

**Mary Taylor, CPA**  
Auditor of State



**TOLEDO CITY SCHOOL DISTRICT  
LUCAS COUNTY**

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**TOLEDO CITY SCHOOL DISTRICT  
LUCAS COUNTY**

**SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES  
FOR THE FISCAL YEAR JUNE 30, 2009**

| <b>FEDERAL GRANTOR</b><br><i>Pass Through Grantor</i>        | Pass-Through<br>Entity's<br>Number | Federal<br>CFDA<br>Number | Receipts                | Disbursements           |
|--|------------------------------------|---------------------------|-------------------------|-------------------------|
| <b>U.S. DEPARTMENT OF AGRICULTURE</b>                        |                                    |                           |                         |                         |
| <i>Passed Through Ohio Department of Education:</i>          |                                    |                           |                         |                         |
| <u>Child Nutrition Cluster:</u>                              |                                    |                           |                         |                         |
| Non-Cash Assistance (Food Distribution):                     |                                    |                           |                         |                         |
| National School Lunch Program                                |                                    | 10.555                    | 373,490                 | 331,604                 |
| Cash Assistance:   |                                    |                           |                         |                         |
| School Breakfast Program                                     | 05PU-2005                          | 10.553                    | \$ 1,762,908            | \$ 1,762,908            |
| National School Lunch Program                                | LLP4-2005                          | 10.555                    | 6,044,632               | 6,044,632               |
| <i>Cash Assistance Subtotal</i>                              |                                    |                           | <u>7,807,540</u>        | <u>7,807,540</u>        |
| <i>Total Child Nutrition Cluster</i>                         |                                    |                           | <u>8,181,030</u>        | <u>8,139,144</u>        |
| Child and Adult Care Food Program                            |                                    |                           |                         |                         |
| FY 09  |                                    | 10.558                    | 30,726                  | 30,726                  |
| <i>Total Child and Adult Care Food Program</i>               |                                    |                           | <u>30,726</u>           | <u>30,726</u>           |
| <i>Total U.S. Department of Agriculture</i>                  |                                    |                           | <u><b>8,211,756</b></u> | <u><b>8,169,870</b></u> |
| <b>U.S. DEPARTMENT OF EDUCATION</b>                          |                                    |                           |                         |                         |
| Direct Programs:   |                                    |                           |                         |                         |
| Impact Aid   |                                    |                           |                         |                         |
| FY 09  |                                    | 84.040                    | 48,395                  | 48,395                  |
| <i>Total Impact Aid</i>                                      |                                    |                           | <u>48,395</u>           | <u>48,395</u>           |
| <u>Student Financial Assistance Cluster:</u>                 |                                    |                           |                         |                         |
| Federal Pell Grant Program                                   |                                    |                           |                         |                         |
| LPN Pell Grant FY-08   | 1346401449A4                       | 84.063                    | 124,269                 | 124,269                 |
| LPN Pell Grant FY-09   | 1346401449A4                       |                           | 479,129                 | 621,383                 |
| <i>Total Federal Pell Grant Program</i>                      |                                    |                           | <u>603,398</u>          | <u>745,652</u>          |
| Federal Family Education Loan Program:                       |                                    |                           |                         |                         |
| Adult Education  |                                    |                           |                         |                         |
|  |                                    | 84.032                    | 703,581                 | 703,581                 |
| <i>Total Family Education Loan Program</i>                   |                                    |                           | <u>703,581</u>          | <u>703,581</u>          |
| <i>Total Student Financial Assistance Cluster</i>            |                                    |                           | <u>1,306,979</u>        | <u>1,449,233</u>        |
| Twenty-First Century Community Learning Centers              |                                    |                           |                         |                         |
| 21st Century Sherman/Riverside FY08                          | T1S1-2005                          |                           | 5,769                   | 4,051                   |
| 21st Century Newbury FY08                                    | T1S1-2005                          |                           | 19,358                  | 6,728                   |
| 21st Century Newbury FY09                                    | T1S1-2005                          |                           | 24,060                  | 55,146                  |
| <i>Total Twenty-First Century Community Learning Centers</i> |                                    |                           | <u>49,187</u>           | <u>65,925</u>           |
| Fund for the Improvement of Education                        |                                    |                           |                         |                         |
| Physical Education Program FY05                              |                                    |                           |                         |                         |
|  |                                    | 84.215                    | -                       | 82                      |
| Physical Education Program FY07                              |                                    |                           |                         |                         |
|  |                                    |                           | 31,088                  | 75,117                  |
| Construction Careers Academy                                 |                                    |                           |                         |                         |
|  |                                    |                           | 95,700                  | 68,563                  |
| <i>Total Fund for the Improvement of Education</i>           |                                    |                           | <u>126,788</u>          | <u>143,762</u>          |
| <i>Total U.S. Department of Education - Direct Programs</i>  |                                    |                           | <u>1,531,349</u>        | <u>1,707,315</u>        |

**TOLEDO CITY SCHOOL DISTRICT  
LUCAS COUNTY**

**SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES  
FOR THE FISCAL YEAR JUNE 30, 2009**

| <b>FEDERAL GRANTOR</b><br><i>Pass Through Grantor</i>                | Pass-Through<br>Entity's<br>Number | Federal<br>CFDA<br>Number | Receipts   | Disbursements |
|--|------------------------------------|---------------------------|------------|---------------|
| <b><i>Passed Through Ohio Department of Education:</i></b>           |                                    |                           |            |               |
| <b><u>Special Education Cluster:</u></b>                             |                                    |                           |            |               |
| Special Education Grants to States                                   |                                    | 84.027                    |            |               |
| Child Progress Indicators  |                                    |                           |            |               |
| Spec Education IDEA, Part B FY08                                     | 6BSF-2008                          |                           | 1,855,787  | 1,907,900     |
| Spec Education IDEA, Part B FY09                                     | 6BEC-2009                          |                           | 8,400,347  | 9,194,082     |
| <i>Total Special Education Grants to States</i>                      |                                    |                           | 10,256,134 | 11,101,982    |
| Special Education Preschool Grants                                   |                                    | 84.173                    |            |               |
| Preschool Grant Disabilities Child Outcome                           | PGD0-2006                          |                           | 9,000      | 9,000         |
| Preschool Grant FY 08  | PGS1-2008                          |                           | 31,245     | 31,781        |
| Preschool Disabilities Early Childhood                               |                                    |                           | 207,388    | 205,548       |
| <i>Total Special Education Preschool Grants</i>                      |                                    |                           | 247,633    | 246,329       |
| <i>Total Special Education Cluster</i>                               |                                    |                           | 10,503,767 | 11,348,311    |
| Adult Education State Grant Program                                  |                                    | 84.002                    |            |               |
| A.B.L.E. FY 08   | AB-S1-08                           |                           | 119,389    | 119,281       |
| A.B.L.E. FY 09   | AB-S1-08                           |                           | 505,956    | 576,401       |
| <i>Total Adult Education State Grant Program</i>                     |                                    |                           | 625,345    | 695,682       |
| Title I Grants to Local Educational Agencies                         |                                    | 84.010                    |            |               |
| Targeted Assistance FY 08  | C1-S1-2008                         |                           | 208,992    | 540,932       |
| Targeted Assistance FY 09  | C1-S1-2009                         |                           | 741,300    | 684,269       |
| FY 08  | C1-S1-2008                         |                           | 3,330,977  | 4,275,711     |
| FY 09  | C1-S1-2009                         |                           | 16,511,784 | 16,497,395    |
| Delinquent FY 08   | C1-SD-2008                         |                           | 11,705     | 14,578        |
| Delinquent FY 09   | C1-SD-2009                         |                           | 87,615     | 89,608        |
| School Improvement FY 08   | C1-SK-2008                         |                           | 234,151    | 294,080       |
| School Improvement FY 09   | C1-SK-2009                         |                           | 1,526,183  | 1,518,784     |
| <i>Total Title I Grants to Local Educational Agencies</i>            |                                    |                           | 22,652,707 | 23,915,357    |
| Vocational Education Basic Grants to States                          |                                    | 84.048                    |            |               |
| Secondary FY 08  | 20C1-2008                          |                           | 390,641    | 343,408       |
| Secondary FY 09  | 20C1-2009                          |                           | 730,786    | 911,493       |
| Adult FY 08  | 20C2-2008                          |                           | 13,293     | 12,536        |
| Adult FY 09  | 20C2-2009                          |                           | 96,802     | 97,739        |
| High School of Business  |                                    |                           | 5,000      | 3,000         |
| <i>Total Vocational Education Basic Grants to States</i>             |                                    |                           | 1,236,522  | 1,368,176     |
| Safe and Drug - Free Schools and Communities State Grants            |                                    | 84.186                    |            |               |
| FY 08  | DRS1-2008                          |                           | 35,587     | 50,710        |
| FY 09  | DRS1-2009                          |                           | 116,726    | 150,418       |
| <i>Total Safe and Drug Free Schools and Communities State Grants</i> |                                    |                           | 152,313    | 201,128       |

**TOLEDO CITY SCHOOL DISTRICT  
LUCAS COUNTY**

**SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES  
FOR THE FISCAL YEAR JUNE 30, 2009**

| <b>FEDERAL GRANTOR<br/>Pass Through Grantor</b>   | Pass-Through<br>Entity's<br>Number | Federal<br>CFDA<br>Number | Receipts                    | Disbursements               |
|---|------------------------------------|---------------------------|-----------------------------|-----------------------------|
| Education for Homeless Children and Youth   |                                    | 84.196                    |                             |                             |
| FY 08   | HCS1-2008                          |                           | 42,557                      | 33,108                      |
| FY 09   | HCS1-2009                          |                           | 123,443                     | 152,316                     |
| <i>Total Education for Homeless Children and Youth</i>  |                                    |                           | <u>166,000</u>              | <u>185,424</u>              |
| State Grants for Innovative Programs  |                                    | 84.298                    |                             |                             |
| FY 08   | C2S1-2008                          |                           | 47,650                      | 67,369                      |
| FY 09   | C2S1-2009                          |                           | 62,143                      | 76,660                      |
| <i>Total State Grants for Innovative Programs</i>   |                                    |                           | <u>109,793</u>              | <u>144,029</u>              |
| Improving Teacher Quality State Grants  |                                    | 84.367                    |                             |                             |
| Improving Teacher Quality FY08  | TRS1-2008                          |                           | \$ 745,656                  | \$ 993,493                  |
| Improving Teacher Quality FY09  | TRS1-2009                          |                           | 3,078,677                   | 2,982,489                   |
| <i>Total Improving Teacher Quality State Grants</i>   |                                    |                           | <u>3,824,333</u>            | <u>3,975,982</u>            |
| English Language Acquisition Grants   |                                    | 84.365                    |                             |                             |
| Limited English Grant FY 08   | T3S1-2008                          |                           | 6,758                       | 21,135                      |
| Limited English Grant FY 09   | T3S1-2009                          |                           | 101,094                     | 94,064                      |
| <i>Total English Language Acquisition Grants</i>  |                                    |                           | <u>107,852</u>              | <u>115,199</u>              |
| Reading First State Grants  |                                    | 84.357                    |                             |                             |
| Reading First -Ohio FY08  | RSS1-2008                          |                           | \$ 85,384                   | \$ 95,045                   |
| Reading First -Ohio FY09  | RSS1-2009                          |                           | 199,192                     | 230,478                     |
| <i>Total Reading First State Grants</i>   |                                    |                           | <u>284,576</u>              | <u>325,523</u>              |
| Education Technology State Grants   |                                    | 84.318                    |                             |                             |
| Technology, Title II-D FY08   | TJS1-2008                          |                           | \$ 51,729                   | \$ 75,079                   |
| Technology, Title II-D FY09   | TJS1-2009                          |                           | 192,322                     | 171,845                     |
| <i>Total Education Technology State Grants</i>  |                                    |                           | <u>244,051</u>              | <u>246,924</u>              |
| <i>Total U.S. Department of Education - Pass Thru Programs</i>  |                                    |                           | <u>39,907,259</u>           | <u>42,521,735</u>           |
| Total U.S. Department of Education  |                                    |                           | <u><b>41,438,608</b></u>    | <u><b>44,229,050</b></u>    |
| <br><b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</b><br><b>Passed through Lucas County Job and Family Services</b> |                                    |                           |                             |                             |
| Temporary Assistance for Needy Families   |                                    | 93.558                    |                             |                             |
| Closing Achievement Gap   |                                    |                           | 308,548                     | 211,944                     |
| Closing Achievement Gap   |                                    |                           | 241,759                     | 465,661                     |
| <i>Total Temporary Assistance for Needy Families</i>  |                                    |                           | <u>550,307</u>              | <u>677,605</u>              |
| Total U.S. Department of Health and Human Services  |                                    |                           | <u><b>550,307</b></u>       | <u><b>677,605</b></u>       |
| <b>Total Federal Awards Receipts and Expenditures</b>   |                                    |                           | <u><b>\$ 50,200,671</b></u> | <u><b>\$ 53,076,525</b></u> |

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS SCHEDULE.

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**TOLEDO CITY SCHOOL DISTRICT  
LUCAS COUNTY**

**NOTES TO THE SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES  
FISCAL YEAR ENDED JUNE 30, 2009**

**NOTE A - SIGNIFICANT ACCOUNTING POLICIES**

The accompanying Schedule of Federal Awards Receipts and 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 – FOOD SERVICE PROGRAMS**

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.

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.

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**Mary Taylor, CPA**  
Auditor of State

**INDEPENDENT ACCOUNTANTS' REPORT ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS  
REQUIRED BY GOVERNMENT AUDITING STANDARDS**

Toledo City School District  
Lucas County  
420 East Manhattan Blvd.  
Toledo, Ohio 43608-1267

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 the Toledo City School District, Lucas County, Ohio, (the District) as of and for the year ended June 30, 2009, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 30, 2009. 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 the Comptroller General of the United States' *Government Auditing Standards*.

**Internal Control Over Financial Reporting**

In planning and performing our audit, we considered the District's internal control over financial reporting as a basis for designing our audit procedures for expressing our opinions on the financial statements, but not to opine on the effectiveness of the District's internal control over financial reporting. Accordingly, we have not opined on the effectiveness of the District's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified a certain deficiency in internal control over financial reporting that we consider a significant deficiency.

A control deficiency exists when the design or operation of a control does not allow management or employees, in performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the District's ability to initiate, authorize, record, process, or report financial data reliably in accordance with its applicable accounting basis, such that there is more than a remote likelihood that the District's internal control will not prevent or detect a more-than-inconsequential financial statement misstatement.

We consider finding 2009-001 described in the accompanying schedule of findings to be a significant deficiency in internal control over financial reporting.

A material weakness is a significant deficiency, or combination of significant deficiencies resulting in more than a remote likelihood that the District's internal control will not prevent or detect a material financial statement misstatement.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all internal control deficiencies that might be significant deficiencies or material weaknesses. We believe the significant deficiency described above is not a material weakness.

We noted certain other internal control matters that we reported to the District's management in a separate letter dated December 30, 2009.

### **Compliance and Other Matters**

As part of reasonably assuring whether the District's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and accordingly, we do not express an opinion. The results of our tests disclosed no instances of noncompliance or other matters we must report under *Government Auditing Standards*.

We did note certain noncompliance or other matters that we reported to the District's management in a separate letter dated December 30, 2009.

The District's response to the finding identified in our audit is described in the accompanying schedule of findings. We did not audit the District's response and, accordingly, we express no opinion on it.

We intend this report solely for the information and use of the audit committee, management, the Board of Education, federal awarding agencies and pass-through entities. We intend it for no one other than these specified parties.



**Mary Taylor, CPA**  
Auditor of State

December 30, 2009



# Mary Taylor, CPA

Auditor of State

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

Toledo City School District  
Lucas County  
420 East Manhattan Blvd.  
Toledo, Ohio 43608-1267

To the Board of Education:

### Compliance

We have audited the compliance of the Toledo City School District, Lucas County, Ohio (the District) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133, Compliance Supplement* that apply to each of its major federal programs for the year ended June 30, 2009. The summary of auditor's results section of the accompanying schedule of findings identifies the District's major federal programs. The District's management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to each major federal program. 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 reasonably assure whether noncompliance occurred with the types of compliance requirements referred to above that could directly and materially affect a major federal program. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing other procedures we considered necessary in the circumstances. We believe our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the District's compliance with those requirements.

In our opinion, the District complied, in all material respects, with the requirements referred to above that apply to each of its major federal programs for the year ended June 30, 2009.

### **Internal Control Over Compliance**

The District's management is responsible for establishing and maintaining effective internal control over compliance with the 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 directly and materially affect a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

A *control deficiency* in internal control over compliance exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent or detect noncompliance with a federal program compliance requirement on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the District's ability to administer a federal program such that there is more than a remote likelihood that the District's internal control will not prevent or detect more-than-inconsequential noncompliance with a federal program compliance requirement.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that the District's internal control will not prevent or detect material noncompliance with a federal program's compliance requirements.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, we noted a matter involving the internal control over federal compliance not requiring inclusion in this report, that we reported to the District's management in a separate letter dated December 30, 2009.

### **Federal Awards Receipts and Expenditures Schedule**

We have audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the District as of and for the year ended June 30, 2009, and have issued our report thereon dated December 30, 2009. Our audit was performed to form opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying schedule of federal awards receipts and expenditures provides additional information as required by OMB Circular A-133 and is not a required part of the basic financial statements. We subjected this information 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.

Toledo City School District  
Lucas County  
Independent Accountants' Report on Compliance with Requirements  
Applicable to Major Federal Programs and Internal Control Over  
Compliance in Accordance with *OMB Circular A-133*  
Page 3

We intend this report solely for the information and use of the audit committee, management, Board of Education, federal awarding agencies, and pass-through entities. It is not intended for anyone other than these specified parties.

A handwritten signature in black ink that reads "Mary Taylor". The signature is written in a cursive, flowing style.

**Mary Taylor, CPA**  
Auditor of State

December 30, 2009

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TOLEDO CITY SCHOOL DISTRICT  
LUCAS COUNTY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
OMB CIRCULAR  
JUNE 30, 2009

**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 weaknesses reported at the financial statement level (GAGAS)?                        | No   |
| <i>(d)(1)(ii)</i>   | Were there any other significant deficiencies in internal control reported at the financial statement level (GAGAS)? | Yes  |
| <i>(d)(1)(iii)</i>  | Was there any reported material noncompliance at the financial statement level (GAGAS)?                              | No   |
| <i>(d)(1)(iv)</i>   | Were there any material internal control weaknesses reported for major federal programs?                             | No   |
| <i>(d)(1)(iv)</i>   | Were there any other significant deficiencies in internal control 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?  | No   |
| <i>(d)(1)(vii)</i>  | Major Programs (list):   | CFDA # 84.027, 84.173 Special Education Cluster<br>CFDA # 84.063, 84.032 Student Financial Assistance Cluster<br>CFDA # 84.367 Improving Teacher Quality |
| <i>(d)(1)(viii)</i> | Dollar Threshold: Type A\B Programs  | Type A: > \$ 1,592,296<br>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**

**FINDING NUMBER 2009-001**

**Significant Deficiency - Change Control Procedures**

Effective program change practices include the use of a standard form to document authorization of requests for programming changes. Changes should be tested in a test library and documentation should be kept with the change request form. Programmers should not have access to the production environment and a verification process should be in place to ensure the changes made are the changes moved into production.

During the audit period the district had an informal process to request program changes which are usually requested by a department head. Testing was also done informally and documentation is not kept. There wasn't a control to ensure that only the changes requested are the changes that are moved into production.

After the audit period ended the district implemented change request procedures but these procedures were not audited for effectiveness.

Without proper change control procedures, changes made to application software could cause revenues and expenditures to be misstated on the financial statements. Without these controls there is an increased risk these changes could go undetected.

A standard request form should be implemented. It should include at a minimum:

- User requesting the change.
- Supervisor approval.
- Description of the change requested.
- Description of the changes made.
- Programmer who made the change.
- Test documentation.
- User approval of the changes made.
- Document and verify the change made is the change that is moved into production.

In addition, the district should maintain strict control over interim production program libraries. Changes to programs should be performed and tested within a test environment. Once a modified program has been approved for implementation, a person independent of the programming staff should transfer the program into interim production.

**Client Response**

The District recognizes its shortcomings in program documentation and controlled changes to the District's authored operational software programs. The current administrative systems are aged and currently scheduled for replacement through a comprehensive strategic IT initiative that seeks to replace administrative programs (H/R, general ledger, student data and others) beginning mid-year 2009. In recognition of the deficiency and the coming software (programs) changes, the District is taking efforts to limit all program changes and appropriately document any approved changes. As the District may be unable to test such changes in a more controlled environment (off-line system), the District is taking additional steps in its testing procedures, such as back-ups and off-time testing.

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

None

TOLEDO CITY SCHOOL DISTRICT  
LUCAS COUNTY

SCHEDULE OF PRIOR AUDIT FINDINGS  
JUNE 30, 2009

| Finding Number | Finding Summary                                    | Fully Corrected? | Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <b><i>Explain</i></b> |
|----------------|--|------------------|--|
| 2008-001       | Significant Deficiency - Change Control Procedures | No               | Repeated as Finding 2009-001   |

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# Mary Taylor, CPA

Auditor of State

## INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURES

Toledo City School District  
Lucas County  
420 East Manhattan Blvd.  
Toledo, Ohio 43608-1267

To the Board of Education:

Ohio Rev. Code Section 117.53 states "the auditor of state shall identify whether the school district or community school has adopted an anti-harassment policy in accordance with Section 3313.666 of the Revised Code. This determination shall be recorded in the audit report. The auditor of state shall not prescribe the content or operation of any anti-harassment policy adopted by a school district or community school."

Accordingly, we have performed the procedures enumerated below, which were agreed to by the Board, solely to assist the Board in evaluating whether Toledo City School District (the District) has adopted an anti-harassment policy in accordance with Ohio Rev. Code Section 3313.666. Management is responsible for complying with this requirement. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the Board. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

1. We noted the Board adopted an anti-harassment policy at its meeting on October 27, 2009.
2. We read the policy, noting it included the following requirements from Ohio Rev. Code Section 3313.666(B):
  - (1) A statement prohibiting harassment, intimidation, or bullying of any student on school property or at school-sponsored events;
  - (2) A definition of harassment, intimidation, or bullying that includes the definition in division (A) of Ohio Rev. Code Section 3313.666;
  - (3) A procedure for reporting prohibited incidents;
  - (4) A requirement that school personnel report prohibited incidents of which they are aware to the school principal or other administrator designated by the principal;

One Government Center / Suite 1420 / Toledo, OH 43604-2246  
Telephone: (419) 245-2811 (800) 443-9276 Fax: (419) 245-2484  
[www.auditor.state.oh.us](http://www.auditor.state.oh.us)

- (5) A requirement that parents or guardians of any student involved in a prohibited incident be notified and, to the extent permitted by section 3319.321 of the Revised Code and the "Family Educational Rights and Privacy Act of 1974," 88 Stat. 571, 20 U.S.C. 1232q, as amended, have access to any written reports pertaining to the prohibited incident;
- (6) A procedure for documenting any prohibited incident that is reported;
- (7) A procedure for responding to and investigating any reported incident;
- (8) A strategy for protecting a victim from additional harassment, intimidation, or bullying, and from retaliation following a report;
- (9) A disciplinary procedure for any student guilty of harassment, intimidation, or bullying, which shall not infringe on any student's rights under the first amendment to the Constitution of the United States;
- (10) A requirement that the district administration semiannually provide the president of the district board a written summary of all reported incidents and post the summary on its web site, if the district has a web site, to the extent permitted by section 3319.321 of the Revised Code and the "Family Educational Rights and Privacy Act of 1974," 88 Stat. 571, 20 U.S.C. 1232q, as amended.

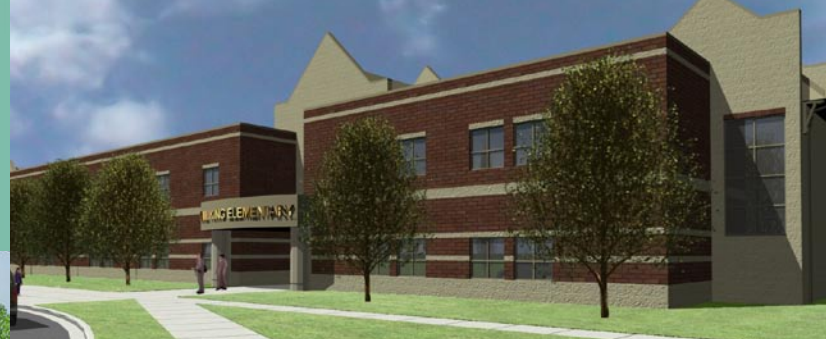
We were not engaged to and did not conduct an examination, the objective of which would be the expression of an opinion on compliance with the anti-harassment policy. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the Board and is not intended to be and should not be used by anyone other than these specified parties.



**Mary Taylor, CPA**  
Auditor of State

December 30, 2009



**Toledo  
Public  
Schools**

**Comprehensive  
Annual  
Financial  
Report**

**Fiscal Year Ended  
June 30, 2009**

**Toledo City  
School District  
Ohio**







# Comprehensive Annual Financial Report

---

Fiscal Year Ended June 30, 2009 • Toledo City School District, Ohio

## Prepared by:

Treasurer's Division  
Daniel M. Romano, III  
*Treasurer*

420 East Manhattan Boulevard  
Toledo, Ohio 43608-1267  
419.729.8367

## About the Cover:

Toledo Public Schools marked numerous accomplishments last school year. Once again, the district demonstrated academic improvement across the district and opened eight new state-of-the-art schools. Another highlight came when Toledo Early College High School (TECHS) celebrated its first graduating class. TECHS, a partnership with the University of Toledo and Knowledge Works, allows TPS students to earn their high school diploma, plus two years of college credit. Students must meet strict criteria to enter the program. The biggest news of the year came with the announcement of newly established scholarships for TPS students at both the University of Toledo and Owens Community College. Through the UT Guarantee and the Owens Promise, students that meet pre-established criteria can attend college for free at either institution. The students pictured on the front cover are just a few of the district's seniors for 2009 – they represent an array of academically successful and community minded graduates.



Toledo Public Schools  
The Power Of Learning



# Toledo Board of Education

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Dr. Steven C. Steel  
*President*



Bob Vasquez  
*Vice-President*



Darlene K. Fisher



Jack Ford



Lisa Sobecki



John Foley  
*Superintendent*



Daniel M. Romano, III  
*Treasurer*



# Toledo Public Schools

The Power Of Learning



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LUCAS COUNTY, OHIO**

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## *INTRODUCTORY SECTION*

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# TOLEDO CITY SCHOOL DISTRICT

Thurgood Marshall Building • 420 East Manhattan Blvd.  
Toledo, Ohio 43608

Treasurer's Office: phone (419) 729-8370

fax (419)-729-8474

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December 30, 2009

Board of Education Members and Citizens of the Toledo City School District:

As the Superintendent and Treasurer of the Toledo City School District (the District), we are pleased to submit to you this Comprehensive Annual Financial Report (CAFR) of the District. This CAFR, for the year ended June 30, 2009, which includes an opinion from the Auditor of the State of Ohio, conforms to generally accepted accounting principles (GAAP) and is in conformance with standards of financial reporting established by the Governmental Accounting Standards Board (GASB) using guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA).

Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the District. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds of the District. All disclosures necessary to enable the reader to gain an understanding of the District's financial activities have been included. This report will provide the taxpayers of the Toledo City School District with comprehensive financial data in a format enabling them to gain an understanding of the School District's financial affairs. Copies will be made available to National Municipal Information Repository (NMSIR), State Information Depository (SID), other financial rating services and other interested parties.

Generally Accepted Accounting Principles require that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The Toledo City School District's MD&A can be found immediately following the report of the independent accountants.

The District provides a full range of educational programs and services. These include elementary and secondary curriculum offerings at the general, college preparatory, and vocational levels; a broad range of co-curricular and extracurricular activities; adult and community education offerings; and special education services. In addition, the District provides state-financed assistance to non-public schools located within its boundaries. This assistance is accounted for in a Special Revenue Fund. The Non-Public School Operations and Lucas County Education Service Center have not met the established criteria for inclusion in the reporting entity and, accordingly, are excluded from this report.

## ***TOLEDO CITY SCHOOL DISTRICT***

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### ***Letter of Transmittal For the Fiscal Year Ended June 30, 2009***

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The District serves an area approximately 72 square miles. It is located in Lucas County, Ohio and encompasses most of the City of Toledo. The District's facilities include thirty-seven elementary schools, seven middle schools, seven senior high schools, eight special schools, a food service center, an administration building, a transportation center, a purchasing and warehouse facility and a maintenance facility. At June 30, 2009 there were 25,792 students in the District.

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

### **ECONOMIC CONDITIONS AND OUTLOOK**

Over three-fourths of North America's car and truck final assembly plants are within 500 miles of Toledo and 35 percent (35%) of these facilities are within 250 miles. Thirty-six percent (36%) of U.S. and nineteen percent (19%) of Canadian transportation equipment manufacturing are within a 250-mile radius of Toledo. In addition, 33 percent (33%) of the U.S. population resides within 500 miles of Toledo. The Toledo Metropolitan Area offers 25 industrial parks, seven of which are located within the Toledo City School District. Statistics indicate that employment in the Toledo area-manufacturing industries represent only about one-fourth of the available jobs in the area. The majority of work is found in non-manufacturing areas such as service industries, retail trade, and government jobs.

Transportation plays an important role in the Toledo area economy. The Port of Toledo is Ohio's largest and most diversified port and one of the nation's largest shippers of coal and grain. The Port offers a foreign trade zone encompassing 300,000 square feet of covered storage area serviced by ship, rail, and truck. Toledo is one of the nation's largest rail hubs with four major lines serving the area. Intrastate and interstate truck services are provided by more than 100 common carriers, including almost all major truck lines, as well as approximately 30 local cartage companies. Toledo Express Airport offers both general and commercial aviation services

Lucas County is the home of the Toledo Mud Hens and operates a 10,000 seat Toledo Mud Hens Stadium, in the Warehouse District. The Mud Hens, a Triple A baseball team, is in the Detroit Tigers farm system.

Like many areas of the Country, the local economy continues to be sluggish; however, the future economic outlook for the area remains positive. City of Toledo officials have been and are continuing to monitor spending and have taken steps to control the size and structure of the City's workforce, trim support costs and eliminate expenditures for inefficient and unnecessary contractual services to keep aggregate appropriations in balance with projected revenues. While the economy is still sluggish there were economic gains in 2008/09. The owners of Westfield Shoppingtown Franklin Park Mall opened a new retail space along the Westfield corridor. A \$35 million redevelopment of Westgate Village Shopping center was completed during 2009. The ProMedica Health System has announced a comprehensive plan to replace, renovate and expand facilities on its Toledo Hospital medical center campus in two phases over a five-to-ten year period which began in July, 2005.

## ***TOLEDO CITY SCHOOL DISTRICT***

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### ***Letter of Transmittal For the Fiscal Year Ended June 30, 2009***

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The area has diverse recreational, cultural, and educational resources. The City of Toledo has over 100 parks ranging from small neighborhood playgrounds to large centralized parks with full recreational facilities including picnic areas, ball diamonds, tennis courts, and swimming pools. The Maumee River and Lake Erie offer many water sport activities such as boating, sailing, water skiing, and fishing. The Area Metropark System has over 6,000 acres in nine locations. Local professional sports include the Toledo Mudhens Baseball Team, the Toledo Walleye Hockey Team, and the Annual LPGA Golf Tournament. There are over 20 public and private golf courses in the area. The Toledo Zoo ranks among the best in the country. Toledo also boasts the world-renowned Toledo Museum of Art, which houses over 700 paintings, 5,000 pieces of glass, and a nationally respected symphony. The Museum recently completed a new glass exhibit, storage, and research center. Continuing and Advanced Education is available at the University of Toledo, University of Toledo Community and Technical College, Medical College of Ohio, Bowling Green State University, Owens Community College, and Lourdes College.

### **SIGNIFICANT ACCOMPLISHMENTS FOR THE YEAR**

The District once again has achieved the ranking on the state of Ohio report card of Continuous Improvement. The District has made great efforts to align our practices and focus so all of our efforts are unified toward a common direction of student achievement. Our focused approach to academic achievement through curriculum alignment, pacing guides and standard-based report cards in the elementary schools, and school improvement processes has provided a growth that has been steady and promising. This year the District made above expected progress on the value added growth model. Thirty-one schools met the criteria of above expected growth showing our District can provide academic improvement.

Our Building for Success Program opened the school year with eight schools open for students to learn in bright, fresh, modern facilities with enhanced technology and safety and security.

Thirty-one schools are rated Continuous Improvement or better and a record five schools are rated excellent including the first comprehensive high school, Start.

In addition, 20 of our schools met Adequate Yearly Progress (AYP) - this is an increase from 19 schools in 2007-2008 and 11 schools from the previous year. AYP is a federally required measure that focuses on each school and the District as a whole regarding established goals in the areas of reading and math proficiency, test participation, attendance and graduation rate.

The skyrocketing cost of higher education is an issue that becomes very real for many of our students upon graduation. The University of Toledo announced their UT guarantee and all students graduating with a 3.0 GPA and Pell Grant Eligible were able to receive full tuition scholarships and the Owens Promise was expanded to all TPS students provided a pathway to students regardless of their financial situation.

School Climate is important to continued progress. District wide our suspensions were reduced 17.7% and expulsions are down 9.5%. Attendance was one of the report card indicators achieved with a 94.9% mark, above the state average.

## ***TOLEDO CITY SCHOOL DISTRICT***

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### ***Letter of Transmittal For the Fiscal Year Ended June 30, 2009***

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The District continues to work toward improving academic achievement for all students. Partnerships with community organizations and improved parent involvement have continued to be improved and emphasized to provide supports for our students. A new award winning website continues to promote the District and provide information.

The District continues to emphasize their six Core Values to guide Toledo Public Schools toward improved teaching and learning. It is believed that, in order to achieve improvements, if every employee fully understands and internalized these values, they will become a reality in all daily activities. The Core Values are Collaboration, Rigorous Academic Curriculum, Excellence in Every Job, Focus on Customer Service, Community Involvement and Parental Support, and Employee Promotion of Student Success.

The School District and the Ohio School Facilities Commission (OSFC) have developed, with significant community input, and agreed on a Master Facilities Plan describing the classroom facilities needs of the entire student population of the District. In January 2003, the District and the OSFC entered into a Project Agreement for the construction and acquisition of the Classroom Facilities Project. The Master Facilities Plan calls for (i) the construction of 39 new elementary schools, 12 new middle schools, five new high schools and one combined elementary/middle/high school and (ii) the renovation of three elementary schools, a combined middle school/high school, two high schools and an aviation education center. The District and the OSFC currently estimate that this Project will cost \$797,817,229 and be constructed in six segments over a period of approximately 10 years. During Fiscal Year 2008/2009, the District opened Whittier, Westfield, Sherman, Glenwood, Elmhurst, Chase Elementary Schools, Devaux Middle School and Bowsher High School.

### **MAJOR INITIATIVES FOR THE FUTURE**

Although not a new initiative, the District will be fully engaged in major school building and renovation projects. The massive size of the project will be most challenging for all District personnel, specifically the Business Office and the Treasurer's Office.

The Treasurer's Division has continued to show leadership and growth by striving for excellence in developing and implementing sound fiscal management, accounting and reporting standards.

Revenue sharing agreements between the City of Toledo, Toledo City School District and abated companies provide 67.5% of taxes foregone back to the District in the form of "Payments in Lieu of Taxes". Since the inception of Revenue Sharing Agreements, "Contributions in Lieu of Taxes", totaled over \$12,472,372. Currently there are 31 companies actively participating in the tax abatement program. These Agreements promote the economic welfare of our community by creating new jobs, while retaining and preserving existing jobs and employment opportunities, as facilities are established, expanded, renovated or occupied within designated Enterprise Zones. It is hoped that the success of these Tax Exemption Revenue Sharing Agreements will set the stage for future cooperation between government entities.

With the collective bargaining agreement all District employees are required to have direct deposit for their payroll. This program not only provides our employees with better banking services and a broader number of banking options, but it is cost effective to the District and will allow us to operate more efficiently.

## ***TOLEDO CITY SCHOOL DISTRICT***

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### ***Letter of Transmittal For the Fiscal Year Ended June 30, 2009***

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The Department of General Accounting has increased performance and efficiency by using laser applications for both check writing for all accounts payable invoice payments as well as issuing receipts. To further increase efficiencies, ACH payments are being made to all construction contractors. In addition, the Department has implemented online monthly reports wherein reports are generated directly from the District's data base. As a result, performance and efficiency has been increased and by reducing the need for hard copy printouts there has been a substantial savings on paper costs.

To further protect District assets, the Department of General Accounting has entered into Positive Pay (Fraud Protection Measures) agreements with all but one banking institution.

The Toledo City School District has underlying debt ratings of A from Fitch Ratings, A3 from Moody's Investment Service and AA from Standard and Poor's. Financial information was provided to all external-rating agencies resulting in the District maintaining the above-mentioned rating. Financial information was also furnished to the Ohio Municipal Advisory Council (OMAC), which has applied for and received the designation of being the State Information Depository (SID) for the State of Ohio. The establishment of SID provides the State with more uniform central distribution of financial information to debt holders and potential bidders of debt for the Toledo City School District.

The District provides annual Continuing Disclosure filings with the appropriate National Municipal Information Repository (NMSIR) and SID to keep bondholders of the Ohio School Facilities bond issue abreast of the current financial status of the District.

The Treasurer's Division implemented requirements of the Ohio Legislature as they relate to the mandatory preparation of a Five-Year Revenue and Expenditure Forecast, the multi-year Certification of Estimated Revenues, and the proper identification and appropriation of DPIA Funds. One provision of House Bill 412 requires the Board of Education to submit a Five-Year Financial Forecast to the Ohio Department of Education. The 2008 Five-Year Financial Forecast was presented to the Board of Education for adoption in October of 2008.

An additional provision of the Legislature requires the President of the Board of Education, the Superintendent and the Treasurer to certify that adequate revenue will be available to maintain all personnel, programs, and services essential to the operation of an adequate educational program for the length of each contract up to five years. This certification is attached to all contracts, leases, and other business transactions as required by law. Procedures are in place to ensure compliance.

During the past year, the Treasurer's Division has focused on improving the financial position of the District. The Division has actively studied all possible alternatives to property tax financing, searched for additional revenue sources, and implemented cost saving measures. The Treasurer's Division staff will continue to maintain a high level of service and support, and identify ways to improve communications with their customers. They will continue to improve internal controls, management practices, technology utilization and enhancements, operational efficiencies, and financial processes in order to assure the fiscal integrity of District assets and maintain excellent audit results. They will continue to focus on the Board's primary objective of improving educational opportunities for the children in our community.

## ***TOLEDO CITY SCHOOL DISTRICT***

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### ***Letter of Transmittal For the Fiscal Year Ended June 30, 2009***

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The Superintendent, Treasurer and the Business Manager have agreed to implement a major initiative during Fiscal Year 2009/2010. New software programs for all facets of the District which will include Financial, Payroll, Human Resources and Student Data will be implemented. The time line for the Finance Department is projected to be implemented July 1, 2010 with Payroll and Human Resources Departments to be implemented January 1, 2011. Portions of the Student Data have already been implemented and will continue to be implemented in the future.

Other Treasurer goals and objectives that are continue to be formulated and put into place include:

- Improve fiscal integrity and accountability of the District by establishing business community “forums”/meetings, developing a “popular annual financial report and budget report as a means to establish board friendly financial reports;
- Improve customer service for all customers – internal and external- from all Treasurer’s division Departments;
- Improved communications from, to and between Treasurer’s office departments;
- Contribute to District improvement efforts in Leadership Development;
- Contribute to District improvements in effectiveness and efficiency in service delivery;
- Improve “intergovernmental relations” with related government entities, i.e. institute a local Government Finance Officers Association with local government finance officers;
- Implement a “Supplier Diversity Program”;
- Provide and facilitate improved communications, to, from and amongst the Board of Education;
- Develop an “Ethically Conscious” work environment for staff and volunteers;
- Implement policy and operational recommendations pursuant to the investment review by PFM Asset Management, LLC. In this regard two “Banker’s Forums” were held on February 26, 2009 and May 28, 2009.
- Improve internal and fiscal controls by conducting a thorough review of purchasing and payment policies and procedures with State Auditors Office;
- Continually utilize technology to generate cost savings, and
- Participate in legislative and community efforts for school funding and other financial impacts to the District.

## **FINANCIAL INFORMATION**

**Internal Controls:** The Management of the District is responsible for establishing an internal control structure designed to ensure that the assets of the District are protected from loss, theft, or misuse, and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with Generally Accepted Accounting Principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of cost and benefit requires estimates and judgments by management.



## ***TOLEDO CITY SCHOOL DISTRICT***

---

### ***Letter of Transmittal***

***For the Fiscal Year Ended June 30, 2009***

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**Single Audit:** As a recipient of Federal and State Financial Assistance, the District also is responsible for requiring that an adequate internal control structure is in place to ensure compliance with applicable laws and regulations related to these programs. This internal control structure is subject to periodic evaluation and audit by management and staff of the District.

As a part of the District's Single Audit, tests are made to determine the adequacy of the internal control structure, including that portion relating to Federal Financial Assistance programs, as well as to verify that the District has complied with applicable laws and regulations.

**Budgetary Controls:** The District maintains budgetary controls and ensures compliance with legal provisions through the adoption of the Annual Appropriation Measure approved by the Board of Education. The Annual Appropriation Measure embodies all funds of the District. Funds establish the level of budgetary control, and expenditures cannot legally exceed the appropriated amount. The level of budgetary control established by the Board of Education is at the fund level. The District also maintains an encumbrance system to assist in budgetary control. Unencumbered appropriations lapse at year-end. The District obtained an Official Amended Certificate of Estimated Revenues on June 23, 2009.

As illustrated by the statements and schedules included in the Financial Section of this report, the District continues to meet its responsibility for sound fiscal management.

**Debt Administration:** At June 30, 2009, the District had outstanding Long-Term Voted and Un-voted Debt issues of \$178,389,995. Moody's and Fitch assigned their municipal bond ratings of Aaa and AAA, respectively, to the Long-Term Bonds with the understanding that the District obtain Municipal Bond Insurance Policy issued by Financial Security Assurance, Inc. The District has obtained the necessary Municipal Bond Insurance Policy. Under current state statutes, the District's General Obligation Bonded Debt Issuances are subject to a legal limitation based on nine percent of the total assessed value of real and personal property. At June 30, 2009, the District's General Obligation debt of \$178,389,995 was below the legal limit.

**Investment and Cash Management:** On September 23, 1996, the District submitted to the Auditor of the State of Ohio its Administrative Policy for Investment and Cash Management Activities. The District subsequently updated this policy on March 13, 2008. The policy statements were designed and developed to serve as administrative guidelines for District personnel who are involved in the investment process. All policy statements were developed to comply with Senate Bill 81 and complement existing laws contained in Section 135 of the Ohio Revised Code. Section 135 is designed to be restrictive in nature in order to assure protection of District funds. The District's Administrative Policy for Investment and Cash Management Activities is more restrictive than current laws, as the District seeks optimal protection of capital invested.

Laws, regulations and policy statements cannot substitute for a commitment to sound judgment, knowledge, prudence, experience, and a disciplined approach to investment portfolio management. The District's Administrative Policy is designed to provide guidance and continuity to District staff, instill cash management disciplines, and provide continued protection of District funds.

## ***TOLEDO CITY SCHOOL DISTRICT***

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### ***Letter of Transmittal For the Fiscal Year Ended June 30, 2009***

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It is the policy of the District to give due regard for safety of principal, liquidity, diversity of portfolio assets, and associated investment risks and that available funds shall be invested in accordance with the laws of the state of Ohio, and the Administrative Policies of the District, at the highest rates obtainable at the time of investment.

Effective cash management and investment portfolio management is recognized as essential to sound fiscal management. An active Cash Management Program and prudent investment practices are pursued by the District to take advantage of investment interest as a viable and material source of revenue for all funds involved. The District's portfolio is always managed in a manner responsive to public trust.

