

NORTH OLMSTED
CITY SCHOOL DISTRICT
North Olmsted, Ohio

Comprehensive
Annual Financial Report
For the Fiscal Year Ended June 30, 2010

Prepared by
Treasurer's Office
Robert J. Matson CPA
Treasurer

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INTRODUCTORY SECTION

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North Olmsted City School District
 Comprehensive Annual Financial Report
 For the Fiscal Year Ended June 30, 2010
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North Olmsted City School District
Administrative Offices
27425 Butternut Ridge Road
North Olmsted, Ohio 44070



February 23, 2011

Members of the North Olmsted Board of Education and
Residents of North Olmsted City School District:

We are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) of the North Olmsted City School District for the year ended June 30, 2010. This CAFR includes an opinion from the State Auditor and conforms to U.S. generally accepted accounting principles as applicable to governmental entities. Responsibility for the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the School District. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the School District. This report will provide the taxpayers of the North Olmsted City School District with comprehensive financial data in a format that will enable them to gain an understanding of the School District's financial affairs. Copies will be made available to the North Olmsted Public Library, major taxpayers, financial rating services, local bankers and other interested parties.

THE REPORTING ENTITY

North Olmsted City School District has reviewed its reporting entity definition in order to ensure conformance with the Governmental Accounting Standards Board Statement (GASB) No. 14, "The Financial Reporting Entity" as amended by GASB Statement No. 39, "Determining Whether Certain Organizations are Component Units". In evaluating how to define the School District for financial reporting purposes, management has considered all agencies, departments and organizations making up the North Olmsted City School District (the primary government) and its potential component units.

Excluded from the reporting entity because they are fiscally independent of the School District are the City of North Olmsted, the Cuyahoga County Public Library and the Parent Teacher Association. A complete discussion of the School District's reporting entity is provided in Note 1 to the basic financial statements.

The School District is a member of the Lake Erie Educational Computer Association, the Polaris Career Center, the North Olmsted City Schools Education Foundation and the Ohio Schools Council Association. The relationship of these jointly governed organizations with the School District is described in more detail in Note 14 of the basic financial statements.

ORGANIZATIONAL STRUCTURE

Statutorily, the School District operates under the standard prescribed by the Ohio State Board of Education as provided in division (D) of Section 3301.07 of the Ohio Revised Code, to provide educational services prescribed by State and Federal agencies. The Board of Education is made up of five members elected at large, for overlapping four-year terms. The Board of Education elects its President and Vice President annually, and appoints two officials: the Superintendent, who serves as the Chief Executive Officer, and the Treasurer, who serves as the Chief Financial Officer. The District is one of 876 public school districts and community schools in the State of Ohio. The District provides education to 4,314 students in grades kindergarten through twelfth. The District provides general education, special education and vocational type academic programs. The District's enrollment has declined approximately 9.4 percent over the last 10 years.

SCHOOL DISTRICT

The North Olmsted City School District is located in western Cuyahoga County, approximately 17 miles southwest of downtown Cleveland. The School District encompasses the entire City of North Olmsted, a community with a population of 31,053. The City is primarily residential with a significant commercial tax base of retail businesses.

The School District was chartered in 1831 by the Ohio State legislature two years after the name "Olmstead" was assigned to the area. The region was named after Aaron Olmstead, an investor and Revolutionary War soldier who purchased land in the area in 1794. The exact time and reason for changing to the current spelling is unclear from the historical records. In 1837, under the auspices of the Office of the State Superintendent of Common School Education, Township Trustees were authorized to levy compulsory taxes for the support of public education. In 1853 State laws were enacted to create locally elected boards of education to govern local school districts. Today, the North Olmsted Board of Education is comprised of five members, elected at large, with staggered four year terms.

Statutorily, the School District operates under standards prescribed by the Ohio State Board of Education as provided in Section 3301.07(D) of the Ohio Revised Code, to provide educational services authorized by charter and further mandated by State and Federal agencies. Under Ohio law, the School District is a separate and distinct unit of government with its own taxing authority.

ECONOMIC CONDITION AND OUTLOOK

North Olmsted City Schools, like most school districts in Northeast Ohio, is facing a serious decline in operating revenues due to the nationwide economic recession and foreclosure crisis. North Olmsted is experiencing a significant rise in tax delinquencies, a decline in real estate property values, and a possible 10 to 15 percent cut back in state funding. Fortunately, the economic impact of these losses in operating revenues has been softened with the passage of 7.9 mill operating levy in November 2010. This new levy will generate approximately \$6.5 million of addition real estate tax revenue annually when completely phased in over the next two fiscal years. It is anticipated the passage of this operating levy will provide the School District with sufficient operating revenues for the next four to five years.

The Board of Education has directed the Superintendent of Schools to develop a comprehensive plan to reduce costs. As a start, the Superintendent has eliminated 2 administrative, 12 teaching, and 25 support staff positions for the fiscal year 2010-11. The labor unions have also contributed to the financial stability of the School District by not accepting a scheduled 2.55% salary increase in fiscal year 2010-11 and agreeing to a base salary freeze for the 2011-12 fiscal year.

A detailed analysis of future impact the above addition revenue and cost saving measures will have on the District's financial forecast and the assumptions used in its preparation can be found on the District's website "www.northolmstedschools.org".

MAJOR INITIATIVES - FISCAL YEAR 2010

Excellence in Academics

The North Olmsted City Schools continue to earn top ratings on the State Report Card for their academic program. The School District earned the top rating of "Excellent with Distinction" for the fifth consecutive year during the fiscal year 2009-10. North Olmsted is 1 of only 81 school districts out of 613 in the entire State of Ohio to be rated Excellent with Distinction for the fiscal year 2009-10. Of our nine schools, seven earned ratings of Excellent and one earned an Effective rating. The Middle School reached the top ranking of Excellent with Distinction for the first time. The North Olmsted High School has been rated Excellent for nine consecutive years. The School District has met the Adequate Yearly Progress designation and their Value-Added data showed that students in North Olmsted have achieved more than a year's worth of growth during the school year.

North Olmsted High School seniors consistently score above the national average on the American College Test (ACT). North Olmsted students taking the ACT had a composite score of 23.1. This exceeds both the National average of 21.1 and the State average of 21.7. Seventy seniors were awarded the Presidential Award of Educational Excellence by earning a 3.5 or better G.P.A. and having an ACT score in the 85th percentile. Also, three students from the North Olmsted High School Class of 2010 were National Merit Scholarship Semi-finalists and one student received the Commended Student recognition.

The High School received a Bronze Metal Award in the U.S. News and World Report's list of America's Best High Schools. The award is based on student performance on standardized tests and academic success of students. The High School was also named a National School of Excellence by the United States Department of Education.

The State Superintendent recognized Butternut Primary School and Birch Primary as Schools of Promise for the fiscal year 2009-10. This award recognizes the high reading and math achievement of students in a school building where the percent of economically disadvantaged students is greater than 40%. This is the first year that Birch Primary School has received such recognition for having met or exceeded the rigorous selection criteria. This is the third year in a row that Butternut Primary School has achieved this honor.

The Graduation Class of 2010 was offered over \$9,000,000 in scholarships for advanced education and accepted \$2.4 million in scholarship to the schools of their choice. Local North Olmsted clubs, organizations, families and the North Olmsted City Schools' Education Foundation awarded \$70,000 in community scholarships. The Education Foundation administered and awarded 14 of the community scholarships totaling \$11,400.00.

Excellence in the Arts

North Olmsted School students supplied original artwork for a community calendar. Called "The Town Planner", this calendar is provided to all businesses and residents in the community. The calendar provides the community members with a variety of North Olmsted City School District information, facts and figures. This has become a cost effective communication tool for both the City of North Olmsted leadership and the schools.

The North Olmsted High School annual Festival of the Arts showcases student talent in both art and music. This annual event includes a student art gallery at the High School and has begun to include performances by various student musical groups.

During this fiscal year the North Olmsted High School Symphony Orchestra participated in the Ohio Music Education Association (OMEA) State Orchestra contest. This year the students in the North Olmsted Symphony Orchestra earned the rating of Superior in all categories. The Superior rating is the highest available and the best for North Olmsted High School in a number of years. The North Olmsted High School Wind Ensemble also participated in the Ohio Music Education Association contest this year. They, too, earned the rating of Superior in their class. The Wind Ensemble also had the honor of being one of only two schools in their division to advance to the State level contest.

Two North Olmsted High School art students had their work submitted to the 2010 Art Criticism Open. The Open concentrates on making art criticism and writing a focus of instruction. One student placed third, with another receiving an Honorable mention. Both students received a Certificate of Recognition at the 2010 Ohio Governor's Youth Art Exhibition in April 2010. Five students from North Olmsted High School received 13 awards at the 31st Annual Regional Scholastic Art Competition. Students who receive Portfolio Awards and Gold Key Awards continue to the national completion in New York City. The award-winning works of these students had been on display in the 31st Regional Scholastic Art Exhibition located in the Reinberger Galleries of the Cleveland Institute of Art.

Excellence in Community Service

The award winning SITES (Social Involvement Through Education and Service) program for North Olmsted High School seniors is recognized by the State of Ohio and at the national level as a model program and best practice for service-learning. Students have contributed over 415,000 service hours since the program began in 1991 providing community assistance to area nursing homes, daycare centers, the North Olmsted Senior Center and many local businesses. Their efforts are done in partnership with the City of North Olmsted, the North Olmsted City Schools Education Foundation, and The North Olmsted Kiwanis.

Each spring the SITES students travel to southeastern Ohio to learn about the people of the Appalachian region of our state. Their week of service includes working with various community agencies for the elderly and working with disabled adults in a sheltered workshop. The students work with the people of the community in cleaning and weatherizing homes.

High School SITES students continue to educate young students on how to recycle, Recycle bins have been placed in all District buildings and both staff and students are encouraged to keep the planet healthy by being "green". The SITES students also sponsor an annual Seniorfest, a lunch and dance for seniors in the community; as well as the annual Salute to Veteran's Day ceremony.

Students, along with staff members all across the District, support the annual Adopt-a-Family Program. This program serves many needy families in the community, and provides for holiday gifts for families that otherwise would do without.

Hundreds of staff, parents and students participated in the annual Relay for Life held each year in June at the High School Athletic Field. This community event raised over \$70,000 for cancer research.

The High School Key club collected over 125 pints of blood for the American Red Cross.

Excellence in Athletics

Over 500 students participate in the sports program at the High School each year, and approximately 300 at the Middle School. There are opportunities for all students to participate in athletics other than football and basketball. North Olmsted's athletic program also includes ice hockey, wrestling, boys and girls softball and cross-country teams. Many North Olmsted student athletes have earned thousands of dollars with athletic scholarships. Many have gone on to sign with colleges across the country to further both their academic as well as athletic standings.

The North Olmsted High School's Athletic Hall of Fame held its 11th Annual Induction Ceremony in May of 2010. Sixty-three former North Olmsted Eagle athletes and coaches have been inducted into the Hall of Fame since its inception in 2000. The Hall of Fame also provides a scholarship to a worthy student athlete each year and has provided over \$22,000 in scholarships to graduating seniors since its inception.

In addition to individual academic awards, many of the North Olmsted City School academic groups have earned accolades. The High School Academic Team won the Southwest Conference Championship for the second consecutive year. The Science Olympiad Team placed 5th out of a field of 13 schools at the regional competition and then advanced to the state competition.

Facility Improvements

During current year, the School District made numerous improvements to its Food Service Operations. The High School cafeteria was completely renovated and approximately \$50,000 of serving equipment, refrigerators, and heating ovens were installed in elementary cafeterias. The District's online web-base credit card payment system was upgraded to enable parents to monitor their children's dietary requirements and purchasing habits.

The School District's website was updated and redesigned. It now features expanded capabilities and functions, making it possible for more parents, staff and community members to visit the site on a regular basis.

The School District completed a major renovation and expansion of the High School science labs which included the replacement of electrical wiring, carpeting and furnishings.

Other Accomplishments

During the summer of 2010, the School District participated in the USDA Extended Summer Meals Program. The District partnered with the North Olmsted City Recreation Department and Horizon Activity Centers to serve as host sites to provide breakfasts, lunches and snacks to all children ages 1 through 18 during the months of June, July and August. Over 21,000 meals and snacks were served during the 49 days the program operated and earned a profit of \$18,000.

During the year, North Olmsted implemented various worksite wellness programs and was recognized as 1 of only 57 school districts in the State of Ohio to meet all five Best Practice Standards recommended by the School Employees Health Care Board.

LONG-TERM FINANCIAL PLANNING

As part of the District's long-term planning, the Treasurer prepares a five-year financial forecast. This document provides a snapshot of historical and projected revenues and expenses over the next five years and is accompanied by financial assumptions. The Board of Education reviews this document on a quarterly basis for changes that might impact their district financial decisions. The School District's five year financial forecast and the assumptions used in its preparation can be found on the District's website "northholmstedschools.org".

FINANCIAL POLICIES IMPACTING THE FINANCIAL STATEMENTS

The Board of Education has adopted guidelines to maintain a prudent level of financial resources to protect the School District against the need to reduce service levels or raise taxes and fees due to temporary revenue shortfalls or unpredicted one-time expenditures. To achieve this goal, the Board of Education has established a budget stabilization fund, a medical claims reserve fund, and a contingency fund to finance the next 27th pay period scheduled to occur during the 2015-16 fiscal year. A detailed discussion of these funds is provided in Notes 9.C and 16 to the basic financial statements.

The Board of Education has also adopted administrative procedures to compare actual expenditures to budget monthly and quarterly for the purpose of taking appropriate actions to bring the budget into balance.

FINANCIAL INFORMATION

Internal Accounting and Budgetary Control

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

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

At the beginning of each fiscal year, the Board of Education adopts a temporary appropriation measure. A permanent appropriation measure is subsequently adopted upon receipt from the County Auditor of an amended certificate of estimated resources based on final assessed values and tax rates, which is usually within the first three months of the fiscal year.

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

All disbursements and transfers of cash between funds require appropriation authority from the Board. The legal level of appropriations is at the fund/object level for the General Fund and Debt Service Fund, at the fund/special cost center level for the Other Grants Fund, Miscellaneous State Grants Fund, Auxiliary Services Fund and Miscellaneous Federal Grants Fund, and at the fund level for all other funds. All budgets are maintained at the object account level within a function and fund. All purchase order requests must be approved by either the Superintendent or Assistant Superintendent and certified by the Treasurer; necessary funds are then encumbered and purchase orders are released to vendors. Those requests that exceed the available appropriation are rejected until additional appropriations are secured.

The accounting system used by the School District provides interim financial reports which detail year-to-date expenditures and encumbrances versus the original appropriation plus any additional appropriations made to date. Each administrator and school principal is furnished monthly reports showing the status of the budget accounts for which they are responsible. In addition, an on-line inquiry system is available at each cost center site. The basis of accounting and the various funds utilized by the North Olmsted City Schools are fully described in Note 1 of the Notes to the Basic Financial Statements. Additional information on the School District's budgetary accounting can also be found in Note 1.

Financial Presentation

The School District has prepared its financial statements following the guidelines of GASB Statement No. 34, "Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments". GASB 34 creates basic financial statements for reporting on the School District's financial activities as follows:

Government-wide Financial Statements - These statements are prepared on an accrual basis of accounting, which is similar to the basis of accounting followed by businesses. The government-wide statements distinguish between those activities of the School District that are governmental and those that are considered business-type activities. The District has no business-type activities.

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

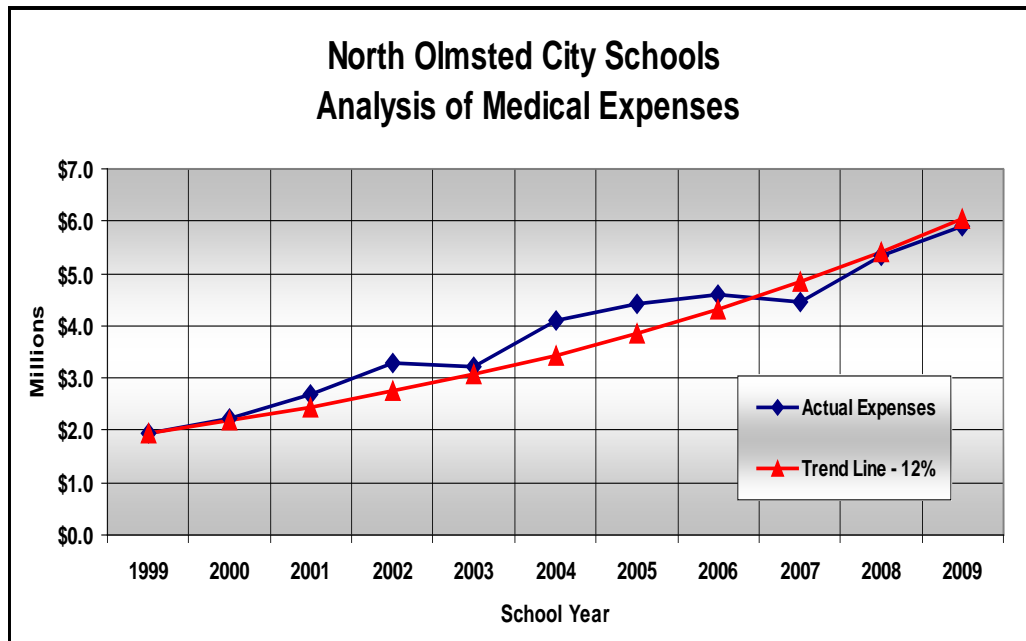
Statement of Budgetary Comparisons - These statements present comparisons of actual information to the legally adopted budget. The budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances.

Management is responsible for preparing a Management Discussion and Analysis (MD&A) of the School District. This discussion follows the Independent Accountants' Report and provides an assessment of the School District's finances for fiscal year 2010 and a discussion of current issues affecting the School District in the future. Because that discussion focuses on major funds, other non-major funds are discussed briefly in this letter of transmittal.

Financial Highlight - Internal Service Fund

During fiscal year 2010, only one activity, the Self-Insurance Fund, is reported as an internal service fund. The Self-Insurance Fund accounts for the revenue and expenses associated with the School District's medical, prescription drug and dental benefits provided to its employees. The District limits its liability for medical and surgical claims by maintaining a specific stop-loss insurance policy with a maximum threshold of \$100,000.

As of June 30, 2010, the Self-Insurance Fund had net assets of \$1,287,444. The District is concerned with spiraling health care costs. As illustrated in the graph below, health care costs have been increasing at an annual rate of 12.0 percent. To help off-set rising health care costs, the Unions have agreed to pay 7.5 percent of the cost of the monthly insurance premiums during the 2009-10 fiscal year. Administrators are required to pay 10 percent of the cost of their monthly healthcare. The Unions have also agreed to double the co-pays for prescription drugs and enroll their spouses in a coordination of benefit program.



Financial Highlight - Agency Fund

Included in this category are student managed activities assets held by the School District in a trustee capacity. Total assets in these funds at June 30, 2010 were \$110,867.

Cash Management

The Board has developed and implemented a cash management program to maximize investment earnings while maintaining the security of principal and meeting the daily cash flow demands of the School District. The program utilizes sweep accounts that enable the Board to maintain minimum account balances. For the year ended June 30, 2010, the District's investment earnings totaled \$52,289 of which \$49,538 was credited to the General Fund.

Cash not needed for immediate use during the year was invested in the State Treasurer's Asset Reserve of Ohio (STAR) Program administered by the Office of the Treasurer of the State of Ohio. STAR Ohio is an investment pool offered to political subdivisions of the State of Ohio for the investment of funds. STAR Ohio's investment portfolio consists of securities authorized by the Ohio Revised Code including instruments of the Federal government and its agencies, collateralized certificates of deposit and repurchase agreements. This investment pool offers daily liquidity of all funds and no minimum balance requirements.

Protection of the School District's deposits is provided by the Federal Deposit Insurance Corporation as well as by qualified securities pledged by the financial institution holding the assets. By law, financial institutions may establish a collateral pool to cover all public deposits.

The market value of the pooled collateral must equal at least 105 percent of the public funds on deposit. Collateral is held by trustees including the Federal Reserve Bank and designated third party trustees of the financial institution.

INDEPENDENT AUDIT

State statutes and federal regulations require the School District to be subjected to periodical examinations by an independent auditor. An annual audit serves to maintain and strengthen the School District's accounting and budgetary controls. The Independent Auditor of State was selected to render an opinion on the School District's financial statements for the year ended June 30, 2010. The opinion appears at the beginning of the financial section of this report.

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

AWARDS

GFOA Certificate of Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the North Olmsted City School District for its Comprehensive Annual Financial Report for the year ended June 30, 2009. In 1985, North Olmsted City School District was the first school district in Ohio to receive this award and has received the award for twenty-six consecutive years. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

ASBO International Certificate of Excellence

The School District received the Association of School Business Officials (ASBO) International Certificate of Achievement for Excellence in Financial Reporting for its Comprehensive Annual Financial Report for the year ended June 30, 2009. This is the twenty-third consecutive Certificate of Excellence award that North Olmsted City Schools has received. The Certificate of Excellence in Financial Reporting Program was designed by ASBO International to enable school business officials to achieve a high standard of financial reporting.

Since its inception in 1972, the program has gained the distinction of being a prestigious national award recognized by: accounting professionals; underwriters; securities analysts; bond rating agencies; state and federal agencies. A Certificate of Achievement is valid for a period of one year. We believe our current report continues to conform to the Certificate of Achievement Program requirements, and we are submitting it to ASBO.

ACKNOWLEDGMENTS

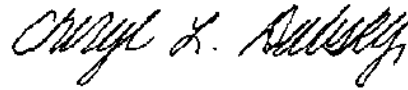
The publication of this report significantly increases the accountability of the School District to the taxpayers of North Olmsted City School District. This accomplishment would not have been

possible without the support and efforts of the staff of the Treasurer's office, administrators and employees of the School District. Assistance from the County Auditor's office staff and outside agencies made possible the fair presentation of statistical data. In addition, special appreciation is expressed to Robbie Cerney from the firm of Costin & Company, CPA, Inc. for the advice and guidance rendered to the production of this report.

Respectfully submitted,



Robert J. Matson, CPA
Chief Financial Officer



Cheryl L. Dubsky Ed.D.
Superintendent of Schools

North Olmsted City School District
Principal Officials
June 30, 2010

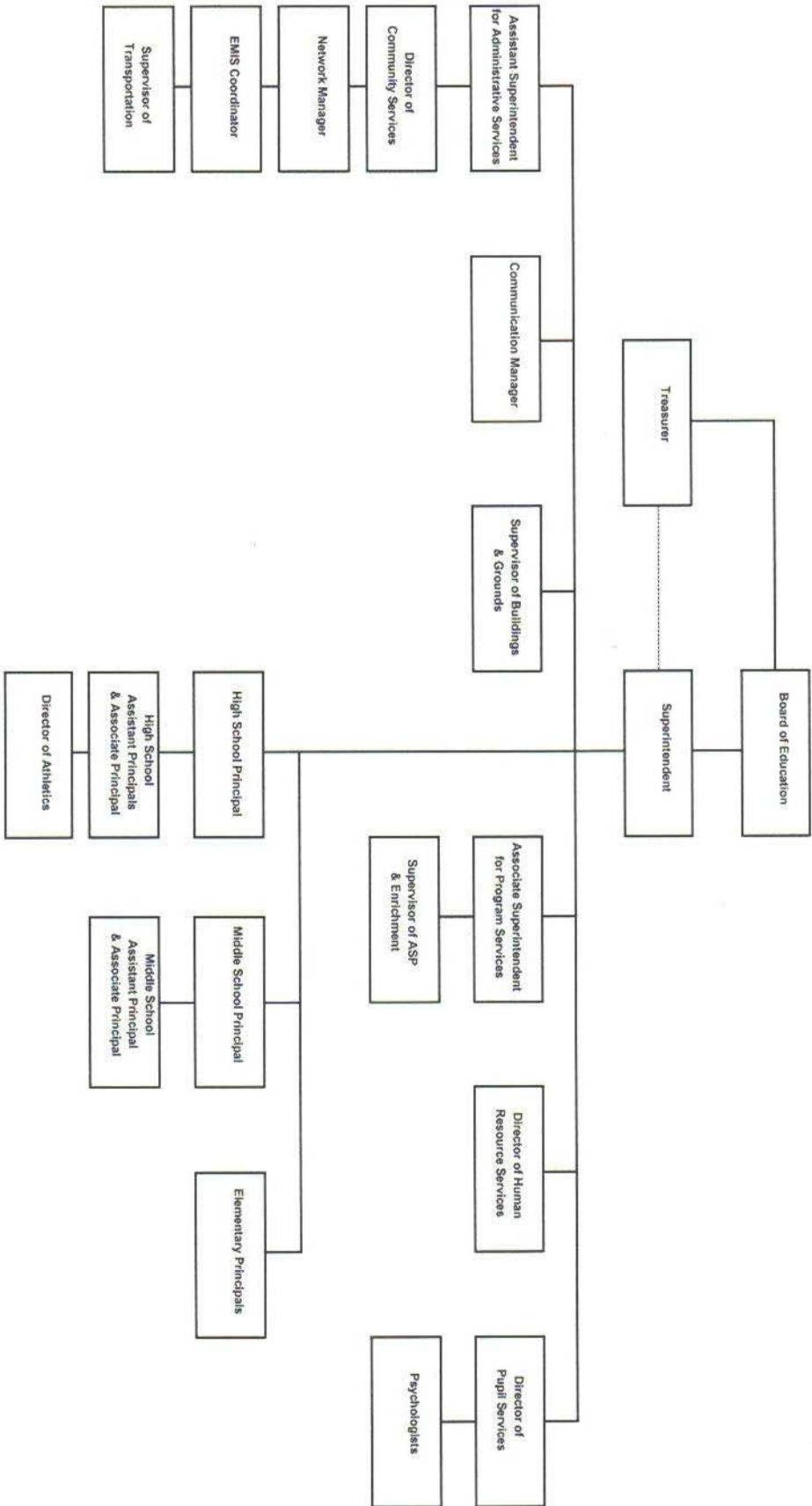
Board of Education

Mr. V. Michael Raig	President
Mrs. Joanne DiCarol	Vice-President
Mr. John J. Lasko, Jr.	Member
Mr. Thomas Herbster	Member
Mr. Terry Groden	Member

Administration

Dr. Cheryl Dubsy	Superintendent
Mr. Robert J. Matson, CPA	Treasurer
Mr. Stephen Barrett	Associate Superintendent
Dr. Douglas A. Sebring	Assistant Superintendent
Mr. Gary Novak	Director of Personnel
Ms. Kimberly Dittmann	Director of Pupil Services
Ms. Vera Brewer	Communications Manager

North Olmsted City School District Organizational Chart



Certificate of Achievement for Excellence in Financial Reporting

Presented to

North Olmsted
City School District
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2009

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

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**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

NORTH OLMPSTED CITY SCHOOL DISTRICT
For its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 2009

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

President

Executive Director

FINANCIAL SECTION



Dave Yost • Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT

North Olmsted City School District
Cuyahoga County
27425 Butternut Ridge Road
North Olmsted, Ohio 44070

To the Board of Education:

We have audited the accompanying financial statements of the governmental activities, the major fund, and the aggregate remaining fund information of North Olmsted City School District, Cuyahoga County, Ohio (the District), as of and for the year ended June 30, 2010, 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, the major fund, and the aggregate remaining fund information of North Olmsted City School District, Cuyahoga County, Ohio, as of June 30, 2010, and the respective changes in financial position and where applicable, cash flows, 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 February 23, 2011, 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.

