

***FAIRVIEW PARK CITY SCHOOL DISTRICT***

***CUYAHOGA COUNTY***

**Audit Report**

**For the Year Ended June 30, 2006**

***Charles E. Harris and Associates, Inc.***  
**Certified Public Accountants and Government Consultants**





Mary Taylor, CPA  
Auditor of State

Board of Education  
Fairview Park City School District  
20770 Lorain Road  
Fairview Park, Ohio 44126

We have reviewed the *Report of Independent Accountants* of the Fairview Park City School District, Cuyahoga County, prepared by Charles E. Harris & Associates, Inc., for the audit period July 1, 2005 through June 30, 2006. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

*Mary Taylor*

Mary Taylor, CPA  
Auditor of State

April 13, 2007

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**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**Cuyahoga County, Ohio**  
**Audit Report**  
**For the Year Ended June 30, 2006**

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

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

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

**Fairview Park City School District  
Cuyahoga County  
20770 Lorain Road  
Fairview Park, Ohio 44126**

**To the Board of Education:**

**We have audited the financial statements of the governmental activities, the business type activities, each major fund and the aggregate remaining fund information of the Fairview Park City School District, Cuyahoga County (the District) as of and for the year ended June 30, 2006, which collectively comprise the District's basic financial statements and have issued our report thereon dated February 16, 2007. These financial statements are the responsibility of the District's management. Our responsibility is to express an opinion 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 conducted in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.**

**Our audit was performed for the purpose of forming an opinion on the financial statements of the Fairview Park City School District, Cuyahoga County, taken as a whole. The accompanying Schedule of Federal Awards Expenditures is presented for purposes of additional analysis as required by the *U.S. Office of Management and Budget, Circular A-133, Audit of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the financial statements. The information in that schedule has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly presented in all material respects in relation to the financial statements taken as a whole.**

***Charles E. Harris & Associates, Inc.***  
**February 16, 2007**

**Fairview Park City School District**  
Schedule of Federal Awards Expenditures  
For the Year Ending June 30, 2006

Federal Grantor/Pass Through/Program Title	CFDA Number	Federal Receipts	Federal Expenditures
<b><u>U.S. Department of Agriculture</u></b>			
Pass through Ohio Department of Education National School Lunch Program	10.555	\$ 121,944	\$ 121,944
Food Distribution	10.550	<u>9,229</u>	<u>9,229</u>
<b>Total U.S. Department of Agriculture</b>		131,173	131,173
<b><u>U.S. Department of Education</u></b>			
Pass through Ohio Department of Education Title I, Part A, Title I Grants to Local Education Agencies			
Title I - FY 05	84.010	15,192	57,853
Title I - FY 06	84.010	<u>65,065</u>	<u>87,252</u>
<b>Total Title I - Grants to Local Education Agencies</b>		80,257	145,105
Special Education Cluster			
Title VI - B - FY 05	84.027	-	30,275
Title VI - B - FY 06	84.027	493,877	478,044
Early Childhood Special Education - FY05	84.173	1,320	3,143
Early Childhood Special Education - FY06	84.173	<u>20,917</u>	<u>19,917</u>
<b>Total Special Education Cluster</b>		516,114	531,379
Drug - Free School Grant			
Drug - Free School Grant - FY05	84.186	1,324	3,257
Drug - Free School Grant - FY06	84.186	<u>4,403</u>	<u>5,225</u>
<b>Total Drug - Free School Grant</b>		5,727	8,482
Innovative Education Program Strategies			
Innovative Education Program Strategies - FY05	84.298	9,641	16,670
Innovative Education Program Strategies - FY06	84.298	<u>-</u>	<u>2,923</u>
<b>Total Innovative Education Program Strategies</b>		9,641	19,593
Title II-D			
Title II-D Technology - FY05	84.318	48	51
Title II-D Technology - FY06	84.318	<u>135</u>	<u>-</u>
<b>Total Title II-D</b>		183	51
Title III			
Title III ESL - FY05	84.194	1,952	8,506
Title III ESL - FY06	84.194	<u>9,287</u>	<u>10,648</u>
<b>Total Title III</b>		9,287	19,154
Title II-A			
Improv. Teacher Quality - FY05	84.367	9,331	15,907
Improv. Teacher Quality - FY06	84.367	<u>47,143</u>	<u>51,698</u>
<b>Total Title II-A</b>		<u>56,474</u>	<u>67,605</u>
<b>Total U.S. Department of Education</b>		<u>677,683</u>	<u>791,369</u>
<b>Total Federal Expenditures</b>		<u>\$ 808,856</u>	<u>\$ 922,542</u>

See accompanying Notes to the Schedule of Federal Awards Expenditures

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**CUYAHOGA COUNTY, OHIO**  
**Notes to the Schedule of Federal Awards Expenditures**  
**For the Year Ended June 30, 2006**

**1. Significant Accounting Policies**

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

**2. Food Distribution**

Nonmonetary assistance is reported in the schedule at fair market value of the commodities received and disbursed. Monies are commingled with State grants. It is assumed federal monies are expended first. At June 30, 2006, the District had immaterial food commodities in inventory recorded in the Food Service Fund.

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

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

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**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON  
COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL  
STATEMENTS REQUIRED BY GOVERNMENT AUDITING STANDARDS**

**Fairview Park City School District  
Cuyahoga County  
20770 Lorain Road  
Fairview Park, Ohio 44126**

**To the Board of Education:**

We have audited the financial statements of the governmental activities, business -type activities, each major fund, and the aggregate remaining fund information of the Fairview Park City School District, Cuyahoga County (the District) as of and for the year ended June 30, 2006, which collectively comprise the District's basic financial statements and have issued our report thereon dated February 16, 2007. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**Internal Controls Over Financial Reporting**

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

However, we noted other matters involving the internal control over financial reporting that do not require inclusion in this report that we have reported to management of the Fairview Park City School District in a separate letter dated February 16, 2007.

## Compliance

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

However, we noted certain immaterial instances of noncompliance that we have reported to management in a separate letter dated February 16, 2007.

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

*Charles E. Harris & Associates, Inc.*  
February 16, 2007

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

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

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

Fairview Park City School District  
Cuyahoga County  
20770 Lorain Road  
Fairview Park, Ohio 44126

To the Board of Education:

**Compliance**

We have audited the compliance of the Fairview Park City School District, Cuyahoga County (the District) with the types of compliance requirements described in U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement that are applicable to its major federal program for the year ended June 30, 2006. The District's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal program is the responsibility of the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

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

In our opinion, the District complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the year ended June 30, 2006.

**Internal Control Over Compliance**

The management of the District is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the District's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

**Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.**

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

***Charles E. Harris & Associates, Inc.***  
**February 16, 2007**

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY  
June 30, 2006**

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

(d)(1)(i)	<i>Type of Financial Statement Opinion</i>	Unqualified
(d)(1)(ii)	<i>Were there any material control weakness conditions reported at the financial statement level (GAGAS)?</i>	No
(d)(1)(ii)	<i>Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?</i>	No
(d)(1)(iii)	<i>Was there any reported material non-compliance at the financial statement level (GAGAS)?</i>	No
(d)(1)(iv)	<i>Were there any material internal control weakness conditions reported for major federal programs?</i>	No
(d)(1)(iv)	<i>Were there any other reportable internal control weakness conditions reported for major federal programs?</i>	No
(d)(1)(v)	<i>Type of Major Programs' Compliance Opinion</i>	Unqualified
(d)(1)(vi)	<i>Are there any reportable findings under Section .510</i>	No
(d)(1)(vii)	<i>Major Programs:</i>	Special Education Cluster: Early Childhood Sp. Ed. CFDA 84.173 Title VI-B CFDA 84.027
(d)(1)(viii)	<i>Dollar Threshold: Type A\B Programs</i>	Type A: > \$300,000 Type B: all others
(d)(1)(ix)	<i>Low Risk Auditee?</i>	Yes

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**CUYAHOGA COUNTY**  
**June 30, 2006**

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

None

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

None.

***FAIRVIEW PARK CITY SCHOOL DISTRICT***  
**CUYAHOGA COUNTY**  
**SCHEDULE OF PRIOR AUDIT FINDINGS**  
**JUNE 30, 2006**

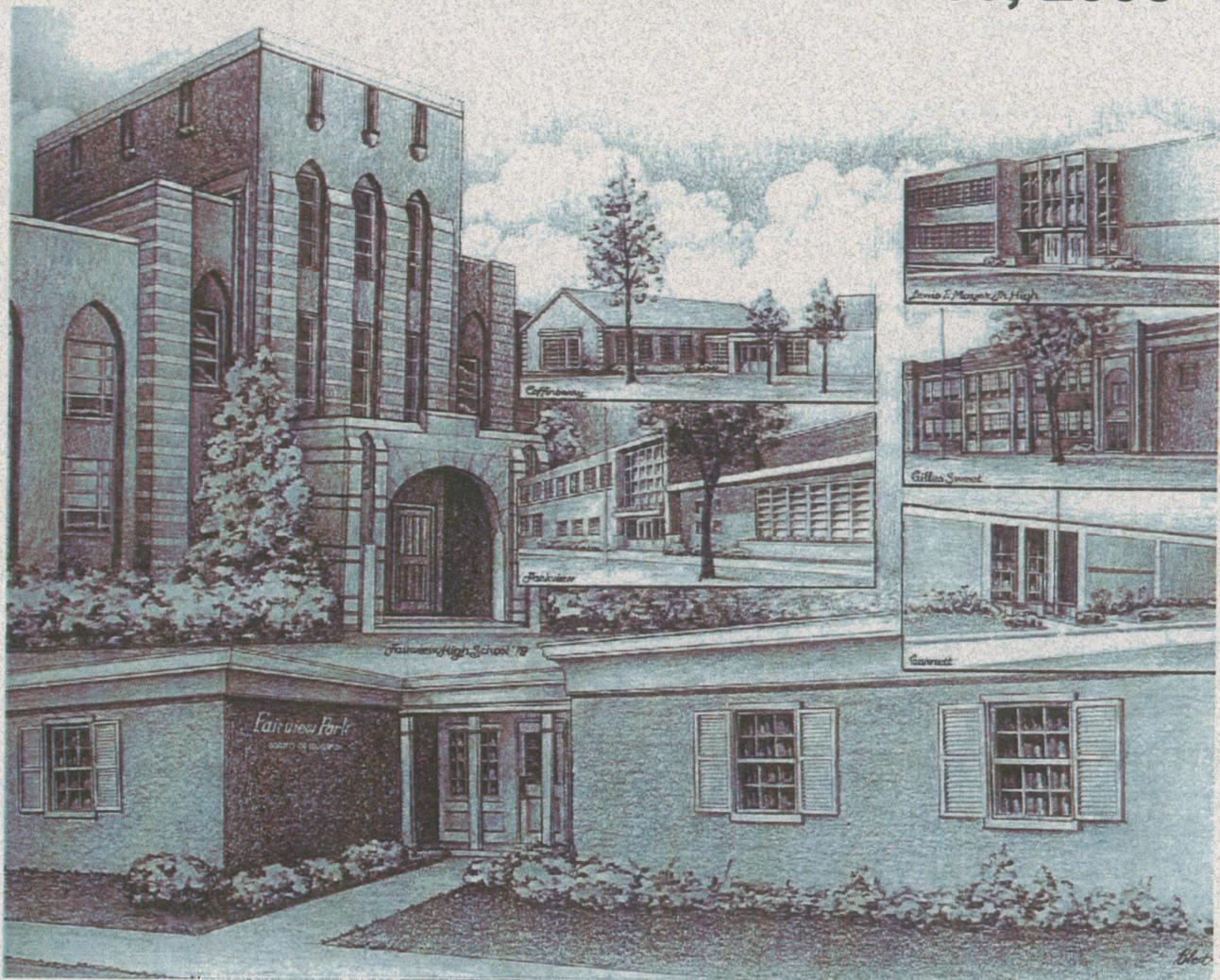
The prior audit report, for the year ending June 30, 2005, reported no material citations or recommendations.

# Fairview Park City School District

## Comprehensive Annual Financial Report

David M. Chambers  
Treasurer

For the Fiscal Year Ended June 30, 2006



Fairview Park City School District  
20770 Lorain Road  
Fairview Park, Ohio 44126



# INTRODUCTORY SECTION



**Fairview Park City School District  
Comprehensive Annual Financial Report  
Year Ended June 30, 2006**



FAIRVIEW PARK  
CITY SCHOOL DISTRICT

COMPREHENSIVE  
ANNUAL  
FINANCIAL  
REPORT  
FOR  
FISCAL YEAR  
ENDED  
JUNE 30, 2006

**Prepared by:**  
**David M. Chambers, Treasurer**

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FAIRVIEW PARK CITY SCHOOL DISTRICT  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2006

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FAIRVIEW PARK CITY SCHOOL DISTRICT  
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FAIRVIEW PARK CITY SCHOOL DISTRICT  
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FAIRVIEW PARK CITY SCHOOL DISTRICT  
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**BRION E. DEITSCH**

*Superintendent*

**DAVID M. CHAMBERS**

*Treasurer*

20770 Lorain Road  
Fairview Park, Ohio 44126  
(440) 331-5500  
(440) 356-3545 (FAX)

February 28, 2007

Members of the Board of Education and  
Residents of the Fairview Park City School District

Dear Board Members and Residents:

We are pleased to submit to you the third Comprehensive Annual Financial Report (CAFR) of the Fairview Park City School District. This CAFR, which includes an unqualified opinion from Charles E. Harris and Associates, Inc, conforms to generally accepted accounting principles as applicable to governmental entities for the fiscal year ended June 30, 2006.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that has been established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

In accordance with Ohio law, each public office is required to have an independent audit at least once every two years unless an annual audit is required pursuant to The Single Audit Act of 1984. These audits are conducted by either the Auditor of the State or, if the Auditor permits, an independent public accounting firm. The current year audit was completed by Charles E. Harris and Associates, Inc. The goal of the independent audit was to provide reasonable assurance that the financial statements of the School District for the year ended June 30, 2006, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The Independent Accountants' Report is presented as the first component of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the Independent Accountant's Report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements this letter of transmittal and should be read in conjunction with it.

## **Profile of the School District**

The Fairview Park City School District is one of 612 school districts in the State of Ohio and one of 31 school districts in Cuyahoga County. The District provides education to 1,821 students in grades kindergarten through the twelfth grade. Additionally the District provides preschool services. The District covers approximately 4.77 square miles and is located approximately 10 miles west of downtown Cleveland, Ohio.

Statutorily, the District operates under standards prescribed by the Ohio State Board of Education as provided in Division (D) Section 3301.07 and Section 119.01 of the Ohio Revised Code, to provide educational services prescribed by State and/or 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. A complete organizational chart is included in this Introductory Section.

The District has reviewed its reporting entity definition in order to ensure conformance with Government Auditing Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*. In evaluating how to define the District for financial reporting purposes, the District has considered all agencies, departments, and organizations making up the District (the primary government) and its potential component units. Excluded from the reporting entity, because they are fiscally independent of the District, are the City of Fairview Park, the Parent Teacher Organization, and the parochial and private schools operating within the boundaries of the District.

The District is associated with three jointly governed organizations and one insurance purchasing pool. These organizations are the Lake Erie Educational Computer Association, the Polaris Career Center, the Ohio Schools' Council Association, and the Ohio School Boards Association Workers' Compensation Group Rating Program. These organizations are presented in Notes 17 and 18 to the basic financial statements.

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriation resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriations resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than agency funds, are legally required to be budgeted and appropriated. The legal level of budgetary control has been established by the Board of Education at the fund level. Any budgetary modifications are made by Board resolution.

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

## **Local Economy and Relevant Financial Policies**

In 2006, new construction with a total market value of \$2,121,170 was added to the tax duplicate. The total taxable value increased from \$361,309,369 to \$391,043,928 in 2006.

In the past year, the following new businesses have opened in the City:

Beckers Donuts  
Consignment Depot  
Dollar Savers  
Infinity Lending  
Mark Kasmark Home Improvement  
Pegasus Interiors  
Pizza Pan  
Spectrum Diagnostic Imaging  
Terrance J. Kenneally & Associates  
U S Readers Service

Carpets by Kasmark  
Doggie Day Care and Training  
Dunkin Donuts/Baskin Robbins  
Joyce Buick  
O.C. Property Management  
Personal Growth  
Royal Flush Plumbing  
St. Angela Merici Preschool  
Title Plus Services

While economic development is good for the community as a whole, including the school district, the benefits to the local District are not as great as one might imagine. The City of Fairview Park has a tax abatement program for which applicants can receive tax exemptions up to 100 percent on any remodeling or new construction for up to seven (7) years. The schools are not involved in the decision making of the abatement process. The schools do receive additional revenue when the land value increases, but not on the land improvements (i.e. new buildings) until the abatement period expires. Tax revenues from business equipment and inventory are diminishing due to tax relief legislation passed by the state legislature.

Annually, the School District prepares a five-year financial forecast. The financial forecast is the foundation for the School District's operations and is used as a financial planning tool to assist the School District in determining its ability to meet certain financial obligations and plan future funding needs. The forecast shows revenue and expenditures for the general operating fund for the past three fiscal years and projects revenue and expenditures for the ensuing five-year period. Through a collaborative process, the administration assists the Board of Education in determining and prioritizing the needs of the School District. In accordance with State law, the Board of Education approves the financial forecast and submits it to the Ohio Department of Education prior to October 31 and reviews it again prior to May 31.

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

House Bill No. 66 (HB66), the State's biennial budget for fiscal years 2006 and 2007 was enacted in June 2005. This legislation adopted sweeping changes in the State's tax structure. The most significant provisions impacting the School District are the elimination of the Cost of Doing Business factor (CODB) portion of the State Formula Aid calculation and the elimination of the tangible personal property tax on business.

The CODB is being phased-out over fiscal years 2006 and 2007. HB 66, however, provides for a “guarantee” or a floor (the fiscal 2005 State Formula Aid amount) below which school district’s funding will not fall during this biennium.

HB 66 eliminates the tangible personal property tax. The phase-out for the tangible personal property tax begins with the 2006 tax collection year, in which approximately 75 percent of the traditional amount will be payable, followed by 50 percent and 25 percent in tax collection years 2007 and 2008, respectively, with no tax due in tax collection year 2009.

At the same time the tax-phase out is occurring, the phase-in of the HB 66 personal property tax loss reimbursement mechanism will begin to make payments to school districts to help offset the loss of personal property tax collections. The reimbursement payments will coincide with the phase-out and will, in essence, approximate the reciprocal percentage of the phase-out tax payment percentage (i.e., 25, 50, 75, and 100 for the tax collection years 2006, 2007, 2008 and 2009, respectively). After a second 100 percent reimbursement year in tax collection year 2010, the reimbursement payments will be phased-out over the ensuing five years.

Because personal property tax collections are unpredictable under normal circumstances, the exact impact of the tax phase-out and tax reimbursement phase-in is unknown at this time. It is vital for the School District’s Board and management team to continue to carefully and prudently plan to provide the educational resources required to meet the future needs of its students.

State funding of schools, specifically for general operations, remains unclear for future years due to a series of Ohio Supreme Court decisions on the constitutionality of the present funding system. Additionally, the real property tax system in Ohio does not permit school districts to receive additional tax revenue solely as a result of reassessment or reappraisal. Consequently, the primary means of increasing revenue for the District is through additional operating levies or through the passage of a School District Income Tax. Prior to successfully passing a 5.9 mill emergency levy in November, 2006, the District last passed an operating levy in March of 2003.

### **Long-Term Financial Planning**

The School District will be reducing \$2.6 million in budget expenses through cuts in personnel and activities which will take place before the beginning of the 2006-2007 school year. These reductions will not be brought back to the District unless necessary to meet student population and needs.

The District will be closely monitoring student population and student needs and comparing these to staffing in the future. These comparisons will allow the District to keep a streamlined organization.

The District will be monitoring and updating its five-year forecast and current budget to allow for the new levy along with an anticipated renewal of an emergency levy to last five years before additional monies from the taxpayers of the District will be sought.

## Major Initiatives

The District continues to be committed to providing “superior services and academic programs that challenge the mind and instill the joy of lifelong learning and responsible citizenship” as stated in the mission statement. The District’s goals for 2005-2006 are as follows:

- Continue to emphasize competency and proficiency in basic studies using available data to monitor improvement.
- Every high school student will have a four-year career pathways plan that ensures that he/she is pursuing academic work at the highest level of which he/she is capable. The plan will have as its goal that the student will be prepared for career and/or college entry upon graduation from high school. Provisions will be made to have the student and student’s family participate in the development, review, and revision of the high school plan.
- Examine the potential for development and implementation of alternative programs for high school students who are unable or unwilling to conform to the District’s high academic and conduct standards.
- Develop a Continuous Improvement Plan, with the involvement and participation of community and staff, to guide the District.
- Promote better communications between schools and their stakeholders by implementing a comprehensive Communications Plan.
- The District will have and implement a plan to ensure quality fiscal planning and management. The plan will ensure the District’s financial plan is implemented in a timely and effective manner.
- Review and revise the District’s comprehensive technology plan and formally approve it for implementation.
- Review and revise the process used to evaluate the District’s support staff.
- Conduct a comprehensive assessment/audit of each central office department to ensure the delivery of quality services. Results of this assessment will be used to aid in the development of an annual plan for staff development activities that address the CIP Goals and to support the implementation of Ohio’s Academic Content Standards.
- Continue to develop the Professional Learning Communities model as a vehicle for building-based professional development initiatives.
- Provide support for transfer students to ensure that they will be able to pursue academic work at the highest level of which they are capable. To that end, the District will give individual attention to the placement and instruction of each transfer student. Where information on the students indicates the need, a plan for remedying academic deficiencies will be developed.

## 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 Fairview Park City School District for its comprehensive annual financial report for the year ended June 30, 2005.

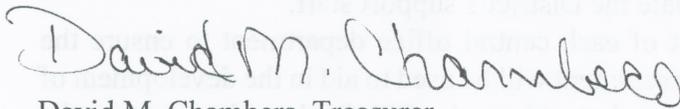
In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards. Such a report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that 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.

## Acknowledgements

The publication of the Comprehensive Annual Financial Report enhances the District's accountability to the citizens of the District. The preparation of this report would not have been possible without the assistance and support of the staff of the Treasurer's Office and numerous other District staff members. Our appreciation is also expressed to the firm of James G. Zupka, CPA, Inc. for their assistance in preparing and reviewing this financial report.

Respectfully submitted,



David M. Chambers, Treasurer

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Fairview Park  
City School District  
Ohio

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2005

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
PRINCIPAL OFFICIALS  
JUNE 30, 2006**

**BOARD OF EDUCATION**

Mr. Tom Davis, President  
Mrs. Lorri Marginian, Vice-President  
Mr. Dennis Rehor, Member  
Mrs. Ann Godhard, Member  
Mr. Brad Lamb, Member

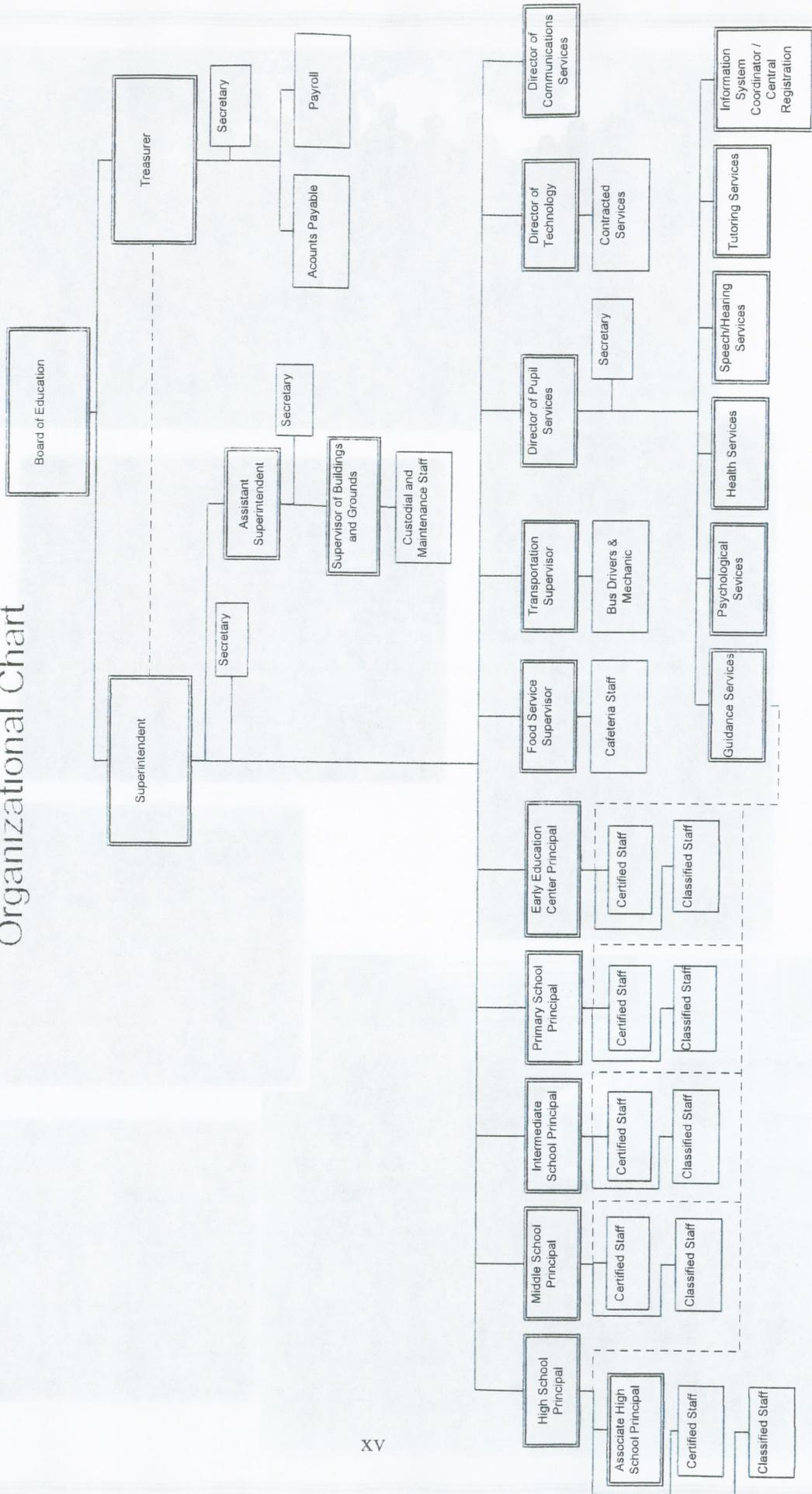
**Treasurer**

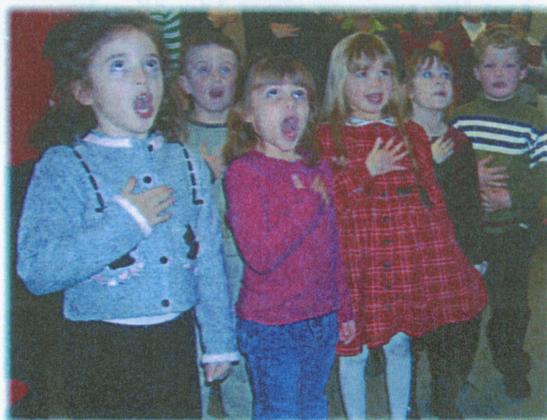
David M. Chambers

**Superintendent**

Brian E. Deitsch

# Attachment 1 Fairview Park Schools Organizational Chart





# FINANCIAL SECTION



**Fairview Park City School District  
Comprehensive Annual Financial Report  
Year Ended June 30, 2006**



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

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

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**REPORT OF INDEPENDENT ACCOUNTANTS**

**Fairview Park City School District  
Cuyahoga County  
20770 Lorain Road  
Fairview Park, Ohio 44126**

**To the Board of Education:**

We have audited the accompanying financial statements of the governmental activities, the business type activities, each major fund and the aggregate remaining fund information of the Fairview Park City School District, Cuyahoga County (the District), as of and for the year ended June 30, 2006, 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 an opinion on these basic financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the basic financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the basic financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Fairview Park City School District, Cuyahoga County as of June 30, 2006, and the respective changes in financial position and cash flows, where applicable, thereof and the budgetary comparison for the General Fund for the year ended in conformity with accounting principles generally accepted in the United States of America.

Management's Discussion and Analysis on pages 3 through 12 is not a required part of the basic financial statements, but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

In accordance with *Government Auditing Standards*, we have also issued a report dated February 16, 2007 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, 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 results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should be read in conjunction with this report in assessing the results of our audit.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining and individual nonmajor fund statements, and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express not opinion on them.

A handwritten signature in black ink that reads "Charles E. Harris". The signature is written in a cursive style.

*Charles E. Harris & Associates, Inc.*  
February 16, 2007

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**for the Fiscal Year Ended June 30, 2006**  
**Unaudited**

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The discussion and analysis of the Fairview Park City School District's financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2006. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the notes to the basic financial statements and financial statements to enhance their understanding of the School District's financial performance.

**FINANCIAL HIGHLIGHTS**

Key financial highlights for the fiscal year 2006 are as follows:

- Net assets of governmental activities decreased \$937,114 from the prior year.
- General revenues accounted for \$20,641,218 in revenue or eighty-seven percent of all revenues. Program specific revenues in the form of charges for services, operating grants, contributions and interest accounted for \$3,173,963 or thirteen percent of total revenues.
- Total revenues for fiscal year 2006 were \$23,815,181.
- The District had \$23,361,466 in expenses related to governmental activities; only \$1,946,300 of these expenses were offset by program specific charges for services, grants, contributions and interest resulting in a net cost of \$21,415,166 for the District. General revenues and transfers related to governmental activities of \$20,478,052 were not adequate to provide for the net cost of these programs.
- Total assets of the District increased by \$25,733,872.

**USING THIS COMPREHENSIVE FINANCIAL REPORT (CAFR)**

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**for the Fiscal Year Ended June 30, 2006**  
**Unaudited**

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

## **REPORTING THE SCHOOL DISTRICT AS A WHOLE**

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

While this document contains information about the large number of funds used by the District to provide programs and activities, the view of the School District as a whole looks at all financial transactions and asks the question, "How did we do financially during the fiscal year 2006?" The Statement of Net Assets and the Statement of Activities answers this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the District's net assets and changes in those 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 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 District's property tax base, current property tax laws in Ohio restricting revenue growth, facility conditions, required educational programs, and other factors.

In the Statement of Net Assets and the Statement of Activities, the District reports governmental and business-type activities. Governmental activities are the activities where most of the District's programs and services are reported including, but not limited to, instruction, support services, operation and maintenance of plant, pupil transportation, and extracurricular activities. Business-type activities are the activities where the District's services are provided on a charge for goods or services basis to recover all of the expenses of the goods or services provided. The District's food service and day care services are reported as business-type activities.

## **REPORTING THE DISTRICT'S MOST SIGNIFICANT FUNDS**

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

The analysis of the District's major funds begins on page 16. Fund financial reports provide detailed information about the District's major funds. The District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the District's most significant funds. The District's major governmental funds are the General Fund, Bond Retirement Fund, and Building Fund.

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**for the Fiscal Year Ended June 30, 2006**  
**Unaudited**

***Governmental Funds***

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

**THE SCHOOL DISTRICT AS A WHOLE**

Recall that the Statement of Net Assets provides the perspective of the District as a whole. Table 1 provides a summary of the District's net assets for 2006 compared to 2005.

