

**Mary Taylor, CPA**  
Auditor of State



**NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY**

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**NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY**

**SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES  
FOR THE YEAR ENDED JUNE 30, 2007**

Federal Grantor/ Pass-Through Grantor/ Program Title	Pass-Through Entity Number	Federal CFDA Number	Receipts	Non-Cash Receipts	Expenditures	Non-Cash Expenditures
<b><u>U. S. DEPARTMENT OF AGRICULTURE</u></b>						
<i>Passed Through the Ohio Department of Education:</i>						
Food Distribution	n/a	10.550	\$0	\$94,069	\$0	\$94,069
Nutrition Cluster:						
National School Lunch Program	044537LL P4 06	10.555	52,242		52,242	
	044537LL P4 07	10.555	158,803		158,803	
Total Nutrition Cluster			211,045	0	211,045	0
TOTAL U.S. DEPARTMENT OF AGRICULTURE			211,045	94,069	211,045	94,069
<b><u>U. S. DEPARTMENT OF EDUCATION</u></b>						
<i>Passed Through the Ohio Department of Education:</i>						
Title I Grants to Local Education Agencies	044537 C1 S1 06	84.010	21,513		16,118	
	044537 C1 S1 07	84.010	120,173		103,848	
Total Title I Grants to Local Education Agencies			141,686	0	119,966	0
Special Education Cluster:						
Special Education - Grants to States	044537 6B SF 06	84.027	137,081		146,756	
	044537 6B SF 07	84.027	625,174		609,952	
Total Special Education - Grants to States			762,255	0	756,708	0
Special Education Preschool Grants	044537 PG S1 06	84.173	2,320		2,962	
	044537 PG S1 07	84.173	25,167		25,167	
Total Special Education Preschool Grants			27,487	0	28,129	0
Total Special Education Cluster			789,742	0	784,837	0
Safe and Drug-Free Schools and Communities State Grants	044537 DR S1 07	84.186	8,967		8,667	
State Grants for Innovative Programs	044537 C2 S1 06	84.298	0		17	
	044537 C2 S1 07	84.298	6,108		12,725	
Total State Grants for Innovative Programs			6,108	0	12,742	0
Education Technology - State Grants	044537 TJ S1 06	84.318	24		0	
	044537 TJ S1 07	84.318	1,375		1,375	
Total Education Technology - State Grants			1,399	0	1,375	0
Comprehensive School Reform Grants	044537 RFCC 07	84.332	50,000	0	30,347	0
Improving Teacher Quality State Grants	044537 TR S1 06	84.367	7,271		11,366	
	044537 TR S1 07	84.367	105,620		79,856	
Total Improving Teacher Quality State Grants			112,891	0	91,222	0
Hurricane Education Recovery	N/A	84.938	13,500	0	13,500	0
TOTAL U.S. DEPARTMENT OF EDUCATION			1,124,293	0	1,062,656	0
<b>TOTAL ALL FEDERAL FUNDS</b>			<b><u>\$1,335,338</u></b>	<b><u>\$94,069</u></b>	<b><u>\$1,273,701</u></b>	<b><u>\$94,069</u></b>

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

**NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY**

**NOTES TO THE SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES  
FOR THE YEAR ENDED JUNE 30, 2007**

**NOTE A - SIGNIFICANT ACCOUNTING POLICIES**

The accompanying Schedule of Federal Awards Receipts and Expenditures (the Schedule) summarizes activity of the District's federal award programs. The Schedule has been prepared on the cash basis of accounting. The information in this Schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this Schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

**NOTE B – FOOD DISTRIBUTION PROGRAM**

Program regulations do not require the District to maintain separate inventory records for purchased food and food received from the U.S. Department of Agriculture. This nonmonetary assistance (expenditures) is reported in the Schedule at the fair market value of the commodities received.

**NOTE C – NUTRITION CLUSTER**

Cash receipts from the U.S. Department of Agriculture are commingled with State grants. It is assumed federal monies are expended first.

CFDA – Catalog of Federal Domestic Assistance

N/A – Not Applicable



# 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*

North Ridgeville City School District  
Lorain County  
5490 Mills Creek Lane  
North Ridgeville, Ohio 44039

To the Board of Education:

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the North Ridgeville City School District, Lorain County, Ohio, (the District) as of and for the year ended June 30, 2007, which collectively comprise the District's basic financial statements and have issued our report thereon dated January 28, 2008. We did not audit the financial statements of the Jointly Administered Trust Fund for the Benefit of North Ridgeville City School District Employees (the Trust), which represents all of the assets and revenues of the Internal Service Fund and 1.3% and 10.8% of the total assets and total revenues, respectively of the governmental activities. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Trust, is based on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*.

### Internal Control Over Financial Reporting

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

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

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

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all internal control deficiencies that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider material weaknesses, as defined above.

We noted a certain matter that we reported to the District's management in a separate letter dated January 28, 2008.

#### **Compliance and Other Matters**

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

We did note a certain noncompliance or other matter that we reported to the District's management in a separate letter dated January 28, 2008.

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



**Mary Taylor, CPA**  
Auditor of State

January 28, 2008





# Mary Taylor, CPA

## Auditor of State

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

North Ridgeville City School District  
Lorain County  
5490 Mills Creek Lane  
North Ridgeville, Ohio 44039

To the Board of Education:

#### Compliance

We have audited the compliance of North Ridgeville City School District (the District) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133, Compliance Supplement* that apply to its major federal program for the year ended June 30, 2007. The summary of auditor's results section of the accompanying schedule of findings identifies the District's major federal program. 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 North Ridgeville City School District complied, in all material respects, with the requirements referred to above that apply to its major federal program for the year ended June 30, 2007.

#### Internal Control Over Compliance

The District's management is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the District's internal control over compliance with requirements that could directly and materially affect a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

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

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

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

We have also audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the North Ridgeville City School District as of and for the year ended June 30, 2007, and have issued our report thereon dated January 28, 2008 wherein we noted. We did not audit the financial statements of the Jointly Administered Trust Fund for the Benefit of North Ridgeville City School District Employees (the Trust), which represents all of the assets and revenues of the Internal Service Fund and 1.3% and 10.8% of the total assets and Total Revenues, respectively of the governmental activities. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the Trust, is based on the report of the other auditors. 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 , management, the 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

January 28, 2008

**NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY**

**SCHEDULE OF FINDINGS  
OMB CIRCULAR A -133 § .505  
JUNE 30, 2007**

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

<i>(d)(1)(i)</i>	Type of Financial Statement Opinion	Unqualified
<i>(d)(1)(ii)</i>	Were there any material control weaknesses reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(ii)</i>	Were there any other significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(iii)</i>	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
<i>(d)(1)(iv)</i>	Were there any material internal control weaknesses reported for major federal programs?	No
<i>(d)(1)(iv)</i>	Were there any other significant deficiencies in internal control reported for major federal programs?	No
<i>(d)(1)(v)</i>	Type of Major Programs' Compliance Opinion	Unqualified
<i>(d)(1)(vi)</i>	Are there any reportable findings under § .510?	No
<i>(d)(1)(vii)</i>	Major Programs (list):	Special Education Cluster: Special Education Grants to States - CFDA 84.027 Special Education-Preschool Grants - CFDA 84.173
<i>(d)(1)(viii)</i>	Dollar Threshold: Type A/B Programs	Type A: > \$ 300,000 Type B: all others
<i>(d)(1)(ix)</i>	Low Risk Auditee?	Yes

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

None.

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

None.





***North Ridgeville City School  
District***

*"Building On Success One Individual At A Time"*

**Comprehensive Annual Financial Report**

**For the Fiscal Year Ended  
June 30, 2007  
North Ridgeville, Ohio**



NORTH RIDGEVILLE CITY SCHOOL DISTRICT

NORTH RIDGEVILLE, OHIO

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED JUNE 30, 2007

Prepared by:

Treasurer's Office  
Biagio Sidoti, CPA, Treasurer  
Patricia Ellis, Assistant Treasurer  
Diane Raines, Assistant Treasurer  
Annette Wey, Assistant Treasurer

**NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
FOR THE YEAR ENDED JUNE 30, 2007**

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**NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
FOR THE YEAR ENDED JUNE 30, 2007**

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**NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
FOR THE YEAR ENDED JUNE 30, 2007**

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## **North Ridgeville City School District**

Mr. Larry Bowersox, Superintendent  
Mr. David Livingston, Asst. Supt. Business Services  
Dr. Craig Phillips, Asst. Supt. Curriculum / Instruction  
Mr. Biagio Sidoti CPA, Treasurer

5490 Mills Creek Lane  
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**“Building On Success One Individual At A Time”**

January 28, 2008

Members of the Board of Education  
Residents of North Ridgeville:

We are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) of the North Ridgeville City School District for the fiscal year ended June 30, 2007. Responsibility for the accuracy of the data presented and 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 is reported in a manner designed to present fairly the financial position and results of operations of the School District. This report will provide the taxpayers of the North Ridgeville City School District with comprehensive financial data in a format that will enable them to gain an understanding of the School District's financial affairs. Copies will be made available to the North Ridgeville Public Library, major taxpayers, financial rating services, local bankers and other interested parties.

### **SCHOOL DISTRICT**

The School District is one of the 612 public school districts in the State and 14 in the County. We provide education to 3,634 students in grades K through 12. It is located in Lorain County in north central Ohio, approximately 20 miles southwest of the City of Cleveland and approximately ten miles southeast of the City of Lorain. The District's territory is coterminous with the territory of the city.

The School District is in the Cleveland-Elyria-Lorain Primary Metropolitan Statistical Area (PMSA), comprised of the six counties of Ashtabula, Cuyahoga, Geauga, Lake, Lorain and Medina. It is also in the Cleveland-Akron-Lorain Consolidated Metropolitan Statistical Area (CMSA).

The School District's 2006 population was 27,197. Its area is approximately 25 square miles, broken down by land use as follows:

Residential	85.34%
Commercial/Industrial	12.18%
Public Utility	01.85%
Agricultural	00.63%
Undeveloped	(a)

(a) Included in above categories.

Approximately 35.7% of the District's area is used for governmental (including schools, parks and highway right-of ways) and other tax-exempt purposes.

The District's general area is served by diversified transportation facilities. Immediate access is available to three State and U.S. highways and to interstate highways I-480, I-90 and I-80 (the James W. Shocknessy Ohio Turnpike). Conrail, Amtrak, Norfolk and Western, Chessie System and Lorain and West Virginia railroads serve the County. Airfreight and passenger air service are provided through Cleveland Hopkins International Airport, located in adjacent Cuyahoga County within 15 minutes of the District, and the Lorain County Regional Airport in New Russia Township.

Banking and financial services are provided to the area by offices of six commercial banks and savings and loan associations, all of which have their principal offices elsewhere.

Three daily newspapers and two weekly newspapers serve the area. It is within the broadcast area of seven television stations and approximately 31 AM and FM radio stations. Multi-channel cable TV AT&T Broadband provides service, including educational, governmental and public access channels.

Within commuting distance are several public and private two-year and four-year colleges and universities providing a wide range of educational facilities and opportunities. These include Cleveland State University, The University of Akron and Kent State University (three of Ohio's twelve state universities), Lorain County Community College, Cuyahoga Community College, Oberlin College (located in the County), Baldwin-Wallace College, John Carroll University and Case Western Reserve University. The Lorain Business College also is located in the County.

### **THE REPORTING ENTITY**

The North Ridgeville City School District issues its financial report based on Governmental Accounting Standards Board Statement No. 14, "The Financial Reporting Entity." The District is associated with various educational organizations and government entities within Lorain County that may be construed as being part of the School District's financial reporting when in fact they are not. For this reason, management has decided to differentiate between the organizations whose financial position will be incorporated within this report and the organizations that will not.

Excluded from this report for which the District is not a member, but may be viewed as a member, are the City of North Ridgeville, The Lorain County Public Library, and the various Parent Teacher Organizations. Also excluded from this report for which the District is a member are the Lake Erie Educational Computer Association, the Lake Erie Regional Council, the Lorain County Joint Vocational School, the North Ridgeville City Schools' Endowment Foundation, the Ohio School Boards Association, and the Ohio Schools Council.

Included in the financial reporting of this report is the Joint Insurance Health Plan Trust for the Benefit of North Ridgeville City School District Employees (the Trust). The Trust is legally separate from the District, but meets the criteria for being a component unit of the District's financials. More detail is described in Note 1 of the financial statements.

### **ECONOMIC CONDITION AND OUTLOOK**

The School District is a mix of residential and agricultural area. The District is experiencing considerable growth in residential development. The adjacent cities of Westlake and North Olmsted are nearing full commercial and residential development. North Ridgeville has direct access to the cities of Cleveland, Lorain and Elyria and other Midwest locations using a combination of interstates I-80, I-90, I-480 and State Route 10. These routes also make it easy for residents to commute daily to work in the cities of Lorain, Avon Lake and other areas in Lorain County and adjacent Cuyahoga County, including the City of Cleveland.

Residential development has been significant in recent years and is expected to increase with the completion of the sanitary trunk sewer to serve the westerly portion of the District. Approximately 340 new homes and other single-family residences were constructed in the City in 2006. In various stages of planning and construction are two planned community developments in the western half of the City: Waterbury and Dell Webb, a 640-acre development to include approximately 2,000 residential units of which 643 units have been completed; and Meadow Lakes, a 570-acre development to include approximately 1,900 residential units of which 624 units have been completed.

Other developments in the westerly portion include Avalon, an 80-acre subdivision to include 184 residential units, which is about ninety percent completed. Other developments include Windsor Point subdivision, which is to include up to 282 residential units, of which 35% is completed. Stone Creek subdivision will include up to 162 residential units and is approximately 73% complete.

In other areas of the City, Ridgefield Homes, an approximate 1,000 home development that began in the mid 1990's is about 57% completed. These homes have been sold for \$225,000 to \$900,000 with an average home sale of \$300,000. There are also a number of small subdivisions being developed throughout the City.

The District is still experiencing significant new commercial, retail and light industrial and warehousing development. This development is expected to continue for the next five to ten years. Four separate industrial parks are under development in the City of North Ridgeville. The largest of these is Taylor Woods Industrial Park, which is home to the facilities of Invacare Corporation (manufacturer of wheelchairs), Becket Gas, Incorporated (a manufacturer of gas burners) and Becket Air, Incorporated (a manufacturer of blower wheels). Another of these, Root Road Industrial Park, consisting of 13 acres began development in 2002. In 2006, building permits were issued for new commercial buildings with an estimated value of \$8,023,000 and commercial improvements of \$3,850,225.

Even though the District is experiencing economic development in the area of real estate, it does not necessarily mean that the District is experiencing revenue increases proportionately to the real estate development. Unfortunately, current state law prohibits school districts in Ohio from receiving additional tax revenue when the County Auditor reevaluates property values. In 1976, the Ohio General Assembly passed House Bill 920. This law requires the tax rate to be lowered by the same percentage property values are increased by the County Auditor's reevaluation. In calendar year 2007, North Ridgeville City Schools levied 42.62 mills of taxes to fund its operations. House Bill 920 lowered those mills to 28.34 mills for residential and agricultural properties and 28.99 mills for commercial and industrial properties.

In essence, House Bill 920 removes inflationary growth in revenue and requires school districts in Ohio to periodically place tax issues on the ballot for voter approval in order to receive additional revenue to offset rising costs.

### **MAJOR INITIATIVES – FISCAL YEAR 2007**

The School District's *Strategic Continuous Improvement Plan* remains the driving force behind academic success and expanded student services. This plan, in connection with our budgeting process, has resulted in a systematic improvement in both the short and long term in the areas of Academics, Finances, Business Affairs - Facilities/Buildings/Grounds/ Transportation, and Communication. The following is a brief list, by goal area, of the District's main accomplishments during the past fiscal year:

## **Academics**

- ❑ The School District has been designated “Effective” by the Ohio Department of Education.
- ❑ All academic buildings earned an “Effective” or “Excellent” academic rating by the Ohio Department of Education.
- ❑ The School District met its Adequate Yearly Progress target as set by the federal No Child Left Behind Act.
- ❑ High School student scores on college admission tests improved to exceed State and National averages.
- ❑ Implementation of new Courses of Study for English/Language Arts (Grade 6-12), Guidance, Music, and Preschool.
- ❑ Implementation of new textbooks for English/Language Arts (Grade 6-12), General Music (Grade K-7), and Science (PreK-5).
- ❑ Implemented Co-Teaching classroom model to better utilize regular education and special education faculty for serving special needs students.
- ❑ Expanded implementation of *Universal Design for Learning* methodology, *Sustained Silent Reading* and *Study Island* programs to enable teachers and parents to meet student’s varied need and learning styles.
- ❑ Provided high quality intervention programs for students through competitive grants.
- ❑ Enhanced our curriculum through increased technology to include SmartBoards, Interactive Video Distance Learning, Streaming Video, and numerous educational software applications.
- ❑ Teacher Mentor, Teacher Leadership Teams, and other Professional Development programs successfully implemented.

## **Finances**

- ❑ Developed and submitted a fully funded five-year forecast.
- ❑ North Ridgeville Schools spend less per pupil on Administration and more per pupil on instruction than the State or Local Average of similarly sized districts.
- ❑ Issued our seventh consecutive Comprehensive Annual Financial Report of the District.

## **Business Affairs - Facilities/Buildings/Grounds/Transportation**

- ❑ Selected the architectural firm of Burgess and Niple to begin the pre-bond planning and rendering for the pre kindergarten to twelve grade central campus project.
- ❑ Selected the firm of Regency Construction to serve as the Construction Manager for the pre kindergarten to twelve grad central campus project.
- ❑ Selected the firm of A.G. Edwards to serve as bond underwriters for the central campus project.
- ❑ Applied for the Expedited Local Partnership Program funding with the Ohio School Facilities Commission for state funding related to the central campus project.
- ❑ Purchased three new replacement buses with the aid of state funds.

## **Communication**

- ❑ Parent Involvement programs are implemented at all buildings.
- ❑ Involved and engaged community and staff in education planning and actions through Strategic Continuous Improvement Planning process, community forums, and speaking engagements with numerous local organizations and homeowners’ associations.
- ❑ Published a district annual report, calendar, and maintain up to date website.
- ❑ Created district programming for local cable access channel.
- ❑ Expanded the Business Advisory Team with increased involvement from business and community leaders. Expanded offerings at the High School to include local non-paid internships and employer presentations on job interviewing skills in the classroom setting.
- ❑ Increase coverage in the local newspaper.

### **Long Term and Capital Planning**

The District continues the process of seeking State assistance in long-term facilities planning. The District has enjoyed success in the passage of two renewal levies. However, in order to sustain the current level of operations, the District must secure additional long term funds to meet the increased demands of enrollment growth and the increased costs of compliance with State and Federal regulations. In fiscal year 2006, the District acquired two properties next to Wilcox and the High School to create a central campus that will eventually house students in preschool to twelve. Currently the District is in the process of securing the funding necessary to build a central campus setting to update the areas of Academics, Finances, Business Affairs - Facilities/Buildings/Grounds/Transportation, and Communication.

The final result of the process will be an approved list of long term and capital planning projects that will serve as the basis for future budget allocations and levy requests.

## **FINANCIAL OVERVIEW**

### **Internal Controls**

The School District's management is responsible for establishing and maintaining the internal control policies and procedures to ensure the safeguarding of the District's assets from loss, theft and misuse. These procedures are established by the District's management team and adopted by the Board of Education. These controls are designed to provide reasonable assurance, not absolute assurance. Absolute assurance would require the cost of these internal controls to be greater than the benefits derived. The possibility is also inherent in any internal control to be circumvented through collusion among employees.

### **Budget Process**

All funds, other than agency funds, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the appropriation resolution and the certificate of estimated resources, which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amounts that the Board of Education may appropriate. The appropriation resolution is the Board's authorization to spend resources and set annual limits on the 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.

### **Accounting System**

The District maintains its accounts in accordance with procedures established by the Auditor of the State of Ohio. The District uses a fully automated accounting system. The accounting system's software is maintained off site at the Educational Service Center of Lorain County.

The School District has issued "Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments" to its June 30, 2006 Comprehensive Annual Financial Report, which consists of the following:

**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.

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

**Statement of budgetary comparison** – These statements present comparison 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.

For a more detailed description, see the Management's Discussion and Analysis and the notes to the Basic Financial Statements.

### **DEBT ADMINISTRATION**

The District operated within the established overall debt margin and the un-voted debt margin. At June 30, 2007, outstanding bonds totaled \$2,506,142. Net debt retired was \$275,000 General Obligation Bonds for school improvement issued in 2002. As of June 30, 2007, the overall debt margin was \$ 56,309,372 and the un-voted debt margin was \$ 647,274.

### **CASH MANAGEMENT**

The School District adheres to regulations set forth in the Ohio Revised Code to ensure the safety of its investments.

All the District's cash is pooled for investment purposes in order to maximize yield while protecting principal. The School District's investment policy is the vehicle utilized for investment decisions. In the decision making process, the School District investment objectives are to preserve principal, obtain liquidity, maximize income and minimize cost for investment services.

Protection for these investments is primarily provided by the Federal Deposit Insurance Corporation (FDIC) and by the eligible securities pledged by the financial institution and by the single collateral pool established by the financial institution.

The investment policy and the financial needs of the District are accomplished through its investments in Certificates of Deposit, Repurchase Agreements, Government Securities, the State Treasurer Investment Pool (STAR Ohio) and sweep checking accounts.

### **RISK MANAGEMENT**

The District is exposed to various risks of loss. To control these various risks, property and casualty insurance, vehicle insurance, umbrella policy insurance, and a liability policy for school employees was purchased from Argonaut Insurance.

The District also purchases a surety bond coverage from Indiana Insurance Company for employees who handle money. The Treasurer has an additional surety bond with Ohio Farmers Insurance Company.

The District participates in the Ohio School Board Association Workers' Compensation Group Rating Program for injuries to employees while performing their daily job duties.

Additional information on the School District's Risk Management can be found in note 10 of the notes to the basic financial statements.

### **INDEPENDENT AUDIT**

State Statutes require the School District to be subject to an annual examination by an independent auditor. The annual audit serves to render an opinion on the financial statements and to maintain and strengthen the School District's accounting and budgeting controls. The opinion can be found at the beginning of the financial section of this report.



