



Mary Taylor, CPA
Auditor of State

MAYFIELD CITY SCHOOL DISTRICT
CUYAHOGA COUNTY

TABLE OF CONTENTS

TITLE	PAGE
Schedule of Federal Awards Receipts and Expenditures	1
Notes to the Schedule of Federal Awards Receipts and Expenditures	2
Independent Accountants' Report on Internal Control over Financial Reporting and on Compliance and Other Matters Required by <i>Government Auditing Standards</i>	3
Independent Accountants' Report on Compliance with Requirements Applicable to Its Major Federal Programs and on Internal Control Over Compliance in Accordance With <i>OMB Circular A-133</i>	5
Schedule of Findings	7
Schedule of Prior Audit Findings	12

This page intentionally left blank.

**MAYFIELD CITY SCHOOL DISTRICT
CUYAHOGA COUNTY
SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2006**

Federal Grantor/ Pass Through Grantor/ Program Title	Pass Through Entity Number	Federal CFDA Number	Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
<u>U.S. DEPARTMENT OF AGRICULTURE</u>						
<i>Passed Through Ohio Department of Education:</i>						
Food Donation	N/A	10.550	\$0	\$35,841	\$0	\$35,841
Nutrition Cluster:						
National School Lunch Program	LLP4-2005	10.555	34,789	0	34,789	0
National School Lunch Program	LLP4-2006	10.555	102,263	0	138,104	0
Total National School Lunch Program			137,052	0	172,893	0
Team Nutrition Grant	TWAD-2005	10.574	0	0	1,657	0
Total U.S. Department of Agriculture - Nutrition Cluster			137,052	35,841	174,550	35,841
<u>U.S. DEPARTMENT OF EDUCATION</u>						
<i>Passed Through Ohio Department of Education:</i>						
Special Education Cluster:						
Special Education: Grants to States	6BSF-2005	84.027	64,720	0	94,099	0
Special Education: Grants to States	6BSA-2006	84.027	14,795	0	14,061	0
Special Education: Grants to States	6BSF-2006	84.027	980,127	0	918,424	0
Total Special Education Grants to States			1,059,642	0	1,026,584	0
Special Education: Preschool Grants	PGS1-2005	84.173	2,716	0	0	0
Special Education: Preschool Grants	PGS1-2006	84.173	31,930	0	31,930	0
Total Special Education: Preschool Grants			34,646	0	31,930	0
Total Special Education Cluster			1,094,288	0	1,058,514	0
Adult Education: State Grant Program	ABS1-2005	84.002	10,117	0	6,224	0
Adult Education: State Grant Program	ABS1-2006	84.002	21,921	0	23,252	0
Total Adult Education: State Grant Program			32,038	0	29,476	0
Title I Grants to Local Educational Agencies	C1S1-2005	84.010	(6,730)	0	7,791	0
Title I Grants to Local Educational Agencies	C1S1-2006	84.010	145,843	0	138,920	0
Total Title I Grants to Local Education Agencies			139,113	0	146,711	0
Vocational Education: Basic Grants to States	20C1-2006	84.048	229,795	0	210,942	0
Safe and Drug-Free Schools and Communities	DRS1-2005	84.186	13,536	0	13,536	0
Ohio Javits Project	JGS1-2006	84.206	7,777	0	3,364	0
Innovative Education Program Strategies	C2S1-2006	84.298	14,857	0	17,528	0
Technology Literacy Challenge Fund Grants	TJS1-2005	84.318	(285)	0	431	0
Technology Literacy Challenge Fund Grants	TJS1-2006	84.318	3,479	0	2,892	0
Total Technology Literacy Challenge Fund Grants			3,194	0	3,323	0
English Language Acquisition Grants (Title III)	T3S1-2006	84.365	29,928	0	28,931	0
Improving Teacher Quality State Grants	TRS1-2005	84.367	2,052	0	6,320	0
Improving Teacher Quality State Grants	TRS1-2006	84.367	75,540	0	94,445	0
Total Improving Teacher Quality State Grants			77,592	0	100,765	0
Refugee and Entrant Assistance: Discretionary Grants	RIS1-2006	93.576	0	0	4,250	0
Total U.S. Department of Education			1,642,118	0	1,617,340	0
<u>U.S. DEPARTMENT OF LABOR</u>						
<i>Passed Through the Cuyahoga County Department of Workforce Development:</i>						
WIA Youth Activities	N/A	17.259	201,563	0	171,730	0
WIA Youth Activities	N/A	17.259	235,742	0	297,686	0
Total WIA Youth Activities			437,305	0	469,416	0
Total U.S. Department of Labor			437,305	0	469,416	0
Totals			\$2,216,475	\$35,841	\$2,261,306	\$35,841

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

**MAYFIELD CITY SCHOOL DISTRICT
CUYAHOGA COUNTY
FOR THE YEAR ENDED JUNE 30, 2006**

NOTES TO SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

The accompanying schedule of federal awards receipts and expenditures is a summary of the activity of the District's federal awards programs. The schedule has been prepared on the cash basis of accounting.

NOTE B - FOOD DISTRIBUTION

Nonmonetary assistance is reported in the schedule at the fair market value of the commodities received and disbursed.

NOTE C - NATIONAL SCHOOL LUNCH AND SPECIAL MILK PROGRAMS

Federal monies received by the District for these programs are commingled with State grants and local revenues. It is assumed that federal monies are expended first.

NOTE D - CARRYOVER FUNDS

Negative receipts are shown in the Title I Grant, CFDA #84.010 and Technology Literacy Challenge Fund Grant, CFDA #84.318. These negative receipts represent monies on the Final Expenditure Report that were unspent after the initial period of availability. These monies were in accordance with allowable carryover provisions and added to the following fiscal year award amounts.

CFDA - Catalog of Federal Domestic Assistance



Mary Taylor, CPA

Auditor of State

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

Mayfield City School District
Cuyahoga County
1101 SOM Center Road
Mayfield Heights, Ohio 44124

To the Board of Education:

We have audited the financial statements of the governmental activities, the major fund, and the aggregate remaining fund information of the Mayfield City School District, Cuyahoga County, Ohio, (the District) as of and for the year ended June 30, 2006, which collectively comprise the District's basic financial statements and have issued our report thereon dated March 9, 2007, wherein we noted the District restated their General Fund and Other Governmental Funds July 1, 2005 fund balances. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting to determine our auditing procedures to express our opinions on the financial statements and not to opine on the internal control over financial reporting. Our consideration of the internal control would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts material to the financial statements we audited may occur and not be timely detected by employees when performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider material weaknesses. In a separate letter to the District's management dated March 9, 2007, we reported other matters involving internal control over financial reporting we did not deem reportable conditions.

Compliance and Other Matters

As part of reasonably assuring whether the District's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express an opinion. The results of our tests disclosed instances of noncompliance or other matters that we must report under *Government Auditing Standards* which are described in the accompanying schedule of findings as items 2006-001 and 2006-002. In a separate letter to the District's management dated March 9, 2007, we reported other matters related to noncompliance we deemed immaterial.

Lausche Building / 615 Superior Ave., NW / Twelfth Floor / Cleveland, OH 44113-1801
Telephone: (216) 787-3665 (800) 626-2297 Fax: (216) 787-3361
www.auditor.state.oh.us

Mayfield City School District
Cuyahoga County
Independent Accountants' Report on Internal Control Over
Financial Reporting and on Compliance and Other Matters
Required by *Government Auditing Standards*
Page 2

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

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

Mary Taylor, CPA
Auditor of State

March 9, 2007



Mary Taylor, CPA

Auditor of State

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

Mayfield City School District
Cuyahoga County
1101 SOM Center Road
Mayfield Heights, Ohio 44124

To the Board of Education:

Compliance

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

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

In our opinion, the Mayfield City School District, Cuyahoga County, Ohio, complied, in all material respects, with the requirements referred to above that apply to each of its major federal programs for the year ended June 30, 2006. In a separate letter to the District's management dated March 9, 2007, we reported another matter related to federal noncompliance not requiring inclusion in this report.

Internal Control Over Compliance

The District's management 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 directly and materially affect a major federal program 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.

Lausche Building / 615 Superior Ave., NW / Twelfth Floor / Cleveland, OH 44113-1801
Telephone: (216) 787-3665 (800) 626-2297 Fax: (216) 787-3361
www.auditor.state.oh.us

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

Federal Awards Receipts and Expenditures Schedule

We have audited the financial statements of the governmental activities, the major fund, and the aggregate remaining fund information of the Mayfield City School District as of and for the year ended June 30, 2006, and have issued our report thereon dated March 9, 2007, wherein we noted the District restated their General Fund and Other Governmental Funds July 1, 2005 fund balances. Our audit was performed to form opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying federal awards receipts and expenditures schedule provides additional information as required by OMB Circular A-133 and is not a required part of the basic financial statements. We subjected this information to the auditing procedures applied in the audit of the basic financial statements. In our opinion, this information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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



Mary Taylor, CPA
Auditor of State

March 9, 2007

**MAYFIELD CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
JUNE 30, 2006**

1. SUMMARY OF AUDITOR'S RESULTS

(d)(1)(i)	Type of Financial Statement Opinion	Unqualified
(d)(1)(ii)	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(1)(ii)	Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Was there any reported material noncompliance at the financial statement level (GAGAS)?	Yes
(d)(1)(iv)	Were there any material internal control weakness conditions reported for major federal programs?	No
(d)(1)(iv)	Were there any other reportable internal control weakness conditions reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unqualified
(d)(1)(vi)	Are there any reportable findings under § .510?	No
(d)(1)(vii)	Major Program(list):	CFDA # 84.027 & 84.173 – Special Education Cluster & CFDA # 17.259 WIA Youth Activities
(d)(1)(viii)	Dollar Threshold: Type A\B Programs	Type A: > \$ 300,000 Type B: all others
(d)(1)(ix)	Low Risk Auditee?	Yes

MAYFIELD CITY SCHOOL DISTRICT
CUYAHOGA COUNTY

SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
JUNE 30, 2006
(Continued)

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

FINDING NUMBER	2006-001
-----------------------	-----------------

Noncompliance Citation

Ohio Rev. Code § 5705.41(D)(1) prohibits a subdivision or taxing entity from making any contract or ordering any expenditure of money unless a certificate signed by the fiscal officer is attached thereto. The fiscal officer must certify the amount required to meet any such contract or expenditure has been lawfully appropriated and is in the treasury, or is in the process of collection to the credit of an appropriate fund free from any previous encumbrance.

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

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

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

2. Blanket Certificate – Fiscal officers may prepare “blanket” certificates for a certain sum of money not in excess of an amount established by resolution or ordinance adopted by a majority of the members of the legislative authority against any specific line item account over a period not running beyond the end of the current fiscal year. The blanket certificates may, but need not, be limited to a specific vendor. Only one blanket certificate may be outstanding at one particular time for any one particular line item appropriation.

3. Super Blanket Certificate – The District may also make expenditures and contracts for any amount from a specific line-item appropriation account in a specified fund upon certification of the fiscal officer for most professional services, fuel, oil, food items, and any other specific recurring and reasonably predictable operating expense. This certification is not to extend beyond the current year. More than one super blanket certificate may be outstanding at a particular time for any line item appropriation.

Forty percent of the transactions tested were not certified by the Treasurer at the time the commitment was incurred and there was no evidence the District followed the aforementioned exceptions. Failure to properly certify the availability of funds can result in overspending funds and negative cash fund balances. It was also noted the District does not assign dollar amounts to Super Blanket Purchase Orders, nor are the super blanket purchase orders approved by the Treasurer.

**MAYFIELD CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
JUNE 30, 2006
(Continued)**

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

FINDING NUMBER	2006-001
-----------------------	-----------------

(Continued)

Noncompliance Citation (Continued)

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

We recommend the District certify purchases to which section 5705.41(D) applies. The most convenient certification method is to use purchase orders that include the certification language 5705.41(D) requires to authorize disbursements. The fiscal officer should sign the certification at the time the District incurs a commitment, and only when the requirements of 5705.41(D) are satisfied. The fiscal officer should post approved purchase commitments to the proper appropriation code, to reduce the available appropriation. We also recommend the District assign dollar amounts to the Super Blanket Purchase Orders in order to avoid possible ORC violations. They should also be approved by the Treasurer.

Officials' Response

The District has completely revised the purchasing process and procedures for the 2006-07 fiscal year. Written instructions have been distributed to key personnel as have quarterly question & answer sessions. The instructions include a new purchasing schedule, revised purchase order that includes an appropriate designation for blanket and super blanket authorizations. Additionally, the Treasurer's staff handling these transactions has been given extensive training on the appropriate accounts payable standards. Finally, the account coding system has been reviewed and streamlined so that only authorized users for specific lines have access.

FINDING NUMBER	2006-002
-----------------------	-----------------

Noncompliance Citation

Ohio Revised Code § 5705.39 provides, in part, that total appropriations from each fund should not exceed the total estimated revenue. Ohio Revised Code § 5705.36(A)(2) allows all subdivisions to request increased amended certificates of estimated resources and reduced amended certificates upon determination by the fiscal officer that revenue to be collected will be greater or less than the amount in the official certificate of estimated resources. Ohio Revised Code § 5705.36(A)(3) provides that an increased amended certificate must be obtained from the budget commission if the legislative authority intends to appropriate and expend the excess revenue. Ohio Revised Code § 5705.36(A)(4) provides that a reduced amended certificate must be obtained if the amount of the deficiency will reduce available resources below the current level of appropriation. Ohio Revised Code § 5705.36(A)(5) provides, in part, that total appropriations made during a fiscal year from any fund must not exceed the amount contained in the certificate of estimated resources or the amended certificate of estimated resources which was certified prior to making the appropriation or supplemental appropriation.

**MAYFIELD CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
JUNE 30, 2006
(Continued)**

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

FINDING NUMBER	2006-002
(Continued)	

Noncompliance Citation (Continued)

The following funds had current year appropriations in excess of estimated resources plus unencumbered balances for the year ending June 30, 2006:

	<u>Total Estimated Resources</u>	<u>Appropriations</u>	<u>Variance</u>
Special Revenue Funds:			
Food Service	\$1,253,405	\$1,280,629	(\$27,224)
Uniform School Supply	464,790	698,468	(233,678)
Adult Education	554,936	591,951	(37,015)
Public School Support	120,735	145,205	(24,470)
Technology	141,785	306,692	(164,907)
Athletics and Music	289,914	357,760	(67,846)
Auxiliary Services	1,361,986	1,451,423	(89,437)
Professional Development	2,339	4,245	(1,906)
Gifted Education	38	64	(26)
EMIS	16,054	19,098	(3,044)
School Net Professional Development	6,968	8,875	(1,907)
Ohio Reads	4,000	5,000	(1,000)
Miscellaneous State Grants	96,717	101,903	(5,186)
Adult Basic Education	55,698	55,736	(38)
Eisenhower Grant	73	3,768	(3,695)
Title VI-B	1,290,176	1,386,718	(96,542)
Carl Perkins Grant	230,671	319,046	(88,375)
Title III	32,177	43,648	(11,471)
Title I	189,452	193,865	(4,413)
Drug Free School	13,769	18,541	(4,772)
Preschool	32,744	50,743	(17,999)
Miscellaneous Federal Grants	787,792	807,169	(19,377)
Capital Project Fund:			
Construction	9,142	11,971	(2,829)

Appropriations exceeding available resources could allow deficit spending to occur. We recommend the District only appropriate those monies that have been certified as being available during the fiscal year.

Officials' Response

The District has implemented the use of a new management tool that evaluates whether resource estimates exceed current approved appropriations. This evaluation is now a part of the month end close out process and therefore amended certificates are requested accordingly. For fiscal year end compliance, we have established an accounting processing schedule and have incorporated the appropriate timelines to ensure that the final amended certificate is received prior to June 30.

**MAYFIELD CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
JUNE 30, 2006
(Continued)**

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None

**MAYFIELD CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

**SCHEDULE OF PRIOR AUDIT FINDINGS
OMB CIRCULAR A-133 § .315 (b)
JUNE 30, 2006**

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <i>Explain</i>
2005-001	ORC 9.10 & 9.11 – Use of a rubber stamp signature.	Yes	
2005-002	ORC 5705.41(D)(1) – Properly certifying the availability of funds.	No	Repeated as Finding Number 2006-001

Mayfield, Ohio City School District

Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2006

Prepared by Scott Snyder
Treasurer

Mayfield City School District
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2006
Table of Contents

	Page
I. Introductory Section	
Table of Contents	i
Letter of Transmittal	iv
List of Principal Officials.....	xiv
Organizational Chart.....	xv
GFOA Certificate of Achievement	xvi
 II. Financial Section	
Independent Accountants' Report.....	1
Management's Discussion and Analysis.....	3
 Basic Financial Statements	
Government-wide Financial Statements:	
Statement of Net Assets	14
Statement of Activities.....	15
 Fund Financial Statements:	
Balance Sheet – Governmental Funds	16
Reconciliation of Total Governmental Fund Balances to Net Assets of Governmental Activities.....	17
Statement of Revenues, Expenditures and Changes In Fund Balances – Governmental Funds....	18
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	19
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Basis) and Actual – General Fund	20
Statement of Fund Net Assets – Internal Service Fund	21
Statement of Revenues, Expenses and Changes in Fund Net Assets – Internal Service Fund	22
Statement of Cash Flows – Internal Service Fund.....	23
Statement of Fiduciary Net Assets – Fiduciary Funds.....	24
Statement of Changes in Fiduciary Net Assets – Private Purpose Trust Fund	25
Notes to the Basic Financial Statements	26

Combining Statements and Individual Fund Schedules:

Combining Statements – Nonmajor Governmental Funds:	
Fund Descriptions	52
Combining Balance Sheet – Nonmajor Governmental Funds	56
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds	57
Combining Balance Sheet – Nonmajor Special Revenue Funds	58
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Special Revenue Funds	64
Combining Balance Sheet – Nonmajor Capital Projects Funds.....	72
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Capital Projects Funds.....	73
Combining Statements – Agency Funds:	
Fund Descriptions	74
Combining Statement of Changes in Assets and Liabilities – Agency Funds	75
Individual Fund Schedules of Revenues, Expenditures/Expenses and Changes in Fund Balance/Equity – Budget (Non-GAAP Basis) and Actual	
General Fund.....	77
Food Service Fund	82
Special Trusts Fund.....	83
Uniform School Supplies Fund.....	84
Vocational Education Fund.....	85
Adult Education Fund	86
Special Rotary Fund.....	88
Public School Support Fund	92
Technology Fund	93
Web Grant Fund.....	94
Athletics and Music Fund	95
Auxiliary Services Fund	96
Disadvantaged Pupil Program Fund	97
Career Development Fund	98
Professional Development Fund	99
Excellence in Education Fund	100
Gifted Education Fund.....	101
Educational Management Information Systems Fund	102
Entry Year Teachers Fund	103
Network Connectivity Fund.....	104
SchoolNet Professional Development Fund	105
Ohio Reads Fund	106
Student Reading Fund.....	107
Technical Preparation Fund	108
Miscellaneous State Grants Fund.....	109
Adult Basic Education Fund	110
Job Training Partnership Act Fund	111
Eisenhower Math and Science Fund.....	112

Title VI-B Fund	113
Carl Perkins Grant Fund	115
Title III Fund.....	116
Transition Program Refugee Children Fund.....	117
Title I Fund... ..	118
Title V Fund.....	119
Drug Free Schools Fund	120
Preschool Grant Fund	121
Class Size Reduction Fund	122
Miscellaneous Federal Grants Fund.....	123
Bond Retirement Fund.....	125
Permanent Improvements Fund	126
Construction Fund.....	127
Replacement Fund	128
School Net Plus Fund.....	129
Self Insurance Fund	130
Scholarship Fund	131

III. Statistical Section

Net Assets by Component—Last Five Fiscal Years	S2
Changes in Net Assets of Governmental Activities—Last Five Fiscal Years	S3
Fund Balances, Governmental Funds—Last Eight Fiscal Years	S4
Changes in Fund Balances—Last Eight Fiscal Years.....	S6
Assessed and Estimated Actual Value of Taxable Property—Last Ten Years	S8
Property Tax Rates—Direct and Overlapping Governments—Last Eight Years	S10
Property Tax Levies and Collections—Last Ten Years.....	S16
Principal Taxpayers:	
Real Estate Tax.....	S17
Tangible Personal Property Tax.....	S18
Public Utilities Tax	S19
Ratio of General Obligation Bonded Debt to Estimated Actual Value, General Debt to Personal Income and Debt Per Capita—Last Seven Fiscal Years	S20
Computation of Legal Debt Margin.....	S22
Computation of Direct and Overlapping Governmental Activities Debt.....	S24
Principal Employers – December 31, 2005	S25
Demographic and Economic Statistics – Last Seven Years.....	S26
Building Statistics by Function/Program – Current Fiscal Year.....	S28
Per Pupil Cost – Last Five Fiscal Years.....	S30
School District Employees by Function/Program – Current Fiscal Year	S31
Full-Time Equivalent School District Teachers by Education – Last Eight Fiscal Years	S33
Average Number of Students per Teacher – Last Eight School Years	S34



Mayfield City School District

■ Gates Mills ■ Highland Hts. ■ Mayfield Hts. ■ Mayfield Village

March 9, 2007

Board of Education Members
Mayfield City School District

We are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) of the Mayfield City School District for the fiscal year ended June 30, 2006. This CAFR includes an opinion from the State Auditor and conforms to generally accepted accounting principles as applicable to governmental entities. Responsibility for the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the School District. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the School District. This report will provide the taxpayers of the Mayfield 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 Cuyahoga County Mayfield Regional Public Library, major taxpayers, financial rating services and other interested parties.

The comprehensive annual financial report is presented in three sections as follows:

1. The Introductory Section which contains a Table of Contents, Letter of Transmittal, List of Principal Officials, Organizational Chart of the School District, and the GFOA Certificate of Achievement.
2. The Financial Section which begins with the Independent Accountants' Report and includes Management's Discussion and Analysis, the Basic Financial Statements and Notes that provide an overview of the School District's financial position and operating results, the Combining Statements for nonmajor funds and other schedules that provide detailed information relative to the Basic Financial Statements.
3. The Statistical Section which presents social and economic data, financial trends and the fiscal capacity of the Mayfield City School District.

The School District

Located in the eastern suburbs of Cleveland, Ohio, Mayfield City School District is comprised of four diverse and dynamic communities: the cities of Highland Heights and Mayfield Heights and the villages of Gates Mills and Mayfield. The School District services 4,417 students.

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, to provide education services mandated by State and Federal agencies.

BAKER ADMINISTRATION BUILDING

1101 S.O.M. Center Road ■ Mayfield Heights, Ohio 44124-2006
(440) 995-6800 FAX (440) 995-7205
Dr. Phillip G. Price, Superintendent
Scott C. Snyder, Treasurer

The School District is comprised of four neighborhood elementary schools (all grades K through 5, except for one K through 4 building which has its fifth grade located at Mayfield Middle School) a sixth and seventh grade middle school and an eighth through twelfth grade high school. In addition to administering these schools, the School District oversees three consortium programs which draw students from neighboring school districts: Millridge Center for Hearing Impaired Children (MCHI), an elementary school for hearing impaired students; the Cuyahoga East Vocational Education Consortium (CEVEC), a program which prepares older developmentally-handicapped students for work and independent living; and Excel T.E.C.C., which provides vocational, technical, and job skill training to high school students.

The Mayfield City School District provides a comprehensive array of programs and services in six school buildings. Course offerings, supplemented by extra-curricular opportunities, afford students with the skills necessary to pursue post-high school educational and career goals.

The students enrolled in the Mayfield City School District attend classes in the following buildings:

- Gates Mills Elementary School built in 1924, with additions in 1950 and 1964, houses students in kindergarten through grade 5.
- Lander Elementary School built in 1956, houses students in kindergarten through grade 4.
- Mayfield Central School built in 1951, with additions in 1953, 1955, 1968 and 2004, houses students in kindergarten through grade 5.
- Millridge Elementary School built in 1959, with an addition in 1964 and 2004, houses students in kindergarten through grade 5.
- Mayfield Middle School built in 1924, with additions in 1927, 1935, 1955, 1956, 1957 and 1959, houses students in grades 6 through 7.
- Mayfield High School built in 1963, with an addition in 1965, houses students in grades 8 through 12.

The Mayfield City School District is proud of the broad spectrum of programs it offers. In addition to academics, Mayfield offers rich and diverse extracurricular opportunities for students, beginning in elementary schools. Elementary after-school latch-key programs are also offered on-site, but are privately managed.

Mayfield has enjoyed an excellent reputation as one of the top school systems in Ohio. This is due, at least in part, to its excellent and committed staff, the majority of whom hold advanced degrees. Mayfield City School District's students, as a whole, exhibit strong academic ability. The Class of 2006 produced five National Merit Finalists, an accomplishment which less than one-half of one percent of all graduating U.S. seniors can claim. The Class of 2006 also had four National Merit Commended Scholars, which is an accomplishment that less than five percent of the U.S. graduates will earn. The community has a long-standing history of support and involvement in the School District. An organized volunteer program, which includes students, parents and community members, further enriches Mayfield City School District.

The School District's annual budget is in excess of \$50 million. There are 729 professional and support personnel who provide an overall 14:8 pupil/teacher ratio, with an average per pupil expenditure of \$12,052. Guidance counselors serve students in kindergarten through twelfth grade. The School District also employs a substance abuse coordinator, occupational and speech therapists, psychologists, English as a Second Language (ESL) instructors and gifted intervention specialists. In addition to providing three staff development and one additional staff in-service day, the School District reinvests in programs to support professional staff development for teachers, administrators and support staff. The School District also actively pursues educational grants.

The Reporting Entity

Mayfield City School District has reviewed its reporting entity definition in order to ensure conformance with the Governmental Accounting Standards Board Statement No. 14, "The Financial Reporting Entity." In evaluating how to define the School District for financial reporting purposes, management has considered all agencies, departments and organizations making up the Mayfield City School District (the primary government) and its potential component units.

Excluded from the reporting entity because they are fiscally independent of the School District are the cities of Highland Heights and Mayfield Heights, the Villages of Gates Mills and Mayfield, the Cuyahoga County Mayfield Regional Public Library and the Parent Teacher Organization.

The School District participates in two jointly governed organizations and one insurance purchasing pool. These organizations are the Mayfield Area Recreation Council, Ohio Schools' Council Association and the Ohio School Boards Association Workers' Compensation Group Rating Program. These organizations are presented in Notes 14 and 15 to the basic financial statements.

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

Economic Condition And Outlook

The School District is served by diversified transportation facilities, including immediate access to Interstate I-271 (running through the School District). This easy access has resulted in the development of two industrial parks in the School District. The Cities of Highland Heights and Mayfield Heights and the Villages of Mayfield and Gates Mills continue to develop.

The City of Highland Heights is primarily a residential community. Between 2001 and 2005, the City issued 238 single family home permits valuing over \$75 million. The City's largest residential development is the Aberdeen Development, located in the northwest section of the City. Construction began in December 1994 on the development, which is a 400-acre golf course-residential community, of which approximately 100 acres remain available for development. As of year-end 2005, approximately 700 housing units have been built at Aberdeen. The City expects that by 2012, the remaining units (approximately 200) will be completed. The average price of a home in the Aberdeen Development is \$350,000. Stonewater, a championship 18-hole golf course, was constructed for approximately \$13,000,000 within the Aberdeen Development. Maypine Farms is the newest residential development, located on 60 acres in the northeast corner of the City. Maypine Farms will feature 56 single-family homes, valued from \$700,000 to more than \$1,000,000. Over 15 homes have already been constructed. Maypine Farms is expected to be completed by 2009.

The industrial base of the City of Highland Heights continues to maintain its strength in industrial park areas, which together include more than 200 companies. Industry in the City is currently focused in two industrial park areas, Alpha Drive Industrial Park and Avion Industrial Park. The Legend Financial Group, which offers a variety of financial planning and insurance related services, will be the first tenant in the Aberdeen Business Park. The Legend Financial Group broke ground in early 2005 on a new 35,000 square foot office complex and construction is currently underway.

Philips (formerly Marconi) is adding an additional 7,000 square feet to its existing campus for additional operations to accommodate the relocation of 45 employees from southern California.

WLS Stamping (WLS), a metal stamping, fabrication and assembly company, is relocating to Highland Heights from the City of Cleveland. WLS purchased the 85,000 square foot former Masco Machine property, which had been vacant for over five years. WLS will begin operations in 2006 with approximately 58 employees, generating an estimated \$3 million annually in payroll. By 2010, the company expects there will be 77 employees.

Swaglok Company is adding 18,000 square feet to its existing buildings for manufacturing and office space as it consolidates some of its other Cleveland area operations to Highland Heights. In 2004, Norman Noble Inc. one of the largest micro precision machining companies in the County, purchased the former Cole National building, a 100,000 square foot building in the Avion Industrial Park, for expanded operations. An additional 50 jobs have been added as a result of the Norman Noble expansion.

The City is required to share revenue with the School District when the annual payroll from new jobs exceeds \$1,000,000 for companies receiving tax abatements under the City's Enterprise Zone Program or Community Reinvestment Areas. A total amount of \$90,000 was paid to the School District in 2005.

The economic base of the City of Mayfield Heights is substantial and somewhat diverse with a considerable retail and office base that complements the City's sizable residential population. According to 2000 data, approximately 93 percent of the land area in Mayfield Heights, about 2,578 acres, had been developed. Residential uses are the most prevalent in the City, as 58 percent of the land area (roughly 1,600 acres) is occupied by residential development. Nearly one-third of the City's land in residential use is represented by multi-family housing units, with the remaining two-thirds represented by single-family housing units. Two new residential developments are currently underway. Phase I of the Stone Creek cluster housing development has been completed, with 61 units valued at \$350,000. Phase II of this project will begin this year, with an additional 64 units valued at the same price as Phase I units. The Hidden Woods single family home development is underway, with 65 homes valued, on average, at \$350,000.

Commercial land uses occupy 33 percent of the remaining land area in the City (nearly 900 acres). Mayfield Heights is home to more than 1,400 businesses that employed nearly 28,000 people in 2000. The Hillcrest Hospital complex, and its related businesses, remain a primary source of employment for the City, and private businesses have become more important to the City's tax base over the years. With an estimated 1.9 million square feet of retail square footage, Mayfield Heights has grown to become a regional retail center due to its location on Interstate 271 and its high concentration of residents. The two office parks of Landerhaven and Landerbrook provide the City with attractive commercial office space. These two office parks combined provide an estimated 400,000 square feet of commercial office space in the City.

The Golden Gate Shopping Center, within the City, recently had its exterior updated and added considerable new retail space. The City also recently added Costco and Best Buy stores just north of Golden Gate, and a new 135,000 square foot Wal-Mart opened in early 2004.

In 2006, two major commercial building permits were issued. The Parker Hannifin Corporation is expanding its headquarters facility with a major addition. The structure will be 94,000 square feet and the construction cost estimate for permit purposes is \$11.4 million. A Staybridge Suites hotel is under construction which will be 85,000 square feet with a construction cost estimate of \$3.9 million. All three of the new facilities are within the City's Community Reinvestment Area and are eligible for property tax abatement under the Community Reinvestment program.

The City of Mayfield Heights continues to share income tax proceeds with the School District as a direct result of granting tax abatement to Rockwell Automation and Parker Hannifin. In 2005, the School District received \$498,800 of such revenue.

Progressive Casualty Insurance Company (Progressive), one of the largest automobile and specialty insurers in the nation, is headquartered in the Village of Mayfield. Construction of Progressive's 475,000 square foot office building was completed in 1994. A \$30 million expansion in 2003 added a 200,000 square foot, five-floor building to Progressive's 55 acre complex. Further expansion plans include adding three buildings totaling more than 450,000 square feet. Ground is expected to be broken on this project in 2006. The School District is forecasting approximately \$1.3 million in additional annual tax revenue from this latest development, expected to be completed in phases, with final completion by fiscal year 2010. By agreement, the School District has been held harmless from the financial effect of property tax abatements related to Progressive's prior construction activity.

Mayfield Village is unique in that the Metroparks North Chagrin Reservation represents 27 percent of its total land area, or 655 acres. Remaining land use in the Village is concentrated largely in residential use, representing 60 percent of total land in the Village. The Village added 55 new housing units between 1990 and 2000, a 3.9 percent increase. Housing is largely concentrated in single-family units, representing 81 percent of total housing with 18 percent of housing units located in buildings containing five or more units per building.

Buoyed by the presence of the world headquarters of Progressive, the Village's tax base is 40 percent commercial. Mayfield Village has succeeded in directing commercial activity to certain areas of the Village in order to preserve its residential character. Office and industrial uses encompass 206 acres, or 13 percent of total land area in the Village. The Beta Drive industrial area is the largest area of the office/industrial districts, containing 67 acres that represent 22 percent of the Village's land zoned for office and industrial use.

Gates Mills Village is a very affluent community of quality homes and considerable green-space. There are no apartments or condominiums in the Village. Based within Gates Mills' 8.8 square miles, there are three churches, three schools, a post office, and 2,500 residents.

Enrollment for the 1995-1996 school year was 3,928 students. Enrollment for the 2005-2006 school year was 4,417 students. The School District enlists the assistance of a professional demographer to develop enrollment projections. Projections are developed assuming low, moderate and high growth rates in the School District. The last enrollment projections completed in December 2005 indicate that a gradual increase in the student population will occur. Student enrollment projections for the 2011-2012 school year estimates an enrollment of 4,602 students.

Major Initiatives

During the past year the following goals were achieved:

1. Successes earned by Mayfield High's Class of 2006 include five National Merit Finalists and four National Merit Commended Scholars. They also earned more than \$2 million in scholarship awards. 95% of the students in the class of 2006 graduated.
2. Mayfield City School District earned an Excellent status on the Ohio Report Card from the Ohio Department of Education. Only 18% of Ohio's 608 school districts have earned this academic distinction.
3. Mayfield City School District continued all-day kindergarten. Kindergarten students experience a full day of Math, Language Arts, Social Studies, Science, Health, Music, Art and Physical Education.
4. Mayfield City School District hosted its annual Kindergarten through twelfth grade ARTSFEST in cooperation with the Mayfield Business Alliance and Hillcrest Hospital. The School District also hosted its annual Science and Technology Showcase at Executive Caterers in cooperation with the Mayfield Business Alliance and Rockwell Automation.
5. Mayfield City School District continued the implementation of a five-year program of curriculum revision that is closely aligned with staff development. The Curriculum Department also worked with staff to convert Courses in Fine Art, Foreign Language and Music (Grades K-12) to the new Ohio Department of Education Content Standards.
6. Cleveland Magazine ranked Mayfield City Schools among the top 10 best districts across Northeast Ohio.