District personnel authorized to conduct investment transactions shall avoid any transaction that might impair public confidence in the District's ability to govern effectively. At no time will the District purchase any of the following investment securities:

- (a) Leverage current investments as collateral to purchase other investments.
- (b) Invest in a reverse repurchase agreement (a.k.a. engage in Security Lending)
- (c) Invest in a fund (other than STAR Ohio) established by another public body for the purpose of investing public moneys of other subdivisions.
- (d) Invest in any derivative security. For this purpose, a derivative security is defined as "a financial instrument or contract or obligation whose value or return is based upon or linked to another asset or index, or both, separate from the financial instrument, contract, or obligation itself".
- (e) Invest in stripped principal or interest obligations of otherwise eligible obligations (e.g. United States Treasury Strips).
- (f) Invest in negotiable, brokered Certificates of Deposit such as "Yankee C.D.'s, "Eurodollar C.D.'s, and "Canadian Time Deposit Receipts (TDR'S)" or any other time deposit which is not collateralized in the manner and to the extent required under Section 135.18 or 135.181 of the Ohio Revised Code.
- (g) Invest in Small Business Loan Program products (SBA OR SBIC).
- (h) Invest in Asset Backed Commercial Paper Programs.
- (i) Invest in Commercial Paper of issuing corporations not based and incorporated in the United States of America.
- (j) Invest in Bankers Acceptances of issuing financial institutions not based and incorporated in the United States of America.
- (k) Contract to sell securities that have not yet been acquired by the District for the purpose of bond price speculation (a.k.a. Selling Short).
- (l) Invest in any other investment not permitted by law for Ohio school Districts.

The District adheres to the "Prudent-Man-Rule" of portfolio management, which states that in acquiring, investing, reinvesting, exchanging, retaining, selling, and managing property for any fund heretofore or hereafter created, the Toledo City School District will exercise the judgment and care, under the circumstances then prevailing, which persons of prudence, discretion, and intelligence exercise in regard to the permanent disposition of funds, considering the probable outcome, as well as the probable safety of capital.

## ***TOLEDO CITY SCHOOL DISTRICT***

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### ***Letter of Transmittal For the Fiscal Year Ended June 30, 2009***

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To further safeguard District assets collateralized by pooled securities at our local financial institutions, each of the District's depositories are monitored on a monthly basis utilizing Bauer Financial, Inc. financial ratings. Bauer Financial specializes in financial analysis and reports on the financial condition of the nation's banks, thrifts and credit unions. A "Five Star" rating system is used to rank each financial institution, with Five Stars being the best rating and a One Star rating representing a troubled institution. All of the District's banking institutions are presently rated "Three Stars" or above.

The District recently reviewed and amended its investment policy to incorporate the dynamics in the industry resulting from the national financial crisis, and incorporated recommendations from PFM Asset Management, LLC, and outside consultant. The District applied for and expects to receive national recognition from the Association of Public Treasurers of the United States and Canada for the amended Investment Policies.

### **RISK MANAGEMENT**

The Labor-Management Insurance Committee comprised of the Chief Business Manager, Executive Assistant to the Superintendent for Human Resources, the Treasurer, and representatives of the three major employee groups monitors health benefit insurances.

The District is exposed to financial loss resulting from District-caused damage to property or bodily injuries or illness of employees, unemployment compensation benefits to previous employees, and employee health care, prescription drug, dental and life insurance benefits. The Administrative Services - Employee Benefit Self-Insurance Fund, an Internal Service Fund, is used to account for, and finance self-insurance activities. This fund includes prescription drug, health, and dental insurance benefits. The District records the remaining liability for incurred but unreported claims at year-end based upon an Actuarial Opinion provided by Timothy P. Berghoff, FSA, MAAA. Approximately 83% of the District's employees are eligible for health care benefits.

### **OTHER INFORMATION**

**Independent Audit:** State statutes require an annual audit by independent accountants. The Ohio State Auditor's Office conducted the audit for the Fiscal Year ended June 30, 2009. The Auditor's Audit Opinion is on the Basic Financial Statements. The introductory section and statistical tables are not a required part of the opinion and no opinion is rendered on those sections.

**Awards:** The Government Finance Officers Association (GFOA) of the United States and Canada awarded a Certificate of Achievement for Excellence in Financial Reporting to the Toledo City School District for its Comprehensive Annual Financial Report (CAFR) for the Fiscal Year ended June 30, 2008. The Certificate of Achievement is the highest form of recognition for excellence in state and local government financial reporting.

**TOLEDO CITY SCHOOL DISTRICT**

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***Letter of Transmittal  
For the Fiscal Year Ended June 30, 2009***

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In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report (CAFR) that conforms to program standards. A CAFR must satisfy both Generally Accepted Accounting Principles and applicable legal requirements. A Certificate of Achievement award is valid for a period of one year. The Toledo City School District has received a Certificate of Achievement for the past twenty years (1989-2008). We believe our current report continues to conform to the Certificate of Achievement program requirements, and are submitting it to the GFOA for consideration.

The Toledo City School District also received the Association of School Business Officials International Certificate of Excellence in Financial Reporting for its Comprehensive Annual Financial Report for the Fiscal Year ended June 30, 2008. This award certifies that the report substantially conforms to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials International. An expert ASBO Panel of Review consisting of Certified Public Accountants and practicing school business officials, grants the award, only after an intensive review of financial reports. Receiving the award is recognition that a school system has met the highest standards of excellence in school financial reporting. A Certificate of Excellence is valid for a period of one year only. This is the twelfth year the District has received the Certificate of Excellence. We believe our current report continues to conform to the Certificate of Excellence requirements, and we are submitting it to ASBO to determine its eligibility for another certificate.

The Toledo City School District, for the first time, received the Government Finance Officers Association's Award for Excellence in Government Finance. The GFOA's most prestigious award recognizes contributions to the practice of governmental finance exemplifying outstanding financial management. The award stresses practical, documented work that offers leadership to the profession and promotes improved public finance.

**Acknowledgment:** Preparation of this report would not have been possible without the joint cooperation of all Divisions in the District. We would like to specifically acknowledge the following individuals within the Treasurer's Division and the Business Division: Jeff Richard Schroeder, Director of General Accounting, C.P.A., W. Paul Overman, Jr., Investment Analyst, and John Gilliland, Chief Business Manager. We are also grateful for the services of Donald J. Schonhardt & Associates, Inc. for their assistance in preparing this report. Special recognition is extended to Richard A. Ferner, Senior Accountant, for his efforts in preparing this report.

Finally, we would like to express our appreciation to the Board Members for their fiscal integrity and continued support.

Sincerely,



John Foley  
Superintendent and CEO



Daniel M. Romano, III  
Treasurer of the Board

## ***TOLEDO CITY SCHOOL DISTRICT***

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### ***Members of the Board of Education, Superintendent of Schools and Treasurer For the Fiscal Year Ended June, 30, 2009***

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#### ***Members of the Board of Education***

The Board of Education is a body politic and corporate with the responsibility of managing and controlling affairs of the District and is governed by laws of the State of Ohio. The Board is comprised of five members who are elected for overlapping four-year terms. The current members of the Board of Education of the Toledo City School District are:

|                                   | Began Service as<br>a Board Member | Present<br>Term Expires |
|-----------------------------------|------------------------------------|-------------------------|
| Steven C. Steel, Ph.D., President | 01/01/2006                         | 12/31/2009              |
| Bob Vasquez, Vice President (1)   | 03/07/2008                         | 12/31/2009              |
| Darlene K. Fisher, Member         | 01/01/2006                         | 12/31/2009              |
| Jack Ford, Member                 | 07/05/2007                         | 12/31/2011              |
| Lisa Sobecki, Member              | 01/01/2008                         | 12/31/2011              |

(1) Appointed to fill the unexpired term of Robert Torres.

#### ***Superintendent***

The Superintendent serves as the Chief Executive Officer of the School District and is responsible for administering policies adopted by the Board of Education. The Superintendent is expected to provide leadership in all phases of policy formulation and is the chief advisor to the Board on all aspects of the educational program and total operation of the District. On May 11, 2007 Mr. Foley was appointed Superintendent with his term of contract expiring July 31, 2010.

#### ***Treasurer***

The Treasurer serves as the Chief Fiscal Officer of the District and Secretary to the Board of Education. The Treasurer receives, accounts for, and disburses all District funds as required by applicable laws in accordance with Board policies and regulations. Daniel M. Romano, III was appointed Treasurer effective June 27, 2007 with his contract expiring January 1, 2013.

***TOLEDO CITY SCHOOL DISTRICT***

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***Management Team  
For the Fiscal Year Ended June, 30, 2009***

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***Management Team Members***

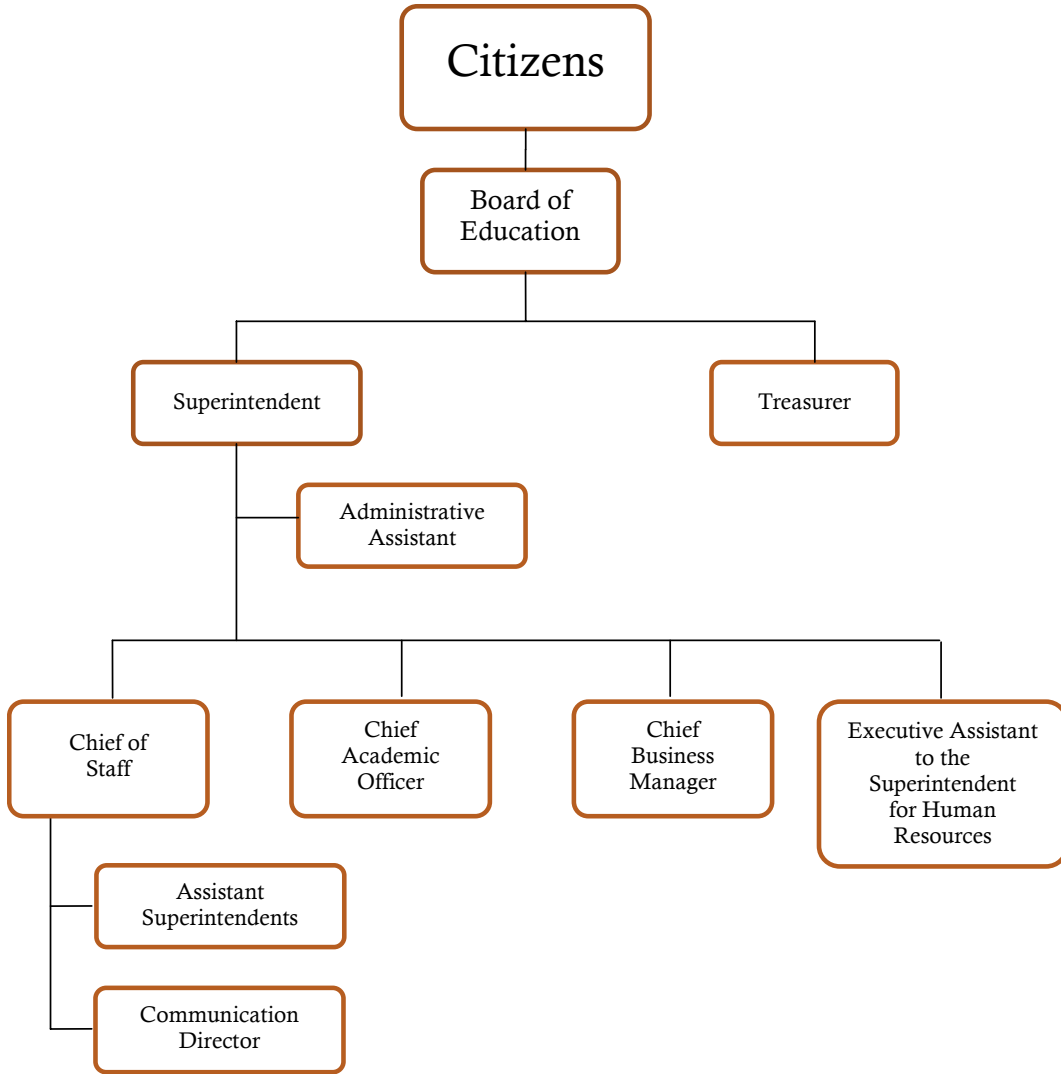
|                         |  |
|-------------------------|--|
| John Foley              | Superintendent   |
| Lonny Rivera            | Chief of Staff   |
| Daniel M. Romano III    | Treasurer of the Board   |
| Jan I. Kilbride         | Chief Academic Officer   |
| Carol Thomas            | Executive Assistant to the Superintendent<br>for Human Resources |
| Patricia Mazur          | Communication Director   |
| John Gilliland          | Chief Business Manager   |
| James E. Gault          | Assistant Superintendent, High Schools                           |
| Cecelia M. Adams, Ph.D. | Assistant Superintendent,<br>Program Development and Advancement |
| Diane Irving            | Assistant Superintendent, Elementary Schools                     |
| Durant Romulus          | Assistant Superintendent, Elementary Schools                     |

**TOLEDO CITY SCHOOL DISTRICT**

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**School District Organizational Chart  
For the Fiscal Year Ended June, 30, 2009**

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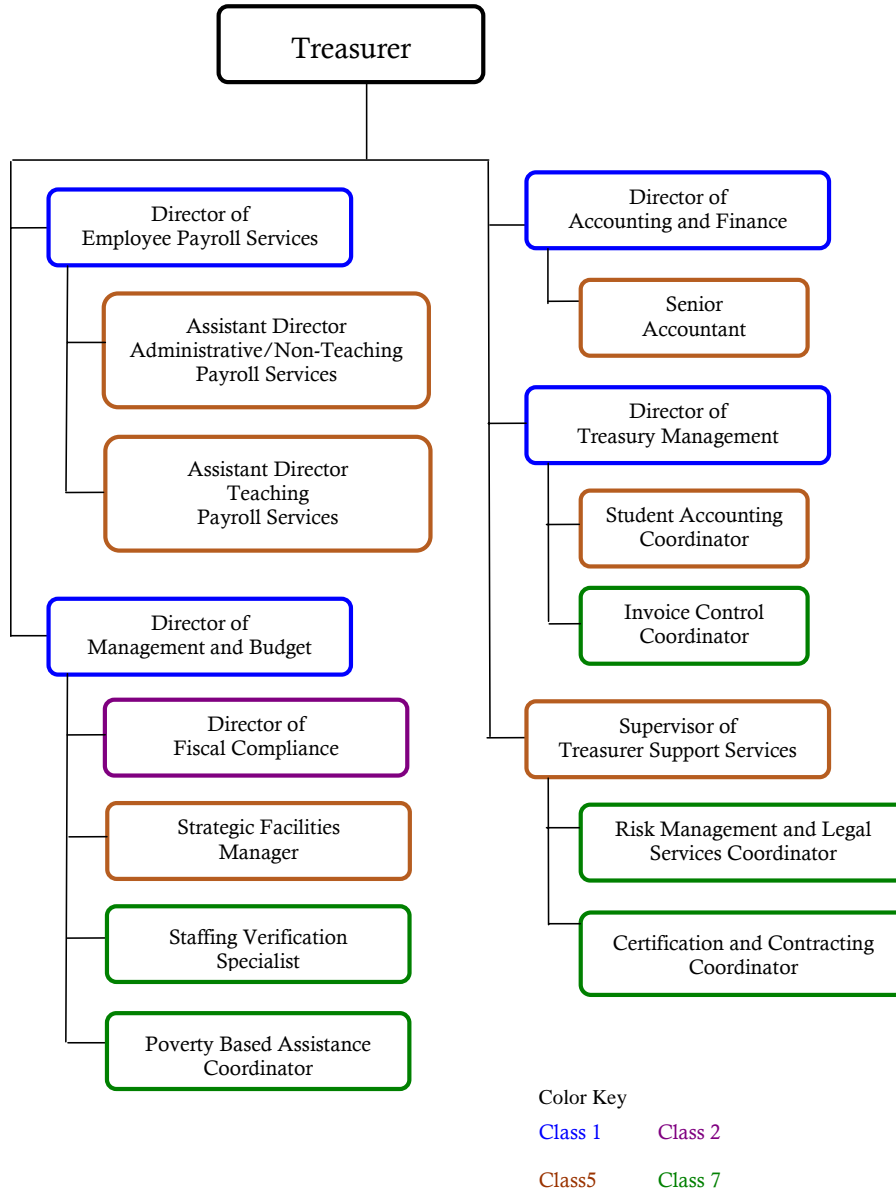


**TOLEDO CITY SCHOOL DISTRICT**

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**Treasurer's Division Organizational Chart  
For the Fiscal Year Ended June, 30, 2009**

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**Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting**

Presented to

**Toledo City School District  
Ohio**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2008

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.



President

Executive Director

**TOLEDO CITY SCHOOL DISTRICT**

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*Association of School Business Officials  
Certificate of Excellence in Financial Reporting*

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**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

**TOLEDO CITY SCHOOL DISTRICT**

**For its Comprehensive Annual Financial Report (CAFR)**

For the Fiscal Year Ended June 30, 2008

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

*Angela Petrucci*

President

*John D. Russo*

Executive Director

## *FINANCIAL SECTION*

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# Mary Taylor, CPA

Auditor of State

## INDEPENDENT ACCOUNTANTS' REPORT

Toledo City School District  
Lucas County  
420 East Manhattan Blvd.  
Toledo, OH 43608-1267

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 Toledo City School District, Lucas County, Ohio (the District), as of and for the year ended June 30, 2009, 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 the Comptroller General of the United States' *Government Auditing Standards*. Those standards require that we plan and perform the audit to reasonably assure 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 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 Toledo City School District, Lucas County, Ohio, as of June 30, 2009, and the respective changes in financial position and cash flows, where applicable, thereof and the budgetary comparison for the General Fund 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 30, 2009, 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 grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

Management's Discussion and Analysis is not a required part of the basic financial statements but is supplementary information accounting principles generally accepted in the United States of America requires. We have applied certain limited procedures, consisting principally of inquiries of management regarding the methods of measuring and presenting the required supplementary information. However, we did not audit the information and express no opinion on it.

We conducted our audit to opine on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining and individual nonmajor fund statements and schedules, and statistical schedules and tables provide additional information and are also not a required part of the basic financial statements. We subjected the combining and individual 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 statistical schedules and tables to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we express no opinion on them.

A handwritten signature in cursive script that reads "Mary Taylor".

**Mary Taylor, CPA**  
Auditor of State

December 30, 2009

## ***TOLEDO CITY SCHOOL DISTRICT***

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***Management's Discussion and Analysis  
For the Fiscal Year Ended June, 30, 2009***

***Unaudited***

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The discussion and analysis of the Toledo City School District's financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2009. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should also review the transmittal letter, financial statements and notes to the basic financial statements to enhance their understanding of the District's financial performance.

### ***FINANCIAL HIGHLIGHTS***

**Key financial highlights for 2009 are as follows:**

- ❑ General revenues accounted for \$307,571,411 in revenue or 71% of all revenue. Program specific revenues in the form of charges for services and grants and contributions accounted for \$125,177,018 or 29% of total revenues of \$432,748,429. The District continues to see student enrollment declining, resulting in a reduction of State of Ohio financial assistance. To eliminate projected deficits the District continues to aggressively monitor expenditures in correlation to revenues received.
- ❑ The District had \$436,247,908 in expenses related to governmental activities; only \$125,177,018 of these expenses were offset by program specific revenues in the form of charges for services, grants or contributions. General revenues (primarily taxes totaling \$109,674,970, unrestricted state and federal revenues totaling \$193,207,018, investment earnings totaling \$4,587,198 plus prior year carry over revenues) were adequate to provide for these programs.
- ❑ The assets of the District exceeded its liabilities at June 30, 2009 by \$601,602,508 (net assets). The District's total net assets decreased by \$3,499,479 in fiscal year 2009. The major portion of this decrease was the result of a reduction in investment earnings of nearly \$5.1 million compared to 2008.
- ❑ Among major funds, the general fund had \$308,755,342 in revenue, \$323,873,878 in expenditures and (\$2,790,043) in net other financing uses, resulting in the general fund balance decreasing by \$17,908,579 to (\$4,186,818). This decrease is attributable to property tax reductions and an increase of over 10% in total expenditures compared to 2008.

### ***OVERVIEW OF THE FINANCIAL STATEMENTS***

This Annual Report consists of three parts – management's discussion and analysis, the basic financial statements, and an optional section that presents combining statements for nonmajor governmental funds. The basic financial statements include two kinds of statements that present different views of the District:

These statements are as follows:

1. *The Government-Wide Financial Statements* – These statements provide both long-term and short-term information about the District's overall financial status.

## ***TOLEDO CITY SCHOOL DISTRICT***

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### ***Management's Discussion and Analysis For the Fiscal Year Ended June, 30, 2009***

***Unaudited***

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2. *The Fund Financial Statements* – These statements focus on individual parts of the District, reporting the District's operations in more detail than the government-wide financial statements.

The financial statements also include notes that explain some of the information in the financial statements and provide more detailed data.

### ***Government-wide Statements***

The government-wide statements report information about the District as a whole using accounting similar to those used by private-sector companies. The statement of net assets includes all of the District's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the District's net assets and how they have changed. Net-assets (the difference between the District's assets and liabilities) are one way to measure the District's financial health or position.

- Over time, increases or decreases in the District's net assets are an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the District you need to consider additional nonfinancial factors such as the property tax base, current property tax laws, and student enrollment growth and facility conditions.

The government-wide financial statements of the District falls into one category:

- *Governmental Activities* – All of the District's programs and services are reported here including instruction, support services, non-instructional and extracurricular activities.

### ***Fund Financial Statements***

The fund financial statements provide more detailed information about the District's most significant funds, not the District as a whole. Funds are accounting devices that the District uses to keep track of specific sources of funding and spending for particular purposes.

***Governmental Funds*** – Most of the District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the 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 difference) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds is reconciled in the financial statements.



**TOLEDO CITY SCHOOL DISTRICT**

**Management’s Discussion and Analysis  
For the Fiscal Year Ended June, 30, 2009**

**Unaudited**

**Proprietary Funds** – The District uses internal service funds to report activities that provide supplies and services for the District’s other programs and activities. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Assets and the Statement of Activities.

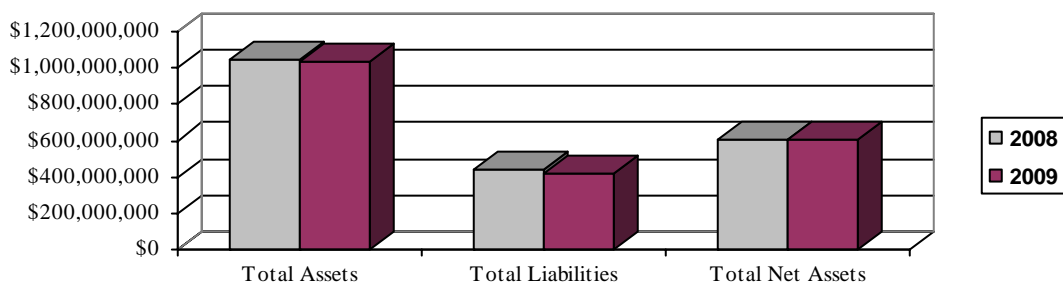
**Fiduciary Funds** – The District is the trustee, or fiduciary, for various student-managed activity programs, various scholarship programs and other items listed as agency and private purpose. It is also responsible for other assets that, due to a trust arrangement can only be used for the trust beneficiaries. All of the District’s fiduciary activities are reported in separate Statements of Fiduciary Net Assets and Changes in Fiduciary Net Assets. We exclude these activities from the District’s other financial statements because the assets cannot be utilized by the District to finance its operations.

**FINANCIAL ANALYSIS OF THE SCHOOL DISTRICT AS A WHOLE**

The following table provides a summary of the District’s net assets for 2009 compared to 2008:

|  | Governmental<br>Activities |               | Increase<br>(Decrease) |
|--|----------------------------|---------------|------------------------|
|  | 2009                       | 2008          |                        |
| Current and other assets                           | \$607,185,693              | \$689,723,813 | (\$82,538,120)         |
| Capital assets, Net                                | 419,254,626                | 352,947,973   | 66,306,653             |
| Total assets                                       | 1,026,440,319              | 1,042,671,786 | (16,231,467)           |
| Long-term debt outstanding                         | 225,782,414                | 194,324,769   | 31,457,645             |
| Other liabilities                                  | 199,055,397                | 243,245,030   | (44,189,633)           |
| Total liabilities                                  | 424,837,811                | 437,569,799   | (12,731,988)           |
| Net assets   |                            |               |                        |
| Invested in capital assets,<br>net of related debt | 319,887,466                | 273,164,202   | 46,723,264             |
| Restricted   | 338,038,163                | 351,796,575   | (13,758,412)           |
| Unrestricted                                       | (56,323,121)               | (19,858,790)  | (36,464,331)           |
| Total net assets                                   | \$601,602,508              | \$605,101,987 | (\$3,499,479)          |

**Toledo City Schools Governmental Activities**



**TOLEDO CITY SCHOOL DISTRICT****Management's Discussion and Analysis  
For the Fiscal Year Ended June, 30, 2009****Unaudited**

**Changes in Net Assets** – The following table shows the net assets for the fiscal year 2009 compared to 2008:

|                             | Governmental<br>Activities |                      | Increase<br>(Decrease) |
|-----------------------------|----------------------------|----------------------|------------------------|
|                             | 2009                       | 2008                 |                        |
| Revenues                    |                            |                      |                        |
| Program revenues:           |                            |                      |                        |
| Charges for Services        | \$22,942,756               | \$21,843,702         | \$1,099,054            |
| Operating Grants            | 102,234,262                | 95,387,363           | 6,846,899              |
| Capital Grants              | 0                          | 0                    | 0                      |
| General revenues:           |                            |                      |                        |
| Property Taxes              | 109,674,970                | 105,444,447          | 4,230,523              |
| Grants and Entitlements     | 193,207,018                | 181,133,225          | 12,073,793             |
| Other                       | 4,689,423                  | 10,089,270           | (5,399,847)            |
| Total revenues              | <u>432,748,429</u>         | <u>413,898,007</u>   | <u>18,850,422</u>      |
| Program Expenses            |                            |                      |                        |
| Instruction                 | 261,800,004                | 263,193,272          | (1,393,268)            |
| Support Services            | 135,291,670                | 133,764,377          | 1,527,293              |
| Non-Instructional Services  | 26,726,017                 | 25,644,073           | 1,081,944              |
| Extracurricular Activities  | 5,471,234                  | 5,107,505            | 363,729                |
| Interest and Fiscal Charges | 6,958,983                  | 6,919,481            | 39,502                 |
| Total expenses              | <u>436,247,908</u>         | <u>434,628,708</u>   | <u>1,619,200</u>       |
| Total Change in Net Assets  | <u>(3,499,479)</u>         | <u>(20,730,701)</u>  | <u>17,231,222</u>      |
| Beginning Net Assets        | <u>605,101,987</u>         | <u>625,832,688</u>   | <u>(20,730,701)</u>    |
| Ending Net Assets           | <u>\$601,602,508</u>       | <u>\$605,101,987</u> | <u>(\$3,499,479)</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. As an example, a homeowner with a home value at \$100,000 and taxed at 1.0 mill would pay \$35.00 annually in taxes. If three years later the home were reappraised and increased to \$200,000 (and this inflationary increase in value is comparable to other property owners) the effective tax rate would become .5 mills and the owner would still pay \$35.00. However, the assessed millage cannot be reduced below 20 mills, according to state statutes. Thus, school Districts dependent upon property taxes are hampered by a lack of revenue growth and must regularly return to voters to maintain a constant level of service.

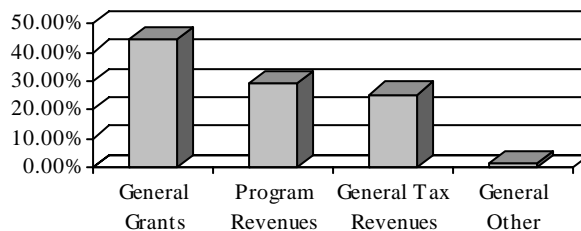
Property taxes made up approximately 25% of revenues for governmental activities for the Toledo City School District in fiscal year 2009. The District's reliance upon tax revenues is demonstrated by the following graph indicating 25.34% of total revenues from general tax revenues:

**TOLEDO CITY SCHOOL DISTRICT**

**Management's Discussion and Analysis  
For the Fiscal Year Ended June, 30, 2009**

**Unaudited**

| Revenue Sources      | 2009                 | Percent<br>of Total |
|----------------------|----------------------|---------------------|
| General Grants       | \$193,207,018        | 44.65%              |
| Program Revenues     | 125,177,018          | 28.93%              |
| General Tax Revenues | 109,674,970          | 25.34%              |
| General Other        | 4,689,423            | 1.08%               |
| Total Revenue        | <u>\$432,748,429</u> | <u>100.00%</u>      |



**FINANCIAL ANALYSIS OF THE SCHOOL DISTRICT'S FUNDS**

The District's governmental funds reported a combined fund balance of \$120,114,473, which is an increase from last year's total of \$105,264,679. The schedule below indicates the fund balance and the total change in fund balance by fund type as of June 30, 2009 and 2008.

|                      | Fund Balance<br>June 30, 2009 | Fund Balance<br>June 30, 2008 | Increase<br>(Decrease) |
|----------------------|-------------------------------|-------------------------------|------------------------|
| General              | (\$4,186,818)                 | \$13,721,761                  | (\$17,908,579)         |
| Debt Service         | 11,525,987                    | 13,863,182                    | (2,337,195)            |
| Classroom Facilities |                               |                               |                        |
| Capital Projects     | 48,395,057                    | 55,956,088                    | (7,561,031)            |
| Other Governmental   | 64,380,247                    | 21,723,648                    | 42,656,599             |
| Total                | <u>\$120,114,473</u>          | <u>\$105,264,679</u>          | <u>\$14,849,794</u>    |

Although the General Fund State Foundation payments increased due to a change in funding formula and pass through increases for charter schools, overall property tax collection revenues were lower due to increases in delinquent property taxes as well as action taken by the County Board of Revisions. In addition, expenditures increased due to union contract salary agreements as well as a one time retroactive teacher salary payment. The net result of the above was a decrease in the General Fund balance. The reduction of the Debt Service Fund balance was a result of timing differences of property tax receipts, higher 2009 bond principal and interest payments, as well as a transfer of funds to the Local Funded Initiative Fund for the retirement of 2009 Note Debt. The Classroom Facilities Capital Building project had greater expenditures compared to revenues received. As the Classroom Facilities project begins to come to a close there will be less revenues being received in future periods. Other Governmental Fund balances increased due to the District issuing approximately \$32,000,000 in general obligation bonds.

**TOLEDO CITY SCHOOL DISTRICT**

**Management's Discussion and Analysis  
For the Fiscal Year Ended June, 30, 2009**

**Unaudited**

**General Fund** – The tables that follow assist in illustrating the financial activities and balance of the General Fund:

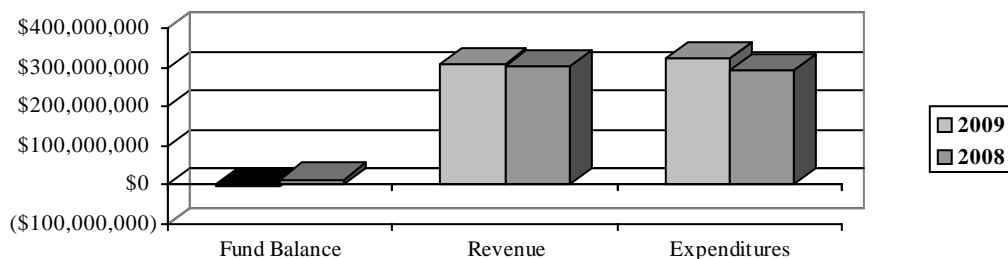
|                             | 2009<br>Revenues     | 2008<br>Revenues     | Increase<br>(Decrease) |
|-----------------------------|----------------------|----------------------|------------------------|
| Taxes                       | \$89,208,383         | \$98,171,392         | (\$8,963,009)          |
| Tuition                     | 2,156,496            | 2,962,608            | (806,112)              |
| Transportation Fees         | 809,245              | 764,427              | 44,818                 |
| Investment Earnings         | 968,795              | 2,888,791            | (1,919,996)            |
| Class Materials and Fees    | 162,939              | 153,670              | 9,269                  |
| Intergovernmental - State   | 201,694,496          | 189,244,419          | 12,450,077             |
| Intergovernmental - Federal | 2,038,956            | 155,645              | 1,883,311              |
| All Other Revenue           | 11,716,032           | 9,370,961            | 2,345,071              |
| <b>Total</b>                | <b>\$308,755,342</b> | <b>\$303,711,913</b> | <b>\$5,043,429</b>     |

During fiscal year 2009 total General Fund revenues increased by approximately 1.6%. The material make up of this increase is as follows:

- Property tax revenues decreased due to increases in delinquent taxes as well as actions taken by the County Board of Revisions to reduce property values.
- Due to less available revenues as well as the economic climate investment earnings were lower.
- There was a change in the State funding formula which increased Intergovernmental Revenues – State.
- The main increase in Intergovernmental Revenue – Federal was due to increased Medicaid funding.
- The major increase in All Other Revenue was due to additional contract payments received from the District's charter schools.

|                            | 2009<br>Expenditures | 2008<br>Expenditures | Increase<br>(Decrease) |
|----------------------------|----------------------|----------------------|------------------------|
| Instruction                | \$207,452,653        | \$181,997,279        | \$25,455,374           |
| Supporting Services        | 104,594,772          | 98,421,340           | 6,173,432              |
| Non-Instructional Services | 6,565,278            | 9,021,184            | (2,455,906)            |
| Extracurricular Activities | 3,960,794            | 3,460,442            | 500,352                |
| Capital Outlay             | 1,300,381            | 297,226              | 1,003,155              |
| <b>Total</b>               | <b>\$323,873,878</b> | <b>\$293,197,471</b> | <b>\$30,676,407</b>    |

General Fund



**TOLEDO CITY SCHOOL DISTRICT**

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**Management's Discussion and Analysis  
For the Fiscal Year Ended June, 30, 2009**

**Unaudited**

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During fiscal year 2009 total General Fund expenditures increased by 10.5%. The material make up of this increase is as follows:

- New collective bargaining agreements were entered into by the District. The result was an increase in salaries and fringe benefits as well as a one time retro pay for the District's teachers. There also was an increase in health care fringe benefits. The result was an increase in both instruction and support services.
- Due to the economic climate, there were less employees retiring thus severance pay outs were less than 2008. The result was a decrease in Non-Instructional Services.
- The District is required to pay for local property taxes for new properties acquired by the District. This one time payment increased the Capital Outlay expenditures. The District will subsequently recoup this money when it files a claim with the Board of Tax Appeals.

The District's budget is prepared according to Ohio law and is based on accounting for transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted fund is the General Fund. The legal level of control established by the Board of Education is at the fund level.

During the course of fiscal year 2009, the District amended its General Fund budget as new sources of revenue were received. A final Supplementing/Amending Appropriation Measure was approved prior to the close of the fiscal year.

The following schedule provides a comparison of the original budget estimates compared to the final budget estimates for the General Fund:

|              | <u>Original<br/>Budget</u> | <u>Final<br/>Budget</u> | <u>Percent<br/>of Change</u> |
|--------------|----------------------------|-------------------------|------------------------------|
| General Fund |                            |                         |                              |
| Revenue      | \$306,497,559              | \$306,944,048           | 0.15%                        |
| Expenditures | 337,716,158                | 333,285,087             | (1.3%)                       |

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**TOLEDO CITY SCHOOL DISTRICT**

**Management's Discussion and Analysis  
For the Fiscal Year Ended June, 30, 2009**

**Unaudited**

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

*Capital Assets* - At the end of fiscal 2009 the District had \$419,254,626 net of accumulated depreciation invested in land, land improvements, buildings, building additions, equipment, vehicles and construction in progress. The following table shows fiscal year 2009 and 2008 balances:

|                                | Governmental<br>Activities |                      | Increase<br>(Decrease) |
|--------------------------------|----------------------------|----------------------|------------------------|
|                                | 2009                       | 2008                 |                        |
| Land                           | \$13,856,745               | \$13,856,745         | \$0                    |
| Construction in Progress       | 75,436,367                 | 96,291,759           | (20,855,392)           |
| Land Improvements              | 8,533,154                  | 8,836,154            | (303,000)              |
| Buildings                      | 379,858,663                | 283,222,497          | 96,636,166             |
| Building Improvements          | 37,873,493                 | 38,006,513           | (133,020)              |
| Machinery and Equipment        | 9,939,644                  | 9,957,028            | (17,384)               |
| Vehicles                       | 10,763,182                 | 10,216,142           | 547,040                |
| Less: Accumulated Depreciation | (117,006,622)              | (107,438,865)        | (9,567,757)            |
| Totals                         | <u>\$419,254,626</u>       | <u>\$352,947,973</u> | <u>\$66,306,653</u>    |

For financial reporting purposes the District capitalizes all assets in excess of \$5,000. Detailed information regarding capital asset activity is included in the notes to the basic financial statements (Note 9).

The District and the Ohio School Facilities Commission have cooperatively entered into an agreement to build and/or renovate sixty-three buildings at an estimated cost of \$797,817,229, for which the District's local share is \$183,498,000. This project will be over a ten-year period. To date the District has expended approximately \$465,217,883 for construction and related costs. During fiscal year 2009, the District opened Whittier, Westfield, Sherman, Glenwood, Elmhurst, Chase Elementary Schools, Devaux Middle School and Bowsher High School.

*Debt* - At June 30, 2009, the District had \$178,389,995 in General Obligation Bonds outstanding, \$7,835,000 due within one year. The following table summarizes the District's debt outstanding as of June 30, 2009 and 2008:

|                          | 2009                 | 2008                 |
|--------------------------|----------------------|----------------------|
| Governmental Activities: |                      |                      |
| General Obligation Bonds | \$178,389,995        | \$149,805,000        |
| Premium on G.O. Bonds    | 3,549,119            | \$3,320,566          |
| Compensated Absences     | 43,843,300           | 41,199,203           |
| Totals                   | <u>\$225,782,414</u> | <u>\$194,324,769</u> |

Under current state statutes, the District's debt issue is subject to a legal limitation based on 9% of the total assessed value of real and personal property. At June 30, 2009, the District's outstanding debt was below the legal limit. Detailed information regarding debt is included in the notes to the basic financial statements (Note 13).

## **ECONOMIC FACTORS**

School Districts are required by Ohio law to prepare, and submit to the State Department of Education each year, a five-year financial forecast. The District submitted its last such annual forecast to the Department in October 2009.

The Administration and the collective bargaining units, representing District employees, agreed to new collective bargaining contracts in July 2008.

The District is self-insured for the medical, dental and prescription drug care benefits provided to its employees under current contracts with their collective bargaining units and with the individual employees who are not represented by those units. The Board and the Administration continue to explore all methods available to reduce the District's costs for these employee health care benefits.

Fiscal Year 2009 showed that the District continues to experience enrollment declines. The District's strategy, to meet the needs of parents has been to offer special magnet school learning center alternatives and single gender student academies. The magnet schools are Grove Patterson Academy in the District's Start Learning Community and the Old West End academy in the Scott Learning Community. The District's single gender academies are Lincoln Elementary School and Ella P. Stewart Elementary School. All have proved popular with students and parents resulting in total enrollment growth. The District also created two of its own charter schools to serve students in the District with special circumstances and resulting needs.

The Toledo City School District's financial strength fluctuates, as is typical with Ohio School Districts. Debt levels are moderate, while future capital needs are minimal. The effects of the recent economic downturn have been magnified in the Toledo area due to automotive concentration. However, voters consistently support renewing increased property tax levies and bond authorization. This citizen support can be seen as the voters passed a renewal operating levy for ten years and approved the issuance of School Facilities Improvement Bonds in the aggregate amount of \$37,000,000.

In February 2009, the District issued \$32,000,000 in School Facilities Improvement Bonds. At that time Moody's Investors Services assigned an Underlying Rating of A3 to the District based upon the District's manageable debt position and limited future borrowing needs of the District.

The District is mindful of the economic downturn and is anticipating a reduction in taxes due to increased home foreclosures and delinquent taxes as well as the potential of realizing a reduction in state funding. The District will take appropriate action as needed.

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

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional information please contact Daniel M. Romano III, Treasurer, at Toledo City School District, 420 E. Manhattan Boulevard, Toledo, Ohio 43608.