**AWARD**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the North Ridgeville City School District for its comprehensive annual financial report for the fiscal year ended June 30, 2006. This was the fifth consecutive year that the School District has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

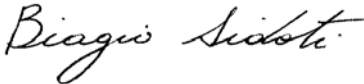
**ACKNOWLEDGEMENTS**

The continued publication of this report is a significant step towards improving the professionalism of the North Ridgeville City School District financial communication.

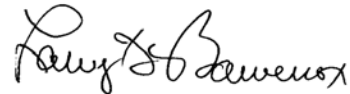
The preparation of this report could not have been accomplished without the efficient and dedicated help of the Treasurer's Office. The Comprehensive Annual Financial Report requires a major effort and special appreciation is extended to all internal departments who assisted in the preparation of this report.

A sincere appreciation is also extended to the Board of Education for their continued support in issuing North Ridgeville's City School District's Comprehensive Annual Financial Report.

Respectfully Submitted,



Mr. Biagio Sidoti, CPA  
Treasurer



Mr. Larry D. Bowersox  
Superintendent

NORTH RIDGEVILLE CITY SCHOOL BOARD OF EDUCATION  
PRINCIPAL OFFICIALS  
JUNE 30, 2007

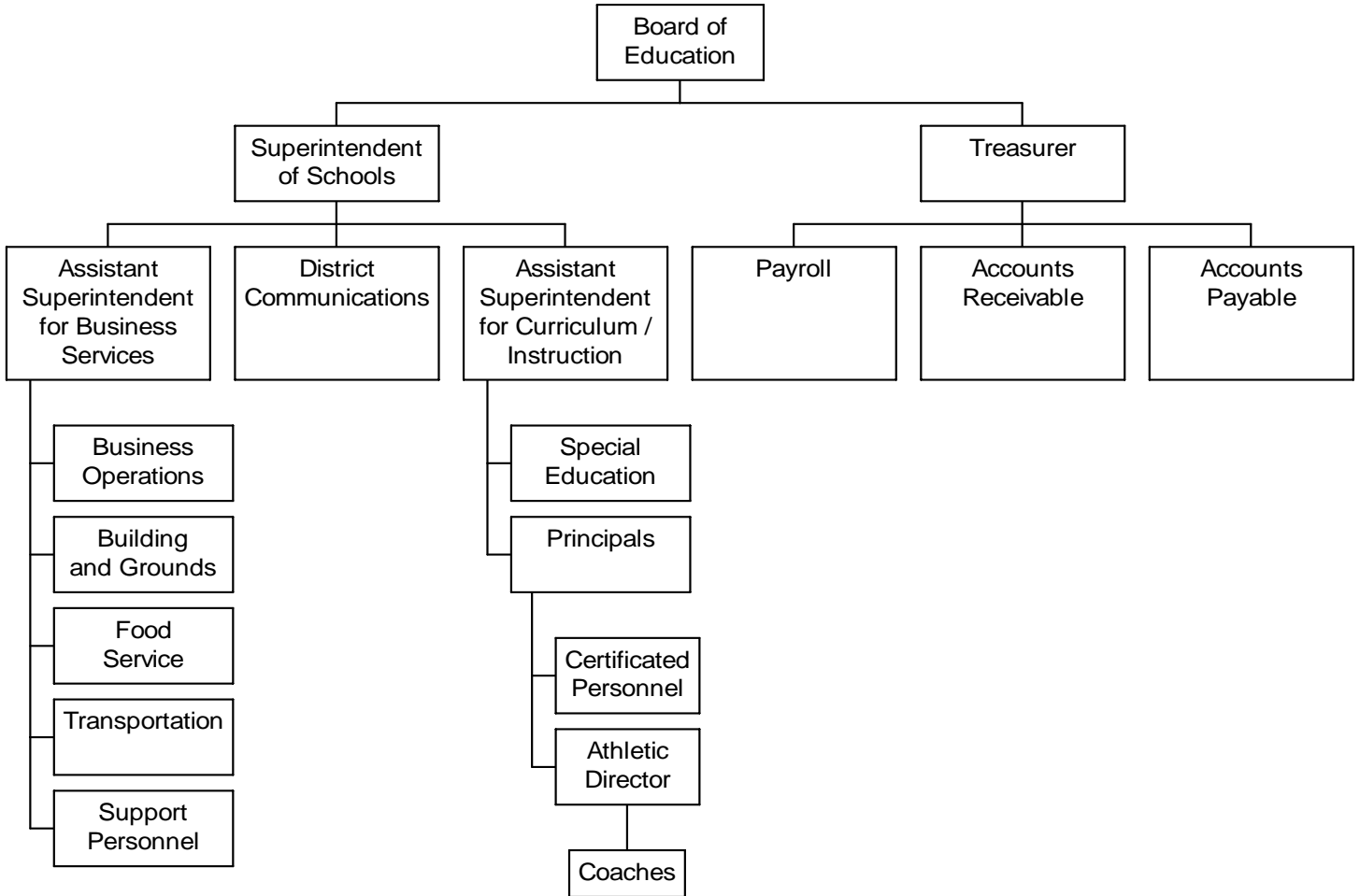
Board of Education

Mrs. Maria Sycz.....President  
Mr. Manuel Dominguez.....Vice President  
Mr. William Harinsh.....Member  
Mrs. Robin Hrabik.....Member  
Mr. Ross Mitchell.....Member

Administration

Mr. Larry Bowersox.....Superintendent  
Mr. Biagio Sidoti, CPA.....Treasurer  
Dr. Craig Phillips.....Assistant Superintendent for Curriculum/Instruction  
Mr. David Livingston.....Assistant Superintendent for Business Services

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
ORGANIZATION CHART



# Certificate of Achievement for Excellence in Financial Reporting

Presented to

North Ridgeville City  
School District, Ohio

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2006

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



President

Executive Director



# Mary Taylor, CPA

Auditor of State

## INDEPENDENT ACCOUNTANTS' REPORT

North Ridgeville City School District  
Lorain County  
5490 Mills Creek Lane  
North Ridgeville, Ohio 44039

To the Board of Education:

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the North Ridgeville City School District, Lorain County, Ohio, (the District) as of and for the year ended June 30, 2007, 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 did not audit the financial statements of the Jointly Administered Trust Fund for the Benefit of North Ridgeville City School District Employees (the Trust), representing all of the assets and revenues of the Internal Service Fund as of December 31, 2006, which represent 1.3% and 10.8% of the total assets and total revenues, respectively, of the governmental activities. Other auditors audited those financial statements. They have furnished their report thereon to us and we base our opinion, insofar as it relates to the amounts included for the Trust on the report of the other auditors.

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 and the report of the other auditors provides a reasonable basis for our opinions.

In our opinion, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the North Ridgeville City School District, Lorain County, Ohio, as of June 30, 2007, and the respective changes in financial position and where applicable, cash flows, thereof and the respective budgetary comparisons for the General Fund and Emergency Levy Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated January 28, 2008, 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 and the other auditors subjected the combining nonmajor fund statements and schedules to the auditing procedures applied in the audit of the basic financial statements. In our opinion, based on our audit and the report of the other auditors, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole. We and the other auditors 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.



**Mary Taylor, CPA**  
Auditor of State

January 28, 2008

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE YEAR ENDED JUNE 30, 2007

*Unaudited*

The management discussion and analysis of North Ridgeville City School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2007. The intent of this management discussion and analysis is to look at the School District's financial performance as a whole. Readers should also review the 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 2007 are as follows:

In total, net assets decreased by \$ 905,484.

Revenues for governmental activities totaled \$ 32,380,536 in 2007. Of this total, 88.8 percent consisted of General revenues while Program revenues accounted for the remaining balance of 11.2 percent.

Program expenses totaled \$ 33,286,020. Instructional expenses made up 56.9 percent of this total while support services accounted for 35.3 percent. Other expenses rounded out the remaining 7.8 percent.

### **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 North Ridgeville City 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 North Ridgeville City School District, the General Fund and the Emergency Levy Fund are the most significant.

### **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 2007?" The Statement of Net Assets and Statement of Activities answer this question. These statements include all assets and liabilities using the accrual basis of accounting, similar to the accounting used by most private-sector companies. Accrual accounting takes into account all the current year's revenues and expenses regardless of when cash is received or paid.

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

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE YEAR ENDED JUNE 30, 2007

*Unaudited*

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

**Reporting the School District's Most Significant Funds**

Fund Financial Statements

The analysis of the School District's major funds begins on page 15. Fund financial statements provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's most significant funds. The School District's major governmental funds are the General Fund and the Emergency Levy Fund.

Governmental Funds

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



NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE YEAR ENDED JUNE 30, 2007

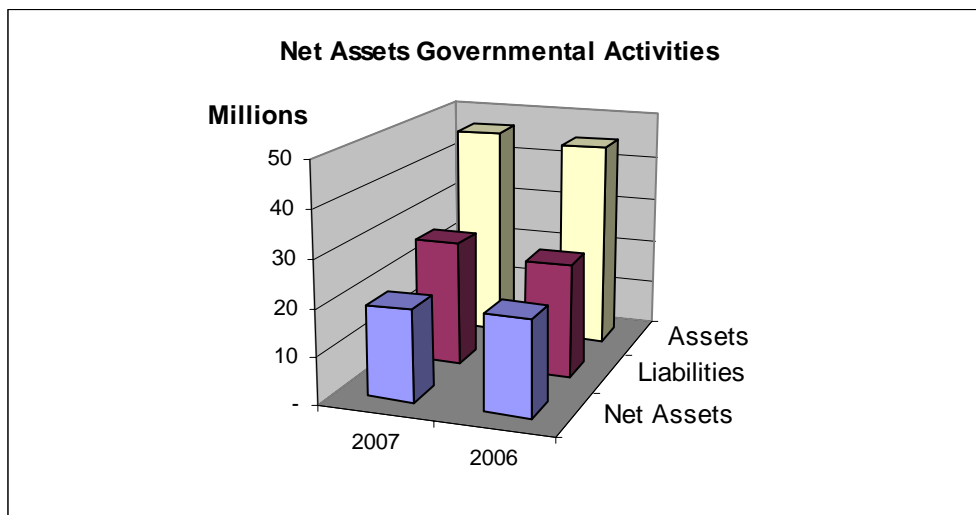
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**The School District as a Whole**

The Statement of Net Assets provides the perspective of the School District as a whole. Table 1 provides a summary of the School District's net assets for 2007 compared to 2006:

**Table 1**  
Total Net Assets

	<u>2007</u>	<u>2006</u>
<b>Assets</b>		
Current and other assets	\$ 32,012,818	\$ 30,244,430
Total capital assets, net	14,314,597	14,525,812
<b>Total assets</b>	<u>46,327,415</u>	<u>44,770,242</u>
<b>Liabilities</b>		
Current liabilities	22,282,354	19,358,270
Long term liabilities		
Due within one year	787,018	634,331
Due in more than one year	3,812,843	4,426,957
<b>Total liabilities</b>	<u>26,882,215</u>	<u>24,419,558</u>
<b>Net assets</b>		
Invested in capital assets, net of related debt	11,835,047	11,771,262
Restricted	1,077,767	1,061,976
Unrestricted	6,532,386	7,517,446
<b>Total net assets</b>	<u><u>\$ 19,445,200</u></u>	<u><u>\$ 20,350,684</u></u>



NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE YEAR ENDED JUNE 30, 2007

*Unaudited*

**Governmental Activities**

Total assets increased by \$ 1,557,173. The increase can be attributed to primarily to an increase in taxes receivable of \$ 1,775,445. This increase was offset by a decrease in cash of \$ 287,713 and depreciable capital assets, which is primarily attributable to a net change in accumulated depreciation of \$ 491,267. The remainder of the change is attributed to accounts receivable, due from other governments, and prepaid and deferred expenses which accounted for an increase of \$ 280,656.

Total liabilities increased by \$ 2,462,657. The majority of the increase can be attributed primarily to an increase in unearned revenue of \$ 2,513,659. Long term liabilities decreased by \$ 461,427. The remainder of the change is attributed to accounts and contracts payable, accrued wages and benefits, claims payable, accrued interest payable, due to other governments and compensated absences, which accounts for an increase of \$ 410,425.

By comparing assets and liabilities, one can see that the overall position of the School District reflects a decrease in net assets of \$ 905,484.

The vast majority of revenue supporting all Governmental Activities is General revenues. General revenues totaled \$ 28,757,139 or 88.8 percent of the total revenues. The most significant portion of the General revenues is local property tax. The remaining amount of revenue was in the form of program revenues, which equated to \$ 3,623,397 or only 11.2 percent of total revenue.

Table 2 summarizes the revenues, expenses and the changes in net assets for fiscal year 2007 and 2006.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED JUNE 30, 2007

*Unaudited*

**Table 2**  
JUNE 30, 2007

	2007	2006
Revenues		
Program revenues		
Charges for services and sales	\$ 1,949,757	\$ 1,751,150
Operating grants, interest and contributions	1,673,640	1,749,500
Total program revenues	3,623,397	3,500,650
General revenues		
Property taxes	16,105,001	16,281,038
Grants and entitlements not restricted to specific purposes	11,753,656	11,056,557
Investment earnings	540,965	445,746
Miscellaneous	357,517	481,067
Total general revenues	28,757,139	28,264,408
Total revenues	32,380,536	31,765,058
Program expenses		
Instruction		
Regular	13,964,123	13,604,996
Special	3,827,673	3,395,338
Vocational	483,696	433,462
Other instruction	677,282	659,767
Supporting services		
Pupil	1,419,027	1,363,607
Instructional staff	2,406,631	2,100,797
Board of education	104,838	68,503
Administration	1,780,095	1,795,164
Fiscal services	693,931	662,940
Business	271,207	258,882
Operation and maintenance	2,972,431	2,610,662
Pupil transportation	2,055,290	1,824,404
Central services	59,984	78,202
Operation of non-instructional services		
Food service operation	1,106,654	1,017,763
Community services	641,355	418,798
Extracurricular activities	719,142	696,805
Interest	102,661	112,501
Total expenses	33,286,020	31,102,591
Change in net assets	(905,484)	662,467
Net assets at beginning of year	20,350,684	19,688,217
Net assets at end of year	\$ 19,445,200	\$ 20,350,684

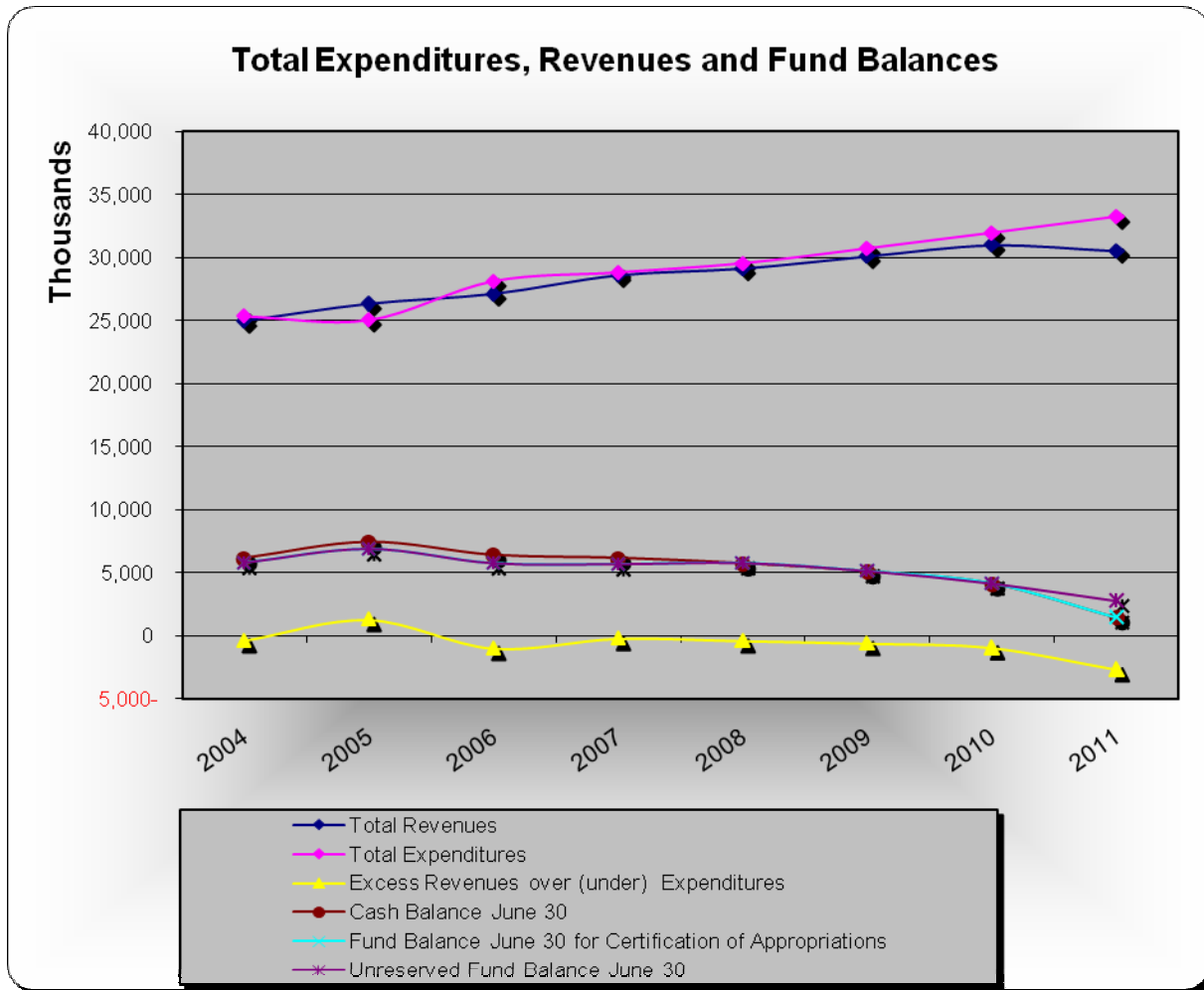
NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE YEAR ENDED JUNE 30, 2007

*Unaudited*

The School District has carefully planned its financial future by forecasting its revenues and expenditures over the next five years. In May of 2007, the School District completed its five year forecast. Based upon the current five year financial forecast, the School District has adequate operating funds for the next four years. 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.



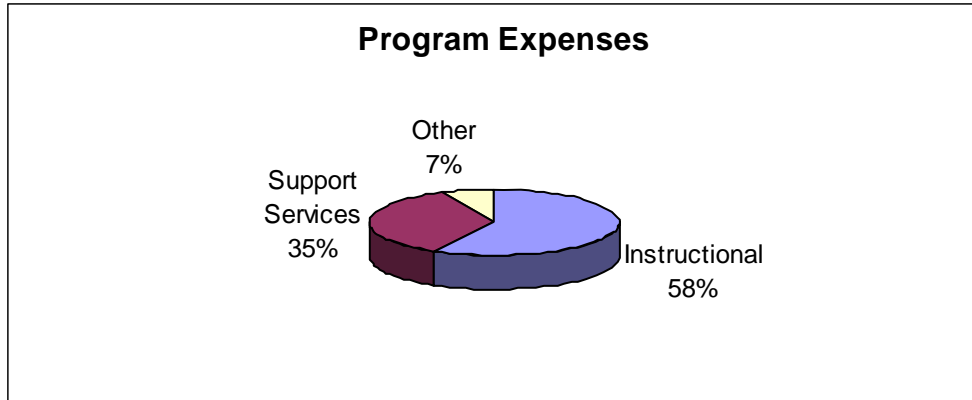
NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE YEAR ENDED JUNE 30, 2007

*Unaudited*

Approximately 57 percent of the School District's budget is used to fund instructional expenses. Additional supporting services for pupils, staff and business operations encompass an additional 35 percent. The remaining program expenses of 7 percent are budgeted to facilitate other obligations of the School District, such as the food service program, numerous extracurricular activities and debt service.



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

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE YEAR ENDED JUNE 30, 2007

*Unaudited*

**Table 3**  
JUNE 30, 2007

	<u>Total Cost of Services</u>	<u>Net Cost of Services</u>
Program expenses		
Instruction		
Regular	\$ 13,964,123	\$(13,427,434)
Special	3,827,673	(2,973,420)
Vocational	483,696	(483,696)
Other instruction	677,282	(677,282)
Supporting services		
Pupil	1,419,027	(1,283,322)
Instructional staff	2,406,631	(2,079,422)
Board of education	104,838	(104,838)
Administration	1,780,095	(1,780,095)
Fiscal services	693,931	(693,931)
Business	271,207	(271,207)
Operation and maintenance	2,972,431	(2,972,431)
Pupil transportation	2,055,290	(2,040,970)
Central services	59,984	(59,984)
Operation of non-instructional services		
Food service operation	1,106,654	(3,214)
Community services	641,355	(150,216)
Extracurricular activities	719,142	(558,500)
Interest	102,661	(102,661)
Total expenses	<u>\$ 33,286,020</u>	<u>\$(29,662,623)</u>

The reliance upon local tax revenues for governmental activities is crucial. Approximately 48.4 percent of expenses are directly supported by local property taxes. Grants and entitlements not restricted to specific programs support 35.3 percent, while investments and other miscellaneous type revenues support the remaining activity costs of 2.7 percent. Program revenues fund only 10.9 percent of all governmental expenses.

Clearly, the North Ridgeville community is by far the greatest source of financial support for the students of the North Ridgeville City Schools.

### School District Funds

Information regarding the School District's major funds can be found on page 15. These funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of \$ 31,653,935 and expenditures of \$ 33,313,508. The net changes in fund balances for the year were as follows: General Fund (\$ 1,480,808), Emergency Levy Fund (\$ 337,592) and Other Governmental Funds \$ 158,827. The decrease in fund balances is primarily due to expenditures increasing at a rate greater than the rate of increase in revenues.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE YEAR ENDED JUNE 30, 2007

*Unaudited*

**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 2007, the School District amended its General Fund budget three times. Original budgeted receipts for the General Fund were \$ 22,494,280 and final budgeted receipts, excluding other sources, were \$ 23,252,611. Actual receipts were \$ 23,252,621, which were \$ 10 more than final budgeted estimated receipts. Original appropriations were \$ 28,711,248 and final appropriations, excluding other uses, were \$ 24,243,793. Actual expenditures were \$ 24,237,815, which were \$ 5,978 less than final appropriations. Fluctuations among the budget basis expenditures categories are due to the School District's site-based style of budgeting that is designed to tightly control expenditures but provide flexibility for managers to redirect funds as conditions develop during the year.