7. Thanks to the commercial base in the communities of the Mayfield City School District, homeowners pay the sixth lowest property tax rate for schools when comparing Cuyahoga County's 31 school districts.

The Mayfield Business Education Community Foundation Alliance was established in May 1996 to provide funds for extended educational activities and projects not provided for by School District funds. The Alliance is funded by several major fund raising initiatives held annually which raise approximately \$17,000 a year. These monies have been used to provide students with supplemental reading materials and computer support.

Community involvement is evidenced by citizen membership on various School District committees that include among others, Curriculum Advisory Committee, Vocation Education Consortium, Audit and Legislative Liaison. The Board has established an internal committee for formal community information that distributes a newsletter periodically during the year to residents of the School District.

Long Term Planning

The Board of Education is committed to long term planning as is evidenced by its policy DBD Budget Planning. The policy states the following:

Budget planning is an integral part of program planning so that the annual operating budget may effectively express and implement all programs and activities of the District. Budget planning is a year-round process involving broad participation by administrators, teachers, and other personnel throughout the District.

The Superintendent and Treasurer are responsible for preparing financial forecasts for at least four years beyond the current fiscal year.

The budget reflects the District's goals, objectives and programs. Any changes or alterations in programs are approved by vote of the Board.

The budget is prepared by January 1 of each year and covers the period from July 1 to June 30 of the succeeding year.

The Board of Education voted on the following student achievement goals, which affects fiscal asset allocation and assessment of school district progress.

Mayfield School District goals for student achievement:

- Improve critical reading scores on the SAT to state average score levels.
- Meet AYP goals in all subgroups.
- Increase the performance index score from 101.9 to 102.9.
- Raise the performance of students in reading in grades 5 through 8.
- Increase positive behavior to engage students in academic instruction; reduce the amount of time students are removed from the instructional context for behavioral issues.

Financial Information

Internal Accounting and Budgetary Control

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

The School District utilizes a fully automated accounting system as well as an automated system of control for capital assets and payroll. These systems, coupled with the manual auditing of each voucher prior to payment, 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 first adopted, the permanent appropriation measure must be adopted upon receipt from the County Auditor of an amended certificate of estimated resources based on final assessed values and tax rates.

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

All disbursements and transfers of cash between funds require appropriation authority from the Board. Budgets are controlled at the object account level within a function and fund. All purchase order requests must be approved by either the Superintendent or the Assistant Superintendent and certified by the Treasurer; necessary funds are then encumbered and purchase orders released to vendors. Those requests which exceed the available appropriation are rejected until additional appropriations are secured.

The accounting system used by the School District provides interim financial reports which detail year-to-date expenditures and encumbrances versus the original appropriation plus any additional appropriations made to date.

Each administrator and school principal is furnished monthly reports showing the status of the budget accounts for which they are responsible. In addition, an on line inquiry system is available at each cost center site. As an additional safeguard, all employees are covered by a blanket bond, and certain individuals in policy-making roles are covered by a separate, higher limit bond.

The basis of accounting and the various funds utilized by Mayfield City Schools are fully described in Note 2 of the financial statements. Additional information on the School District's budgetary accounting can also be found in Note 2.

Financial Condition

The School District has prepared financial statements following GASB Statement 34, "Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments." GASB 34 creates basic financial statements for reporting on the School District's financial activities as follows:

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

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

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

As part of this new reporting model, management is responsible for preparing Management's Discussion and Analysis of the School District. This discussion appears after the Independent Accountants' Report in the financial section of this report. Management's Discussion and Analysis provides an assessment of the School District's finances for 2006. Because that discussion focuses on major funds, other nonmajor funds are discussed briefly in this letter.

Financial Highlights - Internal Service Fund

The only internal service fund carried on the financial records relates to self-insurance. This fund accounts for the revenues and expenses related to the run-off claims of vision, dental and prescription drug benefits of the School District employees as of June 30, 2004. The internal service fund had net assets of \$382,922 at June 30, 2006 compared with net assets of \$370,249 at June 30, 2005, reflecting an increase in net assets of \$12,673.

Financial Highlights - Fiduciary Fund

The trust fund carried on the financial records of the School District is a college scholarship private purpose trust fund that has net assets totaling \$35,467 as of June 30, 2006.

Cash Management

The Board has established a cash management program that expedites the collection of local and State funds through electronic fund transfers and daily deposits. Funds are deposited in local financial institutions insured by the Federal Deposit Insurance Corporation. The funds of the School District earned \$909,984 in interest for the fiscal year, with \$768,972 credited directly to the general fund.

Protection of the School District's deposits is provided by the Federal Deposit Insurance Corporation as well as by qualified securities pledged by the institution holding the assets. By law, financial institutions may establish a collateral pool to cover all public deposits. The market value of the pooled collateral must equal at least 105 percent of uninsured public funds. Collateral is held by trustees including the Federal Reserve Board and designated third party trustees of the financial institutions.

Risk Management

During fiscal year 2006, the School District contracted with Indiana Insurance Company for general liability insurance. Property insurance was contracted through Todd and Associates and the Ohio Schools' Council who also covers boiler and machinery, inland marine, flood and earthquake and crime. There is a \$5,000 deductible on property insurance.

Professional liability is protected by Indiana Insurance Company with a \$1,000,000 each occurrence limit, \$2,000,000 annual aggregate with no deductible. Vehicles are also covered by the Indiana Insurance Company through Todd and Associates and the Ohio Schools' Council and have a \$1,000 deductible for comprehensive and a \$1,000 deductible for collision. Automobile liability has a \$1,000,000 combined single limit of liability. A commercial umbrella liability policy is also purchased through Indiana Insurance Company for the School District with a \$10,000,000 limit.

The School District participates in the Ohio School Boards Association Workers' Compensation Group Rating Program.

Independent Audit

State statute requires the School District to be subjected to examination by an independent auditor. An annual audit serves to maintain and strengthen the School District's accounting and budgetary controls. Independent auditor Mary Taylor, CPA, Auditor of State, was selected to render an opinion on the School District's financial statements as of and for the year ended June 30, 2006. The opinion appears at the beginning of the financial section of this report.

Pursuant to statute, the State prescribes a uniform accounting system to standardize accounting classification and financial reporting for all school districts in Ohio. The School District adopted and has been in conformance with that system beginning with its financial report for the 1992 fiscal year.

Awards

GFOA Certificate of Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Mayfield City School District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2005. The Certificate of Achievement is the highest form of recognition in the area of governmental financial reporting.

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 a report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

ASBO Certificate

In addition, the School District will submit its CAFR to the Association of School Business Officials International.

The Association of School Business Officials International (ASBO) awards a Certificate of Excellence in Financial Reporting. This award certifies that the Comprehensive Annual Financial Report substantially conformed to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials. This award is granted only after an intensive review of the financial report by an expert panel of certified public accountants and practicing business officials. Management believes that the Comprehensive Annual Financial Report for fiscal year ended June 30, 2006, will conform to ASBO's principals and standards.

Acknowledgments

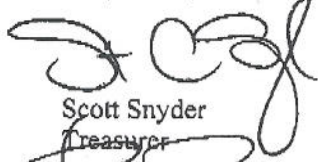
The publication of this report is a significant step toward professionalizing the Mayfield City School District's financial reporting. It enhances the School District's accountability to the residents of the Mayfield City School District.

The preparation of this report would not have been possible without the assistance and support of the staff of the Treasurer's office, various administrators and staff members of the School District. Assistance from the County Auditor's staff and outside agencies made possible the fair presentation of statistical data.

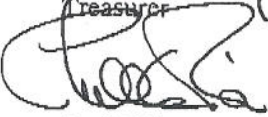
Special appreciation is expressed to the Local Government Services Section of State Auditor Mary Taylor, CPA office for assistance in planning, designing and reviewing this financial report.

Sincere appreciation is extended to the Board of Education for their support for this project.

Respectfully submitted,



Scott Snyder
Treasurer



Dr. Phillip G. Price
Superintendent

Mayfield City School District

Principal Officials

June 30, 2006

Board of Education

Ms. Sue Groszek President
Mr. George J. Hughes Vice-President
Ms. Peg Toomey Member
Mr. Al Hess Member
Mr. Charles Abbey Member

Treasurer

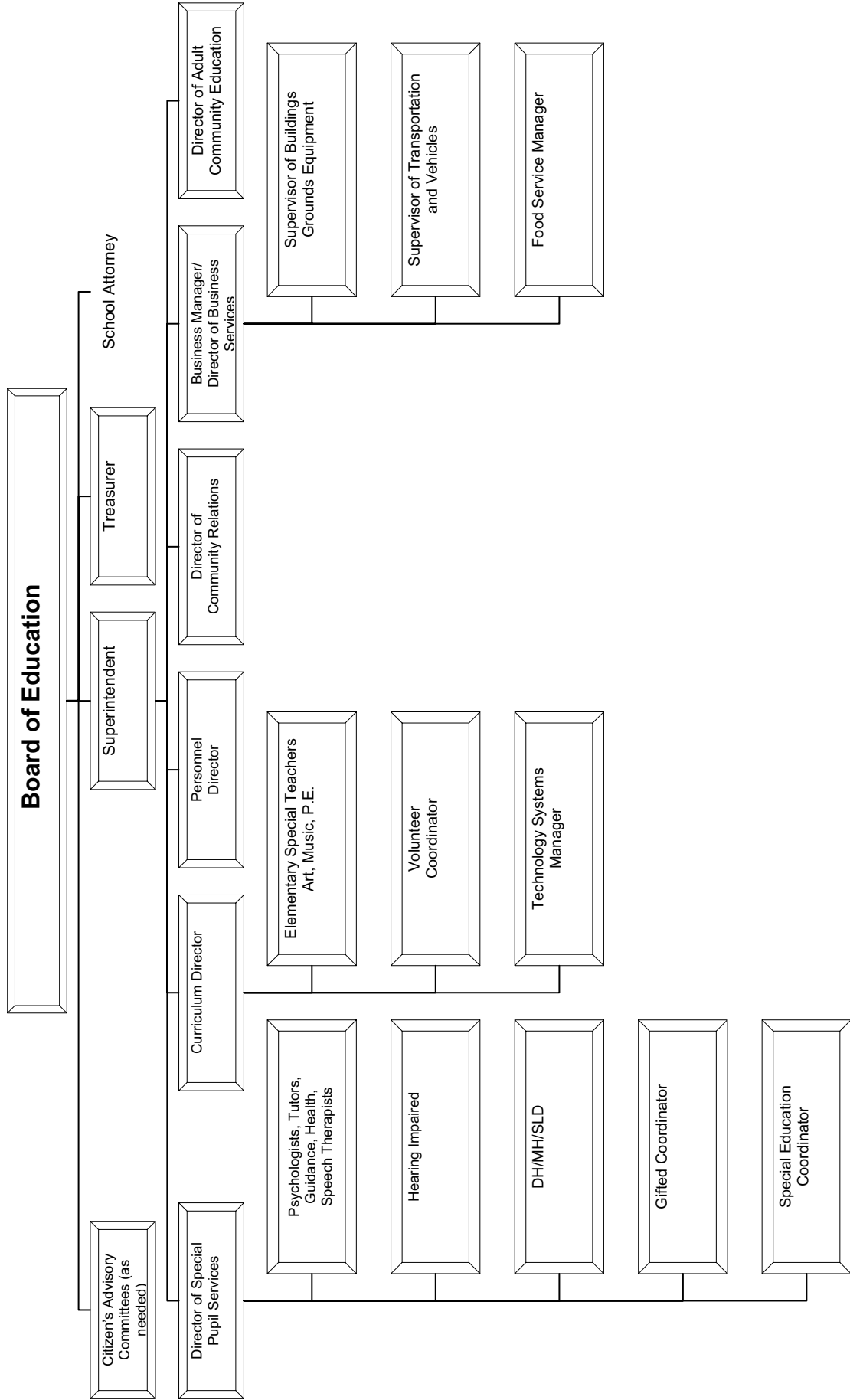
Mr. Scott Snyder*

Superintendent

Dr. Phillip G. Price

* Mr. Lowell Davis was interim Treasurer through June 30, 2006.

ORGANIZATIONAL CHART



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Mayfield City School
District, Ohio

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

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



A handwritten signature in black ink, appearing to read "Ronald J. Hawn".

President

A handwritten signature in black ink, appearing to read "Jeffrey R. Emer".

Executive Director



Mary Taylor, CPA

Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT

Mayfield City School District
Cuyahoga County
1101 SOM Center Road
Mayfield Heights, Ohio 44124

To the Board of Education:

We have audited the accompanying financial statements of the governmental activities, the major fund, and the aggregate remaining fund information of the Mayfield City School District, Cuyahoga County, Ohio, (the District) as of and for the year ended June 30, 2006, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

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

As discussed in Note 3B, the District restated their General Fund and Other Governmental Funds July 1, 2005 fund balances.

In accordance with *Government Auditing Standards*, we have also issued our report dated March 9, 2007, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

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

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

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

Mary Taylor, CPA
Auditor of State

March 9, 2007

Mayfield City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2006
Unaudited

The management's discussion and analysis of Mayfield City School District's (the School District) financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2006. The intent of this discussion and analysis is to look at the School District's financial performance as a whole. Readers should also review the transmittal letter, financial statements and notes to those respective statements to enhance their understanding of the School District's financial performance.

Financial Highlights

Key Financial Highlights for 2006 are as follows:

- In total, net assets increased by \$5,764,552 due to the School District receiving a full year of collections from the passage of a 5.5 mill levy passed in November 2004, which also added to the ending cash balance from the previous fiscal year.
- Revenues for governmental activities totaled \$73,206,446 in 2006. Of this total, 78.6 percent consisted of general revenues while program revenues accounted for the balance of 21.4 percent. The School District actively pursues grants and monitors expenses while still maintaining the high academic standards the communities expect of the School District.
- Program expenses totaled \$67,441,894, a 7.45 percent increase over fiscal year 2005. This increase is due to an increase in salaries and health care costs. Instructional expenses made up 55.7 percent of this total while support services accounted for 38.1 percent. Other expenses rounded out the remaining 6.2 percent.
- Outstanding general obligation bonded debt decreased to \$5,830,000 from \$6,425,000 during 2006.

Using this Comprehensive Annual financial Report (CAFR)

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

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

Reporting the School District as a Whole

Statement of Net Assets and the Statement of Activities

While this document contains all the funds used by the School District to provide programs and activities, the view of the School District as a whole considers all financial transactions and asks the question, "How did we do financially during 2006?" The *Statement of Net Assets* and the *Statement of Activities* answer this question. These statements include all non-fiduciary assets and liabilities using the accrual basis of

Mayfield City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2006
Unaudited

accounting, similar to the accounting used by most private-sector companies. Accrual accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

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

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

Reporting the School District's Most Significant Funds

Fund Financial Statements

The analysis of the School District's major fund begins on page 10. Fund financial statements provide detailed information about the School District's major fund. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's most significant funds. The School District's major governmental fund is the general fund.

Governmental Funds

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

The School District as a Whole

You may recall that the *Statement of Net Assets* provides the perspective of the School District as a whole. Table 1 provides a summary of the School District's net assets for 2006 compared to 2005:

Mayfield City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2006
Unaudited

Table 1
 Net Assets
 Governmental Activities

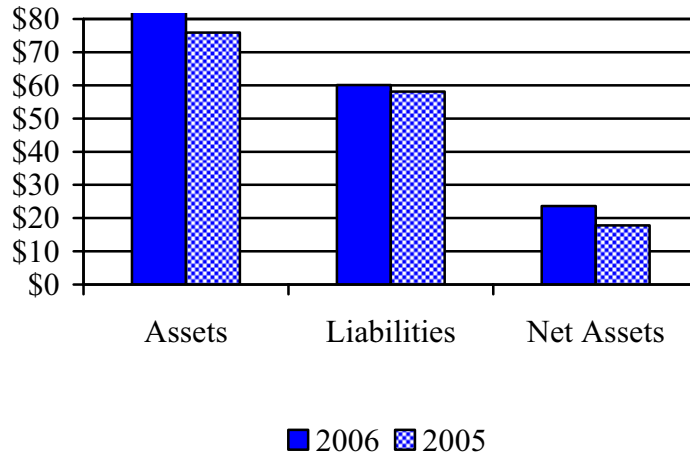
	2006	2005	Change
Assets			
Current and Other Assets	\$68,840,370	\$61,162,536	\$7,677,834
Capital Assets, Net	14,824,891	14,773,277	51,614
<i>Total Assets</i>	<u>83,665,261</u>	<u>75,935,813</u>	<u>7,729,448</u>
Liabilities			
Current Liabilities	50,310,763	48,371,235	1,939,528
Long-Term Liabilities			
Due Within One Year	1,262,954	1,056,738	206,216
Due In More Than One Year	8,510,542	8,691,390	(180,848)
<i>Total Liabilities</i>	<u>60,084,259</u>	<u>58,119,363</u>	<u>1,964,896</u>
Net Assets			
Invested in Capital Assets, Net of Related Debt	8,063,617	6,958,789	1,104,828
Restricted for:			
Set Asides	218,513	218,513	0
Capital Projects	229,188	628,142	(398,954)
Debt Service	1,890,836	1,958,468	(67,632)
Other Purposes	2,243,061	1,248,020	995,041
Unrestricted	10,935,787	6,804,518	4,131,269
<i>Total Net Assets</i>	<u>\$23,581,002</u>	<u>\$17,816,450</u>	<u>\$5,764,552</u>

Graph 1 (see page 6)
 Net Assets Governmental Activities
 (in millions)

	2006	2005
Total Assets	\$83.7	\$75.9
Total Liabilities	60.1	58.1
Total Net Assets	<u>\$23.6</u>	<u>\$17.8</u>

Mayfield City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2006
Unaudited

Governmental Activities
(millions of dollars)



Total assets increased by \$7,729,448. This increase of 10.2 percent can be attributed to cash equivalents and taxes that comprise 7.1 percent and 2.76 percent respectively of the approximately 10.2 percent increase over fiscal year 2005. The increases in both asset areas are directly attributed to tax collections. In fiscal year 2006, the School District received a full year of collections pursuant to the passage of a 5.5 mill levy passed in November 2004.

Total liabilities increased by \$1,964,896. This increase resulted from deferred revenue driven by estimated taxes and the first property tax advance received in July 2006.

By comparing assets and liabilities, one can see the overall position of the School District has increased as evidenced by the increase in net assets of \$5,764,552.

The vast majority of revenue supporting governmental activities is general revenue. General revenue totaled \$57,505,011 or 78.6 percent of the total revenue, an increase of \$3,998,529 from the prior fiscal year. The majority of the increase is due to a full year of collections on the 5.5 mill operating levy. The remaining amount of revenue received was in the form of program revenues, which equaled \$15,701,435 or 21.4 percent of total revenue.

Table 2 shows the changes in net assets for fiscal year 2006 for governmental activities. The increase in net assets was \$5,764,552 in fiscal year 2006. Revenues increased \$6,706,931 or 10.0 percent, total program expenses increased \$4,678,149 or 7.45 percent when comparing fiscal year 2006 to fiscal year 2005. Instruction program expenses increased \$1,886,843, support services increased \$2,573,839 and operation of non-instructional services, food service, extracurricular and interest and fiscal charges increased \$217,467 for fiscal year 2006. The majority of these increases were due to increased staffing levels, pay step increases, and increases in the health insurance program.

Mayfield City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2006
Unaudited

Table 2
Governmental Activities

	2006	2005	Change
Program Revenues			
Charges for Services and Sales	\$9,247,073	\$8,302,737	\$944,336
Operating Grants, Interest and Contributions	6,447,805	4,636,879	1,810,926
Capital Grants and Contributions	6,557	53,417	(46,860)
<i>Total Program Revenues</i>	<u>15,701,435</u>	<u>12,993,033</u>	<u>2,708,402</u>
General Revenues			
Property Taxes	46,654,467	41,856,201	4,798,266
Grants and Entitlements	7,506,088	9,394,279	(1,888,191)
Payment in Lieu of Taxes	1,870,500	1,627,133	243,367
Investments	890,034	301,106	588,928
Gain on Sale of Capital Assets	5,932	0	5,932
Miscellaneous	577,990	327,763	250,227
<i>Total General Revenues</i>	<u>57,505,011</u>	<u>53,506,482</u>	<u>3,998,529</u>
<i>Total Revenues</i>	<u>73,206,446</u>	<u>66,499,515</u>	<u>6,706,931</u>
Program Expenses			
Instruction:			
Regular	21,647,439	20,200,850	1,446,589
Special	9,291,687	8,883,815	407,872
Vocational	5,542,050	5,069,478	472,572
Adult/Continuing	276,223	497,463	(221,240)
Horticulture	786,235	1,005,185	(218,950)
Support Services			
Pupils	4,325,778	3,990,255	335,523
Instructional Staff	5,354,003	4,683,597	670,406
Board of Education	94,741	86,087	8,654
Administration	3,469,387	3,132,950	336,437
Fiscal	1,635,661	1,417,425	218,236
Business	319,051	256,244	62,807
Operation and Maintenance of Plant	5,669,596	5,449,529	220,067
Pupil Transportation	3,823,614	3,506,160	317,454
Central	959,931	626,330	333,601
Operation of Non-Instructional Services	1,389,954	998,138	391,816
Operation of Food Service	1,125,518	1,205,638	(80,120)
Extracurricular Activities	1,412,596	1,315,080	97,516
Interest and Fiscal Charges	318,430	439,521	(121,091)
<i>Total Program Expenses</i>	<u>67,441,894</u>	<u>62,763,745</u>	<u>4,678,149</u>
<i>Increase in Net Assets</i>	5,764,552	3,735,770	2,028,782
Net Assets Beginning of Year	17,816,450	14,080,680	3,735,770
Net Assets End of Year	<u>\$23,581,002</u>	<u>\$17,816,450</u>	<u>\$5,764,552</u>

Mayfield City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2006
Unaudited

Governmental Activities

The School District has carefully planned its financial existence by forecasting its revenues and expenditures over the next five years. In May of 2002, the School District successfully passed a 6.9 mill continuing operating levy that is estimated to generate \$8.2 million dollars in additional revenue per year. Collections began the second half of fiscal year 2003. The full effect of this levy was realized in fiscal year 2004.

In November of 2004, the School District successfully passed a 5.5 mill continuing operating levy that is estimated to generate \$7.2 million in additional revenue per year. Collections began in the second half of fiscal year 2005 and the full effect of this levy was realized in fiscal year 2006.

This additional income is dedicated to the operational and capital needs of the School District over the next two years.

In May of 2006, the School District successfully passed a .9 mill continuing permanent improvement levy that is estimated to generate \$1.18 million for capital improvements per year. Collections will begin in the second half of fiscal year 2007 and the full effect of this levy will be realized in fiscal year 2008.

Although the School District relies heavily upon local property taxes to support its operations, the School District does actively solicit and receive additional grant and entitlement funds to help offset some operating costs.

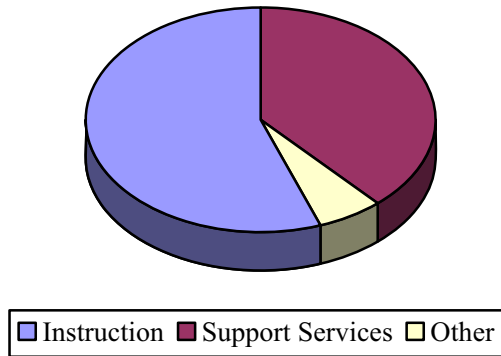
Approximately 55.7 percent of the School District's budget is used to fund instructional expenses. Additional supporting services for pupils, staff and business operations encompass 38.1 percent. The remaining amount of program expenses, 6.2 percent, is budgeted to pay for other obligations of the School District such as interest and fiscal charges, the food service program and numerous extracurricular activities.

Graph 2 (see page 9)
Program Expenses (in millions)

Instruction	\$37.5
Support Services	25.7
Other	4.2
	<hr/>
Total	<hr/> <hr/> \$67.4

Mayfield City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2006
Unaudited

Program Expenses



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

Table 3
 Total and Net Cost of Program Services
 Governmental Activities

	2006		2005	
	Total Cost of Service	Net Cost of Service	Total Cost of Service	Net Cost of Service
Instruction:				
Regular	\$21,647,439	\$21,490,667	\$20,200,850	\$19,991,193
Special	9,291,687	1,611,296	8,883,815	3,149,134
Vocational	5,542,050	2,910,277	5,069,478	2,771,958
Adult/Continuing	276,223	54,628	497,463	132,457
Horticulture	786,235	(29,589)	1,005,185	69,488
Support Services:				
Pupils	4,325,778	3,926,954	3,990,255	3,935,221
Instructional Staff	5,354,003	4,303,399	4,683,597	3,724,461
Board of Education	94,741	94,741	86,087	76,030
Administration	3,469,387	3,458,034	3,132,950	3,132,950
Fiscal	1,635,661	1,635,661	1,417,425	1,417,425
Business	319,051	319,051	256,244	256,244
Operation and Maintenance of Plant	5,669,596	5,325,186	5,449,529	5,323,840
Pupil Transportation	3,823,614	3,815,084	3,506,160	3,452,743
Central	959,931	924,328	626,330	591,761
Operation of Non-Instructional Services	1,389,954	268,033	998,138	(66,552)
Operation of Food Service	1,125,518	36,447	1,205,638	185,323
Extracurricular Activities	1,412,596	1,277,832	1,315,080	1,187,515
Interest and Fiscal Charges	318,430	318,430	439,521	439,521
Total	\$67,441,894	\$51,740,459	\$62,763,745	\$49,770,712

Mayfield City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2006
Unaudited

As one can see, the reliance upon local tax revenues for governmental activities is crucial. 69.2 percent of expenses are directly supported by local property taxes. Grant and entitlements not restricted to specific programs support 11.1 percent of expenses, while investment and other miscellaneous type revenues support 5 percent of expenses. Program revenues account for 23.3 percent of all governmental expenses.

Clearly, the four communities that comprise the School District (Gates Mills, Highland Heights, Mayfield Heights and Mayfield Village) are, by far, the greatest source of financial support for the students of the Mayfield City Schools.

School District's Funds

Information regarding the School District's major fund begins on page 16. This fund is accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of \$72,263,233 and expenditures of \$67,468,499. The net change in fund balance for the year was most significant in the general fund, an increase of \$4,783,589 due to collection of the 5.5 mill levy passed in calendar year 2004. As one can see from the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds, property taxes are the largest revenue source, accounting for 63.3 percent of total governmental revenue. Clearly, the four communities that comprise the School District are by far the greatest source of financial support for the students of the School District.

General Fund Budgeting Highlights

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

During the course of fiscal year 2006, the School District amended its general fund budget numerous times. The School District uses an operational unit budget process and has in place systems that are designed to tightly control expenses but provide flexibility for program based decision and management.

For the general fund, actual budget basis revenue totaled \$56,274,968, compared to final budget estimates of \$51,112,621. Actual budget basis expenditures totaled \$52,352,523 compared to the final estimate of \$52,979,596. This difference was primarily due to the appropriations for non-salary items.

The School District's general fund unencumbered ending cash balance totaled \$9,749,126, which was \$5,967,686 above the final budgeted amount of \$3,781,440.

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal year 2006, the School District had \$14,824,891 invested in land, land improvements, construction in progress, buildings and improvements, furniture and fixtures, vehicles and textbooks. Table 4 shows fiscal 2006 values compared to 2005.

Mayfield City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2006
Unaudited

Table 4
 Capital Assets at June 30
 Governmental Activities

	2006	2005
Land	\$493,299	\$493,299
Construction in Progress	86,534	0
Land Improvements	1,069,588	1,203,219
Building and Improvements	8,771,583	8,716,646
Furniture and Fixtures	2,323,149	2,099,851
Vehicles	1,054,693	1,346,199
Textbooks	1,026,045	914,063
Total Capital Assets	\$14,824,891	\$14,773,277

All capital assets, except land and construction in progress are reported net of depreciation. As one can see, total capital assets increased during the fiscal year by \$51,614, due to asset additions to construction in progress, building and improvements, furniture and equipment, vehicle, and textbooks of \$1,834,534 being offset by current year depreciation of \$1,782,920. For more information about the School District's capital assets, see Note 9 to the basic financial statements.

Debt

At June 30, 2006 the School District had \$5,830,000 in general obligation bonds outstanding. Table 5 below summarizes the School District's bonds outstanding.

Table 5
 Outstanding Bonds at June 30
 Governmental Activities

	2006	2005
1987 School Improvements 6.5%	\$590,000	\$885,000
1998 School Improvements 4.44%	5,240,000	5,540,000
Total	\$5,830,000	\$6,425,000

The 1987 school improvement bonds were issued for a pool and field house at Mayfield High School. These bonds will be fully repaid in calendar year 2007. The 1998 school improvement bonds were issued to fund the science facility at Mayfield High School and will be fully retired in calendar year 2018.

The School District's overall legal debt margin was \$106,651,287 with an unvoted debt margin of \$1,236,399. The School District maintains an Aa3 bond rating. For more information about the School District's debt, see Note 13 to the basic financial statements.

Mayfield City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2006
Unaudited

School District Outlook

The Board of Education and administration closely monitor revenues and expenditures in accordance with its financial forecast. The School District ranks among the top schools in Ohio for educational excellence. In 2001 and 2002, the School District was among 46 Ohio school districts to earn a perfect 27 out of 27 score on the State Report Card out of Ohio's 608 tested school districts. In 2003, the School District scored 20 out of 22 based on new criteria of the State Report and No Child Left Behind requirements both of which assess student and staff performance. In 2004, the School District scored 18 out of 18 on the State Report Card. In 2005, the School District scored 23 out of 23 on the State Report Card. In 2006, the School District scored 25 out of 25 on the State Report Card.

The financial future of the School District is not without its challenges though. These challenges are internal and external in nature. The internal challenges will continue to exist as the School District must rely heavily on local property taxes to fund its operations. External challenges continue to evolve as the State of Ohio determines the outcome of the Ohio Supreme Court case dealing with the unconstitutionality of the State's educational funding system.

Although the School District relies heavily on its property taxpayers to support its operations, the community support for the schools is quite strong. As mentioned earlier, the School District voters passed a 6.9 mill continuing operating levy in May of 2002 and also passed another 5.5 mill continuing operating levy in November of 2004, which will help fund the general operations and permanent improvements of the School District over the next several years. The School District has communicated to the community that the School District rely upon their support for the majority of its operations, and will continue to work diligently to plan expenses, staying carefully within the School District's financial five-year plan. The community also realizes the income generated by local levies remains relatively constant, therefore forcing the School District to come back to the voters from time to time to ask for additional support.

Externally, the State of Ohio was found by the Ohio Supreme Court in March 1997 to be operating an unconstitutional educational funding system, one that was neither 'adequate' nor 'equitable'. Since 1997, the State has directed its additional financial support toward School Districts with little property tax wealth. In May of 2000, the Ohio Supreme Court again, ruled that, while the State had made some progress, the current funding system for schools is far too dependent on property taxes, which are inherently not 'equitable' nor 'adequate'. The Court directed the Governor and the legislature to address the fundamental issue creating the inequities. In September 2001, the Ohio Supreme Court issued an opinion regarding the State's school funding system. The decision identified aspects of the current plan that require modification. In general, it is expected that the decision would result in an increase in overall State funding for education. On December 11, 2002, the Ohio Supreme Court issued its latest opinion regarding the State's school funding plan. The decision reaffirmed earlier decisions that Ohio's current school-funding decision is unconstitutional. The Supreme Court relinquished jurisdiction over the case and directed "...the Ohio General Assembly to enact a school-funding scheme that is thorough and efficient...". As of this date, the School District is unable to determine what effect, if any, this decision will have on its future State funding and on its financial operations.

The School District has not anticipated any meaningful growth in State revenue due to the concern that the State may require the redistribution of commercial and industrial property taxes. With approximately 40 percent of the taxes for the School District coming from local business and industry, one can see the significant impact this change would have on the School District and ultimately, the residential taxpayers.

Mayfield City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2006
Unaudited

As a result of the challenges mentioned above, it is imperative the School District's management continue to carefully and prudently plan in order to provide the resources required to meet student needs over the next several years.

In summary, the School District has committed itself to financial and educational excellence for many years to come. The School District has received the Government Finance Officers Association (GFOA) Certificate of Achievement for Excellence in Financial Reporting since 1997 and the Auditor's Award for Excellence in Financial Reporting since 1997.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have any questions about this report or need additional financial information contact Scott Snyder, Treasurer, at Mayfield City School District, 1101 SOM Center Road, Mayfield Heights, Ohio 44124.

