

SANDUSKY CITY SCHOOL DISTRICT

Single Audit Report

June 30, 2010



Dave Yost • Auditor of State

Board of Education
Sandusky City School District
407 Decatur Street
Sandusky, Ohio 44870-2483

We have reviewed the *Independent Auditor's Report* of the Sandusky City School District, Erie County, prepared by Plattenburg & Associates, Inc., for the audit period July 1, 2009 through June 30, 2010. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

A handwritten signature in black ink that reads "Dave Yost".

Dave Yost
Auditor of State

February 28, 2011

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**SANDUSKY CITY SCHOOL DISTRICT
SCHEDULE OF FEDERAL AWARDS EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2010**

Federal Grant/ Pass Through Grantor Program Title	Pass Through Entity Number	Federal CFDA Number	Disbursements	Non-Cash Disbursements
U.S. DEPARTMENT OF AGRICULTURE				
Passed Through Ohio Department of Education:				
Nutrition Cluster:				
School Breakfast Program	3L70	10.553	\$298,253	\$0
National School Lunch Program	3L60	10.555	1,036,839	181,585
Total Nutrition Cluster			1,335,092	181,585
Child Nutrition Discretionary Grants Limited Availability	3DC0	10.579	70,169	0
Total U.S. Department of Agriculture			1,405,261	181,585
U.S. DEPARTMENT OF EDUCATION				
Passed Through Ohio Department of Education:				
Special Education Cluster:				
Special Education-Grants to States	3M20	84.027	1,074,133	0
Special Education-Grants to States - ARRA	3DJ0	84.391	854,810	0
Special Education-Preschool Grants	3C50	84.173	50,658	0
Special Education-Preschool Grants - ARRA	3DL0	84.392	9,338	0
Total Special Education Cluster			1,988,939	0
Title I Cluster:				
Title I Grants to Local Educational Agencies	3M00	84.010	1,550,730	0
Title I Grants to Local Educational Agencies - ARRA	3DK0	84.389	391,383	0
Total Title I Cluster			1,942,113	0
Adult Basic Education Grant	3660	84.002	119,635	0
Career & Technical Education Basic Grants to States	N/A	84.048	75,936	0
Safe and Drug Free Schools and Communities	3D10	84.186	13,806	0
State Grants for Innovative Programs	3M10	84.298	472	0
Education Technology State Grants	3S20	84.318	13,340	0
Education Technology State Grants - ARRA	3DM0	84.386	135,275	0
Reading First	3Y40	84.357	754,204	0
Improving Teacher Quality	3Y60	84.367	346,970	0
State Fiscal Stabilization Fund (SFSF) Ed St Grant - ARRA	GRF	84.394	987,595	0
Direct Program:				
Federal Pell Grant Program	N/A	84.063	318,084	0
Federal Direct Student Loans	N/A	84.268	357,006	0
Total Department of Education			7,053,375	0
U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES				
Passed Through Ohio Dept Health & Human Services				
Temporary Assistance for Needy Family	N/A	93.558	4,478	0
Medical Assistance Program	N/A	93.778	17,473	0
Total Department of Health & Human Services			21,951	0
Total Federal Assistance			\$8,480,587	\$181,585

NOTES TO SCHEDULE OF FEDERAL AWARDS EXPENDITURES

NOTE A -- SIGNIFICANT ACCOUNTING POLICIES

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

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND
ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

To the Board of Education
Sandusky City School District

We have audited the financial statements of the governmental activities, the major fund, and the aggregate remaining fund information of the Sandusky City School District (the District), as of and for the year ended June 30, 2010, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 30, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal 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 auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

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

Compliance and Other Matters

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

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

Plattenburg & Associates, Inc.

Plattenburg & Associates, Inc.
December 30, 2010

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

To the Board of Education
Sandusky City School District

Compliance

We have audited the compliance of the Sandusky City School District (the District) with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to its major federal programs for the year ended June 30, 2010. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal programs is the responsibility of the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

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

In our opinion, the District complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2010.

Internal Control Over Compliance

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

A *deficiency in internal control* over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control* over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, 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.

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the governmental activities, the major fund, and the aggregate remaining fund information of the District as of and for the year ended June 30, 2010, and have issued our report thereon date December 30, 2010, which contained unqualified opinions on those financial statements. Our audit was performed for the purpose of forming opinions on the financial statements as a whole. The schedule of expenditures of federal awards is presented for the purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

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

Plattenburg & Associates, Inc.

Plattenburg & Associates, Inc.
December 30, 2010

**SANDUSKY CITY SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2010**

Section I – Summary of Auditor’s Results

(d)(1)(i)	<i>Type of Financial Statement Opinion</i>	Unqualified
(d)(1)(ii)	<i>Were there any material control weakness conditions reported at the financial statement level (GAGAS)?</i>	No
(d)(1)(ii)	<i>Were there any other significant control deficiencies reported at the financial statement level (GAGAS)?</i>	No
(d)(1)(iii)	<i>Was there any material reported non-compliance at the financial statement level (GAGAS)?</i>	No
(d)(1)(iv)	<i>Were there any material internal control weakness conditions reported for major federal programs?</i>	No
(d)(1)(iv)	<i>Were there any other significant control deficiencies reported for major federal programs?</i>	No
(d)(1)(v)	<i>Type of Major Programs' Compliance Opinion</i>	Unqualified
(d)(1)(vi)	<i>Are there any reportable findings under Section .510?</i>	No
(d)(1)(vii)	<i>Major Programs (list):</i>	
	Nutrition Cluster: 10.553	Title I Cluster:
	School Breakfast Program 10.555	Title I 84.010
	National School Lunch Program	Title I - AARA 84.389
	Special Education Cluster:	Improving Teacher Quality 84.367
	Grants to State 84.027	State Fiscal Stabilization Fund:
	Grants to State - ARRA 84.391	(SFSF) Ed St Grant - ARRA 84.394
	Special Education-Preschool Grants 84.173	
	Special Education-Preschool Grants - ARRA 84.392	
(d)(1)(viii)	<i>Dollar Threshold: Type A/B Programs</i>	Type A: > \$300,000 Type B: all others
(d)(1)(ix)	<i>Low Risk Auditee?</i>	No

Section II – Findings Related to the Financial Statements Required to be Reported in Accordance with GAGAS

None

Section III – Federal Award Findings and Questioned Costs

None

**SANDUSKY CITY SCHOOL DISTRICT
SCHEDULE OF PRIOR AUDIT FINDINGS AND QUESTIONED COSTS
JUNE 30, 2010**

Sandusky City School District had no prior audit findings or questioned costs.

