



**JIM PETRO**  
**AUDITOR OF STATE**  

---

**STATE OF OHIO**





**Auditor of State  
Betty Montgomery**

88 East Broad Street  
P. O. Box 1140  
Columbus, Ohio 43216-1140  
Telephone 614-466-4514  
800-282-0370  
Facsimile 614-466-4490  
[www.auditor.state.oh.us](http://www.auditor.state.oh.us)

January 21, 2003

The attached audit was conducted and prepared for release prior to the commencement of my term of office on January 13, 2003. Thus, I am releasing this audit under the signature of my predecessor.

*Betty Montgomery*

BETTY MONTGOMERY  
Auditor of State



FREMONT CITY SCHOOL DISTRICT  
SANDUSKY COUNTY

Table of Contents

<b>Title</b>	<b>Page</b>
Schedule of Federal Awards Receipts and Expenditures.....	2
Notes to the Schedule of Federal Awards Receipts and Expenditures .....	6
Report of Independent Accountants on Compliance and on Internal Control Required by <i>Government Auditing Standards</i> .....	7
Report of Independent Accountants on Compliance with Requirements Applicable to Major Federal Programs and Internal Control Over Compliance in Accordance with <i>OMB Circular A-133</i> .....	9
Schedule of Findings.....	11
Corrective Action Plan .....	13
Schedule of Prior Audit Findings .....	14

**This page intentionally left blank.**

**This page intentionally left blank.**

**FREMONT CITY SCHOOL DISTRICT  
SANDUSKY COUNTY**

**Schedule of Federal Awards Receipts and Expenditures  
For the Year Ended June 30, 2002**

<b>FEDERAL GRANTOR</b> <i>Pass Through Grantor</i> Program Title	Federal CFDA Number	Grant Number
<b>UNITED STATES DEPARTMENT OF AGRICULTURE</b> <i>Passed through the Ohio Department of Education</i>		
<u>Nutrition Cluster:</u>		
Food Distribution	10.550	
School Breakfast	10.553	05-PU-01 05-PU-02
Total - School Breakfast		
National School Lunch	10.555	LL-P1-02 LL-P4-01 LL-P4-02
Total - National School Lunch		
Summer Food Service Program For Children	10.559	23-ML-01 24-PU-01
Total - Summer Food Program For Children		
Total Nutrition Cluster		
Child and Adult Care Food Program	10.558	16-CP-02 21-CP-02
Total Child and Adult Care Food Program		
Total Department of Agriculture		
<b>UNITED STATES DEPARTMENT OF HEALTH &amp; HUMAN SERVICES</b> <i>Passed through the Ohio Department of Mental Retardation and Developmental Disabilities</i>		
Medical Assistance Program (Medicaid: Title XIX)	93.778	
<b>UNITED STATES DEPARTMENT OF EDUCATION</b> <i>Passed through the Ohio Department of Education</i>		
Special Education Grants to States	84.027	6B-SF-01 6B-SF-02
Total Special Education Grants to States		
Title I	84.010	C1-S1-01 C1-S1-01-C C1-S1-02 C1-SD-02
Total - Title I		



Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
	\$103,436		\$102,086
\$10,508		\$10,508	
63,811		63,811	
74,319		74,319	
3,809		3,809	
64,427		64,427	
353,703		353,703	
421,939		421,939	
		9,939	
991		9,939	
991		9,939	
497,249	103,436	506,197	102,086
79		79	
915		915	
994		994	
498,243	103,436	507,191	102,086
		11,135	
11,135		11,135	
		177,764	
400,765		217,687	
400,765		395,451	
64,609		111,581	
66,101		66,101	
629,457		505,308	
12,819		12,819	
772,986		695,809	

(Continued)

**FREMONT CITY SCHOOL DISTRICT  
SANDUSKY COUNTY**

**Schedule of Federal Awards Receipts and Expenditures  
For the Year Ended June 30, 2002  
(Continued)**

<b>FEDERAL GRANTOR</b> <i>Pass Through Grantor</i> Program Title	Federal CFDA Number	Grant Number
Migrant Education - Basic State Grant Program	84.011	MG-S1-00 MG-S1-00 C MG-S1-01 MG-S1-02
Total - Migrant Education Basic State Grant Program		
Innovative Educational Program Strategies	84.298	C2-S1-00 C2-S1-01 C2-S1-02
Total - Innovative Educational Program		
Eisenhower Professional Development State Grants	84.281	MS-S1-00 MS-S1-01 MS-S1-02
Total - Eisenhower Professional Development		
Goals 2000 - State and Local Education Systemic Improvement Grants	84.276	G2-S2-00 G2-S2-01 G2-S9-01
Total Goals 2000		
Safe and Drug Free Schools - State Grants Title IV	84.186	DR-S1-01 DR-S1-02
Total Drug Free Schools		
Comprehensive School Reform	84.332	RF-S1-01
Class Size Reduction	84.340	CR-S1-01 CR-S1-02
Total - Class Size Reduction		
Total Department of Education		
<b>TOTAL FEDERAL ASSISTANCE</b>		

*The accompanying notes are an integral part of this schedule.*

Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
		1,448	
1,448			
11,655		90,343	
151,515		35,051	
<u>164,618</u>		<u>126,842</u>	
		1,419	
6,543		4,702	
17,853		12,161	
<u>24,396</u>		<u>18,282</u>	
		6,110	
11,517		12,859	
<u>11,517</u>		<u>4,522</u>	
		12,244	
25,000		5,228	
<u>25,000</u>		<u>17,472</u>	
2,138		7,224	
19,285		12,233	
<u>21,423</u>		<u>19,457</u>	
73,000		22,130	
13,362		47,007	
170,750		155,899	
<u>184,112</u>		<u>202,906</u>	
<u>1,677,817</u>		<u>1,521,840</u>	
<b><u>\$2,187,195</u></b>	<b><u>\$103,436</u></b>	<b><u>\$2,040,166</u></b>	<b><u>\$102,086</u></b>

**FREMONT CSD  
SANDUSKY COUNTY**

**Notes to the Schedule of Federal Awards Receipts and Expenditures  
Fiscal Year Ended June 30, 2002**

**NOTE A - SIGNIFICANT ACCOUNTING POLICIES**

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

**NOTE B - FOOD DISTRIBUTION**

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

**NOTE C - MATCHING REQUIREMENTS**

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



STATE OF OHIO  
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

One Government Center  
Suite 1420  
Toledo, Ohio 43604-2246  
Telephone 419-245-2811  
800-443-9276  
Facsimile 419-245-2484  
www.auditor.state.oh.us

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

Fremont City School District  
Sandusky County  
1220 Cedar Street, Suite A  
Fremont, Ohio 43420-1156

To the Board of Education:

We have audited the financial statements of Fremont City School District (the District) as of and for the year ended June 30, 2002, and have issued our report thereon dated December 23, 2002. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**Compliance**

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed instances of noncompliance that are required to be reported under *Government Auditing Standards* which are described in the accompanying schedule of findings as items 2002-10172-001 and 2002-10172-002. We also noted certain immaterial instances of noncompliance that we have reported to management of the District in a separate letter dated December 23, 2002.

**Internal Control Over Financial Reporting**

In planning and performing our audit, we considered the District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that do not require inclusion in this report, that we have reported to management of the District in a separate letter dated December 23, 2002.

Fremont City School District  
Sandusky County  
Report of Independent Accountants on Compliance and on Internal Control  
Required by *Government Auditing Standards*  
Page 2

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

A handwritten signature in black ink, appearing to read "Jim Petro". The signature is stylized with a large, looping initial "J" and a cursive "Petro".

**Jim Petro**  
Auditor of State

December 23, 2002



STATE OF OHIO  
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

One Government Center  
Suite 1420  
Toledo, Ohio 43604-2246  
Telephone 419-245-2811  
800-443-9276  
Facsimile 419-245-2484  
www.auditor.state.oh.us

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

Fremont City School District  
Sandusky County  
1220 Cedar Street, Suite A  
Fremont, Ohio 43420-1156

To the Board of Education:

**Compliance**

We have audited the compliance of Fremont City School District (the District), with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement* that are applicable to its major federal program for the year ended June 30, 2002. The District's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings. Compliance with the requirements of laws, regulations, contracts and grants applicable to 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 occurred with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the District's compliance with those requirements.

In our opinion, the District complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the year ended June 30, 2002.

**Internal Control Over Compliance**

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

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses. We noted a matter involving the internal control over federal compliance that does not require inclusion in this report, that we have reported to management of the District in a separate letter dated December 23, 2002.

#### **Schedule of Federal Awards Expenditures**

We have audited the general-purpose financial statements of the District as of and for the year ended June 30, 2002, and have issued our report thereon dated December 23, 2002. Our audit was performed for the purpose of forming an opinion on the general-purpose financial statements taken as a whole. The accompanying schedule of federal awards receipts and expenditures is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the general-purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general-purpose financial statements taken as a whole.

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



**Jim Petro**  
Auditor of State

December 23, 2002



**FREMONT CITY SCHOOL DISTRICT  
SANDUSKY COUNTY**

**Schedule of Findings  
OMB Circular A -133 §.505  
June 30, 2002**

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

<i>(d)(1)(i)</i>	<b>Type of Financial Statement Opinion</b>	Unqualified
<i>(d)(1)(ii)</i>	<b>Were there any material control weakness conditions reported at the financial statement level (GAGAS)?</b>	No
<i>(d)(1)(ii)</i>	<b>Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?</b>	No
<i>(d)(1)(iii)</i>	<b>Was there any reported material noncompliance at the financial statement level (GAGAS)?</b>	Yes
<i>(d)(1)(iv)</i>	<b>Were there any material internal control weakness conditions reported for major federal programs?</b>	No
<i>(d)(1)(iv)</i>	<b>Were there any other reportable internal control weakness conditions reported for major federal programs?</b>	No
<i>(d)(1)(v)</i>	<b>Type of Major Programs' Compliance Opinion</b>	Unqualified
<i>(d)(1)(vi)</i>	<b>Are there any reportable findings under § .510?</b>	No
<i>(d)(1)(vii)</i>	<b>Major Programs (list):</b>	Title I CFDA 84.010
<i>(d)(1)(viii)</i>	<b>Dollar Threshold: Type A/B Programs</b>	Type A: > \$ 300,000 Type B: all others
<i>(d)(1)(ix)</i>	<b>Low Risk Auditee?</b>	Yes

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

**FINDING NUMBER 2002-10172-001**

**Noncompliance Citation**

Ohio Revised Code § 5705.10 states that money paid into any fund shall be used only for the purposes for which the fund was established. The existence of a deficit fund balance indicates that money from another fund or funds was used to pay the obligations of the fund carrying the deficit balance. Although no funds had deficit balances at year end, the following funds had deficit balances ranging from \$982 to \$1,516,745 at various times throughout the fiscal year: General Fund, Permanent Improvement Fund, Food Service Fund, Self-Insurance Program Fund, Auxiliary Services Fund, Mentoring Grant Fund, D.P.I.A. Fund, Title I Fund, Drug Free Grant Fund, and Title VI-R Fund. We recommend the Treasurer monitor cash balances and make transfers or advances from the General Fund as necessary to avoid deficit balances.

**FINDING NUMBER 2002-10172-002**

**Noncompliance Citation**

Ohio Revised Code § 5705.41(B) states no subdivision or taxing authority shall make any expenditure of money unless it has been lawfully appropriated. As of May 31, 2002 the following funds had expenditures plus encumbrances in excess of appropriations:

<b>Fund Type</b> Fund	<b>Appropriations</b>	<b>Expenditures and Encumbrances</b>	<b>Variance Amount</b>
<b>Capital Projects:</b>			
Permanent Improvement	\$304,330	\$1,428,116	\$1,123,786
<b>Enterprise:</b>			
Food Service	1,744	1,323,637	1,321,893
Uniform School Supply	54,653	124,219	69,566
<b>Internal Service:</b>			
Employee Benefits Self Insurance		3,134,902	3,134,902
<b>Fiduciary:</b>			
Expendable Trust	4,194	10,320	6,126
Nonexpendable Trust		1,350	1,350

Five other funds also had variances in amounts considered immaterial at May 31, 2002. Also, eighteen funds had expenditures plus encumbrances in excess of appropriations at the District's legal level of control as of November 30, 2001 in amounts ranging from \$7 to \$577,061. The failure to limit spending to only those amounts approved by the Board of Education could allow expenditures to exceed available resources and create deficit fund balances. We recommend the District refrain from making expenditures that exceed appropriations. The Treasurer should monitor the budget to ensure that all expenditures and encumbrances have been properly appropriated.

<b>3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS</b>
------------------------------------------------------------

None.

**FREMONT CITY SCHOOL DISTRICT  
SANDUSKY COUNTY**

**Corrective Action Plan  
June 30, 2002**

Finding Number	Planned Corrective Action	Anticipated Completion Date	Responsible Contact Person
2002-10172-001	Board will attempt to authorize advances prior to fund incurring deficits.	FY2003	Matt Feasel, Treasurer
2002-10172-002	Appropriations will be adopted by the Board prior to expenditures plus encumbrances exceeding appropriations.	FY2003	Matt Feasel, Treasurer

**FREMONT CITY SCHOOL DISTRICT  
SANDUSKY COUNTY**

**Schedule of Prior Audit Findings  
June 30, 2002**

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <b>Explain:</b>
2001-10172-001	Ohio Revised Code § 5705.10	No	Not corrected, repeated in this report as finding 2002-10172-001
2002-10172-002	Ohio Revised Code § 5705.36	Yes	
2002-10172-003	Ohio Revised Code § 5705.39	Yes	
2002-10172-004	Ohio Revised Code § 5705.41 (B)	No	Not corrected, repeated in this report as finding 2002-10172-002
2002-10172-005	Ohio Revised Code § 5705.29	No	Not corrected. Reported in the management letter as a violation of Ohio Revised Code §§ 3315.17 and .171 and Ohio Administrative Code § 3301-92-001.

Fremont City School District  
Fremont, Ohio

Comprehensive Annual Financial Report  
For the Fiscal Year Ended June 30, 2002



## INTRODUCTION SECTION

Fremont City School District  
Fremont, Ohio

Comprehensive Annual Financial Report  
For the Fiscal Year Ended June 30, 2002

Issued by:  
Fremont City School District  
Treasurer's Office

Matt A. Feasel  
Treasurer



This page is intentionally left blank.

Fremont City School District  
 Comprehensive Annual Financial Report  
 For the Fiscal Year Ended June 30, 2002  
 Table of Contents

INTRODUCTION SECTION

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

FINANCIAL SECTION

Report of Independent Accountants.....	1
General Purpose Financial Statements (Combined Statements Overview)	
General Purpose Financial Statements Description.....	3
Combined Balance Sheet - All Fund Types and Account Groups .....	4
Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - All Governmental Fund Types and Expendable Trust Funds.....	8
Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual - All Governmental Fund Types and Expendable Trust Funds .....	9
Combined Statement of Revenues, Expenses, and Changes in Fund Equity - All Proprietary Fund Types and Nonexpendable Trust Fund .....	13
Combined Statement of Revenues, Expenses, and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual - All Proprietary Fund Types and Nonexpendable Trust Fund .....	14
Combined Statement of Cash Flows - All Proprietary Fund Types and Nonexpendable Trust Fund .....	16
Notes to the General Purpose Financial Statements.....	18

Fremont City School District  
 Comprehensive Annual Financial Report  
 For the Fiscal Year Ended June 30, 2002  
 Table of Contents  
 (continued)

FINANCIAL SECTION (continued)

Combining, Individual Fund, and Account Group Statements and Schedules.....	47
General Fund:	
Fund Description.....	48
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual.....	49
Special Revenue Funds:	
Fund Descriptions .....	53
Combining Balance Sheet.....	56
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances.....	60
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual	
Public School Support .....	65
Local Grants.....	66
Athletic .....	67
Auxiliary Services.....	68
Professional Development .....	69
Management Information System.....	70
Public School Preschool .....	71
Mentoring.....	72
Disadvantaged Pupil Impact Aid .....	73
Network Connectivity.....	74
SchoolNet Professional Development .....	75
Ohio Reads.....	76
Summer Intervention .....	77
Extended Learning Opportunity .....	78
Recruitment.....	79
Safe School Helpline .....	80
School Improvement.....	81
Miscellaneous State Grants.....	82
Migrant Education .....	83
Eisenhower.....	85
Title VI-B.....	86
Title I .....	88
Comprehensive Schools Reform.....	90
Title VI.....	91
Drug Free .....	92
Goals 2000 .....	93
Title VI-R.....	94

Fremont City School District  
 Comprehensive Annual Financial Report  
 For the Fiscal Year Ended June 30, 2002  
 Table of Contents  
 (continued)

FINANCIAL SECTION (continued)

Debt Service Fund:	
Fund Description.....	95
Capital Projects Funds:	
Fund Descriptions .....	96
Combining Balance Sheet .....	97
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances.....	98
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual Permanent Improvement.....	99
SchoolNet.....	101
Distance Learning Lab.....	102
E-Rate .....	103
Enterprise Funds:	
Fund Descriptions .....	105
Combining Balance Sheet .....	106
Combining Statement of Revenues, Expenses, and Changes in Fund Equity .....	107
Schedule of Revenues, Expenses, and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual Food Service .....	108
Uniform School Supplies.....	109
Combining Statement of Cash Flows.....	110
Internal Service Fund:	
Fund Description.....	113
Fiduciary Funds:	
Fund Descriptions .....	114
Combining Balance Sheet .....	116
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances.....	117
Special Trusts.....	118
Unclaimed Monies.....	119
Combining Statement of Changes in Assets and Liabilities .....	120
General Fixed Assets Account Group:	
General Fixed Assets Account Group Description .....	121
Schedule of General Fixed Assets by Source.....	122
Schedule of General Fixed Assets by Function and Type.....	123
Schedule of Changes in General Fixed Assets by Function.....	124

Fremont City School District  
 Comprehensive Annual Financial Report  
 For the Fiscal Year Ended June 30, 2002  
 Table of Contents  
 (continued)

STATISTICAL SECTION

Statistical Section Description .....	125
General Fund Expenditures by Function -	
Last Ten Fiscal Years .....	126
General Fund Revenues by Source -	
Last Ten Fiscal Years .....	128
Property Tax Levies and Collections - Real Property Tax -	
Last Ten Years.....	130
Property Tax Levies and Collections - Tangible Personal Property Tax -	
Last Ten Years.....	132
Assessed and Estimated Actual Value of Taxable Property -	
Last Ten Years.....	134
Property Tax Rates - Direct and Overlapping Governments -	
Last Ten Years.....	136
Principal Taxpayers - Real Property Tax .....	138
Principal Taxpayers - Public Utility Property Tax.....	139
Principal Taxpayers - Tangible Personal Property Tax .....	140
Computation of Legal Debt Margin.....	141
Ratio of General Obligation Bonded Debt	
to Assessed Value and General Bonded Debt Per Capita -	
Last Ten Years.....	142
Ratio of Annual Debt Service Expenditures for General	
Obligation Bonded Debt to Total General Fund Expenditures -	
Last Ten Fiscal Years .....	143
Computation of Overlapping Debt.....	144
Property Values, Bank Deposits, and Construction Activity -	
Last Ten Years.....	145
Ten Largest Employers by Employee Income Tax Withholding.....	146
Enrollment Statistics - Last Ten Fiscal Years.....	147
Teacher Education and Experience.....	148

# Fremont City Schools

1220 CEDAR ST. • SUITE A • FREMONT, OHIO 43420-1156  
TELEPHONE (419) 332-6454  
FAX (419) 334-5454

*Superintendent of Schools*  
DONALD G. KING

*Board of Education*  
TAMARA F. DAMSCHRODER  
JAMES B. FALLS  
LINDA M. HERSHEY  
DANIEL W. LEASE  
CYNTHIA ANDERSON WISE

*Treasurer*  
MATT A. FEASEL



December 23, 2002

Citizens and Board of Education  
Fremont City School District

The Comprehensive Annual Financial Report (CAFR) for the Fremont City School District is hereby submitted. This report provides full disclosure of the financial operation of the School District for the fiscal year ended June 30, 2002. This CAFR, which includes an opinion from the Auditor of State, conforms to generally accepted accounting principles as applicable to governmental entities. Responsibility for both the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the School District. This report will provide the taxpayers of the Fremont City School District with comprehensive financial data in a format which will enable them to gain an understanding of the School District's financial affairs. Copies will be made available to the Chamber of Commerce, major taxpayers, the Birchard Public Library, financial rating services, banking institutions, and other interested parties.

The CAFR is composed of three distinct sections. The Introduction Section includes the table of contents, letter of transmittal, Certificates of Achievement and Excellence, list of principal officials, and an organizational chart. The Financial Section includes the report of independent accountants, general purpose financial statements and explanatory notes, and combining and individual fund and account group statements and schedules. The Statistical Section includes various tables reflecting social and economic data, financial trends, and fiscal capacity of the School District.

## ***SCHOOL DISTRICT ORGANIZATION***

The Reverend Joseph Badger, an Indian Missionary and teacher, often stopped in Fremont on his travels. Teaching on his visits, he encouraged the settlers, consisting of about twenty families, to build a schoolhouse. This area was then known as Lower Sandusky, later named Fremont in 1849 for John C. Fremont, a well-known explorer, soldier, and political leader in the 1800's.

The first schoolhouse was built in 1816 a few rods west of Fort Stephenson and consisted of rough, unhewn logs with oiled-paper windows and primitive seats, which were actually benches made from hewn timbers held on posts driven into the ground. This school was replaced on the same site in 1817 by a more substantial building of hewn logs with glass windowpanes, a row of desks around the walls, and a fireplace in the front. When the second log schoolhouse burned in 1834, a rough stone building was erected on the same location.

In January 1850, the citizens of Fremont took preliminary steps toward organizing the school according to the graded or union school plan under the State law of 1849. The question of organization was submitted to a vote of the people and was carried by a majority of forty-four in a total of two hundred eighteen votes. Jess Homestead, the Reverend H. Lang, Homer Everett, J. B. G. Downs, Horace E. Clark, D. Capper, and J. H. Hafford were elected members of the first Board of Education. Horace E. Clark, a former teacher and county auditor, served as the first superintendent in 1853.

Riley Center School, a one-room school located east of Fremont on County Road 232 in Riley Township, was the oldest school in that district, having been built prior to 1833. The last one-room school in Sandusky County was replaced on the same site with the Riley Centralized School in 1950. This latter school became part of the Fremont City School System in 1967.

Washington Township Elementary School in Lindsey was built in 1929 with an addition in 1955. It became part of the Fremont City School System in 1968.

According to information furnished by the Boards of Education, the one-room schools in Ballville and Rice Townships were closed in 1946. At that time, Rice Township and the students in the northwestern section of Ballville Township became a part of the Fremont City School System.

Statutorily, the School District operates under standards prescribed by the Ohio State Board of Education as provided in Division (D) of Section 3301.07 of the Ohio Revised Code for the purpose of providing educational services authorized by charter and further mandated by state and federal guidelines.

A five member Board of Education serves as the taxing authority, contracting body, and policy maker for the School District. The Board adopts the annual operating budget and approves all expenditures of School District monies.

The Superintendent is the chief administrative officer of the School District, responsible for both education and support operations. The Treasurer is the chief fiscal officer of the School District, responsible for maintaining records of all financial matters, issuing checks in payment of liabilities incurred by the School District, and investing idle funds as specified by Ohio law.

### ***REPORTING ENTITY***

The Fremont City School District's financial report is composed solely of the primary government; there are no component units. The primary government consists of all funds, departments, boards, and agencies that are not legally separate from the School District. For Fremont City School District, this includes general operations, food service, preschool, and student related activities of the School District.

### ***MAJOR INITIATIVES***

Many permanent improvements, made possible by the passage of a five-year, two-mill levy on May 4, 1999, have been completed. Blacktopping, bus replacements, classroom furniture/fixtures, restroom renovations, electrical and lighting upgrades at Ross High School and the Middle School, along with major renovations at the Ross Little Theatre, have been completed. Additional permanent improvements are planned for the summer of 2003.

	Projected Cost
Harmon Stadium Lighting	\$100,000
Washington Elementary Boiler Replacement	80,000
Classroom Furniture/Fixtures	200,000
Annual Blacktop Re-Sealing	25,000
Bus Replacement	150,000
Total	\$555,000

On the curriculum front, new courses have been developed in language arts, health, and physical education. Math received the most recent revisions in terms of curriculum. Four special waiver days continue to provide increased opportunities for staff development and collaboration among teachers on a district-wide basis.

## ***ECONOMIC CONDITION AND OUTLOOK***

Economic conditions in the Fremont City School District are suffering through the slow moving economy. The year 2002 has produced the least amount of economic growth in a decade. The Millwood Corporation has announced it is closing its facilities. This will result in eighty-five lost jobs for the City of Fremont. Calpine, an electric company, has announced the completion of the new power facility in Fremont has been delayed for up to one year. Completion is now expected in 2004. Excluding Calpine, building permits are down, only \$11,115,390 issued, well below the 5-year trend.

There have been a few bright spots. Green Bay Packaging has completed a \$2.9 million expansion. This expansion did not result in any new jobs; however, the unemployment rate continues to remain below the State figure. A new shopping strip-mall is nearly completed and six of the seven units have been leased. Four of those six are by current businesses that are relocating.

City of Fremont and Sandusky County leaders continue to pursue new businesses and investors. The slow economy has definitely had an impact in the Fremont City School District. Hopefully, 2003 will find new economic growth and a reduction in the stagnant conditions that now exist.

## ***FINANCIAL INFORMATION***

The School District's records are maintained on a cash basis for all fund types. Prior to year end closing, adjusting entries were prepared for the various funds to convert the cash basis records to the modified accrual basis for all governmental fund types, expendable trust and agency funds, and the accrual basis for the proprietary fund types and nonexpendable trust fund. The modified accrual basis of accounting requires that revenues be recognized when they are both measurable and available. Expenditures, other than interest and principal on long-term debt, are generally recorded when the related fund liability is incurred. The accrual basis of accounting recognizes revenues when earned and expenses when incurred.

### *Internal Accounting and Budgetary Control*

In developing the School District's accounting system, much consideration was given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding (1) the safeguarding of assets against loss from unauthorized use or disposition and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance is based on the assumption that the cost of internal accounting controls should not exceed the benefits expected to be derived from their implementation.

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

At the beginning of each fiscal year, the Board of Education adopts either a temporary appropriation measure or a permanent appropriation measure for that fiscal year. If a temporary appropriation measure is adopted first, the permanent appropriation measure must be adopted once the County Auditor has completed the tax duplicate for the upcoming calendar year.

Annual appropriations may not exceed the County Budget Commission's official certificate of estimated resources. The County Auditor must certify that the Board of Education's appropriation measure, including any supplements or amendments, does not exceed the amounts set forth in the latest of those official estimates.



All disbursements and transfers of cash between funds require appropriation authority from the Board of Education. Budgets are controlled at the fund level for all funds. All purchase order requests must be approved by the individual program managers and Superintendent, and certified by the Treasurer; necessary funds are then encumbered and purchase orders released to vendors.

The accounting system used by the School District provides interim financial reports, which detail year-to-date expenditures and encumbrances versus the original appropriation plus any additional appropriations made to date. In addition to interim financial statements, each program manager is furnished monthly reports showing the status of the budget accounts for which he or she is responsible. Each program manager may request additional reports during the month when necessary.

As an additional safeguard, all employees involved with receiving and depositing funds are covered by a blanket bond, and certain individuals in policy-making roles are covered by separate, higher bonds.

The basis of accounting and the various funds and account groups utilized by Fremont City School District are fully described in the notes to the general purpose financial statements. Additional information on the School District's budgetary accounts may also be found in the notes to the general purpose financial statements.

### *General Fund Functions*

General fund revenues, percent of total, increases and decreases from fiscal year 2001 and percent of increase (decrease) from fiscal year 2001 are summarized in the following schedule.