Mayfield City School District

Statement of Net Assets

June 30, 2006

	<u>Governmental Activities</u>
Assets	
Equity in Pooled Cash and Cash Equivalents	\$18,470,573
Accounts Receivable	106,752
Intergovernmental Receivable	436,176
Inventory Held for Resale	8,436
Materials and Supplies Inventory	275,228
Property Taxes Receivable	49,543,205
Nondepreciable Capital Assets	579,833
Depreciable Capital Assets, Net	<u>14,245,058</u>
<i>Total Assets</i>	<u>83,665,261</u>
Liabilities	
Accounts Payable	810,785
Contracts Payable	31,675
Accrued Wages	4,567,715
Intergovernmental Payable	2,118,053
Matured Compensated Absences Payable	36,772
Deferred Revenue	42,057,899
Accrued Interest Payable	22,864
Notes Payable	665,000
Long-Term Liabilities:	
Due Within One Year	1,262,954
Due In More Than One Year	<u>8,510,542</u>
<i>Total Liabilities</i>	<u>60,084,259</u>
Net Assets	
Invested in Capital Assets, Net of Related Debt	8,063,617
Restricted for:	
Set Asides	218,513
Capital Projects	229,188
Debt Service	1,890,836
Other Purposes	2,243,061
Unrestricted	<u>10,935,787</u>
<i>Total Net Assets</i>	<u><u>\$23,581,002</u></u>

See accompanying notes to the basic financial statements

Mayfield City School District
Statement of Activities
For the Fiscal Year Ended June 30, 2006

	Program Revenues			Net (Expense)	
	Expenses	Charges for Services and Sales	Operating Grants, Interest and Contributions	Revenue and Changes in Net Assets	
			Capital Grants and Contributions	Governmental Activities	
Governmental Activities					
Instruction:					
Regular	\$21,647,439	\$136,786	\$19,986	\$0	(21,490,667)
Special	9,291,687	5,318,831	2,361,560	0	(1,611,296)
Vocational	5,542,050	1,484,280	1,147,493	0	(2,910,277)
Adult/Continuing	276,223	204,218	17,377	0	(54,628)
Horticulture	786,235	507,259	308,565	0	29,589
Support Services:					
Pupils	4,325,778	0	398,824	0	(3,926,954)
Instructional Staff	5,354,003	181,935	868,669	0	(4,303,399)
Board of Education	94,741	0	0	0	(94,741)
Administration	3,469,387	0	11,353	0	(3,458,034)
Fiscal	1,635,661	0	0	0	(1,635,661)
Business	319,051	0	0	0	(319,051)
Operation and Maintenance of Plant	5,669,596	344,410	0	0	(5,325,186)
Pupil Transportation	3,823,614	0	1,973	6,557	(3,815,084)
Central	959,931	0	35,603	0	(924,328)
Operation of Non-Instructional Services	1,389,954	0	1,121,921	0	(268,033)
Operation of Food Service	1,125,518	934,590	154,481	0	(36,447)
Extracurricular Activities	1,412,596	134,764	0	0	(1,277,832)
Interest and Fiscal Charges	318,430	0	0	0	(318,430)
Totals	\$67,441,894	\$9,247,073	\$6,447,805	\$6,557	(51,740,459)
General Revenues					
Property Taxes Levied for:					
					45,019,164
					597,939
					1,037,364
					7,506,088
					1,870,500
					890,034
					5,932
					577,990
					Total General Revenues
					57,505,011
					Change in Net Assets
					5,764,552
					<i>Net Assets Beginning of Year</i>
					17,816,450
					<i>Net Assets End of Year</i>
					\$23,581,002

See accompanying notes to the basic financial statements

Mayfield City School District

Balance Sheet

Governmental Funds

June 30, 2006

	<u>General</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets			
Equity in Pooled Cash and Cash Equivalents	\$11,738,049	\$6,124,532	\$17,862,581
Restricted Assets:			
Equity in Pooled Cash and Cash Equivalents	225,070	0	225,070
Accounts Receivable	106,277	475	106,752
Intergovernmental Receivable	11,613	424,563	436,176
Interfund Receivable	212,088	3,279	215,367
Inventory Held for Resale	0	8,436	8,436
Materials and Supplies Inventory	272,797	2,431	275,228
Property Taxes Receivable	47,621,307	1,921,898	49,543,205
<i>Total Assets</i>	<u>\$60,187,201</u>	<u>\$8,485,614</u>	<u>\$68,672,815</u>
Liabilities and Fund Balances			
Liabilities			
Accounts Payable	\$459,210	\$351,575	\$810,785
Contracts Payable	31,500	175	31,675
Accrued Wages and Benefits	3,669,247	898,468	4,567,715
Interfund Payable	0	215,367	215,367
Matured Compensated Absences Payable	35,952	820	36,772
Intergovernmental Payable	1,768,995	349,058	2,118,053
Deferred Revenue	43,072,422	1,962,612	45,035,034
Accrued Interest Payable	0	596	596
Notes Payable	0	665,000	665,000
<i>Total Liabilities</i>	<u>49,037,326</u>	<u>4,443,671</u>	<u>53,480,997</u>
Fund Balances			
Reserved for Encumbrances	1,797,504	765,659	2,563,163
Reserved for Property Taxes	4,471,626	134,530	4,606,156
Reserved for Budget Stabilization	218,513	0	218,513
Reserved for School Bus Purchase	6,557	0	6,557
Unreserved, Undesignated, Report in:			
General Fund	4,655,675	0	4,655,675
Special Revenue Funds	0	1,953,984	1,953,984
Debt Service Fund	0	1,800,004	1,800,004
Capital Projects Funds (Deficit)	0	(612,234)	(612,234)
<i>Total Fund Balances</i>	<u>11,149,875</u>	<u>4,041,943</u>	<u>15,191,818</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$60,187,201</u>	<u>\$8,485,614</u>	<u>\$68,672,815</u>

See accompanying notes to the basic financial statements

Mayfield City School District
*Reconciliation of Total Governmental Fund Balances to
 Net Assets of Governmental Activities
 June 30, 2006*

Total Governmental Fund Balances	\$15,191,818
---	---------------------

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	14,824,891
---	------------

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

Property Taxes	2,792,010
Intergovernmental	<u>185,125</u>

Total	2,977,135
-------	-----------

An internal service fund is used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net assets.	382,922
--	---------

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.	(22,268)
--	----------

Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:

General Obligation Bonds	(5,830,000)
Compensated Absences	(3,035,438)
Capital Leases	(266,274)
Special Termination Benefits	<u>(641,784)</u>

Total	<u>(9,773,496)</u>
-------	--------------------

<i>Net Assets of Governmental Activities</i>	<u><u>\$23,581,002</u></u>
--	----------------------------

See accompanying notes to the basic financial statements

Mayfield City School District
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2006

	General	Other Governmental Funds	Total Governmental Funds
Revenues			
Property Taxes	\$44,119,861	\$1,616,080	\$45,735,941
Intergovernmental	7,338,223	6,546,159	13,884,382
Interest	768,972	126,612	895,584
Tuition and Fees	674,329	7,174,383	7,848,712
Extracurricular Activities	0	117,649	117,649
Contributions and Donations	0	53,043	53,043
Charges for Services	0	1,190,978	1,190,978
Rentals	89,734	0	89,734
Payment in Lieu of Taxes	1,843,362	27,138	1,870,500
Miscellaneous	396,691	180,019	576,710
<i>Total Revenues</i>	<u>55,231,172</u>	<u>17,032,061</u>	<u>72,263,233</u>
Expenditures			
Current:			
Instruction:			
Regular	20,058,580	387,738	20,446,318
Special	6,639,143	2,527,318	9,166,461
Vocational	1,307,418	4,139,595	5,447,013
Adult/Continuing	170	282,225	282,395
Horticulture	0	800,970	800,970
Support Services:			
Pupils	3,120,243	1,007,845	4,128,088
Instructional Staff	3,114,645	2,088,371	5,203,016
Board of Education	94,741	0	94,741
Administration	2,752,737	650,156	3,402,893
Fiscal	1,505,024	97,529	1,602,553
Business	302,754	0	302,754
Operation and Maintenance of Plant	5,438,147	239,521	5,677,668
Pupil Transportation	3,406,774	16,265	3,423,039
Central	729,969	188,542	918,511
Operation of Non-Instructional Services	332,538	1,294,517	1,627,055
Operation of Food Service	0	1,109,224	1,109,224
Extracurricular Activities	836,270	546,786	1,383,056
Capital Outlay	390,476	1,073,063	1,463,539
Debt Service:			
Principal Retirement	73,214	595,000	668,214
Interest and Fiscal Charges	12,244	308,747	320,991
<i>Total Expenditures</i>	<u>50,115,087</u>	<u>17,353,412</u>	<u>67,468,499</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>5,116,085</u>	<u>(321,351)</u>	<u>4,794,734</u>
Other Financing Sources (Uses)			
Proceeds from Sale of Capital Assets	5,932	0	5,932
Transfers In	152,336	598,662	750,998
Transfers Out	(490,764)	(260,234)	(750,998)
<i>Total Other Financing Sources (Uses)</i>	<u>(332,496)</u>	<u>338,428</u>	<u>5,932</u>
<i>Net Change in Fund Balances</i>	4,783,589	17,077	4,800,666
<i>Fund Balances Beginning of Year - Restated (See Note 3)</i>	<u>6,366,286</u>	<u>4,024,866</u>	<u>10,391,152</u>
<i>Fund Balances End of Year</i>	<u>\$11,149,875</u>	<u>\$4,041,943</u>	<u>\$15,191,818</u>

See accompanying notes to the basic financial statements

Mayfield City School District
*Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
For the Fiscal Year Ended June 30, 2006*

Net Change in Fund Balances - Total Governmental Funds \$4,800,666

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

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

Capital Outlay	1,834,534
Depreciation	<u>(1,782,920)</u>

Total 51,614

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

Property Taxes	918,526
Intergovernmental	<u>3,880</u>

Total 922,406

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

Bonds Payable	595,000
Capital Leases Payable	<u>73,214</u>

Total 668,214

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. 2,561

Some expenses reported in the statement of activities, such as compensated absences and special termination benefits, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Compensated Absences	(303,403)
Special Termination Benefits	<u>(390,179)</u>

Total (693,582)

The internal service fund used by management to charge the costs of insurance to individual funds are not reported in the district-wide statements of activities. Governmental fund expenditures and related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund is allocated among the governmental activities.

12,673

Change in Net Assets of Governmental Activities \$5,764,552

See accompanying notes to the basic financial statements

Mayfield City School District
Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Property Taxes	\$41,057,861	\$41,089,061	\$45,238,519	\$4,149,458
Intergovernmental	6,657,004	6,662,063	7,334,844	672,781
Interest	689,509	690,033	759,717	69,684
Tuition and Fees	618,341	618,790	678,434	59,644
Rentals	83,493	83,556	91,994	8,438
Payment in Lieu of Taxes	1,722,239	1,723,143	1,843,362	120,219
Miscellaneous	245,375	245,975	328,098	82,123
<i>Total Revenues</i>	<u>51,073,822</u>	<u>51,112,621</u>	<u>56,274,968</u>	<u>5,162,347</u>
Expenditures				
Current:				
Instruction:				
Regular	20,176,379	20,233,790	20,137,647	96,143
Special	6,778,056	6,797,342	6,779,118	18,224
Vocational	1,367,251	1,371,142	1,335,114	36,028
Support Services:				
Pupils	3,282,289	3,291,628	3,224,043	67,585
Instructional Staff	3,305,599	3,315,005	3,267,469	47,536
Board of Education	99,722	100,006	96,138	3,868
Administration	2,837,618	2,845,692	2,729,663	116,029
Fiscal	1,575,521	1,580,004	1,567,148	12,856
Business	413,084	414,259	412,809	1,450
Operation and Maintenance of Plant	5,900,140	5,916,929	5,846,239	70,690
Pupil Transportation	4,639,114	4,652,314	4,616,981	35,333
Central	833,163	835,533	752,592	82,941
Operation of Non-Instructional Services	332,953	333,900	329,803	4,097
Extracurricular Activities	875,100	877,589	845,140	32,449
Capital Outlay	413,287	414,463	412,619	1,844
<i>Total Expenditures</i>	<u>52,829,276</u>	<u>52,979,596</u>	<u>52,352,523</u>	<u>627,073</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(1,755,454)</u>	<u>(1,866,975)</u>	<u>3,922,445</u>	<u>5,789,420</u>
Other Financing Sources (Uses)				
Proceeds from Sale of Capital Assets	5,384	5,388	5,932	544
Advances In	1,523,693	1,524,851	1,678,841	153,990
Advances Out	(1,496,242)	(1,500,500)	(1,500,073)	427
Transfers In	136,023	136,145	152,336	16,191
Transfers Out	(520,591)	(497,878)	(490,764)	7,114
<i>Total Other Financing Sources (Uses)</i>	<u>(351,733)</u>	<u>(331,994)</u>	<u>(153,728)</u>	<u>178,266</u>
<i>Net Change in Fund Balance</i>	(2,107,187)	(2,198,969)	3,768,717	5,967,686
<i>Fund Balance Beginning of Year</i>	4,047,339	4,047,339	4,047,339	0
Prior Year Encumbrances Appropriated	1,933,070	1,933,070	1,933,070	0
<i>Fund Balance End of Year</i>	<u>\$3,873,222</u>	<u>\$3,781,440</u>	<u>\$9,749,126</u>	<u>\$5,967,686</u>

See accompanying notes to the basic financial statements

Mayfield City School District
Statement of Fund Net Assets
Internal Service Fund
June 30, 2006

	<u>Insurance</u>
Assets	
Equity in Pooled Cash and Cash Equivalents	\$382,922
Liabilities	
	<u>0</u>
Net Assets	
Unrestricted	<u>\$382,922</u>

See accompanying notes to the basic financial statements

Mayfield City School District
*Statement of Revenues,
Expenses and Changes in Fund Net Assets
Internal Service Fund
For the Fiscal Year Ended June 30, 2006*

	Insurance
Operating Revenues	
Miscellaneous	\$1,280
Operating Expenses	
Purchased Services	2,202
<i>Operating Loss</i>	(922)
Non-Operating Income	
Interest	13,595
<i>Change in Net Assets</i>	12,673
<i>Net Assets Beginning of Year</i>	370,249
<i>Net Assets End of Year</i>	\$382,922

See accompanying notes to the basic financial statements

Mayfield City School District
Statement of Cash Flows
Internal Service Fund
For the Fiscal Year Ended June 30, 2006

	<u>Insurance</u>
Increase (Decrease) in Cash and Cash Equivalents	
Cash Flows from Operating Activities	
Cash Received from Other Sources	\$1,280
Cash Payments for Services	<u>(2,202)</u>
<i>Net Cash Used for Operating Activities</i>	(922)
Cash Flows from Investing Activities	
Interest on Investments	<u>13,595</u>
<i>Net Increase in Cash and Cash Equivalents</i>	12,673
<i>Cash and Cash Equivalents Beginning of Year</i>	<u>370,249</u>
<i>Cash and Cash Equivalents End of Year</i>	<u><u>\$382,922</u></u>

See accompanying notes to the basic financial statements

Mayfield City School District
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2006

	Private Purpose Trust	
	Scholarship	Agency
Assets		
Equity in Pooled Cash and Cash Equivalents	\$35,467	\$77,785
Cash in Segregated Accounts	0	49,891
<i>Total Assets</i>	35,467	\$127,676
Liabilities		
Due to Students	0	\$77,785
Deposits Held and Due to Others	0	49,891
<i>Total Liabilities</i>	0	\$127,676
Net Assets		
Held in Trust for College Scholarships	\$35,467	

See accompanying notes to the basic financial statements

Mayfield City School District
Statement of Changes in Fiduciary Net Assets
Private Purpose Trust Fund
For the Fiscal Year Ended June 30, 2006

	<u>Scholarship</u>
Additions	
Interest	\$805
Deductions	
College Scholarships Awarded	<u>500</u>
<i>Change in Net Assets</i>	305
<i>Net Assets Beginning of Year</i>	<u>35,162</u>
<i>Net Assets End of Year</i>	<u><u>\$35,467</u></u>

See accompanying notes to the basic financial statements

Mayfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2006

Note 1 - Description of the School District and Reporting Entity

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

The School District operates under a locally-elected five-member Board form of government and provides educational services as mandated by State and federal agencies. The Board of Education controls the School District's ten instructional/support facilities staffed by 339 classified employees, 351 certificated full and part-time teaching, tutor and nursing personnel, and 39 administrators who provide services to 4,417 students and other community members.

Reporting Entity

A reporting entity is composed of the primary government, component units and other organizations that are included to ensure that 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 the School District, this includes the agencies and departments that provide the following services: general operations, food service and student related activities of the School District.

Non-public Schools - Within the School District boundaries, there are various non-public schools. Current State legislature provides funding to these non-public schools. These monies are received and disbursed on behalf of the non-public school by the treasurer of the School District, as directed by the non-public school. These transactions are reported in a special revenue fund and as a governmental activity 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. The School District has no component units.

The School District participates in the Mayfield Area Recreation Council and the Ohio Schools' Council Association, jointly governed organizations, and the Ohio School Boards Association Workers' Compensation Group Rating Program, an insurance purchasing pool. These organizations are presented in Notes 14 and 15 to the basic financial statements.

Mayfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2006

Note 2 - Summary of Significant Accounting Policies

The financial statements of the 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 governmental activities and to its internal service fund unless those pronouncements conflict with or contradict GASB pronouncements. The more significant of the School District's accounting policies are described below.

A. Basis of Presentation

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

Government-wide Financial Statements The statement of net assets and the statement of activities display information about the School District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The activity of the internal service fund is eliminated to avoid "doubling up" revenues and expenses. These statements usually distinguish between those activities of the School District that are governmental and those that are considered business-type. The School District, however, has no business-type activities.

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

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

B. Fund Accounting

The School District uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self balancing set of accounts. There are three categories of funds: governmental, proprietary and fiduciary.

Mayfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2006

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

General Fund The general fund is the operating fund of the School District and is used to account for all financial resources except those required to be accounted for in another fund. The 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.

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

Proprietary Funds Proprietary funds reporting focuses on the determination of operating income, changes in net assets, financial position and cash flows. Proprietary funds are classified as enterprise or internal service; the School District has no enterprise funds.

Internal Service Fund The internal service fund accounts for the financing of services provided by one department or agency to other departments or agencies of the School District on a cost reimbursement basis. The School District's only internal service fund is a self insurance fund that accounts for run off claims for vision and prescription drug claims of School District employees dated prior to June 30, 2004.

Fiduciary Funds Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the School District under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the School District's own programs. The School District's only trust fund is a private purpose trust which accounts for a college scholarship program for students. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The School District's agency fund accounts for student activities and medical savings for employees.

C. Measurement Focus

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

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

Mayfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2006

Like the government-wide statements, the internal service fund is accounted for on a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of this fund are included on the statement of fund net assets. The statement of changes in fund net assets presents increases (e.g., revenues) and decreases (e.g., expenses) in net total assets. The statement of cash flows provides information about how the School District finances and meets the cash flow needs of its proprietary activity.

The private purpose trust fund is accounted for on a flow of economic resources measurement focus.

D. Basis of Accounting

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

Revenues - Exchange and Non-Exchange Transactions Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the 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, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year in which the taxes are levied (See Note 7). Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the 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 a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

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

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

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

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

Mayfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2006

Expenses/Expenditures On the accrual basis of accounting, expenses are recognized at the time they are incurred.

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

E. Cash and Cash Equivalents

To improve cash management, cash received by the School District is pooled. Monies for all funds are maintained in this pool. Individual fund integrity is maintained through the School District's records. Interest in the pool is presented as "equity in pooled cash and cash equivalents" on the financial statements.

During fiscal year 2006, investments were limited to repurchase agreements which are reported at cost.

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the general fund during fiscal year 2006 amounted to \$768,972, which includes \$176,635 assigned from other School District funds.

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 presented on the financial statements as cash equivalents.

F. Restricted Assets

Assets are reported as restricted when limitations on their use change in nature or normal understanding of the availability of the asset. Such constraints are either externally imposed by creditors, contributors, grantors, laws of other governments or imposed by law through constitutional provision or enabling legislation. Restricted assets in the general fund represent money required by State statute to be set aside to create a reserve for budget stabilization and unspent resources restricted for the purchase of buses. See Note 21 for additional information regarding set asides.

G. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2006, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed.

H. Inventory

Inventories are presented at cost on a first-in, first-out basis and are expended/expensed when used. Inventory consists of expendable supplies and donated and purchased food held for resale.

I. Capital Assets

The School District's only capital assets are general capital assets. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net assets but are not reported in the fund financial statements.

Mayfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2006

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. The School District was able to estimate the historical cost for the initial reporting of assets by backtrending (i.e., estimating the current replacement cost of the asset to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year.) Donated capital assets are recorded at their fair market values as of the date received. The School District maintains a capitalization threshold of one thousand dollars. The School District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not.

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

Description	Governmental Activities Estimated Lives
Land Improvements	99 years
Buildings and Improvements	30 years
Furniture and Fixtures	6 - 10 years
Vehicles	3 - 10 years
Textbooks	5 years

J. Interfund Balances

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

K. 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 employer will compensate the employees for the benefits through paid time off or some other means.

Sick leave benefits are accrued as a liability using the termination method. An accrual for earned sick leave is made to the extent that it is probable that benefits will result in termination payments. The liability is an estimate based on the School District's past experience of making termination payments.

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

On the governmental fund financial statements, compensated absences are recognized as a liability and expenditure to the extent payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account "Matured Compensated Absences Payable" in the fund from which the employee who has accumulated unpaid leave is paid.

L. Accrued Liabilities and Long-term Obligations

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

Mayfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2006

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

M. Interfund Activity

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

N. 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 encumbrances, property taxes, budget stabilization and school bus purchase.

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

O. Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through enabling legislation or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. The government-wide statement of net assets reports restricted net assets of \$4,581,598, none of which is restricted by enabling legislation. Net assets restricted for other purposes include resources restricted for food service operations and extracurricular activities.

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

P. Operating Revenues and Expenses

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

Mayfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2006

Q. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board of Education and that are either unusual in nature or infrequent in occurrence.

R. Estimates

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

S. Budgetary Data

All funds, other than agency funds, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the appropriation resolution and the certificate of estimated resources, which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amounts that the Board of Education may appropriate. The appropriation resolution is the Board's authorization to spend resources and set annual limits on expenditures plus encumbrances at a level of control selected by the Board. The legal level of control has been established by the Board of Education at the fund level for all funds. The Treasurer has been given the authority to allocate board appropriations to the function and object levels within each fund.

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

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

Note 3 – Change in Accounting Principle and Restatement of Fund Balances

A. Change in Accounting Principle

For fiscal year 2006, the School District has implemented GASB Statement No. 42 "Accounting and Financial Reporting for Impairment of Capital Assets and for Insurance Recoveries", GASB Statement No.44, "Economic Condition Reporting: The Statistical Section", and GASB Statement No. 47, "Accounting for Termination Benefits".

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

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

Mayfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2006

GASB Statement No. 47 establishes standards of accounting and financial reporting for termination benefits.

The implementation of GASB Statement No. 42 and GASB Statement No. 47 did not materially affect the presentation of the financial statements of the School District.

B. Restatement of Fund Balances

During fiscal year 2006, interfund receivables and payables were determined to be misstated. These restatements had the following effect on fund balances as they were previously reported.

	General	Other Governmental Funds	Total Governmental Funds
Fund Balances, June 30, 2005	\$7,324,200	\$3,066,952	\$10,391,152
Interfund Receivables	(957,914)	3,279	(954,635)
Interfund Payables	0	954,635	954,635
Adjusted Fund Balances, June 30, 2005	\$6,366,286	\$4,024,866	\$10,391,152

Note 4 - Accountability and Compliance

A. Accountability

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

Special Revenue Funds	
Technical Preparation	\$45,962
Miscellaneous Federal Grants	28,657
Capital Projects Funds	
Permanent Improvements	221,777
Construction	253,969

The special revenue and permanent improvements capital projects funds' deficit balances resulted from adjustments for accrued liabilities. The general fund is liable for any deficit in these funds and provides operating transfers when cash is required, not when accruals occur.

The construction capital projects fund deficit balance is the result of the issuance of short-term tax anticipation notes which are used to finance the project. Once the notes are retired, this deficit will be eliminated.

Mayfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2006

B. Compliance

The following funds had original appropriations in excess of estimated resources plus carryover balances contrary to Section 5705.39, Revised Code.

Fund	Original Appropriations	Estimated Resources plus Carryover Balances	Difference
Special Revenue Funds			
Uniform School Supplies	\$480,038	\$381,225	\$98,813
Adult Education	576,067	520,555	55,512
Athletics and Music	303,929	285,357	18,572
Auxiliary Services	1,715,598	1,302,037	413,561
Title III	31,772	27,602	4,170
Capital Projects Fund			
Permanent Improvements	1,944,587	1,932,402	12,185

The following funds had final appropriations in excess of estimated resources plus carryover balances contrary to Section 5705.39, Revised Code.

Fund	Final Appropriations	Estimated Resources plus Carryover Balances	Difference
Special Revenue Funds			
Uniform School Supplies	\$698,468	\$536,225	\$162,243
Technology	269,775	265,612	4,163
Athletics and Music	357,760	320,357	37,403
Educational Management Information Systems	19,098	16,852	2,246
Title VI-B	1,378,730	1,344,605	34,125
Carl Perkins Grant	319,046	245,322	73,724
Title III	43,648	32,602	11,046
Title I	227,409	184,563	42,846
Drug Free Schools	18,541	13,967	4,574
Preschool Grant	50,743	33,841	16,902
Miscellaneous Federal Grants	772,499	770,900	1,599

Contrary to Section 5705.41(D)(1), Revised Code, the School District did not certify various transactions at the time the commitment was incurred.

Mayfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2006

Although these violations were not corrected by fiscal year end, management has indicated that appropriations and certifications will be closely monitored to ensure no future violations occur.

Note 5 - Budgetary Basis of Accounting

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

1. Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP).
2. Expenditures are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP).
3. Encumbrances are treated as expenditures (budget) rather than as a reservation of fund balance (GAAP).
4. Unrecorded cash represents amounts received but not reported by the School District on the operating statements (budget), but which is reported on the GAAP basis operating statements.
5. Advances-In and Advances Out are operating transactions (budget) as opposed to balance sheet transactions (GAAP).

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the general fund.

Net Change in Fund Balance	
GAAP Basis	\$4,783,589
Net Adjustment for Revenue Accruals	1,053,386
Advances In	1,678,841
Beginning Unrecorded Interest	66,734
Ending Unrecorded Interest	(76,324)
Net Adjustment for Expenditure Accruals	(99,767)
Advances Out	(1,500,073)
Encumbrances	<u>(2,137,669)</u>
Budget Basis	<u><u>\$3,768,717</u></u>

Mayfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2006

Note 6 - Deposits and Investments

Monies held by the School District are classified by State statute into three categories.

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

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

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

Interim monies held by the School District can be deposited or invested in the following securities:

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury, or any other obligation guaranteed as to payment of principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including, but not limited to, 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 securities listed above;
4. Bonds and other obligations of the State of Ohio or Ohio local governments;
5. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;
6. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) and repurchase agreements secured by such obligations;
7. The State Treasurer's investment pool (STAROhio);
8. Commercial paper and bankers acceptances if training requirements have been met.

Investments in stripped principal or interest obligations, reverse repurchase agreements and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage and short selling are also prohibited. Investments may only be made through specified dealers and institutions.

Mayfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2006

Deposits

Custodial Credit Risk Custodial credit risk for deposits is the risk that in the event of bank failure, the School District will not be able to recover deposits or collateral securities that are in the possession of an outside party. At year end, \$17,734,446 of the School District's bank balance of \$18,042,508 was uninsured and uncollateralized. Although the securities were held by the pledging financial institutions' trust department and all statutory requirements for the investment 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 has no deposit policy for custodial credit risk beyond the requirements of State statute. Ohio law requires that deposits be either insured or be protected by eligible securities pledged to and deposited either with the School District or a qualified trustee by the financial institution as security for repayment, or by a collateral pool of eligible securities deposited with a qualified trustee and pledged to secure the repayment of all public monies deposited in the financial institution whose market value at all times shall be at least one hundred five percent of the deposits being secured.

Investments

As of June 30, 2006, the School District had investments in overnight repurchase agreements totaling \$705,346. All investments are in an internal investment pool.

Interest Rate Risk. As a means of limiting its exposure to fair value losses caused by rising interest rates, the School District's investment policy requires that operating funds be invested primarily in short-term investments maturing within five years from the date of purchase and that the School District's investment portfolio be structured so that securities mature to meet cash requirements for ongoing operations and/or long-term debt payments. The stated intent of the policy is to avoid the need to sell securities prior to maturity. State statute limits investments in repurchase agreements to 30 days and the market value of the securities must exceed the principal value of the agreement by at least 2 percent and be marked to market daily. The School District's repurchase agreement matures on July 1, 2006.

Credit Risk. The Federal Home Loan Mortgage Corporation Notes underlying the repurchase agreements have a credit rating of AAA by Standard and Poors. The School District has no investment policy addressing credit risk.

Custodial Credit Risk. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the School District will not be able to recover the value of its investments. The Federal Home Loan Mortgage Corporation Notes are exposed to custodial credit risk in that they are uninsured, unregistered and held by counterparty's trust department or agent but not in the School District's name. The School District has no investment policy dealing with investment custodial risk beyond the requirement in state statute that requires securities purchased pursuant to this division shall be delivered into the custody of the treasurer or governing board or an agent designated by the treasurer or governing board.

Concentration of Credit Risk. The School District places no limit on the amount it may invest in any one issuer. The School District's investment in repurchase agreements represents 100 percent of the School District's total investments.

Mayfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2006

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 collections are received by the School District in the second half of the fiscal year. Second half tax distributions occur in the first half of the following fiscal year.

Property taxes include amounts levied against all real, public utility and tangible personal property (used in business) located in the School District. Real property tax revenue received in calendar 2006 represents collections of calendar year 2005 taxes. Real property taxes received in calendar year 2006 were levied after April 1, 2005, on the assessed value listed as of January 1, 2005, the lien date. Assessed values for real property taxes are established by State law at thirty-five percent of appraised market value. Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

Public utility property tax revenue received in calendar 2006 represents collections of calendar year 2005 taxes. Public utility real and tangible personal property taxes received in calendar year 2006 became a lien December 31, 2004, were levied after April 1, 2005 and are collected in 2006 with real property taxes. Public utility real property is assessed at thirty-five percent of true value; public utility tangible personal property currently is assessed at varying percentages of true value.

Tangible personal property tax revenue received during calendar 2006 (other than public utility property tax) represents the collection of 2006 taxes. Tangible personal property taxes received in calendar year 2006 were levied after April 1, 2005, on the value listed as of December 31, 2005. In prior years, tangible personal property was assessed at twenty-five percent of true value for capital assets and twenty-three percent of true value for inventory. The tangible personal property tax is being phased out – the assessment percentage for all property including inventory for 2006 is 18.75 percent. This will be reduced to 12.5 percent for 2007, 6.25 percent for 2008 and zero for 2009. Payments by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable by September 20. Tangible personal property taxes paid by April 30 are usually received by the School District prior to June 30.

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

Accrued property taxes receivable includes real property, public utility property and tangible personal property taxes which are measurable as of June 30, 2006 and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the late settlement of tangible personal property taxes and the amount of real property taxes available as an advance at June 30 was levied to finance current fiscal year operations and is reported as revenue at fiscal year end. The portion of the receivable not levied to finance current fiscal year operations is offset by a credit to deferred revenue.

The amount available as an advance at June 30, 2006 was \$4,471,626 in the general fund, \$70,417 in the bond retirement fund and \$64,113 in the permanent improvements capital projects fund. The amount available as an advance at June 30, 2005 was \$5,487,383 in the general fund, \$103,068 in the bond retirement fund and \$85,752 in the permanent improvements capital projects fund.

Mayfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2006

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

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

	2005 Second Half Collections		2006 First Half Collections	
	Amount	Percent	Amount	Percent
Real Estate	\$1,207,484,700	91.22%	\$1,224,773,570	91.19%
Public Utility Personal	20,648,650	1.56	18,878,870	1.41
General Business Personal	95,528,781	7.22	99,394,885	7.40
Total	\$1,323,662,131	100.00%	\$1,343,047,325	100.00%
 Full Tax Rate per \$1,000 of assessed valuation	 \$71.50		 \$71.50	

Note 8 - Receivables

Receivables at June 30, 2006, consisted of taxes, accounts (rent and student fees), tuition and intergovernmental grants. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current year guarantee of federal funds. All receivables are expected to be collected within one year.

A summary of the principal items of intergovernmental receivables follows:

Intergovernmental Receivables	Amounts
Miscellaneous Federal Grants	\$184,580
Title VI-B Grant	107,849
Classroom Reduction Grant	57,781
Federal Lunch Reimbursement	22,729
Auxiliary Services Grant	22,495
Title I	15,456
Tuition	8,565
City of Mayfield Heights	5,661
Technology Prep Grant	5,415
County Auditor	1,800
Title V Grant	893
Cleveland State University	840
Entry Year Teachers	800
Solon City Schools	729
Adult Basic Education	498
Orange City Schools	85
Total	\$436,176

Mayfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2006

Note 9 – Capital Assets

Capital asset activity for the fiscal year ended June 30, 2006, was as follows:

	Balance June 30, 2005	Additions	Deletions	Balance June 30, 2006
Nondepreciable Capital Assets				
Land	\$493,299	\$0	\$0	\$493,299
Construction in Progress	0	86,534	0	86,534
<i>Total Nondepreciable Capital Assets</i>	493,299	86,534	0	579,833
Depreciable Capital Assets				
Land Improvements	3,152,824	0	0	3,152,824
Buildings and Improvements	24,223,068	552,257	0	24,775,325
Furniture and Fixtures	6,823,886	681,651	(288,895)	7,216,642
Vehicles	4,274,175	2,000	0	4,276,175
Textbooks	2,287,429	512,092	(363,434)	2,436,087
<i>Total at Historical Cost</i>	40,761,382	1,748,000	(652,329)	41,857,053
Less: Accumulated Depreciation				
Land Improvements	(1,949,605)	(133,631)	0	(2,083,236)
Buildings and Improvements	(15,506,422)	(497,320)	0	(16,003,742)
Furniture and Fixtures	(4,724,035)	(458,353)	288,895	(4,893,493)
Vehicles	(2,927,976)	(293,506)	0	(3,221,482)
Textbooks	(1,373,366)	(400,110)	363,434	(1,410,042)
<i>Total Accumulated Depreciation</i>	(26,481,404)	(1,782,920) *	652,329	(27,611,995)
<i>Depreciable Capital Assets, Net of Accumulated Depreciation</i>	14,279,978	(34,920)	0	14,245,058
<i>Governmental Activities Capital Assets, Net</i>	\$14,773,277	\$51,614	\$0	\$14,824,891

Mayfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2006

* Depreciation expense was charged to governmental functions as follows:

Instruction	
Regular	\$1,074,551
Special	18,699
Vocational	65,996
Support Services	
Pupils	5,393
Instructional Staff	17,970
Administration	25,234
Fiscal	19,827
Business	19,201
Operation and Maintenance of Plant	29,028
Pupil Transportation	390,649
Central	46,573
Operation of Non-Instructional Services	30,288
Operation of Food Service	12,895
Extracurricular Activities	26,616
Total Depreciation Expense	\$1,782,920

Note 10 - Interfund Transfers and Balances

A. Interfund Transfers

Transfers made during the year ended June 30, 2006 were as follows:

Transfers To	Transfers From		
	General	Other Governmental Funds	Total
General	\$0	\$152,336	\$152,336
Other Governmental Funds	490,764	107,898	598,662
<i>Total All Funds</i>	\$490,764	\$260,234	\$750,998

The transfer from the permanent improvements capital projects fund to the general obligation bond retirement fund was made to meet a debt service requirement paid from the bond retirement fund. Various transfers from other governmental funds to the general fund were made to close old funds. The remaining transfers were made to move unrestricted balances to support programs and projects accounted for in other funds.