Comprehensive Annual Financial Report

for the year ended June 30, 2010



**Sandusky City Schools
Erie County, Ohio**

SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

Prepared by:
Office of the Treasurer/CFO
Kevin D. Robertson, CPA

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TABLE OF CONTENTS

	Page
INTRODUCTORY SECTION	
Letter of Transmittal	vii
List of Principal Officers	xv
Organizational Chart	xvi
GFOA Certificate of Achievement for Excellence in Financial Reporting	xvii
ASBO Certificate of Excellence in Financial Reporting	xviii
FINANCIAL SECTION	
Independent Auditors' Report	1
Management's Discussion and Analysis	3
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Assets	11
Statement of Activities	13
Fund Financial Statements:	
Balance Sheet - Governmental Funds	14
Reconciliation of Total Governmental Fund Balance to Net Assets of Governmental Activities	15
Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds	16
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balance of Governmental Funds to the Statement of Activities	17
Statement of Net Assets - Proprietary Fund	18
Statement of Revenues, Expenses, and Changes in Fund Net Assets - Proprietary Fund	19
Statement of Cash Flows - Proprietary Fund	20
Statement of Fiduciary Net Assets - Fiduciary Funds	21
Statement of Changes in Fiduciary Net Assets - Fiduciary Funds	22
Notes to the Basic Financial Statements	23
Required Supplementary Information:	
Schedule of Revenues, Expenditures and Changes in Fund Balance Budget and Actual (Non-GAAP Budgetary Basis) - General Fund	50
Notes to the Required Supplementary Information	51
Combining Statements and Individual Fund Schedules:	
Nonmajor Governmental Funds	55
Combining Balance Sheet	56
Combining Statement of Revenues, Expenditures and Changes in Fund Balance	57
Nonmajor Special Revenue Funds	
Fund Descriptions	58
Combining Balance Sheet	62
Combining Statement of Revenues, Expenditures and Changes in Fund Balance	68

TABLE OF CONTENTS

	Page
Nonmajor Special Revenue Funds (Continued)	
Schedule of Revenues, Expenditures and Changes in Fund Balance	
Budget and Actual (Non-GAAP Budgetary Basis):	
Public School Support	73
Other Grants	74
Special Trust	75
District Managed Student Activity	76
Auxiliary Services	77
Management Information	78
Public School PreSchool	79
Entry Year Programs	80
SchoolNet OneNet	81
Ohio Reads	82
Education Foundation	83
Poverty Aid	84
Able/Job Grant	85
Adult Basic Education	86
Title VI B	87
Vocational Education	88
Basic Educational Opportunity Grant	89
Title I	90
Title V	91
Drug-Free School Grant	92
EHA PreSchool Grant	93
Improving Teacher Quality	94
Miscellaneous Federal Grants	95
Food Service	96
Adult Education	97
Fiscal Stabilization	98
Stimulus Title II	99
Title I School Improvement	100
 Nonmajor Debt Service Fund	
Fund Description	101
Schedule of Revenues, Expenditures and Changes in Fund Balance	
Budget and Actual (Non-GAAP Budgetary Basis):	
Debt Service	102
 Nonmajor Capital Projects Funds	
Fund Descriptions	103
Combining Balance Sheet	104
Combining Statement of Revenues, Expenditures and Changes in Fund Balance	105
Schedule of Revenues, Expenditures and Changes in Fund Balance	
Budget and Actual (Non-GAAP Budgetary Basis):	
Permanent Improvement	106
Replacement	107

TABLE OF CONTENTS

	<u>Schedule</u>	<u>Page</u>
Nonmajor Permanent Fund		
Fund Description		108
Schedule of Revenues, Expenditures and Changes in Fund Balance		
Budget and Actual (Non-GAAP Budgetary Basis):		
Permanent		109
Nonmajor Fiduciary Funds		
Fund Descriptions		110
Combining Statement of Fiduciary Net Assets - Private Purpose Trust Funds		111
Combining Statement of Changes in Fiduciary Net Assets - Private Purpose Trust Funds		112
Statement of Changes in Assets and Liabilities - Agency Funds		
 STATISTICAL SECTION		
Net Assets by Component	1	117
Expenses, Program Revenues and Net (Expense)/Revenue	2	118
General Revenues and Total Change in Net Assets	3	120
Fund Balances - Governmental Funds	4	121
Governmental Funds Revenues	5	122
Governmental Funds Expenditures and Debt Service Ratio	6	123
Other Financing Sources and Uses and Net Change in Fund Balances	7	124
Assessed Value and Actual Value of Taxable Property	8	125
Direct and Overlapping Property Tax Rates	9	126
Principal Property Tax Payers	10	127
Property Tax Levies and Collections	11	128
Outstanding Debt by Type	12	129
Direct and Overlapping Governmental Activities Debt	13	130
Legal Debt Margin Information	14	131
Demographic and Economic Statistics	15	132
Major Employers	16	133
Certified Staff Training	17	134
Full-Time Equivalents (FTE) by Function/Program	18	135
Operating Statistics	19	136
School Building Information	20	138

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INTRODUCTORY SECTION



Sandusky City Schools

407 Decatur Street • Sandusky, Ohio 44870-2442 • 419-621-2714

Kevin D. Robertson, CPA
Treasurer/CFO

December 30, 2010

Members of the Board of Education and Residents of the
Sandusky City School District

The Comprehensive Annual Financial Report (CAFR) of the Sandusky City School District (the “District”) for the fiscal year ended June 30, 2010 is hereby submitted. This CAFR includes financial statements and other financial and statistical data and conforms to accounting principles generally accepted in the United States of America (GAAP) as they apply to governmental entities. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the District. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds of the District. All disclosures necessary to enable the reader to gain an understanding of the District’s financial activities have been included.

Management of the District is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the District are protected from loss, theft or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with GAAP. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived from its implementation; and (2) the valuation of costs and benefits requires estimates and judgments by management.

State statute requires an annual audit by independent accountants. The Ohio Auditor of State’s office conducted the audit. The audit has been conducted in accordance with generally accepted auditing standards, generally accepted government auditing standards, and include a review of internal controls and test of compliance with Federal and State laws and regulations. The Independent Accountant’s Report is included in this CAFR.

