341</u>
Liabilities:	
Accounts payable	63,684
Contracts payable	247,259
Accrued wages and benefits payable	2,567,117
Intergovernmental payable	1,292,267
Deferred revenue	7,175,741
Accrued interest payable	274,174
Early retirement incentive payable	200,000
Tax anticipation note payable	274,000
Bond anticipation note payable	20,616,000
Long Term Liabilities:	
Due within one year	647,863
Due in more than one year	<u>21,650,894</u>
 Total Liabilities	 <u>55,008,999</u>
Net Assets:	
Invested in capital assets, net of related debt	1,676,053
Restricted for:	
Endowment:	
Non-expendable	2,085
Other purpose	426,450
Capital projects	64,311,540
Debt service	818,185
Unrestricted	<u>2,762,029</u>
 Total Net Assets	 <u>\$ 69,996,342</u>



**TECUMSEH LOCAL SCHOOL DISTRICT**

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**

STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2004

	<u>Expenses</u>	<u>Program Revenues</u>			<u>Net (Expense) Revenue and Changes in Net Assets</u>
		<u>Charges for services &amp; sales</u>	<u>Operating grants and contributions</u>	<u>Capital grants and contributions</u>	<u>Total Governmental Activities</u>
Governmental Activities:					
Instruction:					
Regular	\$ 12,916,279	\$ 907,282	\$ 348,265	\$ -	\$ (11,660,732)
Special	2,486,358	172,816	528,063	-	(1,785,479)
Vocational	622,045	-	-	-	(622,045)
Other	1,079,725	-	-	-	(1,079,725)
Support Services:					
Pupils	1,858,505	-	375,048	-	(1,483,457)
Instructional staff	1,271,540	-	275,016	-	(996,524)
Board of education	83,781	-	-	-	(83,781)
Administration	2,582,005	-	129,859	-	(2,452,146)
Fiscal	516,080	-	-	-	(516,080)
Business	14,994	-	-	-	(14,994)
Operation and maintenance of plant	2,881,766	-	24,000	67,389,691	64,531,925
Pupil transportation	1,542,437	-	2,742	31,455	(1,508,240)
Central	49,767	-	6,715	-	(43,052)
Operation of non-instructional services	1,804,409	875,102	534,802	-	(394,505)
Extracurricular activities	140,632	139,826	-	-	(806)
Interest and fiscal charges	283,650	-	-	-	(283,650)
Unallocated depreciation *	13,121	-	-	-	(13,121)
Total Governmental Activities	<u>\$ 30,147,094</u>	<u>\$ 2,095,026</u>	<u>\$ 2,224,510</u>	<u>\$ 67,421,146</u>	<u>41,593,588</u>

General Revenues:

Property taxes levied for general purposes	7,452,641
Property taxes levied for capital improvements	817,720
Property taxes levied for debt service	840,458
Grants and entitlements not restricted to specific programs	16,166,670
Investment earnings	(52,805)
Miscellaneous	<u>216,873</u>
<b>Total General Revenues</b>	<u>25,441,557</u>
Changes in net assets	67,035,145
Net assets at beginning of year	<u>2,961,197</u>
Net assets at end of year	<u>\$ 69,996,342</u>

\* - This amount excludes the depreciation that is included in the direct expense of the various functions.

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO

BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2004

	General Fund	Debt Service Fund	Classroom Facilities	Other Governmental Funds	Total Governmental Funds
<u>Assets:</u>					
Equity in Pooled Cash and Cash Equivalents	\$ 2,461,716	\$ 21,243,783	\$ 21,427,849	\$ 1,578,671	\$ 46,712,019
Cash and Cash Equivalents:					
In Segregated Accounts	-	-	-	2,500	2,500
Investments	-	-	-	2,000	2,000
Receivables:					
Taxes	7,702,119	1,042,555	-	774,689	9,519,363
Accounts	24,727	-	-	-	24,727
Intergovernmental	-	-	64,432,585	403,318	64,835,903
Prepaid Items	133,579	-	-	-	133,579
Inventory of Supplies and Materials	140,966	-	-	5,511	146,477
Inventory Held for Resale	-	-	-	9,877	9,877
Restricted Assets:					
Equity in Pooled Cash and Cash Equivalents	80,264	-	-	-	80,264
<b>Total Assets</b>	<b>\$ 10,543,371</b>	<b>\$ 22,286,338</b>	<b>\$ 85,860,434</b>	<b>\$ 2,776,566</b>	<b>\$ 121,466,709</b>
<u>Liabilities and Fund Balances:</u>					
<u>Liabilities:</u>					
Accounts Payable	\$ 42,402	\$ -	\$ -	\$ 21,282	\$ 63,684
Contracts Payable	-	-	247,259	-	247,259
Accrued Wages and Benefits	2,338,432	-	-	228,685	2,567,117
Intergovernmental Payable	695,136	-	-	100,046	795,182
Accrued Interest Payable	-	82,110	180,149	11,915	274,174
Deferred Revenue	6,217,507	806,394	64,432,585	700,006	72,156,492
Compensated Absences Payable	213,488	-	-	4,374	217,862
Early Retirement Incentive Payable	200,000	-	-	-	200,000
Bond Anticipation Notes Payable	-	-	20,096,000	520,000	20,616,000
Tax Anticipation Notes Payable	-	-	-	274,000	274,000
<b>Total Liabilities</b>	<b>9,706,965</b>	<b>888,504</b>	<b>84,955,993</b>	<b>1,860,308</b>	<b>97,411,770</b>
<u>Fund Balances:</u>					
<u>Reserved for:</u>					
Encumbrances	681,843	-	3,340,971	120,255	4,143,069
Supplies Inventory	140,967	-	-	15,387	156,354
Property Taxes	1,484,612	236,161	-	208,354	1,929,127
Reserved for Endowment	-	-	-	2,085	2,085
Budget Stabilization	80,264	-	-	-	80,264
<u>Unreserved, Undesignated:</u>					
General Fund	(1,551,280)	-	-	-	(1,551,280)
Debt Service Fund	-	21,161,673	-	-	21,161,673
Special Revenue Funds	-	-	-	453,428	453,428
Capital Projects Funds	-	-	(2,436,530)	116,749	(2,319,781)
<b>Total Fund Balances</b>	<b>836,406</b>	<b>21,397,834</b>	<b>904,441</b>	<b>916,258</b>	<b>24,054,939</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 10,543,371</b>	<b>\$ 22,286,338</b>	<b>\$ 85,860,434</b>	<b>\$ 2,776,566</b>	<b>\$ 121,466,709</b>

TECUMSEH LOCAL SCHOOL DISTRICT, OHIO

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO  
NET ASSETS OF GOVERNMENTAL ACTIVITIES

JUNE 30, 2004

Total Governmental Fund Balances:		\$	24,054,939
Amounts reported for governmental activities in the statement of net assets are different because:			
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.			3,538,632
Other long-term assets are not available to pay for current- period expenditures and therefore are deferred in the funds.			64,980,751
Long-term liabilities which are not due and payable in the current period and therefore are not reported in the funds.			
Intergovernmental Payable	(497,085)		
Compensated Absences	(1,465,920)		
General Obligation Bonds Payable	(20,614,975)		
Total			<u>(22,577,980)</u>
Net Assets of Governmental Activities		\$	<u>69,996,342</u>

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2004

	General Fund	Debt Service Fund	Classroom Facilities	Other Governmental Funds	Total Governmental Funds
<b>Revenues:</b>					
Taxes	\$ 7,523,120	\$ 795,207	\$ -	\$ 776,423	\$ 9,094,750
Intergovernmental	16,086,678	70,395	2,845,563	2,432,650	21,435,286
Interest	41,616	9,925	(106,723)	2,377	(52,805)
Tuition and Fees	958,173	-	-	121,925	1,080,098
Charges for Services	-	-	-	875,102	875,102
Gifts and Donations	10,046	-	-	43,832	53,878
Extracurricular Activities	-	-	-	139,826	139,826
Miscellaneous	109,695	-	-	23,359	133,054
<b>Total Revenues</b>	<b>24,729,328</b>	<b>875,527</b>	<b>2,738,840</b>	<b>4,415,494</b>	<b>32,759,189</b>
<b>Expenditures:</b>					
<b>Current:</b>					
<b>Instruction:</b>					
Regular	12,376,204	-	-	532,891	12,909,095
Special	1,931,695	-	-	551,815	2,483,510
Vocational	652,808	-	-	-	652,808
Other Instruction	1,012,978	-	-	14,617	1,027,595
<b>Support Services:</b>					
Pupils	1,395,555	-	-	433,403	1,828,958
Instructional Staff	1,043,497	-	-	218,538	1,262,035
Board of Education	82,886	-	-	-	82,886
Administration	2,394,596	-	-	173,918	2,568,514
Fiscal	485,959	10,558	-	19,304	515,821
Business	14,994	-	-	-	14,994
Plant Operation and Maintenance	2,695,657	-	1,654,250	342,926	4,692,833
Pupil Transportation	1,456,980	-	-	77,352	1,534,332
Central	42,895	-	-	6,872	49,767
Non-Instructional Services	336,697	-	-	1,436,558	1,773,255
Extracurricular Activities	2,024	-	-	130,595	132,619
<b>Debt Service:</b>					
Interest and Fiscal Charges	-	82,110	180,149	21,391	283,650
<b>Total Expenditures</b>	<b>25,925,425</b>	<b>92,668</b>	<b>1,834,399</b>	<b>3,960,180</b>	<b>31,812,672</b>
<b>Excess of Revenues Over(Under) Expenditures</b>	<b>(1,196,097)</b>	<b>782,859</b>	<b>904,441</b>	<b>455,314</b>	<b>946,517</b>
<b>Other Financing Sources:</b>					
Proceeds from Sale of Bonds	-	20,614,975	-	-	20,614,975
<b>Total Other Financing Sources</b>	<b>-</b>	<b>20,614,975</b>	<b>-</b>	<b>-</b>	<b>20,614,975</b>
<b>Change in Fund Balance</b>	<b>(1,196,097)</b>	<b>21,397,834</b>	<b>904,441</b>	<b>455,314</b>	<b>21,561,492</b>
<b>Fund Balance at Beginning of Year</b>	<b>2,032,503</b>	<b>-</b>	<b>-</b>	<b>460,944</b>	<b>2,493,447</b>
<b>Fund Balance at End of Year</b>	<b>\$ 836,406</b>	<b>\$ 21,397,834</b>	<b>\$ 904,441</b>	<b>\$ 916,258</b>	<b>\$ 24,054,939</b>

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**

RECONCILIATION OF THE STATEMENTS OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2004

Net Change in Fund Balances - Total Governmental Funds		\$ 21,561,492
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation exceeded capital outlay in the current period.		
Capital asset additions	2,032,214	
Current year depreciation	<u>(309,860)</u>	
Total		1,722,354
Issuance of debt is an other financing source in the governmental funds, but the revenue increases long-term liabilities in the statement of net assets		(20,614,975)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		64,423,050
Some expenses reported in the statement of activities, such as compensated absences and intergovernmental payable which represents contractually required pension contributions, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.		
Intergovernmental payable	(74,782)	
Compensated absences payable	<u>18,006</u>	
Total		<u>(56,776)</u>
Change in Net Assets of Governmental Activities		<u>\$ 67,035,145</u>

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**

STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (BUDGET BASIS)  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2004

	ORIGINAL BUDGET	REVISED BUDGET	ACTUAL	VARIANCE WITH FINAL BUDGET
<b>Revenues:</b>				
Taxes	\$ 7,583,359	\$ 6,896,138	\$ 6,896,138	\$ -
Intergovernmental	15,288,809	16,086,678	16,086,678	-
Interest	76,977	41,616	41,616	-
Tuition and Fees	624,229	913,252	913,252	-
Transportation	54,617	42,130	42,130	-
Gifts and Donations	5,000	10,043	10,043	-
Miscellaneous	4,952	42,792	42,792	-
<b>Total Revenues</b>	<u>23,637,943</u>	<u>24,032,649</u>	<u>24,032,649</u>	<u>-</u>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>Instruction:</b>				
Regular	11,982,492	12,236,771	12,236,771	-
Special	1,697,369	1,930,152	1,930,152	-
Vocational	636,303	663,535	663,535	-
Other Instruction	450,000	1,084,083	1,084,083	-
<b>Support Services:</b>				
Pupils	1,297,570	1,382,572	1,382,572	-
Instructional Staff	1,151,144	1,057,737	1,057,737	-
Board of Education	52,469	83,110	83,110	-
Administration	2,668,112	2,444,167	2,444,167	-
Fiscal	574,213	566,734	566,734	-
Business	30,541	20,745	20,745	-
Plant Operation and Maintenance	2,752,556	2,855,335	2,855,335	-
Pupil Transportation	1,533,746	1,615,722	1,615,722	-
Central	27,057	45,768	45,768	-
Non-Instructional Services	3,236	-	-	-
Extracurricular Activities	336,196	337,482	337,482	-
Capital Outlay	2,153	6,565	6,565	-
<b>Total Expenditures</b>	<u>25,195,157</u>	<u>26,330,478</u>	<u>26,330,478</u>	<u>-</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>(1,557,214)</u>	<u>(2,297,829)</u>	<u>(2,297,829)</u>	<u>-</u>
<b>Other Financing Sources (Uses):</b>				
Refund of Prior Year Expenditures	19,971	65,313	65,313	-
Refund of Prior Year Receipts	(2,250)	-	-	-
Sale and Loss of Assets	1,403	1,590	1,590	-
Advances-In	-	40,138	40,138	-
<b>Total Other Financing Sources (Uses)</b>	<u>19,124</u>	<u>107,041</u>	<u>107,041</u>	<u>-</u>
<b>Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</b>	<u>(1,538,090)</u>	<u>(2,190,788)</u>	<u>(2,190,788)</u>	<u>-</u>
Fund Balance at Beginning of Year	3,283,044	3,283,044	3,283,044	-
Prior Year Encumbrances Appropriated	715,225	715,225	715,225	-
<b>Fund Balance at End of Year</b>	<u>\$ 2,460,179</u>	<u>\$ 1,807,481</u>	<u>\$ 1,807,481</u>	<u>\$ -</u>



**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**

**STATEMENT OF ASSETS AND LIABILITIES  
AGENCY FUND  
JUNE 30, 2004**

	<u>AGENCY FUND</u>
<u>Assets:</u>	
Assets:	
Equity in Pooled Cash and Cash Equivalents	<u>\$          59,344</u>
 Total Assets	 <u><u>\$          59,344</u></u>
 <u>Liabilities</u>	
Liabilities:	
Due to Students	<u>\$          59,344</u>
 Total Liabilities	 <u><u>\$          59,344</u></u>

## **TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**

Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2004

---

### **NOTE 1 - DESCRIPTION OF THE DISTRICT AND REPORTING ENTITY**

Tecumseh Local School District (the "District") is organized under Article VI, Sections 2 and 3 of the Constitution of the State of Ohio. The District operates under a locally elected Board form of government consisting of five members elected at-large for staggered four-year terms. The District provides educational services as authorized by State statute and/or federal guidelines.

The District was established in 1875 through the consolidation of existing land areas and school districts. The District serves an area of approximately 50 square miles. It is located in Clark County, and includes all of the City of New Carlisle and portions of Bethel and Pike Townships. It is staffed by 196 non-certified employees, 248 certificated full-time teaching personnel and 19 administrative employees who provide services to 3,610 students and other community members. The District currently operates 8 instructional buildings, 1 administrative building and 1 garage.

#### **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 of the District consists of all funds, departments, boards and agencies that are not legally separate from the District. For Tecumseh Local School District, this includes general operations, food service, latchkey and student related activities of the District.

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 body 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 for which the District approves the budget, the issuance of debt or the levying of taxes. The District has no component units.

The District is associated with seven organizations, which are defined as jointly governed and one insurance purchasing pool. These organizations are discussed in Note 15 and 16 to the basic financial statements. These organizations are:

#### Jointly Governed Organizations:

- Miami Valley Educational Computer Association
- Southwestern Ohio Educational Purchasing Council
- Southwestern Ohio Instructional Technology Association
- Clark County Family and Children First Council
- Springfield/Clark County Joint Vocational School
- Tecumseh Education Foundation
- Miami Valley Special Education Regional Resource Center

#### Insurance Purchasing Pool:

- Southwestern Ohio Educational Purchasing Council Workers' Compensation Group Rating Plan

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**

Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2004

---

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

The financial statements of the Tecumseh Local School District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The District also applies Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, to its government-wide 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***

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

**Government-Wide Financial Statements**

The statement of net assets and the statement of activities display information about the District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds.

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

**Fund Financial Statements**

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

***B. Fund Accounting***

The District uses funds to maintain its financial records during the fiscal year. Fund accounting is designed to demonstrate legal compliance and to aid 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. The various funds of the District are grouped into the categories governmental and fiduciary.

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**

Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2004

---

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

Governmental Funds

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

General Fund

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

Debt Service Fund

The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, long-term debt issued to pay for the local share of the Classroom Facilities Assistance Program.

Classroom Facilities

The Classroom Facilities Fund is used to account for the expenses associated with the District's plan to replace five school buildings and renovate one school building through the Classroom Facilities Assistance Program.

The other governmental funds of the District account for grants and other resources and capital projects of the District whose uses are restricted to a particular purpose.

Fiduciary Funds

Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds, and agency funds. Trust funds are used to account for assets held by the District under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the District's own programs. The District has no funds, which are classified as trust funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The District's agency fund is used to account for resources that belong to various student groups in the District.

***C. Measurement Focus***

Government-Wide Financial Statements

The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the District are included on the Statement of Net Assets.

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**

Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2004

---

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

**Fund Financial Statements**

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

***D. Basis of Accounting***

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

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. "Measurable" means the amount of the transaction can be determined, and "available" means collectible within the current fiscal year or soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means expected to be received within sixty days of fiscal year end.

Nonexchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, grants, entitlements, and donations. Revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the 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 nonexchange transactions must also be available before it can be recognized.

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

Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied. Property taxes for which there is an enforceable legal claim as of June 30, 2004, but which were levied to finance fiscal year 2005 operations, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**

Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2004

---

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

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

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

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

***E. Budget Data***

All funds, other than agency funds are legally required to be budgeted and appropriated. 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 tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amount the Board of Education may appropriate. The appropriation resolution is the Board's authorization to spend resources and sets annual limits on expenditures plus encumbrances at a level of control selected by the Board. The Board has established the legal level of control at the fund level.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue, are identified by the District. The amounts reported as the original budgeted amounts in the budgetary statements reflect the amounts in the certificate when the original appropriations were adopted. The amounts reported as the final budgeted amounts in the budgetary statements reflect the amounts in the final amended certificate issued during fiscal year 2004.

The appropriation resolution is subject to amendment by the Board throughout the school year with the restriction that appropriations may not exceed estimated resources. The amounts reported as the original budgeted amounts reflect the first appropriation for that fund that covered the entire fiscal year, including amounts automatically carried over from prior years. The amounts reported as the final budgeted amounts represent the final appropriation amounts passed by the Board during the year.

***F. Cash and Cash Equivalents***

To improve cash management, cash received by the District is pooled. Monies for all funds, are maintained in this pool. Individual fund integrity is maintained through the District records. Each fund's interest in the pool is presented as "Equity in Pooled Cash and Cash Equivalents" on the combined balance sheet. The original contribution to the permanent fund is invested separately.

The District has segregated bank accounts for monies held separate from the District's central bank account. These interest bearing depository accounts are presented on the combined balance sheet as "Cash and Cash Equivalents in Segregated Accounts" since they are not required to be deposited into the District Treasury. During fiscal year 2004, investments consisted of U.S. Treasury Obligations, Federal Home Loan Bank Bonds, Federal Home Loan Mortgage Corporation notes, Federal National Mortgage Association Notes, U.S.

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**

Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2004

---

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

Treasury Notes and a certificate of deposit.

Except for nonparticipating investment contracts, investments are reported at fair value, which is based on quoted market prices. Nonparticipating investment contracts such as repurchase agreements and nonnegotiable certificates of deposit are reported at cost.

For purposes of the presentation on the financial statement, investments of the cash management pool and investments with an original maturity of three months or less at the time they are purchased by the District are considered to be cash equivalents.

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 2004 amounted to \$41,616 which includes the general funds allocation as well as the allocations of all funds not specified in the Board's resolution. The Debt Service fund had interest earnings of \$9,925. The Classroom Facilities Fund had negative interest earnings of \$106,723 due to recognizing investments at market value. The non-major funds also earned interest in the amount of \$2,377.

***G. Inventory***

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

On fund financial statements, inventories of governmental funds are stated at cost. For all funds, cost is determined on a first-in, first-out basis. Inventory in governmental funds consists of expendable supplies held for consumption, donated food, and purchased food. Reported material and supplies inventory is equally offset by a fund balance reserve in the governmental funds, which indicates that it does not constitute available expendable resources even though it is a component of net current assets.

***H. Prepaid Items***

Payments made to vendors for services that will benefit periods beyond June 30, 2004, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure is reported in the year in which services are consumed.

***I. Restricted Assets***

Restricted assets in the general fund represent cash and cash equivalents whose use is limited by legal requirements. Restricted assets include amounts required by statute to be set-aside by the District for the purchase of textbooks and instructional materials and the creation of a reserve for budget stabilization. See Note 18 for additional information regarding set-sides.

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**

Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2004

---

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

***J. 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.

***K. Capital Assets and Depreciation***

General capital assets generally result from expenditures in the governmental funds. These assets are reported within the governmental activities on the government-wide statement of net assets but are not reported in the fund statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements throughout the year. Donated capital assets are recorded at their fair market values as of the date received. The District maintains a capitalization threshold of five thousand dollars. The District does not possess any infrastructure. Improvements are capitalized; the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not. Interest incurred during the construction of capital assets is also not capitalized.

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

<u>Description</u>	<u>Estimated Lives</u>
Buildings and Improvements	30 years
Furniture and Equipment	5 – 10 years
Vehicles	10 years

***L. Interfund Activity***

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

***M. Compensated Absences***

Vacation benefits are accumulated throughout the year; however, vacation time may not be carried from one year to the next. Employees with accrued vacation balances at June 30, 2004 receive a cash payout on the last payroll check of the fiscal year. Therefore, no accrual has been recorded for vacation leave at the District.



**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**

Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2004

---

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

Sick leave benefits are accrued as a liability using the vesting method which states that the District will estimate its liability based on sick leave accumulated at the balance sheet date by those employees who currently are eligible to receive termination payments as specified by the retirement system as well as other employees who are expected to become eligible in the future to receive such payments. The amount is based on accumulated sick leave and employees' wage rates at fiscal year end, taking into consideration any limits specified in the District's termination policy. The District records a liability for accumulated sick leave for all employees after ten years of current service with the District.

The entire compensated absence liability is reported on the government-wide financial statements. For governmental fund financial statements, the current portion of unpaid compensated absences is the amount due to employees who were retired at June 30, 2004 but were not paid as of that date. These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated leave are paid. The noncurrent portion of the liability is not reported.

***N. Accrued Liabilities and Long-Term Obligations***

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements.

In general, governmental fund payables and accrued liabilities that once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgments, compensated absences, special termination benefits and contractually required pension contributions that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year.

***O. Net Assets***

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

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

***P. Fund Balance Reserves***

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

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**

Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2004

---

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

The reserve for property taxes represents taxes recognized as revenue under generally accepted accounting principles but not available for appropriation under State statute. The reserve for budget stabilization represents money previously received through workers' compensation rebates which are required to be set-aside by statute to be spent on specific purposes.

**NOTE 3 - ACCOUNTABILITY AND COMPLIANCE**

***A. Accountability***

The following funds have fund equity deficits as of June 30, 2004:

	<u>Deficit Fund Equity</u>
Special Revenue	
Miscellaneous State Grants	\$ 11,083
Miscellaneous Federal Grants	7,612
Total Special Revenue	<u>\$ 18,695</u>
 Capital Projects	
LFI	213,005

The deficit fund balances resulted from adjustments for accrued liabilities and long-term debt. Management expects the deficits in these funds to be corrected in early fiscal year 2004. The general fund is liable for any deficit in these funds and provides operating transfers when cash is required, not when accruals occur.

**NOTE 4 - BUDGETARY BASIS OF ACCOUNTING**

While the District is reporting financial position, results of operations, and changes in fund balances on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The Statement of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual - General Fund is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and GAAP basis are as follows:

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

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**

Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2004

---

**NOTE 4 - BUDGETARY BASIS OF ACCOUNTING (Continued)**

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the General Fund, Debt Service Fund and Classroom Facilities Fund.

	Net Change in Fund Balance	
		<u>General Fund</u>
GAAP Basis	\$	(1,196,097)
Revenue Accruals		(629,776)
Expenditure Accruals		328,107
Advances		40,138
Encumbrances		<u>(733,160)</u>
Budget Basis	\$	<u><u>(2,190,788)</u></u>

**NOTE 5 - 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 five-year period of designation of depositories. Inactive deposits must either be evidenced by certificates of deposit maturing not later than the end of the current period of designation of depositories, or by savings 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 accounts including passbook accounts.

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

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

1. United States Treasury Notes, Bills, Bonds or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligation or securities issued by any federal government agency or instrumentality, including but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**

Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2004

---

**NOTE 5 - DEPOSITS AND INVESTMENTS (Continued)**

3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasurer's investment pool (STAR Ohio);
7. Certain bankers' acceptances and commercial paper notes for a period not to exceed one hundred and eighty days in an amount not to exceed twenty-five percent of the interim monies available for investment at any one time; and,
8. Under limited circumstances, debt interest 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 to maturity. Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the treasurer or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

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 \$4,626,191 and the bank balance was \$4,851,463. \$100,000 of the bank balance was covered by federal depository insurance and \$4,751,463 was uninsured and uncollateralized. Although all state statutory requirements for the deposit of money had been followed, noncompliance with federal requirements could potentially subject the District to a successful claim by the Federal Deposit Insurance Corporation.

**Investments:** The District's investments are required to 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.

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**

Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2004

**NOTE 5 - DEPOSITS AND INVESTMENTS (Continued)**

	Category 2	Carrying/ Fair Value
U.S. Treasury Obligations	\$ 71,410	\$ 71,410
Federal Home Loan Bank Bonds	20,005,560	20,005,560
Federal Farm Credit Bank Bonds	70,008	70,008
Federal Home Loan Mortgage Corporation Notes	384,775	384,775
Federal National Mortgage Association Notes	21,620,005	21,620,005
U.S. Treasury Notes	<u>74,678</u>	<u>74,678</u>
 Total	 \$ <u>42,226,436</u>	 \$ <u>42,226,436</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 entitled "Reporting Cash Flows of Proprietary and Non-Expendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting."

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

	<u>Cash and Cash Equivalents</u>	<u>Investments</u>
GASB Statement 9	\$ 46,854,127	\$ 2,000
Certificates of Deposit	2,000	(2,000)
Cash on Hand	(3,500)	-
Investments:		
U.S. Treasury Obligations	(71,410)	71,410
Federal Home Loan Bank Bonds	(20,005,560)	20,005,560
Federal Farm Credit Bank Bonds	(70,008)	70,008
Federal Home Loan Mortgage Corporation Notes	(384,775)	384,775
Federal National Mortgage Association Notes	(21,620,005)	21,620,005
U.S. Treasury Notes	<u>(74,678)</u>	<u>74,678</u>
 GASB Statement 3	 \$ <u>4,626,191</u>	 \$ <u>42,226,436</u>

## TECUMSEH LOCAL SCHOOL DISTRICT, OHIO

Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2004

---

### **NOTE 6 - PROPERTY TAXES**

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

Property taxes include amounts levied against all real, public utility and tangible personal property (used in business) located in the school district. Real property tax revenue received in calendar 2004 represents collections of calendar year 2003 taxes. Real property taxes received in calendar year 2004 were levied after April 1, 2003, on the assessed value listed as of January 1, 2003, the lien date. Assessed values for real property taxes are established by State law at thirty-five percent of appraised market value. Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

Public utility property tax revenue received in calendar 2004 represents collections of calendar year 2003 taxes. Public utility real and tangible personal property taxes received in calendar year 2004 became a lien December 31, 2003 were levied after April 1, 2003 and are collected in 2004 with real property taxes. Public utility real property is assessed at thirty-five percent of true value; public utility tangible personal property currently is assessed at varying percentages of true value.

Tangible personal property tax revenue received during calendar 2004 (other than public utility property) represents the collection of 2004 taxes. Tangible personal property taxes received in calendar year 2004 were levied after April 1, 2003, on the value as of December 31, 2003. Tangible personal property is currently assessed at twenty-five percent of true value for capital assets and twenty-four percent of true value for inventory. Payments by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable by September 20. Tangible personal property taxes paid by April 30 are usually received by the School District prior to June 30.

The School District receives property taxes from Clark County. The County Auditor periodically advances to the School District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2004, are available to finance fiscal year 2004 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable includes real property, public utility property and tangible personal property taxes, which are measurable as of June 30, 2004 and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the amount of real property taxes available as an advance at June 30 was levied to finance current fiscal year operations and is reported as revenue at fiscal year end. The portion of the receivable not levied to finance current fiscal year operations is offset by a credit to deferred revenue.

The amount available as an advance at June 30, 2004 was \$1,484,612 in the general fund, \$185,228 in the permanent improvement capital projects fund, \$23,126 in the special revenue funds and \$236,161 in the debt service fund.

On a full accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue, while on a modified accrual basis the revenue has been deferred.

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**

Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2004

**NOTE 6 - PROPERTY TAXES (Continued)**

The assessed values upon which the fiscal year 2004 taxes were collected are:

	2004 First Half Collections		2003 Second Half Collections	
	Amount	Percent	Amount	Percent
Agricultural/Residential and Other Real Estate	\$ 226,962,770	89.15%	\$ 223,154,000	87.87%
Public Utility	10,093,220	3.96%	10,280,920	4.04%
Tangible Personal Property	17,527,729	6.89%	20,526,103	8.09%
Total Assessed Value	<u>\$ 254,583,719</u>	<u>100%</u>	<u>\$ 253,961,023</u>	<u>100%</u>
Tax rate per \$1,000 of assessed valuation	\$48.04		\$42.60	

**NOTE 7 - RECEIVABLES**

Receivables at June 30, 2004, consisted of current and delinquent property taxes, accounts (student fees), intergovernmental grants and interfund transactions. 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 recorded in nonmajor governmental funds were as follows:

	Amount
<u>Governmental Activities:</u>	
DPIA	4,024
Summer Intervention	36,959
Title I - Immigrant	35,082
Title VI-B Grant	96,052
Title III	5,710
Title I Grant	147,922
Title VI	6,647
Title VI-R Classroom Size Reduction Grant	6,467
Miscellaneous Federal Grants	4,347
Food Service	60,108
Total Intergovernmental Receivables	<u>403,318</u>

The intergovernmental receivable of \$64,432,585 in the classroom facilities fund is a result of the District participating in the School Facilities Commission Program.

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**

Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2004

**NOTE 8 - CAPITAL ASSETS**

	Balance 6/30/03	Additions	Deductions	Balance 6/30/04
<b><u>Capital Assets, not being depreciated</u></b>				
Land	\$ 311,693	208,329	-	\$ 520,022
Construction in Progress	-	1,654,250	-	1,654,250
	<u>311,693</u>	<u>1,862,579</u>	<u>-</u>	<u>2,174,272</u>
<b><u>Capital Assets, being depreciated</u></b>				
Buildings and Improvements	8,893,141	-	-	8,893,141
Furniture and Equipment	1,248,374	-	(60,113)	1,188,261
Vehicles	1,777,936	169,635	(36,228)	1,911,343
	<u>11,919,451</u>	<u>169,635</u>	<u>(96,341)</u>	<u>11,992,745</u>
<b><u>Less: Accumulated Depreciation</u></b>				
Buildings and Improvements	(8,662,715)	(11,885)	29,941	(8,644,659)
Furniture and Equipment	(891,441)	(120,091)	60,113	(951,419)
Vehicles	(890,651)	(177,884)	36,228	(1,032,307)
	<u>(10,444,807)</u>	<u>(309,860)</u>	<u>* 126,282</u>	<u>(10,628,385)</u>
Governmental Activities Capital Assets, Net	<u>\$ 1,786,337</u>	<u>1,722,354</u>	<u>29,941</u>	<u>\$ 3,538,632</u>

\* - Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	\$ 27,327
Special	1,785
Support Services:	
Instructional Staff	1,342
Administration	7,130
Fiscal	1,628
Operation and Maintenance of Plant	
Pupil Transportation	177,910
Operation of Non-Instructional Services	
Extracurricular Activities	11,685
	<u>3,706</u>
	296,739
Unallocated Depreciation	<u>13,121</u>
Total Depreciation Expense	<u>\$ 309,860</u>

Unallocated depreciation is depreciation of the individual school buildings throughout the District which essentially serve all functions/programs, and therefore is not included as a direct expense of any function or program but disclosed as a separate expense.



**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**

Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2004

---

**NOTE 9 - RISK MANAGEMENT**

***A. Property and Liability***

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 2004, the District contracted with Marsh USA, Inc. for property, general liability and automobile insurance. Coverage provided by Marsh USA, Inc. is as follows:

Buildings and Contents – replacement cost (\$5,000 deductible)	\$201,000,000
Inland Marine Coverage (\$2,500 deductible)	50,000,000
Crime Insurance	500,000
Automobile Liability (\$500 deductible)	1,000,000
Uninsured Motorists (\$250 deductible)	1,000,000
School Errors & Omissions Liability (\$5,000 deductible)	1,000,000
General Liability:	
Per occurrence	1,000,000
Total per year	3,000,000
Umbrella Liability	5,000,000

Settled claims have not exceeded this commercial coverage in any of the past five years. There have been no significant reductions in insurance coverage from last year.

***B. Workers' Compensation***

For fiscal year 2004, the District participated in the Southwest Ohio Educational Purchasing Council of Worker's Compensation Group Rating Plan (GRP), a workers' compensation insurance purchasing pool (see Note 16). The intent of the GRP is to achieve the benefit of a reduced premium for the District by virtue of its grouping and representation with other participants in the GRP. The workers' compensation experience of the participating school districts is calculated as one experience and a common premium rate is applied to all school districts in the GRP. Each participant pays its workers' compensation premium to the State based on the rate for the GRP rather than its individual rate. Total savings are then calculated and each participant's individual performance is compared to the overall saving percentage of the GRP.

A participant will then either receive money from or be required to contribute to the "Equity Pooling Fund". This "equity pooling" arrangement ensures that each participant shares equally in the overall performance of the GRP. Participation in the GRP is limited to school districts that can meet the GRP's selection criteria. The firm of CompManagement, Inc., provides administrative, cost control and actuarial services to the GRP.

**NOTE 10 - 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. The School Employees Retirement System issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. The report may be obtained by writing to SERS, 300 East

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**

Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2004

---

**NOTE 10 - DEFINED BENEFIT PENSION PLANS (Continued)**

Broad Street, Suite 100, Columbus, Ohio 43215-3746 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 at an actuarially determined rate. The current 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 2004, 8.17 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 the SERS' Retirement Board. The District's contributions for pension obligations to SERS for the fiscal years ended June 30, 2004, 2003, and 2002 were \$720,810, \$752,592 and \$638,800, respectively; 20 percent has been contributed for fiscal year 2004 and 100 percent for the fiscal years 2003 and 2002. \$347,562 represents the unpaid contribution for fiscal year 2004 and is recorded as a liability within the respective funds and the Statement of Net Assets.