**TOLEDO CITY SCHOOL DISTRICT**

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**Statement of Net Assets**  
**June 30, 2009**

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|   | <b>Governmental<br/>Activities</b> |
|---|------------------------------------|
| <b>Assets:</b>                                  |                                    |
| Cash and Cash Equivalents                       | \$ 207,821,426                     |
| Cash with Fiscal Agent                          | 3,554,373                          |
| Receivables:                                    |                                    |
| Taxes   | 114,745,711                        |
| Accounts  | 246,593                            |
| Intergovernmental                               | 272,908,753                        |
| Interest  | 2,168,346                          |
| Inventory Held for Resale                       | 690,177                            |
| Restricted Assets:                              |                                    |
| Cash and Cash Equivalents                       | 3,700,671                          |
| Unamortized Bond Issuance Costs                 | 1,349,643                          |
| Capital Assets Not Being Depreciated            | 89,293,112                         |
| Capital Assets Being Depreciated, Net           | 329,961,514                        |
| <b>Total Assets</b>                             | <b>1,026,440,319</b>               |
| <b>Liabilities:</b>                             |                                    |
| Accounts Payable                                | 52,779,334                         |
| Accrued Wages and Benefits                      | 34,421,922                         |
| Intergovernmental Payable                       | 9,921,955                          |
| Unearned Revenue                                | 101,241,044                        |
| Accrued Interest Payable                        | 691,142                            |
| Long Term Liabilities:                          |                                    |
| Due Within One Year                             | 8,142,650                          |
| Due in More Than One Year                       | 217,639,764                        |
| <b>Total Liabilities</b>                        | <b>424,837,811</b>                 |
| <b>Net Assets:</b>                              |                                    |
| Invested in Capital Assets, Net of Related Debt | 319,887,466                        |
| Restricted For:                                 |                                    |
| Capital Projects                                | 286,451,348                        |
| Debt Service                                    | 11,705,745                         |
| Permanent Fund:                                 |                                    |
| Expendable                                      | 343,688                            |
| Nonexpendable                                   | 503,291                            |
| Other Purposes                                  | 39,034,091                         |
| Unrestricted (Deficit)                          | (56,323,121)                       |
| <b>Total Net Assets</b>                         | <b>\$ 601,602,508</b>              |

See accompanying notes to the basic financial statements



**TOLEDO CITY SCHOOL DISTRICT**

**Statement of Activities  
For the Fiscal Year Ended June 30, 2009**

|  | Expenses              | Program Revenues                     |  | Net (Expense)<br>Revenue and<br>Changes in<br>Net Assets |
|--|-----------------------|--------------------------------------|--|--|
|  |                       | Charges for<br>Services and<br>Sales | Operating<br>Grants and<br>Contributions | Governmental<br>Activities                               |
| <b>Governmental Activities:</b>                    |                       |                                      |  |  |
| Instruction  | \$ 261,800,004        | \$ 4,023,645                         | \$ 61,098,621                            | \$ (196,677,738)   |
| Support Services                                   | 135,291,670           | 16,187,742                           | 37,150,834                               | (81,953,094)   |
| Non-Instructional Services                         | 26,726,017            | 0                                    | 2,951,357                                | (23,774,660)   |
| Extracurricular Activities                         | 5,471,234             | 2,731,369                            | 1,033,450                                | (1,706,415)  |
| Interest and Fiscal Charges                        | 6,958,983             | 0                                    | 0  | (6,958,983)  |
| <b>Totals</b>                                      | <b>\$ 436,247,908</b> | <b>\$ 22,942,756</b>                 | <b>\$ 102,234,262</b>                    | <b>(311,070,890)</b>                                     |
| <b>General Revenues</b>                            |                       |                                      |  |  |
| Property Taxes Levied for:                         |                       |                                      |  |  |
| General Purposes                                   |                       |                                      |  | 93,183,415   |
| Special Purposes                                   |                       |                                      |  | 1,151,977  |
| Debt Service                                       |                       |                                      |  | 11,305,429   |
| Capital Outlay                                     |                       |                                      |  | 4,034,149  |
| Grants and Entitlements not Restricted to Specific |                       |                                      |  |  |
| Specific Programs                                  |                       |                                      |  | 193,207,018  |
| Investment Earnings                                |                       |                                      |  | 4,587,198  |
| Miscellaneous                                      |                       |                                      |  | 102,225  |
| Total General Revenues                             |                       |                                      |  | <u>307,571,411</u>                                       |
| Change in Net Assets                               |                       |                                      |  | (3,499,479)  |
| Net Assets Beginning of Year                       |                       |                                      |  | 605,101,987  |
| Net Assets End of Year                             |                       |                                      |  | <u>\$ 601,602,508</u>                                    |

See accompanying notes to the basic financial statements

**TOLEDO CITY SCHOOL DISTRICT**

**Balance Sheet  
Governmental Funds  
June 30, 2009**

|  | General               | Debt Service         | Classroom<br>Facilities |
|--|-----------------------|----------------------|-------------------------|
| <b>Assets:</b>                             |                       |                      |                         |
| Cash and Cash Equivalents                  | \$ 17,014,637         | \$ 10,749,767        | \$ 88,943,262           |
| Cash with Fiscal Agent                     | 0                     | 0                    | 0                       |
| Receivables:                               |                       |                      |                         |
| Taxes                                      | 96,538,543            | 12,239,419           | 0                       |
| Accounts                                   | 115,030               | 0                    | 0                       |
| Intergovernmental                          | 297,719               | 0                    | 262,021,824             |
| Interest                                   | 82,967                | 159,878              | 1,286,525               |
| Interfund Loan Receivable                  | 4,201,051             | 0                    | 0                       |
| Inventory Held for Resale                  | 400,643               | 0                    | 0                       |
| Restricted Assets:                         |                       |                      |                         |
| Cash and Cash Equivalents                  | 3,700,671             | 0                    | 0                       |
| <b>Total Assets</b>                        | <b>\$ 122,351,261</b> | <b>\$ 23,149,064</b> | <b>\$ 352,251,611</b>   |
| <b>Liabilities:</b>                        |                       |                      |                         |
| Accounts Payable                           | \$ 4,173,388          | \$ 0                 | \$ 41,820,330           |
| Accrued Wages and Benefits                 | 22,581,134            | 0                    | 0                       |
| Intergovernmental Payable                  | 7,875,811             | 0                    | 14,400                  |
| Interfund Loans Payable                    | 0                     | 0                    | 0                       |
| Deferred Revenue                           | 91,907,746            | 11,623,077           | 262,021,824             |
| <b>Total Liabilities</b>                   | <b>126,538,079</b>    | <b>11,623,077</b>    | <b>303,856,554</b>      |
| <b>Fund Balances:</b>                      |                       |                      |                         |
| Reserved for Encumbrances                  | 4,380,515             | 0                    | 34,554,025              |
| Reserved for Supplies Inventory            | 400,643               | 0                    | 0                       |
| Reserved for Property Taxes                | 4,527,089             | 605,135              | 0                       |
| Reserved for Budget Stabilization          | 3,700,671             | 0                    | 0                       |
| Reserved for Endowments                    | 0                     | 0                    | 0                       |
| Unreserved, Undesignated in:               |                       |                      |                         |
| General Fund (Deficit)                     | (17,195,736)          | 0                    | 0                       |
| Special Revenue Funds                      | 0                     | 0                    | 0                       |
| Debt Service Fund                          | 0                     | 10,920,852           | 0                       |
| Capital Projects Funds                     | 0                     | 0                    | 13,841,032              |
| Permanent Fund                             | 0                     | 0                    | 0                       |
| <b>Total Fund Balances</b>                 | <b>(4,186,818)</b>    | <b>11,525,987</b>    | <b>48,395,057</b>       |
| <b>Total Liabilities and Fund Balances</b> | <b>\$ 122,351,261</b> | <b>\$ 23,149,064</b> | <b>\$ 352,251,611</b>   |

See accompanying notes to the basic financial statements

**TOLEDO CITY SCHOOL DISTRICT**

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| Other<br>Governmental<br>Funds | Total<br>Governmental<br>Funds |
|--------------------------------|--------------------------------|
| \$ 79,154,278                  | \$ 195,861,944                 |
| 3,554,373                      | 3,554,373                      |
| 5,967,749                      | 114,745,711                    |
| 105,585                        | 220,615                        |
| 10,579,492                     | 272,899,035                    |
| 537,272                        | 2,066,642                      |
| 0                              | 4,201,051                      |
| 289,534                        | 690,177                        |
| 0                              | 3,700,671                      |
| \$ 100,188,283                 | \$ 597,940,219                 |
| <br>                           |                                |
| \$ 6,707,424                   | \$ 52,701,142                  |
| 3,834,688                      | 26,415,822                     |
| 1,531,603                      | 9,421,814                      |
| 4,201,051                      | 4,201,051                      |
| 19,533,270                     | 385,085,917                    |
| 35,808,036                     | 477,825,746                    |
| <br>                           |                                |
| 2,469,304                      | 41,403,844                     |
| 289,534                        | 690,177                        |
| 256,783                        | 5,389,007                      |
| 0                              | 3,700,671                      |
| 503,291                        | 503,291                        |
| 0                              | (17,195,736)                   |
| 7,135,876                      | 7,135,876                      |
| 0                              | 10,920,852                     |
| 53,383,871                     | 67,224,903                     |
| 341,588                        | 341,588                        |
| 64,380,247                     | 120,114,473                    |
| \$ 100,188,283                 | \$ 597,940,219                 |

**TOLEDO CITY SCHOOL DISTRICT**

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***Reconciliation Of Total Governmental Fund Balances  
To Net Assets Of Governmental Activities  
June 30, 2009***

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**Total Governmental Fund Balances** \$ 120,114,473

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

Capital Assets used in governmental activities are not  
resources and therefore are not reported in the funds. 419,254,626

Other long-term assets are not available to pay for current-  
period expenditures and therefore are deferred in the funds. 285,194,516

Internal service funds are used by management to charge  
the costs of insurance to individual funds. The assets  
and liabilities of the internal service funds are included in  
governmental activities in the statement of net assets. 3,512,449

Long-term liabilities, including bonds payable, are not due  
and payable in the current period and therefore are not  
reported in the funds. (226,473,556)

***Net Assets of Governmental Activities*** \$ 601,602,508

See accompanying notes to the basic financial statements



**TOLEDO CITY SCHOOL DISTRICT**

**Statement of Revenues, Expenditures and Changes in Fund Balances  
Governmental Funds  
For the Fiscal Year Ended June 30, 2009**

|  | General               | Debt Service         | Classroom<br>Facilities |
|--|-----------------------|----------------------|-------------------------|
| <b>Revenues:</b>                                     |                       |                      |                         |
| Taxes  | \$ 89,208,383         | \$ 11,305,429        | \$ 0                    |
| Tuition  | 2,156,496             | 0                    | 0                       |
| Transportation Fees                                  | 809,245               | 0                    | 0                       |
| Food Services  | 0                     | 0                    | 0                       |
| Investment Earnings                                  | 968,795               | 15,547               | 2,836,197               |
| Extracurricular Activities                           | 0                     | 0                    | 0                       |
| Class Materials and Fees                             | 162,939               | 0                    | 0                       |
| Intermediate Sources                                 | 0                     | 0                    | 0                       |
| Intergovernmental - State                            | 201,694,496           | 2,200,068            | 50,146,218              |
| Intergovernmental - Federal                          | 2,038,956             | 0                    | 0                       |
| All Other Revenue                                    | 11,716,032            | 0                    | 1,124,301               |
| <b>Total Revenue</b>                                 | <b>308,755,342</b>    | <b>13,521,044</b>    | <b>54,106,716</b>       |
| <b>Expenditures:</b>                                 |                       |                      |                         |
| Current:   |                       |                      |                         |
| Instruction  | 207,452,653           | 0                    | 0                       |
| Supporting Services                                  | 104,594,772           | 595,721              | 2,469,742               |
| Non-Instructional Services                           | 6,565,278             | 0                    | 0                       |
| Extracurricular Activities                           | 3,960,794             | 0                    | 0                       |
| Capital Outlay                                       | 1,300,381             | 0                    | 56,667,011              |
| Debt Service:  |                       |                      |                         |
| Principal Retirement                                 | 0                     | 3,415,000            | 0                       |
| Interest and Fiscal Charges                          | 0                     | 7,229,513            | 0                       |
| <b>Total Expenditures</b>                            | <b>323,873,878</b>    | <b>11,240,234</b>    | <b>59,136,753</b>       |
| Excess (Deficiency) of Revenues<br>Over Expenditures | (15,118,536)          | 2,280,810            | (5,030,037)             |
| <b>Other Financing Sources (Uses):</b>               |                       |                      |                         |
| General Obligation Bonds Issued                      | 0                     | 0                    | 0                       |
| Premiums on Bonds Issued                             | 0                     | 381,995              | 0                       |
| Transfers In   | 0                     | 0                    | 0                       |
| Transfers Out  | (2,790,043)           | (5,000,000)          | (2,530,994)             |
| <b>Total Other Financing Sources (Uses)</b>          | <b>(2,790,043)</b>    | <b>(4,618,005)</b>   | <b>(2,530,994)</b>      |
| Net Change in Fund Balance                           | (17,908,579)          | (2,337,195)          | (7,561,031)             |
| <b>Fund Balances at Beginning of Year</b>            | <b>13,721,761</b>     | <b>13,863,182</b>    | <b>55,956,088</b>       |
| <b>Fund Balances (Deficit) End of Year</b>           | <b>\$ (4,186,818)</b> | <b>\$ 11,525,987</b> | <b>\$ 48,395,057</b>    |

See accompanying notes to the basic financial statements

**TOLEDO CITY SCHOOL DISTRICT**

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| Other<br>Governmental<br>Funds | Total<br>Governmental<br>Funds |
|--------------------------------|--------------------------------|
| \$ 5,186,126                   | \$ 105,699,938                 |
| 733,198                        | 2,889,694                      |
| 0                              | 809,245                        |
| 1,664,852                      | 1,664,852                      |
| 1,096,309                      | 4,916,848                      |
| 1,096,809                      | 1,096,809                      |
| 146,825                        | 309,764                        |
| 20,000                         | 20,000                         |
| 41,556,528                     | 295,597,310                    |
| 52,034,387                     | 54,073,343                     |
| 3,434,111                      | 16,274,444                     |
| <u>106,969,145</u>             | <u>483,352,247</u>             |
| 45,541,211                     | 252,993,864                    |
| 36,134,192                     | 143,794,427                    |
| 17,352,677                     | 23,917,955                     |
| 1,321,463                      | 5,282,257                      |
| 6,284,035                      | 64,251,427                     |
| 0                              | 3,415,000                      |
| 0                              | 7,229,513                      |
| <u>106,633,578</u>             | <u>500,884,443</u>             |
| 335,567                        | (17,532,196)                   |
| 31,999,995                     | 31,999,995                     |
| 0                              | 381,995                        |
| 10,417,146                     | 10,417,146                     |
| <u>(96,109)</u>                | <u>(10,417,146)</u>            |
| <u>42,321,032</u>              | <u>32,381,990</u>              |
| 42,656,599                     | 14,849,794                     |
| 21,723,648                     | 105,264,679                    |
| <u>\$ 64,380,247</u>           | <u>\$ 120,114,473</u>          |

**TOLEDO CITY SCHOOL DISTRICT**

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***Reconciliation Of The Statement Of Revenues, Expenditures  
And Changes In Fund Balances Of Governmental Funds  
To The Statement Of Activities  
For The Fiscal Year Ended June 30, 2009***

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**Net Change in Fund Balances - Total Governmental Funds** \$ 14,849,794

***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 capital outlay exceeded depreciation in the current period. 66,475,698

Governmental funds only report the disposal of assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. This is the amount of the loss on the disposal of capital assets net of proceeds received. (169,045)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. (50,279,621)

The issuance of long-term debt provides current financial resources to governmental funds, but has no effect on net assets. In addition, repayment of bond and capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. (28,431,553)

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. (107,036)

Some expenses reported in the statement of activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds. (2,801,968)

The internal service funds are used by management to charge the costs of services to individual funds is not reported in the statement of activities. Governmental fund expenditures and related internal service fund revenues are eliminated. The net revenue (expense) of the internal service funds are allocated among the governmental activities. (3,035,748)

***Change in Net Assets of Governmental Activities*** \$ (3,499,479)

See accompanying notes to the basic financial statements





**TOLEDO CITY SCHOOL DISTRICT****Statement of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
General Fund  
For the Fiscal Year Ended June 30, 2009**

|  | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u>      | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|--|------------------------|---------------------|--------------------|---|
| <b>Revenues:</b>   |                        |                     |                    |   |
| Revenue from Local Sources                                   | \$ 282,044,701         | \$ 97,560,427       | \$ 107,072,377     | \$ 9,511,950  |
| Revenue from State Sources                                   | 24,396,874             | 201,694,496         | 201,694,496        | 0   |
| Revenue from Federal Sources                                 | 4,944                  | 2,049,075           | 2,049,075          | 0   |
| Total Revenues   | <u>306,446,519</u>     | <u>301,303,998</u>  | <u>310,815,948</u> | <u>9,511,950</u>  |
| <b>Expenditures:</b>   |                        |                     |                    |   |
| Current:   |                        |                     |                    |   |
| Instructional Services:                                      |                        |                     |                    |   |
| Regular  | 72,211,629             | 94,071,842          | 94,071,842         | 0   |
| Special  | 23,479,051             | 32,498,089          | 32,498,089         | 0   |
| Vocational Education   | 7,490,393              | 9,384,186           | 9,384,186          | 0   |
| Other  | 62,425,300             | 68,509,566          | 68,509,566         | 0   |
| Support Services:  |                        |                     |                    |   |
| Pupils   | 9,941,677              | 12,092,933          | 12,092,933         | 0   |
| Instructional Staff  | 9,675,976              | 13,380,594          | 13,380,594         | 0   |
| Board of Education   | 63,310                 | 58,756              | 58,756             | 0   |
| Administration   | 16,809,014             | 21,128,157          | 21,128,157         | 0   |
| Fiscal Services  | 5,237,528              | 5,895,326           | 5,895,326          | 0   |
| Business   | 2,387,862              | 2,537,008           | 2,537,008          | 0   |
| Operation and Maintenance of Plant                           | 30,528,377             | 33,905,404          | 33,905,404         | 0   |
| Pupil Transportation   | 10,901,193             | 13,846,620          | 13,846,620         | 0   |
| Central  | 6,121,780              | 6,095,973           | 6,095,973          | 0   |
| Other Services:  |                        |                     |                    |   |
| Food Service Operations                                      | 33,806                 | 52,483              | 52,483             | 0   |
| Community Services   | 502,500                | 506,576             | 506,576            | 0   |
| Other Operation of Non-Instructional Services.               | 70,732,950             | 6,598,443           | 6,598,443          | 0   |
| Academic and Subject Oriented Activities                     | 387,354                | 460,730             | 460,730            | 0   |
| Occupation Oriented Activities                               | 106,560                | 129,051             | 129,051            | 0   |
| Sport Oriented Activities                                    | 2,738,881              | 3,101,620           | 3,101,620          | 0   |
| School and Public Service Co-Curricular. Activities          | 182,876                | 234,541             | 234,541            | 0   |
| Site Improvement Services                                    | 650,000                | 1,317,881           | 1,317,881          | 0   |
| Total Expenditures   | <u>332,608,017</u>     | <u>325,805,779</u>  | <u>325,805,779</u> | <u>0</u>  |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | (26,161,498)           | (24,501,781)        | (14,989,831)       | 9,511,950   |

**TOLEDO CITY SCHOOL DISTRICT**

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|  | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u>        | <u>Variance with<br/>Final Budget<br/>Positive<br/>(Negative)</u> |
|--|------------------------|---------------------|----------------------|---|
| <b>Other Financing Sources (Uses):</b> |                        |                     |                      |   |
| Transfers Out                          | (2,858,141)            | (2,834,159)         | (2,834,159)          | 0   |
| Advances In                            | 8,500                  | 4,393,428           | 4,384,927            | (8,501)   |
| Advances Out                           | (2,200,000)            | (4,527,993)         | (4,527,993)          | 0   |
| Refund of Prior Year's Expenditures    | 42,540                 | 1,246,622           | 1,246,622            | 0   |
| Refund of Prior Year's Receipts        | <u>(50,000)</u>        | <u>(117,156)</u>    | <u>(117,156)</u>     | <u>0</u>  |
| Total Other Financing Sources (Uses):  | <u>(5,057,101)</u>     | <u>(1,839,258)</u>  | <u>(1,847,759)</u>   | <u>(8,501)</u>  |
| Net Change in Fund Balances            | (31,218,599)           | (26,341,039)        | (16,837,590)         | 9,503,449   |
| Fund Balance at Beginning of Year      | 25,609,016             | 25,609,016          | 25,609,016           | 0   |
| Prior Year Encumbrances                | <u>5,833,011</u>       | <u>5,833,011</u>    | <u>5,833,011</u>     | <u>0</u>  |
| Fund Balance at End of Year            | <u>\$ 223,428</u>      | <u>\$ 5,100,988</u> | <u>\$ 14,604,437</u> | <u>\$ 9,503,449</u>   |

See accompanying notes to the basic financial statements

**TOLEDO CITY SCHOOL DISTRICT**

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***Statement of Net Assets  
Proprietary Funds  
June 30, 2009***

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|                             | Governmental<br>Activities -<br>Internal Service<br>Funds |
|-----------------------------|---|
| <b>Assets:</b>              |   |
| <i>Current Assets:</i>      |   |
| Cash and Cash Equivalents   | \$ 11,959,482   |
| Receivables:                |   |
| Accounts                    | 25,978  |
| Intergovernmental           | 9,718   |
| Interest                    | <u>101,704</u>  |
| <b>Total Assets</b>         | <u>12,096,882</u>   |
| <b>Liabilities:</b>         |   |
| <i>Current Liabilities:</i> |   |
| Accounts Payable            | 78,192  |
| Accrued Wages and Benefits  | 8,006,100   |
| Intergovernmental Payable   | <u>500,141</u>  |
| <b>Total Liabilities</b>    | <u>8,584,433</u>  |
| <b>Net Assets:</b>          |   |
| Unrestricted                | <u>3,512,449</u>  |
| <b>Total Net Assets</b>     | <u><u>\$ 3,512,449</u></u>                                |

See accompanying notes to the basic financial statements

**TOLEDO CITY SCHOOL DISTRICT**

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**Statement of Revenues, Expenses and Changes in Fund Net Assets  
Proprietary Funds  
For the Fiscal Year Ended June 30, 2009**

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|   | Governmental<br>Activities -<br>Internal Service<br>Funds |
|---|---|
| <b>Operating Revenues:</b>                    |   |
| Interfund Charges                             | \$ 49,169,468   |
| <b>Total Operating Revenues</b>               | <u>49,169,468</u>   |
| <b>Operating Expenses:</b>                    |   |
| Personal Services                             | 3,482,537   |
| Purchased Services                            | 48,430,803  |
| Supplies and Materials                        | 306,859   |
| Miscellaneous                                 | 25  |
| <b>Total Operating Expenses</b>               | <u>52,220,224</u>   |
| Operating Loss                                | (3,050,756)   |
| <b>Nonoperating Revenue (Expenses):</b>       |   |
| Operating Grants                              | 21,860  |
| Investment Earnings                           | (6,852)   |
| <b>Total Nonoperating Revenues (Expenses)</b> | <u>15,008</u>   |
| Change in Net Assets                          | (3,035,748)   |
| Net Assets Beginning of Year                  | <u>6,548,197</u>  |
| Net Assets End of Year                        | <u>\$ 3,512,449</u>                                       |

See accompanying notes to the basic financial statements

**TOLEDO CITY SCHOOL DISTRICT**

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**Statement of Cash Flows  
Proprietary Funds  
For the Fiscal Year Ended June 30, 2009**

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|  | Governmental<br>Activities -<br>Internal Service<br>Funds |
|--|---|
| <u>Cash Flows from Operating Activities:</u>   |   |
| Cash Received from Interfund Charges   | \$50,267,872  |
| Cash Payments to Employees for Services and Benefits                                 | (53,953,376)  |
| Net Cash Used by Operating Activities  | <u>(3,685,504)</u>  |
| <u>Cash Flows from Noncapital Financing Activities:</u>                              |   |
| Operating Grants   | 16,580  |
| Net Cash Provided by Noncapital Financing Activities                                 | <u>16,580</u>   |
| <u>Cash Flows from Investing Activities:</u>   |   |
| Receipts of Interest   | 5,936   |
| Net Cash Provided by Investing Activities  | <u>5,936</u>  |
| Net Decrease in Cash and Cash Equivalents  | (3,662,988)   |
| Cash and Cash Equivalents at Beginning of Year                                       | 15,622,470  |
| Cash and Cash Equivalents at End of Year   | <u><u>\$11,959,482</u></u>                                |
| <u>Reconciliation of Operating Loss to Net Cash</u>                                  |   |
| <u>Used by Operating Activities:</u>   |   |
| Operating Loss   | (\$3,050,756)   |
| Adjustments to Reconcile Operating Loss to<br>Net Cash Used by Operating Activities: |   |
| Changes in Assets and Liabilities:   |   |
| Decrease in Accounts Receivable  | 67,113  |
| Decrease in Intergovernmental Receivables  | 436   |
| Decrease in Accounts Payable   | (436,211)   |
| Decrease in Accrued Wages and Benefits   | (453,600)   |
| Increase in Intergovernmental Payables   | 187,514   |
| Total Adjustments  | <u>(634,748)</u>  |
| Net Cash Used by Operating Activities  | <u><u>(\$3,685,504)</u></u>                               |

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During 2009 the fair value of investments decreased by \$172,209 and \$7,059 in the Health Insurance and Workers' Compensation Funds, respectively.

See accompanying notes to the basic financial statements.

**TOLEDO CITY SCHOOL DISTRICT**

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**Statement of Net Assets  
Fiduciary Funds  
June 30, 2009**

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|                            | Private Purpose<br>Trust |                |
|----------------------------|--------------------------|----------------|
|                            | Special Trust<br>Fund    | Agency         |
| <b>Assets:</b>             |                          |                |
| Cash and Cash Equivalents  | \$ 1,189,289             | \$ 446,415     |
| Receivables:               |                          |                |
| Accounts                   | 468                      | 6,889          |
| Intergovernmental          | 0                        | 142,254        |
| Interest                   | 7,322                    | 2,954          |
| <b>Total Assets</b>        | <b>1,197,079</b>         | <b>598,512</b> |
| <b>Liabilities:</b>        |                          |                |
| Accounts Payable           | 2,874                    | 77,100         |
| Accrued Wages and Benefits | 38                       | 0              |
| Intergovernmental Payable  | 6,100                    | 2,709          |
| Due to Students            | 0                        | 518,703        |
| <b>Total Liabilities</b>   | <b>9,012</b>             | <b>598,512</b> |
| <b>Net Assets:</b>         |                          |                |
| Unrestricted               | 1,188,067                | 0              |
| <b>Total Net Assets</b>    | <b>\$ 1,188,067</b>      | <b>\$ 0</b>    |

See accompanying notes to the basic financial statements

**TOLEDO CITY SCHOOL DISTRICT**

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**Statement of Changes in Net Assets  
Fiduciary Fund  
For the Fiscal Year Ended June 30, 2009**

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|   | Private Purpose<br>Trust<br><u>Special Trust</u><br><u>Fund</u> |
|---|---|
| <b>Additions:</b>                             |   |
| Contributions:                                |   |
| Sales   | \$ 13,068   |
| Dues and Fees                                 | 4,205   |
| Private Donations                             | <u>41,359</u>   |
| Total Contributions                           | <u>58,632</u>   |
| Investment Earnings:                          |   |
| Interest                                      | 36,038  |
| Net Decrease in the Fair Value of Investments | <u>(3,347)</u>  |
| Total Investment Earnings                     | <u>32,691</u>   |
| Total Additions                               | <u>91,323</u>   |
| <b>Deductions:</b>                            |   |
| Administrative Expenses                       | <u>240,882</u>  |
| Total Deductions                              | <u>240,882</u>  |
| Change in Net Assets                          | (149,559)   |
| Net Assets at Beginning of Year               | <u>1,337,626</u>  |
| Net Assets End of Year                        | <u>\$ 1,188,067</u>   |

See accompanying notes to the basic financial statements



***Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2009***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Reporting Entity**

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

The District is governed by a locally elected five member Board of Education (the Board) which provides educational services. The Board controls the School District's instructional support facilities staffed by approximately 1,196 noncertified and approximately 2,482 certified teaching personnel and administrative employees providing education to 25,792 students.

The accompanying basic financial statements comply with the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14, "*The Financial Reporting Entity*," in that the financial statements include all organizations, activities, functions and component units for which the District (the reporting entity) is financially accountable. Financial accountability is defined as the appointment of a voting majority of a legally separate organization's governing board and either the District's ability to impose its will over the organization or the possibility that the organization will provide a financial benefit to, or impose a financial burden on the District. There were no potential component units that met the criteria imposed by GASB Statement No. 14 to be included in the District's reporting entity. Based on the application of the above criteria for a component unit, and the criteria for defining joint ventures set forth under section J50.102 of the 2004 Codification there are no component units or "Joint Ventures." Based on the foregoing, the reporting entity of the District includes the following services: instructional (regular, special education, vocational), student guidance, extracurricular activities, food service, pupil transportation and care and upkeep of grounds and buildings. The District is the sponsor of the Imani, Polly Fox and the Phoenix Academies, all charter schools established under Chapter 3314 of the Ohio Revised Code. These community schools are not considered part of the District.

The accounting policies and financial reporting practices of the District conform to Generally Accepted Accounting Principles as applicable to governmental units. The following is a summary of its significant accounting policies.

**B. Basis of Presentation - Fund Accounting**

The accounting system is organized and operated on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures/expenses. The various funds are grouped into the categories governmental, proprietary and fiduciary.

***Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2009***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

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

***Governmental Funds*** - These are funds through which most governmental functions typically are financed. The acquisition, use and balances of the District's expendable financial resources and the related current liabilities (except those accounted for in the proprietary funds) are accounted for through governmental funds. The measurement focus is upon determination of "financial flow" (sources, uses and balances of financial resources). The following are the District's major governmental funds:

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

**Debt Service Fund** - This fund is used for the accumulation of resources for, and the payment of, long-term debt principal and interest.

**Classroom Facilities Fund** - The Classroom Facilities capital projects fund accounts for monies received and expended in connection with contracts entered into by the District and the Ohio Department of Education for the building and equipping of classroom facilities.

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

***Proprietary Funds*** - The proprietary funds are accounted for on a "economic resources" measurement focus. This measurement focus provides that all assets and all liabilities associated with the operation of the proprietary funds are included on the balance sheet. The proprietary fund operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets.

**Internal Service Funds** - The internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the District or to other governments on a cost-reimbursement basis. The District uses internal service funds to account for employee health insurance, workers' compensation, operations of the computer network of the Department of Education and operations that provide goods and services to other departments within the District.

***Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2009***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

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

***Fiduciary Funds*** – Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary 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 therefore not available to support the District’s own programs. The District’s trust fund is a private purpose trust that accounts for scholarship programs for students and unclaimed monies. The agency funds are custodial in nature (assets equal liabilities) and do not involve the measurement of results of operation. These funds operate on an accrual basis of accounting. The District has two agency funds. One fund is used to account for federal grant monies used for tuition in Toledo Public Schools’ Adult Education programs and the other to account for student activity programs.

**C. Basis of Presentation – Financial Statements**

***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. Internal service fund activity is eliminated to avoid “doubling up” revenues and expenses. The statements distinguish between those activities of the School District that are governmental and those that are considered business-type activities. The School District has no activities considered business-type activities.

The government-wide statements are prepared using the economic resources measurement focus. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund 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.

The government-wide statement of activities presents direct expenses and program revenues for each function or program 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 that are not classified as program revenues are presented as general revenues of the School District, with certain limited exceptions. Interfund services provided and used are not eliminated in the process of consolidation. 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.

***Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2009***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**C. Basis of Presentation – Financial Statements (Continued)**

**Fund Financial Statements** – Fund financial statements report detailed information about the School District. 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. Internal service funds are combined and the totals are presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by fund type.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources measurement focus. The financial statements for governmental funds are a balance sheet, which generally includes only current assets and current liabilities, and a statement of revenues, expenditures and changes in fund balances, which reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

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

Fiduciary funds are reported using the economic resources measurement focus. The agency funds are custodial in nature (assets equal liabilities) and do not have a measurement focus.

**D. Basis of Accounting**

Basis of accounting represents the methodology utilized in the recognition of revenues and expenditures or expenses reported in the financial statements. The accounting and reporting treatment applied to a fund is determined by its measurement focus.

Government-wide, proprietary and fiduciary fund financial statements measure and report all assets, liabilities, revenues, expenses, gains and losses using the economic resources measurement focus and accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Agency funds use no measurement focus.

***Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2009***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**D. Basis of Accounting** (Continued)

The modified accrual basis of accounting is followed by the governmental funds. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual, i.e., both measurable and available. The term “available” means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period, which for the District is considered to be 60 days after fiscal year end. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on general long-term debt which is recognized when due.

Under the modified accrual basis, the following revenue sources are considered susceptible to accrual at year end: property taxes, tuition, grants and entitlements, student fees, and interest on investments.

Current property taxes measurable at June 30, 2009, and which are not intended to finance fiscal 2009 operations, have been recorded as unearned revenue on the Statement of Net Assets. Delinquent property taxes measurable and available (received within 60 days) and amounts available as an advance on future tax settlements are recognized as revenue at year end. Taxes available for advance and recognized as revenue but not received by the District prior to June 30, 2009 are reflected as a reservation of fund balance for future appropriations. The District is prohibited by law from appropriating this revenue in accordance with ORC Section 5705.35, since an advance of revenue was not requested or received prior to the fiscal year end.

The accrual basis of accounting is utilized for reporting purposes by the government-wide financial statements, proprietary funds and the fiduciary funds. Revenues are recognized when they are earned and expenses are recognized when incurred.

***Revenues – Exchange and Non-exchange Transactions*** – Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place.

Nonexchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the 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.

***Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2009***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**E. Budgetary Process**

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the Certificate of Estimated Resources and the Appropriation Resolution, all of which are prepared on the budgetary basis of accounting. The Certificate of Estimated Resources and the Appropriation Resolution are subject to amendment throughout the year.

All funds other than agency funds are legally required to be budgeted and appropriated; however, only the general fund and major special revenue funds are required to be reported. The primary level of budgetary control is at the fund level.

Supplemental budgetary modifications may only be made by resolution of the Board of Education.

**1. Estimated Resources**

Prior to April 1, the Board accepts by formal resolution, the tax rates as determined by the County Budget Commission and receives the Commission's Certificate of Estimated Resources which states the projected revenue of each fund. Prior to June 30, the District must revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year will not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriations measure. On or about July 1, the certificate of estimated resources is amended to include any unencumbered fund balances from the preceding year. The certificate may be further amended during the year if a new source of revenue is identified or actual receipts exceed current estimates. The amounts reported on the budgetary statement reflect the amounts in the final Amended Official Certificate of Estimated Resources issued during fiscal year 2009.

***Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2009***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**E. Budgetary Process** (Continued)

**2. Appropriations**

A Temporary Appropriation Measure to control expenditures may be passed on or about July 1 of each year for the period July 1 through September 30. An Annual Appropriation Resolution must be passed by October 1 of each year for the period July 1 through June 30. The Appropriation Resolution establishes spending controls at the fund level. The appropriation resolution may be amended during the year as additional information becomes available, provided that total fund appropriations do not exceed the current estimated resources as certified. During the year, several supplemental appropriations were necessary to budget the use of contingency funds. Administrative control is maintained through the establishment of more detailed line-item budgets. The budgetary figures which appear in the "Statement of Revenues, Expenditures, and Changes in Fund Balances-Budget and Actual" are provided on the budgetary basis to provide a comparison of actual results to the final budget, including all amendments and modifications. Pursuant to the provisions of Section 323.17, Ohio Revised Code, an exception to the October 1 filing deadline is permitted when the delivery of a tax duplicate, from the County Auditor, is delayed. For fiscal year 2009 the Board of Education passed the annual certification on June 24, 2008.

**3. Lapsing of Appropriations**

At the close of each fiscal year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriations. The encumbered appropriation balance is carried forward to the subsequent fiscal year and need not be reappropriated.

**4. Budgetary Basis of Accounting**

The District's budgetary process accounts for certain transactions on a basis other than generally accepted accounting principles (GAAP). The major differences between the budgetary basis and the GAAP basis lie in the manner in which revenues and expenditures are recorded. Under the budgetary basis, revenues and expenditures are recognized on a cash basis. Utilizing the cash basis, revenues are recorded when received in cash and expenditures when paid. Under the GAAP basis, revenues and expenditures are recorded on the modified accrual basis of accounting. Encumbrances are recorded as the equivalent of expenditures (budgetary basis) as opposed to reservations of fund balance (GAAP basis).

**TOLEDO CITY SCHOOL DISTRICT**

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**Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2009**

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**E. Budgetary Process (Continued)**

**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:

| <u>Net Change in Fund Balance</u>                             |                              |
|---|------------------------------|
|   | <u>General Fund</u>          |
| GAAP Basis (as reported)                                      | (\$17,908,579)               |
| Increase (Decrease):  |                              |
| Accrued Revenues at June 30, 2009,<br>received during FY 2010 | (9,728,207)                  |
| Accrued Revenues at June 30, 2008,<br>received during FY 2009 | 13,222,132                   |
| Accrued Expenditures at June 30, 2009,<br>paid during FY 2010 | 34,630,333                   |
| Accrued Expenditures at June 30, 2008,<br>paid during FY 2009 | (30,961,183)                 |
| Perspective Difference:                                       |                              |
| Advance to Fiduciary Fund                                     | (164,302)                    |
| 2008 Adjustment to Fair Value                                 | (9,715)                      |
| 2009 Adjustment to Fair Value                                 | 32,837                       |
| Encumbrances Outstanding                                      | <u>(5,950,906)</u>           |
| Budget Basis  | <u><u>(\$16,837,590)</u></u> |

**F. Cash and Investments**

Cash received by the District is deposited in one of eight banks with individual fund balance integrity maintained throughout. Monies for all funds are maintained in these accounts or temporarily used to purchase short-term cash equivalent investments, which are stated at cost. In accordance with 2450.106 of the 2004 GASB Codification on reporting cash flows of Proprietary Funds, cash equivalents are defined as investments of the cash management pool and short term, highly liquid investments that are readily convertible to cash and so near to maturity that they present insignificant risk of changes in value because of changes in interest rates. Investments with original maturities of less than three months are considered to meet this definition; otherwise they are shown as "investments" for these funds. At June 30, 2009, there were no investment balances as defined under section 2450.106 of the 2004 GASB Codification.



***TOLEDO CITY SCHOOL DISTRICT***

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***Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2009***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**F. Cash and Investments** (Continued)

During fiscal year 2009, investment purchases were exclusively limited to Repurchase Agreements, Star Ohio, Commercial Paper, Banker's Acceptance, U.S. Treasury Obligations, U.S. Agency Issues, Interest Bearing Savings Accounts, Sweep Accounts, Negotiable Orders of Withdrawals and Money Market Mutual Funds. Except for participating interest earning investments and money market investments that had a remaining maturity of one year or less at the time of purchase and non-participating interest earning investments, investments are reported at fair value. All remaining investments are reported at cost. Under existing Ohio statutes, all investment earnings accrue to the General Fund except those specifically related to certain funds and according to Board policy and resolution. The District's investments are affected by fair value change; therefore, they are participating. Interest revenue credited to the General Fund during fiscal year 2009 amounted to \$968,795, which includes \$1,180 assigned from other funds.

The District has invested funds in the STAR Ohio during 2009. STAR Ohio is an investment pool managed by the State Treasurer's Office, which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940 and is rated AAAM by Standard and Poor's Rating Agency. Investments in STAR Ohio are valued at STAR Ohio's share price, which is the price the investment could be sold for on June 30, 2009.

The District invests inactive funds of deposit accounts maintained at the school building level (School Building Support, Vocational Rotary, and Administratively Managed Student Activity Funds) and distributes interest earned on these funds to the individual accounts. The District also invests inactive funds in the Auxiliary Services Program Fund, the School Facilities Maintenance Fund, the Locally Funded Initiatives Fund, the Classroom Facilities Project Fund, the Permanent Improvement Fund, the Employee Benefit – Insurance Fund, the Worker's Compensation Fund and distributes interest earned directly to the funds. See Note 4, "Cash, Cash Equivalents and Investments."

From July 1, 2008 the investment portfolio exhibited a decrease in fair value of approximately \$14 million, while the average maturity increased by 80 days and the average yield decreased by 190 basis points (1.90%). The decrease in fair value was directly attributable to the increased expenditure patterns in the Ohio School Facilities Commission Building Project funds. Interest earnings for all funds since July 1, 2008, were down approximately 54% as the interest rate environment declined significantly and there were less dollars available for investment due to increased expenditures in the Project fund.

**G. Restricted Assets**

Restricted assets in the General Fund represent cash and cash equivalents set aside to establish a budget stabilization reserve. This reserve is required by State statute and can be used only after receiving approval from the State Superintendent of Public Instruction. During the fiscal year 2009, the balance in the Budget Stabilization reserve was \$3,700,671.

**TOLEDO CITY SCHOOL DISTRICT**

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**Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2009**

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**H. Inventory**

Inventory is stated at cost (first-in, first-out) in the governmental funds and at the lower-of-cost-or-market in the proprietary funds. The costs of inventory items are recorded as expenditures in the governmental funds when purchased and as expenses in the proprietary funds when used.

**I. Capital Assets and Depreciation**

1. Property, Plant and Equipment - Governmental Activities

Capital assets generally are acquired or constructed for governmental activities and are recorded as expenditures in the governmental funds and are capitalized at cost (or estimated historical cost for assets not purchased in recent years). These assets are reported in the Government-wide Statement of Net Assets, but they are not reported in the Fund Financial Statements. The District follows the policy of not capitalizing assets with a cost of less than \$5,000.

Contributed capital assets are recorded at fair market value at the date received. The District does not possess any infrastructure. Estimated historical costs of capital assets were derived, when information supporting historical costs was not obtainable, by adjusting current replacement cost back to the estimated year of acquisition.

2. Depreciation

All capital assets, except for land, are depreciated. Depreciation has been provided using the straight-line method over the following estimated useful lives:

| <u>Description</u>                | <u>Estimated Lives (in years)</u> |
|-----------------------------------|-----------------------------------|
| Land Improvements                 | 20                                |
| Buildings                         | 45-100                            |
| Furniture, Fixtures and Equipment | 5 - 20                            |
| Vehicles                          | 5 - 10                            |
| Portable Trailers                 | 10 - 20                           |

**J. Long-Term Obligations**

Long-term liabilities are being repaid from the following funds:

| <u>Obligation</u>        | <u>Fund</u>   |
|--------------------------|---|
| General Obligation Bonds | Debt Service Fund   |
| Compensated Absences     | General Fund<br>Food Service Fund<br>Adult Education Fund |

***Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2009***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**K. Compensated Absences and Salary Related Payments**

The District has implemented the provisions of Section C60 of the 2004 GASB Codification. Vacation benefits are accrued as a liability as the benefits are earned if the employee's rights to receive compensation are attributable to services already rendered and it is probable that the District will compensate its employees for the benefits through paid time off or some other means. Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive severance benefits and those the District has identified as probable of receiving payment in the future and other salary related payments. The amount is based on accumulated sick leave and employee's wage rates at year-end, taking into consideration any limits specified in the District's severance policy. For governmental funds, that portion of unpaid compensated absences that has matured and is expected to be paid using expendable, available resources is reported as an expenditure in the fund from which the individual earning the leave is paid, and a corresponding liability is reflected in the account "Compensated Absences Payable." In the government wide statement of net assets, the current portion of "Compensated Absences Payable" is recorded within the "Due within one year" account and the long-term portion of the liability is recorded within the "Due in more than one year" account.

**L. Net Assets**

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

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

**M. Pensions**

The provision for pension cost is recorded when the related payroll is accrued and the obligation is incurred.

**N. Intergovernmental Revenues**

Reimbursement type grants are recorded as receivables and revenues when the related expenditures are incurred with the exception of those grants where the grant period extends past June 30. For these grants, prepayment amounts that exceed related expenditures are reported as deferred revenue.

***Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2009***

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**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**O. Interfund Activity**

Exchange transactions between governmental funds are eliminated on the government-wide statements.

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

**P. Reservations of Fund Balance**

Reserves indicate that a portion of fund balance is not available for expenditure or is legally segregated for a specific future use. Fund balances are reserved for endowments, supplies inventory, property taxes, budget stabilization and encumbered amounts, which have not been accrued at year end. 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 is required by State statute.

**Q. Estimates**

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

**R. Operating Revenues and Expenses**

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the District, these revenues are interfund charges for the internal service funds. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

**S. Extraordinary and Special Items**

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board of Education and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during fiscal year 2009.

**TOLEDO CITY SCHOOL DISTRICT**

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**Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2009**

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**NOTE 2 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

**A. Explanation Of Certain Differences Between The Governmental Fund Balance Sheet And The Government-Wide Statement Of Net Assets**

The governmental fund balance sheet includes a reconciliation between fund balance – total governmental funds and net assets of governmental funds as reported in the government-wide statement of net assets. The following is a detailed listing of those reconciling items that are net adjustments or a combination of several transactions:

*Other long-term assets not available to pay for current-period expenditures:*

|                                 |                  |
|---------------------------------|------------------|
| Delinquent Tax Revenue          | \$11,529,113     |
| Grants Receivable               | 272,315,760      |
| Unamortized Bond Issuance Costs | <u>1,349,643</u> |
|                                 | \$285,194,516    |

*Long-Term liabilities not reported in the funds:*

|   |                     |
|---|---------------------|
| Accrued Interest Payable on G.O. Bond Payable | (\$691,142)         |
| G.O. Bonds Payable                            | (181,939,114)       |
| Compensated Absences Payable                  | <u>(43,843,300)</u> |
|   | (\$226,473,556)     |

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**TOLEDO CITY SCHOOL DISTRICT**

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**Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2009**

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**NOTE 2 – RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (Continued)**

**B. Explanation Of Certain Differences Between The Governmental Fund Statement Of Revenues, Expenditures, And Changes In Fund Balances And The Government-Wide Statement Of Activities**

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances – total governmental funds and changes in net assets of governmental activities as reported in the government – wide statement of activities. The following is a detailed listing of those reconciling items that are net adjustments or a combination of several transactions:

*Amount by which capital outlay exceeded depreciation in the current period:*

|                      |                     |
|----------------------|---------------------|
| Capital Outlay       | \$77,313,142        |
| Depreciation Expense | <u>(10,837,444)</u> |
|                      | \$66,475,698        |

*Governmental revenues not reported in the funds:*

|                                    |                     |
|------------------------------------|---------------------|
| Increase in Delinquent Tax Revenue | \$3,975,032         |
| Decrease in Grants Receivable      | <u>(54,254,653)</u> |
|                                    | (\$50,279,621)      |

*Net amount of long-term debt issuance and bond and lease principal payments:*

|                                       |                |
|---------------------------------------|----------------|
| G.O. Bond Principal Payment           | \$3,415,000    |
| G.O. Bonds Issued                     | (31,999,995)   |
| Amortize Premium on G.O. Bonds Issued | <u>153,442</u> |
|                                       | (\$28,431,553) |

*Expenses not requiring the use of current financial resources:*

|  |                  |
|--|------------------|
| Increase in Compensated Absences Payable | (\$2,644,097)    |
| Amortization of Bond Issuance Costs      | <u>(157,871)</u> |
|  | (\$2,801,968)    |

## ***TOLEDO CITY SCHOOL DISTRICT***

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### ***Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2009***

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#### **NOTE 3 - COMPLIANCE AND ACCOUNTABILITY**

##### **A. Fund Deficits**

The fund deficits at June 30, 2009 of \$4,186,818 in the General Fund, \$685,880 in the Adult Education Fund, \$3,028 in the Post Secondary Vocational Education Fund, \$159 in the SchoolNet Professional Development Fund, \$649 in the Vocational Education Enhancement Fund, \$25,893 in the Alternative Schools Fund, \$142,201 in the Adult Basic Education Fund, \$1,631,249 in the Special Education Handicapped Fund, \$479,313 in the Vocational Education Fund, \$2,965,356 in the Title I Fund, \$29,089 in the Title V – Innovative Education Fund, \$13,429 in the Drug Free School Grants Fund, \$18,256 in the Preschool Grants for the Handicapped Fund, \$550,438 in the Improving Teacher Quality Fund, and \$138,104 in the Miscellaneous Federal Grants Fund (special revenue funds) arise from the recognition of expenditures on the modified accrual basis which are greater than expenditures recognized on the budgetary basis. The deficits do not exist under the budgetary/cash basis of accounting. The General Fund provides transfers when cash is required, not when accruals occur.