B. Interfund Balances

Interfund balances at June 30, 2006, consist of an interfund receivable/payable between the general fund and the nonmajor governmental funds in the amount of \$215,367. These loans were made to support programs and projects in various special revenue funds pending the receipt of grant money that will be used to repay the loans. These loans are expected to be repaid in one year.

Mayfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2006

Note 11 – Fund Obligations

The School District’s note activity, including amounts outstanding and interest rates, are as follows:

	<u>Outstanding June 30, 2005</u>	<u>Additions</u>	<u>Deletions</u>	<u>Outstanding June 30, 2006</u>
2005 3.00%				
Energy Conservation Notes	\$540,000	\$0	\$540,000	\$0
2006 4.25%				
Energy Conservation Note	0	405,000	0	405,000
2003 2.75%				
Tax Anticipation Notes	<u>510,000</u>	<u>0</u>	<u>250,000</u>	<u>260,000</u>
<i>Total Notes</i>	<u><u>\$1,050,000</u></u>	<u><u>\$405,000</u></u>	<u><u>\$790,000</u></u>	<u><u>\$665,000</u></u>

The energy conservation bond anticipation notes were issued for the purpose of lighting and window replacement throughout the School District. All the proceeds have been spent as of June 30, 2006. All of the notes are backed by the full faith and credit of the Mayfield City School District and mature within one year. The note liability is reflected in the fund which received the proceeds.

The tax anticipation notes will be used to construct, remodel, improve and furnish buildings for school purposes, including vocational education and improving school grounds. All the proceeds have been spent as of June 30, 2006. The tax anticipation notes will be completely paid from the construction capital projects fund with general fund property tax revenue in fiscal year 2007 with a principal payment of \$260,000 and interest of \$3,575.

Note 12 – Capital Leases

The School District has entered into a phone system lease. The lease obligation meets the criteria of a capital lease as defined by Financial Accounting Standards Board Statement Number 13, “Accounting for Leases,” and has been recorded on the government-wide statements. The equipment has been capitalized in the amount of \$521,018, the present value of the minimum lease payments at the inception of the lease. The book value as of June 30, 2006 was \$416,814.

The following is a schedule of the future minimum lease payments required under the capital lease and the present value of the minimum lease payments as of June 30, 2006.

Mayfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2006

	Amounts
2007	\$85,457
2008	85,457
2009	85,457
2010	28,486
Total Mimimum Lease Payments	284,857
Less: Amount representing interest	(18,583)
Present Value of Mimimum Lease Payments	\$266,274

Note 13 – Long-Term Obligations

Changes in long-term obligations of the School District during fiscal year 2006 were as follows:

	Principal Outstanding June 30, 2005	Additions	Deductions	Principal Outstanding June 30, 2006	Amount Due in One Year
Governmental Activities					
General Obligation Bonds					
1987 6.5%					
School Improvement Bonds	\$885,000	\$0	(\$295,000)	\$590,000	\$295,000
1998 4.44%					
School Improvement Bonds	5,540,000	0	(300,000)	5,240,000	310,000
<i>Total General Obligation Bonds</i>	6,425,000	0	(595,000)	5,830,000	605,000
Compensated Absences	2,732,035	537,056	(233,653)	3,035,438	351,163
Termination Benefits	251,605	390,179	0	641,784	230,595
Capital Leases	339,488	0	(73,214)	266,274	76,196
<i>Total Governmental Activities</i>					
<i>Long-Term Liabilities</i>	\$9,748,128	\$927,235	(\$901,867)	\$9,773,496	\$1,262,954

On January 1, 1987, the School District issued \$5,900,000 in voted general obligation bonds for the purpose of building a field house and a pool. The bonds were issued for a twenty year period with a final maturity at December 1, 2007.

On December 1, 1998, the School District issued \$6,999,994 in voted general obligation bonds for the purpose of building a science facility at the high school as well as technology upgrades in the middle and high schools. The bonds were issued for a twenty year period with a final maturity at December 1, 2018.

General obligation bonds will be paid from the general obligation bond retirement fund. Compensated absences will be paid from the general fund and the food service, vocational education, adult education, special rotary, title VI-B, Carl Perkins grant, title I and miscellaneous federal grants special revenue funds. Termination benefits will be paid from the general fund and the vocational education special revenue fund.

The overall debt margin of the School District as of June 30, 2006 was \$106,651,287 with an unvoted debt margin of \$1,236,399. Principal and interest requirements to retire general obligation bonds outstanding at June 30, 2006 are as follows:

Mayfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2006

Fiscal Year Ending June 30	Principal	Interest	Total
2007	\$605,000	\$251,582	\$856,582
2008	620,000	219,950	839,950
2009	335,000	197,237	532,237
2010	350,000	183,362	533,362
2011 - 2015	1,990,000	673,807	2,663,807
2016 - 2019	1,930,000	184,928	2,114,928
Total	<u>\$5,830,000</u>	<u>\$1,710,866</u>	<u>\$7,540,866</u>

Note 14 - Jointly Governed Organizations

Mayfield Area Recreation Council The Mayfield Area Recreation Council (Council) is a jointly governed organization of the School District. The Council was formed to provide recreational activities to the communities of Mayfield City School District. The Board of Education appoints two members of the eleven-member commission. The School District makes no financial contributions to the Council, but it does provide the use of its facilities and land. The School District's control is limited to its representation on the governing board. The Council's continued existence is not dependent on the School District's continued participation. The Council is not accumulating significant financial resources or experiencing fiscal stress which would cause additional financial benefit or burden on the School District. Financial information on the Council can be obtained from Kay Vincent, Secretary, 211 Alpha Park, Highland Heights, Ohio 44143.

Ohio Schools' Council Association The Ohio Schools' Council Association (Council) is a jointly governed organization among ninety-one school districts. The jointly governed organization was formed to purchase quality products and services at the lowest possible cost to the member districts. Each district supports the Council by paying an annual participation fee. The Council's Board consists of seven superintendents of the participating districts whose term rotates every year. The degree of control exercised by any school district is limited to its representation on the Board. In fiscal year 2006, the School District paid \$973 to the Council. Financial information can be obtained by contacting Dr. David Cottrell Executive Secretary/Treasurer of the Ohio Schools' Council at 6133 Rockside Road, Suite 10, Independence, Ohio 44131.

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

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

The School District also participates in the Council's prepaid natural gas program which was implemented during fiscal year 2000. This program allows school districts to purchase natural gas at reduced rates, if the school districts will commit to participating for a twelve year period. The participants make monthly

Mayfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2006

payments based on estimated usage. Each month these estimated payments are compared to their actual usage and any necessary adjustments are made.

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

Note 15 - Insurance Purchasing Pool

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

Note 16 - Risk Management

A. Property and Liability

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 2005, the School District contracted with Indiana Insurance Company for general liability insurance. Property insurance was contracted through Todd and Associates and the Ohio Schools' Council who also covers boiler and machinery, inland marine, flood and earthquake and crime. There is a \$5,000 deductible on property insurance.

Professional liability is protected by Indiana Insurance Company with a \$1,000,000 each occurrence limit, \$2,000,000 annual aggregate with no deductible. Vehicles are also covered by the Indiana Insurance Company through Todd and Associates and the Ohio Schools' Council and have a \$1,000 deductible for comprehensive and a \$1,000 deductible for collision. Automobile liability has a \$1,000,000 combined single limit of liability. A commercial umbrella liability policy is also purchased through Indiana Insurance Company for the School District with a \$10,000,000 limit.

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

B. Worker's Compensation

For fiscal year 2006, the School District participated in the Ohio School Boards Association Workers' Compensation Group Rating Program (GRP), an insurance purchasing pool (Note 15). The intent of the GRP 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 GRP. The workers' compensation experience of the participating school districts is calculated as one experience and a common premium rate is applied to all school districts in the GRP. Each participant pays its workers' compensation premium to the State based on

Mayfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2006

the rate for the GRP rather than its individual rate. Total savings are then calculated and each participant's individual performance is compared to the overall savings percentage of the GRP.

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

C. Employee Insurance Benefits

As of July 1, 2004, the School District is no longer self insured. The self insurance fund is being utilized for the transition period to account for any run off claims dated prior to June 30, 2004. At this time the School District has made no plans for the balance of the fund. There is no claims liability reported in the fund at June 30, 2006, based on an estimate provided by the third party administrators and the requirements of GASB Statement No. 30 "Risk Financing Omnibus," which requires that a liability for unpaid claims cost, including estimates of cost relating to incurred but not reported claims, be reported.

Note 17 – Defined Benefit Pension Plans

A. School Employees Retirement System

The School District contributes to the School Employees Retirement System (SERS), a cost-sharing multiple-employer defined benefit pension plan. SERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the School Employees Retirement System, 300 East Broad Street, Suite 100, Columbus, Ohio 43215-3746, by calling (800) 878-5853 or by visiting the SERS website at www.ohsers.org.

Plan members are required to contribute 10 percent of their annual covered salary and the School District is required to contribute at an actuarially determined rate. The current School District rate is 14 percent of annual covered payroll. A portion of the School District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for fiscal year 2006, 10.58 percent of annual covered salary was the portion used to fund pension obligations. The contribution requirements of plan members and employers are established and may be amended, up to a statutory maximum amount, by the SERS Retirement Board. The School District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2006, 2005 and 2004 were \$1,105,843, \$1,015,681, and \$826,864, respectively; 68.59 percent has been contributed for fiscal year 2006 and 100 percent for fiscal years 2005 and 2004.

B. State Teachers Retirement System of Ohio

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

Mayfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2006

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

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

For the fiscal year ended June 30, 2006, plan members were required to contribute 10 percent of their annual covered salaries. The School District was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations. For fiscal year 2005, the portion used to fund pension obligations was also 13 percent. Contribution rates are established by the State Teachers Retirement Board, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions.

The School District's required contributions for pension obligations to STRS Ohio for the fiscal years ended June 30, 2006, 2005, and 2004 were \$3,586,323, \$3,440,073, and \$3,184,308, respectively; 82.73 percent has been contributed for fiscal year 2006 and 100 percent for fiscal years 2005 and 2004. Contributions to the DC and Combined Plans for fiscal year 2006 were \$11,081 made by the School District and \$27,127 made by the plan members.

C. Social Security System

Effective July 1, 1991, all employees not otherwise covered by the School Employees Retirement System or the State Teachers Retirement System of Ohio have an option to choose Social Security or the School Employees Retirement System. As of June 30, 2006, three members of the Board of Education have elected Social Security. The Board's liability is 6.2 percent of wages paid.

Note 18 – Postemployment Benefits

The School District provides comprehensive health care benefits to retired teachers and their dependents through the State Teachers Retirement System of Ohio, (STRS Ohio), and to retired non-certified employees and their dependents through the School Employees Retirement System (SERS). Benefits include hospitalization, physicians' fees, prescription drugs and partial reimbursement of monthly Medicare

Mayfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2006

premiums. Benefit provisions and the obligations to contribute are established by the Systems based on authority granted by State statute. Both systems are on a pay-as-you-go basis.

All STRS Ohio retirees who participated in the DB or Combined Plans and their dependents are eligible for health care coverage. The STRS Ohio Board has statutory authority over how much, if any, of the health care costs will be absorbed by STRS Ohio. All benefit recipients pay a portion of health care costs in the form of a monthly premium. By law, the cost of coverage paid from STRS Ohio funds is included in the employer contribution rate, currently 14 percent of covered payroll. For the fiscal year ended June 30, 2006, the STRS Ohio Board allocated employer contributions equal to one percent of covered payroll to the Health Care Stabilization Fund. For the School District, this amount equaled \$275,871 for fiscal year 2006.

STRS Ohio pays health care benefits from the Health Care Stabilization Fund. At June 30, 2006, the balance in the Fund was \$3.5 billion. For the fiscal year ended June 30, 2006, net health care costs paid by STRS Ohio were \$282,743,000 and STRS Ohio had 119,184 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. All retirees and beneficiaries are required to pay a portion of their health care premium. The portion is based on years of service, Medicare eligibility, and retirement status.

After the allocation for basic benefits, the remainder of the employer's 14 percent contribution is allocated to providing health care benefits. For the fiscal year ended June 30, 2006, employer contributions to fund health care benefits were 3.42 percent of covered payroll, compared to 3.43 percent of covered payroll for fiscal year 2005. In addition, SERS levies a surcharge to fund health care benefits equal to 14 percent of the difference between a minimum pay and the member's pay, pro-rated for partial service credit. For fiscal year 2006, the minimum pay was established at \$35,800. However, the surcharge is capped at two percent of each employer's SERS salaries. For the School District, the amount contributed to fund health care benefits, including the surcharge, during the 2006 fiscal year equaled \$514,853.

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

Note 19 - Other Employee Benefits

A. Compensated Absences

The criteria for determining vacation and sick leave benefits are derived from negotiated agreements and State laws. Classified employees earn ten to twenty days of vacation per year, depending upon length of service and hours worked. Accumulated unused vacation time is paid to classified employees upon termination of employment. Teachers and most administrators do not earn vacation. Administrators employed to work 260 days per year earn 20 days of vacation annually. Administrators who earn vacation are paid for accumulated unused vacation time upon termination of employment. Teachers, administrators and classified employees earn sick leave at the rate of one and one-fourth days per month. Sick leave may be accumulated to a maximum of 260 days for regular classified and certified employees. Maximum sick leave accumulation for individuals on administrative contracts varies depending on the number of days in

Mayfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2006

the administrator's work year. Upon retirement, all employees receive payment for one-fourth of the total sick leave accumulation, up to their maximum accumulation.

B. Life Insurance Benefits

The School District provides life insurance and accidental death and dismemberment insurance to most employees through Medical Life Insurance Company, in the amount of \$50,000 for all regular contracted employees and \$100,000 for individuals employed under the administrative salary agreement. The Treasurer's life benefit is equal to \$250,000 and the Superintendent's life benefit is equal to \$250,000.

C. Health Insurance Benefits

The School District provides employee medical and surgical plans through Medical Mutual of Ohio and Kaiser Permanente. Employees may choose between these two comprehensive major medical plans for medical/surgical insurance. These plans provide medical/surgical plans with deductibles ranging from zero to \$100 single and zero to \$200 family. The School District provides prescription drug and dental through Medical Mutual and Coresource, Incorporated, respectively.

D. Retirement Incentive

The School District Board of Education offers their employees participation in a Retirement Incentive program. Participation is open to employees who are eligible for service retirement under the State Teachers Retirement System (STRS) and School Employees Retirement System (SERS) pursuant to any applicable STRS and SERS regulations. Each employee who qualifies for and takes retirement must notify the Board in writing of their intention prior to April 22. The employee receives a retirement incentive calculated by taking the employees' daily rate upon retirement and multiplying by ten days. The incentive is paid upon retirement in yearly installments over a three year period.

Note 20 - 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, 2006.

B. Litigation

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

Note 21 - Set Asides

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

Mayfield City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2006

the acquisition and construction of capital improvements. Amounts not spent by the end of the fiscal year or offset by similarly restricted resources received during the year must be held in cash at year end and carried forward to be used for the same purposes in future years. In prior years, the School District was also required to set aside money for budget stabilization. At June 30, 2006, only the unspent portion of certain workers' compensation refunds continues to be required to be set-aside.

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

	Budget Stabilization Reserve	Capital Improvements Reserve	Textbooks Instructional Materials Reserve
	<u> </u>	<u> </u>	<u> </u>
Set-Aside Reserve Balance as of June 30, 2005	\$218,513	\$0	(\$1,683,097)
Current Year Set-aside Requirement	0	627,837	627,837
Qualifying Disbursements	<u>0</u>	<u>(1,256,021)</u>	<u>(1,741,079)</u>
Total	<u>\$218,513</u>	<u>(\$628,184)</u>	<u>(\$2,796,339)</u>
Set-aside Balance Carried Forward to Future Fiscal Years	<u>\$218,513</u>	<u>\$0</u>	<u>(\$2,796,339)</u>
Set-aside Reserve Balance as of June 30, 2006	<u>\$218,513</u>	<u>\$0</u>	<u>\$0</u>

The School District had qualifying disbursements during the fiscal year that reduced the textbook set-aside amount below zero. This extra amount may be used to reduce the set-aside requirements in future fiscal years. Although the School District had qualifying disbursements during the fiscal year that reduced the set-aside amount to below zero for the capital acquisition set-aside, this amount may not be used to reduce the set-aside requirement of future years. This negative balance is therefore not presented as being carried forward to future years. The total reserve balance for the three set-asides at the end of the fiscal year was \$218,513.

Note 22 – Subsequent Event

On October 3, 2006, the School District issued \$15,000,000 in certificates of participation for various school improvements at interest rates varying from 4.00 percent to 4.40 percent. These mature on September 1, 2036.

Combining Statements and Individual Fund Schedules

Combining Statements – Nonmajor Governmental Funds

Nonmajor Special Revenue Funds

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than for major capital projects) that are legally restricted to expenditure for specific purposes. A description of the School District's nonmajor special revenue funds follows:

Food Service Fund This fund accounts for the financial transactions related to the food service operations of the School District.

Special Trusts Fund This fund accounts for monies from local donations for the purpose of scholarships for students.

Uniform School Supplies Fund This fund accounts for the purchase and sale of school supplies for use in the School District. Profits derived from such sales are used for school purposes or activities connected with the school.

Vocational Education Fund This fund accounts for revenues and expenses relating to the operation of the School District's vocational education programs.

Adult Education Fund This fund accounts for revenues and expenses involved in upgrading and retraining out-of-school youths and adults for the purpose of improving their skills and knowledge in their occupation or planned occupation.

Special Rotary Fund This fund accounts for monies from State and local sources which provides for the operation of classes for the hearing impaired.

Public School Support Fund This fund accounts for school site sales revenue and expenditures for field trips, assemblies, and other activity costs.

Technology Fund This fund accounts for a voluntary revenue abatement used for computer related items for the two school buildings located in Mayfield Village.

Web Grant Fund This fund accounts for monies from local sources which provides career coordinator activities for the vocational education program.

Athletics and Music Fund This fund accounts for gate receipts and other revenues from athletic events and all costs (except supplemental coaching contracts) of the School District's athletic program and transportation of the band to and from athletic events.

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

Disadvantaged Pupil Program Fund This fund accounts for State monies provided in support of academic and enrichment programs focusing on children from families qualifying for aid to dependent children.

Career Development Fund This fund accounts for State monies received for vocational education career development projects.

(continued)

Combining Statements – Nonmajor Governmental Funds (continued)

Nonmajor Special Revenue Funds (continued)

Professional Development Fund This fund accounts for State monies used to assist teachers in gaining new skills and becoming familiar with new teaching methodologies.

Excellence in Education Fund This fund accounts for State monies whose purposes are to support programs encouraging achievement in science and math through teacher in-service and instructional enhancements; to implement mandated competency based instruction in the areas of written expression, math and reading; and to support the implementation of energy conservation measures, or the local acquisitions of textbooks, instructional supplies, and computer equipment/software.

Gifted Education Fund This fund accounts for State monies providing materials and programs geared especially for the School District's gifted children.

Educational Management Information Systems Fund This fund accounts for State monies which support the development of hardware and software or other costs associated with the requirements of the management information system.

Entry Year Teachers Fund This fund accounts for State monies used to mentor new teachers into the School District.

Network Connectivity Fund This fund accounts for State monies used for the installation and ongoing support of the data communication links connecting public school buildings to the Statewide Network and to the Internet.

SchoolNet Professional Development Fund This fund accounts for State monies to assist staff in gaining knowledge of technology.

Ohio Reads Fund This fund accounts for State monies to improve reading outcomes, especially on fourth grade reading proficiency tests and for costs associated with volunteer coordinators who administer the program.

Student Reading Fund This fund accounts for State monies intended to provide programs to improve reading outcomes.

Technical Preparation Fund This fund accounts for State monies used for the purchase of computers and interactive media programs for the Technical Center.

Miscellaneous State Grants Fund This fund accounts for State monies which support academic and enrichment programs for the student body.

Adult Basic Education Fund This fund accounts for Federal monies used to provide financial support to programs in reading, writing and math competency for adults that do not have a high school diploma.

Job Training Partnership Act Fund This fund accounts for monies used for planning and conducting programs that provide for training and upgrading of unemployed persons.

Eisenhower Math and Science Fund This fund accounts for monies 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.

(continued)

Combining Statements – Nonmajor Governmental Funds (continued)

Nonmajor Special Revenue Funds (continued)

Title VI-B Fund This fund accounts for Federal monies 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.

Carl Perkins Grant Fund This fund is used for the development of vocational education programs in the following categories: secondary, post-secondary, adult, disadvantaged and handicapped persons, exemplary programs, cooperative education, ancillary services, research, advisory committees, and work study projects.

Title III Fund This fund accounts for Federal monies used for costs associated with English proficiency.

Transition Program Refugee Children Fund This fund accounts for Federal monies used to provide a summer school program focusing on language development, reading and writing skills for refugee and immigrant students.

Title I Fund This fund accounts for Federal monies used to assist the School District in meeting the special needs of educationally deprived children.

Title V Fund This fund accounts for Federal revenues which support the implementation of a variety of programs such as computer education, gifted and talented programs, in-service and staff development.

Drug Free Schools Fund This fund accounts for Federal revenues which support the implementation of programs for drug abuse education and prevention.

Preschool Grant Fund This fund accounts for Federal revenues used for speech therapy services and instructional supplies used in preschool programs.

Class Size Reduction Fund This fund accounts for Federal monies received to encourage and help fund smaller classroom size and additional staffing needs.

Miscellaneous Federal Grants Fund This fund accounts for various monies received through State agencies from the Federal government or directly from the Federal government which are not classified elsewhere.

Nonmajor Debt Service Fund

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

Bond Retirement Fund This fund accounts for the retirement of principal and interest on outstanding bonds.

(continued)

Combining Statements – Nonmajor Governmental Funds (continued)

Nonmajor Capital Projects Funds

The Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities. A description of the School District's nonmajor capital projects funds follows:

Permanent Improvements Fund This fund accounts for property taxes levied to be used for various capital improvements within the School District.

Construction Fund This fund accounts for financial resources to be used for the construction of major capital facilities.

Replacement Fund This fund accounts for monies used in the rebuilding, restoration or improvement of the School District property.

School Net Plus Fund This fund accounts for State monies to be used to provide wiring to all classrooms that supports the transmission of voice, video and data, and to provide a computer workstation and related technology for every classroom.

Mayfield City School District

Combining Balance Sheet

Nonmajor Governmental Funds

June 30, 2006

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets				
Equity in Pooled Cash and Cash Equivalents	\$4,200,043	\$1,794,960	\$129,529	\$6,124,532
Accounts Receivable	475	0	0	475
Intergovernmental Receivable	424,563	0	0	424,563
Interfund Receivable	3,279	0	0	3,279
Inventory Held for Resale	8,436	0	0	8,436
Materials and Supplies Inventory	2,431	0	0	2,431
Property Taxes Receivable	0	687,851	1,234,047	1,921,898
<i>Total Assets</i>	<u>\$4,639,227</u>	<u>\$2,482,811</u>	<u>\$1,363,576</u>	<u>\$8,485,614</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$344,018	\$0	\$7,557	\$351,575
Contracts Payable	175	0	0	175
Accrued Wages and Benefits	898,468	0	0	898,468
Interfund Payable	215,367	0	0	215,367
Matured Compensated Absences Payable	820	0	0	820
Intergovernmental Payable	349,058	0	0	349,058
Deferred Revenue	185,125	612,390	1,165,097	1,962,612
Accrued Interest Payable	0	0	596	596
Notes Payable	0	0	665,000	665,000
<i>Total Liabilities</i>	<u>1,993,031</u>	<u>612,390</u>	<u>1,838,250</u>	<u>4,443,671</u>
Fund Balances				
Reserved for Encumbrances	692,212	0	73,447	765,659
Reserved for Property Taxes	0	70,417	64,113	134,530
Unreserved:				
Undesignated, Reported in:				
Special Revenue	1,953,984	0	0	1,953,984
Debt Service	0	1,800,004	0	1,800,004
Capital Projects (Deficit)	0	0	(612,234)	(612,234)
<i>Total Fund Balances (Deficit)</i>	<u>2,646,196</u>	<u>1,870,421</u>	<u>(474,674)</u>	<u>4,041,943</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$4,639,227</u>	<u>\$2,482,811</u>	<u>\$1,363,576</u>	<u>\$8,485,614</u>

Mayfield City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2006

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues				
Property Taxes	\$0	\$589,275	\$1,026,805	\$1,616,080
Intergovernmental	6,371,737	92,886	81,536	6,546,159
Interest	118,935	0	7,677	126,612
Tuition and Fees	7,174,383	0	0	7,174,383
Extracurricular Activities	117,649	0	0	117,649
Contributions and Donations	53,043	0	0	53,043
Charges for Services	1,190,978	0	0	1,190,978
Payment in Lieu of Taxes	0	14,045	13,093	27,138
Miscellaneous	180,019	0	0	180,019
<i>Total Revenues</i>	<u>15,206,744</u>	<u>696,206</u>	<u>1,129,111</u>	<u>17,032,061</u>
Expenditures				
Current:				
Instruction:				
Regular	387,738	0	0	387,738
Special	2,527,318	0	0	2,527,318
Vocational	4,139,595	0	0	4,139,595
Adult/Continuing	282,225	0	0	282,225
Horticulture	800,970	0	0	800,970
Support Services:				
Pupils	1,007,845	0	0	1,007,845
Instructional Staff	2,088,371	0	0	2,088,371
Administration	650,156	0	0	650,156
Fiscal	97,052	477	0	97,529
Operation and Maintenance of Plant	239,521	0	0	239,521
Pupil Transportation	16,265	0	0	16,265
Central	188,342	200	0	188,542
Operation of Non-Instructional Services	1,294,517	0	0	1,294,517
Operation of Food Service	1,109,224	0	0	1,109,224
Extracurricular Activities	546,786	0	0	546,786
Capital Outlay	51,087	0	1,021,976	1,073,063
Debt Service:				
Principal Retirement	0	595,000	0	595,000
Interest and Fiscal Charges	0	282,532	26,215	308,747
<i>Total Expenditures</i>	<u>15,427,012</u>	<u>878,209</u>	<u>1,048,191</u>	<u>17,353,412</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(220,268)</u>	<u>(182,003)</u>	<u>80,920</u>	<u>(321,351)</u>
Other Financing Sources (Uses)				
Transfers In	495,516	103,146	0	598,662
Transfers Out	(154,801)	0	(105,433)	(260,234)
<i>Total Other Financing Sources (Uses)</i>	<u>340,715</u>	<u>103,146</u>	<u>(105,433)</u>	<u>338,428</u>
<i>Net Change in Fund Balances</i>	120,447	(78,857)	(24,513)	17,077
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>2,525,749</u>	<u>1,949,278</u>	<u>(450,161)</u>	<u>4,024,866</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$2,646,196</u>	<u>\$1,870,421</u>	<u>(\$474,674)</u>	<u>\$4,041,943</u>

Mayfield City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2006

	Food Service	Special Trusts	Uniform School Supplies
Assets			
Equity in Pooled Cash and Cash Equivalents	\$171,555	\$131,835	\$296,144
Accounts Receivable	0	0	0
Intergovernmental Receivable	22,729	0	0
Interfund Receivable	0	0	0
Inventory Held for Resale	8,436	0	0
Materials and Supplies Inventory	2,431	0	0
<i>Total Assets</i>	<u>\$205,151</u>	<u>\$131,835</u>	<u>\$296,144</u>
Liabilities and Fund Balances			
Liabilities			
Accounts Payable	\$6,095	\$0	\$54,253
Contracts Payable	0	0	0
Accrued Wages and Benefits	14,859	0	0
Interfund Payable	0	0	82,838
Matured Compensated Absences Payable	820	0	0
Intergovernmental Payable	43,714	0	0
Deferred Revenue	0	0	0
<i>Total Liabilities</i>	<u>65,488</u>	<u>0</u>	<u>137,091</u>
Fund Balances			
Reserved for Encumbrances	27,826	0	171,815
Unreserved, Undesignated (Deficit)	111,837	131,835	(12,762)
<i>Total Fund Balances (Deficit)</i>	<u>139,663</u>	<u>131,835</u>	<u>159,053</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$205,151</u>	<u>\$131,835</u>	<u>\$296,144</u>

Vocational Education	Adult Education	Special Rotary	Public School Support	Technology	Athletics and Music
\$838,814	\$91,268	\$1,920,227	\$117,836	\$111,226	\$82,854
0	0	475	0	0	0
6,067	0	0	0	0	0
0	0	0	3,279	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$844,881</u>	<u>\$91,268</u>	<u>\$1,920,702</u>	<u>\$121,115</u>	<u>\$111,226</u>	<u>\$82,854</u>
\$19,346	\$3,553	\$15,495	\$834	\$0	\$3,975
0	0	0	0	0	175
271,076	22,134	510,401	0	0	0
0	5,000	10,230	0	0	1,799
0	0	0	0	0	0
79,947	16,158	158,809	0	0	23
0	0	0	0	0	0
<u>370,369</u>	<u>46,845</u>	<u>694,935</u>	<u>834</u>	<u>0</u>	<u>5,972</u>
148,943	31,910	65,508	9,169	0	20,121
325,569	12,513	1,160,259	111,112	111,226	56,761
<u>474,512</u>	<u>44,423</u>	<u>1,225,767</u>	<u>120,281</u>	<u>111,226</u>	<u>76,882</u>
<u>\$844,881</u>	<u>\$91,268</u>	<u>\$1,920,702</u>	<u>\$121,115</u>	<u>\$111,226</u>	<u>\$82,854</u>

(continued)

Mayfield City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds (continued)
June 30, 2006

	Auxiliary Services	Educational Management Information Systems	Entry Year Teachers
Assets			
Equity in Pooled Cash and			
Cash Equivalents	\$281,228	\$8,168	\$0
Accounts Receivable	0	0	0
Intergovernmental Receivable	22,495	0	800
Interfund Receivable	0	0	0
Inventory Held for Resale	0	0	0
Materials and Supplies Inventory	0	0	0
<i>Total Assets</i>	<u>\$303,723</u>	<u>\$8,168</u>	<u>\$800</u>
Liabilities and Fund Balances			
Liabilities			
Accounts Payable	\$128,983	\$4,690	\$0
Contracts Payable	0	0	0
Accrued Wages and Benefits	0	0	0
Interfund Payable	0	0	0
Matured Compensated Absences Payable	0	0	0
Intergovernmental Payable	0	0	0
Deferred Revenue	22,495	0	0
<i>Total Liabilities</i>	<u>151,478</u>	<u>4,690</u>	<u>0</u>
Fund Balances			
Reserved for Encumbrances	110,822	3,478	0
Unreserved, Undesignated (Deficit)	41,423	0	800
<i>Total Fund Balances (Deficit)</i>	<u>152,245</u>	<u>3,478</u>	<u>800</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$303,723</u>	<u>\$8,168</u>	<u>\$800</u>

SchoolNet Professional Development	Technical Preparation	Miscellaneous State Grants	Adult Basic Education	Title VI-B	Carl Perkins Grant
\$1,653	\$1,996	\$11,388	\$2,638	\$97,994	\$21,937
0	0	0	0	0	0
0	5,415	0	498	107,849	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$1,653</u>	<u>\$7,411</u>	<u>\$11,388</u>	<u>\$3,136</u>	<u>\$205,843</u>	<u>\$21,937</u>
\$562	\$50,337	\$0	\$0	\$54,123	\$0
0	0	0	0	0	0
0	0	0	0	42,174	0
0	1,500	0	500	30,300	0
0	0	0	0	0	0
0	0	1,037	0	15,181	12,149
0	1,536	0	498	15,266	0
<u>562</u>	<u>53,373</u>	<u>1,037</u>	<u>998</u>	<u>157,044</u>	<u>12,149</u>
28	50,840	106	0	42,616	4,605
1,063	(96,802)	10,245	2,138	6,183	5,183
<u>1,091</u>	<u>(45,962)</u>	<u>10,351</u>	<u>2,138</u>	<u>48,799</u>	<u>9,788</u>
<u>\$1,653</u>	<u>\$7,411</u>	<u>\$11,388</u>	<u>\$3,136</u>	<u>\$205,843</u>	<u>\$21,937</u>

(continued)

Mayfield City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds (continued)
June 30, 2006

	<u>Title III</u>	<u>Title I</u>	<u>Title V</u>
Assets			
Equity in Pooled Cash and			
Cash Equivalents	\$1,422	\$6,922	\$100
Accounts Receivable	0	0	0
Intergovernmental Receivable	0	15,456	893
Interfund Receivable	0	0	0
Inventory Held for Resale	0	0	0
Materials and Supplies Inventory	0	0	0
	<u>0</u>	<u>0</u>	<u>0</u>
<i>Total Assets</i>	<u>\$1,422</u>	<u>\$22,378</u>	<u>\$993</u>
Liabilities			
Accounts Payable	\$376	\$486	\$0
Contracts Payable	0	0	0
Accrued Wages and Benefits	0	0	0
Interfund Payable	0	0	100
Matured Compensated Absences Payable	0	0	0
Intergovernmental Payable	0	0	0
Deferred Revenue	0	15,456	893
	<u>0</u>	<u>15,456</u>	<u>893</u>
<i>Total Liabilities</i>	<u>376</u>	<u>15,942</u>	<u>993</u>
Fund Balances			
Reserved for Encumbrances	820	2,185	57
Unreserved, Undesignated (Deficit)	226	4,251	(57)
	<u>226</u>	<u>4,251</u>	<u>(57)</u>
<i>Total Fund Balances (Deficit)</i>	<u>1,046</u>	<u>6,436</u>	<u>0</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$1,422</u>	<u>\$22,378</u>	<u>\$993</u>

<u>Class Size Reduction</u>	<u>Miscellaneous Federal Grants</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$1,096	\$1,742	\$4,200,043
0	0	475
57,781	184,580	424,563
0	0	3,279
0	0	8,436
0	0	2,431
<u>\$58,877</u>	<u>\$186,322</u>	<u>\$4,639,227</u>
\$0	\$910	\$344,018
0	0	175
0	37,824	898,468
20,000	63,100	215,367
0	0	820
0	22,040	349,058
37,876	91,105	185,125
<u>57,876</u>	<u>214,979</u>	<u>1,993,031</u>
500	863	692,212
501	(29,520)	1,953,984
<u>1,001</u>	<u>(28,657)</u>	<u>2,646,196</u>
<u>\$58,877</u>	<u>\$186,322</u>	<u>\$4,639,227</u>