Revenues	2001	2002	Percent of Total	Increase (Decrease)	Percent of Increase (Decrease)
Property Taxes	\$10,454,834	\$12,502,968	41.09%	\$2,048,134	19.59%
Income Taxes	3,806,474	3,638,863	11.96	(167,611)	(4.40)
Payment in Lieu of Taxes	0	136,172	0.44	136,172	100.00
Intergovernmental	12,610,378	13,860,611	45.55	1,250,233	9.91
Interest	163,205	71,919	0.24	(91,286)	(55.93)
Tuition	212,375	148,462	0.49	(63,913)	(30.09)
Rent	24,513	16,271	0.05	(8,242)	(33.62)
Gifts and Donations	23,713	0	0.00	(23,713)	(100.00)
Miscellaneous	225,902	55,243	0.18	(170,659)	(75.55)
<b>Total Revenues</b>	<b>\$27,521,394</b>	<b>\$30,430,509</b>	<b>100.00%</b>	<b>\$2,909,115</b>	

Although School District revenues show a significant increase from 2001 to 2002, the financial future of the Fremont City School District remains somewhat volatile as we head into a time of uncertainty. Locally, property values continue to rise, with a number of construction projects taking place throughout the School District. Several local businesses have already completed major renovations or expansions, with a couple of others announcing expansion plans. With this noted growth there are still some that experience challenges in today's ever changing markets that unfortunately affect local tax proceeds.

The property tax growth that is indicated above is somewhat misleading to the growth that is actually taking place throughout the School District. The School District received a large property tax advance against the August 2003 real estate settlement on June 30, 2002. This has caused a somewhat inflammatory factor in the property taxes as illustrated above. Values continue to grow at a modest rate at best and the School District does experience some revenue growth as a result of being at the twenty-mill tax rate floor.

The School District income tax proceeds appear to be one of the more volatile areas. Prior history of income tax collections would consistently show average increases of three to four percent annually. Last year we saw an actual decrease in the collection of the income tax assessment. It is obvious that economic conditions have and may continue to affect this revenue source. The interest income that we have enjoyed from years past will also experience a sudden downturn as cashflow and interest rates continue their downward trend.

The School District is discussing additional revenue options, such as new taxes, to continue to provide the educational opportunities that School District residents have grown accustomed to. The renewal of the three-quarter percent income tax will be a primary focus as we look into the financial future.

Expenditures	2001	2002	Percent of Total	Increase (Decrease)	Percent of Increase (Decrease)
Instruction:					
Regular	\$14,290,119	\$14,748,777	50.06%	\$458,658	3.21%
Special	2,962,193	3,298,797	11.20	336,604	11.36
Vocational	199,282	209,663	0.71	10,381	5.21
Other	709,261	780,940	2.65	71,679	10.11
Support Services:					
Pupils	1,832,178	1,939,604	6.58	107,426	5.86
Instructional Staff	852,074	893,408	3.03	41,334	4.85
Board of Education	51,275	70,500	0.24	19,225	37.49
Administration	2,308,973	2,334,496	7.92	25,523	1.11
Fiscal	653,316	677,763	2.30	24,447	3.74
Business	87,854	88,551	0.30	697	0.79
Operation and Maintenance of Plant	2,660,335	2,440,736	8.29	(219,599)	(8.25)
Pupil Transportation	1,372,229	1,362,560	4.63	(9,669)	(0.70)
Central	54,733	68,192	0.23	13,459	24.59
Non-Instructional Services	84,912	5,229	0.02	(79,683)	(93.84)
Extracurricular Activities	475,086	541,138	1.84	66,052	13.90
Capital Outlay	6,382	0	0.00	(6,382)	(100.00)
Debt Service	298	1,192	0.00	894	300.00
Total Expenditures	\$28,600,500	\$29,461,546	100.00%	\$861,046	

School District expenditures remained consistent with the prior fiscal year. Expenditures are structured for continuous improvement of educational opportunities for the students of the Fremont City School District. Classroom instruction continues to be the primary focus of the Administration and the Board of Education.

While the State of Ohio continues to dispute the Ohio Supreme Court ruling that the current funding mechanism is unconstitutional, school districts like Fremont continue to simply exist with current programs, unable to expand opportunities for students. Despite limited funding, the Fremont City School District Administration continues to look for ways to improve the quality of educational programs while at the same time doing it more effectively and efficiently. Special education programs were a primary focus during this past year; 2002-03 promises to be a more progressive year for the educational opportunities of special education students.

The effects of September 11<sup>th</sup> were felt in Fremont as well as across the nation. Cost of insurance programs continues to escalate due to the weak economy. Insurance companies were not able to make returns on investments as they have in the past so school districts had to bear the burden through increased premiums.

The Administration and Board of Education will continue to evaluate the financial needs of the School District and will continue to manage a financially restrictive budget to provide the highest quality of education possible for the students of the Fremont City School District. The Administration will continue to monitor the revenue and expenditure levels in accordance with the adopted five-year financial forecast of the School District.

#### *Financial Highlights - General Fund*

The General Fund fund balance at June 30, 2002, was (\$402,006). The School District also had an insufficient cash balance, in the amount of \$113,101, to meet the statutorily required reserve for textbooks. The Administration is working on a number of expenditure reductions that will minimally affect the educational programs, while at the same time control an operating budget that is constantly stretched to its limits by unfunded mandates from State Legislators.

#### *Financial Highlights - Enterprise Funds*

Food Service and Uniform School Supplies are classified as enterprise operations since they resemble those activities found in private industry; management periodically desires to determine the amount of profit/loss resulting from operations that are significantly financed from user fees. In total, the enterprise funds had a net loss of \$196,283 for the fiscal year ended June 30, 2002. The operating revenues were \$720,761, compared to total revenues of \$1,439,134; thus, reliance on outside support (federal funding of the National School Breakfast and Lunch Program and Government Donated Commodities) is apparent.

The School District had deficit retained earnings in the Food Service enterprise fund; (\$269,070) at June 30, 2002. The School District is reviewing the operation of this fund.

#### *Financial Highlights - Internal Service Fund*

The School District implemented a self funded employee insurance program on July 1, 1996. The retained earnings deficit at June 30, 2002, was \$11,955, and was the result of accumulated operating losses from prior years. The School District increased the premiums charged by this fund on January 1, 2001. The increase in premiums has significantly reduced the deficit balance from that of the prior fiscal year.

The School District employed United Medical Resources of Cincinnati, Ohio to act as the School District's third party administrator. It is the desire of the Administration that these measures provide the employees with an efficient benefit plan while at the same time be financially responsible to the residents of the School District.

#### *Financial Highlights - Trust and Agency Funds*

The trust funds carried on the financial records of the School District relate to loan and scholarship funds. The School District also functions as fiscal agent for student activity funds.

#### *General Fixed Assets*

The general fixed assets of Fremont City School District are used to carry on the main education and support functions of the School District and are not financial resources available for expenditure. The total general fixed assets at June 30, 2002, were \$23,713,472. Such assets are accounted for at estimated historical cost, or purchase price if purchased on or after November 1, 1988. Depreciation is not recognized on general fixed assets.

### *Debt Administration*

At June 30, 2002, the School District's only outstanding debt was general obligation bonds, in the amount of \$945,000.

The ratio of general obligation bonded debt to assessed value was .17 percent as of June 30, 2002. The legal debt restriction in the State of Ohio is a limit of 9 percent on the net assessed value of the School District. As of June 30, 2002, the overall debt margin was \$49,263,585 with an unvoted debt margin of \$547,373.

### ***CASH MANAGEMENT***

The Board of Education has an aggressive cash management program which consists of expediting the receipt of revenues and prudently depositing and investing available cash. The School District's deposits are insured by the Federal Deposit Insurance Corporation or collateralized by securities held by the bank as required by State statutes. The total amount of interest earned during fiscal year 2002 was \$77,919, with \$71,919 being credited to the General Fund.

### ***RISK MANAGEMENT***

The School District constantly faces the risk of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The School District shifts all or a portion of the burden of such losses by entering into contracts with various insurance companies.

The Indiana Insurance Company provides building and contents, inland marine, boiler and machinery, crime, and automobile liability insurance. All employees are covered under a School District liability policy with Ohio School Plan. The limits of liability are \$1 million for each occurrence and \$3 million in aggregate.

The Superintendent and the President of the Board are covered by performance bonds from Nationwide Insurance Company, in the amount of \$20,000 each. The School District Treasurer is covered by a performance bond from Nationwide Insurance Company, in the amount of \$50,000.

### ***INDEPENDENT AUDIT***

Provisions of State statute require the School District's financial statements be subjected to an annual examination by an independent auditor. Those provisions have been satisfied, and the opinion of the Auditor of State's office is included herein.

Pursuant to statute, the State prescribes a uniform accounting system to standardize accounting classification and financial reporting for all units of local education in Ohio. The School District adopted and has been in conformance with that system effective with its annual financial report for the 1979 calendar year.

### ***AWARD***

#### Government Finance Officers Association Certificate of Achievement for Excellence in Financial Reporting

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Fremont City School District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2001. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

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

We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting this report to the GFOA.

Association of School Business Officials  
Certificate of Excellence in Financial Reporting

The Association of School Business Officials (ASBO) awarded a Certificate of Excellence in Financial Reporting to the Fremont City School District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2001.

In order to be awarded a Certificate of Excellence, a Comprehensive Annual Financial Report must conform to the principles and standards of financial reporting as adopted by ASBO. This award is granted only after an extensive review of the report by a panel of certified public accountants and practicing school business officials.

We believe our current report continues to conform to the Certificate of Excellence program standards, and we are submitting this report to the ASBO.

**ACKNOWLEDGMENTS**


The publication of this Comprehensive Annual Financial Report for the School District is a major step in reinforcing the accountability of the School District to the taxpayers of the community.

We wish to express appreciation to the members of the Fremont Board of Education for supporting us in this endeavor and to the staff of the Treasurer's office and various administrators and employees of the Fremont City School District who contributed their time and effort to complete this project.

A note of appreciation is extended to the Local Government Services Division of the Ohio Auditor of State's office for their assistance in the preparation of this CAFR.

And, as always, a special thank you is given to the taxpayers and voters who demonstrate their continuing faith in public education and in the Fremont City School District.

Respectfully Submitted,

  
\_\_\_\_\_  
Matt A. Feasel, Treasurer

  
\_\_\_\_\_  
Donald G. King, Superintendent

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Fremont City School  
District, Ohio

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2001

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



*Imelda A. Drew*  
President

*Jeffrey L. Esser*  
Executive Director



ASSOCIATION OF SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL



This Certificate of Excellence in Financial Reporting is presented to

**FREMONT CITY SCHOOL DISTRICT**

For its Comprehensive Annual Financial Report (CAFR)  
For the Fiscal Year Ended June 30, 2001

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

*Clark J. Stubbell*

President

*Anna W. Miller*

Executive Director

Fremont City School District  
List of Principal Officials

Daniel W. Lease	Board Member, President
Tamara Damschroder	Board Member, Vice President
James B. Fails	Board Member
Linda M. Hershey	Board Member
Cynthia Anderson-Wise	Board Member
Matt A. Feasel	Treasurer
Donald G. King	Superintendent
David Heflinger	Director of Administrative and Student Services
Diane S. Kershaw	Director of Secondary Curriculum and Human Resources
Alex T. Gorobetz	Director of Special Education
Dr. Kimberly K. Theller	Director of Elementary Curriculum and State/Federal Programs





## FINANCIAL SECTION



STATE OF OHIO  
OFFICE OF THE AUDITOR  
JIM PETRO, AUDITOR OF STATE

One Government Center  
Suite 1420  
Toledo, Ohio 43604-2246  
Telephone 419-245-2811  
800-443-9276  
Facsimile 419-245-2484  
www.auditor.state.oh.us

## REPORT OF INDEPENDENT ACCOUNTANTS

Fremont City School District  
Sandusky County  
1220 Cedar Street, Suite A  
Fremont, Ohio 43420-1156

To the Board of Education:

We have audited the accompanying general-purpose financial statements of Fremont City School District (the District) as of and for the year ended June 30, 2002, as listed in the table of contents. These general-purpose financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these general-purpose financial statements based on our audit.

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated December 23, 2002 on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

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

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

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

**Jim Petro**  
Auditor of State

December 23, 2002

***GENERAL PURPOSE FINANCIAL STATEMENTS***

The following general purpose financial statements, along with the notes to the general purpose financial statements, present an overview of the School District's financial position at June 30, 2002, and the results of operations and of cash flows of its proprietary fund types and nonexpendable trust fund for the fiscal year then ended.

Fremont City School District  
 Combined Balance Sheet  
 All Fund Types and Account Groups  
 June 30, 2002

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
<u>Assets and Other Debits:</u>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$0	\$957,605	\$0	\$134,690
Cash and Cash Equivalents with Fiscal Agent	67,652	0	0	0
Investments	0	0	0	0
<u>Receivables:</u>				
Property Taxes	11,563,066	0	152,805	936,774
Income Taxes	1,447,511	0	0	0
Payment in Lieu of Taxes	100,762	0	0	0
Accounts	29,610	2,176	0	0
Intergovernmental	814	124,195	0	71
Interfund	228,889	0	0	0
Accrued Interest	0	0	0	0
Notes	0	0	0	0
Judgement	0	0	0	0
Due from Other Funds	226	0	0	0
Prepaid Items	22,757	1,138	0	0
Inventory Held for Resale	0	0	0	0
Materials and Supplies Inventory	87,402	0	0	0
<u>Restricted Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	447,958	0	0	0
Fixed Assets (net, where applicable, of accumulated depreciation)	0	0	0	0
<u>Other Debits:</u>				
Amount to be Provided from General Governmental Resources	0	0	0	0
Total Assets and Other Debits	<u>\$13,996,647</u>	<u>\$1,085,114</u>	<u>\$152,805</u>	<u>\$1,071,535</u>

Proprietary Fund Types		Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)
Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Obligations	
\$118,976	\$641,773	\$145,041	\$0	\$0	\$1,998,085
0	0	0	0	0	67,652
0	0	117,140	0	0	117,140
0	0	0	0	0	12,652,645
0	0	0	0	0	1,447,511
0	0	0	0	0	100,762
10,825	0	0	0	0	42,611
75,525	0	0	0	0	200,605
0	0	0	0	0	228,889
0	0	2,413	0	0	2,413
0	0	8,884	0	0	8,884
0	0	4,948	0	0	4,948
29	0	0	0	0	255
294	0	0	0	0	24,189
34,292	0	0	0	0	34,292
0	0	0	0	0	87,402
0	0	0	0	0	447,958
95,797	0	0	23,713,472	0	23,809,269
0	0	0	0	5,913,724	5,913,724
<u>\$335,738</u>	<u>\$641,773</u>	<u>\$278,426</u>	<u>\$23,713,472</u>	<u>\$5,913,724</u>	<u>\$47,189,234</u>

(continued)

Fremont City School District  
 Combined Balance Sheet  
 All Fund Types and Account Groups  
 June 30, 2002  
 (continued)

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
<u>Liabilities, Fund Equity, and Other Credits:</u>				
<u>Liabilities:</u>				
Accounts Payable	\$126,462	\$69,212	\$0	\$146,872
Accrued Wages and Benefits	2,469,396	179,271	0	0
Compensated Absences Payable	112,490	8,435	0	0
Intergovernmental Payable	659,593	35,941	0	0
Interfund Payable	0	0	0	0
Due to Other Funds	29	226	0	0
Deferred Revenue	11,022,126	36,652	152,805	864,041
Undistributed Assets	0	0	0	0
Claims Payable	0	0	0	0
Special Termination Benefits Payable	8,557	0	0	0
Capital Leases Payable	0	0	0	0
General Obligation Bonds Payable	0	0	0	0
Total Liabilities	<u>14,398,653</u>	<u>329,737</u>	<u>152,805</u>	<u>1,010,913</u>
<u>Fund Equity and Other Credits:</u>				
Investment in General Fixed Assets	0	0	0	0
Retained Earnings:				
Unreserved (Deficit)	0	0	0	0
Contributed Capital	0	0	0	0
Fund Balance:				
Reserved for Property Taxes	754,518	0	0	72,804
Reserved for Notes Receivable	0	0	0	0
Reserved for Textbooks	561,059	0	0	0
Reserved for Contributions	0	0	0	0
Reserved for Encumbrances	29,684	56,161	0	2,823
Unreserved (Deficit)	(1,747,267)	699,216	0	(15,005)
Total Fund Equity (Deficit) and Other Credits	<u>(402,006)</u>	<u>755,377</u>	<u>0</u>	<u>60,622</u>
Total Liabilities, Fund Equity, and Other Credits	<u>\$13,996,647</u>	<u>\$1,085,114</u>	<u>\$152,805</u>	<u>\$1,071,535</u>

See Accompanying Notes to the General Purpose Financial Statements



Proprietary Fund Types		Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)
Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Obligations	
\$29,228	\$0	\$0	\$0	\$0	\$371,774
21,975	0	0	0	0	2,670,642
143,982	0	0	0	4,529,405	4,794,312
29,304	0	0	0	245,425	970,263
228,889	0	0	0	0	228,889
0	0	0	0	0	255
0	0	7,116	0	0	12,082,740
0	0	114,095	0	0	114,095
0	653,728	0	0	0	653,728
0	0	0	0	84,738	93,295
0	0	0	0	109,156	109,156
0	0	0	0	945,000	945,000
<u>453,378</u>	<u>653,728</u>	<u>121,211</u>	<u>0</u>	<u>5,913,724</u>	<u>23,034,149</u>
0	0	0	23,713,472	0	23,713,472
(172,567)	(11,955)	0	0	0	(184,522)
54,927	0	0	0	0	54,927
0	0	0	0	0	827,322
0	0	8,884	0	0	8,884
0	0	0	0	0	561,059
0	0	29,740	0	0	29,740
0	0	0	0	0	88,668
0	0	118,591	0	0	(944,465)
<u>(117,640)</u>	<u>(11,955)</u>	<u>157,215</u>	<u>23,713,472</u>	<u>0</u>	<u>24,155,085</u>
<u>\$335,738</u>	<u>\$641,773</u>	<u>\$278,426</u>	<u>\$23,713,472</u>	<u>\$5,913,724</u>	<u>\$47,189,234</u>

Fremont City School District  
 Combined Statement of Revenues, Expenditures,  
 and Changes in Fund Balances  
 All Governmental Fund Types and Expendable Trust Funds  
 For the Fiscal Year Ended June 30, 2002

	Governmental Fund Types				Fiduciary	Totals
	General	Special Revenue	Debt Service	Capital Projects	Expendable Trust	(Memorandum Only)
<u>Revenues:</u>						
Property Taxes	\$12,502,968	\$0	\$158,705	\$1,012,689	\$0	\$13,674,362
Income Taxes	3,638,863	0	0	0	0	3,638,863
Payment in Lieu of Taxes	136,172	0	0	0	0	136,172
Intergovernmental	13,860,611	2,671,344	0	214,743	0	16,746,698
Interest	71,919	0	0	0	3,956	75,875
Tuition	148,462	443	0	0	0	148,905
Rent	16,271	0	0	0	0	16,271
Extracurricular Activities	0	265,579	0	0	0	265,579
Gifts and Donations	0	4,940	0	0	0	4,940
Miscellaneous	55,243	20,383	0	0	880	76,506
Total Revenues	<u>30,430,509</u>	<u>2,962,689</u>	<u>158,705</u>	<u>1,227,432</u>	<u>4,836</u>	<u>34,784,171</u>
<u>Expenditures:</u>						
Current:						
Instruction:						
Regular	14,748,777	355,147	0	27,312	0	15,131,236
Special	3,298,797	868,272	0	0	0	4,167,069
Vocational	209,663	0	0	0	0	209,663
Other	780,940	0	0	0	0	780,940
Support Services:						
Pupils	1,939,604	155,575	0	52,686	0	2,147,865
Instructional Staff	893,408	659,525	0	0	0	1,552,933
Board of Education	70,500	0	0	0	0	70,500
Administration	2,334,496	95,990	0	0	0	2,430,486
Fiscal	677,763	44,681	0	21,704	0	744,148
Business	88,551	0	0	0	0	88,551
Operation and Maintenance of Plant	2,440,736	16,823	0	0	0	2,457,559
Pupil Transportation	1,362,560	28,652	0	0	0	1,391,212
Central	68,192	7,677	0	0	0	75,869
Non-Instructional Services	5,229	591,385	0	0	675	597,289
Extracurricular Activities	541,138	165,878	0	0	0	707,016
Capital Outlay	0	0	0	1,300,239	0	1,300,239
Debt Service:						
Principal Retirement	1,106	0	100,000	26,552	0	127,658
Interest and Fiscal Charges	86	0	58,705	8,342	0	67,133
Total Expenditures	<u>29,461,546</u>	<u>2,989,605</u>	<u>158,705</u>	<u>1,436,835</u>	<u>675</u>	<u>34,047,366</u>
Excess of Revenues Over (Under) Expenditures	968,963	(26,916)	0	(209,403)	4,161	736,805
<u>Other Financing Sources (Uses):</u>						
Operating Transfers In	0	11,196	0	0	0	11,196
Operating Transfers Out	(15,300)	0	0	0	0	(15,300)
Total Other Financing Sources (Uses)	<u>(15,300)</u>	<u>11,196</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(4,104)</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	953,663	(15,720)	0	(209,403)	4,161	732,701
Fund Balances (Deficit) at Beginning of Year	(1,355,669)	771,097	0	270,025	102,036	(212,511)
Fund Balances (Deficit) at End of Year	<u>(\$402,006)</u>	<u>\$755,377</u>	<u>\$0</u>	<u>\$60,622</u>	<u>\$106,197</u>	<u>\$520,190</u>

See Accompanying Notes to the General Purpose Financial Statements

Fremont City School District  
 Combined Statement of Revenues, Expenditures,  
 and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual  
 All Governmental Fund Types and Expendable Trust Funds  
 For the Fiscal Year Ended June 30, 2002

	General Fund			Special Revenue Funds		
	Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>						
Property Taxes	\$11,626,650	\$12,110,991	\$484,341	\$0	\$0	\$0
Income Taxes	3,837,362	3,686,379	(150,983)	0	0	0
Payment in Lieu of Taxes	203,770	35,410	(168,360)	0	0	0
Intergovernmental	13,896,151	13,695,727	(200,424)	3,145,764	2,692,669	(453,095)
Interest	145,000	77,329	(67,671)	0	0	0
Tuition	208,330	148,412	(59,918)	0	443	443
Rent	20,000	16,271	(3,729)	0	0	0
Extracurricular Activities	0	0	0	237,350	265,657	28,307
Gifts and Donations	0	0	0	4,650	4,940	290
Miscellaneous	60,794	55,443	(5,351)	10,601	14,829	4,228
Total Revenues	<u>29,998,057</u>	<u>29,825,962</u>	<u>(172,095)</u>	<u>3,398,365</u>	<u>2,978,538</u>	<u>(419,827)</u>
<u>Expenditures:</u>						
Current:						
Instruction:						
Regular	14,795,861	14,783,635	12,226	458,769	371,219	87,550
Special	3,330,842	3,288,389	42,453	1,223,231	877,899	345,332
Vocational	209,739	209,653	86	0	0	0
Other	785,000	784,011	989	0	0	0
Support Services:						
Pupils	1,880,631	1,795,141	85,490	279,722	159,931	119,791
Instructional Staff	903,241	897,052	6,189	863,472	700,189	163,283
Board of Education	71,515	67,788	3,727	0	0	0
Administration	2,361,309	2,360,472	837	122,882	96,322	26,560
Fiscal	695,310	683,558	11,752	65,343	44,229	21,114
Business	91,955	89,033	2,922	0	0	0
Operation and Maintenance of Plant	2,475,251	2,458,938	16,313	32,266	15,961	16,305
Pupil Transportation	1,364,011	1,346,229	17,782	56,148	28,671	27,477
Central	72,988	68,866	4,122	16,256	7,284	8,972
Non-Instructional Services	5,935	5,460	475	776,332	592,413	183,919
Extracurricular Activities	548,243	543,834	4,409	188,833	164,891	23,942
Capital Outlay	17,969	0	17,969	0	0	0
Debt Service:						
Principal Retirement	0	0	0	0	0	0
Interest and Fiscal Charges	0	0	0	0	0	0
Total Expenditures	<u>29,609,800</u>	<u>29,382,059</u>	<u>227,741</u>	<u>4,083,254</u>	<u>3,059,009</u>	<u>1,024,245</u>
Excess of Revenues Over (Under) Expenditures	<u>388,257</u>	<u>443,903</u>	<u>55,646</u>	<u>(684,889)</u>	<u>(80,471)</u>	<u>604,418</u>
<u>Other Financing Sources (Uses):</u>						
Sale of Fixed Assets	5,000	0	(5,000)	0	0	0
Refund of Prior Year Expenditures	2,500	1,058	(1,442)	0	0	0
Other Financing Sources	0	0	0	10,500	10,543	43
Advances In	99,900	87,545	(12,355)	7,521	15,717	8,196
Advances Out	(280,415)	(279,600)	815	(15,796)	(15,717)	79
Operating Transfers In	75,000	0	(75,000)	1,731	11,196	9,465
Operating Transfers Out	(50,585)	(11,196)	39,389	(66,100)	0	66,100
Total Other Financing Sources (Uses)	<u>(148,600)</u>	<u>(202,193)</u>	<u>(53,593)</u>	<u>(62,144)</u>	<u>21,739</u>	<u>83,883</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>239,657</u>	<u>241,710</u>	<u>2,053</u>	<u>(747,033)</u>	<u>(58,732)</u>	<u>688,301</u>
Fund Balances at Beginning of Year	52,832	52,832	0	581,957	581,957	0
Prior Year Encumbrances Appropriated	45,249	45,249	0	322,081	322,081	0
Fund Balances (Deficit) at End of Year	<u>\$337,738</u>	<u>\$339,791</u>	<u>\$2,053</u>	<u>\$157,005</u>	<u>\$845,306</u>	<u>\$688,301</u>

(continued)

Fremont City School District  
 Combined Statement of Revenues, Expenditures,  
 and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual  
 All Governmental Fund Types and Expendable Trust Funds  
 For the Fiscal Year Ended June 30, 2002  
 (continued)

	Debt Service Fund			Capital Projects Funds		
	Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>						
Property Taxes	\$158,705	\$158,705	\$0	\$899,094	\$974,867	\$75,773
Income Taxes	0	0	0	0	0	0
Payment in Lieu of Taxes	0	0	0	0	0	0
Intergovernmental	0	0	0	235,453	256,188	20,735
Interest	0	0	0	0	0	0
Tuition	0	0	0	0	0	0
Rent	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
Total Revenues	<u>158,705</u>	<u>158,705</u>	<u>0</u>	<u>1,134,547</u>	<u>1,231,055</u>	<u>96,508</u>
<u>Expenditures:</u>						
Current:						
Instruction:						
Regular	0	0	0	269,962	115,534	154,428
Special	0	0	0	0	0	0
Vocational	0	0	0	0	0	0
Other	0	0	0	0	0	0
Support Services:						
Pupils	0	0	0	107,161	103,485	3,676
Instructional Staff	0	0	0	0	0	0
Board of Education	0	0	0	0	0	0
Administration	0	0	0	0	0	0
Fiscal	0	0	0	23,127	21,510	1,617
Business	0	0	0	0	0	0
Operation and Maintenance of Plant	0	0	0	57,300	56,701	599
Pupil Transportation	0	0	0	171,413	170,788	625
Central	0	0	0	0	0	0
Non-Instructional Services	0	0	0	16,400	16,381	19
Extracurricular Activities	0	0	0	0	0	0
Capital Outlay	0	0	0	986,062	926,035	60,027
Debt Service:						
Principal Retirement	100,000	100,000	0	0	0	0
Interest and Fiscal Charges	58,705	58,705	0	0	0	0
Total Expenditures	<u>158,705</u>	<u>158,705</u>	<u>0</u>	<u>1,631,425</u>	<u>1,410,434</u>	<u>220,991</u>
Excess of Revenues Over (Under) Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>(496,878)</u>	<u>(179,379)</u>	<u>317,499</u>
<u>Other Financing Sources (Uses):</u>						
Sale of Fixed Assets	0	0	0	0	0	0
Refund of Prior Year Expenditures	0	0	0	0	0	0
Other Financing Sources	0	0	0	0	0	0
Advances In	0	0	0	250,000	0	(250,000)
Advances Out	0	0	0	0	0	0
Operating Transfers In	0	0	0	0	0	0
Operating Transfers Out	0	0	0	0	0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>250,000</u>	<u>0</u>	<u>(250,000)</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>0</u>	<u>0</u>	<u>0</u>	<u>(246,878)</u>	<u>(179,379)</u>	<u>67,499</u>
Fund Balances at Beginning of Year	0	0	0	83,825	83,825	0
Prior Year Encumbrances Appropriated	0	0	0	191,084	191,084	0
Fund Balances (Deficit) at End of Year	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$28,031</u>	<u>\$95,530</u>	<u>\$67,499</u>

See Accompanying Notes to the General Purpose Financial Statements

Expendable Trust Funds			Totals (Memorandum Only)		
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
\$0	\$0	\$0	\$12,684,449	\$13,244,563	\$560,114
0	0	0	3,837,362	3,686,379	(150,983)
0	0	0	203,770	35,410	(168,360)
0	0	0	17,277,368	16,644,584	(632,784)
4,250	4,029	(221)	149,250	81,358	(67,892)
0	0	0	208,330	148,855	(59,475)
0	0	0	20,000	16,271	(3,729)
0	0	0	237,350	265,657	28,307
0	0	0	4,650	4,940	290
1,225	1,320	95	72,620	71,592	(1,028)
5,475	5,349	(126)	34,695,149	34,199,609	(495,540)
0	0	0	15,524,592	15,270,388	254,204
0	0	0	4,554,073	4,166,288	387,785
0	0	0	209,739	209,653	86
0	0	0	785,000	784,011	989
0	0	0	2,267,514	2,058,557	208,957
0	0	0	1,766,713	1,597,241	169,472
0	0	0	71,515	67,788	3,727
0	0	0	2,484,191	2,456,794	27,397
0	0	0	783,780	749,297	34,483
0	0	0	91,955	89,033	2,922
0	0	0	2,564,817	2,531,600	33,217
0	0	0	1,591,572	1,545,688	45,884
0	0	0	89,244	76,150	13,094
6,675	6,675	0	805,342	620,929	184,413
0	0	0	737,076	708,725	28,351
0	0	0	1,004,031	926,035	77,996
0	0	0	100,000	100,000	0
0	0	0	58,705	58,705	0
6,675	6,675	0	35,489,859	34,016,882	1,472,977
(1,200)	(1,326)	(126)	(794,710)	182,727	977,437
0	0	0	5,000	0	(5,000)
0	0	0	2,500	1,058	(1,442)
0	0	0	10,500	10,543	43
0	0	0	357,421	103,262	(254,159)
0	0	0	(296,211)	(295,317)	894
0	0	0	76,731	11,196	(65,535)
0	0	0	(116,685)	(11,196)	105,489
0	0	0	39,256	(180,454)	(219,710)
(1,200)	(1,326)	(126)	(755,454)	2,273	757,727
98,566	98,566	0	817,180	817,180	0
0	0	0	558,414	558,414	0
\$97,366	\$97,240	(\$126)	\$620,140	\$1,377,867	\$757,727

This page is intentionally left blank.