Accounting principles generally accepted in the United States of America require this presentation to include *Management's discussion and analysis* as listed in the table of contents, to supplement the basic financial statements. Although this information is not part of the basic financial statements, the Governmental Accounting Standards Board considers it essential for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any other assurance.

We conducted our audit to opine on the financial statements that collectively comprise the District's basic financial statements taken as a whole. The introductory section, the financial section's combining statements, individual fund statements and schedules, and the statistical section information provide additional analysis and are not a required part of the basic financial statements. The financial section's combining statements, individual fund statements and schedules are management's responsibility, and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. These statements and schedules were subject to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. 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 section information to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion or any other assurance on them.



Dave Yost
Auditor of State

February 23, 2011

North Olmsted City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2010
Unaudited

The management discussion and analysis of North Olmsted City School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2010. The intent of this management discussion and analysis is to look at the School District's financial performance as a whole. Readers should also review the financial statements and notes to those respective statements to enhance their understanding of the School District's financial performance.

Financial Highlights

Key Financial Highlights for 2010 are as follows:

Net assets decreased \$ 1,304,784 from the previous year.

The General Fund maintains a strong unrestricted cash balance of \$ 9.2 million at June 30, 2010.

Revenues for governmental activities totaled \$ 54.7 million in fiscal year 2010 as compared to \$ 52.8 million in fiscal year 2009.

In fiscal year 2010, 89.5 percent of total revenue consisted of general revenues while program revenues accounted for the remaining balance of 10.5 percent.

In fiscal year 2010, total program expenses increased 1.6 percent from the previous year to \$ 56.0 million. Instructional expenses made up 58.4 percent of this total while support services accounted for 35.3 percent. Other expenses rounded out the remaining 6.3 percent.

Reporting the School District as a Whole

Statement of Net Assets and the Statement of Activities

The Statement of Net Assets and Statement of Activities have been prepared using the accrual basis of accounting, similar to the method used by most private-sector companies. Accrual accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the School District's net assets and changes in those net assets. This change in net assets is important because it tells the reader that, for the District as a whole, the financial position of the School District has improved or diminished. The causes of this change may be the result of many factors, some financial, some not. Non-financial factors include the School District's performance, demographic and socioeconomic factors and willingness of the community to support the School District. On the other hand, financial factors may include the School District's financial position, liquidity and solvency, fiscal capacity and risk and exposure.

In the Statement of Net Assets and the Statement of Activities, the School District is classified into governmental activities. All of the School District's programs and services are reported here including instruction, support services, operation and maintenance of plant, pupil transportation, food service operation and extracurricular activities.

North Olmsted City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2010
Unaudited

Reporting the School District's Most Significant Funds

Governmental Fund Financial Statements

The governmental fund financial statements provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these governmental fund financial statements focus on the School District's most significant funds. The School District has only one major governmental fund, the General Fund.

Governmental Funds

All of the School District's activities are reported as governmental funds, which focus on how money flows into and out of these funds and the balances left at year-end that are 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 School District's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds is reconciled in the financial statements.

The School District as a Whole

The Statement of Net Assets provides the perspective of the School District as a whole. Table 1 provides a summary of the School District's net assets for 2010 compared to 2009.

TABLE 1
Net Assets
Governmental Activities

	2010	2009
Assets		
Current and other assets	\$ 51,000,110	\$ 52,329,086
Capital assets, net	12,338,734	12,742,584
Total assets	\$ 63,338,844	\$ 65,071,670
 Liabilities		
Current liabilities	\$ 37,507,971	\$ 37,548,087
Long-term liabilities		
Due in one year	1,100,471	1,226,607
Due in more than one year	2,827,428	3,089,218
Total liabilities	41,435,870	41,863,912
 Net Assets		
Invested in capital assets, net of related debt	11,913,734	12,232,584
Restricted	3,494,251	2,436,491
Unrestricted	6,494,989	8,538,683
Total net assets	\$ 21,902,974	\$ 23,207,758

North Olmsted City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2010
Unaudited

Total assets decreased by \$ 1,732,826. The majority of this decrease can be attributed to decreases of \$ 660,834 in equity in pooled cash, \$ 307,511 in due from other governments, \$ 353,550 in taxes receivable and \$ 403,850 in capital assets.

Total liabilities decreased by \$ 428,042. The majority of the decrease can be attributed to decreases in unearned revenue of \$ 468,987 and \$ 387,926 in long term liabilities.

To determine the overall financial performance of the School District one must consider the relative changes in net assets. By comparing assets and liabilities, one can see that the overall position of the School District has deteriorated as evidenced by the decrease in net assets of \$ 1,304,784. A change in net assets indicates how an entity is providing for future generations.

Prudent management of operating expenses by the Administration has allowed the School District to accumulate a General Fund cash balance of \$ 9.2 million at June 30, 2010. This cash reserve allows the School District to insulate itself from the effects of fluctuations in revenue due to adverse economic conditions and prevents the need to make dramatic cuts in programs and services.

Governmental Activities

The vast majority of revenues supporting all Governmental Activities are general revenues. General revenue totaled \$ 49.0 million or 89.5 percent of the total revenue. The most significant portion of the general revenues is local property tax. Property tax revenue in fiscal year 2010 decreased \$ 1,095,883 from the previous year. The decline in tax revenue is due primarily to the phase-out of tangible personal property tax assessment mandated through legislative actions by the Ohio General Assembly and an increase in the delinquency rate.

The remaining amount of revenue received is in the form of program revenues amounting to \$ 5.7 million or only 10.5 percent of total revenue. Program revenues are derived from fees for services, sales from fund raising activities, operating grants, interest and contributions.

Although the School District relies heavily upon local property taxes to support its operations, the School District does actively solicit and receive additional grant and entitlement funds to help offset some operating costs. The School District experienced a \$ 2.5 million increase in this source of operating revenue during fiscal year 2010 because of additional federal funding distributed under The American Recovery and Reinvestment Act to Title 1, IDEA VIB, and the Educational Stabilization programs.

Table 2 summarizes the revenue, expenses and changes in net assets for fiscal years 2010 compared to 2009.

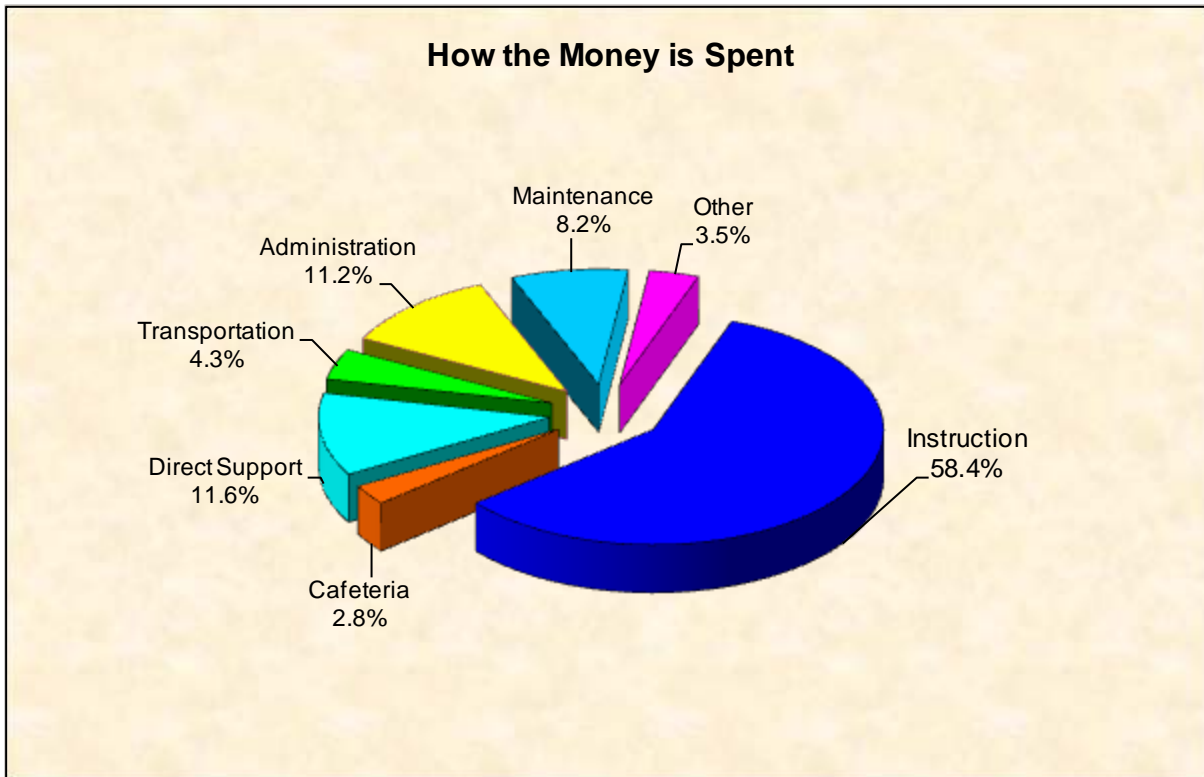
North Olmsted City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2010
Unaudited

TABLE 2
Governmental Activities

	<u>2010</u>	<u>2009</u>	<u>Change</u>
Revenues			
Program revenues			
Charges for services and sales	\$ 2,172,835	\$ 2,197,150	\$ (24,315)
Operating grants, interest and contributions	3,546,598	2,796,237	750,361
Capital grants and contributions	-	50,207	(50,207)
Total program revenues	<u>5,719,433</u>	<u>5,043,594</u>	<u>675,839</u>
General revenue			
Property tax	34,126,314	35,222,197	(1,095,883)
Grants and entitlements	14,466,220	11,918,198	2,548,022
Investment earnings	52,289	308,210	(255,921)
Miscellaneous	309,834	276,246	33,588
Total general revenues	<u>48,954,657</u>	<u>47,724,851</u>	<u>1,229,806</u>
Total revenues	<u>54,674,090</u>	<u>52,768,445</u>	<u>1,905,645</u>
Program expenses			
Instruction			
Regular	24,376,479	23,652,717	723,762
Special	7,480,054	7,123,538	356,516
Vocational	494,788	417,734	77,054
Adult/continuing	22,162	8,101	14,061
Other instruction	345,290	334,122	11,168
Supporting services			
Pupil	5,004,703	4,411,393	593,310
Instructional staff	1,490,183	1,332,384	157,799
Board of education	300,183	248,137	52,046
Administration	3,819,462	4,075,728	(256,266)
Fiscal services	1,167,420	1,082,243	85,177
Business	141,522	141,211	311
Operation and maintenance	4,610,770	4,906,171	(295,401)
Pupil transportation	2,384,724	2,451,920	(67,196)
Central services	852,905	1,243,114	(390,209)
Operation of non-instructional			
Food service operation	1,544,266	1,520,884	23,382
Community services	442,191	449,194	(7,003)
Extracurricular activities	1,482,207	1,663,067	(180,860)
Interest	19,565	22,413	(2,848)
Total program expenses	<u>55,978,874</u>	<u>55,084,071</u>	<u>894,803</u>
Change in net assets	(1,304,784)	(2,315,626)	1,010,842
Net assets, beginning of year	<u>23,207,758</u>	<u>25,523,384</u>	<u>(2,315,626)</u>
Net assets, end of year	<u>\$ 21,902,974</u>	<u>\$ 23,207,758</u>	<u>\$ (1,304,784)</u>

North Olmsted City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2010
Unaudited

Approximately 70.0 percent of the School District's budget is used to fund instructional and direct classroom support service expenses while only 11.2 percent of the budget is spent on administrative expenses. The remaining 18.8 percent of the budget is used to maintain the facilities, transport students, providing school lunches, offering sport and extracurricular programs to students. The relationship of these expenses is illustrated in the graph below.



The Administration continues to develop and implement cost containment and revenue enhancement programs to manage the School District's funds in an efficient and economic manner. One method to evaluate the effective use of funds is to compare our cost per pupil expenditures with those of neighboring school districts. Based upon the Ohio Department of Education "2010 Expenditure Flow Model Report", the North Olmsted City School's cost per pupil expenditure was ranked the 18th lowest among the 31 school districts in Cuyahoga County. A comparison of some of the neighboring school districts' cost per pupil expenditures can be found in Table 3.

North Olmsted City School District
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Unaudited

Table 3
 Cost per Pupil as of June 30, 2010

<u>School District</u>	<u>Cost per Pupil</u>	<u>Ranking in Cuyahoga County</u>
Bay Village	\$ 11,164	6
Beachwood	19,506	29
Berea	12,029	12
Fairview Park	11,994	11
Lakewood	12,632	16
North Olmsted	12,662	18
Olmsted Falls	9,649	2
Rocky River	12,649	17
Strongsville	11,823	8
Westlake	12,880	19
Source: Ohio Department of Education		

The Statement of Activities shows the total net cost of program services. Table 4 shows the total cost of services for governmental activities and the net cost of those services. It identifies the cost of these services supported by tax revenue and unrestricted State entitlements.

Table 4
 Governmental Activities

	<u>Total Cost of Services</u>		<u>Net Cost of Services</u>	
	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>
Governmental Activities				
Instruction	\$ 32,718,773	\$ 31,536,212	\$ (30,553,055)	\$ (29,496,019)
Supporting services	19,771,872	19,892,301	(17,870,559)	(18,546,816)
Operation of non-instructional				
Food service operation	1,544,266	1,520,884	(191,139)	(177,922)
Community services	442,191	449,194	(364,326)	(403,952)
Extracurricular activities	1,482,207	1,663,067	(1,260,797)	(1,393,355)
Debt service - interest	19,565	22,413	(19,565)	(22,413)
Total	<u>\$ 55,978,874</u>	<u>\$ 55,084,071</u>	<u>\$ (50,259,441)</u>	<u>\$ (50,040,477)</u>

North Olmsted City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2010
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The School District is heavily reliant upon local tax revenues to fund its operations. In fact, local property tax funded approximately 61.0 percent of the total expenses in 2010, compared to 63.9 percent in 2009. Grants and entitlements not restricted to specific programs funded 25.8 percent of expenses, while program revenues funded only 10.2 percent.

The primary source of general revenue is property taxes levied. In fiscal years 2010 and 2009, property taxes accounted for 69.7 and 73.8 percent, respectively, of general revenue. Clearly, the North Olmsted community is by far the greatest source of financial support for the students of the North Olmsted City Schools.

School District Funds

The focus of the School District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful for assessing the School District's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of June 30, 2010, the School District's governmental funds reported combined ending fund balances of \$ 9,572,124 a decrease of \$ 1,659,749 in comparison with the prior year. Of that amount \$ 4,436,407 constitutes unreserved fund balances, which is available for spending at the government's discretion. The remaining \$ 5,135,717 of fund balance is reserved to indicate that it is not available for new spending because it has already been committed to liquidate contracts and purchase orders of the prior period or other restricted purposes.

The School District's major funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of \$ 54.2 million and expenditures of \$ 55.8 million. The net change in fund balance for the year was most significant in the General Fund, a decrease of \$ 2.4 million as compared to an decrease of \$ 1.0 million in fiscal year 2009.

Total revenues reported in fiscal year 2010 decreased \$ 267,357 or .5 percent from the previous year. This reduction in revenue is due to an increase in real estate tax delinquencies.

Total expenditures reported in fiscal year 2010 increased \$ 785,567 or 1.4 percent from the previous year. The increase is due primarily to negotiated salary increases and rising medical insurance costs.

General Fund Budgeting Highlights

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

During fiscal year 2010, the School District amended its General Fund Appropriation Budget several times. Property tax collections fell short of initial budgetary estimates by approximately \$ 1,132,000 because of rising real estate tax delinquencies due to the nationwide foreclosure crisis. Investment earnings of \$ 63,155 were approximately \$ 57,000 less than initial budgetary estimates due to the unanticipated decline in short-term interest rates.

Total expenses for the year were approximately \$ 750,000 under original budgetary estimates. The savings can be attributed to lower than anticipated energy costs, a reduction in outside tuition paid toward special education programs.

North Olmsted City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2010
Unaudited

Capital Assets and Debt Administration

Capital Assets

All capital assets, except land and construction in progress, are reported net of depreciation. At the end of fiscal 2010, the School District had \$ 12.3 million invested in net capital assets. Table 5 shows fiscal 2010 values compared to fiscal 2009.

Table 5
Net Capital Assets at June 30

	<u>2010</u>	<u>2009</u>
Land	\$ 1,172,491	\$ 1,172,491
Construction in progress	-	69,021
Land improvements	296,042	331,537
Buildings and improvements	8,445,135	8,408,803
Furniture and equipment	912,316	1,193,592
Vehicles	1,512,750	1,567,140
	<u>\$ 12,338,734</u>	<u>\$ 12,742,584</u>

During fiscal 2010, the School District purchased \$ 570,657 of capital assets. More information on capital assets is presented in Note 7 of the notes to the basic financial statements.

Debt Administration

At June 30, 2010, the School District had outstanding \$ 425,000 bonds payable. Proceeds from the bonds were used for building and facility improvements. The bonds were issued in August 2004 and will mature in varying amounts through December 2014.

The School District's overall legal debt margin was \$ 74,692,384 with an unvoted debt margin of \$ 404,915.

More information on debt is presented in Note 12 of the notes to the basic financial statements.

School District Outlook

Uncertainties in the economy, rising real estate tax delinquencies, a declining tax base due to the foreclosure crisis, and a possible 10% cut back in state aid could cause liquidity problems for the School District during the next few years.

Each year, the District receives an estimate from the Cuyahoga County Budget Commission of the anticipated real estate taxes that will be collected. This estimate serves as the basis for determining future tax collections for financial forecast purposes. Last year's tax collections (2009 tax year collected in the fiscal 2009 and 2010 school years) fell short of the Cuyahoga County Budget Commission's estimates by \$1,237,000. This is the eighth straight year the District has experienced a shortfall in tax collections as illustrated in the following chart:

North Olmsted City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2010
Unaudited

Table 6

Trends in Real Estate Tax Collection

Tax Year	Budget Commission		Short Fall	Percent Collected
	Estimate	Actual		
2002	\$ 30,795,000	\$ 30,423,101	\$ (371,899)	98.8%
2003	31,519,000	31,148,900	(370,100)	98.8%
2004	31,563,000	31,436,471	(126,529)	99.6%
2005	31,659,000	31,299,305	(359,695)	98.9%
2006	31,985,000	31,458,928	(526,072)	98.4%
2007	37,812,000	37,153,898	(658,102)	98.3%
2008	37,655,000	36,696,678	(958,322)	97.5%
2009	37,105,000	35,867,890	(1,237,110)	96.7%
Three Year Average.....				97.5%

The District continues to receive bad news regarding future real estate tax collections. Over 100 commercial and residential property owners are seeking a \$ 1.3 million reduction in real estate taxes. The Board of Education is unable at this time to assess the merits of the claims filed. Therefore, no provision has been made in the financial statements for the potential loss of future tax revenue from these filings.

Because of rising delinquencies and unfavorable rulings from the Board of Revision and Board of Tax Appeals, the Cuyahoga County Budget Commission has established a \$ 1.6 million reserve for uncollectible taxes during the 2010-11 school year. This represents a collection rate of only 95.5 percent of the taxes that will be assessed.

To help off-set this potential loss of operating revenue the Administration and Labor Unions developed a comprehensive plan to reduce operating costs \$ 4.5 million annually. The Superintendent of Schools has eliminated 2 administrative, 12 teaching and 25 classified positions for fiscal year 2010-11. Teacher and Classified Unions have agreed to significant salary concessions. Both Unions will not accept a 2.55 percent salary increase scheduled for the 2010-11 school year and have agreed to a base salary freeze for the 2011-12 school year.

The School District's financial position has been further stabilized with the passage of 7.9 mill operating levy in November 2010. This levy will be phased in over a period of two years and will generate an additional \$6.5 million of real estate tax revenue annually. Approximately 33.0 percent of the taxes will be paid by commercial property owners. It is anticipated the passage of this levy will provide the District with sufficient operating revenue for the next four to five years.

The North Olmsted City School District has committed itself to financial excellence for many years. The School District was the first school district in Ohio to receive the Government Financial Officers Association (GFOA) Certificate of Achievement for Excellence in Financial Reporting in 1985 and has received the award for twenty-six consecutive years. The District has also received the Association of School Business Officials (ASBO) Certificate of Achievement for Excellence in Financial Reporting for the past twenty-three years.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact Robert J. Matson, CPA, and Treasurer at North Olmsted City School District, 27425 Butternut Ridge Road, North Olmsted, Ohio 44070, by telephone at 440-779-3551 or by email at Robert.matson@nocseagles.org.

NORTH OLMSTED CITY SCHOOL DISTRICT

STATEMENT OF NET ASSETS

JUNE 30, 2010

	Governmental Activities
Assets	
Equity in pooled cash	\$ 15,364,682
Accounts receivable	99,020
Due from other governments	16,624
Inventories and supplies	132,906
Taxes receivable	35,386,878
Capital assets	
Nondepreciable capital assets	1,172,491
Depreciable capital assets	11,166,243
Total assets	63,338,844
 Liabilities	
Accounts and contracts payable	189,700
Accrued salaries, wages and benefits	5,457,668
Accrued interest payable	1,300
Claims payable	623,000
Due to other governments	1,683,754
Unearned revenue	29,552,549
Long term liabilities	
Due within one year	1,100,471
Due in more than one year	2,827,428
Total liabilities	41,435,870
 Net assets	
Invested in capital assets, net of related debt	11,913,734
Restricted for:	
Debt service	54,872
Capital projects	1,811,116
Set-asides	223,073
Food service	163,714
School supplies	745,350
Extracurricular	97,836
Pupil transportation	170,121
State grants	30,934
Federal grants	3,005
Donations	193,480
Other purposes	750
Unrestricted	6,494,989
Total net assets	\$ 21,902,974

See accompanying notes to the basic financial statements.

NORTH OLMSTED CITY SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2010

		Program Revenues		Net (Expense)
	Expenses	Charges for Services and Sales	Operating Grants Interest and Contributions	Revenue and Changes in Net Assets
Governmental activities				
Instruction				
Regular	\$ 24,376,479	\$ 816,846	\$ 1,039,376	\$ (22,520,257)
Special	7,480,054	308,809	-	(7,171,245)
Vocational	494,788	-	687	(494,101)
Adult/continuing	22,162	-	-	(22,162)
Other instruction	345,290	-	-	(345,290)
Supporting services				
Pupil	5,004,703	-	1,223,561	(3,781,142)
Instructional staff	1,490,183	-	277,264	(1,212,919)
Board of education	300,183	4,021	-	(296,162)
Administration	3,819,462	10,000	29,223	(3,780,239)
Fiscal services	1,167,420	12,314	-	(1,155,106)
Business	141,522	-	-	(141,522)
Operation and maintenance	4,610,770	55,612	3,258	(4,551,900)
Pupil transportation	2,384,724	65,942	23,107	(2,295,675)
Central services	852,905	-	197,011	(655,894)
Operation of non-instructional				
Food service operation	1,544,266	677,881	675,246	(191,139)
Community services	442,191	-	77,865	(364,326)
Extracurricular activities	1,482,207	221,410	-	(1,260,797)
Interest	19,565	-	-	(19,565)
Totals	\$ 55,978,874	\$ 2,172,835	\$ 3,546,598	(50,259,441)
General revenues				
Property taxes levied for:				
				33,277,659
General purpose				848,655
Capital improvements				14,466,220
Grants and entitlements not restricted to specific purposes				52,289
Investment earnings				309,834
Miscellaneous				48,954,657
Total general revenues				
Change in net assets				(1,304,784)
Net assets at beginning of year				23,207,758
Net assets at end of year				\$ 21,902,974

See accompanying notes to the basic financial statements.

NORTH OLMSTED CITY SCHOOL DISTRICT

BALANCE SHEET -
GOVERNMENTAL FUNDS

JUNE 30, 2010

	General	Other Governmental Funds	Total Governmental Funds
Assets			
Equity in pooled cash	\$ 9,154,857	\$ 4,076,308	\$ 13,231,165
Restricted cash	223,073	-	223,073
Receivables, net of allowance			
Taxes, current	32,804,503	963,975	33,768,478
Taxes, delinquent	1,571,200	47,200	1,618,400
Accounts and other	94,975	4,045	99,020
Due from other governments	-	16,624	16,624
Interfund receivable	711,337	-	711,337
Inventories and supplies	101,553	31,353	132,906
Total assets	\$ 44,661,498	\$ 5,139,505	\$ 49,801,003
Liabilities and fund balances			
Liabilities			
Accounts and contracts payable	\$ 142,860	\$ 46,840	\$ 189,700
Accrued wages and benefits	5,252,966	204,702	5,457,668
Due to other governments	1,502,732	181,022	1,683,754
Interfund payable	-	711,337	711,337
Deferred revenue			
Taxes	30,159,774	1,011,175	31,170,949
Compensated absences	980,858	34,613	1,015,471
Total liabilities	\$ 38,039,190	\$ 2,189,689	\$ 40,228,879
Fund balances			
Reserved for budget stabilization	223,073	-	223,073
Reserved for inventories	101,553	31,353	132,906
Reserved for property taxes	4,079,802	-	4,079,802
Reserved for encumbrances	253,715	446,221	699,936
Unreserved:			
Undesignated, reported in			
General Fund	1,964,165	-	1,964,165
Special Revenue Funds	-	1,018,278	1,018,278
Debt Service Fund	-	56,172	56,172
Capital Projects Funds	-	1,397,792	1,397,792
Total fund balances	\$ 6,622,308	\$ 2,949,816	\$ 9,572,124
Total liabilities and fund balances	\$ 44,661,498	\$ 5,139,505	\$ 49,801,003

See accompanying notes to the basic financial statements.

NORTH OLMSTED CITY SCHOOL DISTRICT
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO
NET ASSETS OF GOVERNMENTAL ACTIVITIES
JUNE 30, 2010

Total governmental fund balances		\$	9,572,124
Amounts reported for governmental activities in the statement of net assets are different because:			
Capital assets used in governmental activities are not financial resources and therefore not reported in the funds.			12,338,734
Other long term assets are not available to pay for current period expenditures and therefore are deferred in the funds.			
Property taxes	1,618,400		1,618,400
An internal service fund is used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net assets.			1,287,444
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:			
Compensated absences	(2,487,428)		
Bonds payable	(425,000)		
Accrued interest payable	(1,300)		
			(2,913,728)
Net assets of governmental activities		\$	21,902,974

See accompanying notes to the basic financial statements.