**Table 1 - Net Assets**

	Governmental Activities		Business-Type Activities		Totals	
	2006	2005 Restated	2006	2005 Restated	2006	2005 Restated
<b><u>Assets</u></b>						
Current and Other Assets	\$ 49,448,939	\$ 25,883,970	\$ 153,865	\$ 173,955	\$49,602,804	\$26,057,925
Capital Assets	<u>9,190,018</u>	<u>6,998,198</u>	<u>23,471</u>	<u>26,298</u>	<u>9,213,489</u>	<u>7,024,496</u>
<b>Total Assets</b>	<b><u>\$ 58,638,957</u></b>	<b><u>\$32,882,168</u></b>	<b><u>\$ 177,336</u></b>	<b><u>\$ 200,253</u></b>	<b><u>\$58,816,293</u></b>	<b><u>\$33,082,421</u></b>
<b><u>Liabilities</u></b>						
Long-Term Liabilities	\$ 38,610,282	\$ 8,204,109	\$ 108,608	\$ 167,060	\$38,718,890	\$ 8,371,169
Other Liabilities	<u>17,432,308</u>	<u>21,144,578</u>	<u>54,623</u>	<u>42,240</u>	<u>17,486,931</u>	<u>21,186,818</u>
<b>Total Liabilities</b>	<b><u>56,042,590</u></b>	<b><u>29,348,687</u></b>	<b><u>163,231</u></b>	<b><u>209,300</u></b>	<b><u>56,205,821</u></b>	<b><u>29,557,987</u></b>
<b><u>Net Assets</u></b>						
Invested in Capital Assets						
Net of Debt	2,895,485	6,533,198	23,471	26,298	2,918,956	6,559,496
Restricted	304,764	392,581	0	0	304,764	392,581
Unrestricted (Deficit)	<u>(603,882)</u>	<u>(3,392,298)</u>	<u>(9,366)</u>	<u>(35,345)</u>	<u>(613,248)</u>	<u>(3,427,643)</u>
<b>Total Net Assets</b>	<b><u>\$ 2,596,367</u></b>	<b><u>\$ 3,533,481</u></b>	<b><u>\$ 14,105</u></b>	<b><u>\$ (9,047)</u></b>	<b><u>\$ 2,610,472</u></b>	<b><u>\$ 3,524,434</u></b>

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**for the Fiscal Year Ended June 30, 2006**  
**Unaudited**

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Current and other assets of governmental activities increased by \$23,564,969 mainly due to the passage of a \$28.5 million bond levy in February 2005 with issuance of general obligation bonds in July 2005 for school improvements. Current assets of business-type activities decreased by \$20,090 primarily due to a decrease in total operating revenues of \$19,535 for food services combined with an increase in operating expense and transfers in. Total capital assets increased by \$2,188,993 due to capital additions for construction in progress of \$2,566,674 and furniture and equipment of \$5,000 less depreciation costs of \$382,681.

Long-term liabilities of governmental activities increased by \$30,406,173 due to the District issuing \$28,499,993 in School Improvement Bonds, as mentioned above, and the issuance of \$2,729,999 in General Obligation Bonds for the purpose of advance refunding \$2,854,252 Library Improvement Bonds, 1995 series. Deferred amounts for issuance premiums on the combined bond issues amount to \$1,550,018. Additional debt principal retirements of \$70,000 were offset by an increase of \$550,415 in compensated absences liability. Other liabilities of governmental activities decreased by \$3,712,270 primarily due to the payoff of \$6,000,000 in notes and an increase of \$1,976,638 in deferred revenue. Invested in capital assets, net of debt decreased \$3,637,713 due to additional debt and capital asset depreciation.

In order to further understand what makes up the changes in net assets for both the governmental and business activities for the current year, Table 2 shows the change in net assets for fiscal year ended June 30, 2006. It also provides a comparative analysis of data for fiscal year 2006 versus 2005.

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**for the Fiscal Year Ended June 30, 2006**  
**Unaudited**

**Table 2 - Changes in Net Assets**

	Governmental Activities		Business-Type Activities		Totals	
	2005		2005		2005	
	2006	Restated	2006	Restated	2006	Restated
<b>Revenues</b>						
<b>Program Revenues:</b>						
Charges for Services	\$ 717,815	\$ 740,853	\$ 1,102,144	\$ 1,093,333	\$ 1,819,959	\$ 1,834,186
Operating Grants, Contributions and Interest	1,228,485	1,148,681	125,519	137,208	1,354,004	1,285,889
Capital Grants and Contributions	0	31,065	0	0	0	31,065
<b>General Revenues and Transfers:</b>						
Property Taxes	15,162,464	14,363,788	0	0	15,162,464	14,363,788
Grants and Entitlements	4,141,356	4,241,506	0	0	4,141,356	4,241,506
Gifts and Donations	12,407	0	0	0	12,407	0
Investment Earnings	1,209,937	153,109	0	0	1,209,937	153,109
Miscellaneous	95,424	0	14,920	0	110,344	0
Gain on Sale of Capital Assets	0	0	4,710	0	4,710	0
Other	0	105,675	0	0	0	105,675
<b>Total Revenues</b>	<b>22,567,888</b>	<b>20,784,677</b>	<b>1,247,293</b>	<b>1,230,541</b>	<b>23,815,181</b>	<b>22,015,218</b>
<b>Expenses</b>						
<b>Instruction:</b>						
Regular	9,875,549	9,032,971	0	0	9,875,549	9,032,971
Special	2,846,548	2,268,896	0	0	2,846,548	2,268,896
Vocational	264,185	263,564	0	0	264,185	263,564
Other	89,072	63,463	0	0	89,072	63,463
<b>Support Services:</b>						
Pupil	1,339,071	1,219,170	0	0	1,339,071	1,219,170
Instructional Staff	1,323,560	1,304,437	0	0	1,323,560	1,304,437
Board of Education	20,235	18,703	0	0	20,235	18,703
Administration	1,396,018	1,210,899	0	0	1,396,018	1,210,899
Fiscal	573,589	658,326	0	0	573,589	658,326
Business	24,882	29,590	0	0	24,882	29,590
Operation and Maintenance of Plant Services	2,020,131	2,089,659	0	0	2,020,131	2,089,659
Pupil Transportation	578,268	578,576	0	0	578,268	578,576
Central	153,966	157,075	0	0	153,966	157,075
<b>Operation of Non-Instructional Services</b>						
Extracurricular Activities	537,553	515,554	0	0	537,553	515,554
Interest and Fiscal Charges	658,994	668,006	0	0	658,994	668,006
Food Service	1,659,845	185,695	0	0	1,659,845	185,695
Day Care Services	0	0	564,054	411,975	564,054	411,975
	0	0	803,623	794,509	803,623	794,509
<b>Total Expenses</b>	<b>23,361,466</b>	<b>20,264,584</b>	<b>1,367,677</b>	<b>1,206,484</b>	<b>24,729,143</b>	<b>21,471,068</b>
Increase (Decrease) in Net Assets before Transfers	(793,578)	520,093	(120,384)	24,057	(913,962)	544,150
Transfers	(143,536)	(84,785)	143,536	84,785	0	0
Increase (Decrease) in Net Assets	(937,114)	435,308	23,152	108,842	(913,962)	544,150
Net Assets Beginning of Year, as Restated	3,533,481	3,098,173	(9,047)	(117,889)	3,524,434	2,980,284
Net Assets End of Year	<u>\$ 2,596,367</u>	<u>\$ 3,533,481</u>	<u>\$ 14,105</u>	<u>\$ (9,047)</u>	<u>\$ 2,610,472</u>	<u>\$ 3,524,434</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**for the Fiscal Year Ended June 30, 2006**  
**Unaudited**

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*Governmental Activities*

The District passed a 7.9 mill five-year emergency operating levy in November 2003. The levy raises approximately \$2.6 million per calendar year. During fiscal year 2004, the District reduced equipment and bus purchases, did not fill certain vacancies, reduced overtime, reduced supply purchases and had no wage increase. During fiscal year 2005, some of these reductions were restored.

In February 2005, the District passed a \$28.5 million bond issue to renovate the high school/middle school complex, build a new elementary school and provide care and upkeep of all other buildings in conjunction with a joint building project with the City of Fairview Park. The District sold \$6 million in notes for this issue in May 2005. These notes were to come due in September 2005.

In July 2005, the District issued \$28.5 million in bonds for this project. At the same time, the District refunded a 1995 Library Improvement Bond saving an estimated \$121,037 over the remaining eight years.

The passage of this bond issue for the District along with an accompanying passage of an income tax issue for the City has created a challenge for the District.

The nature of property taxes in Ohio creates the need to routinely seek voter approval to increase operating revenue. The passage of the levy two years ago and the bond issue and income tax issue this year will leave the homeowner having to pay three increases over a three year period. Property tax levies are collected one year in arrears and income tax is collected within ninety days after passage.

The challenge facing the District will be how to convince a property owner that the District will be in need of operating money within the next year. Ohio tax law limits collections of voted levies to the original dollar levied. As property valuations rise, the voted levy revenue for the District remains the same as the first year of collections. As an example, if the total residential property valuation at the time of a levy passage would generate \$2.7 million, Ohio law limits the inflation on this valuation. If the total residential valuation increased 12.5 percent due to a triennial reappraisal, the District would not see a corresponding increase. The District would receive \$2.7 million after the increase in valuation.

This is the reason Ohio school districts are dependent upon property tax levies and are hampered by a lack of revenue growth. Districts must return to voters to maintain a constant level of service. Property taxes made up 67 percent of revenues for governmental activities for the Fairview Park City School District in fiscal year 2006.

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**for the Fiscal Year Ended June 30, 2006**  
**Unaudited**

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

**Table 3 - Governmental Activities**

	Total Cost of Services 2006	Total Cost of Services 2005 Restated	Net Cost of Services 2006	Total Cost of Services 2005 Restated
Instruction	\$ 13,075,354	\$ 11,628,894	\$(12,222,037)	\$(10,902,309)
Support Services:				
Pupil and Instructional Staff	2,662,631	2,523,607	(2,354,159)	(2,243,371)
Board of Education, Administration, Fiscal, and Business	2,014,724	1,917,518	(1,891,880)	(1,674,747)
Operation and Maintenance of Plant Services	2,020,131	2,089,659	(2,020,131)	(2,089,659)
Pupil Transportation	578,268	578,576	(539,294)	(464,638)
Central	153,966	157,075	(153,966)	(157,075)
Operation of Non-Instructional Services	537,553	515,554	(16,679)	(5,802)
Extracurricular Activities and Other	658,994	668,006	(557,175)	(620,689)
Interest and Fiscal Charges	1,659,845	185,695	(1,659,845)	(185,695)
<b>Total Expenses</b>	<u>\$ 23,361,466</u>	<u>\$20,264,584</u>	<u>\$(21,415,166)</u>	<u>\$(18,343,985)</u>

The dependence upon tax revenues for governmental activities is apparent. Over 93 percent of instruction activities are supported through taxes and other general revenues. For all governmental activities, general revenue support is nearly 92 percent of total governmental revenues. The community, as a whole, is by far the primary support for the District.

***Business-Type Activities***

Business type activities include day care, preschool and after school programs and the food service operation. These programs had revenues of \$1,247,293 (excluding transfers) and expenses of \$1,367,677 for fiscal year 2006. Management reviews these programs to assure they remain self supporting.

**THE DISTRICT'S FUNDS**

The District's major funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenue, including other financing sources, of \$55,699,141 and expenditures, including other financing uses, of \$27,695,650. An increase of \$26,793,435 in the fund balance for the Building Fund was the most significant for the year and was primarily due to the issuance of \$28.5 million in School Improvement Bonds. The net increase in fund balance for all governmental funds was \$28,003,491 and therefore the fund balance increased to \$31,178,580.

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**for the Fiscal Year Ended June 30, 2006**  
**Unaudited**

**GENERAL FUND BUDGETING HIGHLIGHTS**

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

During the course of fiscal year 2006, the District amended its General Fund budget by \$155,999. The District uses a modified site-based budgeting technique which is designed to tightly control total site budgets, but also provide flexibility for site management.

For the General Fund, the final budget basis revenue and other financing sources estimate was \$19,181,588. The original budgeted estimate was \$18,982,467. During fiscal year 2006, the District budgeted \$18,468,495 for property tax and intergovernmental revenue. The District received \$18,320,662 in property tax and intergovernmental revenue resulting in an unfavorable variance of \$147,833. Total actual expenditures and other financing uses on the budget basis (cash outlays plus encumbrances) were \$18,839,222, \$483,669 below revenues and other financing sources.

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

*Capital Assets*

At the end of fiscal year 2006, the District had \$9,213,489 invested in land and land improvements, buildings and improvements, furniture and equipment, and vehicles. Table 4 shows fiscal year 2006 balances compared to 2005.

**Table 4 - Capital Assets at June 30 (Net of Depreciation)**

	Governmental Activities		Business-Type Activities		Totals	
	2005		2005		2005	
	2006	Restated	2006	Restated	2006	Restated
Land	\$ 226,660	\$ 226,660	\$ 0	\$ 0	\$ 226,660	\$ 226,660
Construction in Progress	2,834,534	267,860	0	0	2,834,534	267,860
Non-Depreciable Capital Assets	<u>3,061,194</u>	<u>494,520</u>	<u>0</u>	<u>0</u>	<u>3,061,194</u>	<u>494,520</u>
Land Improvements	75,773	86,724	0	0	75,773	86,724
Buildings and Improvements	5,377,069	5,596,866	0	0	5,377,069	5,596,866
Furniture and Equipment	262,426	345,171	23,471	26,298	285,897	371,469
Vehicles	136,202	157,149	0	0	136,202	157,149
Textbooks	277,354	317,768	0	0	277,354	317,768
Depreciable Capital Assets, Net	<u>6,128,824</u>	<u>6,503,678</u>	<u>23,471</u>	<u>26,298</u>	<u>6,152,295</u>	<u>6,529,976</u>
<b>Total Capital Assets, Net</b>	<u><b>\$ 9,190,018</b></u>	<u><b>\$ 6,998,198</b></u>	<u><b>\$ 23,471</b></u>	<u><b>\$ 26,298</b></u>	<u><b>\$ 9,213,489</b></u>	<u><b>\$ 7,024,496</b></u>

Overall capital assets increased \$2,188,993 from fiscal year 2005 to fiscal year 2006. The increase in capital assets was due to capital additions for construction in progress of \$2,566,674 and furniture and equipment of \$5,000 less depreciation costs of \$382,681. (For more detailed information, see Note 10 to the financial statements).

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**for the Fiscal Year Ended June 30, 2006**  
**Unaudited**

*Debt*

At June 30, 2006, the District has \$33,510,010 in bonds outstanding including deferred amounts for issuance premiums. This was an increase for bonds by \$29,855,758 and a decrease in notes payable of \$6,000,000 from fiscal year 2005. \$935,776 of the bonds are due within one year. Table 5 summarizes the District's outstanding long-term debt. More detailed information is presented in Notes 15 and 16 to the basic financial statements.

**Table 5 - Outstanding Debt at Year End**

	Governmental Activities 2006	Governmental Activities 2005 as Restated
2000 Energy Improvement Bonds	\$ 395,000	\$ 465,000
1995 Library Improvement Bonds	335,000	3,189,252
2005 Refunding Library Improvement Bonds	2,729,999	0
2005 School Improvement Bonds	<u>28,499,993</u>	<u>0</u>
<b>Total Bonds Payable before Deferrals</b>	<u>31,959,992</u>	<u>3,654,252</u>
Deferred Amounts:		
For Issuance Premiums	<u>1,550,018</u>	<u>0</u>
<b>Total Outstanding Debt</b>	<u>\$33,510,010</u>	<u>\$ 3,654,252</u>

**School District Outlook**

As the preceding information shows, the District heavily depends on its property taxpayers. With the passage of an emergency operating levy in 2003 with collection beginning 2004, and the passage of a joint City and District tax levy/bond levy in 2005 with collections by the District in 2006 have brought a revitalization to the community. This revitalization is not without challenges.

As of this printing, a new 5.90 mill operating property tax was passed by the voters of the District. This new levy will be on top of three increases to the taxpayers in the last three years. This new levy will allow the District to be financially sound for the next five years if everything remains as forecasted. The challenge for the District in the upcoming year will now turn toward the education of the students. With ever increasing mandates placed upon school districts by the State of Ohio and the Federal Government with the No Child Left Behind legislation, the focus for the future of the District will depend on reductions decided upon, and kept and sticking to a forecast with an eye always toward the future.

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**Management's Discussion and Analysis**  
**for the Fiscal Year Ended June 30, 2006**  
**Unaudited**

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Externally, the State of Ohio did no favors to school districts throughout the state. During the current budget for the State, Ohio legislatures deleted a component of the property tax money received by school districts. House Bill 66 is reducing personal property tax (one of two taxes collected by Ohio school districts) by roughly 20 percent per year over the next five years. This decision will devastate some districts more than others. Currently the District receives nearly \$300,000 in personal property taxes. So, in order to keep current with revenues, the District will have to place an additional 1.0 mill levy to taxpayers. Other school districts receive nearly 50 percent of property tax revenue from personal property taxes. Survival will depend on changing how school districts are funded throughout the State.

The reductions at the State level for property taxes along with the increases in educational mandates by both the State and Federal Governments will make the District work ever harder to obtain financial stability and keep this stability in the future.

**CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizen's, taxpayers, and investors and creditors with a general overview of the 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 information contact David M. Chambers, Treasurer at Fairview Park City Schools, 20770 Lorain Road, Fairview Park, Ohio 44126.

# BASIC FINANCIAL STATEMENTS



**Fairview Park City School District  
Comprehensive Annual Financial Report  
Year Ended June 30, 2006**

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2006**

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
<b><u>Assets</u></b>			
Equity in Pooled Cash and Investments	\$ 31,907,525	\$ 116,017	\$ 32,023,542
Cash With Fiscal Agents	2,006	0	2,006
Materials and Supplies Inventory	5,773	3,085	8,858
Accounts Receivable	30,418	16,638	47,056
Intergovernmental Receivable	8,658	18,125	26,783
Taxes Receivable	17,195,727	0	17,195,727
Deferred Charges for Bond Issuance Costs	298,832	0	298,832
Non-Depreciable Capital Assets	3,061,194	0	3,061,194
Depreciable Capital Assets, Net	<u>6,128,824</u>	<u>23,471</u>	<u>6,152,295</u>
<b>Total Assets</b>	<b><u>\$ 58,638,957</u></b>	<b><u>\$ 177,336</u></b>	<b><u>\$ 58,816,293</u></b>
<b><u>Liabilities</u></b>			
Accounts Payable	\$ 112,835	\$ 13,205	\$ 126,040
Accrued Wages and Benefits	1,238,948	2,177	1,241,125
Contracts Payable	238,059	0	238,059
Intergovernmental Payable	433,953	39,241	473,194
Accrued Interest Payable	118,178	0	118,178
Unearned Revenue	14,867,753	0	14,867,753
Claims Payable	422,582	0	422,582
Long-Term Liabilities:			
Due Within One Year	1,258,727	59,734	1,318,461
Due in More than One Year	<u>37,351,555</u>	<u>48,874</u>	<u>37,400,429</u>
<b>Total Liabilities</b>	<b><u>56,042,590</u></b>	<b><u>163,231</u></b>	<b><u>56,205,821</u></b>
<b><u>Net Assets</u></b>			
Invested in Capital Assets, Net of Related Debt	2,895,485	23,471	2,918,956
Restricted for Special Revenue	304,764	0	304,764
Unrestricted (Deficit)	<u>(603,882)</u>	<u>(9,366)</u>	<u>(613,248)</u>
<b>Total Net Assets</b>	<b><u>\$ 2,596,367</u></b>	<b><u>\$ 14,105</u></b>	<b><u>\$ 2,610,472</u></b>

See accompanying notes to the basic financial statements.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Assets		
		Charges for Services and Sales	Operating Grants and Contributions	Governmental Activities	Business-Type Activities	Total
<b><u>Governmental Activities</u></b>						
Instruction:						
Regular	\$ 9,875,549	\$ 408,350	\$ 76,432	\$ (9,390,767)	\$ 0	\$ (9,390,767)
Special	2,846,548	0	301,995	(2,544,553)	0	(2,544,553)
Vocational Education	264,185	0	51,943	(212,242)	0	(212,242)
Other	89,072	14,597	0	(74,475)	0	(74,475)
Support Services:						
Pupil	1,339,071	31,231	218,654	(1,089,186)	0	(1,089,186)
Instructional Staff	1,323,560	0	58,587	(1,264,973)	0	(1,264,973)
Board of Education	20,235	1,515	0	(18,720)	0	(18,720)
Administration	1,396,018	121,329	0	(1,274,689)	0	(1,274,689)
Fiscal Services	573,589	0	0	(573,589)	0	(573,589)
Business	24,882	0	0	(24,882)	0	(24,882)
Operation and Maintenance of Plant Services	2,020,131	0	0	(2,020,131)	0	(2,020,131)
Pupil Transportation	578,268	38,974	0	(539,294)	0	(539,294)
Central	153,966	0	0	(153,966)	0	(153,966)
Operation of Non-Instructional Services	537,553	0	520,874	(16,679)	0	(16,679)
Extracurricular Activities	658,994	101,819	0	(557,175)	0	(557,175)
Interest and Fiscal Charges	1,659,845	0	0	(1,659,845)	0	(1,659,845)
<b>Total Governmental Activities</b>	<b>23,361,466</b>	<b>717,815</b>	<b>1,228,485</b>	<b>(21,415,166)</b>	<b>0</b>	<b>(21,415,166)</b>
<b><u>Business-Type Activities</u></b>						
Day Care Services	803,623	836,309	0	0	32,686	32,686
Food Services	564,054	265,835	125,519	0	(172,700)	(172,700)
<b>Total Business-Type Activities</b>	<b>1,367,677</b>	<b>1,102,144</b>	<b>125,519</b>	<b>0</b>	<b>(140,014)</b>	<b>(140,014)</b>
<b>Totals</b>	<b>\$ 24,729,143</b>	<b>\$ 1,819,959</b>	<b>\$ 1,354,004</b>	<b>(21,415,166)</b>	<b>(140,014)</b>	<b>(21,555,180)</b>
<b><u>General Revenues and Transfers</u></b>						
Property Taxes Levied for:						
General Purposes				13,669,113	0	13,669,113
Debt Service				1,493,351	0	1,493,351
Grants and Entitlements not Restricted to Specific Programs				4,141,356	0	4,141,356
Gifts and Donations				12,407	0	12,407
Investment Earnings				1,209,937	0	1,209,937
Miscellaneous				95,424	14,920	110,344
Transfers				(143,536)	143,536	0
Gain on Sale of Capital Assets				0	4,710	4,710
<b>Total General Revenues and Transfers</b>				<b>20,478,052</b>	<b>163,166</b>	<b>20,641,218</b>
Change in Net Assets				(937,114)	23,152	(913,962)
Net Assets (Deficit) Beginning of Year, as restated				3,533,481	(9,047)	3,524,434
<b>Net Assets End of Year</b>				<b>\$ 2,596,367</b>	<b>\$ 14,105</b>	<b>\$ 2,610,472</b>

See accompanying notes to the basic financial statements.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
BALANCE SHEET - GOVERNMENTAL FUNDS  
JUNE 30, 2006**

	<u>General</u>	<u>Bond Retirement</u>	<u>Building</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b><u>Assets</u></b>					
Equity in Pooled Cash and Investments	\$ 2,048,865	\$ 1,829,141	\$ 26,859,134	\$ 381,988	\$ 31,119,128
Restricted Assets	364,682	0	0	0	364,682
Materials and Supplies					
Inventory	5,773	0	0	0	5,773
Accounts Receivable	30,418	0	0	0	30,418
Interfund Receivable	82,024	0	0	0	82,024
Intergovernmental Receivable	0	0	0	8,658	8,658
Taxes Receivable	<u>14,989,664</u>	<u>2,206,063</u>	<u>0</u>	<u>0</u>	<u>17,195,727</u>
<b>Total Assets</b>	<b><u>\$ 17,521,426</u></b>	<b><u>\$ 4,035,204</u></b>	<b><u>\$ 26,859,134</u></b>	<b><u>\$ 390,646</u></b>	<b><u>\$48,806,410</u></b>
<b><u>Liabilities and Fund Balances</u></b>					
<b><u>Liabilities</u></b>					
Accounts Payable	\$ 79,382	\$ 0	\$ 5,940	\$ 27,513	\$ 112,835
Accrued Wages and Benefits	1,236,098	0	0	2,850	1,238,948
Contracts Payable	0	0	238,059	0	238,059
Interfund Payable	72,588	0	0	9,436	82,024
Intergovernmental Payable	433,399	0	0	554	433,953
Deferred Revenue	<u>13,531,213</u>	<u>1,990,798</u>	<u>0</u>	<u>0</u>	<u>15,522,011</u>
<b>Total Liabilities</b>	<b><u>15,352,680</u></b>	<b><u>1,990,798</u></b>	<b><u>243,999</u></b>	<b><u>40,353</u></b>	<b><u>17,627,830</u></b>
<b><u>Fund Balances</u></b>					
Reserved for Encumbrances	145,513	0	304,091	95,261	544,865
Reserved for Inventory	5,773	0	0	0	5,773
Reserved for Property Taxes	1,458,451	215,265	0	0	1,673,716
Reserved for Budget Stabilization	364,682	0	0	0	364,682
Unreserved, Undesignated					
Reported In:					
General Fund	194,327	0	0	0	194,327
Special Revenue Funds	0	0	0	214,666	214,666
Debt Service Fund	0	1,829,141	0	0	1,829,141
Capital Projects Funds	<u>0</u>	<u>0</u>	<u>26,311,044</u>	<u>40,366</u>	<u>26,351,410</u>
<b>Total Fund Balances</b>	<b><u>2,168,746</u></b>	<b><u>2,044,406</u></b>	<b><u>26,615,135</u></b>	<b><u>350,293</u></b>	<b><u>31,178,580</u></b>
<b>Total Liabilities and Fund Balances</b>	<b><u>\$17,521,426</u></b>	<b><u>\$ 4,035,204</u></b>	<b><u>\$26,859,134</u></b>	<b><u>\$ 390,646</u></b>	<b><u>\$48,806,410</u></b>

See accompanying notes to the basic financial statements.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO  
NET ASSETS OF GOVERNMENTAL ACTIVITIES  
JUNE 30, 2006**

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<b>Total Governmental Fund Balances</b>		\$ 31,178,580
<i>Amounts reported for governmental activities in the statement of net assets are different because:</i>		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		9,190,018
Other long-term assets are not available to pay for current period expenditures and therefore are deferred in the funds.		
Taxes		654,258
Deferred Charges on the Issuance of Debt		298,832
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.		3,139
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.		
Bonds Payable	(33,510,010)	
Compensated Absences	(5,100,272)	
Accrued Interest Payable	<u>(118,178)</u>	
Total		<u>(38,728,460)</u>
<b>Net Assets of Governmental Activities</b>		<b><u>\$ 2,596,367</u></b>

See accompanying notes to the basic financial statements.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	<u>General</u>	<u>Bond Retirement</u>	<u>Building</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>Revenues</b>					
Taxes	\$ 13,725,357	\$ 1,430,414	\$ 0	\$ 0	\$ 15,155,771
Intergovernmental	4,073,816	160,843	0	1,135,184	5,369,843
Investment Earnings	351,048	0	740,589	7,290	1,098,927
Increase (Decrease) in Fair Value of Investments	12,109	0	98,901	0	111,010
Tuition and Fees	250,502	0	0	77,228	327,730
Rent Charges	102,244	0	0	0	102,244
Extracurricular Activities	5,410	0	0	231,039	236,449
Gifts and Donations	0	0	0	16,894	16,894
Charges for Services	44,363	0	0	0	44,363
Miscellaneous	63,744	0	0	31,680	95,424
<b>Total Revenues</b>	<u>18,628,593</u>	<u>1,591,257</u>	<u>839,490</u>	<u>1,499,315</u>	<u>22,558,655</u>
<b>Expenditures</b>					
Current:					
Instruction:					
Regular	8,544,027	0	0	214,976	8,759,003
Special	2,297,709	0	0	358,823	2,656,532
Vocational Education	252,072	0	0	0	252,072
Other	67,048	0	0	23,223	90,271
Support Services:					
Pupil	988,701	0	0	219,531	1,208,232
Instructional Staff	1,191,358	0	0	43,872	1,235,230
Board of Education	20,235	0	0	0	20,235
Administration	1,086,714	0	0	1,769	1,088,483
Fiscal Services	562,925	18,028	0	0	580,953
Business	24,882	0	0	0	24,882
Operation and Maintenance					
of Plant Services	1,917,837	0	0	0	1,917,837
Pupil Transportation	563,147	0	0	0	563,147
Central	159,286	0	0	4,923	164,209
Operation of Non-Instructional Services:					
Community Services	385	0	0	574,858	575,243
Food Services	0	0	0	975	975
Other	0	0	0	312	312
Extracurricular Activities	509,898	0	0	152,221	662,119
Capital Outlay	0	0	2,552,643	57,028	2,609,671
Debt Service:					
Principal Retirement	0	194,252	0	0	194,252
Interest	0	1,381,269	64,167	0	1,445,436
Issuance Costs	0	323,735	0	0	323,735
<b>Total Expenditures</b>	<u>18,186,224</u>	<u>1,917,284</u>	<u>2,616,810</u>	<u>1,652,511</u>	<u>24,372,829</u>
Excess of Revenues Over (Under) Expenditures	<u>442,369</u>	<u>(326,027)</u>	<u>(1,777,320)</u>	<u>(153,196)</u>	<u>(1,814,174)</u>

(Continued)

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
STATEMENT OF REVENUES, EXPENDITURES, AND  
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS - (CONTINUED)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	<u>General</u>	<u>Bond Retirement</u>	<u>Building</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b><u>Other Financing Sources</u></b>					
<b><u>(Uses)</u></b>					
Transfers In	15,447	262,630	0	44,512	322,589
Transfers Out	(260,186)	(169,410)	0	(36,530)	(466,126)
General Obligation Bonds Issued	0	0	28,499,992	0	28,499,992
Refunding Bonds Issued	0	2,729,999	0	0	2,729,999
Premium on Refunding Bonds Issued	0	1,517,143	70,763	0	1,587,906
Payment to Refunded Bond Escrow Agent	<u>0</u>	<u>(2,856,695)</u>	<u>0</u>	<u>0</u>	<u>(2,856,695)</u>
<b>Total Other Financing Sources (Uses)</b>	<u>(244,739)</u>	<u>1,483,667</u>	<u>28,570,755</u>	<u>7,982</u>	<u>29,817,665</u>
Net Change in Fund Balances	197,630	1,157,640	26,793,435	(145,214)	28,003,491
Fund Balances (Deficit) at Beginning of Year, as Restated	<u>1,971,116</u>	<u>886,766</u>	<u>(178,300)</u>	<u>495,507</u>	<u>3,175,089</u>
<b>Fund Balances at End of Year</b>	<u>\$ 2,168,746</u>	<u>\$ 2,044,406</u>	<u>\$ 26,615,135</u>	<u>\$ 350,293</u>	<u>\$31,178,580</u>

See accompanying notes to the basic financial statements.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

**Net Change in Fund Balances -Total Governmental Funds** \$ 28,003,491

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlay exceeded depreciation in the current period.

Capital Asset Additions	2,571,674	
Current Year Depreciation	<u>(379,854)</u>	
<b>Total</b>		<b>2,191,820</b>

Revenues in the statement of activities that do not provide current financial resources are not reported in the funds.

Taxes		6,693
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Proceeds of debt issues are an other financing source in the funds, but the debt issue increases long-term liabilities in the statement of net assets.		(31,229,992)
--	--	--------------

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.		2,924,252
--	--	-----------

Premium on bonds issued are recognized as revenues in the governmental funds, however, they are amortized over the life of the issuance in the statement of activities.		(1,550,018)
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Bond issuance costs are recognized as expenditures in the governmental funds, however, they are amortized over the life of the issuance in the statements of activities.		298,832
--	--	---------

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.		(100,699)
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Some expenses reported in the statement of activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Compensated Absences Payable		(550,415)
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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>(931,078)</u>
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<b>Change in Net Assets of Governmental Activities</b>		<b><u>\$ (937,114)</u></b>
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See accompanying notes to the basic financial statements.