##### **B. Additional Disclosure**

On December 17, 2008, the Auditor of State initiated a special audit of certain district expenditures. The special audit is on-going and the results of the special audit and their impact on the financial statements is unknown.

#### **NOTE 4 - CASH, CASH EQUIVALENTS AND INVESTMENTS**

##### ***Deposits with Financial Institutions***

At June 30, 2009, the carry amount of all District deposits was \$60,217,007. Based on the criteria described in GASB Statement No. 40, Deposits and Investment Risk Disclosures, at June 30, 2009 cash concentration accounts, savings accounts and certificates of deposit totaled \$61,508,755. Of this amount, \$52,949,353 was exposed to custodial risk as discussed below, while \$8,559,402 was covered by Federal Deposit Insurance Corporation.

Custodial risk is the risk that, in the event of a bank failure, the District's deposits may not be returned. Consistent with the requirements of state law, it is the policy of the District to require full collateralization of all District investments and funds on deposit with any depository. All deposits are collateralized with eligible securities in amounts equal to at least 105% of the carrying value of the deposits. Such collateral, as permitted by the Ohio Revised Code, is held in single financial institution collateral pools at the Federal Reserve Banks, or at member banks of the federal reserve system, in the name of the respective depository bank and pledged as a pool of collateral against all of the public deposits it holds or as specific collateral held at the Federal Reserve Bank in the name of the District.

Any District holdings in sweep accounts, savings accounts or certificates of deposit are collateralized with pooled securities. Any repurchase agreement with a maturity greater than 30 days requires physical delivery of specific securities to a third party custodian. Repurchase agreement activity maturing 30 days and less is collateralized by pooled securities. At June 30, 2009, there were no Repurchase Agreements with a maturity of greater than 30 days.

## TOLEDO CITY SCHOOL DISTRICT

### Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2009

#### NOTE 4 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)

##### Investments

As of June 30, 2009, the District had the following investments and maturities.

| Investment Type                   | June 30, 2009<br>Adjusted Cost | June 30, 2009<br>Fair Value | Investment<br>Maturities<br>(in Years) |                     |                     |
|-----------------------------------|--------------------------------|-----------------------------|--|---------------------|---------------------|
|                                   |                                |                             | less than 1                            | 1-2                 | 2-5                 |
| Star Ohio                         | \$4,009,340                    | \$4,009,340                 | \$4,009,340                            | \$0                 | \$0                 |
| Bank Repurchase Agreements        | 15,157,502                     | 15,157,502                  | 15,157,502                             | 0                   | 0                   |
| Commercial Paper                  | 0                              | 0                           | 0                                      | 0                   | 0                   |
| Non-Callable US Agency Securities | 113,154,355                    | 113,528,735                 | 59,700,605                             | 53,828,130          | 0                   |
| Callable US Agency Securities     | 20,417,372                     | 20,245,200                  | 0                                      | 10,057,700          | 10,187,500          |
| Total Investments                 | <u>\$152,738,569</u>           | <u>\$152,940,777</u>        | <u>\$78,867,447</u>                    | <u>\$63,885,830</u> | <u>\$10,187,500</u> |
|                                   |                                |                             | <u>51.57%</u>                          | <u>41.77%</u>       | <u>6.66%</u>        |

Note: The maturity analysis above assumes that callable securities will not be called.

All Investment securities are assumed to mature on their final stated maturity date.

|  |        |
|--|--------|
| The Weighted Average Maturity (in Days) of the Entire Investment Portfolio from Purchase Date to Maturity Date is: | 437    |
| The Remaining Life (in Days) of the Entire Investment Portfolio From Year End to Maturity Date is:                 | 313    |
| The Average Duration of the Entire Investment Portfolio is:  | 0.84   |
| The Weighted Average Coupon of the Entire Portfolio is:  | 2.510% |
| The Weighted Average Yield of the Entire Portfolio is:   | 0.948% |

A security with less than one (1) year to maturity (based on Remaining Life), is reported at cost, plus or minus, accretion or amortization adjustment. A security with a maturity of more than one (1) year (based on Remaining Life), is reported at adjusted cost, plus or minus, market value adjustment. Star Ohio, Bank Certificates of Deposit and Repurchase Agreements are reported at adjusted cost.

##### Interest Rate Risk

As a means of limiting its exposure to fair value losses arising from rising interest rates and according to state law, the District's investment policy limits investment portfolio maturities to five years and less. As of June 30, 2009, fifty-two percent (52%) of the investment portfolio matures within one year, forty-two percent (42%) of the investment portfolio matures within two years and the remaining six percent (6%) matures within five years.



***Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2009***

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**NOTE 4 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)**

***Investment Policy***

The District's investment policy is more restrictive in nature than the requirements of the Ohio Revised Code; providing for safety of principal, liquidity, diversity of portfolio assets while minimizing associated investment risks. The policy is intended to compliment the law and provide guidance to District personnel while administering the daily cash management and investment practices of the District. The policy is reviewed at least annually to incorporate any changes in the Ohio Revised Code; consider recommendations made by the Auditor of State's Office and the Ohio Compliance Supplement; monitor changes in "best practices" published by the Government Finance Officers Association; and reflect any legislative changes on behalf of the Toledo Board of Education. The policy has been reviewed and has received a national certification from the Association of Public Treasurer's Investment Policy Certification Committee.

***Credit Risk***

The District's investments, except for repurchase agreements, savings accounts, sweep accounts and certificates of deposit as discussed above were rated AAA and Aaa by Standard & Poor's and Moody's Investor Services respectively. The holdings in the State Treasury Asset Reserve Fund (STAR Ohio) have been assigned an AAAM money market rating by Standard & Poor's. As required by District policy all commercial paper holdings were rated A1-P1 by Standard & Poor's and Moody's Investor Service respectively at the time of purchase. Combined holdings of Commercial Paper and Banker Acceptances are limited to 25% of total investment portfolio holdings. The mutual fund used to transact third party safekeeping of U.S. Treasury, U.S. Agency, Commercial Paper, Banker's Acceptance securities and select Repurchase Agreement Collateral, has been assigned an AAA rating based on the securities held in the fund. All District holdings in U.S. Agency securities carry the explicit guarantee of the United States government and are rated Aaa by Moody's and AAA by Standard & Poor's rating agencies.

***Concentration of Credit Risk***

In order to avoid an undue concentration of credit risk, the District's investment policy places limits on the amount that may be invested in any one issuer at any one time. The limits are as follows:

- (a) No more than ten percent (10%) of average portfolio outstanding will be invested in Certificates of Deposit of any one Depository at any one time. District Funds invested in Certificates of Deposit of any one Depository may not exceed thirty percent (30%) of the Depository's assets. Only collateralized, non-negotiable Certificates of Deposit, from Depository's approved to hold interim funds, will be considered for purchase.
- (b) No more than ten percent (10%) of average portfolio outstanding will be invested in Term Repurchase Agreements of any one issuer at any one time. Deliverable collateral consisting of U.S. Government Securities with a market value equal to at least 102% of principal plus interest of the transaction and with a maturity of five years or less is required for all Term Repurchase Agreement transactions.

**TOLEDO CITY SCHOOL DISTRICT**

**Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2009**

**NOTE 4 - CASH, CASH EQUIVALENTS AND INVESTMENTS (Continued)**

- (c) Pooled collateral is acceptable on all district demand deposits. Delivery of collateral is **not** required on demand repurchase agreement activities (i.e. overnight cash management accounts with depositories). Surety bond collateral is acceptable for Certificate of Deposit investments if the insurer is rated in the highest class by a national recognized rating agency.
- (d) No more than ten percent (10%) of average portfolio outstanding will be invested in Commercial Paper in any one issuer at any one time.
- (e) No more than ten percent (10%) of average portfolio outstanding will be invested in Banker's Acceptances in any one issuer at any one time.

The following table includes the percentage of total of each investment type held by the District at June 30, 2009:

Concentration of Credit Risk by Investment Type

| Investment Type                   | Fair Value           | Percent to<br>Total |
|-----------------------------------|----------------------|---------------------|
| STAR Ohio                         | \$4,009,340          | 2.62%               |
| Bank Repurchase Agreements        | 15,157,502           | 9.91%               |
| Non-Callable US Agency Securities | 113,528,735          | 74.23%              |
| Callable US Agency Securities     | 20,245,200           | 13.24%              |
| Total Investments                 | <u>\$152,940,777</u> | <u>100.00%</u>      |

The following table includes the percentage of total of each issuer of investments held by the District at June 30, 2009:

| Issuer                                 | Fair Value           | Percent to<br>Total |
|--|----------------------|---------------------|
| STAR Ohio                              | \$4,009,340          | 2.62%               |
| KeyBank                                | 934,042              | 0.61%               |
| Huntington National Bank               | 13,393,460           | 8.76%               |
| First Merit Bank                       | 830,000              | 0.54%               |
| Federal Home Loan Bank System          | 72,582,079           | 47.46%              |
| Federal National Mortgage Association  | 20,264,468           | 13.25%              |
| Federal Home Loan Mortgage Corporation | 25,877,388           | 16.92%              |
| Federal Farm Credit System             | 15,050,000           | 9.84%               |
| Total Investments                      | <u>\$152,940,777</u> | <u>100.00%</u>      |

**TOLEDO CITY SCHOOL DISTRICT**

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**Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2009**

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**NOTE 5 - PROPERTY TAXES**

Property taxes include amounts levied against all real estate and public utility property, and tangible personal property used in business and located in the District. Real property taxes (other than public utility) collected during 2009 were levied after April 1, 2008 on assessed values as of January 1, 2008, the lien date. Assessed values are established by the County Auditor at 35 percent (35%) of appraised market value. All property is required to be reappraised every six years and equalization adjustments made the third year following reappraisal. The most recent revaluation was completed in November 2006. Real property taxes are payable annually or semi-annually. The first payment is due January 31, with the remainder payable by July 31.

Taxes collected from tangible personal property (other than public utility) in one calendar year are levied in the prior calendar year on assessed values during and at the close of the most recent fiscal year of the taxpayer that ended on or before March 31 of that calendar year, and at the tax rates determined in the preceding year. Tangible personal property used in business (except for public utilities) is currently assessed for ad valorem taxation purposes at six and one quarter percent (6.25%) Amended Substitute House Bill Number 66 phases out by 2010 the reimbursements school districts receive for the \$10,000 exemption in tangible personal property tax. House Bill 66 also eliminates all three components of the tangible personal property tax by 2010. Districts will be held harmless for lost revenue based on 2004 valuations, through a combination of the school funding formula and direct payments by the state. Amounts paid by multi-county taxpayers are due September 20 of the year assessed. Single county taxpayers may pay annually or semi-annually, the first payment is due April 30; with the remainder payable by September 20.

Public utility real and tangible personal property taxes collected in one calendar year are levied in the preceding calendar year on assessed values determined as of December 31 of the second year preceding the tax collection year, the lien date. Certain public utility tangible personal property is currently assessed at varying ratios of its true value. Public utility property taxes are payable on the same dates as real property described previously.

The County Treasurer collects property taxes on behalf of all taxing districts in the County including Toledo City School District. The County Auditor periodically remits to the District its portion of the taxes collected. The assessed values for collection in 2009, upon which the 2008 levies were based, were as follows:

|   | 2008 Second Half<br>Collections | 2009 First Half<br>Collections |
|---|---------------------------------|--------------------------------|
| Real Estate                                   | \$2,980,687,200                 | \$2,973,109,580                |
| Tangible Personal and Public Utility Property | 291,622,113                     | 112,387,256                    |
| Total Assessed Value                          | <u>\$3,272,309,313</u>          | <u>\$3,085,496,836</u>         |
| Tax rate per \$1,000 of assessed valuation    | \$66.90                         | \$66.90                        |

**TOLEDO CITY SCHOOL DISTRICT**

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**Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2009**

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**NOTE 6 - RECEIVABLES**

Receivables at June 30, 2009 consisted of taxes receivable, interest receivable, accounts receivable, interfund loans receivable and intergovernmental receivables.

**NOTE 7 - INTERFUND RECEIVABLES/PAYABLES**

Interfund loans receivable/payable and advances to/from other funds – short-term loans at June 30, 2009 from one individual fund to another are as follows:

|                          | <u>Interfund Loan<br/>Receivable</u> | <u>Interfund Loan<br/>Payable</u> |
|--------------------------|--------------------------------------|-----------------------------------|
| General Fund             | \$4,201,051                          | \$0                               |
| Other Governmental Funds | 0                                    | 4,201,051                         |
| Totals                   | <u>\$4,201,051</u>                   | <u>\$4,201,051</u>                |

The interfund loans receivable/payable are amounts that have been advanced from one fund to another and will be repaid during the following reporting period.

**NOTE 8 - TRANSFERS**

Following is a summary of transfers in and out for all funds at June 30, 2009:

| <u>Transfers Out:</u>     | <u>Transfers In:<br/>Other<br/>Governmental<br/>Funds</u> |
|---------------------------|---|
| General Fund              | \$2,790,043   |
| Debt Service Fund         | 5,000,000   |
| Classroom Facilities Fund | 2,530,994   |
| Other Governmental Funds  | 96,109  |
|                           | <u>\$10,417,146</u>                                       |

Transfers are used to (a) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and to (b) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

**TOLEDO CITY SCHOOL DISTRICT**

**Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2009**

**NOTE 9 - CAPITAL ASSETS**

**A. Governmental Activities Capital Assets**

Summary by category of changes in governmental activities capital assets at June 30, 2009:

*Historical Cost:*

| Class  | June 30, 2008        | Additions            | Deletions             | June 30, 2009        |
|--|----------------------|----------------------|-----------------------|----------------------|
| <i>Capital assets not being depreciated:</i> |                      |                      |                       |                      |
| Land   | \$13,856,745         | \$0                  | \$0                   | \$13,856,745         |
| Construction in Progress                     | 96,291,759           | 61,232,089           | (82,087,481)          | 75,436,367           |
| <i>Capital assets being depreciated:</i>     |                      |                      |                       |                      |
| Land Improvements                            | 8,836,154            | 0                    | (303,000)             | 8,533,154            |
| Buildings                                    | 283,222,497          | 96,636,166           | 0                     | 379,858,663          |
| Building Improvements                        | 38,006,513           | 0                    | (133,020)             | 37,873,493           |
| Machinery and Equipment                      | 9,957,028            | 523,816              | (541,200)             | 9,939,644            |
| Vehicles                                     | 10,216,142           | 1,008,553            | (461,513)             | 10,763,182           |
| Total Cost                                   | <u>\$460,386,838</u> | <u>\$159,400,624</u> | <u>(\$83,526,214)</u> | <u>\$536,261,248</u> |

*Accumulated Depreciation:*

| Class                   | June 30, 2008          | Additions               | Deletions          | June 30, 2009          |
|-------------------------|------------------------|-------------------------|--------------------|------------------------|
| Land Improvements       | (\$7,899,506)          | (\$159,750)             | \$237,068          | (\$7,822,188)          |
| Buildings               | (55,965,999)           | (7,794,327)             | 0                  | (63,760,326)           |
| Building Improvements   | (28,239,153)           | (1,323,790)             | 120,147            | (29,442,796)           |
| Machinery and Equipment | (7,321,136)            | (1,029,393)             | 450,959            | (7,899,570)            |
| Vehicles                | (8,013,071)            | (530,184)               | 461,513            | (8,081,742)            |
| Total Depreciation      | <u>(\$107,438,865)</u> | <u>(\$10,837,444) *</u> | <u>\$1,269,687</u> | <u>(\$117,006,622)</u> |
| <i>Net Value:</i>       | <u>\$352,947,973</u>   |                         |                    | <u>\$419,254,626</u>   |

\* Depreciation expenses were charged to governmental functions as follows:

|                            |                     |
|----------------------------|---------------------|
| Instruction                | \$8,929,800         |
| Support Services           | 1,579,166           |
| Non-Instructional Services | 199,552             |
| Extracurricular Activities | 128,926             |
| Total Depreciation Expense | <u>\$10,837,444</u> |

***Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2009***

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**NOTE 10- DEFINED BENEFIT PENSION PLANS**

All of the District's full-time employees participate in one of two separate retirement systems which are cost-sharing, multiple-employer defined benefit pension plans.

**A. School Employee Retirement System**

Plan Description - The District contributes to the School Employees Retirement System (SERS), a cost-sharing multiple employer pension plan. SERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. Interested parties may obtain a copy by making a written request to SERS, 300 East Broad Street, Suite 100, Columbus, Ohio 43215-3746 or by calling (800) 878-5853. It is also posted on SERS' website, [www.ohsers.org](http://www.ohsers.org), under Forms and Publications.

Funding Policy - Plan members are required to contribute 10 percent of their annual covered salary and the District is required to contribute at an actuarially determined rate. The current District rate is 14 percent of annual covered payroll. A portion of the District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for fiscal year 2009, 9.09 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 by the SERS' Retirement Board up to a statutory maximum amount of 10 percent for plan members and 14 percent for employers. Chapter 3309 of the Ohio Revised Code provides statutory authority for member and employer contributions. The District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2009, 2008 and 2007 were \$4,206,668, \$3,878,404 and \$4,547,667 respectively; 45.90% has been contributed for fiscal year 2009 and 100% for fiscal years 2008 and 2007.

**B. State Teachers Retirement System**

Plan Description - The District participates in the State Teachers Retirement System of Ohio (STRS Ohio), a cost-sharing, multiple employer public employee retirement plan. 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 43215-3771, by calling (888) 227-7877, or by visiting the STRS Ohio Web site at [www.strsoh.org](http://www.strsoh.org).

***Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2009***

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

**B. State Teachers Retirement System (Continued)**

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 a member's lifetime contributions and earned interest matched by STRS Ohio funds divided by an actuarially determined annuity factor. The DC Plan allows members to place all their member contributions and employer contributions equal to 10.5 percent 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 member may elect to receive a lifetime monthly annuity or a lump sum withdrawal. 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. The DB portion of the Combined Plan payment is payable to a member on or after age 60; the DC portion of the account may be taken as a lump sum or converted to a lifetime monthly annuity at age 50. 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 of the DC Plan dies before retirement benefits begin, the member's designated beneficiary is entitled to receive the member's account balance.

Funding Policy - For the fiscal year ended June 30, 2009, plan members were required to contribute 10 percent of their annual covered salaries. The District was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations. For fiscal year 2008, the portion used to fund pension obligations was also 13 percent. Contribution rates are established by the State Teachers Retirement Board, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions.

The District's required contributions for pension obligations to STRS Ohio for the fiscal years ended June 30, 2009, 2008, and 2007 were \$17,543,409, \$16,735,409, and \$16,974,965 respectively; 81.07% has been contributed for fiscal year 2009 and 100% for fiscal years 2008 and 2007.

***Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2009***

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**NOTE 11 - POSTEMPLOYMENT BENEFITS**

**A. School Employee Retirement System**

Plan Description – The District participates in two cost-sharing multiple employer defined benefit OPEB plans administered by the School Employees Retirement System for non-certificated retirees and their beneficiaries, a Health Care Plan and a Medicare Part B Plan. The Health Care Plan includes hospitalization and physicians' fees through several types of plans including HMO's, PPO's and traditional indemnity plans as well as a prescription drug program. The Medicare Part B Plan reimburses Medicare Part B premiums paid by eligible retirees and beneficiaries up to a statutory limit. Benefit provisions and the obligations to contribute are established by the System based on authority granted by State statute. The financial reports of both Plans are included in the SERS Comprehensive Annual Financial Report which is available by contacting SERS at 300 East Broad St., Suite 100, Columbus, Ohio 43215-3746.

Funding Policy – State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required benefits, the Retirement Board allocates the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund. The Health Care Fund was established and is administered in accordance with Internal Revenue Code Section 105(e). For 2009, 4.16 percent of covered payroll was allocated to health care. In addition, employers pay a surcharge for employees earning less than an actuarially determined amount; for 2009, this amount was \$35,800.

Active employee members do not contribute to the Health Care Plan. Retirees and their beneficiaries are required to pay a health care premium that varies depending on the plan selected, the number of qualified years of service, Medicare eligibility and retirement status.

The District's contributions for health care for the fiscal years ended June 30, 2009, 2008, and 2007 were \$2,614,902, \$2,656,508, and \$2,001,493 respectively; which were equal to the required contributions for each year.

The Retirement Board, acting with advice of the actuary, allocates a portion of the employer contribution to the Medicare B Fund. For 2009, this actuarially required allocation was 0.75 percent of covered payroll. The District's contributions for Medicare Part B for the fiscal years ended June 30, 2009, 2008, and 2007 were \$347,085, \$279,448, and \$289,552 respectively; which were equal to the required contributions for each year.

**B. State Teachers Retirement System**

Plan Description – The District contributes to the cost sharing multiple employer defined benefit Health Plan administered by the State Teachers Retirement System of Ohio (STRS Ohio) for eligible retirees who participated in the defined benefit or combined pension plans offered by STRS Ohio. Benefits include hospitalization, physicians' fees, prescription drugs and reimbursement of monthly Medicare Part B premiums. The Plan is included in the report of STRS Ohio which may be obtained by visiting [www.strsoh.org](http://www.strsoh.org) or by calling (888) 227-7877.



**TOLEDO CITY SCHOOL DISTRICT**

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**Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2009**

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

**B. State Teachers Retirement System (Continued)**

Funding Policy – Ohio law authorizes STRS Ohio to offer the Plan and gives the Retirement Board authority over how much, if any, of the health care costs will be absorbed by STRS Ohio. Active employee members do not contribute to the Plan. All benefit recipients pay a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions. For 2009, STRS Ohio allocated employer contributions equal to 1 percent of covered payroll to the Health Care Stabilization Fund. The District’s contributions for health care for the fiscal years ended June 30, 2009, 2008, and 2007 were \$1,349,493, \$1,287,339, and \$1,305,767 respectively; which were equal to the required contributions for each year.

**NOTE 12 - NOTE PAYABLE**

The Ohio Revised Code provides that notes including renewal notes issued in anticipation of the issuance of general obligation bonds may be issued and outstanding from time to time up to a maximum period of 20 years from the date of issuance of the original notes. The maximum maturity for notes anticipating general obligation bonds payable from special assessments is five years. Any period in excess of five years must be deducted from the permitted maximum maturity of the bonds anticipated, and portions of the principal amount of notes outstanding for more than five years must be retired in amounts at least equal to and payable no later than those principal maturities required if the bonds had been issued at the expiration of the initial five year period.

|                                   | Maturity<br>Date | Balance<br>June 30,<br>2008 | Issued<br>(Retired) | Issued<br>(Retired) | Balance<br>June 30,<br>2009 |
|-----------------------------------|------------------|-----------------------------|---------------------|---------------------|-----------------------------|
| Capital Projects Note Payable:    |                  |                             |                     |                     |                             |
| 3.00% School Facility Improvement | 2009             | \$0                         | \$5,000,000         | (\$5,000,000)       | \$0                         |

**TOLEDO CITY SCHOOL DISTRICT**

**Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2009**

**NOTE 13 - LONG-TERM DEBT**

Long-term debt of the District at June 30, 2009 was as follows:

| Description                                       | Balance<br>June 30,<br>2008 | Issued              | (Retired)            | Balance<br>June 30,<br>2009 | Amount<br>Due Within<br>One Year |
|---|-----------------------------|---------------------|----------------------|-----------------------------|----------------------------------|
| <b>Governmental Activities:</b>                   |                             |                     |                      |                             |                                  |
| <u>General Obligation Bond:</u>                   |                             |                     |                      |                             |                                  |
| School Facility Improvement                       |                             |                     |                      |                             |                                  |
| G.O. Bond (2.00% - 5.00%)                         | \$52,140,000                | \$0                 | (\$1,350,000)        | \$50,790,000                | \$1,390,000                      |
| Premium General Obligation Bond                   | 1,278,968                   | 0                   | (58,135)             | 1,220,833                   | 58,135                           |
| School Facility Improvement                       |                             |                     |                      |                             |                                  |
| G.O. Bond (2.00% - 5.00%)                         | 97,665,000                  | 0                   | (2,065,000)          | 95,600,000                  | 2,115,000                        |
| Premium General Obligation Bond                   | 2,041,598                   | 0                   | (81,664)             | 1,959,934                   | 81,664                           |
| School Facility Improvement                       |                             |                     |                      |                             |                                  |
| G.O. Bond (2.00% - 5.375%)                        | 0                           | 31,999,995          | 0                    | 31,999,995                  | 4,330,000                        |
| Premium General Obligation Bond                   | 0                           | 381,995             | (13,643)             | 368,352                     | 13,643                           |
| Total General Obligation Bond                     | <u>153,125,566</u>          | <u>32,381,990</u>   | <u>(3,568,442)</u>   | <u>181,939,114</u>          | <u>7,988,442</u>                 |
| <u>Other Obligations:</u>                         |                             |                     |                      |                             |                                  |
| Compensated Absences                              | <u>41,199,203</u>           | <u>6,908,177</u>    | <u>(4,264,080)</u>   | <u>43,843,300</u>           | <u>154,208</u>                   |
| Long-Term Debt and<br>Other Long-Term Obligations | <u>\$194,324,769</u>        | <u>\$39,290,167</u> | <u>(\$7,832,522)</u> | <u>\$225,782,414</u>        | <u>\$8,142,650</u>               |

During fiscal years 2003, 2004 and 2009 the District issued General Obligation Bonds in the amounts of \$72,500,000, \$103,600,000 and \$31,999,995 respectively to finance School Facility Improvement building projects.

**TOLEDO CITY SCHOOL DISTRICT**

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**Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2009**

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**NOTE 13 - LONG-TERM DEBT (Continued)**

A summary of the District's future long-term debt funding requirements for the general obligation bonds payable, including principal and interest payments as of June 30, 2009, follows:

| General Obligation Bonds Payable |                      |                      |                      |
|----------------------------------|----------------------|----------------------|----------------------|
| Years                            | Principal            | Interest             | Total                |
| 2010                             | \$7,835,000          | \$8,200,474          | \$16,035,474         |
| 2011                             | 4,260,000            | 8,041,368            | 12,301,368           |
| 2012                             | 4,395,000            | 7,904,125            | 12,299,125           |
| 2013                             | 4,550,000            | 7,744,195            | 12,294,195           |
| 2014                             | 4,730,000            | 7,564,572            | 12,294,572           |
| 2015-2019                        | 26,189,995           | 35,174,268           | 61,364,263           |
| 2020-2024                        | 34,340,000           | 26,937,184           | 61,277,184           |
| 2025-2029                        | 44,055,000           | 17,293,123           | 61,348,123           |
| 2030-2034                        | 44,245,000           | 5,634,177            | 49,879,177           |
| 2035-2036                        | 3,790,000            | 206,400              | 3,996,400            |
| Totals                           | <u>\$178,389,995</u> | <u>\$124,699,886</u> | <u>\$303,089,881</u> |

**NOTE 14 - CONSTRUCTION COMMITMENTS**

The School District and the Ohio School Facilities Commission (OSFC) entered into a Master Facilities Plan that calls for (1) the construction of 39 new elementary schools, 12 new middle schools, 5 new high schools and 1 combined elementary/middle school and (2) the renovation of 3 elementary schools, a combined middle school/high school, 2 high schools and an aviation education center. The District and the OSFC currently estimate the total budget for the project is \$797,817,229. To date the District has expended approximately \$465,217,883 for construction commitments and related costs.

**NOTE 15 - ENDOWMENTS**

The Toledo City School District has various endowments/trusts whereby the original endowment/trust agreement restricts the principal for specified purposes. For the year ended June 30, 2009, the net appreciation on investments of donor-restricted endowments was (\$10,080). Under the terms of the endowment/trust, and consistent with State statutes, the District is authorized to spend the net appreciation from the trust for any disbursements that are consistent with the original trust agreement. At June 30, 2009, accumulated available net appreciation of \$340,096 is reported in unrestricted net assets.

**TOLEDO CITY SCHOOL DISTRICT**

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**Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2009**

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**NOTE 16 - RISK MANAGEMENT**

The District is exposed to financial loss resulting from District-caused damage to property or bodily injuries or illness of employees, unemployment compensation benefits to previous employees, and employee health care, prescription drug, dental and life insurance benefits. The Administrative Services - Employee Benefit Self-Insurance Fund, an internal service fund, is used to account for, and finance self-insurance activities. This fund includes prescription drug, dental and health insurance benefits. The District also maintains an Administrative Services - Workers Compensation Fund, which was established under the State of Ohio's retrospective rating plan provisions. These costs are also accounted for in an Internal Service fund.

In accordance with section C50.141 of the 2004 GASB Codification, estimated liabilities are accrued in all Self-Insurance funds for the value of current outstanding claims and claims incurred but not reported (IBNR). Annual actuarial studies are performed for the Employee Benefit Self Insurance and Workers Compensation Funds to determine the recommended funding levels for related risk areas. The claims liability of \$8,006,100 (Accrued Wages and Benefits) reported in the Employee Benefit Self - Insurance Fund and \$500,000 (Intergovernmental Payable) in the Workers Compensation Self-Insurance Fund is based on the requirements of Government Accounting Standards Board Statement 10 as amended by Government Accounting Standards Board Statement 30. This statement requires that a liability for claims be reported if information indicates, prior to the issuance of the financial statements, that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

Changes in the fund's claims liability amount in 2008 and 2009 were:

| <u>Fiscal Year</u> | <u>Unpaid Claims<br/>Beginning of<br/>Fiscal Year</u> | <u>Incurred<br/>Claims</u> | <u>Claim<br/>Payments</u> | <u>Unpaid Claims<br/>Ending of<br/>Fiscal Year</u> |
|--------------------|---|----------------------------|---------------------------|--|
| 2008               | \$10,003,261  | 50,593,680                 | (51,827,172)              | \$8,769,769  |
| 2009               | 8,769,769   | 53,156,497                 | (53,420,166)              | 8,506,100  |

District property, employee life, and all other insurance coverage's are provided by commercial insurance policies. Settled claims have not exceeded this commercial coverage in any of the past three years. There has been no significant reduction in insurance coverage from the prior year.

**TOLEDO CITY SCHOOL DISTRICT**

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**Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2009**

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**NOTE 17 – STATUTORY RESERVES**

The District is required by state law to set aside certain general fund revenue amounts, as defined, into various reserves. During the fiscal year ended June 30, 2009, the reserve activity (cash-basis) was as follows:

|  | Materials and<br>Supplies | Capital<br>Maintenance | Budget<br>Stabilization | Total                 |
|--|---------------------------|------------------------|-------------------------|-----------------------|
| Set-aside Balance as of June 30, 2009        | (\$13,857,470)            | \$0                    | \$3,700,671             | (\$10,156,799)        |
| Current Year Set-Aside Requirement           | 4,651,756                 | 4,651,756              | 0                       | 9,303,512             |
| Current Year Offset Credits                  | 0                         | (5,058,021)            | 0                       | (5,058,021)           |
| Qualifying Disbursements                     | (13,263,935)              | (8,238,440)            | 0                       | (21,502,375)          |
| Total  | <u>(\$22,469,649)</u>     | <u>(\$8,644,705)</u>   | <u>\$3,700,671</u>      | <u>(\$27,413,683)</u> |
| Set-aside Balance Carried Forward to FY 2010 | <u>\$0</u>                | <u>\$0</u>             | <u>\$3,700,671</u>      | <u>\$3,700,671</u>    |

The District had additional offsets and qualifying disbursements during the year in the Materials and Supplies set-aside that may be used to reduce the set-aside requirements of future years. Although the District had offsets and qualifying disbursements during the year that reduced the Capital Maintenance set-aside amount below zero, the extra amount may not be used to reduce the Capital Maintenance set-aside requirements of future years. Negative amounts are therefore not presented as being carried forward to the next fiscal year for Capital Maintenance.

**NOTE 18 - CONTINGENCIES**

**A. Grants**

The District receives financial assistance from federal and state agencies in the form of grants. The disbursement 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, 2009.

**B. Litigation**

The District is a party to several legal proceedings which seek damages or injunctive relief generally incidental to its operations and pending projects as of June 30, 2009. The District's management is of the opinion that ultimate disposition of these claims will not have a material effect on the financial condition of the District.

*COMBINING AND INDIVIDUAL FUND  
STATEMENTS AND SCHEDULES*

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*THE FOLLOWING COMBINING STATEMENTS AND SCHEDULES INCLUDE  
THE MAJOR AND NONMAJOR GOVERNMENTAL FUNDS, INTERNAL  
SERVICE FUNDS AND FIDUCIARY FUNDS.*

***Nonmajor Governmental Funds***

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***Special Revenue Funds***

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

**Food Service Fund**

A fund used to record financial transactions related to food service operations.

**Uniform School Supplies Fund**

A rotary fund provided to account for the purchase and sale of school supplies as adopted by the Board of Education for use in the schools of the District. Profit derived from such sales is to be used for school purposes or activities in connection with the school.

**Vocational Rotary Fund**

A fund provided to account for revenue and expenses made in connection with goods and services provided by a school district. Activities using this fund tend to be curricular in nature. As an example, this fund would be used to account for receipts and purchases made in connection with the sale of consumer services provided by vocational education classes such as cosmetology or auto mechanics. This fund is also used to account for "Life Enrichment Programs" offered by a school district.

**Adult Education Fund**

A fund provided to account for transactions made in connection with adult education classes.

**School Building Support Fund**

A fund provided to account for specific local revenue sources, other than taxes that are restricted to expenditures for specific purposes approved by board resolution. Such expenditures may include curricular and extracurricular related purchases.

**Other Grants Fund**

A fund used to account for the proceeds of specific revenue sources, except for state and federal grants that are legally restricted to expenditures for specified purposes.

**School Facilities Maintenance Fund**

A fund provided to account for the proceeds of a levy for the maintenance of facilities.

(Continued)

***Special Revenue Funds***

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**Administratively Managed Student Activity Fund**

A fund provided to account for those student activity programs which have student participation in the activity, but do not have student management of the programs. This fund would usually include athletic programs but could also include the band, cheerleaders, flag corp., and other similar types of activities.

**Auxiliary Services Fund**

A fund used to account for monies that provide services and materials to pupils attending non-public schools within the school district.

**Post Secondary Vocational Education Fund**

A fund provided to account for receipts and expenditures incurred providing opportunities for adults to acquire adequate employment skills.

**Management Information System Fund**

A fund for hardware and software development, or other costs associated with the requirements of the management information system.

**Public School Preschool Fund**

A fund to assist school districts in paying the cost of preschool programs for three and four year olds.

**Entry Year Program Teachers Fund**

A fund to provide direct assistance to the District's beginning teachers through teacher mentoring.

**Data Communication Fund**

A fund used to account for monies received for the maintenance of the Ohio Educational Computer Network connections. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

**SchoolNet Professional Development Fund**

A fund provided to account for a limited number of professional development subsidy grants.

**Vocational Education Enhancement Fund**

A fund used to account for Vocational Education Enhancement that: 1) expand number of students enrolled in tech prep programs, 2) enable students to develop career plans, 3) replace or update equipment essential for instruction of students in job skills.

(Continued)



***Special Revenue Funds***

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**Alternative Schools Fund**

A fund used to account for alternative educational programs for existing and new at-risk and delinquent youth. Programs shall be focused on youth in one or more of the following categories: those who have been expelled or suspended, those who have dropped out of school or who are at the risk of dropping out of school, those who are habitually truant or disruptive, or those on probation or on parole from a Department of Youth Services facility.

**Poverty Based Assistance Fund**

A fund used to account for monies appropriated for poverty bases assistance as a part of the State Foundation System.

**Miscellaneous State Fund**

A fund used to account for money received from the state government which is not classified elsewhere.

**Adult Basic Education Fund**

Provision of funds for instructional programs for persons 16 years of age and older who are not enrolled in school and who have less than a twelfth grade education or its equivalent; development of basic educational skills; increase of opportunities for useful employment; improvement of attitudes toward self, family, and community.

**Special Education Handicapped Fund**

Provision of Grants to assist states in the identification of handicapped children, development of procedural safeguards, implementation of less restrictive alternative services patterns, and provision of full educational opportunities to handicapped children at the preschool, elementary, and secondary levels.

**Vocational Education Fund**

Provision of funds to boards of education, teacher training institutions, and the state administering agency for cooperating in development of vocational education programs in the following categories: secondary, post-secondary, adult, disadvantaged and handicapped persons, exemplary programs, cooperative education, construction of area vocational schools, ancillary services, research, advisory committees, and work-study projects. Includes sex equity grants.

(Continued)

***Special Revenue Funds***

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**Title VII – Bilingual Education Program Fund**

Provision of funds to develop and carry out elementary and secondary school programs, including activities at the pre-school level, to meet the educational need of children of limited English proficiency.

**Title I Fund**

To provide financial assistance to State and Local educational agencies to meet the special needs of educationally deprived children.

**Title V – Innovative Education Fund**

To consolidate various programs into a single authorization of grants to States for the same purposes set forth in the provisions of law as specified in the authorization section, to be used in accordance with the educational needs and priorities of the state and local agencies.

**Drug-Free Schools Grant Fund**

To provide financial assistance for programs of drug abuse education and prevention.

**Preschool Grants for the Handicapped Fund**

To provide financial assistance to address the improvement and expansion of services for handicapped children ages three (3) through five (5) years.

**Improving Teacher Quality Fund**

A fund used to account for monies to hire additional classroom teachers in grades 1 through 3, to reduce the number of students per teacher.

**Miscellaneous Federal Grants Fund**

A fund used to account for various monies received through state agencies from the federal government or directly from the federal government which is not classified elsewhere.

***Capital Projects Funds***

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

**Permanent Improvement Fund**

A fund used to account for financial resources to be used for the acquisition, construction, or improvement of capital facilities.

**Locally Funded Initiative Fund**

A fund used to account for receipts and expenditures related to special bond funds in the district. Expenditures recorded represent the costs of acquiring capital facilities including real property.

**Telecommunity Fund**

A fund provided to account for technology equity funding to low-wealth school districts. (The Balance Sheet is not presented because there are no assets or liabilities at year end.)

***Permanent Fund***

---

The Permanent Fund is used to account for the financial resources that are legally restricted in that only the earnings, not the principal, may be used to support the District's programs.

**Endowments Fund**

A fund used to account for money, securities, or lands which have been set aside as an investment for public school purposes. The income from such a fund may be expended, but the principal must remain intact.