NORTH OLMSTED CITY SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2010

	General	Other Governmental Funds	Total Governmental Funds
Revenues			
Taxes	\$ 32,726,237	\$ 828,155	\$ 33,554,392
Tuition and fees	732,161	-	732,161
Interest	49,538	2,751	52,289
Intergovernmental	14,060,386	3,952,432	18,012,818
Charges for services	-	723,844	723,844
Extracurricular	-	380,845	380,845
Other	389,116	304,865	693,981
Total revenues	<u>47,957,438</u>	<u>6,192,892</u>	<u>54,150,330</u>
Expenditures			
Current			
Instruction			
Regular	22,940,068	1,461,839	24,401,907
Special	7,472,724	-	7,472,724
Vocational	467,552	957	468,509
Adult/continuing	22,162	-	22,162
Other instruction	345,290	-	345,290
Supporting services			
Pupil	3,657,371	1,368,513	5,025,884
Instructional staff	1,165,152	304,816	1,469,968
Board of education	300,183	-	300,183
Administration	3,273,094	35,589	3,308,683
Fiscal services	1,165,677	-	1,165,677
Business	141,223	-	141,223
Operation and maintenance	4,240,039	466,917	4,706,956
Pupil transportation	2,120,956	231,406	2,352,362
Central services	787,123	208,891	996,014
Operation of non-instructional			
Food service operation	126,273	1,434,395	1,560,668
Community services	24,367	413,720	438,087
Extracurricular activities	1,289,412	247,909	1,537,321
Debt service			
Principal	-	85,000	85,000
Interest	-	19,465	19,465
Total expenditures	<u>49,538,666</u>	<u>6,279,417</u>	<u>55,818,083</u>
Excess (deficiency) of revenues over expenditures	<u>(1,581,228)</u>	<u>(86,525)</u>	<u>(1,667,753)</u>
Other financing sources (uses)			
Transfers-in	-	948,000	948,000
Transfers-out	<u>(840,000)</u>	<u>(108,000)</u>	<u>(948,000)</u>
Total other financing sources (uses)	<u>(840,000)</u>	<u>840,000</u>	<u>-</u>
Net change in fund balances	(2,421,228)	753,475	(1,667,753)
Fund balances, beginning of year	9,046,448	2,185,425	11,231,873
Increase / (decrease) in reserve for inventory	<u>(2,912)</u>	<u>10,916</u>	<u>8,004</u>
Fund balances, end of year	<u>\$ 6,622,308</u>	<u>\$ 2,949,816</u>	<u>\$ 9,572,124</u>

See accompanying notes to the basic financial statements.

NORTH OLMSTED CITY SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2010

Net change in fund balances - total governmental funds		\$ (1,667,753)
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 useful lives and reported as depreciation expense. This is the amount by which depreciation and deletions exceeded capital outlay in the current period.		
Capital outlay, net	522,116	
Depreciation expense	<u>(925,966)</u>	
Total		(403,850)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		
Property taxes	571,922	
Other receivables	<u>(48,162)</u>	
		523,760
The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of principal long-term debt consumes the current financial resources of governmental funds. Neither transaction has any effect on net assets. This amount is the net effect of the differences in the treatment of long-term debt on the statement of activities.		
		85,000
Accrued interest expense on the statement of activities does not require the use of current financial resources and therefore is not reported as an expenditure in the governmental funds.		
		(100)
Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.		
Compensated absences	176,790	
Change in inventory	<u>8,004</u>	
		184,794
The internal service fund used by management to charge the costs of insurance to individual funds is not reported in the district-wide statement of activities. Governmental fund expenditures and the related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund is allocated among the governmental activities.		
		<u>(26,635)</u>
Change in net assets of governmental activities		<u>\$ (1,304,784)</u>

See accompanying notes to the basic financial statements.

NORTH OLMSTED CITY SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL – GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes	\$ 34,179,000	\$ 32,792,328	\$ 33,046,660	\$ 254,332
Tuition and fees	605,000	713,000	732,161	19,161
Interest	120,000	64,000	63,155	(845)
Intergovernmental	13,870,000	14,077,000	14,069,570	(7,430)
Other	232,000	352,000	341,148	(10,852)
Total revenues	<u>49,006,000</u>	<u>47,998,328</u>	<u>48,252,694</u>	<u>254,366</u>
Expenditures				
Current				
Instruction				
Regular	23,114,391	23,364,106	23,085,248	278,858
Special	7,474,983	7,602,960	7,450,078	152,882
Vocational	519,648	466,340	462,699	3,641
Other instruction	393,440	369,500	347,375	22,125
Supporting services				
Pupil	3,698,801	3,661,799	3,611,647	50,152
Instructional staff	1,241,561	1,235,685	1,153,170	82,515
Board of education	259,920	339,554	318,432	21,122
Administration	3,250,785	3,290,190	3,247,253	42,937
Fiscal services	1,193,791	1,197,566	1,162,930	34,636
Business	144,654	151,125	140,853	10,272
Operation and maintenance	4,460,341	4,515,318	4,233,261	282,057
Pupil transportation	2,157,735	2,170,902	2,121,246	49,656
Central services	1,133,388	1,133,863	984,337	149,526
Operation of non-instructional				
Food service operation	78,336	134,995	128,083	6,912
Community services	32,000	32,000	24,367	7,633
Extracurricular activities	1,384,818	1,358,800	1,318,006	40,794
Total expenditures	<u>50,538,592</u>	<u>51,024,703</u>	<u>49,788,985</u>	<u>1,235,718</u>
Excess (deficiency) of revenues over expenditures	<u>(1,532,592)</u>	<u>(3,026,375)</u>	<u>(1,536,291)</u>	<u>1,490,084</u>
Other financing sources (uses)				
Advances-in	594,000	593,806	593,806	-
Refund prior year expenditure	-	-	530	530
Advances-out	(620,000)	(745,000)	(731,336)	13,664
Transfers-out	(503,000)	(840,000)	(840,000)	-
Total other financing sources (uses)	<u>(529,000)</u>	<u>(991,194)</u>	<u>(977,000)</u>	<u>14,194</u>
Net change in fund balances	(2,061,592)	(4,017,569)	(2,513,291)	1,504,278
Fund balances, beginning of year	11,159,841	11,159,841	11,159,841	-
Prior year encumbrances appropriated	334,806	334,806	334,806	-
Fund balances, end of year	<u>\$ 9,433,055</u>	<u>\$ 7,477,078</u>	<u>\$ 8,981,356</u>	<u>\$ 1,504,278</u>

See accompanying notes to the basic financial statements.

NORTH OLMSTED CITY SCHOOL DISTRICT

STATEMENT OF FUND NET ASSETS -
INTERNAL SERVICE FUND

JUNE 30, 2010

	<u>Self Insurance</u>
Current assets	
Equity in pooled cash	<u>\$ 1,910,444</u>
Total assets	<u>1,910,444</u>
Current liabilities	
Claims payable	<u>623,000</u>
Total liabilities	<u>623,000</u>
Net assets	
Unrestricted	<u>\$ 1,287,444</u>

See accompanying notes to the basic financial statements.

NORTH OLMSTED CITY SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS -
INTERNAL SERVICE FUND
FOR THE YEAR ENDED JUNE 30, 2010

	Self Insurance
Operating revenues	
Charges for services	\$ 6,455,363
Operating expenses	
Purchased services	614,100
Claims	5,867,898
Total operating expenses	6,481,998
Operating loss	(26,635)
Net assets, beginning of year	1,314,079
Net assets, end of year	\$ 1,287,444

See accompanying notes to the basic financial statements.

NORTH OLMSTED CITY SCHOOL DISTRICT
STATEMENT OF CASH FLOWS -
INTERNAL SERVICE FUND
FOR THE YEAR ENDED JUNE 30, 2010

	Self Insurance
Cash flows from operating activities	
Cash received from interfund services	\$ 6,455,363
Cash payments for goods and services	(614,100)
Cash payments for claims	(5,739,898)
Net cash provided by operating activities	101,365
 Net increase in cash and cash equivalents	 101,365
 Cash and cash equivalents, beginning of year	 <u>1,809,079</u>
 Cash and cash equivalents, end of year	 <u><u>\$ 1,910,444</u></u>
 Reconciliation of operating income to net cash used for operating activities	
Operating loss	\$ (26,635)
Adjustments	
Increase in claims payable	128,000
	128,000
 Net cash provided by operating activities	\$ 101,365

See accompanying notes to the basic financial statements.

NORTH OLMSTED CITY SCHOOL DISTRICT
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES -
AGENCY FUND
JUNE 30, 2010

	<u>Student Activities</u>
Assets	
Equity in pooled cash	<u>\$ 110,867</u>
Total assets	<u><u>110,867</u></u>
Liabilities	
Accounts payable	264
Due to students	<u>110,603</u>
Total liabilities	<u><u>\$ 110,867</u></u>

See accompanying notes to the basic financial statements.

NORTH OLMSTED CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. REPORTING ENTITY

The North Olmsted City School District (the District) was established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio. The District is a city school district as defined by Section 3311.03 of the Ohio Revised Code. The District operates under an elected Board of Education consisting of five members and is responsible for providing public education to residents of the District. Average daily membership on, or as of, October 1, 2009 was 4,314. The District employs 345 certificated and 303 non-certificated employees.

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

Within the District boundaries, there are various nonpublic schools. Current State legislation provides funding to these nonpublic schools. These monies are received and disbursed by the District on behalf of the nonpublic schools by the Treasurer of the School District, as directed by the nonpublic schools. These transactions are reported as a governmental activity of the District.

Component units are legally separate organizations for which the District is financially accountable. The District is financially accountable for an organization if the District appoints a voting majority of the organizations' governing board and, 1) the District is able to significantly influence the programs or services performed or provided by the organization; or 2) the District is legally entitled to or can otherwise access the organizations' resources; the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of or provided financial support to the organization; or the District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the District in that the District approves the budget, the issuance of debt, or the levying of taxes. The District has no component units.

The District is associated with the Lake Erie Educational Computer Association, the Polaris Career Center, the North Olmsted City Schools Education Foundation, and the Ohio Schools Council, which are considered to be jointly governed organizations. The District also participates in a public risk pool managed by the Ohio School Boards Association Workers' Compensation Group Rating Program. These organizations and their relationships with the District are described in more detail in Notes 9 and 14 of these financial statements.

B. BASIS OF PRESENTATION

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

NORTH OLMSTED CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. BASIS OF PRESENTATION (continued)

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

Government-wide Financial Statements

The statement of net assets and the statement of activities display information about the District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The activity of the internal service fund is eliminated to avoid "doubling up" revenues and expenses. However, internal fund services provided and used are not eliminated in the process of consolidation.

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

Fund Financial Statements

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

NORTH OLMSTED CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. FUND ACCOUNTING

The District uses funds to maintain its financial records during the fiscal year. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions related to certain District functions or activities. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The various funds of the District are grouped into the categories governmental, proprietary, and fiduciary.

Governmental Funds

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

General Fund - the general fund is the operating fund of the school district and is used to account for all financial resources, except those required to be accounted for in another fund.

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

Proprietary Fund

The proprietary fund focuses on the determination of the changes in net assets, financial position, and cash flows. Proprietary funds are classified as enterprise or internal service; the District has no enterprise funds.

Internal Service Fund – The internal service fund accounts for the financing of services provided by one department or agency to other departments or agencies of the District on a cost reimbursement basis. The District's only internal service fund accounts for revenue received from other funds and the settlement expenses for medical, surgical, prescription drug, and dental claims of District employees.

Fiduciary Funds

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

NORTH OLMSTED CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. MEASUREMENT FOCUS

Government-wide Financial Statements - The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the District are included on the Statement of Net Assets. The Statement of Activities presents increases (revenues) and decreases (expenses) in the total net assets.

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

Like the government-wide statements, the internal service fund is accounted for on a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of this fund 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 District finances and meets the cash flow needs of its proprietary activity.

E. BASIS OF ACCOUNTING

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

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. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. "Measurable" means the amount of the transaction can be determined, and "available" means collectible within the current fiscal year or soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means expected to be received within sixty days of fiscal year end.

NORTH OLMSTED CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. BASIS OF ACCOUNTING (continued)

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 (See Note 5). 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 year when use is first permitted; matching requirements, in which the District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

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

Unearned/Deferred Revenue

Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

Property taxes for which there is an enforceable legal claim as of June 30, 2010, but which were levied to finance fiscal year 2011 operations, have been recorded as unearned revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as unearned revenue.

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

Expenditures/Expenses

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

NORTH OLMSTED CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

F. BUDGETARY PROCESS

All funds, other than agency funds, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the appropriation resolution and the certificate of estimated resources, which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amounts that the Board of Education may appropriate. The appropriation resolution is the Board's authorization to spend resources and set annual limits on expenditures plus encumbrances at a level of control selected by the Board. The legal level of control has been established by the Board of Education at the fund/object level for the General Fund and Debt Service Fund. The legal level of budgetary control is at the fund, special cost center level for the Other Grants Fund, Miscellaneous State Grants Fund, Auxiliary Services Fund and Miscellaneous Federal Grants Fund. For all other funds the legal level of budgetary control is at the fund level.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the District Treasurer. The amounts reported as the original budgeted amounts in the budgetary statements reflect the amounts in the certificate when the original appropriations were adopted. The amounts reported as the final budgeted amounts in the budgetary statements reflect the amounts in the final amended certificate that were in effect at the time the final appropriations were passed by the Board of Education.

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

G. CASH AND INVESTMENTS

Cash received by the District is deposited in one central bank account with individual fund balance integrity maintained through District records. Monies for all funds are maintained in this account or temporarily transferred to the State Treasurer's investment pool (STAR Ohio) or other short term investments. Following Ohio statutes, the Board of Education has, by resolution, identified the funds to receive an allocation of interest earnings. Interest revenue credited to the general fund during fiscal year 2010 amounted to \$ 49,538 which included \$ 16,838 assigned from other District funds.

Except for investment contracts and money market investments that had a remaining maturity of one year or less at the time of purchase, investments are reported at fair value, which is based on quoted market prices. Investment contracts and money market investments that had a remaining maturity of one year or less at the time of purchase are reported at cost or amortized cost.

The District has invested in the State Treasury Asset Reserve of Ohio (STAR Ohio) during the year. STAR Ohio is an investment pool managed by the State Treasurer's Office, which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price, which is the price the investment could be sold for on June 30, 2010.

Investments with an original maturity of three months or less at the time of purchase are considered to be cash equivalents.

NORTH OLMSTED CITY SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED JUNE 30, 2010

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

H. INVENTORY

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

On fund financial statements, inventories of governmental funds are stated at cost. Cost is determined on a first-in, first-out basis. Inventory in governmental funds consists of expendable supplies held for consumption. The cost of inventory items is recorded as an expenditure in the governmental fund types when purchased.

I. RESTRICTED ASSETS

Assets are reported as restricted assets when limitations on their use change the normal understanding of the availability of the asset. Such constraints are either imposed by creditors, contributors, grantors, or laws of other government or imposed by enabling legislation. Restricted assets include the amount required by State statute to be set aside to create a reserve for budget stabilization.

J. CAPITAL ASSETS

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net assets but are not reported on the fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and reductions during the year. Donated capital assets are recorded at their fair market values as of the date received. The District maintains a capitalization threshold of \$ 2,500. The District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized. The majority of capital outlay is made from the Permanent Improvements Fund. Actual amounts capitalized for reporting purposes may differ due to the capitalization policy.

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

<u>Asset</u>	<u>Estimated useful life</u>
Land improvements	25 - 30 years
Buildings	60 - 80 years
Building improvements	25 years
Furniture and equipment	8 - 35 years
Vehicles	15 years

K. INTERFUND BALANCES

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund receivables/payables". These amounts are eliminated in the governmental column of the statement of net assets.

NORTH OLMSTED CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

L. COMPENSATED ABSENCES

Vacation benefits are accrued as a liability in the government wide financial statements as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the District will compensate the employees for the benefits through paid time off or some other means.

Sick leave benefits are accrued in the government wide financial statements as a liability using the vesting method. The liability is based on an estimate of the amount of accumulated sick leave that will be paid as a termination benefit. The liability includes employees who are currently eligible to receive termination benefits and those the District has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employees' wage rates at fiscal year end, taking into consideration any limits specified in the District's termination policy.

A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

M. ACCRUED LIABILITIES AND LONG-TERM OBLIGATIONS

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements and all payables and accrued liabilities from proprietary funds are reported on the proprietary fund statements.

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

N. 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 money for scholarships and data communications support. The government-wide statement of net assets reports \$ 3,494,251 of restricted net assets, none of which are restricted by enabling legislation.

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

O. FUND BALANCE RESERVES AND DESIGNATIONS

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

NORTH OLMSTED CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

O. FUND BALANCE RESERVES AND DESIGNATIONS (continued)

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

P. OPERATING REVENUES AND EXPENSES

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary fund. For the District, these revenues are charges for services for the self-insurance program. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of this fund. Revenues and expenses not meeting those definitions are reported as non-operating.

Q. INTERFUND TRANSACTIONS

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. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

R. ESTIMATES

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

NOTE 2 – CHANGE IN ACCOUNTING PRINCIPLES

For fiscal year 2010, the School District has implemented Governmental Accounting Standard Board (GASB) Statement No. 51, "Accounting and Reporting for Intangible Assets", Statement No. 53, "Accounting and Financial Reporting for Derivative Instruments", Statement No. 57, "OPEB Measurements by Agent Employers and Agent Multiple - Employer Plans", and Statement No. 58, "Accounting and Financial Reporting for Chapter 9 Bankruptcies".

GASB Statement No. 51 establishes accounting and financial reporting requirements for intangible assets to reduce inconsistencies thereby enhancing the comparability of accounting and financial reporting of such assets among state and local governments. The implementation of this statement did not result in any change to the School District's financial statements.

GASB Statement No. 53 enhances the usefulness and comparability of derivative instrument information reported by state and local governments. This Statement provides a comprehensive framework for the measurement, recognition, and disclosure of derivative instrument transactions. The implementation of this statement did not result in any change to the School District's financial statements.

NORTH OLMSTED CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 2 – CHANGE IN ACCOUNTING PRINCIPLES (continued)

GASB Statement No. 57 addresses issues related to the use of the alternative measurement method and the frequency and timing of measurements by employers that participate in agent multiple-employer other postemployment benefit (OPEB) plans (that is, agent employers). The requirements in this Statement will allow more agent employers to use the alternative measurement method to produce actuarially based information for purposes of financial reporting and clarify that OPEB measures reported by agent multiple-employer OPEB plans and their participating employers should be determined at the same minimum frequency and as of a common date to improve the consistency of reporting with regard to funded status and funding progress information. The implementation of this statement did not result in any change in the School District's financial statements.

GASB Statement No. 58 provides accounting and financial reporting guidance for governments that have petitioned for protection from creditors by filing for bankruptcy under Chapter 9 of the United States Bankruptcy Code. The requirements in this Statement will provide more consistent recognition, measurement, display, and disclosure guidance for governments that file for Chapter 9 bankruptcy. The implementation of this statement did not result in any change in the School District's financial statements.

NOTE 3 - BUDGETARY BASIS OF ACCOUNTING

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

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

NORTH OLMSTED CITY SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED JUNE 30, 2010

NOTE 3 - 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.

	General Fund
Budget basis	\$ (2,513,291)
Adjustments, increase (decrease)	
Revenue accruals	(295,256)
Expenditure accruals	(9,256)
Encumbrances	396,575
GAAP basis, as reported	\$ (2,421,228)

NOTE 4 - DEPOSITS AND INVESTMENTS

A. LEGAL REQUIREMENTS

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

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

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

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

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

NORTH OLMSTED CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 4 - DEPOSITS AND INVESTMENTS (continued)

A. LEGAL REQUIREMENTS (continued)

Interim monies may be invested in the following securities:

1. United States Treasury bills, bonds, notes, or any other obligation or security issued by the United States Treasury, or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligation or security issued by any federal government agency or instrumentality including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least 2 percent and be marked to market daily, and the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasurer's investment pool (STAR Ohio);
7. Commercial paper and bankers' acceptances (if authorized by the Board of Education), and
8. Under limited circumstances, corporate debt interests rated in either of the two highest rating classifications by at least two nationally recognized rating agencies.

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

Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the Treasurer or qualified trustee or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

NORTH OLMSTED CITY SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED JUNE 30, 2010

NOTE 4 - DEPOSITS AND INVESTMENTS (continued)

B. DEPOSITS

Custodial credit risk is the risk that, in the event of a bank failure, the District's deposits may not be returned. The District does not have a deposit policy for custodial credit risk. At fiscal year end, the carrying amount of the District's deposits was \$ 10,630,811 and the bank balance was \$ 11,174,536. Of the bank balance, \$ 250,000 was covered by federal depository insurance and \$ 10,924,536 was uninsured. Of the remaining balance, \$ 10,924,536 was collateralized with securities held by the pledging institution's trust department not in the District's name.

At fiscal year end, the District had \$ 2,041 in cash on hand which is included on the balance sheet of the District as part of "Equity in pooled cash".

C. INVESTMENTS

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. As of June 30, 2010, the District had the following investments:

	Weighted Average Maturities Years	Fair Value
Investment in State Treasurer's Investment Pool	n/a	\$ 4,842,697

D. INTEREST RATE RISK

The Ohio Revised Code generally limits security purchases to those that mature within five years of the settlement date.

E. CREDIT RISK

The District follows the Ohio Revised Code that limits its investment choices as discussed in Note 4 - A above. STAR Ohio carries a rating of AAAM by Standard and Poor's and is an authorized investment under the Ohio Revised Code.

F. CONCENTRATION OF CREDIT RISK

The District places no limit on the amount that may be invested in any one issuer. The District's total investments (100 percent) are in STAR Ohio.

G. CUSTODIAL CREDIT RISK

For an investment, custodial risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District has no investment policy dealing with investment custodial risk beyond the requirement in State statute that prohibits payment for investments prior to the delivery of the securities representing such investments to the treasurer or qualified trustee.

NORTH OLMSTED CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 5 - PROPERTY TAXES

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

Property taxes include amounts levied against all real, public utility and tangible personal property (used in business) located in the School District. Real property tax revenue received in calendar 2010 represents collections of calendar year 2009 taxes. Real property taxes received in calendar year 2010 were levied after April 1, 2009, on the assessed value listed as of January 1, 2009, the lien date. Assessed values for real property taxes are established by State law at 35 percent of appraised market value. Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

Public utility property tax revenue received in calendar 2010 represents collections of calendar year 2009 taxes. Public utility real and tangible personal property taxes received in calendar year 2010 became a lien December 31, 2008, were levied after April 1, 2009 and are collected in 2009 with real property taxes. Public utility real property is assessed at 35 percent of true value; public utility tangible personal property currently is assessed at varying percentages of true value.

Tangible personal property tax revenue received during calendar 2010 (other than public utility property tax) represents the collection of 2010 taxes levied against local and inter-exchange telephone companies. Tangible personal property tax on business inventory, manufacturing machinery and equipment, furniture and fixtures is no longer levied and collected. Tangible personal property taxes received from telephone companies in calendar year 2010 were levied after October 1, 2009, on the value as of December 31, 2009. Payments by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable by September 20. Tangible personal property taxes paid by April 30 are usually received by the School District prior to June 30; however this year the settlement was late.

The School District receives property taxes from Cuyahoga County. The County Auditor periodically advances to the School District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2010, are available to finance fiscal year 2010 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable includes real property, public utility property and tangible personal property taxes which are measurable as of June 30, 2010 and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the late settlement of tangible personal property taxes and the amount of real property taxes available as an advance at June 30 was levied to finance current fiscal year operations and is reported as revenue at fiscal year end. The portion of the receivable not levied to finance current fiscal year operations is offset by a credit to deferred revenue.

The amount available as an advance at June 30, 2010, was \$ 4,079,802 in the General Fund. The amount available as an advance at June 30, 2009, was \$ 4,528,705 in the General Fund and \$ 136,062 in the Permanent Improvements Fund.

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

NORTH OLMSTED CITY SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED JUNE 30, 2010

NOTE 5 - PROPERTY TAXES (continued)

The assessed values upon which the fiscal year 2010 taxes were collected are:

	2009 Second Half Collections		2010 First Half Collections	
	Amount	%	Amount	%
Agricultural Residential				
Real Estate	\$ 557,615,363	67.74 %	\$ 554,164,989	66.77 %
Other Commercial	253,915,890	30.85	264,317,960	31.85
Public Utility Tangible	11,624,510	1.41	11,432,430	1.38
	\$ 823,155,763	100.00 %	\$ 829,915,379	100.00 %
 Tax Rate per \$ 1,000 of Assessed Valuation:	83.5		83.5	

NOTE 6 - RECEIVABLES

Receivables at June 30, 2010, consisted of property taxes, accounts, interfund and due from other governments. All receivables are considered substantially collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current year guarantee of federal funds. All receivables are expected to be collected within one year.

NORTH OLMSTED CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 7 - CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2010, was as follows:

	Balance June 30, 2009	Additions	Disposals	Balance June 30, 2010
Governmental Activities				
Nondepreciable capital assets				
Land	\$ 1,172,491	\$ -	\$ -	\$ 1,172,491
Construction in progress	69,021	234,954	303,975	-
Total nondepreciable capital assets	<u>1,241,512</u>	<u>234,954</u>	<u>303,975</u>	<u>1,172,491</u>
Depreciable capital assets				
Land improvements	835,881	-	-	835,881
Buildings and improvements	19,691,236	336,414	-	20,027,650
Furniture and equipment	2,872,006	131,567	109,260	2,894,313
Vehicles	2,994,178	171,697	189,307	2,976,568
Total capital assets being depreciated	<u>26,393,301</u>	<u>639,678</u>	<u>298,567</u>	<u>26,734,412</u>
Less accumulated depreciation				
Land improvements	504,344	35,495	-	539,839
Buildings and improvements	11,070,794	514,013	2,292	11,582,515
Furniture and equipment	1,890,053	173,951	82,007	1,981,997
Vehicles	1,427,038	202,507	165,727	1,463,818
Total accumulated depreciation	<u>14,892,229</u>	<u>925,966</u>	<u>250,026</u>	<u>15,568,169</u>
Depreciable capital assets, net of accumulated depreciation	<u>11,501,072</u>	<u>(286,288)</u>	<u>48,541</u>	<u>11,166,243</u>
Governmental activities capital assets, net	<u>\$ 12,742,584</u>	<u>\$ (51,334)</u>	<u>\$ 352,516</u>	<u>\$ 12,338,734</u>

Depreciation expense was charged to governmental functions as follows:

Instruction	
Regular	\$ 349,430
Special	53,531
Vocational	21,417
Supporting services	
Pupil	2,520
Instructional staff	41,263
Administration	47,300
Fiscal	4,281
Business	824
Operation and maintenance of plant	159,032
Pupil transportation	204,162
Central services	888
Operation of non-instructional services	
Food service	22,552
Auxiliary services	3,511
Extracurricular activities	15,255
Total depreciation expense	<u>\$ 925,966</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED JUNE 30, 2010

NOTE 8 - INTERFUND ASSETS/LIABILITIES

On the fund financial statements at June 30, 2010, interfund balances consisted of the following:

	Receivable	Payable
General Fund	\$ 711,337	\$ -
Nonmajor governmental funds	-	711,337
	\$ 711,337	\$ 711,337

These amounts are represented as "Interfund Receivable/Payable" on the balance sheet. The loans were made to support programs and projects in the Special Revenue Funds until permanent funding is received.