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-**  
**BUDGET (NON-GAAP BASIS) AND ACTUAL - GENERAL FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<b><u>Revenues</u></b>				
Taxes	\$16,112,344	\$16,087,609	\$14,246,846	\$(1,840,763)
Intergovernmental	2,360,059	2,380,886	4,073,816	1,692,930
Investment Earnings	202,314	204,099	351,048	146,949
Tuition and Fees	162,448	188,429	250,502	62,073
Rent Charges	59,232	59,755	102,244	42,489
Extracurricular Activities	3,134	3,162	5,410	2,248
Charges for Services	10,362	10,453	17,886	7,433
Miscellaneous	<u>27,583</u>	<u>27,826</u>	<u>49,999</u>	<u>22,173</u>
<b>Total Revenues</b>	<u>18,937,476</u>	<u>18,962,219</u>	<u>19,097,751</u>	<u>135,532</u>
<b><u>Expenditures</u></b>				
Current:				
Instruction:				
Regular	13,809,977	9,604,347	8,519,862	1,084,485
Special	1,445,043	2,342,778	2,341,299	1,479
Vocational Education	113,597	256,263	250,939	5,324
Other	<u>40,224</u>	<u>66,373</u>	<u>65,828</u>	<u>545</u>
Total Instruction	<u>15,408,841</u>	<u>12,269,761</u>	<u>11,177,928</u>	<u>1,091,833</u>
Support Services:				
Pupil	479,075	1,013,460	1,009,588	3,872
Instructional Staff	670,025	1,251,378	1,201,681	49,697
Board of Education	27,378	27,378	20,226	7,152
Administration	566,440	1,134,806	1,118,818	15,988
Fiscal Services	540,016	686,837	602,229	84,608
Business	1,968	25,068	24,820	248
Operation and Maintenance of Plant				
Services	1,679,735	2,076,475	2,022,304	54,171
Pupil Transportation	369,615	568,808	568,200	608
Central	<u>109,440</u>	<u>198,991</u>	<u>161,979</u>	<u>37,012</u>
Total Support Services	<u>4,443,692</u>	<u>6,983,201</u>	<u>6,729,845</u>	<u>253,356</u>
Operation of Non-Instructional Services:				
Food Service Operations	2,000	1,860	0	1,860
Community Services	<u>1,000</u>	<u>1,106</u>	<u>1,106</u>	<u>0</u>
Total Operation of Non-Instructional Services	<u>3,000</u>	<u>2,966</u>	<u>1,106</u>	<u>1,860</u>

(Continued)

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-**  
**BUDGET (NON-GAAP BASIS) AND ACTUAL - GENERAL FUND (CONTINUED)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
Extracurricular Activities:				
Academic Oriented Activities	19,000	19,244	19,243	1
Occupation Oriented Activities	500	613	613	0
Sport Oriented Activities	71,643	435,800	435,802	(2)
School and Public Service Co-curricular Activities	<u>235,644</u>	<u>242,279</u>	<u>59,887</u>	<u>182,392</u>
Total Extracurricular Activities	<u>326,787</u>	<u>697,936</u>	<u>515,545</u>	<u>182,391</u>
<b>Total Expenditures</b>	<u>20,182,320</u>	<u>19,953,864</u>	<u>18,424,424</u>	<u>1,529,440</u>
Excess of Revenues Over (Under) Expenditures	<u>(1,244,844)</u>	<u>(991,645)</u>	<u>673,327</u>	<u>1,664,972</u>
<b><u>Other Financing Sources (Uses)</u></b>				
Transfers In	23,511	24,229	15,447	(8,782)
Advances In	114,243	187,839	197,201	9,362
Refund of Prior Year Expenditures	7,237	7,301	12,492	5,191
Transfers Out	(243,220)	(260,186)	(260,186)	0
Advances Out	<u>0</u>	<u>(154,612)</u>	<u>(154,612)</u>	<u>0</u>
<b>Total Other Financing Sources (Uses)</b>	<u>(98,229)</u>	<u>(195,429)</u>	<u>(189,658)</u>	<u>5,771</u>
Net Change in Fund Balance	(1,343,073)	(1,187,074)	483,669	1,670,743
Fund Balance at Beginning of Year, as Restated	1,429,127	1,429,127	1,429,127	0
Prior Year Encumbrances Appropriated	<u>286,026</u>	<u>286,026</u>	<u>286,026</u>	<u>0</u>
<b>Fund Balance End of Year</b>	<u>\$ 372,080</u>	<u>\$ 528,079</u>	<u>\$ 2,198,822</u>	<u>\$ 1,670,743</u>

See accompanying notes to the basic financial statements.

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**STATEMENT OF FUND NET ASSETS**  
**PROPRIETARY FUNDS**  
**JUNE 30, 2006**

	Business-Type Activities	Governmental Activities
	Nonmajor Enterprise Funds	Internal Service Fund
<b><u>Assets</u></b>		
<b><i>Current Assets:</i></b>		
Equity in Pooled Cash and Investments	\$ 116,017	\$ 423,715
Cash with Fiscal Agents	0	2,006
Materials and Supplies Inventory	3,085	0
Accounts Receivable	16,638	0
Intergovernmental Receivable	18,125	0
Total Current Assets	153,865	425,721
 <b><i>Noncurrent Assets:</i></b>		
Depreciable Capital Assets, Net	23,471	0
<b>Total Assets</b>	<b>\$ 177,336</b>	<b>\$ 425,721</b>
 <b><u>Liabilities</u></b>		
<b><i>Current Liabilities:</i></b>		
Accounts Payable	\$ 13,205	\$ 0
Accrued Wages and Benefits	2,177	0
Intergovernmental Payable	39,241	0
Claims Payable	0	422,582
Compensated Absences Payable	59,734	0
Total Current Liabilities	114,357	422,582
 <b><i>Long-Term Liabilities:</i></b>		
Compensated Absences Payable	48,874	0
<b>Total Liabilities</b>	163,231	422,582
 <b><u>Net Assets</u></b>		
Invested in Capital Assets	23,471	0
Unrestricted (Deficit)	(9,366)	3,139
<b>Total Net Assets</b>	<b>\$ 14,105</b>	<b>\$ 3,139</b>

See accompanying notes to the basic financial statements.

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS**  
**PROPRIETARY FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	Business-Type Activities	Governmental Activities
	Nonmajor Enterprise Funds	Internal Service Fund
<b><u>Operating Revenues</u></b>		
Food Services	\$ 265,835	\$ 0
Charges for Services	836,309	1,454,374
<b>Total Operating Revenues</b>	<b>1,102,144</b>	<b>1,454,374</b>
<b><u>Operating Expenses</u></b>		
Salaries and Wages	644,263	0
Fringe Benefits	124,705	659,868
Purchased Services	166,441	25,413
Materials and Supplies	428,453	0
Depreciation	2,827	0
Claims	0	1,604,816
Other	988	95,355
<b>Total Operating Expenses</b>	<b>1,367,677</b>	<b>2,385,452</b>
Operating Income (Loss)	(265,533)	(931,078)
<b><u>Non-Operating Revenues</u></b>		
Federal and State Subsidies	125,519	0
Other	14,920	0
Gain on Sale of Capital Assets	4,710	0
<b>Total Non-Operating Revenues</b>	<b>145,149</b>	<b>0</b>
<b><u>Other Financing Sources (Uses)</u></b>		
Transfers In	158,190	0
Transfers Out	(14,654)	0
<b>Total Other Financing Sources (Uses)</b>	<b>143,536</b>	<b>0</b>
Change in Net Assets	23,152	(931,078)
Net Assets (Deficit) Beginning of Year, as Restated	(9,047)	934,217
<b>Net Assets End of Year</b>	<b>\$ 14,105</b>	<b>\$ 3,139</b>

See accompanying notes to the basic financial statements.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	Business-Type Activities Nonmajor Enterprise Funds	Governmental Activities Internal Service Fund
<b><u>Cash Flows from Operating Activities</u></b>		
Cash Received from Operations	\$ 1,122,264	\$ 1,454,374
Cash Paid to Employees for Services	(648,851)	0
Cash Paid for Employee Benefits	(178,095)	(2,131,524)
Cash Paid to Suppliers for Goods and Services	(584,368)	(25,413)
Cash Payments for Other Activities	(988)	0
Net Cash Provided by (Used for) Operating Activities	<u>(290,038)</u>	<u>(702,563)</u>
<b><u>Cash Flows from Non-Capital Financing Activities</u></b>		
Cash from Grants	127,396	0
Cash from Other Non-Operating Revenue	14,920	0
Transfers In	158,190	0
Transfers Out	(14,654)	0
Net Cash Provided by Non-Capital Financing Activities	<u>285,852</u>	<u>0</u>
<b><u>Cash Flows from Capital and Related Financing Activities</u></b>		
Proceeds from Sales of Capital Assets	4,710	0
Net Cash Provided by Capital and Related Financing Activities	<u>4,710</u>	<u>0</u>
Net Increase (Decrease) in Cash and Investments	524	(702,563)
Cash and Investments Beginning of Year*	115,493	1,128,284
Cash and Investments End of Year*	<u>\$ 116,017</u>	<u>\$ 425,721</u>
<b><u>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities</u></b>		
Operating Income (Loss)	\$ (265,533)	\$ (931,078)
<b><u>Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities</u></b>		
Depreciation Expense	2,827	0
(Increase) Decrease in Assets:		
Accounts Receivable	20,120	0
Materials and Supplies Inventory	(1,383)	0
Increase (Decrease) in Liabilities:		
Accounts Payable	11,909	0
Accrued Wages and Benefits	(4,596)	0
Claims Payable	0	228,515
Intergovernmental Payable	5,070	0
Compensated Absences Payable	(58,452)	0
Total Adjustments	<u>(24,505)</u>	<u>228,515</u>
<b>Net Cash Provided by (Used for) Operating Activities</b>	<u>\$ (290,038)</u>	<u>\$ (702,563)</u>

\*Includes cash with fiscal agent.

See accompanying notes to the basic financial statements.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
STATEMENT OF FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
JUNE 30, 2006**

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	Private Purpose <u>Trust</u>	
	Endowment <u>Trust Fund</u>	<u>Agency Funds</u>
<b><u>Assets</u></b>		
Equity in Pooled Cash and Investments	\$ 3,160,535	\$ 834,604
Cash in Segregated Accounts	<u>0</u>	<u>4,163</u>
<b>Total Assets</b>	<b><u>\$ 3,160,535</u></b>	<b><u>\$ 838,767</u></b>
<b><u>Liabilities</u></b>		
Accounts Payable	\$ 0	\$ 44
Intergovernmental Payable	0	765,088
Due to Students	<u>0</u>	<u>73,635</u>
<b>Total Liabilities</b>	<u>0</u>	<b><u>\$ 838,767</u></b>
<b><u>Net Assets</u></b>		
Held in Trust for Scholarships	<u>3,160,535</u>	
<b>Total Net Assets</b>	<b><u>\$ 3,160,535</u></b>	

See accompanying notes to the basic financial statements.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

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	Private Purpose Trust <u>Endowment Trust Fund</u>
<b><u>Additions</u></b>	
Interest	\$ 80,725
Decrease in Fair Value of Investments	(22,483)
Loss on Sale of Investments	<u>(2,047)</u>
<b>Total Additions</b>	<u>56,195</u>
<b><u>Deductions</u></b>	
Payments in Accordance with Trust Agreements	<u>33,726</u>
<b>Total Deductions</b>	<u>33,726</u>
Change in Net Assets	22,469
Net Assets Beginning of Year	<u>3,138,066</u>
<b>Net Assets End of Year</b>	<u><u>\$ 3,160,535</u></u>

See accompanying notes to the basic financial statements.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

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

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

The District operates under a locally elected five-member Board form of government and provides educational services as mandated by State and/or federal agencies. The Board of Education controls the District's instructional/support facilities staffed by 85 classified employees, 140 certificated full-time teaching personnel, and 16 administrators who provide services to 1,821 students and other community members.

**The Reporting Entity**

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

Within the District's boundaries the elementary schools of St. Angela Merici, Messiah Lutheran, and Murton's Child Development Center operate as non-public schools. Current State legislation provides funding to these schools. These monies are received and distributed on behalf of the schools by the Treasurer of the Fairview Park City School District as directed by the schools. The activity of these State monies by the District is reflected in a special revenue fund for financial reporting purposes.

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

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

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006  
(CONTINUED)**

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

**The Reporting Entity** (Continued)

The District is associated with three jointly governed organizations and one insurance purchasing pool. These organizations are the Lake Erie Educational Computer Association, the Polaris Career Center, the Ohio Schools' Council Association, and the Ohio School Boards Association Workers' Compensation Group Rating Program. These organizations are presented in Notes 17 and 18 to the basic financial statements.

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

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

A. **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 of governmental, proprietary, and fiduciary.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006  
(CONTINUED)**

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

A. **Fund Accounting** (Continued)

**Governmental Funds**

Governmental funds focus on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purpose 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 are the District's major governmental funds:

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

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

**Bond Retirement Fund** - A fund provided for the retirement of serial bonds and short term loans. All revenue derived from general or special levies, either with or exceeding the ten-mill limitation, which is levied for debt charges on bonds or loans, shall be paid into this fund.

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

**Proprietary Funds**

Proprietary funds focus on the determination of operating income/loss, changes in net assets, financial position and cash flows and are classified as either enterprise or internal service.

**Enterprise Funds**

Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The District's enterprise funds account for the financial transactions related to the food service operations and day care services. The District has no major enterprise funds.

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**  
**(CONTINUED)**

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

A. **Fund Accounting** (Continued)

*Internal Service Funds* - Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the District on a cost-reimbursement basis. The only internal service fund of the District accounts for a self-insurance program which provides medical, hospitalization, life, dental, and vision benefits to employees.

**Fiduciary Funds**

Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classification: 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's only trust fund is a private purpose trust which accounts for money set aside for two annual scholarships. The income from such a fund may be expended, but the principal must remain intact. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The District's agency funds are student activities and other agency activities.

B. **Basis of Presentation**

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

**Government-wide Financial Statements**

The statement of net assets and the statement of activities display information about the District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. Internal service fund activity is eliminated to avoid "doubling up" revenues and expenses. The statements distinguish between those activities of the School District that are governmental and those that are considered business-type activities.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006  
(CONTINUED)**

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

**B. Basis of Presentation** (Continued)

The government-wide statements are prepared using the economic resources measurement focus. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

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

**Fund Financial Statements**

Fund financial statements report detailed information about the School District. The focus of governmental and enterprise fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Internal service funds are combined and the totals are presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by fund type.

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006  
(CONTINUED)**

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

B. **Basis of Presentation** (Continued)

**Fund Financial Statements** (Continued)

All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the 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 activities.

The fiduciary funds are reported using the economic resources measurement focus. Agency funds do not report a resources measurement focus as they do not report operations.

C. **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 fiduciary funds also use the accrual basis of accounting. Differences between the accrual and modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred 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. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means expected to be received within sixty days of year end.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006  
(CONTINUED)**

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

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

**Revenues-Exchanges and Non-Exchange Transactions** (Continued)

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

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

**Deferred Revenue**

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

Delinquent property taxes and property taxes for which there is an enforceable legal claim as of June 30, 2006, but which are levied to finance fiscal year 2007 operations, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

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

**Expenses/Expenditures**

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.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006  
(CONTINUED)**

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

**D. Pooled Cash and Investments**

To improve cash management, cash received by the District is pooled. Monies for all funds, including proprietary funds, are maintained in this pool. Individual fund integrity is maintained through the District's records. Each fund's interest in the pool is presented as "Equity in Pooled Cash and Investments" on the financial statements.

During fiscal year 2006, investments were limited to U.S. Agency notes and STAROhio. STAROhio and U. S. Agency notes are reported at fair value, which is based on guaranteed market price.

STAROhio is an investment pool managed by the State Treasurer's Office which allows governments within the state to pool their funds for investment purposes. STAROhio is not registered with SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAROhio are valued at STAROhio's share price which is the price the investment could be sold for on June 30, 2006.

Following Ohio statutes, the Board of Education has specified the funds to receive an allocation of interest earnings. Interest revenue credited to the general fund during fiscal year 2006 amounted to \$351,048 which includes \$303,880 assigned from other District funds.

For presentation on the financial statements, investments of the cash management pool and investments with an original maturity of three months or less at the time they are purchased by the District are considered to be cash equivalents. Investments with an initial maturity of more than three months that are not purchased from the pool are reported as investments.

**E. Restricted Assets**

Assets are reported as restricted when limitations on their use change in nature or normal understanding of the availability of the asset. Such constraints are either imposed by creditors, contributors, grantors, laws of other governments, or imposed by enabling legislation.

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**  
**(CONTINUED)**

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

E. **Restricted Assets** (Continued)

Restricted assets in the general fund represent cash and cash equivalents set aside to reflect statutory restrictions on their use. By statute, money must be set aside to create a Textbook Subsidy Reserve, a Capital Improvement Reserve and a Budget Stabilization Reserve. The reserve for Budget Stabilization also includes a refund received in prior years from the Bureau of Workers' Compensation, which State statute requires to be included in this reserve. See Note 20 for the calculations of the year-end restricted asset balances and the corresponding fund balance reserves.

F. **Inventory**

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

On fund financial statements, inventories of governmental funds are stated at cost while inventories of proprietary funds are stated at the lower of cost or market. For all funds, cost is determined on a first-in, first-out basis and is expensed/expended when used.

Inventory in governmental funds consists of expendable supplies held for consumption. The cost of inventory items is recorded as an expenditure in the governmental funds types when consumed. Inventories of proprietary funds consist of donated food and purchased food, and are expensed when used.

G. **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 in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net assets and in the respective funds.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements 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 \$5,000. 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 assets or materially extend an asset's life are not.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006  
(CONTINUED)**

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

G. **Capital Assets** (Continued)

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

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>	<u>Business-Type Activities Estimated Lives</u>
Land Improvements	10-30 years	N/A
Buildings and Improvements	10-50 years	N/A
Furniture and Equipment	5-10 years	5-10 years
Vehicles	10 years	N/A

H. **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 and business-type activities columns of the statement of net assets, except for the net residual amounts due between governmental and business-type activities, which are presented as internal balances.

I. **Compensated Absences**

Vacation benefits are accrued as a liability as the benefits are earned if the employees’ rights to receive compensation are attributable to services already rendered and it is probable that the District will compensate the employees for the benefits through paid time off or some other means. The District records a liability for accumulated unused vacation time when earned for all employees with more than one year of service and salary related payments, if applicable.

Sick leave benefits are accrued as a liability using the vesting method. The liability includes the 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. The District records a liability for accumulated unused sick leave for classified, certified, and administrative employees after eight years of current service with the District.

The entire compensated absences liability is reported on the government-wide statements.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006  
(CONTINUED)**

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NOTE 2: **ACCOUNTING POLICIES** (Continued)

I. **Compensated Absences** (Continued)

On the governmental fund financial statements, compensated absences are recognized as liabilities and expenditures to the extent payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account "Matured Compensated Absences Payable" in the fund or funds from which the employees who have accumulated the leave are paid. At June 30, 2006, the balance in this account is \$0.

J. **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, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements.

In general, payables and accrued liabilities that will be paid from governmental funds are reported on the governmental fund financial statements regardless of whether they will be liquidated with current resources. However, claims and judgments, compensated absences, and special termination benefits that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they will be paid with current expendable available financial resources. In general, liabilities that mature or come due for payment during the fiscal year are considered to have been made with current available financial resources. Bonds and other long-term obligations that will be paid from governmental funds are recognized as a liability in the fund financial statements when due.

K. **Fund Balance Reserves**

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

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006  
(CONTINUED)**

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

L. **Net Assets**

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

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

M. **Operating Revenues and Expenses**

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

N. **Interfund Activity**

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues.

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006  
(CONTINUED)**

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

**O. Extraordinary and Special Items**

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the District and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during fiscal year 2006.

**P. Estimates**

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

**Q. Budgetary Data**

All funds, other than agency funds, are legally required to be budgeted and appropriated. The major documents 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 level for all funds.

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 amended certificate in effect at the time the final appropriations were passed prior to fiscal year-end.

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.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2006  
 (CONTINUED)**

**NOTE 3: CHANGE IN ACCOUNTING PRINCIPLES AND RESTATEMENT OF PRIOR YEAR FUND EQUITY**

**A. Change in Accounting Principles**

For fiscal year 2006, the District has implemented GASB No. 42, *Accounting and Financial Reporting for Impairment of Capital Assets and for Insurance Recoveries*, GASB Statement No. 44, *Economic Condition Reporting: The Statistical Section*, GASB Statement No. 46, *Net Assets Restricted by Enabling Legislation*, and GASB Statement No. 47, *Accounting for Termination Benefits*.

GASB Statement No. 42 amends GASB Statement No. 34 and establishes accounting and financial reporting standards for impairment of capital assets and accounting requirements for insurance recoveries.

The purpose of GASB Statement No. 44 is to improve the understandability and usefulness of the information that state and governments present as supplementary information in the statistical section.

GASB Statement No. 46 defines enabling legislation and specifies how net assets should be reported in the financial statements when there are changes in such legislation. The Statement also requires governments to disclose in the notes to the financial statements the amount of net assets restricted by enabling legislation.

GASB Statement No. 47 establishes accounting standards for termination benefits.

The implementation of these GASB Statements did not have an effect on the fund balances/net assets of the District as previously reported at June 30, 2005.

**B. Restatement of Budget (Non-GAAP) Fund Balance**

The fund balance of the General Fund was adjusted in the prior year by \$362,519 due to an understatement of restricted assets and overstatement of prior year encumbrances.

	<u>General Fund</u>
Fund Balance, June 30, 2005	\$ 1,066,608
Understatement of Restricted Assets	363,750
Overstatement of Prior Year Encumbrances	(1,231)
Fund Balance, June 30, 2005, as Restated	\$ 1,429,127

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006  
(CONTINUED)**

**NOTE 3: CHANGE IN ACCOUNTING PRINCIPLES AND RESTATEMENT OF PRIOR YEAR FUND EQUITY** (Continued)

**C. Restatement of Fund Balance**

Accrued pension liabilities including the SERS surcharge liability were understated in the governmental funds in the prior year by \$140,100 due to an accounting error. This resulted in a decrease of \$140,100 in the fund balance of the General Fund.

	<u>General Fund</u>
Fund Balance, June 30, 2005	\$ 2,111,216
Understatement of Accrued Pension Liabilities	<u>(140,100)</u>
Fund Balance, June 30, 2005, as Restated	<u>\$ 1,971,116</u>

**D. Restatement of Net Assets**

Net Assets for governmental activities were adjusted in the prior year by \$(27,954) due to an overstatement of long-term liabilities and an accounting error of capital assets. Net assets of business-type activities were adjusted in the prior year by \$26,298 due to an accounting error of capital assets.

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
Net Assets, June 30, 2005	\$ 3,561,435	\$ (35,345)
Overstatement of Long-Term Liabilities	210,748	0
Understatement (Overstatement) of Capital Assets	<u>(238,702)</u>	<u>26,298</u>
Net Assets, June 30, 2005, as Restated	<u>\$ 3,533,481</u>	<u>\$ (9,047)</u>

Beginning balance of the district agency fund was also restated at June 30, 2005 due to workers compensation activity being excluded in error.

**NOTE 4: COMPLIANCE AND ACCOUNTABILITY**

**A. Accountability**

Fund balances at June 30, 2006 included the following individual fund deficits:

<u>Fund</u>	
Enterprise Funds:	
Day Care Services	\$ 10,619

The enterprise fund had a deficit in net assets. Management is analyzing the operation to determine appropriate steps to alleviate the deficit.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2006  
 (CONTINUED)**

NOTE 4: **COMPLIANCE AND ACCOUNTABILITY** (Continued)

**B. Compliance**

***Expenditures and Encumbrances Exceed Appropriations***

Section 5705.41(B), Ohio Revised Code, requires that encumbrances be charged against proper appropriations. Section 5705.41 (B), Revised Code, prohibits the District from making expenditure unless it has been properly appropriated. The employee benefits fund was found to have expenditures plus encumbrances in excess of appropriations.

NOTE 5: **BUDGETARY BASIS OF ACCOUNTING**

While the District is reporting financial position, results of operations, and changes in fund balances on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The Statement of Revenues, Expenditures and Changes in Fund Balances - Budget (Non-GAAP 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 are that:

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).
4. Short-term interfund loans are treated as Other Financing Sources (Uses) in cash (budget) rather than as Interfund Receivables/Payables on the balance sheet (GAAP).

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the General Fund.

Net Change in Fund Balance	
GAAP Basis	\$ 197,630
Net Adjustments for Revenue Accruals	481,971
Net Adjustments for Expenditure Accruals	21,134
Adjustments for Encumbrances	(217,066)
Budget Basis	\$ 483,669

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006  
(CONTINUED)**

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**NOTE 6: DEPOSITS AND INVESTMENTS**

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

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

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

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

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

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**  
**(CONTINUED)**

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

3. Written repurchase agreements in the securities listed above;
4. Bonds or other obligations of the State of Ohio or Ohio local governments;
5. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;
6. No-load money market mutual funds consisting exclusively of obligations described in division (1) or division (2) of this section and repurchase agreements secured by such obligations;
7. The State Treasurer's investment pool (STAROhio);
8. Bankers' acceptance and commercial paper, if training requirements have been met;

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. Investments may only be made through specified dealers and institutions.

The following disclosure is based on the criteria described in GASB Statement No. 40, *Deposits and Investments Risk Disclosures*.

**Cash on Hand**

At June 30, 2006, the District had \$200 in undeposited cash on hand, which is included on the balance sheet of the District as part of "Equity in Pooled Cash and Investments".

**Deposits**

At June 30, 2006 the carrying amount of the District's deposits was \$1,126,189 including \$691,000 in certificate of deposits, \$2,006 with fiscal agents and \$4,163 held by trustees in segregated accounts. Based on criteria described in GASB Statement No. 40, *Deposits and Investments Risk Disclosures*, as of June 30, 2006, \$995,163 of the District's \$1,339,223 bank balance was covered by Federal Depository Insurance and \$344,060 was uninsured and collateralized with securities held by the pledging financial institution's trust department or agent but not in the District's name.

Although the securities were held by the pledging institution's trust department and all statutory requirements for the investments of money had been followed, noncompliance with Federal requirements could potentially subject the District to a successful claim by the FDIC.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006  
(CONTINUED)**

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

**Deposits** (Continued)

Custodial credit risk is risk that, in the event of a bank failure, the District's deposit may not be returned. The District's policy is to place deposits with major local banks approved by School District Council. All deposits, except for deposits held by fiscal and escrow agents, are collateralized with eligible securities in amounts equal to at least 105 percent of the carrying value of the deposits. Such collateral, as permitted by Chapter 135 of the ORC is held in financial institution pools at Federal Reserve Banks, or at member banks of the federal reserve system in the name of the respective depository bank, and pledged as a pool of collateral against all of the public deposits it holds or as specific collateral held at a Federal Reserve Bank in the name of the District.

**Investments**

The District has a formal investment policy. The District follows GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, and records all its investments at fair value. At June 30, 2006, the increase in fair value of investments was \$111,010. Fair value is determined by quoted market prices and acceptable other pricing methodologies.

**Interest Rate Risk**

As a means of limiting its exposure to fair value of losses caused by rising interest rates, the District's investment policy requires that operating funds be invested primarily in short-term investments maturing within five years from the date of purchase and that the District's investment portfolio be structured so that securities mature to meet cash requirements for ongoing operations and/or long-term debt payments. The stated intent of the policy is to avoid the need to sell securities prior to maturity.

**Credit Risk**

The credit risk of the District's investments are in the table below. Ohio law requires that STAROhio maintain the highest rating provided by at least one nationally recognized standard rating service. The District has no investment policy that would further limit the investment choices.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006  
(CONTINUED)**

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

**Custodial Credit Risk**

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. The U. S. Agency notes are exposed to custodial credit risk in that they are uninsured, unregistered, and held by the counterparty's trust department or agent but not in the District's name. 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.

**Concentration of Credit Risk**

The District places no limit on the amount it may invest in any one issuer. The District's investment in U.S. Agency notes represents 94 percent of the District's total investments. All other investments not explicitly guaranteed by the U.S. government are less than 6 percent of the District's total investments.

Cash and investments at year-end were as follows:

Investment Type	Fair Value	Credit Rating (*)	Investment Maturities (In Years)		
			<1	1-2	2-3
STAROhio	\$ 1,950,700	AAA	\$ 1,950,700	\$ 0	\$ 0
U.S. Agencies	32,947,761	AAA	29,039,328	1,385,537	2,522,896
Carrying Amount of Deposits	1,126,189		929,189	98,000	99,000
Petty Cash	200		200	0	0
Total	<u>\$ 36,024,850</u>		<u>\$ 31,919,417</u>	<u>\$ 1,483,537</u>	<u>\$ 2,621,896</u>

\*Credit rating was obtained from Standard & Poor's for all investments.

NOTE 7: **PROPERTY TAXES**

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006  
(CONTINUED)**

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

Property taxes include amounts levied against all real, public utility, and tangible personal (used in business) property located in the District. Property tax revenue received during calendar 2006 for real and public utility property taxes represents collections of calendar 2005 taxes. Property tax payments received during calendar 2006 for tangible personal property (other than public utility property) is for calendar 2006 taxes.

2006 real property taxes are levied after April 1, 2005, on the assessed value listed as of January 1, 2005, the lien date. Assessed values are established by State law at 35 percent of appraised market value. 2005 real property taxes are collected in and intended to finance fiscal year 2006.

Public utility tangible personal property currently is assessed at varying percentages of true value; public utility real property is assessed at 35 percent of true value. 2006 public utility property taxes which become a lien December 31, 2004 are levied after April 1, 2005 and are collected in 2006 with real property taxes.

Tangible personal property taxes received in calendar year 2006 were levied after April 1, 2005 on the assessed value listed as of December 31, 2005. Tangible personal property is currently assessed at 25 percent of true value for capital assets and 24 percent of true value for inventory.

The assessed values upon which the fiscal year 2006 taxes were collected are:

	<u>2005 Second-Half Collections</u>		<u>2006 First-Half Collections</u>	
	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>
Agricultural/Residential and Other Real Estate	\$ 351,888,370	97.39%	\$ 383,651,250	98.11%
Public Utility	5,810,780	1.61%	4,854,800	1.24%
Tangible Personal Property	<u>3,610,219</u>	<u>1.00%</u>	<u>2,537,878</u>	<u>0.65%</u>
Total Assessed Value	<u>\$ 361,309,369</u>	<u>100.00%</u>	<u>\$ 391,043,928</u>	<u>100.00%</u>

Tax Rate per \$1,000 of

Assessed Valuation	\$ 86.00	\$ 90.90
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**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**  
**(CONTINUED)**

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

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

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

The District receives property taxes from Cuyahoga County. The County Auditor periodically advances to the District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2006 are available to finance fiscal year 2006 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

The County Treasurer collects property taxes on behalf of all taxing districts in the county, including the Fairview Park City School District. The County Auditor periodically remits to the District its portion of taxes. Accrued property taxes receivable represent delinquent taxes outstanding and real property, personal property, and public utility taxes which became measurable as of June 30, 2006. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is intended to finance current year operations. The receivable is therefore offset by a credit to deferred revenue for that portion not intended to finance current year operations. The amount available to the District as an advance at June 30, 2006 was \$1,673,716 and is recognized as revenue. \$1,458,451 was available to the general fund and \$215,265 was available to the bond retirement fund. The amount available to the District as an advance at June 30, 2005 was \$2,046,984 and was recognized as revenue. \$1,979,940 was available to the general fund and \$67,044 was available to the bond retirement 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.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2006  
 (CONTINUED)**

**NOTE 8: RECEIVABLES**

Receivables at June 30, 2006 consisted of property taxes, accounts (rent, billings for user charged services, and student fees), interfund and intergovernmental grants. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of state programs, and the current fiscal year guarantee of federal funds.

A summary of the principal items of intergovernmental receivables follows:

	<u>Amount</u>
<b><i>Governmental Activities:</i></b>	
Title I - Disadvantaged Children	\$ 166
Title III - Limited English Proficiency	5,792
Title II-A Grant	2,700
<b>Total Governmental Activities</b>	<b>8,658</b>
<b><i>Business-Type Activities:</i></b>	
Food Service Grant	18,125
<b>Total Intergovernmental Receivable</b>	<b>\$ 26,783</b>

**NOTE 9: INTERFUND TRANSFERS AND BALANCES**

**Interfund Transfers**

As of June 30, 2006, interfund transfers were as follows:

	<u>Transfer to</u>	<u>Transfer from</u>
General Fund	\$ 15,447	\$ 260,186
Bond Retirement Fund	262,630	169,410
Nonmajor Governmental Funds	44,513	36,530
Nonmajor Enterprise Funds	158,190	14,654
<b>Total</b>	<b>\$ 480,780</b>	<b>\$ 480,780</b>

Transfers were made to provide additional resources for current operations and for permanent improvements. Transfers among the special revenue funds were for reimbursement purposes. Transfers of \$337,244 were eliminated since they were within the governmental and business-type activity.

**Interfund Balances**

Interfund balances on fund financial statements at June 30, 2006 consist of the following:

	<u>Receivable</u>	<u>Payable</u>
<b><u>Major Funds</u></b>		
General Fund	\$ 82,024	\$ 72,588
<b><u>Nonmajor Funds</u></b>		
Special Revenue Funds	0	9,436
<b>Total</b>	<b>\$ 82,024</b>	<b>\$ 82,024</b>

Monies were advanced from one fund to another to cover operating expenses until additional monies are received. Interfund balances were eliminated since they were within governmental activities.