Fremont City School District  
 Combined Statement of Revenues, Expenses,  
 and Changes in Fund Equity  
 All Proprietary Fund Types and Nonexpendable Trust Fund  
 For the Fiscal Year Ended June 30, 2002

	Proprietary Fund Types		Fiduciary	Totals (Memorandum Only)
	Enterprise	Internal Service	Nonexpendable Trust	
<u>Operating Revenues:</u>				
Sales	\$710,056	\$0	\$0	\$710,056
Charges for Services	0	3,612,591	0	3,612,591
Interest	0	0	2,044	2,044
Gifts and Donations	0	0	5,240	5,240
Other Operating Revenues	10,705	0	0	10,705
Total Operating Revenues	<u>720,761</u>	<u>3,612,591</u>	<u>7,284</u>	<u>4,340,636</u>
<u>Operating Expenses:</u>				
Salaries	623,408	0	0	623,408
Fringe Benefits	316,449	0	0	316,449
Purchased Services	59,410	498,844	0	558,254
Materials and Supplies	48,903	0	0	48,903
Cost of Sales	556,515	0	0	556,515
Depreciation	34,109	0	0	34,109
Claims	0	2,456,318	0	2,456,318
Other Operating Expenses	0	0	1,350	1,350
Total Operating Expenses	<u>1,638,794</u>	<u>2,955,162</u>	<u>1,350</u>	<u>4,595,306</u>
Operating Income (Loss)	<u>(918,033)</u>	<u>657,429</u>	<u>5,934</u>	<u>(254,670)</u>
<u>Non-Operating Revenues (Expenses):</u>				
Federal Donated Commodities	117,816	0	0	117,816
Operating Grants	600,557	0	0	600,557
Loss on Disposal of Fixed Assets	(727)	0	0	(727)
Total Non-Operating Revenues (Expenses)	<u>717,646</u>	<u>0</u>	<u>0</u>	<u>717,646</u>
Income (Loss) before Operating Transfers	(200,387)	657,429	5,934	462,976
Operating Transfers In	<u>4,104</u>	<u>0</u>	<u>0</u>	<u>4,104</u>
Net Income (Loss)	(196,283)	657,429	5,934	467,080
Retained Earnings (Deficit)/Fund Balance at Beginning of Year - Restated Note 3	<u>23,716</u>	<u>(669,384)</u>	<u>45,084</u>	<u>(600,584)</u>
Retained Earnings (Deficit)/Fund Balance at End of Year	<u>(172,567)</u>	<u>(11,955)</u>	<u>51,018</u>	<u>(133,504)</u>
Contributed Capital at Beginning of Year	43,945	0	0	43,945
Contributed from Other Funds	10,982	0	0	10,982
Contributed Capital at End of Year	<u>54,927</u>	<u>0</u>	<u>0</u>	<u>54,927</u>
Total Fund Equity (Deficit) at End of Year	<u>(\$117,640)</u>	<u>(\$11,955)</u>	<u>\$51,018</u>	<u>(\$78,577)</u>

See Accompanying Notes to the General Purpose Financial Statements

Fremont City School District  
 Combined Statement of Revenues, Expenses,  
 and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual  
 All Proprietary Fund Types and Nonexpendable Trust Fund  
 For the Fiscal Year Ended June 30, 2002

	Enterprise Funds			Internal Service Fund		
	Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>						
Sales	\$722,828	\$715,326	(\$7,502)	\$0	\$0	\$0
Charges for Services	0	0	0	3,738,000	3,612,591	(125,409)
Interest	100	0	(100)	0	0	0
Gifts and Donations	0	0	0	0	0	0
Operating Grants	618,225	525,032	(93,193)	0	0	0
Other Revenues	8,550	10,705	2,155	0	0	0
Total Revenues	<u>1,349,703</u>	<u>1,251,063</u>	<u>(98,640)</u>	<u>3,738,000</u>	<u>3,612,591</u>	<u>(125,409)</u>
<u>Expenses:</u>						
Salaries	611,794	611,794	0	0	0	0
Fringe Benefits	305,981	294,331	11,650	0	0	0
Purchased Services	63,344	58,184	5,160	551,680	498,844	52,836
Materials and Supplies	512,722	507,618	5,104	0	0	0
Claims	0	0	0	2,868,320	2,471,974	396,346
Capital Outlay	1,000	0	1,000	0	0	0
Other Expenses	0	0	0	0	0	0
Total Expenses	<u>1,494,841</u>	<u>1,471,927</u>	<u>22,914</u>	<u>3,420,000</u>	<u>2,970,818</u>	<u>449,182</u>
Excess of Revenues Over (Under) Expenses	(145,138)	(220,864)	(75,726)	318,000	641,773	323,773
Advances In	180,855	248,694	67,839	7,000	6,681	(319)
Advances Out	<u>(57,688)</u>	<u>(56,639)</u>	<u>1,049</u>	<u>(7,000)</u>	<u>(6,681)</u>	<u>319</u>
Excess of Revenues Over (Under) Expenses and Advances	(21,971)	(28,809)	(6,838)	318,000	641,773	323,773
Fund Balances at Beginning of Year	103,223	103,223	0	0	0	0
Prior Year Encumbrances Appropriated	14,172	14,172	0	0	0	0
Fund Balances at End of Year	<u>\$95,424</u>	<u>\$88,586</u>	<u>(\$6,838)</u>	<u>\$318,000</u>	<u>\$641,773</u>	<u>\$323,773</u>

See Accompanying Notes to the General Purpose Financial Statements



Nonexpendable Trust Fund			Totals (Memorandum Only)		
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
\$0	\$0	\$0	\$722,828	\$715,326	(\$7,502)
0	0	0	3,738,000	3,612,591	(125,409)
1,960	1,910	(50)	2,060	1,910	(150)
3,000	5,240	2,240	3,000	5,240	2,240
0	0	0	618,225	525,032	(93,193)
0	0	0	8,550	10,705	2,155
<u>4,960</u>	<u>7,150</u>	<u>2,190</u>	<u>5,092,663</u>	<u>4,870,804</u>	<u>(221,859)</u>
0	0	0	611,794	611,794	0
0	0	0	305,981	294,331	11,650
0	0	0	615,024	557,028	57,996
0	0	0	512,722	507,618	5,104
0	0	0	2,868,320	2,471,974	396,346
0	0	0	1,000	0	1,000
1,350	1,350	0	1,350	1,350	0
<u>1,350</u>	<u>1,350</u>	<u>0</u>	<u>4,916,191</u>	<u>4,444,095</u>	<u>472,096</u>
3,610	5,800	2,190	176,472	426,709	250,237
0	0	0	187,855	255,375	67,520
<u>0</u>	<u>0</u>	<u>0</u>	<u>(64,688)</u>	<u>(63,320)</u>	<u>1,368</u>
3,610	5,800	2,190	299,639	618,764	319,125
45,046	45,046	0	148,269	148,269	0
0	0	0	14,172	14,172	0
<u>\$48,656</u>	<u>\$50,846</u>	<u>\$2,190</u>	<u>\$462,080</u>	<u>\$781,205</u>	<u>\$319,125</u>

Fremont City School District  
 Combined Statement of Cash Flows  
 All Proprietary Fund Types and Nonexpendable Trust Fund  
 For the Fiscal Year Ended June 30, 2002

	Proprietary Fund Types		Fiduciary	Totals (Memorandum Only)
	Enterprise	Internal Service	Fund Type Nonexpendable Trust	
<u>Increase (Decrease) in Cash and Cash Equivalents</u>				
<u>Cash Flows from Operating Activities:</u>				
Cash Received from Customers	\$715,326	\$0	\$0	\$715,326
Cash Received from Quasi-External Transactions with Other Funds	0	3,612,591	0	3,612,591
Cash Received from Gifts and Donations	0	0	5,240	5,240
Cash Received from Other Revenues	10,705	0	0	10,705
Cash Payments for Salaries	(611,794)	0	0	(611,794)
Cash Payments for Fringe Benefits	(294,331)	0	0	(294,331)
Cash Payments for Goods and Services	(535,412)	(498,844)	0	(1,034,256)
Cash Payments for Claims	0	(2,471,974)	0	(2,471,974)
Cash Payments for Other Expenses	0	0	(1,350)	(1,350)
Net Cash Provided by (Used for) Operating Activities	<u>(715,506)</u>	<u>641,773</u>	<u>3,890</u>	<u>(69,843)</u>
<u>Cash Flows from Noncapital Financing Activities:</u>				
Cash Received from Operating Grants	525,032	0	0	525,032
Cash Received from Advances In	248,694	6,681	0	255,375
Cash Payments for Advances Out	(56,639)	(6,681)	0	(63,320)
Cash Received from Operating Transfers In	0	0	0	0
Net Cash Provided by Noncapital Financing Activities	<u>717,087</u>	<u>0</u>	<u>0</u>	<u>717,087</u>
<u>Cash Flows from Investing Activities:</u>				
Cash Received from Interest	0	0	1,910	1,910
Cash Received from Sale of Investments	0	0	86,500	86,500
Cash Payments for Purchase of Investments	0	0	(91,640)	(91,640)
Net Cash Used for Investing Activities	<u>0</u>	<u>0</u>	<u>(3,230)</u>	<u>(3,230)</u>
Net Increase in Cash and Cash Equivalents	1,581	641,773	660	644,014
Cash and Cash Equivalents at Beginning of Year	117,395	0	4,046	121,441
Cash and Cash Equivalents at End of Year	<u>\$118,976</u>	<u>\$641,773</u>	<u>\$4,706</u>	<u>\$765,455</u>

(continued)

Fremont City School District  
 Combined Statement of Cash Flows  
 All Proprietary Fund Types and Nonexpendable Trust Fund  
 For the Fiscal Year Ended June 30, 2002  
 (continued)

	Proprietary Fund Types		Fiduciary Fund Type	Totals (Memorandum Only)
	Enterprise	Internal Service	Nonexpendable Trust	
<u>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:</u>				
Operating Income (Loss)	(\$918,033)	\$657,429	\$5,934	(\$254,670)
<u>Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:</u>				
Depreciation	34,109	0	0	34,109
Donated Commodities Received During Year	117,816	0	0	117,816
Interest Reported as Operating Income	0	0	(2,044)	(2,044)
<u>Changes in Assets and Liabilities:</u>				
Decrease in Accounts Receivable	4,658	0	0	4,658
Decrease in Due from Other Funds	612	0	0	612
Decrease in Prepaid Items	1,618	0	0	1,618
Increase in Inventory Held for Resale	(15,976)	0	0	(15,976)
Increase in Accounts Payable	22,630	0	0	22,630
Increase in Accrued Wages and Benefits	10,476	0	0	10,476
Increase in Compensated Absences Payable	25,388	0	0	25,388
Increase in Intergovernmental Payable	1,196	0	0	1,196
Decrease in Claims Payable	0	(15,656)	0	(15,656)
Net Cash Provided by (Used for) Operating Activities	<u>(\$715,506)</u>	<u>\$641,773</u>	<u>\$3,890</u>	<u>(\$69,843)</u>

Non-Cash Transactions:

During fiscal year 2002, the Permanent Improvement capital projects fund purchased fixed assets, in the amount of \$10,982, and donated them to the Food Service enterprise fund.

During fiscal year 2002, the School District received donated commodities in the Food Service enterprise fund, in the amount of \$117,816.

Reconciliation of Nonexpendable Trust Fund Cash and Cash Equivalents to Balance Sheet:

All Fiduciary Fund Types	\$145,041
Less Agency Funds	(114,095)
Less Expendable Trust Fund	(26,240)
Cash and Cash Equivalents-Nonexpendable Trust Fund	<u>\$4,706</u>

See Accompanying Notes to the General Purpose Financial Statements

Fremont City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 2002

---

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

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

The School District was established in 1968 through the consolidation of existing land areas and school districts. The School District serves an area of approximately one hundred sixty-two square miles. It is located in central Sandusky County, including all of the City of Fremont and portions of surrounding townships. The School District is the 77<sup>th</sup> largest in the State of Ohio (among 613 school districts) in terms of enrollment and the largest in Sandusky County. It is staffed by two hundred thirteen classified employees, three hundred one certified teaching personnel, and thirty administrative employees who provide services to 4,551 students and other community members. The School District currently operates seven elementary schools, a middle school, and a comprehensive high school.

*Reporting Entity:*

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

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

The following activities are included within the School District’s reporting entity:

*WSOS Preschool Program* - The School District serves as fiscal agent for a four county consortium (Sandusky, Seneca, Ottawa, and Wood) which provides preschool programs for children in these counties. Current state legislation provides funding for this program. The monies are received and disbursed on behalf of WSOS by the Treasurer of the School District, as directed by WSOS. This activity is reflected in a special revenue fund for financial reporting purposes by the School District.

*Parochial Schools* - Within the School District boundaries, St. Ann, St. Joseph Elementary, and St. Joseph High School are operated through the Toledo Catholic Diocese; Sacred Heart is operated as a private school. Current state legislation provides funding to these parochial schools. The monies are received and disbursed on behalf of the parochial schools by the Treasurer of the School District, as directed by the parochial schools. This activity is reflected in a special revenue fund for financial reporting purposes by the School District.

Fremont City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 2002

---

***NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY (continued)***

The School District participates in three jointly governed organizations and two insurance pools. These organizations are the Northern Ohio Educational Computer Association, the Northwestern Ohio Educational Research Council, Inc., the Vanguard-Sentinel Career Center, the Ohio School Plan, and the Ohio School Boards Association Workers' Compensation Group Rating Plan. These organizations are presented in Notes 22 and 23 to the general purpose financial statements.

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

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

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

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

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

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

*Governmental Fund Types:*

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

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

Fremont City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 2002

---

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

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

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

*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 or trust funds).

*Proprietary Fund Types:*

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

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

*Internal Service Fund* - The internal service fund is used to account for the financing of services provided by one department or agency to other departments or agencies of the School District on a cost reimbursement basis.

*Fiduciary Fund Types:*

Fiduciary funds are used to account for assets held by the School District in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds. These include expendable trust, nonexpendable trust, and agency funds. The expendable trust funds are accounted for in essentially the same manner as governmental funds. The nonexpendable trust fund is accounted for in essentially the same manner as proprietary funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

*Account Groups:*

To make a clear distinction between fixed assets related to specific funds and those of general government, and between long-term liabilities related to specific funds and those of a general nature, the following account groups are used:

*General Fixed Assets Account Group* - This account group is established to account for all fixed assets of the School District, except those accounted for in proprietary funds or trust funds.

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

Fremont City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 2002

---

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

***B. Measurement Focus and Basis of Accounting***

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

All proprietary fund types and the nonexpendable trust fund are accounted for using a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net total assets) is segregated into contributed capital and retained earnings components. Operating statements of these funds present increases (e.g., revenues) and decreases (e.g., expenses) in net total assets.

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made.

The modified accrual basis of accounting is followed for the governmental fund types, expendable trust and agency funds. The full accrual basis of accounting is followed for the proprietary fund types and nonexpendable trust fund.

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 the modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means 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 School District, available means expected to be received within sixty days of fiscal year end.

Nonexchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, income taxes, grants, entitlements, and donations. On the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from income taxes is recognized in the fiscal year in which the income is earned. 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 fiscal year when the resources are required to be used or the fiscal year when use is first permitted; matching requirements, in which the School District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On the modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered both measurable and available at fiscal year end: property taxes available as an advance, income taxes, grants, interest, tuition, and rent.

Fremont City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 2002

---

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

Deferred revenues arise when assets are recognized before revenue recognition criteria has been satisfied. Property taxes for which there was an enforceable legal claim as of June 30, 2002, but which were levied to finance fiscal year 2003 operations, are recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue. On the modified accrual basis, revenues that are not collected within the available period are recorded as deferred revenue.

On the accrual basis, 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.

**C. Budgetary Process**

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

All funds, other than agency funds, are legally required to be budgeted and appropriated. The legal level of budgetary control is at the fund level for all funds. Any budgetary modifications at this level may only be made by resolution of the Board of Education. Budgetary allocations at the function and object level within all funds are made by the School District Treasurer.

The School District receives certain operating resources which are received by the Sandusky County Educational Service Center and are expended by the Educational Service Center on the School District's behalf as directed by the School District. Budgetary information for these resources is not included within the School District's reporting entity for which the "appropriated budget" is adopted.

*Tax Budget:*

Prior to January 15, the Superintendent and Treasurer submit, to the Board of Education, a proposed operating budget for the fiscal year commencing the following July 1. The budget includes proposed expenditures and the means of financing for all funds. Public hearings are publicized and conducted to obtain taxpayers' comments. The express purpose of this budget document is to reflect the need for existing or increased tax rates.

By no later than January 20, the Board-adopted budget is filed with the Sandusky County Budget Commission for rate determination.



Fremont City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 2002

---

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

*Estimated Resources:*

Prior to April 1, the Board of Education accepts, by formal resolution, the tax rates, as determined by the County Budget Commission, and receives the commission's certificate of estimated resources, which states the projected revenue of each fund. Prior to June 30, the School District must revise its budget so that total contemplated expenditures from any fund during the ensuing fiscal year will not exceed the amount stated in the certificate of estimated resources. The revised budget then serves as the basis for the appropriation measure. On or about July 1, the certificate of estimated resources is amended to include any unencumbered cash balances from the preceding fiscal year. The certificate of estimated resources may be further amended during the year if projected increases or decreases in revenue are identified by the School District Treasurer. The amounts reported on the budgetary statements reflect the amounts on the amended certificate of estimated resources in effect at the time final appropriations were passed by the Board.

*Appropriations:*

Upon receipt from the County Auditor of an amended certificate of estimated resources, based on final assessed values and tax rates, or a certificate saying no new certificate is necessary, the annual appropriation resolution is legally enacted by the Board of Education. Prior to the passage of the annual appropriation measure, the Board may pass a temporary appropriation measure to meet the ordinary expenses of the School District. The total of expenditures and encumbrances may not exceed the appropriation totals at any legal level of control.

The Board may pass supplemental fund appropriations as long as the total appropriations by fund do not exceed the amounts set forth in the most recent certificate of estimated resources. During the year, several supplemental appropriation resolutions were legally enacted.

The budget figures which appear in the statements of budgetary comparisons represent the final appropriation amounts passed during the fiscal year. Formal budgetary integration is employed as a management control device during the year for all funds, except agency funds and funds held by the Sandusky County Educational Service Center, consistent with statutory provisions.

*Encumbrances:*

As part of formal budgetary control, purchase orders, contracts, and other commitments for the expenditure of monies are recorded as the equivalent of expenditures on the non-GAAP budgetary basis in order to reserve that portion of the applicable appropriation. On the GAAP basis, encumbrances outstanding at fiscal year end are reported as a reservation of fund balance for subsequent-year expenditures for governmental fund types and the expendable trust funds and reported in the notes to the financial statements for proprietary fund types and the nonexpendable trust fund.

*Lapsing of Appropriations:*

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

Fremont City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 2002

---

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

**D. Cash and Investments**

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

Cash and cash equivalents held for the School District by the Sandusky County Educational Service Center are included on the combined balance sheet as "Cash and Cash Equivalents with Fiscal Agent".

During fiscal year 2002, investments were limited to nonnegotiable certificates of deposit, which are reported at cost.

The School District allocates interest according to State statutes. Interest revenue credited to the General Fund during fiscal year 2002 was \$71,919, which included \$45,814 assigned from other School District funds.

For purposes of the combined statement of cash flows and for presentation on the combined balance sheet, investments of the cash management pool and investments with an original maturity of three months or less at the time they are purchased by the School District are considered to be cash equivalents. Investments with an initial maturity of more than three months, and not purchased from the pool, are reported as investments.

**E. Prepaid Items**

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

**F. Inventory**

Inventory is stated at the lower of cost or market on a first-in, first-out basis and is expended/expensed when used. Inventory consists of administrative supplies, custodial supplies, and donated and purchased food.

**G. Restricted Assets**

Restricted assets in the General Fund represent cash and cash equivalents whose use is limited by legal requirements. Restricted assets represent amounts required by State statute to be set aside for the purchase of textbooks and other instructional materials. For fiscal year 2002, the School District's required reserve exceeded the available cash balance in the General Fund; therefore, the restricted assets reflected on the balance sheet were limited to the available cash balance.

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

**H. Fixed Assets and Depreciation**

General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction costs are reflected as expenditures in governmental funds, and the related assets are reported in the general fixed assets account group. Fixed assets utilized in proprietary funds are capitalized in the respective fund. All fixed assets are capitalized at cost (or estimated historical cost) and updated for additions and reductions during the year. Donated fixed assets are recorded at their fair market value as of the date received. The School District maintains a capitalization threshold of two hundred dollars. The School District does not have any infrastructure.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized. Improvements are capitalized. Improvements to proprietary fund fixed assets are depreciated over the remaining useful lives of the related fixed assets.

Assets in the general fixed assets account group are not depreciated. Depreciation of furniture and equipment in the proprietary funds is computed using the straight-line method over an estimated useful life of ten years.

**I. Interfund Assets/Liabilities**

Short-term interfund loans are classified as "Interfund Receivables/Payables". Receivables and payables resulting from transactions between funds for services provided or goods received are classified as "Due from/to Other Funds".

**J. 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 School District will compensate the employees for the benefits through paid time off or some other means. The School District records a liability for accumulated unused vacation time when earned for all employees with more than one year of service.

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 School 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 School District's termination policy. The School District records a liability for accumulated unused sick leave for principals and assistant principals after ten years of service with the School District, and after five years of service for all other positions (including certified and classified staff).

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

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

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

In general, governmental fund payables and accrued liabilities are reported as obligations of the funds regardless of whether they will be liquidated with current resources. However, compensated absences, contractually required pension contributions, and special termination benefits that will be paid from governmental funds are reported as liabilities in the general long-term obligations account group to the extent that they will not be paid with current available expendable resources. Payments made more than sixty days after fiscal year end are considered not to have used current available expendable resources. Capital leases and bonds are reported as liabilities in the general long-term obligations account group until due.

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

***L. Contributed Capital***

Contributed capital represents resources from other funds, other governments, and private sources provided to the proprietary funds prior to fiscal year 2001 that is not subject to repayment. These assets are recorded at their fair market value on the date donated. Depreciation on those assets acquired or constructed with contributed resources is expensed and closed to unreserved retained earnings at fiscal year end.

Capital contributions received from other governments and private sources subsequent to fiscal year 2000 are recorded as revenues and reported as retained earnings. Contributions from other funds continue to be reported as contributed capital.

***M. Fund Balance Reserves***

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

The reserve for property taxes represents taxes recognized as revenue under generally accepted accounting principles but not available for appropriation under State statute. The reserve for contributions signifies legal restrictions on the use of principal in the nonexpendable trust fund.

***N. Interfund Transactions***

Quasi-external transactions are accounted for as revenues and expenditures, or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

Nonrecurring or nonroutine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

Fremont City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 2002

---

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

**O. Use of 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.

**P. Total Columns on Combined Financial Statements**

Total columns on the combined financial statements overview are captioned "Totals (Memorandum Only)" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

**NOTE 3 - CORRECTION OF AN ERROR**

In fiscal year 2001, the School District recognized donated commodities as revenue when used instead of when received. For the enterprise funds, this correction increased retained earnings \$8,741 from \$14,975 to \$23,716.

**NOTE 4 - ACCOUNTABILITY AND COMPLIANCE**

**A. Accountability**

At June 30, 2002, the General Fund had a deficit fund balance, in the amount of \$402,006. The School District continues to work on expenditure reductions to help alleviate the deficit. The School District has significantly reduced the deficit balance from that of the prior fiscal year.

At June 30, 2002, the Public School Preschool, Disadvantaged Pupil Impact Aid, and Title VI-R special revenue funds, and the Permanent Improvement capital projects fund had deficit fund balances of \$14, \$409, \$5,147, and \$21,799, respectively.

The Food Service enterprise fund had deficit retained earnings, in the amount of \$258,088, due to operating expenses significantly exceeding operating revenues in fiscal year 2002. The School District is reviewing the operation of this fund.

The Self Insurance internal service fund had deficit retained earnings, in the amount of \$11,955, which was the result of accumulated operating losses from prior years. The School District increased the premiums charged by the fund on January 1, 2001. As a result, the School District has significantly reduced the deficit balance from that of the prior fiscal year.

Fremont City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 2002

---

**NOTE 4 - ACCOUNTABILITY AND COMPLIANCE** (continued)

**B. Compliance**

For fiscal year 2002, the School District's statutorily required set aside for textbooks exceeded the cash balance in the General Fund.

The School District had negative cash balances at various times throughout the fiscal year.

Expenditures plus encumbrances exceeded appropriations at the legal level of control at November 30, 2001 and May 31, 2002.