***B. State Teachers Retirement System***

The School District participates in the State Teachers Retirement System of Ohio (STRS Ohio), a cost-sharing, multiple-employer public employee retirement system. STRS Ohio provides retirement and disability benefits to members and death and survivor benefits to beneficiaries. STRS Ohio issues a stand-alone financial report that may be obtained by writing to STRS Ohio, 275 E. Broad St., Columbus, OH 43215-3371 or by calling (614) 227-4090.

New members have a choice of three retirement plans, a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. The DB plan offers an annual retirement allowance based on final average salary times a percentage that varies based on years of service, or an allowance based on member contributions and earned interest matched by STRS Ohio funds times an actuarially determined annuity factor. The DC Plan allows members to place all their member contributions and employer contributions equal to 10.5% of earned compensation into an investment account. Investment decisions are made by the member. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The Combined Plan offers features of both the DC Plan and the DB Plan. In the Combined Plan, member contributions are invested by the member, and employer contributions are used to fund the defined benefit payment at a reduced level from the regular DB Plan. DC and Combined Plan members will transfer to the Defined Benefit Plan during their fifth year of membership unless they permanently select the DC or Combined Plan. Existing members with less than five years of service credit as of June 30, 2001, were given the option of making a one time irrevocable decision to transfer their account balances from the existing DB Plan into the DC Plan or the Combined Plan. This option expired on December 31, 2001. Benefits are established by Chapter 3307 of the Ohio Revised Code.

A DB or Combined Plan member with five or more years credited service who becomes disabled may qualify for a disability benefit. Eligible spouses and dependents of these active members who die before retirement may qualify for survivor benefits. Members in the DC Plan who become disabled are entitled only to their account balance. If a member dies before retirement benefits begin, the member's designated beneficiary is entitled to receive the member's account balance.

For the fiscal year ended June 30, 2004, plan members were required to contribute 10 percent of their annual covered salaries. The School District was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations. For fiscal year 2003, the portion used to fund pension obligations was 9.5 percent.

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**

Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2004

---

**NOTE 10 - DEFINED BENEFIT PENSION PLANS (Continued)**

Contribution rates are established by the State Teachers Retirement Board, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10% for members and 14% for employers. Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions.

The School District's required contributions for pension obligations for the fiscal years ended June 30, 2004, 2003, and 2002 were \$1,979,384, \$1,813,728 and \$1,756,624; 83 percent has been contributed for fiscal year 2004 and 100 percent for fiscal years 2003 and 2002. During fiscal year 2004 the District contributed \$1,907,555 and \$9,368 to the DB Plan and DC Plan, respectively.

**NOTE 11 – POSTEMPLOYMENT BENEFITS**

State Teachers Retirement System of Ohio (STRS Ohio) provides comprehensive healthcare benefits to retirees and their dependents. Coverage includes hospitalization, physicians' fees, prescription drugs, and partial reimbursement of monthly Medicare premiums. All benefit recipients and sponsored dependents are eligible for health care coverage. Pursuant to the Ohio Revised Code (R.C.), the State Teachers Retirement Board (the Board) has discretionary authority over how much, if any, of the health care costs will be absorbed by STRS Ohio. Most benefit recipients pay a portion of the health care cost in the form of a monthly premium. The R.C. grants authority to STRS Ohio to provide health care coverage to benefit recipients, spouses and dependents.

By Ohio law, the cost of coverage paid from STRS funds shall be included in the employer contribution rate, currently 14 percent of covered payroll.

The Retirement Board allocates employer contributions to the Health Care Stabilization Fund from which health care benefits are paid. For fiscal year ended June 30, 2004, the Board allocated employer contributions equal to 1 percent of covered payroll to the Health Care Stabilization Fund. The balance in the Health Care Stabilization Fund was \$2.8 billion on June 30, 2003. For the District, this amount equaled \$141,385 during the 2004 fiscal year.

For the year ended June 30, 2003, net health care costs paid by STRS Ohio were \$352,301,000. There were 108,294 eligible benefit recipients.

For SERS, the Ohio Revised Code gives the discretionary authority to provide postretirement health care to retirees and their dependents. Coverage is made available to service retirees with ten or more years of qualifying service credit, disability and survivor benefit recipients. Members retiring on or after August 1, 1989 with less than twenty-five years of service credit must pay a portion of their premium for health care. The portion is based on years of service up to a maximum of 75 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, 2003, the allocation rate is 5.83 percent. 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 2004, the minimum pay has been established at \$25,400. For the School, the amount to fund health care benefits, including the surcharge, was \$272,611 for fiscal year 2004.

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**

Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2004

---

**NOTE 11 – POSTEMPLOYMENT BENEFITS (Continued)**

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 at June 30, 2003, were \$204,930,737 and the target level was \$307.4 million. At June 30, 2003, the Retirement System's net assets available for payment of health care benefits of \$303.6 million. The number of benefit recipients currently receiving health care benefits is approximately 50,000.

**NOTE 12 - EMPLOYEE BENEFITS**

***A. Compensated Absences***

Accumulated Unpaid Sick Leave

Sick leave may be accumulated up to a maximum of 220 days for all district employees. Upon retirement, payment is made for one-fourth of the total unused sick leave balance up to a maximum of thirty-five days for all employees with ten or more years of current service with the District. Twelve percent of the remaining accrued but unused sick leave is paid, not to exceed nine days. The total obligation for sick leave accrual for the District as a whole as of June 30, 2004 was \$1,683,782.

Early Retirement Incentive

The Board of Education approved an early retirement incentive program. Upon initial eligibility for STRS retirement benefits, the Board agreed to pay a one-time lump sum of \$1,000 times each year of Tecumseh LSD service, not to exceed \$20,000, provided that such unit member has at least ten years of Tecumseh LSD service, the final five years of which must be consecutive and be in a paid status immediately prior to retirement. This program is available to bargaining unit members for the time period July 1, 2001 to June 30, 2004.

At the end of the fiscal year 2004, the District had 8 employees who had chosen to accept the early retirement incentive. They will receive the payment 14 months following the effective date of separation. The liability at June 30, 2004, for these 8 employees has been recorded as an early retirement incentive liability in the fund from which the employees' salaries are paid.

***B. Health Care Benefits***

The District provides life insurance and accidental death and dismemberment insurance to employees through Medical Life Insurance Company. The District provides health insurance coverage through United Health Care of Ohio, Inc. Employee share of the total premium was 15 percent of the monthly premium. The premium varies with each employee depending on the terms of the union contract. Dental insurance is provided through CoreSource and vision benefits are provided through Vision Service Plan.

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**

Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2004

**NOTE 13 - LONG-TERM OBLIGATIONS**

The changes in the District's long-term obligations during fiscal year 2004 were as follows:

	<u>Balance</u> 6/30/03	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> 6/30/04	<u>Amounts</u> <u>Due in</u> <u>One Year</u>
Compensated Absences	\$ 1,547,354	199,856	63,428	\$ 1,683,782	\$ 217,863
General Obligation Bonds Payable	-	20,614,975	-	20,614,975	430,000
Total Governmental Activities	<u>\$ 1,547,354</u>	<u>20,814,831</u>	<u>63,428</u>	<u>\$ 22,298,757</u>	<u>\$ 647,863</u>

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

The District issued general obligation bonds for the construction and renovation of school buildings. The bonds have a variable interest rate ranging from 2.00% to 4.75% and mature in fiscal year 2032.

The District's debt service requirements at June 30, 2004 were as follows:

<u>Year Ended June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Interest Rate</u> <u>(%)</u>
2005	\$ 430,000	\$ 925,923	2.000
2006	385,000	846,218	2.000
2007	395,000	837,924	2.250
2008	425,000	828,699	2.250
2009	445,000	818,077	2.625
2010-2014	2,635,000	3,854,584	2.900 - 4.000
2015-2019	2,282,114	4,544,590	0.000 - 4.200
2020-2024	3,597,861	3,531,761	4.625 - 4.750
2025-2029	5,710,000	1,733,513	4.750
2030-2032	<u>4,310,000</u>	<u>314,925</u>	4.750
Total	\$ <u>20,614,975</u>	\$ <u>18,236,214</u>	

The District's overall legal debt margin was \$23,408,370 with an unvoted debt margin of \$254,484 and an energy conservation debt margin of \$2,290,354 at June 30, 2004.

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**

Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2004

**NOTE 14 -SHORT-TERM OBLIGATION**

The following is a summary of the note activity for the School District for the year ended June 30, 2004:

	<u>Balance</u> <u>6/30/03</u>	<u>Increase</u>	<u>Decrease</u>	<u>Balance</u> <u>6/30/04</u>
Tax Anticipation Note, 4.92%	\$ 411,000	274,000	(411,000)	\$ 274,000
Bond Anticipation Note, 4.25%	<u>-</u>	<u>20,616,000</u>	<u>-</u>	<u>20,616,000</u>
Total	\$ <u>411,000</u>	<u>20,890,000</u>	<u>(411,000)</u>	\$ <u>20,890,000</u>

The District issued a five-year tax anticipation note on December 15, 2000 for permanent improvements to be made to the School District's stadium. The debt will be repaid from proceeds of a tax levy collected by the County Auditor.

On December 18, 2003 and January 22, 2004 bond anticipation notes were issued to begin the Classroom Facilities project. The bond anticipation notes were repaid in July 2004 using the proceeds from the general obligation bonds that were issued in May 2004.

**NOTE 15 - JOINTLY GOVERNED ORGANIZATIONS**

**Miami Valley Educational Computer Association**

The District is a participant in the Miami Valley Educational Computer Association (MVECA) which is a computer consortium. MVECA is an association of public schools within the boundaries of Clark, Clinton, Fayette, Greene and Highland Counties and Cities of Springfield, Wilmington, Washington Court House, Xenia and Hillsboro. The organization was formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and instructional functions among member districts.

The governing board of MVECA consists of five Superintendents and two Treasurers of member school districts, with four of the five Superintendents and both Treasurers elected by a majority vote of all member

school districts except the Greene County Career Center. The fifth Superintendent is from the Greene County Career Center. The District paid MVECA \$132,676 for services provided during the year. Financial information can be obtained from Gary Bosserman, who serves as Director, at 330 East Enon Road, Yellow Springs, Ohio 45387.

**Southwestern Ohio Educational Purchasing Cooperative**

The District is a member of the Southwestern Ohio Educational Purchasing Cooperative (SOEPC). SOEPC is made up of nearly 100 school districts in 12 counties. The purpose of the cooperative is to obtain prices for quality merchandise and services commonly used by schools. All member districts are obligated to pay all fees, charges, or other assessments as established by the SOEPC.

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**

Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2004

---

**NOTE 15 - JOINTLY GOVERNED ORGANIZATIONS (Continued)**

Each member district has one voting representative. Title to any and all equipment, furniture and supplies purchased by the SOEPC is held in trust for the member districts. Any district withdrawing from the SOEPC shall forfeit its claim to any and all SOEPC assets. One year prior notice is necessary for withdrawal from the group. During this time, the withdrawing member is liable for all member obligations. Payments to SOEPC are made from the General Fund. During fiscal year 2004, the District paid \$411,139 to SOEPC. To obtain financial information, write to the Southwestern Ohio Educational Purchasing Council, Robert Brown, who serves as Director, at 1831 Harshman Road, Dayton, Ohio 45424.

**Southwestern Ohio Instructional Technology Association**

The Southwestern Ohio Instructional Technology Association (SOITA) is a not-for-profit corporation organized to serve the educational needs of the area through television programming for the advancement of educational programs.

The Board of Trustees is comprised of twenty-one representatives of SOITA member schools or institutions. Nineteen representatives are elected from within the counties by the qualified members within the counties, i.e. Auglaize, Butler, Champaign, Clark, Clinton, Darke, Fayette, Greene, Hamilton, Logan, Mercer, Miami, Montgomery, Preble, Shelby and Warren. Montgomery, Greene and Butler Counties elect two representatives per area. All others elect one representative per area. One at-large non-public representative is elected by the non-public school SOITA members from the State assigned SOITA service area. One at-large higher education representative is elected by higher education SOITA members from within the State assigned SOITA service area.

All member districts are obligated to pay all fees, charges or other assessments as established by SOITA. Upon dissolution, the net assets shall be distributed to the federal government, or to a state or local government, for a public purpose. Payments to SOITA are made from the General Fund. During the fiscal year 2004, the District paid \$5,888 to SOITA. To obtain financial information, write to the Southwestern Ohio Instructional Technology Association, Steve Strouse, who serves as Director, at 150 East Sixth Street, Franklin, Ohio 45005.

**Clark County Family and Children First Council**

The Clark County Family and Children First Council (the Council) is a voluntary association established for the purpose to coordinate and integrate services within Clark County which are available for families and children and to establish a comprehensive, coordinated, multi-disciplinary, interagency system for the delivery of these services in order to more effectively meet the needs of families and children.

The Board of Trustees is comprised of eighteen representatives of each of the members of the Council, including the Superintendent of the Clark County Educational Service Center, who was appointed by the Superintendents of the Clark County schools. All members are obligated to pay all dues as established by the Council to aid the financing of the operations and programs of the Council. The District does not pay dues since the Clark County Educational Service Center represents the District.

Any member withdrawing from the Council must give one hundred eighty days written notice to the Council after formal action of the member's governing board. To obtain financial information, write to the Clark County Family and Children First Council, Marilyn Demma, who serves as Treasurer, at 6 West High Street, Suite 500, Springfield, Ohio 45502.

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**

Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2004

---

**NOTE 15 - JOINTLY GOVERNED ORGANIZATIONS (Continued)**

**Springfield/Clark County Joint Vocational School**

The Springfield/Clark County Joint Vocational School District (the JVS) is a legally separate body politic and corporate. The Board of the JVS consists of one representative from the following: Clark-Shawnee Local School District, Greenon Local School District, Northeastern Local School District, Northwestern Local School District, Southeastern Local School District, Tecumseh Local School District and the Clark County Educational Service Center; and two members from the Springfield City School District. The Tecumseh Local

School District is not able to impose its will on the JVS and no financial benefit/burden relationship exists. The JVS Board of Education is responsible for approving its own budgets, appointing personnel, and accounting and finance related activities. The District's students may attend the vocational school. During fiscal year 2004, the District did not contribute any money to the JVS. To obtain financial information, write to the Springfield/Clark County Joint Vocational School, Pam Ashbaugh, who serves as Treasurer, at 1901 Selma Road, Springfield, Ohio 45505.

**Tecumseh Education Foundation**

The Tecumseh Education Foundation (TEF) is a non-profit community organization of business, civic, industry and educational interests whose purpose is to secure and distribute contributions to assist the District in enabling students to achieve their individual potential. The Board of Trustees is comprised of eleven representatives who are nominated and elected by a majority vote by the present trustees. One member of the Tecumseh Local School District Board of Education is designated annually by the Tecumseh Local School District Board to serve as one of the eleven trustees. Each of elected trustee serves a three year term, with one-third of the trustees being elected every year. The Superintendent of the District will serve in an ex officio capacity on a continuing basis. Officers of the TEF are elected annually by the Board of Trustees. The officers of the foundation shall consist of a President, a Vice-President, a Secretary, a Treasurer and other offices as the Board of Trustees may appoint. The President and Vice-President of the Board of Trustees shall be members of the Board of Trustees. The Secretary and Treasurer need not be members of the Board of Trustees.

The District is not able to impose its will on the TEF and no financial benefit/burden relationship exists. The TEF is responsible for approving its own budgets, appointing personnel, and accounting and finance related activities. The District did not contribute any money to the TEF during fiscal year 2004. To obtain financial information, write to the Tecumseh Educational Foundation, Rita Lane, who serves as President, at P.O. Box 305, New Carlisle, Ohio 45344.

**Miami Valley Special Education Regional Resource Center**

The Miami Valley Special Education Regional Resource Center (SERRC) is a jointly governed organization formed to initiate, expand, and improve special education programs and services for children with disabilities and their parents. The SERRC is governed by a fifty seven member board consisting of the superintendent of the thirty eight participating school districts and one representative from the University of Dayton. The degree of control exercised by any participating school district is limited to its representation on the Board. Financial information can be obtained from Sharon Kindred, Montgomery County Educational Service Center, 200 S. Keowee Street, Dayton, Ohio 45402.



**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**

Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2004

**NOTE 16 - INSURANCE PURCHASING POOL**

**Southwestern Ohio Educational Purchasing Council Workers' Compensation Group Rating Plan**

The District participates in the Southwestern Ohio Educational Purchasing Council Workers' Compensation Group Rating Plan (GRP), an insurance purchasing pool. The GRP's business and affairs are conducted by an eleven member Executive Committee consisting of the Chairperson, the Vice-Chairperson, a representative from the Montgomery County Educational Service Center and eight members elected by majority vote of all member school districts. The Chief Administrator of GRP serves as the coordinator of the program. Each year, the participating school districts pay an enrollment fee to the GRP to cover the costs of administering the program.

**NOTE 17 - 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 decision 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 School District is currently unable to determine what effect, if any, this decision will have its future State funding and on its financial operations.

**NOTE 18 - SET-ASIDE CALCULATIONS AND FUND RESERVES**

The District is required by State statute to annually set aside in the general fund an amount based on a statutory formula for the purchase of textbooks and other instructional materials and an amount for the acquisition and construction of capital improvements. Although the District had qualifying offsets and disbursements during the year that reduced the set-aside amount below zero for capital acquisitions, these extra amounts may not be used to reduce the set-aside requirement of future years. Excess disbursements related to the textbook reserve may be carried forward from year to year. Amounts not spent by year-end or offset by similarly restricted resources received during the year must be held in cash at year-end and carried forward to be used for the same purposes in future years.