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**  
**(CONTINUED)**

NOTE 10: **CAPITAL ASSETS**

	Restated Balance at <u>06/30/2005</u>	<u>Additions</u>	<u>Deletions</u>	Balance at <u>06/30/06</u>
<b><u>Governmental Activities</u></b>				
Capital Assets Not being Depreciated:				
Land	\$ 226,660	\$ 0	\$ 0	\$ 226,660
Construction in Progress	<u>267,880</u>	<u>2,566,674</u>	<u>0</u>	<u>2,834,534</u>
 Total Capital Assets Not Being Depreciated	 <u>494,520</u>	 <u>2,566,674</u>	 <u>0</u>	 <u>3,061,194</u>
Capital Assets being Depreciated:				
Land Improvements	395,690	0	0	395,690
Buildings and Building Improvements	12,298,264	0	0	12,298,264
Furniture and Equipment	1,142,952	5,000	0	1,147,952
Vehicles	561,624	0	0	561,624
Textbooks	<u>1,763,168</u>	<u>0</u>	<u>0</u>	<u>1,763,168</u>
 Total Capital Assets being Depreciated	 <u>16,161,698</u>	 <u>5,000</u>	 <u>0</u>	 <u>16,166,698</u>
Less Accumulated Depreciation:				
Land Improvements	(308,966)	(10,951)	0	(319,917)
Building and Building Improvements	(6,701,398)	(219,797)	0	(6,921,195)
Furniture and Equipment	(797,781)	(87,745)	0	(885,526)
Vehicles	(404,475)	(20,947)	0	(425,422)
Textbooks	<u>(1,445,400)</u>	<u>(40,414)</u>	<u>0</u>	<u>(1,485,814)</u>
 Total Accumulated Depreciation	 <u>(9,658,020)</u>	 <u>(379,854)*</u>	 <u>0</u>	 <u>(10,037,874)</u>
 Total Capital Assets being Depreciated, Net	 <u>6,503,678</u>	 <u>(374,854)</u>	 <u>0</u>	 <u>6,128,824</u>
 Governmental Activities Capital Assets, Net	 <u>\$ 6,998,198</u>	 <u>\$2,191,820</u>	 <u>\$ 0</u>	 <u>\$ 9,190,018</u>
<b><u>Business-Type Activities</u></b>				
Furniture, Fixtures and Equipment	\$ 71,006	\$ 0	\$ 0	\$ 71,006
Less Accumulated Depreciation	<u>(44,708)</u>	<u>(2,827)</u>	<u>0</u>	<u>(47,535)</u>
 Total Business-Type Activities Capital Assets, Net	 <u>\$ 26,298</u>	 <u>\$ (2,827)</u>	 <u>\$ 0</u>	 <u>\$ 23,471</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR JUNE 30, 2006  
 (CONTINUED)**

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NOTE 10: **CAPITAL ASSETS** (Continued)

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

Instruction:	
Regular	\$ 293,342
Support Services:	
Instructional Staff	27,793
Administrative	2,531
Operation and Maintenance of Plant Services	19,563
Pupil Transportation	24,888
Operation of Non-Instructional Services	10,346
Extracurricular Activities	<u>1,391</u>
Total Depreciation Expense	<u>\$ 379,854</u>

NOTE 11: **RISK MANAGEMENT**

A. **Property and Liability**

The District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. In order to minimize these components of risk, the District has obtained a number of insurance packages.

The Indiana Insurance Company, through the Ohio Schools' Council, provides building and personal property insurance as well as commercial inland marine insurance. The Indiana Insurance Company, through the Ohio Schools' Council, also provides public employee dishonesty coverage (commercial crime coverage). The Travelers Insurance company, through the Ohio Schools' Council, provides boiler and machinery insurance. The Indiana Insurance Company, through the Ohio Schools' Council, provides commercial general liability insurance, employer's liability insurance, employee benefits liability insurance, automobile liability insurance, and uninsured motorists insurance.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006  
(CONTINUED)**

NOTE 11: **RISK MANAGEMENT** (Continued)

**A. Property and Liability** (Continued)

A \$100,000 public official bond for the Treasurer is maintained by Travelers Casualty and Surety Company of America Insurance Company. Other employees handling money are also covered by performance bonds provided by Nationwide Mutual Insurance Company.

<u>Company</u>	<u>Type of Coverage</u>	<u>Coverage Amount</u>
Indiana Insurance	Building and Contents (\$1,000 deductible)	\$ 41,757,234
Indiana Insurance	Extra Expense Coverage	1,000,000
Indiana Insurance	Valuable Papers	100,000
Travelers Insurance	Boiler and Machinery (\$1,000 deductible)	30,000,000
Indiana Insurance	Inland Marine (\$250 deductible)	2,488,569
Ohio Casualty Insurance	Crime Insurance (\$500 deductible)	50,000
Indiana Insurance	Vehicles (\$1,000 deductible)	1,000,000
Indiana Insurance	General Liability (per occurrence)	1,000,000
Indiana Insurance	General Liability (aggregate)	5,000,000
Indiana Insurance	Uninsured Motorist (per occurrence)	1,000,000

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

**B. Workers' Compensation**

The District participated in the Ohio School Boards Association Workers' Compensation Group Rating Program (GRP), an insurance purchasing pool for calendar year 2006 (Note 17). The intent of the GRP is to achieve the benefit of a reduced premium for the District by virtue of its grouping and representation with other participants in the GRP. The workers' compensation experience of the participating school districts is calculated as one experience and a common premium rate is applied to all school districts in the GRP. Each participant pays its workers' compensation premium to the State based on the rate for the GRP rather than its individual rate. Total savings are then calculated and each participant's individual performance is compared to the overall savings percentage of the GRP. A participant will then either receive money from or be required to contribute to the "Equity Pooling Fund". This "equity pooling" arrangement insures that each participant shares equally in the overall performance of the GRP. Participation in the GRP is limited to districts that can meet the GRP's selection criteria. The firm of Gates McDonald and Co. provides administrative, cost control, and actuarial services to the GRP.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006  
(CONTINUED)**

NOTE 11: **RISK MANAGEMENT** (Continued)

C. **Employee Medical Benefits**

Medical/surgical and dental insurance is offered to employees through a self-insurance internal service fund. The District is a member of a claims servicing pool in which monthly payments are paid to the fiscal agent who in turn pays the claims on the District's behalf. The claims liability of \$422,582 reported in the internal service fund at June 30, 2006 is based on an estimate provided by the third party administrator and the requirements of Government Accounting Standards Board Statement No. 30 which requires that a liability for unpaid claim costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses (GASB 30). Changes in claims activity for the past three fiscal years are as follows:

	Balance at of Beginning <u>of Year</u>	Current Year Claims	Claim Payments	Balance at <u>End of Year</u>
2004	\$ 329,358	\$ 1,874,641	\$(1,924,897)	\$ 279,102
2005	\$ 279,102	\$ 1,676,200	\$(1,761,235)	\$ 194,067
2006	\$ 194,067	\$ 2,215,415	\$(1,986,900)	\$ 422,582

NOTE 12: **DEFINED BENEFIT PENSION PLANS**

A. **School Employees Retirement System**

The District contributes to the School Employees Retirement System of Ohio (SERS), a cost-sharing multiple employer defined benefit pension plan. SERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by 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 or by calling (614) 222-5853.

Plan members are required to contribute 10 percent of their annual covered salary and the District is required to contribute at an actuarially determined rate. The current District rate is 14 percent of annual covered payroll. A portion of the District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for fiscal year 2006, 10.58 percent of annual covered salary was the portion used to fund pension obligations.

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**  
**(CONTINUED)**

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NOTE 12: **DEFINED BENEFIT PENSION PLANS** (Continued)

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

For fiscal year 2005, 10.57 percent of annual covered salary was the portion used to fund pension obligations. The contribution requirements of plan members and employers are established and may be amended up to a statutory maximum amount by SERS' Retirement Board. The District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2006, 2005, and 2004 were \$326,365, \$318,928, and \$242,767, respectively; 57 percent has been contributed for fiscal year 2006 and 100 percent for the fiscal years 2005 and 2004.

B. **State Teachers Retirement System**

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

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006  
(CONTINUED)**

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NOTE 12: **DEFINED BENEFIT PENSION PLANS** (Continued)

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

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 dies before retirement benefits begin, the member's designated beneficiary is entitled to receive the member's account balance.

For the fiscal year ended June 30, 2006, plan members were required to contribute 10 percent of their annual covered salaries. The District is required to contribute 14 percent; 13 percent was the portion used to fund pension obligations. Contribution rates are established by State Teachers Retirement Board, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions.

The District's required contributions for pension obligations to the DB Plan for the fiscal years ended June 30, 2006, 2005, and 2004, were \$1,247,430, \$1,162,478 and \$1,109,263, respectively; 86 percent has been contributed for fiscal year 2006 and 100 percent for fiscal years 2005 and 2004. Contributions to the DC and Combined Plans for fiscal year 2006 were \$13,031 made by the District and \$23,617 made by the plan members.

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**  
**(CONTINUED)**

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**NOTE 13: POSTEMPLOYMENT BENEFITS**

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

All STRS benefit recipients and sponsored dependents are eligible for health care coverage. The STRS Board has statutory authority over how much, if any, of the health care costs will be absorbed by STRS. All benefit recipients pay a portion of health care cost in the form of a monthly premium. By law, the cost of coverage paid from STRS funds is included in the employer contribution rate, currently 14 percent of covered payroll. For the fiscal year ended June 30, 2006, the STRS Board allocated employer contributions equal to 1 percent of covered payroll to the Health Care Reserve Fund. For the District, this amount equaled \$91,481 for fiscal year 2006.

STRS pays health care benefits from the Health Care Reserve Fund. At June 30, 2005 (the latest information available) the balance in the Fund was \$3.3 billion. For the year ended June 30, 2005, net health care costs paid by STRS were \$254,780,000 and STRS had 115,395 eligible benefit recipients.

For SERS, coverage is made available to service retirees with ten or more fiscal years of qualifying service credit, and to disability and survivor benefit recipients. Effective January 1, 2004, all retirees and beneficiaries are required to pay a portion of their premium for health care. The portion is based on years of services, Medicare eligibility, and retirement status. A safety net is in place for retirees whose household income falls below federal poverty levels. Premiums are reduced by 50 percent for those who apply.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2006  
 (CONTINUED)**

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NOTE 13: **POSTEMPLOYMENT BENEFITS** (Continued)

After the allocation for basic benefits, the remainder of the employer's 14 percent contribution is allocated to providing health care benefits. For the fiscal year ended June 30, 2006, employer contributions to fund health care benefits were 3.42 percent of covered payroll. In addition, SERS levies a surcharge to fund health care benefits equal to 14 percent of the difference between a minimum pay and the member's pay, pro-rated for partial service credit. For fiscal year 2006, the minimum pay has been established at \$35,800. However, the surcharge is capped at 2 percent of each employer's SERS salaries. For the 2006 fiscal year, District paid \$153,592 to fund health care benefits, including the surcharge.

The surcharge, added to the unallocated portion of the 14 percent employer contribution rate, provides for maintenance of the asset target level for the health care fund. The target level for the health care reserve is 150 percent of the projected claims less premium contributions for the next fiscal year. Expenses for health care for the fiscal year ended June 30, 2006 (the latest information available), were \$158,751,207 and the target level was \$267.3 million. At June 30, 2006, SERS had net assets available for payment of health care benefits of \$295.6 million. SERS has approximately 59,492 participants currently receiving health care benefits.

NOTE 14: **EMPLOYEE BENEFITS**

**Compensated Absences**

The criteria for determining vacation and sick leave benefits are derived from negotiated agreements and State laws.

**Vacation Leave**

Only administrative and school support personnel accumulate annual vacation leave. Accumulated unused vacation time is paid upon termination of employment. School support personnel accumulate annual vacation leave as follows:

<u>Completed Service</u>	<u>Vacation Leave</u>
After 1 year	2 weeks
6 thru 9 years	3 weeks
10 thru 24 years	4 weeks
25 or more years	5 weeks

Administrative personnel accumulate 20 days vacation leave.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006  
(CONTINUED)**

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

**Compensated Absences** (Continued)

**Sick Leave**

Each professional staff member is entitled to fifteen (15) days sick leave with pay for each year under contract. The sick leave accrues at the rate of one and one fourth (1-1/4) days for each calendar month under contract. Sick leave is cumulative to 40 days. After seven years, an employee is paid a severance benefit equal to 25 percent of the value of their accumulated sick leave, calculated at current wage rates, upon retirement with the balance being forfeited.

In place of the “1/4 and 40 day” limitation, employees who meet the eligibility requirements for retirement with either: **a)** twenty-five years of service and age 55 or over, **b)** five years of service and age 60 or over, or **c)** any age with thirty years of service shall be eligible for an extended severance pay benefit. This extended severance pay benefit shall be equal to the employee’s daily rate of pay times 100 percent of the employee’s first 165 days for certified and 145 days for non-certified of accrued but unused sick leave.

NOTE 15: **SHORT-TERM OBLIGATIONS**

On July 20, 2005, the District retired 3.5% School Improvement Notes, Series 2005, in the amount of \$6,000,000, with a portion of the proceeds from the issuance of bonds described in Note 16. There were no new short term obligations during the current fiscal year.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006  
(CONTINUED)**

**NOTE 16: LONG-TERM OBLIGATIONS**

The changes in the District's long-term obligations during fiscal year 2006 were as follows:

	Restated Balance at <u>06/30/2005</u>	<u>Additions</u>	<u>Reductions</u>	Balance at at 6/30/06	<u>One Year</u>
<b><u>Governmental Activities</u></b>					
Energy Improvement Bonds 2000, \$698,802 - 5.40%	\$ 465,000	\$ 0	\$ (70,000)	\$ 395,000	\$ 70,000
Library Improvement Bonds 1995, \$4,804,994 - 5.53%	3,189,252	0	(2,854,252)	335,000	335,000
Refunding Library Improvement Bonds 2005, \$2,729,999 - 3.00%	0	2,729,999	0	2,729,999	25,000
School Improvement Bonds 2005, \$28,499,993 - 3.00%	<u>0</u>	<u>28,499,993</u>	<u>0</u>	<u>28,499,993</u>	<u>430,000</u>
Total Bonds Payable before Deferrals	<u>3,654,252</u>	<u>31,229,992</u>	<u>(2,924,252)</u>	<u>31,959,992</u>	<u>860,000</u>
<b><u>Deferred Amounts:</u></b>					
For Issuance Premiums	<u>0</u>	<u>1,587,906</u>	<u>(37,888)</u>	<u>1,550,018</u>	<u>75,776</u>
Total Bonds Payable	3,654,252	32,817,898	(2,962,140)	33,510,010	935,776
Compensated Absences	<u>4,549,857</u>	<u>830,297</u>	<u>(279,882)</u>	<u>5,100,272</u>	<u>322,751</u>
Total Governmental Long-Term Obligations	<u>8,204,109</u>	<u>33,648,195</u>	<u>(3,242,022)</u>	<u>38,610,282</u>	<u>1,258,727</u>
<b><u>Business-Type Activities</u></b>					
Compensated Absences	<u>167,060</u>	<u>31,519</u>	<u>(89,971)</u>	<u>108,608</u>	<u>59,734</u>
Total	<u>\$ 8,371,169</u>	<u>\$33,679,714</u>	<u>\$(3,331,993)</u>	<u>\$38,718,890</u>	<u>\$ 1,318,461</u>

**Advance Refunding**

On July 20, 2005, the District issued \$2,729,999 in general obligation bonds for the purpose of advance refunding \$2,854,252 library improvement bonds, 1995 series. The Refunding Library Improvement Bonds interest rate ranges from 3.0 percent to 3.5 percent and have a maturity date of December 1, 2013. Refunding bonds were issued at a premium of \$3,007 with issuance costs of \$28,301, the net proceeds were \$2,888,003. The net proceeds from the issuance of the general obligation bonds were used to purchase U.S. Government securities and those securities were deposited into an irrevocable trust with an escrow agent to provide debt service payments until refunding bonds are called on December 1, 2014. The advance refunding met the requirements of an in-substance debt defeasance and the various 1995 series bonds were removed from the District's government-wide financial statements.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006  
(CONTINUED)**

NOTE 16: **LONG-TERM OBLIGATIONS** (Continued)

As a result of the advance refunding, the District reduced its total debt service requirements by \$121,037, which resulted in an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$111,342.

**General Obligation Bonds**

On July 20, 2005, the District also issued \$28,499,993 in general obligation bonds for the purpose of constructing, adding to, renovating, furnishing, equipping and otherwise improving school facilities and improving their sites as an integral part of a cooperative project with the City of Fairview Park. The School Improvement Bonds interest rate ranges from 3.0 percent to 5.0 percent and have a maturity date of December 1, 2033.

All bonds outstanding are general obligations of the District to which the full faith and credit of the District is pledged for repayment. Payments of interest related to the School Improvement Bonds during the construction phase of the project are recorded as expenditures in the Building Fund. Payments of principal and interest relating to the District's liabilities for all other general obligation bonds are recorded as expenditures in the Debt Service Fund.

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

Principal and interest requirements to retire general obligation debt at June 30, 2006 are as follows:

<u>Fiscal Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2007	\$ 860,000	\$ 1,480,547	\$ 2,340,547
2008	1,110,000	1,303,883	2,413,883
2009	1,145,000	1,268,198	2,413,198
2010	1,185,000	1,231,268	2,416,268
2011	1,034,999	1,427,259	2,462,258
2012 - 2016	3,994,993	6,799,191	10,794,184
2017 - 2021	4,605,000	4,822,610	9,427,610
2022 - 2026	5,700,000	3,686,586	9,386,586
2027 - 2031	7,140,000	2,203,749	9,343,749
2032 - 2033	5,185,000	397,375	5,582,375
Total	<u>\$ 31,959,992</u>	<u>\$ 24,620,666</u>	<u>\$ 56,580,658</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006  
(CONTINUED)**

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**NOTE 17: PUBLIC ENTITY RISK POOL**

**Ohio School Boards Association Workers' Compensation Group Rating Program**

The District participates in the Ohio School Boards Association Workers' Compensation Group Rating Program (GRP), an insurance purchasing pool. The GRP's business and affairs are conducted by a three member Board of Directors consisting of the President, the President-Elect, and the Immediate Past President of the OSBA. The Executive Director of the OSBA, or his designee, serves as coordinator of the program. Each year, the participating school districts pay an enrollment fee to the GRP to cover the costs of administering the program.

**NOTE 18: JOINTLY GOVERNED ORGANIZATIONS**

**A. Lake Erie Educational Computer Association (LEECA)**

The Lake Erie Educational Computer Association (LEECA) is a jointly governed organization comprised of thirty school districts. The jointly governed organization was formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and instructional functions for member districts. Each of the governments of these districts supports LEECA based upon a per pupil charge dependent upon the software package 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. In fiscal year 2006, the District paid \$22,356 to LEECA. 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.

**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. The Board of Education consists of representatives from the Board of each participating school district, independent of the Fairview Park City School District.

The Board is responsible for approving its own budgets, appointing personnel, and accounting and finance related activities. Fairview Park City School District students may attend the vocational school. Each school district's control is limited to its representation on the Board. Financial information may be obtained by contacting the Polaris Career Center, 7285 Old Oak Blvd., Middleburg Heights, Ohio 44130.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006  
(CONTINUED)**

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NOTE 18: **JOINTLY GOVERNED ORGANIZATIONS** (Continued)

C. **Ohio Schools' Council Association**

The Ohio Schools' Council Association (Council) is a jointly governed organization among eighty-two school districts. This jointly governed organization was formed to purchase quality products and services at the lowest possible cost to the member districts. Each school district supports the Council by paying an annual participation fee. The Council's Board consists of seven superintendents of the participating school districts whose terms rotate every year. The degree of control exercised by any school district is limited to its representation on the Board. In fiscal year 2006, the District paid \$506,239 to the Council. Financial information can be obtained by contacting the Executive Secretary of the Ohio Schools' Council at 6133 Rockside Road, Suite 10, Independence, Ohio 44131.

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

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

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006  
(CONTINUED)**

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NOTE 18: **JOINTLY GOVERNED ORGANIZATIONS** (Continued)

C. **Ohio Schools' Council Association** (Continued)

The District also participates in the Council's prepaid natural gas program which was implemented during fiscal year 2001. This program allows school districts to purchase natural gas at reduced rates, if the school districts will commit to participating for a twelve year period. The participants make monthly payments based on estimated usage. Each month these estimated payments are compared to their actual usage and any necessary adjustments are made.

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

NOTE 19: **CONTINGENCIES**

A. **Grants**

The District received financial assistance from federal and state agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the District at June 30, 2006.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006  
(CONTINUED)**

NOTE 19: **CONTINGENCIES** (Continued)

**B. Litigation**

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

NOTE 20: **SET ASIDE REQUIREMENTS**

The District is required by State statute to annually set aside in the General Fund, an amount on a statutory formula for the purchase of textbooks and other instructional materials and an equal amount for the acquisition and construction of capital improvements. Amounts not spent by year-end or offset by similarly restricted resources received during the year must be held in cash at year-end and carried forward to be used for the same purposes in future years.

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

	<u>Textbooks</u>	<u>Capital Improvements</u>	<u>Budget Reserve</u>
Set-Aside Reserve Balance Carried			
Forward July 1, 2005	\$ 0	\$ 0	\$ 363,750
Current Year Set-Aside			
Requirements	264,760	264,760	0
Offset Credits and Adjustments	(476,069)	0	932
Qualifying Expenditures	<u>(289,785)</u>	<u>(2,590,281)</u>	<u>0</u>
Total	<u>\$ (501,094)</u>	<u>\$(2,325,521)</u>	<u>\$ 364,682</u>
Set-Aside Reserve Balance Carried			
Forward to FY 2007	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 364,682</u>
Amount Restricted for			
Budget Stabilization			<u>\$ 364,682</u>
Total Restricted Assets			<u>\$ 364,682</u>

The District had offsets and qualifying disbursements during the fiscal year that reduced the textbook set-aside amount below zero. This amount may be used to reduce the set-aside requirements for future years.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006  
(CONTINUED)**

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NOTE 20: **SET-ASIDE REQUIREMENTS** (Continued)

Although the District had qualifying disbursements for capital improvements during the year that reduced the set-aside amounts below zero, these extra amounts may not be used to reduce the set-aside requirements of future years. This negative amount is therefore not presented as being carried forward to the next fiscal year.

NOTE 21: **ENDOWMENT**

In fiscal years 2002 and 2003, the District received a three million dollar endowment from a former school graduate to create two annual scholarships. The endowment is accounted for as a private purpose trust with 55 percent of interest earned to be used for scholarships and 45 percent to be added to existing principal.



THE  
GEMINI  
PROJECT  
FAIRVIEW PARK, OHIO



**FAIRVIEW PARK CITY  
SCHOOL DISTRICT**

**COMBINING  
AND INDIVIDUAL FUND  
STATEMENTS AND SCHEDULES**

# FAIRVIEW PARK CITY SCHOOL DISTRICT

## DESCRIPTION OF FUNDS

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### *Nonmajor Special Revenue Funds*

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than expendable trusts, or for major capital projects) that are legally restricted to expenditure for specified purposes. Following is a description of the School District's nonmajor special revenue funds:

**Special Trusts** - This fund is used to account for assets held by the school system as an agent for individuals, private organizations, other governmental and/or other funds.

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

**Other Grants** - This fund is used to account for the proceeds of specific revenue sources, except for state and federal grants that are legally restricted to expenditures for specified purposes.

**District Managed Student Activity** - This fund is used to account for those student activity programs which have student participation in the activity but do not have student management of the programs. This fund would usually include athletic programs but could also include the band, cheerleaders, flag corps, and other similar types of activities.

**Auxiliary Services** - This fund accounts for monies which provide services and materials to pupils attending non-public schools within the District.

**Management Information System** - This fund provides for hardware and software development or other costs associated with the requirements of the management information system.

**Entry Year Programs** - This fund is used to implement entry-year programs pursuant to Division (T) of Section 3317.024 of the Ohio Revised Code.

**Data Communications** - This fund accounts for money appropriated for Ohio Educational Computer Network Connections.

**School Net Professional Development** - This fund was established to account for a limited number of professional development subsidy grants.

**Ohio Reads** - The Ohio Reads Grants were established to provide funds **1)** to improve reading outcomes, especially on the fourth grade reading proficiency test and **2)** for volunteer coordinators in public school buildings, for educational service centers for costs associated with volunteer coordination, for background checks for volunteers, to evaluate the Ohio Reads Program, and for operating expenses associated with administering the program.

(Continued)

FAIRVIEW PARK CITY SCHOOL DISTRICT

DESCRIPTION OF FUNDS

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*Nonmajor Special Revenue Funds*

(Continued)

**Student Intervention** - This fund is used to account for receipts and expenditures of the District's Summer School Program.

**Miscellaneous State Grants** - This fund is used to account for various monies received from state agencies which are not classified elsewhere.

**Eisenhower Professional Development** -This fund provides for strengthening instruction in science, mathematics, modern foreign languages, English, the arts, and computer learning.

**IDEA Title VI-B** - The purpose of this federal program is to assist schools in the identification of handicapped children, development of procedural safeguards, implementation of least-restrictive, alternative service patterns, and provision of full educational opportunities to handicapped children at the preschool, elementary, and secondary levels.

**Title III Limited English Proficiency** - This program is designed to help meet the educational needs of children of limited English proficiency.

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

**Title V** - This program is intended to assist state and local educational agencies in the reform of elementary and secondary education. Funds may be used for various materials, technology, and projects implementing school improvement and parental involvement activities authorized under ESEA, Title 1.

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

**IDEA Preschool for the Handicapped** - for Preschool Grant Program, Section 619 of Public Law 99-457, addresses the improvement and expansion of services for handicapped children ages three (3) through five (5) years.

**Title II-A Improving Teacher Quality** - This fund provides for improved instruction through better use of technology.

**Miscellaneous Federal Grants** - This fund is used to account for various monies received through state agencies from the federal government or directly from the federal government which are not classified elsewhere.

(Continued)

FAIRVIEW PARK CITY SCHOOL DISTRICT

DESCRIPTION OF FUNDS

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*Nonmajor Capital Projects Funds*

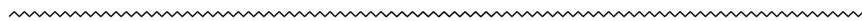
Capital Projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds). Following is a description of the nonmajor capital projects funds:

**Permanent Improvement** - This fund accounts for all transactions related to the acquiring, constructing, or improving facilities.

**School Net Plus** - This fund accounts for wiring to all classrooms in the State and to provide a computer workstation and related technology for every classroom in Ohio's low-wealth school districts.

**Power Up** - This fund accounts for State grant money to be spent on electrical upgrades.

**Instructional Grant** - This fund is used to account for State money used to finance the interactive video distance learning project.



*Nonmajor Enterprise Funds*

Enterprise Funds are established to account for operations that are financed and operated in a manner similar to private sector businesses where the intent is that the expense (including depreciation) of providing goods or services is primarily or solely to the general public be financed or recovered primarily through user charges.

**Food Services** - This fund accounts for the provision of food service to the high school and middle school.

**Day Care Services** - This fund accounts for services provided primarily to the general public for day care services, which are financed or recovered through user charges.

(Continued)

FAIRVIEW PARK CITY SCHOOL DISTRICT

DESCRIPTION OF FUNDS

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***Internal Service Fund***

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

**Employee Benefits Self-Insurance** - This fund accounts for monies received from other funds as payment for providing medical, hospitalization, life, dental, vision, or any other similar employee benefits. The Employee Benefits Self-Insurance Fund may make payments for services provided to employees, for reimbursements to employees who have paid providers, to third party administrators for claim payment or administration, for stop-loss coverage, or for any other reinsurance or other similar purpose.

Since there is only one internal service, no additional financial statements are presented here.



***Fiduciary Funds***

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

**Private Purpose Trust Fund**

**Endowment Trust** - This fund accounts for money set aside for two annual scholarships. The income from such a fund may be expended, but the principal must remain intact.

Since there is only one private-purpose trust, no additional financial statements are presented here.

**Agency Funds**

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

**District Agency** - This fund accounts for those assets held by a school district as an agent for individuals, private organization, other governmental units, and/or other funds. Agency funds could include a central payroll account, and funds for a teacher or parent-teacher organization. In an Agency fund, assets equal liabilities, and the fund balance is zero.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2006**

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b><u>Assets</u></b>			
Equity in Pooled Cash and Investments	\$ 336,172	\$ 45,816	\$ 381,988
Intergovernmental Receivable	<u>8,658</u>	<u>0</u>	<u>8,658</u>
<b>Total Assets</b>	<b><u>\$ 344,830</u></b>	<b><u>\$ 45,816</u></b>	<b><u>\$ 390,646</u></b>
<b><u>Liabilities and Fund Balances</u></b>			
<b><u>Liabilities</u></b>			
Accounts Payable	\$ 27,513	\$ 0	\$ 27,513
Accrued Wages and Benefits	2,850	0	2,850
Interfund Payable	9,436	0	9,436
Intergovernmental Payable	<u>554</u>	<u>0</u>	<u>554</u>
<b>Total Liabilities</b>	<b><u>40,353</u></b>	<b><u>0</u></b>	<b><u>40,353</u></b>
<b><u>Fund Balances</u></b>			
Reserved for:			
Encumbrances	89,811	5,450	95,261
Unreserved, Undesignated, Reported in:			
Special Revenue Funds	214,666	0	214,666
Capital Projects Funds	<u>0</u>	<u>40,366</u>	<u>40,366</u>
<b>Total Fund Balances</b>	<b><u>304,477</u></b>	<b><u>45,816</u></b>	<b><u>350,293</u></b>
<b>Total Liabilities and Fund Balances</b>	<b><u>\$ 344,830</u></b>	<b><u>\$ 45,816</u></b>	<b><u>\$ 390,646</u></b>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES - NONMAJOR GOVERNMENTAL FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b>Revenues</b>			
Intergovernmental	\$ 1,135,184	\$ 0	1,135,184
Investment Earnings	7,290	0	7,290
Tuition and Fees	77,228	0	77,228
Extracurricular Activities	231,039	0	231,039
Gifts and Donations	16,894	0	16,894
Miscellaneous	31,680	0	31,680
<b>Total Revenues</b>	<u>1,499,315</u>	<u>0</u>	<u>1,499,315</u>
<b>Expenditures</b>			
Current:			
Instruction:			
Regular	214,976	0	214,976
Special	358,823	0	358,823
Other	23,223	0	23,223
Support Services:			
Pupil	219,531	0	219,531
Instructional Staff	43,872	0	43,872
Administration	1,769	0	1,769
Central	4,923	0	4,923
Operation of Non-Instructional Services:			
Community Services	574,858	0	574,858
Food Services	975	0	975
Other	312	0	312
Extracurricular Activities	152,221	0	152,221
Capital Outlay	0	57,028	57,028
<b>Total Expenditures</b>	<u>1,595,483</u>	<u>57,028</u>	<u>1,652,511</u>
Excess of Revenues Over (Under)Expenditures	<u>(96,168)</u>	<u>(57,028)</u>	<u>(153,196)</u>
<b>Other Financing Sources (Uses)</b>			
Transfers In	44,512	0	44,512
Transfers Out	(36,448)	(82)	(36,530)
<b>Total Other Financing Sources (Uses)</b>	<u>8,064</u>	<u>(82)</u>	<u>7,982</u>
Net Change in Fund Balances	(88,104)	(57,110)	(145,214)
Fund Balances Beginning of Year	<u>392,581</u>	<u>102,926</u>	<u>495,507</u>
<b>Fund Balances End of Year</b>	<u>\$ 304,477</u>	<u>\$ 45,816</u>	<u>\$ 350,293</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2006**

	Special Trusts	Public School Support	Other Grants	District Managed Student Activity	Auxiliary Services	Management Information System
<b>Assets</b>						
Equity in Pooled Cash and Investments	\$ 75,617	\$ 66,304	\$ 7,366	\$ 36,413	\$ 96,554	\$ 10,790
Intergovernmental Receivable	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Total Assets</b>	<u><u>\$ 75,617</u></u>	<u><u>\$ 66,304</u></u>	<u><u>\$ 7,366</u></u>	<u><u>\$ 36,413</u></u>	<u><u>\$ 96,554</u></u>	<u><u>\$ 10,790</u></u>
<b>Liabilities and Fund Balances</b>						
<b>Liabilities</b>						
Accounts Payable	\$ 1,792	\$ 5,885	\$ 0	\$ 5,553	\$ 9,840	\$ 0
Accrued Wages and Benefits	0	0	0	0	2,850	0
Interfund Payable	0	0	0	0	0	0
Intergovernmental Payable	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>434</u>	<u>0</u>
<b>Total Liabilities</b>	<u>1,792</u>	<u>5,885</u>	<u>0</u>	<u>5,553</u>	<u>13,124</u>	<u>0</u>
<b>Fund Balances</b>						
Reserved for Encumbrances	2,237	2,442	709	4,073	58,741	2,773
Unreserved, Undesignated, Reported In: Special Revenue Funds	<u>71,588</u>	<u>57,977</u>	<u>6,657</u>	<u>26,787</u>	<u>24,689</u>	<u>8,017</u>
<b>Total Fund Balances (Deficit)</b>	<u>73,825</u>	<u>60,419</u>	<u>7,366</u>	<u>30,860</u>	<u>83,430</u>	<u>10,790</u>
<b>Total Liabilities and Fund Balances</b>	<u><u>\$ 75,617</u></u>	<u><u>\$ 66,304</u></u>	<u><u>\$ 7,366</u></u>	<u><u>\$ 36,413</u></u>	<u><u>\$ 96,554</u></u>	<u><u>\$ 10,790</u></u>

(Continued)

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS (Continued)  
JUNE 30, 2006**