**NOTE 5 - BUDGETARY BASIS OF ACCOUNTING**

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

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures/expenses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Encumbrances are treated as expenditures/expenses for all funds (budget basis) rather than as a reservation of fund balance for governmental fund types and expendable trust funds and as note disclosure in proprietary fund types and the nonexpendable trust fund (GAAP basis).
4. Although not part of the appropriated budget, the School District receives certain resources through the Sandusky County Educational Service Center that are included as part of the reporting entity when preparing financial statements that conform with GAAP.

Fremont City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 2002

**NOTE 5 - BUDGETARY BASIS OF ACCOUNTING** (continued)

The following tables summarize the adjustments necessary to reconcile the GAAP and budgetary basis statements by fund type.

Excess of Revenues and Other Financing Sources  
Over (Under) Expenditures and Other Financing Uses  
Governmental Fund Types and Expendable Trust Funds

	Governmental Fund Types			Expendable Trust
	General	Special Revenue	Capital Projects	
GAAP Basis	\$953,663	(\$15,720)	(\$209,403)	\$4,161
<u>Increase (Decrease) Due to:</u>				
Revenue Accruals:				
Accrued FY 2001, Received in Cash FY 2002	1,686,405	116,111	76,427	146
Accrued FY 2002, Not Yet Received in Cash	(2,119,863)	(89,719)	(72,804)	(73)
Expenditure Accruals:				
Accrued FY 2001, Paid in Cash FY 2002	(3,335,258)	(249,458)	(81,311)	0
Accrued FY 2002, Not Yet Paid in Cash	3,376,527	293,085	146,872	0
Notes Receivable:				
Issued	0	0	0	(6,000)
Repayments	0	0	0	440
Prepaid Items	7,125	(732)	0	0
Materials and Supplies Inventory	18,669	0	0	0
Advances In	87,545	15,717	0	0
Advances Out	(279,600)	(15,717)	0	0
Operating Transfers Out	4,104	0	0	0
Excess of Revenues Over Expenditures for Nonbudgeted Funds	(49,440)	0	0	0
Encumbrances Outstanding at Fiscal Year End (Budget Basis)	(108,167)	(112,299)	(39,160)	0
Budget Basis	<u>\$241,710</u>	<u>(\$58,732)</u>	<u>(\$179,379)</u>	<u>(\$1,326)</u>

Fremont City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 2002

---

**NOTE 5 - BUDGETARY BASIS OF ACCOUNTING** (continued)

Net Income (Loss)/Excess of Revenues  
Over (Under) Expenses and Advances  
All Proprietary Fund Types and Nonexpendable Trust Fund

	Proprietary Fund Types		Nonexpendable Trust
	Enterprise	Internal Service	
GAAP Basis	(\$196,283)	\$657,429	\$5,934
<u>Increase (Decrease) Due to:</u>			
Revenue Accruals:			
Accrued FY 2001, Received in Cash FY 2002	16,124	0	38
Accrued FY 2002, Not Yet Received in Cash	(86,379)	0	(172)
Expense Accruals:			
Accrued FY 2001, Paid in Cash FY 2002	(164,799)	(669,384)	0
Accrued FY 2002, Not Yet Paid in Cash	224,489	653,728	0
Prepaid Items	1,618		
Inventory Held for Resale	(15,976)	0	0
Depreciation Expense	34,109	0	0
Loss on Disposal of Fixed Assets	727		
Advances In	248,694	0	0
Advances Out	(56,639)	0	0
Operating Transfers In	(4,104)		
Encumbrances Outstanding at Fiscal Year End (Budget Basis)	(30,390)	0	0
Budget Basis	(\$28,809)	\$641,773	\$5,800

**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.



Fremont City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 2002

---

**NOTE 6 - DEPOSITS AND INVESTMENTS** *(continued)*

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

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

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

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

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

Fremont City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 2002

---

**NOTE 6 - DEPOSITS AND INVESTMENTS** *(continued)*

Investments in stripped principal or interest obligations, reverse repurchase agreements, and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage, and short selling are also prohibited. An investment must mature within five years from the date of purchase, unless matched to a specific obligation or debt of the School District, and must be purchased with the expectation that it will be held to maturity. Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the Treasurer or qualified trustee or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

At fiscal year end, the School District had \$1,722 in undeposited cash on hand which is included on the balance sheet of the School District as part of "Equity in Pooled Cash and Cash Equivalents". The School District also had \$67,652 in cash and cash equivalents which is included on the balance sheet as "Cash and Cash Equivalents with Fiscal Agent". This represents monies held by the Sandusky County Educational Service Center who holds this flow through grant money for the School District together with that of other school districts, and therefore, the School District cannot classify this money by risk under GASB Statement No. 3.

The following information classifies deposits and investments by categories of risk as defined by GASB Statement No. 3, "Deposits with Financial Institutions, Investments (including Repurchase Agreements), and Reverse Repurchase Agreements".

At fiscal year end, the carrying amount of the School District's deposits was \$2,561,461 and the bank balance was \$3,046,768. Of the bank balance, \$224,661 was covered by federal depository insurance and \$2,822,107 was uninsured and uncollateralized. Although all State statutory requirements for the deposit of money had been followed, noncompliance with federal requirements could potentially subject the School District to a successful claim by the FDIC.

The School District's investments are categorized to give an indication of the level of risk assumed by the School District at fiscal year end. Category 1 includes investments that are insured or registered for which the securities are held by the School District or its agent in the School District's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the counterparty's trust department or agent in the School District's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty, or by its trust department or agent but not in the School District's name.

Fremont City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 2002

---

**NOTE 6 - DEPOSITS AND INVESTMENTS** (continued)

The classification of cash and cash equivalents and investments on the combined balance sheet is based on the criteria set forth in GASB Statement No. 9, "Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting". A reconciliation between the classification of cash and cash equivalents and investments on the combined balance sheet and the classification of deposits and investments according to GASB Statement No. 3 is as follows:

	Cash and Cash Equivalents/Deposits	Investments
GASB Statement No. 9	\$2,513,695	\$117,140
Cash on Hand	(1,722)	0
Cash and Cash Equivalents with Educational Service Center	(67,652)	0
Investments:		
Certificates of Deposit	117,140	(117,140)
GASB Statement No. 3	\$2,561,461	\$0

**NOTE 7 - PROPERTY TAXES**

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

Property taxes include amounts levied against all real property, public utility property, and tangible personal (used in business) property located in the School District. Real and public utility property tax revenues received in calendar year 2002 represent the collection of calendar year 2001 taxes. Real property taxes received in calendar year 2002 were levied after April 1, 2001, on the assessed values as of January 1, 2001, the lien date. Assessed values for real property taxes are established by State statute at 35 percent of appraised market value. Real property taxes are payable annually or semiannually. If paid annually, payment is due December 31; if paid semiannually, the first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

Public utility real and tangible personal property taxes received in calendar year 2002 were levied after April 1, 2001, on the assessed values as of December 31, 2000, the lien date. Public utility real property is assessed at 35 percent of true value; tangible personal property is currently assessed at varying percentages of true value. Public utility property taxes are payable on the same dates as real property taxes described previously.

Fremont City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 2002

---

**NOTE 7 - PROPERTY TAXES** (continued)

Tangible personal property tax revenues received in calendar year 2002 (other than public utility property) represent the collection of calendar year 2002 taxes. Tangible personal property taxes received in calendar year 2002 were levied after April 1, 2001, on the value as of December 31, 2001. Tangible personal property is currently assessed at 25 percent of true value. Amounts paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semiannually. If paid annually, payment is due April 30; if paid semiannually, the first payment is due April 30, with the remainder payable by September 20.

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

Accrued property taxes receivable represents delinquent taxes outstanding and real property, public utility property, and tangible personal property taxes which were measurable as of June 30, 2002, and for which there was an enforceable legal claim. 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 fiscal year operations and is recognized as revenue at fiscal year end. The receivable is offset by a credit to deferred revenue for that portion not intended to finance current year operations. The amount available as an advance at June 30, 2002, was \$754,518 in the General Fund and \$72,804 in the Permanent Improvement capital projects fund. The amount available as an advance at June 30, 2001, was \$362,541 in the General Fund and \$34,982 in the Permanent Improvement capital projects fund.

The School District requested and received a property tax advance at June 30, 2002, in the amount of \$1,609,542 in the General Fund and \$140,458 in the Permanent Improvement capital projects fund. The remaining amounts available for advance are recorded as reserve for property taxes as disclosed above. The School District requested and received a property tax advance at June 30, 2001, in the amount of \$920,026 in the General Fund and \$79,974 in the Permanent Improvement capital projects fund. The remaining amounts available for advance were recorded as reserve for property taxes as disclosed above.

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

	2001 Second- Half Collections		2002 First- Half Collections	
	Amount	Percent	Amount	Percent
Agricultural/Residential and Other Real Estate	\$416,725,480	76.00%	\$424,382,780	77.53%
Public Utility	35,353,540	6.45	25,128,850	4.59
Tangible Personal	96,266,938	17.55	97,861,533	17.88
Total Assessed Value	<u>\$548,345,958</u>	<u>100.00%</u>	<u>\$547,373,163</u>	<u>100.00%</u>
Tax rate per \$1,000 of assessed valuation	\$34.10		\$34.10	

Fremont City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 2002

---

**NOTE 8 - INCOME TAXES**

The School District levies a voted tax of .75 percent for general operations on the income of residents and of estates. The tax was effective on January 1, 2000, and will continue for five years. Employers of residents are required to withhold income tax on compensation and remit the tax to the State. Taxpayers are required to file an annual return. The State makes quarterly distributions to the School District after withholding amounts for administrative fees and estimated refunds. Income tax revenue is credited to the General Fund.

**NOTE 9 - PAYMENT IN LIEU OF TAXES**

According to State law, the School District has entered into agreements with a number of property owners under which the School District has granted property tax abatements to those property owners. The property owners have agreed to make payments to the School District which reflect all or a portion of the property taxes which the property owners would have paid if their taxes had not been abated. The property owners' contractual promises to make these payments in lieu of taxes generally continue until the agreement expires. Payments in lieu of taxes for fiscal year 2002 were \$136,172.

**NOTE 10 - RECEIVABLES**

Receivables at June 30, 2002, consisted of both property and income taxes, payment in lieu of taxes, accounts (rent, billings for user charged services, and student fees), intergovernmental, interfund, accrued interest, notes, judgement, and services charged to other funds. 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 year guarantee of federal funds. Student fees are also considered collectible in full due to the withholding of diplomas and grade cards. Accounts receivable at June 30 were \$42,611.

A summary of the principal items of intergovernmental receivables follows:

	Amount
General Fund	
Homestead and Rollback	\$814
Special Revenue Funds	
Miscellaneous State Grants	5,000
Migrant Education	5,000
Eisenhower	19,839
Title VI-B	3,705
Title I	60,466
Title VI	12,404
Drug Free	556
Title VI-R	17,225
Total Special Revenue Funds	124,195

(continued)

Fremont City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 2002

---

**NOTE 10 - RECEIVABLES** (continued)

	Amount
Capital Projects Fund	
Permanent Improvement	71
Enterprise Fund	
Food Service	75,525
Total Intergovernmental Receivables	\$200,605

**NOTE 11 - NOTES RECEIVABLE**

The Special Trusts expendable trust fund provides loans to students to assist in the payment of costs of higher education. Repayments begin upon graduation or withdrawal from college. At that time, the principal also begins accruing interest.

At the close of fiscal year 2002, there was one student making repayments with a total outstanding principal balance of \$8,884.

**NOTE 12 - FIXED ASSETS**

A summary of the enterprise funds' fixed assets at June 30, 2002, follows:

Furniture and Equipment	\$386,314
Less Accumulated Depreciation	(290,517)
Net Fixed Assets	\$95,797

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

Asset Category	Balance at 6/30/01	Additions	Reductions	Balance at 6/30/02
Land	\$385,941	\$53,145	\$0	\$439,086
Buildings and Improvements	14,624,139	841,873	0	15,466,012
Furniture, Fixtures, and Equipment	4,989,979	273,935	230,700	5,033,214
Vehicles	2,774,417	43,944	43,201	2,775,160
Totals	\$22,774,476	\$1,212,897	\$273,901	\$23,713,472

Fremont City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 2002

---

**NOTE 13 - INTERFUND ASSETS/LIABILITIES**

At June 30, 2002, interfund receivables and payables that resulted from various interfund transactions were as follows:

Fund Type/Fund	Receivable		Payable	
	Interfund	Due from Other Funds	Interfund	Due to Other Funds
General Fund	\$228,889	\$226	\$0	\$29
Special Revenue Funds				
Public School Support	0	0	0	77
Athletic	0	0	0	149
Total Special Revenue Funds	0	0	0	226
Enterprise Funds				
Food Service	0	29	226,023	0
Uniform School Supplies	0	0	2,866	0
Total Enterprise Funds	0	29	228,889	0
Totals	\$228,889	\$255	\$228,889	\$255

**NOTE 14 - RISK MANAGEMENT**

The School District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During fiscal year 2002, the School District contracted for the following insurance coverage:

Coverage provided by Indiana Insurance are as follows:

Building and Contents - replacement cost (\$1,000 deductible)	\$63,460,224
Inland Marine Coverage (\$250 deductible)	67,788
Boiler and Machinery - limit per accident (\$1,000 deductible)	15,125,000
Crime Insurance	23,000
Automobile Liability (\$500 deductible)	1,000,000

Coverage provided by Ohio School Plan are as follows:

General Liability	
Per Occurrence	1,000,000
Total per Year	3,000,000

Settled claims have not exceeded this commercial coverage in any of the past three years, and there has been no significant reduction in insurance coverage from the prior fiscal year.

Fremont City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 2002

---

**NOTE 14 - RISK MANAGEMENT** (continued)

For fiscal year 2002, the School District participated in the Ohio School Plan (Plan), an insurance purchasing pool. Each participant enters into an individual agreement with the Plan for insurance coverage and pays annual premiums to the Plan based on the types and limits of coverage and deductibles selected by the participant.

For fiscal year 2002, the School District participated in the Ohio School Boards Association Workers' Compensation Group Rating Plan (Plan), an insurance purchasing pool. The intent of the Plan is to achieve the benefit of a reduced premium for the School District by virtue of its grouping and representation with other participants in the Plan. The workers' compensation experience of the participants is calculated as one experience and a common premium rate is applied to all participants in the Plan. Each participant pays its workers' compensation premium to the State based on the rate for the Plan 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 Plan.

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 Plan. Participation in the Plan is limited to participants that can meet the Plan's selection criteria. The firm of Gates McDonald & Co. provides administrative, cost control, and actuarial services to the Plan.

The School District provides employee hospital/medical, prescription, and dental insurance benefits through a partially self insured program. The School District established a Self Insurance internal service fund to account for and finance the cost of this program. Under this program, the Self Insurance internal service fund pays claims up to a maximum of \$2,500,000 per individual, per lifetime, and has \$50,000 stop-loss coverage per individual, per year. The School District purchases commercial insurance for claims in excess of the coverages provided by the Self Insurance internal service fund. Settled claims have not exceeded this commercial coverage in any of the past three years. All funds of the School District participate in the program and make payments to the Self Insurance internal service fund based upon an actuarial study.

The claims liability of \$653,728 reported in the Self Insurance internal service fund at June 30, 2002, is based on an estimate provided by the third party administrator and the requirements of Governmental Accounting Standards Board Statement No. 30 "Accounting and Financial Reporting for Risk Financing and Related Insurance Issues", which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported if information prior to issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount can be reasonably estimated. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses. Changes in the claims activity for the last two fiscal years were as follows:

Fiscal Year	Beginning Balance	Current Year Claims	Claims Payments	Ending Balance
2002	\$669,384	\$2,456,318	(\$2,471,974)	\$653,728
2001	502,800	2,909,516	(2,742,932)	669,384



**NOTE 15 - DEFINED BENEFIT PENSION PLANS**

***A. State Teachers Retirement System***

The School District contributes to the State Teachers Retirement System of Ohio (STRS), a cost-sharing multiple employer public employee retirement system administered by the State Teachers Retirement Board. STRS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to members and beneficiaries. Benefits are established by Chapter 3307 of the Ohio Revised Code. STRS issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to the State Teachers Retirement System, 275 East Broad Street, Columbus, Ohio 43215-3771.

Plan members are required to contribute 9.3 percent of their annual covered salary and the School District is required to contribute 14 percent; 9.5 percent was the portion used to fund pension obligations for fiscal year 2002. Contribution rates are established by STRS, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. The School District's required contribution for pension obligations to STRS for the fiscal years ended June 30, 2002, 2001, and 2000, were \$1,516,101, \$1,489,073, and \$903,944, respectively; 83 percent has been contributed for fiscal year 2002 and 100 percent for fiscal years 2001 and 2000. The unpaid contribution for fiscal year 2002, in the amount of \$263,153, is recorded as a liability within the respective funds.

***B. School Employees Retirement System***

The School District contributes to the School Employees Retirement System of Ohio (SERS), a cost-sharing multiple employer defined benefit pension plan administered by the School Employees Retirement Board. SERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to members and beneficiaries. Authority to establish and amend benefits is provided by Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to the School Employees Retirement System, 300 East Broad Street Suite 100, Columbus, Ohio 43215-3746.

Plan members are required to contribute 9 percent of their annual covered salary and the School District is required to contribute an actuarially determined rate. The current rate is 14 percent of annual covered payroll; 5.46 percent was the portion used to fund pension obligations for fiscal year 2002. The contribution requirements of plan members and employers are established and may be amended, up to statutory maximum amounts, by the SERS Retirement Board. The School District's required contribution for pension obligations to SERS for the fiscal years ended June 30, 2002, 2001, and 2000, were \$236,033, \$184,279, and \$214,471, respectively; 44 percent has been contributed for fiscal year 2002 and 100 percent for fiscal years 2001 and 2000. The unpaid contribution for fiscal year 2002, in the amount of \$131,494, is recorded as a liability within the respective funds and the general long-term obligations account group.

***C. Social Security System***

Effective July 1, 1991, all employees not otherwise covered by the State Teachers Retirement System or the School Employees Retirement System have an option to choose Social Security or the State Teachers Retirement System/School Employees Retirement System. As of June 30, 2002, one of the Board of Education members has elected Social Security. The Board's liability is 6.2 percent of wages paid.

**NOTE 16 - POSTEMPLOYMENT BENEFITS**

The School District provides comprehensive health care benefits to retired teachers and their dependents through the State Teachers Retirement System (STRS), and to retired classified 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 obligation 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.

The State Teachers Retirement Board has statutory authority over how much, if any, of the health care costs will be absorbed by STRS. Most benefit recipients pay a portion of the health care cost in the form of a monthly premium. By law, the cost of coverage paid from STRS funds shall be included in the employer contribution rate, currently 14 percent of covered payroll. For fiscal year 2002, the Board allocated employer contributions equal to 4.5 percent of covered payroll to the Health Care Reserve Fund. For the School District, this amount was \$718,153.

STRS pays health care benefits from the Health Care Reserve Fund. The balance in the Fund was \$3,256 million at June 30, 2001 (the latest information available). For the fiscal year ended June 30, 2001, net health care costs paid by STRS were \$300,772,000, and STRS had 102,132 eligible benefit recipients.

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

For the fiscal year ended June 30, 2002, employer contributions to fund health care benefits were 8.54 percent of covered payroll. In addition, SERS levies a surcharge to fund health care benefits equal to 14 percent of the difference between a minimum pay and the member's pay, pro-rated for partial service credit. For fiscal year 2002, the minimum pay was established at \$12,400. For the School District, the amount to fund health care benefits, including the surcharge, was \$411,919 for fiscal year 2002.

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

**NOTE 17 - OTHER EMPLOYEE BENEFITS**

**A. Compensated Absences**

The criteria for determining vacation and sick leave benefits is derived from negotiated agreements and State laws. Classified employees earn ten to twenty days of vacation per year, depending upon length of service. Accumulated unused vacation time is paid to classified employees and administrators upon termination of employment. Teachers do not earn vacation time.

Teachers, administrators, and classified employees earn sick leave at a rate of one and one-fourth days per month. Sick leave may be accumulated up to a maximum of two hundred days for administrators, and two hundred twenty days for teachers and classified employees.

Fremont City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 2002

---

**NOTE 17 - OTHER EMPLOYEE BENEFITS** (continued)

Upon retirement, payment is made for one-half of accrued, but unused sick leave credit to a maximum of fifty-one days for teachers and administrators, and thirty-five days for classified employees. In addition, classified employees receive one-half of accrued, but unused sick leave credit in excess of seventy days, up to a maximum of twelve days.

**B. Health Care Benefits**

The School District provides hospital/medical, prescription, and dental insurance to most employees through the School District's self insured program.

**C. Special Termination Benefits**

Any classified employee who is eligible for retirement, and who has seventeen or more years of consecutive service and retires from SERS, shall receive an additional severance bonus. The bonus, of twenty days calculated at the employee's daily rate at the time of retirement, will be paid within ninety days of retirement acceptance. The bonus carries a provision that the employee must have accrued in excess of one hundred fifty days of unused sick leave at the time of retirement. This special termination benefit program expired on June 30, 2002.

**NOTE 18 - CAPITALIZED LEASES - LESSEE DISCLOSURE**

The School District has entered into capitalized leases for equipment. Each lease meets the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13, "Accounting for Leases," which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee. Capital lease payments are reflected as debt service expenditures on the combined financial statements for governmental funds. These expenditures are reported as function expenditures on the budgetary statements. General fixed assets consisting of equipment have been capitalized in the general fixed assets account group, in the amount of \$142,298. This amount represents the present value of the minimum lease payments at the time of acquisition. A corresponding liability was recorded in the general long-term obligations account group. Principal payments in fiscal year 2002 were \$27,658 in the governmental funds.

The following is a schedule of the future long-term minimum lease payments required under the capital leases and the present value of the minimum lease payments as of June 30, 2002.

Fiscal Year Ending June 30,	GLTDAG
2003	33,402
2004	33,402
2005	33,402
2006	22,390
Total	122,596
Less Amount Representing Interest	(13,440)
Present Value of Net Minimum Lease Payments	\$109,156

Fremont City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 2002

---

**NOTE 19 - LONG-TERM OBLIGATIONS**

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

	Balance at 6/30/01	Additions	Reductions	Balance at 6/30/02
<u>General Obligation Debt</u>				
General Obligation				
Bonds 2001 5.9%	1,045,000	0	100,000	945,000
<u>Other Long-Term Obligations:</u>				
Compensated Absences Payable	4,032,351	497,054	0	4,529,405
Intergovernmental Payable	226,583	245,425	226,583	245,425
Special Termination				
Benefits Payable	4,948	84,738	4,948	84,738
Capital Leases Payable	136,814	0	27,658	109,156
Total General Long-Term Obligations	<u>\$5,445,696</u>	<u>\$827,217</u>	<u>\$359,189</u>	<u>\$5,913,724</u>

*General Obligation Bonds 2001* - In fiscal year 2001, the School District issued \$1,045,000 in unvoted general obligation bonds for providing energy conservation measures for the School District. The bonds were issued under the authority of Ohio Revised Code Sections 133.06(G) and 3313.372 for a nine year period, with final maturity during fiscal year 2010. The bonds are being retired through the Bond Retirement debt service fund.

Compensated absences, intergovernmental payables, representing the School District's contractually required pension contributions, and special termination benefits will be paid from the fund from which the employees' salaries are paid. Capital leases will be paid from the General Fund and the Permanent Improvement capital projects fund.

The School District's overall debt margin was \$49,263,585 with an unvoted debt margin of \$547,373 at June 30, 2002.

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

Fiscal Year Ending June 30,	Principal	Interest	Total
2003	100,000	52,805	152,805
2004	105,000	46,758	151,758
2005	110,000	40,415	150,415
2006	115,000	33,778	148,778
2007-2010	515,000	60,212	575,212
Total	<u>\$945,000</u>	<u>\$233,968</u>	<u>\$1,178,968</u>

Fremont City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 2002

---

**NOTE 20 - SET ASIDE REQUIREMENTS**

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

For fiscal year 2002, the Schools District's set aside for textbooks exceeded the cash balance in the General Fund.

The following cash basis information identifies the changes in the fund balance reserves for textbooks, capital improvements, and budget stabilization during fiscal year 2002.

	Textbooks	Capital Improvements	Budget Stabilization
Balance June 30, 2001	\$364,180	\$0	\$160,488
Current Year Set Aside Requirement	549,314	549,314	0
Qualifying Expenditures	(352,435)	0	(160,488)
Current Year Offsets	0	(549,314)	0
Set Aside Reserve Balance June 30, 2002	<u>\$561,059</u>	<u>\$0</u>	<u>\$0</u>

**NOTE 21 - SEGMENT INFORMATION FOR ENTERPRISE FUNDS**

The School District maintains two enterprise funds to account for the operations of food service and uniform school supplies. The table below reflects the more significant financial data relating to the enterprise funds of the Fremont City School District as of and for the fiscal year ended June 30, 2002.

	Food Service	Uniform School Supplies	Total Enterprise Funds
Operating Revenues	\$612,243	\$108,518	\$720,761
Depreciation Expense	34,109	0	34,109
Operating Loss	(911,818)	(6,215)	(918,033)
Federal Donated Commodities	117,816	0	117,816
Operating Grants	600,557	0	600,557
Net Loss	(194,172)	(2,111)	(196,283)
Current Capital Contributions	10,982	0	10,982
Fixed Asset Additions	10,982	0	10,982
Fixed Asset Reductions	9,247	0	9,247

(continued)

Fremont City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 2002

---

**NOTE 21 - SEGMENT INFORMATION FOR ENTERPRISE FUNDS (continued)**

	Food Service	Uniform School Supplies	Total Enterprise Funds
Net Working Capital	(\$182,101)	\$96,503	(\$85,598)
Total Assets	229,101	106,637	335,738
Total Equity (Deficit)	(214,143)	96,503	(117,640)
Encumbrances Outstanding at Fiscal Year End (Budget Basis)	22,365	8,025	30,390

**NOTE 22 - JOINTLY GOVERNED ORGANIZATIONS**

**A. Northern Ohio Educational Computer Association**

The Northern Ohio Educational Computer Association (NOECA) is a jointly governed organization among forty school districts. The organization was formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and instructional functions among member school districts. NOECA is governed by a Board of Directors chosen from the general membership of the NOECA Assembly. The NOECA Assembly consists of a representative from each participating school district. The degree of control exercised by any participating school district is limited to its representation on the Board of Directors. During fiscal year 2002, the School District paid \$66,385 to NOECA for various services. Financial information can be obtained from Betty Schwiefert, who serves as Controller, 2900 South Columbus Avenue, Sandusky, Ohio 44870.

**B. Northwestern Ohio Educational Research Council, Inc.**

The Northwestern Ohio Educational Research Council, Inc. (NOERC) is a jointly governed organization formed to bring educational entities into a better understanding of their common educational problems, facilitate and conduct practical educational research, coordinate educational research among members, provide a means for evaluating and disseminating the results of research, serve as a repository for research and legislative materials, and provide opportunities for training. The NOERC serves a twenty-five county area in Northwest Ohio. The Board of Directors consists of superintendents from two educational service centers, two exempted village school districts, five local school districts, and five city school districts, as well as representatives from two private or parochial schools and three institutions of higher education. Each active member is entitled to one vote on all issues addressed by the Board of Directors. Financial information can be obtained from the Northwestern Ohio Educational Research Council, Inc., Box 456, Ashland, Ohio 44805.

**C. Vanguard-Sentinel Career Center**

The Vanguard-Sentinel Career Center (Career Center) is a distinct political subdivision of the State of Ohio which provides vocational education to students. The Career Center is operated under the direction of a Board consisting of two representatives from the Fremont City School District and one representative from the other thirteen participating school districts' elected boards. The degree of control exercised by any participating school district is limited to its representation on the Board. The Career Center possesses its own budgeting and taxing authority. Financial information can be obtained from the Vanguard-Sentinel Career Center, Jay Valasek, who serves as Treasurer, 1306 Cedar Street, Fremont, Ohio 43420.