**TOLEDO CITY SCHOOL DISTRICT****Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2009**

|  | Nonmajor<br>Special Revenue<br>Funds | Nonmajor<br>Capital Projects<br>Funds | Nonmajor<br>Permanent Fund | Total Nonmajor<br>Governmental<br>Funds |
|--|--------------------------------------|---------------------------------------|----------------------------|---|
| <b>Assets:</b>                             |                                      |                                       |                            |   |
| Cash and Cash Equivalents                  | \$ 20,439,539                        | \$ 57,871,350                         | \$ 843,389                 | \$ 79,154,278                           |
| Cash with Fiscal Agent                     | 0                                    | 3,554,373                             | 0                          | 3,554,373                               |
| Receivables:                               |                                      |                                       |                            |   |
| Taxes                                      | 1,481,070                            | 4,486,679                             | 0                          | 5,967,749                               |
| Accounts                                   | 105,585                              | 0                                     | 0                          | 105,585                                 |
| Intergovernmental                          | 10,579,492                           | 0                                     | 0                          | 10,579,492                              |
| Interest                                   | 89,379                               | 442,703                               | 5,190                      | 537,272                                 |
| Inventory Held for Resale                  | 289,534                              | 0                                     | 0                          | 289,534                                 |
| <b>Total Assets</b>                        | <b>\$ 32,984,599</b>                 | <b>\$ 66,355,105</b>                  | <b>\$ 848,579</b>          | <b>\$ 100,188,283</b>                   |
| <b>Liabilities:</b>                        |                                      |                                       |                            |   |
| Accounts Payable                           | \$ 2,808,520                         | \$ 3,898,304                          | \$ 600                     | \$ 6,707,424                            |
| Accrued Wages and Benefits                 | 3,834,688                            | 0                                     | 0                          | 3,834,688                               |
| Intergovernmental Payable                  | 1,530,603                            | 0                                     | 1,000                      | 1,531,603                               |
| Interfund Loans Payable                    | 4,201,051                            | 0                                     | 0                          | 4,201,051                               |
| Deferred Revenue                           | 11,699,746                           | 7,833,524                             | 0                          | 19,533,270                              |
| <b>Total Liabilities</b>                   | <b>24,074,608</b>                    | <b>11,731,828</b>                     | <b>1,600</b>               | <b>35,808,036</b>                       |
| <b>Fund Balances:</b>                      |                                      |                                       |                            |   |
| Reserved for Encumbrances                  | 1,425,322                            | 1,041,882                             | 2,100                      | 2,469,304                               |
| Reserved for Supplies Inventory            | 289,534                              | 0                                     | 0                          | 289,534                                 |
| Reserved for Property Taxes                | 59,259                               | 197,524                               | 0                          | 256,783                                 |
| Reserved for Endowments                    | 0                                    | 0                                     | 503,291                    | 503,291                                 |
| Unreserved, Undesignated in:               |                                      |                                       |                            |   |
| Special Revenue Funds                      | 7,135,876                            | 0                                     | 0                          | 7,135,876                               |
| Capital Projects Funds                     | 0                                    | 53,383,871                            | 0                          | 53,383,871                              |
| Permanent Fund                             | 0                                    | 0                                     | 341,588                    | 341,588                                 |
| <b>Total Fund Balances</b>                 | <b>8,909,991</b>                     | <b>54,623,277</b>                     | <b>846,979</b>             | <b>64,380,247</b>                       |
| <b>Total Liabilities and Fund Balances</b> | <b>\$ 32,984,599</b>                 | <b>\$ 66,355,105</b>                  | <b>\$ 848,579</b>          | <b>\$ 100,188,283</b>                   |

**TOLEDO CITY SCHOOL DISTRICT**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Governmental Funds  
For the Fiscal Year Ended June 30, 2009**

|  | Nonmajor<br>Special Revenue<br>Funds | Nonmajor<br>Capital Projects<br>Funds | Nonmajor<br>Permanent Fund | Total Nonmajor<br>Governmental<br>Funds |
|--|--------------------------------------|---------------------------------------|----------------------------|---|
| <b>Revenues:</b>                                     |                                      |                                       |                            |   |
| Taxes  | \$ 1,151,977                         | \$ 4,034,149                          | \$ 0                       | \$ 5,186,126                            |
| Tuition  | 733,198                              | 0                                     | 0                          | 733,198                                 |
| Food Services  | 1,664,852                            | 0                                     | 0                          | 1,664,852                               |
| Investment Earnings                                  | 345,035                              | 728,083                               | 23,191                     | 1,096,309                               |
| Extracurricular Activities                           | 1,096,809                            | 0                                     | 0                          | 1,096,809                               |
| Class Materials and Fees                             | 146,825                              | 0                                     | 0                          | 146,825                                 |
| Intermediate Sources                                 | 20,000                               | 0                                     | 0                          | 20,000                                  |
| Intergovernmental - State                            | 40,635,609                           | 920,919                               | 0                          | 41,556,528                              |
| Intergovernmental - Federal                          | 52,034,387                           | 0                                     | 0                          | 52,034,387                              |
| All Other Revenue                                    | 2,045,271                            | 1,387,840                             | 1,000                      | 3,434,111                               |
| <b>Total Revenue</b>                                 | <b>99,873,963</b>                    | <b>7,070,991</b>                      | <b>24,191</b>              | <b>106,969,145</b>                      |
| <b>Expenditures:</b>                                 |                                      |                                       |                            |   |
| Current:   |                                      |                                       |                            |   |
| Instruction  | 44,166,390                           | 1,373,821                             | 1,000                      | 45,541,211                              |
| Supporting Services                                  | 32,511,412                           | 3,589,973                             | 32,807                     | 36,134,192                              |
| Operation of Non-Instructional Services              | 17,348,008                           | 4,669                                 | 0                          | 17,352,677                              |
| Extracurricular Activities                           | 1,320,763                            | 0                                     | 700                        | 1,321,463                               |
| Capital Outlay                                       | 770                                  | 6,283,265                             | 0                          | 6,284,035                               |
| <b>Total Expenditures</b>                            | <b>95,347,343</b>                    | <b>11,251,728</b>                     | <b>34,507</b>              | <b>106,633,578</b>                      |
| Excess (Deficiency) of Revenues<br>Over Expenditures | 4,526,620                            | (4,180,737)                           | (10,316)                   | 335,567                                 |
| <b>Other Financing Sources (Uses):</b>               |                                      |                                       |                            |   |
| General Obligation Bonds Issued                      | 0                                    | 31,999,995                            | 0                          | 31,999,995                              |
| Transfers In   | 2,726,419                            | 7,690,727                             | 0                          | 10,417,146                              |
| Transfers Out  | (96,109)                             | 0                                     | 0                          | (96,109)                                |
| <b>Total Other Financing Sources (Uses)</b>          | <b>2,630,310</b>                     | <b>39,690,722</b>                     | <b>0</b>                   | <b>42,321,032</b>                       |
| Net Change in Fund Balance                           | 7,156,930                            | 35,509,985                            | (10,316)                   | 42,656,599                              |
| <b>Fund Balances at Beginning of Year</b>            | <b>1,753,061</b>                     | <b>19,113,292</b>                     | <b>857,295</b>             | <b>21,723,648</b>                       |
| <b>Fund Balances End of Year</b>                     | <b>\$ 8,909,991</b>                  | <b>\$ 54,623,277</b>                  | <b>\$ 846,979</b>          | <b>\$ 64,380,247</b>                    |

**TOLEDO CITY SCHOOL DISTRICT**

**Combining Balance Sheet  
Nonmajor Special Revenue Funds  
June 30, 2009**

|  | Food Service      | Uniform School<br>Supplies | Vocational<br>Rotary | Adult Education   |
|--|-------------------|----------------------------|----------------------|-------------------|
| <b>Assets:</b>                             |                   |                            |                      |                   |
| Cash and Cash Equivalents                  | \$ 41,417         | \$ 352,996                 | \$ 163,339           | \$ 153,914        |
| Receivables:                               |                   |                            |                      |                   |
| Taxes                                      | 0                 | 0                          | 0                    | 0                 |
| Accounts                                   | 1,249             | 4,275                      | 1,339                | 46,313            |
| Intergovernmental                          | 0                 | 0                          | 0                    | 12,596            |
| Interest                                   | 0                 | 0                          | 987                  | 0                 |
| Inventory Held for Resale                  | 289,534           | 0                          | 0                    | 0                 |
| <b>Total Assets</b>                        | <b>\$ 332,200</b> | <b>\$ 357,271</b>          | <b>\$ 165,665</b>    | <b>\$ 212,823</b> |
| <b>Liabilities:</b>                        |                   |                            |                      |                   |
| Accounts Payable                           | \$ 18,022         | \$ 53,368                  | \$ 11,150            | \$ 8,032          |
| Accrued Wages and Benefits                 | 24,390            | 0                          | 0                    | 73,534            |
| Intergovernmental Payable                  | 117,353           | 0                          | 0                    | 65,141            |
| Interfund Loans Payable                    | 0                 | 0                          | 0                    | 751,996           |
| Deferred Revenue                           | 0                 | 0                          | 0                    | 0                 |
| <b>Total Liabilities</b>                   | <b>159,765</b>    | <b>53,368</b>              | <b>11,150</b>        | <b>898,703</b>    |
| <b>Fund Balances:</b>                      |                   |                            |                      |                   |
| Reserved for Encumbrances                  | 22,964            | 28,998                     | 5,584                | 541               |
| Reserved for Supplies Inventory            | 289,534           | 0                          | 0                    | 0                 |
| Reserved for Property Taxes                | 0                 | 0                          | 0                    | 0                 |
| Unreserved, Undesignated in:               |                   |                            |                      |                   |
| Special Revenue Funds (Deficit)            | (140,063)         | 274,905                    | 148,931              | (686,421)         |
| <b>Total Fund Balances (Deficit)</b>       | <b>172,435</b>    | <b>303,903</b>             | <b>154,515</b>       | <b>(685,880)</b>  |
| <b>Total Liabilities and Fund Balances</b> | <b>\$ 332,200</b> | <b>\$ 357,271</b>          | <b>\$ 165,665</b>    | <b>\$ 212,823</b> |

**TOLEDO CITY SCHOOL DISTRICT**

| School Building Support | Other Grants      | School Facilities Maintenance | Administratively Managed Student Activity | Auxiliary Services Program | Post Secondary Vocational Education | Management Information System |
|-------------------------|-------------------|-------------------------------|---|----------------------------|-------------------------------------|-------------------------------|
| \$ 749,760              | \$ 553,942        | \$ 11,260,661                 | \$ 392,192                                | \$ 1,517,728               | \$ 1,413                            | \$ 30,032                     |
| 0                       | 0                 | 1,481,070                     | 0   | 0                          | 0                                   | 0                             |
| 8,803                   | 37,036            | 0                             | 6,270                                     | 0                          | 0                                   | 0                             |
| 0                       | 0                 | 0                             | 0   | 234,743                    | 3,520                               | 0                             |
| 4,614                   | 0                 | 81,376                        | 2,402                                     | 0                          | 0                                   | 0                             |
| 0                       | 0                 | 0                             | 0   | 0                          | 0                                   | 0                             |
| <u>\$ 763,177</u>       | <u>\$ 590,978</u> | <u>\$ 12,823,107</u>          | <u>\$ 400,864</u>                         | <u>\$ 1,752,471</u>        | <u>\$ 4,933</u>                     | <u>\$ 30,032</u>              |
| \$ 55,286               | \$ 27,620         | \$ 116,763                    | \$ 41,542                                 | \$ 1,045,220               | \$ 0                                | \$ 3,717                      |
| 0                       | 12,028            | 0                             | 0   | 206,932                    | 0                                   | 824                           |
| 475                     | 48,162            | 497                           | 267                                       | 51,890                     | 140                                 | 3,966                         |
| 741                     | 18,331            | 0                             | 0   | 0                          | 4,301                               | 0                             |
| 0                       | 0                 | 1,405,810                     | 0   | 234,743                    | 3,520                               | 0                             |
| <u>56,502</u>           | <u>106,141</u>    | <u>1,523,070</u>              | <u>41,809</u>                             | <u>1,538,785</u>           | <u>7,961</u>                        | <u>8,507</u>                  |
| 44,755                  | 15,736            | 119,688                       | 26,056                                    | 301,349                    | 1,273                               | 0                             |
| 0                       | 0                 | 0                             | 0   | 0                          | 0                                   | 0                             |
| 0                       | 0                 | 59,259                        | 0   | 0                          | 0                                   | 0                             |
| <u>661,920</u>          | <u>469,101</u>    | <u>11,121,090</u>             | <u>332,999</u>                            | <u>(87,663)</u>            | <u>(4,301)</u>                      | <u>21,525</u>                 |
| <u>706,675</u>          | <u>484,837</u>    | <u>11,300,037</u>             | <u>359,055</u>                            | <u>213,686</u>             | <u>(3,028)</u>                      | <u>21,525</u>                 |
| <u>\$ 763,177</u>       | <u>\$ 590,978</u> | <u>\$ 12,823,107</u>          | <u>\$ 400,864</u>                         | <u>\$ 1,752,471</u>        | <u>\$ 4,933</u>                     | <u>\$ 30,032</u>              |

(Continued)

**TOLEDO CITY SCHOOL DISTRICT**

**Combining Balance Sheet  
Nonmajor Special Revenue Funds  
June 30, 2009**

|  | Public School<br>Preschool | Entry Year<br>Programs<br>Teachers | SchoolNet<br>Professional<br>Development | Vocational<br>Education<br>Enhancement |
|--|----------------------------|------------------------------------|--|--|
| <b>Assets:</b>                             |                            |                                    |  |  |
| Cash and Cash Equivalents                  | \$ 20,337                  | \$ 2,265                           | \$ 0                                     | \$ 11,697                              |
| Receivables:                               |                            |                                    |  |  |
| Taxes                                      | 0                          | 0                                  | 0  | 0                                      |
| Accounts                                   | 300                        | 0                                  | 0  | 0                                      |
| Intergovernmental                          | 0                          | 0                                  | 0  | 5,019                                  |
| Interest                                   | 0                          | 0                                  | 0  | 0                                      |
| Inventory Held for Resale                  | 0                          | 0                                  | 0  | 0                                      |
| <b>Total Assets</b>                        | <b>\$ 20,637</b>           | <b>\$ 2,265</b>                    | <b>\$ 0</b>                              | <b>\$ 16,716</b>                       |
| <b>Liabilities:</b>                        |                            |                                    |  |  |
| Accounts Payable                           | \$ 4,451                   | \$ 0                               | \$ 0                                     | \$ 2,877                               |
| Accrued Wages and Benefits                 | 13,569                     | 202                                | 0  | 5,000                                  |
| Intergovernmental Payable                  | 2,115                      | 118                                | 0  | 1,212                                  |
| Interfund Loans Payable                    | 0                          | 0                                  | 159                                      | 3,257                                  |
| Deferred Revenue                           | 0                          | 0                                  | 0  | 5,019                                  |
| <b>Total Liabilities</b>                   | <b>20,135</b>              | <b>320</b>                         | <b>159</b>                               | <b>17,365</b>                          |
| <b>Fund Balances:</b>                      |                            |                                    |  |  |
| Reserved for Encumbrances                  | 481                        | 0                                  | 0  | 189                                    |
| Reserved for Supplies Inventory            | 0                          | 0                                  | 0  | 0                                      |
| Reserved for Property Taxes                | 0                          | 0                                  | 0  | 0                                      |
| Unreserved, Undesignated in:               |                            |                                    |  |  |
| Special Revenue Funds (Deficit)            | 21                         | 1,945                              | (159)                                    | (838)                                  |
| <b>Total Fund Balances (Deficit)</b>       | <b>502</b>                 | <b>1,945</b>                       | <b>(159)</b>                             | <b>(649)</b>                           |
| <b>Total Liabilities and Fund Balances</b> | <b>\$ 20,637</b>           | <b>\$ 2,265</b>                    | <b>\$ 0</b>                              | <b>\$ 16,716</b>                       |



**TOLEDO CITY SCHOOL DISTRICT**

| Alternative Schools | Poverty Based Assistance | Miscellaneous State | Adult Basic Education | Special Education Handicapped | Vocational Education | Title VII Bilingual Education Program |
|---------------------|--------------------------|---------------------|-----------------------|-------------------------------|----------------------|---------------------------------------|
| \$ 30,157           | \$ 2,085,480             | \$ 757,893          | \$ 3,556              | \$ 68,629                     | \$ 220,824           | \$ 7,032                              |
| 0                   | 0                        | 0                   | 0                     | 0                             | 0                    | 0                                     |
| 0                   | 0                        | 0                   | 0                     | 0                             | 0                    | 0                                     |
| 94,681              | 0                        | 157,028             | 160,886               | 793,735                       | 457,585              | 31,180                                |
| 0                   | 0                        | 0                   | 0                     | 0                             | 0                    | 0                                     |
| 0                   | 0                        | 0                   | 0                     | 0                             | 0                    | 0                                     |
| <u>\$ 124,838</u>   | <u>\$ 2,085,480</u>      | <u>\$ 914,921</u>   | <u>\$ 164,442</u>     | <u>\$ 862,364</u>             | <u>\$ 678,409</u>    | <u>\$ 38,212</u>                      |
| \$ 10,187           | \$ 4,809                 | \$ 155,217          | \$ 1,255              | \$ 60,799                     | \$ 182,737           | \$ 0                                  |
| 20,309              | 303,433                  | 17,616              | 61,686                | 525,482                       | 71,513               | 1,305                                 |
| 6,771               | 44,515                   | 441,960             | 8,814                 | 162,804                       | 35,383               | 757                                   |
| 18,783              | 0                        | 83,454              | 74,002                | 950,793                       | 411,441              | 0                                     |
| 94,681              | 0                        | 80,447              | 160,886               | 793,735                       | 456,648              | 31,180                                |
| <u>150,731</u>      | <u>352,757</u>           | <u>778,694</u>      | <u>306,643</u>        | <u>2,493,613</u>              | <u>1,157,722</u>     | <u>33,242</u>                         |
| 20,142              | 2,000                    | 13,681              | 2,300                 | 10,045                        | 68,060               | 1,237                                 |
| 0                   | 0                        | 0                   | 0                     | 0                             | 0                    | 0                                     |
| 0                   | 0                        | 0                   | 0                     | 0                             | 0                    | 0                                     |
| (46,035)            | 1,730,723                | 122,546             | (144,501)             | (1,641,294)                   | (547,373)            | 3,733                                 |
| (25,893)            | 1,732,723                | 136,227             | (142,201)             | (1,631,249)                   | (479,313)            | 4,970                                 |
| <u>\$ 124,838</u>   | <u>\$ 2,085,480</u>      | <u>\$ 914,921</u>   | <u>\$ 164,442</u>     | <u>\$ 862,364</u>             | <u>\$ 678,409</u>    | <u>\$ 38,212</u>                      |

(Continued)

**TOLEDO CITY SCHOOL DISTRICT**

**Combining Balance Sheet  
Nonmajor Special Revenue Funds  
June 30, 2009**

|  | Title I             | Title V -<br>Innovative<br>Education | Drug Free<br>School Grants | Preschool Grants<br>for the<br>Handicapped |
|--|---------------------|--------------------------------------|----------------------------|--|
| <b>Assets:</b>                             |                     |                                      |                            |  |
| Cash and Cash Equivalents                  | \$ 1,204,511        | \$ 2,856                             | \$ 6,531                   | \$ 2,036                                   |
| Receivables:                               |                     |                                      |                            |  |
| Taxes                                      | 0                   | 0                                    | 0                          | 0  |
| Accounts                                   | 0                   | 0                                    | 0                          | 0  |
| Intergovernmental                          | 5,349,980           | 23,183                               | 138,161                    | 16,703                                     |
| Interest                                   | 0                   | 0                                    | 0                          | 0  |
| Inventory Held for Resale                  | 0                   | 0                                    | 0                          | 0  |
| <b>Total Assets</b>                        | <u>\$ 6,554,491</u> | <u>\$ 26,039</u>                     | <u>\$ 144,692</u>          | <u>\$ 18,739</u>                           |
| <b>Liabilities:</b>                        |                     |                                      |                            |  |
| Accounts Payable                           | \$ 821,496          | \$ 2,266                             | \$ 3,816                   | \$ 1,471                                   |
| Accrued Wages and Benefits                 | 1,874,896           | 11,338                               | 20,037                     | 13,139                                     |
| Intergovernmental Payable                  | 360,959             | 969                                  | 3,392                      | 5,487                                      |
| Interfund Loans Payable                    | 1,145,575           | 17,372                               | 40,223                     | 195  |
| Deferred Revenue                           | 5,316,921           | 23,183                               | 90,653                     | 16,703                                     |
| <b>Total Liabilities</b>                   | <u>9,519,847</u>    | <u>55,128</u>                        | <u>158,121</u>             | <u>36,995</u>                              |
| <b>Fund Balances:</b>                      |                     |                                      |                            |  |
| Reserved for Encumbrances                  | 545,366             | 2,854                                | 5,182                      | 564  |
| Reserved for Supplies Inventory            | 0                   | 0                                    | 0                          | 0  |
| Reserved for Property Taxes                | 0                   | 0                                    | 0                          | 0  |
| Unreserved, Undesignated in:               |                     |                                      |                            |  |
| Special Revenue Funds (Deficit)            | (3,510,722)         | (31,943)                             | (18,611)                   | (18,820)                                   |
| <b>Total Fund Balances (Deficit)</b>       | <u>(2,965,356)</u>  | <u>(29,089)</u>                      | <u>(13,429)</u>            | <u>(18,256)</u>                            |
| <b>Total Liabilities and Fund Balances</b> | <u>\$ 6,554,491</u> | <u>\$ 26,039</u>                     | <u>\$ 144,692</u>          | <u>\$ 18,739</u>                           |

**TOLEDO CITY SCHOOL DISTRICT**

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| Improving<br>Teacher Quality | Miscellaneous<br>Federal Grants | Total Nonmajor<br>Special Revenue<br>Funds |
|------------------------------|---------------------------------|--|
| \$ 225,193                   | \$ 573,148                      | \$ 20,439,539                              |
| 0                            | 0                               | 1,481,070                                  |
| 0                            | 0                               | 105,585                                    |
| 1,112,225                    | 1,988,267                       | 10,579,492                                 |
| 0                            | 0                               | 89,379                                     |
| 0                            | 0                               | 289,534                                    |
| <u>\$ 1,337,418</u>          | <u>\$ 2,561,415</u>             | <u>\$ 32,984,599</u>                       |
|                              |                                 |  |
| \$ 128,865                   | \$ 47,554                       | \$ 2,808,520                               |
| 396,745                      | 180,710                         | 3,834,688                                  |
| 121,015                      | 46,441                          | 1,530,603                                  |
| 129,006                      | 551,422                         | 4,201,051                                  |
| 1,112,225                    | 1,873,392                       | 11,699,746                                 |
| <u>1,887,856</u>             | <u>2,699,519</u>                | <u>24,074,608</u>                          |
|                              |                                 |  |
| 149,135                      | 37,142                          | 1,425,322                                  |
| 0                            | 0                               | 289,534                                    |
| 0                            | 0                               | 59,259                                     |
| <u>(699,573)</u>             | <u>(175,246)</u>                | <u>7,135,876</u>                           |
| <u>(550,438)</u>             | <u>(138,104)</u>                | <u>8,909,991</u>                           |
| <u>\$ 1,337,418</u>          | <u>\$ 2,561,415</u>             | <u>\$ 32,984,599</u>                       |

**TOLEDO CITY SCHOOL DISTRICT**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2009**

|  | Food Service      | Uniform School<br>Supplies | Vocational<br>Rotary | Adult Education     |
|--|-------------------|----------------------------|----------------------|---------------------|
| <b>Revenues:</b>                                     |                   |                            |                      |                     |
| Taxes  | \$ 0              | \$ 0                       | \$ 0                 | \$ 0                |
| Tuition  | 0                 | 0                          | 0                    | 716,698             |
| Food Service   | 1,664,852         | 0                          | 0                    | 0                   |
| Investment Earnings                                  | 0                 | 0                          | 4,534                | 0                   |
| Extracurricular Activities                           | 0                 | 6,305                      | 131,705              | 0                   |
| Classroom Materials and Fees                         | 0                 | 137,175                    | 0                    | 0                   |
| Intermediate Sources                                 | 0                 | 0                          | 0                    | 0                   |
| State Sources  | 267,932           | 0                          | 0                    | 275,206             |
| Federal Sources                                      | 8,169,870         | 0                          | 0                    | 703,581             |
| Miscellaneous Revenue                                | 148,927           | 0                          | 11,614               | 0                   |
| <b>Total Revenue</b>                                 | <u>10,251,581</u> | <u>143,480</u>             | <u>147,853</u>       | <u>1,695,485</u>    |
| <b>Expenditures:</b>                                 |                   |                            |                      |                     |
| Current:   |                   |                            |                      |                     |
| Instruction  | 0                 | 284,290                    | 137,671              | 1,884,241           |
| Support Services                                     | 109,998           | 0                          | 0                    | 55,825              |
| Non-Instructional Services                           | 12,005,073        | 0                          | 0                    | 14,231              |
| Extracurricular Activities                           | 0                 | 0                          | 0                    | 0                   |
| Capital Outlay                                       | 0                 | 0                          | 0                    | 0                   |
| <b>Total Expenditures</b>                            | <u>12,115,071</u> | <u>284,290</u>             | <u>137,671</u>       | <u>1,954,297</u>    |
| Excess (Deficiency) of Revenues<br>Over Expenditures | (1,863,490)       | (140,810)                  | 10,182               | (258,812)           |
| <b>Other Financing Sources (Uses):</b>               |                   |                            |                      |                     |
| Transfers In   | 1,886,844         | 368,547                    | 0                    | 0                   |
| Transfers Out  | 0                 | (50,341)                   | (17,208)             | 0                   |
| <b>Total Other Financing Sources (Uses)</b>          | <u>1,886,844</u>  | <u>318,206</u>             | <u>(17,208)</u>      | <u>0</u>            |
| Net Change in Fund Balance                           | 23,354            | 177,396                    | (7,026)              | (258,812)           |
| <b>Fund Balances (Deficit) at Beginning of Year</b>  | <u>149,081</u>    | <u>126,507</u>             | <u>161,541</u>       | <u>(427,068)</u>    |
| <b>Fund Balances (Deficit) End of Year</b>           | <u>\$ 172,435</u> | <u>\$ 303,903</u>          | <u>\$ 154,515</u>    | <u>\$ (685,880)</u> |

**TOLEDO CITY SCHOOL DISTRICT**

| School Building Support | Other Grants      | School Facilities Maintenance | Administratively Managed Student Activity | Auxiliary Services Program | Post Secondary Vocational Education | Management Information System |
|-------------------------|-------------------|-------------------------------|---|----------------------------|-------------------------------------|-------------------------------|
| \$ 0                    | \$ 0              | \$ 1,151,977                  | \$ 0                                      | \$ 0                       | \$ 0                                | \$ 0                          |
| 0                       | 0                 | 0                             | 0   | 0                          | 0                                   | 0                             |
| 0                       | 0                 | 0                             | 0   | 0                          | 0                                   | 0                             |
| 24,344                  | 0                 | 276,816                       | 12,157                                    | 27,184                     | 0                                   | 0                             |
| 508,520                 | 0                 | 0                             | 450,279                                   | 0                          | 0                                   | 0                             |
| 0                       | 0                 | 0                             | 9,650                                     | 0                          | 0                                   | 0                             |
| 0                       | 20,000            | 0                             | 0   | 0                          | 0                                   | 0                             |
| 0                       | 0                 | 1,485,765                     | 0   | 3,835,439                  | 14,881                              | 79,935                        |
| 0                       | 0                 | 0                             | 0   | 0                          | 0                                   | 0                             |
| 112,160                 | 1,735,454         | 0                             | 37,116                                    | 0                          | 0                                   | 0                             |
| <u>645,024</u>          | <u>1,755,454</u>  | <u>2,914,558</u>              | <u>509,202</u>                            | <u>3,862,623</u>           | <u>14,881</u>                       | <u>79,935</u>                 |
| 140,689                 | 173,867           | 0                             | 1,565                                     | 127,081                    | 0                                   | 0                             |
| 45,159                  | 1,629,919         | 466,703                       | 0   | 168,908                    | 17,619                              | 91,028                        |
| 0                       | 0                 | 0                             | 0   | 3,863,119                  | 0                                   | 0                             |
| 640,427                 | 0                 | 0                             | 674,068                                   | 0                          | 0                                   | 0                             |
| 0                       | 0                 | 770                           | 0   | 0                          | 0                                   | 0                             |
| <u>826,275</u>          | <u>1,803,786</u>  | <u>467,473</u>                | <u>675,633</u>                            | <u>4,159,108</u>           | <u>17,619</u>                       | <u>91,028</u>                 |
| (181,251)               | (48,332)          | 2,447,085                     | (166,431)                                 | (296,485)                  | (2,738)                             | (11,093)                      |
| 167,442                 | 0                 | 0                             | 166,499                                   | 0                          | 0                                   | 0                             |
| <u>(16,761)</u>         | <u>0</u>          | <u>0</u>                      | <u>(810)</u>                              | <u>0</u>                   | <u>0</u>                            | <u>0</u>                      |
| <u>150,681</u>          | <u>0</u>          | <u>0</u>                      | <u>165,689</u>                            | <u>0</u>                   | <u>0</u>                            | <u>0</u>                      |
| (30,570)                | (48,332)          | 2,447,085                     | (742)                                     | (296,485)                  | (2,738)                             | (11,093)                      |
| <u>737,245</u>          | <u>533,169</u>    | <u>8,852,952</u>              | <u>359,797</u>                            | <u>510,171</u>             | <u>(290)</u>                        | <u>32,618</u>                 |
| <u>\$ 706,675</u>       | <u>\$ 484,837</u> | <u>\$ 11,300,037</u>          | <u>\$ 359,055</u>                         | <u>\$ 213,686</u>          | <u>\$ (3,028)</u>                   | <u>\$ 21,525</u>              |

(Continued)

**TOLEDO CITY SCHOOL DISTRICT**

***Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2009***

|  | Public School<br>Preschool | Entry Year<br>Programs<br>Teachers | Data<br>Communication | SchoolNet<br>Professional<br>Development |
|--|----------------------------|------------------------------------|-----------------------|--|
| <b>Revenues:</b>                                     |                            |                                    |                       |  |
| Taxes  | \$ 0                       | \$ 0                               | \$ 0                  | \$ 0                                     |
| Tuition  | 16,500                     | 0                                  | 0                     | 0  |
| Food Service   | 0                          | 0                                  | 0                     | 0  |
| Investment Earnings                                  | 0                          | 0                                  | 0                     | 0  |
| Extracurricular Activities                           | 0                          | 0                                  | 0                     | 0  |
| Classroom Materials and Fees                         | 0                          | 0                                  | 0                     | 0  |
| Intermediate Sources                                 | 0                          | 0                                  | 0                     | 0  |
| State Sources  | 214,380                    | 35,000                             | 192,000               | 9,450                                    |
| Federal Sources                                      | 0                          | 0                                  | 0                     | 0  |
| Miscellaneous Revenue                                | 0                          | 0                                  | 0                     | 0  |
| <b>Total Revenue</b>                                 | <b>230,880</b>             | <b>35,000</b>                      | <b>192,000</b>        | <b>9,450</b>                             |
| <b>Expenditures:</b>                                 |                            |                                    |                       |  |
| Current:   |                            |                                    |                       |  |
| Instruction  | 12,457                     | 48,607                             | 0                     | 0  |
| Support Services                                     | 256,178                    | 0                                  | 192,000               | 7,708                                    |
| Non-Instructional Services                           | 0                          | 0                                  | 0                     | 0  |
| Extracurricular Activities                           | 0                          | 0                                  | 0                     | 3,628                                    |
| Capital Outlay                                       | 0                          | 0                                  | 0                     | 0  |
| <b>Total Expenditures</b>                            | <b>268,635</b>             | <b>48,607</b>                      | <b>192,000</b>        | <b>11,336</b>                            |
| Excess (Deficiency) of Revenues<br>Over Expenditures | (37,755)                   | (13,607)                           | 0                     | (1,886)                                  |
| <b>Other Financing Sources (Uses):</b>               |                            |                                    |                       |  |
| Transfers In   | 0                          | 0                                  | 0                     | 0  |
| Transfers Out  | 0                          | 0                                  | 0                     | 0  |
| <b>Total Other Financing Sources (Uses)</b>          | <b>0</b>                   | <b>0</b>                           | <b>0</b>              | <b>0</b>                                 |
| Net Change in Fund Balance                           | (37,755)                   | (13,607)                           | 0                     | (1,886)                                  |
| <b>Fund Balances (Deficit) at Beginning of Year</b>  | <b>38,257</b>              | <b>15,552</b>                      | <b>0</b>              | <b>1,727</b>                             |
| <b>Fund Balances (Deficit) End of Year</b>           | <b>\$ 502</b>              | <b>\$ 1,945</b>                    | <b>\$ 0</b>           | <b>\$ (159)</b>                          |

**TOLEDO CITY SCHOOL DISTRICT**

| Vocational<br>Education<br>Enhancement | Alternative<br>Schools | Poverty Based<br>Assistance | Miscellaneous<br>State | Adult Basic<br>Education | Special<br>Education<br>Handicapped | Vocational<br>Education |
|--|------------------------|-----------------------------|------------------------|--------------------------|-------------------------------------|-------------------------|
| \$ 0                                   | \$ 0                   | \$ 0                        | \$ 0                   | \$ 0                     | \$ 0                                | \$ 0                    |
| 0                                      | 0                      | 0                           | 0                      | 0                        | 0                                   | 0                       |
| 0                                      | 0                      | 0                           | 0                      | 0                        | 0                                   | 0                       |
| 0                                      | 0                      | 0                           | 0                      | 0                        | 0                                   | 0                       |
| 0                                      | 0                      | 0                           | 0                      | 0                        | 0                                   | 0                       |
| 0                                      | 0                      | 0                           | 0                      | 0                        | 0                                   | 0                       |
| 0                                      | 0                      | 0                           | 0                      | 0                        | 0                                   | 0                       |
| 66,332                                 | 372,683                | 32,309,289                  | 1,477,317              | 0                        | 0                                   | 0                       |
| 0                                      | 0                      | 0                           | 0                      | 625,345                  | 10,256,134                          | 1,237,458               |
| 0                                      | 0                      | 0                           | 0                      | 0                        | 0                                   | 0                       |
| <u>66,332</u>                          | <u>372,683</u>         | <u>32,309,289</u>           | <u>1,477,317</u>       | <u>625,345</u>           | <u>10,256,134</u>                   | <u>1,237,458</u>        |
| 17,525                                 | 155,678                | 19,216,830                  | 895,847                | 645,222                  | 3,310,752                           | 579,713                 |
| 36,334                                 | 143,670                | 7,766,936                   | 485,213                | 32,809                   | 7,027,506                           | 826,532                 |
| 0                                      | 0                      | 317,853                     | 0                      | 0                        | 210,735                             | 0                       |
| 0                                      | 0                      | 0                           | 155                    | 0                        | 0                                   | 0                       |
| 0                                      | 0                      | 0                           | 0                      | 0                        | 0                                   | 0                       |
| <u>53,859</u>                          | <u>299,348</u>         | <u>27,301,619</u>           | <u>1,381,215</u>       | <u>678,031</u>           | <u>10,548,993</u>                   | <u>1,406,245</u>        |
| 12,473                                 | 73,335                 | 5,007,670                   | 96,102                 | (52,686)                 | (292,859)                           | (168,787)               |
| 0                                      | 0                      | 0                           | 0                      | 0                        | 0                                   | 0                       |
| 0                                      | 0                      | 0                           | 0                      | 0                        | 0                                   | 0                       |
| 0                                      | 0                      | 0                           | 0                      | 0                        | 0                                   | 0                       |
| 12,473                                 | 73,335                 | 5,007,670                   | 96,102                 | (52,686)                 | (292,859)                           | (168,787)               |
| (13,122)                               | (99,228)               | (3,274,947)                 | 40,125                 | (89,515)                 | (1,338,390)                         | (310,526)               |
| <u>\$ (649)</u>                        | <u>\$ (25,893)</u>     | <u>\$ 1,732,723</u>         | <u>\$ 136,227</u>      | <u>\$ (142,201)</u>      | <u>\$ (1,631,249)</u>               | <u>\$ (479,313)</u>     |

(Continued)

**TOLEDO CITY SCHOOL DISTRICT**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balance  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2009**

|  | Title VII<br>Bilingual<br>Education<br>Program | Title I               | Title V -<br>Innovative<br>Education | Drug Free<br>School Grants |
|--|--|-----------------------|--------------------------------------|----------------------------|
| <b>Revenues:</b>                                     |  |                       |                                      |                            |
| Taxes  | \$ 0   | \$ 0                  | \$ 0                                 | \$ 0                       |
| Tuition  | 0  | 0                     | 0                                    | 0                          |
| Food Service   | 0  | 0                     | 0                                    | 0                          |
| Investment Earnings                                  | 0  | 0                     | 0                                    | 0                          |
| Extracurricular Activities                           | 0  | 0                     | 0                                    | 0                          |
| Classroom Materials and Fees                         | 0  | 0                     | 0                                    | 0                          |
| Intermediate Sources                                 | 0  | 0                     | 0                                    | 0                          |
| State Sources  | 0  | 0                     | 0                                    | 0                          |
| Federal Sources                                      | 107,852  | 22,851,764            | 109,793                              | 199,821                    |
| Miscellaneous Revenue                                | 0  | 0                     | 0                                    | 0                          |
| <b>Total Revenue</b>                                 | <u>107,852</u>                                 | <u>22,851,764</u>     | <u>109,793</u>                       | <u>199,821</u>             |
| <b>Expenditures:</b>                                 |  |                       |                                      |                            |
| Current:   |  |                       |                                      |                            |
| Instruction  | 87,264   | 11,527,994            | 57,379                               | 9,851                      |
| Support Services                                     | 8,890  | 10,383,310            | 32,638                               | 178,311                    |
| Non-Instructional Services                           | 0  | 853,689               | 2,550                                | 1,349                      |
| Extracurricular Activities                           | 0  | 0                     | 0                                    | 0                          |
| Capital Outlay                                       | 0  | 0                     | 0                                    | 0                          |
| <b>Total Expenditures</b>                            | <u>96,154</u>                                  | <u>22,764,993</u>     | <u>92,567</u>                        | <u>189,511</u>             |
| Excess (Deficiency) of Revenues<br>Over Expenditures | 11,698   | 86,771                | 17,226                               | 10,310                     |
| <b>Other Financing Sources (Uses):</b>               |  |                       |                                      |                            |
| Transfers In   | 0  | 11,318                | 0                                    | 0                          |
| Transfers Out  | 0  | (10,989)              | 0                                    | 0                          |
| <b>Total Other Financing Sources (Uses)</b>          | <u>0</u>                                       | <u>329</u>            | <u>0</u>                             | <u>0</u>                   |
| Net Change in Fund Balance                           | 11,698   | 87,100                | 17,226                               | 10,310                     |
| <b>Fund Balances (Deficit) at Beginning of Year</b>  | <u>(6,728)</u>                                 | <u>(3,052,456)</u>    | <u>(46,315)</u>                      | <u>(23,739)</u>            |
| <b>Fund Balances (Deficit) End of Year</b>           | <u>\$ 4,970</u>                                | <u>\$ (2,965,356)</u> | <u>\$ (29,089)</u>                   | <u>\$ (13,429)</u>         |



**TOLEDO CITY SCHOOL DISTRICT**

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| <u>Preschool Grants<br/>for the<br/>Handicapped</u> | <u>Improving<br/>Teacher Quality</u> | <u>Miscellaneous<br/>Federal Grants</u> | <u>Total Nonmajor<br/>Special Revenue<br/>Funds</u> |
|---|--------------------------------------|---|---|
| \$ 0  | \$ 0                                 | \$ 0                                    | \$ 1,151,977  |
| 0   | 0                                    | 0                                       | 733,198   |
| 0   | 0                                    | 0                                       | 1,664,852   |
| 0   | 0                                    | 0                                       | 345,035   |
| 0   | 0                                    | 0                                       | 1,096,809   |
| 0   | 0                                    | 0                                       | 146,825   |
| 0   | 0                                    | 0                                       | 20,000  |
| 0   | 0                                    | 0                                       | 40,635,609  |
| 247,633   | 3,824,333                            | 3,700,803                               | 52,034,387  |
| 0   | 0                                    | 0                                       | 2,045,271   |
| <u>247,633</u>                                      | <u>3,824,333</u>                     | <u>3,700,803</u>                        | <u>99,873,963</u>                                   |
| 9,668   | 2,914,427                            | 1,927,772                               | 44,166,390  |
| 236,978   | 943,139                              | 1,368,101                               | 32,511,412  |
| 0   | 0                                    | 79,409                                  | 17,348,008  |
| 830   | 0                                    | 1,655                                   | 1,320,763   |
| 0   | 0                                    | 0                                       | 770   |
| <u>247,476</u>                                      | <u>3,857,566</u>                     | <u>3,376,937</u>                        | <u>95,347,343</u>                                   |
| 157   | (33,233)                             | 323,866                                 | 4,526,620   |
| 0   | 0                                    | 125,769                                 | 2,726,419   |
| 0   | 0                                    | 0                                       | (96,109)  |
| <u>0</u>  | <u>0</u>                             | <u>125,769</u>                          | <u>2,630,310</u>                                    |
| 157   | (33,233)                             | 449,635                                 | 7,156,930   |
| <u>(18,413)</u>                                     | <u>(517,205)</u>                     | <u>(587,739)</u>                        | <u>1,753,061</u>                                    |
| <u>\$ (18,256)</u>                                  | <u>\$ (550,438)</u>                  | <u>\$ (138,104)</u>                     | <u>\$ 8,909,991</u>                                 |

**TOLEDO CITY SCHOOL DISTRICT**

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**Combining Balance Sheet  
Nonmajor Capital Projects Funds  
June 30, 2009**

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|  | Permanent<br>Improvement | Locally Funded<br>Initiative | Total Nonmajor<br>Capital Projects<br>Funds |
|--|--------------------------|------------------------------|---|
| <b>Assets:</b>                             |                          |                              |   |
| Cash and Cash Equivalents                  | \$ 9,676,854             | \$ 48,194,496                | \$ 57,871,350                               |
| Cash with Fiscal Agent                     | 3,554,373                | 0                            | 3,554,373                                   |
| Receivables:                               |                          |                              |   |
| Taxes                                      | 4,486,679                | 0                            | 4,486,679                                   |
| Interest                                   | 40,953                   | 401,750                      | 442,703                                     |
| <b>Total Assets</b>                        | <b>\$ 17,758,859</b>     | <b>\$ 48,596,246</b>         | <b>\$ 66,355,105</b>                        |
| <b>Liabilities:</b>                        |                          |                              |   |
| Accounts Payable                           | \$ 1,934,738             | \$ 1,963,566                 | \$ 3,898,304                                |
| Deferred Revenue                           | 7,833,524                | 0                            | 7,833,524                                   |
| <b>Total Liabilities</b>                   | <b>9,768,262</b>         | <b>1,963,566</b>             | <b>11,731,828</b>                           |
| <b>Fund Balances:</b>                      |                          |                              |   |
| Reserved for Encumbrances                  | 1,041,882                | 0                            | 1,041,882                                   |
| Reserved for Property Taxes                | 197,524                  | 0                            | 197,524                                     |
| Unreserved, Undesignated in:               |                          |                              |   |
| Capital Projects Funds                     | 6,751,191                | 46,632,680                   | 53,383,871                                  |
| <b>Total Fund Balances</b>                 | <b>7,990,597</b>         | <b>46,632,680</b>            | <b>54,623,277</b>                           |
| <b>Total Liabilities and Fund Balances</b> | <b>\$ 17,758,859</b>     | <b>\$ 48,596,246</b>         | <b>\$ 66,355,105</b>                        |

**TOLEDO CITY SCHOOL DISTRICT**

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances  
Nonmajor Capital Projects Funds  
For the Fiscal Year Ended June 30, 2009**

|  | Permanent<br>Improvement | Locally Funded<br>Initiative | Telecommunity | Total Nonmajor<br>Capital Projects<br>Funds |
|--|--------------------------|------------------------------|---------------|---|
| <b>Revenues:</b>                                     |                          |                              |               |   |
| Taxes  | \$ 4,034,149             | \$ 0                         | \$ 0          | \$ 4,034,149                                |
| Investment Earnings                                  | 219,619                  | 508,464                      | 0             | 728,083                                     |
| State Sources  | 920,919                  | 0                            | 0             | 920,919                                     |
| Miscellaneous Revenue                                | 0                        | 1,387,840                    | 0             | 1,387,840                                   |
| <b>Total Revenue</b>                                 | <b>5,174,687</b>         | <b>1,896,304</b>             | <b>0</b>      | <b>7,070,991</b>                            |
| <b>Expenditures:</b>                                 |                          |                              |               |   |
| Current:   |                          |                              |               |   |
| Instruction  | 1,373,821                | 0                            | 0             | 1,373,821                                   |
| Supporting Services                                  | 3,315,769                | 187,717                      | 86,487        | 3,589,973                                   |
| Non-Instructional Services                           | 4,669                    | 0                            | 0             | 4,669                                       |
| Capital Outlay                                       | 1,291,493                | 4,991,772                    | 0             | 6,283,265                                   |
| <b>Total Expenditures</b>                            | <b>5,985,752</b>         | <b>5,179,489</b>             | <b>86,487</b> | <b>11,251,728</b>                           |
| Excess (Deficiency) of Revenues<br>Over Expenditures | (811,065)                | (3,283,185)                  | (86,487)      | (4,180,737)                                 |
| <b>Other Financing Sources (Uses):</b>               |                          |                              |               |   |
| General Obligation Bonds Issued                      | 0                        | 31,999,995                   | 0             | 31,999,995                                  |
| Transfers In   | 132,500                  | 7,530,994                    | 27,233        | 7,690,727                                   |
| <b>Total Other Financing Sources (Uses)</b>          | <b>132,500</b>           | <b>39,530,989</b>            | <b>27,233</b> | <b>39,690,722</b>                           |
| Net Change in Fund Balance                           | (678,565)                | 36,247,804                   | (59,254)      | 35,509,985                                  |
| <b>Fund Balances at Beginning of Year</b>            | <b>8,669,162</b>         | <b>10,384,876</b>            | <b>59,254</b> | <b>19,113,292</b>                           |
| <b>Fund Balances End of Year</b>                     | <b>\$ 7,990,597</b>      | <b>\$ 46,632,680</b>         | <b>\$ 0</b>   | <b>\$ 54,623,277</b>                        |

**TOLEDO CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds – General Fund  
For the Fiscal Year Ended June 30, 2009***

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|  | <u>Original Budget</u> | <u>Final Budget</u>   | <u>Actual</u>         | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------------|-----------------------|-----------------------|---|
| Total Revenues<br>and Other Financing Sources  | <u>\$ 306,497,559</u>  | <u>\$ 306,944,048</u> | <u>\$ 316,447,497</u> | <u>\$ 9,503,449</u>                                     |
| Total Expenditures<br>and Other Financing Uses | <u>337,716,158</u>     | <u>333,285,087</u>    | <u>333,285,087</u>    | <u>0</u>  |
| Net Change in Fund Balances                    | (31,218,599)           | (26,341,039)          | (16,837,590)          | 9,503,449   |
| Fund Balance at Beginning of Year              | 25,609,016             | 25,609,016            | 25,609,016            | 0   |
| Prior Year Encumbrances                        | <u>5,833,011</u>       | <u>5,833,011</u>      | <u>5,833,011</u>      | <u>0</u>  |
| Fund Balance at End of Year                    | <u>\$ 223,428</u>      | <u>\$ 5,100,988</u>   | <u>\$ 14,604,437</u>  | <u>\$ 9,503,449</u>                                     |

**TOLEDO CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds – Debt Service Fund  
For the Fiscal Year Ended June 30, 2009***

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|  | <u>Original Budget</u> | <u>Final Budget</u>  | <u>Actual</u>        | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------------|----------------------|----------------------|---|
| Total Revenues<br>and Other Financing Sources  | <u>\$ 13,623,471</u>   | <u>\$ 13,623,471</u> | <u>\$ 13,394,315</u> | <u>\$ (229,156)</u>                                     |
| Total Expenditures<br>and Other Financing Uses | <u>10,855,437</u>      | <u>16,264,934</u>    | <u>16,264,934</u>    | <u>0</u>  |
| Net Change in Fund Balances                    | 2,768,034              | (2,641,463)          | (2,870,619)          | (229,156)   |
| Fund Balance at Beginning of Year              | <u>13,615,220</u>      | <u>13,615,220</u>    | <u>13,615,220</u>    | <u>0</u>  |
| Fund Balance at End of Year                    | <u>\$ 16,383,254</u>   | <u>\$ 10,973,757</u> | <u>\$ 10,744,601</u> | <u>\$ (229,156)</u>                                     |

**TOLEDO CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Major Funds – Capital Projects Fund – Classroom Facilities Fund  
For the Fiscal Year Ended June 30, 2009***