	Entry Year Programs	Data Communications	School Net Professional Development	Ohio Reads	Student Intervention	Miscellaneous State Grants
<b>Assets</b>						
Equity in Pooled Cash and Investments	\$ 360	\$ 2,082	\$ 1,855	\$ 90	\$ 0	\$ 2,338
Intergovernmental Receivable	0	0	0	0	0	0
<b>Total Assets</b>	<u>\$ 360</u>	<u>\$ 2,082</u>	<u>\$ 1,855</u>	<u>\$ 90</u>	<u>\$ 0</u>	<u>\$ 2,338</u>
<b>Liabilities and Fund Balances</b>						
<b>Liabilities</b>						
Accounts Payable	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Accrued Wages and Benefits	0	0	0	0	0	0
Interfund Payable	0	0	0	0	0	0
Intergovernmental Payable	0	0	0	0	0	0
<b>Total Liabilities</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Fund Balances</b>						
Reserved for Encumbrances	0	662	0	0	0	0
Unreserved, Undesignated, Reported In: Special Revenue Funds	360	1,420	1,855	90	0	2,338
<b>Total Fund Balances (Deficit)</b>	<u>360</u>	<u>2,082</u>	<u>1,855</u>	<u>90</u>	<u>0</u>	<u>2,338</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 360</u>	<u>\$ 2,082</u>	<u>\$ 1,855</u>	<u>\$ 90</u>	<u>\$ 0</u>	<u>\$ 2,338</u>

(Continued)

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS (Continued)  
JUNE 30, 2006**

	Eisenhower Professional Development	IDEA Title VI-B	Title III Limited English Proficiency	Title I	Title V	Drug Free Schools
<b>Assets</b>						
Equity in Pooled Cash and Investments	\$ 0	\$ 15,832	\$ 4,790	\$ 1,436	\$ 4,010	\$ 905
Intergovernmental Receivable	<u>0</u>	<u>0</u>	<u>5,793</u>	<u>165</u>	<u>0</u>	<u>0</u>
<b>Total Assets</b>	<u>\$ 0</u>	<u>\$ 15,832</u>	<u>\$ 10,583</u>	<u>\$ 1,601</u>	<u>\$ 4,010</u>	<u>\$ 905</u>
<b>Liabilities and Fund Balances</b>						
<b>Liabilities</b>						
Accounts Payable	\$ 0	\$ 3,333	\$ 0	\$ 0	\$ 0	\$ 0
Accrued Wages and Benefits	0	0	0	0	0	0
Interfund Payable	0	0	5,793	166	0	0
Intergovernmental Payable	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Total Liabilities</b>	<u>0</u>	<u>3,333</u>	<u>5,793</u>	<u>166</u>	<u>0</u>	<u>0</u>
<b>Fund Balances</b>						
Reserved for Encumbrances	0	12,500	4,284	165	800	0
Unreserved, Undesignated, Reported In: Special Revenue Funds	<u>0</u>	<u>(1)</u>	<u>506</u>	<u>1,270</u>	<u>3,210</u>	<u>905</u>
<b>Total Fund Balances (Deficit)</b>	<u>0</u>	<u>12,499</u>	<u>4,790</u>	<u>1,435</u>	<u>4,010</u>	<u>905</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 0</u>	<u>\$ 15,832</u>	<u>\$ 10,583</u>	<u>\$ 1,601</u>	<u>\$ 4,010</u>	<u>\$ 905</u>

(Continued)

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS (Continued)  
JUNE 30, 2006**

	IDEA Preschool Grant for the Handicapped	Title II-A Improving Teacher Quality	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
<b><u>Assets</u></b>				
Equity in Pooled Cash and Investments	\$ 1,801	\$ 4,376	\$ 3,253	\$ 336,172
Intergovernmental Receivable	<u>0</u>	<u>2,700</u>	<u>0</u>	<u>8,658</u>
<b>Total Assets</b>	<b><u>\$ 1,801</u></b>	<b><u>\$ 7,076</u></b>	<b><u>\$ 3,253</u></b>	<b><u>\$ 344,830</u></b>
<b><u>Liabilities and Fund Balances</u></b>				
<b><u>Liabilities</u></b>				
Accounts Payable	\$ 0	\$ 1,110	\$ 0	\$ 27,513
Accrued Wages and Benefits	0	0	0	2,850
Interfund Payable	793	2,684	0	9,436
Intergovernmental Payable	<u>120</u>	<u>0</u>	<u>0</u>	<u>554</u>
<b>Total Liabilities</b>	<b><u>913</u></b>	<b><u>3,794</u></b>	<b><u>0</u></b>	<b><u>40,353</u></b>
<b><u>Fund Balances</u></b>				
Reserved for Encumbrances	0	425	0	89,811
Unreserved, Undesignated, Reported In: Special Revenue Funds	<u>888</u>	<u>2,857</u>	<u>3,253</u>	<u>214,666</u>
<b>Total Fund Balances (Deficit)</b>	<b><u>888</u></b>	<b><u>3,282</u></b>	<b><u>3,253</u></b>	<b><u>304,477</u></b>
<b>Total Liabilities and Fund Balances</b>	<b><u>\$ 1,801</u></b>	<b><u>\$ 7,076</u></b>	<b><u>\$ 3,253</u></b>	<b><u>\$ 344,830</u></b>

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND**  
**CHANGES IN FUND BALANCES - NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	Special Trusts	Public School Support	Other Grants	District Managed Student Activity	Auxiliary Services	Management Information System
<b>Revenues</b>						
Intergovernmental	\$ 0	\$ 0	\$ 1,207	\$ 0	\$ 447,138	\$ 6,012
Investment Earnings	0	1,950	0	1,442	3,898	0
Tuition and Fees	2,971	38,974	0	35,283	0	0
Extracurricular Activities	19,426	134,630	0	76,983	0	0
Gifts and Donations	500	4,315	0	12,079	0	0
Miscellaneous	2,510	2,714	3,299	23,157	0	0
<b>Total Revenues</b>	<b>25,407</b>	<b>182,583</b>	<b>4,506</b>	<b>148,944</b>	<b>451,036</b>	<b>6,012</b>
<b>Expenditures</b>						
Current:						
Instruction:						
Regular	991	166,480	1,962	0	0	0
Special	0	0	0	0	0	0
Other	0	0	5,002	0	0	0
Support Services:						
Pupil	0	0	1,604	0	0	220
Instructional Staff	0	0	2,768	0	0	0
Administration	0	1,769	0	0	0	0
Central	0	0	1,469	0	0	3,454
Operation of Non-Instructional Services:						
Community Services	25,191	0	0	0	460,501	0
Food Services	0	975	0	0	0	0
Other	0	0	0	312	0	0
Extracurricular Activities	0	0	0	152,221	0	0
<b>Total Expenditures</b>	<b>26,182</b>	<b>169,224</b>	<b>12,805</b>	<b>152,533</b>	<b>460,501</b>	<b>3,674</b>
Excess of Revenues Over (Under) Expenditures	(775)	13,359	(8,299)	(3,589)	(9,465)	(9,465)
<b>Other Financing Sources (Uses)</b>						
Transfers In	0	0	0	0	3,009	0
Transfers Out	(3,910)	0	0	0	(144)	0
<b>Total Other Financing Sources (Uses)</b>	<b>(3,910)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>2,865</b>	<b>0</b>
Net Change in Fund Balances	(4,685)	13,359	(8,299)	(3,589)	(6,600)	2,338
Fund Balances Beginning of Year	78,510	47,060	15,665	34,449	90,030	8,452
<b>Fund Balances (Deficit) End of Year</b>	<b>\$ 73,825</b>	<b>\$ 60,419</b>	<b>\$ 7,366</b>	<b>\$ 30,860</b>	<b>\$ 83,430</b>	<b>\$ 10,790</b>

(Continued)

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND  
 CHANGES IN FUND BALANCES - NONMAJOR SPECIAL REVENUE FUNDS (Continued)  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	Entry Year Programs	Data Communications	School Net Professional Development	Ohio Reads	Student Intervention	Miscellaneous State Grants
<b>Revenues</b>						
Intergovernmental	\$ 4,000	\$ 15,000	\$ 3,300	\$ 4,090	\$ 0	\$ 0
Investment Earnings	0	0	0	0	0	0
Tuition and Fees	0	0	0	0	0	0
Extracurricular Activities	0	0	0	0	0	0
Gifts and Donations	0	0	0	0	0	0
Miscellaneous	0	0	0	0	0	0
<b>Total Revenues</b>	<u>4,000</u>	<u>15,000</u>	<u>3,300</u>	<u>4,090</u>	<u>0</u>	<u>0</u>
<b>Expenditures</b>						
Current:						
Instruction:						
Regular	0	0	(3,272)	8,000	0	0
Special	0	0	0	0	0	0
Other	0	0	0	0	18,221	0
Support Services:						
Pupil	0	0	0	0	0	0
Instructional Staff	4,000	13,083	9,725	0	0	0
Administration	0	0	0	0	0	0
Central	0	0	0	0	0	0
Operation of Non-Instructional Services:						
Community Services	0	0	0	0	0	0
Food Services	0	0	0	0	0	0
Other	0	0	0	0	0	0
Extracurricular Activities	0	0	0	0	0	0
<b>Total Expenditures</b>	<u>4,000</u>	<u>13,083</u>	<u>6,453</u>	<u>8,000</u>	<u>18,221</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	<u>0</u>	<u>1,917</u>	<u>(3,153)</u>	<u>(3,910)</u>	<u>(18,221)</u>	<u>0</u>
<b>Other Financing Sources (Uses)</b>						
Transfers In	0	6,295	0	2,733	0	82
Transfers Out	0	0	0	0	0	0
<b>Total Other Financing Sources (Uses)</b>	<u>0</u>	<u>6,295</u>	<u>0</u>	<u>2,733</u>	<u>0</u>	<u>82</u>
Net Change in Fund Balances	0	8,212	(3,153)	(1,177)	(18,221)	82
Fund Balances (Deficit) Beginning of Year	<u>360</u>	<u>(6,130)</u>	<u>5,008</u>	<u>1,267</u>	<u>18,221</u>	<u>2,256</u>
<b>Fund Balances (Deficit) End of Year</b>	<u>\$ 360</u>	<u>\$ 2,082</u>	<u>\$ 1,855</u>	<u>\$ 90</u>	<u>\$ 0</u>	<u>\$ 2,338</u>

(Continued)

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND  
 CHANGES IN FUND BALANCES - NONMAJOR SPECIAL REVENUE FUNDS (Continued)  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	Eisenhower Professional Development	IDEA Title VI-B	Title III Limited English Proficiency	Title I	Title V	Drug Free Schools
<b>Revenues</b>						
Intergovernmental	\$ 0	\$ 493,877	\$ 17,033	\$ 83,422	\$ 0	\$ 4,403
Investment Earnings	0	0	0	0	0	0
Tuition and Fees	0	0	0	0	0	0
Extracurricular Activities	0	0	0	0	0	0
Gifts and Donations	0	0	0	0	0	0
Miscellaneous	0	0	0	0	0	0
<b>Total Revenues</b>	<u>0</u>	<u>493,877</u>	<u>17,033</u>	<u>83,422</u>	<u>0</u>	<u>4,403</u>
<b>Expenditures</b>						
Current:						
Instruction:						
Regular	0	0	1,714	0	0	0
Special	0	233,300	0	107,572	0	0
Other	0	0	0	0	0	0
Support Services:						
Pupil	0	202,082	15,625	0	0	0
Instructional Staff	0	1,670	0	0	1,293	5,871
Administration	0	0	0	0	0	0
Central	0	0	0	0	0	0
Operation of Non-Instructional Services:						
Community Services	0	72,049	0	15,600	1,517	0
Food Services	0	0	0	0	0	0
Other	0	0	0	0	0	0
Extracurricular Activities	0	0	0	0	0	0
<b>Total Expenditures</b>	<u>0</u>	<u>509,101</u>	<u>17,339</u>	<u>123,172</u>	<u>2,810</u>	<u>5,871</u>
Excess of Revenues Over (Under) Expenditures	<u>0</u>	<u>(15,224)</u>	<u>(306)</u>	<u>(39,750)</u>	<u>(2,810)</u>	<u>(1,468)</u>
<b>Other Financing Sources (Uses)</b>						
Transfers In	0	0	0	19,020	5,571	1,288
Transfers Out	(2,541)	0	0	(6,201)	(6,740)	(1,288)
<b>Total Other Financing Sources (Uses)</b>	<u>(2,541)</u>	<u>0</u>	<u>0</u>	<u>12,819</u>	<u>(1,169)</u>	<u>0</u>
Net Change in Fund Balances	(2,541)	(15,224)	(306)	(26,931)	(3,979)	(1,468)
Fund Balances (Deficit) Beginning of Year	2,541	27,723	5,096	28,366	7,989	2,373
<b>Fund Balances (Deficit) End of Year</b>	<u>\$ 0</u>	<u>\$ 12,499</u>	<u>\$ 4,790</u>	<u>\$ 1,435</u>	<u>\$ 4,010</u>	<u>\$ 905</u>

(Continued)

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES-**  
**NONMAJOR SPECIAL REVENUE FUNDS (Continued)**  
**JUNE 30, 2006**

	IDEA Preschool Grant for the Handicapped	Title II-A Improving Teacher Quality	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
<b>Revenues</b>				
Intergovernmental	\$ 20,917	\$ 34,650	\$ 135	\$1,135,184
Investment Earnings	0	0	0	7,290
Tuition and Fees	0	0	0	77,228
Extracurricular Activities	0	0	0	231,039
Gifts and Donations	0	0	0	16,894
Miscellaneous	0	0	0	31,680
<b>Total Revenues</b>	<u>21,917</u>	<u>34,650</u>	<u>135</u>	<u>1,499,315</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular	0	39,101	0	214,976
Special	17,951	0	0	358,823
Other	0	0	0	23,223
Support Services:				
Pupil	0	0	0	219,531
Instructional Staff	3,086	2,376	0	43,872
Administration	0	0	0	1,769
Central	0	0	0	4,923
Operation of Non-Instructional Services:				
Community Services	0	0	0	574,858
Food Services	0	0	0	975
Other	0	0	0	312
Extracurricular Activities	0	0	0	152,221
<b>Total Expenditures</b>	<u>21,037</u>	<u>41,477</u>	<u>0</u>	<u>1,595,483</u>
Excess of Revenues Over (Under) Expenditures	<u>(120)</u>	<u>(6,827)</u>	<u>135</u>	<u>(96,168)</u>
<b>Other Financing Sources (Uses)</b>				
Transfers In	0	3,969	2,545	44,512
Transfers Out	0	(15,622)	(2)	(36,448)
<b>Total Other Financing Sources (Uses)</b>	<u>0</u>	<u>(11,653)</u>	<u>2,543</u>	<u>8,064</u>
Net Change in Fund Balance	(120)	(18,480)	2,678	(88,104)
Fund Balances Beginning of Year	<u>1,008</u>	<u>21,762</u>	<u>575</u>	<u>392,581</u>
<b>Fund Balances (Deficit) End of Year</b>	<u>\$ 888</u>	<u>\$ 3,282</u>	<u>\$ 3,253</u>	<u>\$ 304,477</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
 COMBINING BALANCE SHEET  
 NONMAJOR CAPITAL PROJECTS FUNDS  
 JUNE 30, 2006**

	<u>Permanent Improvement</u>	<u>School Net Plus</u>	<u>Power Up</u>	<u>Instructional Grant</u>	<u>Total Nonmajor Capital Projects Funds</u>
					-
<b><u>Assets</u></b>					
Equity in Pooled Cash and Investments	\$ 45,611	\$ 70	\$ 0	\$ 135	\$ 45,816
<b>Total Assets</b>	<u>\$ 45,611</u>	<u>\$ 70</u>	<u>\$ 0</u>	<u>\$ 135</u>	<u>\$ 45,816</u>
<b><u>Liabilities and Fund Balances</u></b>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b>Total Liabilities</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b><u>Fund Balances</u></b>					
Reserved:					
Reserved for Encumbrances	5,450	0	0	0	5,450
Unreserved, Undesignated, Reported In:					
Capital Projects Funds	<u>40,161</u>	<u>70</u>	<u>0</u>	<u>135</u>	<u>40,366</u>
<b>Total Fund Balances</b>	<u>45,611</u>	<u>70</u>	<u>0</u>	<u>135</u>	<u>45,816</u>
<b>Total Liabilities and Fund Balances</b>	<u>\$ 45,611</u>	<u>\$ 70</u>	<u>\$ 0</u>	<u>\$ 135</u>	<u>\$ 45,816</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND  
 CHANGES IN FUND BALANCES - NONMAJOR CAPITAL PROJECTS FUNDS  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	<u>Permanent Improvement</u>	<u>School Net Plus</u>	<u>Power Up</u>	<u>Instructional Grant</u>	<u>Total Nonmajor Capital Projects Funds</u>
<b><u>Revenues</u></b>	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<b>Total Revenues</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b><u>Expenditures</u></b>					
Current:					
Capital Outlay	<u>57,028</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>57,028</u>
<b>Total Expenditures</b>	<u>57,028</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>57,028</u>
Excess of Revenues Over (Under) Expenditures	<u>(57,028)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(57,028)</u>
<b><u>Other Financing Sources (Uses)</u></b>					
Transfers Out	<u>0</u>	<u>0</u>	<u>(82)</u>	<u>0</u>	<u>(82)</u>
<b>Total Other Financing Sources (Uses)</b>	<u>0</u>	<u>0</u>	<u>(82)</u>	<u>0</u>	<u>(82)</u>
Net Change in Fund Balances	(57,028)	0	(82)	0	(57,110)
Fund Balances Beginning of Year	<u>102,639</u>	<u>70</u>	<u>82</u>	<u>135</u>	<u>102,926</u>
<b>Fund Balances End of Year</b>	<u>\$ 45,611</u>	<u>\$ 70</u>	<u>\$ 0</u>	<u>\$ 135</u>	<u>\$ 45,816</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-**  
**BUDGET (NON-GAAP BASIS) AND ACTUAL - GENERAL FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance With
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<b><u>Revenues</u></b>				
Taxes	\$16,112,344	\$16,087,609	\$14,246,846	\$(1,840,763)
Intergovernmental	2,360,059	2,380,886	4,073,816	1,692,930
Investment Earnings	202,314	204,099	351,048	146,949
Tuition and Fees	162,448	188,429	250,502	62,073
Rent	59,232	59,755	102,244	42,489
Extracurricular Activities	3,134	3,162	5,410	2,248
Charges for Services	10,362	10,453	17,886	7,433
Miscellaneous	<u>27,583</u>	<u>27,826</u>	<u>49,999</u>	<u>22,173</u>
<b>Total Revenues</b>	<u>18,937,476</u>	<u>18,962,219</u>	<u>19,097,751</u>	<u>135,532</u>
<b><u>Expenditures</u></b>				
Current:				
Instruction:				
Regular Instruction:				
Salaries and Wages	9,966,866	6,325,861	6,170,472	155,389
Fringe Benefits	3,105,646	2,586,717	1,715,399	871,318
Purchased Services	272,091	271,784	258,696	13,088
Supplies and Materials	428,817	386,258	351,715	34,543
Other	35,875	31,461	22,470	8,991
Capital Outlay	<u>682</u>	<u>2,266</u>	<u>1,110</u>	<u>1,156</u>
Total Regular Instruction	<u>13,809,977</u>	<u>9,604,347</u>	<u>8,519,862</u>	<u>1,084,485</u>
Special Instruction:				
Salaries and Wages	463,918	1,056,623	1,056,623	0
Fringe Benefits	161,151	297,205	297,204	1
Purchased Services	800,210	974,435	974,435	0
Supplies and Materials	6,764	1,515	977	538
Other	<u>13,000</u>	<u>13,000</u>	<u>12,060</u>	<u>940</u>
Total Special Instruction	<u>1,445,043</u>	<u>2,342,778</u>	<u>2,341,299</u>	<u>1,479</u>
Vocational Education:				
Salaries and Wages	80,088	199,833	199,833	0
Fringe Benefits	25,464	49,886	49,886	0
Purchased Services	650	1,149	1,145	4
Supplies and Materials	75	75	75	0
Capital Outlay	<u>7,320</u>	<u>5,320</u>	<u>0</u>	<u>5,320</u>
Total Vocational Education	<u>113,597</u>	<u>256,263</u>	<u>250,939</u>	<u>5,324</u>

(Continued)

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-**  
**BUDGET (NON-GAAP BASIS) AND ACTUAL - GENERAL FUND (Continued)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	Budgeted Amounts		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Other:				
Salaries and Wages	\$ 23,177	\$ 44,220	\$ 44,220	\$ 0
Fringe Benefits	10,322	14,992	14,992	0
Purchased Services	5,227	4,757	4,454	303
Supplies and Materials	1,498	1,717	1,475	242
Capital Outlay	0	687	687	0
Total Other	<u>40,224</u>	<u>66,373</u>	<u>65,828</u>	<u>545</u>
Total Instruction	<u>15,408,841</u>	<u>12,269,761</u>	<u>11,177,928</u>	<u>1,091,833</u>
Support Services:				
Pupil:				
Salaries and Wages	333,960	785,100	785,099	1
Fringe Benefits	119,692	207,913	207,913	0
Purchased Services	9,901	10,954	8,106	2,848
Supplies and Materials	13,041	8,774	7,751	1,023
Other	340	235	235	0
Capital Outlay	2,141	484	484	0
Total Pupil	<u>479,075</u>	<u>1,013,460</u>	<u>1,009,588</u>	<u>3,872</u>
Instructional Staff:				
Salaries and Wages	305,430	772,186	772,186	0
Fringe Benefits	162,758	243,909	243,911	(2)
Purchased Services	143,923	156,428	119,679	36,749
Supplies and Materials	23,125	35,466	27,777	7,689
Other	0	3,000	2,000	1,000
Capital Outlay	34,789	40,389	36,128	4,261
Total Instructional Staff	<u>670,025</u>	<u>1,251,378</u>	<u>1,201,681</u>	<u>49,697</u>
Board of Education				
Salaries and Wages	6,000	6,000	6,000	0
Fringe Benefits	840	840	577	263
Purchased Services	11,080	10,745	4,534	6,211
Supplies and Materials	635	635	607	28
Other	8,823	9,158	8,508	650
Total Board of Education	<u>27,378</u>	<u>27,378</u>	<u>20,226</u>	<u>7,152</u>
Administration:				
Salaries and Wages	311,278	753,157	753,158	(1)
Fringe Benefits	161,479	289,091	289,090	1
Purchased Services	74,937	76,328	64,981	11,347
Supplies and Materials	13,246	10,952	9,789	1,163
Other	5,500	5,278	1,800	3,478
Total Administration	<u>566,440</u>	<u>1,134,806</u>	<u>1,118,818</u>	<u>15,988</u>

(Continued)

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-**  
**BUDGET (NON-GAAP BASIS) AND ACTUAL - GENERAL FUND (Continued)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance With
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<b>Fiscal Services:</b>				
Salaries and Wages	\$ 70,774	\$ 162,253	\$ 162,253	\$ 0
Fringe Benefits	32,080	58,178	58,177	1
Purchased Services	99,391	101,531	80,941	20,590
Supplies and Materials	4,752	4,752	3,518	1,234
Other	332,300	336,300	297,340	38,960
Capital Outlay	719	23,823	0	23,823
<b>Total Fiscal Services</b>	<u>540,016</u>	<u>686,837</u>	<u>602,229</u>	<u>84,608</u>
<b>Business:</b>				
Fringe Benefits	168	168	0	168
Purchased Services	1,000	4,000	4,000	0
Supplies and Materials	0	20,100	20,020	80
Other	800	800	800	0
<b>Total Business</b>	<u>1,968</u>	<u>25,068</u>	<u>24,820</u>	<u>248</u>
<b>Operation and Maintenance of</b>				
<b>Plant Services:</b>				
Salaries and Wages	372,503	839,655	839,654	1
Fringe Benefits	162,742	262,339	262,341	(2)
Purchased Services	1,057,631	898,322	858,126	40,196
Supplies and Materials	62,460	56,460	50,605	5,855
Other	2,145	2,445	2,257	188
Capital Outlay	12,525	10,525	3,322	7,203
Capital Outlay Replacement	9,729	6,729	5,999	730
<b>Total Operation and Maintenance of Plant Services</b>	<u>1,679,735</u>	<u>2,076,475</u>	<u>2,022,304</u>	<u>54,171</u>
<b>Pupil Transportation:</b>				
Salaries and Wages	103,051	239,466	239,467	(1)
Fringe Benefits	35,510	66,588	66,590	(2)
Purchased Services	198,156	217,474	216,915	559
Supplies and Materials	31,998	44,580	44,528	52
Other	900	700	700	0
<b>Total Pupil Transportation</b>	<u>369,615</u>	<u>568,808</u>	<u>568,200</u>	<u>608</u>
<b>Central:</b>				
Salaries and Wages	23,217	90,865	90,865	0
Fringe Benefits	17,389	41,292	41,292	0
Purchased Services	52,841	50,716	18,174	32,542
Supplies and Materials	7,531	7,531	4,125	3,406
Other	400	525	525	0
Capital Outlay	8,062	8,062	6,998	1,064
<b>Total Central</b>	<u>109,440</u>	<u>198,991</u>	<u>161,979</u>	<u>37,012</u>
<b>Total Support Services</b>	<u>4,443,692</u>	<u>6,983,201</u>	<u>6,729,845</u>	<u>253,356</u>

(Continued)

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-**  
**BUDGET (NON-GAAP BASIS) AND ACTUAL - GENERAL FUND (Continued)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
Operation of Non-Instructional Services:				
Food Service Operations:				
Fringe Benefits	2,000	1,860	0	1,860
Total Food Service Operations	<u>2,000</u>	<u>1,860</u>	<u>0</u>	<u>1,860</u>
Community Service:				
Salaries	960	1,064	1,064	0
Fringe Benefits	40	42	42	0
Total Community Services	<u>1,000</u>	<u>1,106</u>	<u>1,106</u>	<u>0</u>
Total Operation of Non-Instructional Services	<u>3,000</u>	<u>2,966</u>	<u>1,106</u>	<u>1,860</u>
Extracurricular Activities:				
Academic Oriented Activities:				
Salaries	17,000	16,799	16,799	0
Fringe Benefits	2,000	2,445	2,444	1
Total Academic Oriented Activities	<u>19,000</u>	<u>19,244</u>	<u>19,243</u>	<u>1</u>
Occupational Oriented Activities:				
Salaries	425	531	531	0
Fringe Benefits	75	82	82	0
Total Occupational Oriented Activities	<u>500</u>	<u>613</u>	<u>613</u>	<u>0</u>
Sport-Oriented Activities:				
Salaries and Wages	58,244	363,232	363,234	(2)
Fringe Benefits	13,399	72,161	72,161	0
Purchased Services	0	407	407	0
Total Sport-Oriented Activities	<u>71,643</u>	<u>435,800</u>	<u>435,802</u>	<u>(2)</u>
School and Public Service Co-Curricular Activities:				
Salaries and Wages	213,182	219,817	48,263	171,554
Fringe Benefits	22,462	22,462	11,624	10,838
Total School and Public Service Co-Curricular Activities	<u>235,644</u>	<u>242,279</u>	<u>59,887</u>	<u>182,392</u>
Total Extracurricular Activities	<u>326,787</u>	<u>697,936</u>	<u>515,545</u>	<u>182,391</u>
<b>Total Expenditures</b>	<u>20,182,320</u>	<u>19,953,864</u>	<u>18,424,424</u>	<u>1,529,440</u>
Excess of Revenues Over (Under) Expenditures	<u>(1,244,844)</u>	<u>(991,645)</u>	<u>673,327</u>	<u>1,664,972</u> (Continued)