Mayfield City School District
*Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2006*

	Food Service	Special Trusts	Uniform School Supplies	Vocational Education
Revenues				
Intergovernmental	\$145,715	\$0	\$0	\$1,198,096
Interest	8,766	3,756	0	12,464
Tuition and Fees	0	0	79,192	1,942,502
Extracurricular Activities	0	0	39,826	0
Contributions and Donations	0	5,083	0	0
Charges for Services	934,590	0	0	27,085
Miscellaneous	976	0	0	55,284
<i>Total Revenues</i>	<u>1,090,047</u>	<u>8,839</u>	<u>119,018</u>	<u>3,235,431</u>
Expenditures				
Current:				
Instruction:				
Regular	0	0	314,115	0
Special	0	0	2,543	0
Vocational	0	0	0	2,270,055
Adult/Continuing	0	0	0	0
Horticulture	0	0	0	800,970
Support Services:				
Pupils	0	21,423	0	0
Instructional Staff	0	0	0	0
Administration	0	0	0	0
Fiscal	0	0	0	0
Operation and Maintenance of Plant	12,516	0	0	0
Pupil Transportation	0	0	0	0
Central	0	0	0	0
Operation of Non-Instructional Services	0	0	0	0
Operation of Food Service	1,109,224	0	0	0
Extracurricular Activities	0	0	0	0
Capital Outlay	0	0	0	0
<i>Total Expenditures</i>	<u>1,121,740</u>	<u>21,423</u>	<u>316,658</u>	<u>3,071,025</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(31,693)</u>	<u>(12,584)</u>	<u>(197,640)</u>	<u>164,406</u>
Other Financing Sources (Uses)				
Transfers In	0	0	263,764	0
Transfers Out	0	0	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>0</u>	<u>263,764</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	(31,693)	(12,584)	66,124	164,406
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>171,356</u>	<u>144,419</u>	<u>92,929</u>	<u>310,106</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$139,663</u>	<u>\$131,835</u>	<u>\$159,053</u>	<u>\$474,512</u>

Adult Education	Special Rotary	Public School Support	Technology	Web Grant	Athletics and Music
\$0	\$1,817,451	\$0	\$0	\$0	\$0
1,783	53,943	26,626	1,218	0	0
386,153	4,718,733	38,424	0	0	9,379
0	0	0	0	0	77,823
0	32,767	15,193	0	0	0
0	179,489	2,252	0	0	47,562
6,720	34,776	3,344	75,859	0	3,060
<u>394,656</u>	<u>6,837,159</u>	<u>85,839</u>	<u>77,077</u>	<u>0</u>	<u>137,824</u>
0	3,380	19,547	4,238	0	0
0	2,046,686	0	0	0	0
0	1,597,759	22,917	890	0	0
262,954	0	0	0	0	0
0	0	0	0	0	0
0	601,469	0	0	0	0
228,763	986,642	0	25,519	0	0
0	639,167	0	0	0	0
0	97,052	0	0	0	0
24,420	202,585	0	0	0	0
0	14,265	0	0	0	0
0	18,575	0	137,233	0	0
1,170	45,547	0	0	0	0
0	0	0	0	0	0
0	311,868	0	0	0	234,918
0	51,087	0	0	0	0
<u>517,307</u>	<u>6,616,082</u>	<u>42,464</u>	<u>167,880</u>	<u>0</u>	<u>234,918</u>
<u>(122,651)</u>	<u>221,077</u>	<u>43,375</u>	<u>(90,803)</u>	<u>0</u>	<u>(97,094)</u>
137,000	0	0	0	0	90,000
0	0	0	0	(741)	0
<u>137,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(741)</u>	<u>90,000</u>
14,349	221,077	43,375	(90,803)	(741)	(7,094)
30,074	1,004,690	76,906	202,029	741	83,976
<u>\$44,423</u>	<u>\$1,225,767</u>	<u>\$120,281</u>	<u>\$111,226</u>	<u>\$0</u>	<u>\$76,882</u>

(continued)

Mayfield City School District
*Combining Statement of Revenues, Expenditures
and Changes in Fund Balances*
Nonmajor Special Revenue Funds (continued)
For the Fiscal Year Ended June 30, 2006

	Auxiliary Services	Disadvantaged Pupil Program	Career Development	Professional Development
Revenues				
Intergovernmental	\$994,982	\$0	\$0	\$0
Interest	10,379	0	0	0
Tuition and Fees	0	0	0	0
Extracurricular Activities	0	0	0	0
Contributions and Donations	0	0	0	0
Charges for Services	0	0	0	0
Miscellaneous	0	0	0	0
<i>Total Revenues</i>	<u>1,005,361</u>	<u>0</u>	<u>0</u>	<u>0</u>
Expenditures				
Current:				
Instruction:				
Regular	0	0	0	0
Special	0	0	0	0
Vocational	0	0	0	0
Adult/Continuing	0	0	0	0
Horticulture	0	0	0	0
Support Services:				
Pupils	0	0	0	0
Instructional Staff	0	0	0	0
Administration	0	0	0	0
Fiscal	0	0	0	0
Operation and Maintenance of Plant	0	0	0	0
Pupil Transportation	0	0	0	0
Central	0	0	0	0
Operation of Non-Instructional Services	1,156,982	0	0	0
Operation of Food Service	0	0	0	0
Extracurricular Activities	0	0	0	0
Capital Outlay	0	0	0	0
<i>Total Expenditures</i>	<u>1,156,982</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(151,621)</u>	<u>0</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses)				
Transfers In	0	0	0	0
Transfers Out	(692)	(138)	(1,809)	(4,245)
<i>Total Other Financing Sources (Uses)</i>	<u>(692)</u>	<u>(138)</u>	<u>(1,809)</u>	<u>(4,245)</u>
<i>Net Change in Fund Balances</i>	(152,313)	(138)	(1,809)	(4,245)
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>304,558</u>	<u>138</u>	<u>1,809</u>	<u>4,245</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$152,245</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Excellence In Education	Gifted Education	Educational Management Information Systems	Entry Year Teachers	Network Connectivity	SchoolNet Professional Development
\$0	\$0	\$14,689	\$5,300	\$21,000	\$3,925
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	14,689	5,300	21,000	3,925
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	68	0	0	0
0	0	0	4,000	0	6,334
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	11,534	0	21,000	0
0	0	0	500	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	11,602	4,500	21,000	6,334
0	0	3,087	800	0	(2,409)
0	0	0	0	0	0
(3,703)	(64)	(458)	0	0	(1,000)
(3,703)	(64)	(458)	0	0	(1,000)
(3,703)	(64)	2,629	800	0	(3,409)
3,703	64	849	0	0	4,500
\$0	\$0	\$3,478	\$800	\$0	\$1,091

(continued)

Mayfield City School District
*Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Special Revenue Funds (continued)
For the Fiscal Year Ended June 30, 2006*

	Ohio Reads	Technical Preparation	Miscellaneous State Grants	Adult Basic Education
Revenues				
Intergovernmental	\$4,000	\$8,565	\$24,375	\$32,045
Interest	0	0	0	0
Tuition and Fees	0	0	0	0
Extracurricular Activities	0	0	0	0
Contributions and Donations	0	0	0	0
Charges for Services	0	0	0	0
Miscellaneous	0	0	0	0
<i>Total Revenues</i>	<u>4,000</u>	<u>8,565</u>	<u>24,375</u>	<u>32,045</u>
Expenditures				
Current:				
Instruction:				
Regular	0	43,387	64	0
Special	0	0	0	0
Vocational	0	957	51	0
Adult/Continuing	0	0	0	19,271
Horticulture	0	0	0	0
Support Services:				
Pupils	0	0	0	0
Instructional Staff	4,000	0	24,800	9,995
Administration	0	0	0	0
Fiscal	0	0	0	0
Operation and Maintenance of Plant	0	0	0	0
Pupil Transportation	0	0	0	0
Central	0	0	0	0
Operation of Non-Instructional Services	0	0	0	0
Operation of Food Service	0	0	0	0
Extracurricular Activities	0	0	0	0
Capital Outlay	0	0	0	0
<i>Total Expenditures</i>	<u>4,000</u>	<u>44,344</u>	<u>24,915</u>	<u>29,266</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>0</u>	<u>(35,779)</u>	<u>(540)</u>	<u>2,779</u>
Other Financing Sources (Uses)				
Transfers In	0	0	0	0
Transfers Out	0	0	(60,517)	(3,156)
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>0</u>	<u>(60,517)</u>	<u>(3,156)</u>
<i>Net Change in Fund Balances</i>	0	(35,779)	(61,057)	(377)
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>0</u>	<u>(10,183)</u>	<u>71,408</u>	<u>2,515</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$0</u>	<u>(\$45,962)</u>	<u>\$10,351</u>	<u>\$2,138</u>

Job Training Partnership Act	Eisenhower Math and Science	Title VI-B	Carl Perkins Grant	Title III	Transition Program Refugee Children
\$0	\$0	\$1,087,068	\$229,795	\$29,928	\$0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	1,087,068	229,795	29,928	0
0	0	416	0	0	0
0	0	282,128	0	29,307	1,202
0	0	0	121,731	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	177,771	88,926	0	0
0	0	496,922	0	0	0
0	0	0	10,989	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	84,867	214	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	1,042,104	221,860	29,307	1,202
0	0	44,964	7,935	621	(1,202)
0	0	0	0	0	0
(27,505)	(3,768)	(5,362)	(16,166)	0	0
(27,505)	(3,768)	(5,362)	(16,166)	0	0
(27,505)	(3,768)	39,602	(8,231)	621	(1,202)
27,505	3,768	9,197	18,019	425	1,202
\$0	\$0	\$48,799	\$9,788	\$1,046	\$0

(continued)

Mayfield City School District
*Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Special Revenue Funds (continued)
For the Fiscal Year Ended June 30, 2006*

	Title I	Title V	Drug Free Schools	Preschool Grant
Revenues				
Intergovernmental	\$139,112	\$14,857	\$13,536	\$31,930
Interest	0	0	0	0
Tuition and Fees	0	0	0	0
Extracurricular Activities	0	0	0	0
Contributions and Donations	0	0	0	0
Charges for Services	0	0	0	0
Miscellaneous	0	0	0	0
<i>Total Revenues</i>	<u>139,112</u>	<u>14,857</u>	<u>13,536</u>	<u>31,930</u>
Expenditures				
Current:				
Instruction:				
Regular	934	0	0	0
Special	133,522	0	0	31,930
Vocational	0	0	0	0
Adult/Continuing	0	0	0	0
Horticulture	0	0	0	0
Support Services:				
Pupils	0	0	13,536	0
Instructional Staff	488	13,181	0	0
Administration	0	0	0	0
Fiscal	0	0	0	0
Operation and Maintenance of Plant	0	0	0	0
Pupil Transportation	0	0	0	0
Central	0	0	0	0
Operation of Non-Instructional Services	89	2,988	0	0
Operation of Food Service	0	0	0	0
Extracurricular Activities	0	0	0	0
Capital Outlay	0	0	0	0
<i>Total Expenditures</i>	<u>135,033</u>	<u>16,169</u>	<u>13,536</u>	<u>31,930</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>4,079</u>	<u>(1,312)</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses)				
Transfers In	4,752	0	0	0
Transfers Out	(10,744)	(2,862)	(205)	(1,097)
<i>Total Other Financing Sources (Uses)</i>	<u>(5,992)</u>	<u>(2,862)</u>	<u>(205)</u>	<u>(1,097)</u>
<i>Net Change in Fund Balances</i>	(1,913)	(4,174)	(205)	(1,097)
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>8,349</u>	<u>4,174</u>	<u>205</u>	<u>1,097</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$6,436</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Class Size Reduction	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
\$97,497	\$457,871	\$6,371,737
0	0	118,935
0	0	7,174,383
0	0	117,649
0	0	53,043
0	0	1,190,978
0	0	180,019
<u>97,497</u>	<u>457,871</u>	<u>15,206,744</u>
0	1,657	387,738
0	0	2,527,318
0	125,235	4,139,595
0	0	282,225
0	0	800,970
0	104,652	1,007,845
96,671	191,056	2,088,371
0	0	650,156
0	0	97,052
0	0	239,521
0	2,000	16,265
0	0	188,342
0	2,160	1,294,517
0	0	1,109,224
0	0	546,786
0	0	51,087
<u>96,671</u>	<u>426,760</u>	<u>15,427,012</u>
<u>826</u>	<u>31,111</u>	<u>(220,268)</u>
0	0	495,516
<u>(4,752)</u>	<u>(5,817)</u>	<u>(154,801)</u>
<u>(4,752)</u>	<u>(5,817)</u>	<u>340,715</u>
(3,926)	25,294	120,447
<u>4,927</u>	<u>(53,951)</u>	<u>2,525,749</u>
<u>\$1,001</u>	<u>(\$28,657)</u>	<u>\$2,646,196</u>

Mayfield City School District
Combining Balance Sheet
Nonmajor Capital Projects Funds
June 30, 2006

	<u>Permanent Improvements</u>	<u>Construction</u>	<u>Replacement</u>	<u>Total Nonmajor Capital Projects Funds</u>
Assets				
Equity in Pooled Cash and Cash Equivalents	\$121,337	\$7,120	\$1,072	\$129,529
Property Taxes Receivable	970,472	263,575	0	1,234,047
<i>Total Assets</i>	<u>\$1,091,809</u>	<u>\$270,695</u>	<u>\$1,072</u>	<u>\$1,363,576</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$7,064	\$493	\$0	\$7,557
Deferred Revenue	901,522	263,575	0	1,165,097
Accrued Interest Payable	0	596	0	596
Notes Payable	405,000	260,000	0	665,000
<i>Total Liabilities</i>	<u>1,313,586</u>	<u>524,664</u>	<u>0</u>	<u>1,838,250</u>
Fund Balances				
Reserved for Encumbrances	68,607	4,840	0	73,447
Reserved for Property Taxes	64,113	0	0	64,113
Unreserved, Undesignated (Deficit)	(354,497)	(258,809)	1,072	(612,234)
<i>Total Fund Balances (Deficit)</i>	<u>(221,777)</u>	<u>(253,969)</u>	<u>1,072</u>	<u>(474,674)</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$1,091,809</u>	<u>\$270,695</u>	<u>\$1,072</u>	<u>\$1,363,576</u>

Mayfield City School District
*Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2006*

	<u>Permanent Improvements</u>	<u>Construction</u>	<u>Replacement</u>	<u>School Net Plus</u>	<u>Total Nonmajor Capital Projects Funds</u>
Revenues					
Property Taxes	\$766,217	\$260,588	\$0	\$0	\$1,026,805
Intergovernmental	81,536	0	0	0	81,536
Interest	7,359	318	0	0	7,677
Payment in Lieu of Taxes	13,093	0	0	0	13,093
<i>Total Revenues</i>	<u>868,205</u>	<u>260,906</u>	<u>0</u>	<u>0</u>	<u>1,129,111</u>
Expenditures					
Capital Outlay	1,009,018	5,375	7,378	205	1,021,976
Debt Service:					
Interest and Fiscal Charges	16,200	10,015	0	0	26,215
<i>Total Expenditures</i>	<u>1,025,218</u>	<u>15,390</u>	<u>7,378</u>	<u>205</u>	<u>1,048,191</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(157,013)	245,516	(7,378)	(205)	80,920
Other Financing Uses					
Transfers Out	(103,146)	0	0	(2,287)	(105,433)
<i>Net Change in Fund Balances</i>	(260,159)	245,516	(7,378)	(2,492)	(24,513)
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>38,382</u>	<u>(499,485)</u>	<u>8,450</u>	<u>2,492</u>	<u>(450,161)</u>
<i>Fund Balances (Deficit) End of Year</i>	<u><u>(\$221,777)</u></u>	<u><u>(\$253,969)</u></u>	<u><u>\$1,072</u></u>	<u><u>\$0</u></u>	<u><u>(\$474,674)</u></u>

Combining Statements - Agency Funds

Agency Funds

Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private purpose trust funds and agency funds. Trust funds are used to account for assets held by the School District under a trust agreement for individuals, private organizations or other governments and therefore not available to support the School District's own programs. Agency funds are purely custodial (assets equal liabilities) and thus do not involve measurement of results or operations. A description of the School District's agency funds follows:

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

Key Flexible Spending Fund This fund reflects resources that belong to the School District employees to be used for medical expenses.

Mayfield City School District
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Fiscal Year Ended June 30, 2006

	Beginning Balance July 1, 2005	Additions	Reductions	Ending Balance June 30, 2006
<i>Student Activities</i>				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$88,704	\$213,530	\$224,449	\$77,785
Liabilities				
Due to Students	\$88,704	\$213,530	\$224,449	\$77,785
 <i>Key Flexible Spending</i>				
Assets				
Cash in Segregated Accounts	\$35,656	\$136,850	\$122,615	\$49,891
Liabilities				
Deposits Held and Due to Others	\$35,656	\$136,850	\$122,615	\$49,891
 <i>Total - All Agency Funds</i>				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$88,704	\$213,530	\$224,449	\$77,785
Cash in Segregated Accounts	35,656	136,850	122,615	49,891
<i>Total Assets</i>	\$124,360	\$350,380	\$347,064	\$127,676
Liabilities				
Due to Students	\$88,704	\$213,530	\$224,449	\$77,785
Deposits Held and Due to Others	35,656	136,850	122,615	49,891
<i>Total Liabilities</i>	\$124,360	\$350,380	\$347,064	\$127,676

**Individual Fund Schedules of Revenues,
Expenditures/Expenses and Change in Fund Balance/Equity –
Budget (Non-GAAP Basis) and Actual**

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
General Fund
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Property Taxes	\$41,057,861	\$41,089,061	\$45,238,519	\$4,149,458
Intergovernmental	6,657,004	6,662,063	7,334,844	672,781
Interest	689,509	690,033	759,717	69,684
Tuition and Fees	618,341	618,790	678,434	59,644
Rentals	83,493	83,556	91,994	8,438
Payment in Lieu of Taxes	1,722,239	1,723,143	1,843,362	120,219
Miscellaneous	245,375	245,975	328,098	82,123
<i>Total Revenues</i>	<u>51,073,822</u>	<u>51,112,621</u>	<u>56,274,968</u>	<u>5,162,347</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	14,580,592	14,622,080	14,554,285	67,795
Fringe Benefits	3,946,824	3,958,054	3,957,305	749
Purchased Services	33,220	33,315	26,075	7,240
Materials and Supplies	933,078	935,733	933,913	1,820
Capital Outlay - New	214,378	214,988	206,770	8,218
Capital Outlay - Replacement	459,245	460,552	454,106	6,446
Other	9,042	9,068	5,193	3,875
Total Regular	<u>20,176,379</u>	<u>20,233,790</u>	<u>20,137,647</u>	<u>96,143</u>
Special:				
Salaries and Wages	3,472,205	3,482,085	3,474,651	7,434
Fringe Benefits	980,645	983,435	981,430	2,005
Purchased Services	2,211,293	2,217,585	2,214,255	3,330
Materials and Supplies	82,008	82,241	77,634	4,607
Capital Outlay - New	6,168	6,186	5,409	777
Other	25,737	25,810	25,739	71
Total Special	<u>6,778,056</u>	<u>6,797,342</u>	<u>6,779,118</u>	<u>18,224</u>
Vocational:				
Salaries and Wages	85,305	85,548	85,310	238
Fringe Benefits	27,413	27,491	25,544	1,947
Purchased Services	1,254,533	1,258,103	1,224,260	33,843
Total Vocational	<u>1,367,251</u>	<u>1,371,142</u>	<u>1,335,114</u>	<u>36,028</u>
Total Instruction	<u>\$28,321,686</u>	<u>\$28,402,274</u>	<u>\$28,251,879</u>	<u>\$150,395</u>

(continued)

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Support Services:				
Pupils:				
Salaries and Wages	\$2,299,476	\$2,306,019	\$2,286,477	\$19,542
Fringe Benefits	757,353	759,508	736,022	23,486
Purchased Services	125,928	126,286	107,362	18,924
Materials and Supplies	94,883	95,153	90,216	4,937
Capital Outlay - New	1,802	1,807	1,807	0
Other	2,847	2,855	2,159	696
Total Pupils	3,282,289	3,291,628	3,224,043	67,585
Instructional Staff:				
Salaries and Wages	2,037,520	2,043,318	2,043,264	54
Fringe Benefits	783,979	786,210	776,679	9,531
Purchased Services	168,041	168,519	140,247	28,272
Materials and Supplies	269,546	270,313	261,176	9,137
Capital Outlay - New	13,819	13,858	13,781	77
Capital Outlay - Replacement	32,096	32,187	32,153	34
Other	598	600	169	431
Total Instructional Staff	3,305,599	3,315,005	3,267,469	47,536
Board of Education:				
Salaries and Wages	14,838	14,880	12,980	1,900
Fringe Benefits	2,478	2,485	2,034	451
Purchased Services	10,143	10,172	8,955	1,217
Materials and Supplies	1,339	1,343	1,043	300
Other	70,924	71,126	71,126	0
Total Board of Education	99,722	100,006	96,138	3,868
Administration:				
Salaries and Wages	1,753,755	1,758,745	1,730,636	28,109
Fringe Benefits	712,765	714,793	694,372	20,421
Purchased Services	283,244	284,050	242,872	41,178
Materials and Supplies	53,529	53,681	52,433	1,248
Capital Outlay - Replacement	904	907	906	1
Other	33,421	33,516	8,444	25,072
Total Administration	2,837,618	2,845,692	2,729,663	116,029
Fiscal:				
Salaries and Wages	497,914	499,331	496,643	2,688
Fringe Benefits	158,297	158,747	157,267	1,480
Purchased Services	159,583	160,037	158,523	1,514
Materials and Supplies	7,480	7,501	7,363	138
Capital Outlay - New	18,171	18,223	16,961	1,262
Other	734,076	736,165	730,391	5,774
Total Fiscal	\$1,575,521	\$1,580,004	\$1,567,148	\$12,856

(continued)

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Business:				
Salaries and Wages	\$152,821	\$153,256	\$153,233	\$23
Fringe Benefits	64,473	64,656	63,873	783
Purchased Services	157,086	157,533	156,927	606
Materials and Supplies	37,481	37,588	37,566	22
Other	1,223	1,226	1,210	16
Total Business	413,084	414,259	412,809	1,450
Operation and Maintenance of Plant:				
Salaries and Wages	2,314,544	2,321,130	2,282,128	39,002
Fringe Benefits	884,021	886,536	862,897	23,639
Purchased Services	2,285,814	2,292,318	2,292,087	231
Materials and Supplies	355,570	356,582	350,879	5,703
Capital Outlay - New	263	264	260	4
Capital Outlay - Replacement	27,504	27,582	27,467	115
Other	32,424	32,517	30,521	1,996
Total Operation and Maintenance of Plant	5,900,140	5,916,929	5,846,239	70,690
Pupil Transportation:				
Salaries and Wages	1,846,475	1,851,729	1,851,640	89
Fringe Benefits	617,745	619,503	616,720	2,783
Purchased Services	759,364	761,525	750,329	11,196
Materials and Supplies	631,330	633,126	617,459	15,667
Capital Outlay - New	4,986	5,000	0	5,000
Capital Outlay - Replacement	723,182	725,240	724,642	598
Other	56,032	56,191	56,191	0
Total Pupil Transportation	4,639,114	4,652,314	4,616,981	35,333
Central:				
Salaries and Wages	290,768	291,595	287,030	4,565
Fringe Benefits	131,609	131,983	131,813	170
Purchased Services	199,480	200,048	154,340	45,708
Materials and Supplies	38,897	39,008	36,370	2,638
Capital Outlay - New	147,425	147,844	142,519	5,325
Other	24,984	25,055	520	24,535
Total Central	833,163	835,533	752,592	82,941
Total Support Services	22,886,250	22,951,370	22,513,082	438,288
Operation of Non-Instructional Services:				
Community Services:				
Materials and Supplies	\$3,989	\$4,000	\$0	\$4,000

(continued)

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Other Non-Instructional Services:				
Salaries and Wages	\$293,465	\$294,300	\$294,221	\$79
Fringe Benefits	35,499	35,600	35,582	18
Total Other Non-Instructional Services	328,964	329,900	329,803	97
Total Operation of Non-Instructional Services	332,953	333,900	329,803	4,097
Extracurricular Activities:				
Sports Oriented Activities:				
Salaries and Wages	591,905	593,589	584,044	9,545
Fringe Benefits	132,544	132,921	127,914	5,007
Purchased Services	16,944	16,990	12,283	4,707
Materials and Supplies	14,688	14,732	14,732	0
Total Sports Oriented Activities	756,081	758,232	738,973	19,259
Academic Oriented Activities:				
Salaries and Wages	62,483	62,661	62,633	28
Fringe Benefits	21,537	21,598	10,451	11,147
Total Academic Oriented Activities	84,020	84,259	73,084	11,175
School and Public Service Co-Curricular Activities:				
Salaries and Wages	29,990	30,075	28,612	1,463
Fringe Benefits	5,009	5,023	4,471	552
Total School and Public Service Co-Curricular Activities	34,999	35,098	33,083	2,015
Total Extracurricular Activities	875,100	877,589	845,140	32,449
Capital Outlay:				
Building Acquisition and Construction:				
Salaries and Wages	11,467	11,500	11,088	412
Fringe Benefits	12,963	13,000	13,000	0
Total Site Improvement Services	24,430	24,500	24,088	412
Facilities Acquisition and Construction Services:				
Purchased Services	110,999	111,314	111,314	0
Capital Outlay - New	277,858	278,649	277,217	1,432
Total Facilities Acquisition and Construction Services	388,857	389,963	388,531	1,432
Total Capital Outlay	413,287	414,463	412,619	1,844
<i>Total Expenditures</i>	52,829,276	52,979,596	52,352,523	627,073
<i>Excess of Revenues Over (Under) Expenditures</i>	(\$1,755,454)	(\$1,866,975)	\$3,922,445	\$5,789,420

(continued)

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Other Financing Sources (Uses)				
Proceeds from Sale of Capital Assets	\$5,384	\$5,388	\$5,932	\$544
Advances In	1,523,693	1,524,851	1,678,841	153,990
Advances Out	(1,496,242)	(1,500,500)	(1,500,073)	427
Transfers In	136,023	136,145	152,336	16,191
Transfers Out	(520,591)	(497,878)	(490,764)	7,114
<i>Total Other Financing Sources (Uses)</i>	<u>(351,733)</u>	<u>(331,994)</u>	<u>(153,728)</u>	<u>178,266</u>
<i>Net Change in Fund Balance</i>	(2,107,187)	(2,198,969)	3,768,717	5,967,686
<i>Fund Balance Beginning of Year</i>	4,047,339	4,047,339	4,047,339	0
Prior Year Encumbrances Appropriated	<u>1,933,070</u>	<u>1,933,070</u>	<u>1,933,070</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$3,873,222</u>	<u>\$3,781,440</u>	<u>\$9,749,126</u>	<u>\$5,967,686</u>

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Food Service Fund
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$141,295	\$141,295	\$141,371	\$76
Interest	8,761	8,761	8,766	5
Charges for Services	934,089	934,089	934,590	501
Miscellaneous	975	975	976	1
<i>Total Revenues</i>	<u>1,085,120</u>	<u>1,085,120</u>	<u>1,085,703</u>	<u>583</u>
Expenditures				
Support Services:				
Operation and Maintenance of Plant:				
Purchased Services	17,926	18,963	16,126	2,837
Operation of Food Service:				
Salaries and Wages	364,722	385,811	372,616	13,195
Fringe Benefits	177,019	187,254	172,528	14,726
Purchased Services	1,224	1,295	958	337
Materials and Supplies	567,041	599,828	497,722	102,106
Capital Outlay - New	68,494	72,454	72,448	6
Capital Outlay - Replacement	11,146	11,790	8,345	3,445
Other	3,057	3,234	3,094	140
<i>Total Operation of Food Service</i>	<u>1,192,703</u>	<u>1,261,666</u>	<u>1,127,711</u>	<u>133,955</u>
<i>Total Expenditures</i>	<u>1,210,629</u>	<u>1,280,629</u>	<u>1,143,837</u>	<u>136,792</u>
<i>Net Change in Fund Balance</i>	(125,509)	(195,509)	(58,134)	137,375
<i>Fund Balance Beginning of Year</i>	168,285	168,285	168,285	0
Prior Year Encumbrances Appropriated	27,483	27,483	27,483	0
<i>Fund Balance End of Year</i>	<u>\$70,259</u>	<u>\$259</u>	<u>\$137,634</u>	<u>\$137,375</u>

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Special Trusts Fund
For the Fiscal Year Ended June 30, 2006

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Interest	\$404	\$404	\$3,756	\$3,352
Contributions and Donations	546	546	5,083	4,537
<i>Total Revenues</i>	950	950	8,839	7,889
Expenditures				
Current:				
Support Services:				
Pupils:				
Other	15,449	26,444	21,813	4,631
<i>Net Change in Fund Balance</i>	(14,499)	(25,494)	(12,974)	12,520
<i>Fund Balance Beginning of Year</i>	144,191	144,191	144,191	0
Prior Year Encumbrances Appropriated	618	618	618	0
<i>Fund Balance End of Year</i>	<u>\$130,310</u>	<u>\$119,315</u>	<u>\$131,835</u>	<u>\$12,520</u>

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Uniform School Supplies Fund
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Tuition and Fees	\$36,089	\$56,837	\$79,192	\$22,355
Extracurricular Activities	18,150	28,583	39,826	11,243
<i>Total Revenues</i>	<u>54,239</u>	<u>85,420</u>	<u>119,018</u>	<u>33,598</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Purchased Services	2,586	3,763	2,193	1,570
Materials and Supplies	325,874	502,421	502,421	0
Total Regular	328,460	506,184	504,614	1,570
Special:				
Materials and Supplies	2,999	4,363	2,543	1,820
<i>Total Expenditures</i>	<u>331,459</u>	<u>510,547</u>	<u>507,157</u>	<u>3,390</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(277,220)</u>	<u>(425,127)</u>	<u>(388,139)</u>	<u>36,988</u>
Other Financing Sources (Uses)				
Advances In	95,171	149,886	208,838	58,952
Advances Out	(148,579)	(187,921)	(126,000)	61,921
Transfers In	120,202	189,306	263,764	74,458
<i>Total Other Financing Sources (Uses)</i>	<u>66,794</u>	<u>151,271</u>	<u>346,602</u>	<u>195,331</u>
<i>Net Change in Fund Balance</i>	<u>(210,426)</u>	<u>(273,856)</u>	<u>(41,537)</u>	<u>232,319</u>
<i>Fund Balance Beginning of Year</i>	40,178	40,178	40,178	0
Prior Year Encumbrances Appropriated	71,435	71,435	71,435	0
<i>Fund Balance (Deficit) End of Year</i>	<u><u>(\$98,813)</u></u>	<u><u>(\$162,243)</u></u>	<u><u>\$70,076</u></u>	<u><u>\$232,319</u></u>

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Vocational Education Fund
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$1,234,983	\$1,234,983	\$1,198,323	(\$36,660)
Interest	12,845	12,845	12,464	(381)
Tuition and Fees	2,001,929	2,001,929	1,942,502	(59,427)
Charges for Services	27,914	27,914	27,085	(829)
Miscellaneous	54,452	54,425	55,284	859
<i>Total Revenues</i>	<u>3,332,123</u>	<u>3,332,096</u>	<u>3,235,658</u>	<u>(96,438)</u>
Expenditures				
Current:				
Instruction:				
Vocational:				
Salaries and Wages	1,613,188	1,627,203	1,601,223	25,980
Fringe Benefits	502,236	506,599	490,363	16,236
Purchased Services	51,813	52,263	51,100	1,163
Materials and Supplies	194,843	196,536	193,432	3,104
Capital Outlay - New	32,896	33,182	23,095	10,087
Capital Outlay - Replacement	18,445	18,605	18,602	3
Other	4,785	4,827	4,785	42
<i>Total Vocational</i>	<u>2,418,206</u>	<u>2,439,215</u>	<u>2,382,600</u>	<u>56,615</u>
Horticulture:				
Salaries and Wages	425,339	429,035	374,534	54,501
Fringe Benefits	176,731	178,266	158,984	19,282
Purchased Services	290,932	293,460	287,926	5,534
Materials and Supplies	64,605	65,166	63,432	1,734
Capital Outlay - New	43,072	43,446	43,036	410
Capital Outlay - Replacement	1,083	1,092	799	293
Other	374	377	355	22
<i>Total Horticulture</i>	<u>1,002,136</u>	<u>1,010,842</u>	<u>929,066</u>	<u>81,776</u>
<i>Total Expenditures</i>	<u>3,420,342</u>	<u>3,450,057</u>	<u>3,311,666</u>	<u>138,391</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(88,219)</u>	<u>(117,961)</u>	<u>(76,008)</u>	<u>41,953</u>
Other Financing Sources (Uses)				
Advances In	30,918	30,918	30,000	(918)
Advances Out	(29,742)	(30,000)	(30,000)	0
<i>Total Other Financing Sources (Uses)</i>	<u>1,176</u>	<u>918</u>	<u>0</u>	<u>(918)</u>
<i>Net Change in Fund Balance</i>	<u>(87,043)</u>	<u>(117,043)</u>	<u>(76,008)</u>	<u>41,035</u>
<i>Fund Balance Beginning of Year</i>	553,556	553,556	553,556	0
Prior Year Encumbrances Appropriated	197,823	197,823	197,823	0
<i>Fund Balance End of Year</i>	<u>\$664,336</u>	<u>\$634,336</u>	<u>\$675,371</u>	<u>\$41,035</u>