The above circumstances allowed the School District to end the school year with a General Fund unencumbered cash balance of \$ 5,500,649 which was \$ 4,724,481 higher than original projections.

**Capital Assets and Debt Administration**

Capital Assets

All capital assets, except land, are reported net of depreciation. At the end of fiscal 2007, the School District had \$ 14,314,597 invested in land, buildings, equipment and vehicles. Table 4 shows fiscal 2007 values compared to 2006.

**Table 4**  
JUNE 30, 2007  
Governmental Activities

	<u>2007</u>	<u>2006</u>
Land	\$ 1,740,513	\$ 1,740,513
Building and improvements	11,345,082	11,584,471
Furniture and equipment	533,647	594,262
Vehicles	695,355	606,566
Total capital assets	<u>\$ 14,314,597</u>	<u>\$ 14,525,812</u>

During fiscal 2007, the School District purchased \$ 504,871 of capital assets and recorded depreciation expense of \$ 711,255. More detailed information is presented in Note 8 of the notes to the basic financial statements.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE YEAR ENDED JUNE 30, 2007

*Unaudited*

**Debt**

At June 30, 2007 the School District had \$ 2,506,142 in outstanding bonds. Proceeds from the bonds were used to renovate the Education Center and construct an addition to the High School. The bonds are to be repaid in annual payments of interest and principal through fiscal year 2017.

The School District's overall legal debt margin was \$ 56,309,372 with an unvoted debt margin of \$ 647,274. More detailed information is presented in Notes 13 and 14 of the notes to the basic financial statements.

**School District Outlook**

The Board of Education and the administration closely monitor the District's revenues and expenditures in accordance with its financial forecast and the School District's Continuous Improvement Plan.

The School District's financial future is not without challenges, though. The nature of school funding in Ohio severely restricts the growth in the School District's operating revenues and requires the School District to periodically seek additional funds from the taxpayers to offset rising operating costs. The North Ridgeville voters continue to show their support for the schools as illustrated with the passage of renewal levies.

In addition, the problem of limited growth in revenue, school districts are faced with the challenge of losing traditional sources of tax revenue through the Ohio General Assembly legislative actions. In June, 2005 the State of Ohio enacted legislation, portions of which take effect at various times, that phases out the taxation of tangible personal property used in business (other than certain public utility tangible personal property) over four years from tax year 2006 to tax year 2009. To compensate local government units for the foregone revenue, the enacted legislation provides for State distributions from revenue generated by the enacted commercial activities tax.

Financial aid from the State of Ohio through the State Foundation Program has been declining as a major source of operating revenue for the North Ridgeville City School District. Because North Ridgeville City Schools is considered a wealthy district in terms of property values, it receives a relatively small amount of revenue from the State to fund operating expenses.

As a result of the challenges mentioned above, the School District's administration continues to carefully and prudently plan its expenditures to provide adequate resources to meet student needs over the next several years. The administration is currently reviewing all programs and services provided to students with the goal of reducing operating costs.

The North Ridgeville City School District has committed itself to financial excellence for many years. The School District has received a Certificate of Achievement for Excellence in Financial Reporting by the Governmental Financial Officers Association (GFOA) since 2001 and will seek to receive the award in years to come.

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

This report is designed to provide our citizens, taxpayers and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact Biagio Sidoti, CPA, Treasurer at North Ridgeville City School District, 5490 Mills Creek Lane, North Ridgeville, Ohio 44039.



NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

STATEMENT OF NET ASSETS

JUNE 30, 2007

	Governmental Activities
<b>Assets</b>	
Equity in pooled cash	\$ 8,187,828
Investments	302,263
Accounts receivable	64,943
Due from other governments	1,425,149
Prepaid and deferred expenses	1,630,071
Taxes receivable	20,402,564
Capital assets	
Nondepreciable capital assets	1,740,513
Depreciable capital assets, net	12,574,084
<b>Total assets</b>	<b>46,327,415</b>
<b>Liabilities</b>	
Accounts and contracts payable	390,975
Accrued salaries, wages and benefits	3,272,691
Claims payable	429,629
Accrued interest payable	8,115
Due to other governments	891,021
Unearned revenue	17,289,923
Long term liabilities	
Due within one year	787,018
Due in more than one year	3,812,843
<b>Total liabilities</b>	<b>26,882,215</b>
<b>Net assets</b>	
Invested in capital assets, net of related debt	11,835,047
Restricted for:	
Debt service	600,859
Food service	41,184
School supplies	95,563
Extracurricular activities	4,954
State grants	54,876
Federal grants	227,450
Other purposes	52,881
Unrestricted	6,532,386
<b>Total net assets</b>	<b>\$ 19,445,200</b>

See accompanying notes to the basic financial statements.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2007

		Program Revenues		Net (Expense)
	Expenses	Charges for Services and Sales	Operating Grants Interest and Contributions	Revenue and Changes in Net Assets
Governmental activities				
Instruction				
Regular	\$ 13,964,123	\$ 408,029	\$ 128,660	\$ (13,427,434)
Special	3,827,673	73,861	780,392	(2,973,420)
Vocational	483,696	-	-	(483,696)
Other instruction	677,282	-	-	(677,282)
Supporting services				
Pupil	1,419,027	135,705	-	(1,283,322)
Instructional staff	2,406,631	68,080	259,129	(2,079,422)
Board of education	104,838	-	-	(104,838)
Administration	1,780,095	-	-	(1,780,095)
Fiscal services	693,931	-	-	(693,931)
Business	271,207	-	-	(271,207)
Operation and maintenance	2,972,431	-	-	(2,972,431)
Pupil transportation	2,055,290	-	14,320	(2,040,970)
Central services	59,984	-	-	(59,984)
Operation of non-instructional services				
Food service operation	1,106,654	1,103,440	-	(3,214)
Community services	641,355	-	491,139	(150,216)
Extracurricular activities	719,142	160,642	-	(558,500)
Interest	102,661	-	-	(102,661)
Totals	\$ 33,286,020	\$ 1,949,757	\$ 1,673,640	(29,662,623)
General revenues				
Property taxes levied for:				
				15,127,166
				366,782
				611,053
				11,753,656
				540,965
				357,517
				28,757,139
Change in net assets				
				(905,484)
				20,350,684
				\$ 19,445,200

See accompanying notes to the basic financial statements.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

BALANCE SHEET -  
GOVERNMENTAL FUNDS

JUNE 30, 2007

	General Fund	Emergency Levy Fund	Other Governmental Funds	Total Governmental Funds
<b>Assets</b>				
Equity in pooled cash	\$ 6,013,600	\$ -	\$ 1,921,636	\$ 7,935,236
Restricted cash	31,850	-	-	31,850
Receivables, net of allowance				
Taxes, current	14,178,617	4,581,606	1,137,241	19,897,464
Taxes, delinquent	369,100	72,200	63,800	505,100
Accounts and other	15,720	-	-	15,720
Due from other governments	-	-	1,425,149	1,425,149
Interfund receivable	1,349,432	-	-	1,349,432
<b>Total assets</b>	<b>\$ 21,958,319</b>	<b>\$ 4,653,806</b>	<b>\$ 4,547,826</b>	<b>\$ 31,159,951</b>
<b>Liabilities and fund balances</b>				
<b>Liabilities</b>				
Accounts and contracts payable	\$ 176,015	\$ -	\$ 64,086	\$ 240,101
Accrued wages and benefits	3,196,322	-	76,369	3,272,691
Due to other governments	842,082	-	48,939	891,021
Interfund payable	-	-	1,349,432	1,349,432
Unearned revenue	11,908,919	3,758,463	2,127,641	17,795,023
Compensated absences	502,018	-	-	502,018
<b>Total liabilities</b>	<b>16,625,356</b>	<b>3,758,463</b>	<b>3,666,467</b>	<b>24,050,286</b>
<b>Fund balances</b>				
Reserved for property taxes	2,638,798	895,343	209,738	3,743,879
Reserved for encumbrances	374,615	-	505,087	879,702
Reserved for capital maintenance	31,850	-	-	31,850
Unreserved, reported in				
General Fund	2,287,700	-	-	2,287,700
Special Revenue Funds	-	-	238,984	238,984
Debt Service Fund	-	-	481,805	481,805
Capital Projects Funds	-	-	(554,255)	(554,255)
<b>Total fund balances</b>	<b>5,332,963</b>	<b>895,343</b>	<b>881,359</b>	<b>7,109,665</b>
<b>Total liabilities and fund balances</b>	<b>\$ 21,958,319</b>	<b>\$ 4,653,806</b>	<b>\$ 4,547,826</b>	<b>\$ 31,159,951</b>

See accompanying notes to the basic financial statements.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO  
NET ASSETS OF GOVERNMENTAL ACTIVITIES  
JUNE 30, 2007

Total governmental funds balances		\$ 7,109,665
Amount reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not financial resources and therefore not reported in the funds.		14,314,597
Other long term assets are not available to pay for current period expenditures and therefore are deferred in the funds:		
Property taxes		505,100
Prepaid and deferred expenses		1,600,656
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.		21,140
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:		
Compensated absences		(1,591,701)
Bonds payable		(2,506,142)
Accrued interest payable		(8,115)
		19,445,200
Total net assets of governmental activities		\$ 19,445,200

See accompanying notes to the basic financial statements.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
GOVERNMENTAL FUNDS

FOR THE YEAR ENDED JUNE 30, 2007

	General Fund	Emergency Levy Fund	Other Governmental Funds	Total Governmental Funds
<b>Revenues</b>				
Taxes	\$ 11,226,193	\$ 3,815,973	\$ 940,235	\$ 15,982,401
Tuition and fees	307,754	-	134,852	442,606
Interest	465,917	-	57,351	523,268
Intergovernmental	10,584,540	480,570	2,362,186	13,427,296
Extracurricular	-	-	211,504	211,504
Charges for services	-	-	723,678	723,678
Other	249,427	-	93,755	343,182
<b>Total revenues</b>	<b>22,833,831</b>	<b>4,296,543</b>	<b>4,523,561</b>	<b>31,653,935</b>
<b>Expenditures</b>				
<b>Current</b>				
<b>Instruction</b>				
Regular	8,859,715	4,568,969	356,939	13,785,623
Special	2,908,794	-	823,023	3,731,817
Vocational	480,579	-	-	480,579
Other instruction	675,856	-	-	675,856
<b>Supporting services</b>				
Pupil	1,295,274	-	129,254	1,424,528
Instructional staff	2,171,515	-	159,306	2,330,821
Board of education	104,838	-	-	104,838
Administration	1,824,567	-	191	1,824,758
Fiscal services	608,193	65,166	16,131	689,490
Business	262,344	-	-	262,344
Operation and maintenance	2,398,378	-	121,260	2,519,638
Pupil transportation	1,884,420	-	198,962	2,083,382
Central services	52,765	-	7,015	59,780
<b>Operation of non-instructional services</b>				
Food service operation	-	-	1,114,015	1,114,015
Community services	-	-	647,630	647,630
Extracurricular activities	447,132	-	237,941	685,073
Capital outlay	229,139	-	286,791	515,930
<b>Debt service</b>				
Principal	-	-	275,000	275,000
Interest	-	-	102,406	102,406
<b>Total expenditures</b>	<b>24,203,509</b>	<b>4,634,135</b>	<b>4,475,864</b>	<b>33,313,508</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>(1,369,678)</b>	<b>(337,592)</b>	<b>47,697</b>	<b>(1,659,573)</b>
<b>Other financing sources (uses)</b>				
Transfers-in	-	-	118,385	118,385
Transfers-out	(111,130)	-	(7,255)	(118,385)
<b>Total other financing sources (uses)</b>	<b>(111,130)</b>	<b>-</b>	<b>111,130</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>(1,480,808)</b>	<b>(337,592)</b>	<b>158,827</b>	<b>(1,659,573)</b>
<b>Fund balances, beginning of year</b>	<b>6,813,771</b>	<b>1,232,935</b>	<b>722,532</b>	<b>8,769,238</b>
<b>Fund balances, end of year</b>	<b>\$ 5,332,963</b>	<b>\$ 895,343</b>	<b>\$ 881,359</b>	<b>\$ 7,109,665</b>

See accompanying notes to the basic financial statements.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2007

Net change in fund balances - total governmental funds \$ (1,659,573)

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

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

	Capital outlay, net	500,040	
	Depreciation expense	<u>(711,255)</u>	(211,215)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. Property taxes 122,600

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. 275,000

Accrued interest expense in the statement of activities does not require the use of current financial resources and, therefore, is not reported as an expenditure in governmental funds. In the statement of activities bond accretion is amortized over the term of the bonds, whereas in governmental funds, the expenditure is reported when the bonds are issued.

	Accrued interest	885	
	Annual accretion	<u>(1,140)</u>	(255)

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. Compensated absences 406,373

The internal service fund used by management to charge the costs of insurance to individual funds is not reported in the district-wide statement of activities. Governmental fund expenditures and the related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund is allocated among the governmental activities. 13,842

The internal service fund is a component unit of the District and has a different fiscal year-end than the District. This causes timing differences in the amounts recorded as revenue in the component unit and the amount of expenses recorded by the District.

	District contributions to component unit for its fiscal year-end June 30, 2007	1,600,656	
	Revenue in component unit for its fiscal year-end December 31, 2006	<u>(1,452,912)</u>	147,744

Change in net assets of governmental activities \$ (905,484)

See accompanying notes to the basic financial statements.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
BUDGET BASIS (NON-GAAP) AND ACTUAL – GENERAL FUND

FOR THE YEAR ENDED JUNE 30, 2007

	Budget Amounts		Actual	Positive (Negative)
	Original	Final		
Revenues				
Taxes	\$ 11,286,649	\$ 11,667,146	\$ 11,667,146	\$ -
Tuition and fees	297,717	307,754	307,754	-
Interest	450,713	465,907	465,917	10
Intergovernmental	10,239,349	10,584,540	10,584,540	-
Miscellaneous	219,852	227,264	227,264	-
Total revenues	<u>22,494,280</u>	<u>23,252,611</u>	<u>23,252,621</u>	<u>10</u>
Expenditures				
Current				
Instruction				
Regular	9,828,970	8,442,606	8,440,475	2,131
Special	3,522,308	2,973,523	2,971,337	2,186
Vocational	553,332	476,626	476,626	-
Other instruction	788,111	679,226	679,226	-
Supporting services				
Pupil	1,497,950	1,286,284	1,285,958	326
Instructional staff	2,418,633	2,081,354	2,081,354	-
Board of education	120,157	102,953	102,953	-
Administration	2,078,756	1,775,779	1,775,779	-
Fiscal services	784,526	645,477	645,477	-
Business	429,916	319,509	319,509	-
Operation and maintenance	2,996,532	2,497,989	2,497,989	-
Pupil transportation	2,232,949	1,885,296	1,885,296	-
Central services	66,399	54,313	54,313	-
Extracurricular activities	517,750	446,219	446,219	-
Capital outlay	874,959	576,639	575,304	1,335
Total expenditures	<u>28,711,248</u>	<u>24,243,793</u>	<u>24,237,815</u>	<u>5,978</u>
Excess (deficiency) of revenues over expenditures	<u>(6,216,968)</u>	<u>(991,182)</u>	<u>(985,194)</u>	<u>5,988</u>
Other financing sources (uses)				
Gain (loss) on sale of assets	-	17,431	17,431	-
Advances in	-	186,398	186,398	-
Transfers-out	-	(111,130)	(111,130)	-
Advances out	-	(12,053)	(12,053)	-
Total other financing sources (uses)	<u>-</u>	<u>80,646</u>	<u>80,646</u>	<u>-</u>
Net change in fund balance	(6,216,968)	(910,536)	(904,548)	5,988
Prior year encumbrances	587,939	587,939	587,939	-
Fund balances, beginning of year	5,817,258	5,817,258	5,817,258	-
Fund balances, end of year	<u>\$ 188,229</u>	<u>\$ 5,494,661</u>	<u>\$ 5,500,649</u>	<u>\$ 5,988</u>

See accompanying notes to the basic financial statements.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
BUDGET BASIS (NON-GAAP) AND ACTUAL – EMERGENCY LEVY FUND

FOR THE YEAR ENDED JUNE 30, 2007

	Emergency Levy Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Taxes	\$ 4,223,257	\$ 4,152,618	\$ 4,152,618	\$ -
Intergovernmental	488,745	480,570	480,570	-
Total revenues	<u>4,712,002</u>	<u>4,633,188</u>	<u>4,633,188</u>	<u>-</u>
Expenditures				
Current				
Instruction				
Regular	4,568,969	4,568,969	4,568,969	-
Supporting services				
Fiscal services	65,166	65,166	65,166	-
Total expenditures	<u>4,634,135</u>	<u>4,634,135</u>	<u>4,634,135</u>	<u>-</u>
Net change in fund balance	77,867	(947)	(947)	-
Prior year encumbrances	-	-	-	-
Fund balances, beginning of year	947	947	947	-
Fund balances, end of year	<u>\$ 78,814</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See accompanying notes to the basic financial statements.



NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

STATEMENT OF FUND NET ASSETS -  
INTERNAL SERVICE FUND

DECEMBER 31, 2006

	<u>Self Insurance</u>
Assets	
Current assets	
Equity in pooled cash	\$ 220,742
Investments	302,263
Accounts receivable	49,223
Prepaid expenses	29,415
Total assets	<u>601,643</u>
Liabilities	
Current liabilities	
Accounts payable	150,874
Claims payable	429,629
Total liabilities	<u>580,503</u>
Net assets	
Restricted	737,000
Unrestricted	(715,860)
Total net assets	<u>\$ 21,140</u>

See accompanying notes to the basic financial statements.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS -  
INTERNAL SERVICE FUND  
FOR THE YEAR ENDED DECEMBER 31, 2006

	Self Insurance
Operating revenues	
Charges for services	\$ 3,509,562
Operating expenses	
Purchased services	377,325
Claims	3,136,092
Total operating expenses	3,513,417
Operating income	(3,855)
Nonoperating revenues	
Interest income	17,697
Change in net assets	13,842
Net assets, beginning of year	7,298
Net assets, end of year	\$ 21,140

See accompanying notes to the basic financial statements.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

STATEMENT OF CASH FLOWS -  
INTERNAL SERVICE FUND

FOR THE YEAR ENDED DECEMBER 31, 2006

	Self Insurance
Cash flows from operating activities	
Cash received from interfund services	\$ 3,460,338
Cash payments for claims	(3,120,721)
Cash payments for goods and services	(309,531)
Net cash provided by operating activities	30,086
Cash flows from investing activities	
Interest income	17,203
Net cash provided by investing activities	17,203
Net increase in cash and cash equivalents	47,289
Cash and cash equivalents, beginning of year	173,453
Cash and cash equivalents, end of year	\$ 220,742
Reconciliation of operating income to net cash used for operating activities:	
Operating income	\$ (3,855)
Adjustments	
Increase in accounts receivable	(49,223)
Increase in prepaid expenses	(837)
Increase in accounts payable	67,381
Increase in claims payable	16,620
Total adjustments	33,941
Net cash used for operating activities	\$ 30,086

See accompanying notes to the basic financial statements.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES  
AGENCY FUNDS  
JUNE 30, 2007

Assets	
Equity in pooled cash	\$ 70,177
Total assets	70,177
Liabilities	
Accounts payable	2,489
Due to students	63,302
Due to others	4,386
Total liabilities	\$ 70,177

See accompanying notes to the basic financial statements.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2007

NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY

The North Ridgeville City School District (the District) was established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio. The District is a city school district as defined by Section 3311.03 of the Ohio Revised Code. The District operates under an elected Board of Education consisting of five members and is responsible for providing public education to residents of the District. Average daily membership on, or as of, October 1, 2006 was 3,564. The District employs 264 certificated and 177 non-certificated employees.

REPORTING ENTITY

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

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

Component units are legally separate organizations for which the District is financially accountable. The District is financially accountable for an organization if the District appoints a voting majority of the organizations' governing board and, 1) the District is able to significantly influence the programs or services performed or provided by the organization; or 2) the District is legally entitled to or can otherwise access the organizations' resources; the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of or provided financial support to the organization; or the District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the District in that the District approves the budget, the issuance of debt, or the levying of taxes.

Blended component units, although legally separated entities are, in substance, part of the District's operations and so data from these units are combined with data of the District. The District's blended component unit is described below:

Joint Insurance Health Plan Trust for the Benefit of North Ridgeville City School District Employees (the Trust) – Although the Trust is legally separate from the District, it should be reported as if it were part of the primary government because its sole purpose is to provide benefits to District employees for hospitalization, medical, dental, vision, and prescription drugs as provided for in the collective bargaining agreements. The District's participation is disclosed in Note 10 to the financial statements.

Financial information for the Trust's year ended December 31, 2006 is presented in these financial statements as an internal service fund. Complete financial statements for the Trust may be obtained by contacting the Plan Administrator at 10045 College Park, Concord, Ohio 44060.

The District is associated with the Lake Erie Educational Computer Association, the Lake Erie Regional Council, the Lorain County Joint Vocational School District, and the Ohio School Council Association which are considered to be jointly governed organizations. The District also participates in a public risk pool managed by the Ohio Schools Boards Association Workers' Compensation Group Rating Program. These organizations and their relationships with the District are described in more detail in Notes 10 and 18 to these financial statements.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2007

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

The financial statements of the District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Following are the more significant of the District's accounting policies.

**A. BASIS OF PRESENTATION**

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

**Government-wide Financial Statements**

The statement of net assets and the statement of activities display information about the District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The activity of the internal service fund is eliminated to avoid "doubling up" revenues and expenses.

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

**Fund Financial Statements**

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

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2007

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. FUND ACCOUNTING

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

Governmental Funds

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

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.

Emergency Levy Fund - this fund is to provide an account for the proceeds from a special levy.

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

Proprietary Fund

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

Internal Service Fund - the internal service fund accounts for the financing of services provided by one department or agency to other departments or agencies of the District on a cost reimbursement basis. The District's only internal service fund accounts for the activities of the Trust; a blended component unit of the District.