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-**  
**BUDGET (NON-GAAP BASIS) AND ACTUAL - GENERAL FUND (Continued)**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<b><u>Other Financing Sources (Uses)</u></b>				
Transfers In	23,511	24,229	15,447	(8,782)
Advances In	114,243	187,839	197,201	9,362
Refund of Prior Year Expenditures	7,237	7,301	12,492	5,191
Transfers Out	(243,220)	(260,186)	(260,186)	0
Advances Out	0	(154,612)	(154,612)	0
<b>Total Other Financing Sources (Uses)</b>	<u>(98,229)</u>	<u>(195,429)</u>	<u>(189,658)</u>	<u>5,771</u>
Net Change in Fund Balance	(1,343,073)	(1,187,074)	483,669	1,670,743
Fund Balance Beginning of Year, as Restated	1,429,127	1,429,127	1,429,127	0
Prior Year Encumbrances Appropriated	<u>286,026</u>	<u>286,026</u>	<u>286,026</u>	<u>0</u>
<b>Fund Balance End of Year</b>	<u>\$ 372,080</u>	<u>\$ 528,079</u>	<u>\$ 2,198,822</u>	<u>\$ 1,670,743</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-  
BUDGET (NON-GAAP BASIS) AND ACTUAL -  
BUILDING FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b><u>Revenues</u></b>			
Investment Earnings	\$ 666,086	\$ 740,589	\$ 74,503
<b>Total Revenues</b>	<u>666,086</u>	<u>740,589</u>	<u>74,503</u>
<b><u>Expenditures</u></b>			
Current:			
Capital Outlay:			
Architecture and Engineering Services	1,154,002	915,595	238,407
Building Acquisition and Construction Services	2,763,778	1,978,161	785,617
Building Improvement Services	557,010	128,478	428,532
Other Facilities Acquisition and Construction	<u>1,000</u>	<u>0</u>	<u>1,000</u>
Total Capital Outlay	<u>4,475,790</u>	<u>3,022,234</u>	<u>1,453,556</u>
<b>Total Expenditures</b>	<u>4,475,790</u>	<u>3,022,234</u>	<u>1,453,556</u>
Excess of Revenues Over (Under) Expenditures	<u>(3,809,704)</u>	<u>(2,281,645)</u>	<u>1,528,059</u>
<b><u>Other Financing Sources</u></b>			
General Obligation Bonds Issued	<u>22,506,588</u>	<u>22,506,588</u>	<u>0</u>
<b>Other Financing Sources</b>	<u>22,506,588</u>	<u>22,506,588</u>	<u>0</u>
Net Change in Fund Balance	18,696,884	20,224,943	1,528,059
Fund Balance at Beginning of Year	5,760,777	5,760,777	0
Prior Year Encumbrances Appropriated	<u>226,995</u>	<u>226,995</u>	<u>0</u>
<b>Fund Balance End of Year</b>	<u>\$24,684,656</u>	<u>\$ 26,212,715</u>	<u>\$ 1,528,059</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BASIS) AND ACTUAL -  
BOND RETIREMENT FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b><u>Revenues</u></b>			
Taxes	\$ 1,282,193	\$ 1,282,193	\$ 0
Intergovernmental	<u>160,415</u>	<u>160,843</u>	<u>428</u>
<b>Total Revenues</b>	<u>1,442,608</u>	<u>1,443,036</u>	<u>428</u>
<b><u>Expenditures</u></b>			
Current:			
Support Services:			
Fiscal	<u>20,015</u>	<u>18,028</u>	<u>1,987</u>
Total Support Services	<u>20,015</u>	<u>18,028</u>	<u>1,987</u>
Debt Service:			
Principal	6,240,770	6,194,252	46,518
Interest	<u>1,452,585</u>	<u>1,452,585</u>	<u>0</u>
Total Debt Service	<u>7,693,355</u>	<u>7,646,837</u>	<u>46,518</u>
<b>Total Expenditures</b>	<u>7,713,370</u>	<u>7,664,865</u>	<u>48,505</u>
Excess of Revenues Over (Under)Expenditures	<u>(6,270,762)</u>	<u>(6,221,829)</u>	<u>48,933</u>
<b><u>Other Financing Sources</u></b>			
Transfers In	262,630	262,630	0
Accrued Interest Received on Bonds and Notes Issued	7,011,389	7,138,028	126,639
Transfers Out	<u>(169,410)</u>	<u>(169,410)</u>	<u>0</u>
<b>Total Other Financing Sources</b>	<u>7,104,609</u>	<u>7,231,248</u>	<u>126,639</u>
Net Change in Fund Balance	833,847	1,009,419	175,572
Fund Balance Beginning of Year	<u>819,722</u>	<u>819,722</u>	<u>0</u>
<b>Fund Balance End of Year</b>	<u>\$ 1,653,569</u>	<u>\$ 1,829,141</u>	<u>\$ 175,572</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BASIS) AND ACTUAL -  
SPECIAL TRUSTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b><u>Revenues</u></b>			
Tuition and Fees	\$ 2,800	\$ 2,971	\$ 171
Extracurricular Activities	19,000	19,426	426
Gifts and Donations	500	500	0
Miscellaneous	<u>2,312</u>	<u>2,510</u>	<u>198</u>
<b>Total Revenues</b>	<u>24,612</u>	<u>25,407</u>	<u>795</u>
<b><u>Expenditures</u></b>			
Current:			
Instruction:			
Regular	<u>7,400</u>	<u>1,098</u>	<u>6,302</u>
Total Regular Instruction	<u>7,400</u>	<u>1,098</u>	<u>6,302</u>
Operation of Non-Instructional Services:			
Community Services	<u>32,955</u>	<u>27,321</u>	<u>5,634</u>
Total Operation of Non-Instructional Services	<u>32,955</u>	<u>27,321</u>	<u>5,634</u>
<b>Total Expenditures</b>	<u>40,355</u>	<u>28,419</u>	<u>11,936</u>
Excess of Revenues Over (Under) Expenditures	<u>(15,743)</u>	<u>(3,012)</u>	<u>12,731</u>
<b><u>Other Financing Sources and Uses</u></b>			
Transfers Out	<u>(3,910)</u>	<u>(3,910)</u>	<u>0</u>
<b>Total Other Financing Sources and Uses</b>	<u>(3,910)</u>	<u>(3,910)</u>	<u>0</u>
Net Change in Fund Balance	(19,653)	(6,922)	12,731
Fund Balance Beginning of Year	75,112	75,112	0
Prior Year Encumbrances Appropriated	<u>3,400</u>	<u>3,400</u>	<u>0</u>
<b>Fund Balance End of Year</b>	<u>\$ 58,859</u>	<u>\$ 71,590</u>	<u>\$ 12,731</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-  
BUDGET (NON-GAAP BASIS) AND ACTUAL -  
PUBLIC SCHOOL SUPPORT FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b><u>Revenues</u></b>			
Investment Earnings	\$ 1,950	\$ 1,950	\$ 0
Tuition and Fees	38,900	38,974	74
Extracurricular Activities	134,000	134,630	630
Gifts and Donations	4,000	4,315	315
Miscellaneous	<u>1,420</u>	<u>2,714</u>	<u>1,294</u>
<b>Total Revenues</b>	<u>180,270</u>	<u>182,583</u>	<u>2,313</u>
<b><u>Expenditures</u></b>			
Current:			
Instruction:			
Regular	<u>202,872</u>	<u>169,453</u>	<u>33,419</u>
Total Regular Instruction	<u>202,872</u>	<u>169,453</u>	<u>33,419</u>
Support Services:			
Administration	<u>2,638</u>	<u>1,769</u>	<u>869</u>
Total Support Services	<u>2,638</u>	<u>1,769</u>	<u>869</u>
Operation of Non-Instructional Services:			
Food Services	<u>2,287</u>	<u>1,160</u>	<u>1,127</u>
Total Operation of Non-Instructional Services	<u>2,287</u>	<u>1,160</u>	<u>1,127</u>
<b>Total Expenditures</b>	<u>207,797</u>	<u>172,382</u>	<u>35,415</u>
Net Change in Fund Balance	(27,527)	10,201	37,728
Fund Balance Beginning of Year	42,940	42,940	0
Prior Year Encumbrances Appropriated	<u>5,136</u>	<u>5,136</u>	<u>0</u>
<b>Fund Balance End of Year</b>	<u>\$ 20,549</u>	<u>\$ 58,277</u>	<u>\$ 37,728</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BASIS) AND ACTUAL -  
OTHER GRANTS FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b><u>Revenues</u></b>			
Intergovernmental	\$ 1,200	\$ 1,207	\$ 7
Miscellaneous	<u>2,806</u>	<u>3,299</u>	<u>493</u>
<b>Total Revenues</b>	<u>4,006</u>	<u>4,506</u>	<u>500</u>
<b><u>Expenditures</u></b>			
Current:			
Instruction:			
Regular	2,553	2,535	18
Other	5,036	5,002	34
Support Services:			
Pupils	1,775	1,740	35
Instructional Staff	5,122	2,768	2,354
Central	<u>2,060</u>	<u>1,469</u>	<u>591</u>
<b>Total Expenditures</b>	<u>16,546</u>	<u>13,514</u>	<u>3,032</u>
Net Change In Fund Balance	(12,540)	(9,008)	3,532
Fund Balance Beginning of Year	15,226	15,226	0
Prior Year Encumbrances Appropriated	<u>439</u>	<u>439</u>	<u>0</u>
<b>Fund Balance End of Year</b>	<u>\$ 3,125</u>	<u>\$ 6,657</u>	<u>\$ 3,532</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-  
BUDGET (NON-GAAP BASIS) AND ACTUAL -  
DISTRICT MANAGED STUDENT ACTIVITY FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b><u>Revenues</u></b>			
Investment Earnings	\$ 1,400	\$ 1,442	\$ 42
Tuition and Fees	35,000	35,283	283
Extracurricular Activities	76,000	76,983	983
Gifts and Donations	12,000	12,079	79
Miscellaneous	<u>23,101</u>	<u>23,157</u>	<u>56</u>
<b>Total Revenues</b>	<u>147,501</u>	<u>148,944</u>	<u>1,443</u>
<b><u>Expenditures</u></b>			
Current:			
Operation of Non-Instructional Services:			
Enterprise Operations	1,841	708	1,133
Extracurricular Activities:			
Academic-Oriented Activities	17,062	12,114	4,948
Sport Oriented Activities	143,757	137,954	5,803
School and Public Services Co-Curricular Activities	<u>10,083</u>	<u>8,232</u>	<u>1,851</u>
<b>Total Expenditures</b>	<u>172,743</u>	<u>159,008</u>	<u>13,735</u>
Net Change in Fund Balance	(25,242)	(10,064)	15,178
Fund Balance Beginning of Year	30,152	30,152	0
Prior Year Encumbrances Appropriated	<u>8,543</u>	<u>8,543</u>	<u>0</u>
<b>Fund Balance (Deficit) End of Year</b>	<u>\$ 13,453</u>	<u>\$ 28,631</u>	<u>\$ 15,178</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BASIS) AND ACTUAL -  
AUXILIARY SERVICES FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b><u>Revenues</u></b>			
Intergovernmental	\$ 446,000	\$ 447,138	\$ 1,138
Investment Earnings	<u>2,567</u>	<u>3,898</u>	<u>1,331</u>
<b>Total Revenues</b>	<u>448,567</u>	<u>451,036</u>	<u>2,469</u>
<b><u>Expenditures</u></b>			
Current:			
Operation of Non-Instructional Services:			
Community Services	<u>596,486</u>	<u>570,937</u>	<u>25,549</u>
Total Community Services	<u>596,486</u>	<u>570,937</u>	<u>25,549</u>
Total Operation of Non-Instructional Services	<u>596,486</u>	<u>570,937</u>	<u>25,549</u>
<b>Total Expenditures</b>	<u>596,486</u>	<u>570,937</u>	<u>25,549</u>
Excess of Revenues Over (Under) Expenditures	<u>(147,919)</u>	<u>(119,901)</u>	<u>28,018</u>
<b><u>Other Financing Sources and Uses</u></b>			
Transfers In	3,009	3,009	0
Transfers Out	(144)	(144)	0
Refund of Prior Year Receipts	<u>(24,318)</u>	<u>(24,318)</u>	<u>0</u>
<b>Total Other Financing Sources and Uses</b>	<u>(21,453)</u>	<u>(21,453)</u>	<u>0</u>
Net Change in Fund Balances	(169,372)	(141,354)	28,018
Fund Balance Beginning of Year	21,925	21,925	0
Prior Year Encumbrances Appropriated	<u>147,502</u>	<u>147,502</u>	<u>0</u>
<b>Fund Balance End of Year</b>	<u>\$ 55</u>	<u>\$ 28,073</u>	<u>\$ 28,018</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BASIS) AND ACTUAL -  
MANAGEMENT INFORMATION SYSTEM FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

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	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b><u>Revenues</u></b>			
Intergovernmental	\$ 6,012	\$ 6,012	\$ 0
<b>Total Revenues</b>	<u>6,012</u>	<u>6,012</u>	<u>0</u>
<b><u>Expenditures</u></b>			
Current:			
Support Services:			
Pupil	220	220	0
Central	<u>17,451</u>	<u>9,433</u>	<u>8,018</u>
Total Support Services	<u>17,671</u>	<u>9,653</u>	<u>8,018</u>
<b>Total Expenditures</b>	<u>17,671</u>	<u>9,653</u>	<u>8,018</u>
Net Change in Fund Balance	(11,659)	(3,641)	8,018
Fund Balance Beginning of Year	11,249	11,249	0
Prior Year Encumbrances Appropriated	<u>410</u>	<u>410</u>	<u>0</u>
<b>Fund Balance End of Year</b>	<u>\$ 0</u>	<u>\$ 8,018</u>	<u>\$ 8,018</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
 BUDGET (NON-GAAP BASIS) AND ACTUAL -  
 ENTRY YEAR PROGRAMS FUND  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b><u>Revenues</u></b>			
Intergovernmental	\$ 4,000	\$ 4,000	\$ 0
<b>Total Revenues</b>	<u>4,000</u>	<u>4,000</u>	<u>0</u>
<b><u>Expenditures</u></b>			
Current:			
Support Services:			
Instructional Staff	<u>4,360</u>	<u>4,000</u>	<u>360</u>
Total Instructional Staff	<u>4,360</u>	<u>4,000</u>	<u>360</u>
Total Support Services	<u>4,360</u>	<u>4,000</u>	<u>360</u>
<b>Total Expenditures</b>	<u>4,360</u>	<u>4,000</u>	<u>360</u>
Net Change in Fund Balance	(360)	0	360
Fund Balance Beginning of Year	<u>360</u>	<u>360</u>	<u>0</u>
<b>Fund Balance End of Year</b>	<u>\$ 0</u>	<u>\$ 360</u>	<u>\$ 360</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BASIS) AND ACTUAL -  
DATA COMMUNICATIONS FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b><u>Revenues</u></b>			
Intergovernmental	\$ 21,130	\$ 15,000	\$ (6,130)
<b>Total Revenues</b>	<u>21,130</u>	<u>15,000</u>	<u>(6,130)</u>
<b><u>Expenditures</u></b>			
Current:			
Support Services:			
Instructional Staff	<u>15,165</u>	<u>13,745</u>	<u>1,420</u>
Total Instructional Staff	<u>15,165</u>	<u>13,745</u>	<u>1,420</u>
Total Support Services	<u>15,165</u>	<u>13,745</u>	<u>1,420</u>
<b>Total Expenditures</b>	<u>15,165</u>	<u>13,745</u>	<u>1,420</u>
Excess of Revenues Over (Under) Expenditures	<u>5,965</u>	<u>1,255</u>	<u>(4,710)</u>
<b><u>Other Financing Sources and Uses</u></b>			
Transfers In	<u>6,295</u>	<u>6,295</u>	<u>0</u>
<b>Total Other Financing Sources and Uses</b>	<u>6,295</u>	<u>6,295</u>	<u>0</u>
Net Change in Fund Balance	12,260	7,550	(4,710)
Fund Balance (Deficit) Beginning of Year	(6,295)	(6,295)	0
Prior Year Encumbrances Appropriated	<u>165</u>	<u>165</u>	<u>0</u>
<b>Fund Balance (Deficit) End of Year</b>	<u>\$ 6,130</u>	<u>\$ 1,420</u>	<u>\$ (4,710)</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
 BUDGET (NON-GAAP BASIS) AND ACTUAL -  
 SCHOOL NET PROFESSIONAL DEVELOPMENT FUND  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

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	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b><u>Revenues</u></b>			
Intergovernmental	\$ 3,300	\$ 3,300	\$ 0
<b>Total Revenues</b>	<u>3,300</u>	<u>3,000</u>	<u>0</u>
<b><u>Expenditures</u></b>			
Current:			
Support Services:			
Instructional Staff	<u>8,267</u>	<u>6,453</u>	<u>1,814</u>
Total Support Services	<u>8,267</u>	<u>6,453</u>	<u>1,814</u>
<b>Total Expenditures</b>	<u>8,267</u>	<u>6,453</u>	<u>1,814</u>
Net Change in Fund Balance	(4,967)	(3,153)	1,814
Fund Balance Beginning of Year	<u>5,008</u>	<u>5,008</u>	<u>0</u>
<b>Fund Balance End of Year</b>	<u>\$ 41</u>	<u>\$ 1,855</u>	<u>\$ 1,814</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON-GAAP BASIS) AND ACTUAL -**  
**OHIO READS FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b><u>Revenues</u></b>			
Intergovernmental	\$ 4,090	\$ 4,090	\$ 0
<b>Total Revenues</b>	<u>4,090</u>	<u>4,090</u>	<u>0</u>
<b><u>Expenditures</u></b>			
Current:			
Instruction:			
Regular	<u>8,000</u>	<u>8,000</u>	<u>0</u>
Total Regular Instruction	<u>8,000</u>	<u>8,000</u>	<u>0</u>
Total Instruction	<u>8,000</u>	<u>8,000</u>	<u>0</u>
<b>Total Expenditures</b>	<u>8,000</u>	<u>8,000</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	<u>(3,910)</u>	<u>(3,910)</u>	<u>0</u>
<b><u>Other Financing Sources and (Uses)</u></b>			
Transfers In	<u>2,733</u>	<u>2,733</u>	<u>0</u>
<b>Total Other Financing (Uses)</b>	<u>2,733</u>	<u>2,733</u>	<u>0</u>
Net Change in Fund Balance	(1,177)	(1,177)	0
Fund Balance Beginning of Year	<u>1,267</u>	<u>1,267</u>	<u>0</u>
<b>Fund Balance End of Year</b>	<u>\$ 90</u>	<u>\$ 90</u>	<u>\$ 0</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BASIS) AND ACTUAL -  
STUDENT INTERVENTION FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b><u>Revenues</u></b>			
Intergovernmental	\$ 15,168	\$ 15,168	\$ 0
<b>Total Revenues</b>	<u>15,168</u>	<u>15,168</u>	<u>0</u>
<b><u>Expenditures</u></b>			
Current:			
Instruction:			
Other	9,434	9,434	0
Total Instruction	<u>9,434</u>	<u>9,434</u>	<u>0</u>
<b>Total Expenditures</b>	<u>9,434</u>	<u>9,434</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	<u>5,734</u>	<u>5,734</u>	<u>0</u>
<b><u>Other Financing Sources and Uses</u></b>			
Advances Out	(15,168)	(15,168)	0
Refund of Prior Year Receipts	<u>(8,787)</u>	<u>(8,787)</u>	<u>0</u>
<b>Total Other Financing Sources and Uses</b>	<u>(23,955)</u>	<u>(23,955)</u>	<u>0</u>
Net Change in Fund Balance	(18,221)	(18,221)	0
Fund Balance Beginning of Year	<u>18,221</u>	<u>18,221</u>	<u>0</u>
<b>Fund Balance at End of Year</b>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
 BUDGET (NON-GAAP BASIS) AND ACTUAL -  
 MISCELLANEOUS STATE GRANTS FUND  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

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	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive <u>(Negative)</u>
<b>Total Revenues</b>	\$ 0	\$ 0	\$ 0
<b>Total Expenditures</b>	0	0	0
Fund Balance Beginning of Year	<u>2,256</u>	<u>2,256</u>	<u>0</u>
<b>Fund Balance (Deficit)End of Year</b>	<u>\$ 2,256</u>	<u>\$ 2,256</u>	<u>\$ 0</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON-GAAP BASIS) AND ACTUAL -**  
**EISENHOWER PROFESSIONAL DEVELOPMENT FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

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	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive <u>(Negative)</u>
<b>Total Revenues</b>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b><u>Other Financing Uses</u></b>			
Transfers Out	<u>(2,541)</u>	<u>(2,541)</u>	<u>0</u>
Net Change in Fund Balances	(2,541)	(2,541)	0
Fund Balance Beginning of Year	<u>2,541</u>	<u>2,541</u>	<u>0</u>
<b>Fund Balance (Deficit)End of Year</b>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BASIS) AND ACTUAL -  
IDEA - TITLE VI-B FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b><u>Revenues</u></b>			
Intergovernmental	\$ 493,877	\$ 493,877	\$ 0
<b>Total Revenues</b>	<u>493,877</u>	<u>493,877</u>	<u>0</u>
<b><u>Expenditures</u></b>			
Current:			
Instruction:			
Special	233,932	233,922	10
Support Services:			
Pupil	214,572	214,582	(10)
Instructional Staff	1,875	1,875	0
Operation of Non-Instructional Services:			
Community Services	<u>73,775</u>	<u>73,775</u>	<u>0</u>
<b>Total Expenditures</b>	<u>524,154</u>	<u>524,154</u>	<u>0</u>
Net Change in Fund Balance	(30,277)	(30,277)	0
Fund Balance Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	<u>30,277</u>	<u>30,277</u>	<u>0</u>
<b>Fund Balance End of Year</b>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BASIS) AND ACTUAL -  
TITLE III LIMITED ENGLISH PROFICIENCY FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b><u>Revenues</u></b>			
Intergovernmental	\$ 11,240	\$ 11,240	\$ 0
<b>Total Revenues</b>	<u>11,240</u>	<u>11,240</u>	<u>0</u>
<b><u>Expenditures</u></b>			
Current:			
Instruction:			
Regular	4,933	4,933	0
Support Services:			
Pupil	<u>18,654</u>	<u>18,505</u>	<u>149</u>
<b>Total Expenditures</b>	<u>23,587</u>	<u>23,438</u>	<u>149</u>
Excess of Revenues Over (Under) Expenditures	<u>(12,347)</u>	<u>(12,198)</u>	<u>149</u>
<b><u>Other Financing Sources and Uses</u></b>			
Advances In	<u>5,792</u>	<u>5,792</u>	<u>0</u>
<b>Total Other Financing Sources and Uses</b>	<u>5,792</u>	<u>5,792</u>	<u>0</u>
Net Change in Fund Balance	(6,555)	(6,406)	149
Fund Balance Beginning of Year	3,788	3,788	0
Prior Year Encumbrances Appropriated	<u>3,124</u>	<u>3,124</u>	<u>0</u>
<b>Fund Balance End of Year</b>	<u>\$ 357</u>	<u>\$ 506</u>	<u>\$ 149</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON-GAAP BASIS) AND ACTUAL -**  
**TITLE I FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b><u>Revenues</u></b>			
Intergovernmental	\$ 104,162	\$ 83,257	\$ (20,905)
<b>Total Revenues</b>	<u>104,162</u>	<u>83,257</u>	<u>(20,905)</u>
<b><u>Expenditures</u></b>			
Current:			
Instruction:			
Special	117,732	108,112	9,620
Operation of Non-Instructional Services:			
Community Services	<u>16,420</u>	<u>15,765</u>	<u>655</u>
<b>Total Expenditures</b>	<u>134,152</u>	<u>123,877</u>	<u>10,275</u>
Excess of Revenues Over (Under) Expenditures	<u>(29,990)</u>	<u>(40,620)</u>	<u>(10,630)</u>
<b><u>Other Financing Sources (Uses)</u></b>			
Transfers In	19,020	19,020	0
Advances In	166	166	0
Transfers Out	(6,201)	(6,201)	0
Advances Out	<u>(15,192)</u>	<u>(15,192)</u>	<u>0</u>
<b>Other Financing Sources (Uses)</b>	<u>(2,207)</u>	<u>(2,207)</u>	<u>0</u>
Net Change in Fund Balance	(32,197)	(42,827)	(10,630)
Fund Balance Beginning of Year	43,411	43,411	0
Prior Year Encumbrances Appropriated	<u>686</u>	<u>686</u>	<u>0</u>
<b>Fund Balance End of Year</b>	<u>\$ 11,900</u>	<u>\$ 1,270</u>	<u>\$ (10,630)</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BASIS) AND ACTUAL -  
TITLE V FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b><u>Revenues</u></b>			
Intergovernmental	\$ 14,991	\$ 9,643	\$ (5,348)
<b>Total Revenues</b>	<u>14,991</u>	<u>9,643</u>	<u>(5,348)</u>
<b><u>Expenditures</u></b>			
Current:			
Support Services:			
Instructional Staff	8,578	2,493	6,085
Operation of Non-Instructional Services:			
Community Services	<u>2,309</u>	<u>1,517</u>	<u>792</u>
<b>Total Expenditures</b>	<u>10,887</u>	<u>4,010</u>	<u>6,877</u>
Excess of Revenues Over (Under) Expenditures	<u>4,104</u>	<u>5,633</u>	<u>1,529</u>
<b><u>Other Financing Sources (Uses)</u></b>			
Transfers In	5,571	5,571	0
Transfers Out	(8,420)	(6,740)	1,680
Advances Out	<u>(9,643)</u>	<u>9,643</u>	<u>0</u>
<b>Total Other Financing Sources (Uses)</b>	<u>(12,492)</u>	<u>(10,812)</u>	<u>1,680</u>
Net Change in Fund Balance	(8,388)	(5,179)	3,209
Fund Balance Beginning of Year	7,988	7,988	0
Prior Year Encumbrances Appropriated	<u>400</u>	<u>400</u>	<u>0</u>
<b>Fund Balance End of Year</b>	<u>\$ 0</u>	<u>\$ 3,209</u>	<u>\$ 3,209</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BASIS) AND ACTUAL -  
DRUG FREE SCHOOLS FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b><u>Revenues</u></b>			
Intergovernmental	\$ 6,689	\$ 5,727	\$ (962)
<b>Total Revenues</b>	<u>6,689</u>	<u>5,727</u>	<u>(962)</u>
<b><u>Expenditures</u></b>			
Current:			
Support Services:			
Instructional Staff	7,123	5,871	1,252
Operation of Non-Instructional Services:			
Community Service	<u>615</u>	<u>0</u>	<u>615</u>
<b>Total Expenditures</b>	<u>7,738</u>	<u>5,871</u>	<u>1,867</u>
Excess of Revenues Over (Under) Expenditures	<u>(1,049)</u>	<u>(144)</u>	<u>905</u>
<b><u>Other Financing Sources (Uses)</u></b>			
Transfers In	1,288	1,288	0
Transfers Out	(1,288)	(1,288)	0
Advances Out	<u>(1,324)</u>	<u>(1,324)</u>	<u>0</u>
<b>Other Financing Sources (Uses)</b>	<u>(1,324)</u>	<u>(1,324)</u>	<u>0</u>
Net Change in Fund Balance	(2,373)	(1,468)	905
Fund Balance Beginning of Year	<u>2,373</u>	<u>2,373</u>	<u>0</u>
<b>Fund Balance End of Year</b>	<u><u>\$ 0</u></u>	<u><u>\$ 905</u></u>	<u><u>\$ 905</u></u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
BUDGET (NON-GAAP BASIS) AND ACTUAL -  
IDEA PRESCHOOL GRANT FOR THE HANDICAPPED FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b><u>Revenues</u></b>			
Intergovernmental	\$ 22,236	\$ 22,236	\$ 0
<b>Total Revenues</b>	<u>22,236</u>	<u>22,236</u>	<u>0</u>
<b><u>Expenditures</u></b>			
Current:			
Instruction:			
Special	17,951	17,951	0
Support Services:			
Instructional Staff	<u>4,789</u>	<u>3,790</u>	<u>999</u>
<b>Total Expenditures</b>	<u>22,740</u>	<u>21,741</u>	<u>999</u>
Excess of Revenues Over (Under) Expenditures	<u>(504)</u>	<u>495</u>	<u>999</u>
<b><u>Other Financing Sources (Uses)</u></b>			
Advances In	793	793	0
Advances Out	<u>(1,319)</u>	<u>(1,319)</u>	<u>0</u>
<b>Total Other Financing Sources (Uses)</b>	<u>(526)</u>	<u>(526)</u>	<u>0</u>
Net Change in Fund Balance	(1,030)	(31)	999
Fund Balance Beginning of Year	1,009	1,009	0
Prior Year Encumbrances Appropriated	<u>824</u>	<u>824</u>	<u>0</u>
<b>Fund Balance End of Year</b>	<u>\$ 803</u>	<u>\$ 1,802</u>	<u>\$ 999</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -**  
**BUDGET (NON-GAAP BASIS) AND ACTUAL -**  
**TITLE II-A IMPROVING TEACHER QUALITY FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b><u>Revenues</u></b>			
Intergovernmental	\$ 63,145	\$ 56,473	\$ (6,672)
<b>Total Revenues</b>	<u>63,145</u>	<u>56,473</u>	<u>(6,672)</u>
<b><u>Expenditures</u></b>			
Current:			
Instruction:			
Regular	40,575	40,576	(1)
Support Services:			
Instructional Staff	7,647	2,801	4,846
Operation of Non-Instructional Services:			
Community Services	<u>1,600</u>	<u>0</u>	<u>1,600</u>
<b>Total Expenditures</b>	<u>49,822</u>	<u>43,377</u>	<u>6,445</u>
Excess of Revenues Over (Under) Expenditures	<u>13,323</u>	<u>13,096</u>	<u>(227)</u>
<b><u>Other Financing Sources (Uses)</u></b>			
Transfers In	3,969	3,969	0
Advances In	2,684	2,684	0
Transfers Out	(18,690)	(15,622)	3,068
Advances Out	<u>(9,331)</u>	<u>(9,331)</u>	<u>0</u>
<b>Total Other Financing Sources (Uses)</b>	<u>(21,368)</u>	<u>(18,300)</u>	<u>3,068</u>
Net Change in Fund Balance	(8,045)	(5,204)	2,841
Fund Balance Beginning of Year	5,820	5,820	0
Prior Year Encumbrance Appropriated	<u>2,225</u>	<u>2,225</u>	<u>0</u>
<b>Fund Balance End of Year</b>	<u>\$ 0</u>	<u>\$ 2,841</u>	<u>\$ 2,841</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
 BUDGET (NON-GAAP BASIS) AND ACTUAL -  
 MISCELLANEOUS FEDERAL GRANTS FUND  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Intergovernmental	\$ 183	\$ 183	\$ 0
<b>Total Revenues</b>	<u>183</u>	<u>183</u>	<u>0</u>
<b>Expenditures</b>			
Current:			
Instruction:			
Regular	512	0	1,147
Operation of Non-Instructional Services:			
Community Services	<u>200</u>	<u>0</u>	<u>200</u>
<b>Total Expenditures</b>	<u>712</u>	<u>0</u>	<u>1,347</u>
Excess of Revenues Over (Under) Expenditures	<u>(529)</u>	<u>183</u>	<u>1,347</u>
<b>Other Financing Sources (Uses)</b>			
Transfers In	4	4	0
Transfers Out	(2)	(2)	0
Advances Out	<u>(48)</u>	<u>(48)</u>	<u>0</u>
<b>Total Other Financing Sources (Uses)</b>	<u>(46)</u>	<u>(46)</u>	<u>0</u>
Net Change in Fund Balance	(575)	137	1,347
Fund Balance Beginning of Year	<u>575</u>	<u>575</u>	<u>0</u>
<b>Fund Balance End of Year</b>	<u>\$ 0</u>	<u>\$ 712</u>	<u>\$ 1,347</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-  
BUDGET (NON-GAAP BASIS) AND ACTUAL  
PERMANENT IMPROVEMENT FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>	\$ 0	\$ 0	\$ 0
<b>Expenditures</b>			
Current:			
Instruction:			
Regular	319	0	319
Capital Outlay:			
Site Improvement Services	47,168	39,285	7,883
Building Improvement Services	<u>46,405</u>	<u>27,421</u>	<u>18,984</u>
<b>Total Expenditures</b>	<u>93,892</u>	<u>66,706</u>	<u>27,186</u>
Net Change in Fund Balance	(93,892)	(66,706)	27,186
Fund Balance Beginning of Year	47,975	47,975	0
Prior Year Encumbrances Appropriated	<u>58,892</u>	<u>58,892</u>	<u>0</u>
<b>Fund Balance End of Year</b>	<u>\$ 12,975</u>	<u>\$ 40,161</u>	<u>\$ 27,186</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-  
 BUDGET (NON-GAAP BASIS) AND ACTUAL -  
 SCHOOL NET PLUS FUND  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

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	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b>Total Revenues</b>	\$ 0	\$ 0	\$ 0
<b>Total Expenditures</b>	0	0	0
Fund Balance Beginning of Year	70	70	0
<b>Fund Balance End of Year</b>	<u>\$ 70</u>	<u>\$ 70</u>	<u>\$ 0</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE -  
 BUDGET (NON-GAAP BASIS) AND ACTUAL -  
 POWER UP FUND  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

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	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b><u>Total Revenues</u></b>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b><u>Other Financing Uses</u></b>			
Transfers out	( 82)	(82)	0
Net Change in Fund Balances	(82)	(82)	0
Fund Balance Beginning of Year	<u>82</u>	<u>82</u>	<u>0</u>
<b>Fund Balance End of Year</b>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 0</u></u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE-  
 BUDGET (NON-GAAP BASIS) AND ACTUAL -  
 INSTRUCTIONAL GRANT FUND  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

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	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b><u>Total Revenues</u></b>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
<b><u>Total Expenditures</u></b>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance Beginning of Year	<u>135</u>	<u>135</u>	<u>0</u>
<b>Fund Balance End of Year</b>	<u><u>\$ 135</u></u>	<u><u>\$ 135</u></u>	<u><u>\$ 0</u></u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
SCHEDULES OF REVENUES, EXPENSES, AND CHANGES IN FUND BALANCE  
BUDGET (NON-GAAP BASIS) AND ACTUAL  
EMPLOYEE BENEFITS - SELF INSURANCE FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

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	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b><u>Revenues</u></b>			
Charges for Services	\$ 1,454,374	\$ 1,454,374	\$ 0
<b>Total Revenues</b>	<u>1,454,374</u>	<u>1,454,374</u>	<u>0</u>
<b><u>Expenses</u></b>			
Fringe Benefits	300,960	298,222	2,738
Purchased Services	40,000	25,413	14,587
Claims	1,544,187	1,616,085	(71,898)
Other	<u>99,241</u>	<u>95,355</u>	<u>3,886</u>
<b>Total Expenses</b>	<u>1,984,388</u>	<u>2,035,075</u>	<u>(50,687)</u>
Net Change in Fund Balance	(530,014)	(580,701)	(50,687)
Fund Balance Beginning of Year	966,960	966,960	0
Prior Year Encumbrances Appropriated	<u>26,187</u>	<u>26,187</u>	<u>0</u>
<b>Fund Balance End of Year</b>	<u>\$ 463,133</u>	<u>\$ 412,446</u>	<u>\$ (50,687)</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
COMBINING STATEMENT OF NET ASSETS  
NONMAJOR ENTERPRISE FUNDS  
JUNE 30, 2006**

	<u>Food Services</u>	<u>Day Care Services</u>	<u>Total Nonmajor Enterprise Funds</u>
<b><u>Assets</u></b>			
<b><i>Current Assets:</i></b>			
Equity in Pooled Cash and Investments	\$ 29,666	\$ 86,351	\$ 116,017
Materials and Supplies Inventory	3,085	0	3,085
Accounts Receivable	0	16,638	16,638
Intergovernmental Receivable	<u>18,125</u>	<u>0</u>	<u>18,125</u>
Total Current Assets	<u>50,876</u>	<u>102,989</u>	<u>153,865</u>
<b><i>Noncurrent Assets:</i></b>			
Depreciable Capital Assets, Net	<u>23,471</u>	<u>0</u>	<u>23,471</u>
<b>Total Assets</b>	<b><u>\$ 74,347</u></b>	<b><u>\$ 102,989</u></b>	<b><u>\$ 177,336</u></b>
<b><u>Liabilities</u></b>			
<b><i>Current Liabilities:</i></b>			
Accounts Payable	\$ 1,553	\$ 11,652	\$ 13,205
Accrued Wages and Benefits	854	1,323	2,177
Intergovernmental Payable	4,855	34,386	39,241
Compensated Absences Payable	<u>23,298</u>	<u>36,436</u>	<u>59,734</u>
Total Current Liabilities	<u>30,560</u>	<u>83,797</u>	<u>114,357</u>
<b><i>Long-Term Liabilities:</i></b>			
Compensated Absences Payable	<u>19,063</u>	<u>29,811</u>	<u>48,874</u>
<b>Total Liabilities</b>	<b><u>49,623</u></b>	<b><u>113,608</u></b>	<b><u>163,231</u></b>
<b><u>Net Assets</u></b>			
Invested in Capital Assets	23,471	0	23,471
Unrestricted (Deficit)	<u>1,253</u>	<u>(10,619)</u>	<u>(9,366)</u>
<b>Total Net Assets (Deficit)</b>	<b><u>\$ 24,724</u></b>	<b><u>\$ (10,619)</u></b>	<b><u>\$ 14,105</u></b>