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|  | <u>Original Budget</u> | <u>Final Budget</u>   | <u>Actual</u>        | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------------|-----------------------|----------------------|---|
| Total Revenues<br>and Other Financing Sources  | <u>\$ 210,449,472</u>  | <u>\$ 268,409,537</u> | <u>\$ 54,444,607</u> | <u>\$ (213,964,930)</u>                                 |
| Total Expenditures<br>and Other Financing Uses | <u>331,531,975</u>     | <u>128,486,933</u>    | <u>128,486,933</u>   | <u>0</u>  |
| Net Change in Fund Balances                    | (121,082,503)          | 139,922,604           | (74,042,326)         | (213,964,930)   |
| Fund Balance at Beginning of Year              | 46,894,005             | 46,894,005            | 46,894,005           | 0   |
| Prior Year Encumbrances                        | <u>74,188,505</u>      | <u>74,188,505</u>     | <u>74,188,505</u>    | <u>0</u>  |
| Fund Balance at End of Year                    | <u>\$ 7</u>            | <u>\$ 261,005,114</u> | <u>\$ 47,040,184</u> | <u>\$ (213,964,930)</u>                                 |

**TOLEDO CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2009***

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|  | <b>FOOD SERVICE FUND</b> |                      |                      | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------------|----------------------|----------------------|---|
|  | <u>Original Budget</u>   | <u>Final Budget</u>  | <u>Actual</u>        |   |
| Total Revenues<br>and Other Financing Sources  | <u>\$ 11,991,980</u>     | <u>\$ 12,266,468</u> | <u>\$ 11,841,242</u> | <u>\$ (425,226)</u>                                     |
| Total Expenditures<br>and Other Financing Uses | <u>12,089,981</u>        | <u>11,992,242</u>    | <u>11,992,238</u>    | <u>4</u>  |
| Net Change in Fund Balances                    | (98,001)                 | 274,226              | (150,996)            | (425,222)   |
| Fund Balance at Beginning of Year              | 497                      | 497                  | 497                  | 0   |
| Prior Year Encumbrances                        | <u>151,002</u>           | <u>151,002</u>       | <u>151,002</u>       | <u>0</u>  |
| Fund Balance at End of Year                    | <u>\$ 53,498</u>         | <u>\$ 425,725</u>    | <u>\$ 503</u>        | <u>\$ (425,222)</u>                                     |

**TOLEDO CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2009***

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|  | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u>     | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------------|---------------------|-------------------|---|
| Total Revenues<br>and Other Financing Sources  | <u>\$ 1,163,757</u>    | <u>\$ 1,340,374</u> | <u>\$ 515,493</u> | <u>\$ (824,881)</u>                                     |
| Total Expenditures<br>and Other Financing Uses | <u>1,249,637</u>       | <u>364,619</u>      | <u>364,619</u>    | <u>0</u>  |
| Net Change in Fund Balances                    | (85,880)               | 975,755             | 150,874           | (824,881)   |
| Fund Balance at Beginning of Year              | 109,045                | 109,045             | 109,045           | 0   |
| Prior Year Encumbrances                        | <u>35,856</u>          | <u>35,856</u>       | <u>35,856</u>     | <u>0</u>  |
| Fund Balance at End of Year                    | <u>\$ 59,021</u>       | <u>\$ 1,120,656</u> | <u>\$ 295,775</u> | <u>\$ (824,881)</u>                                     |



**TOLEDO CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2009***

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|  | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u>     | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------------|---------------------|-------------------|---|
| Total Revenues<br>and Other Financing Sources  | <u>\$ 639,614</u>      | <u>\$ 675,614</u>   | <u>\$ 150,694</u> | <u>\$ (524,920)</u>                                     |
| Total Expenditures<br>and Other Financing Uses | <u>802,417</u>         | <u>165,173</u>      | <u>165,173</u>    | <u>0</u>  |
| Net Change in Fund Balances                    | (162,803)              | 510,441             | (14,479)          | (524,920)   |
| Fund Balance at Beginning of Year              | 154,536                | 154,536             | 154,536           | 0   |
| Prior Year Encumbrances                        | <u>8,268</u>           | <u>8,268</u>        | <u>8,268</u>      | <u>0</u>  |
| Fund Balance at End of Year                    | <u>\$ 1</u>            | <u>\$ 673,245</u>   | <u>\$ 148,325</u> | <u>\$ (524,920)</u>                                     |

**TOLEDO CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2009***

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|  | <u>Original Budget</u>   | <u>Final Budget</u>      | <u>Actual</u>            | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------------|--------------------------|--------------------------|---|
| Total Revenues<br>and Other Financing Sources  | <u>\$ 2,848,431</u>      | <u>\$ 2,816,554</u>      | <u>\$ 2,476,488</u>      | <u>\$ (340,066)</u>                                     |
| Total Expenditures<br>and Other Financing Uses | <u>2,104,856</u>         | <u>2,480,156</u>         | <u>2,480,154</u>         | <u>2</u>  |
| Net Change in Fund Balances                    | 743,575                  | 336,398                  | (3,666)                  | (340,064)   |
| Fund Balance at Beginning of Year              | 145,377                  | 145,377                  | 145,377                  | 0   |
| Prior Year Encumbrances                        | <u>3,668</u>             | <u>3,668</u>             | <u>3,668</u>             | <u>0</u>  |
| Fund Balance at End of Year                    | <u><u>\$ 892,620</u></u> | <u><u>\$ 485,443</u></u> | <u><u>\$ 145,379</u></u> | <u><u>\$ (340,064)</u></u>                              |

**TOLEDO CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2009***

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|  | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u>     | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------------|---------------------|-------------------|---|
| Total Revenues<br>and Other Financing Sources  | <u>\$ 3,571,582</u>    | <u>\$ 3,810,562</u> | <u>\$ 885,382</u> | <u>\$ (2,925,180)</u>                                   |
| Total Expenditures<br>and Other Financing Uses | <u>4,233,139</u>       | <u>974,135</u>      | <u>974,133</u>    | <u>2</u>  |
| Net Change in Fund Balances                    | (661,557)              | 2,836,427           | (88,751)          | (2,925,178)   |
| Fund Balance at Beginning of Year              | 694,235                | 694,235             | 694,235           | 0   |
| Prior Year Encumbrances                        | <u>68,491</u>          | <u>68,491</u>       | <u>68,491</u>     | <u>0</u>  |
| Fund Balance at End of Year                    | <u>\$ 101,169</u>      | <u>\$ 3,599,153</u> | <u>\$ 673,975</u> | <u>\$ (2,925,178)</u>                                   |

**TOLEDO CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2009***

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|  | OTHER GRANTS FUND      |                     |                     | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------------|---------------------|---------------------|---|
|  | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u>       |   |
| Total Revenues<br>and Other Financing Sources  | <u>\$ 1,999,292</u>    | <u>\$ 1,938,432</u> | <u>\$ 1,761,043</u> | <u>\$ (177,389)</u>                                     |
| Total Expenditures<br>and Other Financing Uses | <u>2,528,414</u>       | <u>1,931,254</u>    | <u>1,931,254</u>    | <u>0</u>  |
| Net Change in Fund Balances                    | (529,122)              | 7,178               | (170,211)           | (177,389)   |
| Fund Balance at Beginning of Year              | 617,654                | 617,654             | 617,654             | 0   |
| Prior Year Encumbrances                        | <u>71,279</u>          | <u>71,279</u>       | <u>71,279</u>       | <u>0</u>  |
| Fund Balance at End of Year                    | <u>\$ 159,811</u>      | <u>\$ 696,111</u>   | <u>\$ 518,722</u>   | <u>\$ (177,389)</u>                                     |

**TOLEDO CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2009***

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|  | <u>Original Budget</u> | <u>Final Budget</u>  | <u>Actual</u>        | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------------|----------------------|----------------------|---|
| Total Revenues<br>and Other Financing Sources  | <u>\$ 2,238,138</u>    | <u>\$ 2,238,138</u>  | <u>\$ 2,770,551</u>  | <u>\$ 532,413</u>                                       |
| Total Expenditures<br>and Other Financing Uses | <u>11,489,455</u>      | <u>964,222</u>       | <u>964,222</u>       | <u>0</u>  |
| Net Change in Fund Balances                    | (9,251,317)            | 1,273,916            | 1,806,329            | 532,413   |
| Fund Balance at Beginning of Year              | 8,785,645              | 8,785,645            | 8,785,645            | 0   |
| Prior Year Encumbrances                        | <u>465,672</u>         | <u>465,672</u>       | <u>465,672</u>       | <u>0</u>  |
| Fund Balance at End of Year                    | <u>\$ 0</u>            | <u>\$ 10,525,233</u> | <u>\$ 11,057,646</u> | <u>\$ 532,413</u>                                       |

**TOLEDO CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2009***

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|  | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u>     | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------------|---------------------|-------------------|---|
| Total Revenues<br>and Other Financing Sources  | <u>\$ 2,076,845</u>    | <u>\$ 1,988,482</u> | <u>\$ 678,534</u> | <u>\$ (1,309,948)</u>                                   |
| Total Expenditures<br>and Other Financing Uses | <u>2,328,083</u>       | <u>725,368</u>      | <u>725,367</u>    | <u>1</u>  |
| Net Change in Fund Balances                    | (251,238)              | 1,263,114           | (46,833)          | (1,309,947)   |
| Fund Balance at Beginning of Year              | 344,173                | 344,173             | 344,173           | 0   |
| Prior Year Encumbrances                        | <u>41,092</u>          | <u>41,092</u>       | <u>41,092</u>     | <u>0</u>  |
| Fund Balance at End of Year                    | <u>\$ 134,027</u>      | <u>\$ 1,648,379</u> | <u>\$ 338,432</u> | <u>\$ (1,309,947)</u>                                   |

**TOLEDO CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2009***

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**AUXILIARY SERVICES FUND**

|  | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u>       | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------------|---------------------|---------------------|---|
| Total Revenues<br>and Other Financing Sources  | <u>\$ 3,548,435</u>    | <u>\$ 3,869,621</u> | <u>\$ 4,259,934</u> | <u>\$ 390,313</u>                                       |
| Total Expenditures<br>and Other Financing Uses | <u>4,776,600</u>       | <u>5,058,858</u>    | <u>5,058,855</u>    | <u>3</u>  |
| Net Change in Fund Balances                    | (1,228,165)            | (1,189,237)         | (798,921)           | 390,316   |
| Fund Balance at Beginning of Year              | 676,692                | 676,692             | 676,692             | 0   |
| Prior Year Encumbrances                        | <u>556,601</u>         | <u>556,601</u>      | <u>556,601</u>      | <u>0</u>  |
| Fund Balance at End of Year                    | <u>\$ 5,128</u>        | <u>\$ 44,056</u>    | <u>\$ 434,372</u>   | <u>\$ 390,316</u>                                       |

**TOLEDO CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2009***

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|  | <u>Original Budget</u> | <u>Final Budget</u>    | <u>Actual</u>      | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------------|------------------------|--------------------|---|
| Total Revenues<br>and Other Financing Sources  | <u>\$ 20,092</u>       | <u>\$ 23,074</u>       | <u>\$ 20,982</u>   | <u>\$ (2,092)</u>                                       |
| Total Expenditures<br>and Other Financing Uses | <u>18,509</u>          | <u>21,491</u>          | <u>21,491</u>      | <u>0</u>  |
| Net Change in Fund Balances                    | 1,583                  | 1,583                  | (509)              | (2,092)   |
| Fund Balance at Beginning of Year              | 0                      | 0                      | 0                  | 0   |
| Prior Year Encumbrances                        | <u>509</u>             | <u>509</u>             | <u>509</u>         | <u>0</u>  |
| Fund Balance at End of Year                    | <u><u>\$ 2,092</u></u> | <u><u>\$ 2,092</u></u> | <u><u>\$ 0</u></u> | <u><u>\$ (2,092)</u></u>                                |



**TOLEDO CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2009***

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|  | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u>    | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------------|---------------------|------------------|---|
| Total Revenues<br>and Other Financing Sources  | <u>\$ 162,929</u>      | <u>\$ 53,614</u>    | <u>\$ 79,935</u> | <u>\$ 26,321</u>  |
| Total Expenditures<br>and Other Financing Uses | <u>146,023</u>         | <u>95,976</u>       | <u>95,976</u>    | <u>0</u>  |
| Net Change in Fund Balances                    | 16,906                 | (42,362)            | (16,041)         | 26,321  |
| Fund Balance at Beginning of Year              | 39,369                 | 39,369              | 39,369           | 0   |
| Prior Year Encumbrances                        | <u>2,987</u>           | <u>2,987</u>        | <u>2,987</u>     | <u>0</u>  |
| Fund Balance at End of Year                    | <u>\$ 59,262</u>       | <u>\$ (6)</u>       | <u>\$ 26,315</u> | <u>\$ 26,321</u>  |

**TOLEDO CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2009***

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|  | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u>     | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------------|---------------------|-------------------|---|
| Total Revenues<br>and Other Financing Sources  | <u>\$ 180,285</u>      | <u>\$ 238,095</u>   | <u>\$ 253,832</u> | <u>\$ 15,737</u>  |
| Total Expenditures<br>and Other Financing Uses | <u>244,833</u>         | <u>302,632</u>      | <u>302,632</u>    | <u>0</u>  |
| Net Change in Fund Balances                    | (64,548)               | (64,537)            | (48,800)          | 15,737  |
| Fund Balance at Beginning of Year              | 50,133                 | 50,133              | 50,133            | 0   |
| Prior Year Encumbrances                        | <u>14,418</u>          | <u>14,418</u>       | <u>14,418</u>     | <u>0</u>  |
| Fund Balance at End of Year                    | <u>\$ 3</u>            | <u>\$ 14</u>        | <u>\$ 15,751</u>  | <u>\$ 15,737</u>  |

**TOLEDO CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2009***

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|  | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u>    | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------------|---------------------|------------------|---|
| Total Revenues<br>and Other Financing Sources  | <u>\$ 4,146</u>        | <u>\$ 35,000</u>    | <u>\$ 35,000</u> | <u>\$ 0</u>   |
| Total Expenditures<br>and Other Financing Uses | <u>20,000</u>          | <u>48,589</u>       | <u>48,589</u>    | <u>0</u>  |
| Net Change in Fund Balances                    | (15,854)               | (13,589)            | (13,589)         | 0   |
| Fund Balance at Beginning of Year              | <u>15,854</u>          | <u>15,854</u>       | <u>15,854</u>    | <u>0</u>  |
| Fund Balance at End of Year                    | <u>\$ 0</u>            | <u>\$ 2,265</u>     | <u>\$ 2,265</u>  | <u>\$ 0</u>   |

**TOLEDO CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2009***

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**DATA COMMUNICATION FUND**

|  | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u>     | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------------|---------------------|-------------------|---|
| Total Revenues<br>and Other Financing Sources  | <u>\$ 0</u>            | <u>\$ 192,000</u>   | <u>\$ 192,000</u> | <u>\$ 0</u>   |
| Total Expenditures<br>and Other Financing Uses | <u>0</u>               | <u>192,000</u>      | <u>192,000</u>    | <u>0</u>  |
| Net Change in Fund Balances                    | 0                      | 0                   | 0                 | 0   |
| Fund Balance at Beginning of Year              | <u>0</u>               | <u>0</u>            | <u>0</u>          | <u>0</u>  |
| Fund Balance at End of Year                    | <u>\$ 0</u>            | <u>\$ 0</u>         | <u>\$ 0</u>       | <u>\$ 0</u>   |

**TOLEDO CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2009***

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|  | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u>    | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------------|---------------------|------------------|---|
| Total Revenues<br>and Other Financing Sources  | <u>\$ 0</u>            | <u>\$ 11,336</u>    | <u>\$ 11,336</u> | <u>\$ 0</u>   |
| Total Expenditures<br>and Other Financing Uses | <u>0</u>               | <u>13,063</u>       | <u>13,063</u>    | <u>0</u>  |
| Net Change in Fund Balances                    | 0                      | (1,727)             | (1,727)          | 0   |
| Fund Balance at Beginning of Year              | <u>1,727</u>           | <u>1,727</u>        | <u>1,727</u>     | <u>0</u>  |
| Fund Balance at End of Year                    | <u>\$ 1,727</u>        | <u>\$ 0</u>         | <u>\$ 0</u>      | <u>\$ 0</u>   |

**TOLEDO CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2009***

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|  | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u>    | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------------|---------------------|------------------|---|
| Total Revenues<br>and Other Financing Sources  | <u>\$ 122,329</u>      | <u>\$ 67,514</u>    | <u>\$ 69,589</u> | <u>\$ 2,075</u>   |
| Total Expenditures<br>and Other Financing Uses | <u>56,218</u>          | <u>101,378</u>      | <u>101,378</u>   | <u>0</u>  |
| Net Change in Fund Balances                    | 66,111                 | (33,864)            | (31,789)         | 2,075   |
| Fund Balance at Beginning of Year              | 17,686                 | 17,686              | 17,686           | 0   |
| Prior Year Encumbrances                        | <u>22,733</u>          | <u>22,733</u>       | <u>22,733</u>    | <u>0</u>  |
| Fund Balance at End of Year                    | <u>\$ 106,530</u>      | <u>\$ 6,555</u>     | <u>\$ 8,630</u>  | <u>\$ 2,075</u>   |

**TOLEDO CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2009***

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|  | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u>     | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------------|---------------------|-------------------|---|
| Total Revenues<br>and Other Financing Sources  | <u>\$ 426,013</u>      | <u>\$ 472,759</u>   | <u>\$ 391,466</u> | <u>\$ (81,293)</u>                                      |
| Total Expenditures<br>and Other Financing Uses | <u>458,032</u>         | <u>423,487</u>      | <u>423,487</u>    | <u>0</u>  |
| Net Change in Fund Balances                    | (32,019)               | 49,272              | (32,021)          | (81,293)  |
| Fund Balance at Beginning of Year              | 4                      | 4                   | 4                 | 0   |
| Prior Year Encumbrances                        | <u>32,018</u>          | <u>32,018</u>       | <u>32,018</u>     | <u>0</u>  |
| Fund Balance at End of Year                    | <u>\$ 3</u>            | <u>\$ 81,294</u>    | <u>\$ 1</u>       | <u>\$ (81,293)</u>                                      |

**TOLEDO CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2009***

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|  | <u>Original Budget</u> | <u>Final Budget</u>  | <u>Actual</u>        | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------------|----------------------|----------------------|---|
| Total Revenues<br>and Other Financing Sources  | <u>\$ 34,467,428</u>   | <u>\$ 37,648,633</u> | <u>\$ 32,309,289</u> | <u>\$ (5,339,344)</u>                                   |
| Total Expenditures<br>and Other Financing Uses | <u>33,175,495</u>      | <u>31,058,498</u>    | <u>31,058,498</u>    | <u>0</u>  |
| Net Change in Fund Balances                    | 1,291,933              | 6,590,135            | 1,250,791            | (5,339,344)   |
| Fund Balance at Beginning of Year              | 20,994                 | 20,994               | 20,994               | 0   |
| Prior Year Encumbrances                        | <u>807,175</u>         | <u>807,175</u>       | <u>807,175</u>       | <u>0</u>  |
| Fund Balance at End of Year                    | <u>\$ 2,120,102</u>    | <u>\$ 7,418,304</u>  | <u>\$ 2,078,960</u>  | <u>\$ (5,339,344)</u>                                   |



**TOLEDO CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2009***

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|  | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u>       | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------------|---------------------|---------------------|---|
| Total Revenues<br>and Other Financing Sources  | <u>\$ 354,427</u>      | <u>\$ 1,502,947</u> | <u>\$ 1,532,453</u> | <u>\$ 29,506</u>  |
| Total Expenditures<br>and Other Financing Uses | <u>632,117</u>         | <u>1,829,720</u>    | <u>1,829,717</u>    | <u>3</u>  |
| Net Change in Fund Balances                    | (277,690)              | (326,773)           | (297,264)           | 29,509  |
| Fund Balance at Beginning of Year              | 68,515                 | 68,515              | 68,515              | 0   |
| Prior Year Encumbrances                        | <u>384,580</u>         | <u>384,580</u>      | <u>384,580</u>      | <u>0</u>  |
| Fund Balance at End of Year                    | <u>\$ 175,405</u>      | <u>\$ 126,322</u>   | <u>\$ 155,831</u>   | <u>\$ 29,509</u>  |

**TOLEDO CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2009***

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|  | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u>     | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------------|---------------------|-------------------|---|
| Total Revenues<br>and Other Financing Sources  | <u>\$ 792,168</u>      | <u>\$ 780,691</u>   | <u>\$ 699,347</u> | <u>\$ (81,344)</u>                                      |
| Total Expenditures<br>and Other Financing Uses | <u>792,060</u>         | <u>710,026</u>      | <u>710,026</u>    | <u>0</u>  |
| Net Change in Fund Balances                    | 108                    | 70,665              | (10,679)          | (81,344)  |
| Fund Balance at Beginning of Year              | 8                      | 8                   | 8                 | 0   |
| Prior Year Encumbrances                        | <u>10,672</u>          | <u>10,672</u>       | <u>10,672</u>     | <u>0</u>  |
| Fund Balance at End of Year                    | <u>\$ 10,788</u>       | <u>\$ 81,345</u>    | <u>\$ 1</u>       | <u>\$ (81,344)</u>                                      |

**TOLEDO CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2009***

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|  | <u>Original Budget</u> | <u>Final Budget</u>  | <u>Actual</u>        | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------------|----------------------|----------------------|---|
| Total Revenues<br>and Other Financing Sources  | <u>\$ 13,137,991</u>   | <u>\$ 12,017,988</u> | <u>\$ 11,206,927</u> | <u>\$ (811,061)</u>                                     |
| Total Expenditures<br>and Other Financing Uses | <u>12,235,584</u>      | <u>11,259,038</u>    | <u>11,259,038</u>    | <u>0</u>  |
| Net Change in Fund Balances                    | 902,407                | 758,950              | (52,111)             | (811,061)   |
| Fund Balance at Beginning of Year              | 2                      | 2                    | 2                    | 0   |
| Prior Year Encumbrances                        | <u>52,112</u>          | <u>52,112</u>        | <u>52,112</u>        | <u>0</u>  |
| Fund Balance at End of Year                    | <u>\$ 954,521</u>      | <u>\$ 811,064</u>    | <u>\$ 3</u>          | <u>\$ (811,061)</u>                                     |

**TOLEDO CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2009***

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|  | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u>       | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------------|---------------------|---------------------|---|
| Total Revenues<br>and Other Financing Sources  | <u>\$ 1,649,813</u>    | <u>\$ 1,709,351</u> | <u>\$ 1,647,962</u> | <u>\$ (61,389)</u>                                      |
| Total Expenditures<br>and Other Financing Uses | <u>1,599,824</u>       | <u>1,944,653</u>    | <u>1,944,653</u>    | <u>0</u>  |
| Net Change in Fund Balances                    | 49,989                 | (235,302)           | (296,691)           | (61,389)  |
| Fund Balance at Beginning of Year              | 3                      | 3                   | 3                   | 0   |
| Prior Year Encumbrances                        | <u>296,691</u>         | <u>296,691</u>      | <u>296,691</u>      | <u>0</u>  |
| Fund Balance at End of Year                    | <u>\$ 346,683</u>      | <u>\$ 61,392</u>    | <u>\$ 3</u>         | <u>\$ (61,389)</u>                                      |

**TOLEDO CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2009***

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|  | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u>     | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------------|---------------------|-------------------|---|
| Total Revenues<br>and Other Financing Sources  | <u>\$ 92,775</u>       | <u>\$ 140,292</u>   | <u>\$ 107,852</u> | <u>\$ (32,440)</u>                                      |
| Total Expenditures<br>and Other Financing Uses | <u>105,824</u>         | <u>116,437</u>      | <u>116,436</u>    | <u>1</u>  |
| Net Change in Fund Balances                    | (13,049)               | 23,855              | (8,584)           | (32,439)  |
| Fund Balance at Beginning of Year              | 3                      | 3                   | 3                 | 0   |
| Prior Year Encumbrances                        | <u>14,376</u>          | <u>14,376</u>       | <u>14,376</u>     | <u>0</u>  |
| Fund Balance at End of Year                    | <u>\$ 1,330</u>        | <u>\$ 38,234</u>    | <u>\$ 5,795</u>   | <u>\$ (32,439)</u>                                      |

**TOLEDO CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2009***

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|  | TITLE I FUND           |                      |                      | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------------|----------------------|----------------------|---|
|  | <u>Original Budget</u> | <u>Final Budget</u>  | <u>Actual</u>        |   |
| Total Revenues<br>and Other Financing Sources  | <u>\$ 27,074,665</u>   | <u>\$ 45,440,535</u> | <u>\$ 23,975,598</u> | <u>\$ (21,464,937)</u>                                  |
| Total Expenditures<br>and Other Financing Uses | <u>26,958,371</u>      | <u>25,290,746</u>    | <u>25,290,744</u>    | <u>2</u>  |
| Net Change in Fund Balances                    | 116,294                | 20,149,789           | (1,315,146)          | (21,464,935)  |
| Fund Balance at Beginning of Year              | 274,786                | 274,786              | 274,786              | 0   |
| Prior Year Encumbrances                        | <u>1,097,675</u>       | <u>1,097,675</u>     | <u>1,097,675</u>     | <u>0</u>  |
| Fund Balance at End of Year                    | <u>\$ 1,488,755</u>    | <u>\$ 21,522,250</u> | <u>\$ 57,315</u>     | <u>\$ (21,464,935)</u>                                  |

**TOLEDO CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2009***

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|  | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u>     | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------------|---------------------|-------------------|---|
| Total Revenues<br>and Other Financing Sources  | <u>\$ 144,485</u>      | <u>\$ 141,522</u>   | <u>\$ 127,165</u> | <u>\$ (14,357)</u>                                      |
| Total Expenditures<br>and Other Financing Uses | <u>104,796</u>         | <u>171,411</u>      | <u>171,410</u>    | <u>1</u>  |
| Net Change in Fund Balances                    | 39,689                 | (29,889)            | (44,245)          | (14,356)  |
| Fund Balance at Beginning of Year              | 3                      | 3                   | 3                 | 0   |
| Prior Year Encumbrances                        | <u>44,245</u>          | <u>44,245</u>       | <u>44,245</u>     | <u>0</u>  |
| Fund Balance at End of Year                    | <u>\$ 83,937</u>       | <u>\$ 14,359</u>    | <u>\$ 3</u>       | <u>\$ (14,356)</u>                                      |

**TOLEDO CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2009***

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|  | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u>     | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------------|---------------------|-------------------|---|
| Total Revenues<br>and Other Financing Sources  | <u>\$ 272,819</u>      | <u>\$ 292,749</u>   | <u>\$ 192,536</u> | <u>\$ (100,213)</u>                                     |
| Total Expenditures<br>and Other Financing Uses | <u>282,037</u>         | <u>207,658</u>      | <u>207,658</u>    | <u>0</u>  |
| Net Change in Fund Balances                    | (9,218)                | 85,091              | (15,122)          | (100,213)   |
| Fund Balance at Beginning of Year              | 1                      | 1                   | 1                 | 0   |
| Prior Year Encumbrances                        | <u>15,121</u>          | <u>15,121</u>       | <u>15,121</u>     | <u>0</u>  |
| Fund Balance at End of Year                    | <u>\$ 5,904</u>        | <u>\$ 100,213</u>   | <u>\$ 0</u>       | <u>\$ (100,213)</u>                                     |



**TOLEDO CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2009***

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**PRESCHOOL GRANTS FOR THE HANDICAPPED FUND**

|  | <u>Original Budget</u> | <u>Final Budget</u>    | <u>Actual</u>      | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------------|------------------------|--------------------|---|
| Total Revenues<br>and Other Financing Sources  | <u>\$ 253,464</u>      | <u>\$ 254,133</u>      | <u>\$ 247,828</u>  | <u>\$ (6,305)</u>                                       |
| Total Expenditures<br>and Other Financing Uses | <u>252,812</u>         | <u>248,365</u>         | <u>248,365</u>     | <u>0</u>  |
| Net Change in Fund Balances                    | 652                    | 5,768                  | (537)              | (6,305)   |
| Fund Balance at Beginning of Year              | 3                      | 3                      | 3                  | 0   |
| Prior Year Encumbrances                        | <u>535</u>             | <u>535</u>             | <u>535</u>         | <u>0</u>  |
| Fund Balance at End of Year                    | <u><u>\$ 1,190</u></u> | <u><u>\$ 6,306</u></u> | <u><u>\$ 1</u></u> | <u><u>\$ (6,305)</u></u>                                |

**TOLEDO CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2009***

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|  | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u>       | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------------|---------------------|---------------------|---|
| Total Revenues<br>and Other Financing Sources  | <u>\$ 4,720,218</u>    | <u>\$ 4,987,380</u> | <u>\$ 3,953,339</u> | <u>\$ (1,034,041)</u>                                   |
| Total Expenditures<br>and Other Financing Uses | <u>4,815,720</u>       | <u>4,201,174</u>    | <u>4,201,173</u>    | <u>1</u>  |
| Net Change in Fund Balances                    | (95,502)               | 786,206             | (247,834)           | (1,034,040)   |
| Fund Balance at Beginning of Year              | 0                      | 0                   | 0                   | 0   |
| Prior Year Encumbrances                        | <u>247,834</u>         | <u>247,834</u>      | <u>247,834</u>      | <u>0</u>  |
| Fund Balance at End of Year                    | <u>\$ 152,332</u>      | <u>\$ 1,034,040</u> | <u>\$ 0</u>         | <u>\$ (1,034,040)</u>                                   |

**TOLEDO CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Special Revenue Funds  
For the Fiscal Year Ended June 30, 2009***

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|  | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u>       | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------------|---------------------|---------------------|---|
| Total Revenues<br>and Other Financing Sources  | <u>\$ 3,424,100</u>    | <u>\$ 5,703,348</u> | <u>\$ 4,263,119</u> | <u>\$ (1,440,229)</u>                                   |
| Total Expenditures<br>and Other Financing Uses | <u>3,116,333</u>       | <u>4,034,618</u>    | <u>4,034,618</u>    | <u>0</u>  |
| Net Change in Fund Balances                    | 307,767                | 1,668,730           | 228,501             | (1,440,229)   |
| Fund Balance at Beginning of Year              | 40,194                 | 40,194              | 40,194              | 0   |
| Prior Year Encumbrances                        | <u>221,112</u>         | <u>221,112</u>      | <u>221,112</u>      | <u>0</u>  |
| Fund Balance at End of Year                    | <u>\$ 569,073</u>      | <u>\$ 1,930,036</u> | <u>\$ 489,807</u>   | <u>\$ (1,440,229)</u>                                   |

**TOLEDO CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Capital Projects Funds  
For the Fiscal Year Ended June 30, 2009***

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|  | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u>       | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------------|---------------------|---------------------|---|
| Total Revenues<br>and Other Financing Sources  | <u>\$ 5,560,000</u>    | <u>\$ 5,560,000</u> | <u>\$ 5,281,793</u> | <u>\$ (278,207)</u>                                     |
| Total Expenditures<br>and Other Financing Uses | <u>13,220,848</u>      | <u>7,784,720</u>    | <u>7,784,720</u>    | <u>0</u>  |
| Net Change in Fund Balances                    | (7,660,848)            | (2,224,720)         | (2,502,927)         | (278,207)   |
| Fund Balance at Beginning of Year              | 7,717,195              | 7,717,195           | 7,717,195           | 0   |
| Prior Year Encumbrances                        | <u>2,215,703</u>       | <u>2,215,703</u>    | <u>2,215,703</u>    | <u>0</u>  |
| Fund Balance at End of Year                    | <u>\$ 2,272,050</u>    | <u>\$ 7,708,178</u> | <u>\$ 7,429,971</u> | <u>\$ (278,207)</u>                                     |

**TOLEDO CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Capital Projects Funds  
For the Fiscal Year Ended June 30, 2009***

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|  | <u>Original Budget</u> | <u>Final Budget</u>  | <u>Actual</u>        | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------------|----------------------|----------------------|---|
| Total Revenues<br>and Other Financing Sources  | <u>\$ 3,875,161</u>    | <u>\$ 7,098,305</u>  | <u>\$ 41,134,348</u> | <u>\$ 34,036,043</u>                                    |
| Total Expenditures<br>and Other Financing Uses | <u>15,791,022</u>      | <u>6,795,786</u>     | <u>6,795,786</u>     | <u>0</u>  |
| Net Change in Fund Balances                    | (11,915,861)           | 302,519              | 34,338,562           | 34,036,043  |
| Fund Balance at Beginning of Year              | 10,333,544             | 10,333,544           | 10,333,544           | 0   |
| Prior Year Encumbrances                        | <u>1,582,318</u>       | <u>1,582,318</u>     | <u>1,582,318</u>     | <u>0</u>  |
| Fund Balance at End of Year                    | <u>\$ 1</u>            | <u>\$ 12,218,381</u> | <u>\$ 46,254,424</u> | <u>\$ 34,036,043</u>                                    |

**TOLEDO CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Capital Projects Funds  
For the Fiscal Year Ended June 30, 2009***

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|  | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u>    | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------------|---------------------|------------------|---|
| Total Revenues<br>and Other Financing Sources  | <u>\$ 0</u>            | <u>\$ 27,233</u>    | <u>\$ 27,233</u> | <u>\$ 0</u>   |
| Total Expenditures<br>and Other Financing Uses | <u>0</u>               | <u>86,487</u>       | <u>86,487</u>    | <u>0</u>  |
| Net Change in Fund Balances                    | 0                      | (59,254)            | (59,254)         | 0   |
| Fund Balance at Beginning of Year              | <u>59,254</u>          | <u>59,254</u>       | <u>59,254</u>    | <u>0</u>  |
| Fund Balance at End of Year                    | <u>\$ 59,254</u>       | <u>\$ 0</u>         | <u>\$ 0</u>      | <u>\$ 0</u>   |

**TOLEDO CITY SCHOOL DISTRICT**

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***Schedule of Revenues, Expenditures and Changes in  
Fund Balance – Budget and Actual (Non-GAAP Budgetary Basis)  
Nonmajor Permanent Fund  
For the Fiscal Year Ended June 30, 2009***

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|  | ENDOWMENTS FUND        |                     |                   | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------------|---------------------|-------------------|---|
|  | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u>     |   |
| Total Revenues<br>and Other Financing Sources  | <u>\$ 0</u>            | <u>\$ 0</u>         | <u>\$ 26,427</u>  | <u>\$ 26,427</u>  |
| Total Expenditures<br>and Other Financing Uses | <u>90,200</u>          | <u>38,607</u>       | <u>38,607</u>     | <u>0</u>  |
| Net Change in Fund Balances                    | (90,200)               | (38,607)            | (12,180)          | 26,427  |
| Fund Balance at Beginning of Year              | 849,669                | 849,669             | 849,669           | 0   |
| Prior Year Encumbrances                        | <u>3,800</u>           | <u>3,800</u>        | <u>3,800</u>      | <u>0</u>  |
| Fund Balance at End of Year                    | <u>\$ 763,269</u>      | <u>\$ 814,862</u>   | <u>\$ 841,289</u> | <u>\$ 26,427</u>  |





***Internal Service Funds***

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Internal Service Funds are used to account for financing goods or services provided by one activity to other activities of the District on a cost-reimbursement basis.

**Rotary Fund**

To account for operations that provide goods and services provided by the District.

**Intra-District Services Fund**

To account for operations that provide goods and/or services to other areas within the District.

**Health Insurance Fund**

To account for monies received from other funds as payment for providing medical, hospitalization, life, dental, vision or any other similar employee benefit.

**Computer Network-Class A Fund**

To account for the operations of Class 'A' sites of the computer network of the Department of Education

**Workers' Compensation Fund**

To account for receipts and expenditures with regard to Workers' Compensation Self Insurance.

**TOLEDO CITY SCHOOL DISTRICT**

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***Combining Statement of Net Assets  
Internal Service Funds  
June 30, 2009***

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|                            | <u>Rotary</u>   | <u>Intra-District<br/>Services</u> | <u>Health Insurance</u> | <u>Computer<br/>Network-Class<br/>A</u> |
|----------------------------|-----------------|------------------------------------|-------------------------|---|
| <b>Assets:</b>             |                 |                                    |                         |   |
| Cash and Cash Equivalents  | \$ 3,276        | \$ 128,996                         | \$ 10,683,069           | \$ 16,581                               |
| Receivables:               |                 |                                    |                         |   |
| Accounts                   | 0               | 25,978                             | 0                       | 0                                       |
| Intergovernmental          | 0               | 4,438                              | 0                       | 5,280                                   |
| Interest                   | 0               | 0                                  | 94,599                  | 0                                       |
| <b>Total Assets</b>        | <u>3,276</u>    | <u>159,412</u>                     | <u>10,777,668</u>       | <u>21,861</u>                           |
| <b>Liabilities:</b>        |                 |                                    |                         |   |
| Accounts Payable           | 0               | 34,265                             | 0                       | 0                                       |
| Accrued Wages and Benefits | 0               | 0                                  | 8,006,100               | 0                                       |
| Intergovernmental Payable  | 0               | 141                                | 0                       | 0                                       |
| <b>Total Liabilities</b>   | <u>0</u>        | <u>34,406</u>                      | <u>8,006,100</u>        | <u>0</u>                                |
| <b>Net Assets:</b>         |                 |                                    |                         |   |
| Unrestricted               | 3,276           | 125,006                            | 2,771,568               | 21,861                                  |
| <b>Total Net Assets</b>    | <u>\$ 3,276</u> | <u>\$ 125,006</u>                  | <u>\$ 2,771,568</u>     | <u>\$ 21,861</u>                        |

**TOLEDO CITY SCHOOL DISTRICT**

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| <u>Workers'</u><br><u>Compensation</u> | <u>Total</u>        |
|--|---------------------|
| \$ 1,127,560                           | \$ 11,959,482       |
| 0                                      | 25,978              |
| 0                                      | 9,718               |
| <u>7,105</u>                           | <u>101,704</u>      |
| <u>1,134,665</u>                       | <u>12,096,882</u>   |
| 43,927                                 | 78,192              |
| 0                                      | 8,006,100           |
| <u>500,000</u>                         | <u>500,141</u>      |
| <u>543,927</u>                         | <u>8,584,433</u>    |
| 590,738                                | 3,512,449           |
| <u>\$ 590,738</u>                      | <u>\$ 3,512,449</u> |

**TOLEDO CITY SCHOOL DISTRICT****Combining Statement of Revenues, Expenses and Changes in Fund Net Assets  
Internal Service Funds  
For the Fiscal Year Ended June 30, 2009**

|   | <u>Rotary</u>   | <u>Intra-District<br/>Services</u> | <u>Health Insurance</u> | <u>Computer<br/>Network-Class<br/>A</u> |
|---|-----------------|------------------------------------|-------------------------|---|
| <b>Operating Revenues:</b>                    |                 |                                    |                         |   |
| Interfund Charges                             | \$ 0            | \$ 560,725                         | \$ 45,079,024           | \$ 0                                    |
| <b>Total Operating Revenues</b>               | <u>0</u>        | <u>560,725</u>                     | <u>45,079,024</u>       | <u>0</u>                                |
| <b>Operating Expenses:</b>                    |                 |                                    |                         |   |
| Personal Services                             | 0               | 0                                  | 0                       | 21,377                                  |
| Purchased Services                            | 0               | 176,003                            | 48,202,780              | 10,200                                  |
| Supplies and Materials                        | 0               | 306,859                            | 0                       | 0                                       |
| Miscellaneous                                 | 25              | 0                                  | 0                       | 0                                       |
| <b>Total Operating Expenses</b>               | <u>25</u>       | <u>482,862</u>                     | <u>48,202,780</u>       | <u>31,577</u>                           |
| Operating Income (Loss)                       | (25)            | 77,863                             | (3,123,756)             | (31,577)                                |
| <b>Nonoperating Revenue (Expenses):</b>       |                 |                                    |                         |   |
| Operating Grants                              | 0               | 0                                  | 0                       | 21,860                                  |
| Investment Earnings                           | 0               | 0                                  | (43,199)                | 0                                       |
| <b>Total Nonoperating Revenues (Expenses)</b> | <u>0</u>        | <u>0</u>                           | <u>(43,199)</u>         | <u>21,860</u>                           |
| Change in Net Assets                          | (25)            | 77,863                             | (3,166,955)             | (9,717)                                 |
| Net Assets Beginning of Year                  | 3,301           | 47,143                             | 5,938,523               | 31,578                                  |
| Net Assets End of Year                        | <u>\$ 3,276</u> | <u>\$ 125,006</u>                  | <u>\$ 2,771,568</u>     | <u>\$ 21,861</u>                        |

**TOLEDO CITY SCHOOL DISTRICT**

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| <u>Workers'</u><br><u>Compensation</u> | <u>Total</u>        |
|--|---------------------|
| \$ 3,529,719                           | \$ 49,169,468       |
| <u>3,529,719</u>                       | <u>49,169,468</u>   |
| 3,461,160                              | 3,482,537           |
| 41,820                                 | 48,430,803          |
| 0                                      | 306,859             |
| 0                                      | 25                  |
| <u>3,502,980</u>                       | <u>52,220,224</u>   |
| 26,739                                 | (3,050,756)         |
| 0                                      | 21,860              |
| <u>36,347</u>                          | <u>(6,852)</u>      |
| <u>36,347</u>                          | <u>15,008</u>       |
| 63,086                                 | (3,035,748)         |
| <u>527,652</u>                         | <u>6,548,197</u>    |
| <u>\$ 590,738</u>                      | <u>\$ 3,512,449</u> |

**TOLEDO CITY SCHOOL DISTRICT**

***Combining Statement of Cash Flows  
Internal Service Funds  
For the Fiscal Year Ended June 30, 2009***

|   | Rotary  | Intra-<br>District<br>Services | Health<br>Insurance |
|---|---------|--------------------------------|---------------------|
| <u>Cash Flows from Operating Activities:</u>  |         |                                |                     |
| Cash Received from Interfund Charges  | \$0     | \$560,552                      | \$46,177,601        |
| Cash Payments to Employees for Services and Benefits  | (25)    | (501,608)                      | (50,096,669)        |
| Net Cash Provided (Used) by Operating Activities  | (25)    | 58,944                         | (3,919,068)         |
| <u>Cash Flows from Noncapital Financing Activities:</u>   |         |                                |                     |
| Operating Grants  | 0       | 0                              | 0                   |
| Net Cash Provided by Noncapital Financing Activities  | 0       | 0                              | 0                   |
| <u>Cash Flows from Investing Activities:</u>  |         |                                |                     |
| Receipts of Interest  | 0       | 0                              | (26,347)            |
| Net Cash Provided (Used) by Investing Activities  | 0       | 0                              | (26,347)            |
| Net Increase (Decrease) in Cash and Cash Equivalents  | (25)    | 58,944                         | (3,945,415)         |
| Cash and Cash Equivalents at Beginning of Year  | 3,301   | 70,052                         | 14,628,484          |
| Cash and Cash Equivalents at End of Year  | \$3,276 | \$128,996                      | \$10,683,069        |
| <u>Reconciliation of Operating Income (Loss) to Net Cash<br/>Provided (Used) by Operating Activities:</u> |         |                                |                     |
| Operating Income (Loss)   | (\$25)  | \$77,863                       | (\$3,123,756)       |
| Adjustments to Reconcile Operating Income (Loss) to<br>Net Cash Provided (Used) by Operating Activities:  |         |                                |                     |
| Changes in Assets and Liabilities:  |         |                                |                     |
| Decrease (Increase) in Accounts Receivable  | 0       | (609)                          | 67,722              |
| Decrease in Intergovernmental Receivables   | 0       | 436                            | 0                   |
| Decrease in Accounts Payable  | 0       | (16,329)                       | (409,434)           |
| Decrease in Accrued Wages and Benefits  | 0       | 0                              | (453,600)           |
| Increase (Decrease) in Intergovernmental Payables   | 0       | (2,417)                        | 0                   |
| Total Adjustments   | 0       | (18,919)                       | (795,312)           |
| Net Cash Provided (Used) by Operating Activities  | (\$25)  | \$58,944                       | (\$3,919,068)       |

During 2009 the fair value of investments decreased by \$172,209 and \$7,059 in the Health Insurance and Workers' Compensation Funds, respectively.