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Adult Education Fund
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Interest	\$1,551	\$1,746	\$1,783	\$37
Tuition and Fees	335,852	378,167	386,153	7,986
Miscellaneous	5,845	6,581	6,720	139
<i>Total Revenues</i>	<u>343,248</u>	<u>386,494</u>	<u>394,656</u>	<u>8,162</u>
Expenditures				
Current:				
Instruction:				
Adult/Continuing:				
Salaries and Wages	24,009	24,009	23,962	47
Fringe Benefits	4,405	4,405	3,244	1,161
Purchased Services	234,351	234,351	227,687	6,664
Materials and Supplies	16,755	16,755	13,722	3,033
Total Instruction	<u>279,520</u>	<u>279,520</u>	<u>268,615</u>	<u>10,905</u>
Support Services:				
Instructional Staff:				
Salaries and Wages	135,054	135,054	134,743	311
Fringe Benefits	45,312	45,312	45,298	14
Purchased Services	19,630	19,630	19,576	54
Materials and Supplies	30,652	30,652	28,959	1,693
Capital Outlay - New	500	500	0	500
Capital Outlay - Replacement	14,642	14,642	13,292	1,350
Total Instructional Staff	<u>245,790</u>	<u>245,790</u>	<u>241,868</u>	<u>3,922</u>
Operation and Maintenance of Plant:				
Purchased Services	24,457	24,457	24,420	37
Total Support Services	<u>\$270,247</u>	<u>\$270,247</u>	<u>\$266,288</u>	<u>\$3,959</u>

(continued)

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Adult Education Fund (continued)
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Operation of Non-Instructional Services:				
Other Non-Instructional Services:				
Salaries and Wages	\$1,200	\$1,200	\$1,156	\$44
Fringe Benefits	50	50	14	36
Total Operation of Non-Instructional Services	1,250	1,250	1,170	80
<i>Total Expenditures</i>	551,017	551,017	536,073	14,944
<i>Excess of Revenues Under Expenditures</i>	(207,769)	(164,523)	(141,417)	23,106
Other Financing Sources (Uses)				
Advances Out	(25,050)	(25,050)	0	25,050
Transfers In	117,085	133,838	137,000	3,162
<i>Total Other Financing Sources (Uses)</i>	92,035	108,788	137,000	28,212
<i>Net Change in Fund Balance</i>	(115,734)	(55,735)	(4,417)	51,318
<i>Fund Balance Beginning of Year</i>	18,719	18,719	18,719	0
Prior Year Encumbrances Appropriated	41,503	41,503	41,503	0
<i>Fund Balance (Deficit) End of Year</i>	(\$55,512)	\$4,487	\$55,805	\$51,318

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Special Rotary Fund
For the Fiscal Year Ended June 30, 2006

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$1,547,379	\$1,794,728	\$1,817,451	\$22,723
Interest	45,927	53,269	53,943	674
Tuition and Fees	4,058,682	4,707,463	4,767,065	59,602
Contributions and Donations	27,898	32,357	32,767	410
Charges for Services	142,963	169,761	179,489	9,728
Miscellaneous	29,203	33,872	34,301	429
<i>Total Revenues</i>	<u>5,852,052</u>	<u>6,791,450</u>	<u>6,885,016</u>	<u>93,566</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Purchased Services	489	542	500	42
Materials and Supplies	2,817	3,184	3,184	0
Total Regular	<u>3,306</u>	<u>3,726</u>	<u>3,684</u>	<u>42</u>
Special:				
Salaries and Wages	1,548,333	1,708,172	1,582,960	125,212
Fringe Benefits	419,807	465,134	429,646	35,488
Purchased Services	667	1,663	1,663	0
Materials and Supplies	24,950	32,766	32,766	0
Capital Outlay - New	14,509	17,302	17,302	0
Capital Outlay - Replacement	6,576	7,286	6,923	363
Other	160	177	163	14
Total Special	<u>2,015,002</u>	<u>2,232,500</u>	<u>2,071,423</u>	<u>161,077</u>
Vocational:				
Salaries and Wages	1,058,314	1,160,473	1,081,982	78,491
Fringe Benefits	296,673	328,705	303,308	25,397
Purchased Services	196,067	217,237	202,258	14,979
Materials and Supplies	17,764	26,454	26,454	0
Capital Outlay - New	5,982	11,964	11,964	0
Total Vocational	<u>1,574,800</u>	<u>1,744,833</u>	<u>1,625,966</u>	<u>118,867</u>
Total Instruction	<u>\$3,593,108</u>	<u>\$3,981,059</u>	<u>\$3,701,073</u>	<u>\$279,986</u>

(continued)

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Special Rotary Fund (continued)
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Support Services:				
Pupils:				
Salaries and Wages	\$398,037	\$441,014	\$406,939	\$34,075
Fringe Benefits	127,941	141,755	130,802	10,953
Purchased Services	72,601	79,896	77,306	2,590
Materials and Supplies	6,234	7,068	7,068	0
Capital Outlay - New	3,749	4,154	3,833	321
Capital Outlay - Replacement	1,196	1,708	1,708	0
Total Pupils	<u>609,758</u>	<u>675,595</u>	<u>627,656</u>	<u>47,939</u>
Instructional Staff:				
Salaries and Wages	689,170	763,580	704,582	58,998
Fringe Benefits	240,042	265,960	245,410	20,550
Purchased Services	34,274	36,721	36,179	542
Materials and Supplies	5,563	7,418	7,418	0
Other	533	590	544	46
Total Instructional Staff	<u>969,582</u>	<u>1,074,269</u>	<u>994,133</u>	<u>80,136</u>
Administration:				
Salaries and Wages	201,178	222,899	205,677	17,222
Fringe Benefits	84,030	93,103	85,909	7,194
Purchased Services	313,286	347,112	335,340	11,772
Materials and Supplies	15,865	17,578	17,111	467
Capital Outlay - New	1,076	1,192	1,100	92
Capital Outlay - Replacement	699	774	714	60
Other	225	249	230	19
Total Administration	<u>616,359</u>	<u>682,907</u>	<u>646,081</u>	<u>36,826</u>
Fiscal:				
Salaries and Wages	1,652	1,830	1,689	141
Fringe Benefits	479	531	490	41
Purchased Services	92,798	102,817	94,873	7,944
Total Fiscal	<u>94,929</u>	<u>105,178</u>	<u>97,052</u>	<u>8,126</u>
Operation and Maintenance of Plant:				
Salaries and Wages	41,522	46,005	42,450	3,555
Fringe Benefits	16,380	18,149	16,747	1,402
Purchased Services	138,098	151,671	150,103	1,568
Materials and Supplies	3,287	3,642	3,361	281
Total Operation and Maintenance of Plant	<u>\$199,287</u>	<u>\$219,467</u>	<u>\$212,661</u>	<u>\$6,806</u>

(continued)

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Special Rotary Fund (continued)
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Pupil Transportation:				
Purchased Services	\$8,064	\$10,273	\$10,273	\$0
Materials and Supplies	5,781	6,404	5,959	445
Other	107	120	120	0
Total Pupil Transportation	13,952	16,797	16,352	445
Central:				
Salaries and Wages	10,867	12,040	11,110	930
Fringe Benefits	5,410	5,994	5,531	463
Total Central	16,277	18,034	16,641	1,393
Total Support Services	2,520,144	2,792,247	2,610,576	181,671
Operation of Non-Instructional Services:				
Food Service Operations:				
Materials and Supplies	1,813	2,010	1,855	155
Enterprise Operations:				
Salaries and Wages	38,116	42,231	38,968	3,263
Fringe Benefits	4,621	5,120	4,724	396
Total Enterprise Operations	42,737	47,351	43,692	3,659
Total Operation of Non-Instructional Services	44,550	49,361	45,547	3,814
Extracurricular Activities:				
Co-Curricular Activities:				
Materials and Supplies	301,154	333,670	324,523	9,147
Capital Outlay - New	11,010	12,199	11,256	943
Other	23,659	26,213	24,188	2,025
Total Extracurricular Activities	\$335,823	\$372,082	\$359,967	\$12,115

(continued)

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Special Rotary Fund (continued)
For the Fiscal Year Ended June 30, 2006

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Capital Outlay:				
Facilities Acquisition and Construction Services:				
Purchased Services	\$0	\$1,942	\$1,942	\$0
Capital Outlay - New	49,970	53,423	51,552	1,871
Total Capital Outlay	<u>49,970</u>	<u>55,365</u>	<u>53,494</u>	<u>1,871</u>
<i>Total Expenditures</i>	<u>6,543,595</u>	<u>7,250,114</u>	<u>6,770,657</u>	<u>479,457</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(691,543)</u>	<u>(458,664)</u>	<u>114,359</u>	<u>573,023</u>
Other Financing Sources (Uses)				
Advances In	432,968	506,358	513,100	6,742
Advances Out	(529,542)	(589,541)	(541,970)	47,571
<i>Total Other Financing Sources (Uses)</i>	<u>(96,574)</u>	<u>(83,183)</u>	<u>(28,870)</u>	<u>54,313</u>
<i>Net Change in Fund Balance</i>	<u>(788,117)</u>	<u>(541,847)</u>	<u>85,489</u>	<u>627,336</u>
<i>Fund Balance Beginning of Year</i>	1,613,677	1,613,677	1,613,677	0
Prior Year Encumbrances Appropriated	<u>140,341</u>	<u>140,341</u>	<u>140,341</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$965,901</u></u>	<u><u>\$1,212,171</u></u>	<u><u>\$1,839,507</u></u>	<u><u>\$627,336</u></u>

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Public School Support Fund
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Interest	\$15,865	\$15,865	\$26,626	\$10,761
Tuition and Fees	22,894	22,894	38,424	15,530
Contributions and Donations	9,052	9,052	15,193	6,141
Charges for Services	1,342	1,342	2,252	910
Miscellaneous	1,993	1,993	3,344	1,351
<i>Total Revenues</i>	<u>51,146</u>	<u>51,146</u>	<u>85,839</u>	<u>34,693</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Purchased Services	10,060	24,137	7,514	16,623
Materials and Supplies	17,530	43,455	20,405	23,050
Capital Outlay - New	18	45	0	45
Total Regular	<u>27,608</u>	<u>67,637</u>	<u>27,919</u>	<u>39,718</u>
Vocational:				
Other	<u>29,204</u>	<u>70,071</u>	<u>40,842</u>	<u>29,229</u>
<i>Total Expenditures</i>	<u>56,812</u>	<u>137,708</u>	<u>68,761</u>	<u>68,947</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(5,666)</u>	<u>(86,562)</u>	<u>17,078</u>	<u>103,640</u>
Other Financing Sources (Uses)				
Advances In	71	71	120	49
Advances Out	<u>(2,496)</u>	<u>(6,287)</u>	<u>(3,399)</u>	<u>2,888</u>
<i>Total Other Financing Sources (Uses)</i>	<u>(2,425)</u>	<u>(6,216)</u>	<u>(3,279)</u>	<u>2,937</u>
<i>Net Change in Fund Balance</i>	(8,091)	(92,778)	13,799	106,577
<i>Fund Balance Beginning of Year</i>	68,797	68,797	68,797	0
Prior Year Encumbrances Appropriated	<u>25,237</u>	<u>25,237</u>	<u>25,237</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$85,943</u></u>	<u><u>\$1,256</u></u>	<u><u>\$107,833</u></u>	<u><u>\$106,577</u></u>

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Technology Fund
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Interest	\$1,179	\$1,179	\$1,218	\$39
Miscellaneous	75,004	62,404	75,859	13,455
<i>Total Revenues</i>	76,183	63,583	77,077	13,494
Expenditures				
Current:				
Instruction:				
Regular:				
Materials and Supplies	362	550	399	151
Capital Outlay - New	3,485	64,514	64,514	0
Capital Outlay - Replacement	25,289	38,390	38,390	0
Total Regular	29,136	103,454	103,303	151
Vocational:				
Materials and Supplies	286	313	313	0
Capital Outlay - New	524	577	577	0
Total Vocational	810	890	890	0
Total Instruction	29,946	104,344	104,193	151
Support Services:				
Instructional Staff:				
Purchased Services	378	416	416	0
Materials and Supplies	22,791	27,515	25,323	2,192
Total Instructional Staff	23,169	27,931	25,739	2,192
Central:				
Capital Outlay - Replacement	124,596	137,500	137,500	0
Total Support Services	147,765	165,431	163,239	2,192
<i>Total Expenditures</i>	177,711	269,775	267,432	2,343
<i>Net Change in Fund Balance</i>	(101,528)	(206,192)	(190,355)	15,837
<i>Fund Balance Beginning of Year</i>	41,286	41,286	41,286	0
Prior Year Encumbrances Appropriated	160,743	160,743	160,743	0
<i>Fund Balance (Deficit) End of Year</i>	\$100,501	(\$4,163)	\$11,674	\$15,837

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Web Grant Fund
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues	\$0	\$0	\$0	\$0
Expenditures	0	0	0	0
<i>Excess of Revenues Over Expenditures</i>	0	0	0	0
Other Financing Uses				
Transfers Out	(741)	(741)	(741)	0
<i>Net Change in Fund Balance</i>	(741)	(741)	(741)	0
<i>Fund Balance Beginning of Year</i>	741	741	741	0
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Athletics and Music Fund
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Tuition and Fees	\$6,639	\$7,806	\$9,379	\$1,573
Extracurricular Activities	55,092	64,772	77,823	13,051
Charges for Services	33,670	39,586	47,562	7,976
Miscellaneous	2,697	3,171	3,810	639
<i>Total Revenues</i>	98,098	115,335	138,574	23,239
Expenditures				
Current:				
Extracurricular Activities:				
Sports Oriented Activities:				
Salaries and Wages	2,249	2,648	2,107	541
Fringe Benefits	1,527	1,797	1,430	367
Purchased Services	76,715	90,303	72,845	17,458
Materials and Supplies	155,741	183,231	169,003	14,228
Capital Outlay - New	4,030	4,744	3,775	969
Capital Outlay - Replacement	8,927	10,509	8,362	2,147
Other	293	438	438	0
<i>Total Expenditures</i>	249,482	293,670	257,960	35,710
<i>Excess of Revenues Under Expenditures</i>	(151,384)	(178,335)	(119,386)	58,949
Other Financing Sources (Uses)				
Advances In	37,377	43,945	52,799	8,854
Advances Out	(54,447)	(64,090)	(51,000)	13,090
Transfers In	63,712	74,907	90,000	15,093
<i>Total Other Financing Sources (Uses)</i>	46,642	54,762	91,799	37,037
<i>Net Change in Fund Balance</i>	(104,742)	(123,573)	(27,587)	95,986
<i>Fund Balance Beginning of Year</i>	55,728	55,728	55,728	0
Prior Year Encumbrances Appropriated	30,442	30,442	30,442	0
<i>Fund Balance (Deficit) End of Year</i>	(\$18,572)	(\$37,403)	\$58,583	\$95,986

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Auxiliary Services Fund
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$855,450	\$1,224,315	\$994,982	(\$229,333)
Interest	8,926	12,770	10,379	(2,391)
<i>Total Revenues</i>	<u>864,376</u>	<u>1,237,085</u>	<u>1,005,361</u>	<u>(231,724)</u>
Expenditures				
Current:				
Operation of Non-Instructional Services:				
Community Services:				
Purchased Services	708,089	598,792	598,707	85
Materials and Supplies	667,330	564,324	533,734	30,590
Capital Outlay - New	215,195	181,979	181,476	503
<i>Total Expenditures</i>	<u>1,590,614</u>	<u>1,345,095</u>	<u>1,313,917</u>	<u>31,178</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(726,238)</u>	<u>(108,010)</u>	<u>(308,556)</u>	<u>(200,546)</u>
Other Financing Sources (Uses)				
Advances In	86,857	124,265	101,000	(23,265)
Advances Out	(124,166)	(105,000)	(101,000)	4,000
Transfers Out	(818)	(692)	(692)	0
<i>Total Other Financing Sources (Uses)</i>	<u>(38,127)</u>	<u>18,573</u>	<u>(692)</u>	<u>(19,265)</u>
<i>Net Change in Fund Balance</i>	<u>(764,365)</u>	<u>(89,437)</u>	<u>(309,248)</u>	<u>(219,811)</u>
<i>Fund Balance Beginning of Year</i>	0	0	0	0
Prior Year Encumbrances Appropriated	350,804	350,804	350,804	0
<i>Fund Balance (Deficit) End of Year</i>	<u>(\$413,561)</u>	<u>\$261,367</u>	<u>\$41,556</u>	<u>(\$219,811)</u>

Mayfield City School District
*Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP) and Actual
 Disadvantaged Pupil Program Fund
 For the Fiscal Year Ended June 30, 2006*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues	\$0	\$0	\$0	\$0
Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Excess of Revenues Over Expenditures</i>	0	0	0	0
Other Financing Uses				
Transfers Out	<u>(138)</u>	<u>(138)</u>	<u>(138)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(138)	(138)	(138)	0
<i>Fund Balance Beginning of Year</i>	<u>138</u>	<u>138</u>	<u>138</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Career Development Fund
For the Fiscal Year Ended June 30, 2006

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$33,137	\$33,137	\$0	(\$33,137)
Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Excess of Revenues Over Expenditures</i>	33,137	33,137	0	(33,137)
Other Financing Uses				
Transfers Out	<u>(1,809)</u>	<u>(1,809)</u>	<u>(1,809)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	31,328	31,328	(1,809)	(33,137)
<i>Fund Balance Beginning of Year</i>	141	141	141	0
Prior Year Encumbrances Appropriated	<u>1,668</u>	<u>1,668</u>	<u>1,668</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$33,137</u>	<u>\$33,137</u>	<u>\$0</u>	<u>(\$33,137)</u>

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Professional Development Fund
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues	\$0	\$0	\$0	\$0
Expenditures	0	0	0	0
<i>Excess of Revenues Over Expenditures</i>	0	0	0	0
Other Financing Uses				
Transfers Out	(4,245)	(4,245)	(4,245)	0
<i>Net Change in Fund Balance</i>	(4,245)	(4,245)	(4,245)	0
<i>Fund Balance Beginning of Year</i>	2,339	2,339	2,339	0
Prior Year Encumbrances Appropriated	1,906	1,906	1,906	0
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Excellence in Education Fund
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues	\$0	\$0	\$0	\$0
Expenditures	0	0	0	0
<i>Excess of Revenues Over Expenditures</i>	0	0	0	0
Other Financing Uses				
Transfers Out	(3,703)	(3,703)	(3,703)	0
<i>Net Change in Fund Balance</i>	(3,703)	(3,703)	(3,703)	0
<i>Fund Balance Beginning of Year</i>	3,703	3,703	3,703	0
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Gifted Education Fund
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues	\$0	\$0	\$0	\$0
Expenditures	0	0	0	0
<i>Excess of Revenues Over Expenditures</i>	0	0	0	0
Other Financing Uses				
Transfers Out	(64)	(64)	(64)	0
<i>Net Change in Fund Balance</i>	(64)	(64)	(64)	0
<i>Fund Balance Beginning of Year</i>	38	38	38	0
Prior Year Encumbrances Appropriated	26	26	26	0
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Mayfield City School District
*Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Educational Management Information Systems Fund
For the Fiscal Year Ended June 30, 2006*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$12,834	\$12,834	\$14,689	\$1,855
Expenditures				
Current:				
Support Services:				
Pupils:				
Purchased Services	3	38	38	0
Other	2	30	30	0
Total Pupils	5	68	68	0
Central:				
Purchased Services	305	4,491	4,491	0
Materials and Supplies	746	10,971	10,971	0
Total Central	1,051	15,462	15,462	0
<i>Total Expenditures</i>	1,056	15,530	15,530	0
<i>Excess of Revenues Over (Under) Expenditures</i>	11,778	(2,696)	(841)	1,855
Other Financing Sources (Uses)				
Advances In	2,718	2,719	3,110	391
Advances Out	(212)	(3,110)	(3,110)	0
Transfers Out	(31)	(458)	(458)	0
<i>Total Other Financing Sources (Uses)</i>	2,475	(849)	(458)	391
<i>Net Change in Fund Balance</i>	14,253	(3,545)	(1,299)	2,246
<i>Fund Balance Beginning of Year</i>	501	501	501	0
Prior Year Encumbrances Appropriated	798	798	798	0
<i>Fund Balance (Deficit) End of Year</i>	\$15,552	(\$2,246)	\$0	\$2,246

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Entry Year Teachers Fund
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$9,224	\$9,224	\$4,500	(\$4,724)
Expenditures				
Current:				
Support Services:				
Instructional Staff:				
Salaries and Wages	3,465	3,465	3,465	0
Fringe Benefits	535	535	535	0
Total Support Services	4,000	4,000	4,000	0
Operation of Non-Instructional Services:				
Community Services:				
Purchased Services	500	500	500	0
<i>Total Expenditures</i>	4,500	4,500	4,500	0
<i>Excess of Revenues Over Expenditures</i>	4,724	4,724	0	(4,724)
Other Financing Sources (Uses)				
Advances In	676	676	330	(346)
Advances Out	(330)	(330)	(330)	0
<i>Total Other Financing Sources (Uses)</i>	346	346	0	(346)
<i>Net Change in Fund Balance</i>	5,070	5,070	0	(5,070)
<i>Fund Balance Beginning of Year</i>	0	0	0	0
<i>Fund Balance End of Year</i>	\$5,070	\$5,070	\$0	(\$5,070)

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Network Connectivity Fund
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$21,000	\$21,000	\$21,000	\$0
Expenditures				
Current:				
Support Services:				
Central:				
Purchased Services	21,000	21,000	21,000	0
<i>Net Change in Fund Balance</i>	0	0	0	0
<i>Fund Balance Beginning of Year</i>	0	0	0	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$0	\$0

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
SchoolNet Professional Development Fund
For the Fiscal Year Ended June 30, 2006

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$4,140	\$4,140	\$3,925	(\$215)
Expenditures				
Current:				
Support Services:				
Instructional Staff:				
Purchased Services	3,950	7,875	6,812	1,063
<i>Excess of Revenues Over (Under) Expenditures</i>	190	(3,735)	(2,887)	848
Other Financing Uses				
Transfers Out	(1,000)	(1,000)	(1,000)	0
<i>Net Change in Fund Balance</i>	(810)	(4,735)	(3,887)	848
<i>Fund Balance Beginning of Year</i>	2,828	2,828	2,828	0
Prior Year Encumbrances Appropriated	2,122	2,122	2,122	0
<i>Fund Balance End of Year</i>	<u>\$4,140</u>	<u>\$215</u>	<u>\$1,063</u>	<u>\$848</u>

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Ohio Reads Fund
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$4,000	\$4,000	\$4,000	\$0
Expenditures				
Current:				
Support Services:				
Instructional Staff:				
Salaries and Wages	0	4,000	4,000	0
Purchased Services	1,000	1,000	1,000	0
<i>Total Expenditures</i>	1,000	5,000	5,000	0
<i>Net Change in Fund Balance</i>	3,000	(1,000)	(1,000)	0
<i>Fund Balance Beginning of Year</i>	0	0	0	0
Prior Year Encumbrances Appropriated	1,000	1,000	1,000	0
<i>Fund Balance End of Year</i>	\$4,000	\$0	\$0	\$0

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Student Reading Fund
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$55,077	\$55,077	\$0	(\$55,077)
Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	55,077	55,077	0	(55,077)
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$55,077</u></u>	<u><u>\$55,077</u></u>	<u><u>\$0</u></u>	<u><u>(\$55,077)</u></u>

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Technical Preparation Fund
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$48,436	\$48,426	\$16,263	(\$32,163)
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	311	415	415	0
Fringe Benefits	48	64	64	0
Purchased Services	1,625	3,689	3,689	0
Materials and Supplies	964	1,282	1,282	0
Other	319	425	425	0
Total Instruction	3,267	5,875	5,875	0
Support Services:				
Pupils:				
Purchased Services	30	40	40	0
Materials and Supplies	638	850	850	0
Total Support Services	668	890	890	0
<i>Total Expenditures</i>	3,935	6,765	6,765	0
<i>Excess of Revenues Over Expenditures</i>	44,501	41,661	9,498	(32,163)
Other Financing Sources (Uses)				
Advances In	1,500	1,500	1,500	0
Advances Out	(8,769)	(11,713)	(11,676)	37
<i>Total Other Financing Sources (Uses)</i>	(7,269)	(10,213)	(10,176)	37
<i>Net Change in Fund Balance</i>	37,232	31,448	(678)	(32,126)
<i>Fund Balance Beginning of Year</i>	299	299	299	0
Prior Year Encumbrances Appropriated	850	850	850	0
<i>Fund Balance End of Year</i>	\$38,381	\$32,597	\$471	(\$32,126)

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Miscellaneous State Grants Fund
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$34,148	\$34,148	\$24,375	(\$9,773)
Expenditures				
Current:				
Instruction:				
Regular:				
Materials and Supplies	3,115	4,201	64	4,137
Capital Outlay - New	4,937	6,658	0	6,658
Total Regular	8,052	10,859	64	10,795
Vocational:				
Salaries and Wages	38	51	51	0
Total Instruction	8,090	10,910	115	10,795
Support Services:				
Instructional Staff:				
Salaries and Wages	14,984	20,204	20,204	0
Fringe Benefits	2,343	3,160	3,160	0
Purchased Services	714	962	629	333
Materials and Supplies	254	346	193	153
Total Support Services	18,295	24,672	24,186	486
<i>Total Expenditures</i>	26,385	35,582	24,301	11,281
<i>Excess of Revenues Over (Under) Expenditures</i>	7,763	(1,434)	74	1,508
Other Financing Sources (Uses)				
Advances Out	(458)	(618)	(618)	0
Transfers Out	(44,881)	(60,517)	(60,517)	0
<i>Total Other Financing Sources (Uses)</i>	(45,339)	(61,135)	(61,135)	0
<i>Net Change in Fund Balance</i>	(37,576)	(62,569)	(61,061)	1,508
<i>Fund Balance Beginning of Year</i>	67,755	67,755	67,755	0
Prior Year Encumbrances Appropriated	4,588	4,588	4,588	0
<i>Fund Balance End of Year</i>	\$34,767	\$9,774	\$11,282	\$1,508

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Adult Basic Education Fund
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$23,998	\$42,186	\$42,159	(\$27)
Expenditures				
Current:				
Instruction:				
Adult/Continuing:				
Salaries and Wages	8,217	17,516	16,687	829
Fringe Benefits	1,358	2,895	2,758	137
Total Instruction	9,575	20,411	19,445	966
Support Services:				
Instructional Staff:				
Salaries and Wages	2,302	4,907	4,675	232
Fringe Benefits	338	720	686	34
Purchased Services	713	1,520	1,448	72
Capital Outlay - New	1,488	3,172	3,022	150
Other	98	210	200	10
Total Support Services	4,939	10,529	10,031	498
<i>Total Expenditures</i>	14,514	30,940	29,476	1,464
<i>Excess of Revenues Over Expenditures</i>	9,484	11,246	12,683	1,437
Other Financing Sources (Uses)				
Advances In	2,391	4,203	4,200	(3)
Advances Out	(10,079)	(21,484)	(20,468)	1,016
Transfers Out	(1,554)	(3,312)	(3,156)	156
<i>Total Other Financing Sources (Uses)</i>	(9,242)	(20,593)	(19,424)	1,169
<i>Net Change in Fund Balance</i>	242	(9,347)	(6,741)	2,606
<i>Fund Balance Beginning of Year</i>	9,309	9,309	9,309	0
Prior Year Encumbrances Appropriated	70	70	70	0
<i>Fund Balance End of Year</i>	\$9,621	\$32	\$2,638	\$2,606

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Job Training Partnership Act Fund
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues	\$0	\$0	\$0	\$0
Expenditures	0	0	0	0
<i>Excess of Revenues Over Expenditures</i>	0	0	0	0
Other Financing Uses				
Transfers Out	(27,505)	(27,505)	(27,505)	0
<i>Net Change in Fund Balance</i>	(27,505)	(27,505)	(27,505)	0
<i>Fund Balance Beginning of Year</i>	27,505	27,505	27,505	0
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Eisenhower Math and Science Fund
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues	\$0	\$0	\$0	\$0
Expenditures	0	0	0	0
<i>Excess of Revenues Over Expenditures</i>	0	0	0	0
Other Financing Uses				
Transfers Out	(3,768)	(3,768)	(3,768)	0
<i>Net Change in Fund Balance</i>	(3,768)	(3,768)	(3,768)	0
<i>Fund Balance Beginning of Year</i>	3,768	3,768	3,768	0
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Title VI-B Fund
For the Fiscal Year Ended June 30, 2006

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$843,843	\$1,037,976	\$1,067,420	\$29,444
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	70	432	360	72
Fringe Benefits	11	70	56	14
Total Regular	81	502	416	86
Special:				
Salaries and Wages	17,860	111,305	111,305	0
Fringe Benefits	4,718	29,397	29,397	0
Purchased Services	36,747	229,005	228,654	351
Materials and Supplies	1,585	9,879	9,878	1
Total Special	60,910	379,586	379,234	352
Total Instruction	60,991	380,088	379,650	438
Support Services:				
Pupils:				
Salaries and Wages	20,714	129,088	129,088	0
Fringe Benefits	4,565	28,450	28,450	0
Materials and Supplies	203	1,265	1,265	0
Total Pupils	25,482	158,803	158,803	0
Instructional Staff:				
Salaries and Wages	53,036	330,517	330,475	42
Fringe Benefits	21,525	134,138	134,125	13
Purchased Services	5,352	33,355	32,678	677
Materials and Supplies	257	1,600	1,518	82
Total Instructional Staff	80,170	499,610	498,796	814
Total Support Services	\$105,652	\$658,413	\$657,599	\$814

(continued)

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Title VI-B Fund (continued)
For the Fiscal Year Ended June 30, 2006

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Operation of Non-Instructional Services:				
Community Services:				
Purchased Services	\$13,196	\$82,234	\$82,234	\$0
Other Non-Instructional Services:				
Salaries and Wages	1,031	6,425	6,423	2
Fringe Benefits	125	782	781	1
Total Other Non-Instructional Services	1,156	7,207	7,204	3
Total Operation of Non-Instructional Services:	14,352	89,441	89,438	3
<i>Total Expenditures</i>	180,995	1,127,942	1,126,687	1,255
<i>Excess of Revenues Over (Under) Expenditures</i>	662,848	(89,966)	(59,267)	30,699
Other Financing Sources (Uses)				
Advances In	127,672	157,045	161,500	4,455
Advances Out	(39,346)	(245,200)	(245,200)	0
Transfers In	(1,720)	(226)	0	226
Transfers Out	6,036	(5,362)	(5,362)	0
<i>Total Other Financing Sources (Uses)</i>	92,642	(93,743)	(89,062)	4,681
<i>Net Change in Fund Balance</i>	755,490	(183,709)	(148,329)	35,380
<i>Fund Balance Beginning of Year</i>	87,167	87,167	87,167	0
Prior Year Encumbrances Appropriated	62,417	62,417	62,417	0
<i>Fund Balance (Deficit) End of Year</i>	<u>\$905,074</u>	<u>(\$34,125)</u>	<u>\$1,255</u>	<u>\$35,380</u>

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Carl Perkins Grant Fund
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$150,291	\$173,286	\$229,795	\$56,509
Expenditures				
Current:				
Instruction:				
Vocational:				
Salaries and Wages	4,142	68,653	67,796	857
Fringe Benefits	1,564	25,916	23,892	2,024
Purchased Services	966	16,000	16,000	0
Capital Outlay - New	1,331	22,060	19,759	2,301
Total Instruction	8,003	132,629	127,447	5,182
Support Services:				
Pupils:				
Purchased Services	5,366	88,926	88,926	0
Administration:				
Salaries and Wages	670	11,109	11,109	0
Total Support Services	6,036	100,035	100,035	0
Operation of Non-Instructional Services:				
Other Non-Instructional Services:				
Salaries and Wages	13	216	214	2
<i>Total Expenditures</i>	14,052	232,880	227,696	5,184
<i>Excess of Revenues Over (Under) Expenditures</i>	136,239	(59,594)	2,099	61,693
Other Financing Sources (Uses)				
Advances In	45,781	52,786	70,000	17,214
Advances Out	(4,224)	(70,000)	(70,000)	0
Transfers Out	(975)	(16,166)	(16,166)	0
<i>Total Other Financing Sources (Uses)</i>	40,582	(33,380)	(16,166)	17,214
<i>Net Change in Fund Balance</i>	176,821	(92,974)	(14,067)	78,907
<i>Fund Balance Beginning of Year</i>	4,599	4,599	4,599	0
Prior Year Encumbrances Appropriated	14,651	14,651	14,651	0
<i>Fund Balance (Deficit) End of Year</i>	\$196,071	(\$73,724)	\$5,183	\$78,907

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Title III Fund
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$18,818	\$22,280	\$29,928	\$7,648
Expenditures				
Current:				
Instruction:				
Special:				
Salaries and Wages	17,054	23,429	23,429	0
Fringe Benefits	2,913	4,002	4,002	0
Purchased Services	678	932	932	0
Materials and Supplies	1,449	1,990	1,764	226
<i>Total Expenditures</i>	22,094	30,353	30,127	226
<i>Excess of Revenues Under Expenditures</i>	(3,276)	(8,073)	(199)	7,874
Other Financing Sources (Uses)				
Advances In	8,359	9,897	13,295	3,398
Advances Out	(9,678)	(13,295)	(13,295)	0
<i>Total Other Financing Sources (Uses)</i>	(1,319)	(3,398)	0	3,398
<i>Net Change in Fund Balance</i>	(4,595)	(11,471)	(199)	11,272
<i>Fund Balance Beginning of Year</i>	0	0	0	0
Prior Year Encumbrances Appropriated	425	425	425	0
<i>Fund Balance (Deficit) End of Year</i>	(\$4,170)	(\$11,046)	\$226	\$11,272

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Transition Program Refugee Children Fund
For the Fiscal Year Ended June 30, 2006

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$0	\$0	\$0	\$0
Expenditures				
Current:				
Instruction:				
Special:				
Salaries and Wages	3,681	3,681	3,681	0
Fringe Benefits	569	569	569	0
<i>Total Expenditures</i>	<u>4,250</u>	<u>4,250</u>	<u>4,250</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(4,250)	(4,250)	(4,250)	0
<i>Fund Balance Beginning of Year</i>	<u>4,250</u>	<u>4,250</u>	<u>4,250</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Title I Fund
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$137,014	\$137,014	\$139,112	\$2,098
Expenditures				
Current:				
Instruction:				
Regular:				
Materials and Supplies	131	1,236	934	302
Special:				
Salaries and Wages	17,579	163,858	125,719	38,139
Fringe Benefits	2,615	24,713	18,702	6,011
Materials and Supplies	107	1,439	1,439	0
Total Special	20,301	190,010	145,860	44,150
Total Instruction	20,432	191,246	146,794	44,452
Support Services:				
Instructional Staff:				
Purchased Services	68	2,488	2,488	0
Operation of Non-Instructional Services:				
Community Services:				
Salaries and Wages	14	131	100	31
<i>Total Expenditures</i>	20,514	193,865	149,382	44,483
<i>Excess of Revenues Over (Under) Expenditures</i>	116,500	(56,851)	(10,270)	46,581
Other Financing Sources (Uses)				
Advances In	22,456	22,456	22,800	344
Advances Out	0	(22,800)	(22,800)	0
Transfers In	4,579	4,579	4,752	173
Transfers Out	6,730	(10,744)	(10,744)	0
<i>Total Other Financing Sources (Uses)</i>	33,765	(6,509)	(5,992)	517
<i>Net Change in Fund Balance</i>	150,265	(63,360)	(16,262)	47,098
<i>Fund Balance Beginning of Year</i>	18,673	18,673	18,673	0
Prior Year Encumbrances Appropriated	1,841	1,841	1,841	0
<i>Fund Balance (Deficit) End of Year</i>	\$170,779	(\$42,846)	\$4,252	\$47,098