NOTE 9 - RISK MANAGEMENT

A. PROPERTY AND LIABILITY

The District is exposed to various risks of loss related to torts, theft, damage to, and destruction of assets, errors and omissions, injuries to employees and natural disasters. During fiscal year 2010, the District contracted with Indiana Insurance Company for property insurance. General liability is protected by Indiana Insurance Company with a \$ 1 million per occurrence, \$ 2 million aggregate with a \$ 5 million supplemental umbrella policy. Vehicles are covered by Indiana Insurance Company. Automobile liability coverage is \$ 1 million for each occurrence with a \$ 5 million supplemental umbrella policy. Settled claims have not exceeded this commercial coverage in any of the past three years. There have been no significant reductions in coverage from prior years. Position bonds of \$ 30,000 are maintained for the Superintendent and Board President and \$ 100,000 for the Treasurer from Ohio Casualty. The District provides life insurance, disability and accidental death and dismemberment insurance to its employees, through Minnesota Life Insurance Company.

B. WORKERS' COMPENSATION

The District participated in the Ohio Association of School Business Officials Workers' Compensation Group Rating Program (GRP), an insurance purchasing pool. The intent of the GRP is to achieve the benefit of a reduced premium for the District by virtue of its grouping and representation with other participants in the GRP. The firm of Sheakley UniService, Inc. provides administrative, cost control and actuarial services to the GRP. Participation in the GRP is limited to school districts that can meet the GRP's selection criteria.

NORTH OLMSTED CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 9 - RISK MANAGEMENT (continued)

C. EMPLOYEE MEDICAL BENEFITS

The District provides employee medical, surgical, prescription drug and dental benefits through a self-insurance program administered by Medical Mutual of Ohio. The District limits its liability for medical and surgical claims by maintaining a specific stop-loss threshold of \$ 100,000.

The claim liability of \$ 623,000 reported at June 30, 2010 was estimated by Medical Mutual of Ohio and is based on the requirements of Governmental Standards Board Statement No. 10, which requires that a liability for unpaid claims costs, including estimates of costs related to incurred but not reported claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses. Changes in the balance of claims liability during the year ended June 30, 2010 and 2009 are summarized below. Incurred claims and claims payments are not segregated between current and prior years claims due to the impracticability of obtaining such information.

	June 30, 2010	June 30, 2009
Unpaid claims, beginning of year	\$ 495,000	\$ 760,000
Incurred claims	5,867,898	5,066,066
Claims payments	(5,739,898)	(5,331,066)
Unpaid claims, end of year	\$ 623,000	\$ 495,000

NOTE 10 - PENSION PLANS

A. SCHOOL EMPLOYEE RETIREMENT SYSTEM

Plan Description – The School 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. That report may be obtained by writing to the School Employees Retirement System, 300 East Broad Street, Suite 100, Columbus, Ohio 43215-3746.

Funding Policy – Plan members are required to contribute 10 percent of their annual covered salary and the School District is required to contribute at an actuarially determined rate. The current School District rate is 14 percent of annual covered payroll. A portion of the School District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for fiscal year 2010, 12.78 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 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 School District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2010, 2009, and 2008 were \$ 1,008,253, \$ 726,876 and \$ 701,045 respectively; 39 percent has been contributed for fiscal year 2010 and 100 percent has been contributed for fiscal year 2009 and 2008.

NORTH OLMSTED CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 10 - PENSION PLANS (continued)

B. STATE TEACHERS RETIREMENT SYSTEM

Plan Description – The School 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.

New members have a choice of three retirement plans; a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. The DB plan offers an annual retirement allowance based on final average salary times a percentage that varies based on years of service, or an allowance based on member'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 of 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, 2010, plan members were required to contribute 10 percent of their annual covered salaries. The School District was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations. For fiscal year 2009, 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 School District's required contributions for pension obligations to STRS Ohio for the fiscal years ended June 30, 2010, 2009, and 2008 were \$ 3,323,424, \$ 3,155,308, and \$ 3,199,543, respectively; 83.5 percent has been contributed for fiscal year 2010 and 100 percent for fiscal years 2009 and 2008.

C SOCIAL SECURITY SYSTEM

Effective July 1, 1991, all employees not otherwise covered by the School Employees Retirement System or the State Teachers Retirement System of Ohio have an option to choose Social Security or the School Employees Retirement System. As of June 30, 2010, two members of the Board of Education have elected Social Security. The Board's liability is 6.2 percent of wages.

NORTH OLMSTED CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 11 - POSTEMPLOYMENT BENEFITS

A. SCHOOL EMPLOYEE RETIREMENT SYSTEM

Plan Description – The School 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 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 401h. For 2010, 1.22 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 2010, this amount was \$ 35,800. During fiscal year 2010, the School District paid \$ 124,406 in surcharge.

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 School District's contributions for health care for the fiscal years ended June 30, 2010, 2009, and 2008 were \$ 96,250, \$ 392,625, and \$ 319,909, respectively; 39 percent has been contributed for fiscal years 2010 and 100 percent for fiscal years 2009 and 2008.

The Retirement Board, acting with advice of the actuary, allocates a portion of the employer contribution to the Medicare B Fund. For 2010, this actuarially required allocation was 0.76 percent of covered payroll. The School District's contributions for Medicare Part B for the fiscal years ended June 30, 2010, 2009, and 2008, were \$ 59,959, \$ 59,973, and \$ 50,512 respectively; 39 percent has been contribution for fiscal year 2010 and 100 percent for fiscal years 2009 and 2008.

NORTH OLMSTED CITY SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED JUNE 30, 2010

NOTE 11 - POSTEMPLOYMENT BENEFITS (continued)

B. STATE TEACHERS RETIREMENT SYSTEM

Plan Description – The School 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 or by calling (888) 227-7877.

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 postemployment health care may be deducted from employer contributions. For 2010, STRS Ohio allocated employer contributions equal to 1 percent of covered payroll to the Health Care Stabilization Fund. The School District’s contributions for health care for the fiscal years ended June 30, 2010, 2009, and 2008 were \$ 255,648, \$ 242,716, and \$ 246,119 respectively; 83.5 percent has been contributed for fiscal year 2010 and 100 percent for fiscal years 2009 and 2008.

NOTE 12 - LONG-TERM OBLIGATIONS

Changes in the District’s long-term obligations during fiscal year 2010 were as follows:

	Balance			Amounts	
	June 30, 2009	Increase	Decrease	Balance	Due In
				June 30, 2010	One Year
Bonds payable - 2004, 4.15%					
Building improvements	\$ 510,000	\$ -	\$ 85,000	\$ 425,000	\$ 85,000
Compensated absences	3,805,825	838,681	1,141,607	3,502,899	1,015,471
	<u>\$ 4,315,825</u>	<u>\$ 838,681</u>	<u>\$ 1,226,607</u>	<u>\$ 3,927,899</u>	<u>\$ 1,100,471</u>

The School District's overall legal debt margin was \$ 74,692,384 with an unvoted debt margin of \$ 404,915.

Principal and interest requirements to retire the building improvement bonds outstanding at June 30, 2010, are as follows:

Fiscal	Principal	Interest	Total
Year Ending			
2010	\$ 85,000	\$ 15,874	\$ 100,874
2012	85,000	12,346	97,346
2013	85,000	8,819	93,819
2014	85,000	5,291	90,291
2015	85,000	1,764	86,764
Totals	<u>\$ 425,000</u>	<u>\$ 44,094</u>	<u>\$ 469,094</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED JUNE 30, 2010

NOTE 12 - LONG-TERM OBLIGATIONS (continued)

Bonds payable were repaid from the Debt Service Fund. Compensated absences will be repaid from the funds from which employees' salaries are paid, primarily the General Fund.

NOTE 13 - INTERFUND TRANSFERS

Interfund transfers for the year ended June 30, 2010 consisted of the following:

	Transfer from:		
	General Fund	Nonmajor Governmental Funds	Total Transfers-in
Transfer to:			
Nonmajor			
governmental funds	\$ 840,000	\$ 108,000	\$ 948,000
Total transfers-out	\$ 840,000	\$ 108,000	\$ 948,000

Transfers from the General Fund were to provide for payment of expenditures. Transfers from nonmajor governmental funds included \$ 108,000 to the Debt Service Fund for payment of principal and interest.

NORTH OLMSTED CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 14 - JOINTLY GOVERNED ORGANIZATION

A. LAKE ERIE EDUCATION COMPUTER ASSOCIATION

The Lake Erie Educational Computer Association (LEECA) is a jointly governed organization comprised of thirty school districts. The jointly governed organization was formed to provide data processing services for accounting, administrative and instructional functions of member districts. Each of the governments of these districts supports LEECA based upon a per pupil charge dependent upon the software packages utilized. The LEECA assembly consists of a superintendent or designated representative from each participating district and a representative from the fiscal agent.

LEECA is governed by a board of directors chosen from the general membership of the LEECA assembly. The board of directors consists of a representative from the fiscal agent, the chairman of each operating committee, and at least one assembly member from each county from which participating districts are located. Financial information can be obtained by contacting the Treasurer at the Educational Service Center of Lorain County, which serves as fiscal agent, located at 1885 Lake Avenue, Elyria, Ohio 44035. During the year ended June 30, 2010, the District paid \$ 108,756 to LEECA.

B. POLARIS CAREER CENTER

The Polaris Career Center is a separate body politic and corporate, established by the Ohio Revised Code to provide for the vocational and special needs of the students. Its Board of Education consists of representatives from the board of each participating school district. The Board is responsible for approving its own budgets, appointing personnel, and accounting and finance related activities. North Olmsted City School District students may attend the vocational school. Each school district's control is limited to its representation on the Board. Financial information can be obtained by contacting the Polaris Career Center, 7285 Old Oak Blvd., Middleburg Heights, Ohio 44130.

C. NORTH OLMSTED CITY SCHOOLS EDUCATION FOUNDATION

The North Olmsted City Schools Education Foundation (Foundation) is a jointly governed organization established by the Ohio Revised Code to support and enhance educational opportunities for the youth of the North Olmsted Community. The trustees of the Foundation consist of five ex officio trustees and up to fifteen members selected by a nominating committee appointed by the ex officio trustees.

The ex officio trustees are composed of the following individuals: the Superintendent of the North Olmsted City School District, a member of the North Olmsted Board of Education, a member of the North Olmsted PTA Council, a member of the North Olmsted City Schools' Financial Advisory Board, and a member of the Community Education Advisory Board. All trustees are voting members. The Foundation is responsible for approving its own budgets, appointing personnel, creation of committees, and accounting and financial related activities. Financial information can be obtained by contacting Carrie Copfer, c/o The North Olmsted Board of Education, 27425 Butternut Ridge Road, North Olmsted, Ohio 44070.

NORTH OLMSTED CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 14 - JOINTLY GOVERNED ORGANIZATION (continued)

D. OHIO SCHOOLS COUNCIL

The Ohio Schools' Council Association (Council) is a jointly governed organization among 126 school districts. The jointly governed organization was created by school districts for the purpose of saving money through volume purchases. Each district supports the Council by paying an annual participation fee. Each school district member's superintendent serves as a representative of the Assembly. The Assembly elects five of the Council's Board members and the remaining four are representatives of the Greater Cleveland School Superintendents' Associations. The Council operates under a nine-member Board of Directors (the Board). The Board is the policy making authority of the Council. The Board meets monthly September to June. The Board appoints an Executive Director who is responsible for receiving and disbursing funds, investing available funds, preparing financial reports for the Board and Assembly and carrying out such other responsibilities as designated by the Board. In fiscal year 2010 the School District paid \$ 2,362 to the Council. Financial information can be obtained by contacting David Cottrell, the Executive Director of the Ohio Schools' Council at 6133 Rockside Road, Suite 10, Independence, Ohio 44131.

The School District participates in the natural gas purchase program. This program allows the School District to purchase natural gas at reduced rates. Energy USA served as the natural gas supplier and program manager from October 1, 2008 to September 30, 2010. Compass Energy has been selected as the new supplier and program manager for the period from October 1, 2010 through March 31, 2013. There are currently 143 participants in the program including the North Olmsted City School District. The participants make monthly payments based on estimated usage. Each September, these estimated payments are compared to their actual usage for the year (July to June). Districts that paid more in estimated billings than their actual billings are issued credits on future billings beginning in September until the credits are exhausted and districts that did not pay enough on estimated billings are invoiced for the difference on the September monthly estimated billing.

NOTE 15 - CONTINGENCIES

The District received financial assistance from federal and state agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies.

Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the District at June 30, 2010.

NORTH OLMSTED CITY SCHOOL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

NOTE 16 - SET-ASIDES

The District is required by State statute to annually set aside, in the General Fund, an amount based on a statutory formula for the purchase of textbooks and other instructional materials, and an equal amount for the acquisition and construction of capital improvements. Amounts not spent by the end of the fiscal year or offset by similarly restricted resources received during the year must be held in cash at year end. These amounts must be carried forward and used for the same purposes in future years. In addition, the District has set aside money for budget stabilization. The following cash basis information identifies the changes in the fund balance reserves for textbooks, capital improvements, and budget stabilization during fiscal year 2010.

	<u>Textbook</u>	<u>Capital Maintenance</u>	<u>Budget Stabilization</u>
Set-aside reserve balances as of June 30, 2009	\$ -	\$ -	\$ 223,073
Set-aside balance carried forward	(4,488,579)	-	-
Current year set-aside requirement	696,893	696,893	-
Qualifying offsets and disbursements	(844,736)	(1,167,708)	-
Total	<u>\$ (4,636,422)</u>	<u>\$ (470,815)</u>	<u>\$ 223,073</u>
Set-aside balance carried forward to future fiscal years	<u>\$ (4,636,422)</u>	<u>\$ -</u>	<u>\$ -</u>
Set-aside reserve balance as of June 30, 2010	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 223,073</u>

The District had qualifying disbursements during the fiscal year that reduced the textbook set-aside below zero. This extra amount may be used to reduce the set-aside requirements of future fiscal years. Although the District had qualifying disbursements and offsets during the fiscal year that reduced the set-aside amount below zero for capital maintenance set-aside, this amount may not be used to reduce the set-aside requirement for future years.

NORTH OLMSTED CITY SCHOOL DISTRICT
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 FOR THE YEAR ENDED JUNE 30, 2010

NOTE 17 – COMPLIANCE AND ACCOUNTABILITY

A. DEFICIT FUND BALANCE

At June 30, 2010, the following funds had deficit fund balances.

Special Revenue Funds:	
Fiscal Stabilization	\$ 12,986
Limited English	\$ 2,961
Parent Mentor Program	\$ 68,313
Title VIB	\$ 181,540
Title I	\$ 27,288
Title II-A	\$ 7,974
Miscellaneous Federal Grants	\$ 8,313

These deficits resulted from adjustments for accrued liabilities. The General Fund is liable for any deficits in these funds and provides transfers when cash is required, not when accruals occur.

NOTE 18 – OPERATING LEASE

The School District is obligated under certain leases accounted for as operating leases. Operating leases do not give rise to property rights or lease obligations. During 2010, expenditures for operating leases totaled \$ 63,655.

The following is a schedule of future minimum lease payments required under operating leases that have initial or remaining non-cancelable lease terms in excess of one year as of June 30, 2010.

Year ending June 30,	Amount
2011	\$ 64,223
2012	64,223
2013	64,223
2014	10,704
Total future minimum lease payments	<u>\$ 203,373</u>

NOTE 19 – SUBSEQUENT EVENTS

In November 2010, the citizens of the School District approved the passage of a 7.9 mill operating levy. This levy will be phased in over a period of two years and will generate an additional \$ 6.5 million of real estate tax revenue annually.

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**COMBINING STATEMENTS AND
INDIVIDUAL FUND SCHEDULES**

NONMAJOR GOVERNMENTAL FUND DESCRIPTIONS

SPECIAL REVENUE FUNDS

Special Revenue Funds are established to account for revenues from specific sources which are legally, or otherwise, are restricted to expenditures for specific purposes.

Food Service - This fund accounts for all transactions related to the operations of the School District's food service program which provides lunches to students and the staff.

Miscellaneous Local Projects – This fund accounts for local revenues to support scholarships and curriculum improvements.

Rotary – This fund accounts for all revenues and expenses related to telephone commissions and vending machines at the District high school, all revenues and expenses related to bus maintenance and repair services provided to other school districts, and all revenues and expenses related to the purchase and resale of city transit system bus tickets for student transportation.

Public Support Services – This fund accounts for school site sales projects, field trips, assemblies, and other extra-curricular activity costs.

Other Grants – This fund accounts for various local grants received to enhance educational programs of the district.

Athletic – This fund accounts for gate receipts and fund raising activities and all operating costs (except supplemental coaching contracts) of the District's Athletic Program.

Auxiliary Services – This fund accounts for State funds received for non-public schools located within the school district as provided by state law. Funds are used primarily for educational supplies, materials, and testing.

Education M.I.S. – This fund accounts for revenues provided by the State of Ohio to support expenditures for development of a statewide management information system required by Senate Bill 140.

Fiscal Stabilization - This fund accounts for restricted Federal grant monies from the American Recovery and Reinvestment Act in State Fiscal Stabilization Funds (SFSF) to help stabilize state and local budgets in order to minimize and avoid reductions in education and other essential services.

Data Communication – This fund provides support costs for data communication links to connect a school district electronically to the data acquisition site.

Schoolnet – This fund accounts for workstations and training of personnel and for wiring upgrades at the individual schools.

Video Distance Learning – This fund accounts for monies received from the State of Ohio for purchase of video conferencing equipment and technology.

(continued)

NONMAJOR GOVERNMENTAL FUND DESCRIPTIONS (continued)

SPECIAL REVENUE FUNDS

Limited English Proficiency – This fund provides support for programs designed to help immigrant children develop academic literacy in the English language.

Parent Mentor Program – This fund accounts for state revenue received for the purpose of providing training and technical assistance to parents of special education need students.

Alternative Education – This fund is used to account for alternative educational programs for existing and new at-risk and delinquent youth.

Miscellaneous State Grants – This fund is used for various monies received from the State of Ohio to develop and support a parent mentoring program, a safe-school hotline, and school improvement incentive programs.

Title VI B – This fund accounts for Federal revenues in support of program expenditures related to Special Education.

Title I – This fund accounts for Federal monies to implement a variety of programs intended to provide supplemental instruction for children of low income families identified as educationally disadvantaged.

Title V – This fund accounts for Federal revenues which support the implementation of a variety of programs (drug/alcohol abuse, computer education) to profit schools within the community.

Drug Free Schools – This fund accounts for Federal revenues used to implement programs to educate and encourage students to live lives free of drug dependency.

Preschool – This fund accounts for Federal monies supporting programs for handicapped services for children ages 2 through 5 to ready them for the school environment.

Title II-A – This fund accounts for Federal revenue used to hire additional teachers in grade 1 through 3 and provide professional development support.

Miscellaneous Federal Grants – This fund is used to account for various Federally funded programs under the Serve and Learn American Grant Program.

NONMAJOR GOVERNMENTAL FUND DESCRIPTIONS (concluded)

DEBT SERVICE FUND

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

CAPITAL PROJECTS FUND

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

Permanent Improvements – This fund accounts for monies raised through a tax levy and restricted in use for the acquisition, construction, or improvement of capital facilities and equipment.

NORTH OLMSTED CITY SCHOOL DISTRICT

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS

JUNE 30, 2010

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Fund	Total Nonmajor Governmental Funds
Assets				
Equity in pooled cash	\$ 2,245,616	\$ 56,172	\$ 1,774,520	\$ 4,076,308
Receivables, net of allowance				
Taxes, current	-	-	963,975	963,975
Taxes, delinquent	-	-	47,200	47,200
Accounts and other	4,045	-	-	4,045
Due from other governments	16,624	-	-	16,624
Inventories and supplies	31,353	-	-	31,353
Total assets	<u>\$ 2,297,638</u>	<u>\$ 56,172</u>	<u>\$ 2,785,695</u>	<u>\$ 5,139,505</u>
Liabilities and fund balances				
Liabilities				
Accounts and contracts payable	\$ 36,236	\$ -	\$ 10,604	\$ 46,840
Accrued salaries, wages and benefits	204,702	-	-	204,702
Due to other governments	181,022	-	-	181,022
Interfund payable	711,337	-	-	711,337
Unearned revenue				
Taxes	-	-	1,011,175	1,011,175
Compensated absences	34,613	-	-	34,613
Total liabilities	<u>1,167,910</u>	<u>-</u>	<u>1,021,779</u>	<u>2,189,689</u>
Fund balances				
Reserved for inventories	31,353	-	-	31,353
Reserved for encumbrances	80,097	-	366,124	446,221
Unreserved	1,018,278	56,172	1,397,792	2,472,242
Total fund balances	<u>1,129,728</u>	<u>56,172</u>	<u>1,763,916</u>	<u>2,949,816</u>
Total liabilities and fund balances	<u>\$ 2,297,638</u>	<u>\$ 56,172</u>	<u>\$ 2,785,695</u>	<u>\$ 5,139,505</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED JUNE 30, 2010

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Fund	Total Nonmajor Governmental Funds
Revenues				
Taxes	\$ -	\$ -	\$ 828,155	\$ 828,155
Interest	506	-	2,245	2,751
Intergovernmental	3,751,187	-	201,245	3,952,432
Charges for services	723,844	-	-	723,844
Extracurricular	380,845	-	-	380,845
Other	304,865	-	-	304,865
Total revenues	5,161,247	-	1,031,645	6,192,892
Expenditures				
Current				
Instruction				
Regular	1,393,394	-	68,445	1,461,839
Vocational	957	-	-	957
Supporting services				
Pupil	1,368,513	-	-	1,368,513
Instructional staff	304,816	-	-	304,816
Administration	31,859	-	3,730	35,589
Operation and maintenance	3,258	-	463,659	466,917
Pupil transportation	81,613	-	149,793	231,406
Central services	208,891	-	-	208,891
Operation of non-instructional services				
Food service operations	1,434,395	-	-	1,434,395
Community service	413,720	-	-	413,720
Extracurricular activities	247,909	-	-	247,909
Debt service				
Principal	-	85,000	-	85,000
Interest	-	19,465	-	19,465
Total expenditures	5,489,325	104,465	685,627	6,279,417
Excess revenues over expenditures	(328,078)	(104,465)	346,018	(86,525)
Other financing sources (uses)				
Transfers-in	840,000	108,000	-	948,000
Transfers-out	-	-	(108,000)	(108,000)
Total other financing sources (uses)	840,000	108,000	(108,000)	840,000
Net change in fund balances	511,922	3,535	238,018	753,475
Fund balances, beginning of year	606,890	52,637	1,525,898	2,185,425
Increase in reserve for inventory	10,916	-	-	10,916
Fund balances, end of year	\$ 1,129,728	\$ 56,172	\$ 1,763,916	\$ 2,949,816

NORTH OLMSTED CITY SCHOOL DISTRICT
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 JUNE 30, 2010

	Food Service	Miscellaneous Local Projects	Rotary	Public Support Services	Other Grants
Assets					
Equity in pooled cash	\$ 301,753	\$ 750	\$ 168,578	\$ 749,442	\$ 194,133
Accounts receivable and other	2,502	-	1,543	-	-
Due from other governments	16,624	-	-	-	-
Inventories and supplies	31,353	-	-	-	-
Total assets	<u>\$ 352,232</u>	<u>\$ 750</u>	<u>\$ 170,121</u>	<u>\$ 749,442</u>	<u>\$ 194,133</u>
Liabilities and fund balances					
Liabilities					
Accounts and contracts payable	\$ 7,240	\$ -	\$ -	\$ 4,092	\$ 653
Accrued salaries, wages and benefits	63,746	-	-	-	-
Due to other governments	90,344	-	-	-	-
Interfund payable	-	-	-	-	-
Compensated absences	-	-	-	-	-
Total liabilities	<u>161,330</u>	<u>-</u>	<u>-</u>	<u>4,092</u>	<u>653</u>
Fund balances					
Reserved for inventories	31,353	-	-	-	-
Reserved for encumbrances	1,474	-	-	-	-
Unreserved	158,075	750	170,121	745,350	193,480
Total fund balances	<u>190,902</u>	<u>750</u>	<u>170,121</u>	<u>745,350</u>	<u>193,480</u>
Total liabilities and fund balances	<u>\$ 352,232</u>	<u>\$ 750</u>	<u>\$ 170,121</u>	<u>\$ 749,442</u>	<u>\$ 194,133</u>

<u>Athletic</u>	<u>Auxiliary Services</u>	<u>Education M.I.S.</u>	<u>Fiscal Stabilization</u>	<u>Data Communication</u>	<u>Schoolnet</u>	<u>Video Distance Learning</u>
\$ 100,698	\$ 36,173	\$ -	\$ 27,015	\$ 20,682	\$ 206	\$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 100,698</u>	<u>\$ 36,173</u>	<u>\$ -</u>	<u>\$ 27,015</u>	<u>\$ 20,682</u>	<u>\$ 206</u>	<u>\$ -</u>
\$ 2,862	\$ -	\$ -	\$ -	\$ 3,373	\$ -	\$ -
-	10,290	-	3,803	-	-	-
-	6,169	-	981	-	-	-
-	-	-	604	-	-	-
-	-	-	34,613	-	-	-
<u>2,862</u>	<u>16,459</u>	<u>-</u>	<u>40,001</u>	<u>3,373</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-	-
4,401	324	-	-	-	-	-
<u>93,435</u>	<u>19,390</u>	<u>-</u>	<u>(12,986)</u>	<u>17,309</u>	<u>206</u>	<u>-</u>
<u>97,836</u>	<u>19,714</u>	<u>-</u>	<u>(12,986)</u>	<u>17,309</u>	<u>206</u>	<u>-</u>
<u>\$ 100,698</u>	<u>\$ 36,173</u>	<u>\$ -</u>	<u>\$ 27,015</u>	<u>\$ 20,682</u>	<u>\$ 206</u>	<u>\$ -</u>

(CONTINUED)

NORTH OLMSTED CITY SCHOOL DISTRICT

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS

JUNE 30, 2010

(CONCLUDED)