**TOLEDO CITY SCHOOL DISTRICT**

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| Computer<br>Network-<br>Class A | Workers'<br>Compensation | Total                |
|---------------------------------|--------------------------|----------------------|
| \$0                             | \$3,529,719              | \$50,267,872         |
| (31,577)                        | (3,323,497)              | (53,953,376)         |
| <u>(31,577)</u>                 | <u>206,222</u>           | <u>(3,685,504)</u>   |
| 16,580                          | 0                        | 16,580               |
| <u>16,580</u>                   | <u>0</u>                 | <u>16,580</u>        |
| 0                               | 32,283                   | 5,936                |
| <u>0</u>                        | <u>32,283</u>            | <u>5,936</u>         |
| (14,997)                        | 238,505                  | (3,662,988)          |
| <u>31,578</u>                   | <u>889,055</u>           | <u>15,622,470</u>    |
| <u>\$16,581</u>                 | <u>\$1,127,560</u>       | <u>\$11,959,482</u>  |
| (\$31,577)                      | \$26,739                 | (\$3,050,756)        |
| 0                               | 0                        | 67,113               |
| 0                               | 0                        | 436                  |
| 0                               | (10,448)                 | (436,211)            |
| 0                               | 0                        | (453,600)            |
| <u>0</u>                        | <u>189,931</u>           | <u>187,514</u>       |
| <u>0</u>                        | <u>179,483</u>           | <u>(634,748)</u>     |
| <u>(31,577)</u>                 | <u>\$206,222</u>         | <u>(\$3,685,504)</u> |

***Fiduciary Fund***

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Fiduciary fund types are used to account for assets held by the School District in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds.

***Agency Fund***

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**Student Managed Activity Fund**

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A fund provided to account for those student activity programs which have student participation in the activity and have students involved in the management of the program. The fund typically includes those student activities that consist of a student body, student president, student treasurer, and faculty advisor.



**TOLEDO CITY SCHOOL DISTRICT**

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***Combining Statement Of Changes In Assets And Liabilities***

***Agency Fund***

***For the Fiscal Year Ended June 30, 2009***

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|   | Balance<br>June 30,<br>2008 | Additions        | Deductions         | Balance<br>June 30,<br>2009 |
|---|-----------------------------|------------------|--------------------|-----------------------------|
| <b><i>Student Managed Activity Fund</i></b> |                             |                  |                    |                             |
| Assets:                                     |                             |                  |                    |                             |
| Cash and Cash Equivalents                   | \$464,652                   | \$446,415        | (\$464,652)        | \$446,415                   |
| Accounts Receivable                         | 2,554                       | 6,889            | (2,554)            | 6,889                       |
| Intergovernmental Receivables               | 0                           | 142,254          | 0                  | 142,254                     |
| Interest Receivable                         | 4,277                       | 2,954            | (4,277)            | 2,954                       |
| Total Assets                                | <u>\$471,483</u>            | <u>\$598,512</u> | <u>(\$471,483)</u> | <u>\$598,512</u>            |
| Liabilities:                                |                             |                  |                    |                             |
| Accounts Payable                            | \$70,220                    | \$77,100         | (\$70,220)         | \$77,100                    |
| Intergovernmental Payable                   | 600                         | 2,709            | (600)              | 2,709                       |
| Due to Students                             | 400,663                     | 518,703          | (400,663)          | 518,703                     |
| Total Liabilities                           | <u>\$471,483</u>            | <u>\$598,512</u> | <u>(\$471,483)</u> | <u>\$598,512</u>            |

*CAPITAL ASSETS USED IN THE  
OPERATION OF GOVERNMENTAL FUNDS*

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**TOLEDO CITY SCHOOL DISTRICT**

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***Capital Assets Used in the Operation of Governmental Funds  
Schedule by Source  
June 30, 2009***

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|   |                      |
|---|----------------------|
| <u>Capital Assets</u>                     |                      |
| Land                                      | \$13,856,745         |
| Construction in Progress                  | 75,436,367           |
| Land Improvements                         | 8,533,154            |
| Buildings                                 | 379,858,663          |
| Building Improvements                     | 37,873,493           |
| Machinery and Equipment                   | 9,939,644            |
| Vehicles                                  | 10,763,182           |
| Total Capital Assets                      | <u>\$536,261,248</u> |
| <u>Investment in Capital Assets from:</u> |                      |
| General Fund                              | \$6,908,489          |
| Special Revenue Funds                     | 23,211,609           |
| Capital Project Funds                     | 506,088,295          |
| Trust Funds                               | 52,855               |
| Total Capital Assets                      | <u>\$536,261,248</u> |

**TOLEDO CITY SCHOOL DISTRICT**

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***Capital Assets Used in the Operation of Governmental Funds  
Schedule by Function and Activity  
June 30, 2009***

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|                          | <u>Instruction</u>   | <u>Administration</u> | <u>Operation and<br/>Maintenance of<br/>Plant Services</u> | <u>Trasnportation<br/>Services</u> |
|--------------------------|----------------------|-----------------------|--|------------------------------------|
| Land                     | \$13,344,888         | \$111,367             | \$264,652  | \$60,122                           |
| Construction in Progress | 75,436,367           | 0                     | 0  | 0                                  |
| Land Improvements        | 7,573,874            | 96,000                | 147,300  | 524,300                            |
| Buildings                | 361,528,504          | 16,073,559            | 1,375,380  | 34,362                             |
| Building Improvements    | 31,173,661           | 0                     | 127,245  | 172,715                            |
| Machinery and Equipment  | 2,226,144            | 4,181,127             | 2,017,143  | 54,943                             |
| Vehicles                 | 421,335              | 0                     | 1,790,269  | 8,551,578                          |
| Total Cost               | <u>\$491,704,773</u> | <u>\$20,462,053</u>   | <u>\$5,721,989</u>   | <u>\$9,398,020</u>                 |

**TOLEDO CITY SCHOOL DISTRICT**

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| <u>Non-<br/>Instructional</u> | <u>Extracurricular<br/>Activities</u> | <u>Total<br/>Capital Assets</u> |
|-------------------------------|---------------------------------------|---------------------------------|
| \$75,716                      | \$0                                   | \$13,856,745                    |
| 0                             | 0                                     | 75,436,367                      |
| 51,459                        | 140,221                               | 8,533,154                       |
| 846,858                       | 0                                     | 379,858,663                     |
| 3,199,962                     | 3,199,910                             | 37,873,493                      |
| 1,176,061                     | 284,226                               | 9,939,644                       |
| 0                             | 0                                     | 10,763,182                      |
| <u>\$5,350,056</u>            | <u>\$3,624,357</u>                    | <u>\$536,261,248</u>            |

**TOLEDO CITY SCHOOL DISTRICT**

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***Capital Assets Used in the Operation of Governmental Funds  
Schedule of Changes by Function and Activity  
For the Fiscal Year Ended June 30, 2009***

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|  | Balance<br>July 1, 2008 | Additions            | Deletions             | Balance<br>June 30, 2009 |
|--|-------------------------|----------------------|-----------------------|--------------------------|
| Instruction                                    | \$423,241,320           | \$150,986,954        | (\$82,523,501)        | \$491,704,773            |
| Administration                                 | 13,195,282              | 7,266,771            | 0                     | 20,462,053               |
| Operation and Maintenance<br>of Plant Services | 6,095,702               | 179,228              | (552,941)             | 5,721,989                |
| Transportation Services                        | 8,888,080               | 959,712              | (449,772)             | 9,398,020                |
| Non-Instructional Services                     | 5,342,097               | 7,959                | 0                     | 5,350,056                |
| Extracurricular Activities                     | <u>3,624,357</u>        | <u>0</u>             | <u>0</u>              | <u>3,624,357</u>         |
| Total  | <u>\$460,386,838</u>    | <u>\$159,400,624</u> | <u>(\$83,526,214)</u> | <u>\$536,261,248</u>     |

*STATISTICAL SECTION*

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## ***STATISTICAL TABLES***

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This part of the District's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the District's overall financial health.

### ***Contents***

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|   |             |
|---|-------------|
| <b>Financial Trends</b>   | S 2 – S 11  |
| These schedules contain trend information to help the reader understand how the District's financial position has changed over time.  |             |
| <b>Revenue Capacity</b>   | S 12 – S 21 |
| These schedules contain information to help the reader understand and assess the factors affecting the District's ability to generate its most significant local revenue source, the property tax.  |             |
| <b>Debt Capacity</b>  | S 22 – S 29 |
| These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.   |             |
| <b>Economic and Demographic Information</b>   | S 30 – S 33 |
| These schedules offer economic and demographic indicators to help the reader understand the environment within which the District's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments. |             |
| <b>Operating Information</b>  | S 34 – S 47 |
| These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.  |             |

**Sources Note:**

Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The District implemented GASB Statement 34 in 2002; schedules presenting government-wide information include information beginning in that year.

**Toledo Public School District**

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*Net Assets by Component  
Last Eight Years  
(accrual basis of accounting)*

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|   | <u>2002</u>                | <u>2003</u>                | <u>2004</u>                 |
|---|----------------------------|----------------------------|-----------------------------|
| <b>Governmental Activities</b>                  |                            |                            |                             |
| Invested in Capital Assets, Net of Related Debt | \$45,465,322               | \$47,320,939               | \$46,451,090                |
| Restricted for:                                 |                            |                            |                             |
| Capital Projects                                | 4,952,379                  | 8,027,026                  | 602,514,840                 |
| Debt Service                                    | 95,283                     | 6,902,023                  | 7,914,287                   |
| Permanent Funds:                                |                            |                            |                             |
| Expendable                                      | 341,106                    | 345,762                    | 328,848                     |
| Nonexpendable                                   | 502,291                    | 502,291                    | 502,291                     |
| Other Purposes                                  | 10,919,141                 | 0                          | 12,150,959                  |
| Unrestricted (Deficit)                          | <u>(29,442,269)</u>        | <u>(39,092,774)</u>        | <u>(37,951,094)</u>         |
| Total Governmental Activities Net Assets        | <u><u>\$32,833,253</u></u> | <u><u>\$24,005,267</u></u> | <u><u>\$631,911,221</u></u> |
| <br>  |                            |                            |                             |
| <b>Primary Government</b>                       |                            |                            |                             |
| Invested in Capital Assets, Net of Related Debt | \$45,465,322               | \$47,320,939               | \$46,451,090                |
| Restricted                                      | 16,810,200                 | 15,777,102                 | 623,411,225                 |
| Unrestricted (Deficit)                          | <u>(29,442,269)</u>        | <u>(39,092,774)</u>        | <u>(37,951,094)</u>         |
| Total Primary Government Net Assets             | <u><u>\$32,833,253</u></u> | <u><u>\$24,005,267</u></u> | <u><u>\$631,911,221</u></u> |

Source: District Treasurer's Office

Note: District did not implement GASB 34 prior to 2002.

***Toledo Public School District***

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| 2005                 | 2006                 | 2007                 | 2008                 | 2009                 |
|----------------------|----------------------|----------------------|----------------------|----------------------|
| \$44,598,478         | \$48,695,909         | \$248,239,325        | \$273,164,202        | \$319,887,466        |
| 583,303,915          | 513,286,796          | 361,944,025          | 317,693,258          | 286,451,348          |
| 5,845,920            | 8,823,771            | 12,115,936           | 14,372,972           | 11,705,745           |
| 313,819              | 328,736              | 341,333              | 350,204              | 343,688              |
| 502,291              | 502,291              | 502,291              | 503,291              | 503,291              |
| 10,644,859           | 17,127,362           | 17,864,571           | 18,876,850           | 39,034,091           |
| (35,477,065)         | (27,004,696)         | (15,174,793)         | (19,858,790)         | (56,323,121)         |
| <u>\$609,732,217</u> | <u>\$561,760,169</u> | <u>\$625,832,688</u> | <u>\$605,101,987</u> | <u>\$601,602,508</u> |
| \$44,598,478         | \$48,695,909         | \$248,239,325        | \$273,164,202        | \$319,887,466        |
| 600,610,804          | 540,068,956          | 392,768,156          | 351,796,575          | 338,038,163          |
| (35,477,065)         | (27,004,696)         | (15,174,793)         | (19,858,790)         | (56,323,121)         |
| <u>\$609,732,217</u> | <u>\$561,760,169</u> | <u>\$625,832,688</u> | <u>\$605,101,987</u> | <u>\$601,602,508</u> |

## Toledo Public School District

*Changes in Net Assets  
Last Eight Years  
(accrual basis of accounting)*

|   | 2002                          | 2003                          | 2004                          |
|---|-------------------------------|-------------------------------|-------------------------------|
| <b>Expenses</b>                                       |                               |                               |                               |
| Governmental Activities                               |                               |                               |                               |
| Instruction   | \$202,392,284                 | \$222,417,618                 | \$248,417,336                 |
| Support Services                                      | 135,952,928                   | 141,129,502                   | 134,366,560                   |
| Non-Instructional Services                            | 38,211,128                    | 25,122,326                    | 25,815,679                    |
| Extracurricular Activities                            | 5,164,782                     | 5,360,012                     | 5,362,388                     |
| Interest and Fiscal Charges                           | 56,349                        | 45,506                        | 5,148,505                     |
| <i>Total Primary Government Expenses</i>              | <u>\$381,777,471</u>          | <u>\$394,074,964</u>          | <u>\$419,110,468</u>          |
| <b>Program Revenues</b>                               |                               |                               |                               |
| Charges for Services                                  |                               |                               |                               |
| Instruction   | \$1,582,267                   | \$2,694,477                   | \$5,213,123                   |
| Support Services                                      | 5,565,628                     | 6,118,524                     | 6,121,179                     |
| Extracurricular Activities                            | 1,351,554                     | 1,737,914                     | 1,488,661                     |
| Operating Grants and Contributions                    | 77,972,317                    | 62,289,833                    | 69,932,639                    |
| Capital Grants and Contributions                      | 3,315,612                     | 2,658,608                     | 5,746,926                     |
| <i>Total Primary Government Program Revenues</i>      | <u>89,787,378</u>             | <u>75,499,356</u>             | <u>88,502,528</u>             |
| <b>Net (Expense)/Revenue</b>                          |                               |                               |                               |
| Governmental Activities                               | <u>(291,990,093)</u>          | <u>(318,575,608)</u>          | <u>(330,607,940)</u>          |
| <i>Total Primary Government Net (Expense)/Revenue</i> | <u><u>(\$291,990,093)</u></u> | <u><u>(\$318,575,608)</u></u> | <u><u>(\$330,607,940)</u></u> |

*Toledo Public School District*

| 2005                   | 2006                   | 2007                   | 2008                   | 2009                   |
|------------------------|------------------------|------------------------|------------------------|------------------------|
| \$270,471,446          | \$292,680,197          | \$189,552,656          | \$263,193,272          | \$261,800,004          |
| 135,099,356            | 138,761,857            | 133,079,110            | 133,764,377            | 135,291,670            |
| 27,827,829             | 19,816,003             | 27,648,071             | 25,644,073             | 26,726,017             |
| 5,262,095              | 6,333,665              | 4,242,542              | 5,107,505              | 5,471,234              |
| 7,162,151              | 7,229,719              | 6,991,726              | 6,919,481              | 6,958,983              |
| <u>\$445,822,877</u>   | <u>\$464,821,441</u>   | <u>\$361,514,105</u>   | <u>\$434,628,708</u>   | <u>\$436,247,908</u>   |
| <br>                   |                        |                        |                        |                        |
| \$6,691,740            | \$3,461,903            | \$6,053,787            | \$5,290,951            | \$4,023,645            |
| 5,891,099              | 9,122,667              | 13,630,186             | 13,775,626             | 16,187,742             |
| 4,722,931              | 3,515,022              | 3,042,679              | 2,777,125              | 2,731,369              |
| 63,212,833             | 72,027,628             | 89,840,113             | 95,387,363             | 102,234,262            |
| 1,403,910              | 577,516                | 241,467                | 0                      | 0                      |
| <u>81,922,513</u>      | <u>88,704,736</u>      | <u>112,808,232</u>     | <u>117,231,065</u>     | <u>125,177,018</u>     |
| <br>                   |                        |                        |                        |                        |
| (363,900,364)          | (376,116,705)          | (248,705,873)          | (317,397,643)          | (311,070,890)          |
| <u>(\$363,900,364)</u> | <u>(\$376,116,705)</u> | <u>(\$248,705,873)</u> | <u>(\$317,397,643)</u> | <u>(\$311,070,890)</u> |

(Continued)

***Toledo Public School District***

*Changes in Net Assets  
Last Eight Years  
(accrual basis of accounting)*

|  | 2002                  | 2003                 | 2004                 |
|--|-----------------------|----------------------|----------------------|
| <b><i>General Revenues and Other Changes in Net Assets</i></b> |                       |                      |                      |
| Governmental Activities  |                       |                      |                      |
| Property Taxes Levied for                                      |                       |                      |                      |
| General Purposes   | \$103,470,010         | \$103,915,412        | \$107,245,398        |
| Special Purposes   | 0                     | 631,432              | 1,152,249            |
| Debt Service   | 1,546,765             | 5,764,724            | 10,924,204           |
| Capital Outlay   | 4,661,246             | 4,364,880            | 4,244,528            |
| Grants and Entitlements not                                    |                       |                      |                      |
| Restricted to Specific Programs                                | 159,082,939           | 192,462,913          | 202,381,204          |
| Investment Earnings  | 2,751,025             | 2,273,113            | 2,088,128            |
| Miscellaneous  | 399,712               | 329,592              | 638,024              |
| <i>Total Primary Government</i>                                | <u>\$271,911,697</u>  | <u>\$309,742,066</u> | <u>\$328,673,735</u> |
| <b><i>Change in Net Assets</i></b>                             |                       |                      |                      |
| Governmental Activities  | (\$20,078,396)        | (\$8,833,542)        | (\$1,934,205)        |
| <i>Total Primary Government Change in Net Assets</i>           | <u>(\$20,078,396)</u> | <u>(\$8,833,542)</u> | <u>(\$1,934,205)</u> |

Source: District Treasurer's Office

Note: District did not implement GASB 34 prior to 2002.

*Toledo Public School District*

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| <u>2005</u>           | <u>2006</u>           | <u>2007</u>          | <u>2008</u>           | <u>2009</u>          |
|-----------------------|-----------------------|----------------------|-----------------------|----------------------|
| \$106,736,207         | \$104,775,512         | \$99,468,836         | \$89,303,614          | \$93,183,415         |
| 1,258,083             | 1,196,205             | 1,196,598            | 1,099,423             | 1,151,977            |
| 11,700,649            | 11,621,405            | 12,429,284           | 11,056,591            | 11,305,429           |
| 4,460,168             | 4,380,783             | 4,410,854            | 3,984,819             | 4,034,149            |
| 210,387,487           | 197,630,604           | 183,776,457          | 181,133,225           | 193,207,018          |
| 5,983,334             | 8,437,563             | 11,334,119           | 9,683,086             | 4,587,198            |
| 1,195,432             | 102,585               | 162,244              | 406,184               | 102,225              |
| <u>\$341,721,360</u>  | <u>\$328,144,657</u>  | <u>\$312,778,392</u> | <u>\$296,666,942</u>  | <u>\$307,571,411</u> |
| <u>(\$22,179,004)</u> | <u>(\$47,972,048)</u> | <u>\$64,072,519</u>  | <u>(\$20,730,701)</u> | <u>(\$3,499,479)</u> |
| <u>(\$22,179,004)</u> | <u>(\$47,972,048)</u> | <u>\$64,072,519</u>  | <u>(\$20,730,701)</u> | <u>(\$3,499,479)</u> |

***Toledo Public School District***

*Fund Balances, Governmental Funds  
Last Ten Years  
(modified accrual basis of accounting)*

|   | 2000               | 2001                | 2002                | 2003                |
|---|--------------------|---------------------|---------------------|---------------------|
| General Fund                              |                    |                     |                     |                     |
| Reserved                                  | \$11,309,434       | \$16,359,040        | \$18,424,529        | \$17,895,690        |
| Unreserved                                | (13,758,994)       | (1,573,496)         | 461,475             | (20,506,000)        |
| <i>Total General Fund</i>                 | <u>(2,449,560)</u> | <u>14,785,544</u>   | <u>18,886,004</u>   | <u>(2,610,310)</u>  |
| All Other Governmental Funds              |                    |                     |                     |                     |
| Reserved                                  | 2,542,663          | 4,575,060           | 4,903,699           | 22,401,780          |
| Unreserved, Undesignated in:              |                    |                     |                     |                     |
| Special Revenue Funds                     | 893,472            | 6,439,338           | 4,872,343           | (2,482,855)         |
| Debt Service Funds                        | 0                  | 0                   | 0                   | 0                   |
| Capital Projects Funds                    | (786,249)          | 1,237,199           | 2,461,875           | 67,880,801          |
| Permanent Fund                            | 0                  | 0                   | 341,106             | 345,762             |
| <i>Total All Other Governmental Funds</i> | <u>2,649,886</u>   | <u>12,251,597</u>   | <u>12,579,023</u>   | <u>88,145,488</u>   |
| <i>Total Governmental Funds</i>           | <u>\$200,326</u>   | <u>\$27,037,141</u> | <u>\$31,465,027</u> | <u>\$85,535,178</u> |

Source: District Treasurer's Office



***Toledo Public School District***

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| 2004                 | 2005                 | 2006                | 2007                 | 2008                 | 2009                 |
|----------------------|----------------------|---------------------|----------------------|----------------------|----------------------|
| \$14,681,804         | \$16,147,477         | \$8,391,654         | \$13,272,327         | \$13,719,985         | \$13,008,918         |
| (24,015,732)         | (28,005,685)         | (20,963,268)        | (7,561,390)          | 1,776                | (17,195,736)         |
| (9,333,928)          | (11,858,208)         | (12,571,614)        | 5,710,937            | 13,721,761           | (4,186,818)          |
| 24,704,088           | 61,721,921           | 11,261,152          | 58,835,147           | 69,496,216           | 38,678,072           |
| (3,246,820)          | (1,804,134)          | (1,438,040)         | 3,671,750            | (1,834,973)          | 7,135,876            |
| 7,145,076            | 4,438,435            | 7,129,305           | 10,450,742           | 13,863,182           | 10,920,852           |
| 147,612,524          | 88,974,476           | 77,119,622          | 51,056,444           | 9,668,289            | 67,224,903           |
| 328,848              | 313,819              | 328,736             | 341,333              | 350,204              | 341,588              |
| 176,543,716          | 153,644,517          | 94,400,775          | 124,355,416          | 91,542,918           | 124,301,291          |
| <u>\$167,209,788</u> | <u>\$141,786,309</u> | <u>\$81,829,161</u> | <u>\$130,066,353</u> | <u>\$105,264,679</u> | <u>\$120,114,473</u> |

## *Toledo Public School District*

*Changes in Fund Balances, Governmental Funds  
Last Ten Years  
(modified accrual basis of accounting)*

|  | 2000               | 2001                | 2002               | 2003                |
|--|--------------------|---------------------|--------------------|---------------------|
| <b>Revenues:</b>   |                    |                     |                    |                     |
| Taxes  | \$95,815,231       | \$101,583,346       | \$112,167,580      | \$111,319,491       |
| Tuition  | 1,110,982          | 787,750             | 1,566,401          | 2,680,188           |
| Transportation Fees  | 183,229            | 298,867             | 349,851            | 440,793             |
| Food Services  | 0                  | 0                   | 2,335,035          | 2,438,348           |
| Investment Earnings  | 2,714,972          | 3,381,986           | 2,334,619          | 2,049,381           |
| Extracurricular Activities   | 1,398,853          | 1,377,956           | 1,600,512          | 1,577,542           |
| Class Materials and Fees   | 280,162            | 271,571             | 461,879            | 454,013             |
| Intermediate Sources   | 64,896             | 152,107             | 79,106             | 52,690              |
| Intergovernmental - State  | 175,451,658        | 196,388,112         | 200,931,402        | 218,580,096         |
| Intergovernmental - Federal  | 26,299,736         | 32,470,513          | 37,922,340         | 34,184,344          |
| All Other Revenue  | 9,260,750          | 2,612,668           | 2,559,583          | 3,340,754           |
| <b>Total Revenue</b>   | <u>312,580,469</u> | <u>339,324,876</u>  | <u>362,308,308</u> | <u>377,117,640</u>  |
| <b>Expenditures:</b>   |                    |                     |                    |                     |
| Current:   |                    |                     |                    |                     |
| Instruction  | 167,628,439        | 171,205,309         | 193,056,559        | 218,665,625         |
| Supporting Services  | 112,466,023        | 116,764,832         | 129,346,979        | 139,042,662         |
| Non-Instructional Services   | 16,338,825         | 12,328,547          | 25,028,179         | 26,550,266          |
| Extracurricular Activities   | 4,161,708          | 4,518,128           | 4,926,855          | 5,237,784           |
| Capital Outlay   | 4,421,304          | 3,085,717           | 5,551,521          | 9,126,013           |
| Debt Service:  |                    |                     |                    |                     |
| Principal Retirement   | 2,842,359          | 2,694,798           | 93,000             | 93,000              |
| Interest and Fiscal Charges  | 455,904            | 372,531             | 55,765             | 419,324             |
| <b>Total Expenditures</b>  | <u>308,314,562</u> | <u>310,969,862</u>  | <u>358,058,858</u> | <u>399,134,674</u>  |
| Excess (Deficiency) of Revenues<br>Over Expenditures               | 4,265,907          | 28,355,014          | 4,249,450          | (22,017,034)        |
| <b>Other Financing Sources (Uses):</b>                             |                    |                     |                    |                     |
| Sale of Capital Assets   | 0                  | 12,700              | 1,180              | 0                   |
| General Obligation Bonds Issued                                    | 0                  | 0                   | 0                  | 72,500,000          |
| Premium on Issuance of General Obligation Bonds                    | 0                  | 0                   | 0                  | 1,627,778           |
| New Capital Leases   | 1,048,687          | 0                   | 0                  | 1,953,851           |
| Transfers In   | 1,164,890          | 1,405,649           | 3,831,716          | 4,694,436           |
| Transfers Out  | (2,709,578)        | (2,936,548)         | (4,831,716)        | (4,694,436)         |
| <b>Total Other Financing Sources (Uses)</b>                        | <u>(496,001)</u>   | <u>(1,518,199)</u>  | <u>(998,820)</u>   | <u>76,081,629</u>   |
| <b>Net Change in Fund Balance</b>                                  | <u>\$3,769,906</u> | <u>\$26,836,815</u> | <u>\$3,250,630</u> | <u>\$54,064,595</u> |
| <b>Debt Service as a Percentage<br/>of Noncapital Expenditures</b> | 1.10%              | 1.00%               | 0.04%              | 0.13%               |

Source: District Treasurer's Office

*Toledo Public School District*

| 2004                | 2005                  | 2006                  | 2007                | 2008                  | 2009                |
|---------------------|-----------------------|-----------------------|---------------------|-----------------------|---------------------|
| \$116,690,772       | \$119,358,742         | \$118,721,351         | \$120,520,408       | \$114,312,225         | \$105,699,938       |
| 5,197,293           | 3,266,058             | 3,447,124             | 3,708,191           | 4,130,667             | 2,889,694           |
| 469,959             | 502,116               | 561,991               | 783,273             | 764,427               | 809,245             |
| 2,355,774           | 2,061,867             | 1,975,570             | 1,869,705           | 1,791,657             | 1,664,852           |
| 2,078,065           | 5,955,187             | 8,344,735             | 11,340,272          | 9,779,617             | 4,916,848           |
| 1,546,319           | 1,592,106             | 1,519,804             | 1,298,006           | 1,236,132             | 1,096,809           |
| 400,782             | 412,727               | 378,202               | 390,068             | 331,134               | 309,764             |
| 35,239              | 20,932                | 0                     | 30,000              | 60,000                | 20,000              |
| 243,734,658         | 282,962,791           | 298,841,914           | 325,177,344         | 295,700,158           | 295,597,310         |
| 44,480,898          | 48,193,022            | 42,192,049            | 50,008,540          | 38,934,570            | 54,073,343          |
| 3,479,842           | 10,673,605            | 8,309,077             | 14,795,783          | 13,948,465            | 16,274,444          |
| <u>420,469,601</u>  | <u>474,999,153</u>    | <u>484,291,817</u>    | <u>529,921,590</u>  | <u>480,989,052</u>    | <u>483,352,247</u>  |
| 224,080,604         | 229,062,862           | 224,652,834           | 223,368,191         | 226,968,624           | 252,993,864         |
| 136,780,343         | 144,862,597           | 142,938,752           | 132,585,876         | 141,432,307           | 143,794,427         |
| 27,486,263          | 27,795,462            | 23,196,032            | 26,451,093          | 24,870,693            | 23,917,955          |
| 5,149,254           | 5,166,323             | 6,326,677             | 4,064,556           | 4,871,994             | 5,282,257           |
| 37,290,845          | 77,944,609            | 136,541,555           | 84,731,327          | 97,176,358            | 64,251,427          |
| 8,393,000           | 8,293,000             | 3,240,506             | 3,265,000           | 3,330,000             | 3,415,000           |
| 5,769,497           | 7,297,779             | 7,357,013             | 7,119,129           | 7,047,876             | 7,229,513           |
| <u>444,949,806</u>  | <u>500,422,632</u>    | <u>544,253,369</u>    | <u>481,585,172</u>  | <u>505,697,852</u>    | <u>500,884,443</u>  |
| (24,480,205)        | (25,423,479)          | (59,961,552)          | 48,336,418          | (24,708,800)          | (17,532,196)        |
| 0                   | 0                     | 4,404                 | 30,142              | 46,765                | 0                   |
| 103,600,000         | 0                     | 0                     | 0                   | 0                     | 31,999,995          |
| 2,554,815           | 0                     | 0                     | 0                   | 0                     | 381,995             |
| 0                   | 0                     | 0                     | 0                   | 0                     | 0                   |
| 3,684,025           | 3,186,555             | 3,556,661             | 11,650,611          | 7,277,303             | 10,417,146          |
| (3,684,025)         | (3,186,555)           | (3,556,661)           | (11,779,979)        | (7,416,942)           | (10,417,146)        |
| <u>106,154,815</u>  | <u>0</u>              | <u>4,404</u>          | <u>(99,226)</u>     | <u>(92,874)</u>       | <u>32,381,990</u>   |
| <u>\$81,674,610</u> | <u>(\$25,423,479)</u> | <u>(\$59,957,148)</u> | <u>\$48,237,192</u> | <u>(\$24,801,674)</u> | <u>\$14,849,794</u> |
| 3.28%               | 3.38%                 | 2.24%                 | 2.94%               | 2.45%                 | 2.51%               |

## *Toledo Public School District*

*Assessed Valuations and Estimated True Values of Taxable Property  
(amounts in thousands)  
Last Ten Calendar Years*

| <b>Tax year</b>   | <b>1999</b> | <b>2000</b> | <b>2001</b> | <b>2002</b> | <b>2003</b> |
|---|-------------|-------------|-------------|-------------|-------------|
| <b>Real Property</b>                                      |             |             |             |             |             |
| Assessed  | 1,861,928   | 1,875,031   | 2,320,805   | 2,305,922   | 2,314,937   |
| Actual  | 5,319,794   | 5,357,231   | 6,630,871   | 6,588,349   | 6,614,106   |
| <b>Public Utility</b>                                     |             |             |             |             |             |
| Assessed  | 237,960     | 223,891     | 225,416     | 166,114     | 177,375     |
| Actual  | 237,960     | 223,891     | 225,416     | 166,114     | 177,375     |
| <b>Tangible Personal Property</b>                         |             |             |             |             |             |
| Assessed  | 353,093     | 367,785     | 366,623     | 373,954     | 345,046     |
| Actual  | 1,412,372   | 1,471,140   | 1,466,492   | 1,495,816   | 1,380,184   |
| <b>Total</b>  |             |             |             |             |             |
| Assessed  | 2,452,981   | 2,466,707   | 2,912,844   | 2,845,990   | 2,837,358   |
| Actual  | 6,970,126   | 7,052,262   | 8,322,779   | 8,250,279   | 8,171,665   |
| <b>Assessed Value as a<br/>Percentage of Actual Value</b> | 35.19%      | 34.98%      | 35.00%      | 34.50%      | 34.72%      |
| <b>Total Direct Tax Rate</b>                              | \$57.80     | \$57.80     | \$63.00     | \$63.00     | \$68.00     |

Source: Lucas County Auditor

Presented on a calendar year basis because that is the manner in which the information is maintained by the County.

***Toledo Public School District***

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| 2004      | 2005      | 2006      | 2007       | 2008       |
|-----------|-----------|-----------|------------|------------|
| 2,658,992 | 2,693,299 | 2,675,627 | 3,025,038  | 2,980,687  |
| 7,597,120 | 7,695,140 | 7,644,649 | 8,642,966  | 8,516,249  |
| 152,422   | 144,678   | 136,918   | 137,134    | 138,071    |
| 152,422   | 144,678   | 136,918   | 137,134    | 138,071    |
| 322,160   | 295,642   | 281,399   | 210,923    | 153,551    |
| 1,288,640 | 1,182,568 | 1,125,596 | 1,687,384  | 2,456,816  |
| 3,133,574 | 3,133,619 | 3,093,944 | 3,373,095  | 3,272,309  |
| 9,038,182 | 9,022,386 | 8,907,163 | 10,467,484 | 11,111,136 |
| 34.67%    | 34.73%    | 34.74%    | 32.22%     | 29.45%     |
| \$67.60   | \$67.35   | \$67.35   | \$67.10    | \$66.90    |

***Toledo Public School District***

*Property Tax Rates of Direct and Overlapping Governments  
(per \$1,000 of assessed value)  
Last Ten Calendar Years*

|                              | 1999         | 2000         | 2001         | 2002         | 2003          |
|------------------------------|--------------|--------------|--------------|--------------|---------------|
| <b>Direct District Rates</b> |              |              |              |              |               |
| General Fund                 | 55.30        | 55.30        | 60.50        | 60.50        | 60.50         |
| Permanent Improvement Fund   | 2.50         | 2.50         | 2.50         | 2.50         | 3.00          |
| Bond Retirement Fund         | 0.00         | 0.00         | 0.00         | 0.00         | 4.50          |
| Total                        | <u>57.80</u> | <u>57.80</u> | <u>63.00</u> | <u>63.00</u> | <u>68.00</u>  |
| <b>Overlapping Rates</b>     |              |              |              |              |               |
| Townships:                   |              |              |              |              |               |
| Harding                      | 3.30         | 3.30         | 3.30         | 4.30         | 3.60          |
| Spencer                      | 6.00         | 6.00         | 6.00         | 6.00         | 6.00          |
| Municipalities:              |              |              |              |              |               |
| City of Toledo               | 4.40         | 4.40         | 4.40         | 4.40         | 4.40          |
| Village of Ottawa Hills      | 4.10         | 4.10         | 4.10         | 4.10         | 4.10          |
| Lucas County                 | 17.35        | 17.35        | 17.80        | 17.45        | 17.45         |
| Total                        | <u>92.95</u> | <u>92.95</u> | <u>98.60</u> | <u>99.25</u> | <u>103.55</u> |

Ohio Revised Code Sections 5705.02 and 5705.07 require a vote of the people for any millage exceeding the "unvoted" or "inside" millage.

**Source:**

Lucas County Auditor's Office  
Lucas County Treasurer's Office

*Toledo Public School District*

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| <u>2004</u>   | <u>2005</u>   | <u>2006</u>   | <u>2007</u>   | <u>2008</u>   |
|---------------|---------------|---------------|---------------|---------------|
| 60.30         | 60.05         | 60.05         | 59.80         | 59.80         |
| 3.00          | 3.00          | 3.00          | 3.00          | 3.00          |
| 4.30          | 4.30          | 4.30          | 4.30          | 4.10          |
| <u>67.60</u>  | <u>67.35</u>  | <u>67.35</u>  | <u>67.10</u>  | <u>66.90</u>  |
| 3.30          | 3.00          | 3.00          | 3.00          | 4.80          |
| 6.00          | 6.00          | 6.00          | 6.00          | 8.00          |
| 4.40          | 4.40          | 4.40          | 4.40          | 4.40          |
| 4.10          | 4.10          | 4.10          | 4.10          | 4.10          |
| 18.30         | 18.00         | 18.00         | 18.00         | 18.17         |
| <u>103.70</u> | <u>102.85</u> | <u>102.85</u> | <u>102.60</u> | <u>106.37</u> |





***Toledo Public School District***

*Principal Taxpayers  
Tangible Personal Property Tax  
(amounts in thousands)  
Current Year and Nine Years Ago*

| Name of Taxpayer              | Nature of Business     | Calendar Year 2008 |      |                                 |
|-------------------------------|------------------------|--------------------|------|---------------------------------|
|                               |                        | Assessed Value     | Rank | Percent of Total Assessed Value |
| Ohio Bell Telephone Company   | Telephone Transmission | \$6,078            | 1    | 3.96%                           |
| Buckeye Telesystem, Inc.      | Cable Transmission     | 3,305              | 2    | 2.15%                           |
| MCI Metro Access Transmission | Telephone Transmission | 1,997              | 3    | 1.30%                           |
| New Par                       | Realty                 | 879                | 4    | 0.57%                           |
| Buckeye Cablevision, Inc.     | Cable Transmission     | 572                | 5    | 0.37%                           |
| Ameritech Advanced Data       | Telephone Transmission | 448                | 6    | 0.29%                           |
| New Cingular Wireless PCS LLC | Telephone Transmission | 323                | 7    | 0.21%                           |
| Sprint Spectrum L P           | Telephone Transmission | 261                | 8    | 0.17%                           |
| Ohio Telephone and Telegraph  | Telephone Transmission | 152                | 9    | 0.10%                           |
| T Mobile Central LLC          | Telephone Transmission | 119                | 10   | 0.08%                           |
| Subtotal                      |                        | 14,134             |      | 9.20%                           |
| All Others                    |                        | 139,417            |      | 90.80%                          |
| Total                         |                        | <u>\$153,551</u>   |      | <u>100.00%</u>                  |

| Name of Taxpayer               | Nature of Business       | Calendar Year 1999 |      |                                 |
|--------------------------------|--------------------------|--------------------|------|---------------------------------|
|                                |                          | Assessed Value     | Rank | Percent of Total Assessed Value |
| Chrysler Corporation           | Automotive/Manufacturing | \$33,997           | 1    | 9.63%                           |
| General Mills                  | Food Processor           | 19,274             | 2    | 5.46%                           |
| Libbey, Inc                    | Glass Manufacturing      | 10,505             | 3    | 2.98%                           |
| Blade Communications           | Communication            | 9,746              | 4    | 2.76%                           |
| Seaway Foodtown                | Retail Grocery           | 6,358              | 5    | 1.80%                           |
| Polymerland Inc.               | Automotive Plastics      | 5,867              | 6    | 1.66%                           |
| Textile Leather Corporation    | Vinyl Manufacturing      | 5,430              | 7    | 1.54%                           |
| Libbey Owens Ford              | Glass Manufacturing      | 4,282              | 8    | 1.21%                           |
| Atel Cash Distribution Fund VI | Cash Distribution        | 3,664              | 9    | 1.04%                           |
| Health Care & Retirement       | Retirement Services      | 3,528              | 10   | 1.00%                           |
| Subtotal                       |                          | 102,651            |      | 29.08%                          |
| All Others                     |                          | 250,442            |      | 70.92%                          |
| Total                          |                          | <u>\$353,093</u>   |      | <u>100.00%</u>                  |

Source: Lucas County Auditor - Land and Buildings  
Based on valuation of property in 2008 and 1999

Presented on a calendar year basis because that is the manner in which the information is maintained by the County.

**Toledo Public School District**

*Principal Taxpayers*

*Real Estate Tax*

*(amounts in thousands)*

*Current Year and Nine Years Ago*

|                                       |                    | Calendar Year 2008 |      |                                 |
|---------------------------------------|--------------------|--------------------|------|---------------------------------|
| Name of Taxpayer                      | Nature of Business | Assessed Value     | Rank | Percent of Total Assessed Value |
| St. Vincent Medical Center            | Hospital           | \$13,075           | 1    | 0.44%                           |
| One Seagate LLC                       | Realty             | 12,950             | 2    | 0.43%                           |
| Empirian                              | Realty             | 7,673              | 3    | 0.26%                           |
| Toledo Hospital/Promedica             | Hospital           | 7,546              | 4    | 0.25%                           |
| CA New Plan Acquisition               | Realty             | 6,959              | 5    | 0.23%                           |
| ERT Southland LLC                     | Realty             | 5,791              | 6    | 0.19%                           |
| University Residences at Westwood LLC | Realty             | 5,558              | 7    | 0.19%                           |
| Airport Square Investment             | Realty             | 5,110              | 8    | 0.17%                           |
| Ercelik                               | Realty             | 4,934              | 9    | 0.17%                           |
| Steeplechase Developers               | Realty             | 4,832              | 10   | 0.16%                           |
| Subtotal                              |                    | 74,428             |      | 2.49%                           |
| All Others                            |                    | 2,906,249          |      | 97.51%                          |
| Total                                 |                    | <u>\$2,980,677</u> |      | <u>100.00%</u>                  |

|                            |                          | Calendar Year 1999 |      |                                 |
|----------------------------|--------------------------|--------------------|------|---------------------------------|
| Name of Taxpayer           | Nature of Business       | Assessed Value     | Rank | Percent of Total Assessed Value |
| Toledo Edison              | Electric Distribution    | \$123,104          | 1    | 6.61%                           |
| Ohio Bell Telephone        | Telephone Distribution   | 57,608             | 2    | 3.09%                           |
| Columbia Gas of Ohio       | Natural Gas Distribution | 50,064             | 3    | 2.69%                           |
| St. Vincent Medical Center | Hospital                 | 20,514             | 4    | 1.10%                           |
| S-S-C Company              | Automotive/Manufacturing | 7,985              | 5    | 0.43%                           |
| Medical College of Ohio    | Hospital                 | 7,184              | 6    | 0.39%                           |
| A.E.R.C.                   | Realty                   | 6,866              | 7    | 0.37%                           |
| Toledo Hospital            | Hospital                 | 5,522              | 8    | 0.30%                           |
| Dana Corporation           | Automotive/Manufacturing | 4,855              | 9    | 0.26%                           |
| Consolidated Rail          | Railroad                 | 4,721              | 10   | 0.25%                           |
| Subtotal                   |                          | 288,423            |      | 15.49%                          |
| All Others                 |                          | 1,573,505          |      | 84.51%                          |
| Total                      |                          | <u>\$1,861,928</u> |      | <u>100.00%</u>                  |

Source: Lucas County Auditor - Land and Buildings  
Based on valuation of property in 2008 and 1999

Presented on a calendar year basis because that is the manner in which the information is maintained by the County.

***Toledo Public School District***

*Principal Taxpayers  
Public Utilities Tangible Personal Property Tax  
(amounts in thousands)  
Current Year and Nine Years Ago*

|                  |                          | Calendar Year 2008 |      |                                 |
|------------------|--------------------------|--------------------|------|---------------------------------|
| Name of Taxpayer | Nature of Business       | Assessed Value     | Rank | Percent of Total Assessed Value |
| Toledo Edison    | Electric Distributon     | \$64,909           | 1    | 47.01%                          |
| Coulumbia Gas    | Natural Gas Distribution | 16,932             | 2    | 12.26%                          |
|                  | Subtotal                 | 81,841             |      | 59.27%                          |
|                  | All Others               | 56,230             |      | 40.73%                          |
|                  | Total                    | \$138,071          |      | 100.00%                         |
|                  |                          | Calendar Year 1999 |      |                                 |
| Name of Taxpayer | Nature of Business       | Assessed Value     | Rank | Percent of Total Assessed Value |
| Toledo Edison    | Electric Distribution    | \$112,281          | 1    | 47.18%                          |
| Ohio Bell        | Telephone                | 51,636             | 2    | 21.70%                          |
| Columbia Gas     | Natural Gas Distribtion  | 50,910             | 3    | 21.39%                          |
|                  | Subtotal                 | 214,827            |      | 90.27%                          |
|                  | All Others               | 23,133             |      | 9.73%                           |
|                  | Total                    | \$237,960          |      | 100.00%                         |

Source: Lucas County Auditor - Land and Buildings  
Based on valuation of property in 2008 and 1999

Presented on a calendar year basis because that is the manner in which the information is maintained by the County.