As a part of the District’s independent audit, tests are made to determine the adequacy of the internal control structure, including that portion related to federal financial assistance programs, as well as to determine that the school district has complied with applicable laws and regulations. The results of the District’s independent audit for the fiscal year ended June 30, 2010 provided no instances of material weaknesses in the internal control structure or significant violations of applicable laws and regulations.

This transmittal letter is designed to provide historical information about the District, as well as compliment the required Management's Discussion and Analysis (MD&A). Generally accepted accounting principles require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements. The District's MD&A, which focuses on the government-wide statements, can be found immediately following the Independent Accountant's Report.

PROFILE OF SANDUSKY CITY SCHOOL DISTRICT

The District ranks as 114th largest by total enrollment among the 610 public school districts in the state and is the largest in Erie County. As of the current school year (2009-10), the average daily membership (ADM) was 3,451 students. Most of these students attend one of the District's eight schools. District enrollment is expected to gradually decline over the next several years.

The District has 548 full and part time employees. The District employs 333 certified staff members and 25 administrators. Additionally, the District employs 6 full-time adult education instructors and 167 full-time and part-time non-teaching staff members.

The District offers a wide variety of educational programs for all segments of the community. Sandusky High School is one of the few comprehensive high schools in Ohio, containing twelve (12) career technical education programs as well as a wide range of college preparatory offerings. Additionally, the adult continuing education program serves more than 2,000 adults each year. The District provides extensive special education services and offers a kindergarten through twelfth grade accelerated and gifted program. All District kindergarten students attend all-day, everyday kindergarten classes and benefit from a full day of instruction.

A full range of extracurricular programs and activities is available to students beginning with the elementary grades. All District schools have libraries, special purpose rooms, including computer labs and unique curricular offerings designed by the individual building staff and administration.

An active Council of local neighborhood Parent Councils provides for articulation, cooperation, and communication and partnership between parents, community members, and school officials.

The District cooperates with the City of Sandusky Recreation and Parks Department, churches and a number of community and civic organizations in making school facilities available for athletic, recreational and enrichment activities.

Classroom teachers at all levels are supported by specialists in media, guidance, art, instrumental and vocal music, physical education and curriculum development. A comprehensive interscholastic and intramural sports program is offered to students at select grade levels of the District. All elementary schools have full-time media aides and secondary schools are staffed by certified media specialists. School nurses, psychologists, speech therapists, one media coordinator, counselors, specific coordinators for Title I (a federally funded reading and mathematics program), and gifted programs offer direction, support and coordination of services for all students.

Overlapping Governmental Entities

The major political subdivisions or other governmental entities that overlap the territory of the District are listed below. The stated percentage is that percentage of the tax valuation of the overlapping entity that is located within the District.

1. A portion (25.32%) of Erie County (functions allocated to counties by Ohio law, such as elections, health and human services, and judicial).
2. The City of Sandusky (100%) (municipal corporation responsibilities).

Each of these entities operates independently, with its own separate budget, taxing power, and sources of revenue. Both Erie County and the City of Sandusky levy ad valorem property taxes within the ten-mill limitation (subject to available statutory allocation of the 10 mills). The District also acts as fiscal agent for local tax revenues distributed to the Sandusky Library, located within the District's boundaries, with this revenue reported in the agency funds. The District is not considered a component unit of another government.

The District is an active member of the Enterprise Zone Negotiating Committee, along with the City of Sandusky and Erie County. The Enterprise Zone offers tax abatements for real and personal property improvements and additions to businesses located within the city. A number of local companies have been granted partial tax abatements on additions made during the last several years. The City of Sandusky and the District have also benefited from these expansions through additional tax revenues from the unabated portion of valuation increases on the property and from improved economic conditions resulting from growth in employment of city residents.

Employees

A statewide public employee bargaining law applies generally to public employee relations and collective bargaining. The starting salary (2009-10 school year) for a teacher with a bachelor's degree is \$33,965, and the maximum salary for a teacher with a master's degree plus 24 graduate hours and 23 years of experience is \$71,327.

The District's certificated employees, excluding administration, are members of the Sandusky Education Association (S.E.A.), a labor organization affiliated with the Ohio Education Association. The current contract between the Board of Education and the S.E.A. expires August 31, 2013.

All of the District's support staff employees, including secretarial, custodial, maintenance, transportation, and teacher aides, are represented for bargaining purposes by the Sandusky Non-Teaching Employees Association (S.N.T.E.A.), a labor organization affiliated with the Ohio Education Association. The current S.N.T.E.A. contract expires June 30, 2012.

The District has never experienced any work stoppage or job actions. In the judgment of the Board and administration, labor relations between the District and its employees remain excellent.

Parochial Schools

The District acts as fiscal agent for state funds distributed to parochial schools, with revenue reported in special revenue funds. The Early Childhood Center (Kindergarten Readiness and Preschool), St. Mary Elementary and Jr. High School (K-8) and St. Mary's Central Catholic High School (9-12) are all reported as a single entity under one IRN, are all located within the District and serve students who reside both inside and outside the District. As of June, 2010, approximately 56% of the students reside within the District. Total enrollment as for fiscal year 2009-2010 was 557 which represented 312 students who reside in Sandusky City Schools attendance area and 245 student who reside in other district's attendance areas.

Budgetary Controls

In addition to the internal control structure mentioned above, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Board of Education. Activities of all funds are included in the annual appropriated budget. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established by function and object of expenditure within an individual fund. The District also maintains an encumbrance accounting system as one technique of accomplishing budgetary control.

Unencumbered amounts lapse at year-end. A complete description of the District's Budgetary Process can be found in Note 2.E. to the basic financial statements.

ECONOMIC CONDITION

Local Economy

The District is located in Erie County, in Northwest Ohio, approximately sixty miles west of Cleveland and sixty miles east of Toledo. All of the District is located within Erie County and falls entirely within the corporate boundaries of the City of Sandusky, which lies on the shores of Sandusky Bay and Lake Erie.

The District is served by diversified transportation facilities including immediate access to four State highways and Interstate 80 (Ohio Turnpike). The District is served by CSX, Norfolk and Southern, and Amtrak Rail Services. Griffing Airport (Commuter Services) is located within the District's boundaries.

Major commercial banks with offices within the District include PNC Bank, US Bank, Key Bank, Fifth Third Bank and The Citizens Banking Company.