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS**  
**NONMAJOR ENTERPRISE FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	<u>Food Services</u>	<u>Day Care Services</u>	<u>Total Nonmajor Enterprise Funds</u>
<b><u>Operating Revenues</u></b>			
Food Services	\$ 265,835	\$ 0	\$ 265,835
Charges for Services	<u>0</u>	<u>836,309</u>	<u>836,309</u>
<b>Total Operating Revenues</b>	<u>265,835</u>	<u>836,309</u>	<u>1,102,144</u>
<b><u>Operating Expenses</u></b>			
Salaries and Wages	133,613	510,650	644,263
Fringe Benefits	33,260	91,445	124,705
Purchased Services	83,188	83,253	166,441
Materials and Supplies	310,598	117,855	428,453
Depreciation	2,827	0	2,827
Other	<u>568</u>	<u>420</u>	<u>988</u>
<b>Total Operating Expenses</b>	<u>564,054</u>	<u>803,623</u>	<u>1,367,677</u>
Operating Income (Loss)	<u>(298,219)</u>	<u>32,686</u>	<u>(265,533)</u>
<b><u>Non-Operating Revenues</u></b>			
Federal and State Subsidies	125,519	0	125,519
Other	0	14,920	14,920
Gain on Sale of Capital Assets	<u>0</u>	<u>4,710</u>	<u>4,710</u>
<b>Total Non-Operating Revenues</b>	<u>125,519</u>	<u>19,630</u>	<u>145,149</u>
<b><u>Other Financing Sources (Uses)</u></b>			
Transfers In	158,190	0	158,190
Transfers Out	<u>(14,408)</u>	<u>(246)</u>	<u>(14,654)</u>
<b>Total Other Financing Sources (Uses)</b>	<u>143,782</u>	<u>(246)</u>	<u>143,536</u>
Change in Net Assets	(28,918)	52,070	23,152
Net Assets (Deficit) Beginning of Year, as Restated	<u>53,642</u>	<u>(62,689)</u>	<u>(9,047)</u>
<b>Net Assets (Deficit) End of Year</b>	<u>\$ 24,724</u>	<u>\$ (10,619)</u>	<u>\$ 14,105</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**COMBINING STATEMENT OF CASH FLOWS - NONMAJOR ENTERPRISE FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	<u>Food Services</u>	<u>Day Care Services</u>	<u>Total Nonmajor Enterprise Funds</u>
<b><u>Cash Flows from Operating Activities</u></b>			
Cash Received from Operations	\$ 265,835	\$ 856,429	\$ 1,122,264
Cash Paid to Employees for Services	(136,076)	(512,775)	(648,851)
Cash Paid for Employee Benefits	(34,985)	(143,110)	(178,095)
Cash Paid to Suppliers for Goods and Services	(394,825)	(189,543)	(584,368)
Cash Payments for Other Activities	(568)	(420)	(988)
<b>Net Cash Provided by (Used for) Operating Activities</b>	<u>(300,619)</u>	<u>10,581</u>	<u>(290,038)</u>
<b><u>Cash Flows from Noncapital Financing Activities</u></b>			
Cash from Grants	127,396	0	127,396
Cash from Other Revenue	0	14,920	14,920
Transfers In	158,190	0	158,190
Transfers Out	(14,408)	(246)	(14,654)
<b>Net Cash Provided by Noncapital Financing Activities</b>	<u>271,178</u>	<u>14,674</u>	<u>285,852</u>
<b><u>Cash Flows from Capital and Related Financing Activities</u></b>			
Proceeds from Sales of Capital Assets	0	4,710	4,710
<b>Net Cash Provided by Capital and Related Financing Activities</b>	<u>0</u>	<u>4,710</u>	<u>4,710</u>
Net Increase (Decrease) in Cash and Investments	(29,441)	29,965	524
Cash and Investments - Beginning of Year	59,107	56,386	115,493
<b>Cash and Cash Investments - End of Year</b>	<u>\$ 29,666</u>	<u>\$ 86,351</u>	<u>\$ 116,017</u>
<b><u>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities</u></b>			
Operating Income (Loss)	\$ (298,219)	\$ 32,686	\$ (265,533)
<b><u>Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities</u></b>			
(Increase) Decrease in Assets:			
Depreciation Expense	2,827	0	2,827
Accounts Receivable	0	20,120	20,120
Materials and Supplies Inventory	(1,383)	0	(1,383)
Increase (Decrease) in Liabilities:			
Accounts Payable	344	11,565	11,909
Accrued Wages and Benefits	(2,463)	(2,133)	(4,596)
Intergovernmental Payable	1,093	3,977	5,070
Compensated Absences Payable	(2,818)	(55,634)	(58,452)
Total Adjustments	<u>(2,400)</u>	<u>(22,105)</u>	<u>(24,505)</u>
<b>Net Cash Provided by (Used for) Operating Activities</b>	<u>\$ (300,619)</u>	<u>\$ 10,581</u>	<u>\$ (290,038)</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**SCHEDULES OF REVENUES, EXPENSES, AND CHANGES IN FUND BALANCE**  
**BUDGET (NON-GAAP BASIS) AND ACTUAL - FOOD SERVICES FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
<b><u>Revenues</u></b>			
Charges for Services	\$ 265,835	\$ 265,835	\$ 0
<b>Total Revenues</b>	<u>265,835</u>	<u>265,835</u>	<u>0</u>
<b><u>Expenses</u></b>			
Salaries and Wages	136,076	136,076	0
Fringe Benefits	34,985	34,985	0
Purchased Services	83,188	83,188	0
Materials and Supplies	329,693	329,022	671
Other	568	568	0
Capital Outlay	<u>10,710</u>	<u>10,710</u>	<u>0</u>
<b>Total Expenses</b>	<u>595,220</u>	<u>594,549</u>	<u>671</u>
Excess of Revenues Over (Under) Expenses	<u>(329,385)</u>	<u>(328,714)</u>	<u>(671)</u>
<b><u>Non-Operating Revenues</u></b>			
Federal and State Subsidies	<u>127,396</u>	<u>127,396</u>	<u>0</u>
<b>Total Non-Operating Revenues</b>	<u>127,396</u>	<u>127,396</u>	<u>0</u>
<b><u>Other Financing Sources (Uses)</u></b>			
Transfers In	158,190	158,190	0
Transfers Out	<u>(14,408)</u>	<u>(14,408)</u>	<u>0</u>
<b>Total Other Financing Sources (Uses)</b>	<u>143,782</u>	<u>143,782</u>	<u>0</u>
Net Change in Fund Balance	(58,207)	(57,536)	(671)
Fund Balance Beginning of Year	25,120	25,120	0
Prior Year Encumbrances Appropriated	<u>33,986</u>	<u>33,986</u>	<u>0</u>
<b>Fund Balance End of Year</b>	<u>\$ 899</u>	<u>\$ 1,570</u>	<u>\$ (671)</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**SCHEDULES OF REVENUES, EXPENSES, AND CHANGES IN FUND BALANCE**  
**BUDGET (NON-GAAP BASIS) AND ACTUAL - DAY CARE SERVICES FUND**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b><u>Revenues</u></b>			
Charges for Services	\$ 848,092	\$ 856,429	\$ 8,337
<b>Total Revenues</b>	<u>848,092</u>	<u>856,429</u>	<u>8,337</u>
<b><u>Expenses</u></b>			
Salaries and Wages	495,142	512,775	(17,633)
Fringe Benefits	140,846	143,110	(2,264)
Purchased Services	107,168	84,821	22,347
Materials and Supplies	119,316	113,856	5,480
Other	1,500	1,495	5
Capital Outlay	2,100	2,026	74
Capital Outlay Replacement	<u>500</u>	<u>391</u>	<u>109</u>
<b>Total Expenses</b>	<u>866,572</u>	<u>858,474</u>	<u>8,098</u>
Excess of Revenues Over (Under) Expenses	<u>(18,480)</u>	<u>(2,045)</u>	<u>16,435</u>
<b><u>Non-Operating Revenues</u></b>			
Other	14,920	14,920	0
Proceeds from Sale of Capital Assets	<u>4,710</u>	<u>4,710</u>	<u>0</u>
<b>Total Non-Operating Revenues</b>	<u>19,630</u>	<u>19,630</u>	<u>0</u>
<b><u>Other Financing Sources (Uses)</u></b>			
Transfers In	<u>(246)</u>	<u>(246)</u>	<u>0</u>
<b>Total Other Financing Sources (Uses)</b>	<u>(246)</u>	<u>(246)</u>	<u>0</u>
Net Change in Fund Balance	904	17,339	16,435
Fund Balance Beginning of Year	26,092	26,092	0
Prior Year Encumbrances Appropriated	<u>30,292</u>	<u>30,292</u>	<u>0</u>
<b>Fund Balance End of Year</b>	<u>\$ 57,288</u>	<u>\$ 73,723</u>	<u>\$ 16,435</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
 BUDGET (NON-GAAP BASIS) AND ACTUAL - ENDOWMENT TRUST FUND  
 FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b><u>Additions</u></b>			
Investment Earnings	\$ 80,725	\$ 80,725	\$ 0
Loss on Sales of Investments	<u>(2,047)</u>	<u>(2,047)</u>	<u>0</u>
<b>Total Additions</b>	<u>78,678</u>	<u>78,678</u>	<u>0</u>
<b><u>Deductions</u></b>			
Payments in Accordance with Trust Agreements	<u>34,200</u>	<u>33,726</u>	<u>474</u>
<b>Total Deductions</b>	<u>34,200</u>	<u>33,726</u>	<u>474</u>
Net Change in Net Assets	44,478	44,952	(474)
Net Assets Beginning of Year	<u>3,102,050</u>	<u>3,102,050</u>	<u>0</u>
<b>Net Assets End of Year</b>	<u><u>\$3,146,528</u></u>	<u><u>\$3,147,002</u></u>	<u><u>\$ (474)</u></u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
ALL AGENCY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	Restated Balance <u>6/30/05</u>	<u>Additions</u>	<u>Reductions</u>	Balance <u>6/30/06</u>
<b><i>Student Managed Activities</i></b>				
<b><u>Assets</u></b>				
Equity in Pooled Cash and Investments	\$ 75,811	\$ 44	\$ 6,339	\$ 69,516
Cash in Segregated Accounts	<u>990</u>	<u>3,173</u>	<u>0</u>	<u>4,163</u>
<b>Total Assets</b>	<b><u>\$ 76,801</u></b>	<b><u>\$ 3,217</u></b>	<b><u>\$ 6,339</u></b>	<b><u>\$ 73,679</u></b>
<b><u>Liabilities</u></b>				
Accounts Payable	\$ 4,459	\$ 44	\$ 4,459	\$ 44
Due to Students	<u>72,342</u>	<u>3,173</u>	<u>1,880</u>	<u>73,635</u>
<b>Total Liabilities</b>	<b><u>\$ 76,801</u></b>	<b><u>\$ 3,217</u></b>	<b><u>\$ 6,339</u></b>	<b><u>\$ 73,679</u></b>
<b><i>District Agency</i></b>				
<b><u>Assets</u></b>				
Equity in Pooled Cash and Investments	<u>\$ 887,722</u>	<u>\$ 425,455</u>	<u>\$ 548,089</u>	<u>\$ 765,088</u>
<b>Total Assets</b>	<b><u>\$ 887,722</u></b>	<b><u>\$ 425,455</u></b>	<b><u>\$ 548,089</u></b>	<b><u>\$ 765,088</u></b>
<b><u>Liabilities</u></b>				
Intergovernmental Payable	<u>\$ 887,722</u>	<u>\$ 425,455</u>	<u>\$ 548,089</u>	<u>\$ 765,088</u>
<b>Total Liabilities</b>	<b><u>\$ 887,722</u></b>	<b><u>\$ 425,455</u></b>	<b><u>\$ 548,089</u></b>	<b><u>\$ 765,088</u></b>
<b><i>All Agency Funds</i></b>				
<b><u>Assets</u></b>				
Equity in Pooled Cash and Investments	\$ 963,533	\$ 425,499	\$ 554,428	\$ 834,604
Cash in Segregated Accounts	<u>990</u>	<u>3,173</u>	<u>0</u>	<u>4,163</u>
<b>Total Assets</b>	<b><u>\$ 964,523</u></b>	<b><u>\$ 428,672</u></b>	<b><u>\$ 554,428</u></b>	<b><u>\$ 838,767</u></b>
<b><u>Liabilities</u></b>				
Accounts Payable	\$ 4,459	\$ 44	\$ 4,459	\$ 44
Intergovernmental Payable	887,722	425,455	548,089	765,088
Due to Students	<u>72,342</u>	<u>3,173</u>	<u>1,880</u>	<u>73,635</u>
<b>Total Liabilities</b>	<b><u>\$ 964,523</u></b>	<b><u>\$ 428,672</u></b>	<b><u>\$ 554,428</u></b>	<b><u>\$ 838,767</u></b>

# STATISTICAL SECTION



**Fairview Park City School District  
Comprehensive Annual Financial Report  
Year Ended June 30, 2006**



## STATISTICAL SECTION

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This part of the Fairview Park 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 School District's overall financial health.

<u>Contents</u>	<u>Page</u>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the School District's financial performance and well-being have changed over time.	S2 - S8
<b>Revenue Capacity</b> The schedules contain information to help the reader assess the School District's most significant local revenue source, the property tax.	S9 - S15
<b>Debt Capacity</b> These schedules present information to help the reader assess the affordability of the School District's ability to issue additional debt in the future.	S16 - S19
<b>Economic and Demographic Information</b> These schedules offer economic and demographic indicators to help the reader understand the environment within which the School District's financial activities take place.	S20
<b>Operating Information</b> These schedules contain service data to help the reader understand how the information in the School District's financial report relates to the services the District provides and the activities it performs.	S21 - S30

**Sources:** Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The School District implemented GASB Statement No.34 in 2003; schedules presenting government-wide information include information beginning in that year.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
NET ASSETS BY COMPONENT  
LAST FOUR FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)**

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
<b><u>Governmental Activities</u></b>				
Invested in Capital Assets, Net of Related Debt	\$ 6,825,611	\$ 6,454,502	\$ 6,533,198	\$ 2,895,485
Restricted for:				
Capital Projects	6,327	205	0	0
Special Revenue	136,706	308,424	392,581	304,764
Unrestricted (Deficit)	<u>(5,148,243)</u>	<u>(3,092,206)</u>	<u>(3,392,298)</u>	<u>(603,882)</u>
<b>Total Net Assets - Governmental Activities</b>	<u>1,820,401</u>	<u>3,670,925</u>	<u>3,533,481</u>	<u>2,596,367</u>
<b><u>Business-Type Activities</u></b>				
Invested in Capital Assets, Net of Related Debt	0	0	26,298	23,471
Unrestricted (Deficit)	<u>23,383</u>	<u>(117,889)</u>	<u>(35,345)</u>	<u>(9,366)</u>
<b>Total Net Assets - Business-Type Activities</b>	<u>23,383</u>	<u>(117,889)</u>	<u>(9,047)</u>	<u>14,105</u>
<b><u>Primary Government</u></b>				
Invested in Capital Assets, Net of Related Debt	6,825,611	6,454,502	6,559,496	2,918,956
Restricted for:				
Capital Projects	6,327	205	0	0
Special Revenue	136,706	308,424	392,581	304,764
Unrestricted (Deficit)	<u>(5,124,860)</u>	<u>(3,210,095)</u>	<u>(3,427,643)</u>	<u>(613,248)</u>
<b>Total Net Assets - Primary Government</b>	<u>\$ 1,843,784</u>	<u>\$ 3,553,036</u>	<u>\$ 3,524,434</u>	<u>\$ 2,610,472</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CHANGES IN NET ASSETS  
LAST FOUR FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)**

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
<b><u>EXPENSES</u></b>				
<b><u>Governmental Activities</u></b>				
Regular Instruction	\$ 6,776,416	\$ 8,904,119	\$ 9,032,971	\$ 9,875,549
Special Instruction	1,979,968	2,272,917	2,268,896	2,846,548
Vocation Instruction	286,918	220,483	263,564	264,185
Other	61,962	50,001	63,463	89,072
Pupil Support	1,049,190	1,141,693	1,219,170	1,339,071
Instruction Staff Support	1,104,580	1,227,243	1,304,437	1,323,560
Board of Education	20,318	13,285	18,703	20,235
Administration	1,247,051	1,102,402	1,210,899	1,396,018
Fiscal	550,123	630,072	658,326	573,589
Business	68,259	63,239	29,590	24,882
Operational and Maintenance of Plant	2,313,259	2,301,251	2,089,659	2,020,131
Pupil Transportation	732,717	510,430	578,576	578,268
Central	2,051,050	126,464	157,075	153,966
Operation of Non-Instructional Services	590,799	571,843	515,554	537,553
Extracurricular Activities	730,257	590,856	668,006	658,994
Interest and Fiscal Charges	<u>206,162</u>	<u>188,960</u>	<u>185,695</u>	<u>1,659,845</u>
<b>Total Expenses - Governmental Activities</b>	<u>19,769,029</u>	<u>19,915,258</u>	<u>20,264,584</u>	<u>23,361,466</u>
<b><u>Business-Type Activities</u></b>				
Food Service	245,478	279,944	411,975	564,054
Day Care	<u>643,385</u>	<u>803,614</u>	<u>794,509</u>	<u>803,623</u>
<b>Total Expenses - Business-Type Expenses</b>	<u>888,863</u>	<u>1,083,558</u>	<u>1,206,484</u>	<u>1,367,677</u>
<b>Total Expenses - Primary Government</b>	<u>20,657,892</u>	<u>20,998,816</u>	<u>21,471,068</u>	<u>24,729,143</u>

(Continued)

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
CHANGES IN NET ASSETS  
LAST FOUR FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)  
(CONTINUED)**

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
<b><u>PROGRAM REVENUES</u></b>				
<b><u>Governmental Activities</u></b>				
Charges for Services:				
Regular Instruction	\$ 370,849	\$ 469,616	\$ 295,774	\$ 408,350
Special Instruction	0	37,854	0	0
Vocational	0	6,825	0	0
Other	2,850	1,514	17,230	14,597
Pupil Support	16,585	44,468	0	31,231
Instructional Staff	0	31,781	27,740	0
Board of Education	0	0	4,713	1,515
Administration	276,929	313,865	238,058	121,329
Fiscal	0	6,191	0	0
Business	0	1,463	0	0
Operation of Maintenance and Plant	0	38,855	0	0
Pupil Transportation	0	13,186	110,021	38,974
Central	0	528	0	0
Operation of Non-Instructional Services	24,469	20,174	0	0
Extracurricular Activities	142,682	148,206	47,317	101,819
Operating Grants and Contributions:				
Regular Instruction	94,373	87,404	85,321	76,432
Special Instruction	380,571	411,774	271,229	301,995
Vocational	0	60,338	40,966	51,943
Pupil Support	11,177	17,981	202,280	218,654
Instructional Staff	46,687	57,387	35,216	58,587
Administration	1,435	0	0	0
Pupil Transportation	0	0	3,917	0
Operation of Non-Instructional Services	454,494	473,888	509,752	520,874
Extracurricular Activities	1,850	1,723	0	0
Capital Grants and Contributions:				
Regular Instruction	28,580	0	16,065	0
Special	29,987	5,670	0	0
Instructional Staff	<u>22,700</u>	<u>15,000</u>	<u>15,000</u>	<u>0</u>
<b>Total Program Revenues - Governmental Activities</b>	<u>1,906,218</u>	<u>2,265,691</u>	<u>1,920,599</u>	<u>1,946,300</u>
<b><u>Business-Type Activities</u></b>				
Charges for Services:				
Food Service	187,347	167,272	285,370	265,835
Day Care	686,351	727,942	807,963	836,309
Operating Grants and Contributions:				
Food Service	<u>35,543</u>	<u>47,072</u>	<u>137,208</u>	<u>125,519</u>
<b>Total Program Revenues - Business-Type Activities</b>	<u>909,241</u>	<u>942,286</u>	<u>1,230,541</u>	<u>1,227,663</u>
<b>Total Program Revenues - Primary Government</b>	<u>2,815,459</u>	<u>3,207,977</u>	<u>3,151,140</u>	<u>3,173,963</u>

(Continued)

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**CHANGES IN NET ASSETS**  
**LAST FOUR FISCAL YEARS**  
**(ACCRUAL BASIS OF ACCOUNTING)**  
**(CONTINUED)**

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
<b><u>NET (EXPENSE) REVENUES</u></b>				
Governmental Activities	(17,862,811)	(17,649,567)	(18,343,985)	(21,415,166)
Business-Type Activities	<u>20,378</u>	<u>(141,272)</u>	<u>24,057</u>	<u>(140,014)</u>
<b>Total Net (Expense) - Primary Government</b>	<u>(17,842,433)</u>	<u>(17,790,839)</u>	<u>(18,319,928)</u>	<u>(21,555,180)</u>
<b><u>GENERAL REVENUES AND OTHER CHANGES IN NET ASSETS</u></b>				
<b><u>Governmental Activities</u></b>				
Property and Other Local Taxes Levied for:				
General Purposes	10,223,316	14,593,350	13,885,074	13,669,113
Debt Service	381,800	535,625	478,714	1,493,351
Grants and Entitlements not Restricted to Specified Programs	4,207,842	4,211,150	4,241,506	4,141,356
Gifts and Donations	0	0	0	12,407
Investment Earnings	79,566	46,092	153,109	1,209,937
Miscellaneous	73,625	113,874	105,675	95,424
Transfers	<u>(25,000)</u>	<u>0</u>	<u>(84,785)</u>	<u>(143,536)</u>
<b>Total Governmental Activities</b>	<u>14,941,149</u>	<u>19,500,091</u>	<u>18,779,293</u>	<u>20,478,052</u>
<b><u>Business-Type Activities</u></b>				
Miscellaneous	0	0	0	14,920
Transfers - Internal Activities	25,000	0	84,785	143,536
Non-Operating (Expenses):				
Proceeds from Sale of Capital Assets	<u>0</u>	<u>0</u>	<u>0</u>	<u>4,710</u>
<b>Total Business-Type Activities</b>	<u>25,000</u>	<u>0</u>	<u>84,785</u>	<u>163,166</u>
<b>Total General Revenues and Other Changes in Net Assets - Primary Government</b>	<u>14,966,149</u>	<u>19,500,091</u>	<u>18,864,078</u>	<u>20,641,218</u>
<b><u>CHANGE IN NET ASSETS</u></b>				
Governmental Activities	(2,921,662)	1,850,524	435,308	(937,114)
Business-Type Activities	<u>45,378</u>	<u>(141,272)</u>	<u>108,842</u>	<u>23,152</u>
<b>Total Change in Net Assets - Primary Government</b>	<u>\$(2,876,284)</u>	<u>\$ 1,709,252</u>	<u>\$ 544,150</u>	<u>\$ (913,962)</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
PROGRAM REVENUES BY FUNCTION/PROGRAM  
LAST FOUR FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)**

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
<b><u>Governmental Activities</u></b>				
Regular Instruction	\$ 493,802	\$ 557,020	\$ 397,160	\$ 484,782
Special Instruction	410,558	455,298	271,229	301,995
Vocational	0	67,163	40,966	51,943
Other	2,850	1,514	17,230	14,597
Pupil Support	27,762	62,449	202,280	249,885
Instruction Staff Support	69,387	104,168	77,956	58,587
Board of Education	0	0	4,713	1,515
Administration	278,364	313,865	238,058	121,329
Fiscal	0	6,191	0	0
Business	0	1,463	0	0
Operation and Maintenance of Plant	0	38,855	0	0
Pupil Transportation	0	13,186	113,938	38,974
Central	0	528	0	0
Operation of Non-Instructional Services	478,963	494,062	509,752	520,874
Extracurricular Activities	<u>144,532</u>	<u>149,929</u>	<u>47,317</u>	<u>101,819</u>
<b>Total Governmental Activities</b>	<u>1,906,218</u>	<u>2,265,691</u>	<u>1,920,599</u>	<u>1,946,300</u>
<b><u>Business-Type Activities</u></b>				
Food Service	222,890	214,344	422,578	391,354
Day Care	<u>686,351</u>	<u>727,942</u>	<u>807,963</u>	<u>836,309</u>
<b>Total Business-Type Activities</b>	<u>909,241</u>	<u>942,286</u>	<u>1,230,541</u>	<u>1,227,663</u>
<b>Total Primary Government</b>	<u>\$ 2,815,459</u>	<u>\$ 3,207,977</u>	<u>\$ 3,151,140</u>	<u>\$ 3,173,963</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
 FUND BALANCES - GOVERNMENTAL FUNDS  
 LAST FOUR FISCAL YEARS  
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
<b><u>General Fund</u></b>				
Reserved	\$ 2,267,368	\$ 3,361,446	\$ 2,607,649	\$ 1,974,419
Unreserved (Deficit)	<u>(757,080)</u>	<u>(537,177)</u>	<u>(636,533)</u>	<u>194,327</u>
<b>Total General Fund</b>	<u>1,510,288</u>	<u>2,824,269</u>	<u>1,971,116</u>	<u>2,168,746</u>
<b><u>All Other Governmental Funds</u></b>				
Reserved	129,160	171,019	377,824	614,617
Unreserved, Undesignated, Reported in:				
Special Revenue Funds	177,987	255,425	278,466	214,666
Debt Service Funds	582,196	747,052	819,722	1,829,141
Capital Projects Funds (Deficit)	<u>249,003</u>	<u>285,233</u>	<u>(272,039)</u>	<u>26,351,410</u>
<b>Total All Other Governmental Funds</b>	<u>1,138,346</u>	<u>1,458,702</u>	<u>1,203,973</u>	<u>29,009,834</u>
<b>Total Governmental Funds</b>	<u>\$ 2,648,634</u>	<u>\$ 4,282,971</u>	<u>\$ 3,175,089</u>	<u>\$ 31,178,580</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT**  
**CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS**  
**LAST FOUR FISCAL YEARS (1)**  
**(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**  
**(CONTINUED)**

	2003	2004	2005	2006
<b>Revenues</b>				
Taxes	\$ 10,618,043	\$ 15,142,130	\$ 14,120,388	\$ 15,155,771
Intergovernmental	5,162,935	5,332,497	5,463,813	5,369,843
Tuition and Fees	239,877	160,538	203,301	327,730
Earnings on Investments	79,566	46,092	153,109	1,098,927
Extracurricular Activities	253,243	201,997	166,754	236,449
Charges for Services	265,528	287,212	236,439	0
Classroom Materials and Fees	124,445	54,564	54,153	0
Increase (Decrease) in Fair Value of Investments	0	0	0	111,010
Rent	0	0	0	102,244
Gifts and Donations	0	0	0	16,894
Customer Sales and Services	0	0	0	44,363
Miscellaneous	114,307	217,857	104,966	95,424
<b>Total Revenues</b>	<u>16,857,944</u>	<u>21,442,887</u>	<u>20,502,923</u>	<u>22,558,655</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular	8,428,788	8,453,660	8,966,247	8,759,003
Special	2,006,627	2,258,529	2,466,075	2,656,532
Vocational	286,918	220,483	263,564	252,072
Other	61,962	48,091	63,462	90,271
Support Services:				
Pupil	1,052,417	1,127,305	1,262,717	1,208,232
Instructional Staff	1,217,594	1,182,035	1,316,040	1,235,230
Board of Education	20,318	13,285	18,703	20,235
Administration	1,259,362	1,171,696	1,169,552	1,088,483
Fiscal	561,971	623,677	652,933	580,953
Business	68,259	63,239	29,590	24,882
Operations and Maintenance of Plant	2,334,227	2,260,446	2,121,366	1,917,837
Pupil Transportation	751,567	512,385	546,265	563,147
Central	92,266	122,657	153,829	164,209
Operation of Non-Instructional Services:				
Community Services	606,526	555,286	509,614	575,243
Enterprise Operations	0	0	0	975
Other	0	0	0	312
Extracurricular Activities	728,451	589,050	665,031	662,119
Capital Outlay	19,200	22,849	733,020	2,609,671
Issuance Costs	0	0	0	323,735
Debt Service:				
Principal Retirement	380,000	395,000	400,000	194,252
Interest and Fiscal Charges	199,203	188,877	185,388	1,445,436
<b>Total Expenditures</b>	<u>20,075,656</u>	<u>19,808,550</u>	<u>21,523,396</u>	<u>24,372,829</u>
Excess of Revenues Over (Under) Expenditures	<u>(3,217,712)</u>	<u>1,634,337</u>	<u>(1,020,473)</u>	<u>(1,814,174)</u>
<b>Other Financing Sources (Uses)</b>				
Transfers In	189,568	344,455	507,668	322,589
Transfers Out	(214,568)	(344,455)	(595,077)	(466,126)
General Obligation Bonds Issued	0	0	0	28,499,992
Refunding Bonds Issued	0	0	0	2,729,999
Premium on Refunding Bonds Issued	0	0	0	1,587,906
Payment Refunded Bond Escrow Agent	0	0	0	(2,856,695)
<b>Total Other Financing Sources (Uses)</b>	<u>(25,000)</u>	<u>0</u>	<u>(87,409)</u>	<u>29,817,665</u>
<b>Net Change in Fund Balances</b>	<u><u>\$(3,242,712)</u></u>	<u><u>\$ 1,634,337</u></u>	<u><u>\$(1,107,882)</u></u>	<u><u>\$28,003,491</u></u>
Debt Service as a Percentage of Noncapital Expenditures	2.89%	2.95%	2.83%	7.53%

(1) Includes General, Special Revenue, Capital Projects, and Debt Service funds.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
 ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY  
 LAST TEN YEARS**

Collection Year	Real Property			Tangible Personal Property				Total		
	Assessed Value			Public Utility		General Business		Assessed Value		
	Residential/ Agriculture	Commercial/ Industrial/PU	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Ratio
1996/1997	\$ 253,343,900	\$ 38,182,980	\$ 771,443,743	\$ 8,612,560	\$ 9,787,000	\$ 4,558,369	\$ 18,233,476	\$ 304,697,809	\$ 799,464,219	38.11%
1997/1998	254,756,460	39,511,820	832,933,943	8,458,400	9,611,818	5,057,739	20,230,956	307,784,419	862,776,717	35.67%
1998/1999	258,068,120	39,897,700	840,766,514	8,544,650	9,709,830	5,269,534	21,078,136	311,780,004	871,554,480	35.77%
1999/2000	286,662,270	44,640,620	851,330,914	8,815,330	10,017,420	6,079,840	24,319,360	346,198,060	885,667,694	39.09%
2000/2001	280,100,410	43,470,470	946,579,686	8,312,650	9,446,193	6,314,181	25,256,724	338,197,711	981,282,603	34.46%
2001/2002	285,841,720	42,237,870	941,631,086	6,033,900	6,856,705	6,265,890	25,063,560	340,379,380	973,551,351	34.96%
2002/2003	306,013,590	44,667,210	940,227,400	6,063,330	6,890,148	5,363,328	22,347,200	362,107,458	969,464,748	37.35%
2003/2004	306,058,080	47,366,350	1,002,346,571	5,695,270	6,471,898	4,394,927	18,312,196	363,514,627	1,027,130,655	35.39%
2004/2005	306,197,510	45,690,860	1,010,185,514	5,810,780	6,603,159	3,610,219	14,440,876	361,309,369	1,031,229,549	35.04%
2005/2006	335,682,410	47,968,840	1,096,146,428	4,854,800	5,516,818	2,537,878	13,535,349	391,043,928	1,115,198,595	35.06%

The assessed value of real property (including public utility real property) is 35 percent of estimated true value. Personal property tax is assessed on all tangible personal property used in business in Ohio. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property is assessed at 25 percent for everything except inventories, which are assessed at 23 percent. Property is assessed annually.

The tangible personal property values associated with each year are the values that, when multiplied by the applicable rates, generated the property tax revenue to be received in that year. For real property, the amounts generated by multiplying the assessed values by the applicable rates would be reduced by the 10 percent, 2 ½ percent, and homestead exemptions before being billed.