***Toledo Public School District***

*Property Tax Levies and Collections  
(amounts in thousands)  
Last Ten Years*

| <b>Collection Year</b>                                | <u>1999</u>  | <u>2000</u>  | <u>2001</u>  | <u>2002</u>  |
|---|--------------|--------------|--------------|--------------|
| <b>Total Tax Levy</b> (1)                             | \$103,013    | \$103,423    | \$120,443    | \$119,636    |
| <b>Collections within the Fiscal Year of the Levy</b> |              |              |              |              |
| Current Tax Collections (2)                           | 103,607      | 99,727       | 116,838      | 115,839      |
| Percent of Levy Collected                             | 100.58%      | 96.43%       | 97.01%       | 96.83%       |
| Delinquent Tax Collections (3)                        | <u>4,081</u> | <u>3,893</u> | <u>4,688</u> | <u>5,598</u> |
| Total Tax Collections                                 | 107,688      | 103,620      | 121,526      | 121,437      |
| <b>Percent of Total Tax Collections To Tax Levy</b>   | 104.54%      | 100.19%      | 100.90%      | 101.51%      |
| <b>Accumulated Outstanding Delinquent Taxes</b> (4)   | 11,908       | 10,835       | 14,173       | 15,570       |
| <b>Percentage of Accumulated</b>                      |              |              |              |              |
| <b>Delinquent Taxes to Total Tax Levy</b>             | 11.56%       | 10.48%       | 11.77%       | 13.01%       |

- (1) Taxes levied and collected are presented on a cash basis.
- (2) State reimbursements of rollback and homestead exemptions are included;
- (3) The County does not identify delinquent tax collections by tax year.
- (4) Penalties and interest are included, since by Ohio law they become part of the tax obligation as assessment occurs.

Source: Lucas County Auditor's Office  
Presented on a calendar year basis because that is the manner in which the information is maintained by the County.

*Toledo Public School District*

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| <u>2003</u>  | <u>2004</u>  | <u>2005</u>  | <u>2006</u>  | <u>2007</u>   | <u>2008</u>  |
|--------------|--------------|--------------|--------------|---------------|--------------|
| \$129,385    | \$127,874    | \$126,939    | \$120,463    | \$121,796     | \$125,132    |
| 122,349      | 125,522      | 124,222      | 117,366      | 116,283       | 117,843      |
| 94.56%       | 98.16%       | 97.86%       | 97.43%       | 95.47%        | 94.17%       |
| <u>6,778</u> | <u>6,563</u> | <u>6,183</u> | <u>7,589</u> | <u>11,023</u> | <u>8,449</u> |
| 129,127      | 132,085      | 130,405      | 124,955      | 127,306       | 126,292      |
| 99.80%       | 103.29%      | 102.73%      | 103.73%      | 104.52%       | 100.93%      |
| 16,946       | 19,187       | 21,979       | 24,532       | 14,411        | 21,234       |
| 13.10%       | 15.00%       | 17.31%       | 20.36%       | 11.83%        | 16.97%       |

***Toledo Public School District***

*Ratio of Outstanding Debt By Type  
Last Ten Years*

|                                    | 2000               | 2001               | 2002               | 2003                |
|------------------------------------|--------------------|--------------------|--------------------|---------------------|
| <b>Governmental Activities</b> (1) |                    |                    |                    |                     |
| EPA Long-Term Note Payable         | \$505,506          | \$412,506          | \$319,506          | \$226,506           |
| General Obligation Bonds Payable   | 980,000            | 0                  | 0                  | 74,127,778          |
| Capital Leases                     | 0                  | 2,888,215          | 1,606,436          | 2,040,666           |
| Total Primary Government           | <u>\$1,485,506</u> | <u>\$3,300,721</u> | <u>\$1,925,942</u> | <u>\$76,394,950</u> |
| <br><b>Population</b> (2)          |                    |                    |                    |                     |
| City of Toledo                     | 325,767            | 313,619            | 313,619            | 313,619             |
| Outstanding Debt Per Capita        | \$5                | \$11               | \$6                | \$244               |
| <br><b>Income</b>                  |                    |                    |                    |                     |
| Personal (in thousands)            | 9,430,629          | 9,354,314          | 9,535,272          | 9,654,447           |
| Percentage of Personal Income      | 0.02%              | 0.04%              | 0.02%              | 0.79%               |

**Sources:**

(1) District Treasurer's Office

(2) US Bureau of Census of Population

(a) Per Capita Income is only available by County, Total Personal Income is a calculation

***Toledo Public School District***

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| 2004                 | 2005                 | 2006                 | 2007                 | 2008                 | 2009                 |
|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| \$133,506            | \$40,506             | \$0                  | \$0                  | \$0                  | \$0                  |
| 171,679,762          | 163,339,963          | 160,000,164          | 156,595,365          | 153,125,566          | 181,939,114          |
| 828,655              | 421,765              | 221,896              | 0                    | 0                    | 0                    |
| <u>\$172,641,923</u> | <u>\$163,802,234</u> | <u>\$160,222,060</u> | <u>\$156,595,365</u> | <u>\$153,125,566</u> | <u>\$181,939,114</u> |
| 313,619              | 313,619              | 313,619              | 313,619              | 313,619              | 313,619              |
| \$550                | \$522                | \$511                | \$499                | \$488                | \$580                |
| 9,964,616            | 9,856,732            | 10,027,027           | 10,448,531           | N/A                  | N/A                  |
| 1.73%                | 1.66%                | 1.60%                | 1.50%                | N/A                  | N/A                  |

***Toledo Public School District***

*Ratios of General Bonded Debt Outstanding  
(amounts in thousands)  
Last Ten Years*

| Year   | 2000        | 2001        | 2002        | 2003        |
|--|-------------|-------------|-------------|-------------|
| <b>Population</b> (1)  | 325,767     | 313,619     | 313,619     | 313,619     |
| <b>Assessed Value</b> (2)                                    | \$2,466,707 | \$2,912,844 | \$2,845,990 | \$2,837,358 |
| <b>General Bonded Debt</b> (3)                               |             |             |             |             |
| General Obligation Bonds                                     | \$980       | \$0         | \$0         | \$74,128    |
| <b>Resources Available to Pay Principal</b> (4)              | \$85        | \$94        | \$95        | \$6,929     |
| <b>Net General Bonded Debt</b>                               | \$895       | (\$94)      | (\$95)      | \$67,199    |
| <b>Ratio of Net Bonded Debt<br/>to Assessed Actual Value</b> | 0.04%       | 0.00%       | 0.00%       | 2.37%       |
| <b>Net Bonded Debt per Capita</b>                            | \$3         | \$0         | \$0         | \$214       |

**Source:**

- (1) U.S. Bureau of Census of Population
- (2) Lucas County Auditor
- (3) Includes all general obligation bonded debt supported by property taxes
- (4) Includes only Debt Service funds available for general obligation bonded debt supported by property taxes.



*Toledo Public School District*

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| 2004        | 2005        | 2006        | 2007        | 2008        | 2009        |
|-------------|-------------|-------------|-------------|-------------|-------------|
| 313,619     | 313,619     | 313,619     | 313,619     | 313,619     | 313,619     |
| \$3,133,574 | \$3,133,619 | \$3,093,946 | \$3,373,095 | \$3,272,309 | \$3,085,497 |
| \$171,680   | \$163,340   | \$160,000   | \$156,595   | \$153,126   | \$181,939   |
| \$7,611     | \$5,070     | \$7,669     | \$11,268    | \$13,863    | \$11,526    |
| \$164,069   | \$158,270   | \$152,331   | \$145,327   | \$139,263   | \$170,413   |
| 5.24%       | 5.05%       | 4.92%       | 4.31%       | 4.26%       | 5.52%       |
| \$523       | \$505       | \$486       | \$463       | \$444       | \$543       |



***Toledo Public School District***

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*Computation of Direct and Overlapping  
Debt Attributable to Governmental Activities  
(amounts in thousands)  
June 30, 2009*

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| Jurisdiction                  | Gross Debt<br>Outstanding | Percentage<br>Applicable to<br>Toledo Public<br>School District | Amount<br>Applicable to<br>Toledo Public<br>School District |
|-------------------------------|---------------------------|---|---|
| <b>Direct:</b>                |                           |   |   |
| Toledo Public School District | \$181,939                 | 100.00%   | \$181,939   |
| <b>Overlapping:</b>           |                           |   |   |
| Lucas County                  | 148,218                   | 34.58%  | 51,254  |
| City of Toledo                | 141,879                   | 71.82%  | 101,897   |
|                               |                           | Subtotal  | 153,151   |
|                               |                           | Total   | \$335,090   |

**Source:** Lucas County Auditor

N/A - not available

***Toledo Public School District***

*Debt Limitations  
(amounts in thousands)  
Last Ten Years*

|   | 1999                    | 2000                    | 2001                    | 2002                    |
|---|-------------------------|-------------------------|-------------------------|-------------------------|
| <b>Net Assessed Valuation</b>                         | \$2,452,981             | \$2,466,707             | \$2,912,844             | \$2,845,990             |
| <b>Overall Direct Debt Limitation</b>                 |                         |                         |                         |                         |
| Legal Debt Limitation (%) (1)                         | 9.00%                   | 9.00%                   | 9.00%                   | 9.00%                   |
| Legal Debt Limitation (\$) (1)                        | 220,768                 | 222,004                 | 262,156                 | 256,139                 |
| Applicable District Debt Outstanding                  | 2,509                   | 1,486                   | 413                     | 320                     |
| Less: Applicable Debt Service Fund Amounts (2)        | (91)                    | (88)                    | (96)                    | (96)                    |
| Net Indebtedness Subject to Limitation                | <u>2,418</u>            | <u>1,398</u>            | <u>317</u>              | <u>224</u>              |
| Overall Legal Debt Margin                             | <u><u>\$218,350</u></u> | <u><u>\$220,606</u></u> | <u><u>\$261,839</u></u> | <u><u>\$255,915</u></u> |
| <b>Unvoted Direct Debt Limitation</b>                 |                         |                         |                         |                         |
| Legal Debt Limitation (%) (1)                         | 0.10%                   | 0.10%                   | 0.10%                   | 0.10%                   |
| Legal Debt Limitation (\$) (1)                        | 2,453                   | 2,467                   | 2,913                   | 2,846                   |
| Applicable District Debt Outstanding                  | <u>0</u>                | <u>0</u>                | <u>0</u>                | <u>0</u>                |
| Unvoted Legal Debt Margin                             | <u><u>\$2,453</u></u>   | <u><u>\$2,467</u></u>   | <u><u>\$2,913</u></u>   | <u><u>\$2,846</u></u>   |
| <b>Energy Conservation Bond Limitation</b>            |                         |                         |                         |                         |
| Legal Debt Limitation (%) (1)                         | 0.90%                   | 0.90%                   | 0.90%                   | 0.90%                   |
| Legal Debt Limitation (\$) (1)                        | 22,077                  | 22,200                  | 26,216                  | 25,614                  |
| Authorized by the Board                               | <u>0</u>                | <u>0</u>                | <u>0</u>                | <u>0</u>                |
| Unvoted Energy Conservation<br>Bond Legal Debt Margin | <u><u>\$22,077</u></u>  | <u><u>\$22,200</u></u>  | <u><u>\$26,216</u></u>  | <u><u>\$25,614</u></u>  |

(1) Ohio Bond Law sets a limit of 9% for overall debt, 1/10 of 1% for unvoted debt, and 9/10 of 1% for energy conservation debt.

(2) Includes only Debt Service funds available for general obligation bonded debt supported by property taxes.

***Toledo Public School District***

| 2003             | 2004             | 2005             | 2006             | 2007             | 2008             |
|------------------|------------------|------------------|------------------|------------------|------------------|
| \$2,837,358      | \$3,133,574      | \$3,133,619      | \$3,093,944      | \$3,373,095      | \$3,272,309      |
| 9.00%            | 9.00%            | 9.00%            | 9.00%            | 9.00%            | 9.00%            |
| 255,362          | 282,022          | 282,026          | 278,455          | 303,579          | 294,508          |
| 145,227          | 167,934          | 159,600          | 156,400          | 153,135          | 149,805          |
| (6,926)          | (7,612)          | (5,070)          | (7,669)          | (11,268)         | (13,863)         |
| <u>138,301</u>   | <u>160,322</u>   | <u>154,530</u>   | <u>148,731</u>   | <u>141,867</u>   | <u>135,942</u>   |
| <u>\$117,061</u> | <u>\$121,700</u> | <u>\$127,496</u> | <u>\$129,724</u> | <u>\$161,712</u> | <u>\$158,566</u> |
|                  |                  |                  |                  |                  |                  |
| 0.10%            | 0.10%            | 0.10%            | 0.10%            | 0.10%            | 0.10%            |
| 2,837            | 3,134            | 3,134            | 3,094            | 3,373            | 3,272            |
| 0                | 0                | 0                | 0                | 0                | 0                |
| <u>\$2,837</u>   | <u>\$3,134</u>   | <u>\$3,134</u>   | <u>\$3,094</u>   | <u>\$3,373</u>   | <u>\$3,272</u>   |
|                  |                  |                  |                  |                  |                  |
| 0.90%            | 0.90%            | 0.90%            | 0.90%            | 0.90%            | 0.90%            |
| 25,536           | 28,202           | 28,203           | 27,845           | 30,358           | 29,451           |
| 0                | 0                | 0                | 0                | 0                | 0                |
| <u>\$25,536</u>  | <u>\$28,202</u>  | <u>\$28,203</u>  | <u>\$27,845</u>  | <u>\$30,358</u>  | <u>\$29,451</u>  |

## *Toledo Public School District*

### *Demographic and Economic Statistics Last Ten Years*

| Calendar Year                               | 1999          | 2000          | 2001          | 2002          |
|---|---------------|---------------|---------------|---------------|
| <b>Population</b> (1)                       |               |               |               |               |
| City of Toledo                              | 325,767       | 325,767       | 313,619       | 313,619       |
| Lucas County                                | 462,361       | 455,054       | 455,054       | 455,054       |
| <b>Income</b> (2) (a)                       |               |               |               |               |
| Total Personal (in thousands)               | 8,954,358     | 9,430,629     | 9,354,314     | 9,535,272     |
| Per Capita                                  | 27,487        | 28,949        | 29,827        | 30,404        |
| <b>Unemployment Rate</b> (3)                |               |               |               |               |
| Federal                                     | 4.2%          | 3.8%          | 4.8%          | 5.8%          |
| State                                       | 4.3%          | 3.7%          | 4.3%          | 5.7%          |
| Lucas County                                | 5.2%          | 4.9%          | 5.0%          | 6.9%          |
| <br>  |               |               |               |               |
| Fiscal Year                                 | 2000          | 2001          | 2002          | 2003          |
| <b>School Enrollment</b> (4)                |               |               |               |               |
| Elementary School (K-5 & K-6 configuration) | 22,376        | 22,049        | 21,043        | 20,038        |
| Middle School (6-8 & 7-8 configuration)     | 5,258         | 5,408         | 5,562         | 5,525         |
| High School (9-12)                          | 9,309         | 9,533         | 9,733         | 9,701         |
| Special (5)                                 | 764           | 325           | 361           | 340           |
| Total                                       | <u>37,707</u> | <u>37,315</u> | <u>36,699</u> | <u>35,604</u> |

**Sources:**

- (1) US Bureau of Census of Population
- (2) US Department of Commerce, Bureau of Economic Analysis
  - (a) Per Capita Income is only available by County (2008 not available),  
Total Personal Income is a calculation
- (3) State Department of Labor Statistics
- (4) District Treasurer's Office
- (5) For FY 2009 Special includes four Magnet Schools (2 K-8 & 2 K-9) and an Alternative Learning School

***Toledo Public School District***

| 2003          | 2004          | 2005          | 2006          | 2007          | 2008          |
|---------------|---------------|---------------|---------------|---------------|---------------|
| 313,619       | 313,619       | 313,619       | 313,619       | 313,619       | 313,619       |
| 455,054       | 455,054       | 437,901       | 437,901       | 437,901       | 437,901       |
| 9,654,447     | 9,964,616     | 9,856,732     | 10,027,027    | 10,448,531    | N/A           |
| 30,784        | 31,773        | 31,429        | 31,972        | 33,316        | N/A           |
| 6.0%          | 5.5%          | 5.0%          | 4.6%          | 4.6%          | 5.8%          |
| 6.1%          | 6.0%          | 5.9%          | 5.5%          | 5.6%          | 6.6%          |
| 7.8%          | 7.4%          | 6.9%          | 6.3%          | 6.7%          | 8.3%          |
| 2004          | 2005          | 2006          | 2007          | 2008          | 2009          |
| 19,230        | 18,275        | 16,668        | 13,305        | 13,100        | 13,197        |
| 5,324         | 4,886         | 4,498         | 6,717         | 6,297         | 4,312         |
| 9,485         | 9,452         | 9,092         | 8,685         | 8,269         | 7,079         |
| 277           | 385           | 38            | 352           | 583           | 1,204         |
| <u>34,316</u> | <u>32,998</u> | <u>30,296</u> | <u>29,059</u> | <u>28,249</u> | <u>25,792</u> |





## *Toledo Public School District*

### *Principal Employers Current Year and Nine Years Ago*

| Employer                             | Nature of Business       | Fiscal Year 2009    |      |                                |
|--------------------------------------|--------------------------|---------------------|------|--------------------------------|
|                                      |                          | Number of Employees | Rank | Percentage of Total Employment |
| ProMedica Health System              | Hospital                 | 9,810               | 1    | 8.23%                          |
| University of Toledo                 | Education                | 8,608               | 2    | 7.23%                          |
| Mercy Health Partners                | Hospital                 | 6,675               | 3    | 5.60%                          |
| Lucas County                         | Government               | 3,934               | 4    | 3.30%                          |
| Toledo Public Schools                | Education                | 3,678               | 5    | 3.09%                          |
| Kroger, Inc.                         | Retail Grocery           | 2,747               | 6    | 2.31%                          |
| City of Toledo                       | Government               | 2,745               | 7    | 2.30%                          |
| Wal-Mart                             | Retail Grocery           | 2,320               | 8    | 1.95%                          |
| State of Ohio                        | Government               | 2,286               | 9    | 1.92%                          |
| Lott Industries                      | Packaging Services       | 1,897               | 10   | 1.59%                          |
| Total                                |                          | 44,700              |      | 37.52%                         |
| Total Employment within the District |                          | 74,429              |      | 62.48%                         |
|                                      |                          | 119,129             |      | 100.00%                        |
| 2000                                 |                          |                     |      |                                |
| Employer                             | Nature of Business       | Number of Employees | Rank | Percentage of Total Employment |
| Toledo Public Schools                | Education                | 5,740               | 1    | 4.41%                          |
| Chrysler Corp. Toledo Jeep Assembly  | Manufacturing            | 5,600               | 2    | 4.30%                          |
| University of Toledo                 | Education                | 5,245               | 3    | 4.03%                          |
| General Motor/Power Train            | Automotive/Manufacturing | 4,600               | 4    | 3.53%                          |
| Seaway Foodtown, Inc.                | Retail Grocery           | 4,548               | 5    | 3.49%                          |
| The Toledo Hospital                  | Medical                  | 4,506               | 6    | 3.46%                          |
| Lucas County                         | Government               | 4,300               | 7    | 3.30%                          |
| Medical College of Ohio              | Medical                  | 3,329               | 8    | 2.56%                          |
| Sauder Woodworking Co                | Furniture/Cabinet        | 3,300               | 9    | 2.54%                          |
| St. Vincent Hospital/Medical Center  | Medical                  | 3,239               | 10   | 2.49%                          |
| Total                                |                          | 44,407              |      | 34.12%                         |
| Total Employment within the District |                          | 85,760              |      | 65.88%                         |
|                                      |                          | 130,167             |      | 100.00%                        |

**Sources:**

Source: Toledo Chamber of Commerce and Ohio Department of Job and Family Services

***Toledo Public School District***

*School District Employees by Type  
Last Ten Years*

|  | 2000         | 2001         | 2002         | 2003         | 2004         |
|--|--------------|--------------|--------------|--------------|--------------|
| <b>Supervisory</b>                     |              |              |              |              |              |
| Instructional Administrators           | 55           | 43           | 50           | 51           | 49           |
| Noninstructional Administrators        | 62           | 60           | 64           | 66           | 61           |
| Principals                             | 60           | 60           | 62           | 60           | 61           |
| Assistant Principals                   | 53           | 49           | 52           | 55           | 55           |
| <b>Instruction</b>                     |              |              |              |              |              |
| Classroom Teachers                     |              |              |              |              |              |
| Elementary                             | 1,593        | 1,590        | 1,594        | 1,569        | 1,456        |
| Middle                                 | 399          | 374          | 379          | 395          | 354          |
| High                                   | 657          | 593          | 623          | 674          | 618          |
| Other                                  | 168          | 143          | 163          | 164          | 152          |
| <b>Student Services</b>                |              |              |              |              |              |
| Guidance Counselors                    | 68           | 67           | 70           | 72           | 71           |
| Psychologists                          | 20           | 24           | 25           | 25           | 24           |
| Other Professionals (noninstructional) | 30           | 32           | 31           | 36           | 35           |
| <b>Support Services</b>                |              |              |              |              |              |
| Clerical/Secretaries                   | 385          | 352          | 362          | 358          | 347          |
| Tutors/Aides                           | 439          | 436          | 427          | 434          | 414          |
| Food Service                           | 254          | 230          | 231          | 267          | 265          |
| Maintenance/Grounds                    | 454          | 406          | 384          | 367          | 349          |
| Transportation                         | 227          | 228          | 234          | 241          | 206          |
| <i>Total Employees</i>                 | <u>4,924</u> | <u>4,687</u> | <u>4,751</u> | <u>4,834</u> | <u>4,517</u> |

Source: District Treasurer's Office

*Toledo Public School District*

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| <u>2005</u>  | <u>2006</u>  | <u>2007</u>  | <u>2008</u>  | <u>2009</u>  |
|--------------|--------------|--------------|--------------|--------------|
| 44           | 40           | 38           | 44           | 45           |
| 71           | 67           | 63           | 62           | 59           |
| 66           | 60           | 56           | 51           | 55           |
| 46           | 45           | 42           | 51           | 39           |
| 1,405        | 1,253        | 1,188        | 1,057        | 1,051        |
| 365          | 340          | 262          | 299          | 324          |
| 659          | 638          | 597          | 655          | 540          |
| 141          | 151          | 156          | 169          | 143          |
| 71           | 68           | 64           | 67           | 60           |
| 26           | 25           | 24           | 23           | 28           |
| 36           | 36           | 34           | 31           | 19           |
| 333          | 312          | 297          | 311          | 271          |
| 370          | 373          | 345          | 358          | 324          |
| 253          | 233          | 219          | 243          | 222          |
| 354          | 333          | 326          | 346          | 304          |
| 205          | 205          | 202          | 212          | 194          |
| <u>4,445</u> | <u>4,179</u> | <u>3,913</u> | <u>3,979</u> | <u>3,678</u> |

***Toledo Public School District***

*Operating Indicators - Cost per Pupil  
Last Ten Years*

| Fiscal Year                   | 2000        | 2001        | 2002          | 2003        | 2004        |
|-------------------------------|-------------|-------------|---------------|-------------|-------------|
| Enrollment                    | 37,707      | 37,315      | 36,699        | 35,604      | 34,316      |
| <b>Modified Accrual Basis</b> |             |             |               |             |             |
| Operating Expenditures        | 308,314,562 | 310,969,862 | 358,058,858   | 399,134,674 | 444,949,806 |
| Cost per Pupil                | 8,177       | 8,334       | 9,757         | 11,210      | 12,966      |
| Percentage of Change          | 4.3%        | 1.9%        | 17.1%         | 14.9%       | 15.7%       |
| <b>Accrual Basis</b>          |             |             |               |             |             |
| Expenses                      | N/A         | N/A         | \$381,777,471 | 394,074,964 | 419,110,468 |
| Cost per Pupil                | N/A         | N/A         | 10,403        | 11,068      | 12,213      |
| Percentage of Change          | N/A         | N/A         | N/A           | 6.4%        | 10.3%       |
| Teaching Staff                | 2,725       | 2,706       | 2,809         | 3,099       | 3,348       |
| <b>Pupil to Teacher Ratio</b> |             |             |               |             |             |
| Toledo                        | 13.8        | 13.9        | 13.1          | 13.5        | 14.1        |
| State Average                 | 18.1        | 18.0        | 16.9          | 16.9        | 18.5        |

Source: District Treasurer's Office and Ohio Department of Education

N/A = Not available

***Toledo Public School District***

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| 2005        | 2006        | 2007        | 2008        | 2009        |
|-------------|-------------|-------------|-------------|-------------|
| 32,998      | 30,296      | 29,059      | 28,249      | 25,792      |
| 500,422,632 | 544,253,369 | 481,585,172 | 505,697,852 | 500,884,443 |
| 15,165      | 17,965      | 16,573      | 17,901      | 19,420      |
| 17.0%       | 18.5%       | (7.75%)     | 8.02%       | 8.48%       |
| 445,822,877 | 464,821,441 | 361,514,105 | 434,628,708 | 436,247,908 |
| 13,511      | 15,343      | 12,441      | 15,386      | 16,914      |
| 10.6%       | 13.6%       | (18.91%)    | 23.67%      | 9.93%       |
| 3,276       | 2,368       | 2,248       | 2,201       | 2,058       |
| 18.3        | 18.6        | 19.5        | 18.0        | N/A         |
| 18.5        | 18.5        | 18.5        | 18.6        | N/A         |

***Toledo Public School District***

*Operating Indicators by Function  
Last Ten Years*

|   | 2000      | 2001      | 2002      | 2003      |
|---|-----------|-----------|-----------|-----------|
| <b>Governmental Activities</b>                      |           |           |           |           |
| Instruction   |           |           |           |           |
| Regular   | N/A       | N/A       | 31,809    | 29,757    |
| Special   | N/A       | N/A       | 4,890     | 5,847     |
| Support Services                                    |           |           |           |           |
| Pupils  |           |           |           |           |
| Enrollment  | 37,707    | 37,315    | 36,699    | 35,604    |
| Graduates   | N/A       | N/A       | 942       | 1,079     |
| Percent of Students with Disabilities               | 13.50%    | N/A       | 15.37%    | 15.90%    |
| Percent of Students with English as Second Language | N/A       | N/A       | 1.50%     | 0.60%     |
| Administration                                      |           |           |           |           |
| School Attendance Rate                              | 91.90%    | N/A       | 90.90%    | 93.30%    |
| Fiscal Services                                     |           |           |           |           |
| Purchase Orders Processed                           | 25,194    | 27,346    | 27,867    | 29,352    |
| Checks Issued (non payroll)                         | 27,301    | 26,702    | 29,195    | 30,585    |
| Operation and Maintenance of Plant                  |           |           |           |           |
| District Square Footage Maintained                  | 6,318,863 | 6,318,863 | 6,318,863 | 6,318,863 |
| District Square Acreage Maintained                  | 145       | 145       | 145       | 145       |
| Pupil Transportation                                |           |           |           |           |
| Average Daily Students Transported                  | 10,909    | 8,023     | 8,515     | 8,385     |
| Average Daily Bus Fleet Miles                       | 5,929     | 5,803     | 6,374     | 6,253     |
| Number of Buses                                     | 150       | 155       | 170       | 174       |
| Operation of Noninstructional Services              |           |           |           |           |
| Food Service  |           |           |           |           |
| Students Meals Served Daily                         | 16,703    | 16,432    | 15,886    | 15,285    |
| Free/Reduced Price Meals Daily                      | 14,298    | 13,933    | 13,595    | 13,186    |
| Extracurricular Activities                          |           |           |           |           |
| High School Varsity Teams                           | 111       | 111       | 110       | 110       |

Source: District Treasurer's Office

N/A = Not available

***Toledo Public School District***

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| 2004      | 2005      | 2006      | 2007      | 2008      | 2009      |
|-----------|-----------|-----------|-----------|-----------|-----------|
| 28,540    | 27,529    | 24,953    | 23,767    | 22,995    | 21,020    |
| 5,809     | 5,456     | 5,343     | 5,292     | 5,254     | 4,771     |
| 34,349    | 32,985    | 30,296    | 29,059    | 28,249    | 25,792    |
| 1,041     | 1,171     | 1,348     | 1,519     | 1,284     | 1,267     |
| 16.60%    | 17.40%    | 18.30%    | 17.90%    | 18.60%    | 18.50%    |
| 0.30%     | 0.50%     | 0.30%     | 0.50%     | 1.80%     | 1.40%     |
| 93.10%    | 93.20%    | 93.20%    | 92.30%    | 95.20%    | 94.90%    |
| 26,053    | 25,745    | 25,218    | 23,753    | 23,998    | 23,998    |
| 29,349    | 26,321    | 26,058    | 26,369    | 26,306    | 26,825    |
| 6,318,863 | 6,634,127 | 6,271,055 | 5,533,138 | 5,449,806 | 5,588,049 |
| 145       | 152       | 144       | 127       | 125       | 128       |
| 7,756     | 8,642     | 9,229     | 11,182    | 10,323    | 11,114    |
| 11,043    | 11,598    | 10,348    | 10,711    | 10,892    | 10,392    |
| 178       | 167       | 171       | 172       | 162       | 166       |
| 14,368    | 13,523    | 12,667    | 12,833    | 14,290    | 14,643    |
| 12,550    | 11,944    | 11,181    | 11,247    | 12,977    | 13,400    |
| 114       | 115       | 115       | 115       | 115       | 115       |

***Toledo Public School District***

*Operating Indicators - Teacher Base Salaries  
Last Ten Years*

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| Fiscal Year             | 2000   | 2001   | 2002   | 2003   | 2004   |
|-------------------------|--------|--------|--------|--------|--------|
| Minimum Salary          | 29,098 | 31,447 | 32,697 | 32,697 | 32,697 |
| Maximum Salary          | 56,906 | 63,670 | 65,520 | 65,520 | 65,520 |
| District Average Salary | 38,504 | 40,345 | 43,374 | 45,544 | 45,949 |
| County Average Salary   | 40,599 | 42,203 | 44,955 | 46,224 | 41,964 |
| State Average Salary    | 41,713 | 42,892 | 44,266 | 45,515 | 47,495 |

Source: District Treasurer's Office and Ohio Department of Education

*Operating Indicators - Teacher by Education  
Last Ten Years*

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| Fiscal Year       | 2000  | 2001  | 2002  | 2003  | 2004  |
|-------------------|-------|-------|-------|-------|-------|
| Bachelor's Degree | 1,637 | 1,592 | 1,614 | 1,844 | 1,785 |
| Master's Degree   | 1,076 | 1,102 | 1,181 | 1,240 | 1,550 |
| Doctorate         | 12    | 12    | 14    | 15    | 13    |
| Total             | 2,725 | 2,706 | 2,809 | 3,099 | 3,348 |

Source: District Treasurer's Office



***Toledo Public School District***

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| <u>2005</u> | <u>2006</u> | <u>2007</u> | <u>2008</u> | <u>2009</u> |
|-------------|-------------|-------------|-------------|-------------|
| 32,697      | 32,697      | 32,697      | 32,697      | 34,351      |
| 65,520      | 65,520      | 65,520      | 65,520      | 68,836      |
| 48,274      | 49,862      | 50,294      | 50,083      | 52,735      |
| 51,376      | 53,411      | 54,696      | 56,228      | 59,210      |
| 49,436      | 50,771      | 53,534      | 53,410      | 54,656      |

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| <u>2005</u> | <u>2006</u> | <u>2007</u> | <u>2008</u> | <u>2009</u> |
|-------------|-------------|-------------|-------------|-------------|
| 1,635       | 1,101       | 1,033       | 1,010       | 933         |
| 1,624       | 1,254       | 1,202       | 1,180       | 1,115       |
| 17          | 13          | 13          | 11          | 10          |
| 3,276       | 2,368       | 2,248       | 2,201       | 2,058       |

***Toledo Public School District***

*Capital Asset Statistics by Building  
Last Ten Years*

|  | 2000      | 2001      | 2002      | 2003      |
|--|-----------|-----------|-----------|-----------|
| <b>School Buildings</b>                |           |           |           |           |
| <b>High Schools</b>                    |           |           |           |           |
| Number of Buildings                    | 7         | 7         | 7         | 7         |
| Square Footage                         | 1,977,346 | 1,977,346 | 1,977,346 | 1,977,346 |
| Enrollment                             | N/A       | 5,408     | 9,733     | 9,701     |
| <b>Junior High Schools *</b>           |           |           |           |           |
| Number of Buildings                    | 7         | 7         | 7         | 7         |
| Square Footage                         | 725,903   | 725,903   | 725,903   | 725,903   |
| Enrollment                             | N/A       | 5,258     | 5,562     | 5,525     |
| <b>Middle Schools *</b>                |           |           |           |           |
| Number of Buildings                    | 0         | 0         | 0         | 0         |
| Square Footage                         | 0         | 0         | 0         | 0         |
| Enrollment                             | 0         | 0         | 0         | 0         |
| <b>Elementary Schools</b>              |           |           |           |           |
| Number of Buildings                    | 44        | 44        | 44        | 44        |
| Square Footage                         | 2,581,410 | 2,581,410 | 2,581,410 | 2,581,410 |
| Enrollment                             | N/A       | 22,049    | 21,043    | 20,038    |
| <b>Special Schools</b>                 |           |           |           |           |
| Number of Buildings                    | 14        | 14        | 14        | 14        |
| Square Footage                         | 823,914   | 823,914   | 823,914   | 823,914   |
| Enrollment                             | N/A       | 325       | 361       | 340       |
| <b>All Other</b>                       |           |           |           |           |
| <b>Central Administration Building</b> |           |           |           |           |
| Square Footage                         | 79,354    | 79,354    | 79,354    | 79,354    |
| <b>Transportation Building</b>         |           |           |           |           |
| Square Footage                         | 10,950    | 10,950    | 10,950    | 10,950    |
| <b>Maintenance Building</b>            |           |           |           |           |
| Square Footage                         | 119,986   | 119,986   | 119,986   | 119,986   |

Source: District Treasurer's Office

N/A = Not available

\* Restructuring program began in 2006, completed in 2008.

***Toledo Public School District***

| 2004      | 2005      | 2006      | 2007      | 2008      | 2009      |
|-----------|-----------|-----------|-----------|-----------|-----------|
| 7         | 7         | 7         | 7         | 7         | 7         |
| 1,977,346 | 1,977,346 | 1,977,346 | 1,793,255 | 1,943,186 | 1,947,738 |
| 9,485     | 9,452     | 9,092     | 8,685     | 8,272     | 7,079     |
| 7         | 7         | 7         | 6         | 0         | 0         |
| 725,903   | 725,903   | 725,903   | 634,563   | 0         | 0         |
| 5,324     | 4,886     | 4,498     | 5,353     | 0         | 0         |
| 0         | 0         | 1         | 2         | 7         | 7         |
| 0         | 0         | 83,299    | 179,743   | 652,097   | 622,321   |
| 0         | 0         | 521       | 1,206     | 4,346     | 4,312     |
| 44        | 44        | 44        | 37        | 37        | 37        |
| 2,581,410 | 2,581,410 | 2,376,163 | 2,327,553 | 2,290,095 | 2,453,562 |
| 19,230    | 18,275    | 16,668    | 15,468    | 12,860    | 13,196    |
| 14        | 14        | 11        | 8         | 8         | 8         |
| 823,914   | 823,914   | 582,790   | 372,463   | 358,143   | 358,143   |
| 277       | 385       | 313       | 359       | 2,770     | 1,204     |
| 79,354    | 79,354    | 79,354    | 79,354    | 79,354    | 79,354    |
| 10,950    | 10,950    | 10,950    | 10,950    | 10,950    | 10,950    |
| 119,986   | 119,986   | 119,986   | 115,981   | 115,981   | 115,981   |

***Toledo Public School District***

*Capital Asset Statistics by Function  
Last Ten Years*

|                                     | 2000         | 2001         | 2002         | 2003         |
|-------------------------------------|--------------|--------------|--------------|--------------|
| <b>Governmental Activities</b>      |              |              |              |              |
| Instruction                         |              |              |              |              |
| Land and Improvements               | \$14,828,911 | \$14,828,911 | \$17,186,218 | \$17,186,218 |
| Buildings and Improvements          | 125,309,558  | 126,568,438  | 97,370,855   | 97,370,855   |
| Machinery and Equipment             | 40,226,403   | 42,311,014   | 622,000      | 767,167      |
| Vehicles                            | 1,134,200    | 1,134,200    | 71,449       | 265,561      |
| Construction In Progress            | 0            | 7,233,211    | 0            | 2,848,748    |
| Administration                      |              |              |              |              |
| Land and Improvements               | 1,466,581    | 1,466,581    | 565,488      | 565,488      |
| Buildings and Improvements          | 8,147,213    | 8,147,213    | 4,228,050    | 4,228,050    |
| Machinery and Equipment             | 8,133,342    | 8,483,047    | 823,437      | 2,025,156    |
| Vehicles                            | 576,160      | 641,272      | 0            | 0            |
| Operations and Maintenance of Plant |              |              |              |              |
| Land and Improvements               | 150,953      | 150,953      | 411,952      | 411,952      |
| Buildings and Improvements          | 478,701      | 478,701      | 1,502,625    | 1,502,625    |
| Machinery and Equipment             | 954,333      | 971,447      | 300,599      | 467,244      |
| Vehicles                            | 727,596      | 739,696      | 1,335,755    | 1,512,200    |
| Transportation Services             |              |              |              |              |
| Land and Improvements               | 60,122       | 60,122       | 584,422      | 584,422      |
| Buildings and Improvements          | 273,370      | 273,370      | 207,077      | 207,077      |
| Machinery and Equipment             | 356,726      | 356,726      | 42,700       | 42,700       |
| Vehicles                            | 7,409,076    | 7,409,076    | 6,107,356    | 7,456,491    |
| Non-Instructional Activities        |              |              |              |              |
| Land and Improvements               | 0            | 0            | 127,175      | 127,175      |
| Buildings and Improvements          | 0            | 0            | 4,046,820    | 4,046,820    |
| Machinery and Equipment             | 0            | 0            | 1,170,600    | 1,267,426    |
| Extracurricular Activities          |              |              |              |              |
| Land and Improvements               | 0            | 0            | 0            | 0            |
| Machinery and Equipment             | 0            | 0            | 0            | 0            |
| Vehicles                            | 0            | 0            | 0            | 0            |

Source: District Treasurer's Office

***Toledo Public School District***

| 2004         | 2005         | 2006         | 2007         | 2008         | 2009         |
|--------------|--------------|--------------|--------------|--------------|--------------|
| \$17,930,709 | \$21,401,277 | \$21,237,747 | \$21,206,948 | \$21,221,762 | \$20,918,762 |
| 98,807,735   | 98,448,522   | 124,467,992  | 180,471,518  | 303,328,623  | 392,702,165  |
| 820,189      | 1,080,631    | 1,422,417    | 1,679,106    | 2,026,764    | 2,226,144    |
| 265,561      | 372,411      | 372,411      | 372,412      | 372,412      | 421,335      |
| 12,191,262   | 45,957,833   | 84,155,459   | 151,589,221  | 96,291,759   | 75,436,367   |
| 565,488      | 565,488      | 207,367      | 207,367      | 207,367      | 207,367      |
| 4,228,050    | 4,228,050    | 1,028,140    | 4,001,663    | 8,943,955    | 16,073,559   |
| 2,348,835    | 3,705,058    | 3,690,836    | 3,849,683    | 4,043,960    | 4,181,127    |
| 0            | 0            | 0            | 0            | 0            | 0            |
| 411,953      | 411,953      | 411,953      | 411,952      | 411,952      | 411,952      |
| 1,502,625    | 1,502,625    | 1,502,625    | 1,502,625    | 1,502,625    | 1,502,625    |
| 1,398,411    | 1,731,391    | 2,212,966    | 2,316,700    | 2,391,276    | 2,017,143    |
| 1,530,343    | 1,530,343    | 1,575,448    | 1,643,155    | 1,789,849    | 1,790,269    |
| 584,422      | 584,422      | 584,422      | 584,422      | 584,422      | 584,422      |
| 207,077      | 207,077      | 207,077      | 207,077      | 207,077      | 207,077      |
| 42,700       | 42,700       | 42,700       | 42,700       | 42,700       | 54,943       |
| 7,552,128    | 7,552,128    | 7,552,128    | 7,912,620    | 8,053,881    | 8,551,578    |
| 127,175      | 127,175      | 127,175      | 127,175      | 127,175      | 127,175      |
| 4,046,820    | 4,046,820    | 3,199,962    | 4,046,820    | 4,046,820    | 4,046,820    |
| 1,316,505    | 1,316,505    | 1,261,155    | 1,251,855    | 1,168,102    | 1,176,061    |
| 0            | 0            | 140,221      | 140,221      | 140,221      | 140,221      |
| 0            | 0            | 4,046,768    | 3,199,910    | 3,199,910    | 3,199,910    |
| 0            | 5,204        | 284,226      | 284,226      | 284,226      | 284,226      |

***Toledo Public School District***

*Educational and Operating Statistics  
Last Ten Years*

|                               | 2000   | 2001   | 2002   | 2003   | 2004   |
|-------------------------------|--------|--------|--------|--------|--------|
| <b>ACT Scores (Average)</b>   |        |        |        |        |        |
| Toledo                        | 19.5   | 19.0   | 19.3   | 19.2   | 18.8   |
| Ohio                          | 21.4   | 21.4   | 21.4   | 21.4   | 21.4   |
| National                      | 21.0   | 21.0   | 20.8   | 20.8   | 20.9   |
| <b>SAT Scores (Average)</b>   |        |        |        |        |        |
| Toledo                        |        |        |        |        |        |
| Verbal                        | N/A    | 540    | 521    | 528    | 519    |
| Mathematical                  | N/A    | 541    | 505    | 517    | 529    |
| Ohio                          |        |        |        |        |        |
| Verbal                        | 533    | 534    | 534    | 536    | 540    |
| Mathematical                  | 539    | 539    | 539    | 541    | 540    |
| National                      |        |        |        |        |        |
| Verbal                        | 505    | 506    | 504    | 507    | 508    |
| Mathematical                  | 514    | 514    | 514    | 519    | 510    |
| <b>Cost per Student (ODE)</b> |        |        |        |        |        |
| Toledo                        | 8,210  | 7,860  | 8,726  | 9,980  | 10,279 |
| Ohio (Average)                | 7,057  | 7,591  | 8,073  | 8,441  | 8,768  |
| <b>Attendance Rate</b>        |        |        |        |        |        |
| Toledo                        | 91.90% | N/A    | 90.90% | 93.30% | 93.10% |
| Ohio (Average)                | 97.20% | 94.70% | 95.00% | 94.90% | 95.30% |
| <b>Graduation Rate</b>        |        |        |        |        |        |
| Toledo                        | 66.90% | N/A    | 65.60% | 70.40% | 70.40% |
| Ohio (Average)                | 80.70% | 81.20% | 82.80% | 83.90% | 84.30% |

**Source:**

District's Student Records and Ohio Department of Education

N/A = Not available

Prior to 2006 the SAT reported Verbal Scores, it is presently separated into Reading and Writing

*Toledo Public School District*

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| 2005   | 2006   | 2007   | 2008   | 2009   |
|--------|--------|--------|--------|--------|
| 18.7   | 18.7   | 18.5   | N/A    | N/A    |
| 21.1   | 21.5   | 21.6   | 21.6   | 21.7   |
| 20.6   | 21.1   | 21.2   | 21.2   | 21.3   |
| 526    | 519    | N/A    | N/A    | 522    |
| 515    | 519    | N/A    | N/A    | 529    |
| 539    | 535    | 536    | N/A    | 537    |
| 543    | 544    | 542    | N/A    | 546    |
| 508    | 503    | 502    | 502    | 501    |
| 520    | 581    | 515    | 515    | 515    |
| 10,604 | 11,202 | 11,209 | 10,770 | 12,008 |
| 9,048  | 9,356  | 9,586  | 9,939  | 10,184 |
| 93.20% | 93.20% | 92.30% | 95.20% | 94.90% |
| 95.20% | 94.10% | 94.10% | 94.20% | 94.30% |
| 80.20% | 90.40% | 87.60% | N/A    | N/A    |
| 85.90% | 86.20% | 86.90% | N/A    | 84.60% |







**Mary Taylor, CPA**  
Auditor of State

**TOLEDO CITY SCHOOL DISTRICT**  
**LUCAS COUNTY**

**CLERK'S CERTIFICATION**

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

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED**  
**MARCH 16, 2010**