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

	<u>Textbooks</u>	<u>Capital Acquisitions</u>	<u>Budget Stabilization</u>
Set-aside Reserve Balance as of June 30, 2003	\$ (304,414)	\$ -	\$ 80,264
Current Year Set-aside Requirement	506,480	506,480	-
Qualifying Disbursements	(731,656)	(675,571)	-
Current Year Offsets	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>(529,590)</u>	<u>(169,091)</u>	<u>80,264</u>
Set-aside Balances Carried Forward to Future Fiscal Years	\$ <u>(529,590)</u>	\$ <u>-</u>	\$ <u>80,264</u>

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**

Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2004

---

**NOTE 18 - SET-ASIDE CALCULATIONS AND FUND RESERVES (continued)**

Effective April 10, 2001, Am. Sub. Senate Bill 345 amended ORC Section 5705.29 effectively eliminating the requirement for the District to establish and maintain a budget stabilization reserve. The portion of monies which had previously accumulated in the budget stabilization reserve that were not related to workers' compensation rebates received by the District, are now available for ordinary operating costs incurred by the District and therefore are reported as unreserved and undesignated fund balance in the General Fund. Current State statute requires the District to continue reporting funds received that were related to workers' compensation rebates in the budget stabilization reserve. Restrictions exist as to the manner in which these funds may be spent. As the District's budget stabilization account is comprised entirely of workers' compensation rebate funds, the entire \$80,264 is maintained on the governmental funds' balance sheet as a reservation of fund balance and restricted "equity in pooled cash and cash equivalents" in the General Fund.

**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, 2004.

**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 – BUDGETARY COMPLIANCE**

The District did not properly certify the availability of funds prior to purchase commitment for 35 percent or \$13,911 of general fund expenditures and 3 percent or \$701 of all other expenditures. The Board did not approve payment of expenditures over \$3,000 by resolution.



**TECUMSEH LOCAL SCHOOL DISTRICT**

## COMBINING STATEMENTS – NONMAJOR GOVERNMENTAL FUNDS

---

### NONMAJOR SPECIAL REVENUE FUNDS

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than major capital projects or expendable trusts) that are legally restricted to expenditure for specified purposes. The following are descriptions of each Special Revenue Fund.

---

#### Public School Support

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

#### Other Grants

To account for monies received under a local grant to provide educational supplies to disadvantaged students who otherwise could not afford them.

#### Special School

To account for monies collected by the individual schools such as gifts and donations, which are to be used to help purchase supplies and materials deemed necessary at the schools.

#### Classroom Facilities Maintenance

To account for monies received and expended in connection with contracts entered into by the District for the building and equipping of classroom facilities

#### School Improvement Model

To account for monies received per Section 5705.09 of the Ohio Revised Code. The revenue is used to implement educational programs

#### District Managed Student Activities

To account for local funds generated to assist student activities, which are managed by District personnel.

#### Management Information Systems

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

#### Disadvantaged Pupil Impact Aid

To account for revenues received as part of the School Foundation Program to be used for dropout prevention, counseling services, student attendance or any program set up for the “targeted” students.

## NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)

---

### Data Communications

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

### SchoolNet Professional Development

To account for state funds provided for technology professional development within the District.

### Textbook Subsidy

To account for state funds provided for the purchase of textbooks by the District.

### Ohio Reads Grant

To account for state funds provided for developing and instituting programs to increase student reading comprehension skills.

### Summer Intervention

To account for summer intervention services satisfying criteria defined in division (E) of section 3313.608 of the Ohio Revised Code.

### Extended Learning Opportunities

To account for monies received for extended learning opportunity programs for reading for kindergarten through third grade students and for teachers to expand their knowledge of effective reading intervention strategies.

### Miscellaneous State Grants

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

### Title I Immigrant Grant

To account for monies received under a federal program for instructional programs of children of migratory agricultural workers; efforts to help youngsters who are deficient in oral English language facility and related language art skills; efforts to build foundation for expanded opportunities for useful adult employment.

### Title VI-B Grant

To account for monies received under a federal grant to assist schools in the identification of handicapped children, development of procedural safeguards, implementation of least restrictive alternative service patterns, and provision of full education opportunities to handicapped children at the elementary and secondary levels.

### Title III

To account for monies received under a federal grant to develop and carry out elementary and secondary school programs to meet the educational needs of children of limited English proficiency.

### Title I Grant

To account for monies received under a federal grant to assist schools in meeting the special needs of educationally deprived children.

NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)

---

Title VI

To account for monies received under a federal grant to assist schools with the implementation of a variety of programs such as computer education, gifted and talented programs, in-service and staff development.

Drug Free Schools Program

To account for monies received under a federal program to support the implementation of programs for drug abuse education and prevention.

Telecommunications Grant

To account for federal grant funds which are paid directly to the telecommunications provider of the District.

Continuous Improvement Grant

To account for competitive grants that are used to support a broad range of education improvement goals through an established network of schools that have developed a systematic improvement plan.

Classroom Reduction

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

Miscellaneous Federal Grants

To account for monies received under federal grants which are not classified elsewhere.

Food Service Fund

To account for the financial transactions related to the food service operation of the School District.

Latchkey Fund

To account for the financial transactions related to the operation of after school latchkey programs at the various schools throughout the School District.

---

NONMAJOR CAPITAL PROJECT FUNDS

The Capital Projects Funds are used to account for the financing and acquisition or construction of major capital facilities, such as new school buildings and additions to existing buildings, or for major renovation projects. The following are descriptions of each Capital Projects Fund.

---

Permanent Improvement

To account for the monies received through the District's two mill, permanent improvement levy that are used for the acquisition, construction or improvement of capital facilities other than those financed by the Non-Expendable Trust Fund.

NONMAJOR CAPITAL PROJECTS FUNDS (CONTINUED)

---

LFI

To account for local match monies and expenditures associated with the District's participation in the Classroom Facilities Assistance Program.

SchoolNet Plus

To account for monies received through a State grant to help schools obtain computers and related educational technology equipment and/or the necessary infrastructure for educational technology.

Video Distance Learning

To account for monies received through a State grant to provide schools with the necessary equipment to facilitate video and teleconferencing capabilities to allow remote learning opportunities.



**TECUMSEH LOCAL SCHOOL DISTRICT**



**TECUMSEH LOCAL SCHOOL DISTRICT**  
**CLARK COUNTY, OHIO**  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2004

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Nonmajor Permanent Fund	Total Nonmajor Governmental Funds
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$ 648,346	\$ 930,240	\$ 85	\$ 1,578,671
Cash and Cash Equivalents in Segregated Accounts	2,500	-	-	2,500
Investments	-	-	2,000	2,000
Receivables:				
Taxes	112,719	661,970		774,689
Intergovernmental	403,318	-	-	403,318
Supplies Inventory	5,511	-	-	5,511
Inventory held for Resale	9,877	-	-	9,877
Total Assets	<u>\$ 1,182,271</u>	<u>\$ 1,592,210</u>	<u>\$ 2,085</u>	<u>\$ 2,776,566</u>
<u>Liabilities and Fund Equity:</u>				
Liabilities:				
Accounts Payable	\$ 21,056	\$ 226	\$ -	\$ 21,282
Accrued Wages and Benefits	228,685	-	-	228,685
Compensated Absences Payable	4,374	-	-	4,374
Intergovernmental Payable	100,046	-	-	100,046
Accrued Interest Payable	-	11,915	-	11,915
Deferred Revenue	223,264	476,742	-	700,006
Bond Anticipation Notes Payable	-	520,000	-	520,000
Tax Anticipation Notes Payable	-	274,000	-	274,000
Total Liabilities	<u>577,425</u>	<u>1,282,883</u>	<u>-</u>	<u>1,860,308</u>
Fund Equity:				
Reserved for Encumbrances	112,905	7,350	-	120,255
Reserved for Supplies Inventory	15,387	-	-	15,387
Reserved for Taxes	23,126	185,228	-	208,354
Reserved for Endowment	-	-	2,085	2,085
Unreserved	453,428	116,749	-	570,177
Total Fund Equity	<u>604,846</u>	<u>309,327</u>	<u>2,085</u>	<u>916,258</u>
Total Liabilities and Fund Equity	<u>\$ 1,182,271</u>	<u>\$ 1,592,210</u>	<u>\$ 2,085</u>	<u>\$ 2,776,566</u>

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2004**

	PUBLIC SCHOOL SUPPORT	OTHER GRANTS	SPECIAL SCHOOL	CLASSROOM FACILITIES MAINTENANCE	SCHOOL IMPROVEMENT MODEL
<u>Assets:</u>					
Assets:					
Equity in Pooled Cash and Cash Equivalents	\$ 124,540	\$ 10,076	\$ 10,454	\$ 62,389	\$ 5,299
Cash in Segregated Accounts	-	-	-	-	-
Receivables:					
Taxes	-	-	-	112,719	-
Intergovernmental	-	-	-	-	-
Inventory Held for Resale	-	-	-	-	-
Supplies Inventory	-	-	-	-	-
<b>Total Assets</b>	<b>\$ 124,540</b>	<b>\$ 10,076</b>	<b>\$ 10,454</b>	<b>\$ 175,108</b>	<b>\$ 5,299</b>
<u>Liabilities and Fund Equity:</u>					
Liabilities:					
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued Wages and Benefits	-	-	-	-	-
Accrued Interest Payable	-	-	-	-	-
Intergovernmental Payable	-	177	-	-	-
Deferred Revenue	-	-	-	89,503	-
<b>Total Liabilities</b>	<b>-</b>	<b>177</b>	<b>-</b>	<b>89,503</b>	<b>-</b>
Fund Equity:					
Reserved for Encumbrances	1,121	274	214	53,000	-
Reserved for Supplies Inventory	-	-	-	-	-
Reserved for Taxes	-	-	-	23,126	-
Unreserved	123,419	9,625	10,240	9,479	5,299
<b>Total Fund Equity</b>	<b>124,540</b>	<b>9,899</b>	<b>10,454</b>	<b>85,605</b>	<b>5,299</b>
<b>Total Liabilities and Fund Equity</b>	<b>\$ 124,540</b>	<b>\$ 10,076</b>	<b>\$ 10,454</b>	<b>\$ 175,108</b>	<b>\$ 5,299</b>

<u>DISTRICT MANAGED STUDENT ACTIVITIES</u>	<u>MANAGEMENT INFORMATION SYSTEMS</u>	<u>DISADVANTAGED PUPIL IMPACT AID</u>	<u>DATA COMMUNICATIONS</u>
\$ 38,453	\$ 7,566	\$ 20,696	\$ -
2,500	-	-	-
-	-	-	-
-	-	4,024	-
-	-	-	-
-	-	-	-
<u>\$ 40,953</u>	<u>\$ 7,566</u>	<u>\$ 24,720</u>	<u>\$ -</u>
\$ 6,365	\$ -	\$ -	\$ -
-	-	3,760	-
-	-	-	-
-	707	790	-
-	-	-	-
<u>6,365</u>	<u>707</u>	<u>4,550</u>	<u>-</u>
3,979	-	-	-
-	-	-	-
-	-	-	-
<u>30,609</u>	<u>6,859</u>	<u>20,170</u>	<u>-</u>
<u>34,588</u>	<u>6,859</u>	<u>20,170</u>	<u>-</u>
<u>\$ 40,953</u>	<u>\$ 7,566</u>	<u>\$ 24,720</u>	<u>\$ -</u>

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2004**  
(Continued)

	SCHOOL NET PROFESSIONAL DEVELOPMENT	TEXTBOOK SUBSIDY	OHIO READS GRANT	SUMMER INTERVENTION	EXTENDED LEARNING OPPORTUNITIES
<u>Assets:</u>					
Assets:					
Equity in Pooled Cash and Cash Equivalents	\$ 2,814	\$ 40,910	\$ 14,126	\$ 21,162	\$ 12,956
Cash in Segregated Accounts	-	-	-	-	-
Receivables:					
Taxes	-	-	-	-	-
Intergovernmental	-	-	-	36,959	-
Inventory Held for Resale	-	-	-	-	-
Supplies Inventory	-	-	-	-	-
<b>Total Assets</b>	<b>\$ 2,814</b>	<b>\$ 40,910</b>	<b>\$ 14,126</b>	<b>\$ 58,121</b>	<b>\$ 12,956</b>
<u>Liabilities and Fund Equity:</u>					
Liabilities:					
Accounts Payable	\$ -	\$ -	\$ 1,369	\$ 1,488	\$ -
Accrued Wages and Benefits	-	-	-	-	-
Accrued Interest Payable	-	-	-	-	-
Intergovernmental Payable	-	-	480	10,738	-
Deferred Revenue	-	-	-	10,919	-
<b>Total Liabilities</b>	<b>-</b>	<b>-</b>	<b>1,849</b>	<b>23,145</b>	<b>-</b>
Fund Equity:					
Reserved for Encumbrances	-	-	1,437	809	-
Reserved for Supplies Inventory	-	-	-	-	-
Reserved for Taxes	-	-	-	-	-
Unreserved	2,814	40,910	10,840	34,167	12,956
<b>Total Fund Equity</b>	<b>2,814</b>	<b>40,910</b>	<b>12,277</b>	<b>34,976</b>	<b>12,956</b>
<b>Total Liabilities and Fund Equity</b>	<b>\$ 2,814</b>	<b>\$ 40,910</b>	<b>\$ 14,126</b>	<b>\$ 58,121</b>	<b>\$ 12,956</b>

MISCELLANEOUS STATE GRANTS	TITLE I IMMIGRANT GRANT	TITLE VI-B GRANT	TITLE III GRANT
\$ (11,083)	\$ 28,097	\$ 16,081	\$ 5,609
-	-	-	-
-	-	-	-
-	35,082	96,052	5,710
-	-	-	-
-	-	-	-
<u>\$ (11,083)</u>	<u>\$ 63,179</u>	<u>\$ 112,133</u>	<u>\$ 11,319</u>
\$ -	\$ 856	\$ 7,794	1,298
-	9,679	30,325	-
-	-	-	-
-	11,787	679	-
-	12,320	30,659	5,710
<u>-</u>	<u>34,642</u>	<u>69,457</u>	<u>7,008</u>
-	1,511	6,688	473
-	-	-	-
-	-	-	-
(11,083)	27,026	35,988	3,838
<u>(11,083)</u>	<u>28,537</u>	<u>42,676</u>	<u>4,311</u>
<u>\$ (11,083)</u>	<u>\$ 63,179</u>	<u>\$ 112,133</u>	<u>\$ 11,319</u>

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**JUNE 30, 2004**  
(Continued)

	TITLE I GRANT	TITLE VI GRANT	DRUG FREE SCHOOLS GRANT	TELECOMMUN- ICATIONS GRANT	CONTINUOUS IMPROVEMENT GRANT
<u>Assets:</u>					
Assets:					
Equity in Pooled Cash and Cash Equivalents	\$ 52,196	\$ -	\$ -	\$ -	\$ 9,077
Cash in Segregated Accounts	-	-	-	-	-
Receivables:					
Taxes	-	-	-	-	-
Intergovernmental	147,922	6,647	-	-	-
Inventory Held for Resale	-	-	-	-	-
Supplies Inventory	-	-	-	-	-
<b>Total Assets</b>	<b>\$ 200,118</b>	<b>\$ 6,647</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 9,077</b>
<u>Liabilities and Fund Equity:</u>					
Liabilities:					
Accounts Payable	\$ 1,849	\$ -	\$ -	\$ -	\$ -
Accrued Wages and Benefits	67,944	-	-	-	-
Compensated Absences Payable	-	-	-	-	-
Intergovernmental Payable	17,292	-	-	-	-
Deferred Revenue	63,159	6,647	-	-	-
<b>Total Liabilities</b>	<b>150,244</b>	<b>6,647</b>	<b>-</b>	<b>-</b>	<b>-</b>
Fund Equity:					
Reserved for Encumbrances	5,689	-	-	-	-
Reserved for Supplies Inventory	-	-	-	-	-
Reserved for Taxes	-	-	-	-	-
Unreserved	44,185	-	-	-	9,077
<b>Total Fund Equity</b>	<b>49,874</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>9,077</b>
<b>Total Liabilities and Fund Equity</b>	<b>\$ 200,118</b>	<b>\$ 6,647</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 9,077</b>

CLASSROOM REDUCTION	MISCELLANEOUS FEDERAL GRANTS	FOOD SERVICE	LATCHKEY	TOTAL
\$ 27,809 0	\$ (7,612) -	\$ 70,372 -	\$ 86,359 -	648,346 2,500
-	-	-	-	112,719
6,467	4,347	60,108	-	403,318
-	-	9,877	-	9,877
-	-	5,511	-	5,511
<u>\$ 34,276</u>	<u>\$ (3,265)</u>	<u>\$ 145,868</u>	<u>\$ 86,359</u>	<u>\$ 1,182,271</u>
\$ -	\$ -	\$ 7	30	\$ 21,056
21,064	-	84,745	11,168	228,685
-	-	4,374	-	4,374
3,819	-	49,307	4,270	100,046
-	4,347	-	-	223,264
<u>24,883</u>	<u>4,347</u>	<u>138,433</u>	<u>15,468</u>	<u>577,425</u>
2,027	-	25,840	9,843	112,905
-	-	15,387	-	15,387
-	-	-	-	23,126
7,366	(7,612)	(33,792)	61,048	453,428
<u>9,393</u>	<u>(7,612)</u>	<u>7,435</u>	<u>70,891</u>	<u>604,846</u>
<u>\$ 34,276</u>	<u>\$ (3,265)</u>	<u>\$ 145,868</u>	<u>\$ 86,359</u>	<u>\$ 1,182,271</u>

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**COMBINING BALANCE SHEET**  
**NONMAJOR CAPITAL PROJECTS FUNDS**  
**JUNE 30, 2004**