	Limited English Proficiency	Parent Mentor Program	Alternative Education	Miscellaneous State Grants	Title V/IB
Assets					
Equity in pooled cash	\$ 35,024	\$ 4,258	\$ 395	\$ 35	\$ 180,738
Accounts receivable and other	-	-	-	-	-
Due from other governments	-	-	-	-	-
Inventories and supplies	-	-	-	-	-
Total assets	\$ 35,024	\$ 4,258	\$ 395	\$ 35	\$ 180,738
Liabilities and fund balances					
Liabilities					
Accounts and contracts payable	\$ -	\$ -	\$ -	\$ -	\$ 12,864
Accrued salaries, wages and benefits	-	3,238	-	-	62,462
Due to other governments	4	56,704	-	-	12,256
Interfund payable	37,981	12,629	-	-	274,696
Compensated absences	-	-	-	-	-
Total liabilities	37,985	72,571	-	-	362,278
Fund balances					
Reserved for inventories	-	-	-	-	-
Reserved for encumbrances	-	-	-	-	69,286
Unreserved	(2,961)	(68,313)	395	35	(250,826)
Total fund balances	(2,961)	(68,313)	395	35	(181,540)
Total liabilities and fund balances	\$ 35,024	\$ 4,258	\$ 395	\$ 35	\$ 180,738

Title I	Title V	Drug Free Schools	Preschool	Title II-A	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
\$ 293,591	\$ 1,340	\$ 4,775	\$ 27,021	\$ 89,185	\$ 9,824	\$ 2,245,616
-	-	-	-	-	-	4,045
-	-	-	-	-	-	16,624
-	-	-	-	-	-	31,353
<u>\$ 293,591</u>	<u>\$ 1,340</u>	<u>\$ 4,775</u>	<u>\$ 27,021</u>	<u>\$ 89,185</u>	<u>\$ 9,824</u>	<u>\$ 2,297,638</u>
\$ 640	\$ -	\$ -	\$ -	\$ 4,466	\$ 46	\$ 36,236
61,163	-	-	-	-	-	204,702
13,607	-	-	-	-	957	181,022
245,469	-	3,917	26,214	92,693	17,134	711,337
-	-	-	-	-	-	34,613
<u>320,879</u>	<u>-</u>	<u>3,917</u>	<u>26,214</u>	<u>97,159</u>	<u>18,137</u>	<u>1,167,910</u>
-	-	-	-	-	-	31,353
3,904	-	-	-	-	708	80,097
<u>(31,192)</u>	<u>1,340</u>	<u>858</u>	<u>807</u>	<u>(7,974)</u>	<u>(9,021)</u>	<u>1,018,278</u>
<u>(27,288)</u>	<u>1,340</u>	<u>858</u>	<u>807</u>	<u>(7,974)</u>	<u>(8,313)</u>	<u>1,129,728</u>
<u>\$ 293,591</u>	<u>\$ 1,340</u>	<u>\$ 4,775</u>	<u>\$ 27,021</u>	<u>\$ 89,185</u>	<u>\$ 9,824</u>	<u>\$ 2,297,638</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES—
 NONMAJOR SPECIAL REVENUES FUNDS
 FOR THE YEAR ENDED JUNE 30, 2010

	Food Service	Miscellaneous Local Projects	Rotary	Public Support Services	Other Grants
Revenues					
Interest	\$ 425	\$ -	\$ -	\$ -	\$ -
Intergovernmental	675,246	-	-	-	13,631
Charges for services	673,716	-	50,128	-	-
Extracurricular	-	-	-	156,042	-
Other	4,165	250	13,389	187,256	103,198
Total revenues	<u>1,353,552</u>	<u>250</u>	<u>63,517</u>	<u>343,298</u>	<u>116,829</u>
Expenditures					
Current					
Instruction					
Regular	-	-	(1,128)	373,528	30,020
Vocational	-	-	-	-	-
Supporting services					
Pupil	-	-	-	-	2,360
Instructional staff	-	-	-	-	-
Administration	-	-	-	1,859	-
Operation and maintenance	-	-	-	-	-
Pupil transportation	-	-	55,250	-	-
Central services	-	-	6,408	-	-
Operation of non-instructional services					
Food service operations	1,434,395	-	-	-	-
Community service	-	-	-	-	-
Extracurricular activities	-	-	-	9,689	-
Total expenditures	<u>1,434,395</u>	<u>-</u>	<u>60,530</u>	<u>385,076</u>	<u>32,380</u>
Excess revenues over expenditures	<u>(80,843)</u>	<u>250</u>	<u>2,987</u>	<u>(41,778)</u>	<u>84,449</u>
Other financing sources (uses)					
Transfers-in	150,000	-	20,000	670,000	-
Total other financing sources (uses)	<u>150,000</u>	<u>-</u>	<u>20,000</u>	<u>670,000</u>	<u>-</u>
Net change in fund balances	69,157	250	22,987	628,222	84,449
Fund balances, beginning of year	110,829	500	147,134	117,128	109,031
Increase in reserve for inventory	10,916	-	-	-	-
Fund balances, end of year	<u>\$ 190,902</u>	<u>\$ 750</u>	<u>\$ 170,121</u>	<u>\$ 745,350</u>	<u>\$ 193,480</u>

Athletic	Auxiliary Services	Education M.I.S.	Fiscal Stabilization	Data Communication	Schoolnet	Video Distance Learning
\$ -	\$ 81	\$ -	\$ -	\$ -	\$ -	\$ -
-	307,787	7,670	430,673	20,577	-	-
-	-	-	-	-	-	-
224,803	-	-	-	-	-	-
(3,393)	-	-	-	-	-	-
<u>221,410</u>	<u>307,868</u>	<u>7,670</u>	<u>430,673</u>	<u>20,577</u>	<u>-</u>	<u>-</u>
-	-	-	28,693	-	-	893
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	241,452	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	8,392	173,514	20,577	-	-
-	-	-	-	-	-	-
-	277,724	-	-	-	-	-
<u>238,220</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>238,220</u>	<u>277,724</u>	<u>8,392</u>	<u>443,659</u>	<u>20,577</u>	<u>-</u>	<u>893</u>
<u>(16,810)</u>	<u>30,144</u>	<u>(722)</u>	<u>(12,986)</u>	<u>-</u>	<u>-</u>	<u>(893)</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>(16,810)</u>	<u>30,144</u>	<u>(722)</u>	<u>(12,986)</u>	<u>-</u>	<u>-</u>	<u>(893)</u>
114,646	(10,430)	722	-	17,309	206	893
-	-	-	-	-	-	-
<u>\$ 97,836</u>	<u>\$ 19,714</u>	<u>\$ -</u>	<u>\$ (12,986)</u>	<u>\$ 17,309</u>	<u>\$ 206</u>	<u>\$ -</u>

(CONTINUED)

NORTH OLMSTED CITY SCHOOL DISTRICT
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES—
 NONMAJOR SPECIAL REVENUES FUNDS
 FOR THE YEAR ENDED JUNE 30, 2010

(CONCLUDED)

	Limited English Proficiency	Parent Mentor Program	Alternative Education	Miscellaneous State Grants	Title V/IB
Revenues					
Interest	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	64,778	15,083	71,753	-	1,341,575
Charges for services	-	-	-	-	-
Extracurricular	-	-	-	-	-
Other	-	-	-	-	-
Total revenues	<u>64,778</u>	<u>15,083</u>	<u>71,753</u>	<u>-</u>	<u>1,341,575</u>
Expenditures					
Current					
Instruction					
Regular	5,893	-	54,232	2,965	153,911
Vocational	-	-	-	-	-
Supporting services					
Pupil	49,661	-	17,126	9,626	1,248,347
Instructional staff	12,342	21,522	-	-	21,507
Administration	-	-	-	-	-
Operation and maintenance	-	-	-	-	-
Pupil transportation	-	-	-	-	24,363
Central services	-	-	-	-	-
Operation of non-instructional services					
Food service operations	-	-	-	-	-
Community service	-	62,951	-	-	53,639
Extracurricular activities	-	-	-	-	-
Total expenditures	<u>67,896</u>	<u>84,473</u>	<u>71,358</u>	<u>12,591</u>	<u>1,501,767</u>
Excess revenues over expenditures	<u>(3,118)</u>	<u>(69,390)</u>	<u>395</u>	<u>(12,591)</u>	<u>(160,192)</u>
Other financing sources (uses)					
Transfers-in	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
expenditures and other sources	<u>(3,118)</u>	<u>(69,390)</u>	<u>395</u>	<u>(12,591)</u>	<u>(160,192)</u>
Fund balances, beginning of year	157	1,077	-	12,626	(21,348)
Decrease in reserve for inventory	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, end of year	<u>\$ (2,961)</u>	<u>\$ (68,313)</u>	<u>\$ 395</u>	<u>\$ 35</u>	<u>\$ (181,540)</u>

Title I	Title V	Drug Free Schools	Preschool	Title II-A	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 506
636,379	2,741	12,475	28,633	101,076	21,110	3,751,187
-	-	-	-	-	-	723,844
-	-	-	-	-	-	380,845
-	-	-	-	-	-	304,865
<u>636,379</u>	<u>2,741</u>	<u>12,475</u>	<u>28,633</u>	<u>101,076</u>	<u>21,110</u>	<u>5,161,247</u>
586,495	2,741	446	5,742	125,596	23,367	1,393,394
-	-	-	-	-	957	957
8,810	-	6,800	22,684	-	3,099	1,368,513
6,073	-	1,920	-	-	-	304,816
30,000	-	-	-	-	-	31,859
-	-	3,258	-	-	-	3,258
-	-	-	-	-	2,000	81,613
-	-	-	-	-	-	208,891
-	-	-	-	-	-	1,434,395
19,112	-	-	-	294	-	413,720
-	-	-	-	-	-	247,909
<u>650,490</u>	<u>2,741</u>	<u>12,424</u>	<u>28,426</u>	<u>125,890</u>	<u>29,423</u>	<u>5,489,325</u>
<u>(14,111)</u>	<u>-</u>	<u>51</u>	<u>207</u>	<u>(24,814)</u>	<u>(8,313)</u>	<u>(328,078)</u>
-	-	-	-	-	-	840,000
-	-	-	-	-	-	840,000
(14,111)	-	51	207	(24,814)	(8,313)	511,922
(13,177)	1,340	807	600	16,840	-	606,890
-	-	-	-	-	-	10,916
<u>\$ (27,288)</u>	<u>\$ 1,340</u>	<u>\$ 858</u>	<u>\$ 807</u>	<u>\$ (7,974)</u>	<u>\$ (8,313)</u>	<u>\$ 1,129,728</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
STATEMENT OF CHANGES IN FIDUCIARY ASSETS AND LIABILITIES
AGENCY FUND
FOR THE YEAR ENDED JUNE 30, 2010

	Beginning Balance, June 30, 2009	Additions	Deductions	Ending Balance, June 30, 2010
Assets				
Equity in pooled cash	\$ 120,770	\$ 242,765	\$ 252,668	\$ 110,867
Total assets	<u>120,770</u>	<u>242,765</u>	<u>252,668</u>	<u>110,867</u>
Liabilities				
Accounts payable	24,107	264	24,107	264
Due to students	96,663	242,501	228,561	110,603
Total liabilities	<u>\$ 120,770</u>	<u>\$ 242,765</u>	<u>\$ 252,668</u>	<u>\$ 110,867</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2010

	GENERAL FUND			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Taxes	\$ 34,179,000	\$ 32,792,328	\$ 33,046,660	\$ 254,332
Tuition and fees	605,000	713,000	732,161	19,161
Interest	120,000	64,000	63,155	(845)
Intergovernmental	13,870,000	14,077,000	14,069,570	(7,430)
Other	232,000	352,000	341,148	(10,852)
Total revenues	<u>49,006,000</u>	<u>47,998,328</u>	<u>48,252,694</u>	<u>254,366</u>
Expenditures				
Current				
Instruction				
Regular				
Salaries	16,161,000	16,260,600	16,150,999	109,601
Benefits	5,817,861	5,845,700	5,740,967	104,733
Purchased services	706,020	843,373	812,881	30,492
Materials and supplies	374,118	362,658	329,133	33,525
Capital outlay	27,142	23,025	22,569	456
Other	28,250	28,750	28,699	51
Total regular	<u>23,114,391</u>	<u>23,364,106</u>	<u>23,085,248</u>	<u>278,858</u>
Special				
Salaries	5,173,000	5,190,500	5,165,451	25,049
Benefits	1,862,248	1,874,300	1,848,584	25,716
Purchased services	400,000	498,519	431,000	67,519
Materials and supplies	39,735	39,641	5,043	34,598
Total special	<u>7,474,983</u>	<u>7,602,960</u>	<u>7,450,078</u>	<u>152,882</u>
Vocational				
Salaries	374,900	328,300	328,220	80
Benefits	134,962	118,900	117,186	1,714
Purchased services	1,500	1,583	1,483	100
Materials and supplies	8,286	17,557	15,810	1,747
Total vocational	<u>519,648</u>	<u>466,340</u>	<u>462,699</u>	<u>3,641</u>
Other instruction				
Salaries	54,000	56,000	51,256	4,744
Benefits	19,440	18,500	18,300	200
Purchased services	320,000	295,000	277,819	17,181
Total other instruction	<u>393,440</u>	<u>369,500</u>	<u>347,375</u>	<u>22,125</u>
Total instruction	<u>31,502,462</u>	<u>31,802,906</u>	<u>31,345,400</u>	<u>457,506</u>

(CONTINUED)

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Supporting services				
Pupil				
Salaries	2,520,600	2,487,400	2,468,431	18,969
Benefits	907,401	895,800	883,625	12,175
Purchased services	237,000	238,696	236,267	2,429
Materials and supplies	33,800	39,903	23,324	16,579
Total pupil	<u>3,698,801</u>	<u>3,661,799</u>	<u>3,611,647</u>	<u>50,152</u>
Instructional staff				
Salaries	773,500	760,600	743,115	17,485
Benefits	278,455	272,300	268,605	3,695
Purchased services	99,900	107,167	69,346	37,821
Materials and supplies	74,093	75,014	52,569	22,445
Capital outlay	9,773	14,764	14,688	76
Other	5,840	5,840	4,847	993
Total instructional staff	<u>1,241,561</u>	<u>1,235,685</u>	<u>1,153,170</u>	<u>82,515</u>
Board of education				
Salaries	22,000	22,000	20,060	1,940
Benefits	7,920	3,100	3,056	44
Purchased services	230,000	314,454	295,316	19,138
Total board of education	<u>259,920</u>	<u>339,554</u>	<u>318,432</u>	<u>21,122</u>
Administration				
Salaries	2,329,900	2,367,600	2,355,849	11,751
Benefits	843,050	853,900	842,325	11,575
Purchased services	34,400	27,713	19,917	7,796
Materials and supplies	26,435	24,777	16,920	7,857
Capital outlay	1,000	200	149	51
Other	16,000	16,000	12,093	3,907
Total administration	<u>3,250,785</u>	<u>3,290,190</u>	<u>3,247,253</u>	<u>42,937</u>
Fiscal services				
Salaries	379,600	375,500	370,622	4,878
Benefits	136,654	184,009	182,096	1,913
Purchased services	3,600	7,200	4,517	2,683
Materials and supplies	8,000	8,000	5,213	2,787
Capital outlay	20,937	2,337	2,319	18
Other	645,000	620,520	598,163	22,357
Total fiscal services	<u>1,193,791</u>	<u>1,197,566</u>	<u>1,162,930</u>	<u>34,636</u>
Business				
Salaries	28,900	28,900	28,856	44
Benefits	10,404	10,600	10,442	158
Purchased services	105,350	111,625	101,555	10,070
Total business	<u>144,654</u>	<u>151,125</u>	<u>140,853</u>	<u>10,272</u>

(CONTINUED)

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2010

GENERAL FUND - (CONTINUED)

	Budget Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Operation and maintenance				
Salaries	2,084,700	2,102,200	2,068,939	33,261
Benefits	757,679	763,800	757,761	6,039
Purchased services	1,368,462	1,397,166	1,180,616	216,550
Materials and supplies	174,000	188,652	178,008	10,644
Capital outlay	2,000	1,300	1,279	21
Other	73,500	62,200	46,658	15,542
Total operation and maintenance	<u>4,460,341</u>	<u>4,515,318</u>	<u>4,233,261</u>	<u>282,057</u>
Pupil transportation				
Salaries	1,157,200	1,118,000	1,105,769	12,231
Benefits	423,185	413,200	407,853	5,347
Purchased services	301,000	365,560	356,581	8,979
Materials and supplies	275,850	267,165	244,066	23,099
Capital outlay	500	6,977	6,977	-
Total pupil transportation	<u>2,157,735</u>	<u>2,170,902</u>	<u>2,121,246</u>	<u>49,656</u>
Central services				
Salaries	504,700	465,400	424,389	41,011
Benefits	215,389	189,800	187,631	2,169
Purchased services	257,468	335,209	305,390	29,819
Materials and supplies	135,683	143,306	66,927	76,379
Capital outlay	20,148	148	-	148
Total central services	<u>1,133,388</u>	<u>1,133,863</u>	<u>984,337</u>	<u>149,526</u>
Total supporting services	<u>17,540,976</u>	<u>17,696,002</u>	<u>16,973,129</u>	<u>722,873</u>
Operation of non-instructional				
Food service operation				
Salaries	57,600	59,000	57,335	1,665
Benefits	20,736	21,000	20,748	252
Materials and supplies	-	4,995	-	4,995
Capital outlay	-	50,000	50,000	-
Total food service operation	<u>78,336</u>	<u>134,995</u>	<u>128,083</u>	<u>6,912</u>
Community services				
Purchased services	32,000	32,000	24,367	7,633
Total community services	<u>32,000</u>	<u>32,000</u>	<u>24,367</u>	<u>7,633</u>
Total operation of non-instructional	<u>110,336</u>	<u>166,995</u>	<u>152,450</u>	<u>14,545</u>
Extracurricular activities				
Academic and subject oriented				
Salaries	347,200	313,800	295,769	18,031
Benefits	124,990	107,600	106,154	1,446
Capital outlay	3,437	3,437	-	3,437
Total academic and subject oriented	<u>475,627</u>	<u>424,837</u>	<u>401,923</u>	<u>22,914</u>

(CONTINUED)

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2010

GENERAL FUND - (CONCLUDED)

	Budget Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Sports oriented				
Salaries	646,200	662,200	658,080	4,120
Benefits	232,628	239,500	236,251	3,249
Purchased services	26,300	23,800	13,289	10,511
Capital outlay	4,063	4,063	4,063	-
Other	-	4,400	4,400	-
Total sports oriented	<u>909,191</u>	<u>933,963</u>	<u>916,083</u>	<u>17,880</u>
Total extracurricular activities	<u>1,384,818</u>	<u>1,358,800</u>	<u>1,318,006</u>	<u>40,794</u>
Capital outlay				
Total expenditures	<u>50,538,592</u>	<u>51,024,703</u>	<u>49,788,985</u>	<u>1,235,718</u>
Excess (deficiency) of revenues over expenditures	<u>(1,532,592)</u>	<u>(3,026,375)</u>	<u>(1,536,291)</u>	<u>1,490,084</u>
Other financing sources (uses)				
Advances-in	594,000	593,806	593,806	-
Refund prior year expenditure	-	-	530	530
Advances-out	(620,000)	(745,000)	(731,336)	13,664
Transfers-out	(503,000)	(840,000)	(840,000)	-
Total other financing sources (uses)	<u>(529,000)</u>	<u>(991,194)</u>	<u>(977,000)</u>	<u>14,194</u>
Net change in fund balance	(2,061,592)	(4,017,569)	(2,513,291)	1,504,278
Fund balance, beginning of year	11,159,841	11,159,841	11,159,841	-
Prior year encumbrances appropriated	<u>334,806</u>	<u>334,806</u>	<u>334,806</u>	<u>-</u>
Fund balance, end of year	<u>\$ 9,433,055</u>	<u>\$ 7,477,078</u>	<u>\$ 8,981,356</u>	<u>\$ 1,504,278</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2010

	FOOD SERVICE FUND			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Interest	\$ 700	\$ 700	\$ 425	\$ (275)
Charges for services	720,620	669,151	671,214	2,063
Intergovernmental	603,720	714,500	719,638	5,138
Other	2,000	4,000	4,165	165
Total revenues	<u>1,327,040</u>	<u>1,388,351</u>	<u>1,395,442</u>	<u>7,091</u>
Expenditures				
Current				
Operation of non-instructional				
Food service operation				
Salaries	491,048	463,625	437,765	25,860
Benefits	247,081	251,081	228,048	23,033
Purchased services	705,080	720,000	714,561	5,439
Materials and supplies	4,200	4,200	3,036	1,164
Total food service operation	<u>1,447,409</u>	<u>1,438,906</u>	<u>1,383,410</u>	<u>55,496</u>
Total operation of non-instructional	<u>1,447,409</u>	<u>1,438,906</u>	<u>1,383,410</u>	<u>55,496</u>
Total expenditures	<u>1,447,409</u>	<u>1,438,906</u>	<u>1,383,410</u>	<u>55,496</u>
Excess (deficiency) of revenues over expenditures	<u>(120,369)</u>	<u>(50,555)</u>	<u>12,032</u>	<u>62,587</u>
Other financing sources (uses)				
Transfers-in	-	150,000	150,000	-
Advances-in	135,000	-	-	-
Total other financing sources (uses)	<u>135,000</u>	<u>150,000</u>	<u>150,000</u>	<u>-</u>
Net change in fund balance	14,631	99,445	162,032	62,587
Fund balance, beginning of year	131,007	131,007	131,007	-
Prior year encumbrances appropriated	-	-	-	-
Fund balance, end of year	<u>\$ 145,638</u>	<u>\$ 230,452</u>	<u>\$ 293,039</u>	<u>\$ 62,587</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
 BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2010

MISCELLANEOUS LOCAL PROJECTS FUND

	Budget Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Other	-	\$ -	\$ 250	\$ 250
Total revenues	-	-	250	250
Net change in fund balance	-	-	250	250
Fund balance, beginning of year	500	500	500	-
Prior year encumbrances appropriated	-	-	-	-
Fund balance, end of year	<u>\$ 500</u>	<u>\$ 500</u>	<u>\$ 750</u>	<u>\$ 250</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2010

	ROTARY FUND			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Charges for services	\$ 60,000	\$ 50,000	\$ 50,128	\$ 128
Other	5,200	11,700	11,846	146
Total revenues	<u>65,200</u>	<u>61,700</u>	<u>61,974</u>	<u>274</u>
Expenditures				
Current				
Supporting services				
Pupil transportation				
Purchased services	70,000	56,000	55,250	750
Total pupil transportation	<u>70,000</u>	<u>56,000</u>	<u>55,250</u>	<u>750</u>
Central services				
Purchased services	3,908	6,408	6,408	-
Total central services	<u>3,908</u>	<u>6,408</u>	<u>6,408</u>	<u>-</u>
Total supporting services	<u>73,908</u>	<u>62,408</u>	<u>61,658</u>	<u>750</u>
Capital outlay				
Total expenditures	<u>73,908</u>	<u>62,408</u>	<u>61,658</u>	<u>750</u>
Excess (deficiency) of revenues over expenditures	<u>(8,708)</u>	<u>(708)</u>	<u>316</u>	<u>1,024</u>
Other financing sources (uses)				
Transfers-in	20,000	20,000	20,000	-
Total other financing sources (uses)	<u>20,000</u>	<u>20,000</u>	<u>20,000</u>	<u>-</u>
Net change in fund balance	11,292	19,292	20,316	1,024
Fund balance, beginning of year	147,262	147,262	147,262	-
Prior year encumbrances appropriated	<u>1,000</u>	<u>1,000</u>	<u>1,000</u>	<u>-</u>
Fund balance, end of year	<u>\$ 159,554</u>	<u>\$ 167,554</u>	<u>\$ 168,578</u>	<u>\$ 1,024</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2010

PUBLIC SUPPORT SERVICES FUND

	Budget Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Extracurricular	\$ 216,350	\$ 155,822	\$ 156,042	\$ 220
Other	311,868	184,170	187,256	3,086
Total revenues	<u>528,218</u>	<u>339,992</u>	<u>343,298</u>	<u>3,306</u>
Expenditures				
Current				
Instruction				
Regular				
Salaries	-	1,200	1,108	92
Purchased services	73,100	31,125	24,580	6,545
Materials and supplies	192,387	175,992	159,991	16,001
Capital outlay	20,700	19,984	18,134	1,850
Other	270,890	190,954	178,181	12,773
Total regular	<u>557,077</u>	<u>419,255</u>	<u>381,994</u>	<u>37,261</u>
Total instruction	<u>557,077</u>	<u>419,255</u>	<u>381,994</u>	<u>37,261</u>
Supporting services				
Instructional staff				
Materials and supplies	1,300	-	-	-
Total instructional staff	<u>1,300</u>	<u>-</u>	<u>-</u>	<u>-</u>
Administration				
Materials and supplies	2,000	3,000	1,822	1,178
Total administration	<u>2,000</u>	<u>3,000</u>	<u>1,822</u>	<u>1,178</u>
Total supporting services	<u>3,300</u>	<u>3,000</u>	<u>1,822</u>	<u>1,178</u>
Extracurricular activities				
Sports oriented				
Other	14,000	9,689	9,689	-
Total sports oriented	<u>14,000</u>	<u>9,689</u>	<u>9,689</u>	<u>-</u>
Total extracurricular activities	<u>14,000</u>	<u>9,689</u>	<u>9,689</u>	<u>-</u>
Total expenditures	<u>574,377</u>	<u>431,944</u>	<u>393,505</u>	<u>38,439</u>
Excess (deficiency) of revenues over expenditures	<u>(46,159)</u>	<u>(91,952)</u>	<u>(50,207)</u>	<u>41,745</u>
Other financing sources (uses)				
Transfers-in	-	670,000	670,000	-
Total other financing sources (uses)	<u>-</u>	<u>670,000</u>	<u>670,000</u>	<u>-</u>
Net change in fund balance	(46,159)	578,048	619,793	41,745
Fund balance, beginning of year	111,217	111,217	111,217	-
Prior year encumbrances appropriated	<u>15,016</u>	<u>15,016</u>	<u>15,016</u>	<u>-</u>
Fund balance, end of year	<u>\$ 80,074</u>	<u>\$ 704,281</u>	<u>\$ 746,026</u>	<u>\$ 41,745</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2010

	OTHER GRANTS FUND			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental	\$ 13,850	\$ 13,300	\$ 13,631	\$ 331
Other	-	102,852	103,198	346
Total revenues	<u>13,850</u>	<u>116,152</u>	<u>116,829</u>	<u>677</u>
Expenditures				
Current				
Instruction				
Regular				
Salaries	50	50	-	50
Purchased services	8,029	8,029	4,753	3,276
Materials and supplies	5,308	14,158	5,580	8,578
Other	20,044	27,045	19,184	7,861
Total regular	<u>33,431</u>	<u>49,282</u>	<u>29,517</u>	<u>19,765</u>
Total instruction	<u>33,431</u>	<u>49,282</u>	<u>29,517</u>	<u>19,765</u>
Supporting services				
Pupil				
Purchased services	2,440	2,440	2,325	115
Materials and supplies	35	35	35	-
Total pupil	<u>2,475</u>	<u>2,475</u>	<u>2,360</u>	<u>115</u>
Instructional staff				
Materials and supplies	23	23	-	23
Total instructional staff	<u>23</u>	<u>23</u>	<u>-</u>	<u>23</u>
Total supporting services	<u>2,498</u>	<u>2,498</u>	<u>2,360</u>	<u>138</u>
Total expenditures	<u>35,929</u>	<u>51,780</u>	<u>31,877</u>	<u>19,903</u>
Net change in fund balance	(22,079)	64,372	84,952	20,580
Fund balance, beginning of year	108,181	108,181	108,181	-
Prior year encumbrances appropriated	1,000	1,000	1,000	-
Fund balance, end of year	<u>\$ 87,102</u>	<u>\$ 173,553</u>	<u>\$ 194,133</u>	<u>\$ 20,580</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2010