***NOTE 23 - INSURANCE POOLS***

***A. Ohio School Plan***

The School District participates in the Ohio School Plan (Plan), an insurance purchasing pool established under Section 2744.081 of the Ohio Revised Code. The Plan is an unincorporated nonprofit association of its members which enables the participants to provide for a formalized joint insurance purchasing program for maintaining adequate insurance protection and provides risk management programs and other administrative services. The Plan's business and affairs are conducted by a fifteen member board consisting of superintendents, treasurers, the president of Harcum-Hyre Insurance Agency, Inc., and a member of the Hylant Group, Inc. The Hylant Group, Inc. is the Plan's administrator and is responsible for processing claims. Harcum-Hyre Insurance Agency serves as the sales and marketing representative which establishes agreements between the Plan and its members. Financial information can be obtained from Harcum-Hyre Insurance Agency, 246 East Sycamore Street, Columbus, Ohio 43206.

***B. Ohio School Boards Association Workers' Compensation Group Rating Plan***

The School District participates in a group rating plan for workers' compensation as established under Section 4123.29 of the Ohio Revised Code. The Ohio School Boards Association Workers' Compensation Group Rating Plan (Plan) was established through the Ohio School Boards Association (OSBA) as an insurance purchasing pool.

The Plan'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 Plan. Each year, the participating school districts pay an enrollment fee to the Plan to cover the costs of administering the program.

***NOTE 24 - STATE SCHOOL FUNDING DECISION***

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

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

***NOTE 25 - CONTINGENCIES***

***A. Grants***

The School 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 School District at June 30, 2002.

Fremont City School District  
Notes to the General Purpose Financial Statements  
For the Fiscal Year Ended June 30, 2002

---

**NOTE 25 – CONTINGENCIES** (continued)

***B. Litigation***

The School District is a party to legal proceedings seeking damages or injunctive relief generally incidental to its operations and pending projects. The School District's management is of the opinion that the ultimate disposition of various claims and legal proceedings will not have a material adverse effect, if any, on the financial condition of the School District.



**COMBINING, INDIVIDUAL FUND, AND  
ACCOUNT GROUP STATEMENTS AND SCHEDULES**

***GENERAL FUND***

To account for all financial resources, except those required to be accounted for in another fund.

Fremont City School District  
General Fund

Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Fiscal Year Ended June 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Property Taxes	\$11,626,650	\$12,110,991	\$484,341
Income Taxes	3,837,362	3,686,379	(150,983)
Payment in Lieu of Tax:	203,770	35,410	(168,360)
Intergovernmental	13,896,151	13,695,727	(200,424)
Interest	145,000	77,329	(67,671)
Tuition	208,330	148,412	(59,918)
Rent	20,000	16,271	(3,729)
Miscellaneous	60,794	55,443	(5,351)
Total Revenues	<u>29,998,057</u>	<u>29,825,962</u>	<u>(172,095)</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular			
Salaries	11,185,622	11,185,499	123
Fringe Benefits	3,197,150	3,196,430	720
Purchased Services	64,351	63,936	415
Materials and Supplies	284,090	278,511	5,579
Capital Outlay - New	61,823	56,572	5,251
Capital Outlay - Replacemen	2,825	2,687	138
Total Regular	<u>14,795,861</u>	<u>14,783,635</u>	<u>12,226</u>
Special			
Salaries	1,265,185	1,228,500	36,685
Fringe Benefits	394,829	394,580	249
Purchased Services	1,659,653	1,658,911	742
Materials and Supplies	11,175	6,398	4,777
Total Special	<u>3,330,842</u>	<u>3,288,389</u>	<u>42,453</u>
Vocational			
Salaries	164,822	164,778	44
Fringe Benefits	44,631	44,597	34
Materials and Supplies	286	278	8
Total Vocational	<u>209,739</u>	<u>209,653</u>	<u>86</u>
Other			
Fringe Benefits	5,000	4,782	218
Purchased Services	779,500	778,782	718
Materials and Supplies	500	447	53
Total Other	<u>785,000</u>	<u>784,011</u>	<u>989</u>
Total Instruction	<u>19,121,442</u>	<u>19,065,688</u>	<u>55,754</u>

(continued)

Fremont City School District  
General Fund

Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Fiscal Year Ended June 30, 2002  
(continued)

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Support Services:			
Pupils			
Salaries	\$1,237,819	\$1,176,099	\$61,720
Fringe Benefits	404,198	391,430	12,768
Purchased Services	203,833	199,019	4,814
Materials and Supplies	28,719	24,027	4,692
Capital Outlay - New	6,062	4,566	1,496
Total Pupils	<u>1,880,631</u>	<u>1,795,141</u>	<u>85,490</u>
Instructional Staff			
Salaries	612,367	612,367	0
Fringe Benefits	229,547	229,503	44
Purchased Services	20,665	14,732	5,933
Materials and Supplies	34,562	34,356	206
Other	6,100	6,094	6
Total Instructional Staff	<u>903,241</u>	<u>897,052</u>	<u>6,189</u>
Board of Education			
Salaries	10,640	10,640	0
Fringe Benefits	2,125	2,031	94
Purchased Services	8,475	8,469	6
Materials and Supplies	4,175	4,028	147
Other	46,100	42,620	3,480
Total Board of Education	<u>71,515</u>	<u>67,788</u>	<u>3,727</u>
Administration			
Salaries	1,351,066	1,351,062	4
Fringe Benefits	538,284	538,231	53
Purchased Services	413,494	413,466	28
Materials and Supplies	52,739	52,617	122
Capital Outlay - New	428	428	0
Capital Outlay - Replacement	2,948	2,948	0
Other	2,350	1,720	630
Total Administration	<u>2,361,309</u>	<u>2,360,472</u>	<u>837</u>
Fiscal			
Salaries	205,367	201,769	3,598
Fringe Benefits	83,876	83,817	59
Purchased Services	34,550	28,304	6,246
Materials and Supplies	6,971	5,845	1,126
Capital Outlay - New	640	0	640
Other	363,906	363,823	83
Total Fiscal	<u>695,310</u>	<u>683,558</u>	<u>11,752</u>
Business			
Salaries	64,242	62,678	1,564
Fringe Benefits	26,918	25,564	1,354
Purchased Services	600	598	2
Materials and Supplies	70	68	2
Other	125	125	0
Total Business	<u>91,955</u>	<u>89,033</u>	<u>2,922</u>

(continued)

Fremont City School District  
General Fund

Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Fiscal Year Ended June 30, 2002  
(continued)

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operation and Maintenance of Plan			
Salaries	\$1,219,440	\$1,219,436	\$4
Fringe Benefits	495,678	495,179	499
Purchased Services	552,605	552,080	525
Materials and Supplies	175,158	161,657	13,501
Capital Outlay - New	1,300	1,167	133
Capital Outlay - Replacement	5,000	3,838	1,162
Other	26,070	25,581	489
Total Operation and Maintenance of Plan	<u>2,475,251</u>	<u>2,458,938</u>	<u>16,313</u>
Pupil Transportation			
Salaries	762,476	762,473	3
Fringe Benefits	396,767	396,610	157
Purchased Services	30,026	27,591	2,435
Materials and Supplies	138,727	124,780	13,947
Capital Outlay - New	3,065	3,061	4
Other	32,950	31,714	1,236
Total Pupil Transportation	<u>1,364,011</u>	<u>1,346,229</u>	<u>17,782</u>
Central			
Salaries	36,975	36,887	88
Fringe Benefits	10,763	10,759	4
Purchased Services	25,250	21,220	4,030
Total Central	<u>72,988</u>	<u>68,866</u>	<u>4,122</u>
Total Support Services	<u>9,916,211</u>	<u>9,767,077</u>	<u>149,134</u>
Non-Instructional Services			
Food Service Operations			
Salaries	2,875	2,840	35
Fringe Benefits	155	25	130
Total Food Service Operations	<u>3,030</u>	<u>2,865</u>	<u>165</u>
Community Services			
Salaries	2,500	2,302	198
Fringe Benefits	405	293	112
Total Community Services	<u>2,905</u>	<u>2,595</u>	<u>310</u>
Total Non-Instructional Services	<u>5,935</u>	<u>5,460</u>	<u>475</u>
Extracurricular Activities			
Academic and Subject Oriented Activities			
Salaries	62,560	62,553	7
Fringe Benefits	10,866	10,862	4
Total Academic and Subject Oriented Activities	<u>73,426</u>	<u>73,415</u>	<u>11</u>
Occupational Oriented Activities			
Salaries	3,000	1,072	1,928
Fringe Benefits	460	182	278
Total Occupational Oriented Activities	<u>3,460</u>	<u>1,254</u>	<u>2,206</u>

(continued)

Fremont City School District  
General Fund

Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Fiscal Year Ended June 30, 2002  
(continued)

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Sports Oriented Activities			
Salaries	\$346,138	\$346,138	\$0
Fringe Benefits	80,223	79,447	776
Purchased Services	2,881	2,879	2
Total Sports Oriented Activities	<u>429,242</u>	<u>428,464</u>	<u>778</u>
School and Public Service			
Co-Curricular Activities			
Salaries	35,900	34,544	1,356
Fringe Benefits	6,215	6,157	58
Total School and Public Service			
Co-Curricular Activities	<u>42,115</u>	<u>40,701</u>	<u>1,414</u>
Total Extracurricular Activities	<u>548,243</u>	<u>543,834</u>	<u>4,409</u>
Capital Outlay			
Building Acquisition and Construction Service			
Capital Outlay - Replacement	17,969	0	17,969
Total Expenditures	<u>29,609,800</u>	<u>29,382,059</u>	<u>227,741</u>
Excess of Revenues Over Expenditures	<u>388,257</u>	<u>443,903</u>	<u>55,646</u>
<u>Other Financing Sources (Uses):</u>			
Sale of Fixed Assets	5,000	0	(5,000)
Refund of Prior Year Expenditures	2,500	1,058	(1,442)
Advances In	99,900	87,545	(12,355)
Advances Out	(280,415)	(279,600)	815
Operating Transfers In	75,000	0	(75,000)
Operating Transfers Out	(50,585)	(11,196)	39,389
Total Other Financing Sources (Uses)	<u>(148,600)</u>	<u>(202,193)</u>	<u>(53,593)</u>
Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	239,657	241,710	2,053
Fund Balance at Beginning of Year	52,832	52,832	0
Prior Year Encumbrances Appropriated	45,249	45,249	0
Fund Balance at End of Year	<u>\$337,738</u>	<u>\$339,791</u>	<u>\$2,053</u>

## ***SPECIAL REVENUE FUNDS***

To account for the proceeds of specific revenue sources (other than major capital projects or expendable trusts) that are legally restricted to expenditure for specified purposes.

### *Public School Support*

To account for the proceeds of book sales or other revenue sources. Expenditures are restricted to the individual school which raised the money.

### *Local Grants*

To account for resources from the Martha Holden Jennings Grant Foundation and the At Risk Grant.

### *Athletic*

To account for gate receipts and other revenues from athletic events and all costs (except supplemental coaching contracts) of the School District's athletic program.

### *Auxiliary Services*

To account for resources which provide services and materials to pupils attending non-public schools within the School District.

### *Professional Development*

To account for State resources which provide professional development and training of local teachers.

### *Management Information System*

To account for resources provided for hardware and software development, or other costs associated with the requirements of the management information system.

### *Public School Preschool*

To account for resources used to pay the costs of preschool programs for three- and four-year-olds.

### *Mentoring*

To account for resources which provide for mentorship training to foster professional growth and assess performance of new teachers or principals.

### *Disadvantaged Pupil Impact Aid*

To account for State resources provided in support of academic and enrichment programs focusing on children from families qualifying for aid to dependent children.

### *Network Connectivity*

To account for resources which provide for installation and ongoing support of data communication links connecting public school buildings to the Statewide Network and to the Internet.

### *SchoolNet Professional Development*

To account for resources used for training teachers and the administration on different levels of computer programs.

### *Ohio Reads*

To account for State resources used to improve reading outcomes, especially on the fourth grade reading proficiency test, and for volunteer coordinators in public school buildings.

### *Summer Intervention*

To account for resources to provide for intervention services for students who completed the fourth and sixth grades who failed three or more of the required proficiency tests.

(continued)

## ***SPECIAL REVENUE FUNDS (continued)***

### *Extended Learning Opportunity*

To account for resources used for extended learning opportunities, including extended day, year, and summer school for students at risk in passing the fourth grade proficiency tests.

### *Recruitment*

To account for resources used to recruit minority teachers.

### *Safe School Helpline*

To account for resources which provide a helpline for students. The helpline is implemented by the teachers.

### *School Improvement*

To account for State resources used for professional development and for materials and supplies to improve the classroom.

### *Miscellaneous State Grants*

To account for resources from various State grants.

### *Migrant Education*

To account for resources used for instructional programs for children of migratory agricultural workers; efforts to help youngsters who are deficient in oral English language and related language arts skills; and efforts to build a foundation for expanded opportunities for useful adult employment.

### *Eisenhower*

To account for resources used to improve the skills of teachers and the quality of instruction in mathematics, science, foreign languages, and computer learning and to increase the access of all students to that instruction.

### *Title VI-B*

To account for Federal resources used 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 I*

To account for Federal resources used to assist the School District in meeting the special needs of educationally deprived children.

### *Comprehensive Schools Reform*

To account for Federal resources to improve student achievement in elementary reading for Atkinson Elementary School.

### *Title VI*

To account for Federal resources which support the implementation of a variety of programs including computer education, gifted and talented programs, inservice training, and staff development.

### *Drug Free*

To account for resources which provide education on a safe and drug free school.

### *Goals 2000*

To account for Federal resources used to implement a plan to achieve and measure improvements in the School District's performance.



***SPECIAL REVENUE FUNDS (continued)***

*Title VI-R*

To account for State resources used to hire additional classroom teachers in grades 1 through 3, with the objective of reducing the number of students per teacher.

Fremont City School District  
Special Revenue Funds

Combining Balance Sheet  
June 30, 2002

	Public School Support	Local Grants	Athletic	Auxiliary Services	Professional Development
<u>Assets:</u>					
Equity in Pooled Cash and Cash Equivalents	\$25,163	\$967	\$94,522	\$159,781	\$384
Receivables:					
Accounts	686	0	10	347	0
Intergovernmental	0	0	0	0	0
Prepaid Items	13	0	81	24	0
Total Assets	<u>\$25,862</u>	<u>\$967</u>	<u>\$94,613</u>	<u>\$160,152</u>	<u>\$384</u>
<u>Liabilities and Fund Equity:</u>					
<u>Liabilities:</u>					
Accounts Payable	\$1,994	\$462	\$19,828	\$9,907	\$0
Accrued Wages and Benefits	0	0	0	53,790	0
Compensated Absences Payable	0	0	0	7,805	0
Intergovernmental Payable	0	0	105	7,069	0
Due to Other Funds	77	0	149	0	0
Deferred Revenue	675	0	10	347	0
Total Liabilities	<u>2,746</u>	<u>462</u>	<u>20,092</u>	<u>78,918</u>	<u>0</u>
<u>Fund Equity:</u>					
Fund Balance:					
Reserved for Encumbrances	888	166	1,385	4,543	290
Unreserved (Deficit)	22,228	339	73,136	76,691	94
Total Fund Equity (Deficit)	<u>23,116</u>	<u>505</u>	<u>74,521</u>	<u>81,234</u>	<u>384</u>
Total Liabilities and Fund Equity	<u>\$25,862</u>	<u>\$967</u>	<u>\$94,613</u>	<u>\$160,152</u>	<u>\$384</u>

<u>Management Information System</u>	<u>Public School Preschool</u>	<u>Disadvantaged Pupil Impact Aid</u>	<u>Network Connectivity</u>	<u>SchoolNet Professional Development</u>	<u>Ohio Reads</u>	<u>Recruitment</u>
\$17,462	\$0	\$124	\$29,776	\$3,880	\$34,138	\$7,155
0	0	175	0	0	0	0
0	0	0	0	0	0	0
10	0	0	0	0	0	0
<u>\$17,472</u>	<u>\$0</u>	<u>\$299</u>	<u>\$29,776</u>	<u>\$3,880</u>	<u>\$34,138</u>	<u>\$7,155</u>
\$2,860	\$0	\$44	\$0	\$0	\$8,866	\$0
0	0	107	0	325	0	0
0	0	0	0	0	0	0
0	14	382	0	60	258	0
0	0	0	0	0	0	0
0	0	175	0	0	0	0
<u>2,860</u>	<u>14</u>	<u>708</u>	<u>0</u>	<u>385</u>	<u>9,124</u>	<u>0</u>
0	0	80	0	0	23,395	0
14,612	(14)	(489)	29,776	3,495	1,619	7,155
14,612	(14)	(409)	29,776	3,495	25,014	7,155
<u>\$17,472</u>	<u>\$0</u>	<u>\$299</u>	<u>\$29,776</u>	<u>\$3,880</u>	<u>\$34,138</u>	<u>\$7,155</u>

(continued)

Fremont City School District  
Special Revenue Funds

Combining Balance Sheet  
June 30, 2002  
(continued)

	<u>Safe School Helpline</u>	<u>School Improvement</u>	<u>Miscellaneous State Grants</u>	<u>Migrant Education</u>	<u>Eisenhower</u>
<u>Assets:</u>					
Equity in Pooled Cash and Cash Equivalents	\$1,783	\$8,851	\$1,588	\$116,465	\$11,833
<u>Receivables:</u>					
Accounts	0	0	0	43	0
Intergovernmental	0	0	5,000	5,000	19,839
Prepaid Items	0	0	0	0	0
Total Assets	<u>\$1,783</u>	<u>\$8,851</u>	<u>\$6,588</u>	<u>\$121,508</u>	<u>\$31,672</u>
<u>Liabilities and Fund Equity:</u>					
<u>Liabilities:</u>					
Accounts Payable	\$0	\$86	\$562	\$95	\$2,785
Accrued Wages and Benefits	0	0	0	8,825	0
Compensated Absences Payable	0	0	0	189	0
Intergovernmental Payable	0	0	0	8,788	0
Due to Other Funds	0	0	0	0	0
Deferred Revenue	0	0	0	5,043	8,935
Total Liabilities	<u>0</u>	<u>86</u>	<u>562</u>	<u>22,940</u>	<u>11,720</u>
<u>Fund Equity:</u>					
<u>Fund Balance:</u>					
Reserved for Encumbrances	0	2,457	407	795	706
Unreserved (Deficit)	1,783	6,308	5,619	97,773	19,246
Total Fund Equity (Deficit)	<u>1,783</u>	<u>8,765</u>	<u>6,026</u>	<u>98,568</u>	<u>19,952</u>
Total Liabilities and Fund Equity	<u>\$1,783</u>	<u>\$8,851</u>	<u>\$6,588</u>	<u>\$121,508</u>	<u>\$31,672</u>

<u>Title VI-B</u>	<u>Title I</u>	<u>Comprehensive Schools Reform</u>	<u>Title VI</u>	<u>Drug Free</u>	<u>Goals 2000</u>	<u>Title VI-R</u>	<u>Totals</u>
\$183,078	\$124,149	\$50,870	\$11,454	\$7,153	\$37,772	\$29,257	\$957,605
113	619	0	0	0	0	183	2,176
3,705	60,466	0	12,404	556	0	17,225	124,195
891	119	0	0	0	0	0	1,138
<u>\$187,787</u>	<u>\$185,353</u>	<u>\$50,870</u>	<u>\$23,858</u>	<u>\$7,709</u>	<u>\$37,772</u>	<u>\$46,665</u>	<u>\$1,085,114</u>
\$646	\$1,300	\$14,194	\$4,812	\$55	\$716	\$0	\$69,212
555	84,478	0	4	939	0	30,248	179,271
0	441	0	0	0	0	0	8,435
2,486	12,402	84	12	125	0	4,156	35,941
0	0	0	0	0	0	0	226
113	619	0	3,327	0	0	17,408	36,652
<u>3,800</u>	<u>99,240</u>	<u>14,278</u>	<u>8,155</u>	<u>1,119</u>	<u>716</u>	<u>51,812</u>	<u>329,737</u>
139	405	14,952	3,872	164	1,517	0	56,161
183,848	85,708	21,640	11,831	6,426	35,539	(5,147)	699,216
183,987	86,113	36,592	15,703	6,590	37,056	(5,147)	755,377
<u>\$187,787</u>	<u>\$185,353</u>	<u>\$50,870</u>	<u>\$23,858</u>	<u>\$7,709</u>	<u>\$37,772</u>	<u>\$46,665</u>	<u>\$1,085,114</u>

Fremont City School District  
Special Revenue Funds

Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
For the Fiscal Year Ended June 30, 2002

	Public School Support	Local Grants	Athletic	Auxiliary Services	Professional Development
<u>Revenues:</u>					
Intergovernmental	\$0	\$0	\$0	\$530,725	\$0
Tuition	443	0	0	0	0
Extracurricular Activities	28,639	0	236,940	0	0
Gifts and Donations	4,940	0	0	0	0
Miscellaneous	12,788	4,000	95	0	0
Total Revenues	<u>46,810</u>	<u>4,000</u>	<u>237,035</u>	<u>530,725</u>	<u>0</u>
<u>Expenditures:</u>					
Current:					
Instruction:					
Regular	3,887	4,159	0	0	0
Special	0	0	0	0	0
Support Services:					
Pupils	0	0	0	0	0
Instructional Staff	29,085	4,530	0	0	11,188
Administration	5,119	0	0	0	0
Fiscal	0	0	0	0	0
Operation and Maintenance of Plant	0	0	0	0	0
Pupil Transportation	0	0	0	0	0
Central	0	0	0	0	0
Non-Instructional Services	0	0	15,916	542,636	0
Extracurricular Activities	0	0	165,878	0	0
Total Expenditures	<u>38,091</u>	<u>8,689</u>	<u>181,794</u>	<u>542,636</u>	<u>11,188</u>
Excess of Revenues Over (Under) Expenditures	8,719	(4,689)	55,241	(11,911)	(11,188)
<u>Other Financing Sources:</u>					
Operating Transfers In	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	8,719	(4,689)	55,241	(11,911)	(11,188)
Fund Balances at Beginning of Year	14,397	5,194	19,280	93,145	11,572
Fund Balances (Deficit) at End of Year	<u>\$23,116</u>	<u>\$505</u>	<u>\$74,521</u>	<u>\$81,234</u>	<u>\$384</u>

Management Information System	Public School Preschool	Mentoring	Disadvantaged Pupil Impact Aid	Network Connectivity	SchoolNet Professional Development	Ohio Reads
\$17,056	\$113,920	\$0	\$252,508	\$31,500	\$7,592	\$55,451
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>17,056</u>	<u>113,920</u>	<u>0</u>	<u>252,508</u>	<u>31,500</u>	<u>7,592</u>	<u>55,451</u>
0	17,574	0	0	0	4,932	83,594
0	0	0	0	0	0	0
0	38,528	0	0	28,724	0	0
0	19,810	18,375	274,120	0	0	0
2,800	10,017	0	0	0	0	0
5,562	6,942	0	0	0	0	0
0	9,660	0	0	0	0	0
0	14,830	0	0	0	0	0
5,977	1,700	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
<u>14,339</u>	<u>119,061</u>	<u>18,375</u>	<u>274,120</u>	<u>28,724</u>	<u>4,932</u>	<u>83,594</u>
2,717	(5,141)	(18,375)	(21,612)	2,776	2,660	(28,143)
0	0	0	10,611	0	0	585
2,717	(5,141)	(18,375)	(11,001)	2,776	2,660	(27,558)
11,895	5,127	18,375	10,592	27,000	835	52,572
<u>\$14,612</u>	<u>(\$14)</u>	<u>\$0</u>	<u>(\$409)</u>	<u>\$29,776</u>	<u>\$3,495</u>	<u>\$25,014</u>

(continued)

Fremont City School District  
Special Revenue Funds

Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
For the Fiscal Year Ended June 30, 2002  
(continued)

	Summer Intervention	Extended Learning Opportunity	Recruitment	Safe School Helpline	School Improvement
<u>Revenues:</u>					
Intergovernmental	\$0	\$0	\$0	\$4,549	\$0
Tuition	0	0	0	0	0
Extracurricular Activities	0	0	0	0	0
Gifts and Donations	0	0	0	0	0
Miscellaneous	0	0	0	0	0
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>4,549</u>	<u>0</u>
<u>Expenditures:</u>					
Current:					
Instruction:					
Regular	0	9,658	0	0	6,644
Special	0	0	0	0	0
Support Services:					
Pupils	0	0	21,367	4,305	0
Instructional Staff	17,250	20,458	2,177	0	0
Administration	4,638	0	87	0	0
Fiscal	0	0	0	0	0
Operation and Maintenance of Plant	3,543	0	0	0	0
Pupil Transportation	0	0	0	0	0
Central	0	0	0	0	0
Non-Instructional Services	0	0	0	0	0
Extracurricular Activities	0	0	0	0	0
Total Expenditures	<u>25,431</u>	<u>30,116</u>	<u>23,631</u>	<u>4,305</u>	<u>6,644</u>
Excess of Revenues Over (Under) Expenditures	(25,431)	(30,116)	(23,631)	244	(6,644)
<u>Other Financing Sources (Uses):</u>					
Operating Transfers In	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	(25,431)	(30,116)	(23,631)	244	(6,644)
Fund Balances at Beginning of Year	<u>25,431</u>	<u>30,116</u>	<u>30,786</u>	<u>1,539</u>	<u>15,409</u>
Fund Balances (Deficit) at End of Year	<u>\$0</u>	<u>\$0</u>	<u>\$7,155</u>	<u>\$1,783</u>	<u>\$8,765</u>



Miscellaneous State Grants	Migrant Education	Eisenhower	Title VI-B	Title I	Comprehensive Schools Reform	Title VI
\$8,000	\$151,515	\$22,421	\$404,470	\$742,754	\$73,000	\$26,930
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
3,500	0	0	0	0	0	0
<u>11,500</u>	<u>151,515</u>	<u>22,421</u>	<u>404,470</u>	<u>742,754</u>	<u>73,000</u>	<u>26,930</u>
9,161	0	0	0	0	0	2,818
0	26,432	0	195,998	624,443	21,399	0
0	6,350	0	21,383	7,765	15,009	0
2,631	38,587	26,300	133,898	39,256	0	18,647
0	25,877	0	22,248	0	0	0
50	14,476	0	0	17,651	0	0
0	3,620	0	0	0	0	0
0	13,822	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	23,478	5,942	0	1,619
0	0	0	0	0	0	0
<u>11,842</u>	<u>129,164</u>	<u>26,300</u>	<u>397,005</u>	<u>695,057</u>	<u>36,408</u>	<u>23,084</u>
(342)	22,351	(3,879)	7,465	47,697	36,592	3,846
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
(342)	22,351	(3,879)	7,465	47,697	36,592	3,846
6,368	76,217	23,831	176,522	38,416	0	11,857
<u>\$6,026</u>	<u>\$98,568</u>	<u>\$19,952</u>	<u>\$183,987</u>	<u>\$86,113</u>	<u>\$36,592</u>	<u>\$15,703</u>

(continued)

Fremont City School District  
Special Revenue Funds

Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
For the Fiscal Year Ended June 30, 2002  
(continued)

	<u>Drug Free</u>	<u>Goals 2000</u>	<u>Title VI-R</u>	<u>Totals</u>
<u>Revenues:</u>				
Intergovernmental	\$19,841	\$25,000	\$184,112	\$2,671,344
Tuition	0	0	0	443
Extracurricular Activities	0	0	0	265,579
Gifts and Donations	0	0	0	4,940
Miscellaneous	0	0	0	20,383
Total Revenues	<u>19,841</u>	<u>25,000</u>	<u>184,112</u>	<u>2,962,689</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	0	2,166	210,554	355,147
Special	0	0	0	868,272
Support Services:				
Pupils	12,144	0	0	155,575
Instructional Staff	0	2,502	711	659,525
Administration	6,638	13,520	5,046	95,990
Fiscal	0	0	0	44,681
Operation and Maintenance of Plant	0	0	0	16,823
Pupil Transportation	0	0	0	28,652
Central	0	0	0	7,677
Non-Instructional Services	1,794	0	0	591,385
Extracurricular Activities	0	0	0	165,878
Total Expenditures	<u>20,576</u>	<u>18,188</u>	<u>216,311</u>	<u>2,989,605</u>
Excess of Revenues Over (Under) Expenditures	(735)	6,812	(32,199)	(26,916)
<u>Other Financing Sources (Uses):</u>				
Operating Transfers In	<u>0</u>	<u>0</u>	<u>0</u>	<u>11,196</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	(735)	6,812	(32,199)	(15,720)
Fund Balances at Beginning of Year	<u>7,325</u>	<u>30,244</u>	<u>27,052</u>	<u>771,097</u>
Fund Balances (Deficit) at End of Year	<u>\$6,590</u>	<u>\$37,056</u>	<u>(\$5,147)</u>	<u>\$755,377</u>