Fiduciary Funds

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

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2007

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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 District are included on the Statement of Net Assets. The Statement of Activities presents increases (revenues) and decreases (expenses) in the total net assets.

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

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

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 are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and the fiduciary funds also use the accrual basis of accounting. Differences in the accrual and modified accrual bases 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. "Measurable" means the amount of the transaction can be determined, and "available" means collectible within the current fiscal year or soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means expected to be received within sixty days of fiscal year end.



NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
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NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. BASIS OF ACCOUNTING (continued)

Nonexchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied (See Note 6). Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted; matching requirements, in which the District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

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

Unearned Revenue

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

Property taxes for which there is an enforceable legal claim as of June 30, 2007, but which were levied to finance fiscal year 2008 operations, have been recorded as unearned revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as unearned revenue.

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

Expenditures/Expenses

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

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2007

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

E. BUDGETARY PROCESS

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

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

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

F. CASH AND INVESTMENTS

Cash received by the District is deposited in one central bank account with individual fund balance integrity maintained through District records. Monies for all funds are maintained in this account or temporarily transferred to the State Treasurer's investment pool (STAROhio) or other short term investments. Under existing Ohio statutes, interest earnings are allocated to funds based on average monthly cash balances. Interest revenue credited to the General Fund during fiscal year 2007 amounted to \$ 465,917, which includes \$ 68,757 assigned from other School District Funds.

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

The District has invested in the State Treasury Asset Reserve of Ohio (STAROhio) during the year. STAROhio is an investment pool managed by the State Treasurer's Office, which allows governments within the State to pool their funds for investment purposes. STAROhio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAROhio are valued at STAROhio's share price, which is the price the investment could be sold for on June 30, 2007.

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

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
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NOTES TO THE BASIC FINANCIAL STATEMENTS  
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NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

F. CASH AND INVESTMENTS (continued)

The Trust documents specifically require the maintenance of an insurance reserve, consisting of cash and investments, to provide a minimum funding level within the Trust to provide for future claims. At December 31, 2006 and 2005 this calculated reserve amount was \$ 737,000 and \$ 665,000, respectively. The Trustees authorized use of this reserve to subsidize Trust expenses with an understanding that the funds would be replenished by increasing employee and District contributions and changes in benefits provided. This amount is reflected as restricted in the fund equity section of the Statement of Fund Net Assets – Internal Service Fund.

The required balance in the run-out reserve is an amount equal to the incurred but unreported claims liability as calculated by the actuary. The balance in the run-out reserve was calculated to be \$ 346,000 and \$ 342,300 at December 31, 2006 and 2005, respectively. The balance in the reserve was not fully funded at December 31, 2005 but in April, 2006 the Board transferred the required amount to fund the reserve from the operating account. The balance in the run-out reserve at December 31, 2006 was fully funded.

G. RESTRICTED ASSETS

Assets are reported as restricted assets when limitations on their use change the normal understanding of the availability of the asset. Such constraints are either imposed by creditors, contributors, grantors, or laws of other government or imposed by enabling legislation. (See Note 17).

H. CAPITAL ASSETS

General capital assets are those assets which are associated with and generally arise from governmental activities. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net assets but are not reported on the fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and reductions during the year. Donated capital assets are recorded at their fair market values as of the date received. The District maintains a capitalization threshold of \$ 1,000 and useful life of more than five years. The District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized.

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

<u>Asset</u>	<u>Estimated Useful Life</u>
Buildings	50 years
Building improvements	5 - 20 years
Furniture and equipment	5 - 20 years
Vehicles	5 - 10 years

I. INTERFUND BALANCES

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

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2007

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

J. COMPENSATED ABSENCES

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the District 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 vesting method. The liability is based on an estimate of the amount of accumulated sick leave that will be paid as a termination benefit. The liability includes employees who are currently eligible to receive termination benefits and those the District has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employees' wage rates at fiscal year end, taking into consideration any limits specified in the District's termination policy.

For governmental fund financial statements, the current portion of unpaid compensated absences is the amount that is normally expected to be paid using expendable available financial resources. These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated leave are paid. The noncurrent portion of the liability is not reported.

K. ACCRUED LIABILITIES AND LONG-TERM OBLIGATIONS

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

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

L. NET ASSETS

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction, or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws, or regulations of other governments. At June 30, 2007, net assets restricted by enabling legislation were \$ 600,859 in the statement of net assets.

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

M. FUND BALANCE RESERVES AND DESIGNATIONS

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

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2007

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

M. FUND BALANCE RESERVES AND DESIGNATIONS (continued)

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

N. OPERATING REVENUES AND EXPENSES

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

O. INTERFUND TRANSACTIONS

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

P. ESTIMATES

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

NOTE 3 – DEFICIT FUND EQUITY

At June 30, 2007 the following funds had the deficit fund balances.

Special Revenue Funds		
M.I.S.	\$	1,240
Uniform School Supplies		70,029
Summer School		37,552
Capital Projects Fund		
Capital Projects		98,863
	\$	<u>207,684</u>

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

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2007

NOTE 4 - BUDGETARY BASIS OF ACCOUNTING

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

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

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

Net Change in Fund Balance		
	General Fund	Emergency Levy Fund
Budget basis	\$ (904,548)	\$ (947)
Adjustments, increase (decrease)		
Revenue accruals	(622,619)	(336,645)
Expenditure accruals	46,359	-
GAAP basis, as reported	\$ (1,480,808)	\$ (337,592)

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2007

NOTE 5 - DEPOSITS AND INVESTMENTS

A. LEGAL REQUIREMENTS

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

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

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

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

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

Interim monies may be invested in the following securities:

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

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2007

NOTE 5 - DEPOSITS AND INVESTMENTS(continued)

A. LEGAL REQUIREMENTS (continued)

6. The State Treasurer's investment pool (STAR Ohio);
7. Commercial paper and bankers' acceptances (if authorized by the Board of Education), and
8. Under limited circumstances, corporate debt interests rated in either of the two highest rating classifications by at least two nationally recognized rating agencies.

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

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

At fiscal year end, the District had \$ 3,052 in cash on hand which is included on the balance sheet of the District as part of "Equity in Pooled Cash".

B. DEPOSITS

Custodial credit risk is the risk that, in the event of a bank failure, the District's deposits may not be returned. The District does not have a deposit policy for custodial credit risk. At fiscal year end, the carrying amount of the District's deposits was \$ 4,416 the bank balance was \$ 628,255. Of the bank balance, \$ 157,263 was covered by federal depository insurance and \$ 470,992 was uninsured. Of the remaining balance, \$ 470,992 was collateralized with securities held by the pledging institution's trust department not in the District's name.

At December 31, 2006, the fiscal year end of the Trust, the District's component unit, the carrying amount of the Trust's deposits was \$ 220,742 and the bank balance was the same, all of which was covered by Federal depository insurance or by collateral held by a qualified third party trustee in the name of the Trust.

C. INVESTMENTS

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. As of June 30, 2007, the District had the following investments:

	Maturities	Fair Value
STAROhio	n/a	\$ 8,029,795



NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
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NOTE 5 - DEPOSITS AND INVESTMENTS(continued)

C. INVESTMENTS (continued)

The following table presents investments at December 31, 2006 of the Trust, the District's component unit:

Treasury Notes			
3.000% due 2/15/2008	\$	39,131	
2.250% due 2/15/2007		39,863	
3.000% due 2/15/2009		38,562	
3.500% due 2/15/2010		38,588	
U.S. Government Bonds			
3.350% due 12/26/2008		48,459	
4.400% due 12/28/2009		48,896	
4.375% due 3/9/2010		48,764	
	<u>\$</u>	<u>302,263</u>	

D. INTEREST RATE RISK

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

E. CREDIT RISK

The District follows the Ohio Revised Code that limits its investment choices. As of June 30, 2007, the District's investment in StarOhio was rated AAAM by Standard & Poor's.

F. CONCENTRATION OF CREDIT RISK

The District places no limit on the amount that may be invested in any one issuer.

NOTE 6 - PROPERTY TAXES

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

Property taxes include amounts levied against all real, public utility, and tangible personal (used in business) property located in the District. Real and public utility property tax revenues received in calendar year 2007 represent the collection of calendar year 2006 taxes. Real property taxes for 2007 were levied after April 1, 2006, on the assessed values as of January 1, 2006, the lien date. Assessed values for real property taxes are established by State statute at 35 percent of appraised market value. Real property taxes are payable annually or semiannually. If paid annually, payment is due December 31; if paid semiannually, the first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

Public utility real and tangible personal property taxes for 2007 were levied after April 1, 2006, on the assessed values as of December 31, 2005, the lien date. Public utility real property is assessed at 35 percent of true value; tangible personal property is currently assessed at varying percentages of true value. Public utility property taxes are payable on the same dates as real property taxes described previously.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
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NOTE 6 - PROPERTY TAXES (continued)

Tangible personal property tax revenues received in calendar year 2007 (other than public utility property) represent the collection of calendar year 2007 taxes. Tangible personal property taxes for 2006 were levied after April 1, 2006, on the value as of December 31, 2006. The tangible personal property tax is being phased out – the assessment percentage for all property including inventory is 12.5 percent for 2007. This will be reduced to 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 semiannually. If paid annually, payment is due April 30; if paid semiannually, the first payment is due April 30, with the remainder payable by September 20. Tangible personal property taxes paid by April 30 are usually received by the District prior to June 30.

The District receives property taxes from Lorain County. The County Auditor periodically advances to the District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2007 are available to finance fiscal year 2007 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable represents delinquent taxes outstanding and real property, public utility property, and tangible personal property taxes which were measurable as of June 30, 2007 and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, amounts to be received during the available period are not subject to reasonable estimation at June 30, nor were they levied to finance fiscal year 2007 operations. The receivable is therefore offset by a credit to deferred revenue for that portion not intended to finance current year operations. The amount available as an advance was recognized as revenue.

The amount available as an advance at June 30, 2007, was \$ 2,638,798 in the General Fund, \$ 895,343 in the Emergency Levy Fund, \$ 79,054 in the Debt Service Fund and \$ 130,684 in the Capital Projects Fund. The amount available as an advance at June 30, 2006, was \$ 3,079,751 in the General Fund, \$ 1,231,988 in the Emergency Levy Fund, \$ 107,861 in the Debt Service Fund and \$ 170,202 in the Capital Projects Fund.

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

	2006 Second Half Collections		2007 First Half Collections	
	Amount	%	Amount	%
Agricultural / Residential				
Real Estate	\$ 494,711,180	84.20 %	\$ 577,570,940	85.97 %
Other Commercial	61,483,010	10.47	69,703,000	10.38
Public Utility Tangible	12,533,180	2.13	12,382,300	1.84
Tangible Personal Property	18,804,216	3.20	12,133,626	1.81
	<u>\$ 587,531,586</u>	<u>100.00 %</u>	<u>\$ 671,789,866</u>	<u>100.00 %</u>
 Tax Rate per \$ 1,000 of Assessed Valuation:	 <u>43.92</u>		 <u>42.62</u>	

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2007

**NOTE 7 - RECEIVABLES**

Receivables at June 30, 2007, consisted of property taxes, accounts and other, due from other governments and interfund. All receivables are considered substantially collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current year guarantee of federal funds. All receivables are expected to be collected within one year. A summary of the principal items of due from other governments follows:

Fund	Amount
Miscellaneous State Grants	\$ 27,300
IDEA Part B	1,089,787
Title I	152,080
Title V	6,019
Title IV	8,964
EHA Preschool	25,828
Title VI-R	98,910
Miscellaneous Federal Grants	1,389
Food Service	4,472
Entry Year Teacher	10,400
Total due from other governments	\$ 1,425,149

**NOTE 8 - CAPITAL ASSETS**

Capital asset activity for the fiscal year ended June 30, 2007, was as follows:

	Balance June 30, 2006	Additions	Disposals	Balance June 30, 2007
<b>Governmental Activities</b>				
Nondepreciable capital assets				
Land	\$ 1,740,513	\$ -	\$ -	\$ 1,740,513
Depreciable capital assets				
Buildings and improvements	19,957,502	115,849	1,050	20,072,301
Furniture and equipment	4,306,929	175,286	126,100	4,356,115
Vehicles	1,900,709	213,736	97,669	2,016,776
Total capital assets being depreciated	26,165,140	504,871	224,819	26,445,192
Less accumulated depreciation				
Buildings and improvements	8,373,031	355,238	1,050	8,727,219
Furniture and equipment	3,712,667	231,070	121,269	3,822,468
Vehicles	1,294,143	124,947	97,669	1,321,421
Total accumulated depreciation	13,379,841	711,255	219,988	13,871,108
Depreciable capital assets, net of accumulated depreciation	12,785,299	(206,384)	4,831	12,574,084
Governmental activities capital assets, net	\$ 14,525,812	\$ (206,384)	\$ 4,831	\$ 14,314,597

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2007

NOTE 8 - CAPITAL ASSETS (continued)

Depreciation expense was charged to governmental functions as follows:

Instruction		
Regular	\$	290,519
Special		46,753
Vocational		5,461
Supporting services		
Pupil		25,320
Instructional staff		45,196
Administration		25,539
Fiscal		7,740
Operation and maintenance of plant		38,104
Pupil transportation		132,443
Central services		595
Operation of non-instructional services		
Food service		14,288
Community services		42,514
Extracurricular activities		36,783
Total depreciation expense	\$	<u>711,255</u>

NOTE 9 - INTERFUND ASSETS/LIABILITIES

On the fund financial statements at June 30, 2007, interfund balances consisted of the following:

	<u>Due from:</u>
	Nonmajor
	Governmental
	<u>Funds</u>
Due to:	
General Fund	\$ <u>1,349,432</u>

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

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2007

NOTE 10 - RISK MANAGEMENT

A. PROPERTY AND LIABILITY

The District is exposed to various risks of loss related to torts, theft, damage to, and destruction of assets, errors and omissions, injuries to employees and natural disasters. There have not been any significant reductions in insurance coverage from coverage in the prior year, and the amounts of settlements have not exceeded coverage for any of the prior three years.

The District has a property and casualty policy with the Governmental Underwriters of America. The deductible is \$ 2,500 per incident on property and \$ 500 per incident on inland marine. All vehicles are insured and have a \$ 500 deductible. The umbrella policy is insured with Governmental Underwriters of America. This umbrella is excess liability insurance over the primary coverage. The limits of this coverage are \$ 4,000,000 per occurrence and \$ 4,000,000 per aggregate. All board members, administrators and employees are covered under a school district liability policy with Governmental Underwriters of America with a \$ 5,000 deductible and \$ 1,000,000 limit per claim and a \$ 2,000,000 annual aggregate limit. A surety bond in the amount of \$ 25,000 covers the Treasurer with Ohio Farmers Insurance Company. Remaining employees who handle money are covered with a public employees blanket bond in the amount of \$ 100,000 with Governmental Underwriters of America and have a \$ 250 deductible.

B. WORKERS' COMPENSATION

The District participates in the Ohio Association of School Business Officials 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 Ohio School Boards Association (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.

The intent of the GRP is to achieve the benefit of a reduced premium for the District by virtue of its grouping and representation with other participants in the GRP. The workers' compensation experience of the participating school districts is calculated as one experience and a common premium rate is applied to all school districts in the GRP. Each participant pays its workers' compensation premium to the State based on the rate for the GRP rather than its individual rate. Total savings are then calculated and each participant's individual performance is compared to the overall savings percentage of the GRP. A participant will then either receive money from or be required to contribute to the "equity pooling fund." This "equity pooling" arrangement insures that each participant shares equally in the overall performance of the GRP. Participation in the GRP is limited to 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 MEDICAL BENEFITS

In order to minimize the annual cost of medical insurance, the North Ridgeville City School District Board of Education and unions that represent its employees have entered into a Joint Insurance Health Plan Trust for the Benefit of North Ridgeville City School District Employees (the Trust). The Trust provides benefits for hospitalization, medical, dental, vision, and prescription drugs, in accordance with the terms and provisions as agreed to by the Plan Trustees, including a per person \$ 1,000,000 lifetime limit, with enrollment periods as provided in the Trust agreement. Provisions in the union contracts limit contributions by the District to fund benefits with its employees. Those union contracts require the Plan Trustees to devise cost containment measures in the event that benefit expenditures exceed money contributions that the Board of Education is required to make. Thus in future years, additional contributions from employees may be required, or other cost containment measures may be implemented.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2007

NOTE 10 - RISK MANAGEMENT (continued)

C. EMPLOYEE MEDICAL BENEFITS (continued)

The claims liability of \$ 429,629 at June 30, 2007, is based on an estimate provided by the third party administrator and the requirements of Governmental Accounting Standards Board Statement No. 30. The Trust establishes a liability for both reported and unreported insured events. Changes in the balance of claims liability are summarized below. Incurred claims and claim payments are not segregated between current and prior year claims due to the impracticability of obtaining such information.

	June 30, 2007	June 30, 2006
Unpaid claims, beginning of year	\$ 413,009	\$ 371,269
Incurred claims	3,136,092	2,911,378
Paid claims	(3,119,472)	(2,869,638)
Unpaid claims, end of year	\$ 429,629	\$ 413,009

NOTE 11 - DEFINED BENEFIT PENSION PLANS

A. SCHOOL EMPLOYEES RETIREMENT SYSTEM (SERS)

The North Ridgeville City School District contributes to the School Employees Retirement System of Ohio (SERS), a cost-sharing multiple employer defined benefit pension plan. SERS provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by state statute per Chapter 3309 of the Ohio Revised Code. The School Employees Retirement System 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 SERS, 300 East Broad St., Suite 100, Columbus, Ohio 43215-3746 or by calling (614) 222-5853.

Plan members are required to contribute 10 percent of their annual covered salary and the North Ridgeville City District is required to contribute at an actuarially determined rate. The current rate is 14 percent of annual covered payroll. A portion of the District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for fiscal year 2007, 10.68% of annual covered salary was the portion used to fund obligations. The contribution requirements of plan members and employers are established and may be amended, up to statutory maximum amounts, by the SERS' Retirement Board. The North Ridgeville City School District's contributions for pension obligations to SERS for the years ended June 30, 2007, 2006, and 2005 were \$ 449,777, \$ 404,654, and \$ 379,742, respectively. The full amount has been contributed for 2006 and 2005. For 2007, \$ 231,063 (51%) has been contributed.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2007

NOTE 11 - DEFINED BENEFIT PENSION PLANS (continued)

B. STATE TEACHERS RETIREMENT SYSTEM (STRS)

The North Ridgeville City School District contributes to the State Teachers Retirement System of Ohio (STRS Ohio), a cost-sharing multiple employer public employee retirement system administered by the State Teachers Retirement Board. STRS Ohio provides retirement and disability benefits to members and death and survivor benefits to beneficiaries. STRS Ohio is a statewide retirement plan for licensed teachers and other faculty members employed in the public schools of Ohio or any school, college, university, institution or other agency controlled, managed and supported, in whole or in part, by the state or any political subdivision thereof. STRS Ohio issues a stand-alone financial report. Copies of STRS Ohio's Comprehensive Annual Financial Report can be requested by writing STRS Ohio, 275 E. Broad St., Columbus, Ohio 43215-3371, or by calling 614-227-4090.

New members have a choice of three retirement plans, a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. The DB plan offers an annual retirement allowance based on final average salary times a percentage that varies based on years of service, or an allowance based on member contributions and earned interest matched by STRS Ohio funds 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 members designated beneficiary is entitled to receive the member's account balance.

For the fiscal year ended June 30, 2007, plan members were required to contribute 10 percent of their annual covered salaries. The District was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations. Contribution rates are established by the State Teachers Retirement Board, upon recommendations of its consulting actuary, not to exceed the 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 North Ridgeville City School District's required contribution for pension obligations to the DB Plan for the fiscal years ended June 30, 2006, 2005, and 2004, were \$ 1,918,562, \$ 1,810,216, and \$ 1,723,218, respectively. For 2007, \$ 1,603,421 (84%) has been contributed. The full amount has been contributed for 2006 and 2005.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2007

**NOTE 12 - POSTEMPLOYMENT BENEFITS**

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

STRS retirees who participated in the DB or Combined Plans and their dependents are eligible for health care coverage. The STRS Board has statutory authority over how much, if any, of the health care costs will be absorbed by STRS. All benefit recipients pay a portion of the health care cost in the form of a monthly premium. By law, the cost of coverage paid from STRS funds is included in the employer contribution rate, currently 14 percent of covered payroll. For the fiscal year ended June 30, 2007, the STRS Board allocated employer contributions equal to 1 percent of covered payroll to the Health Care Stabilization Fund. For the District, this amount equaled \$ 147,582 for fiscal year 2007.

STRS pays health care benefits from the Health Care Stabilization Fund. At June 30, 2006, (the latest information available) the balance in the Fund was \$ 3.5 billion. For the year ended June 30, 2006 net health care costs paid by STRS were \$ 282,743,000 and STRS had 119,184 eligible benefit recipients.

For SERS, coverage is made available to service retirees with ten or more fiscal years of qualifying service credit, and to disability and survivor benefit recipients. All retirees and beneficiaries are required to pay a portion of their premium for health care. The portion is based on years of service, Medicare eligibility, and retirement status. Premiums may be reduced for retirees whose household income falls below the poverty level.

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, 2007, employer contributions to fund health care benefits were 3.32 percent of covered payroll. In addition, SERS levies a surcharge to fund health care benefits equal to 14 percent of the difference between a minimum pay and the member's pay, pro-rated for partial service credit. For fiscal year 2007, the minimum pay was established at \$ 35,800. However, the surcharge is capped at 2 percent of each employer's SERS salaries. For the 2007 fiscal year, the District paid \$ 223,081 to fund health care benefits, including the surcharge.

The surcharge, added to the unallocated portion of the 14 percent employer contribution rate, provides for maintenance of the asset target level for the health care fund. Expenses for health care for the fiscal year ended June 30, 2006 (the latest information available), were \$ 158,751,207. The target level for the health care fund is 150% of the projected claims less premium contributions for the next fiscal year. As of June 30, 2006, the value of the health care fund was \$ 295.6 million, which is about 221% of the next year's projected net health care costs. On the basis of actuarial projections, the allocated contributions will be insufficient, in the long term, to provide for a health care reserve equal to at least 150% of estimated annual net claims costs. The number of participants eligible to receive benefits as of June 30, 2006, was 59,492.



NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2007

NOTE 13 - LONG-TERM OBLIGATIONS

Changes in the District's long-term obligations during fiscal year 2007 were as follows:

	Balance June 30, 2006	Increase	Decrease	Balance June 30, 2007	Amounts Due In One Year
Serial bonds	\$ 2,470,000	\$ -	\$ 275,000	\$ 2,195,000	\$ 285,000
Capital appreciation bonds	284,550	-	-	284,550	-
Accretion on capital appreciation bonds	25,452	1,140	-	26,592	-
Compensated absences	2,281,286	632,539	820,106	2,093,719	502,018
	<u>\$ 5,061,288</u>	<u>\$ 633,679</u>	<u>\$ 1,095,106</u>	<u>\$ 4,599,861</u>	<u>\$ 787,018</u>

Principal and interest requirements to retire bonds payable outstanding at June 30, 2007, were as follows:

Year ending June 30,	Principal	Interest	Total
2008	\$ 285,000	\$ 91,901	\$ 376,901
2009	108,393	278,022	386,415
2010	94,233	292,182	386,415
2011	81,924	304,491	386,415
2012	300,000	80,040	380,040
2013-2017	1,610,000	184,657	1,794,657
	<u>\$ 2,479,550</u>	<u>\$ 1,231,293</u>	<u>\$ 3,710,843</u>

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

NOTE 14 - BONDS PAYABLE

Bonds payable at year end consisted of:

	Balance June 30, 2006	Additions	Deductions	Balance June 30, 2007
General obligation bonds				
School Improvement, refunding current interest bonds, (2001) 3.85% through 2016	\$ 2,470,000	\$ -	\$ 275,000	\$ 2,195,000
School Improvement, refunding capital appreciation bonds, and accretion of interest (2001) 14.5 (average effective) 2008, 2009, 2010 maturity	310,002	1,140	-	311,142
	<u>\$ 2,780,002</u>	<u>\$ 1,140</u>	<u>\$ 275,000</u>	<u>\$ 2,506,142</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2007

NOTE 14 – BONDS PAYABLE (continued)

The original amount of bonds issued in 2001 was \$ 3,699,550. The general obligation bonds include Serial and capital appreciation bonds. The present value (as of issue date) reported in the Statement of Net Assets at June 30, 2007 was \$ 2,479,550. The accreted interest of \$ 26,592 has been included in the Statement of Activities at June 30, 2007. This year the addition of these bonds was \$1,140 which represents the increase in the accretion of interest. The final amount of these bonds will be \$ 300,000 payable through June 2010.

NOTE 15 – OPERATING LEASES

The District is obligated under certain leases accounted for as operating leases. Operating leases do not give rise to property rights or lease obligations. During 2007, expenditures for operating leases totaled \$ 103,260.

The following is a schedule of future minimum rental payments required under operating leases that have initial or remaining noncancelable lease terms in excess of one year as of June 30, 2007.

Year ending June 30,	Amount
2008	\$ 115,212
2009	114,971
Total minimum lease payments	<u>\$ 230,183</u>

NOTE 16 – PRIOR YEAR DEFEASANCE OF DEBT

In 2002, the District defeased 1992 general obligation bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the District's financial statements. At June 30, 2007, \$ 3,020,000 of bonds outstanding are considered to be defeased.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2007

NOTE 17- SET-ASIDES

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

The following cash basis information identifies the changes in the fund balance reserves for textbooks and capital maintenance during fiscal year 2007.

	Textbook	Capital Maintenance
Balance, July 1, 2006	\$ (678,128)	\$ -
Required set aside	545,546	545,546
Qualifying expenditures	(828,636)	(513,696)
Balance June 30, 2007	\$ (961,218)	\$ 31,850

Expenditures and offset credits for textbooks and capital maintenance during the year were \$ 828,636 and \$ 513,696, respectively. Textbook expenditures have exceeded statutory requirements by \$ 961,218 which may be used as offset credits for future years' set aside requirements.

NOTE 18 - JOINTLY GOVERNED ORGANIZATION

A. LAKE ERIE EDUCATION COMPUTER ASSOCIATION

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

LEECA is governed by a board of directors chosen from the general membership of the LEECA assembly. The board of directors consists of a representative from the fiscal agent, the chairman of each operating committee, and at least one assembly member from each county from which participating districts are located. Financial information can be obtained by contacting the Treasurer at the Educational Service Center of Lorain County, which serves as fiscal agent, located at 1885 Lake Avenue, Elyria, Ohio 44035. During the year ended June 30, 2007, the District paid \$ 102,668 to LEECA.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2007

NOTE 18 - JOINTLY GOVERNED ORGANIZATION (continued)

B. LAKE ERIE REGIONAL COUNCIL (LERC)

The Lake Erie Regional Council (LERC) is a jointly governed organization among twelve districts. The jointly governed organization was formed for the purpose of promoting cooperative agreements and activities among its members in dealing with problems of mutual concern such as a media center, gas consumption, food service and insurance. Each member provided operating resources to LERC on a per pupil or usage charge except for insurance. The LERC assembly consists of a superintendent or designated representative from each participating district and the fiscal agent. LERC is governed by a board of directors chosen from the general membership. The degree of control exercised by any participating district is limited to its representation on the board. Financial information can be obtained by contacting the Treasurer at the Educational Service Center of Lorain County located at 1885 Lake Avenue, Elyria, Ohio 44035. During the year ended June 30, 2007 the District paid \$ 201,051 to LERC.

C. LORAIN COUNTY JOINT VOCATIONAL SCHOOL DISTRICT

The Lorain County Joint Vocational School District is a separate body politic and corporate, established by the Ohio Revised Code to provide for vocational and special education needs of the students. The Board of the Lorain County Joint Vocational School District is comprised of representatives from each participating school district and is responsible for approving its own budgets, appointing personnel, and accounting and financing related activities. The North Ridgeville City School District's students may attend the Lorain County Joint Vocational School District. Each school district's control is limited to its representation on the board. Financial information can be obtained by contacting the Lorain County Joint Vocational School District, 15181 State Route 58, Oberlin, Ohio 44074.

D. OHIO SCHOOLS COUNCIL

The Ohio Schools Council (Council) is a jointly governed organization among eighty-three school districts. The Council was formed to offer supplies and services at the lowest possible cost to the member districts. Each district supports the Council by paying an annual participation fee for the services provided. 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.

The North Ridgeville City Schools participates in the Council's electric purchase program which was implemented during fiscal year 2000. The program allows school districts to purchase electricity at reduced rates for a period of eight years through Energy Acquisition Corporation (Corporation), a non-profit corporation with a self-appointing board of trustees. The Corporation issued \$ 119,140,000 of notes to prepurchase eight years of electricity from Cleveland Electric Illuminating (CEI). The participating school districts are not obligated in any manner for this debt. If a participating school district terminates their agreement during the eight year period, they are required to repay the savings to CEI and CEI will refund the remaining prepayment related to that participant to Energy Acquisition Corporation.

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.

Financial information can be obtained by contacting David P. Cottrell, the Executive Secretary/Treasurer of the Ohio Schools Council at 6133 Rockside Road, Suite 10, Independence, Ohio 44131.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2007

NOTE 19 – INTERFUND TRANSFERS

Interfund transfers for the year ended June 30, 2007 consisted of the following:

	Transfer from:		
Transfer to:	General Fund	Nonmajor Governmental Funds	Total
Nonmajor governmental funds	\$ 111,130	\$ 7,255	\$ 118,385

Transfers were to provide for payment of expenditures and to close out programs.

NOTE 20 - CONTINGENCIES

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

Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the District at June 30, 2007.

NOTE 21 – RETIREMENT INCENTIVE PLAN

The District has adopted an early retirement incentive plan which became effective July 1, 1998 and expires on August 31, 2008. Certificated employees who met certain eligibility requirements will receive a lump sum retirement buyout equal to \$ 700 for each year of STRS service. Payment will be made in three equal installments beginning in January of the calendar year following the date of retirement and the following two Januarys thereafter. As of June 30, 2007 the District's liability related to this retirement incentive plan was \$ 140,000.

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**COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES**

## **NONMAJOR GOVERNMENTAL FUNDS DESCRIPTIONS**

### **SPECIAL REVENUE FUNDS**

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

Support Fund - This fund accounts for specific local revenue sources, other than taxes (i.e. profits from vending machines, sales of pictures, etc.) that are restricted to expenditures for specified purposes approved by board resolution. Such expenditures may include curricular and extra-curricular related purchases.

Athletic Fund - The purpose of this fund is to account for those student activity programs, which have student participation in the activity but do not have student management of the programs. This fund includes athletic programs, band, cheerleaders, flag corps, and other similar types of activities.

Auxiliary Service Fund - This fund accounts for monies, which provide services and materials to pupils attending non-public schools within the school district.

M.I.S. Fund - The Management Information System Fund is provided for hardware and software development, or other costs associated with the requirements of the management information system.

Data Communications Fund - This fund is provided to account for money appropriated for Ohio Educational Computer Network Connections.

SchoolNet Teacher Development Fund - The purpose of this fund is to account for a limited number of professional development subsidy grants.

Ohio Reads Fund - This fund is intended 1) to improve reading outcomes, especially on the fourth grade reading proficiency test, and 2) for volunteer coordinators in public school buildings, for educational service centers for costs associated with volunteer coordination, for background checks for volunteers, to evaluate the Ohio Reads Program, and for operating expenditures associated with administering the program.

Miscellaneous State Grants Fund - The purpose of this fund is to account for various monies received from state agencies, which are not classified elsewhere. A separate special cost center must be used for each grant and be approved by the Auditor of State.

IDEA Part B Fund- This fund is for the provision of grants to assist states 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.



## **NONMAJOR GOVERNMENTAL FUNDS DESCRIPTIONS**

### **SPECIAL REVENUE FUNDS (CONTINUED)**

Title I Fund - This fund is to provide financial assistance to state and local educational agencies to meet the special needs of educationally deprived children.

Title V Fund - This fund provides funds to state and local educational agencies in the form of elementary and secondary education. Funds may be used for various materials, technology, and projects implementing school improvement and parental involvement activities authorized under ESEA, Title 1.

Title IV Fund – This fund provides funds for a disciplined environment conducive to learning, by preventing violence in and around schools and strengthen programs that prevent the illegal use of alcohol, tobacco, and drugs, involve parents, and coordinated with related Federal, State, and community efforts and resources.

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

Title VI-R Fund - This fund is used to account for monies to hire additional classroom teachers in grades 1 through 3, so that the number of students per teacher will be reduced.

Miscellaneous Federal Grants Fund – This fund is used to account for various monies received from the Federal government through state agencies or directly from the Federal government which are not accounted for elsewhere.

Food Service Fund - This fund is used to record financial transactions related to food service operations.

Uniform School Supplies Fund - This is a rotary fund provided to account for the purchase and sale of school supplies as adopted by the board of education for use in the schools of the district. Profit derived from such sale is to be used for school purposes or activities in connection with the school.

Summer School Fund – This fund is used to account for transactions related to the District's summer school program.

Special Projects Fund - This fund is used to account for monies received from others to be used for specific projects.

Entry Year Teacher Fund - This fund accounts for monies used to support an entry year program for beginning teachers that hold a two year provisional teaching license and are teaching in their license field.

## **NONMAJOR GOVERNMENTAL FUNDS DESCRIPTIONS**

### **DEBT SERVICE FUND**

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

### **CAPITAL PROJECTS FUND**

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

Capital Projects Fund - This fund accounts for all transactions related to the acquisition, construction, or improvement of capital facilities and equipment.

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NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS

JUNE 30, 2007

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Fund	Total Nonmajor Governmental Funds
<b>Assets</b>				
Equity in pooled cash	\$ 513,193	\$ 481,805	\$ 926,638	\$ 1,921,636
Restricted cash				
Receivables, net of allowance				
Taxes, current	-	403,074	734,167	1,137,241
Taxes, delinquent	-	40,000	23,800	63,800
Due from other governments	1,425,149	-	-	1,425,149
<b>Total assets</b>	<b>\$ 1,938,342</b>	<b>\$ 924,879</b>	<b>\$ 1,684,605</b>	<b>\$ 4,547,826</b>
 <b>Liabilities and fund balances</b>				
<b>Liabilities</b>				
Accounts and contracts payable	\$ 32,925	\$ -	\$ 31,161	\$ 64,086
Accrued wages and benefits	76,369	-	-	76,369
Due to other governments	48,939	-	-	48,939
Interfund payable	224,408	-	1,125,024	1,349,432
Unearned revenue	1,136,338	364,020	627,283	2,127,641
<b>Total liabilities</b>	<b>1,518,979</b>	<b>364,020</b>	<b>1,783,468</b>	<b>3,666,467</b>
 <b>Fund balances</b>				
Reserved for property taxes	-	79,054	130,684	209,738
Reserved for encumbrances	180,379	-	324,708	505,087
Unreserved	238,984	481,805	(554,255)	166,534
<b>Total fund balances</b>	<b>419,363</b>	<b>560,859</b>	<b>(98,863)</b>	<b>881,359</b>
 <b>Total liabilities and fund balances</b>	<b>\$ 1,938,342</b>	<b>\$ 924,879</b>	<b>\$ 1,684,605</b>	<b>\$ 4,547,826</b>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS

FOR THE YEAR ENDED JUNE 30, 2007

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Fund	Total Nonmajor Governmental Funds
Revenues				
Taxes	\$ -	\$ 335,082	\$ 605,153	\$ 940,235
Tuition and fees	134,852	-	-	134,852
Interest	17,269	-	40,082	57,351
Intergovernmental	2,150,145	42,110	169,931	2,362,186
Extracurricular	211,504	-	-	211,504
Charges for services	723,678	-	-	723,678
Other	93,755	-	-	93,755
Total revenues	<u>3,331,203</u>	<u>377,192</u>	<u>815,166</u>	<u>4,523,561</u>
Expenditures				
Current				
Instruction				
Regular	328,222	-	28,717	356,939
Special	823,023	-	-	823,023
Supporting services				
Pupil	129,254	-	-	129,254
Instructional staff	159,306	-	-	159,306
Administration	191	-	-	191
Fiscal services	-	5,712	10,419	16,131
Operation and maintenance	-	-	121,260	121,260
Pupil transportation	12,320	-	186,642	198,962
Central services	-	-	7,015	7,015
Operation of non-instructional services				
Food service operation	1,114,015	-	-	1,114,015
Community services	647,630	-	-	647,630
Extracurricular activities	237,941	-	-	237,941
Capital outlay	-	-	286,791	286,791
Debt service				
Principal	-	275,000	-	275,000
Interest	-	102,406	-	102,406
Total expenditures	<u>3,451,902</u>	<u>383,118</u>	<u>640,844</u>	<u>4,475,864</u>
Excess (deficiency) of revenues over expenditures	<u>(120,699)</u>	<u>(5,926)</u>	<u>174,322</u>	<u>47,697</u>
Other financing sources (uses)				
Transfers-in	118,385	-	-	118,385
Transfers-out	(7,255)	-	-	(7,255)
Total other financing sources (uses)	<u>111,130</u>	<u>-</u>	<u>-</u>	<u>111,130</u>
Net change in fund balances	(9,569)	(5,926)	174,322	158,827
Fund balances, beginning of year	<u>428,932</u>	<u>566,785</u>	<u>(273,185)</u>	<u>722,532</u>
Fund balances, end of year	<u>\$ 419,363</u>	<u>\$ 560,859</u>	<u>\$ (98,863)</u>	<u>\$ 881,359</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2007

	Support	Athletic	Auxiliary Service	M.I.S
<b>Assets</b>				
Equity in pooled cash	\$ 108,860	\$ 35,609	\$ 55,327	\$ -
Due from other governments	-	-	-	-
<b>Total assets</b>	<b>\$ 108,860</b>	<b>\$ 35,609</b>	<b>\$ 55,327</b>	<b>\$ -</b>
<b>Liabilities and fund balances</b>				
<b>Liabilities</b>				
Accounts and contracts payable	\$ 13,297	\$ 655	\$ 5,312	\$ -
Accrued wages and benefits	-	-	5,952	1,240
Due to other governments	-	-	2,277	-
Interfund payable	-	30,000	-	-
Unearned revenue	-	-	-	-
<b>Total liabilities</b>	<b>13,297</b>	<b>30,655</b>	<b>13,541</b>	<b>1,240</b>
<b>Fund balances</b>				
Reserved for encumbrances	20,762	12,605	40,882	-
Unreserved	74,801	(7,651)	904	(1,240)
<b>Total fund balances</b>	<b>95,563</b>	<b>4,954</b>	<b>41,786</b>	<b>(1,240)</b>
<b>Total liabilities and fund balances</b>	<b>\$ 108,860</b>	<b>\$ 35,609</b>	<b>\$ 55,327</b>	<b>\$ -</b>

<u>Data Communications</u>	<u>SchoolNet Teacher Development</u>	<u>Ohio Reads</u>	<u>Miscellaneous State Grants</u>	<u>IDEA Part B</u>	<u>Title I</u>
\$ -	\$ -	\$ 690	\$ 11,203	\$ 27,275	\$ 35,978
-	-	-	27,300	1,089,787	152,080
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 690</u>	<u>\$ 38,503</u>	<u>\$ 1,117,062</u>	<u>\$ 188,058</u>
\$ -	\$ -	\$ -	\$ 73	\$ 8,686	\$ 2,800
-	-	-	-	7,273	-
-	-	-	-	904	2,169
-	-	-	-	12,053	16,001
-	-	-	-	855,691	140,037
<u>-</u>	<u>-</u>	<u>-</u>	<u>73</u>	<u>884,607</u>	<u>161,007</u>
-	-	690	550	18,587	9,919
-	-	-	37,880	213,868	17,132
<u>-</u>	<u>-</u>	<u>690</u>	<u>38,430</u>	<u>232,455</u>	<u>27,051</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 690</u>	<u>\$ 38,503</u>	<u>\$ 1,117,062</u>	<u>\$ 188,058</u>

(CONTINUED)

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
COMBINING BALANCE SHEET - NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2007

(CONCLUDED)

	Title V	Title IV	EHA Preschool	Title VI-R
<b>Assets</b>				
Equity in pooled cash	\$ 1,789	\$ 300	\$ -	\$ 18,593
Due from other governments	6,019	8,964	25,828	98,910
<b>Total assets</b>	<b>\$ 7,808</b>	<b>\$ 9,264</b>	<b>\$ 25,828</b>	<b>\$ 117,503</b>
<b>Liabilities and fund balances</b>				
<b>Liabilities</b>				
Accounts and contracts payable	\$ -	\$ -	\$ -	\$ -
Accrued wages and benefits	-	-	-	-
Due to other governments	-	-	-	1,791
Interfund payable	-	171	-	-
Unearned revenue	6,019	8,964	25,328	98,910
<b>Total liabilities</b>	<b>6,019</b>	<b>9,135</b>	<b>25,328</b>	<b>100,701</b>
<b>Fund balances</b>				
Reserved for encumbrances	1,789	300	-	1,057
Unreserved	-	(171)	500	15,745
<b>Total fund balances</b>	<b>1,789</b>	<b>129</b>	<b>500</b>	<b>16,802</b>
<b>Total liabilities and fund balances</b>	<b>\$ 7,808</b>	<b>\$ 9,264</b>	<b>\$ 25,828</b>	<b>\$ 117,503</b>



Miscellaneous Federal Grants	Food Service	Uniform School Supplies	Summer School	Special Projects	Entry Year Teacher	Total
\$ -	\$ 110,174	\$ 41,053	\$ 49,722	\$ 16,620	\$ -	\$ 513,193
1,389	4,472	-	-	-	10,400	1,425,149
<u>\$ 1,389</u>	<u>\$ 114,646</u>	<u>\$ 41,053</u>	<u>\$ 49,722</u>	<u>\$ 16,620</u>	<u>\$ 10,400</u>	<u>\$ 1,938,342</u>

\$ -	\$ 433	\$ 1,103	\$ 397	\$ 169	\$ -	\$ 32,925
-	38,153	-	23,751	-	-	76,369
-	29,089	-	12,709	-	-	48,939
-	5,787	109,979	50,417	-	-	224,408
1,389	-	-	-	-	-	1,136,338
<u>1,389</u>	<u>73,462</u>	<u>111,082</u>	<u>87,274</u>	<u>169</u>	<u>-</u>	<u>1,518,979</u>

-	55,999	15,789	319	1,131	-	180,379
-	(14,815)	(85,818)	(37,871)	15,320	10,400	238,984
-	41,184	(70,029)	(37,552)	16,451	10,400	419,363
<u>\$ 1,389</u>	<u>\$ 114,646</u>	<u>\$ 41,053</u>	<u>\$ 49,722</u>	<u>\$ 16,620</u>	<u>\$ 10,400</u>	<u>\$ 1,938,342</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS

FOR THE YEAR ENDED JUNE 30, 2007

	Support	Athletic	Auxiliary Service	M.I.S
<b>Revenues</b>				
Tuition and fees	\$ -	\$ -	\$ -	\$ -
Interest	-	-	10,770	-
Intergovernmental	5,089	-	431,673	12,206
Extracurricular	74,643	135,088	-	-
Charges for services	10,843	22,703	-	-
Other	84,495	2,850	-	-
<b>Total revenues</b>	<u>175,070</u>	<u>160,641</u>	<u>442,443</u>	<u>12,206</u>
<b>Expenditures</b>				
Current				
Instruction				
Regular	598	-	-	-
Special	-	-	-	-
Supporting services				
Pupil	128,331	-	-	-
Instructional staff	40,820	-	-	13,446
Administration	-	-	-	-
Pupil transportation	-	-	-	-
Operation of non-instructional services				
Food service operation	-	-	-	-
Community services	-	-	582,994	-
Extracurricular activities	-	237,941	-	-
<b>Total expenditures</b>	<u>169,749</u>	<u>237,941</u>	<u>582,994</u>	<u>13,446</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>5,321</u>	<u>(77,300)</u>	<u>(140,551)</u>	<u>(1,240)</u>
<b>Other financing sources (uses)</b>				
Transfers-in	-	77,000	-	-
Transfers-out	-	-	-	-
<b>Total other financing sources (uses)</b>	<u>-</u>	<u>77,000</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balances</b>	5,321	(300)	(140,551)	(1,240)
<b>Fund balances, beginning of year</b>	<u>90,242</u>	<u>5,254</u>	<u>182,337</u>	<u>-</u>
<b>Fund balances, end of year</b>	<u>\$ 95,563</u>	<u>\$ 4,954</u>	<u>\$ 41,786</u>	<u>\$ (1,240)</u>