	ATHLETIC FUND			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Extracurricular	\$ 388,110	\$ 224,402	\$ 224,803	\$ 401
Other	-	1,926	1,926	-
Total revenues	<u>388,110</u>	<u>226,328</u>	<u>226,729</u>	<u>401</u>
Expenditures				
Current				
Extracurricular activities				
Sports oriented				
Purchased services	48,400	40,000	39,254	746
Materials and supplies	8,400	4,120	3,917	203
Other	261,400	223,310	169,669	53,641
Total sports oriented	<u>318,200</u>	<u>267,430</u>	<u>212,840</u>	<u>54,590</u>
Total extracurricular activities	<u>318,200</u>	<u>267,430</u>	<u>212,840</u>	<u>54,590</u>
Capital outlay	49,900	34,000	33,453	547
Total expenditures	<u>368,100</u>	<u>301,430</u>	<u>246,293</u>	<u>55,137</u>
Excess (deficiency) of revenues over expenditures	<u>20,010</u>	<u>(75,102)</u>	<u>(19,564)</u>	<u>55,538</u>
Other financing sources (uses)				
Advances-in	-	20,000	20,000	-
Advances-out	-	(20,000)	(20,000)	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	20,010	(75,102)	(19,564)	55,538
Fund balance, beginning of year	103,918	103,918	103,918	-
Prior year encumbrances appropriated	<u>9,080</u>	<u>9,080</u>	<u>9,080</u>	<u>-</u>
Fund balance, end of year	<u>\$ 133,008</u>	<u>\$ 37,896</u>	<u>\$ 93,434</u>	<u>\$ 55,538</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2010

	AUXILIARY SERVICES FUND			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Interest	\$ 600	\$ 73	\$ 81	\$ 8
Intergovernmental	302,564	307,786	307,786	-
Total revenues	<u>303,164</u>	<u>307,859</u>	<u>307,867</u>	<u>8</u>
Expenditures				
Current				
Operation of non-instructional				
Community services				
Salaries	67,029	67,029	55,748	11,281
Benefits	30,679	25,676	21,837	3,839
Purchased services	81,666	66,700	63,385	3,315
Materials and supplies	62,060	86,794	69,524	17,270
Other	13,890	12,314	12,314	-
Total community services	<u>255,324</u>	<u>258,513</u>	<u>222,808</u>	<u>35,705</u>
Total operation of non-instructional	<u>255,324</u>	<u>258,513</u>	<u>222,808</u>	<u>35,705</u>
Capital outlay	47,841	62,767	62,631	136
Total expenditures	<u>303,165</u>	<u>321,280</u>	<u>285,439</u>	<u>35,841</u>
Net change in fund balance	(1)	(13,421)	22,428	35,849
Fund balance, beginning of year	-	-	-	-
Prior year encumbrances appropriated	<u>13,421</u>	<u>13,421</u>	<u>13,421</u>	<u>-</u>
Fund balance, end of year	<u>\$ 13,420</u>	<u>\$ -</u>	<u>\$ 35,849</u>	<u>\$ 35,849</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2010

	EDUCATION M.I.S. FUND			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental	\$ 12,000	\$ 7,670	\$ 7,670	\$ -
Total revenues	<u>12,000</u>	<u>7,670</u>	<u>7,670</u>	<u>-</u>
Expenditures				
Current				
Supporting services				
Central services				
Purchased services	12,000	20,212	20,212	-
Total central services	<u>12,000</u>	<u>20,212</u>	<u>20,212</u>	<u>-</u>
Total supporting services	<u>12,000</u>	<u>20,212</u>	<u>20,212</u>	<u>-</u>
Total expenditures	<u>12,000</u>	<u>20,212</u>	<u>20,212</u>	<u>-</u>
Net change in fund balance	-	(12,542)	(12,542)	-
Fund balance, beginning of year	-	-	-	-
Prior year encumbrances appropriated	<u>12,542</u>	<u>12,542</u>	<u>12,542</u>	<u>-</u>
Fund balance, end of year	<u>\$ 12,542</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2010

	FISCAL STABILIZATION FUND			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental	\$ 434,164	\$ 431,277	\$ 430,673	\$ (604)
Total revenues	434,164	431,277	430,673	(604)
Expenditures				
Current				
Instruction				
Regular				
Purchased services	-	28,693	28,693	-
Total regular	-	28,693	28,693	-
Total instruction	-	28,693	28,693	-
Supporting services				
Instructional staff				
Salaries	115,054	122,454	109,229	13,225
Benefits	68,400	43,810	43,810	-
Purchased services	55,448	63,495	54,433	9,062
Total instructional staff	238,902	229,759	207,472	22,287
Central services				
Benefits	52,462	43,220	43,220	-
Purchased services	142,800	129,605	124,877	4,728
Total central services	195,262	172,825	168,097	4,728
Total supporting services	434,164	402,584	375,569	27,015
Total expenditures	434,164	431,277	404,262	27,015
Excess (deficiency) of revenues over expenditures	-	-	26,411	26,411
Other financing sources (uses)				
Advances-out	-	-	604	604
Total other financing sources (uses)	-	-	604	604
Net change in fund balance	-	-	27,015	27,015
Fund balance, beginning of year	-	-	-	-
Prior year encumbrances appropriated	-	-	-	-
Fund balance, end of year	\$ -	\$ -	\$ 27,015	\$ 27,015

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2010

DATA COMMUNICATION FUND

	Budget Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 20,577	\$ 20,577	\$ 20,577	\$ -
Total revenues	<u>20,577</u>	<u>20,577</u>	<u>20,577</u>	<u>-</u>
Expenditures				
Current				
Supporting services				
Business				
Purchased services	1,600	1,600	-	1,600
Total business	<u>1,600</u>	<u>1,600</u>	<u>-</u>	<u>1,600</u>
Central services				
Purchased services	-	26,150	26,130	20
Total central services	<u>-</u>	<u>26,150</u>	<u>26,130</u>	<u>20</u>
Total supporting services	<u>1,600</u>	<u>27,750</u>	<u>26,130</u>	<u>1,620</u>
Capital outlay	15,271	15,271	-	15,271
Total expenditures	<u>16,871</u>	<u>43,021</u>	<u>26,130</u>	<u>16,891</u>
Excess (deficiency) of revenues over expenditures	<u>3,706</u>	<u>(22,444)</u>	<u>(5,553)</u>	<u>16,891</u>
Other financing sources (uses)				
Refund of prior year receipts	(418)	(418)	-	418
Total other financing sources (uses)	<u>(418)</u>	<u>(418)</u>	<u>-</u>	<u>418</u>
Net change in fund balance	3,288	(22,862)	(5,553)	17,309
Fund balance, beginning of year	17,288	17,288	17,288	-
Prior year encumbrances appropriated	<u>5,574</u>	<u>5,574</u>	<u>5,574</u>	<u>-</u>
Fund balance, end of year	<u>\$ 26,150</u>	<u>\$ -</u>	<u>\$ 17,309</u>	<u>\$ 17,309</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
 BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 2010

	SCHOOLNET FUND			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Other financing sources (uses)				
Refund of prior year receipts	\$ (206)	\$ (206)	\$ -	\$ 206
Total other financing sources (uses)	<u>(206)</u>	<u>(206)</u>	<u>-</u>	<u>206</u>
Net change in fund balance	(206)	(206)	-	206
Fund balance, beginning of year	206	206	206	-
Prior year encumbrances appropriated	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 206</u>	<u>\$ 206</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2010

VIDEO DISTANCE LEARNING FUND

	Budget Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Other financing sources (uses)				
Refund prior year receipt	\$ (893)	\$ (893)	\$ (893)	\$ -
Total other financing sources (uses)	<u>(893)</u>	<u>(893)</u>	<u>(893)</u>	<u>-</u>
Net change in fund balance	(893)	(893)	(893)	-
Fund balance, beginning of year	893	893	893	-
Prior year encumbrances appropriated	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2010

LIMITED ENGLISH PROFICIENCY FUND

	Budget Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 101,807	\$ 104,820	\$ 66,840	\$ (37,980)
Total revenues	<u>101,807</u>	<u>104,820</u>	<u>66,840</u>	<u>(37,980)</u>
Expenditures				
Current				
Instruction				
Regular				
Salaries	4,700	4,700	3,981	719
Benefits	800	800	655	145
Materials and supplies	7,805	8,000	1,257	6,743
Capital outlay	4,500	3,000	-	3,000
Total regular	<u>17,805</u>	<u>16,500</u>	<u>5,893</u>	<u>10,607</u>
Total instruction	<u>17,805</u>	<u>16,500</u>	<u>5,893</u>	<u>10,607</u>
Supporting services				
Pupil				
Salaries	20,450	38,485	38,485	-
Benefits	3,944	7,169	7,169	-
Purchased services	12,488	12,612	4,007	8,605
Materials and supplies	1,505	1,500	-	1,500
Total pupil	<u>38,387</u>	<u>59,766</u>	<u>49,661</u>	<u>10,105</u>
Instructional staff				
Salaries	11,120	5,207	4,325	882
Benefits	4,458	694	684	10
Purchased services	25,635	20,251	7,332	12,919
Materials and supplies	1,500	500	-	500
Total instructional staff	<u>42,713</u>	<u>26,652</u>	<u>12,341</u>	<u>14,311</u>
Pupil transportation				
Materials and supplies	1,000	-	-	-
Total pupil transportation	<u>1,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total supporting services	<u>82,100</u>	<u>86,418</u>	<u>62,002</u>	<u>24,416</u>
Total expenditures	<u>99,905</u>	<u>102,918</u>	<u>67,895</u>	<u>35,023</u>
Excess (deficiency) of revenues over expenditures	<u>1,902</u>	<u>1,902</u>	<u>(1,055)</u>	<u>(2,957)</u>
Other financing sources (uses)				
Advances-in	-	-	37,981	37,981
Advances-out	(30,513)	(30,513)	(30,513)	-
Total other financing sources (uses)	<u>(30,513)</u>	<u>(30,513)</u>	<u>7,468</u>	<u>37,981</u>
Net change in fund balance	(28,611)	(28,611)	6,413	35,024
Fund balance, beginning of year	28,611	28,611	28,611	-
Prior year encumbrances appropriated	-	-	-	-
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 35,024</u>	<u>\$ 35,024</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2010

PARENT MENTOR PROGRAM FUND

	Budget Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 27,740	\$ 27,713	\$ 15,083	\$ (12,630)
Total revenues	<u>27,740</u>	<u>27,713</u>	<u>15,083</u>	<u>(12,630)</u>
Expenditures				
Current				
Supporting services				
Instructional staff				
Salaries	26,648	26,087	21,612	4,475
Benefits	2,158	2,692	2,908	(216)
Total instructional staff	<u>28,806</u>	<u>28,779</u>	<u>24,520</u>	<u>4,259</u>
Total supporting services	<u>28,806</u>	<u>28,779</u>	<u>24,520</u>	<u>4,259</u>
Total expenditures	<u>28,806</u>	<u>28,779</u>	<u>24,520</u>	<u>4,259</u>
Excess (deficiency) of revenues over expenditures	<u>(1,066)</u>	<u>(1,066)</u>	<u>(9,437)</u>	<u>(8,371)</u>
Other financing sources (uses)				
Advances-in	-	-	12,629	12,629
Refund prior year receipts	(6,294)	(6,294)	(6,294)	-
Advances-out	<u>(2,740)</u>	<u>(2,740)</u>	<u>(2,740)</u>	<u>-</u>
Total other financing sources (uses)	<u>(9,034)</u>	<u>(9,034)</u>	<u>3,595</u>	<u>12,629</u>
Net change in fund balance	(10,100)	(10,100)	(5,842)	4,258
Fund balance, beginning of year	10,100	10,100	10,100	-
Prior year encumbrances appropriated	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,258</u>	<u>\$ 4,258</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2010

ALTERNATIVE EDUCATION FUND

	Budget Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 71,358	\$ 71,753	\$ 71,753	\$ -
Total revenues	<u>71,358</u>	<u>71,753</u>	<u>71,753</u>	<u>-</u>
Expenditures				
Current				
Instruction				
Regular				
Purchased services	51,952	54,232	54,232	-
Total regular	<u>51,952</u>	<u>54,232</u>	<u>54,232</u>	<u>-</u>
Total instruction	<u>51,952</u>	<u>54,232</u>	<u>54,232</u>	<u>-</u>
Supporting services				
Pupil				
Purchased services	19,406	17,521	17,126	395
Total pupil	<u>19,406</u>	<u>17,521</u>	<u>17,126</u>	<u>395</u>
Total supporting services	<u>19,406</u>	<u>17,521</u>	<u>17,126</u>	<u>395</u>
Total expenditures	<u>71,358</u>	<u>71,753</u>	<u>71,358</u>	<u>395</u>
Net change in fund balance	-	-	395	395
Fund balance, beginning of year	-	-	-	-
Prior year encumbrances appropriated	-	-	-	-
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 395</u>	<u>\$ 395</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2010

MISCELLANEOUS STATE GRANTS FUND

	Budget Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures				
Current				
Supporting services				
Pupil				
Salaries	\$ 356	\$ 401	\$ 401	\$ -
Benefits	43	66	66	-
Purchased services	8,174	250	250	-
Materials and supplies	789	-	-	-
Total pupil	<u>9,362</u>	<u>717</u>	<u>717</u>	<u>-</u>
Total supporting services	<u>9,362</u>	<u>717</u>	<u>717</u>	<u>-</u>
Capital outlay	<u>47</u>	<u>3,722</u>	<u>3,687</u>	<u>35</u>
Total expenditures	<u>9,409</u>	<u>4,439</u>	<u>4,404</u>	<u>35</u>
Excess (deficiency) of revenues over expenditures	<u>(9,409)</u>	<u>(4,439)</u>	<u>(4,404)</u>	<u>35</u>
Other financing sources (uses)				
Refund of prior year receipts	<u>-</u>	<u>(8,909)</u>	<u>(8,909)</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>(8,909)</u>	<u>(8,909)</u>	<u>-</u>
Net change in fund balance	(9,409)	(13,348)	(13,313)	35
Fund balance, beginning of year	9,408	9,408	9,408	-
Prior year encumbrances appropriated	<u>3,940</u>	<u>3,940</u>	<u>3,940</u>	<u>-</u>
Fund balance, end of year	<u>\$ 3,939</u>	<u>\$ -</u>	<u>\$ 35</u>	<u>\$ 35</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2010

	TITLE VIB FUND			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental	\$ 2,139,266	\$ 1,725,266	\$ 1,450,569	\$ (274,697)
Total revenues	<u>2,139,266</u>	<u>1,725,266</u>	<u>1,450,569</u>	<u>(274,697)</u>
Expenditures				
Current				
Instruction				
Regular				
Materials and supplies	108,172	66,387	54,308	12,079
Capital outlay	122,912	100,000	99,928	72
Total regular	<u>231,084</u>	<u>166,387</u>	<u>154,236</u>	<u>12,151</u>
Total instruction	<u>231,084</u>	<u>166,387</u>	<u>154,236</u>	<u>12,151</u>
Supporting services				
Pupil				
Salaries	365,387	412,283	359,501	52,782
Benefits	242,806	243,088	215,045	28,043
Purchased services	1,075,466	749,388	754,981	(5,593)
Materials and supplies	1,004	1,000	651	349
Total pupil	<u>1,684,663</u>	<u>1,405,759</u>	<u>1,330,178</u>	<u>75,581</u>
Instructional staff				
Salaries	12,914	14,087	13,738	349
Benefits	6,901	6,354	2,288	4,066
Purchased services	4,958	5,000	3,984	1,016
Materials and supplies	1,688	1,500	150	1,350
Total instructional staff	<u>26,461</u>	<u>26,941</u>	<u>20,160</u>	<u>6,781</u>
Pupil transportation				
Purchased services	20,000	25,608	24,378	1,230
Total pupil transportation	<u>20,000</u>	<u>25,608</u>	<u>24,378</u>	<u>1,230</u>
Total supporting services	<u>1,731,124</u>	<u>1,458,308</u>	<u>1,374,716</u>	<u>83,592</u>
Operation of non-instructional				
Community services				
Salaries	8,764	8,764	5,939	2,825
Purchased services	47,706	37,587	37,587	-
Materials and supplies	-	1,012	1,012	-
Total community services	<u>56,470</u>	<u>47,363</u>	<u>44,538</u>	<u>2,825</u>
Total operation of non-instructional	<u>56,470</u>	<u>47,363</u>	<u>44,538</u>	<u>2,825</u>
Capital outlay	<u>-</u>	<u>9,107</u>	<u>9,086</u>	<u>21</u>
Total expenditures	<u>2,018,678</u>	<u>1,681,165</u>	<u>1,582,576</u>	<u>98,589</u>
Excess (deficiency) of revenues over expenditures	<u>120,588</u>	<u>44,101</u>	<u>(132,007)</u>	<u>(176,108)</u>
Other financing sources (uses)				
Advances-in	-	-	274,696	274,696
Advances-out	<u>(286,524)</u>	<u>(286,524)</u>	<u>(286,524)</u>	<u>-</u>
Total other financing sources (uses)	<u>(286,524)</u>	<u>(286,524)</u>	<u>(11,828)</u>	<u>274,696</u>
Net change in fund balance	<u>(165,936)</u>	<u>(242,423)</u>	<u>(143,835)</u>	<u>98,588</u>
Fund balance, beginning of year	165,938	165,938	165,938	-
Prior year encumbrances appropriated	76,485	76,485	76,485	-
Fund balance, end of year	<u>\$ 76,487</u>	<u>\$ -</u>	<u>\$ 98,588</u>	<u>\$ 98,588</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2010

	TITLE I FUND			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental	\$ 1,299,936	\$ 957,787	\$ 712,319	\$ (245,468)
Total revenues	<u>1,299,936</u>	<u>957,787</u>	<u>712,319</u>	<u>(245,468)</u>
Expenditures				
Current				
Instruction				
Regular				
Salaries	563,625	606,335	417,634	188,701
Benefits	132,496	146,288	122,613	23,675
Purchased services	162,897	83,658	32,794	50,864
Materials and supplies	24,995	21,852	11,465	10,387
Total regular	<u>884,013</u>	<u>858,133</u>	<u>584,506</u>	<u>273,627</u>
Total instruction	<u>884,013</u>	<u>858,133</u>	<u>584,506</u>	<u>273,627</u>
Supporting services				
Pupil				
Salaries	5,873	5,873	5,873	-
Benefits	2,491	2,937	2,937	-
Purchased services	75,000	-	-	-
Total pupil	<u>83,364</u>	<u>8,810</u>	<u>8,810</u>	<u>-</u>
Instructional staff				
Purchased services	80,315	10,094	2,744	7,350
Materials and supplies	9,294	7,985	3,329	4,656
Total instructional staff	<u>89,609</u>	<u>18,079</u>	<u>6,073</u>	<u>12,006</u>
Administrative				
Salaries	15,000	30,000	30,000	-
Total administrative	<u>15,000</u>	<u>30,000</u>	<u>30,000</u>	<u>-</u>
Total supporting services	<u>187,973</u>	<u>56,889</u>	<u>44,883</u>	<u>12,006</u>
Operation of non-instructional				
Community services				
Salaries	8,030	7,545	6,612	933
Benefits	1,136	1,275	1,110	165
Purchased services	1,860	710	199	511
Materials and supplies	3,058	1,812	718	1,094
Total community services	<u>14,084</u>	<u>11,342</u>	<u>8,639</u>	<u>2,703</u>
Total operation of non-instructional	<u>14,084</u>	<u>11,342</u>	<u>8,639</u>	<u>2,703</u>
Capital outlay	188,000	20,882	20,175	707
Total expenditures	<u>1,274,070</u>	<u>947,246</u>	<u>667,013</u>	<u>289,043</u>
Excess (deficiency) of revenues over expenditures	<u>25,866</u>	<u>10,541</u>	<u>45,306</u>	<u>43,575</u>
Other financing sources (uses)				
Advances-in	-	-	245,469	245,469
Advances-out	(169,421)	(169,421)	(169,421)	-
Total other financing sources (uses)	<u>(169,421)</u>	<u>(169,421)</u>	<u>76,048</u>	<u>245,469</u>
Net change in fund balance	(143,555)	(158,880)	121,354	280,234
Fund balance, beginning of year	143,554	143,554	143,554	-
Prior year encumbrances appropriated	15,328	15,328	15,328	-
Fund balance, end of year	<u>\$ 15,327</u>	<u>\$ 2</u>	<u>\$ 280,236</u>	<u>\$ 280,234</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2010

	TITLE V FUND			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental	\$ 2,751	\$ 2,741	\$ 2,741	\$ -
Total revenues	<u>2,751</u>	<u>2,741</u>	<u>2,741</u>	<u>-</u>
Expenditures				
Current				
Capital outlay	1,350	4,081	2,741	1,340
Total expenditures	<u>1,350</u>	<u>4,081</u>	<u>2,741</u>	<u>1,340</u>
Excess (deficiency) of revenues over expenditures	<u>1,401</u>	<u>(1,340)</u>	<u>-</u>	<u>1,340</u>
Other financing sources (uses)				
Advances-out	(2,751)	(2,751)	(2,751)	-
Total other financing sources (uses)	<u>(2,751)</u>	<u>(2,751)</u>	<u>(2,751)</u>	<u>-</u>
Net change in fund balance	(1,350)	(4,091)	(2,751)	1,340
Fund balance, beginning of year	1,350	1,350	1,350	-
Prior year encumbrances appropriated	<u>2,741</u>	<u>2,741</u>	<u>2,741</u>	<u>-</u>
Fund balance, end of year	<u>\$ 2,741</u>	<u>\$ -</u>	<u>\$ 1,340</u>	<u>\$ 1,340</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2010

	Budget Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
DRUG FREE SCHOOLS FUND				
Revenues				
Intergovernmental	\$ 16,392	\$ 16,392	\$ 12,475	\$ (3,917)
Total revenues	<u>16,392</u>	<u>16,392</u>	<u>12,475</u>	<u>(3,917)</u>
Expenditures				
Current				
Instruction				
Regular				
Purchased services	1,000	349	349	-
Materials and supplies	508	97	97	-
Total regular	<u>1,508</u>	<u>446</u>	<u>446</u>	<u>-</u>
Total instruction	<u>1,508</u>	<u>446</u>	<u>446</u>	<u>-</u>
Supporting services				
Pupil				
Purchased services	12,283	10,667	6,800	3,867
Materials and supplies	500	-	-	-
Total pupil	<u>12,783</u>	<u>10,667</u>	<u>6,800</u>	<u>3,867</u>
Instructional staff				
Purchased services	2,000	1,920	1,920	-
Total instructional staff	<u>2,000</u>	<u>1,920</u>	<u>1,920</u>	<u>-</u>
Total supporting services	<u>14,783</u>	<u>12,587</u>	<u>8,720</u>	<u>3,867</u>
Capital outlay	-	3,258	3,258	
Total expenditures	<u>16,291</u>	<u>16,291</u>	<u>12,424</u>	<u>3,867</u>
Excess (deficiency) of revenues over expenditures	<u>101</u>	<u>101</u>	<u>51</u>	<u>(50)</u>
Other financing sources (uses)				
Advances-in	-	-	3,917	3,917
Advances-out	(3,768)	(3,768)	(3,768)	-
Refund of prior year receipts	(908)	(908)	-	908
Total other financing sources (uses)	<u>(4,676)</u>	<u>(4,676)</u>	<u>149</u>	<u>4,825</u>
Net change in fund balance	(4,575)	(4,575)	200	4,775
Fund balance, beginning of year	4,575	4,575	4,575	-
Prior year encumbrances appropriated	-	-	-	-
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,775</u>	<u>\$ 4,775</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2010

	PRESCHOOL FUND			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental	\$ 54,847	\$ 54,847	\$ 28,634	\$ (26,213)
Total revenues	<u>54,847</u>	<u>54,847</u>	<u>28,634</u>	<u>(26,213)</u>
Expenditures				
Current				
Instruction				
Regular				
Salaries	5,000	5,000	309	4,691
Benefits	2,000	2,000	106	1,894
Purchased services	1,050	1,050	-	1,050
Materials and supplies	15,000	15,000	5,328	9,672
Total regular	<u>23,050</u>	<u>23,050</u>	<u>5,743</u>	<u>17,307</u>
Total instruction	<u>23,050</u>	<u>23,050</u>	<u>5,743</u>	<u>17,307</u>
Supporting services				
Pupil				
Salaries	15,932	15,932	17,285	(1,353)
Benefits	6,230	6,230	4,877	1,353
Purchased services	5,235	5,235	522	4,713
Total pupil	<u>27,397</u>	<u>27,397</u>	<u>22,684</u>	<u>4,713</u>
Total supporting services	<u>27,397</u>	<u>27,397</u>	<u>22,684</u>	<u>4,713</u>
Capital outlay	<u>5,000</u>	<u>5,000</u>	<u>-</u>	<u>5,000</u>
Total expenditures	<u>55,447</u>	<u>55,447</u>	<u>28,427</u>	<u>27,020</u>
Excess (deficiency) of revenues over expenditures	<u>(600)</u>	<u>(600)</u>	<u>207</u>	<u>807</u>
Other financing sources (uses)				
Advances-in	-	-	26,214	26,214
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>26,214</u>	<u>26,214</u>
Net change in fund balance	(600)	(600)	26,421	27,021
Fund balance, beginning of year	600	600	600	-
Prior year encumbrances appropriated	-	-	-	-
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 27,021</u>	<u>\$ 27,021</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2010