Two daily newspapers serve the District. The District falls within the broadcast area of seven television stations and numerous AM/FM radio stations. One television station is located within the city limits as are two AM/FM radio stations. The District has a cable television license and broadcasts school information on cable Channel 81.

Within commuting distance of the District are numerous public and private two and four-year colleges and universities including Firelands College, Ashland University, Cleveland State University, Toledo University, Bowling Green State University, and Lorain Community College. Ashland University and Bowling Green State University utilize District facilities and staff for course offerings to District staff members and other interested residents and students.

The District is served with a wide range of recreational offerings through school and City recreation and park programs. One of the things that make the District an attractive place to live is its unique location. It is located on both Sandusky Bay and Lake Erie with over twenty-two (22) miles of shoreline within the city limits. The close association with the water and the inherent access to boating, sailing, fishing, and swimming, etc. gives this District an atmosphere of a coastal city. Lake freighters, ferry boats, commercial fishing boats and pleasure boats are commonplace. The lake and bay along with Cedar Point Amusement Park, many fine golf courses, restaurants, motels, shops, and business enterprises have resulted in a booming tourist trade and have given the District's area the reputation of being one of the premier places in the country to live. The District offers the advantages of a small town, a reasonable cost of living, and excellent medical facilities (including Firelands Regional Medical Center in Sandusky).

The local economy has been in a gradual decline for several years. A number of businesses have closed or left Sandusky, taking with them a significant number of manufacturing jobs. The City's unemployment rate in June of 2010 was 9.8%, compared with state and national unemployment rates of 10.5% and 9.6% respectively.

As further evidence of a struggling economy in Sandusky, according to the U.S. Census Bureau the median family income in the City was \$37,749 in the year 2000, compared with \$40,956 and \$41,994 state and national averages, respectively. Additionally, the median home value in Sandusky in 2000 was \$75,400, compared with \$103,700 and \$119,600 median home values in the state and the nation, respectively.

Long-Term Financial Planning

The District prepares a five-year financial forecast annually for use as a tool for long range planning. The five-year forecast contains projected local and state revenues, spending patterns within each area of the budget, and cash balances in the District's operating fund. The five-year forecast provides early warning signs of potential financial problems.

The District regularly updates the five-year forecast for use as a basis for making financial decisions, including the construction of the annual budget, adjustments to staffing levels, collective bargaining, and the placement of tax levies on the ballot. Specific examples of recent decisions that have resulted in improvements in the District's financial condition include the approval of a 5.4 mill operating levy in 2007, the closure of school buildings due to decreased enrollment which has resulted in the net reduction of paid staff positions, and the successful renewal of a five-year, \$1.5 million emergency levy in November 2008.

Major Initiatives for the Year

The District implemented a number of significant programs during the past year to meet student and community needs.

The District continued to invest in technology in the 2009-10 school year. Completed upgrades in technology include the purchase of new hardware and software to continue replacement of computers. The interactive SMART Board project was completed during the 2007-2008 school year and the district now has SMART Boards installed in every classroom throughout the school system. In addition, the district maintains a minimum of four up to date computers in every classroom for grades K-8 as well as numerous computer labs throughout every district school building. The District employs a director of network technology, two computer technicians, and an instructional technology facilitator to provide support to District staff.

In 2009-2010, the 5th year and second "sustainability" year for Reading First Ohio, the district received grant funds to sustain the personnel to continue reading improvement in grades K-3 in the 6 elementary buildings. Activities associated with Reading First Ohio that are not funded by these grant funds are being implemented within Title I activities to attain the goal of improving reading scores and to ensure that all students will be able to read successfully by the end of the third grade, in compliance with the U.S. Department of Education's No Child Left Behind Act.

Major Initiatives for the Future

The District will continue to upgrade all areas of technology in the 2010-11 school year and beyond. Plans include the replacement of outdated computer software and hardware annually, additional fiber wiring to increase connectivity, addition of wireless access points throughout district buildings, expansion of back-up and redundancy ability, as well as providing all staff with regularly scheduled in-service training in technology.

The District will continue to refine its master plan for future facility needs in concert with the Ohio School Facilities Commission. The District is eligible for funding from the Ohio School Facilities Commission during the 2010-2011 school year with a state match of 40%. Recently, the option of segmenting projects became available, through legislation and the district may choose to pursue this option which will allow for phasing the project over more than one ballot issue.

In the fifth year of the Reading First Ohio grant, the estimated funding in the amount of \$750,187 is to be used to provide personnel to assist in reading improvement and to purchase materials for the reading program.

The District has instituted a rolling open-enrollment time frame policy and intends to expand awareness of the positive academic programs offered by the district.

AWARDS AND ACKNOWLEDGEMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Sandusky City School District for its comprehensive annual financial report for the fiscal year ended June 30, 2009. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principals 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.

The District has also received a Certificate of Excellence in Financial Reporting in School Districts from the Association of School Business Officials (ASBO) for the District's comprehensive annual financial report for the fiscal year ended June 30, 2009. The award is granted only after an intensive review of financial reports by an expert panel of certified public accountants and practicing school business officials. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to ASBO to determine its eligibility for another certificate.

The preparation of the comprehensive annual financial report on a timely basis was made possible by the dedicated services of the Treasurer's office staff. In addition, we acknowledge the outstanding services of our data processing department in meeting the vast informational requirements. Our consultant, Plattenburg & Associates, Inc. provided us with expert technical assistance in all phases of preparing the report. The assistance of the Erie County Auditor's office in providing information is also appreciated. Finally, we wish to acknowledge the cooperation of the team from Plattenburg & Associates, Inc., who conducted a thorough audit of our finances.

In closing, without the leadership and support of the Board of Education of the District, preparation of this report would not have been possible.

Sincerely,



Kevin D. Robertson, Treasurer



William F. Pahl, Superintendent

SANDUSKY CITY SCHOOL DISTRICT
ERIE COUNTY, OHIO
 LIST OF PRINCIPAL OFFICERS
 JUNE 30, 2010

Name	Board of Education Began Service as a Board Member January 1	Present Term Expires December 31	Vocation in Private Life
Mrs. Faith Denslow**	2004+	2014	Homemaker
Mr. Jeff Krabill *	2008	2012	Self Employed
Mr. King Baer	2000	2012	Retired Fireman
Mr. Tracy Shoemo	2008	2012	Minister
Dr. Richard Koonce	2010	2014	Professor

** President

* Vice President

+ Appointed 7/30/04 to fill unexpired term due to a resignation.