Fremont City School District  
Public School Support Special Revenue Fund

Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Fiscal Year Ended June 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Tuition	\$0	\$443	\$443
Extracurricular Activities	28,200	28,717	517
Gifts and Donations	4,650	4,940	290
Miscellaneous	7,000	11,233	4,233
Total Revenues	<u>39,850</u>	<u>45,333</u>	<u>5,483</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular			
Purchased Services	150	93	57
Materials and Supplies	505	478	27
Other	3,250	3,243	7
Total Instruction	<u>3,905</u>	<u>3,814</u>	<u>91</u>
Support Services:			
Instructional Staff			
Materials and Supplies	30,585	29,278	1,307
Administration:			
Materials and Supplies	5,575	5,462	113
Capital Outlay - New	700	636	64
Total Support Services	<u>36,860</u>	<u>35,376</u>	<u>1,484</u>
Total Expenditures	<u>40,765</u>	<u>39,190</u>	<u>1,575</u>
Excess of Revenues Over (Under) Expenditures	<u>(915)</u>	<u>6,143</u>	<u>7,058</u>
<u>Other Financing Sources (Uses):</u>			
Other Financing Sources	1,500	1,543	43
Advances In	1,500	1,406	(94)
Advances Out	(1,425)	(1,406)	19
Total Other Financing Sources (Uses)	<u>1,575</u>	<u>1,543</u>	<u>(32)</u>
Excess of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	660	7,686	7,026
Fund Balance at Beginning of Year	11,924	11,924	0
Prior Year Encumbrances Appropriated	2,675	2,675	0
Fund Balance at End of Year	<u>\$15,259</u>	<u>\$22,285</u>	<u>\$7,026</u>

Fremont City School District  
Local Grants Special Revenue Fund

Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Fiscal Year Ended June 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>	\$0	\$0	\$0
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular			
Purchased Services	296	296	0
Materials and Supplies	3,898	3,894	4
Total Instruction	4,194	4,190	4
Support Services:			
Instructional Staff			
Purchased Services	3,000	3,000	0
Materials and Supplies	2,000	1,665	335
Total Support Services	5,000	4,665	335
Total Expenditures	9,194	8,855	339
Excess of Revenues Under Expenditures	(9,194)	(8,855)	339
<u>Other Financing Sources:</u>			
Other Financing Sources	9,000	9,000	0
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	(194)	145	339
Fund Balance at Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	194	194	0
Fund Balance at End of Year	\$0	\$339	\$339

Fremont City School District  
Athletic Special Revenue Fund

Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Fiscal Year Ended June 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Extracurricular Activities	\$209,150	\$236,940	\$27,790
Miscellaneous	100	95	(5)
Total Revenues	<u>209,250</u>	<u>237,035</u>	<u>27,785</u>
<u>Expenditures:</u>			
Current:			
Non-Instructional Services			
Community Services:			
Purchased Services	13,150	12,734	416
Other	1,500	1,342	158
Total Non-Instructional Services:	<u>14,650</u>	<u>14,076</u>	<u>574</u>
Extracurricular Activities			
Sports Oriented Activities			
Salaries	6,557	6,554	3
Fringe Benefits:	1,683	1,044	639
Purchased Services	91,926	77,324	14,602
Materials and Supplies	59,850	53,795	6,055
Capital Outlay - New	3,529	3,529	0
Capital Outlay - Replacement	1,000	932	68
Other	24,288	21,713	2,575
Total Extracurricular Activities:	<u>188,833</u>	<u>164,891</u>	<u>23,942</u>
Total Expenditures	<u>203,483</u>	<u>178,967</u>	<u>24,516</u>
Excess of Revenues Over Expenditures	<u>5,767</u>	<u>58,068</u>	<u>52,301</u>
<u>Other Financing Sources (Uses):</u>			
Advances In	0	7,143	7,143
Advances Out	(7,200)	(7,143)	57
Total Other Financing Sources (Uses)	<u>(7,200)</u>	<u>0</u>	<u>7,200</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>(1,433)</u>	<u>58,068</u>	<u>59,501</u>
Fund Balance at Beginning of Year	17,636	17,636	0
Prior Year Encumbrances Appropriated	8,600	8,600	0
Fund Balance at End of Year	<u>\$24,803</u>	<u>\$84,304</u>	<u>\$59,501</u>

Fremont City School District  
Auxiliary Services Special Revenue Fund

Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Fiscal Year Ended June 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$531,493	\$530,725	(\$768)
<u>Expenditures:</u>			
Current:			
Non-Instructional Services			
Community Services:			
Salaries	344,030	293,105	50,925
Fringe Benefits	113,977	94,573	19,404
Purchased Services	69,790	38,616	31,174
Materials and Supplies	116,164	95,702	20,462
Capital Outlay - New	22,966	20,828	2,138
Other	21,228	0	21,228
Total Expenditures	688,155	542,824	145,331
Excess of Revenues Under Expenditures	(156,662)	(12,099)	144,563
<u>Other Financing Sources (Uses):</u>			
Advances In	217	217	0
Advances Out	(220)	(217)	3
Total Other Financing Sources (Uses)	(3)	0	3
Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses	(156,665)	(12,099)	144,566
Fund Balance at Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	157,430	157,430	0
Fund Balance at End of Year	\$765	\$145,331	\$144,566

Fremont City School District  
Professional Development Special Revenue Fund

Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Fiscal Year Ended June 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$0	\$0	\$0
<u>Expenditures:</u>			
Current:			
Support Services:			
Instructional Staff			
Salaries	660	660	0
Fringe Benefits	154	100	54
Purchased Services	10,822	10,782	40
Total Expenditures	<u>11,636</u>	<u>11,542</u>	<u>94</u>
Excess of Revenues Under Expenditures	(11,636)	(11,542)	94
Fund Balance at Beginning of Year	11,462	11,462	0
Prior Year Encumbrances Appropriated	174	174	0
Fund Balance at End of Year	<u>\$0</u>	<u>\$94</u>	<u>\$94</u>

Fremont City School District  
Management Information System Special Revenue Fund

Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Fiscal Year Ended June 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$17,056	\$17,056	\$0
<u>Expenditures:</u>			
Current:			
Support Services:			
Administration:			
Capital Outlay - New	2,800	2,800	0
Fiscal:			
Purchased Services	8,622	3,872	4,750
Capital Outlay - New	4,690	1,690	3,000
Total Fiscal	13,312	5,562	7,750
Central:			
Purchased Services	4,528	1,122	3,406
Materials and Supplies	3,219	219	3,000
Capital Outlay - New	5,108	4,243	865
Total Central	12,855	5,584	7,271
Total Expenditures	28,967	13,946	15,021
Excess of Revenues Over (Under) Expenditures	(11,911)	3,110	15,021
Fund Balance at Beginning of Year	7,283	7,283	0
Prior Year Encumbrances Appropriated	4,628	4,628	0
Fund Balance at End of Year	\$0	\$15,021	\$15,021



Fremont City School District  
Public School Preschool Special Revenue Fund

Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Fiscal Year Ended June 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$227,840	\$113,920	(\$113,920)
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular			
Purchased Services	35,148	17,574	17,574
Support Services:			
Pupils			
Purchased Services	75,588	38,528	37,060
Instructional Staff			
Purchased Services	35,943	19,810	16,133
Administration			
Purchased Services	20,034	10,017	10,017
Fiscal			
Salaries	7,069	3,535	3,534
Fringe Benefits	1,247	623	624
Purchased Services	2,500	1,250	1,250
Materials and Supplies	3,076	1,538	1,538
Total Fiscal	13,892	6,946	6,946
Operation and Maintenance of Plant			
Purchased Services	19,319	9,660	9,659
Pupil Transportation			
Purchased Services	29,661	14,830	14,831
Central			
Purchased Services	3,400	1,700	1,700
Total Support Services	197,837	101,491	96,346
Total Expenditures	232,985	119,065	113,920
Excess of Revenues			
Under Expenditures	(5,145)	(5,145)	0
Fund Balance at Beginning of Year			
Prior Year Encumbrances Appropriated	0	0	0
Fund Balance at End of Year	5,145	5,145	0
	\$0	\$0	\$0

Fremont City School District  
Mentoring Special Revenue Fund

Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Fiscal Year Ended June 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$0	\$0	\$0
<u>Expenditures:</u>			
Current:			
Support Services:			
Instructional Staff			
Salaries	38,406	38,406	0
Fringe Benefits	1,105	1,105	0
Purchased Services	14,573	14,573	0
Materials and Supplies	884	884	0
Total Expenditures	<u>54,968</u>	<u>54,968</u>	<u>0</u>
Excess of Revenues (Under) Expenditures	<u>(54,968)</u>	<u>(54,968)</u>	<u>0</u>
<u>Other Financing Sources (Uses):</u>			
Advances In	489	489	0
Advances Out	(489)	(489)	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>
Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses	<u>(54,968)</u>	<u>(54,968)</u>	<u>0</u>
Fund Balance at Beginning of Year	8,016	8,016	0
Prior Year Encumbrances Appropriated	46,952	46,952	0
Fund Balance at End of Year	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

Fremont City School District  
Disadvantaged Pupil Impact Aid Special Revenue Fund

Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Fiscal Year Ended June 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$288,580	\$252,508	(\$36,072)
<u>Expenditures:</u>			
Current:			
Instruction:			
Special			
Other	8,163	0	8,163
Support Services:			
Instructional Staff			
Salaries	176,845	172,271	4,574
Fringe Benefits	113,347	101,148	12,199
Purchased Services	81	81	0
Materials and Supplies	1,749	1,224	525
Total Support Services	292,022	274,724	17,298
Total Expenditures	300,185	274,724	25,461
Excess of Revenues Under Expenditures	(11,605)	(22,216)	(10,611)
<u>Other Financing Sources (Uses):</u>			
Advances In	0	1,146	1,146
Advances Out	(1,146)	(1,146)	0
Operating Transfers In	1,146	10,611	9,465
Total Other Financing Sources (Uses)	0	10,611	10,611
Excess of Revenues and Other Financing Sources Under Expenditures and Other Financing Uses	(11,605)	(11,605)	0
Fund Balance at Beginning of Year	0	0	0
Prior Year Encumbrances Appropriated	11,605	11,605	0
Fund Balance at End of Year	\$0	\$0	\$0

Fremont City School District  
 Network Connectivity Special Revenue Fund

Schedule of Revenues, Expenditures,  
 and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
 For the Fiscal Year Ended June 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$31,500	\$31,500	\$0
<u>Expenditures:</u>			
Current:			
Support Services:			
Pupils			
Purchased Services	58,500	28,724	29,776
Excess of Revenues Over (Under) Expenditures	(27,000)	2,776	29,776
Fund Balance at Beginning of Year	27,000	27,000	0
Fund Balance at End of Year	\$0	\$29,776	\$29,776

Fremont City School District  
 SchoolNet Professional Development Special Revenue Fund

Schedule of Revenues, Expenditures,  
 and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
 For the Fiscal Year Ended June 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$4,142	\$7,592	\$3,450
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular			
Salaries	4,225	3,900	325
Fringe Benefits	776	690	86
Total Expenditures	5,001	4,590	411
Excess of Revenues Over (Under) Expenditures	(859)	3,002	3,861
Fund Balance at Beginning of Year	878	878	0
Fund Balance at End of Year	\$19	\$3,880	\$3,861

Fremont City School District  
Ohio Reads Special Revenue Fund

Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Fiscal Year Ended June 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$55,451	\$55,451	\$0
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular			
Salaries	16,731	14,731	2,000
Fringe Benefits	2,273	2,273	0
Purchased Services	25,063	25,061	2
Materials and Supplies	60,816	60,796	20
Other	4,619	4,619	0
Total Expenditures	109,502	107,480	2,022
Excess of Revenues Under Expenditures	(54,051)	(52,029)	2,022
<u>Other Financing Sources:</u>			
Operating Transfers In	585	585	0
Excess of Revenues and Other Financing Sources Under Expenditures	(53,466)	(51,444)	2,022
Fund Balance at Beginning of Year	1,740	1,740	0
Prior Year Encumbrances Appropriated	51,726	51,726	0
Fund Balance at End of Year	\$0	\$2,022	\$2,022

Fremont City School District  
 Summer Intervention Special Revenue Fund

Schedule of Revenues, Expenditures,  
 and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
 For the Fiscal Year Ended June 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$290	\$0	(\$290)
<u>Expenditures:</u>			
Current:			
Support Services:			
Instructional Staff			
Salaries	13,475	13,474	1
Fringe Benefits	2,150	2,100	50
Materials and Supplies	3,707	3,707	0
Total Instructional Staff	19,332	19,281	51
Administration			
Salaries	3,500	3,438	62
Fringe Benefits	800	705	95
Purchased Services	1,000	975	25
Total Administration	5,300	5,118	182
Operation and Maintenance of Plant			
Purchased Services	3,600	3,543	57
Total Expenditures	28,232	27,942	290
Excess of Revenues			
Under Expenditures	(27,942)	(27,942)	0
Fund Balance at Beginning of Year	26,855	26,855	0
Prior Year Encumbrances Appropriated	1,087	1,087	0
Fund Balance at End of Year	\$0	\$0	\$0

Fremont City School District  
 Extended Learning Opportunity Special Revenue Fund

Schedule of Revenues, Expenditures,  
 and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
 For the Fiscal Year Ended June 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$0	\$0	\$0
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular			
Salaries	8,663	8,663	0
Fringe Benefits	1,383	1,383	0
Total Instruction	<u>10,046</u>	<u>10,046</u>	<u>0</u>
Support Services:			
Instructional Staff			
Purchased Services	7,139	7,139	0
Materials and Supplies	13,319	13,319	0
Total Support Services	<u>20,458</u>	<u>20,458</u>	<u>0</u>
Total Expenditures	<u>30,504</u>	<u>30,504</u>	<u>0</u>
Excess of Revenues			
Under Expenditures	(30,504)	(30,504)	0
Fund Balance at Beginning of Year	29,579	29,579	0
Prior Year Encumbrances Appropriated	925	925	0
Fund Balance at End of Year	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>



Fremont City School District  
Recruitment Special Revenue Fund

Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Fiscal Year Ended June 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$125	\$0	(\$125)
<u>Expenditures:</u>			
Current:			
Support Services:			
Pupils			
Purchased Services	18,139	13,867	4,272
Other	10,500	7,500	3,000
Total Pupils	<u>28,639</u>	<u>21,367</u>	<u>7,272</u>
Instructional Staff			
Purchased Services	<u>2,178</u>	<u>2,177</u>	<u>1</u>
Administration			
Purchased Services	<u>90</u>	<u>87</u>	<u>3</u>
Total Expenditures	<u>30,907</u>	<u>23,631</u>	<u>7,276</u>
Excess of Revenues Under Expenditures	(30,782)	(23,631)	7,151
Fund Balance at Beginning of Year	23,066	23,066	0
Prior Year Encumbrances Appropriated	<u>7,720</u>	<u>7,720</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$4</u></u>	<u><u>\$7,155</u></u>	<u><u>\$7,151</u></u>

Fremont City School District  
Safe School Helpline Special Revenue Fund

Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Fiscal Year Ended June 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$4,549	\$4,549	\$0
<u>Expenditures:</u>			
Current:			
Support Services:			
Pupils			
Purchased Services	6,088	4,305	1,783
Excess of Revenues Over (Under) Expenditures	(1,539)	244	1,783
Fund Balance at Beginning of Year	1,539	1,539	0
Fund Balance at End of Year	\$0	\$1,783	\$1,783

Fremont City School Distric  
School Improvement Special Revenue Fund

Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Fiscal Year Ended June 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$0	\$0	\$0
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular			
Purchased Services	9,232	7,996	1,236
Materials and Supplies	4,168	968	3,200
Capital Outlay - New	2,009	137	1,872
Total Expenditures	<u>15,409</u>	<u>9,101</u>	<u>6,308</u>
Excess of Revenues Under Expenditures	(15,409)	(9,101)	6,308
Fund Balance at Beginning of Year	8,294	8,294	0
Prior Year Encumbrances Appropriated	7,115	7,115	0
Fund Balance at End of Year	<u>\$0</u>	<u>\$6,308</u>	<u>\$6,308</u>

Fremont City School District  
Miscellaneous State Grants Special Revenue Fund

Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Fiscal Year Ended June 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$3,000	\$3,000	\$0
Miscellaneous	3,501	3,500	(1)
Total Revenues	<u>6,501</u>	<u>6,500</u>	<u>(1)</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular			
Salaries	3,225	3,225	0
Fringe Benefits	461	461	0
Purchased Services	1,875	1,875	0
Materials and Supplies	3,834	3,806	28
Other	570	569	1
Total Instruction	<u>9,965</u>	<u>9,936</u>	<u>29</u>
Support Services:			
Instructional Staff			
Salaries	441	0	441
Fringe Benefits	150	0	150
Purchased Services	2,409	2,409	0
Materials and Supplies	222	222	0
Total Instructional Staff	<u>3,222</u>	<u>2,631</u>	<u>591</u>
Fiscal			
Purchased Services	50	50	0
Total Support Services	<u>3,272</u>	<u>2,681</u>	<u>591</u>
Total Expenditures	<u>13,237</u>	<u>12,617</u>	<u>620</u>
Excess of Revenues			
Under Expenditures	(6,736)	(6,117)	619
Fund Balance at Beginning of Year	938	938	0
Prior Year Encumbrances Appropriated	5,798	5,798	0
Fund Balance at End of Year	<u>\$0</u>	<u>\$619</u>	<u>\$619</u>

Fremont City School District  
Migrant Education Special Revenue Fund

Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Fiscal Year Ended June 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$269,230	\$163,170	(\$106,060)
<u>Expenditures:</u>			
Current:			
Instruction:			
Special			
Salaries	48,525	19,860	28,665
Fringe Benefits	7,742	3,141	4,601
Purchased Services	1,909	901	1,008
Materials and Supplies	4,081	3,558	523
Total Instruction	<u>62,257</u>	<u>27,460</u>	<u>34,797</u>
Support Services:			
Pupils			
Salaries	10,916	4,188	6,728
Fringe Benefits	2,025	667	1,358
Purchased Services	344	112	232
Materials and Supplies	669	617	52
Total Pupils	<u>13,954</u>	<u>5,584</u>	<u>8,370</u>
Instructional Staff			
Salaries	67,098	27,889	39,209
Fringe Benefits	11,828	8,907	2,921
Purchased Services	0	0	0
Total Instructional Staff	<u>78,926</u>	<u>36,796</u>	<u>42,130</u>
Administration:			
Salaries	24,529	19,930	4,599
Fringe Benefits	6,773	5,441	1,332
Purchased Services	958	126	832
Materials and Supplies	302	102	200
Total Administration	<u>32,562</u>	<u>25,599</u>	<u>6,963</u>
Fiscal			
Salaries	13,449	10,354	3,095
Fringe Benefits	4,627	3,704	923
Materials and Supplies	250	188	62
Total Fiscal	<u>18,326</u>	<u>14,246</u>	<u>4,080</u>
Operation and Maintenance of Plant			
Salaries	3,222	0	3,222
Fringe Benefits	516	0	516
Purchased Services	5,209	2,559	2,650
Materials and Supplies	400	200	200
Total Operation and Maintenance of Plant	<u>9,347</u>	<u>2,759</u>	<u>6,588</u>

(continued)

Fremont City School District  
Migrant Education Special Revenue Fund

Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Fiscal Year Ended June 30, 2002  
(continued)

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Pupil Transportation			
Salaries	\$9,945	\$5,079	\$4,866
Fringe Benefits	1,525	745	780
Purchased Services	8,017	8,017	0
Materials and Supplies	7,000	0	7,000
Total Pupil Transportation	<u>26,487</u>	<u>13,841</u>	<u>12,646</u>
Total Support Services	<u>179,602</u>	<u>98,825</u>	<u>80,777</u>
Total Expenditures	<u>241,859</u>	<u>126,285</u>	<u>115,574</u>
Excess of Revenues Over Expenditures	27,371	36,885	9,514
Fund Balance at Beginning of Year	78,690	78,690	0
Prior Year Encumbrances Appropriated	0	0	0
Fund Balance at End of Year	<u>\$106,061</u>	<u>\$115,575</u>	<u>\$9,514</u>

Fremont City School District  
Eisenhower Special Revenue Fund

Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Fiscal Year Ended June 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$35,004	\$11,517	(\$23,487)
<u>Expenditures:</u>			
Current:			
Support Services:			
Instructional Staff			
Salaries	11,250	135	11,115
Fringe Benefits	2,073	26	2,047
Purchased Services	29,880	12,595	17,285
Materials and Supplies	14,858	13,648	1,210
Capital Outlay - New	750	578	172
Total Expenditures	58,811	26,982	31,829
Excess of Revenues Under Expenditures	(23,807)	(15,465)	8,342
Fund Balance at Beginning of Year	21,462	21,462	0
Prior Year Encumbrances Appropriated	2,345	2,345	0
Fund Balance at End of Year	\$0	\$8,342	\$8,342

Fremont City School District  
Title VI-B Special Revenue Fund

Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Fiscal Year Ended June 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$404,470	\$400,765	(\$3,705)
<u>Expenditures:</u>			
Current:			
Instruction:			
Special			
Purchased Services	280,423	154,888	125,535
Materials and Supplies	37,076	29,818	7,258
Capital Outlay - New	9,464	9,464	0
Total Instruction	326,963	194,170	132,793
Support Services:			
Pupils			
Salaries	10,682	10,682	0
Purchased Services	19,760	5,580	14,180
Materials and Supplies	5,578	4,584	994
Other	1,500	59	1,441
Total Pupils	37,520	20,905	16,615
Instructional Staff			
Salaries	88,775	87,046	1,729
Fringe Benefits	51,192	46,821	4,371
Purchased Services	4,885	91	4,794
Total Instructional Staff	144,852	133,958	10,894
Administration:			
Salaries	15,278	13,018	2,260
Fringe Benefits	6,477	6,262	215
Purchased Services	600	344	256
Materials and Supplies	4,531	3,666	865
Total Administration	26,886	23,290	3,596
Total Support Services	209,258	178,153	31,105
Non-Instructional Services			
Community Services:			
Purchased Services	46,012	23,478	22,534
Total Expenditures	582,233	395,801	186,432
Excess of Revenues Over (Under) Expenditures	(177,763)	4,964	182,727
<u>Other Financing Sources (Uses):</u>			
Advances In	943	943	0
Advances Out	(943)	(943)	0
Total Other Financing Sources (Uses)	0	0	0

(continued)



Fremont City School District  
Title VI-B Special Revenue Fund

Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Fiscal Year Ended June 30, 2002  
(continued)

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses:	(\$177,763)	\$4,964	\$182,727
Fund Balance at Beginning of Year:	175,269	175,269	0
Prior Year Encumbrances Appropriated	2,494	2,494	0
Fund Balance at End of Year:	\$0	\$182,727	\$182,727

Fremont City School District  
Title I Special Revenue Fund

Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Fiscal Year Ended June 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$899,552	\$772,986	(\$126,566)
<u>Expenditures:</u>			
Current:			
Instruction:			
Special			
Salaries	602,361	484,088	118,273
Fringe Benefits	154,979	127,574	27,405
Purchased Services	8,008	5,866	2,142
Materials and Supplies	9,620	3,854	5,766
Total Instruction	<u>774,968</u>	<u>621,382</u>	<u>153,586</u>
Support Services:			
Pupils			
Salaries	13,764	8,495	5,269
Fringe Benefits	2,760	2,760	0
Purchased Services	100	27	73
Materials and Supplies	51	51	0
Capital Outlay - New	1,000	545	455
Total Pupils	<u>17,675</u>	<u>11,878</u>	<u>5,797</u>
Instructional Staff			
Salaries	32,915	28,666	4,249
Fringe Benefits	16,883	11,075	5,808
Purchased Services	1,001	392	609
Materials and Supplies	539	246	293
Total Instructional Staff	<u>51,338</u>	<u>40,379</u>	<u>10,959</u>
Fiscal			
Salaries	14,862	13,600	1,262
Fringe Benefits	4,400	3,734	666
Materials and Supplies	500	91	409
Total Fiscal	<u>19,762</u>	<u>17,425</u>	<u>2,337</u>
Total Support Services	<u>88,775</u>	<u>69,682</u>	<u>19,093</u>
Non-Instructional Services			
Community Services:			
Salaries	12,825	4,394	8,431
Fringe Benefits	3,855	1,531	2,324
Total Non-Instructional Services	<u>16,680</u>	<u>5,925</u>	<u>10,755</u>
Total Expenditures	<u>880,423</u>	<u>696,989</u>	<u>183,434</u>
Excess of Revenues Over Expenditures	<u>19,129</u>	<u>75,997</u>	<u>56,868</u>

(continued)

Fremont City School District  
 Title I Special Revenue Fund

Schedule of Revenues, Expenditures,  
 and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
 For the Fiscal Year Ended June 30, 2002  
 (continued)

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Other Financing Sources (Uses):</u>			
Advances In	\$4,372	\$4,372	\$0
Advances Out	(4,372)	(4,372)	0
Operating Transfers Out	(66,100)	0	66,100
Total Other Financing Sources (Uses)	<u>(66,100)</u>	<u>0</u>	<u>66,100</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(46,971)	75,997	122,968
Fund Balance at Beginning of Year	44,718	44,718	0
Prior Year Encumbrances Appropriated	2,253	2,253	0
Fund Balance at End of Year	<u>\$0</u>	<u>\$122,968</u>	<u>\$122,968</u>

Fremont City School District  
 Comprehensive Schools Reform Special Revenue Fund

Schedule of Revenues, Expenditures,  
 and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
 For the Fiscal Year Ended June 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$73,000	\$73,000	\$0
<u>Expenditures:</u>			
Current:			
Instruction:			
Special			
Salaries	7,500	1,695	5,805
Fringe Benefits	1,202	246	956
Purchased Services	25,679	17,082	8,597
Materials and Supplies	16,500	15,866	634
Total Instruction	50,881	34,889	15,992
Support Services:			
Pupils			
Salaries	12,600	8,955	3,645
Fringe Benefits	2,019	1,375	644
Purchased Services	2,000	633	1,367
Materials and Supplies	5,500	5,424	76
Total Support Services	22,119	16,387	5,732
Total Expenditures	73,000	51,276	21,724
Excess of Revenues Over Expenditures	0	21,724	21,724
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$0	\$21,724	\$21,724

Fremont City School Distric  
Title VI Special Revenue Func

Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Fiscal Year Ended June 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$36,800	\$24,395	(\$12,405)
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular			
Salaries	3,159	2,445	714
Fringe Benefits	780	378	402
Total Instruction	3,939	2,823	1,116
Support Services:			
Instructional Staff			
Salaries	2,726	2,726	0
Fringe Benefits	2,780	984	1,796
Purchased Services	4,041	2,286	1,755
Materials and Supplies	14,335	8,192	6,143
Capital Outlay - New	5,408	5,140	268
Total Support Services	29,290	19,328	9,962
Non-Instructional Services			
Community Services:			
Materials and Supplies	8,801	4,208	4,593
Capital Outlay - New	110	108	2
Total Non-Instructional Services	8,911	4,316	4,595
Total Expenditures	42,140	26,467	15,673
Excess of Revenues			
Under Expenditures	(5,340)	(2,072)	3,268
Fund Balance at Beginning of Year	3,272	3,272	0
Prior Year Encumbrances Appropriated	2,068	2,068	0
Fund Balance at End of Year	\$0	\$3,268	\$3,268

Fremont City School District  
Drug Free Special Revenue Fund

Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Fiscal Year Ended June 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$32,395	\$21,423	(\$10,972)
<u>Expenditures:</u>			
Current:			
Support Services:			
Pupils			
Salaries	90	90	0
Fringe Benefits	14	14	0
Purchased Services	8,497	5,217	3,280
Materials and Supplies	11,037	6,932	4,105
Total Pupils	19,638	12,253	7,385
Administration:			
Salaries	4,729	4,260	469
Fringe Benefits	1,314	1,314	0
Total Administration	6,043	5,574	469
Total Support Services	25,681	17,827	7,854
Non-Instructional Services:			
Community Services:			
Purchased Services	1,468	1,463	5
Materials and Supplies	456	331	125
Total Non-Instructional Services	1,924	1,794	130
Total Expenditures	27,605	19,621	7,984
Excess of Revenues Over Expenditures	4,790	1,802	(2,988)
Fund Balance at Beginning of Year	4,328	4,328	0
Prior Year Encumbrances Appropriated	859	859	0
Fund Balance at End of Year	\$9,977	\$6,989	(\$2,988)

Fremont City School District  
Goals 2000 Special Revenue Fund

Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Fiscal Year Ended June 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$25,000	\$25,000	\$0
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular			
Salaries	6,050	0	6,050
Fringe Benefits	950	0	950
Purchased Services	11,500	3,432	8,068
Materials and Supplies	1,750	251	1,499
Total Instruction	<u>20,250</u>	<u>3,683</u>	<u>16,567</u>
Support Services:			
Instructional Staff			
Salaries	2,000	0	2,000
Fringe Benefits	500	0	500
Purchased Services	4,299	499	3,800
Materials and Supplies	11,003	2,003	9,000
Total Instructional Staff	<u>17,802</u>	<u>2,502</u>	<u>15,300</u>
Administration:			
Purchased Services	16,942	13,520	3,422
Materials and Supplies	250	0	250
Total Administration	<u>17,192</u>	<u>13,520</u>	<u>3,672</u>
Total Support Services	<u>34,994</u>	<u>16,022</u>	<u>18,972</u>
Total Expenditures	<u>55,244</u>	<u>19,705</u>	<u>35,539</u>
Excess of Revenues Over (Under) Expenditures	(30,244)	5,295	35,539
Fund Balance at Beginning of Year	29,956	29,956	0
Prior Year Encumbrances Appropriated	288	288	0
Fund Balance at End of Year	<u>\$0</u>	<u>\$35,539</u>	<u>\$35,539</u>

Fremont City School District  
Title VI-R Special Revenue Fund

Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Fiscal Year Ended June 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$206,287	\$184,112	(\$22,175)
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular			
Salaries	185,340	145,071	40,269
Fringe Benefits	56,071	52,909	3,162
Total Instruction	241,411	197,980	43,431
Support Services:			
Instructional Staff			
Purchased Services	6,000	711	5,289
Materials and Supplies	1,111	0	1,111
Total Instructional Staff	7,111	711	6,400
Administration:			
Salaries	4,256	3,834	422
Fringe Benefits	1,443	382	1,061
Total Administration	5,699	4,216	1,483
Total Support Services	12,810	4,927	7,883
Total Expenditures	254,221	202,907	51,314
Excess of Revenues			
Under Expenditures	(47,934)	(18,795)	29,139
Fund Balance at Beginning of Year	48,052	48,052	0
Fund Balance at End of Year	\$118	\$29,257	\$29,139



***DEBT SERVICE FUND***

To account for the accumulation of resources for, and the payment of, general long-term obligation principal, interest, and related costs.