	TITLE II-A FUND			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Intergovernmental	\$ 221,441	\$ 220,745	\$ 128,052	\$ (92,693)
Total revenues	<u>221,441</u>	<u>220,745</u>	<u>128,052</u>	<u>(92,693)</u>
Expenditures				
Current				
Instruction				
Regular				
Salaries	112,828	108,331	50,667	57,664
Benefits	34,242	33,898	8,369	25,529
Purchased services	45,496	55,124	49,712	5,412
Materials and supplies	15,826	15,393	14,884	509
Total regular	<u>208,392</u>	<u>212,746</u>	<u>123,632</u>	<u>89,114</u>
Total instruction	<u>208,392</u>	<u>212,746</u>	<u>123,632</u>	<u>89,114</u>
Total expenditures	<u>208,392</u>	<u>212,746</u>	<u>123,632</u>	<u>89,114</u>
Excess (deficiency) of revenues over expenditures	<u>13,049</u>	<u>7,999</u>	<u>4,420</u>	<u>(3,579)</u>
Other financing sources (uses)				
Advances-in	-	-	92,693	92,693
Advances-out	<u>(76,150)</u>	<u>(76,150)</u>	<u>(76,150)</u>	<u>-</u>
Total other financing sources (uses)	<u>(76,150)</u>	<u>(76,150)</u>	<u>16,543</u>	<u>92,693</u>
Net change in fund balance	(63,101)	(68,151)	20,963	89,114
Fund balance, beginning of year	63,101	63,101	63,101	-
Prior year encumbrances appropriated	<u>5,050</u>	<u>5,050</u>	<u>5,050</u>	<u>-</u>
Fund balance, end of year	<u>\$ 5,050</u>	<u>\$ -</u>	<u>\$ 89,114</u>	<u>\$ 89,114</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2010

MISCELLANEOUS FEDERAL GRANTS FUND

	Budget Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 38,240	\$ 38,244	\$ 21,110	\$ (17,134)
Total revenues	<u>38,240</u>	<u>38,244</u>	<u>21,110</u>	<u>(17,134)</u>
Expenditures				
Current				
Instruction				
Regular				
Salaries	7,400	8,800	1,671	7,129
Benefits	1,448	1,466	66	1,400
Purchased services	18,556	17,478	16,358	1,120
Materials and supplies	3,900	5,500	5,980	(480)
Total regular	<u>31,304</u>	<u>33,244</u>	<u>24,075</u>	<u>9,169</u>
Total instruction	<u>31,304</u>	<u>33,244</u>	<u>24,075</u>	<u>9,169</u>
Supporting services				
Pupil				
Purchased services	3,000	3,000	3,099	(99)
Total pupil	<u>3,000</u>	<u>3,000</u>	<u>3,099</u>	<u>(99)</u>
Pupil transportation				
Purchased services	2,000	2,000	2,000	-
Total pupil transportation	<u>2,000</u>	<u>2,000</u>	<u>2,000</u>	<u>-</u>
Total supporting services	<u>5,000</u>	<u>5,000</u>	<u>5,099</u>	<u>(99)</u>
Total expenditures	<u>36,304</u>	<u>38,244</u>	<u>29,174</u>	<u>9,070</u>
Excess (deficiency) of revenues over expenditures	<u>1,936</u>	<u>-</u>	<u>(8,064)</u>	<u>(8,064)</u>
Other financing sources (uses)				
Advances-in	-	-	17,134	17,134
Advances-out	(1,939)	(1,939)	(1,939)	-
Total other financing sources (uses)	<u>(1,939)</u>	<u>(1,939)</u>	<u>15,195</u>	<u>17,134</u>
Net change in fund balance	(3)	(1,939)	7,131	9,070
Fund balance, beginning of year	-	-	-	-
Prior year encumbrances appropriated	<u>1,939</u>	<u>1,939</u>	<u>1,939</u>	<u>-</u>
Fund balance, end of year	<u>\$ 1,936</u>	<u>\$ -</u>	<u>\$ 9,070</u>	<u>\$ 9,070</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2010

	DEBT SERVICE FUND			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Expenditures				
Debt service				
Principal	\$ 85,000	\$ 85,000	\$ 85,000	\$ -
Interest and fiscal charges	22,929	19,465	19,465	-
Total debt service	<u>107,929</u>	<u>104,465</u>	<u>104,465</u>	<u>-</u>
Total expenditures	<u>107,929</u>	<u>104,465</u>	<u>104,465</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>(107,929)</u>	<u>(104,465)</u>	<u>(104,465)</u>	<u>-</u>
Other financing sources (uses)				
Transfers-in	108,000	108,000	108,000	-
Total other financing sources (uses)	<u>108,000</u>	<u>108,000</u>	<u>108,000</u>	<u>-</u>
Net change in fund balance	71	3,535	3,535	-
Fund balance, beginning of year	52,637	52,637	52,637	-
Prior year encumbrances appropriated	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, end of year	<u>\$ 52,708</u>	<u>\$ 56,172</u>	<u>\$ 56,172</u>	<u>\$ -</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2010

PERMANENT IMPROVEMENTS FUND

	Budget Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes	\$ 947,745	\$ 951,065	\$ 964,218	\$ 13,153
Interest	5,255	2,000	2,245	245
Intergovernmental	182,000	200,000	201,245	1,245
Total revenues	<u>1,135,000</u>	<u>1,153,065</u>	<u>1,167,708</u>	<u>14,643</u>
Expenditures				
Capital outlay	1,358,095	1,440,862	1,120,243	320,619
Total expenditures	<u>1,358,095</u>	<u>1,440,862</u>	<u>1,120,243</u>	<u>320,619</u>
Excess (deficiency) of revenues over expenditures	<u>(223,095)</u>	<u>(287,797)</u>	47,465	<u>335,262</u>
Other financing sources (uses)				
Transfers-out	(108,000)	(108,000)	(108,000)	-
Total other financing sources (uses)	<u>(108,000)</u>	<u>(108,000)</u>	<u>(108,000)</u>	<u>-</u>
Net change in fund balance	(331,095)	(395,797)	(60,535)	335,262
Fund balance, beginning of year	1,375,561	1,375,561	1,375,561	-
Prior year encumbrances appropriated	82,767	82,767	82,767	-
Fund balance, end of year	<u>\$ 1,127,233</u>	<u>\$ 1,062,531</u>	<u>\$ 1,397,793</u>	<u>\$ 335,262</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2010

	SELF INSURANCE FUND			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Other	\$ 6,680,000	\$ 6,255,000	\$ 6,455,363	\$ 200,363
Total revenues	<u>6,680,000</u>	<u>6,255,000</u>	<u>6,455,363</u>	<u>200,363</u>
Operating expenses				
Claims	6,000,000	6,380,000	6,353,998	26,002
Total expenditures	<u>6,000,000</u>	<u>6,380,000</u>	<u>6,353,998</u>	<u>26,002</u>
Excess (deficiency) of revenues over expenditures	<u>680,000</u>	<u>(125,000)</u>	<u>101,365</u>	<u>226,365</u>
Other financing sources (uses)				
Transfers-in	100,000	-	-	-
Total other financing sources (uses)	<u>100,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	780,000	(125,000)	101,365	226,365
Fund balance, beginning of year	1,809,079	1,809,079	1,809,079	-
Prior year encumbrances appropriated	-	-	-	-
Fund balance, end of year	<u>\$ 2,589,079</u>	<u>\$ 1,684,079</u>	<u>\$ 1,910,444</u>	<u>\$ 226,365</u>

STATISTICAL SECTION

This part of the North Olmsted City School 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	Page
Financial Trends These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	S 1
Revenue Capacity These schedules contain information to help the reader assess the affordability of the District's most significant local revenue source, the property tax.	S 9
Debt Capacity 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.	S 22
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	S 26
Operating Information These schedules contain service 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.	S 29

Sources: 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 No. 34 for the year ended June 30, 2002; schedules presenting government-wide information include information beginning in that year.

NORTH OLMSTED CITY SCHOOL DISTRICT
NET ASSETS BY COMPONENT
LAST NINE FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Governmental activities				
Invested in capital assets, net of related debt	\$ 11,913,734	\$ 12,232,584	\$ 12,667,307	\$ 13,015,895
Restricted	3,494,251	2,436,491	2,325,296	2,171,192
Unrestricted	<u>6,494,989</u>	<u>8,538,683</u>	<u>10,530,781</u>	<u>8,069,553</u>
Total primary government net assets	<u>\$ 21,902,974</u>	<u>\$ 23,207,758</u>	<u>\$ 25,523,384</u>	<u>\$ 23,256,640</u>

Source: School District financial records.

Note: The District began to report accrual information when it implemented GASB Statement 34 in 2002.

<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
\$ 11,614,498	\$ 11,759,329	\$ 12,761,807	\$ 12,218,897	\$ 12,533,580
2,027,283	1,886,981	1,027,008	899,960	1,567,229
<u>8,812,315</u>	<u>11,465,127</u>	<u>11,644,330</u>	<u>7,047,914</u>	<u>8,198,653</u>
<u>\$ 22,454,096</u>	<u>\$ 25,111,437</u>	<u>\$ 25,433,145</u>	<u>\$ 20,166,771</u>	<u>\$ 22,299,462</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
EXPENSES, PROGRAM REVENUES, AND NET (EXPENSE) REVENUE
LAST NINE FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Expenses				
Governmental activities:				
Instruction				
Regular	\$ 24,376,479	\$ 23,652,717	\$ 23,461,756	\$ 22,397,614
Special	7,480,054	7,123,538	6,769,100	6,171,430
Vocational	494,788	417,734	362,396	625,254
Adult/continuing	22,162	8,101	-	-
Other instruction	345,290	334,122	335,822	146,458
Supporting services				
Pupil	5,004,703	4,411,393	4,313,535	3,896,669
Instructional staff	1,490,183	1,332,384	1,173,503	1,591,941
Board of education	300,183	248,137	194,264	181,592
Administration	3,819,462	4,075,728	3,764,269	4,135,156
Fiscal services	1,167,420	1,082,243	1,206,941	1,035,686
Business	141,522	141,211	107,225	99,760
Operation and maintenance	4,610,770	4,906,171	4,600,580	4,477,751
Pupil transportation	2,384,724	2,451,920	2,243,881	2,130,173
Central services	852,905	1,243,114	1,136,870	963,951
Operation of non-instructional				
Food service operation	1,544,266	1,520,884	1,349,775	1,280,058
Community services	442,191	449,194	423,544	539,954
Extracurricular activities	1,482,207	1,663,067	1,529,681	1,318,465
Interest	19,565	22,413	26,595	31,685
Total primary government expenses	<u>55,978,874</u>	<u>55,084,071</u>	<u>52,999,737</u>	<u>51,023,597</u>
Program revenues				
Governmental activities:				
Charges for services and sales				
Instruction	1,125,655	1,075,433	1,270,572	1,343,392
Supporting services	147,889	138,297	111,671	158,984
Food service	677,881	713,708	694,341	719,773
Extracurricular activities	221,410	269,712	285,070	293,107
Operating grants, interest and contributions	3,546,598	2,796,237	2,453,717	2,146,233
Capital grants and contributions	-	50,207	83,815	67,713
Total primary government program revenues	<u>5,719,433</u>	<u>5,043,594</u>	<u>4,899,186</u>	<u>4,729,202</u>
Net (expense) revenue				
Total primary government net expense	<u>\$ (50,259,441)</u>	<u>\$ (50,040,477)</u>	<u>\$ (48,100,551)</u>	<u>\$ (46,294,395)</u>

Source: School District financial records.

Note: The District began to report accrual information when it implemented GASB Statement 34 in 2002.

	2006	2005	2004	2003	2002
\$	22,750,693	\$ 22,178,609	\$ 20,649,582	\$ 20,216,074	\$ 19,996,444
	5,977,408	5,526,298	4,639,555	5,011,288	4,279,749
	697,855	488,448	756,455	726,168	682,107
	-	-	72,566	120,007	148,210
	114,260	122,900	296,051	100,779	537,666
	3,621,533	3,475,042	3,445,989	3,061,499	3,012,740
	1,545,736	1,604,238	1,200,750	1,326,206	1,539,103
	200,594	242,616	204,220	224,903	121,763
	3,667,390	3,102,516	3,176,333	3,275,887	3,089,415
	1,026,671	1,011,324	955,088	861,122	855,813
	101,859	108,317	150,934	138,036	306,056
	4,341,689	4,335,829	4,057,511	3,950,519	3,878,826
	2,242,536	1,997,265	1,840,301	1,892,034	1,696,739
	972,098	833,133	786,758	917,579	683,277
	1,379,737	1,502,864	1,355,537	1,346,509	1,446,434
	428,796	435,305	477,934	514,523	508,363
	1,407,527	1,305,977	1,198,455	1,087,237	956,213
	38,659	40,903	11,474	65,557	99,571
	<u>50,515,041</u>	<u>48,311,584</u>	<u>45,275,493</u>	<u>44,835,927</u>	<u>43,838,489</u>
	1,046,970	771,779	1,029,675	725,191	356,338
	111,450	87,414	98,843	76,670	52,881
	853,104	901,660	863,642	887,630	1,304,817
	226,217	254,780	167,712	153,540	96,146
	2,136,649	2,064,576	2,093,133	2,220,495	1,725,183
	56,601	45,593	46,092	36,718	41,767
	<u>4,430,991</u>	<u>4,125,802</u>	<u>4,299,097</u>	<u>4,100,244</u>	<u>3,577,132</u>
\$	<u>(46,084,050)</u>	<u>(44,185,782)</u>	<u>(40,976,396)</u>	<u>(40,735,683)</u>	<u>(40,261,357)</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
GENERAL REVENUES AND TOTAL CHANGE IN NET ASSETS
LAST NINE FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Net (expense) revenue				
Total primary government net expense	\$ (50,259,441)	\$ (50,040,477)	\$ (48,100,551)	\$ (46,294,395)
General revenues and other changes in net assets				
Governmental activities:				
Property taxes levied for:				
General purposes	33,277,659	34,242,328	34,800,124	33,293,525
Capital improvements	848,655	979,869	1,049,604	1,092,069
Grants and entitlements not restricted to specific purposes	14,466,220	11,918,198	13,223,960	11,535,169
Investment earnings	52,289	308,210	733,560	1,043,975
Miscellaneous	309,834	276,246	560,047	132,201
Total primary government	<u>48,954,657</u>	<u>47,724,851</u>	<u>50,367,295</u>	<u>47,096,939</u>
Change in net assets				
Total primary government	<u>\$ (1,304,784)</u>	<u>\$ (2,315,626)</u>	<u>\$ 2,266,744</u>	<u>\$ 802,544</u>

Source: School District financial records.

Note: The District began to report accrual information when it implemented GASB Statement 34 in 2002.

<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
<u>\$ (46,084,050)</u>	<u>\$ (44,185,782)</u>	<u>\$ (40,976,396)</u>	<u>\$ (40,735,683)</u>	<u>\$ (40,261,357)</u>
30,330,456	30,740,398	33,372,329	25,577,053	29,109,564
992,785	1,026,923	1,102,567	930,097	1,148,089
11,137,742	11,824,292	11,446,852	11,377,257	10,659,176
885,550	318,626	238,534	439,975	660,300
80,176	(46,165)	82,488	278,610	334,286
<u>43,426,709</u>	<u>43,864,074</u>	<u>46,242,770</u>	<u>38,602,992</u>	<u>41,911,415</u>
<u>\$ (2,657,341)</u>	<u>\$ (321,708)</u>	<u>\$ 5,266,374</u>	<u>\$ (2,132,691)</u>	<u>\$ 1,650,058</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
 FUND BALANCES – GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
General Fund				
Reserved	\$ 4,658,143	\$ 5,108,651	\$ 5,862,727	\$ 4,582,867
Unreserved	<u>1,964,165</u>	<u>3,937,797</u>	<u>4,158,609</u>	<u>3,692,633</u>
Total General Fund	<u>\$ 6,622,308</u>	<u>\$ 9,046,448</u>	<u>\$ 10,021,336</u>	<u>\$ 8,275,500</u>
Other governmental funds				
Reserved	\$ 477,574	\$ 299,079	\$ 752,350	\$ 539,278
Unreserved, reported in				
Special Revenue Funds (1)	1,018,278	458,148	369,786	497,204
Debt Service Fund	56,172	52,637	52,650	56,192
Capital Projects Fund	<u>1,397,792</u>	<u>1,375,561</u>	<u>752,728</u>	<u>783,077</u>
Total other governmental funds	<u>\$ 2,949,816</u>	<u>\$ 2,185,425</u>	<u>\$ 1,927,514</u>	<u>\$ 1,875,751</u>

Source: School District financial records.

(1) Prior to the implementation of GASB Statement No. 34 in 2002, certain funds were previously accounted for as Enterprise Funds.

<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
\$ 4,970,651	\$ 5,324,359	\$ 5,477,365	\$ 3,206,316	\$ 5,628,608	\$ 3,228,705
<u>4,039,705</u>	<u>7,512,245</u>	<u>6,483,748</u>	<u>6,018,398</u>	<u>5,968,481</u>	<u>5,694,060</u>
<u>\$ 9,010,356</u>	<u>\$ 12,836,604</u>	<u>\$ 11,961,113</u>	<u>\$ 9,224,714</u>	<u>\$ 11,597,089</u>	<u>\$ 8,922,765</u>

\$ 681,197	\$ 588,667	\$ 534,834	\$ 344,043	\$ 614,487	\$ 201,799
346,894	375,087	486,108	424,116	518,866	354,741
63,060	78,560	-	-	-	-
<u>610,870</u>	<u>563,321</u>	<u>434,878</u>	<u>574,849</u>	<u>516,217</u>	<u>360,830</u>
<u>\$ 1,702,021</u>	<u>\$ 1,605,635</u>	<u>\$ 1,455,820</u>	<u>\$ 1,343,008</u>	<u>\$ 1,649,570</u>	<u>\$ 917,370</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
 GOVERNMENTAL FUNDS REVENUES
 LAST TEN FISCAL YEARS
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Taxes	\$ 33,554,392	\$ 35,459,539	\$ 35,632,081	\$ 34,554,578
Tuition and fees	732,161	690,452	1,138,729	341,666
Interest	52,289	308,210	733,560	1,043,975
Intergovernmental	18,012,818	16,163,121	15,153,016	14,611,361
Charges for services	723,844	760,376	741,409	769,876
Extracurricular	380,845	414,674	430,416	458,162
Other	<u>693,981</u>	<u>621,315</u>	<u>549,564</u>	<u>498,573</u>
Total	<u>\$ 54,150,330</u>	<u>\$ 54,417,687</u>	<u>\$ 54,378,775</u>	<u>\$ 52,278,191</u>

Source: School District Financial Records, All Governmental Fund Types.

- (a) Beginning in fiscal year 2002, the first year the School District implemented the provisions of GASB Statement 34, the School District began accounting for the Food Service Fund, the Uniform School Supply Fund and the Summer School Fund in the Governmental Funds, as opposed to the Proprietary Funds.

<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002 (a)</u>	<u>2001</u>
\$ 31,386,584	\$ 31,798,589	\$ 34,028,601	\$ 26,552,981	\$ 30,437,168	\$ 26,413,276
522,049	150,672	426,529	177,297	415,270	197,485
885,550	318,626	238,534	439,975	660,917	1,194,485
13,015,509	13,951,604	13,518,265	13,581,051	12,756,105	11,964,058
895,697	960,088	909,899	934,116	1,005,577	-
382,788	347,623	528,690	504,133	147,471	511,643
<u>517,383</u>	<u>511,083</u>	<u>387,554</u>	<u>517,248</u>	<u>368,299</u>	<u>358,205</u>
<u>\$ 47,605,560</u>	<u>\$ 48,038,285</u>	<u>\$ 50,038,072</u>	<u>\$ 42,706,801</u>	<u>\$ 45,790,807</u>	<u>\$ 40,639,152</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
GOVERNMENTAL FUNDS EXPENDITURES AND DEBT SERVICE RATIO
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Expenditures				
Instruction	\$ 32,710,592	\$ 31,963,493	\$ 30,877,961	\$ 30,979,631
Pupil supporting services	5,025,884	4,457,730	4,394,429	4,045,439
Instructional support	1,469,968	1,300,195	1,142,972	1,614,974
Board of education and administration	3,608,866	3,788,962	3,336,701	3,732,367
Fiscal and business services	1,306,900	1,259,017	1,260,990	1,129,260
Operation and maintenance	4,706,956	4,851,480	4,582,460	4,614,421
Pupil transportation	2,352,362	2,438,239	2,338,646	2,245,072
Central and community services	1,434,101	1,597,441	1,546,650	1,499,545
Food service operation	1,560,668	1,505,358	1,313,315	1,299,575
Extracurricular activities	1,537,321	1,678,945	1,536,845	1,319,452
Capital outlay	-	83,643	-	-
Debt service				
Principal	85,000	85,000	114,774	134,632
Interest	19,465	23,013	26,895	32,085
Total expenditures	<u>\$ 55,818,083</u>	<u>\$ 55,032,516</u>	<u>\$ 52,472,638</u>	<u>\$ 52,646,453</u>
Debt service as a percentage of noncapital expenditures	<u>0.19%</u>	<u>0.20%</u>	<u>0.27%</u>	<u>0.32%</u>

Source: School District Financial Records, All Governmental Fund Types.

- (a) Beginning in fiscal year 2002, the first year the School District implemented the provisions of GASB Statement 34, the School District began accounting for the Food Service Fund, the Uniform School Supply Fund and the Summer School Fund in the Governmental Funds, as opposed to the Proprietary Funds.

2006	2005	2004	2003	2002 (a)	2001
\$ 30,018,287	\$ 27,614,812	\$ 26,697,402	\$ 26,297,334	\$ 25,135,002	\$ 24,533,252
3,683,346	3,506,155	3,451,757	2,984,687	2,902,456	2,699,844
1,544,594	1,498,106	1,199,000	1,267,770	1,483,948	1,378,700
3,406,801	3,305,319	3,883,907	3,060,685	2,934,415	2,981,168
1,124,693	1,108,844	1,116,134	1,036,062	1,094,055	958,847
4,454,507	4,649,755	4,351,709	4,199,068	3,367,661	3,315,479
2,430,591	1,827,419	1,877,274	1,872,299	1,571,695	1,380,383
1,420,598	1,382,052	1,238,629	1,642,701	1,255,767	1,300,090
1,400,894	1,466,486	1,384,730	1,372,001	1,424,210	18,867
1,420,605	1,297,225	1,198,900	1,074,833	912,161	1,020,518
-	-	-	-	906,601	1,448,834
169,904	75,234	72,625	45,831	199,570	236,358
38,959	38,103	11,474	65,557	100,274	160,564
<u>\$ 51,113,779</u>	<u>\$ 47,769,510</u>	<u>\$ 46,483,541</u>	<u>\$ 44,918,828</u>	<u>\$ 43,287,815</u>	<u>\$ 41,432,904</u>
<u>0.41%</u>	<u>0.24%</u>	<u>0.18%</u>	<u>0.25%</u>	<u>0.71%</u>	<u>0.99%</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
OTHER FINANCING SOURCES AND USES AND NET CHANGE IN FUND BALANCES – GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Excess of revenues over (under) expenditures	<u>\$ (1,667,753)</u>	<u>\$ (614,829)</u>	<u>\$ 1,906,137</u>	<u>\$ (368,262)</u>
Other financing sources (uses)				
Proceeds from bond issue	-	-	-	-
Transfers-in	948,000	260,000	257,628	289,047
Capital lease proceeds	-	-	-	-
Transfers-out	<u>(948,000)</u>	<u>(360,000)</u>	<u>(357,628)</u>	<u>(489,047)</u>
Total other financing sources (uses)	<u>-</u>	<u>(100,000)</u>	<u>(100,000)</u>	<u>(200,000)</u>
Net change in fund balances	<u><u>\$ (1,667,753)</u></u>	<u><u>\$ (714,829)</u></u>	<u><u>\$ 1,806,137</u></u>	<u><u>\$ (568,262)</u></u>

Source: School District Financial Records, All Governmental Fund Types.

- (a) Beginning in fiscal year 2002, the first year the School District implemented the provisions of GASB Statement 34, the School District began accounting for the Food Service Fund, the Uniform School Supply Fund and the Summer School Fund in the Governmental Funds, as opposed to the Proprietary Funds.

<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002 (a)</u>	<u>2001</u>
<u>\$ (3,508,219)</u>	<u>\$ 268,775</u>	<u>\$ 3,554,531</u>	<u>\$ (2,212,027)</u>	<u>\$ 2,502,992</u>	<u>\$ (793,752)</u>
-	855,000	-	-	-	-
372,484	793,471	144,450	153,060	255,226	161,011
-	-	-	237,000	-	-
<u>(572,484)</u>	<u>(893,471)</u>	<u>(844,450)</u>	<u>(253,060)</u>	<u>(255,226)</u>	<u>(314,865)</u>
<u>(200,000)</u>	<u>755,000</u>	<u>(700,000)</u>	<u>137,000</u>	<u>-</u>	<u>(153,854)</u>
<u>\$ (3,708,219)</u>	<u>\$ 1,023,775</u>	<u>\$ 2,854,531</u>	<u>\$ (2,075,027)</u>	<u>\$ 2,502,992</u>	<u>\$ (947,606)</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
 ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
 LAST TEN FISCAL YEARS

Year	Real Property		Public Utility Property		Tangible Personal Property (3)	
	Assessed Value	Estimated Actual Value (1)	Assessed Value	Estimated Actual Value (2)	Assessed Value	Estimated Actual Value
2010	\$ 818,482,949	\$ 2,338,522,711	\$ 11,432,430	\$ 12,991,398	\$ -	\$ -
2009	811,531,253	2,318,660,723	11,624,510	13,209,670	7,756,600	124,105,600
2008	872,453,590	2,492,724,543	10,087,260	11,462,795	14,900,383	119,203,064
2007	872,935,790	2,494,102,257	14,491,560	16,467,682	39,288,377	209,538,011
2006	799,704,250	2,284,869,286	14,629,810	16,624,784	49,263,743	214,190,187
2005	795,980,870	2,274,231,057	15,759,330	17,908,330	47,248,786	196,869,942
2004	795,784,110	2,273,668,886	16,245,870	18,461,216	43,142,745	179,761,438
2003	747,221,840	2,134,919,543	16,116,080	18,313,727	46,093,216	192,055,067
2002	745,908,230	2,131,166,371	17,160,110	19,500,125	50,663,682	211,098,675
2001	743,312,040	2,123,748,686	20,789,070	23,623,943	48,393,017	193,572,068

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

- (1) This amount is calculated based upon an assessed value of 35 percent of actual value.
- (2) This amount is calculated based upon the current assessed value of 88 percent of actual value.
- (3) General business tangible personal property was assessed in previous years at 25 percent for machinery and equipment and 23 percent for inventories. General business tangible personal property tax is being phased out beginning in 2006. The listing percentage is 18.75 percent for 2006, 12.5 percent for 2007, 6.25 percent for 2008, and zero for 2009 and 2010.