Superintendent

Mr. William F. Pahl

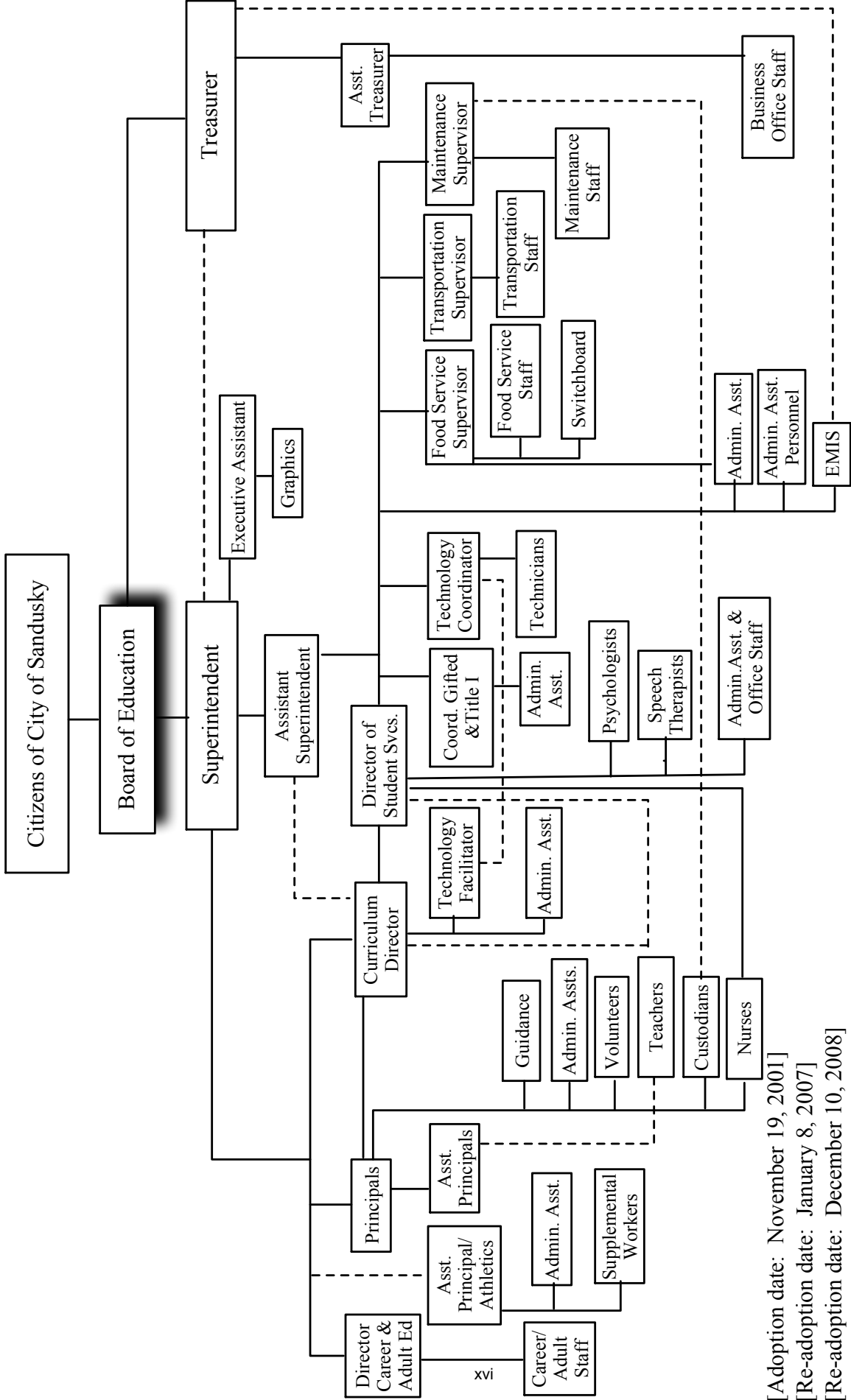
Treasurer/CFO

Mr. Kevin D. Robertson, CPA

Central Office Administrative Staff

Mr. Thomas Tucker	Assistant Superintendent, Operations
Mrs. Sally Roth	Curriculum Director
Mrs. Julie McDonald	Coordinator, Title 1/Talented and Gifted
Mrs. Ceci Mees	Assistant Treasurer
Mrs. Nancy Zechman	Director of Adult & Vocational Education
Mrs. Sabrina Scott	Director of Student Services
Mrs. Christine Zess	Instructional Technology Facilitator
Mr. Brett Kluiber	Coordinator of Network Technology
Mrs. Faith Palmucci	Administrative Assistant
Mr. Tom Freitas	Food Services Supervisor
Mr. Ted Peters	Transportation Supervisor
Mr. Kevin Toms	Supervisor of Building Services

ORGANIZATIONAL CHART



[Adoption date: November 19, 2001]
 [Re-adoption date: January 8, 2007]
 [Re-adoption date: December 10, 2008]
 [Re-adoption date: January 12, 2009]

CROSS REF.: CCB, Staff Relations and Lines of Authority
 Sandusky City School District, Sandusky, Ohio

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Sandusky City School
District, Ohio

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

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



President

Executive Director

**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

SANDUSKY CITY SCHOOL DISTRICT, OHIO

For its Comprehensive Annual Financial Report (CAFR)

For the Fiscal Year Ended June 30, 2009

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

President

Executive Director

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

To the Board of Education
Sandusky City School District

We have audited the accompanying financial statements of the governmental activities, the major fund, and the aggregate remaining fund information of the Sandusky City School District (the District) as of and for the year ended June 30, 2010, which collectively comprise the District's basic financial statements. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the major fund, and the aggregate remaining fund information of the District, as of June 30, 2010, and the respective changes in financial position and where applicable, cash flows, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 30, 2010, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's financial statements as a whole. The introductory section, combining and individual nonmajor fund financial statements and schedules and statistical section, are presented for purposes of additional analysis and are not a required part of the financial statements. The combining and individual nonmajor fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

Plattenburg & Associates, Inc.

Plattenburg & Associates, Inc.
December 30, 2010

Sandusky City School District, Ohio
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2010
(Unaudited)

The discussion and analysis of Sandusky City School District's financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2010. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should also review the transmittal letter, notes to the basic financial statements and financial statements to enhance their understanding of the District's performance.