<u>Data Communications</u>	<u>SchoolNet Teacher Development</u>	<u>Ohio Reads</u>	<u>Miscellaneous State Grants</u>	<u>IDEA Part B</u>	<u>Title I</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
21,000	3,300	8,000	79,525	848,252	182,215
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>21,000</u>	<u>3,300</u>	<u>8,000</u>	<u>79,525</u>	<u>848,252</u>	<u>182,215</u>
21,000	5,140	7,310	25,500	450	-
-	-	-	-	697,231	125,792
-	-	-	-	-	-
-	-	-	20,089	11,580	27,912
-	-	-	-	-	-
-	-	-	12,320	-	-
-	-	-	-	-	-
-	-	-	-	56,965	-
-	-	-	-	-	-
<u>21,000</u>	<u>5,140</u>	<u>7,310</u>	<u>57,909</u>	<u>766,226</u>	<u>153,704</u>
-	(1,840)	690	21,616	82,026	28,511
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	(1,840)	690	21,616	82,026	28,511
-	1,840	-	16,814	150,429	(1,460)
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 690</u>	<u>\$ 38,430</u>	<u>\$ 232,455</u>	<u>\$ 27,051</u>

(CONTINUED)

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS

FOR THE YEAR ENDED JUNE 30, 2007

(CONCLUDED)

	Title V	Title IV	EHA Preschool	Title VI-R
<b>Revenues</b>				
Tuition and fees	\$ -	\$ -	\$ -	\$ -
Interest	-	-	-	-
Intergovernmental	6,108	8,967	25,667	98,449
Extracurricular	-	-	-	-
Charges for services	-	-	-	-
Other	-	-	-	-
<b>Total revenues</b>	<u>6,108</u>	<u>8,967</u>	<u>25,667</u>	<u>98,449</u>
<b>Expenditures</b>				
Current				
Instruction				
Regular	9,709	6,662	-	73,070
Special	-	-	-	-
Supporting services				
Pupil	-	-	-	-
Instructional staff	2,000	1,050	28,129	13,122
Administration	-	-	-	-
Pupil transportation	-	-	-	-
Operation of non-instructional services				
Food service operation	-	-	-	-
Community services	1,031	955	-	5,468
Extracurricular activities	-	-	-	-
<b>Total expenditures</b>	<u>12,740</u>	<u>8,667</u>	<u>28,129</u>	<u>91,660</u>
Excess (deficiency) of revenues over expenditures	<u>(6,632)</u>	<u>300</u>	<u>(2,462)</u>	<u>6,789</u>
<b>Other financing sources (uses)</b>				
Transfers-in	7,255	-	-	-
Transfers-out	-	(84)	-	(7,171)
<b>Total other financing sources (uses)</b>	<u>7,255</u>	<u>(84)</u>	<u>-</u>	<u>(7,171)</u>
<b>Net change in fund balances</b>	<u>623</u>	<u>216</u>	<u>(2,462)</u>	<u>(382)</u>
Fund balances, beginning of year	<u>1,166</u>	<u>(87)</u>	<u>2,962</u>	<u>17,184</u>
<b>Fund balances, end of year</b>	<u>\$ 1,789</u>	<u>\$ 129</u>	<u>\$ 500</u>	<u>\$ 16,802</u>

Miscellaneous Federal Grants	Food Service	Uniform School Supplies	Summer School	Special Projects	Entry Year Teacher	Total
\$ -	\$ -	\$ 80,144	\$ 54,708	\$ -	\$ -	\$ 134,852
-	6,308	-	-	191	-	17,269
1,375	407,919	-	-	-	10,400	2,150,145
-	-	1,668	-	105	-	211,504
-	682,827	-	-	7,305	-	723,678
-	6,310	-	-	100	-	93,755
<u>1,375</u>	<u>1,103,364</u>	<u>81,812</u>	<u>54,708</u>	<u>7,701</u>	<u>10,400</u>	<u>3,331,203</u>
13,500	-	79,954	85,101	228	-	328,222
-	-	-	-	-	-	823,023
-	-	-	-	923	-	129,254
1,158	-	-	-	-	-	159,306
-	-	-	191	-	-	191
-	-	-	-	-	-	12,320
-	1,107,755	-	-	6,260	-	1,114,015
217	-	-	-	-	-	647,630
-	-	-	-	-	-	237,941
<u>14,875</u>	<u>1,107,755</u>	<u>79,954</u>	<u>85,292</u>	<u>7,411</u>	<u>-</u>	<u>3,451,902</u>
<u>(13,500)</u>	<u>(4,391)</u>	<u>1,858</u>	<u>(30,584)</u>	<u>290</u>	<u>10,400</u>	<u>(120,699)</u>
-	-	8,000	26,130	-	-	118,385
-	-	-	-	-	-	(7,255)
-	-	8,000	26,130	-	-	111,130
(13,500)	(4,391)	9,858	(4,454)	290	10,400	(9,569)
13,500	45,575	(79,887)	(33,098)	16,161	-	428,932
<u>\$ -</u>	<u>\$ 41,184</u>	<u>\$ (70,029)</u>	<u>\$ (37,552)</u>	<u>\$ 16,451</u>	<u>\$ 10,400</u>	<u>\$ 419,363</u>

**INDIVIDUAL FUND SCHEDULES OF REVENUE, EXPENDITURES  
AND CHANGES IN FUND BALANCES –  
BUDGET BASIS (NON-GAAP) AND ACTUAL**

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET BASIS (NON-GAAP) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2007

	General Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Revenues				
Taxes	\$ 11,286,649	\$ 11,667,146	\$ 11,667,146	\$ -
Tuition and fees	297,717	307,754	307,754	-
Interest	450,713	465,907	465,917	10
Intergovernmental	10,239,349	10,584,540	10,584,540	-
Miscellaneous	219,852	227,264	227,264	-
Total revenues	<u>22,494,280</u>	<u>23,252,611</u>	<u>23,252,621</u>	<u>10</u>
Expenditures				
Current				
Instruction				
Regular				
Salaries	6,375,663	5,494,806	5,494,806	-
Benefits	2,498,676	2,153,461	2,153,461	-
Purchased services	283,479	239,269	239,269	-
Materials and supplies	671,152	555,070	552,939	2,131
Total regular instruction	<u>9,828,970</u>	<u>8,442,606</u>	<u>8,440,475</u>	<u>2,131</u>
Special				
Salaries	1,422,101	1,225,625	1,225,625	-
Benefits	734,594	633,103	633,103	-
Purchased services	1,337,202	1,090,493	1,088,123	2,370
Materials and supplies	28,411	24,302	24,486	(184)
Total special	<u>3,522,308</u>	<u>2,973,523</u>	<u>2,971,337</u>	<u>2,186</u>
Vocational				
Salaries	433,680	373,763	373,763	-
Benefits	115,232	99,312	99,312	-
Purchased services	4,420	3,551	3,551	-
Total vocational	<u>553,332</u>	<u>476,626</u>	<u>476,626</u>	<u>-</u>
Other instruction				
Salaries	123,165	106,149	106,149	-
Benefits	38,592	33,260	33,260	-
Purchased services	626,354	539,817	539,817	-
Total other	<u>788,111</u>	<u>679,226</u>	<u>679,226</u>	<u>-</u>
Total instruction	<u>14,692,721</u>	<u>12,571,981</u>	<u>12,567,664</u>	<u>4,317</u>
Supporting services				
Pupil				
Salaries	1,137,396	980,254	980,254	-
Benefits	322,082	277,583	277,583	-
Purchased services	9,351	7,217	7,217	-
Materials and supplies	29,121	21,230	20,904	326
Total pupil	<u>1,497,950</u>	<u>1,286,284</u>	<u>1,285,958</u>	<u>326</u>
Instructional staff				
Salaries	1,485,839	1,280,557	1,280,557	-
Benefits	741,955	639,447	639,447	-
Purchased services	31,445	26,176	26,176	-
Materials and supplies	18,922	14,447	14,447	-
Other	140,472	120,727	120,727	-
Total instructional staff	<u>2,418,633</u>	<u>2,081,354</u>	<u>2,081,354</u>	<u>-</u>

(CONTINUED)

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET BASIS (NON-GAAP) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2007

General Fund - (Continued)				Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Board of education				
Salaries	19,290	16,625	16,625	-
Benefits	2,733	2,355	2,355	-
Purchased services	87,494	74,975	74,975	-
Materials and supplies	1,331	1,147	1,147	-
Other	9,309	7,851	7,851	-
Total board of education	<u>120,157</u>	<u>102,953</u>	<u>102,953</u>	-
Administration				
Salaries	1,472,573	1,269,123	1,269,123	-
Benefits	474,411	408,867	408,867	-
Purchased services	85,928	63,622	63,622	-
Materials and supplies	42,391	31,527	31,527	-
Other	3,453	2,640	2,640	-
Total administration	<u>2,078,756</u>	<u>1,775,779</u>	<u>1,775,779</u>	-
Fiscal services				
Salaries	283,837	244,622	244,622	-
Benefits	25,459	21,942	21,942	-
Purchased services	100,360	80,759	80,759	-
Materials and supplies	5,734	4,584	4,584	-
Other	369,136	293,570	293,570	-
Total fiscal services	<u>784,526</u>	<u>645,477</u>	<u>645,477</u>	-
Business				
Salaries	175,039	150,856	150,856	-
Benefits	53,518	46,124	46,124	-
Purchased services	12,091	9,892	9,892	-
Materials and supplies	965	832	832	-
Other	188,303	111,805	111,805	-
Total business	<u>429,916</u>	<u>319,509</u>	<u>319,509</u>	-
Operation and maintenance				
Salaries	1,230,274	1,060,300	1,060,300	-
Benefits	509,564	438,088	438,088	-
Purchased services	1,159,865	922,984	922,984	-
Materials and supplies	96,829	76,617	76,617	-
Total operation and maintenance	<u>2,996,532</u>	<u>2,497,989</u>	<u>2,497,989</u>	-
Pupil transportation				
Salaries	1,206,562	1,039,864	1,039,864	-
Benefits	540,524	465,294	465,294	-
Purchased services	165,471	113,475	113,475	-
Materials and supplies	320,392	266,663	266,663	-
Total pupil transportation	<u>2,232,949</u>	<u>1,885,296</u>	<u>1,885,296</u>	-
Central services				
Salaries	23,185	19,982	19,982	-
Benefits	5,833	5,027	5,027	-
Purchased services	37,381	29,304	29,304	-
Total central services	<u>66,399</u>	<u>54,313</u>	<u>54,313</u>	-
Total supporting services	<u>12,625,818</u>	<u>10,648,954</u>	<u>10,648,628</u>	326

(CONTINUED)



NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET BASIS (NON-GAAP) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2007

	General Fund - (Concluded)			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Extracurricular activities				
Academic and subject related				
Salaries	69,014	59,479	59,479	-
Benefits	10,316	8,891	8,891	-
Total academic and subject related	<u>79,330</u>	<u>68,370</u>	<u>68,370</u>	<u>-</u>
Sports oriented				
Salaries	345,849	298,067	298,067	-
Benefits	63,559	54,778	54,778	-
Total sports oriented	<u>409,408</u>	<u>352,845</u>	<u>352,845</u>	<u>-</u>
Co-curricular activities				
Salaries	25,313	21,816	21,816	-
Benefits	3,699	3,188	3,188	-
Total co-curricular activities	<u>29,012</u>	<u>25,004</u>	<u>25,004</u>	<u>-</u>
Total extracurricular activities	<u>517,750</u>	<u>446,219</u>	<u>446,219</u>	<u>-</u>
Capital outlay	874,959	576,639	575,304	1,335
Total expenditures	<u>28,711,248</u>	<u>24,243,793</u>	<u>24,237,815</u>	<u>5,978</u>
Excess (deficiency) of revenues over expenditures	<u>(6,216,968)</u>	<u>(991,182)</u>	<u>(985,194)</u>	<u>5,988</u>
Other financing sources (uses)				
Gain (loss) on sale of assets	-	17,431	17,431	-
Advances in	-	186,398	186,398	-
Transfers-out	-	(111,130)	(111,130)	-
Advances out	-	(12,053)	(12,053)	-
Total other financing sources (uses)	<u>-</u>	<u>80,646</u>	<u>80,646</u>	<u>-</u>
Net change in fund balance	(6,216,968)	(910,536)	(904,548)	5,988
Prior year encumbrances	587,939	587,939	587,939	-
Fund balances, beginning of year	5,817,258	5,817,258	5,817,258	-
Fund balances, end of year	<u>\$ 188,229</u>	<u>\$ 5,494,661</u>	<u>\$ 5,500,649</u>	<u>\$ 5,988</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET BASIS (NON-GAAP) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2007

	Emergency Levy Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ 4,712,002	\$ 4,633,188	\$ 4,633,188	\$ -
Total expenditures and other uses	4,634,135	4,634,135	4,634,135	-
Net change in fund balance	77,867	(947)	(947)	-
Prior year encumbrances	-	-	-	-
Fund balance, beginning of year	947	947	947	-
Fund balance, end of year	<u>\$ 78,814</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET BASIS (NON-GAAP) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2007

	Support Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ 158,325	\$ 175,070	\$ 175,070	\$ -
Total expenditures and other uses	96,399	271,327	196,526	74,801
Net change in fund balance	61,926	(96,257)	(21,456)	74,801
Prior year encumbrances	18,879	18,879	18,879	-
Fund balance, beginning of year	77,378	77,378	77,378	-
Fund balance, end of year	<u>\$ 158,183</u>	<u>\$ -</u>	<u>\$ 74,801</u>	<u>\$ 74,801</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET BASIS (NON-GAAP) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2007

	Athletic Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ 174,249	\$ 237,641	\$ 237,641	\$ -
Total expenditures and other uses	<u>152,394</u>	<u>272,895</u>	<u>250,546</u>	<u>22,349</u>
Net change in fund balance	21,855	(35,254)	(12,905)	22,349
Prior year encumbrances	13,407	13,407	13,407	-
Fund balance, beginning of year	<u>21,847</u>	<u>21,847</u>	<u>21,847</u>	<u>-</u>
Fund balance, end of year	<u><u>\$ 57,109</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 22,349</u></u>	<u><u>\$ 22,349</u></u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET BASIS (NON-GAAP) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2007

	Auxiliary Service Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ 539,662	\$ 442,444	\$ 442,444	\$ -
Total expenditures and other uses	738,696	641,478	632,345	9,133
Net change in fund balance	(199,034)	(199,034)	(189,901)	9,133
Prior year encumbrances	8,628	8,628	8,628	-
Fund balance, beginning of year	190,406	190,406	190,406	-
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,133</u>	<u>\$ 9,133</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET BASIS (NON-GAAP) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2007

	M.I.S. Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ 13,000	\$ 12,206	\$ 12,206	\$ -
Total expenditures and other uses	12,206	12,206	12,206	-
Net change in fund balance	794	-	-	-
Prior year encumbrances	-	-	-	-
Fund balance, beginning of year	-	-	-	-
Fund balance, end of year	<u>\$ 794</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET BASIS (NON-GAAP) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2007

	Data Communications Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ 21,000	\$ 21,000	\$ 21,000	\$ -
Total expenditures and other uses	21,000	21,000	21,000	-
Net change in fund balance	-	-	-	-
Prior year encumbrances	-	-	-	-
Fund balance, beginning of year	-	-	-	-
Fund balance, end of year	\$ -	\$ -	\$ -	\$ -

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET BASIS (NON-GAAP) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2007

	Schoolnet - Teacher Development Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ 3,300	\$ 3,300	\$ 3,300	\$ -
Total expenditures and other uses	1,840	5,140	5,140	-
Net change in fund balance	1,460	(1,840)	(1,840)	-
Prior year encumbrances	-	-	-	-
Fund balance, beginning of year	1,840	1,840	1,840	-
Fund balance, end of year	\$ 3,300	\$ -	\$ -	\$ -



NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET BASIS (NON-GAAP) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2007

	Ohio Reads Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ 8,000	\$ 8,000	\$ 8,000	\$ -
Total expenditures and other uses	8,000	8,000	8,000	-
Net change in fund balance	-	-	-	-
Prior year encumbrances	-	-	-	-
Fund balance, beginning of year	-	-	-	-
Fund balance, end of year	\$ -	\$ -	\$ -	\$ -

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET BASIS (NON-GAAP) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2007

	Miscellaneous State Grants Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ 50,225	\$ 59,643	\$ 52,225	\$ (7,418)
Total expenditures and other uses	29,134	76,457	58,459	17,998
Net change in fund balance	21,091	(16,814)	(6,234)	10,580
Prior year encumbrances	38	38	38	-
Fund balance, beginning of year	16,776	16,776	16,776	-
Fund balance, end of year	<u>\$ 37,905</u>	<u>\$ -</u>	<u>\$ 10,580</u>	<u>\$ 10,580</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET BASIS (NON-GAAP) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2007

	IDEA Part B Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ 848,252	\$ 1,019,422	\$ 785,326	\$ (234,096)
Total expenditures and other uses	1,006,026	1,165,143	943,100	222,043
Net change in fund balance	(157,774)	(145,721)	(157,774)	(12,053)
Prior year encumbrances	-	-	-	-
Fund balance, beginning of year	157,774	157,774	157,774	-
Fund balance, end of year	\$ -	\$ 12,053	\$ -	\$ (12,053)

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET BASIS (NON-GAAP) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2007

	Title I Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ 133,098	\$ 203,728	\$ 191,685	\$ (12,043)
Total expenditures and other uses	149,216	219,846	184,544	35,302
Net change in fund balance	(16,118)	(16,118)	7,141	23,259
Prior year encumbrances	-	-	-	-
Fund balance, beginning of year	16,118	16,118	16,118	-
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 23,259</u>	<u>\$ 23,259</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET BASIS (NON-GAAP) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2007

	Title V Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ 6,108	\$ 14,513	\$ 14,513	\$ -
Total expenditures and other uses	7,274	15,679	15,679	-
Net change in fund balance	(1,166)	(1,166)	(1,166)	-
Prior year encumbrances	-	-	-	-
Fund balance, beginning of year	1,166	1,166	1,166	-
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET BASIS (NON-GAAP) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2007

	Title IV Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ 8,967	\$ 8,967	\$ 8,967	\$ -
Total expenditures and other uses	9,051	9,051	9,051	-
Net change in fund balance	(84)	(84)	(84)	-
Prior year encumbrances	-	-	-	-
Fund balance, beginning of year	84	84	84	-
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET BASIS (NON-GAAP) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2007

	EHA Preschool Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ 25,167	\$ 27,987	\$ 27,487	\$ (500)
Total expenditures and other uses	28,129	30,949	30,449	500
Net change in fund balance	(2,962)	(2,962)	(2,962)	-
Prior year encumbrances	-	-	-	-
Fund balance, beginning of year	2,962	2,962	2,962	-
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET BASIS (NON-GAAP) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2007

	Title V-R Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ 98,476	\$ 112,891	\$ 112,891	\$ -
Total expenditures and other uses	101,614	131,428	113,892	17,536
Net change in fund balance	(3,138)	(18,537)	(1,001)	17,536
Prior year encumbrances	-	-	-	-
Fund balance, beginning of year	18,537	18,537	18,537	-
Fund balance, end of year	\$ 15,399	\$ -	\$ 17,536	\$ 17,536



NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET BASIS (NON-GAAP) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2007

	Miscellaneous Federal Grants Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ 1,379	\$ 14,899	\$ 14,899	\$ -
Total expenditures and other uses	1,379	14,899	14,899	-
Net change in fund balance	-	-	-	-
Prior year encumbrances	-	-	-	-
Fund balance, beginning of year	-	-	-	-
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET BASIS (NON-GAAP) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2007

	Food Service Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ 911,855	\$ 913,530	\$ 913,530	\$ -
Total expenditures and other uses	986,577	934,509	934,509	-
Net change in fund balance	(74,722)	(20,979)	(20,979)	-
Prior year encumbrances	15,470	15,470	15,470	-
Fund balance, beginning of year	59,252	59,252	59,252	-
Fund balance, end of year	<u>\$ -</u>	<u>\$ 53,743</u>	<u>\$ 53,743</u>	<u>\$ -</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET BASIS (NON-GAAP) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2007

	Uniform School Supplies Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ 91,600	\$ 89,811	\$ 89,811	\$ -
Total expenditures and other uses	104,767	110,994	101,981	9,013
Net change in fund balance	(13,167)	(21,183)	(12,170)	9,013
Prior year encumbrances	11,951	11,951	11,951	-
Fund balance, beginning of year	24,380	24,380	24,380	-
Fund balance, end of year	<u>\$ 23,164</u>	<u>\$ 15,148</u>	<u>\$ 24,161</u>	<u>\$ 9,013</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET BASIS (NON-GAAP) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2007

	Summer School Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ 57,100	\$ 80,838	\$ 80,838	\$ -
Total expenditures and other uses	55,885	133,289	84,274	49,015
Net change in fund balance	1,215	(52,451)	(3,436)	49,015
Prior year encumbrances	240	240	240	-
Fund balance, beginning of year	52,211	52,211	52,211	-
Fund balance, end of year	<u>\$ 53,666</u>	<u>\$ -</u>	<u>\$ 49,015</u>	<u>\$ 49,015</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET BASIS (NON-GAAP) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2007

	Special Projects Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ 8,000	\$ 7,701	\$ 7,701	\$ -
Total expenditures and other uses	15,419	24,167	8,847	15,320
Net change in fund balance	(7,419)	(16,466)	(1,146)	15,320
Prior year encumbrances	1,205	1,205	1,205	-
Fund balance, beginning of year	15,261	15,261	15,261	-
Fund balance, end of year	<u>\$ 9,047</u>	<u>\$ -</u>	<u>\$ 15,320</u>	<u>\$ 15,320</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET BASIS (NON-GAAP) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2007

	Entry Year Teacher Grant Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ 8,800	\$ 10,400	\$ -	\$ (10,400)
Total expenditures and other uses	-	-	-	-
Net change in fund balance	8,800	10,400	-	(10,400)
Prior year encumbrances	-	-	-	-
Fund balance, beginning of year	-	-	-	-
Fund balance, end of year	<u>\$ 8,800</u>	<u>\$ 10,400</u>	<u>\$ -</u>	<u>\$ (10,400)</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET BASIS (NON-GAAP) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2007

	Debt Service Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ 411,272	\$ 405,999	\$ 405,999	\$ -
Total expenditures and other uses	383,206	383,118	383,118	-
Net change in fund balance	28,066	22,881	22,881	-
Prior year encumbrances	-	-	-	-
Fund balance, beginning of year	458,924	458,924	458,924	-
Fund balance, end of year	<u>\$ 486,990</u>	<u>\$ 481,805</u>	<u>\$ 481,805</u>	<u>\$ -</u>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE -  
BUDGET BASIS (NON-GAAP) AND ACTUAL

FOR THE YEAR ENDED JUNE 30, 2007

	Capital Projects Fund			Variance with Final Budget Positive (Negative)
	Budget Amounts		Actual	
	Original	Final		
Total revenues and other sources	\$ 798,414	\$ 915,271	\$ 915,271	\$ -
Total expenditures and other uses	1,453,705	1,626,976	1,055,372	571,604
Net change in fund balance	(655,291)	(711,705)	(140,101)	571,604
Prior year encumbrances	528,457	528,457	528,457	-
Fund balance, beginning of year	183,248	183,248	183,248	-
Fund balance, end of year	<u>\$ 56,414</u>	<u>\$ -</u>	<u>\$ 571,604</u>	<u>\$ 571,604</u>



## **AGENCY FUNDS**

Agency funds are used to account for assets held by the District as an agent for individuals, private organizations, other governments, and/or other funds.