	PERMANENT IMPROVEMENT	LFI	SCHOOL NET PLUS	VIDEO DISTANCE LEARNING	TOTAL
<u>Assets:</u>					
Assets:					
Equity in Pooled Cash and Cash Equivalents	\$ 616,169	\$ 311,671	\$ -	\$ 2,400	\$ 930,240
Taxes Receivable	661,970	-	-	-	661,970
Total Assets and Other Debits	<u>\$ 1,278,139</u>	<u>\$ 311,671</u>	<u>\$ -</u>	<u>\$ 2,400</u>	<u>\$ 1,592,210</u>
<u>Liabilities and Fund Equity:</u>					
Liabilities:					
Accounts Payable	\$ 226	\$ -	\$ -	\$ -	\$ 226
Accrued Interest Payable	7,239	4,676	-	-	11,915
Deferred Revenue	476,742	-	-	-	476,742
Bond Anticipation Notes Payable	-	520,000	-	-	520,000
Tax Anticipation Notes Payable	274,000	-	-	-	274,000
Total Liabilities	<u>758,207</u>	<u>524,676</u>	<u>-</u>	<u>-</u>	<u>1,282,883</u>
Fund Equity:					
Fund Balances:					
Reserved for Encumbrances	4,950	-	-	2,400	7,350
Reserved for Taxes	185,228	-	-	-	185,228
Unreserved	329,754	(213,005)	-	-	116,749
Total Fund Equity	<u>519,932</u>	<u>(213,005)</u>	<u>-</u>	<u>2,400</u>	<u>309,327</u>
Total Liabilities and Fund Equity	<u>\$ 1,278,139</u>	<u>\$ 311,671</u>	<u>\$ -</u>	<u>\$ 2,400</u>	<u>\$ 1,592,210</u>



**TECUMSEH LOCAL SCHOOL DISTRICT**  
**CLARK COUNTY, OHIO**  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2004

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Nonmajor Permanent Fund	Total Nonmajor Governmental Funds
<b>Revenues:</b>				
Taxes	\$ 79,569	\$ 696,854	\$ -	776,423
Intergovernmental	2,265,562	167,088	-	2,432,650
Interest	423	1,869	85	2,377
Tuition and Fees	121,925	-	-	121,925
Charges for Services	875,102	-	-	875,102
Gifts and Donations	43,832	-	-	43,832
Extracurricular Activities	139,826	-	-	139,826
Miscellaneous	23,359	-	-	23,359
<b>Total Revenues</b>	<u>3,549,598</u>	<u>865,811</u>	<u>85</u>	<u>4,415,494</u>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>Instruction:</b>				
Regular	452,316	80,575	-	532,891
Special	551,815	-	-	551,815
Other	14,617	-	-	14,617
<b>Support Services:</b>				
Pupils	433,403	-	-	433,403
Instructional Staff	218,538	-	-	218,538
Administration	173,307	611	-	173,918
Fiscal	1,065	18,239	-	19,304
Plant Operation and Maintenance	35,691	307,235	-	342,926
Pupil Transportation	4,262	73,090	-	77,352
Central	6,872	-	-	6,872
Non-Instructional Services	1,425,100	11,458	-	1,436,558
Extracurricular Activities	130,595	-	-	130,595
<b>Debt Service:</b>				
Interest and Fiscal Charges	-	21,391	-	21,391
<b>Total Expenditures</b>	<u>3,447,581</u>	<u>512,599</u>	<u>-</u>	<u>3,960,180</u>
<b>Excess of Revenues Over(Under)</b>				
Expenditures	102,017	353,212	85	455,314
<b>Fund Balance at Beginning of Year</b>	<u>502,829</u>	<u>(43,885)</u>	<u>2,000</u>	<u>460,944</u>
<b>Fund Balance at End of Year</b>	<u>\$ 604,846</u>	<u>\$ 309,327</u>	<u>\$ 2,085</u>	<u>\$ 916,258</u>

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

	PUBLIC SCHOOL SUPPORT	OTHER GRANTS	SPECIAL SCHOOL	CLASSROOM FACILITIES MAINTENANCE	SCHOOL IMPROVEMENT MODEL
<b>Revenues:</b>					
Taxes	\$ -	\$ -	\$ -	\$ 79,569	\$ -
Intergovernmental	-	-	-	7,101	-
Interest	-	-	-	-	-
Charges for Services					
Tuition and Fees	121,925	-	-	-	-
Gifts and Donations	22,442	19,000	249	-	-
Extracurricular Activities	-	-	6,606	-	-
Miscellaneous	15,951	-	4,153	-	966
<b>Total Revenues</b>	<b>160,318</b>	<b>19,000</b>	<b>11,008</b>	<b>86,670</b>	<b>966</b>
<b>Expenditures:</b>					
<b>Current:</b>					
<b>Instruction:</b>					
Regular	115,744	12,423	-	-	-
Special	704	-	-	-	-
Vocational	-	-	-	-	-
<b>Support Services:</b>					
Pupils	-	6,136	-	-	-
Instructional Staff	-	11,689	8,729	-	-
Administration	-	-	-	-	-
Fiscal	-	-	-	1,065	-
Plant Operation and Maintenance	-	-	-	-	-
Pupil Transportation	214	-	-	-	-
Central	-	-	-	-	-
Non-Instructional Services	-	-	-	-	-
Extracurricular Activities	-	-	-	-	-
<b>Total Expenditures</b>	<b>116,662</b>	<b>30,248</b>	<b>8,729</b>	<b>1,065</b>	<b>-</b>
<b>Excess of Revenues Over(Under)</b>					
Expenditures	43,656	(11,248)	2,279	85,605	966
<b>Fund Balance at Beginning of Year</b>	<b>80,884</b>	<b>21,147</b>	<b>8,175</b>	<b>-</b>	<b>4,333</b>
<b>Fund Balance at End of Year</b>	<b>\$ 124,540</b>	<b>\$ 9,899</b>	<b>\$ 10,454</b>	<b>\$ 85,605</b>	<b>\$ 5,299</b>

DISTRICT MANAGED STUDENT ACTIVITIES	MANAGEMENT INFORMATION SYSTEMS	DISADVANTAGED PUPIL IMPACT AID	DATA COMMUNICATIONS
\$ -	\$ -	\$ -	\$ -
-	13,350	52,312	24,000
104	-	-	-
-	-	-	-
-	-	-	-
921	-	-	-
133,220	-	-	-
2,289	-	-	-
<u>136,534</u>	<u>13,350</u>	<u>52,312</u>	<u>24,000</u>
-	-	20,111	-
-	-	-	-
-	-	-	-
-	6,151	27,995	-
-	-	-	-
-	639	-	-
-	-	-	-
-	-	-	24,000
-	-	-	-
-	6,872	-	-
-	-	-	-
<u>130,595</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>130,595</u>	<u>13,662</u>	<u>48,106</u>	<u>24,000</u>
5,939	(312)	4,206	-
<u>28,649</u>	<u>7,171</u>	<u>15,964</u>	<u>-</u>
<u>\$ 34,588</u>	<u>\$ 6,859</u>	<u>\$ 20,170</u>	<u>\$ -</u>

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**  
(Continued)

	SCHOOL NET PROFESSIONAL DEVELOPMENT	TEXTBOOK SUBSIDY	OHIO READS GRANT	SUMMER INTERVENTION
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	4,140	-	62,500	58,544
Interest	-	-	-	-
Charges for Services	-	-	-	-
Tuition and Fees	-	-	-	-
Gifts and Donations	-	-	-	-
Extracurricular Activities	-	-	-	-
Miscellaneous	-	-	-	-
Total Revenues	<u>4,140</u>	<u>-</u>	<u>62,500</u>	<u>58,544</u>
Expenditures:				
Current:				
Instruction:				
Regular	-	-	37,155	20,437
Special	-	-	-	-
Vocational	-	-	-	-
Support Services:				
Pupils	-	-	40,838	1,873
Instructional Staff	4,707	-	-	-
Administration	-	-	-	-
Fiscal	-	-	-	-
Plant Operation and Maintenance	-	-	-	-
Pupil Transportation	-	-	225	1,258
Central	-	-	-	-
Non-Instructional Services	-	-	-	-
Extracurricular Activities	-	-	-	-
Total Expenditures	<u>4,707</u>	<u>-</u>	<u>78,218</u>	<u>23,568</u>
Excess of Revenues Over(Under) Expenditures	(567)	-	(15,718)	34,976
Fund Balance at Beginning of Year - Restated	<u>3,381</u>	<u>40,910</u>	<u>27,995</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 2,814</u>	<u>\$ 40,910</u>	<u>\$ 12,277</u>	<u>\$ 34,976</u>

EXTENDED LEARNING OPPORTUNITIES	MISCELLANEOUS STATE GRANTS	TITLE I IMIGRANT GRANT	TITLE VI-B GRANT	TITLE III GRANT
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	121,146	509,285	23,546
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	121,146	509,285	23,546
-	12,956	21,682	-	19,107
-	-	36,402	124,052	-
-	-	-	-	-
-	-	46,039	268,569	-
-	-	-	9,973	1,214
-	-	7,340	104,198	-
-	-	-	-	-
-	-	242	-	-
-	-	2,565	-	-
-	-	-	-	-
-	-	2,468	-	-
-	-	-	-	-
-	12,956	116,738	506,792	20,321
-	(12,956)	4,408	2,493	3,225
12,956	1,873	24,129	40,183	1,086
\$ 12,956	\$ (11,083)	\$ 28,537	\$ 42,676	\$ 4,311

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**  
(Continued)

	TITLE I GRANT	TITLE VI GRANT	DRUG FREE SCHOOLS GRANT	TELECOMMUN- ICATIONS GRANT	CONTINUOUS IMPROVEMENT GRANT
<b>Revenues:</b>					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	607,425	28,929	18,655	-	-
Interest	-	-	-	-	-
Charges for Services	-	-	-	-	-
Tuition and Fees	-	-	-	-	-
Gifts and Donations	-	-	-	-	-
Extracurricular Activities	-	-	-	-	-
Miscellaneous	-	-	-	-	-
<b>Total Revenues</b>	<b>607,425</b>	<b>28,929</b>	<b>18,655</b>	<b>-</b>	<b>-</b>
<b>Expenditures:</b>					
<b>Current:</b>					
<b>Instruction:</b>					
Regular	43,835	-	-	-	-
Special	390,644	-	-	-	-
Other	-	14,617	-	-	-
<b>Support Services:</b>					
Pupils	17,147	-	18,655	-	-
Instructional Staff	116,498	8,206	-	-	-
Administration	39,188	-	-	21,942	-
Fiscal	-	-	-	-	-
Plant Operation and Maintenance	-	-	-	-	-
Pupil Transportation	-	-	-	-	-
Central	-	-	-	-	-
Non-Instructional Services	-	-	-	-	-
Extracurricular Activities	-	-	-	-	-
<b>Total Expenditures</b>	<b>607,312</b>	<b>22,823</b>	<b>18,655</b>	<b>21,942</b>	<b>-</b>
<b>Excess of Revenues Over(Under)</b>					
Expenditures	113	6,106	-	(21,942)	-
<b>Fund Balance at Beginning of Year - Restated</b>	<b>49,761</b>	<b>(6,106)</b>	<b>-</b>	<b>21,942</b>	<b>9,077</b>
<b>Fund Balance at End of Year</b>	<b>\$ 49,874</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 9,077</b>

CLASSROOM REDUCTION	MISCELLANEOUS FEDERAL GRANTS	FOOD SERVICE	LATCHKEY	TOTAL
\$ -	\$ -	\$ -	\$ -	\$ 79,569
185,114	14,713	534,802	-	2,265,562
-	-	319	-	423
-	-	758,755	116,347	875,102
-	-	-	-	121,925
-	-	1,220	-	43,832
-	-	-	-	139,826
-	-	-	-	23,359
<u>185,114</u>	<u>14,713</u>	<u>1,295,096</u>	<u>116,347</u>	<u>3,549,598</u>
148,866	-	-	-	452,316
-	13	-	-	551,815
-	-	-	-	14,617
-	-	-	-	433,403
33,869	23,653	-	-	218,538
-	-	-	-	173,307
-	-	-	-	1,065
-	-	11,449	-	35,691
-	-	-	-	4,262
-	-	-	-	6,872
-	-	1,324,788	97,844	1,425,100
-	-	-	-	130,595
<u>182,735</u>	<u>23,666</u>	<u>1,336,237</u>	<u>97,844</u>	<u>3,447,581</u>
2,379	(8,953)	(41,141)	18,503	102,017
<u>7,014</u>	<u>1,341</u>	<u>48,576</u>	<u>52,388</u>	<u>502,829</u>
<u>\$ 9,393</u>	<u>\$ (7,612)</u>	<u>\$ 7,435</u>	<u>\$ 70,891</u>	<u>\$ 604,846</u>

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES**  
**NONMAJOR CAPITAL PROJECTS FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

	PERMANENT IMPROVEMENT	LFI	SCHOOL NET PLUS	VIDEO DISTANCE LEARNING	TOTAL
Revenues:					
Taxes	\$ 696,854	\$ -	\$ -	\$ -	\$ 696,854
Intergovernmental	86,513	-	80,575	-	167,088
Interest	1,869	-	-	-	1,869
Total Revenues	<u>785,236</u>	<u>-</u>	<u>80,575</u>	<u>-</u>	<u>865,811</u>
Expenditures:					
Current:					
Instruction:					
Regular	-	-	80,575	-	80,575
Support Services:					
Administration	611	-	-	-	611
Fiscal	18,239	-	-	-	18,239
Plant Operation and Maintenance	98,906	208,329	-	-	307,235
Pupil Transportation	73,090	-	-	-	73,090
Non-Instructional Services	11,458	-	-	-	11,458
Debt Service:					
Interest and Fiscal Charges	16,715	4,676	-	-	21,391
Total Expenditures	<u>219,019</u>	<u>213,005</u>	<u>80,575</u>	<u>-</u>	<u>512,599</u>
Excess of Revenues Over(Under) Expenditures	<u>566,217</u>	<u>(213,005)</u>	<u>-</u>	<u>-</u>	<u>353,212</u>
Fund Balance at Beginning of Year	<u>(46,285)</u>	<u>-</u>	<u>-</u>	<u>2,400</u>	<u>(43,885)</u>
Fund Balance at End of Year	<u>\$ 519,932</u>	<u>\$ (213,005)</u>	<u>\$ -</u>	<u>\$ 2,400</u>	<u>\$ 309,327</u>





**INDIVIDUAL FUND SCHEDULES OF REVENUES,  
EXPENDITURES AND CHANGES IN FUND BALANCE –  
BUDGET AND ACTUAL (BUDGET BASIS)**



**TECUMSEH LOCAL SCHOOL DISTRICT**

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)**  
**FOOD SERVICE SPECIAL REVENUE FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

	ORIGINAL BUDGET	REVISED BUDGET	ACTUAL	VARIANCE
<b>Revenues:</b>				
Charges for Services	\$ 862,783	\$ 758,755	\$ 758,755	\$ -
Interest Earnings	253	319	319	-
Intergovernmental	407,209	479,347	479,347	-
Gifts and Donations	-	1,220	1,220	-
<b>Total Revenues</b>	<u>1,270,245</u>	<u>1,239,641</u>	<u>1,239,641</u>	<u>-</u>
<b>Expenditures</b>				
<b>Current:</b>				
<b>Support Services:</b>				
<b>Operation and Maintenance of Plant:</b>				
Purchased Services	-	11,449	11,449	-
<b>Total Support Services</b>	<u>-</u>	<u>11,449</u>	<u>11,449</u>	<u>-</u>
<b>Non-Instructional Services:</b>				
Salaries and Wages	574,434	529,635	529,635	-
Fringe Benefits	206,427	214,087	214,087	-
Purchased Services	29,900	77,864	77,864	-
Materials and Supplies	451,600	448,942	448,942	-
Capital Outlay - New	500	-	-	-
Capital Outlay - Replacement	2,000	349	349	-
Other	-	35,825	35,825	-
<b>Total Non-Instructional Services</b>	<u>1,264,861</u>	<u>1,306,702</u>	<u>1,306,702</u>	<u>-</u>
<b>Total Expenditures</b>	<u>1,264,861</u>	<u>1,318,151</u>	<u>1,318,151</u>	<u>-</u>
<b>Excess (Deficiency) of Revenues</b>				
<b>Over (Under) Expenditures</b>	<u>5,384</u>	<u>(78,510)</u>	<u>(78,510)</u>	<u>-</u>
<b>Other Financing Sources (Uses):</b>				
Operating Transfers-In	72,000	-	-	-
Operating Transfers-Out	(72,000)	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess (Deficiency) of Revenues and Other</b>				
<b>Financing Sources Over (Under) Expenditures</b>				
<b>and Other Financing Uses</b>	<u>5,384</u>	<u>(78,510)</u>	<u>(78,510)</u>	<u>-</u>
<b>Fund Equity at Beginning of Year</b>	74,594	74,594	74,594	-
<b>Prior Year Encumbrances Appropriated</b>	<u>48,440</u>	<u>48,440</u>	<u>48,440</u>	<u>-</u>
<b>Fund Equity at End of Year</b>	<u>\$ 128,418</u>	<u>\$ 44,524</u>	<u>\$ 44,524</u>	<u>\$ -</u>

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)**  
**LATCHKEY SPECIAL REVENUE FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