Financial Highlights

Key financial highlights for 2010 are as follows:

- Net assets of governmental activities decreased \$230,591 which represents a 1.6% decrease from 2009.
- General revenues accounted for \$37,542,222 in revenue or 74% of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$13,214,002 or 26% of total revenues of \$50,756,224 .
- The District had \$50,986,815 in expenses related to governmental activities; \$13,214,002 of these expenses were offset by program specific charges for services, grants or contributions. General revenues of \$37,542,222 were also used to provide for these programs.

Overview of the Financial Statements

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

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

Government-wide Financial Statements

While this document contains the large number of funds used by the District to provide programs and activities, the view of the District as a whole looks at all financial transactions and asks the questions, "How did we do financially during 2010?" The Government-wide Financial Statements answers this question. These statements include *all assets* and *liabilities* using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

Sandusky City School District, Ohio
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2010
(Unaudited)

These two statements report the District's *net assets* and changes in those assets. This change in net assets is important because it tells the reader that, for the District as a whole, the financial position has improved or diminished. The causes of this change may be the result of many factors, both financial and non-financial. Non-financial factors include the District's property tax base, current property tax laws in Ohio restricting revenue growth, facility conditions, required educational programs and other factors.

In the Government-wide Financial Statements, the overall financial position of the District is presented in the following manner:

- **Governmental Activities** – Most of the District's programs and services are reported here including instruction, support services, operation of non-instructional services, extracurricular activities and interest and fiscal charges.

Fund Financial Statements

The analysis of the District's major funds begins on the balance sheet. Fund financial reports provide detailed information about the District's major funds. The District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the District's most significant funds.

Governmental Funds Most of the District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end 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 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.

Proprietary Fund The District maintains one proprietary internal service fund. Internal service funds are an accounting device used to accumulate and allocate costs internally among the District's various functions. The District's internal service fund accounts for self insurance of the District's medical, dental and vision benefits.

Fiduciary Funds Fiduciary Funds are used to account for resources held for the benefits of parties outside the government. Fiduciary Funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the District's own programs.

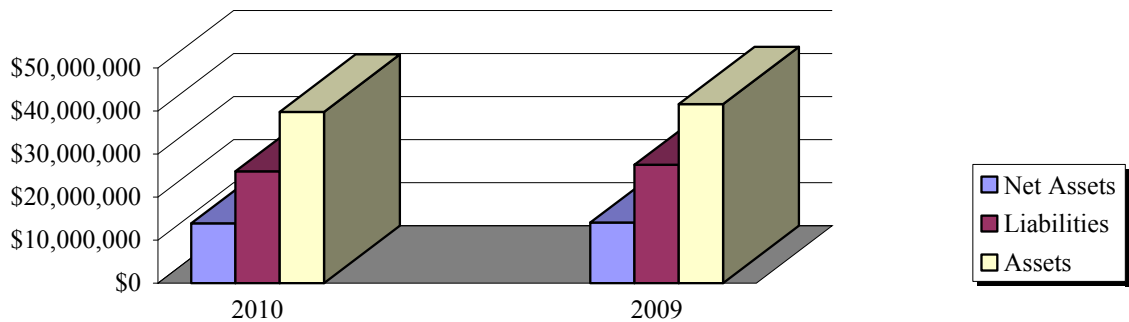
The District as a Whole

As stated previously, the Statement of Net Assets looks at the District as a whole. Table 1 provides a summary of the District's net assets for fiscal year 2010 compared to fiscal year 2009:

Sandusky City School District, Ohio
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2010
(Unaudited)

Table 1
Net Assets

	Governmental Activities	
	2010	2009
Assets:		
Current and Other Assets	\$30,120,143	\$31,228,964
Capital Assets	9,688,952	10,333,185
Total Assets	39,809,095	41,562,149
Liabilities:		
Other Liabilities	20,163,668	22,458,631
Long-Term Liabilities	5,800,256	5,027,756
Total Liabilities	25,963,924	27,486,387
Net Assets:		
Invested in Capital Assets, Net of Related Debt	9,053,163	10,002,744
Restricted	1,693,031	1,926,356
Unrestricted	3,098,977	2,146,662
Total Net Assets	\$13,845,171	\$14,075,762



Over time, net assets can serve as a useful indicator of a government's financial position. At June 30, 2010, the District's assets exceeded liabilities by \$13,845,171 .

At year-end, capital assets represented 24% of total assets. Capital assets include land, land improvements, buildings and improvements, furniture and equipment and vehicles. Capital assets, net of related debt to acquire the assets at June 30, 2010, was \$9,053,163 . These capital assets are used to provide services to the students and are not available for future spending. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

A portion of the District's net assets, \$1,693,031 represents resources that are subject to external restriction on how they must be used. The external restriction will not affect the availability of fund resources for future use.

Sandusky City School District, Ohio
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2010
(Unaudited)

Current assets decreased from 2009 to 2010 mainly due to a decrease in taxes receivable due to the phasing out of tangible personal property tax and a decrease amount in the delinquent taxes. Other Liabilities decreased mainly due to a decrease in unearned revenue which was due to the corresponding decrease in taxes receivable.

Table 2 shows the changes in net assets for fiscal years 2010 and 2009.

Table 2
Changes in Net Assets

	Governmental Activities	
	2010	2009
Revenues:		
Program Revenues		
Charges for Services and Sales	\$2,004,585	\$2,037,846
Operating Grants and Contributions	11,209,417	10,803,543
Capital Grants and Contributions	0	57,267
General Revenues		
Property Taxes	17,397,263	18,749,092
Grants and Entitlements not Restricted to Specific Programs	19,231,778	18,738,297
Other	913,181	503,146
Total Revenues	<u>50,756,224</u>	<u>50,889,191</u>
Program Expenses		
Instruction	32,423,935	31,120,235
Support Services:		
Pupil and Instructional Staff	4,144,826	3,925,904
School Administrative, General		
Administration, Fiscal and Business	4,157,927	4,326,661
Operations and Maintenance	3,488,446	4,131,032
Pupil Transportation	1,595,977	1,560,103
Central	1,211,148	961,596
Operation of Non-Instructional Services	2,920,946	3,051,796
Extracurricular Activities	987,180	1,168,160
Interest and Fiscal Charges	56,430	26,930
Total Program Expenses	<u>50,986,815</u>	<u>50,272,417</u>
Change in Net Assets	(230,591)	616,774
Net Assets Beginning of Year	<u>\$14,075,762</u>	<u>\$13,458,988</u>
Net Assets End of Year	<u>\$13,845,171</u>	<u>\$14,075,762</u>

Sandusky City School District, Ohio
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2010
(Unaudited)

Of the total governmental activities revenues of \$50,756,224, \$13,214,002 is from program revenue. This means that the government relies on general revenues to fund the majority of the cost of services provided to the citizens. Of those general revenues, \$17,397,263 (34.3%) comes from property tax levies and \$19,231,778 (37.9%) is from state funding. This District's operations are reliant upon its property tax levy and the state's foundation program.