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Title V Fund
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$23,541	\$23,541	\$14,857	(\$8,684)
Expenditures				
Current:				
Support Services:				
Instructional Staff:				
Salaries and Wages	3,598	11,458	11,458	0
Fringe Benefits	541	1,723	1,723	0
Total Support Services	4,139	13,181	13,181	0
Operation of Non-Instructional Services:				
Community Services:				
Materials and Supplies	768	2,446	2,442	4
Capital Outlay - New	626	1,995	1,963	32
Total Operation of Non-Instructional Services	1,394	4,441	4,405	36
<i>Total Expenditures</i>	5,533	17,622	17,586	36
<i>Excess of Revenues Over (Under) Expenditures</i>	18,008	5,919	(2,729)	(8,648)
Other Financing Sources (Uses)				
Advances In	158	158	100	(58)
Transfers Out	0	(2,862)	(2,862)	0
<i>Total Other Financing Sources (Uses)</i>	158	(2,704)	(2,762)	(58)
<i>Net Change in Fund Balance</i>	18,166	3,215	(5,491)	(8,706)
<i>Fund Balance Beginning of Year</i>	3,332	3,332	3,332	0
Prior Year Encumbrances Appropriated	2,201	2,201	2,201	0
<i>Fund Balance End of Year</i>	\$23,699	\$8,748	\$42	(\$8,706)

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Drug Free Schools Fund
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$10,159	\$10,159	\$13,536	\$3,377
Expenditures				
Current:				
Support Services:				
Pupils:				
Purchased Services	10,032	13,536	13,536	0
<i>Excess of Revenues Over (Under) Expenditures</i>	127	(3,377)	0	3,377
Other Financing Sources (Uses)				
Advances In	3,603	3,603	4,800	1,197
Advances Out	(3,557)	(4,800)	(4,800)	0
Transfers Out	(152)	(205)	(205)	0
<i>Total Other Financing Sources (Uses)</i>	(106)	(1,402)	(205)	1,197
<i>Net Change in Fund Balance</i>	21	(4,779)	(205)	4,574
<i>Fund Balance Beginning of Year</i>	7	7	7	0
Prior Year Encumbrances Appropriated	198	198	198	0
<i>Fund Balance (Deficit) End of Year</i>	\$226	(\$4,574)	\$0	\$4,574

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Preschool Grant Fund
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$20,757	\$22,851	\$34,646	\$11,795
Expenditures				
Current:				
Instruction:				
Special:				
Purchased Services	3,813	31,930	31,930	0
<i>Excess of Revenues Over (Under) Expenditures</i>	16,944	(9,079)	2,716	11,795
Other Financing Sources (Uses)				
Advances In	8,987	9,893	15,000	5,107
Advances Out	0	(17,716)	(17,716)	0
Transfers Out	0	(1,097)	(1,097)	0
<i>Total Other Financing Sources (Uses)</i>	8,987	(8,920)	(3,813)	5,107
<i>Net Change in Fund Balance</i>	25,931	(17,999)	(1,097)	16,902
<i>Fund Balance Beginning of Year</i>	0	0	0	0
Prior Year Encumbrances Appropriated	1,097	1,097	1,097	0
<i>Fund Balance (Deficit) End of Year</i>	<u>\$27,028</u>	<u>(\$16,902)</u>	<u>\$0</u>	<u>\$16,902</u>

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Class Size Reduction Fund
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$66,703	\$104,518	\$77,592	(\$26,926)
Expenditures				
Current:				
Support Services:				
Instructional Staff:				
Salaries and Wages	50,987	49,160	49,160	0
Fringe Benefits	8,359	8,059	7,980	79
Purchased Services	40,606	39,151	39,140	11
Materials and Supplies	5,694	5,490	4,985	505
<i>Total Expenditures</i>	105,646	101,860	101,265	595
<i>Excess of Revenues Over (Under) Expenditures</i>	(38,943)	2,658	(23,673)	(26,331)
Other Financing Sources (Uses)				
Advances In	21,491	33,676	25,000	(8,676)
Advances Out	0	(53,313)	(53,313)	0
Transfers Out	0	(4,752)	(4,752)	0
<i>Total Other Financing Sources (Uses)</i>	21,491	(24,389)	(33,065)	(8,676)
<i>Net Change in Fund Balance</i>	(17,452)	(21,731)	(56,738)	(35,007)
<i>Fund Balance Beginning of Year</i>	52,667	52,667	52,667	0
Prior Year Encumbrances Appropriated	4,667	4,667	4,667	0
<i>Fund Balance End of Year</i>	<u>\$39,882</u>	<u>\$35,603</u>	<u>\$596</u>	<u>(\$35,007)</u>

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Miscellaneous Federal Grants Fund
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$321,311	\$440,542	\$441,751	\$1,209
Expenditures				
Current:				
Instruction:				
Regular:				
Purchased Services	114	149	149	0
Materials and Supplies	1,152	1,508	1,508	0
Total Regular	1,266	1,657	1,657	0
Vocational:				
Salaries and Wages	69,434	90,899	90,899	0
Fringe Benefits	9,657	12,642	12,642	0
Materials and Supplies	13,435	17,589	17,589	0
Total Vocational	92,526	121,130	121,130	0
Total Instruction	93,792	122,787	122,787	0
Support Services:				
Pupils:				
Salaries and Wages	3,550	4,647	4,647	0
Fringe Benefits	607	795	795	0
Purchased Services	71,391	93,461	93,461	0
Materials and Supplies	5,753	7,532	7,532	0
Total Pupils	81,301	106,435	106,435	0
Instructional Staff:				
Salaries and Wages	144,869	189,655	189,654	1
Fringe Benefits	28,932	37,876	37,819	57
Purchased Services	11,238	14,712	14,710	2
Total Instructional Staff	185,039	242,243	242,183	60
Pupil Transportation:				
Purchased Services	1,528	2,000	2,000	0
Total Support Services	267,868	350,678	350,618	60

(continued)

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Miscellaneous Federal Grants Fund (continued)
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Operation of Non-Instructional Services:				
Community Services:				
Purchased Services	639	837	560	277
Other Non-Instructional Services:				
Salaries and Wages	1,291	1,690	1,690	0
Fringe Benefits	19	25	24	1
Total Other Non-Instructional Services	1,310	1,715	1,714	1
Total Operation of Non-Instructional Services	1,949	2,552	2,274	278
<i>Total Expenditures</i>	363,609	476,017	475,679	338
<i>Excess of Revenues Under Expenditures</i>	(42,298)	(35,475)	(33,928)	1,547
Other Financing Sources (Uses)				
Advances In	146,272	200,589	201,100	511
Advances Out	0	(290,665)	(290,665)	0
Transfers In	25,218	0	0	0
Transfers Out	0	(5,817)	(5,817)	0
<i>Total Other Financing Sources (Uses)</i>	171,490	(95,893)	(95,382)	511
<i>Net Change in Fund Balance</i>	129,192	(131,368)	(129,310)	2,058
<i>Fund Balance Beginning of Year</i>	111,989	111,989	111,989	0
Prior Year Encumbrances Appropriated	17,780	17,780	17,780	0
<i>Fund Balance (Deficit) End of Year</i>	<u>\$258,961</u>	<u>(\$1,599)</u>	<u>\$459</u>	<u>\$2,058</u>

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Bond Retirement Fund
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Property Taxes	\$510,343	\$509,680	\$879,651	\$369,971
Intergovernmental	53,889	53,819	92,886	39,067
Payment in Lieu of Taxes	7,922	7,912	14,045	6,133
<i>Total Revenues</i>	<u>572,154</u>	<u>571,411</u>	<u>986,582</u>	<u>415,171</u>
Expenditures				
Current:				
Support Services:				
Fiscal:				
Other	320	477	477	0
Central:				
Purchased Services	403	600	200	400
Total Support Services	<u>723</u>	<u>1,077</u>	<u>677</u>	<u>400</u>
Debt Service:				
Principal Retirement	930,278	1,385,000	1,385,000	0
Interest and Fiscal Charges	207,764	309,320	309,320	0
Total Debt Service	<u>1,138,042</u>	<u>1,694,320</u>	<u>1,694,320</u>	<u>0</u>
<i>Total Expenditures</i>	<u>1,138,765</u>	<u>1,695,397</u>	<u>1,694,997</u>	<u>400</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(566,611)</u>	<u>(1,123,986)</u>	<u>(708,415)</u>	<u>415,571</u>
Other Financing Sources				
Proceeds of Notes	235,193	234,888	405,000	170,112
Transfers In	147,563	147,371	254,346	106,975
<i>Total Other Financing Sources</i>	<u>382,756</u>	<u>382,259</u>	<u>659,346</u>	<u>277,087</u>
<i>Net Change in Fund Balance</i>	(183,855)	(741,727)	(49,069)	692,658
<i>Fund Balance Beginning of Year</i>	<u>1,844,029</u>	<u>1,844,029</u>	<u>1,844,029</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$1,660,174</u>	<u>\$1,102,302</u>	<u>\$1,794,960</u>	<u>\$692,658</u>

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Permanent Improvements Fund
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Property Taxes	\$1,159,673	\$1,179,429	\$785,110	(\$394,319)
Intergovernmental	120,436	122,487	81,536	(40,951)
Interest	10,981	11,055	7,359	(3,696)
Payment in Lieu of Taxes	19,339	19,669	13,093	(6,576)
<i>Total Revenues</i>	<u>1,310,429</u>	<u>1,332,640</u>	<u>887,098</u>	<u>(445,542)</u>
Expenditures				
Current:				
Support Services:				
Fiscal:				
Other	598	450	416	34
Operation and Maintenance of Plant:				
Purchased Services	3,955	2,974	2,792	182
Materials and Supplies	1,366	1,027	1,001	26
Total Operation and Maintenance of Plant	<u>5,321</u>	<u>4,001</u>	<u>3,793</u>	<u>208</u>
Total Support Services	<u>5,919</u>	<u>4,451</u>	<u>4,209</u>	<u>242</u>
Capital Outlay:				
Facilities Acquisition and				
Construction Services:				
Purchased Services	128,352	96,492	93,582	2,910
Capital Outlay - New	1,316,130	989,433	985,373	4,060
Capital Outlay - Replacement	20,469	15,388	15,114	274
Total Capital Outlay	<u>1,464,951</u>	<u>1,101,313</u>	<u>1,094,069</u>	<u>7,244</u>
<i>Total Expenditures</i>	<u>1,470,870</u>	<u>1,105,764</u>	<u>1,098,278</u>	<u>7,486</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(160,441)</u>	<u>226,876</u>	<u>(211,180)</u>	<u>(438,056)</u>
Other Financing Sources (Uses)				
Advances In	110,781	112,668	75,000	(37,668)
Advances Out	(107,877)	(81,099)	(75,000)	6,099
Transfers Out	(365,840)	(275,029)	(254,346)	20,683
<i>Total Other Financing Sources (Uses)</i>	<u>(362,936)</u>	<u>(243,460)</u>	<u>(254,346)</u>	<u>(10,886)</u>
<i>Net Change in Fund Balance</i>	(523,377)	(16,584)	(465,526)	(448,942)
<i>Fund Balance Beginning of Year</i>	371,272	371,272	371,272	0
Prior Year Encumbrances Appropriated	<u>139,920</u>	<u>139,920</u>	<u>139,920</u>	<u>0</u>
<i>Fund Balance (Deficit) End of Year</i>	<u>(\$12,185)</u>	<u>\$494,608</u>	<u>\$45,666</u>	<u>(\$448,942)</u>

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Construction Fund
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Interest	\$4,100	\$4,100	\$318	(\$3,782)
Expenditures				
Current:				
Support Services:				
Operation and Maintenance of Plant:				
Materials and Supplies	5,404	4,125	4,090	35
Capital Outlay:				
Facilities Acquisition and				
Construction Services:				
Materials and Supplies	973	743	717	26
Capital Outlay - New	511	390	0	390
Total Facilities and Construction Services	1,484	1,133	717	416
Other Facilities Acquisition and Construction Services:				
Purchased Services	722	551	0	551
Capital Outlay - New	8,072	6,162	5,408	754
Total Other Facilities Acquisition and Construction Services	8,794	6,713	5,408	1,305
Total Capital Outlay	10,278	7,846	6,125	1,721
<i>Total Expenditures</i>	15,682	11,971	10,215	1,756
<i>Net Change in Fund Balance</i>	(11,582)	(7,871)	(9,897)	(2,026)
<i>Fund Balance Beginning of Year</i>	5,042	5,042	5,042	0
Prior Year Encumbrances Appropriated	6,642	6,642	6,642	0
<i>Fund Balance End of Year</i>	\$102	\$3,813	\$1,787	(\$2,026)

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Replacement Fund
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Current:				
Capital Outlay:				
Other Facilities Acquisition and Construction Services:				
Capital Outlay - New	8,957	8,447	7,378	1,069
<i>Excess of Revenues Under Expenditures</i>	(8,957)	(8,447)	(7,378)	1,069
Other Financing Sources				
Proceeds from Sale of Capital Assets	12,500	12,500	0	(12,500)
<i>Net Change in Fund Balance</i>	3,543	4,053	(7,378)	(11,431)
<i>Fund Balance Beginning of Year</i>	8,022	8,022	8,022	0
Prior Year Encumbrances Appropriated	428	428	428	0
<i>Fund Balance End of Year</i>	<u>\$11,993</u>	<u>\$12,503</u>	<u>\$1,072</u>	<u>(\$11,431)</u>

Mayfield City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
School Net Plus Fund
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$31,920	\$31,920	\$0	(\$31,920)
Expenditures				
Current:				
Instruction:				
Regular:				
Capital Outlay - New	205	205	205	0
<i>Excess of Revenues Over (Under) Expenditures</i>	31,715	31,715	(205)	(31,920)
Other Financing Uses				
Transfers Out	(2,287)	(2,287)	(2,287)	0
<i>Net Change in Fund Balance</i>	29,428	29,428	(2,492)	(31,920)
<i>Fund Balance Beginning of Year</i>	2,492	2,492	2,492	0
<i>Fund Balance End of Year</i>	<u>\$31,920</u>	<u>\$31,920</u>	<u>\$0</u>	<u>(\$31,920)</u>

Mayfield City School District
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP) and Actual
Self Insurance Fund
For the Fiscal Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Interest	\$0	\$6,110	\$13,595	\$7,485
Miscellaneous	0	500	1,280	780
<i>Total Revenues</i>	0	6,610	14,875	8,265
Expenses				
Purchased Services	62,400	62,400	2,202	60,198
<i>Net Change in Fund Equity</i>	(62,400)	(55,790)	12,673	68,463
<i>Fund Equity Beginning of Year</i>	370,249	370,249	370,249	0
<i>Fund Equity End of Year</i>	<u>\$307,849</u>	<u>\$314,459</u>	<u>\$382,922</u>	<u>\$68,463</u>

Mayfield City School District
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP) and Actual
Scholarship Fund
For the Fiscal Year Ended June 30, 2006

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Interest	\$0	\$0	\$805	\$805
Expenses				
Other	<u>1,500</u>	<u>1,500</u>	<u>500</u>	<u>1,000</u>
<i>Net Change in Fund Equity</i>	(1,500)	(1,500)	305	1,805
<i>Fund Equity Beginning of Year</i>	<u>35,162</u>	<u>35,162</u>	<u>35,162</u>	<u>0</u>
<i>Fund Equity End of Year</i>	<u><u>\$33,662</u></u>	<u><u>\$33,662</u></u>	<u><u>\$35,467</u></u>	<u><u>\$1,805</u></u>

(This Page Intentionally Left Blank.)

Statistical Section

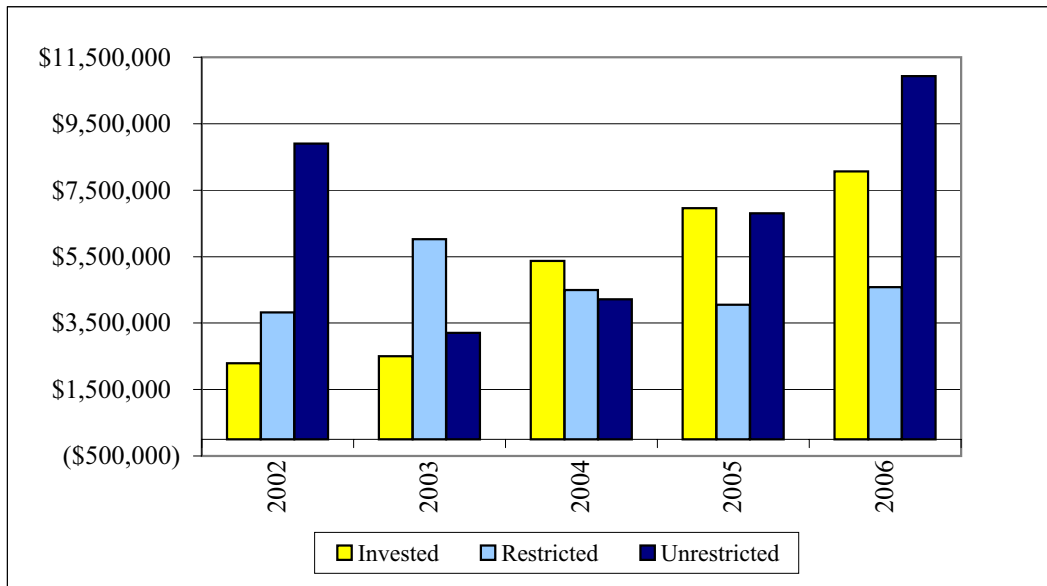
This part of the Mayfield City School District's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the School District's overall financial health.

Contents	Pages(s)
<i>Financial Trends</i>	<i>S2 – S7</i>
These schedules contain trend information to help the reader understand how the School District's financial performance and well-being have changed over time.	
<i>Revenue Capacity</i>	<i>S8 – S19</i>
These schedules contain information to help the reader assess the School District's most significant local revenue, the property tax and the income tax.	
<i>Debt Capacity</i>	<i>S20 – S24</i>
These schedules present information to help the reader assess the affordability of the School District's current levels of outstanding debt and the School District's ability to issue additional debt in the future.	
<i>Economic and Demographic Information</i>	<i>S25 - S27</i>
These schedules offer economic and demographic indicators to help the reader understand the environment within which the School District's financial activities take place.	
<i>Operating Information</i>	<i>S28 – S34</i>
These schedules contain service and infrastructure data to help the reader understand how the information in the School District's financial report relates to the services the School District provides and the activities it performs.	

Sources: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year. The School District implemented GASB Statement No. 34 in fiscal year 2002; schedules presenting government-wide information include information beginning in that year. Revenue and expenditure information on a modified accrual basis prior to 1999 is unavailable.

Mayfield City School District
Net Assets by Component
Last Five Fiscal Years
(accrual basis of accounting)

	2002	2003	2004	2005	2006
Invested in Capital Assets, Net of Related Debt	\$2,287,236	\$2,505,616	\$5,370,825	\$6,958,789	\$8,063,617
Restricted for:					
Capital Projects	726,985	1,907,424	469,099	628,142	229,188
Debt Service	1,727,467	3,132,300	2,538,946	1,958,468	1,890,836
Set Asides	218,513	218,513	218,513	218,513	218,513
Other Purposes	1,151,888	762,456	1,266,496	1,248,020	2,243,061
Unrestricted	8,906,529	3,202,662	4,216,801	6,804,518	10,935,787
Total Net Assets	\$15,018,618	\$11,728,971	\$14,080,680	\$17,816,450	\$23,581,002



Mayfield City School District
Changes in Net Assets of Governmental Activities
Last Five Fiscal Years
(accrual basis of accounting)

	2002	2003	2004	2005	2006
Expenses					
Regular Instruction	\$18,138,717	\$18,869,551	\$20,685,252	\$20,200,850	\$21,647,439
Special Instruction	6,871,842	7,578,627	8,728,699	8,883,815	9,291,687
Vocational Instruction	3,909,524	4,501,134	4,825,470	5,069,478	5,542,050
Adult/Continuing Instruction	439,909	476,338	484,559	497,463	276,223
Horticulture Instruction	412,892	529,685	813,204	1,005,185	786,235
Pupil Support	3,458,437	3,844,003	3,973,051	3,990,255	4,325,778
Instructional Staff Support	3,996,415	4,442,834	4,565,233	4,683,597	5,354,003
Board of Education	47,039	86,643	93,180	86,087	94,741
Administration	2,627,110	2,910,459	3,042,534	3,132,950	3,469,387
Fiscal	1,081,608	1,138,274	1,439,442	1,417,425	1,635,661
Business	204,436	763,525	247,234	256,244	319,051
Operation and Maintenance of Plant	4,872,438	5,075,696	5,568,308	5,449,529	5,669,596
Pupil Transportation	2,987,680	3,228,955	3,618,618	3,506,160	3,823,614
Central Support	765,482	665,517	604,981	626,330	959,931
Operation of Non-Instructional Services	826,240	1,001,243	894,373	998,138	1,389,954
Operation of Food Services	973,583	1,004,422	1,010,139	1,205,638	1,125,518
Extracurricular Activities	1,149,913	1,289,870	1,296,344	1,315,080	1,412,596
Interest and Fiscal Charges	423,120	466,415	489,939	439,521	318,430
<i>Total Expenses</i>	<u>53,186,385</u>	<u>57,873,191</u>	<u>62,380,560</u>	<u>62,763,745</u>	<u>67,441,894</u>
Program Revenues					
Charges for Services					
Regular Instruction	185,236	190,986	193,356	122,651	136,786
Special Instruction	3,467,807	4,247,414	4,701,783	4,936,808	5,318,831
Vocational Instruction	1,037,611	1,282,506	1,460,026	1,199,914	1,484,280
Adult/Continuing Instruction	371,026	392,467	371,289	339,387	204,218
Horticulture Instruction	214,107	295,281	538,003	565,542	507,259
Instructional Staff Support	0	0	0	0	181,935
Operation and Maintenance of Plant	58,162	54,254	103,941	121,301	344,410
Operation of Food Service	851,222	830,875	882,900	889,569	934,590
Extracurricular Activities	178,888	117,530	134,898	127,565	134,764
Operating Grants and Contributions	3,163,805	3,611,486	4,484,086	4,636,879	6,447,805
Capital Grants and Contributions	54,008	49,506	20,887	53,417	6,557
<i>Total Program Revenues</i>	<u>9,581,872</u>	<u>11,072,305</u>	<u>12,891,169</u>	<u>12,993,033</u>	<u>15,701,435</u>
Net Expense	<u>(43,604,513)</u>	<u>(46,800,886)</u>	<u>(49,489,391)</u>	<u>(49,770,712)</u>	<u>(51,740,459)</u>
General Revenues					
Property Taxes Levied for:					
General Purposes	32,469,610	30,503,981	39,358,213	40,223,244	45,019,164
Debt Service	1,010,288	881,448	706,746	625,671	597,939
Capital Outlay	694,308	734,348	1,040,154	1,007,286	1,037,364
Grants and Entitlements not					
Restricted to Specific Programs	8,230,900	9,110,710	9,219,888	9,394,279	7,506,088
Payment in Lieu of Taxes		756,064	962,487	1,627,133	1,870,500
Investment Earnings	462,240	247,740	164,217	301,106	890,034
Gain on Sale of Capital Assets	0	0	20,096	0	5,932
Miscellaneous	307,465	309,198	369,299	327,763	577,990
<i>Total General Revenues</i>	<u>43,174,811</u>	<u>42,543,489</u>	<u>51,841,100</u>	<u>53,506,482</u>	<u>57,505,011</u>
Special Item					
Sale of Land	<u>100,000</u>	<u>967,750</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Change in Net Assets</i>	<u><u>(\$329,702)</u></u>	<u><u>(\$3,289,647)</u></u>	<u><u>\$2,351,709</u></u>	<u><u>\$3,735,770</u></u>	<u><u>\$5,764,552</u></u>

Mayfield City School District
Fund Balances, Governmental Funds
Last Eight Fiscal Years (1)
(modified accrual basis of accounting)

	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>
General Fund				
Reserved	\$4,832,193	\$3,351,588	\$3,998,445	\$7,079,409
Designated for Insurance	22,165	20,702	6,567	0
Unreserved	<u>8,638,137</u>	<u>9,435,761</u>	<u>8,136,495</u>	<u>3,138,171</u>
<i>Total General Fund</i>	<u>13,492,495</u>	<u>12,808,051</u>	<u>12,141,507</u>	<u>10,217,580</u>
All Other Governmental Funds				
Reserved	2,898,738	973,290	833,891	1,475,496
Unreserved, Undesignated, Reported in:				
Special Revenue funds	1,092,320	1,613,182	1,374,240	694,571
Debt Service funds	1,134,289	1,218,525	1,341,914	1,432,218
Capital Projects funds (Deficit)	<u>2,510,415</u>	<u>(235,952)</u>	<u>(75,373)</u>	<u>311,932</u>
Total All Other Governmental Funds	<u>7,635,762</u>	<u>3,569,045</u>	<u>3,474,672</u>	<u>3,914,217</u>
<i>Total Governmental Funds</i>	<u><u>\$21,128,257</u></u>	<u><u>\$16,377,096</u></u>	<u><u>\$15,616,179</u></u>	<u><u>\$14,131,797</u></u>

(1) Information prior to 1999 is not available

2003	2004	2005	2006
\$5,056,586	\$7,076,368	\$7,162,205	\$6,494,200
0	0	0	0
112,324	(1,805,236)	161,995	4,655,675
5,168,910	5,271,132	7,324,200	11,149,875
2,986,740	1,510,793	1,287,536	900,189
95,152	939,255	595,456	1,953,984
1,562,120	1,691,890	1,846,210	1,800,004
(234,417)	(243,590)	(662,250)	(612,234)
4,409,595	3,898,348	3,066,952	4,041,943
\$9,578,505	\$9,169,480	\$10,391,152	\$15,191,818

Mayfield City School District
Changes in Fund Balances, Governmental Funds (1)
Last Eight Fiscal Years (2)
(modified accrual basis of accounting)

	1999	2000	2001
Revenues			
Property and Other Local Taxes	\$30,093,607	\$28,396,584	\$30,901,957
Intergovernmental	7,980,391	9,217,844	9,495,431
Interest	1,380,061	1,190,265	1,390,632
Tuition and Fees	2,909,845	3,332,909	3,287,984
Extracurricular Activities	132,230	154,537	160,318
Contributions and Donations	93,798	86,724	73,690
Charges for Services	0	0	64,964
Rentals	86,569	121,779	68,542
Payments in Lieu of Taxes	0	0	0
Miscellaneous	192,027	176,321	296,695
<i>Total Revenues</i>	<u>42,868,528</u>	<u>42,676,963</u>	<u>45,740,213</u>
Expenditures			
Current:			
Instruction:			
Regular	14,775,316	15,362,048	16,501,943
Special	4,517,021	5,395,552	5,595,443
Vocational	1,611,022	1,571,662	1,695,916
Adult/Continuing	16,467	15,643	19,192
Horticulture	0	0	0
Support Services:			
Pupil	2,760,582	2,899,206	3,191,568
Instructional Staff	2,378,981	2,751,204	3,308,913
Board of Education	43,479	37,727	39,595
Administration	2,191,261	2,361,457	2,391,007
Fiscal	875,598	911,439	923,443
Business	196,435	236,819	228,110
Operation and Maintenance of Plant	4,096,672	4,127,607	4,865,851
Pupil Transportation	2,309,613	2,401,084	2,778,265
Central	367,541	557,720	442,341
Operation of Non-Instructional Services	569,748	667,446	705,043
Operation of Food Services	0	0	0
Extracurricular Activities	846,850	921,198	1,057,178
Capital Outlay	5,476,410	6,153,755	1,591,666
Debt Service:			
Principal Retirement	302,720	577,720	1,925,000
Interest and Fiscal Charges	532,451	492,362	465,945
<i>Total Expenditures</i>	<u>43,868,167</u>	<u>47,441,649</u>	<u>47,726,419</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(999,639)</u>	<u>(4,764,686)</u>	<u>(1,986,206)</u>
Other Financing Sources (Uses)			
Sale of Capital Assets	8,833	13,525	10,228
General Obligation Notes Issued	16,520	0	1,215,061
Capital Lease Issued	0	0	0
General Obligation Bonds Issued	7,021,800	0	0
Transfers In	328,193	176,070	369,959
Transfers Out	(328,193)	(176,070)	(369,959)
<i>Total Other Financing Sources (Uses)</i>	<u>7,047,153</u>	<u>13,525</u>	<u>1,225,289</u>
Special Item			
Sale of Land	0	0	0
<i>Net Change in Fund Balances</i>	<u><u>\$6,047,514</u></u>	<u><u>(\$4,751,161)</u></u>	<u><u>(\$760,917)</u></u>
Debt Service as a Percentage of Noncapital Expenditures	2.18%	2.59%	5.18%

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

(2) Information prior to 1999 is not available.

2002	2003	2004	2005	2006
\$34,014,374	\$32,284,737	\$40,418,797	\$41,435,192	\$45,735,941
11,396,065	12,364,489	13,926,745	13,941,637	13,884,382
462,240	250,567	165,037	304,824	895,584
5,651,468	6,198,055	6,912,608	6,929,234	7,848,712
77,694	57,900	118,734	106,905	117,649
74,538	57,008	59,784	53,147	53,043
1,142,639	1,101,104	1,183,869	1,212,341	1,190,978
58,162	54,254	103,941	121,301	89,734
0	756,064	962,487	1,627,133	1,870,500
307,465	285,255	369,299	316,732	576,710
<u>53,184,645</u>	<u>53,409,433</u>	<u>64,221,301</u>	<u>66,048,446</u>	<u>72,263,233</u>
17,553,730	18,334,725	19,949,773	19,350,512	20,446,318
6,815,646	7,476,521	8,713,535	8,857,698	9,166,461
3,902,046	4,441,471	4,812,275	4,996,854	5,447,013
454,516	466,411	481,511	502,803	282,395
407,546	518,486	805,150	968,297	800,970
0	0	0	0	0
3,434,272	3,757,086	4,008,817	4,018,105	4,128,088
3,815,063	4,329,182	4,491,279	4,757,373	5,203,016
47,067	85,045	93,249	86,252	94,741
2,644,855	2,826,339	2,998,495	3,172,479	3,402,893
1,111,531	1,110,797	1,422,419	1,466,302	1,602,553
201,640	1,243,765	233,747	261,301	302,754
5,076,922	4,970,146	5,435,309	5,549,668	5,677,668
3,139,254	3,401,804	3,401,336	3,266,599	3,423,039
762,335	670,816	587,535	620,302	918,511
920,953	1,025,260	867,823	987,656	1,627,055
949,599	1,018,503	1,014,221	1,217,568	1,109,224
1,191,696	1,250,257	1,315,142	1,324,530	1,383,056
1,183,532	1,377,185	2,831,925	1,582,416	1,463,539
1,800,000	1,632,382	1,512,600	1,371,542	668,214
436,824	492,562	484,281	468,517	320,991
<u>55,849,027</u>	<u>60,428,743</u>	<u>65,460,422</u>	<u>64,826,774</u>	<u>67,468,499</u>
<u>(2,664,382)</u>	<u>(7,019,310)</u>	<u>(1,239,121)</u>	<u>1,221,672</u>	<u>4,794,734</u>
0	0	20,096	0	5,932
1,080,000	945,000	810,000	0	0
0	521,018	0	0	0
0	0	0	0	0
373,788	540,531	630,855	827,256	750,998
<u>(373,788)</u>	<u>(540,531)</u>	<u>(630,855)</u>	<u>(827,256)</u>	<u>(750,998)</u>
<u>1,080,000</u>	<u>1,466,018</u>	<u>830,096</u>	<u>0</u>	<u>5,932</u>
<u>100,000</u>	<u>1,000,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>(\$1,484,382)</u>	<u>(\$4,553,292)</u>	<u>(\$409,025)</u>	<u>\$1,221,672</u>	<u>\$4,800,666</u>
4.09%	3.60%	3.19%	2.91%	1.51%

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

Collection Year	Real Estate			Estimated Actual Value	Tangible Assessed Value
	Assessed Value				
	Residential/ Agricultural	Commercial/ Industrial	Total		
1997	\$575,962,950	\$244,785,910	\$820,748,860	\$2,344,996,743	\$83,412,967
1998	627,473,180	261,484,140	888,957,320	2,539,878,057	82,840,595
1999	634,945,230	262,115,340	897,060,570	2,563,030,200	97,775,090
2000	644,966,770	275,231,830	920,198,600	2,629,138,857	101,048,065
2001	732,863,720	320,063,730	1,052,927,450	3,008,364,143	102,638,581
2002	748,707,540	326,597,670	1,075,305,210	3,072,300,600	107,516,105
2003	760,339,120	327,170,260	1,087,509,380	3,107,169,657	100,927,253
2004	837,347,530	346,737,710	1,184,085,240	3,383,100,686	92,048,538
2005	855,633,440	351,851,260	1,207,484,700	3,449,956,286	95,528,781
2006	870,662,580	354,110,990	1,224,773,570	3,499,353,057	99,394,885

Real property is reappraised every six years with a State mandated update of the current market value in the third year following each reappraisal.

The assessed value of real property (including public utility real property) is 35 percent of estimated true value. Personal property tax is assessed on all tangible personal property used in business in Ohio. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property was assessed in previous years at 25 percent for machinery and equipment and 23 percent for inventories. General business tangible personal property tax is being phased out beginning in 2006. The listing percentage is 18.75 percent for 2006, 12.5 percent for 2007, 6.25 percent for 2008 and zero for 2009.