Unclaimed Monies Fund - The purpose of this fund is to account for those assets held by the school district as an agent for individuals, private organizations, other governmental units, and/or other funds.

Student Activities Fund - This fund is used to account for those student activity programs which have student participation in the activity and have students involved in the management of the program. This fund typically includes those student activities which consist of a student body, student president, student treasurer, and faculty advisor.

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
COMBINING STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES  
AGENCY FUNDS  
JUNE 30, 2007

	Student Activities	Unclaimed Monies	Totals
<b>Assets</b>			
Equity in pooled cash	\$ 65,791	\$ 4,386	\$ 70,177
<b>Total assets</b>	<b>65,791</b>	<b>4,386</b>	<b>70,177</b>
<b>Liabilities</b>			
Accounts payable	2,489	-	2,489
Due to students	63,302	-	63,302
Due to others	-	4,386	4,386
<b>Total liabilities</b>	<b>\$ 65,791</b>	<b>\$ 4,386</b>	<b>\$ 70,177</b>

NORTH RIDGEVILLE CITY SCHOOL DISTRICT  
LORAIN COUNTY  
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
AGENCY FUNDS  
FOR THE YEAR ENDED JUNE 30, 2007

Student Activities Fund				
	Beginning Balance June 30, 2006	Additions	Deductions	Ending Balance June 30, 2007
<b>Assets</b>				
Equity in pooled cash	\$ 69,049	\$ 104,586	\$ 107,844	\$ 65,791
Total assets	69,049	104,586	107,844	65,791
<b>Liabilities</b>				
Accounts payable	5,637	2,489	5,637	2,489
Due to students	63,412	102,097	102,207	63,302
Total liabilities	\$ 69,049	\$ 104,586	\$ 107,844	\$ 65,791

Unclaimed Monies Fund				
	Beginning Balance June 30, 2006	Additions	Deductions	Ending Balance June 30, 2007
<b>Assets</b>				
Equity in pooled cash	\$ 3,546	\$ 1,184	\$ 344	\$ 4,386
Total assets	3,546	1,184	344	4,386
<b>Liabilities</b>				
Due to others	3,546	1,184	344	4,386
Total liabilities	\$ 3,546	\$ 1,184	\$ 344	\$ 4,386

Total Agency Funds				
	Beginning Balance June 30, 2006	Additions	Deductions	Ending Balance June 30, 2007
<b>Assets</b>				
Equity in pooled cash	\$ 72,595	\$ 105,770	\$ 108,188	\$ 70,177
Total assets	72,595	105,770	108,188	70,177
<b>Liabilities</b>				
Accounts payable	5,637	2,489	5,637	2,489
Due to students	63,412	102,097	102,207	63,302
Due to others	3,546	1,184	344	4,386
Total liabilities	\$ 72,595	\$ 105,770	\$ 108,188	\$ 70,177

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## STATISTICAL SECTION

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

<b>Contents</b>	<b>Page</b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	<b>S 1</b>
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the affordability of the District's most significant local revenue source, the property tax.	<b>S 5</b>
<b>Debt Capacity</b> These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	<b>S 14</b>
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	<b>S 17</b>
<b>Operating Information</b> These schedules contain service data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.	<b>S 19</b>

**Sources:** Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The District implemented GASB Statement No. 34 for the year ended June 30, 2003; schedules presenting government-wide information include information beginning in that year.

North Ridgeville City School District  
 Net Assets by Component  
 Last Five Fiscal Years  
 (Accrual Basis of Accounting)

	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
Governmental activities					
Invested in capital assets, net of related debt	\$ 11,835,047	\$ 11,771,262	\$ 10,807,588	\$ 11,147,016	\$ 11,403,224
Restricted	1,077,767	1,061,976	1,525,726	939,499	1,050,713
Unrestricted	6,532,386	7,517,446	7,354,903	3,345,742	3,281,637
Total primary government net assets	<u>\$ 19,445,200</u>	<u>\$ 20,350,684</u>	<u>\$ 19,688,217</u>	<u>\$ 15,432,257</u>	<u>\$ 15,735,574</u>

**Note:** The District began to report accrual information when it implemented GASB Statement 34 in 2003.

North Ridgeville City School District  
Expenses, Program Revenues, and Net (Expense) Revenue  
Last Five Fiscal Years  
(Accrual Basis of Accounting)

	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
Expenses					
Governmental activities:					
Instruction					
Regular	\$ 13,964,123	\$ 13,604,996	\$ 12,506,999	\$ 12,724,752	\$ 12,965,033
Special	3,827,673	3,395,338	2,954,312	2,678,545	2,392,489
Vocational	483,696	433,462	462,117	447,336	573,011
Other instruction	677,282	659,767	413,365	336,065	155,323
Supporting services					
Pupil	1,419,027	1,363,607	1,505,462	1,501,567	1,433,384
Instructional staff	2,406,631	2,100,797	1,821,049	1,829,707	1,689,250
Board of education	104,838	68,503	131,433	61,895	71,968
Administration	1,780,095	1,795,164	1,726,241	1,775,722	1,668,543
Fiscal services	693,931	662,940	621,230	621,131	551,950
Business	271,207	258,882	288,878	380,377	251,085
Operation and maintenance	2,972,431	2,610,662	2,122,812	2,611,905	2,556,975
Pupil transportation	2,055,290	1,824,404	1,672,697	1,776,252	1,699,028
Central services	59,984	78,202	90,996	115,697	70,301
Operation of non-instructional services					
Food service operation	1,106,654	1,017,763	969,765	865,136	873,855
Community services	641,355	418,798	513,287	414,686	559,764
Extracurricular activities	719,142	696,805	582,334	803,737	674,649
Interest	102,661	112,501	117,091	134,583	150,641
Total primary government expenses	<u>33,286,020</u>	<u>31,102,591</u>	<u>28,500,068</u>	<u>29,079,093</u>	<u>28,337,249</u>
Program revenues					
Governmental activities:					
Charges for services and sales					
Instruction	481,890	380,420	533,625	518,849	603,961
Supporting services	203,785	157,379	152,565	207,540	181,561
Food service	1,103,440	1,015,853	997,063	871,005	798,731
Extracurricular activities	160,642	197,498	146,745	146,822	124,911
Operating grants, interest and contributions	1,673,640	1,749,500	1,793,174	1,351,725	1,262,137
Total primary government program revenues	<u>3,623,397</u>	<u>3,500,650</u>	<u>3,623,172</u>	<u>3,095,941</u>	<u>2,971,301</u>
Net (expense) revenue					
Total primary government net expense	<u>\$ (29,662,623)</u>	<u>\$ (27,601,941)</u>	<u>\$ (24,876,896)</u>	<u>\$ (25,983,152)</u>	<u>\$ (25,365,948)</u>

**Note:** The District began to report accrual information when it implemented GASB Statement 34 in 2003.

North Ridgeville City School District  
 General Revenues and Total Change in Net Assets  
 Last Five Fiscal Years  
 (Accrual Basis of Accounting)

	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
Net (expense) revenue					
Total primary government net expense	<u>\$ (29,662,623)</u>	<u>\$ (27,601,941)</u>	<u>\$ (24,876,896)</u>	<u>\$ (25,983,152)</u>	<u>\$ (25,365,948)</u>
General revenues and other changes in net assets					
Governmental activities:					
Property taxes levied for:					
General purposes	15,127,166	15,255,604	16,649,549	13,530,296	11,982,058
Debt service	366,782	368,394	398,577	325,289	316,172
Capital improvements	611,053	657,040	731,573	590,356	543,102
Grants and entitlements					
not restricted to specific purposes	11,753,656	11,056,557	11,094,161	10,929,872	10,121,350
Investment earnings	540,965	445,746	212,054	80,986	143,067
Miscellaneous	<u>357,517</u>	<u>481,067</u>	<u>46,942</u>	<u>211,505</u>	<u>8,641</u>
Total primary government	<u>28,757,139</u>	<u>28,264,408</u>	<u>29,132,856</u>	<u>25,668,304</u>	<u>23,114,390</u>
Change in net assets					
Total primary government	<u>\$ (905,484)</u>	<u>\$ 662,467</u>	<u>\$ 4,255,960</u>	<u>\$ (314,848)</u>	<u>\$ (2,251,558)</u>

**Note:** The District began to report accrual information when it implemented GASB Statement 34 in 2003.



North Ridgeville City School District  
Fund Balances – Governmental Funds  
Last Ten Fiscal Years  
(Modified Accrual Basis of Accounting)

	2007	2006	2005	2004	2003	2002 (1)	2001 (1)	2000 (1)	1999 (1)	1998 (1)
General Fund										
Reserved	\$ 3,013,413	\$ 3,525,844	\$ 3,111,097	\$ 1,380,370	\$ 1,356,989	\$ 1,910,904	\$ 2,433,557	\$ 2,711,797	\$ 1,666,668	\$ 2,962,569
Unreserved	2,319,550	3,287,927	3,719,201	2,432,203	2,810,295	2,813,693	1,949,736	864,597	60,572	(1,703,111)
Total General Fund	<u>\$ 5,332,963</u>	<u>\$ 6,813,771</u>	<u>\$ 6,830,298</u>	<u>\$ 3,812,573</u>	<u>\$ 4,167,284</u>	<u>\$ 4,724,597</u>	<u>\$ 4,383,293</u>	<u>\$ 3,576,394</u>	<u>\$ 1,727,240</u>	<u>\$ 1,259,458</u>
All other governmental funds										
Reserved	\$ 1,610,168	\$ 2,062,365	\$ 1,923,555	\$ 937,722	\$ 941,134	\$ 1,274,927	\$ 1,517,011	\$ 1,956,924	\$ 1,410,417	\$ 560,352
Unreserved, reported in										
Special Revenue Funds (1)	238,984	375,954	247,185	401,426	32,095	314,701	143,585	311,062	211,818	189,020
Debt Service Funds	481,805	458,924	444,959	449,482	462,719	456,951	374,874	294,582	124,100	219,043
Capital Projects Funds	(554,255)	(941,776)	50,812	(173,827)	201,166	333,167	(244,373)	(161,433)	(152,047)	(169,934)
Total all other governmental funds	<u>\$ 1,776,702</u>	<u>\$ 1,955,467</u>	<u>\$ 2,666,511</u>	<u>\$ 1,614,803</u>	<u>\$ 1,637,114</u>	<u>\$ 2,379,746</u>	<u>\$ 1,791,097</u>	<u>\$ 2,401,135</u>	<u>\$ 1,594,288</u>	<u>\$ 798,481</u>

(1) Prior to the implementation of GASB Statement No. 34 in 2003, certain funds were previously accounted for as Enterprise Funds.

North Ridgeville City School District  
 General Governmental Revenues by Sources  
 Last Ten Fiscal Years

	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>
Taxes	\$ 15,982,401	\$ 16,294,538	\$ 17,747,699	\$ 14,474,241	\$ 12,826,732	\$ 13,094,844	\$ 12,763,443	\$ 13,168,049	\$ 11,700,396	\$ 13,360,613
Tuition and Fees	442,606	368,865	504,507	517,422	601,733	153,564	210,736	60,704	66,548	243,263
Interest	523,268	436,619	209,976	80,299	135,797	223,497	476,113	417,405	332,404	247,565
Intergovernmental	13,427,296	12,806,057	12,887,335	12,281,597	11,383,487	11,084,782	10,961,705	11,003,032	9,889,421	10,649,785
Extracurricular	211,504	229,451	187,936	204,452	194,542	176,659	229,689	246,728	233,724	280,700
Charges for services	723,678	718,735	681,725	691,319	673,925	42,781	34,436	-	-	-
Other	343,182	560,925	238,721	327,569	244,693	238,896	276,075	484,392	494,473	275,017
<b>Total</b>	<b><u>\$ 31,653,935</u></b>	<b><u>\$ 31,415,190</u></b>	<b><u>\$ 32,457,899</u></b>	<b><u>\$ 28,576,899</u></b>	<b><u>\$ 26,060,909</u></b>	<b><u>\$ 25,015,023</u></b>	<b><u>\$ 24,952,197</u></b>	<b><u>\$ 25,380,310</u></b>	<b><u>\$ 22,716,966</u></b>	<b><u>\$ 25,056,943</u></b>

Note: Beginning in fiscal year 2003, the Food Service Fund, the Uniform School Supply Fund and the Summer School Fund are being accounted for in the General Governmental Revenues as opposed to the Proprietary Fund Revenues.

North Ridgeville City School District  
 Governmental Funds Expenditures and Debt Service Ratio  
 Last Ten Fiscal Years  
 (Modified Accrual Basis of Accounting)

	2007	2006	2005	2004	2003	2002	2001	2000	1999	1998
Expenditures										
Instruction	\$ 18,673,875	\$ 17,385,770	\$ 16,086,745	\$ 16,232,624	\$ 15,238,648	\$ 14,191,471	\$ 14,289,932	\$ 13,456,787	\$ 12,652,949	\$ 12,800,170
Pupil support services	1,424,528	1,345,449	1,355,679	1,401,962	1,352,067	1,362,532	1,253,079	1,202,992	1,127,599	1,130,331
Instructional support	2,330,821	2,002,643	1,790,435	1,683,192	1,559,511	1,394,569	1,050,533	988,362	804,915	722,147
Administration / BOE	1,929,596	1,786,755	1,735,105	1,733,788	1,615,634	1,582,775	1,563,505	1,389,464	1,319,011	1,273,865
Business and fiscal	951,834	925,775	881,811	985,178	774,862	680,719	706,657	648,007	631,458	594,889
Operation and maintenance of plant	2,519,638	2,582,195	2,453,668	2,536,605	2,373,310	2,302,006	2,284,766	2,095,974	2,113,792	1,709,652
Pupil transportation	2,083,382	1,852,879	1,533,051	1,888,359	1,544,063	1,333,852	1,343,009	1,278,828	1,203,863	1,099,306
Central services	59,780	77,360	87,557	112,334	66,167	28,460	55,981	88,443	49,157	64,693
Operational of non- instructional services	1,761,645	1,406,837	1,503,412	1,236,031	1,396,065	303,599	637,871	325,248	546,295	300,599
Extra-curricular activities	685,073	696,723	577,312	657,740	616,364	592,954	672,136	628,183	508,963	442,467
Capital outlay	515,930	1,698,225	-	-	-	193,118	440,914	175,122	30,401	340,390
Debt service										
Principal	275,000	270,000	262,368	350,052	337,735	310,956	137,902	125,801	120,000	205,000
Interest	102,406	112,150	121,323	136,056	150,958	218,650	279,938	314,535	358,826	407,803
Total expenditures	<u>\$ 33,313,508</u>	<u>\$ 32,142,761</u>	<u>\$ 28,388,466</u>	<u>\$ 28,953,921</u>	<u>\$ 27,025,384</u>	<u>\$ 24,495,661</u>	<u>\$ 24,716,223</u>	<u>\$ 22,717,746</u>	<u>\$ 21,467,229</u>	<u>\$ 21,091,312</u>
Debt service as a percentage of noncapital expenditures	<u>1.15%</u>	<u>1.26%</u>	<u>1.35%</u>	<u>1.68%</u>	<u>1.81%</u>	<u>2.18%</u>	<u>1.72%</u>	<u>1.95%</u>	<u>2.23%</u>	<u>2.95%</u>

North Ridgeville City School District  
Other Financing Sources and Uses and Net Change in Fund Balances – Governmental Funds  
Last Ten Fiscal Years  
(Modified Accrual Basis of Accounting)

	2007	2006	2005	2004	2003	2002	2001	2000	1999	1998
Excess of revenues over (under) expenditures	\$ (1,659,573)	\$ (727,571)	\$ 4,069,433	\$ (377,022)	\$ (964,475)	\$ 519,362	\$ 235,974	\$ 2,662,564	\$ 1,249,737	\$ 3,965,631
Other financing sources (uses)										
Proceeds of refunding bonds	-	-	-	-	-	4,024,627	-	-	-	-
Transfers-in	118,385	48,400	-	133,236	121,186	126,136	392,805	129,790	16,064	144,797
Gain on sale of capital assets	-	-	-	-	-	13,048	-	1,185	4,711	6,763
Capital lease proceeds	-	-	-	-	-	-	-	16,956	-	-
Transfers-out	(118,385)	(48,400)	-	(133,236)	(121,186)	(126,136)	(399,721)	(132,981)	(16,064)	(144,797)
Payment to bond escrow agent	-	-	-	-	-	(3,942,314)	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	95,361	(6,916)	14,950	4,711	6,763
Net change in fund balances	<u>\$ (1,659,573)</u>	<u>\$ (727,571)</u>	<u>\$ 4,069,433</u>	<u>\$ (377,022)</u>	<u>\$ (964,475)</u>	<u>\$ 614,723</u>	<u>\$ 229,058</u>	<u>\$ 2,677,514</u>	<u>\$ 1,254,448</u>	<u>\$ 3,972,394</u>

North Ridgeville City School District  
Assessed and Estimated Actual Value of Taxable Property  
Last Ten Fiscal Years

Year	Real Property		Public Utility Property		Tangible Personal Property		Total		Assessed Value Ratio	Total Direct Tax Rate
	Assessed Value	Estimated Actual Value (1)	Assessed Value	Estimated Actual Value (2)	Assessed Value	Estimated Actual Value (3)	Assessed Value	Estimated Actual Value		
2007	\$ 647,273,940	\$ 1,849,354,114	\$ 12,382,300	\$ 14,070,795	\$ 12,133,626	\$ 48,534,504	\$ 671,789,866	\$ 1,911,959,413	35.14%	42.62
2006	556,194,190	1,589,126,257	12,533,180	14,242,250	18,804,216	75,216,864	587,531,586	1,678,585,371	35.00%	43.92
2005	516,494,650	1,475,699,000	13,397,310	15,224,216	27,187,114	108,748,456	557,079,074	1,599,671,672	34.82%	44.04
2004	479,530,600	1,370,087,429	13,468,230	15,304,807	25,708,440	102,833,760	518,707,270	1,488,225,996	34.85%	44.79
2003	424,279,770	1,212,227,914	14,029,430	15,942,534	29,101,850	116,407,400	467,411,050	1,344,577,848	34.76%	45.90
2002	403,743,540	1,153,552,971	13,448,390	15,282,261	29,496,480	117,985,920	446,688,410	1,286,821,152	34.71%	46.47
2001	388,264,140	1,109,326,114	16,757,650	19,042,784	25,822,240	103,288,960	430,844,030	1,231,657,858	34.98%	47.25
2000	333,488,470	952,824,200	17,870,720	20,307,636	25,230,804	100,923,216	376,589,994	1,074,055,052	35.06%	48.95
1999	320,654,700	916,156,286	17,245,160	19,596,773	23,960,770	95,843,080	361,860,630	1,031,596,139	35.08%	49.44
1998	306,872,660	876,779,029	17,371,330	19,740,148	22,726,840	90,907,360	346,970,830	987,426,537	35.14%	50.19

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

- (1) This amount is calculated based upon an assessed value of 35 percent of actual value.
- (2) This amount is calculated based upon the current assessed value of 88 percent of actual value.
- (3) For 2007 the amount is calculated based upon an assessed value of 12.5 percent of actual.  
For all years prior to 2007 the amount is calculated based on an assessed value of 25 percent of actual value.