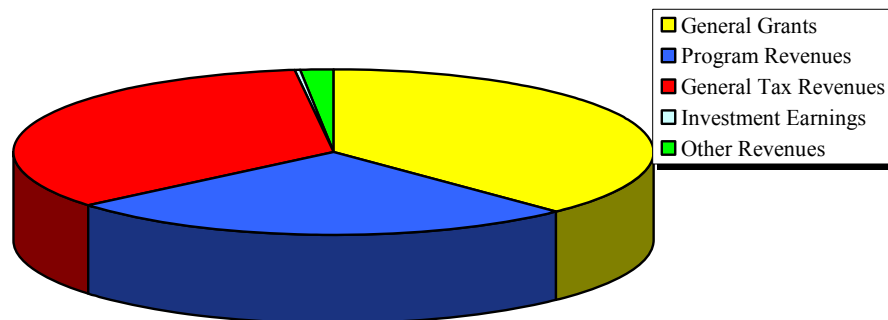
The District revenues are mainly from two sources. Property taxes levied for general and capital projects purposes and grants and entitlements comprised 72.2% of the District's revenues for governmental activities.

The District depends greatly on property taxes as a revenue source. The unique nature of property taxes in Ohio creates the need to routinely seek voter approval for operating funds. The overall revenues generated by a levy will not increase solely as a result of inflation. As an example, a homeowner with a home valued at \$100,000 and taxed at 1.0 mill would pay \$35.00 annually in taxes. If three years later the home were reappraised and increased to \$200,000 (and this inflationary increase in value is comparable to other property owners) the effective tax rate would become .5 mills and the owner would still pay \$35.00.

Thus Ohio districts do not collect additional property tax revenue on the increased value of homes that is due to appreciation and must regularly return to the voters to maintain a constant level of service. Property taxes made up 34.3% of revenue for governmental activities for the District in fiscal year 2010.

Governmental Activities
Revenue Sources

	2010	Percentage
General Grants	\$19,231,778	37.9%
Program Revenues	13,214,002	26.0%
General Tax Revenues	17,397,263	34.3%
Investment Earnings	40,751	0.1%
Other Revenues	872,430	1.7%
Total Revenue Sources	<u>\$50,756,224</u>	<u>100.0%</u>



Instruction comprises 64% of governmental program expenses. Support services expenses were 29% of governmental program expenses. All other program expenses including interest expense were 8%. Interest expense was attributable to the outstanding bond and borrowing for capital projects.

Sandusky City School District, Ohio
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2010
(Unaudited)

Property tax revenue decreased in 2010 compared to 2009 mainly due to the phase out of the tangible personal property tax. Instruction expenses increased over the prior year due to increases of personnel costs and general inflationary factors.

Governmental Activities

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

Table 3
Governmental Activities

	Total Cost of Services		Net Cost of Services	
	2010	2009	2010	2009
Instruction	\$32,423,935	\$31,120,235	(\$24,326,558)	(\$23,406,698)
Support Services:				
Pupil and Instructional Staff	4,144,826	3,925,904	(2,535,592)	(2,710,389)
School Administrative, General				
Administration, Fiscal and Business	4,157,927	4,326,661	(4,020,366)	(4,070,805)
Operations and Maintenance	3,488,446	4,131,032	(3,470,947)	(4,074,407)
Pupil Transportation	1,595,977	1,560,103	(1,506,620)	(1,337,637)
Central	1,211,148	961,596	(1,011,868)	(750,227)
Operation of Non-Instructional Services	2,920,946	3,051,796	(94,939)	(125,533)
Extracurricular Activities	987,180	1,168,160	(749,493)	(871,135)
Interest and Fiscal Charges	56,430	26,930	(56,430)	(26,930)
Total Expenses	<u>\$50,986,815</u>	<u>\$50,272,417</u>	<u>(\$37,772,813)</u>	<u>(\$37,373,761)</u>

The District's Funds

The District has one major governmental fund: the General Fund. Assets of the general fund comprised \$22,645,066 (86%) of the total \$26,456,334 governmental funds assets.

General Fund: Fund balance at June 30, 2010 was \$1,791,225, a decrease in fund balance of \$536,813 from 2009. The primary reason for the decrease in fund balance was the decrease in taxes (due to the phasing out of tangible personal property tax) and investment revenues (due to the decline in the economy and investment rates available to the District.)

General Fund Budgeting Highlights

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

Sandusky City School District, Ohio
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2010
(Unaudited)

During the course of fiscal year 2010, the District amended its general fund budget at times, however none were significant. The District's budgeting systems are designed to tightly control total site budgets but provide flexibility for site management. During the course of the year, the District revised the budget in an attempt to deal with unexpected changes in revenues and expenditures.

For the General Fund, the final budgeted revenue was \$38,215,543 and the original budgeted revenue was \$38,381,534. The difference was \$510,921. Of this difference, most was due to overestimates of tax and intergovernmental revenue.

The District's ending unobligated actual fund balance for the General fund was \$5,394,474.

Capital Assets and Long-Term Obligations

Capital Assets

At the fiscal year end, the District had \$9,688,952 invested in land, land improvements, buildings and improvements, furniture and equipment and vehicles. Table 4 shows fiscal year 2010 balances compared to fiscal year 2009:

Table 4
Capital Assets at Year End
(Net of Depreciation)

	Governmental Activities	
	2010	2009
Land	\$1,928,926	\$2,079,726
Land Improvements	252,657	267,256
Buildings and Improvements	5,335,843	6,135,289
Furniture and Equipment	1,352,717	1,039,631
Vehicles	818,809	811,283
Total Net Capital Assets	<u>\$9,688,952</u>	<u>\$10,333,185</u>

Overall, capital assets decreased due to current fiscal year deletions being greater than current fiscal year additions.

See note 8 in the notes to the basic financial statements for further details on the District's capital assets.