**Source:** Office of the County Auditor, Cuyahoga County

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
PROPERTY TAX RATES  
(PER \$1,000 OF ASSESSED VALUE)  
LAST TEN YEARS**

	<u>1996</u>	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
<b>Unvoted Millage</b>										
Operating	4.570000	4.570000	4,570000	4.570000	4.570000	4.570000	4.570000	4.570000	4.570000	4.570000
<b>Voted Millage - by Levy</b>										
1976 Operating - Continuing	33.20000	33.20000	33.20000	33.20000	33.20000	33.20000	33.20000	33.20000	33.20000	33.20000
Residential/Agriculture Real	9.158100	8.428400	8.427300	8.426800	7.534900	7.541900	7.547600	7.073100	7.066700	7.069500
Commercial/Industrial and Public Utility Real	13.75410	13.34020	13.34020	13.34020	11.94830	11.97120	12.04290	11.52920	10.95130	11.15750
Tangible/Public Utility Personal	33.20000	33.20000	33.20000	33.20000	33.20000	33.20000	33.20000	33.20000	33.20000	33.20000
1978 Operating - Continuing	3.900000	3.900000	3.900000	3.900000	3.900000	3.900000	3.900000	3.900000	3.900000	3.900000
Residential/Agriculture Real	1.527000	1.405300	1.405100	1.405000	1.256300	1.257500	1.258400	1.179300	1.178200	1.178700
Commercial/Industrial and Public Utility Real	1.769000	1.715700	1.715700	1.715700	1.536700	1.539700	1.548900	1.482800	1.408500	1.435000
Tangible/Public Utility Personal	3.900000	3.900000	3.900000	3.900000	3.900000	3.900000	3.900000	3.900000	3.900000	3.900000
1981 Operating - Continuing	5.400000	5.400000	5.400000	5.400000	5.400000	5.400000	5.400000	5.400000	5.400000	5.400000
Residential/Agriculture Real	2.991800	2.753400	2.753100	2.752900	2.461500	2.463800	2.465700	2.310700	2.308600	2.309500
Commercial/Industrial and Public Utility Real	2.900600	2.813300	2.813300	2.813300	2.519800	2.524600	2.539700	2.431400	2.309500	2.353000
Tangible/Public Utility Personal	5.400000	5.400000	5.400000	5.400000	5.400000	5.400000	5.400000	5.400000	5.400000	5.400000
1988 Operating - Continuing	8.800000	8.800000	6.900000	6.900000	6.900000	6.900000	6.900000	6.900000	6.900000	6.900000
Residential/ Agriculture Real	5.582300	5.137400	4.027700	4.027500	3.601200	3.604500	3.607200	3.380500	3.377400	3.378700
Commercial/Industrial and Public Utility Real	5.471800	5.307200	4.161300	4.161300	3.727100	3.734200	3.756600	3.596300	3.416100	3.480400
Tangible/Public Utility Personal	8.800000	8.800000	6.900000	6.900000	6.900000	6.900000	6.900000	6.900000	6.900000	6.900000
1992 Operating - Continuing	7.900000	7.900000	7.900000	7.900000	7.900000	7.900000	7.900000	7.900000	7.900000	7.900000
Residential/Agriculture Real	6.894800	6.345500	6.344600	6.344200	5.672700	5.678000	5.682300	5.325100	5.320200	5.322300
Commercial/Industrial and Public Utility Real	7.506900	7.281000	7.281000	7.281000	6.521300	6.533700	6.572900	6.292500	5.977100	6.089600
Tangible/Public Utility Personal	7.900000	7.900000	7.900000	7.900000	7.900000	7.900000	7.900000	7.900000	7.900000	7.900000
1993 Bond Levy (Debt Service)	2.060000	1.960000	1.960000	1.560000	1.630000	1.630000	1.630000	1.630000	1.530000	1.530000
1995 Operating - Continuing	8.000000	8.000000	8.000000	8.000000	8.000000	8.000000	8.000000	8.000000	8.000000	8.000000
Residential/Agriculture Real	8.000000	7.362600	7.3616000	8.361200	6.582000	6.588200	6.593100	6.178600	6.173000	6.175400
Commercial/Industrial and Public Utility Real	8.000000	7.759300	7.759300	7.759300	6.949700	6.962900	7.004600	6.705800	6.369700	6.489600
Tangible/Public Utility Personal	8.000000	8.000000	8.000000	8.000000	8.000000	8.000000	8.000000	8.000000	8.000000	8.000000
1996 Operating - Continuing	4.570000	4.370000	4.370000	4.370000	3.870000	0.000000	0.000000	0.000000	0.000000	0.000000
Residential/Agriculture Real	4.570000	4.370000	4.370000	4.370000	3.870000	0.000000	0.000000	0.000000	0.000000	0.000000
Commercial/Industrial and Public Utility Real	4.570000	4.370000	4.370000	4.370000	3.870000	0.000000	0.000000	0.000000	0.000000	0.000000
Tangible/Public Utility Personal	4.570000	4.370000	4.370000	4.370000	3.870000	0.000000	0.000000	0.000000	0.000000	0.000000
2000 Operating - Continuing	0.000000	0.000000	0.000000	0.000000	6.900000	6.900000	6.900000	6.900000	6.900000	6.900000
Residential/Agriculture Real	0.000000	0.000000	0.000000	0.000000	6.169700	6.175400	6.180100	5.791500	5.786200	5.788500
Commercial/Industrial and Public Utility Real	0.000000	0.000000	0.000000	0.000000	6.180000	6.191800	6.228900	5.664300	5.696430	5.770900
Tangible/Public Utility Personal	0.000000	0.000000	0.000000	0.000000	6.900000	6.900000	6.900000	6.900000	6.900000	6.900000
2003 Operating - Continuing	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	7.900000	7.700000	7.700000
Residential/Agricultural Real	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	7.900000	7.700000	7.700000
Commercial/Industrial and Public Utility Real	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	7.900000	7.700000	7.700000
Tangible/Public Utility Personal	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	7.900000	7.700000	7.700000
2005 Bond Levy (Debt Service)	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	0.000000	4.900000
<b>Total Voted Millage</b>	<b>73.83000</b>	<b>73.53000</b>	<b>71.63000</b>	<b>71.630000</b>	<b>77.63000</b>	<b>73.83000</b>	<b>73.83000</b>	<b>81.73000</b>	<b>81.43000</b>	<b>86.33000</b>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
PROPERTY TAX RATES  
(PER \$1,000 OF ASSESSED VALUE)  
LAST TEN YEARS  
(CONTINUED)**

	<u>1996</u>	<u>1997</u>	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
<b>Total Voted Millage by Type of Property</b>										
Residential/Agricultural Real	40.78400	37.76260	36.64940	37.64760	38.70830	34.93930	34.96440	40.76880	40.44030	45.35260
Commercial/Industrial and Public Utility Real	43.97240	42.58670	41.44080	41.44080	43.25290	39.45810	39.69450	45.90120	43.79650	44.47500
Tangible/Public Utility Personal	71.77000	71.57000	69.67000	69.67000	76.07000	72.20000	72.20000	80.10000	79.90000	79.90000
<b>Overlapping Rates by Taxing District</b>										
<b>Cuyahoga County</b>										
Residential/Agriculture Real	10.01970	9.65970	11.42300	11.41140	11.39670	11.38150	12.46090	10.98990	10.97540	11.72270
Commercial/Industrial and Public Utility Real	11.77230	11.70010	12.40650	12.37360	11.92980	12.00230	12.87640	12.04330	11.98460	12.57620
Tangible/Public Utility Personal	15.05000	15.05000	13.75000	13.75000	14.65000	14.65000	14.65000	13.52000	13.52000	13.52000
<b>Polaris JVSD</b>										
Residential/Agricultural Real	2.00010	2.00000	2.00000	2.00000	2.00000	2.00000	2.00000	2.00010	2.00000	2.00000
Commercial/Industrial and Public Utility Real	1.99999	2.00000	2.00530	2.00000	2.00000	2.00000	2.00000	2.00000	2.00000	2.01330
Tangible/Public Utility Personal	2.40000	2.40000	2.40000	2.40000	2.40000	2.40000	2.40000	1.00000	2.40000	2.40000
<b>Fairview Park City</b>										
Residential/Agriculture Real	11.80000	11.720400	11.72030	11.72020	11.62290	11.62360	11.62420	11.572470	11.57170	11.57200
Commercial/Industrial and Public Utility Real	11.80000	11.762200	11.76120	11.76550	11.67370	11.67470	11.70860	11.676300	11.64660	11.62320
Tangible/Public Utility Personal	11.80000	11.800000	11.80000	11.80000	11.80000	11.80000	11.80000	11.800000	11.80000	11.80000
<b>Cleveland Metro Parks</b>										
Residential/Agricultural Real	1.54660	1.431700	1.429500	1.426700	1.281200	1.277100	1.275800	1.166100	1.845700	1.846500
Commercial/Industrial and Public Utility Real	1.54770	1.509100	1.508300	1.503900	1.324700	1.333500	1.344700	1.316600	1.839700	1.850000
Tangible/Public Utility Personal	1.55000	1.550000	1.550000	1.550000	1.550000	1.550000	1.550000	1.550000	1.850000	1.850000
<b>Cuyahoga County Library</b>										
Regional/Agricultural Real	1.22590	1.13420	1.13150	13.9750	1.26100	1.25830	1.256500	1.15930	1.99310	1.99350
Commercial/Industrial and Public Utility Real	1.31700	1.26900	1.26750	1.38840	1.20060	1.19850	1.205000	1.17150	1.98920	2.00000
Tangible/Public Utility Personal	1.40000	1.40000	1.40000	1.40000	1.40000	1.40000	1.400000	1.40000	2.00000	2.00000
<b>Cuyahoga Community College</b>										
Residential/Agricultural Real	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	2.80000	2.80000	2.80000
Commercial/Industrial and Public Utility Real	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	2.34790	2.34430	2.34510
Tangible/Public Utility Personal	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	2.58010	2.56560	2.59180
<b>Port Authority</b>										
Residential/Agricultural Real	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.13000	0.13000	0.13000
Commercial/Industrial and Public Utility Real	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.10500	0.10490	0.10490
Tangible/Public Utility Personal	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.00000	0.11290	0.11220	0.11340

The rates presented for a particular calendar year are the rates that, when applied to the assessed values presented in the Assessed Value Table, generated the property tax revenue to be received in that year.

Rates may only be raised by obtaining the approval of a majority of the voters at a public election.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
PROPERTY TAX LEVIES AND COLLECTIONS (1)  
LAST TEN YEARS**

<u>Collection Year</u>	<u>Current Tax Levy</u>	<u>Current Tax Collections</u>	<u>Percent of Current Tax Collections to Current Tax Levy</u>	<u>Delinquent Tax Collections (2)</u>	<u>Total Tax Collections</u>	<u>Percent of Total Tax Collections to Tax Levy</u>
1997	\$ 13,510,802	\$ 13,313,070	98.54%	\$ 114,816	\$ 13,427,886	99.39%
1998	13,671,187	13,402,094	98.03%	150,486	13,552,580	99.13%
1999	13,509,034	13,286,727	98.35%	235,582	13,522,309	100.32%
2000	13,710,756	13,368,614	97.50%	289,035	13,657,650	99.61%
2001	15,799,119	15,186,511	96.12%	228,517	15,415,028	97.57%
2002	14,172,393	13,746,723	97.00%	198,041	13,944,764	98.39%
2003	17,113,202	15,146,291	88.51%	374,682	15,520,973	90.70%
2004	17,086,908	16,527,801	96.73%	158,712	16,686,513	97.66%
2005	17,017,020	16,603,185	97.57%	298,560	16,901,745	99.32%
2006	18,632,338	17,125,759	91.91%	378,648	17,504,407	93.95%

**Source:** Office of the County Auditor, Cuyahoga County, Ohio

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

(2) The County does not identify delinquent tax collections by tax year.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
PRINCIPAL TAXPAYERS  
REAL ESTATE TAX  
DECEMBER 31, 2005**

<u>Name of Taxpayer</u>	<u>December 31, 2005</u>	
	<u>Assessed Value</u>	Percentage of Real Property <u>Assessed Value</u>
Z & Sons Limited Partnership	\$ 6,745,550	1.92%
Fairview Shopping Center Corporation	4,138,830	1.18%
Lawn Village, Inc.	2,439,220	0.69%
Cleveland Electric Illuminating	2,206,370	0.63%
Cleveland Metro Park District	2,106,510	0.60%
200 West Apartments	1,988,770	0.56%
Ohio Bell Telephone Co.	1,265,230	0.36%
Stallard-Schrier Family Ltd. Partnership	1,023,930	0.29%
North Solon Office	1,018,820	0.29%
Fairview Realty Investment Ltd.	1,003,390	0.28%
Totals	<u>\$ 23,936,620</u>	<u>6.80%</u>
Total Assessed Valuation	<u>\$ 351,888,370</u>	

<u>Name of Taxpayer</u>	<u>December 31, 1999 (1)</u>	
	<u>Assessed Value</u>	Percentage of Real Property <u>Assessed Value</u>
Westgate Joint Venture	\$ 15,187,070	5.10%
Z & Sons Limited Partnership	6,572,270	2.21%
Cleveland Electric Illuminating Co.	3,340,820	1.12%
Ohio Bell Telephone Co.	2,695,510	0.90%
Higbee Co.	2,450,000	0.82%
Professional Inv. of America	2,441,150	0.82%
Fairview Shopping Center Corp.	1,901,900	0.64%
200 West Apartments	1,802,500	0.60%
East Ohio Gas Co.	1,818,180	0.61%
Fairview Board of Education	1,385,590	0.47%
Totals	<u>\$ 39,594,990</u>	<u>13.29%</u>
Total Assessed Valuation	<u>\$297,965,820</u>	

**Source:** Office of the County Auditor, Cuyahoga County, Ohio  
(1) Information prior to 1999 is not available.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
PRINCIPAL TAXPAYERS  
TANGIBLE PERSONAL PROPERTY TAX  
DECEMBER 31, 2005**

<u>Name of Taxpayer</u>	<u>December 31, 2005</u>	
	<u>Assessed Value</u>	Percentage of <u>Assessed Value</u> Real Property
West Valley Regional PET	\$ 142,130	3.93%
Cox Cable Cleveland	130,230	3.61%
Quadax, Inc.	112,600	3.12%
U S Bancorp Equipment Inc.	95,950	2.66%
CitiCorp Vendor Finance Inc.	91,400	2.53%
Fairview Eye Center Inc.	63,570	1.76%
McGowan & Co. Inc.	57,000	1.58%
Delage Landen	51,180	1.42%
Rare Hospitality	45,930	1.27%
Totals	<u>\$ 789,990</u>	<u>21.88%</u>
Total Assessed Valuation	<u>\$ 3,610,219</u>	

<u>Name of Taxpayer</u>	<u>December 31, 1999 (1)</u>	
	<u>Assessed Value</u>	Percentage of <u>Assessed Value</u> Real Property
Kohl's Department Stores	\$ 816,300	15.49%
First National Supermarkets	796,160	15.11%
Quadax Inc.	222,650	4.23%
Gap, Inc.	166,150	3.15%
R E May, Inc.	146,850	2.79%
Reserves Network Inc.	132,290	2.51%
Cox Cable Cleveland	118,810	2.25%
Schreiblman Jewelry, Inc.	103,700	1.97%
Musicland Group, Inc.	86,980	1.65%
Fairview Photo Service, Inc.	68,330	1.30%
Totals	<u>\$ 2,658,220</u>	<u>50.45%</u>
Total Assessed Valuation	<u>\$ 5,269,534</u>	

**Source:** Office of the County Auditor, Cuyahoga County, Ohio  
(1) Information prior to 1999 is not available.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
PRINCIPAL TAXPAYERS  
PUBLIC UTILITY PERSONAL PROPERTY TAX  
DECEMBER 31, 2005**

<u>Name of Taxpayer</u>	<u>December 31, 2005</u>	
	<u>Assessed Value</u>	<u>Percentage of Real Property Assessed Value</u>
Cleveland Electric Illuminating Co.	\$ 2,206,370	37.97%
Ohio Bell Telephone Co.	1,265,230	21.77%
East Ohio Gas Co.	611,980	10.53%
Alltel Ohio Limited Partner	287,320	04.95%
American Transmission	231,780	03.99%
New Cingular Wireless PCS LLC	94,960	01.63%
Qwest Communications Corp.	59,600	01.03%
Sprintcom Inc.	57,210	00.99%
Nextel West Corporation	19,330	00.33%
Cleveland Unlimited, Inc.	<u>18,880</u>	<u>00.32%</u>
Totals	<u>\$ 4,852,660</u>	<u>83.51%</u>
Total Assessed Valuation	<u>\$ 5,810,780</u>	

<u>Name of Taxpayer</u>	<u>December 31, 2001</u>	
	<u>(1) Assessed Value</u>	<u>Percentage of Public Utility Assessed Value</u>
Cleveland Electric Illuminating Co.	\$ 2,424,770	28.38%
Ohio Bell Telephone Company	1,973,780	23.10%
East Ohio Gas Company	523,260	6.12%
American Transmission System	301,380	3.53%
LCI International Telecommunication	247,200	2.89%
AT&T Wireless	194,610	2.28%
Nextel West Corporation	170,930	2.00%
Alltel Ohio Limited Partner	<u>100,620</u>	<u>1.18%</u>
Totals	<u>\$ 5,936,550</u>	<u>69.48%</u>
Total Assessed Valuation	<u>\$ 8,544,650</u>	

**Source:** Office of the County Auditor, Cuyahoga County, Ohio  
(1) Information prior to 2001 not available.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
COMPUTATION OF DIRECT AND OVERLAPPING DEBT  
ATTRIBUTABLE TO GOVERNMENTAL ACTIVITIES  
JUNE 30, 2006**

	Debt Attributable to Governmental Activities	Percentage Applicable to School District (1)	Amount of Direct and Overlapping Debt
<b>Overlapping Debt</b>			
City of Fairview Park	\$ 25,115,000	94.98%	\$ 23,854,227
Cuyahoga County	212,030,000	1.18%	2,501,954
R.T.A.	<u>164,830,000</u>	1.18%	<u>1,944,994</u>
Total Overlapping Debt	401,975,000		28,301,175
Direct Debt	<u>31,959,992</u>	100.00%	<u>31,959,992</u>
<b>Total Direct and Overlapping Debt</b>	<u>\$ 433,934,992</u>		<u>\$ 60,261,167</u>

**Source:** Office of the Auditor, Cuyahoga County, Ohio

- (1) Percentages were determined by dividing the assessed valuation of the overlapping government located within the boundaries of the District by the total assessed valuation of the government. The valuations used were for the 2005 collection year.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
RATIO OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS**

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<u>Fiscal Year</u>	<u>General Obligation Bonds</u>	<u>Percentage of Total Personal Income*</u>	<u>Per Capita</u>
1997	\$ 6,044,993	(1)	335
1998	5,569,993	(1)	309
1999	5,149,993	(1)	286
2000	4,709,993	.59%	268
2001	4,993,795	.55%	284
2002	4,444,993	.62%	253
2003	4,064,993	.68%	231
2004	3,669,993	.75%	209
2005	3,865,000	.72%	234
2006	31,959,992	.09%	1,934

\* Personal income information only available as of 2000.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
COMPUTATION OF LEGAL DEBT MARGIN  
LAST FIVE FISCAL YEARS**

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
Assessed Valuation	<u>\$ 340,379,380</u>	<u>\$ 362,107,458</u>	<u>\$ 363,514,627</u>	<u>\$ 361,309,369</u>	<u>\$ 391,043,928</u>
Debt Limit - 9% of Assessed Value (1)	<u>\$ 30,634,144</u>	<u>\$ 32,589,671</u>	<u>\$ 32,716,316</u>	<u>\$ 32,517,843</u>	<u>\$ 35,193,954</u>
Amount of Debt Applicable to Debt Limit:					
General Obligation Bonds	4,444,993	4,064,993	3,669,993	3,865,000	31,959,992
Less Amount Available in Debt Service	<u>(755,077)</u>	<u>(630,288)</u>	<u>(838,432)</u>	<u>(886,766)</u>	<u>(2,044,406)</u>
Total	<u>(3,689,916)</u>	<u>(3,434,705)</u>	<u>(2,831,561)</u>	<u>(2,978,234)</u>	<u>(29,915,586)</u>
Overall Debt Margin	<u>\$ 26,944,228</u>	<u>\$ 29,154,966</u>	<u>\$ 29,884,755</u>	<u>\$ 29,539,609</u>	<u>\$ 5,278,368</u>
Debt Margin - .10% of Assessed Value (1)	\$ 340,379	\$ 362,107	\$ 363,515	\$ 361,309	391,044
Amount of Debt Applicable	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Unvoted Debt Margin	<u>\$ 340,379</u>	<u>\$ 362,107</u>	<u>\$ 363,515</u>	<u>\$ 361,309</u>	<u>\$ 391,044</u>

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
RATIO OF DEBT TO ASSESSED VALUE AND DEBT PER CAPITA  
LAST TEN FISCAL YEARS**

<u>Fiscal Year</u>	<u>Population (1)</u>	(2) <u>Estimated Actual Value of Taxable Property</u>	<u>General Bonded Debt</u>			<u>Ratio of Net Bonded Debt to Estimated Actual Value</u>	<u>Net Bonded Debt per Capita</u>
			<u>General Bonded Debt Outstanding</u>	<u>Resources Available to Pay Principal</u>	<u>Net General Bonded Debt</u>		
1997	18,028	\$ 799,464,219	\$ 6,044,993	\$ 508,901	\$ 5,536,092	0.69%	307
1998	18,028	862,776,717	5,569,993	480,326	5,089,667	0.59%	282
1999	18,028	871,554,480	5,149,993	551,409	4,598,584	0.53%	255
2000	17,572	885,667,694	4,709,993	567,424	4,142,569	0.47%	236
2001	17,572	981,282,603	4,933,795	603,091	4,330,704	0.44%	246
2002	17,572	973,551,351	4,444,993	755,077	3,689,916	0.38%	210
2003	17,572	969,464,748	4,064,993	630,288	3,434,705	0.35%	195
2004	17,572	1,027,130,655	3,669,993	838,432	2,831,561	0.28%	161
2005	17,572	1,031,229,549	3,865,000	886,766	2,978,234	0.29%	169
2006	16,528	1,115,198,595	31,959,992	2,044,406	29,915,586	2.68%	1,810

**Sources:** (1) U.S. Bureau of Census, Census of Population  
 (a) 1990 Federal Census  
 (b) 2000 Federal Census

(2) Cuyahoga County Auditor

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST SEVEN YEARS (1)**

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<u>Year</u>	<u>Fairview Park Population (2)</u>	<u>Average Personal Income (3)</u>	<u>Per Capita Personal Income</u>	<u>Cuyahoga County Unemployment Rate (4)</u>
2000	17,572	462,258,972	27,662	4.6%
2001	17,572	462,258,972	27,662	6.0%
2002	17,572	462,258,972	27,662	4.5%
2003	17,572	462,258,972	27,662	5.9%
2004	17,572	462,258,972	27,666	6.8%
2005	17,572	462,258,972	27,662	6.2%
2006	16,528	462,258,972	27,662	6.2%

- (1) Information only available as of 2000.
- (2) U.S. Census Bureau - 2000 Census most recent available data
- (3) Ohio Department of Taxation
- (4) Represents Cuyahoga County

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
PRINCIPAL EMPLOYERS  
CURRENT YEAR (1)**

<u>Employer</u>	<u>Nature of Business</u>	<u>2005</u>	
		<u>Number of Employees</u>	<u>Percentage of Total Employment</u>
City of Fairview Park	City	573	6.36%
Dillard's Inc.	Department Store	350	3.89%
Fairview Park CSD	School District	301	3.34%
Avadax Inc.	Data Entry Services	300	3.33%
Kohl's	Department Store	100	1.11%
Apple American LP	Restaurant	75	.83%
Healthcare Circle Inc.	Home Health Care Services	75	.83%
St. Angela Merici School	School	70	.78%
Cuyahoga County Library	Library	60	.67%
Strang Corp.	Restaurant	55	.61%
Freedom Management Corp.	Bankers	<u>55</u>	<u>.61%</u>
Total		<u>2,014</u>	<u>22.36%</u>
Total Employment within the District		9,004	

**Source:** Cuyahoga County Library database  
U.S. Census Bureau

(1) Information prior to 2005 is not available

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
BUILDING STATISTICS BY FUNCTION/PROGRAM  
CURRENT FISCAL YEAR**

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**Administration Building**

Constructed in 1964, 1969  
Total Building Square Footage 4,119  
Enrollment Grades None  
Student Capacity 0  
Regular Instruction Classrooms 0  
Regular Instruction Teachers 0  
Special Instruction Teachers 0

**Lewis F. Mayer Middle School**

Constructed in 1954, 1960, 1968  
Total Building Square Footage 30,790  
Enrollment Grades - 1 - 3  
Student Capacity - 450  
Regular Instruction Classrooms - 18  
Regular Instruction Teachers - 19.5  
Special Instruction Teachers - 2.5

**Garnett Primary School**

Constructed in 1952, 1954, 1967  
Total Building Square Footage 42,428  
Enrollment Grades - 1 - 3  
Student Capacity - 340  
Regular Instruction Classrooms - 20  
Regular Instruction Teachers - 22  
Special Instruction Teachers - 2

**Fairview High School**

Constructed in 1929, 1948, 1952, 1954  
1960, 1968, 1970, 1978  
Total Building Square Footage 160,559  
Enrollment Grades 9 - 12  
Student Capacity - 850  
Regular Instruction Classrooms - 34  
Regular Instruction Teachers - 34.2  
Special Instruction Teachers - 3.0

**Coffinberry Early Education School**

Construction 1950, 1959, 1966  
Total Building Square Footage 24,788  
Enrollment Grades - Pre K - K  
Student Capacity - 150  
Regular Instruction Classrooms - 3  
Regular Instruction Teachers - 3  
Special Instruction Teachers - 3

**Parkview Intermediate School**

Constructed 1955, 1959, 1966  
Total Building Square Footage 40,086  
Enrollment Grades - 4 - 6  
Student Capacity - 425  
Regular Instruction Classrooms - 16  
Regular Instruction Teachers - 29  
Special Instruction Teachers - 5

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
PER PUPIL COST  
LAST FOUR FISCAL YEARS**

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<u>Fiscal Year</u>	<u>Expenses</u>	<u>Enrollment (1)</u>	<u>Cost Per Pupil</u>	<u>Percentage Change</u>	<u>Teaching Staff</u>	<u>Pupil/Teacher Ratio</u>
2003	\$19,769,029	1,871	\$ 10,566	2.3%	136.0	13.8
2004	19,915,258	1,831	10,877	2.9%	152.0	12.0
2005	20,264,584	1,822	11,122	2.3%	145.0	12.6
2006	23,361,466	1,821	12,829	15.3%	140.0	13.0

**Source:** School District Records

(1) Based upon EMIS information provided to the Ohio Department of Education.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
ENROLLMENT STATISTICS  
LAST EIGHT FISCAL YEARS (1)**

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<u>Fiscal Year</u>	<u>Elementary Schools</u>	<u>Middle School</u>	<u>High School</u>	<u>Totals</u>
1999	890	486	701	2,077
2000	816	451	707	1,974
2001	765	455	683	1,903
2002	742	445	712	1,899
2003	738	427	706	1,871
2004	721	433	677	1,831
2005	701	427	694	1,822
2006	743	412	666	1,821

(1) Information prior to 1999 not available.

**Source:** Ohio Department of Education

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
 FULL-TIME EQUIVALENT SCHOOL DISTRICT TEACHERS BY EDUCATION  
 LAST TWO YEARS (1)**

<u>Degree</u>	<u>2004</u>	<u>2005</u>
Bachelor's Degree	20	17
Bachelor + 18	10	10
Bachelor + 30	20	23
Master's Degree	35	30
Master + 18	10	12
Master + 30	28	27
PhD	2	2
Total		

Source: School District

(1) Information prior to 2004 not available.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
AVERAGE NUMBER OF STUDENTS PER TEACHER  
LAST EIGHT SCHOOL YEARS**

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<u>Fiscal Year</u>	<u>Fairview Park Average</u>	<u>State Average</u>
1999	17.6	18.6
2000	16.2	18.1
2001	16.5	18.0
2002	16.9	16.9
2003	16.7	16.5
2004	18.0	18.5
2005	13.3	18.5
2006	18.7	18.6

**Source:** Ohio Department of Education, EMIS Reports

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
ATTENDANCE AND GRADUATION RATES  
LAST NINE SCHOOL YEARS**

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<u>Fiscal Year</u>	<u>Fairview Park Attendance Rate</u>	<u>State Average</u>	<u>Fairview Park Graduation Rate</u>	<u>State Average</u>
1998	95.5%	93.6%	89.6%	79.9%
1999	95.4%	93.5%	89.6%	81.4%
2000	95.0%	93.6%	94.3%	80.7%
2001	94.2%	93.9%	96.0%	81.2%
2002	95.0%	94.3%	93.3%	82.8%
2003	95.0%	94.5%	96.1%	83.9%
2004	95.6%	94.5%	92.5%	84.3%
2005	95.5%	94.3%	96.2%	85.9%
2006	95.5%	94.1%	95.9%	86.2%

**Source:** Ohio Department of Education Local Report Cards.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
SAT SCORES  
LAST THREE SCHOOL YEARS (1)**

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<u>School Year</u>	<u>Number of Test Takers</u>	<u>Number of Seniors</u>	<u>Percent of Students</u>	<u>Fairview Park Verbal</u>	<u>Ohio Verbal</u>	<u>National Verbal</u>	<u>Fairview Park Math</u>	<u>Ohio Math</u>	<u>National Math</u>
2003	48	38	.24%	578	536	507	583	541	519
2004	48	38	.25%	536	538	508	554	542	518
2005	72	57	.38%	545	538	508	537	542	518

**Source:** High School Guidance Office

(1) No information available prior 2003

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
ACT COMPOSITE SCORES  
LAST THREE SCHOOL YEARS (1)**

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<u>School Year</u>	<u>Number of Test Takers</u>	<u>Number of Seniors</u>	<u>Percent of Students</u>	<u>Fairview Park Composite</u>	<u>Ohio Composite</u>	<u>National Composite</u>
2003	113	90	56%	21.6	21.4	20.8
2004	101	81	52%	21.5	21.4	20.9
2005	145	116	77%	22.0	21.4	20.9

Source: High School Guidance Office

(1) No information available prior to 2003

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
SCHOOL DISTRICT EMPLOYEES BY FUNCTION/PROGRAM  
LAST TWO FISCAL YEARS**

<u>Function/Program</u>	<u>2005</u>	<u>2004</u>
Regular Instruction:		
Elementary Classroom Teachers	53.5	56.5
Middle School Classroom Teachers	17.5	15.0
High School Classroom Teachers	44.5	46.0
Special Instruction:		
Elementary Classroom Teachers	9.0	9.5
Gifted Education Teachers	.5	1.0
Middle School Classroom Teachers	4.0	2.5
High School Classroom Teachers	6.5	6.0
Vocational Instruction:		
High School Classroom Teachers	4.0	2.0
Pupil Support Services:		
Guidance Counselors	5.0	5.5
Librarians	6.0	6.0
Psychologists	2.0	2.0
Speech and Language Pathologists	3.0	4.0
Non-Teaching Support Staff Central		
Instructional Support Service:		
Non-Teaching Support Staff Elementary	10.0	8.5
Non-Teaching Support Staff Middle	3.0	3.5
Non-Teaching Support Staff High	10.0	11.0
Non-Teaching Support Staff Central	1.0	1.0
Administration:		
Elementary	5.1	5.1
Middle School	2.0	2.0
High School	4.0	4.5
Central	7.0	7.0
Business:		
Central	2.0	2.0
Fiscal:		
Treasurer Department	3.5	4.0
Operation of Plant:		
Custodial Department	18.5	18.0
Maintenance Department	2.0	3.0
Pupil Transportation:		
Bus Drivers	7.0	6.5
Bus Aides	0.0	0.0
Mechanics	1.0	1.0
Transportation Support Staff	0.0	0.0
Central:		
Community Relations	1.0	1.0
Technology	1.0	1.0
Personnel	1.0	0.0
Extracurricular:		
Athletic Department	21.0	20.5
Food Service Program:		
Elementary	3.0	2.0
Middle	0.0	0.0
High School Cooks	4.0	2.5
Central	0.0	0.0
Adult Education/Community Service		
Preschool	1.9	1.9
Extended Care	25.5	23.5
Adult Education	0.0	0.0
Totals	<u>290.0</u>	<u>285.5</u>

**Method:** Using 1.0 for each full-time employee and 0.50 for each part-time and seasonal employee.

**FAIRVIEW PARK CITY SCHOOL DISTRICT  
FREE OR REDUCED LUNCH PROGRAM PERCENTAGES  
JUNE 30, 2006 (1)**

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<u>School Year (1)</u>	<u>Students</u>	<u>Students Applicable for Free Lunch</u>	<u>Percentage of Applicable Students for the Free Lunch Program</u>	<u>Students Applicable for Reduced Lunch</u>	<u>Percentage of Applicable Students for the Reduced Lunch Program</u>	<u>Total Students Applicable for the Free and Reduced Lunch Programs</u>	<u>Total Percentage of Applicable Students for the Free and Reduced Programs</u>
2006	1,821	273	14.99%	90	4.94%	363	19.93%

**Source:** "Lunch MR 81 Report for October 2005" obtained from the Ohio Department of Education.  
(1) The latest information available.

**Fairview  
Park**



*A Tradition of  
Excellence and Caring*

**Schools**







**Mary Taylor, CPA**  
Auditor of State

**FAIRVIEW PARK CITY SCHOOL DISTRICT**

**CUYAHOGA COUNTY**

**CLERK'S CERTIFICATION**

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

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED  
MAY 10, 2007**