The tangible personal property values associated with each year are the values that, when multiplied by the applicable rates, generated the property tax revenue billed in that year. For real property, the amounts generated by multiplying the assessed values by the applicable rates would be reduced by the 10%, 2 1/2% and homestead exemptions before being billed. Beginning in the 2006 collection year, the 10% rollback for commercial/industrial property has been eliminated.

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

Personal		Public Utility		Total	
Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Weighted Average Tax Rate
\$333,651,868	\$30,338,070	\$34,475,080	\$934,499,897	\$2,713,123,690	n/a
331,362,380	29,656,540	33,700,614	1,001,454,455	2,904,941,051	n/a
391,100,360	29,720,390	33,773,170	1,024,556,050	2,987,903,730	\$31.42320
404,192,260	27,427,170	31,167,239	1,048,673,835	3,064,498,356	31.17812
410,554,324	25,780,550	29,296,080	1,181,346,581	3,448,214,546	28.47877
430,064,420	22,037,980	25,043,159	1,204,859,295	3,527,408,179	28.54934
403,709,012	20,801,090	23,637,602	1,209,237,723	3,534,516,271	35.14600
368,194,152	21,133,180	24,014,977	1,297,266,958	3,775,309,815	33.00578
382,115,124	20,648,650	23,464,375	1,323,662,131	3,855,535,785	38.33842
397,579,540	18,878,870	21,453,261	1,343,047,325	3,918,385,859	35.15292

Mayfield City School District
Property Tax Rates - Direct and Overlapping Governments
(per \$1,000 of assessed value)
Last Eight Years (1)

	1999	2000	2001	2002
Unvoted Millage				
Operating	\$5.0200	\$5.0200	\$5.0200	\$5.0200
Voted Millage - by levy				
1976 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural	7.2790	7.2448	6.5236	6.5136
Commercial/Industrial	11.7325	11.4479	9.8078	9.7934
Tangible/Public Utility Personal	32.4500	32.4500	32.4500	32.4500
1978 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural	1.8077	1.7992	1.6201	1.6176
Commercial/Industrial	2.4434	2.3841	2.0425	2.0395
Tangible/Public Utility Personal	5.5000	5.5000	5.5000	5.5000
1986 Bond (\$5,900,000)	0.5300	0.5300	0.4300	0.3300
1986 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural	0.1652	0.1644	0.1480	0.1478
Commercial/Industrial	0.1885	0.1839	0.1576	0.1573
Tangible/Public Utility Personal	0.3000	0.3000	0.3000	0.3000
1988 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural	3.0585	3.0441	2.7411	2.7369
Commercial/Industrial	3.5588	3.4725	2.9750	2.9706
Tangible/Public Utility Personal	5.5000	5.5000	5.5000	5.5000
1991 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural	4.0645	4.0454	3.6427	3.6371
Commercial/Industrial	4.3977	4.2910	3.6762	3.6708
Tangible/Public Utility Personal	5.9000	5.9000	5.9000	5.9000
1991 Permanent Improvement - 10 years				
Effective Millage Rates				
Residential/Agricultural	0.4822	0.4800	0.4322	0.0000
Commercial/Industrial	0.5218	0.5091	0.4362	0.0000
Tangible/Public Utility Personal	0.7000	0.7000	0.7000	0.0000
1995 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural	2.7586	2.7456	2.4723	2.4685
Commercial/Industrial	2.8692	2.7996	2.3985	2.3950
Tangible/Public Utility Personal	3.0000	3.0000	3.0000	3.0000

2003	2004	2005	2006
\$5.0200	\$5.0200	\$5.0200	\$5.0200
6.5030	5.9610	5.9372	5.9258
9.7526	9.3396	9.3315	9.3940
32.4500	32.4500	32.4500	32.4500
1.6150	1.4804	1.4745	1.4716
2.0310	1.9450	1.9433	1.9564
5.5000	5.5000	5.5000	5.5000
0.3300	0.3300	0.2800	0.2800
0.1476	0.1353	0.1347	0.1345
0.1567	0.1501	0.1499	0.1509
0.3000	0.3000	0.3000	0.3000
2.7324	2.5047	2.4947	2.4899
2.9583	2.8330	2.8305	2.8495
5.5000	5.5000	5.5000	5.5000
3.6311	3.3285	3.3152	3.3088
3.6555	3.5007	3.4977	3.5211
5.9000	5.9000	5.9000	5.9000
0.0000	0.0000	0.0000	0.0000
0.0000	0.0000	0.0000	0.0000
0.0000	0.0000	0.0000	0.0000
2.4644	2.2590	2.2500	2.2457
2.3850	2.2840	2.2820	2.2973
3.0000	3.0000	3.0000	3.0000

(continued)

Mayfield City School District
Property Tax Rates - Direct and Overlapping Governments (continued)
(per \$1,000 of assessed value)
Last Eight Years (1)

	1999	2000	2001	2002
1998 Bond (\$7,000,000)	\$0.5000	\$0.5000	\$0.5000	\$0.5000
2001 Permanent Improvement				
Effective Millage Rates				
Residential/Agricultural	0.0000	0.0000	0.0000	0.6989
Commercial/Industrial	0.0000	0.0000	0.0000	0.6990
Tangible/Public Utility Personal	0.0000	0.0000	0.0000	0.7000
2002 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural	0.0000	0.0000	0.0000	0.0000
Commercial/Industrial	0.0000	0.0000	0.0000	0.0000
Tangible/Public Utility Personal	0.0000	0.0000	0.0000	0.0000
2004 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural	0.0000	0.0000	0.0000	0.0000
Commercial/Industrial	0.0000	0.0000	0.0000	0.0000
Tangible/Public Utility Personal	0.0000	0.0000	0.0000	0.0000
Total Effective Voted Millage by type of property				
Residential/Agricultural	\$20.6457	\$20.5535	\$18.5100	\$18.6504
Commercial/Industrial	26.7419	26.1181	22.4238	22.5556
Tangible/Public Utility Personal	54.3800	54.3800	54.2800	54.1800
Overlapping Rates by Taxing District				
City of Highland Heights Voted Millage				
Effective Millage Rates				
Residential/Agricultural	\$4.0000	\$4.0000	\$4.0000	\$4.0000
Commercial/Industrial	4.0000	4.0000	4.0000	4.0000
Tangible/Public Utility Personal	4.0000	4.0000	4.0000	4.0000
Mayfield Corp Voted Millage				
Effective Millage Rates				
Residential/Agricultural	4.3425	4.3429	4.2662	4.2663
Commercial/Industrial	5.0778	4.9333	4.7738	4.7665
Tangible/Public Utility Personal	7.3000	7.3000	7.3000	7.3000
Gates Mills Corp Voted Millage				
Effective Millage Rates				
Residential/Agricultural	10.1720	10.1635	9.5986	9.5690
Commercial/Industrial	9.6926	9.6112	9.2710	9.2710
Tangible/Public Utility Personal	10.9000	10.9000	10.9000	10.9000

2003	2004	2005	2006
\$0.5000	\$0.5000	\$0.4500	\$0.4500
0.6978	0.6396	0.6371	0.6358
0.6961	0.6666	0.6660	0.6705
0.7000	0.7000	0.7000	0.7000
6.8888	6.3146	6.2894	6.2773
6.8712	6.5803	6.5746	6.6186
6.9000	6.9000	6.9000	6.9000
0.0000	0.0000	5.4780	5.4675
0.0000	0.0000	5.4952	5.5000
0.0000	0.0000	5.5000	5.5000
\$25.5101	\$23.4531	\$28.7408	\$28.6869
29.3364	28.1293	33.5007	33.6883
61.0800	61.0800	66.4800	66.4800

\$4.0000	\$4.0000	\$4.0000	\$4.0000
4.0000	4.0000	4.0000	4.0000
4.0000	4.0000	4.0000	4.0000
4.2664	4.2036	4.2036	4.2035
4.7650	4.7335	4.7344	4.7570
7.3000	7.3000	7.3000	7.3000
9.5810	9.2290	9.2316	12.7440
9.9975	10.4767	10.3297	13.6748
10.9000	10.9000	10.9000	14.4000

(continued)

Mayfield City School District
Property Tax Rates - Direct and Overlapping Governments (continued)
(per \$1,000 of assessed value)
Last Eight Years (1)

	1999	2000	2001	2002
City of Mayfield Heights Voted Millage				
Effective Millage Rates				
Residential/Agricultural	\$10.0000	\$10.0000	\$10.0000	\$10.0000
Commercial/Industrial	10.0000	10.0000	10.0000	10.0000
Tangible/Public Utility Personal	10.0000	10.0000	10.0000	10.0000
Cuyahoga County Voted Millage				
Effective Millage Rates				
Residential/Agricultural	11.4230	11.4114	11.3967	11.3815
Commercial/Industrial	12.4065	12.3736	11.9298	12.0023
Tangible/Public Utility Personal	1.4000	13.7500	14.6500	14.6500
Cuyahoga County Library Voted Millage				
Residential/Agricultural	1.1315	1.3975	1.2610	1.2583
Commercial/Industrial	1.2675	1.3884	1.2006	1.1985
Tangible/Public Utility Personal	1.4000	1.4000	1.4000	1.4000
Cleveland Metro Parks Voted Millage				
Effective Millage Rates				
Residential/Agricultural	1.4295	1.4267	1.2812	1.2771
Commercial/Industrial	1.5083	1.5039	1.3247	1.3335
Tangible/Public Utility Personal	1.5500	1.5500	1.5500	1.5500
Cleveland-Cuyahoga Port Authority Voted Millage				
Residential/Agricultural	0.0000	0.0000	0.0000	0.0000
Commercial/Industrial	0.0000	0.0000	0.0000	0.0000
Tangible/Public Utility Personal	0.0000	0.0000	0.0000	0.0000
Cuyahoga Community College Voted Millage				
Effective Millage Rates				
Residential/Agricultural	0.0000	0.0000	0.0000	0.0000
Commercial/Industrial	0.0000	0.0000	0.0000	0.0000
Tangible/Public Utility Personal	0.0000	0.0000	0.0000	0.0000

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

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

Source: Ohio Department of Taxation

(1) Information prior to 1999 is not available.

2003	2004	2005	2006
\$10.0000	\$10.0000	\$10.0000	\$10.0000
10.0000	10.0000	10.0000	10.0000
10.0000	10.0000	10.0000	10.0000
12.4609	10.9899	10.9754	11.7227
12.8764	12.0433	11.9846	12.5762
14.6500	13.5200	13.5200	13.5200
1.2565	1.1593	1.9931	1.9935
1.2050	1.1715	1.9892	2.0000
1.4000	1.4000	2.0000	2.0000
1.2758	1.1661	1.8457	1.8465
1.3447	1.3166	1.8397	1.8500
1.5500	1.5500	1.8500	1.8500
0.0000	0.1050	0.1049	0.1049
0.0000	0.1129	0.1122	0.1134
0.0000	0.1300	0.1300	0.1300
0.0000	2.3479	2.3443	2.3451
0.0000	2.5801	2.5656	2.5918
0.0000	2.8000	2.8000	2.8000

Mayfield City School District
Property Tax Levies and Collections (1)
Last Ten Years

Collection Year (2)	Current Tax Levy	Current Tax Collections	Percent of Current Tax Collections to Current Tax Levy	Delinquent Tax Collections (3)	Total Tax Collections	Percent of Total Tax Collections to Current Tax Levy
1996	\$31,283,711	\$29,314,332	93.70%	\$523,275	\$29,837,607	95.38%
1997	31,180,924	29,223,359	93.72	408,827	29,632,186	95.03
1998	32,568,186	30,653,667	94.12	813,988	31,467,655	96.62
1999	33,564,030	31,734,132	94.55	726,536	32,460,668	96.71
2000	33,927,122	31,158,922	91.84	817,455	31,976,377	94.25
2001	35,647,023	32,262,703	90.51	1,713,531	33,976,234	95.31
2002	35,259,608	32,830,005	93.11	794,595	33,624,600	95.36
2003	45,670,659	41,924,611	91.80	1,734,814	43,659,425	95.60
2004	46,313,315	41,934,079	90.54	1,331,309	43,265,388	93.42
2005	52,440,572	50,504,894	96.31	587,639	51,092,533	97.43

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

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

(2) The 2006 information cannot be presented because all collections have not been made by June 30, 2006.

(3) The County does not maintain delinquency information by tax year.

Mayfield City School District

Principal Taxpayers

Real Estate Tax

2005 and 1998

Name of Taxpayer	2005	
	Assessed Value	Percent of Real Property Assessed Value
Progressive Casualty Insurance Company	\$53,858,455	4.46%
Meridia Hillcrest/Huron Hospital	14,273,700	1.18
Gates Mills Towers Apartment	13,720,000	1.14
Golden Gate Shopping	12,802,510	1.06
Cosmo-Eastgate Limited	11,365,515	0.94
Marsol Apartment Company	11,130,000	0.92
Wells Operating Partnership	7,688,800	0.64
Derf Limited	6,786,325	0.56
Alpha-W Enterprises Ltd.	5,669,965	0.47
Hamilton House	5,272,910	0.44
Totals	<u>\$142,568,180</u>	<u>11.81%</u>
Total Assessed Valuation	<u>\$1,207,484,700</u>	

Name of Taxpayer	1998 (1)	
	Assessed Value	Percent of Real Property Assessed Value
Progressive Casualty Insurance Company	\$18,187,000	2.05%
Meridia Hillcrest/Huron Hospital	11,401,680	1.28
Gates Mills Towers Apartment	11,284,000	1.27
Cosmo-Eastgate Limited	10,850,000	1.22
Marsol Apartment Company	10,449,390	1.18
Lipman P & R Goldberg Towers (Golden Gate)	8,731,810	0.98
Derf Limited	5,712,020	0.64
Developers Division Realty Corporation	5,363,580	0.60
Duke Realty Limited Partnership	5,279,020	0.59
Hamilton House	5,083,260	0.57
Totals	<u>\$92,341,760</u>	<u>10.39%</u>
Total Assessed Valuation	<u>\$888,957,320</u>	

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

(1) Information prior to 1998 is not available.

Mayfield City School District

Principal Taxpayers

Tangible Personal Property Tax

2005 and 1998

Name of Taxpayer	2005	
	Assessed Value	Percent of Tangible Personal Property Assessed Value
Philips Medical Systems	\$11,966,840	12.53%
Swagelok Manufacturing Company	8,719,600	9.13
IBM Credit Corporation	6,489,200	6.79
Norman Noble Inc.	4,383,920	4.59
Philips Electronics North	3,967,090	4.15
Rockwell Automation Incorporated	3,776,030	3.95
Sorbir Incorporated	2,482,110	2.60
Costco Wholesale Corporation	2,164,470	2.27
Stanley Works	2,059,360	2.16
Parker-Hannifin Corporation	2,042,960	2.14
Total	<u>\$48,051,580</u>	<u>50.30%</u>
Total Assessed Valuation	<u>\$95,528,781</u>	

Name of Taxpayer	1998 (1)	
	Assessed Value	Percent of Tangible Personal Property Assessed Value
Whitely Company	\$10,995,030	13.27%
Picker international Incorporated	10,747,150	12.97
Rockwell International Corporation	6,991,370	8.44
Stanley Works	4,287,862	5.18
IBM Credit Corporation	3,286,290	3.97
Euclid Industries, Incorporated	2,580,400	3.11
Falon Company	2,217,360	2.68
Mayfran International, Incorporated	1,930,220	2.33
Mullinax	1,710,400	2.06
Sorbir, Incorporated	1,419,820	1.71
Total	<u>\$46,165,902</u>	<u>55.72%</u>
Total Assessed Valuation	<u>\$82,840,595</u>	

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

(1) Information prior to 1998 is not available.

Mayfield City School District

Principal Taxpayers

Public Utilities Tax

2005 and 1998

Name of Taxpayer	2005	
	Assessed Value	Percent of Public Utility Assessed Value
Cleveland Electric Illuminating Company	\$9,639,718	46.68%
Ohio Bell Telephone Company	5,867,656	28.42
American Transmission	1,048,128	5.08
East Ohio Gas Company	940,559	4.56
New Par	502,926	2.44
Total	<u>\$17,998,987</u>	<u>87.17%</u>
Total Assessed Valuation	<u>\$20,648,650</u>	

Name of Taxpayer	1998 (1)	
	Assessed Value	Percent of Public Utility Assessed Value
Cleveland Electric Illuminating Company	\$16,012,370	53.99%
Ohio Bell Telephone Company	10,228,430	34.49
East Ohio Gas Company	2,562,490	8.64
Total	<u>\$28,803,290</u>	<u>97.12%</u>
Total Assessed Valuation	<u>\$29,656,540</u>	

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

(1) Information prior to 1998 is not available.

Mayfield City School District
*Ratio of General Obligation Bonded Debt to Estimated Actual
Value, Ratio of General Debt to Personal Income and Debt per Capita
Last Seven Fiscal Years (1)*

Fiscal Year	General Obligation Bonded Debt			General	
	General Obligation Bonded Debt	Ratio of Bonded Debt to Estimated Actual Value (2)	Bonded Debt per Capita (3)	Energy Conservation Notes	Capital Leases
2000	\$9,084,994	0.30%	\$272.04	\$0	\$0
2001	8,509,994	0.25	254.82	1,215,000	0
2002	7,924,994	0.22	237.30	1,080,000	0
2003	7,416,199	0.21	222.07	945,000	477,431
2004	6,916,194	0.18	207.10	810,000	409,836
2005	6,425,000	0.17	192.39	0	339,488
2006	5,830,000	0.15	174.57	405,000	266,274

- (1) Information prior to 2000 is not available
- (2) The Estimated Actual Value can be found on S9
- (3) The population can be found on S26
- (4) The personal income can be found on S26

Debt		
Total Debt	Ratio of General Debt to Personal Income (4)	General Debt per Capita (3)
\$9,084,994	0.88%	\$272.04
9,724,994	0.94	291.20
9,004,994	0.87	269.64
8,838,630	0.85	264.66
8,136,030	0.79	243.62
6,764,488	0.65	202.55
6,501,274	0.63	194.67

Mayfield City School District
Computation of Legal Debt Margin
Last Eight Fiscal Years (1)

	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>
Assessed Valuation (2)	<u>\$1,024,556,050</u>	<u>\$1,048,673,835</u>	<u>\$1,181,346,581</u>	<u>\$1,204,859,295</u>
Debt Limit - 9% of Assessed Value (3)	\$92,210,045	\$94,380,645	\$106,321,192	\$108,437,337
Amount of Debt Applicable to Debt Limit				
General Obligation Bonds	9,654,994	9,084,994	8,509,994	7,924,994
Energy Conservation Notes	540,000	1,780,000	1,535,000	1,080,000
Tax Anticipation Notes	0	0	0	0
Less Amount Available in Debt Service	<u>(1,136,658)</u>	<u>(1,259,318)</u>	<u>(1,397,868)</u>	<u>(1,568,514)</u>
Total	9,058,336	9,605,676	8,647,126	7,436,480
Exemptions:				
Energy Conservation Notes	(540,000)	(1,780,000)	(1,535,000)	(1,080,000)
Amount of Debt Subject to Limit	<u>8,518,336</u>	<u>7,825,676</u>	<u>7,112,126</u>	<u>6,356,480</u>
Legal Debt Margin	<u>\$83,691,709</u>	<u>\$86,554,969</u>	<u>\$99,209,066</u>	<u>\$102,080,857</u>
Legal Debt Margin as a Percentage of the Debt Limit	90.76%	91.71%	93.31%	94.14%
Unvoted Debt Limit - .10% of Assessed Value (1)	\$1,024,556	\$1,048,674	\$1,181,347	\$1,204,859
Amount of Debt Applicable	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Unvoted Legal Debt Margin	<u>\$1,024,556</u>	<u>\$1,048,674</u>	<u>\$1,181,347</u>	<u>\$1,204,859</u>
Unvoted Legal Debt Margin as a Percentage of the Unvoted Debt Limit	100.00%	100.00%	100.00%	100.00%
Additional Limit for Unvoted Energy Conservation Notes:				
Debt Limit - .9% of Assessed Value	\$0	\$0	\$0	\$0
Energy Conservation Notes	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Additional Unvoted Debt Margin	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Source: Cuyahoga County Auditor and School District Financial Records

- (1) Information prior to 1998 is not available.
- (2) For fiscal year 2006, HB530 changed the assessed valuation utilized in the legal debt margin calculation to exclude tangible personal property as well as railroad and telephone tangible property.
- (3) Ohio Bond Law sets a limit of 9% for overall debt and 1/10 of 1% for unvoted debt.

2003	2004	2005	2006
<u>\$1,209,237,723</u>	<u>\$1,297,266,958</u>	<u>\$1,323,662,131</u>	<u>\$1,236,398,510</u>
\$108,831,395	\$116,754,026	\$119,129,592	\$111,275,866
7,416,199	6,916,194	6,425,000	5,830,000
1,045,000	810,000	540,000	405,000
990,000	755,000	510,000	260,000
<u>(1,639,523)</u>	<u>(1,809,465)</u>	<u>(1,949,278)</u>	<u>(1,870,421)</u>
7,811,676	6,671,729	5,525,722	4,624,579
(1,045,000)	(810,000)	(540,000)	(405,000)
<u>6,766,676</u>	<u>5,861,729</u>	<u>4,985,722</u>	<u>4,624,579</u>
<u>\$102,064,719</u>	<u>\$110,892,297</u>	<u>\$114,143,870</u>	<u>\$106,651,287</u>
93.78%	94.98%	95.81%	95.84%
\$1,209,238	\$1,297,267	\$1,323,662	\$1,236,399
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>\$1,209,238</u>	<u>\$1,297,267</u>	<u>\$1,323,662</u>	<u>\$1,236,399</u>
100.00%	100.00%	100.00%	100.00%
\$10,883,140	\$11,675,403	\$11,912,959	\$11,127,587
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>\$10,883,140</u>	<u>\$11,675,403</u>	<u>\$11,912,959</u>	<u>\$11,127,587</u>

Mayfield City School District
Computation of Direct and Overlapping
Governmental Activities Debt
December 31, 2005

	Governmental Activities Debt Outstanding	Percentage Applicable to School District (1)	Amount of Direct and Overlapping Debt
Direct:			
Mayfield City School District			
General Obligation Bonds	\$5,830,000	100.00%	\$5,830,000
Energy Conservation Note	405,000	100.00%	405,000
Tax Anticipation Note	260,000	100.00%	260,000
Capital Leases	266,274	100.00%	266,274
	<u>6,761,274</u>		<u>6,761,274</u>
Total Direct	<u>6,761,274</u>	100.00%	<u>6,761,274</u>
Overlapping:			
City of Highland Heights			
Bond Anticipation Notes	1,600,000	29.29%	468,640
General Obligation Bonds	8,708,737	29.29%	2,550,789
Special Assessment Bonds	5,046,262	29.29%	1,478,050
Cuyahoga County			
Capital Leases	8,035	4.32%	347
General Obligation Bonds	224,406	4.32%	9,694
Revenue Bonds	340,344	4.32%	14,703
Regional Transit Authority			
General Obligation Bonds	139,790,000	4.32%	6,038,928
SIB Loan	5,051,815	4.32%	218,238
	<u>160,769,599</u>		<u>4,522,224</u>
Total Overlapping	<u>160,769,599</u>		<u>4,522,224</u>
Total	<u>\$167,530,873</u>		<u>\$11,283,498</u>

Source: Office of the Auditor, Cuyahoga County, Ohio

(1) Percentages were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the School District by the total assessed valuation of the subdivision. The valuations used were for the 2006 collection year.

Mayfield City School District

Principal Employers

December 31, 2005 (1)

December 31, 2005

<u>Employer</u>	<u>City</u>	<u>Nature of Business or Activity</u>	<u>Employees</u>
Progressive Casualty Insurance Company	Mayfield Village	Insurance	7,251
Hillcrest Hospital	Mayfield Heights City	Medical	2,500
Philips Medical Systems	Highland Heights City	Medical Technology Products	880
Mayfield City School District	Mayfield Heights City	Education	729
United Parcel Service	Highland Heights City	Parcel Delivery	543
Parker Hannifin Corporation	Mayfield Heights City	Fabricated Metal Products	500
Swagelok Company	Highland Heights City	Valves and Actuators	355
Rockwell Automation	Mayfield Heights City	Industrial Automation	277
Royal Appliance	Highland Heights City	Appliances	250
Mayfran International Incorporated	Mayfield Village	Conveyor Manufacturing	249
Total			<u>13,534</u>
Total Employment within the School District			<u>n/a</u>

Source: Harris Ohio Industrial Directory

(1) Information prior to 2005 is not available.

n/a - Information not available.

Mayfield City School District
Demographic and Economic Statistics
Last Seven Years (1)

Year	Population (2)	Total Personal Income (2)	Personal Income Per Capita (2)	Median Household Income (2)	Median Age (2)
2000	33,396	\$1,036,110,900	\$31,025	\$55,262	44.00
2001	33,396	1,036,110,900	31,025	55,262	44.00
2002	33,396	1,036,110,900	31,025	55,262	44.00
2003	33,396	1,036,110,900	31,025	55,262	44.00
2004	33,396	1,036,110,900	31,025	55,262	44.00
2005	33,396	1,036,110,900	31,025	55,262	44.00
2006	33,396	1,036,110,900	31,025	55,262	44.00

Source 2000 U.S. Census Bureau

- (1) Information prior to 2000 is not available.
- (2) Information presented is the for the cities of Highland Heights and Mayfield Heights and the villages of Gates Mills and Mayfield.

Median Value of Residential Property (2)	Cuyahoga County Unemployment Rate	Total Assessed Property Value
\$178,290	4.5%	\$1,048,673,835
178,290	4.5	1,181,346,581
178,290	4.6	1,204,859,295
178,290	6.7	1,209,237,723
178,290	6.6	1,297,266,958
178,290	6.6	1,323,662,131
178,290	9.6	1,343,047,325

;

Mayfield City School District
Building Statistics by Function/Program
Current Fiscal Year (1)

2006

Center Elementary School

Constructed in 1951	
Total Building Square Footage	53,000
Enrollment Grades K-5	414
Student Capacity	552
Number of Classrooms	23
Regular Instruction Teachers	19.00
Special Instruction Teachers	6.00

Gates Mills Elementary School

Constructed in 1924	
Total Building Square Footage	21,904
Enrollment Grades K-5	123
Student Capacity	192
Number of Classrooms	8
Regular Instruction Teachers	6.00
Special Instruction Teachers	1.25

Lander Elementary School

Constructed in 1956	
Total Building Square Footage	47,812
Enrollment Grades K-4	440
Student Capacity	596
Number of Classrooms	26
Regular Instruction Teachers	20.00
Special Instruction Teachers	4.00

Mayfield City School District
Building Statistics by Function/Program
Current Fiscal Year (1)

2006

Millridge Elementary School

Constructed in 1959	
Total Building Square Footage	69,778
Enrollment Grades K-5	636
Student Capacity	600
Number of Classrooms	25
Regular Instruction Teachers	25.00
Special Instruction Teachers	4.75

Mayfield Middle School

Constructed in 1924	
Total Building Square Footage	148,753
Enrollment Grades 5-7	695
Student Capacity	1,320
Number of Classrooms	55
Regular Instruction Teachers	41.00
Special Instruction Teachers	8.00

Mayfield High School

Constructed in 1963	
Total Building Square Footage	413,554
Enrollment Grades 8-12	1,578
Student Capacity	2,008
Number of Classrooms	87
Regular Instruction Teachers	88.00
Special Instruction Teachers	14.00

Excel Tecc (Vocational Wing of Mayfield High School)

Constructed in 1971	
Total Building Square Footage	42,133
Enrollment Grades 8-12	261
Student Capacity	264
Number of Classrooms	11
Regular Instruction Teachers	31.00

(1) Information prior to 2006 is not available.

Mayfield City School District

Per Pupil Cost

Last Five Fiscal Years (1)

<u>Fiscal Year</u>	<u>Expenses (2)</u>	<u>Enrollment</u>	<u>Cost Per Pupil</u>	<u>Percentage Change</u>	<u>Expenditure Flow Model's Cost Per Pupil (3)</u>	<u>Teaching Staff</u>	<u>Pupil/Teacher Ratio</u>
2002	\$52,763,265	3,944	\$13,378	n/a	\$10,387	276	14.3
2003	57,406,776	4,264	13,463	0.64%	10,736	276	15.4
2004	61,890,621	4,331	14,290	6.14	11,488	286	15.1
2005	62,324,224	4,327	14,404	0.79	11,680	301	14.4
2006	67,123,464	4,417	15,197	5.51	12,052	299	14.8

Source: School District Records
Ohio Department of Education

(1) Information prior to 2002 is not available.

(2) Based upon accrual less debt service expenditures

(3) This expenditure per pupil is generated by the Ohio Department of Education using the School District's fiscal year ending data and only captures expenditures related to the education of students.

Mayfield City School District
School District Employees by Function/Program
Current Fiscal Year (1)

Function/Program	2006
Regular Instruction	
Elementary Classroom Teachers	79.00
Middle School Classroom Teachers	41.00
High School Classroom Teachers	88.00
Special Instruction	
Elementary Classroom Teachers	31.00
Middle School Classroom Teachers	8.00
High School Classroom Teachers	14.00
District-wide Teachers	28.00
Vocational Instruction	
High School Classroom Teachers	31.00
Pupil Support Services	
Guidance Counselors	10.00
Librarians	3.00
Psychologists	6.00
Speech and Language Therapists	5.00
Nurses	2.00
OT/PT/Audiologists	5.00
Secretarial	10.00
Aides	109.00
Administration	
Elementary	4.00
Middle School	2.00
High School	4.00
Central Office	5.00
Supervisors/Coordinators	11.00
Secretarial	25.00
Fiscal Services	
Administrator	1.00
Clerical/Bookeeping	7.00

(continued)

Mayfield City School District
School District Employees by Function/Program (continued)
Current Fiscal Year (1)

Function/Program	2006
Business Operations	
Coordinator/Supervisor/Directing	1.00
Support	1.00
Telephone Operator	1.00
Operation of Plant	
Coordinator/Supervisor/Directing	1.00
Custodians	40.00
Maintenance/Grounds/Other	15.00
Pupil Transportation	
Coordinator/Supervisor/Directing	1.00
Bus Drivers	49.00
Bus Monitors	33.00
Mechanics	4.00
Dispatching/Other	3.00
Information Services	
Coordinator/Supervisor/Directing	1.00
Public Relations	1.00
Computer Operator	3.00
Other Technical Support	6.00
Food Service Program	
Coordinator/Supervisor/Directing	1.00
Cooks	33.00
Community Services	
Coordinator/Supervisor/Directing	1.00
Secretarial	3.00
Sports-Oriented Activities	
Coordinator/Supervisor/Directing	1.00
Secretarial	1.00
Totals	729.00

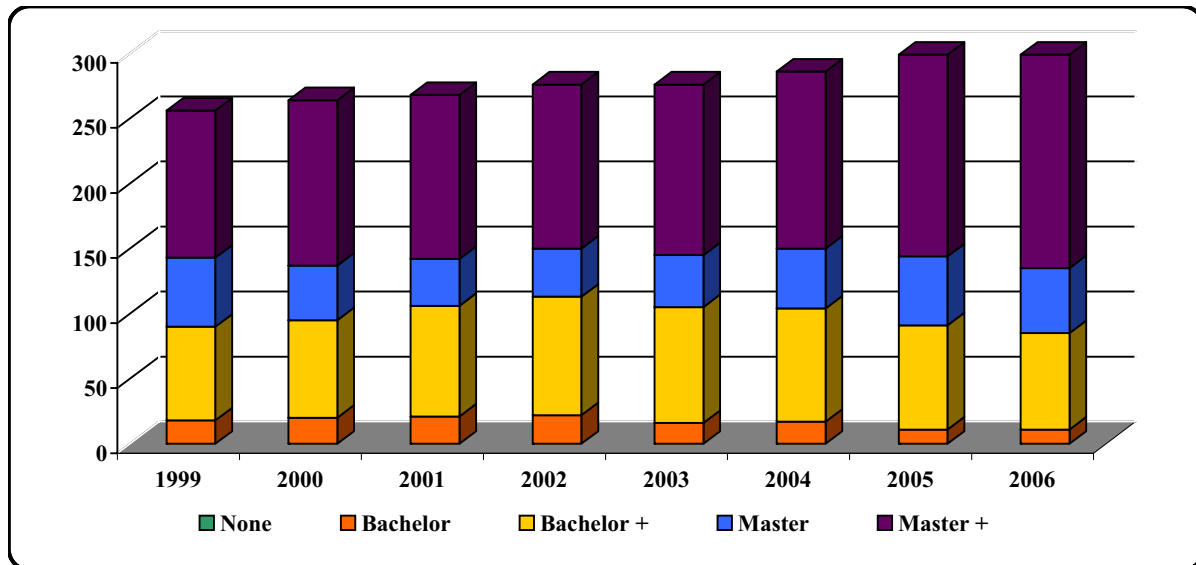
Method: Using 1.0 for each full-time equivalent at fiscal year end.

(1) Information prior to 2006 is not available

Mayfield City School District
Full-Time Equivalent School District Teachers by Education
Last Eight Fiscal Years (1)

Degree	1999	2000	2001	2002	2003	2004	2005	2006
None	0	0	0	0	0	0	2	0
Bachelor's Degree	18	20	21	22	16	17	11	11
Bachelor + 9	13	21	31	30	27	20	15	10
Bachelor + 18	21	19	19	22	25	22	20	16
Bachelor + 27	38	35	35	39	37	45	45	48
Master's Degree	53	42	36	37	40	46	53	50
Master + 9	27	28	26	23	21	18	26	30
Master + 18	12	20	22	27	24	26	27	30
Master + 27	69	74	73	72	83	89	95	95
Master + 60	5	5	5	4	3	3	7	9
Total	256	264	268	276	276	286	301	299

(1) Information prior to 1999 is not available.



Source: School District Records

Mayfield City School District
Average Number of Students per Teacher
Last Eight School Years (1)

Fiscal Year	Mayfield Average	State Average
1999	15.8	18.6
2000	14.8	18.1
2001	14.5	18.0
2002	14.3	16.9
2003	15.4	16.6
2004	15.1	18.5
2005	14.4	18.0
2006	14.8	18.4

Source: Ohio Department of Education, EMIS Reports

(1) Information prior to 1999 is not available.



Mary Taylor, CPA
Auditor of State

MAYFIELD CITY SCHOOL DISTRICT

CUYAHOGA COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
APRIL 10, 2007**