	ORIGINAL BUDGET	REVISED BUDGET	ACTUAL	VARIANCE
<b>Revenues:</b>				
Charges for Services	\$ 107,670	\$ 116,347	\$ 116,347	\$ -
<b>Total Revenues</b>	<u>107,670</u>	<u>116,347</u>	<u>116,347</u>	<u>-</u>
<b>Expenditures:</b>				
Non-Instructional Services:				
Salaries and Wages	68,700	56,800	56,800	-
Fringe Benefits	33,086	33,275	33,275	-
Purchased Services	1,850	691	691	-
Materials and Supplies	30,338	14,702	14,702	-
Capital Outlay - New	12,250	12,275	12,275	-
Other	7,000	245	245	-
<b>Total Expenditures</b>	<u>153,224</u>	<u>117,988</u>	<u>117,988</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(45,554)	(1,641)	(1,641)	-
<b>Other Financing Sources (Uses):</b>				
Operating Transfers-In	-	4,995	4,995	-
Operating Transfers-Out	-	(4,995)	(4,995)	-
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses</b>				
	(45,554)	(1,641)	(1,641)	-
Fund Equity at Beginning of Year	67,566	67,566	67,566	-
Prior Year Encumbrances Appropriated	10,592	10,592	10,592	-
<b>Fund Equity at End of Year</b>	<u>\$ 32,604</u>	<u>\$ 76,517</u>	<u>\$ 76,517</u>	<u>\$ -</u>

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)**  
**PUBLIC SCHOOL SUPPORT SPECIAL REVENUE FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

	ORIGINAL BUDGET	REVISED BUDGET	ACTUAL	VARIANCE
Revenues:				
Tuition and Fees	\$ -	\$ -	\$ -	\$ -
Extracurricular Activities	87,827	121,925	121,925	-
Gifts and Donations	-	22,442	22,442	-
Miscellaneous	13,768	15,607	15,607	-
<b>Total Revenues</b>	<u>101,595</u>	<u>159,974</u>	<u>159,974</u>	<u>-</u>
Expenditures:				
Current:				
Instruction:				
Regular	137,961	123,609	123,609	-
Special	-	704	704	-
Support Services:				
Pupil Transportation	-	214	214	-
<b>Total Expenditures</b>	<u>137,961</u>	<u>124,527</u>	<u>124,527</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(36,366)	35,447	35,447	-
Other Financing Sources (Uses):				
Refund of Prior Year Expenditures	-	344	344	-
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>344</u>	<u>344</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(36,366)	35,791	35,791	-
Fund Balance at Beginning of Year	79,810	79,810	79,810	-
Prior Year Encumbrances Appropriated	7,819	7,819	7,819	-
<b>Fund Balance at End of Year</b>	<u>\$ 51,263</u>	<u>\$ 123,420</u>	<u>\$ 123,420</u>	<u>\$ -</u>

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)**  
**OTHER GRANTS SPECIAL REVENUE FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

	ORIGINAL BUDGET	REVISED BUDGET	ACTUAL	VARIANCE
Revenues:				
Intergovernmental	\$ 23,000	\$ -	\$ -	\$ -
Gifts and Donations	<u>-</u>	<u>19,000</u>	<u>19,000</u>	<u>-</u>
Total Revenues	<u>23,000</u>	<u>19,000</u>	<u>19,000</u>	<u>-</u>
Expenditures:				
Current:				
Instruction:				
Regular	2,907	12,697	12,697	-
Support Services:				
Pupils	500	6,529	6,529	-
Instructional Staff	<u>-</u>	<u>11,689</u>	<u>11,689</u>	<u>-</u>
Total Expenditures	<u>3,407</u>	<u>30,915</u>	<u>30,915</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	19,593	(11,915)	(11,915)	-
Other Financing Sources (Uses):				
Refund of Prior Year Receipts	<u>(5,750)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(5,750)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	13,843	(11,915)	(11,915)	-
Fund Balance at Beginning of Year	11,887	11,887	11,887	-
Prior Year Encumbrances Appropriated	<u>9,831</u>	<u>9,831</u>	<u>9,831</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 35,561</u>	<u>\$ 9,803</u>	<u>\$ 9,803</u>	<u>\$ -</u>

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)**  
**SPECIAL SCHOOL SPECIAL REVENUE FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

	ORIGINAL BUDGET	REVISED BUDGET	ACTUAL	VARIANCE
<b>Revenues:</b>				
Extracurricular Activities	\$ 1,800	\$ 6,606	\$ 6,606	\$ -
Gifts and Donations	-	249	249	-
Miscellaneous	<u>3,680</u>	<u>4,153</u>	<u>4,153</u>	<u>-</u>
<b>Total Revenues</b>	<u>5,480</u>	<u>11,008</u>	<u>11,008</u>	<u>-</u>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>Support Services:</b>				
Instructional Staff	<u>8,974</u>	<u>9,023</u>	<u>9,023</u>	<u>-</u>
<b>Total Expenditures</b>	<u>8,974</u>	<u>9,023</u>	<u>9,023</u>	<u>-</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	(3,494)	1,985	1,985	-
<b>Fund Balance at Beginning of Year</b>	7,983	7,983	7,983	-
<b>Prior Year Encumbrances Appropriated</b>	<u>457</u>	<u>457</u>	<u>457</u>	<u>-</u>
<b>Fund Balance at End of Year</b>	<u>\$ 4,946</u>	<u>\$ 10,425</u>	<u>\$ 10,425</u>	<u>\$ -</u>

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)**  
**SCHOOL IMPROVEMENT MODEL SPECIAL REVENUE FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

	<u>ORIGINAL BUDGET</u>	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
Revenues:				
Intergovernmental	\$ 75,000	\$ -	\$ -	\$ -
Miscellaneous	<u>-</u>	<u>30</u>	<u>30</u>	<u>-</u>
Total Revenues	<u>75,000</u>	<u>30</u>	<u>30</u>	<u>-</u>
Expenditures:				
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>75,000</u>	<u>30</u>	<u>30</u>	<u>-</u>
Fund Balance at Beginning of Year	<u>5,269</u>	<u>5,269</u>	<u>5,269</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 80,269</u>	<u>\$ 5,299</u>	<u>\$ 5,299</u>	<u>\$ -</u>



**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)**  
**CLASSROOM FACILITIES MAINTENANCE SPECIAL REVENUE FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

	ORIGINAL BUDGET	REVISED BUDGET	ACTUAL	VARIANCE
Revenues:				
Taxes	\$ -	\$ 56,353	\$ 56,353	-
Intergovernmental	-	7,101	7,101	-
<b>Total Revenues</b>	<b>-</b>	<b>63,454</b>	<b>63,454</b>	<b>-</b>
Expenditures:				
Current:				
Support Services:				
Fiscal	-	1,065	1,065	-
Capital Outlay	-	53,000	53,000	-
<b>Total Expenditures</b>	<b>-</b>	<b>54,065</b>	<b>54,065</b>	<b>-</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	9,389	9,389	-
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 9,389</u>	<u>\$ 9,389</u>	<u>\$ -</u>

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)**  
**DISTRICT MANAGED STUDENT ACTIVITIES SPECIAL REVENUE FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

	ORIGINAL BUDGET	REVISED BUDGET	ACTUAL	VARIANCE
Revenues:				
Interest	\$ -	\$ 104	\$ 104	\$ -
Extracurricular Activities	122,720	133,220	133,220	-
Gifts and Donations	5,800	921	921	-
Miscellaneous	25	2,289	2,289	-
<b>Total Revenues</b>	<u>128,545</u>	<u>136,534</u>	<u>136,534</u>	<u>-</u>
Expenditures:				
Current:				
Extracurricular Activities	<u>127,347</u>	<u>134,038</u>	<u>134,038</u>	<u>-</u>
<b>Total Expenditures</b>	<u>127,347</u>	<u>134,038</u>	<u>134,038</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,198	2,496	2,496	-
Fund Balance at Beginning of Year	24,331	24,331	24,331	-
Prior Year Encumbrances Appropriated	<u>6,196</u>	<u>6,196</u>	<u>6,196</u>	<u>-</u>
<b>Fund Balance at End of Year</b>	<u>\$ 31,725</u>	<u>\$ 33,023</u>	<u>\$ 33,023</u>	<u>\$ -</u>

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)**  
**MANAGEMENT INFORMATION SYSTEMS SPECIAL REVENUE FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

	<u>ORIGINAL BUDGET</u>	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
Revenues:				
Intergovernmental	\$ 11,500.00	\$ 13,350	\$ 13,350	\$ -
Total Revenues	<u>11,500</u>	<u>13,350</u>	<u>13,350</u>	<u>-</u>
Expenditures:				
Current:				
Support Services:				
Pupils	2,308	6,235	6,235	-
Administration	2,294	-	-	-
Central	<u>-</u>	<u>6,872</u>	<u>6,872</u>	<u>-</u>
Total Expenditures	<u>4,602</u>	<u>13,107</u>	<u>13,107</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	6,898	243	243	-
Fund Balance at Beginning of Year	<u>7,324</u>	<u>7,324</u>	<u>7,324</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 14,222</u>	<u>\$ 7,567</u>	<u>\$ 7,567</u>	<u>\$ -</u>

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)**  
**DISADVANTAGED PUPIL IMPACT AID SPECIAL REVENUE FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

	<u>ORIGINAL BUDGET</u>	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
Revenues:				
Intergovernmental	\$ 18,500	\$ 48,288	\$ 48,288	\$ -
Total Revenues	<u>18,500</u>	<u>48,288</u>	<u>48,288</u>	<u>-</u>
Expenditures:				
Current:				
Instruction:				
Regular	-	20,111	20,111	-
Support Services:				
Pupils	<u>7,000</u>	<u>27,591</u>	<u>27,591</u>	<u>-</u>
Total Expenditures	<u>7,000</u>	<u>47,702</u>	<u>47,702</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	11,500	586	586	-
Fund Balance at Beginning of Year	<u>20,110</u>	<u>20,110</u>	<u>20,110</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 31,610</u>	<u>\$ 20,696</u>	<u>\$ 20,696</u>	<u>\$ -</u>

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)**  
**DATA COMMUNICATIONS SPECIAL REVENUE FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

	<u>ORIGINAL BUDGET</u>	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
Revenues:				
Intergovernmental	\$ -	\$ 24,000	\$ 24,000	\$ -
Total Revenues	<u>-</u>	<u>24,000</u>	<u>24,000</u>	<u>-</u>
Expenditures:				
Current:				
Support Services:				
Plant Operation and Maintenance	-	24,000	24,000	-
Total Expenditures	<u>-</u>	<u>24,000</u>	<u>24,000</u>	<u>-</u>
Excess (Deficiency) of Revenues Over	-	-	-	-
Fund Balance at Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)**  
**SCHOOLNET PROFESSIONAL DEVELOPMENT SPECIAL REVENUE FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

	<u>ORIGINAL BUDGET</u>	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
Revenues:				
Intergovernmental	\$ 10,000	\$ 4,140	\$ 4,140	\$ -
Total Revenues	<u>10,000</u>	<u>4,140</u>	<u>4,140</u>	<u>-</u>
Expenditures:				
Current:				
Support Services:				
Instructional Staff	<u>3,380</u>	<u>4,707</u>	<u>4,707</u>	<u>-</u>
Total Expenditures	<u>3,380</u>	<u>4,707</u>	<u>4,707</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	6,620	(567)	(567)	-
Fund Balance at Beginning of Year	<u>3,381</u>	<u>3,381</u>	<u>3,381</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 10,001</u>	<u>\$ 2,814</u>	<u>\$ 2,814</u>	<u>\$ -</u>

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)**  
**TEXTBOOK SUBSIDY SPECIAL REVENUE FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

	<u>ORIGINAL BUDGET</u>	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
Revenues:				
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:				
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance at Beginning of Year	<u>40,910</u>	<u>40,910</u>	<u>40,910</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 40,910</u>	<u>\$ 40,910</u>	<u>\$ 40,910</u>	<u>\$ -</u>

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)**  
**OHIO READS SPECIAL REVENUE FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

	ORIGINAL BUDGET	REVISED BUDGET	ACTUAL	VARIANCE
Revenues:				
Intergovernmental	\$ 202,500	\$ 62,500	\$ 62,500	\$ -
Total Revenues	<u>202,500</u>	<u>62,500</u>	<u>62,500</u>	<u>-</u>
Expenditures:				
Current:				
Instruction:				
Regular	61,371	39,022	39,022	-
Support Services:				
Pupils	5,683	1,132	1,132	-
Instructional Staff	14,023	20,962	20,962	-
Administration	(43)	(309)	(309)	-
Pupil Transportation	<u>400</u>	<u>225</u>	<u>225</u>	<u>-</u>
Total Expenditures	<u>81,434</u>	<u>61,032</u>	<u>61,032</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	121,066	1,468	1,468	-
Other Financing Sources (Uses):				
Refund of Prior Year Receipts	<u>-</u>	<u>(21,356)</u>	<u>(21,356)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>(21,356)</u>	<u>(21,356)</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	121,066	(19,888)	(19,888)	-
Fund Balance at Beginning of Year	25,933	25,933	25,933	-
Prior Year Encumbrances Appropriated	<u>5,274</u>	<u>5,274</u>	<u>5,274</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 152,273</u>	<u>\$ 11,319</u>	<u>\$ 11,319</u>	<u>\$ -</u>



**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)**  
**SUMMER INTERVENTION SPECIAL REVENUE FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

	<u>ORIGINAL BUDGET</u>	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
Revenues:				
Intergovernmental	\$ -	\$ 32,503	\$ 32,503	\$ -
Total Revenues	<u>-</u>	<u>32,503</u>	<u>32,503</u>	<u>-</u>
Expenditures:				
Current:				
Instruction:				
Regular	-	13,638	13,638	-
Total Expenditures	<u>-</u>	<u>13,638</u>	<u>13,638</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	18,865	18,865	-
Fund Balance at Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 18,865</u>	<u>\$ 18,865</u>	<u>\$ -</u>

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)**  
**EXTENDED LEARNING OPPORTUNITIES SPECIAL REVENUE FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

	<u>ORIGINAL BUDGET</u>	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
Revenues:				
Total Revenues	-	-	-	-
Expenditures:				
Current:				
Support Services:				
Pupils	12,000	-	-	-
Total Expenditures	12,000	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	(12,000)	-	-	-
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	<u>\$ (12,000)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)**  
**MISCELLANEOUS STATE GRANTS SPECIAL REVENUE FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

	<u>ORIGINAL BUDGET</u>	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
Revenues:				
Intergovernmental	\$ 60,000	\$ (9,360)	\$ (9,360)	\$ -
Total Revenues	<u>60,000</u>	<u>(9,360)</u>	<u>(9,360)</u>	<u>-</u>
Expenditures:				
Current:				
Support Services:				
Pupils	-	3,596	3,596	-
Total Expenditures	<u>-</u>	<u>3,596</u>	<u>3,596</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	60,000	(12,956)	(12,956)	-
Fund Balance at Beginning of Year	<u>14,829</u>	<u>14,829</u>	<u>14,829</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 74,829</u>	<u>\$ 1,873</u>	<u>\$ 1,873</u>	<u>\$ -</u>

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)**  
**TITLE I IMIGRANT GRANT SPECIAL REVENUE FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

	<u>ORIGINAL BUDGET</u>	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
Revenues:				
Intergovernmental	\$ 112,100	\$ 111,356	\$ 111,356	\$ -
Total Revenues	<u>112,100</u>	<u>111,356</u>	<u>111,356</u>	<u>-</u>
Expenditures:				
Current:				
Instruction:				
Regular	50,980	21,797	21,797	-
Special	36,736	35,683	35,683	-
Support Services:				
Pupils	38,403	45,338	45,338	-
Administration	6,748	6,860	6,860	-
Plant Operation and Maintenance	907	-	-	-
Pupil Transportation	2,886	2,246	2,246	-
Non-Instructional Services	<u>3,439</u>	<u>2,348</u>	<u>2,348</u>	<u>-</u>
Total Expenditures	<u>140,099</u>	<u>114,272</u>	<u>114,272</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(27,999)</u>	<u>(2,916)</u>	<u>(2,916)</u>	<u>-</u>
Fund Balance at Beginning of Year	<u>28,647</u>	<u>28,647</u>	<u>28,647</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 648</u>	<u>\$ 25,731</u>	<u>\$ 25,731</u>	<u>\$ -</u>

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)**  
**TITLE II GRANT SPECIAL REVENUE FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

	<u>ORIGINAL BUDGET</u>	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
Revenues:				
Intergovernmental	\$ 16,400	\$ -	\$ -	\$ -
Total Revenues	<u>16,400</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:				
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	16,400	-	-	-
Fund Balance at Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 16,400</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)**  
**TITLE VI-B GRANT SPECIAL REVENUE FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

	ORIGINAL BUDGET	REVISED BUDGET	ACTUAL	VARIANCE
Revenues:				
Intergovernmental	\$ 566,247	\$ 501,483	\$ 501,483	\$ -
Total Revenues	<u>566,247</u>	<u>501,483</u>	<u>501,483</u>	<u>-</u>
Expenditures:				
Current:				
Instruction:				
Special	144,943	131,999	131,999	-
Support Services:				
Pupils	287,621	254,762	254,762	-
Instructional Staff	4,283	9,973	9,973	-
Administration	110,536	94,676	94,676	-
Total Expenditures	<u>547,383</u>	<u>491,410</u>	<u>491,410</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>18,864</u>	<u>10,073</u>	<u>10,073</u>	<u>-</u>
Other Financing Sources (Uses):				
Refund of Prior Year Receipts	-	(1,408)	(1,408)	-
Advances-Out	-	(21,196)	(21,196)	-
Operating Transfers-In	-	19,356	19,356	-
Operating Transfers-Out	-	(19,356)	(19,356)	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>(22,604)</u>	<u>(22,604)</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>18,864</u>	<u>(12,531)</u>	<u>(12,531)</u>	<u>-</u>
Fund Balance at Beginning of Year	9,000	9,000	9,000	-
Prior Year Encumbrances Appropriated	<u>5,149</u>	<u>5,149</u>	<u>5,149</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 33,013</u>	<u>\$ 1,618</u>	<u>\$ 1,618</u>	<u>\$ -</u>

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)**  
**TITLE III GRANT SPECIAL REVENUE**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