Assessed Value	Total Estimated Actual Value	Assessed Value Ratio	Total Direct Tax Rate
\$ 829,915,379	\$ 2,351,514,109	35.3%	83.5
830,912,363	2,455,975,993	33.8%	83.5
897,441,233	2,623,390,402	34.2%	83.5
926,715,727	2,720,107,950	34.1%	77.0
863,597,803	2,515,684,257	34.3%	77.0
858,988,986	2,489,009,329	34.5%	77.0
855,172,725	2,471,891,540	34.6%	77.0
809,431,136	2,345,288,337	34.5%	69.1
813,732,022	2,361,765,171	34.5%	69.1
812,494,127	2,340,944,697	34.7%	69.1

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

Year	School District		Total Direct Tax Rate	County	Vocational School	City	Total Direct and Overlapping Governments
	General	Improvements					
2009	81.60	1.90	83.50	20.60	2.40	13.30	119.80
2008	81.60	1.90	83.50	20.60	2.40	13.20	119.70
2007	81.60	1.90	83.50	20.20	2.40	13.20	119.30
2006	75.10	1.90	77.00	20.20	2.40	13.20	112.80
2005	75.10	1.90	77.00	20.30	2.40	13.30	113.00
2004	75.10	1.90	77.00	19.40	2.40	13.40	112.20
2003	75.10	1.90	77.00	19.40	2.40	13.40	112.20
2002	67.20	1.90	69.10	17.60	2.40	13.60	102.70
2001	67.20	1.90	69.10	17.60	2.40	13.70	102.80
2000	67.20	1.90	69.10	16.70	2.40	12.70	100.90

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

NORTH OLMSTED CITY SCHOOL DISTRICT
 PRINCIPAL TAXPAYERS
 TANGIBLE PERSONAL PROPERTY TAX
 AS OF DECEMBER 31, 2009 AND DECEMBER 31, 2000 (1)

December 31, 2009		
Name of Taxpayer	Assessed Value (1) (2)	Percent of Total Assessed Value
Ohio Bell Telephone Company	\$ 912,340	0.11%
New cingular Wireless PCS LLC	168,420	0.02%
New Par	137,090	0.02%
Alltell Ohio Limited	109,610	0.01%
T Mobile Central LLC	63,770	0.01%
Ameritech Advanced Data	45,240	0.01%
Sprintcom, Inc.	36,920	0.00%
Cleveland Unlimited, Inc.	24,920	0.00%
Dieca Communications, Inc.	8,950	0.00%
LDMI Telecommunications, Inc.	5,600	0.00%
	<u>\$ 1,512,860</u>	<u>0.18%</u>
 Total Value in the District	 <u>\$ 829,915,379</u>	

December 31, 2000		
Name of Taxpayer	Assessed Value (1)	Percent of Total Assessed Value
May Department Stores Company	\$ 2,356,050	0.29%
Home Depot USA, Inc.	1,890,630	0.23%
MAS Ohio Corporation	1,762,428	0.22%
Sears Roebuck & Company	1,660,960	0.20%
J C Penney Company	1,543,940	0.19%
Wal Market Stores, Inc.	1,439,200	0.18%
Sunnyside Cars, Inc.	1,137,530	0.14%
Motorcars West, Inc.	1,102,500	0.14%
Great Northern Dodge, Inc.	1,091,528	0.13%
Motorcars USA, Inc.	1,025,100	0.13%
	<u>\$ 15,009,866</u>	<u>1.85%</u>
 Total Value in the District	 <u>\$ 812,494,127</u>	

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

- (1) Assessed Values are for the 2009 and 2000 collection year, respectively.
- (2) Beginning in 2006, tangible personal property tax on business inventory, equipment, and fixtures was phased out. The assessed valuation rate was reduced to 18.75 percent in 2006, and 12.5 percent in 2007, 6.25 percent in 2008, and zero in 2009 and 2010. Due to legislative action, certain telecommunication property was reclassified as tangible personal property for taxing purposes in 2009 and 2010.

NORTH OLMSTED CITY SCHOOL DISTRICT
 PRINCIPAL TAXPAYERS
 REAL ESTATE TAX
 AS OF DECEMBER 31, 2009 AND DECEMBER 31, 2000 (1)

December 31, 2009		
Name of Taxpayer	Assessed Value (1)	Percent of Total Assessed Value
Great Northern Partnership	\$ 29,579,140	3.56%
DDR MDT Great Northern LTD	22,867,310	2.76%
Duke Realty Ohio	7,074,730	0.85%
JVM Butternut Ridge Apartments LLC	5,985,000	0.72%
B&G Properties LTD Partnership	5,855,170	0.71%
Moen, Inc.	5,654,680	0.68%
Water Tower Square LTD Partnership	4,638,730	0.56%
Hibee Company	4,550,010	0.55%
Wal Mart, Inc.	4,200,010	0.51%
Wellington Place LLC	3,827,080	0.46%
	<u>\$ 94,231,860</u>	<u>11.36%</u>
Total Value in the District	<u>\$ 829,915,379</u>	

December 31, 2000		
Name of Taxpayer	Assessed Value (1)	Percent of Total Assessed Value
Great Northern Partnership	\$ 19,584,180	2.41%
DDRMDT Great Northern LTD	16,762,870	2.06%
Great Northern Property Company	8,279,460	1.02%
Great Northern Limited Partnership	5,462,630	0.67%
Mays Department Stores	4,869,900	0.60%
Water Towers Apartments LTD	4,714,120	0.58%
B&G Properties LTD Partnership	4,223,250	0.52%
Wal Mart, Inc.	4,221,390	0.52%
Sears Roebuck & Company	4,090,450	0.50%
County Club Hotel Association	3,694,360	0.45%
	<u>\$ 75,902,610</u>	<u>9.33%</u>
Total Value in the District	<u>\$ 812,494,127</u>	

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

(1) Assessed Values are for the 2009 and 2000 collection year, respectively.

NORTH OLMSTED CITY SCHOOL DISTRICT
 PRINCIPAL TAXPAYERS
 PUBLIC UTILITY TAX
 AS OF DECEMBER 31, 2009 AND DECEMBER 31, 2000 (1)

December 31, 2009		
Name of Taxpayer	Assessed Value (1)	Percent of Total Assessed Value
Cleveland Electric Illuminating Company	\$ 10,069,260	1.21%
East Ohio Gas	904,350	0.11%
American Transmission Systems	793,010	0.10%
Columbia Gas Transmission	10,920	0.00%
Coulmbia Gas of Ohio, Inc.	4,720	0.00%
	\$ 11,782,260	1.42%
 Total Value in the District	 \$ 829,915,379	

December 31, 2000		
Name of Taxpayer	Assessed Value (1)	Percent of Total Assessed Value
Cleveland Electric Illuminating Company	\$ 11,606,670	1.43%
Ohio Bell Telephone Company (2)	5,474,030	0.67%
East Ohio Gas Company	2,686,180	0.33%
	\$ 19,766,880	2.43%
 Total Value in the District	 \$ 812,494,127	

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

- (1) Assessed Values are for the 2009 and 2000 collection year, respectively.
- (2) Due to legislative action, telecommunication property has been reclassified as tangible personal property for taxing purposes.

NORTH OLMSTED CITY SCHOOL DISTRICT
PROPERTY TAX LEVIES AND COLLECTIONS (1)
LAST TEN FISCAL YEARS

Collection Year (2)	Current Taxes Levy	Delinquent Taxes Levy	Total Taxes Levy	Current Tax Collections	Current Levy Collected	Delinquent Tax Collections	Total Tax Collections	Collection as a Percent of Current Levy
2009	\$ 38,728,763	\$ 1,337,831	\$ 40,066,594	\$ 36,993,242	95.5%	\$ 769,993	\$ 37,763,235	97.5%
2008	38,634,577	1,340,775	39,975,352	37,261,663	96.4%	971,078	38,232,741	99.0%
2007	33,007,248	1,367,042	34,374,290	31,837,070	96.5%	698,174	32,535,244	98.6%
2006	32,675,769	1,125,808	33,801,577	31,668,716	96.9%	710,875	32,379,591	99.1%
2005	32,635,396	1,256,788	33,892,184	31,534,646	96.6%	985,919	32,520,565	99.6%
2004	32,600,071	1,810,229	34,410,300	31,186,760	95.7%	1,036,087	32,222,847	98.8%
2003	31,865,015	1,281,930	33,146,945	30,317,124	95.1%	710,490	31,027,614	97.4%
2002	25,972,760	1,406,952	27,379,712	24,971,411	96.1%	824,843	25,796,254	99.3%
2001	25,974,633	1,583,758	27,558,391	25,119,931	96.7%	760,608	25,880,539	99.6%
2000	25,675,526	1,383,374	27,058,900	24,757,611	96.4%	617,022	25,374,633	98.8%

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

- (1) Includes Homestead/Rollback taxes assessed locally, but distributed through the State and reported as Intergovernmental Revenue.
- (2) Represents collection year. June 30, 2010 information cannot be presented because all collections have not been made by June 30.

NORTH OLMSTED CITY SCHOOL DISTRICT
OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS

Year	General Obligation Bonded Debt (1)	Capital Leases	General Obligation Notes	Total Primary Government	Percentage of Estimated Actual Value (2)	Percentage of Personal Income (3)	Per Capita (3)	Per ADM (3)
2010	\$ 425,000	\$ -	\$ -	\$ 425,000	0.02%	0.05%	\$ 14	\$ 99
2009	510,000	-	-	510,000	0.02%	0.06%	16	117
2008	595,000	-	-	595,000	0.02%	0.07%	19	133
2007	680,000	29,774	-	709,774	0.03%	0.09%	22	155
2006	765,000	79,406	-	844,406	0.03%	0.10%	26	183
2005	855,000	127,310	32,000	1,014,310	0.04%	0.12%	31	221
2004	-	173,544	61,000	234,544	0.01%	0.03%	7	51
2003	-	218,169	89,000	307,169	0.01%	0.04%	9	66
2002	-	-	116,000	116,000	0.00%	0.01%	3	24
2001	-	48,269	267,301	315,570	0.01%	0.04%	9	66
2000	-	141,281	410,647	551,928	0.03%	0.10%	16	113

- ce: (1) School District Financial Records
(2) See Schedule S-15 for estimated actual value of taxable property.
(3) See Schedule S-26 for personal income, population, and ADM data.
These ratios are calculated using data for the prior calendar year.

NORTH OLMSTED CITY SCHOOL DISTRICT
LEGAL DEBT MARGIN
LAST TEN FISCAL YEARS

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Assessed Valuation	<u>\$ 829,915,379</u>	<u>\$ 889,115,760</u>	<u>\$ 897,441,233</u>	<u>\$ 926,715,727</u>
Debt Limit -				
9% of Assessed Value (1)	<u>74,692,384</u>	<u>80,020,418</u>	<u>80,769,711</u>	<u>83,404,415</u>
Debt Applicable to Debt Limit:				
General Obligation Bonds	425,000	510,000	595,000	680,000
Amount Available in Debt				
Service Fund	<u>(56,172)</u>	<u>(52,637)</u>	<u>(52,650)</u>	<u>(56,192)</u>
Total	<u>368,828</u>	<u>457,363</u>	<u>542,350</u>	<u>623,808</u>
Overall Debt Margin	<u>\$ 74,323,556</u>	<u>\$ 79,563,055</u>	<u>\$ 80,227,361</u>	<u>\$ 82,780,607</u>
Total debt applicable to debt limit as a percentage of debt limit	<u>0.57%</u>	<u>0.64%</u>	<u>0.74%</u>	<u>0.82%</u>
Overall Limit -				
.10% of Assessed Value (1)	\$ 829,915	\$ 889,116	\$ 897,441	\$ 926,716
Amount of Debt Applicable	<u>425,000</u>	<u>510,000</u>	<u>595,000</u>	<u>680,000</u>
Unvoted Debt Margin	<u>\$ 404,915</u>	<u>\$ 379,116</u>	<u>\$ 302,441</u>	<u>\$ 246,716</u>
Unvoted debt applicable to debt limit as a percentage of unvoted debt limit	<u>51.210%</u>	<u>57.360%</u>	<u>66.300%</u>	<u>73.377%</u>

Source: Cuyahoga County Auditor and School District Financial Records.

<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<u>\$ 863,597,803</u>	<u>\$ 858,988,986</u>	<u>\$ 855,172,725</u>	<u>\$ 809,431,136</u>	<u>\$ 813,732,022</u>	<u>\$ 812,494,127</u>
<u>77,723,802</u>	<u>77,309,009</u>	<u>76,965,545</u>	<u>72,848,802</u>	<u>73,235,882</u>	<u>73,124,471</u>
765,000	887,000	61,000	89,000	116,000	267,301
<u>(63,060)</u>	<u>(78,560)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>701,940</u>	<u>808,440</u>	<u>61,000</u>	<u>89,000</u>	<u>116,000</u>	<u>267,301</u>
<u>\$ 77,021,862</u>	<u>\$ 76,500,569</u>	<u>\$ 76,904,545</u>	<u>\$ 72,759,802</u>	<u>\$ 73,119,882</u>	<u>\$ 72,857,170</u>
<u>0.98%</u>	<u>1.15%</u>	<u>0.08%</u>	<u>0.12%</u>	<u>0.16%</u>	<u>0.37%</u>
\$ 863,598	\$ 858,989	\$ 855,173	\$ 809,431	\$ 813,732	\$ 812,494
<u>765,000</u>	<u>850,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 98,598</u>	<u>\$ 8,989</u>	<u>\$ 855,173</u>	<u>\$ 809,431</u>	<u>\$ 813,732</u>	<u>\$ 812,494</u>
<u>88.583%</u>	<u>98.954%</u>	<u>0.000%</u>	<u>0.000%</u>	<u>0.000%</u>	<u>0.000%</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
 COMPUTATION OF DIRECT AND OVERLAPPING GENERAL OBLIGATION DEBT
 AS OF DECEMBER 31, 2009

<u>Jurisdiction</u>	<u>Debt Outstanding</u>	<u>Percentage Applicable to School District (1)</u>	<u>Amount Applicable to School District</u>
<i>Direct Debt:</i>			
North Olmsted City School District	<u>\$ 425,000</u>	100.00%	<u>\$ 425,000</u>
<i>Underlying Debt:</i>			
Cuyahoga County	336,472,572	2.81%	9,454,879
Regional Transit Authority	163,025,000	2.81%	4,581,003
North Olmsted City	<u>47,726,500</u>	100.00%	<u>47,726,500</u>
Subtotal	<u>547,224,072</u>		<u>61,762,382</u>
Total	<u>\$ 547,649,072</u>		<u>\$ 62,187,382</u>

Source: Cuyahoga County Auditor - Data is presented on a calendar year basis (including School District's) because that is the manner in which the information is maintained by the Cuyahoga County Auditor.

(1) Percentages were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the School District by the total assessed valuation of the subdivision.

NORTH OLMSTED CITY SCHOOL DISTRICT
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN YEARS

Calendar Year	North Olmsted City Population (1)	Per Capita Income (2)	Personal Income	Average Daily Student Enrollment (3)	Cuyahoga County Unemployment Rate (4)
2010	31,053	\$ 28,411	\$ 852,795,765	4,314	9.0%
2009	31,319	28,411	852,795,765	4,366	10.2%
2008	31,641	26,686	805,411,545	4,484	8.1%
2007	32,126	25,070	805,398,820	4,587	6.1%
2006	32,653	25,173	821,973,969	4,613	5.9%
2005	33,105	24,829	821,964,045	4,587	6.2%
2004	33,786	24,329	821,979,594	4,573	6.8%
2003	33,786	24,564	829,919,304	4,665	6.7%
2002	34,113	24,329	829,935,177	4,794	4.6%
2001	34,113	24,394	832,152,522	4,764	4.6%

Source:

- (1) The City of North Olmsted.
- (2) Per Capita information from U.S. Census Bureau, 2000 and 1990 census, respectively.
- (3) The School District's Records.
- (4) Ohio Job and Family Service Department.

NORTH OLMSTED CITY SCHOOL DISTRICT
 PRINCIPAL EMPLOYERS
 AS OF DECEMBER 31, 2008 AND DECEMBER 31, 1999 (1)

Name of Employer	Percent of Total City Income Taxes Paid
Moen Incorporated	6.93%
North Olmsted City School District	5.45%
The City of North Olmsted	2.45%
Advanstar Communications, Inc.	1.68%
Factory Mutual Insurance Company	1.34%
AT&T Mobility	1.20%
Heartland Employment Services, Inc.	0.99%
Wal Mart Associates, Inc.	0.96%
Sunnyside Automotive, Inc.	0.87%
Riser Foods Company	0.87%
Total	<u>22.74%</u>

December 31, 2000 (2)

Name of Employer	Percent of Total City Income Taxes Paid
Factory Mutual Insurance Company	N/A
GMCA_GM Payroll Services	N/A
Kaufmans	N/A
Merill Lynch P F & Smith	N/A
Moen Incorporated	N/A
The City of North Olmsted	N/A
North Olmsted City School District	N/A
Riser Foods Company	N/A
Sunnyside Automotive, Inc.	N/A
Wal Mart Associates, Inc.	N/A
Total	<u>N/A</u>

Source of information - Regional Income Tax Agency based on payroll withholding.

- (1) The number of employees, per employer and in total is not available.
- (2) This information is not available for prior years.

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NORTH OLMSTED CITY SCHOOL DISTRICT
 FULL-TIME EQUIVALENT DISTRICT EMPLOYEES BY FUNCTION
 LAST TEN FISCAL YEARS

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Administration	25	23	25	26
Instructional:				
Regular Teaching	219	225	223	231
Special Education	39	41	43	43
Vocational Education	6	6	6	8
Remedial Specialist	32	29	27	25
Tutors	3	3	5	5
Others	0	4	2	1
Other Professional:				
Counseling	11	12	13	13
Psychologist	5	5	5	5
Speech therapist	5	5	6	5
Others	4	2	1	2
Support Staff:				
Secretarial	41	41	44	42
Teacher Aides	58	58	54	52
Maintenance	9	8	8	8
Custodial	38	38	40	39
Transportation	35	34	32	32
Food Service	28	26	24	24
Monitors	15	15	17	16
Library Services	15	13	12	14
Computer Technicians	4	4	4	4
Other	4	4	4	4
Total	<u>596</u>	<u>596</u>	<u>595</u>	<u>599</u>

Source: School District financial records.

<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
26	26	26	26	28	30
230	226	236	236	243	243
42	42	45	52	47	46
8	8	9	9	10	9
19	19	12	3	2	5
6	15	16	16	13	14
5	5	4	2	3	3
12	12	12	12	13	13
5	4	6	7	5	4
6	5	6	6	5	5
2	2	2	2	2	3
42	42	42	44	43	44
51	51	41	42	41	39
8	8	8	10	10	10
39	36	37	38	39	38
31	33	34	34	30	30
26	28	28	31	29	28
15	14	14	14	21	17
14	15	15	16	16	15
4	3	3	3	3	3
3	1	2	2	5	4
<u>594</u>	<u>595</u>	<u>598</u>	<u>605</u>	<u>608</u>	<u>603</u>

NORTH OLMSTED CITY SCHOOL DISTRICT
OPERATING STATISTICS
LAST TEN FISCAL YEARS

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Source of Revenue - North Olmsted:				
Local	66.4%	69.1%	71.4%	72.6%
State	27.5%	26.5%	24.9%	23.9%
Federal	6.1%	4.3%	3.7%	3.5%
Source of Revenue - Statewide:				
Local	45.7%	46.4%	48.2%	49.1%
State	44.1%	45.4%	43.6%	42.9%
Federal	10.2%	8.2%	8.2%	8.0%
Cost per Pupil:				
North Olmsted	\$ 12,662	\$ 12,226	\$ 11,531	\$ 10,908
Statewide	\$ 10,512	\$ 10,184	\$ 9,939	\$ 9,586
Student to teacher ratio:				
North Olmsted	18.7 [c]	18.7 [c]	18.7	19.0
Statewide	18.6 [c]	18.6 [c]	18.6	19.6
Transportation:				
Percent of students transported	50.0%	51.0%	50.0%	58.0%
Number of miles traveled	340,740	337,140	375,348	413,976
Food Service:				
Annual operating deficit	\$ (80,843)	\$ (104,606)	\$ (118,804)	\$ (90,392)
Number of meals served	504,189	341,724 [b]	274,979	281,141
Number of federally subsidized meals served	339,455	171,780 [b]	159,501	148,514
Number of students receiving federally subsidized meals	1,550	1,547	1,333	1,072
Median Income:				
North Olmsted	\$ 35,006	\$ 35,099	\$ 34,740	\$ 34,391
Statewide	\$ 31,520	\$ 31,341	\$ 31,321	\$ 30,362
New Construction Within the District:				
Residential	\$ 7,094,128	\$ 6,574,278	\$ 7,474,587	\$ 9,094,649
Commercial	\$ 3,982,820	\$ 9,533,967	\$ 9,789,366	\$ 13,301,899

Source: School District financial records.

[a] In fiscal year 2006, the School District stopped providing lunches to a neighboring school(s) which resulted in a 19% decline in the number of meals served.

[b] In fiscal year 2009, the School District started providing breakfasts at all school buildings.

[c] 2008 data is the most recent data available.

<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
72.9%	71.0%	71.6%	70.1%	69.8%	70.0%
23.1%	25.3%	25.8%	26.9%	27.5%	27.4%
4.0%	3.8%	2.6%	2.9%	2.7%	2.6%
48.8%	47.4%	46.9%	47.6%	48.1%	50.0%
42.7%	44.2%	45.4%	45.7%	45.8%	43.8%
8.5%	8.4%	7.8%	6.7%	6.1%	6.2%
\$ 10,919	\$ 10,220	\$ 9,793	\$ 9,365	\$ 9,076	\$ 8,668
\$ 9,359	\$ 9,051	\$ 8,761	\$ 8,439	\$ 8,079	\$ 7,589
18.3	18.3	19.3	16.3	17.6	17.9
18.6	18.5	18.5	16.5	16.9	18.0
53.5%	54.9%	53.5%	48.6%	48.3%	49.3%
410,403	432,796	366,766	382,610	403,987	368,975
\$ (206,071)	\$ (60,714)	\$ (64,697)	\$ (68,988)	\$ (91,893)	\$ (35,239)
295,060 (a)	365,582	347,725	368,979	411,087	410,075
128,103	122,507	126,749	120,958	118,275	N/A
1,025	860	766	756	691	562
\$ 34,604	\$ 34,456	\$ 34,162	\$ 34,358	\$ 36,890	\$ 34,493
\$ 30,505	\$ 29,677	\$ 29,464	\$ 29,187	\$ 30,090	\$ 29,069
\$ 8,804,637	\$ 6,712,977	\$ 7,180,459	\$ 10,178,440	\$ 5,783,836	\$ 10,092,256
\$ 14,709,091	\$ 19,197,115	\$ 20,052,718	\$ 27,061,724	\$ 9,675,166	\$ 10,280,276

NORTH OLMSTED CITY SCHOOL DISTRICT
SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS

<u>School Building</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Birch Primary (1967)				
Square Feet	35,522	35,522	35,522	35,522
Capacity	464	464	464	464
Enrollment	414	425	409	403
Butternut Primary (1968)				
Square Feet	31,682	31,682	31,682	31,682
Capacity	408	408	408	408
Enrollment	250	233	274	264
Forest Primary (1971)				
Square Feet	31,508	31,508	31,508	31,508
Capacity	336	336	336	336
Enrollment	258	261	300	310
Spruce Primary (1967)				
Square Feet	24,764	24,764	24,764	24,764
Capacity	312	312	312	312
Enrollment	173	176	217	221
Chestnut Intermediate (1956)				
Square Feet	42,381	42,381	42,381	42,381
Capacity	480	480	480	480
Enrollment (b)	314	316	312	304
Maple Intermediate (1956)				
Square Feet	42,381	42,381	42,381	42,381
Capacity	504	504	504	504
Enrollment	291	294	283	306
Pine Intermediate (1965)				
Square Feet	53,308	53,308	53,308	53,308
Capacity	456	456	456	456
Enrollment	449	418	400	403
Middle School (1930)				
Square Feet	114,987	114,987	114,987	114,987
Capacity	949	949	949	949
Enrollment	657	696	669	712
High School (1962)				
Square Feet	208,304	208,304	208,304	208,304
Capacity	1,194	1,194	1,194	1,194
Enrollment	1,508	1,547	1,618	1,664

Source of information - School District financial records.

- (a) In 2002, the School District reconfigured its elementary and middle school buildings into a primary and intermediate grade alignment.
- (b) In 2002, the School District reactivated the Chestnut Intermediate school building that had been leased to a day care center.

<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002(a)</u>
35,522	35,522	35,522	35,522	35,522
464	464	284	284	284
405	323	319	301	336
31,682	31,682	31,682	31,682	31,682
408	408	408	408	408
264	346	335	318	309
31,508	31,508	31,508	31,508	31,508
336	336	336	336	336
278	264	259	272	245
24,764	24,764	24,764	24,764	24,764
312	312	312	312	312
221	218	200	198	252
42,381	42,381	42,381	42,381	42,381
480	480	480	480	480
304	315	336	356	412 (b)
42,381	42,381	42,381	42,381	42,381
504	504	504	504	504
307	286	312	367	458
53,308	53,308	53,308	53,308	53,308
456	456	456	456	456
410	456	424	435	384
114,987	114,987	114,987	114,987	137,853
949	949	949	949	949
772	765	774	779	781
208,304	208,304	208,304	208,304	208,304
1,194	1,194	1,194	1,194	1,194
1,652	1,610	1,611	1,634	1,613

NORTH OLMSTED CITY SCHOOL DISTRICT
 CAPITAL ASSET INFORMATION
 LAST NINE FISCAL YEARS

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Land	\$ 1,172,491	\$1,172,491	\$1,088,848	\$1,088,848
Construction in progress	-	69,021	-	-
Land improvements	835,881	835,881	835,881	835,881
Buildings and improvements	20,027,650	19,397,055	19,460,758	19,382,511
Furniture and equipment	2,894,313	3,166,187	3,203,159	3,040,568
Vehicles	<u>2,976,568</u>	<u>2,994,178</u>	<u>2,956,695</u>	<u>2,982,463</u>
Total	27,906,903	27,634,813	27,545,341	27,330,271
Less accumulated depreciation	<u>(15,568,169)</u>	<u>(14,892,229)</u>	<u>(14,283,034)</u>	<u>(13,604,602)</u>
Total Governmental Activities Capital Assets, Net	<u>\$ 12,338,734</u>	<u>\$12,742,584</u>	<u>\$13,262,307</u>	<u>\$13,725,669</u>

Source: School District financial records.

Note: The District began to report accrual information when it implemented GASB Statement 34 in 2002.

<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
\$1,088,848	\$1,088,848	\$1,088,848	\$955,597	\$955,597
-	-	-	-	-
835,881	835,881	835,157	822,855	822,855
17,668,955	17,645,361	17,321,999	16,675,889	16,390,074
3,047,349	2,876,362	2,645,782	2,499,820	2,788,059
<u>2,932,969</u>	<u>2,796,398</u>	<u>2,794,973</u>	<u>2,633,549</u>	<u>2,472,240</u>
25,574,002	25,242,850	24,686,759	23,587,710	23,428,825
<u>(13,115,098)</u>	<u>(12,469,211)</u>	<u>(11,690,408)</u>	<u>(11,061,644)</u>	<u>(10,895,245)</u>
<u>\$12,458,904</u>	<u>\$12,773,639</u>	<u>\$12,996,351</u>	<u>\$12,526,066</u>	<u>\$12,533,580</u>

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