North Ridgeville City School District  
Property Tax Rates – Direct and Overlapping Governments  
(Per \$ 1,000 Assessed Valuation)  
Last Ten Fiscal Years

Year	School District			Total Direct Tax Rate	Lorain County	Lorain County Joint Vocational School	City	Total Direct and Overlapping Governments
	General	Voted Debt	Permanent Improvements					
2007	39.52	0.60	2.50	42.62	13.49	2.45	13.06	71.62
2006	40.72	0.70	2.50	43.92	13.49	2.45	13.36	73.22
2005	40.84	0.70	2.50	44.04	13.19	2.45	13.36	73.04
2004	41.59	0.70	2.50	44.79	12.89	2.45	13.36	73.49
2003	42.60	0.80	2.50	45.90	12.89	2.45	13.41	74.65
2002	43.07	0.90	2.50	46.47	12.89	2.45	12.41	74.22
2001	43.75	1.00	2.50	47.25	10.79	2.45	13.56	74.05
2000	45.10	1.35	2.50	48.95	10.79	2.45	13.71	75.90
1999	45.25	1.69	2.50	49.44	10.79	2.45	12.25	74.93
1998	46.00	1.69	2.50	50.19	10.79	2.45	12.45	75.88

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

North Ridgeville City School District  
Principal Taxpayers  
Tangible Personal Property Tax  
As of June 30, 2007 and June 30, 2001 (1)

JUNE 30, 2007			JUNE 30, 2001		
Name of Taxpayer	Assessed Value (2)	Percent of Total Assessed Value	Name of Taxpayer	Assessed Value (2)	Percent of Total Assessed Value
Winstream Ohio Inc.	\$ 1,441,090	0.21%	R.W. Beckett Corporation	\$ 2,628,590	0.79%
Morris Pontiac-GMC Inc.	1,069,440	0.16%	Morris Pontiac GMC Inc.	1,910,840	0.57%
Beckett Gas Inc.	693,600	0.10%	Dreco, Inc.	1,343,680	0.40%
R. W. Beckett Corporation	687,170	0.10%	Invacare Corporation	1,324,800	0.40%
Beckett Air Inc.	532,860	0.08%	Plastic Components Inc.	1,138,340	0.34%
Chevron Lummus Global LLC	415,550	0.06%	Beckett Gas, Inc.	1,081,560	0.32%
Riser Foods Company	398,130	0.06%	Riser Foods Company	967,010	0.29%
Norlake Manufacturing Company	420,110	0.06%	MediaOne of Ohio Inc.	905,430	0.27%
C Native Exchange I LLC	348,710	0.05%	Elyria Manufacturing Co.	709,040	0.21%
Laser Craft Inc.	317,320	0.05%	Chevron USA Inc.	671,130	0.20%
	<u>\$ 6,323,980</u>	<u>0.93%</u>		<u>\$ 12,680,420</u>	<u>3.79%</u>

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

- (1) Information prior to June 30, 2001 is not available
- (2) Assessed Values are for the 2006 and 2001 collection year, respectively.

North Ridgeville City School District  
Principal Taxpayers  
Real Estate Tax  
As of June 30, 2007 and June 30, 2001 (1)

JUNE 30, 2007			JUNE 30, 2001		
Name of Taxpayer	Assessed Value (2)	Percent of Total Assessed Value	Name of Taxpayer	Assessed Value (2)	Percent of Total Assessed Value
FJD Properties LLC	\$ 4,000,100	0.60%	Rini Realty Company	\$ 1,874,680	0.56%
Oster Construction Inc.	2,481,540	0.37%	Baltes, William A.	1,709,630	0.51%
Pulte Homes of Ohio LLC	2,323,390	0.35%	Lake Ridge Holding Ltd.	1,185,710	0.36%
Rini Realty Company	2,126,160	0.32%	R.W. Beckett Corporation	1,185,260	0.36%
Bob Schmitt Homes Inc.	1,930,470	0.29%	Vendome Associates Corp.	894,820	0.27%
Invacare Corporation	1,822,110	0.27%	Altercare Inc.	876,020	0.26%
R.W. Beckett Corporation	1,748,510	0.26%	Eagle Properties Ltd.	790,450	0.24%
Sugar Chestnut LLC	1,422,680	0.21%	Parks Trails, Inc.	731,510	0.22%
Lake Ridge Holding Ltd.	1,420,830	0.21%	Taylor Woods Properties	714,770	0.21%
R.W. Beckett	1,362,990	0.20%			
	<u>\$ 16,736,410</u>	<u>3.08%</u>		<u>\$ 9,962,850</u>	<u>2.99%</u>

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

- (1) Information prior to June 30, 2001 is not available
- (2) Assessed Values are for the 2006 and 2001 collection year, respectively.



North Ridgeville City School District  
Principal Taxpayers  
Public Utility Tax  
As of June 30, 2007 and June 30, 2001 (1)

JUNE 30, 2007			JUNE 30, 2001		
Name of Taxpayer	Assessed Value (1)	Percent of Total Assessed Value	Name of Taxpayer	Assessed Value (1)	Percent of Total Assessed Value
Ohio Edison Company	\$ 4,812,900	0.72%	Ohio Edison Company	\$ 6,279,140	1.88%
Alltel Ohio	2,147,750	0.32%	Alltel Ohio	3,447,020	1.03%
Cleveland Electric Illuminating Co. (a)	1,196,240	0.18%	Columbia Gas of Ohio Inc.	2,447,590	0.73%
Columbia Gas of Ohio Inc.	1,083,620	0.16%	Cleveland Electric Illuminating Co. (a)	1,528,660	0.46%
Columbia Gas Transmission	892,550	0.13%		<u>\$ 13,702,410</u>	<u>4.10%</u>
	<u>\$ 10,133,060</u>	<u>1.73%</u>			

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

- (1) Information prior to June 30, 2001 is not available.
- (2) Assessed Values are for the 2006 and 2001 collection year, respectively.

North Ridgeville City School District  
Property Tax Levies and Collections (1)  
Last Ten Fiscal Years

Collection Year	Current Taxes Levy	Delinquent Taxes Levy	Total Taxes Levy	Current Taxes Collections	Percent of Current Levy Collected	Delinquent Taxes Collections	Total Tax Collections	Total Collection As a Percent of Current Levy
2007	\$ 18,866,392	\$ 830,611	\$ 19,697,003	\$ 18,245,802	96.711%	\$ 539,413	\$ 18,785,215	99.570%
2006	17,178,611	658,824	17,837,435	16,661,347	96.989%	418,391	17,079,738	99.424%
2005	16,164,275	887,511	17,051,786	15,730,294	97.315%	416,269	16,146,563	99.890%
2004	15,414,892	646,636	16,061,528	14,977,700	97.164%	442,311	15,420,011	100.033%
2003	14,294,009	626,538	14,920,547	13,925,978	97.425%	395,297	14,321,275	100.191%
2002	13,847,896	638,397	14,486,293	13,483,930	97.372%	404,767	13,888,697	100.295%
2001	13,805,885	556,761	14,362,646	13,425,883	97.248%	368,165	13,794,048	99.914%
2000	12,613,589	533,644	13,147,233	12,169,210	96.477%	324,845	12,494,055	99.052%
1999	12,345,970	431,987	12,777,957	12,021,534	97.372%	262,676	12,284,210	99.500%
1998	12,173,962	389,895	12,563,857	11,871,765	97.518%	274,467	12,146,232	99.772%

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

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

North Ridgeville City School District  
Outstanding Debt by Type  
Last Ten Fiscal Years

Year	General Obligation Bonded Debt (1)	Capital Leases (1)	Tax Anticipation Notes (1)	Total Primary Government	Percentage of Personal Income (3)	Per Capita (3)	Per ADM (2) (3)
2007	\$ 2,506,142	\$ -	\$ -	\$ 2,506,142	0.40%	\$ 92	\$ 703
2006	2,780,002	-	-	2,780,002	0.46%	106	810
2005	3,048,911	-	-	3,048,911	0.53%	121	896
2004	3,307,867	2,368	-	3,310,235	0.59%	136	990
2003	3,556,867	8,134	94,286	3,659,287	0.68%	156	1,126
2002	3,806,348	11,583	188,572	4,006,503	0.76%	175	1,262
2001	3,990,000	13,253	282,858	4,286,111	0.83%	191	1,353
2000	4,125,000	16,155	917,144	5,058,299	1.47%	211	1,604
1999	4,250,000	-	1,551,430	5,801,430	1.72%	246	1,777
1998	4,370,000	-	2,475,715	6,845,715	2.06%	295	2,038

Source: (1) School District Financial Records

(2) Average Daily Student Enrollment is compiled as of the first week in October reported to the Ohio Department of Education for the fiscal year.

(3) See Schedule S-17 for personal income, population, and ADM data. These ratios are calculated using data for the prior calendar year.

North Ridgeville City School District  
 Computation of Direct and Overlapping General Obligation Debt  
 As of June 30, 2007

Jurisdiction	Debt Outstanding	Total Assessed Value	Percentage Applicable to School District (1)	Amount Applicable to School District
North Ridgeville City School District	\$ 2,506,142	\$ 655,094,920	100.00%	\$ 2,506,142
Lorain County	29,840,000 (2)	6,916,238,797	9.47%	2,825,848
Lorain County Joint Vocational School	-	5,978,304,547	10.96%	-
North Ridgeville City	<u>4,708,000 (2)</u>	<u>655,094,920</u>	100.00%	<u>4,708,000</u>
Sub Total				<u>7,533,848</u>
Total	<u>\$ 37,054,142</u>	<u>\$ 14,204,733,184</u>		<u>\$ 10,039,990</u>

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

(1) Percentages are computed 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.

(2) Debt is as of December 31, 2006

North Ridgeville City School District  
 Computation of Legal Debt Margin  
 Last Seven Fiscal Years (1)

	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
Assessed Valuation	<u>\$ 647,273,946</u>	<u>\$ 556,194,190</u>	<u>\$ 557,079,074</u>	<u>\$ 518,707,270</u>	<u>\$ 467,411,050</u>	<u>\$ 446,688,410</u>	<u>\$ 430,844,030</u>
Debt Limit -9% of Assessed Value (2)	<u>58,254,655</u>	<u>50,057,477</u>	<u>50,137,117</u>	<u>46,683,654</u>	<u>42,066,995</u>	<u>40,201,957</u>	<u>38,775,963</u>
Amount of Debt Application to Debt Limit:							
General Obligation Bonds	2,506,142	2,780,002	3,048,911	3,307,867	3,568,398	3,774,550	3,990,000
Less: Amount Available in Debt Service Fund	<u>560,859</u>	<u>566,785</u>	<u>444,959</u>	<u>449,482</u>	<u>462,719</u>	<u>456,951</u>	<u>374,874</u>
Total	<u>1,945,283</u>	<u>2,213,217</u>	<u>2,603,952</u>	<u>2,858,385</u>	<u>3,105,679</u>	<u>3,317,599</u>	<u>3,615,126</u>
Overall Debt Margin	<u>\$ 56,309,372</u>	<u>\$ 47,844,260</u>	<u>\$ 47,533,165</u>	<u>\$ 43,825,269</u>	<u>\$ 38,961,316</u>	<u>\$ 36,884,358</u>	<u>\$ 35,160,837</u>
Overall Limit - .10% of Assessed Value (2)	\$ 647,274	\$ 556,194	\$ 557,079	\$ 518,707	\$ 467,411	\$ 446,688	\$ 430,844
Amount of Debt Applicable							
Tax Anticipation Notes							
General Long Term Debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Permanent Improvement Long Term Debt	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>94,286</u>	<u>188,572</u>	<u>282,858</u>
Unvoted Debt Margin	<u>\$ 647,274</u>	<u>\$ 556,194</u>	<u>\$ 557,079</u>	<u>\$ 518,707</u>	<u>\$ 373,125</u>	<u>\$ 258,116</u>	<u>\$ 147,986</u>

Source: Lorain County Auditor and School District Financial Records.

(1) Information prior to June 30, 2001 is not available.

(2) Ohio Bond Law established a limit of 9% for voted debt and 1/10 of 1% of unvoted debt.

North Ridgeville City School District  
Demographic and Economic Statistics  
Last Ten Years

Calendar Year	Population (1)	Per Capita Income	Personal Income	Average Daily Student Enrollment (2)	Unemployment Rate (1)		
					Lorain County	State	Country
2006	27,197	22,971	624,742,287	3,566	6.6%	5.6%	4.6%
2005	26,108	22,971	599,726,868	3,433	6.1%	5.9%	5.1%
2004	25,204	22,971	578,961,084	3,403	6.2%	6.2%	5.5%
2003	24,294	22,971	558,057,474	3,343	7.6%	6.2%	6.0%
2002	23,397	22,971	537,452,487	3,251	7.2%	5.7%	6.0%
2001	22,902	22,971	526,081,842	3,175	5.6%	4.3%	4.8%
2000	22,469	22,971	516,135,399	3,167	5.4%	4.1%	4.0%
1999	23,939	14,331	343,069,809	3,153	5.0%	4.3%	4.5%
1998	23,572	14,331	337,810,332	3,265	3.6%	4.3%	4.5%
1997	23,190	14,331	332,335,890	3,359	6.1%	4.6%	5.0%

Source: (1) The Cleveland Public Library - Document Section as of July 1st

(2) Average Daily Student Enrollment is compiled as of the first week in October reported to the Ohio Department of Education for the fiscal year.

Note: Population statistics for the City of North Ridgeville for the years 1994 through 1999 were estimated by the U.S. Census Bureau in the Population Estimate Program. The population figure for the year 2000 is actual based on the 2000 Census.

North Ridgeville City School District  
Principal Employers  
As of Fiscal Years June 30, 2007 and June 30, 2001 (1)

Employer	Nature of Activity or Business	December 2006		December 2000 (1)	
		Approximate Number of Employees (2)	Rank	Approximate Number of Employees (2)	Rank
Invacare Corporation	Manufacturer of wheelchairs	500	1	200	4
North Ridgeville City School District	Public education	450	2	408	1
Beckett Gas, Inc.	Manufacturer of gas burners	230	3	250	3
R. W. Beckett Corporation	Manufacturer of oil burners	210	4	200	6
City of North Ridgeville, Ohio	Municipal government	200	5	200	7
Center Ridge Nursing Home, Inc.	Skilled nursing home facility	200	6	175	8
Northridge Health Center	Skilled nursing home facility	200	7	-	-
Beckett Air, Inc.	Manufacturer of blower wheels	140	8	120	11
Lake Ridge Academy	Education	120	9	-	-
Estes Express Lines	Freight terminal	-	10	-	-
RELTECH, a division of Marconi	Telecommunication engineering	-	-	340	2
Plastic Components Inc.	Plastic injection manufacturing	-	-	200	5
Dreco, Inc.	Plastic product manufacturing	-	-	150	9
Norlake Manufacturing	Transformers and power suppliers	100	-	150	10

(1) Information prior to December 2000 is not available.

(2) Approximate number of employees within the City.

Sources: "2006 Harris Ohio Industrial Directory" in cooperation with the Ohio Department of Development; respective employers.

North Ridgeville City School District  
District Employees by Type  
Last Ten Fiscal Years

	2007	2006	2005	2004	2003	2002	2001	2000	1999	1998
<b>Administrators and Supervisors</b>										
Superintendent	1	1	1	1	1	1	1	1	1	1
Assistant Superintendents	2	2	2	2	2	2	2	2	2	2
Treasurer	1	1	1	1	1	1	1	1	1	1
Principals	5	5	5	5	5	5	5	5	5	5
Assistant Principals	3	3	3	3	3	3	3	3	3	3
Coordinators and Supervisors	6	6	6	7	7	6	6	5	5	5
<b>Total Administrators and Supervisors</b>	<b>18</b>	<b>18</b>	<b>18</b>	<b>19</b>	<b>19</b>	<b>18</b>	<b>18</b>	<b>17</b>	<b>17</b>	<b>17</b>
<b>Instructional Staff</b>										
Teachers	158	155	153	148	147	147	154	153	149	154
Phys. Ed., Art and Music Teachers	19	19	19	19	19	19	19	19	18	18
Title I	4	4	4	4	4	4	4	4	4	4
Intervention Specialists	46	42	34	28	38	37	33	33	31	30
Tutors	1	12	12	14	11	13	12	11	11	15
Vocational Education Teachers	6	6	6	8	8	8	8	8	9	9
<b>Total Certified Staff</b>	<b>234</b>	<b>238</b>	<b>228</b>	<b>221</b>	<b>227</b>	<b>228</b>	<b>230</b>	<b>228</b>	<b>222</b>	<b>230</b>
<b>Student Services</b>										
Guidance counselors	6	6	6	6	6	6	6	6	6	6
Psychologists	3	3	3	3	3	3	3	3	3	3
Speech and Language Pathologists	4	4	4	4	3	3	3	3	4	3
Librarians	2	2	2	2	2	2	2	2	2	2
Nurses	6	5	4	4	4	4	4	4	2	2
Other Professionals (Non-Instructional)	3	1	1	1	1	1	1	1	1	1
Technicians	2	2	2	1	1	1	1	0	0	0
<b>Total Student Services</b>	<b>26</b>	<b>23</b>	<b>22</b>	<b>21</b>	<b>20</b>	<b>20</b>	<b>20</b>	<b>19</b>	<b>18</b>	<b>17</b>
<b>Support and Administration</b>										
Administrative Assistants	13	13	13	13	13	13	13	12	11	11
Clerical and Secretarial	17	16	16	16	16	16	16	15	15	15
Paraprofessionals	80	78	67	66	55	51	45	44	40	36
Cafeteria Workers	28	29	28	28	28	27	25	25	25	28
Bus Drivers	35	34	34	37	35	35	34	34	34	34
Mechanics	3	3	3	3	3	3	3	3	3	3
Maintenance	35	35	35	39	37	38	38	37	37	37
<b>Total Support and Administration</b>	<b>211</b>	<b>208</b>	<b>196</b>	<b>202</b>	<b>187</b>	<b>183</b>	<b>174</b>	<b>170</b>	<b>165</b>	<b>164</b>
<b>Total</b>	<b>489</b>	<b>487</b>	<b>464</b>	<b>463</b>	<b>453</b>	<b>449</b>	<b>442</b>	<b>434</b>	<b>422</b>	<b>428</b>



North Ridgeville City School District  
Operating Statistics  
Last Ten Fiscal Years

Year	Average Daily Student Enrollment	Operating Expenses	Cost Per Pupil	Percent Change	Teaching Staff	Pupil Teacher Ratio	Percentage of Students Receiving Free or Reduced-Price Meals
2007	3,564	\$ 33,313,508	9,347	3.69%	234	15.23	18.00%
2006	3,566	32,142,761	9,014	9.01%	238	14.98	18.00%
2005	3,433	28,388,466	8,269	-2.81%	228	15.06	17.00%
2004	3,403	28,953,921	8,508	5.24%	221	15.40	16.00%
2003	3,343	27,025,384	8,084	7.29%	227	14.73	12.00%
2002	3,251	24,495,661	7,535	-3.21%	228	14.26	10.00%
2001	3,175	24,716,223	7,785	8.53%	230	13.80	10.00%
2000	3,167	22,717,746	7,173	5.35%	228	N/A	N/A
1999	3,153	21,467,229	6,809	5.40%	222	N/A	N/A
1998	3,265	21,091,312	6,460	8.39%	230	N/A	N/A

Source: School District Financial Records.

N/A - Information prior to June 30, 2000 for Pupil Teacher Ratio, and Percentage of Students Receiving Free or Reduced-Price Meals is not available.

North Ridgeville City School District  
Capital Asset Information  
Last Ten Fiscal Years

	2007	2006	2005	2004	2003	2002	2001	2000	1999	1998
<b>Elementary</b>										
Fields Sweet (Year Built)	1920	1920	1920	1920	1920	1920	1920	1920	1920	1920
Square Feet	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000	25,000
Capacity	227	227	227	227	227	227	227	227	227	227
Enrollment	33	26	22	25	21	0	0	0	0	0
Education Center (Year Acquired)	1933	1993	1993	1993	1993	1993	1993	1993	1993	1993
Square Feet	22,500	22,500	22,500	22,500	22,500	22,500	22,500	22,500	22,500	22,500
Capacity	205	205	205	205	205	205	205	205	205	205
Enrollment	145	141	124	137	126	150	141	152	148	127
Lear North (Year Built)	1967	1967	1967	1967	1967	1967	1967	1967	1967	1967
Square Feet	22,920	22,920	22,920	22,920	22,920	22,920	22,920	22,920	22,920	22,920
Capacity	208	208	208	208	208	208	208	208	208	208
Enrollment	290	226	239	236	224	242	230	250	266	271
Liberty (Year Built)	1976	1976	1976	1976	1976	1976	1976	1976	1976	1976
Square Feet	48,570	48,570	48,570	48,570	48,570	48,570	48,570	48,570	48,570	48,570
Capacity	442	442	442	442	442	442	442	442	442	442
Enrollment	544	585	550	523	493	484	464	458	471	503
Wilcox (Year Built)	1958	1958	1958	1958	1958	1958	1958	1958	1958	1958
Square Feet	52,793	52,793	52,793	52,793	52,793	52,793	52,793	52,793	52,793	52,793
Capacity	480	480	480	480	480	480	480	480	480	480
Enrollment	593	586	552	544	534	515	505	506	494	484
<b>Middle School</b>										
Middle School (Year Built)	1923	1923	1923	1923	1923	1923	1923	1923	1923	1923
Square Feet	94,277	94,277	94,277	94,277	94,277	94,277	94,277	94,277	94,277	94,277
Capacity	773	773	773	773	773	773	773	773	773	773
Enrollment	794	817	828	816	835	803	759	735	749	769

(Continued)

North Ridgeville City School District  
 Capital Asset Information  
 Last Ten Fiscal Years  
 (Concluded)

	2007	2006	2005	2004	2003	2002	2001	2000	1999	1998
High School										
High School (Year Built)	1967	1967	1967	1967	1967	1967	1967	1967	1967	1967
Square Feet	146,646	146,646	146,646	146,646	146,646	146,646	146,646	146,646	146,646	146,646
Capacity	978	978	978	978	978	978	978	978	978	978
Enrollment	1,165	1,185	1,118	1,122	1,110	1,057	1,076	1,066	1,025	1,111
Administrative										
Buildings (Included Ed Center)	1	1	1	1	1	1	1	1	1	1
Square Feet	11,200	11,200	11,200	11,200	11,200	11,200	11,200	11,200	11,200	11,200
Transportation										
Year Built	1968	1,968	1,968	1,968	1,968	1,968	1,968	1,968	1,968	1,968
Garages	1	1	1	1	1	1	1	1	1	1
Square Feet	4,960	4,960	4,960	4,960	4,960	4,960	4,960	4,960	4,960	4,960
Buses	43	43	43	43	43	43	43	43	43	43
Maintenance										
Year Built	1991	1,991	1,991	1,991	1,991	1,991	1,991	1,991	1,991	1,991
Buildings	1	1	1	1	1	1	1	1	1	1
Square Feet	7,200	7,200	7,200	7,200	7,200	7,200	7,200	7,200	7,200	7,200
Athletics										
Football fields	1	1	1	1	1	1	1	1	1	1
Soccer fields	1	1	1	1	1	1	1	1	1	1
Running tracks	1	1	1	1	1	1	1	1	1	1
Baseball/softball	2	2	2	2	2	2	2	2	2	2
Playgrounds	5	5	5	5	5	5	5	5	5	5
Tennis courts	1	1	1	1	1	1	1	1	1	1

Source: School District records.





**Mary Taylor, CPA**  
Auditor of State

**NORTH RIDGEVILLE CITY SCHOOL DISTRICT**

**LORAIN 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 15, 2008**