	<u>ORIGINAL BUDGET</u>	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
Revenues:				
Intergovernmental	\$ 20,678	\$ 37,466	\$ 37,466	\$ -
Total Revenues	<u>20,678</u>	<u>37,466</u>	<u>37,466</u>	<u>-</u>
Expenditures:				
Current:				
Instruction:				
Regular	20,678	33,000	33,000	-
Support Services:				
Pupils	-	1,214	1,214	-
Instructional Staff	<u>-</u>	<u>500</u>	<u>500</u>	<u>-</u>
Total Expenditures	<u>20,678</u>	<u>34,714</u>	<u>34,714</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>2,752</u>	<u>2,752</u>	<u>-</u>
Other Financing Sources (Uses):				
Advances-Out	-	(12,835)	(12,835)	-
Operating Transfers-In	-	5,000	5,000	-
Operating Transfers-Out	<u>-</u>	<u>(5,000)</u>	<u>(5,000)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>(12,835)</u>	<u>(12,835)</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>-</u>	<u>(10,083)</u>	<u>(10,083)</u>	<u>-</u>
Fund Balance at Beginning of Year	1	1	1	-
Prior Year Encumbrances Appropriated	<u>13,920</u>	<u>13,920</u>	<u>13,920</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 13,921</u>	<u>\$ 3,838</u>	<u>\$ 3,838</u>	<u>\$ -</u>

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)**  
**TITLE I GRANT SPECIAL REVENUE FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

	ORIGINAL BUDGET	REVISED BUDGET	ACTUAL	VARIANCE
Revenues:				
Intergovernmental	\$ 550,606	\$ 600,550	\$ 600,550	\$ -
Total Revenues	<u>550,606</u>	<u>600,550</u>	<u>600,550</u>	<u>-</u>
Expenditures:				
Current:				
Instruction:				
Regular	59,169	46,401	46,401	-
Special	415,489	385,255	385,255	-
Support Services:				
Pupils	16,519	17,176	17,176	-
Instructional Staff	109,395	138,323	138,323	-
Administration	1,000	34,025	34,025	-
Plant Operation and Maintenance	300	-	-	-
Total Expenditures	<u>601,872</u>	<u>621,180</u>	<u>621,180</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(51,266)</u>	<u>(20,630)</u>	<u>(20,630)</u>	<u>-</u>
Other Financing Sources (Uses):				
Refund of Prior Year Receipts	-	(120)	(120)	-
Operating Transfers-In	-	18,737	18,737	-
Operating Transfers-Out	<u>-</u>	<u>(18,737)</u>	<u>(18,737)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>(120)</u>	<u>(120)</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(51,266)</u>	<u>(20,750)</u>	<u>(20,750)</u>	<u>-</u>
Fund Balance at Beginning of Year	49,421	49,421	49,421	-
Prior Year Encumbrances Appropriated	<u>15,989</u>	<u>15,989</u>	<u>15,989</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 14,144</u>	<u>\$ 44,660</u>	<u>\$ 44,660</u>	<u>\$ -</u>



**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)**  
**TITLE VI GRANT SPECIAL REVENUE FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

	ORIGINAL BUDGET	REVISED BUDGET	ACTUAL	VARIANCE
Revenues:				
Intergovernmental	\$ 28,929	\$ 28,929	\$ 28,929	\$ -
Total Revenues	<u>28,929</u>	<u>28,929</u>	<u>28,929</u>	<u>-</u>
Expenditures:				
Current:				
Instruction:				
Other Instruction	-	14,617	14,617	-
Support Services:				
Pupils	30,655	-	-	-
Instructional Staff	<u>16,915</u>	<u>8,206</u>	<u>8,206</u>	<u>-</u>
Total Expenditures	<u>47,570</u>	<u>22,823</u>	<u>22,823</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(18,641)	6,106	6,106	-
Other Financing Sources (Uses):				
Refund of Prior Year Expenditures	-	215	215	-
Refund of Prior Year Receipts	-	(215)	(215)	-
Advances-Out	-	(6,106)	(6,106)	-
Operating Transfers-In	-	26,003	26,003	-
Operating Transfers-Out	<u>-</u>	<u>(26,003)</u>	<u>(26,003)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>(6,106)</u>	<u>(6,106)</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(18,641)	-	-	-
Fund Balance at Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ (18,641)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)**  
**DRUG FREE SCHOOLS GRANT SPECIAL REVENUE FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

	<u>ORIGINAL BUDGET</u>	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
Revenues:				
Intergovernmental	\$ 18,655	\$ 18,655	\$ 18,655	\$ -
Total Revenues	<u>18,655</u>	<u>18,655</u>	<u>18,655</u>	<u>-</u>
Expenditures:				
Current:				
Support Services:				
Pupils	<u>-</u>	<u>18,655</u>	<u>18,655</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>18,655</u>	<u>18,655</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	18,655	-	-	-
Fund Balance at Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)**  
**TELECOMMUNICATIONS GRANT SPECIAL REVENUE FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

	<u>ORIGINAL BUDGET</u>	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
Revenues:				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:				
Current:				
Support Services:				
Administration	-	21,942	21,942	-
Total Expenditures	<u>-</u>	<u>21,942</u>	<u>21,942</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	(21,942)	(21,942)	-
Fund Balance at Beginning of Year	<u>21,942</u>	<u>21,942</u>	<u>21,942</u>	<u>-</u>
Fund Balance at End of Year	<u>21,942</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)**  
**CLASSROOM REDUCTION GRANT SPECIAL REVENUE FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

	<u>ORIGINAL BUDGET</u>	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
Revenues:				
Intergovernmental	\$ 214,423	\$ 204,131	\$ 204,131	\$ -
Total Revenues	<u>214,423</u>	<u>204,131</u>	<u>204,131</u>	<u>-</u>
Expenditures:				
Current:				
Instruction:				
Regular	168,630	150,506	150,506	-
Support Services:				
Instructional Staff	<u>41,858</u>	<u>33,869</u>	<u>33,869</u>	<u>-</u>
Total Expenditures	<u>210,488</u>	<u>184,375</u>	<u>184,375</u>	<u>-</u>
Excess (Deficiency) of Revenues Over(Under) Expenditures	3,935	19,756	19,756	-
Fund Balance at Beginning of Year	<u>6,026</u>	<u>6,026</u>	<u>6,026</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 9,961</u>	<u>\$ 25,782</u>	<u>\$ 25,782</u>	<u>\$ -</u>

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)**  
**MISCELLANEOUS FEDERAL GRANTS SPECIAL REVENUE FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

	ORIGINAL BUDGET	REVISED BUDGET	ACTUAL	VARIANCE
Revenues:				
Intergovernmental	\$ -	\$ 14,713	\$ 14,713	\$ -
Total Revenues	<u>-</u>	<u>14,713</u>	<u>14,713</u>	<u>-</u>
Expenditures:				
Current:				
Instruction:				
Special	-	13	13	-
Support Services:				
Instructional Staff	<u>11,302</u>	<u>10,163</u>	<u>10,163</u>	<u>-</u>
Total Expenditures	<u>11,302</u>	<u>10,176</u>	<u>10,176</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(11,302)	4,537	4,537	-
Other Financing Sources (Uses):				
Refund of Prior Year Receipts	-	(13,490)	(13,490)	-
Operating Transfers-In	-	1,341	1,341	-
Operating Transfers-Out	<u>-</u>	<u>(1,341)</u>	<u>(1,341)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>(13,490)</u>	<u>(13,490)</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(11,302)	(8,953)	(8,953)	-
Fund Balance at Beginning of Year	<u>10,417</u>	<u>10,417</u>	<u>10,417</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ (885)</u>	<u>\$ 1,464</u>	<u>\$ 1,464</u>	<u>\$ -</u>

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)**  
**PERMANENT IMPROVEMENT CAPITAL PROJECTS FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

	ORIGINAL BUDGET	REVISED BUDGET	ACTUAL	VARIANCE
<b>Revenues:</b>				
Taxes	\$ 641,433	\$ 576,850	\$ 576,850	\$ -
Intergovernmental	72,895	86,513	86,513	-
Interest	3,000	1,869	1,869	-
<b>Total Revenues</b>	<u>717,328</u>	<u>665,232</u>	<u>665,232</u>	<u>-</u>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>Instruction:</b>				
Regular	7,710	31,274	31,274	-
<b>Support Services:</b>				
Instructional Staff	6,368	-	-	-
Administration	2,233	611	611	-
Fiscal	4,675	18,239	18,239	-
Plant Operation and Maintenance	4,500	159,895	159,895	-
Pupil Transportation	-	73,090	73,090	-
Non-Instructional Services	-	11,458	11,458	-
<b>Debt Service:</b>				
Principal Retirement	34,250	157,465	157,465	-
Interest and Fiscal Charges	6,895	-	-	-
<b>Total Expenditures</b>	<u>66,631</u>	<u>452,032</u>	<u>452,032</u>	<u>-</u>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<u>650,697</u>	<u>213,200</u>	<u>213,200</u>	<u>-</u>
<b>Fund Balance at Beginning of Year</b>	212,165	212,165	212,165	-
<b>Prior Year Encumbrances Appropriated</b>	<u>185,855</u>	<u>185,855</u>	<u>185,855</u>	<u>-</u>
<b>Fund Balance at End of Year</b>	<u>\$ 1,048,717</u>	<u>\$ 611,220</u>	<u>\$ 611,220</u>	<u>\$ -</u>

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)**  
**CLASSROOM FACILITIES LFI CAPITAL PROJECTS FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

	<u>ORIGINAL BUDGET</u>	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
Revenues:				
Total Revenues	-	-	-	-
Expenditures:				
Current:				
Capital Outlay	-	208,329	208,329	-
Total Expenditures	-	208,329	208,329	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	(208,329)	(208,329)	-
Other Financing Sources (Uses):				
Proceeds from Sale of Notes	-	520,000	520,000	-
Total Other Financing Sources (Uses)	-	520,000	520,000	-
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	-	311,671	311,671	-
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 311,671</u>	<u>\$ 311,671</u>	<u>\$ -</u>

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)**  
**CLASSROOM FACILITIES CAPITAL PROJECTS FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

	ORIGINAL BUDGET	REVISED BUDGET	ACTUAL	VARIANCE
Revenues:				
Intergovernmental	\$ -	\$ 2,845,563	\$ 2,845,563	\$ -
Interest	-	124,337	124,337	-
Total Revenues	-	2,969,900	2,969,900	-
Expenditures:				
Current:				
Capital Outlay	-	4,994,378	4,994,378	-
Total Expenditures	-	4,994,378	4,994,378	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	(2,024,478)	(2,024,478)	-
Other Financing Sources (Uses):				
Proceeds from Sale of Notes	-	20,096,000	20,096,000	-
Total Other Financing Sources (Uses)	-	20,096,000	20,096,000	-
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	-	18,071,522	18,071,522	-
Fund Balance at Beginning of Year	-	-	-	-
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 18,071,522</u>	<u>\$ 18,071,522</u>	<u>\$ -</u>



**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)**  
**SCHOOLNET PLUS CAPITAL PROJECTS FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

	ORIGINAL BUDGET	REVISED BUDGET	ACTUAL	VARIANCE
Revenues:				
Intergovernmental	\$ 50,000	\$ 80,575	\$ 80,575	\$ -
Total Revenues	<u>50,000</u>	<u>80,575</u>	<u>80,575</u>	<u>-</u>
Expenditures:				
Current:				
Instruction:				
Regular	<u>-</u>	<u>80,575</u>	<u>80,575</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>80,575</u>	<u>80,575</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	50,000	-	-	-
Fund Balance at Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 50,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)**  
**VIDEO DISTANCE LEARNING CAPITAL PROJECTS FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

	<u>ORIGINAL BUDGET</u>	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
Revenues:				
Total Revenues	-	-	-	-
Expenditures:				
Current:				
Instruction:				
Regular	-	2,400	2,400	-
Total Expenditures	-	2,400	2,400	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	(2,400)	(2,400)	-
Fund Balance at Beginning of Year	-	-	-	-
Prior Year Encumbrances Appropriated	2,400	2,400	2,400	-
Fund Balance at End of Year	<u>\$ 2,400</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)**  
**DEBT SERVICE FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 20, 2004**

	ORIGINAL BUDGET	REVISED BUDGET	ACTUAL	VARIANCE
Revenues:				
Taxes	\$ -	\$ 559,046	\$ 559,046	\$ -
Intergovernmental	-	70,395	70,395	-
Interest	-	2,770	2,770	-
<b>Total Revenues</b>	<u>-</u>	<u>632,211</u>	<u>632,211</u>	<u>-</u>
Expenditures:				
Debt Service:				
Principal Retirement	-	10,558	10,558	-
<b>Total Expenditures</b>	<u>-</u>	<u>10,558</u>	<u>10,558</u>	<u>-</u>
Excess (Deficiency) of Revenues Over(Under) Expenditures	-	621,653	621,653	-
Other Financing Sources (Uses):				
Proceeds from Sale of Bonds	-	20,622,130	20,622,130	-
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>20,622,130</u>	<u>20,622,130</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	-	21,243,783	21,243,783	-
Fund Balance at Beginning of Year	-	-	-	-
<b>Fund Balance at End of Year</b>	<u>\$ -</u>	<u>\$ 21,243,783</u>	<u>\$ 21,243,783</u>	<u>\$ -</u>

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES**  
**IN FUND BALANCE - BUDGET AND ACTUAL (BUDGET BASIS)**  
**PERMANENT FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

	<u>ORIGINAL BUDGET</u>	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
Revenues:				
Interest	<u>-</u>	<u>85</u>	<u>85</u>	<u>-</u>
Total Revenues	<u>-</u>	<u>85</u>	<u>85</u>	<u>-</u>
Expenditures:				
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>85</u>	<u>85</u>	<u>-</u>
Fund Balance at Beginning of Year	<u>2,000</u>	<u>2,000</u>	<u>2,000</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 2,000</u>	<u>\$ 2,085</u>	<u>\$ 2,085</u>	<u>\$ -</u>

## **FIDUCIARY FUNDS**

---

### **AGENCY FUNDS**

Agency 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.

---

### Student Managed Activities

To account for the resources that belongs to the various student groups in the District. The funds account for sales and other revenue generating activities by student activity programs, which have students, involved in the management of the program.

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**AGENCY FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2004**

	<u>BEGINNING BALANCE</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>ENDING BALANCE</u>
<u>Student Managed Activities:</u>				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$ 61,084	\$ 81,675	\$ 83,415	\$ 59,344
Total Assets	<u>\$ 61,084</u>	<u>\$ 81,675</u>	<u>\$ 83,415</u>	<u>\$ 59,344</u>
Liabilities:				
Accounts Payable	\$ 580	\$ -	\$ 580	\$ -
Due to Students	60,504	81,675	82,835	59,344
Total Liabilities	<u>\$ 61,084</u>	<u>\$ 81,675</u>	<u>\$ 83,415</u>	<u>\$ 59,344</u>

## **STATISTICAL SECTION**

---

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

The School District does not have, and has not had over the last ten years, any revenue bonds payable from the enterprise funds nor any general obligation bonded debt. Therefore, related statistical tables are not presented.

---

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**GENERAL FUND EXPENDITURES BY FUNCTION AND OTHER FINANCING USES**  
**LAST TEN FISCAL YEARS**

	2004	2003	2002	2001	2000	1999	1998	1997	1996	1995
<b>Current:</b>										
Instruction:										
Regular	\$ 11,495,867	\$ 10,719,224	\$ 11,117,101	\$ 10,469,893	\$ 9,908,671	\$ 9,911,967	\$ 9,537,289	\$ 8,834,734	\$ 8,276,130	\$ 7,785,739
Special	1,836,671	1,386,836	1,574,406	1,521,798	1,400,857	1,444,932	1,264,838	1,320,400	1,291,790	1,177,727
Vocational	595,790	532,087	585,243	481,547	459,044	467,574	452,030	450,675	420,221	448,834
Other	781,272	677,674	421,655	526,582	-	-	-	-	-	-
Support Services:										
Pupils	1,272,700	1,319,221	1,210,360	1,149,863	1,136,357	1,002,600	1,108,806	872,505	780,095	771,311
Instructional Staff	953,802	984,598	1,002,271	838,933	727,545	600,972	581,790	545,237	388,482	354,802
Board of Education	81,991	88,949	67,056	46,024	44,253	37,625	38,439	30,446	29,623	32,695
Administration	2,267,997	2,698,023	2,542,112	2,323,350	2,227,355	2,120,631	1,692,055	1,594,409	1,359,622	1,366,087
Fiscal	475,688	516,844	480,254	436,743	413,572	407,135	348,243	346,059	297,362	328,941
Business	14,994	226,716	12,887	17,661	24,011	61,520	8,231	36,282	24,119	26,955
Plant Operation & Maintenance	2,587,792	2,529,548	2,590,197	2,406,213	2,110,292	2,203,206	2,010,469	1,943,005	1,715,372	1,573,291
Pupil Transportation	1,371,306	1,385,847	1,342,450	1,316,185	1,318,810	1,292,724	1,009,407	1,043,818	1,027,192	867,398
Central	42,895	37,513	31,309	35,176	25,100	30,608	34,083	36,933	29,692	25,453
Non-Instructional Services	336,697	3,130	311,391	295,724	299,298	280,408	291,792	252,007	232,245	228,010
Extracurricular Activities	(8,573)	329,432	6,249	10,045	5,265	5,300	3,047	4,114	13,627	5,555
Capital Outlay	-	-	-	-	-	-	-	-	-	-
Debt Service	-	-	-	-	-	-	100,000	-	-	-
<b>Total</b>	<b>\$ 24,106,889</b>	<b>\$ 23,435,642</b>	<b>\$ 23,297,941</b>	<b>\$ 21,875,737</b>	<b>\$ 20,100,430</b>	<b>\$ 19,867,202</b>	<b>\$ 18,480,519</b>	<b>\$ 17,310,624</b>	<b>\$ 15,885,572</b>	<b>\$ 14,998,489</b>