*Bond Retirement*

To account for property taxes collected for the payment of general obligation debt. The legal level of budgetary control is the same level reported in the general purpose financial statements.

## ***CAPITAL PROJECTS FUNDS***

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

### *Permanent Improvement*

To account for the acquisition, construction, or improvement of capital facilities, other than those financed by proprietary funds or trust funds.

### *SchoolNet*

To account for resources used for wiring all classrooms to support the transmission of voice, video, and data, and provide a computer workstation and related technology to all classrooms.

### *Distance Learning Lab*

To account for State resources used to finance the interactive video distance learning project.

### *E-Rate*

To account for Federal resources used to purchase new computers and other essential hardware items.

Fremont City School District  
Capital Projects Funds

Combining Balance Sheet  
June 30, 2002

	<u>Permanent Improvement</u>	<u>SchoolNet</u>	<u>Distance Learning Lab</u>	<u>E-Rate</u>	<u>Totals</u>
<u>Assets:</u>					
Equity in Pooled Cash and Cash Equivalents	\$16,152	\$68,047	\$8,700	\$41,791	\$134,690
<u>Receivables:</u>					
Property Taxes	936,774	0	0	0	936,774
Intergovernmental	71	0	0	0	71
<b>Total Assets</b>	<b><u>\$952,997</u></b>	<b><u>\$68,047</u></b>	<b><u>\$8,700</u></b>	<b><u>\$41,791</u></b>	<b><u>\$1,071,535</u></b>
<u>Liabilities and Fund Equity:</u>					
<u>Liabilities:</u>					
Accounts Payable	\$110,755	\$0	\$0	\$36,117	\$146,872
Intergovernmental Payable	0	0	0	0	0
Deferred Revenue	864,041	0	0	0	864,041
<b>Total Liabilities</b>	<b><u>974,796</u></b>	<b><u>0</u></b>	<b><u>0</u></b>	<b><u>36,117</u></b>	<b><u>1,010,913</u></b>
<u>Fund Equity:</u>					
<u>Fund Balance:</u>					
Reserved for Property Taxes	72,804	0		0	72,804
Reserved for Encumbrances	825	0		1,998	2,823
Unreserved (Deficit)	(95,428)	68,047	8,700	3,676	(15,005)
<b>Total Fund Equity (Deficit)</b>	<b><u>(21,799)</u></b>	<b><u>68,047</u></b>	<b><u>8,700</u></b>	<b><u>5,674</u></b>	<b><u>60,622</u></b>
<b>Total Liabilities and Fund Equity</b>	<b><u>\$952,997</u></b>	<b><u>\$68,047</u></b>	<b><u>\$8,700</u></b>	<b><u>\$41,791</u></b>	<b><u>\$1,071,535</u></b>

Fremont City School District  
Capital Projects Funds

Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
For the Fiscal Year Ended June 30, 2002

	Permanent Improvement	SchoolNet	Distance Learning Lab	E-Rate	Totals
<u>Revenues:</u>					
Property Taxes	\$1,012,689	\$0	\$0	\$0	\$1,012,689
Intergovernmental	102,156	68,047	8,700	35,840	214,743
Total Revenues	<u>1,114,845</u>	<u>68,047</u>	<u>8,700</u>	<u>35,840</u>	<u>1,227,432</u>
<u>Expenditures:</u>					
Current:					
Instruction:					
Regular	19,492	7,820	0	0	27,312
Support Services:					
Pupils	0	8,691	0	43,995	52,686
Fiscal	21,704	0	0	0	21,704
Operation and Maintenance of Plant	0	0	0	0	0
Non-Instructional Services	0	0	0	0	0
Capital Outlay	1,251,438	0	0	48,801	1,300,239
Debt Service:					
Principal Retirement	26,552	0	0	0	26,552
Interest and Fiscal Charges	8,342	0	0	0	8,342
Total Expenditures	<u>1,327,528</u>	<u>16,511</u>	<u>0</u>	<u>92,796</u>	<u>1,436,835</u>
Excess of Revenues Over (Under) Expenditures	(212,683)	51,536	8,700	(56,956)	(209,403)
Fund Balances at Beginning of Year	190,884	16,511	0	62,630	270,025
Fund Balances (Deficit) at End of Year	<u>(\$21,799)</u>	<u>\$68,047</u>	<u>\$8,700</u>	<u>\$5,674</u>	<u>\$60,622</u>

Fremont City School District  
Permanent Improvement Capital Projects Fund

Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Fiscal Year Ended June 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Property Taxes	\$899,094	\$974,867	\$75,773
Intergovernmental	89,406	102,156	12,750
Total Revenues	<u>988,500</u>	<u>1,077,023</u>	<u>88,523</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular			
Capital Outlay - New	193,655	107,273	86,382
Support Services:			
Fiscal			
Purchased Services	3,000	1,384	1,616
Other	20,127	20,126	1
Total Fiscal	<u>23,127</u>	<u>21,510</u>	<u>1,617</u>
Operation and Maintenance of Plan			
Capital Outlay - New	14,300	13,848	452
Capital Outlay - Replacemen	43,000	42,853	147
Total Operation and Maintenance of Plan	<u>57,300</u>	<u>56,701</u>	<u>599</u>
Pupil Transportation			
Capital Outlay - Replacemen	171,413	170,788	625
Total Support Services	<u>251,840</u>	<u>248,999</u>	<u>2,841</u>
Non-Instructional Services			
Food Service Operations			
Capital Outlay - Replacemen	16,400	16,381	19
Capital Outlay			
Site Improvement Services			
Capital Outlay - New	312,700	257,777	54,923
Architecture and Engineering Services:			
Purchased Services	39,500	37,784	1,716
Building Improvement Services:			
Capital Outlay - Replacemen	633,862	630,474	3,388
Total Capital Outlay	<u>986,062</u>	<u>926,035</u>	<u>60,027</u>
Total Expenditures	<u>1,447,957</u>	<u>1,298,688</u>	<u>149,269</u>
Excess of Revenues			
Under Expenditures	(459,457)	(221,665)	237,792
<u>Other Financing Sources:</u>			
Advances In	250,000	0	(250,000)

(continued)

Fremont City School District  
 Permanent Improvement Capital Projects Fund

Schedule of Revenues, Expenditures,  
 and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
 For the Fiscal Year Ended June 30, 2002  
 (continued)

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Excess of Revenues and Other Financing Sources Under Expenditures	(\$209,457)	(\$221,665)	(\$12,208)
Fund Balance at Beginning of Year	47,943	47,943	0
Prior Year Encumbrances Appropriated	188,830	188,830	0
Fund Balance at End of Year	\$27,316	\$15,108	(\$12,208)

Fremont City School Distric  
SchoolNet Capital Projects Fund

Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Fiscal Year Ended June 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$68,047	\$68,047	\$0
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular			
Salaries	3,350	3,350	0
Fringe Benefits	662	662	0
Materials and Supplies	4,249	4,249	0
Capital Outlay - New	68,047	0	68,047
Total Instruction	76,308	8,261	68,047
Support Services:			
Pupils			
Purchased Services	8,691	8,691	0
Total Expenditures	84,999	16,952	68,047
Excess of Revenues Over (Under) Expenditures	(16,952)	51,095	68,047
Fund Balance at Beginning of Yea	15,225	15,225	0
Prior Year Encumbrances Appropriated	1,727	1,727	0
Fund Balance (Deficit) at End of Yea	\$0	\$68,047	\$68,047

Fremont City School District  
Distance Learning Lab Capital Projects Fund

Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Fiscal Year Ended June 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$0	\$8,700	\$8,700
<u>Expenditures:</u>	0	0	0
Excess of Revenues Over Expenditures	0	8,700	8,700
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$0	\$8,700	\$8,700



Fremont City School District  
E-Rate Capital Projects Fund

Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Fiscal Year Ended June 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$78,000	\$77,285	\$715
<u>Expenditures:</u>			
Current:			
Support Services:			
Pupils			
Purchased Services	1,779	90	1,689
Materials and Supplies	13,112	11,125	1,987
Capital Outlay - New	83,579	83,579	0
Total Expenditures	98,470	94,794	3,676
Excess of Revenues Under Expenditures	(20,470)	(17,509)	2,961
Fund Balance at Beginning of Year	20,657	20,657	0
Prior Year Encumbrances Appropriated	527	527	0
Fund Balance at End of Year	\$714	\$3,675	\$2,961

This page is intentionally left blank.

## ***ENTERPRISE FUNDS***

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

### *Food Service*

To account for food service operations of the School District.

### *Uniform School Supplies*

To account for the purchase and sale of school supplies used in the School District.

Fremont City School District  
Enterprise Funds

Combining Balance Sheet  
June 30, 2002

	Food Service	Uniform School Supplies	Totals
<u>Assets:</u>			
<u>Current Assets:</u>			
Equity in Pooled Cash and Cash Equivalents	\$22,365	\$96,611	\$118,976
Receivables:			
Accounts	799	10,026	10,825
Intergovernmental	75,525		75,525
Due from Other Funds	29	0	29
Prepaid Items	294	0	294
Inventory Held for Resale	34,292	0	34,292
Total Current Assets	<u>133,304</u>	<u>106,637</u>	<u>239,941</u>
<u>Noncurrent Assets:</u>			
Fixed Assets (net of accumulated depreciation)	95,797	0	95,797
Total Assets	<u>\$229,101</u>	<u>\$106,637</u>	<u>\$335,738</u>
<u>Liabilities and Fund Equity:</u>			
<u>Liabilities:</u>			
<u>Current Liabilities:</u>			
Accounts Payable	\$21,960	\$7,268	\$29,228
Accrued Wages and Benefits	21,975	0	21,975
Compensated Absences Payable	16,143	0	16,143
Intergovernmental Payable	29,304	0	29,304
Interfund Payable	226,023	2,866	228,889
Total Current Liabilities	<u>315,405</u>	<u>10,134</u>	<u>325,539</u>
<u>Long-Term Liabilities:</u>			
Compensated Absences Payable	127,839	0	127,839
Total Liabilities	<u>443,244</u>	<u>10,134</u>	<u>453,378</u>
<u>Fund Equity</u>			
Retained Earnings:			
Unreserved (Deficit)	(269,070)	96,503	(172,567)
Contributed Capital:			
Other Funds	54,927	0	54,927
Total Fund Equity (Deficit)	<u>(214,143)</u>	<u>96,503</u>	<u>(117,640)</u>
Total Liabilities and Fund Equity	<u>\$229,101</u>	<u>\$106,637</u>	<u>\$335,738</u>

Fremont City School District  
Enterprise Funds

Combining Statement of Revenues, Expenses,  
and Changes in Fund Equity  
For the Fiscal Year Ended June 30, 2002

	Food Service	Uniform School Supplies	Totals
<u>Operating Revenues:</u>			
Sales	\$612,243	\$97,813	\$710,056
Other Operating Revenues	0	10,705	10,705
Total Operating Revenues	<u>612,243</u>	<u>108,518</u>	<u>720,761</u>
<u>Operating Expenses:</u>			
Salaries	623,408	0	623,408
Fringe Benefits	316,449	0	316,449
Purchased Services	57,480	1,930	59,410
Materials and Supplies	45,886	3,017	48,903
Cost of Sales	446,729	109,786	556,515
Depreciation	34,109	0	34,109
Total Operating Expenses	<u>1,524,061</u>	<u>114,733</u>	<u>1,638,794</u>
Operating Loss	<u>(911,818)</u>	<u>(6,215)</u>	<u>(918,033)</u>
<u>Non-Operating Revenues (Expenses):</u>			
Federal Donated Commodities	117,816	0	117,816
Operating Grants	600,557	0	600,557
Loss on Disposal of Fixed Assets	(727)	0	(727)
Total Non-Operating Revenues (Expenses)	<u>717,646</u>	<u>0</u>	<u>717,646</u>
Loss before Operating Transfers	(194,172)	(6,215)	(200,387)
Operating Transfers In	<u>0</u>	<u>4,104</u>	<u>4,104</u>
Net Loss	(194,172)	(2,111)	(196,283)
Retained Earnings (Deficit) at Beginning of Year	<u>(74,898)</u>	<u>98,614</u>	<u>23,716</u>
Retained Earnings (Deficit) at End of Year	<u>(269,070)</u>	<u>96,503</u>	<u>(172,567)</u>
Contributed Capital at Beginning of Year	43,945	0	43,945
Contributed from Other Funds	10,982	0	10,982
Contributed Capital at End of Year	<u>54,927</u>	<u>0</u>	<u>54,927</u>
Total Fund Equity (Deficit) at End of Year	<u>(\$214,143)</u>	<u>\$96,503</u>	<u>(\$117,640)</u>

Fremont City School District  
Food Service Enterprise Fund

Schedule of Revenues, Expenses,  
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Fiscal Year Ended June 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Sales	\$606,450	\$613,938	\$7,488
Interest	100	0	(100)
Operating Grants	618,225	525,032	(93,193)
Total Revenues	<u>1,224,775</u>	<u>1,138,970</u>	<u>(85,805)</u>
<u>Expenses:</u>			
Salaries	611,794	611,794	0
Fringe Benefits	305,981	294,331	11,650
Purchased Services	59,891	56,894	2,997
Materials and Supplies	390,626	389,707	919
Capital Outlay	1,000	0	1,000
Total Expenses	<u>1,369,292</u>	<u>1,352,726</u>	<u>16,566</u>
Excess of Revenues Under Expenses	(144,517)	(213,756)	(69,239)
Advances In	175,000	243,152	68,152
Advances Out	<u>(52,000)</u>	<u>(51,128)</u>	<u>872</u>
Excess of Revenues Under Expenses and Advances	(21,517)	(21,732)	(215)
Fund Balance at Beginning of Year	20,238	20,238	0
Prior Year Encumbrances Appropriated	1,494	1,494	0
Fund Balance at End of Year	<u>\$215</u>	<u>\$0</u>	<u>(\$215)</u>

Fremont City School District  
Uniform School Supplies Enterprise Fund

Schedule of Revenues, Expenses,  
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Fiscal Year Ended June 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Sales	\$116,378	\$101,388	(\$14,990)
Other Revenues	8,550	10,705	2,155
Total Revenues	<u>124,928</u>	<u>112,093</u>	<u>(12,835)</u>
<u>Expenses:</u>			
Purchased Services	3,453	1,290	2,163
Materials and Supplies	122,096	117,911	4,185
Total Expenses	<u>125,549</u>	<u>119,201</u>	<u>6,348</u>
Excess of Revenues Under Expenses	(621)	(7,108)	(6,487)
Advances In	5,855	5,542	(313)
Advances Out	<u>(5,688)</u>	<u>(5,511)</u>	<u>177</u>
Excess of Revenues Under Expenses and Advances	(454)	(7,077)	(6,623)
Fund Balance at Beginning of Year	82,985	82,985	0
Prior Year Encumbrances Appropriated	12,678	12,678	0
Fund Balance at End of Year	<u>\$95,209</u>	<u>\$88,586</u>	<u>(\$6,623)</u>

Fremont City School District  
Enterprise Funds

Combining Statement of Cash Flows  
For the Fiscal Year Ended June 30, 2002

	Food Service	Uniform School Supplies	Totals
<u>Increase (Decrease) in Cash and Cash Equivalents</u>			
<u>Cash Flows from Operating Activities:</u>			
Cash Received from Customers	\$613,938	\$101,388	\$715,326
Cash Received from Other Revenues	0	10,705	10,705
Cash Payments for Salaries	(611,794)	0	(611,794)
Cash Payments for Fringe Benefits	(294,331)	0	(294,331)
Cash Payments for Goods and Services	(424,236)	(111,176)	(535,412)
Net Cash Provided by (Used for) Operating Activities	(716,423)	917	(715,506)
<u>Cash Flows from Noncapital Financing Activities:</u>			
Cash Received from Operating Grants	525,032	0	525,032
Cash Received from Advances In	243,152	5,542	248,694
Cash Payments for Advances Out	(51,128)	(5,511)	(56,639)
Net Cash Provided by Noncapital Financing Activities	717,056	31	717,087
Net Increase in Cash and Cash Equivalents	633	948	1,581
Cash and Cash Equivalents at Beginning of Year	21,732	95,663	117,395
Cash and Cash Equivalents at End of Year	\$22,365	\$96,611	\$118,976

(continued)



Fremont City School District  
Enterprise Funds

Combining Statement of Cash Flows  
For the Fiscal Year Ended June 30, 2002  
(continued)

	Food Service	Uniform School Supplies	Totals
<u>Reconciliation of Operating Loss to Net Cash Provided by (Used for) Operating Activities:</u>			
Operating Loss	(\$911,818)	(\$6,215)	(\$918,033)
<u>Adjustments to Reconcile Operating Loss to Net Cash Provided by (Used for) Operating Activities:</u>			
Depreciation	34,109	0	34,109
Donated Commodities Received During Year	117,816	0	117,816
<u>Changes in Assets and Liabilities:</u>			
Decrease in Accounts Receivable	1,083	3,575	4,658
Decrease in Due from Other Funds	612	0	612
Decrease in Prepaid Items	1,530	88	1,618
Increase in Inventory Held for Resale	(15,976)	0	(15,976)
Increase in Accounts Payable	19,161	3,469	22,630
Increase in Accrued Wages and Benefits	10,476	0	10,476
Increase in Compensated Absences Payable	25,388	0	25,388
Increase in Intergovernmental Payable	1,196	0	1,196
Net Cash Provided by (Used for) Operating Activities	(\$716,423)	\$917	(\$715,506)

Non-Cash Transactions:

During fiscal year 2002, the Permanent Improvement capital projects fund purchased fixed assets, in the amount of \$10,982, and donated them to the Food Service enterprise fund.

During fiscal year 2002, the School District received donated commodities in the Food Service enterprise fund, in the amount of \$117,816.

This page is intentionally left blank.

***INTERNAL SERVICE FUND***

To account for the financing of services provided by one department or agency to other departments or agencies of the School District on a cost reimbursement basis.

*Self Insurance*

To account for the self insurance program for hospital/medical, prescription, and dental insurance benefits. The legal level of budgetary control is the same level reported in the general purpose financial statements.

## ***FIDUCIARY FUNDS***

To account for assets held by the School District in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds.

### *EXPENDABLE TRUST FUNDS*

#### *Special Trusts*

To account for assets held by the School District in a trustee capacity to be distributed in the form of scholarships and loans. The activities of the fund are as follows:

*Pearl Setzler Trust* - To provide loans to graduates who plan to further their high school education. Applicants are selected based on the recommendation of the loan committee, consisting of the senior class advisor, principal of Ross High School, and the superintendent of Fremont City School District.

*Dora O'Farrell Art Scholarship* - To award an annual scholarship of \$400 to any graduating senior pursuing an undergraduate degree in an art or art-related field. The award is selected by the family based on an art piece submitted.

*Laura M. Kridler Trust* - To award a scholarship to the graduate who has the highest scholastic rank over four years.

*Margaret E. Fox Trust* - To provide loans to graduates that have completed two to three years of college and who need the funds for completion of advanced training.

*Bertha Youngman Trust* - To provide loans to encourage students and graduates to attend the college or vocational training school of their choice to better prepare them for life's work or chosen profession.

*Imogene Forsyth Trust* - To provide loans to needy foreign language graduates who wish to attend college.

#### *Unclaimed Monies*

To account for checks issued but not cashed.

### *NONEXPENDABLE TRUST FUND*

#### *Endowment Fund*

To account for assets which have been set aside to earn interest. The interest is distributed annually as scholarships. The legal level of budgetary control is the same level reported in the general purpose financial statements. The activities of the fund are as follows:

*Al Hetrick Scholarship Trust* - To award a scholarship to a senior who will attend college and major in a business field. The student will be selected by the principal and the senior class advisor based on outstanding scholastic work and participation in a sport and/or other extracurricular activity.

*Mary A. Hedrick Trust* - To provide for the betterment and maintenance of the Manuel Training Department of the School District for any purpose designed for a useful occupation in life.

(continued)

***FIDUCIARY FUNDS (continued)***

***NONEXPENDABLE TRUST FUND (continued)***

*Linda Schwartz Scholarship* - To award a scholarship for advanced education to a deserving student regardless of position academically in his/her class.

*Charles Fox Trust* - To award a scholarship to assist graduates who are worthy students in the field of medicine, nursing, home economics, or similar areas of study.

*Edward L. Forgatsch Scholarship* - To award a scholarship to a senior who will pursue a post-secondary education. The recipient must demonstrate excellence in scholastic achievement and have participated with success in wrestling and/or football.

*Beth Israel Congregation* - To award one scholarship per graduating class to a student selected from the second quantile of his/her class.

*G. Alex Clark Scholarship* - To award a scholarship to a minority student who will be continuing their education after graduation.

*Howard W. Nowels Endowment* - To provide financial support to FFA members for FFA activities.

***AGENCY FUNDS***

***Faculty***

To account for sales from faculty pop machines.

***Student Managed Activities***

To account for student activity programs which have student participation in the activity and have student involvement in the management of the program.

Fremont City School District  
Trust and Agency Funds

Combining Balance Sheet  
June 30, 2002

	Expendable Trust		Nonexpendable Trust	Agency		Totals
	Special Trusts	Unclaimed Monies	Endowment	Faculty	Student Managed Activities	
<u>Assets:</u>						
Equity in Pooled Cash and						
Cash Equivalents	\$11,906	\$14,334	\$4,706	\$2,666	\$111,429	\$145,041
Investments	71,000	0	46,140	0	0	117,140
Receivables:						
Accrued Interest	1,627	0	786	0	0	2,413
Notes	8,884	0	0	0	0	8,884
Judgement	4,948	0	0	0	0	4,948
Total Assets	<u>\$98,365</u>	<u>\$14,334</u>	<u>\$51,632</u>	<u>\$2,666</u>	<u>\$111,429</u>	<u>\$278,426</u>
<u>Liabilities and Fund Equity:</u>						
<u>Liabilities:</u>						
Deferred Revenue	\$6,502	\$0	\$614	\$0	\$0	\$7,116
Undistributed Assets	0	0	0	2,666	111,429	114,095
Total Liabilities	<u>6,502</u>	<u>0</u>	<u>614</u>	<u>2,666</u>	<u>111,429</u>	<u>121,211</u>
<u>Fund Equity:</u>						
Fund Balance:						
Reserved for Notes Receivable	8,884	0	0	0	0	8,884
Reserved for Contributions	0	0	29,740	0	0	29,740
Unreserved	82,979	14,334	21,278	0	0	118,591
Total Fund Equity	<u>91,863</u>	<u>14,334</u>	<u>51,018</u>	<u>0</u>	<u>0</u>	<u>157,215</u>
Total Liabilities and Fund Equity	<u>\$98,365</u>	<u>\$14,334</u>	<u>\$51,632</u>	<u>\$2,666</u>	<u>\$111,429</u>	<u>\$278,426</u>

Fremont City School District  
Expendable Trust Funds

Combining Statement of Revenues, Expenditures,  
and Changes in Fund Balances  
For the Fiscal Year Ended June 30, 2002

	Special Trusts	Unclaimed Monies	Totals
<u>Revenues:</u>			
Interest	\$3,956	\$0	\$3,956
Miscellaneous	0	880	880
Total Revenues	3,956	880	4,836
<u>Expenditures:</u>			
Current:			
Non-Instructional Services			
Community Services			
Other	675	0	675
	675	0	675
Excess of Revenues Over Expenditures	3,281	880	4,161
Fund Balance at Beginning of Year	88,582	13,454	102,036
Fund Balance at End of Year	\$91,863	\$14,334	\$106,197

Fremont City School District  
Special Trusts Expendable Trust Fund

Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Fiscal Year Ended June 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Interest	\$4,250	\$4,029	(\$221)
Miscellaneous	1,000	440	(560)
Total Revenues	5,250	4,469	(781)
<u>Expenditures:</u>			
Current:			
Non-Instructional Services			
Community Services			
Other	6,675	6,675	0
Excess of Revenues			
Under Expenditures	(1,425)	(2,206)	781
Fund Balance at Beginning of Year	85,112	85,112	0
Fund Balance at End of Year	\$83,687	\$82,906	\$781



Fremont City School District  
Unclaimed Monies Expendable Trust Fund

Schedule of Revenues, Expenditures,  
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual  
For the Fiscal Year Ended June 30, 2002

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Miscellaneous	\$225	\$880	\$655
<u>Expenditures:</u>	0	0	0
Excess of Revenues Over Expenditures	225	880	655
Fund Balance at Beginning of Year	13,454	13,454	0
Fund Balance at End of Year	\$13,679	\$14,334	\$655

Fremont City School District  
Agency Funds

Combining Statement of Changes in Assets and Liabilities  
For the Fiscal Year Ended June 30, 2002

	<u>Balance at</u> <u>06/30/01</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance at</u> <u>06/30/02</u>
<u>Faculty</u>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	<u>\$3,980</u>	<u>\$0</u>	<u>\$1,314</u>	<u>\$2,666</u>
<u>Liabilities:</u>				
Undistributed Assets	<u>\$3,980</u>	<u>\$5,707</u>	<u>\$7,021</u>	<u>\$2,666</u>
 <u>Student Managed Activities</u>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	<u>\$109,006</u>	<u>\$2,423</u>	<u>\$0</u>	<u>\$111,429</u>
<u>Liabilities:</u>				
Undistributed Assets	<u>\$109,006</u>	<u>\$186,334</u>	<u>\$183,911</u>	<u>\$111,429</u>
 <u>All Agency Funds</u>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	<u>\$112,986</u>	<u>\$2,423</u>	<u>\$1,314</u>	<u>\$114,095</u>
<u>Liabilities:</u>				
Undistributed Assets	<u>\$112,986</u>	<u>\$192,041</u>	<u>\$190,932</u>	<u>\$114,095</u>

***GENERAL FIXED ASSETS ACCOUNT GROUP***

To account for all fixed assets, except those accounted for in proprietary funds or trust funds.

Fremont City School District  
Schedule of General Fixed Assets by Source  
June 30, 2002

General Fixed Assets:

Land	\$439,086
Buildings and Improvements	15,466,012
Furniture, Fixtures, and Equipment	5,033,214
Vehicles	2,775,160
Total General Fixed Assets	\$23,713,472

Investment in General Fixed Assets from:

General Fund Resources:	\$3,948,729
Special Revenue Fund Resources:	
Local Grants	658
Venture Capital Grant	21,556
Athletic	50,781
Auxiliary Services	81,716
Disadvantaged Pupil Program	2,813
Professional Development Block Grant	748
Excellence in Education	17,721
School Age Child Care Program	20,220
Management Information System	84,964
Disadvantaged Pupil Impact Aid	3,651
Extended Learning Opportunity	455
Recruitment	5,150
Ohio Reads	919
Migrant Education	11,104
Education for Economic Security	2,976
Title VI-B	86,267
Title I	86,171
Title VI	71,544
Capital Projects Fund Resources:	
Permanent Improvement	3,334,349
SchoolNet	1,182,881
Distance Learning Lat	8,280
E-Rate	151,466
Enterprise Fund Resources:	
Food Service	250
Gifts and Donations	63,377
Acquired Prior to July 1, 1991	14,474,726
Total Investment in General Fixed Assets	\$23,713,472

Fremont City School District  
Schedule of General Fixed Assets by Function and Type  
June 30, 2002

Function	Land	Buildings and Improvements	Furniture, Fixtures, and Equipment	Vehicles	Total
Instruction:					
Regular	\$439,086	\$14,662,585	\$2,998,330	\$0	\$18,100,001
Special	0	0	237,642	0	237,642
Vocational	0	0	15,452	0	15,452
Other	0	0	0	15,546	15,546
Total Instruction	<u>439,086</u>	<u>14,662,585</u>	<u>3,251,424</u>	<u>15,546</u>	<u>18,368,641</u>
Support Services:					
Pupils	0	0	442,453	779	443,232
Instructional Staff	0	0	284,784	0	284,784
Administration	0	0	307,099	0	307,099
Fiscal	0	0	54,392	0	54,392
Operation and Maintenance					
of Plant	0	259,025	368,367	242,390	869,782
Pupil Transportation	0	0	67,346	2,516,445	2,583,791
Central	0	0	4,662	0	4,662
Total Support Services	<u>0</u>	<u>259,025</u>	<u>1,529,103</u>	<u>2,759,614</u>	<u>4,547,742</u>
Non-Instructional Services	<u>0</u>	<u>2,519</u>	<u>114,003</u>	<u>0</u>	<u>116,522</u>
Extracurricular Activities	<u>0</u>	<u>541,883</u>	<u>138,684</u>	<u>0</u>	<u>680,567</u>
Total General Fixed Assets	<u><u>\$439,086</u></u>	<u><u>\$15,466,012</u></u>	<u><u>\$5,033,214</u></u>	<u><u>\$2,775,160</u></u>	<u><u>\$23,713,472</u></u>

Fremont City School District  
Schedule of Changes in General Fixed Assets by Function  
For the Fiscal Year Ended June 30, 2002

Function	Balance at 6/30/01	Additions	Reductions	Balance at 6/30/02
<b>Instruction:</b>				
Regular	\$17,419,405	\$792,415	\$111,819	\$18,100,001
Special	258,663	11,744	32,765	237,642
Vocational	15,811	0	359	15,452
Other	15,546	0	0	15,546
<b>Total Instruction</b>	<u>17,709,425</u>	<u>804,159</u>	<u>144,943</u>	<u>18,368,641</u>
<b>Support Services:</b>				
Pupils	403,511	57,708	17,987	443,232
Instructional Staff	294,272	8,202	17,690	284,784
Administration	326,761	3,484	23,146	307,099
Fiscal	57,195	2,140	4,943	54,392
Operation and Maintenance of Plant	602,213	315,818	48,249	869,782
Pupil Transportation	2,584,209	2,620	3,038	2,583,791
Central	1,802	2,860	0	4,662
<b>Total Support Services</b>	<u>4,269,963</u>	<u>392,832</u>	<u>115,053</u>	<u>4,547,742</u>
<b>Non-Instructional Services</b>	<u>112,751</u>	<u>12,256</u>	<u>8,485</u>	<u>116,522</u>
<b>Extracurricular Activities</b>	<u>682,337</u>	<u>3,650</u>	<u>5,420</u>	<u>680,567</u>
<b>Total General Fixed Assets by Function</b>	<u>\$22,774,476</u>	<u>\$1,212,897</u>	<u>\$273,901</u>	<u>\$23,713,472</u>

## STATISTICAL SECTION

**This Page is Intentionally Left Blank.**



## STATISTICAL SECTION

THE FOLLOWING UNAUDITED STATISTICAL TABLES  
REFLECT SOCIAL AND ECONOMIC DATA, FINANCIAL TRENDS, AND  
FISCAL CAPACITY OF THE SCHOOL DISTRICT.

Fremont City School District  
General Fund Expenditures by Function  
Last Ten Fiscal Years

	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
Current:				
Instruction:				
Regular	\$14,748,777	\$14,290,119	\$14,030,109	\$14,058,827
Special	3,298,797	2,962,193	2,841,368	2,326,883
Vocational	209,663	199,282	194,168	188,199
Adult/Continuing	0	0	0	0
Other	780,940	709,261	538,500	430,825
Support Services:				
Pupils	1,939,604	1,832,178	1,725,104	1,699,719
Instructional Staff	893,408	852,074	805,559	811,347
Board of Education	70,500	51,275	61,324	56,682
Administration	2,334,496	2,308,973	2,212,054	2,237,206
Fiscal	677,763	653,316	672,885	600,951
Business	88,551	87,854	81,775	80,556
Operation and Maintenance of Plant	2,440,736	2,660,335	2,354,090	2,407,608
Pupil Transportation	1,362,560	1,372,229	1,443,332	1,323,320
Central	68,192	54,733	237,459	111,751
Non-Instructional Services	5,229	84,912	51,792	12,960
Extracurricular Activities	541,138	475,086	473,387	445,970
Capital Outlay	0	6,382	119,273	107,383
Debt Service	1,192	298	0	0
Total	<u>\$29,461,546</u>	<u>\$28,600,500</u>	<u>\$27,842,179</u>	<u>\$26,900,187</u>

Source: Fremont City School District Records

1998	1997	1996	1995	1994	1993
\$13,324,572	\$12,527,758	\$12,511,252	\$11,661,520	\$10,981,076	\$10,877,602
1,792,901	1,636,139	1,635,813	1,408,163	1,295,376	1,290,550
178,214	144,584	122,666	150,611	151,876	164,550
10	783	6,049	5,997	5,987	6,443
54,584	55,525	79,020	55,718	43,265	30,987
1,350,761	1,270,104	1,145,412	1,008,693	990,896	1,005,254
623,991	598,731	531,347	448,707	449,288	425,779
50,653	47,141	72,959	45,052	49,256	32,614
2,173,787	2,114,667	1,866,070	1,880,564	1,721,420	1,705,985
505,937	505,732	522,594	543,513	465,703	430,499
84,678	74,148	74,159	71,559	66,231	68,646
2,130,218	2,201,616	1,965,600	1,897,027	1,855,819	1,904,760
1,305,644	1,500,425	1,301,797	1,199,723	1,085,542	1,230,721
73,363	74,831	141,139	103,508	78,119	44,936
13,742	9,857	26,280	101,415	27,333	25,577
399,458	387,413	366,346	330,863	294,196	318,805
479,907	123,668	141,987	50,153	48,746	47,963
0	0	938	19,826	2,366	2,905
<u>\$24,542,420</u>	<u>\$23,273,122</u>	<u>\$22,511,428</u>	<u>\$20,982,612</u>	<u>\$19,612,495</u>	<u>\$19,614,576</u>

Fremont City School District  
General Fund Revenues by Source  
Last Ten Fiscal Years

	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
Property Taxes	\$12,502,968	\$10,454,834	\$9,994,286	\$11,517,755
Income Taxes (1)	3,638,863	3,806,474	3,694,524	3,560,107
Payment in Lieu of Taxes	136,172	0	0	0
Intergovernmental	13,860,611	12,610,378	12,161,591	11,575,334
Interest	71,919	163,205	169,602	218,555
Tuition	148,462	212,375	72,094	34,730
Classroom Materials and Fees	0	0	0	0
Rent	16,271	24,513	20,296	44,711
Gifts and Donations	0	23,713	5,872	67,355
Miscellaneous	55,243	225,902	134,713	42,849
Total	<u>\$30,430,509</u>	<u>\$27,521,394</u>	<u>\$26,252,978</u>	<u>\$27,061,396</u>

Source: Fremont City School District Records

(1) Prior to fiscal year 1997 property taxes and income taxes were combined.

<u>1998</u>	<u>1997</u>	<u>1996</u>	<u>1995</u>	<u>1994</u>	<u>1993</u>
\$10,598,755	\$9,711,298	\$11,744,668	\$13,132,592	\$9,877,409	\$9,195,961
3,239,876	3,066,771	0	0	0	0
0	0	0	0	0	0
10,575,619	9,963,160	9,688,467	9,231,324	9,249,373	9,751,363
255,957	297,194	223,973	216,044	131,284	126,095
37,605	48,268	67,991	22,339	49,794	46,794
0	0	59,692	14,668	19,199	34,365
8,870	43,095	0	0	0	0
0	0	0	0	0	0
326,086	109,076	51,785	202,746	168,995	122,113
<u>\$25,042,768</u>	<u>\$23,238,862</u>	<u>\$21,836,576</u>	<u>\$22,819,713</u>	<u>\$19,496,054</u>	<u>\$19,276,691</u>

Fremont City School District  
Property Tax Levies and Collections  
Real Property Tax  
Last Ten Years

Year	Current Tax Levy	Current Tax Collections	Percent Collected	Delinquent Tax Collections	Total Tax Collections
2002	\$9,052,711	\$8,942,120	98.78%	\$412,217	\$9,354,337
2001	9,270,483	9,240,162	99.67	299,404	9,539,566
2000	8,487,416	8,573,198	101.01	245,151	8,818,349
1999	7,775,394	7,294,189	93.81	299,290	7,593,479
1998	7,580,706	7,403,377	97.66	182,302	7,585,679
1997	6,791,853	6,717,016	98.90	151,973	6,868,989
1996	6,654,755	6,578,847	98.86	133,697	6,712,544
1995	6,689,726	6,539,201	97.75	150,735	6,689,936
1994	6,434,676	6,356,545	98.79	136,317	6,492,862
1993	6,550,699	6,421,229	98.02	148,083	6,569,312

Source: Sandusky County Auditor - Presented on a calendar year basis because that is the manner that information is maintained by the County Auditor.

Does not include state reimbursement of homestead and rollback exemptions.

<u>Percent of Total Collections to Current Tax Levy</u>	<u>Outstanding Delinquent Taxes</u>	<u>Percent of Outstanding Delinquent Taxes to Current Tax Levy</u>
103.33%	\$595,038	6.57%
102.90	450,851	4.33
103.90	367,290	4.33
97.66	397,493	5.11
100.07	275,530	3.63
101.14	248,110	3.65
100.87	243,148	3.65
100.00	267,317	4.00
100.90	241,002	3.75
100.28	272,719	4.16

Fremont City School District  
Property Tax Levies and Collections  
Tangible Personal Property Tax  
Last Ten Years

Year	Current Tax Levy	Current Tax Collections	Percent Collected	Delinquent Tax Collections	Total Tax Collections
2002	\$3,663,714	\$3,291,208	89.83%	\$198,444	\$3,489,652
2001	3,659,955	3,398,332	92.85	110,416	3,508,748
2000	3,444,929	3,144,878	91.29	166,002	3,310,880
1999	3,139,917	2,946,193	93.83	70,199	3,016,392
1998	3,085,644	2,867,355	92.93	241,543	3,108,898
1997	3,152,613	3,208,629	101.78	26,955	3,235,584
1996	3,018,822	3,100,496	102.71	79,244	3,179,740
1995	2,789,800	2,933,792	105.16	30,447	2,964,239
1994	2,474,478	2,347,852	94.88	44,013	2,391,865
1993	3,187,817	2,282,572	71.60	317,150	2,599,722

Source: Sandusky County Auditor - Presented on a calendar year basis because that is the manner that information is maintained by the County Auditor.

N/A Not Available



Percent of Total Collections to Current Tax Levy	Outstanding Delinquent Taxes	Percent of Outstanding Delinquent Taxes to Current Tax Levy
95.25%	\$372,506	10.17%
95.87	261,624	7.15
96.11	300,051	8.71
96.07	193,724	6.17
100.75	314,148	10.18
102.63	88,979	2.82
105.33	289,073	9.58
106.25	444,955	15.95
96.66	613,284	24.78
81.55	588,481	18.46

Fremont City School District  
Assessed and Estimated Actual Value of Taxable Property  
Last Ten Years

Year	Agricultural, Residential and Other Real Estate		Public Utility (1)	
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
2002	\$424,382,780	\$1,212,522,228	\$25,128,850	\$81,587,175
2001	416,725,480	1,190,644,229	35,353,540	114,784,221
2000	366,462,820	1,047,036,629	38,345,260	124,497,597
1999	361,181,680	1,031,947,657	35,924,930	116,639,383
1998	308,236,380	880,675,371	37,630,790	122,177,890
1997	298,646,380	853,275,371	36,902,180	119,812,273
1996	292,485,390	835,672,543	40,894,180	132,773,312
1995	263,714,210	753,469,171	40,187,950	130,480,357
1994	261,109,420	745,794,543	37,987,150	123,334,903
1993	259,879,850	742,513,857	39,052,610	126,794,188

Source: Sandusky County Auditor - Presented on a calendar year basis because that is the manner that information is maintained by the County Auditor.

(1) Public Utility includes both real property and tangible personal property.

Real Estate is assessed at 35 percent of appraised market value.

Public Utility Real Estate is assessed at 35 percent of true value.

Public Utility Tangible Personal is assessed at varying percentages of true value.

Tangible Personal is assessed at 25 percent of true value.

Tangible Personal		Total		Ratio
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	
\$97,861,533	\$391,446,132	\$547,373,163	\$1,685,555,535	32.47%
96,266,938	385,067,752	548,345,958	1,690,496,202	32.44
94,283,864	377,135,456	499,091,944	1,548,669,682	32.23
97,058,210	388,232,840	494,164,820	1,536,819,880	32.16
89,923,106	359,692,424	435,790,276	1,362,545,685	31.98
79,103,944	316,415,776	414,652,504	1,289,503,420	32.16
79,903,560	319,614,240	413,283,130	1,288,060,095	32.09
82,055,447	328,221,788	385,957,607	1,212,171,316	31.84
83,880,659	335,522,636	382,977,229	1,204,652,082	31.79
86,015,654	330,829,438	384,948,114	1,200,137,483	32.08

Fremont City School District  
Property Tax Rates - Direct and Overlapping Governments  
(Per \$1,000 of Assessed Valuation)  
Last Ten Years

	2002	2001	2000	1999
Fremont School District Levy	\$34.10	\$34.10	\$34.10	\$32.10
Sandusky County Levy	9.10	7.10	7.10	7.10
Vanguard-Sentinal Career Center Levy	1.60	1.60	1.60	1.60
Fremont City Levy	3.20	3.20	3.20	3.20
Lindsey Village Levy	6.80	6.80	6.80	6.80
Health District Levy	0.50	0.50	0.50	0.50
Birchard Library Levy	0.40	0.50	0.60	0.60
E911 District Levy	0.30	0.10	0.10	0.10
Ballville Township Levy	4.75	4.75	4.75	4.75
Rice Township Levy	3.60	3.60	3.60	3.60
Washington Township Levy	4.95	4.95	5.40	5.40
Sandusky Township Levy	5.20	5.20	5.20	5.20
Greencreek Township Levy	3.20	3.20	3.20	3.20
Debt Service included in Total Levy				
School	0.00	0.00	0.00	0.00
Library	0.60	0.60	0.60	0.60

Source: Sandusky County Auditor - Presented on a calendar year basis because that is the manner that information is maintained by the County Auditor.

Note: Totals were not presented because of overlapping governmental entities.

1998	1997	1996	1995	1994	1993
\$32.10	\$32.10	\$32.10	\$32.10	\$32.10	\$33.00
7.10	7.10	7.10	7.10	7.10	7.10
1.60	1.60	1.60	1.60	1.60	1.60
3.20	3.20	3.20	3.20	3.20	3.20
6.80	6.80	6.80	6.80	6.80	6.80
0.50	0.50	0.50	0.50	0.50	0.50
0.60	0.70	0.80	0.80	0.80	0.80
0.10	0.10	0.20	0.20	0.20	0.20
4.75	3.50	3.50	3.50	5.00	5.00
3.60	3.60	2.70	2.70	2.50	2.50
5.40	5.40	1.30	1.30	1.30	1.30
5.20	5.20	5.20	5.20	5.20	5.20
3.20	3.20	3.20	3.20	3.20	3.20
0.00	0.00	0.00	0.00	0.00	0.90
0.60	0.70	0.80	0.80	0.80	0.80

Fremont City School District  
Principal Taxpayers  
Real Property Tax  
December 31, 2001

Name of Taxpayer	Assessed Value (1)	Percentage of Total Assessment
PF (Ohio) One, LLC	\$3,073,900	0.72%
Mid Peninsula Properties	3,028,460	0.71
Wal-Mart Real Estate Business	2,171,190	0.51
Fangboner & Associates	2,125,590	0.50
PF (Ohio) Two, LLC	1,748,650	0.41
Kelsey Hayes Company	1,662,570	0.39
Fremont Building Company	1,641,580	0.39
H.J. Heinz Company	1,640,460	0.39
Croghan Colonial Bank	1,549,010	0.37
National Can Corp.	1,327,460	0.31
Total	<u>\$19,968,870</u>	<u>4.70%</u>

Total Assessed Values of All Taxpayers                      \$424,382,780

Source: Sandusky County Auditor

(1) Assessed values are for the 2002 collection year.

Fremont City School District  
Principal Taxpayers  
Public Utility Property Tax  
December 31, 2001

Name of Taxpayer	Assessed Value (1)	Percentage of Total Assessment
Ohio Power	\$9,147,830	36.40%
Toledo Edison	4,438,650	17.66
Ohio Bell Telephone	3,911,890	15.57
American Transmission Systems	1,336,050	5.32
Columbia Gas Company	1,146,890	4.56
Ohio Telephone & Telegraph	877,310	3.49
Norfolk Southern	862,410	3.43
East Ohio Gas Company	862,410	3.43
LCI International	624,890	2.49
Columbia Gas Transmission Corp.	535,610	2.13
Total	<u>\$23,743,940</u>	<u>94.48%</u>

Total Assessed Values of All Taxpayers                      \$25,128,850

Source: Sandusky County Auditor

(1) Assessed values are for the 2002 collection year.

Fremont City School District  
Principal Taxpayers  
Tangible Personal Property Tax  
December 31, 2001

Name of Taxpayer	Assessed Value (1)	Percentage of Total Assessment
TRW Incorporated	\$9,363,350	9.57%
H.J. Heinz Company	7,429,840	7.59
Mead Corporation	4,914,320	5.02
Owens Ill - Continental Pet Tech	4,135,240	4.23
Lear Corporation	3,350,450	3.42
Aeroquip Inoac Company	3,235,760	3.31
Curwood, Incorporated	3,093,390	3.16
Crown Battery Mfg.	2,504,160	2.56
Rexam Beverage Can Company	2,410,900	2.46
Ludlow Composites	2,208,580	2.25
Total	<u>\$42,645,990</u>	<u>43.57%</u>

Total Assessed Values of All Taxpayers                      \$97,861,533

Source: Sandusky County Auditor

(1) Assessed values are for the 2002 collection year.



Fremont City School District  
 Computation of Legal Debt Margin  
 June 30, 2002

	Overall Debt Margin	Unvoted Debt Margin
Assessed Value	\$547,373,163	\$547,373,163
Debt Limitation of Assessed Value (1)	\$49,263,585	\$547,373
Outstanding Debt		
General Obligation Bonds	945,000	945,000
Less Debt Exempt from Limitation		
General Obligation Bonds	(945,000)	(945,000)
Net Debt Applicable to Debt Limitation	0	0
Total Legal Debt Margin	\$49,263,585	\$547,373

Source: Sandusky County Auditor and Fremont City School District Records

(1) Ohio Bond Law sets a limit of 9 percent for voted debt and 1/10 of 1 percent for unvoted debt.

Fremont City School District  
Ratio of General Obligation Bonded Debt to Assessed Value  
and General Bonded Debt Per Capita  
Last Ten Years

Year	Population (1)	General Obligation Debt (2)	Assessed Value	Ratio of Debt to Assessed Value	Bonded Debt per Capita
2002	17,375	\$945,000	\$547,373,163	0.17%	\$54
2001	17,375	1,045,000	548,345,958	0.19	60
2000	17,647	0	499,091,944	0.00	0
1999	17,647	0	494,164,820	0.00	0
1998	17,647	0	435,790,276	0.00	0
1997	17,647	0	414,652,504	0.00	0
1996	17,647	0	413,283,130	0.00	0
1995	17,647	0	385,957,607	0.00	0
1994	17,647	220,000	382,977,229	0.06	12
1993	17,647	440,000	384,948,114	0.11	25

Source: Sandusky County Auditor

(1) Includes City of Fremont only.

(2) Includes all general obligation bonded debt.

Fremont City School District  
Ratio of Annual Debt Service Expenditures for  
General Obligation Bonded Debt to Total General Fund Expenditures  
Last Ten Fiscal Years

Year	Principal	Interest and Fiscal Charges	Total Debt Service	Total General Fund Expenditures	Ratio of Debt Service to General Fund Expenditures (Percentage)
2002	\$100,000	\$58,705	\$158,705	\$29,461,546	0.54%
2001	0	0	0	28,600,500	0.00
2000	0	0	0	27,842,179	0.00
1999	0	0	0	26,900,187	0.00
1998	0	0	0	24,542,420	0.00
1997	0	0	0	23,273,122	0.00
1996	0	0	0	22,511,428	0.00
1995	220,000	6,188	226,188	20,982,612	1.08
1994	220,000	18,562	238,562	19,612,495	1.22
1993	220,000	30,938	250,938	19,614,576	1.28

Source: Fremont City School District Records.

Fremont City School District  
 Computation of Overlapping Debt  
 December 31, 2001

Jurisdiction	Net General Obligation Debt Outstanding	Percentage Applicable to Fremont City School District	Amount Applicable to Fremont City School District
Fremont City School District	\$945,000	100.00%	\$945,000
Sandusky County	5,596,419	53.61	3,000,240
City of Fremont	12,065,000	100.00	12,065,000
Birchard Library	385,000	70.56	271,656
Vanguard-Sentinel Career Center	466,667	21.95	102,433
Subtotal	<u>18,513,086</u>		<u>15,439,330</u>
Total	<u><u>\$19,458,086</u></u>		<u><u>\$16,384,329</u></u>

The percentage of gross indebtedness of the School District's overlapping political subdivisions was determined by dividing each overlapping subdivision's assessed valuation within the School District by its total assessed valuation.

Fremont City School District  
Property Values, Bank Deposits, and Construction Activity  
Last Ten Years

Year	Assessed Value Real, Public Utility, and Tangible Personal Property (1)	Sandusky County Bank Deposits (2)	Valuation of Building Permits Issued (3)
2002	\$547,373,163	\$370,607,000	N/A
2001	548,345,958	364,185,000	\$361,115,390
2000	499,091,944	364,618,000	21,095,950
1999	494,164,820	367,978,000	21,211,060
1998	435,790,276	361,850,000	6,646,015
1997	414,652,504	347,412,000	13,309,903
1996	413,283,130	586,865,000	7,759,030
1995	385,957,607	509,528,000	11,277,608
1994	382,977,229	515,599,000	18,488,806
1993	384,948,114	513,711,000	13,685,879

(1) Source: Sandusky County Auditor

(2) Source: Federal Reserve Bank, Cleveland Ohio.

(3) Source: City of Fremont Engineer, City of Fremont only. The information for 2002 is not available.

N/A Not Available

Fremont City School District  
 Ten Largest Employers by Employee Income Tax Withholding  
 December 31, 2001

Name	Amount (1)	Percentage of Total Employee Withholding
H.J. Heinz Company	\$357,294	6.43%
Fremont Board of Education	288,753	5.20
Sandusky County	270,134	4.86
Memorial Hospital	213,928	3.85
PF (Ohio) One, LLC	164,648	2.96
Crown Battery Mfg.	121,065	2.18
Tera Community College	116,099	2.09
Rexam Beverage Can Company	110,259	1.99
City of Fremont	99,116	1.79
Ludlow Composites	99,090	1.79
	\$1,840,386	33.14%

Total Employee Withholding \$5,553,064

Source: City of Fremont Income Tax Department

(1) Amount rounded to nearest hundred.

Fremont City School District  
Enrollment Statistics  
Last Ten Fiscal Years

Year	General Fund Expenditures	Average Daily Membership	Per Pupil Cost
2002	\$29,461,546	4,551	\$6,474
2001	28,600,500	4,849	5,898
2000	27,842,179	4,993	5,576
1999	26,900,187	5,161	5,212
1998	24,542,420	5,138	4,777
1997	23,273,122	5,291	4,399
1996	22,511,428	5,361	4,199
1995	20,982,612	5,415	3,875
1994	19,612,495	5,443	3,603
1993	19,614,576	5,475	3,583

Source: Fremont City School District Records

Fremont City School District  
 Teacher Education and Experience  
 June 30, 2002

Degree	Number of Teachers	Percentage of Total
Bachelor's Degree	53	17.61%
Bachelor + 15	37	12.29
Bachelor + 30	65	21.60
Master's Degree	68	22.59
Master + 15	34	11.29
Master + 30	44	14.62
Total	<u>301</u>	<u>100.00%</u>

Years of Experience	Number of Teachers	Percentage of Total
0-5	59	19.60%
6-10	45	14.95
11-14	54	17.94
15-19	40	13.29
20-24	40	13.29
25 and over	63	20.93
Total	<u>301</u>	<u>100.00%</u>

Source: Fremont City School District Personnel Records.





STATE OF OHIO  
OFFICE OF THE AUDITOR  

---

JIM PETRO, AUDITOR OF STATE

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

**FREMONT CITY SCHOOL DISTRICT**

**SANDUSKY 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  
FEBRUARY 6, 2003**