Source: School District Financial Records

(1) Fiscal years 1995 through 2002 are reported on a GAAP basis prior to implementing GASB 34, therefore, are on a modified accrual basis  
(2) Fiscal years 2003 and 2004 are reported under GASB 34 on a full accrual basis



**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**GENERAL FUND REVENUES BY SOURCE AND OTHER FINANCING SOURCES**  
**LAST TEN FISCAL YEARS**

	2004	2003	2002	2001	2000	1999	1998	1997	1996	1995
Taxes	\$ 7,226,287	\$ 7,357,442	\$ 7,639,512	\$ 6,329,825	\$ 7,641,221	\$ 7,434,664	\$ 6,134,798	\$ 7,089,354	\$ 5,437,263	\$ 4,780,335
Intergovernmental	16,086,678	15,196,939	14,688,007	13,841,488	13,444,597	12,950,484	11,879,945	11,102,166	10,745,657	9,785,903
Interest	41,616	71,401	157,263	391,912	353,229	252,317	239,535	203,269	132,177	103,151
Tuition and Fees	958,173	891,842	432,766	263,615	193,160	159,948	142,307	149,689	132,029	139,847
Transportation	-	-	-	82,226	-	-	-	-	-	-
Rent	-	-	75,458	-	1,750	-	-	-	-	-
Gifts and Donations	10,046	5,000	-	5,750	-	-	-	-	-	-
Miscellaneous	109,695	8,072	23,319	93,144	4,415	11,637	131,039	5,197	6,897	24,225
<b>Total</b>	<b>\$ 24,432,495</b>	<b>\$ 23,530,696</b>	<b>\$ 23,016,325</b>	<b>\$ 21,007,960</b>	<b>\$ 21,638,372</b>	<b>\$ 20,809,050</b>	<b>\$ 18,527,624</b>	<b>\$ 18,549,675</b>	<b>\$ 16,454,023</b>	<b>\$ 14,833,461</b>

Source: School District Financial Records

(1) Fiscal years 1995 through 2002 are reported on a GAAP basis prior to implementing GASB 34, therefore, are on a modified accrual basis

(2) Fiscal years 2003 and 2004 are reported under GASB 34 on a full accrual basis

**TECUMSEH LOCAL SCHOOL DISTRICT**  
**PROPERTY TAX LEVIES AND COLLECTIONS**  
**LAST TEN YEARS**

YEAR	TOTAL TAX LEVY	CURRENT TAX COLLECTIONS	DELINQUENT TAX COLLECTIONS	TOTAL TAX COLLECTIONS	PERCENT OF TOTAL TAX COLLECTIONS TO TAX LEVY	ACCUMULATED OUTSTANDING DELINQUENT TAXES	PERCENTAGE OF ACCUMULATED DELINQUENT TAXES TO TOTAL TAX LEVY
2004	\$ 9,604,901	\$ 8,576,293	\$ 415,606	\$ 8,991,899	93.62%	\$ 613,001	6.38%
2003	8,388,825	7,249,362	389,855	7,639,217	91.06%	749,608	8.94%
2002	9,499,314	7,977,459	443,463	8,420,922	88.65%	4,202,450	44.24%
2001	8,202,954	6,548,835	416,945	6,965,780	84.92%	4,072,066	49.64%
2000	8,020,829	7,148,489	391,656	7,540,145	94.01%	2,834,891	35.34%
1999	7,755,165	7,059,941	429,847	7,489,788	96.58%	2,354,207	30.36%
1998	7,225,406	6,409,112	389,590	6,798,702	94.09%	2,088,829	28.91%
1997	7,194,164	6,466,752	386,159	6,852,911	95.26%	1,662,125	23.10%
1996	7,631,720	6,718,817	457,388	7,176,205	94.03%	1,320,872	17.31%
1995	5,923,896	5,164,625	368,294	5,532,919	93.40%	865,357	14.61%

Source: Clark County, Ohio; County Auditor - Presented on calendar year basis because that is the manner the information is maintained by the County Auditor.

Includes state reimbursements of homestead and rollback exemptions. In addition, the tax information for collection years 1991 through 1994 does not include tangible personal property taxes as information could not practically be obtained by the County Auditor's Office.

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**ASSESSED AND ESTIMATED ACTUAL VALUES OF TAXABLE PROPERTY**  
**LAST TEN YEARS**

COLLECTION YEAR	Real Estate		Public Utility Real and Personal		Tangible Personal		Total		Assessed Value Ratio
	Assessed Value	Actual Value (1)	Assessed Value	Actual Value (1)	Assessed Value	Actual Value (1)	Assessed Value	Actual Value (1)	
2004	\$ 226,962,770	\$ 648,465,057	\$ 10,093,220	\$ 28,837,771	\$ 17,527,729	\$ 79,671,495	\$ 254,583,719	\$ 756,974,324	33.63%
2003	226,944,270	648,412,200	10,136,640	28,961,829	17,525,869	76,199,430	254,606,779	753,573,459	33.79%
2002	220,345,160	629,557,600	9,930,650	11,284,830	18,124,292	72,497,168	248,400,102	713,339,598	34.82%
2001	204,034,560	582,955,886	14,049,160	15,964,955	16,515,230	66,060,920	234,598,950	664,981,760	35.28%
2000	201,715,160	576,329,029	15,650,590	17,784,761	15,393,791	61,575,164	232,759,541	655,688,954	35.50%
1999	199,533,980	570,097,086	14,756,850	16,769,148	14,400,288	57,601,152	228,691,118	644,467,385	35.49%
1998	172,513,370	492,895,343	13,044,240	14,823,000	12,018,698	48,074,792	197,576,308	555,793,135	35.55%
1997	170,430,840	486,945,257	10,544,150	11,981,989	15,203,210	60,812,840	196,178,200	559,740,086	35.05%
1996	168,218,330	480,623,800	10,823,970	12,299,966	13,780,810	55,123,240	192,823,110	548,047,006	35.18%
1995	154,972,390	442,778,257	12,517,400	14,224,318	11,475,959	45,903,836	178,965,749	502,906,411	35.59%

Source: Clark County, Ohio; County Auditor - Presented on calendar year basis because that is the manner the information is maintained by the County Auditor.

- (1) This amount is calculated based on the following percentages:  
 Real Estate is assessed at 35 percent of actual value  
 Public Utility Real is assessed at 35 percent of actual value  
 Tangible Personal Property is assessed at 25 percent of actual value  
 Public Utility Personal is assessed at 88 percent of true value (with certain exceptions)

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS**  
 (PER \$1,000 OF ASSESSED VALUATION)  
 LAST TEN YEARS

COLLECTION YEAR	SCHOOL LEVY	COUNTY LEVY	JVS LEVY	CITY OF		TOTAL LEVY (1)	CITY OF		PIKE TOWNSHIP LEVY (3)	LIBRARY DISTRICT LEVY (3)
				NEW CARLISLE LEVY	DONNELSVILLE LEVY (2)		BETHEL TOWNSHIP LEVY (3)	DONNELSVILLE LEVY (2)		
2004	48.04	12.84	3.00	9.00	10.50	72.88	8.20	10.60	0.16	
2003	42.60	13.09	3.00	9.00	9.50	67.69	8.20	10.60	0.16	
2002	44.10	13.10	3.00	8.00	10.30	68.20	6.00	10.40	0.24	
2001	44.10	13.10	3.00	8.00	10.30	68.20	6.00	10.40	0.24	
2000	44.40	13.00	3.00	9.00	10.30	69.40	6.00	10.40	0.24	
1999	44.40	13.75	3.00	9.00	10.30	70.15	6.00	7.40	0.24	
1998	45.63	13.85	3.00	9.00	10.30	71.48	6.00	7.40	0.24	
1997	46.18	13.85	3.00	10.80	10.30	73.83	6.00	7.40	0.24	
1996	46.67	13.80	3.00	10.80	8.30	74.27	6.00	7.40	0.20	
1995	39.40	13.80	3.00	10.80	8.30	67.00	5.00	7.40	0.20	
1994	39.55	12.80	3.00	10.80	8.30	66.15	4.00	7.40	0.20	

Source: Clark County, Ohio; County Auditor - Presented on calendar year basis because that is the manner the information is maintained by the County Auditor.

- (1) Amount represents the total for City of New Carlisle residents
- (2) City of Donnelsville resides entirely within the Tecumseh Local School District
- (3) Certain portions of Bethel and Pike Townships, as well as the County Library are within the Tecumseh Local School District and are subject to the School Levy.

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
 COMPUTATION OF DIRECT AND OVERLAPPING GENERAL OBLIGATION BONDED DEBT  
 JUNE 30, 2004

---

<u>JURISDICTION</u>	<u>NET GENERAL OBLIGATION BONDED DEBT OUTSTANDING (1)</u>	<u>PERCENTAGE APPLICABLE TO SCHOOL DISTRICT</u>	<u>AMOUNT APPLICABLE TO SCHOOL DISTRICT</u>
Tecumseh Local School District	\$ 20,893,000	100.00%	\$ 20,893,000
City of New Carlisle	-	100.00%	-
Clark County	21,872,900	11.50% (2)	<u>2,515,384</u>
			<u>\$ 23,408,384</u>

Source: Clark County Auditor; Presented on calendar year basis because that is the manner the information is maintained by the County Auditor.

(1) - Includes all general obligation bonded debt less fund balance in debt service fund

(2) - Percentage of County's valuation within the School District compared to the total valuation of the County

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**COMPUTATION OF LEGAL DEBT MARGIN**  
**JUNE 30, 2004**

Assessed Value		<u>\$ 254,483,730</u>
<b><u>Overall Direct Debt Limitation:</u></b>		
Direct Debt Limitation - 9% of Assessed Valuation		\$ 22,903,536
Amount available in Debt Service Fund		21,397,834
Gross Indebtedness	(41,507,975)	
Less: Debt exempt from limitation	<u>20,614,975</u>	
Debt subject to 9% limitation		<u>(20,893,000)</u>
Legal Debt Margin within 9% limitation		<u>\$ 23,408,370</u>
<b><u>Unvoted Direct Debt Limitation</u></b>		
Unvoted debt limitation - .1% of Assessed Valuation		\$ 254,484
Amount available in Debt Service Fund		-
Gross Indebtedness authorized by the Board	-	
Less: Debt exempt from limitation	<u>-</u>	
Debt subject to .01% limitation		<u>-</u>
Legal Debt Margin within .01% limitation		<u>\$ 254,484</u>
Energy Conservation Bond Limitation		
Debt Limitation - .9% of Assessed Valuation		\$ 2,290,354
Energy Conservation Notes authorized by the Board		<u>-</u>
Legal Debt Margin within .09% limitation		<u>\$ 2,290,354</u>

Source: County Auditor and School District's financial records

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**STUDENT ENROLLMENT DATA**  
**LAST TEN FISCAL YEARS/TEN YEAR PROJECTION**

---

ACTUAL ENROLLMENT (1)

<u>FISCAL YEAR</u>	<u>SCHOOL ENROLLMENT</u>
2004	3,610
2003	3,602
2002	3,616
2001	3,623
2000	3,772
1999	3,853
1998	3,783
1997	3,813
1996	3,875
1995	3,854

TEN YEAR ENROLLMENT PROJECTION (2)

<u>FISCAL YEAR</u>	<u>SCHOOL ENROLLMENT</u>
2005	3,624
2006	3,639
2007	3,653
2008	3,668
2009	3,683
2010	3,698
2011	3,712
2012	3,727
2013	3,742
2014	3,757

(1) Source: District Records

(2) The ten year enrollment projection is required by Ohio law. The process of predicting enrollment is difficult at best, and should be considered only a judgement based on present information. The degree of potential error becomes greater each year into the future, particularly after the point at which predictions are made concerning children not yet born.

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**DEMOGRAPHIC STATISTICS**  
**LAST TEN YEARS**

---

<u>FISCAL YEAR</u>	<u>POPULATION (1)</u>	<u>SCHOOL ENROLLMENT (2)</u>	<u>UNEMPLOYMENT RATE (3)</u>
2004	19,261	3,610	7.1%
2003	19,554	3,602	7.1%
2002	19,933	3,616	5.9%
2001	19,352	3,623	4.5%
2000	19,381	3,772	4.3%
1999	19,422	3,853	4.2%
1998	19,503	3,783	4.6%
1997	19,622	3,813	5.6%
1996	19,651	3,875	4.7%
1995	19,669	3,854	4.6%

Source:

(1) District Estimate

(2) School District Records

(3) Ohio Bureau of Employment Services  
 Estimated unemployment rate for Clark County



**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**PROPERTY VALUE, CONSTRUCTION PERMITS AND BANK DEPOSITS**  
**LAST TEN YEARS**

YEAR	NUMBER OF BUILDING PERMITS ALL TYPE (1)	VALUATION OF CONSTRUCTION (1)	CERTIFIED COMMERCIAL BANK DEPOSITS (1)	ASSESSED PROPERTY VALUE (2)
2004	821	\$ 40,133,494	(3)	\$ 2,168,098,582
2003	1,747	38,237,769	593,820,000	253,961,023
2002	1,227	41,904,244	630,634,000	248,400,102
2001	1,060	37,351,282	490,007,000	234,598,950
2000	1,167	46,322,022	462,453,000	232,759,541
1999	1,401	51,916,019	464,700,000	228,691,118
1998	1,310	40,102,393	437,272,000	197,576,308
1997	943	48,921,315	430,977,000	196,178,200
1996	859	41,487,154	436,256,000	192,823,110
1995	896	46,135,309	426,767,000	178,965,749

(1) Source: Clark County, Ohio Annual Comprehensive Financial Report. Amounts reported are for Clark County as information specific to the District was not available. Information is presented on a calendar basis, the manner in which it is maintained by the County.

(2) Source: Clark County, Ohio; County Auditor - Presented on calendar year basis because that is the manner the information is maintained by the County Auditor.

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**PRINCIPAL TAXPAYERS - REAL PROPERTY**  
**DECEMBER 31, 2003**

<u>NAME OF TAXPAYER</u>	<u>ASSESSED VALUE (1)</u>	<u>PERCENT OF TOTAL ASSESSED VALUE</u>
BODNER PROPERTIES 4 LIMITED	\$ 2,200,080	0.93%
STONEYRIDGE INC	1,841,720	0.78%
SUBURBAN INVESTMENT COMPANY	1,674,990	0.71%
NEW CARLISLE ASSOCIATES	1,671,010	0.71%
LAYNECRES ASSOCIATES LIMITED	1,578,400	0.67%
KROHN STEEL SERVICE CENTER	1,423,830	0.60%
DAYVIEW CARE CENTER, INC.	1,393,120	0.59%
STUDEBAKER NURSURIES, INC.	1,347,600	0.57%
HARRUFF FAMILY LIMITED PARTNERSHIP	1,288,920	0.55%
MILL PROPERTIES, INC	<u>1,279,170</u>	<u>0.54%</u>
Subtotal	15,698,840	6.66%
All Other Taxpayers	<u>219,933,320</u>	<u>93.34%</u>
Total Assessed Valuation	<u>\$ 235,632,160</u>	<u>100.00%</u>

Source: Clark County, Ohio; County Auditor - Presented on calendar year basis because that is the manner the information is maintained by the County Auditor.

(1) Assessed Values are for collection year 2004

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**PRINCIPAL TAXPAYERS - TANGIBLE PERSONAL PROPERTY**  
**DECEMBER 31, 2003**

NAME OF TAXPAYER	ASSESSED VALUE (1)	PERCENT OF TOTAL ASSESSED VALUE
H.G. HOLDING, INC.	\$ 1,761,850	10.05%
METALS USA CARBON FLAT ROLLED, INC.	1,625,200	9.27%
MARTIN CHEVROLET-OLDSMOBILE, INC.	909,190	5.19%
AMERICAN AGGREGATE COMPANY	852,260	4.86%
ES&G ENTERPRISES, LLC	694,455	3.96%
NEW CARLISLE CHRYSLER PLYMOUTH DODGE, INC.	692,980	3.95%
BEACH MANUFACTURING CO.	623,470	3.56%
TIME WARNER ENTERTAINMENT CO., LP.	475,420	2.71%
PARTS FABRICATORS, INC.	405,950	2.32%
NEW CARLISLE TRACTOR, INC.	<u>378,290</u>	<u>2.16%</u>
Subtotal	8,419,065	48.03%
All Other Taxpayers	<u>9,108,664</u>	<u>51.97%</u>
Total Assessed Valuation	<u>\$ 17,527,729</u>	<u>100.00%</u>

Source: Clark County, Ohio; County Auditor - Presented on calendar year basis because that is the manner the information is maintained by the County Auditor.

(1) Assessed Values are for collection year 2003

**TECUMSEH LOCAL SCHOOL DISTRICT, OHIO**  
**COST PER PUPIL**  
**LAST TEN FISCAL YEARS**

---

<u>FISCAL YEAR</u>	<u>GENERAL FUND EXPENDITURES (1)</u>	<u>AVERAGE DAILY MEMBERSHIP (2)</u>	<u>PER PUPIL COST</u>
2004	\$ 25,925,425	3,610	\$ 7,182
2003	25,030,536	3,602	6,949
2002	23,297,941	3,616	6,443
2001	21,875,737	3,623	6,038
2000	20,100,430	3,772	5,329
1999	19,867,202	3,853	5,156
1998	18,480,519	3,783	4,885
1997	17,310,624	3,813	4,540
1996	15,885,572	3,875	4,100
1995	14,998,489	3,854	3,892

(1) Information is presented on a modified accrual basis

(2) Source: School District Financial Records



**Auditor of State  
Betty Montgomery**

88 East Broad Street  
P.O. Box 1140  
Columbus, Ohio 43216-1140

Telephone 614-466-4514  
800-282-0370

Facsimile 614-466-4490

**TECUMSEH LOCAL SCHOOL DISTRICT  
CLARK 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 11, 2005**