**Sandusky City School District, Ohio
Management’s Discussion and Analysis
For the Fiscal Year Ended June 30, 2010
(Unaudited)**

Long-Term Obligations

At June 30, 2010, the District had \$635,789 in capital leases outstanding, \$192,320 due within one year. Table 5 summarizes bonds outstanding.

**Table 5
Outstanding Debt at Year End**

	Governmental Activities	
	2010	2009
Capital Leases:	\$635,789	\$330,441

See notes 9 and 10 in the notes to the basic financial statements for further details on the District’s outstanding debt.

For the Future

In July, 2009, the Ohio’s Governor signed HB 1, the state biennium budget bill. Included in this bill was a complete overhaul of the school funding model for all school districts in Ohio. The new Ohio Evidence-Based Model (OEBM) replaces the long-standing foundation formula that was declared unconstitutional by the Ohio Supreme Court. If ever fully-funded, the new model has the potential to drive funding based on student needs and could result in additional revenue. However, the current economic crisis has reduced revenue at the state level prompting budget reduction measures across the State. As such, the funding for the OEBM started in FY10 by allocating the funding for each year based on 99% of the FY09 funding and 98% of the FY10 funding, respectively. Federal stimulus funds are being used in Ohio to balance the education budget and as such, funding for public education at the current level is not secure beyond FY11. This uncertainty could have a major impact on our instructional and operational programs. The need for additional revenue and or expenditure reductions will need to be monitored closely.

This scenario requires management to plan carefully and prudently to provide the resources to meet student needs over the next several years.

Contacting the District’s Financial Management

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the District’s finances and to show the District’s accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Treasurer at Sandusky City School District, 407 Decatur Street, Sandusky, Ohio 44870.

Sandusky City School District, Ohio
Statement of Net Assets
June 30, 2010

	Governmental Activities
Assets:	
Equity in Pooled Cash and Investments	\$11,105,955
Receivables:	
Taxes	17,630,158
Accounts	47,654
Intergovernmental	1,256,109
Inventory	80,267
Nondepreciable Capital Assets	1,928,926
Depreciable Capital Assets, Net	<u>7,760,026</u>
 Total Assets	 <u>39,809,095</u>
Liabilities:	
Accounts Payable	390,348
Accrued Wages and Benefits	6,079,611
Unearned Revenue	13,235,709
Claims Payable	458,000
Long-Term Liabilities:	
Due Within One Year	1,175,037
Due In More Than One Year	<u>4,625,219</u>
 Total Liabilities	 <u>25,963,924</u>
Net Assets:	
Invested in Capital Assets, Net of Related Debt	9,053,163
Restricted for:	
Debt Service	281,697
Capital Projects	539,251
Perpetual Care:	
Expendable	87,613
Nonexpendable	18,500
Locally Funded Programs	38,693
State Funded Programs	12,747
Federally Funded Programs	91,148
Student Activities	137,230
Public School Support	62,245
District Programs	423,907
Unrestricted	<u>3,098,977</u>
 Total Net Assets	 <u>\$13,845,171</u>

See accompanying notes to the basic financial statements.

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Sandusky City School District, Ohio
Statement of Activities
For the Fiscal Year Ended June 30, 2010

	Expenses	Program Revenues		Net (Expense) Revenue
		Charges for Services and Sales	Operating Grants and Contributions	and Changes in Net Assets Governmental Activities
Governmental Activities:				
Instruction:				
Regular	\$20,733,252	\$422,690	\$1,163,302	(\$19,147,260)
Special	8,002,973	69,267	4,659,252	(3,274,454)
Vocational	1,866,624	0	359,565	(1,507,059)
Adult/continuing	1,309,007	825,556	573,245	89,794
Other	512,079	24,500	0	(487,579)
Support Services:				
Pupil	1,810,155	0	230,280	(1,579,875)
Instructional Staff	2,334,671	0	1,378,954	(955,717)
General Administration	274,123	0	0	(274,123)
School Administration	2,993,558	0	132,507	(2,861,051)
Fiscal	724,600	0	5,054	(719,546)
Business	165,646	0	0	(165,646)
Operations and Maintenance	3,488,446	17,499	0	(3,470,947)
Pupil Transportation	1,595,977	0	89,357	(1,506,620)
Central	1,211,148	0	199,280	(1,011,868)
Operation of Non-Instructional Services	2,920,946	407,386	2,418,621	(94,939)
Extracurricular Activities	987,180	237,687	0	(749,493)
Interest and Fiscal Charges	56,430	0	0	(56,430)
Total Governmental Activities	\$50,986,815	\$2,004,585	\$11,209,417	(37,772,813)

General Revenues:

Property Taxes Levied for:

General Purposes	16,610,254
Capital Projects Purposes	787,009
Grants and Entitlements not Restricted to Specific Programs	19,231,778
Payment in Lieu of Taxes	92,764
Unrestricted Contributions	73,476
Investment Earnings	40,751
Other Revenues	706,190

Total General Revenues 37,542,222

Change in Net Assets (230,591)

Net Assets Beginning of Year 14,075,762

Net Assets End of Year \$13,845,171

See accompanying notes to the basic financial statements.

Sandusky City School District, Ohio
Balance Sheet
Governmental Funds
June 30, 2010

	General	Other Governmental Funds	Total Governmental Funds
Assets:			
Equity in Pooled Cash and Investments	\$5,781,274	\$1,645,951	\$7,427,225
Receivables:			
Taxes	16,749,931	880,227	17,630,158
Accounts	26,788	17,732	44,520
Intergovernmental	0	1,256,109	1,256,109
Interfund	18,055	0	18,055
Inventory	69,018	11,249	80,267
Total Assets	22,645,066	3,811,268	26,456,334
Liabilities and Fund Balances:			
Liabilities:			
Accounts Payable	345,724	37,636	383,360
Accrued Wages and Benefits	5,041,051	1,038,560	6,079,611
Compensated Absences	531,407	44,932	576,339
Interfund Payable	0	18,055	18,055
Deferred Revenue	14,935,659	1,372,525	16,308,184
Total Liabilities	20,853,841	2,511,708	23,365,549
Fund Balances:			
Reserved for Encumbrances	79,564	250,983	330,547
Reserved for Inventory	69,018	11,249	80,267
Reserved for Property Tax Advances	1,814,272	104,229	1,918,501
Reserved for Scholarships	0	18,500	18,500
Unreserved, Undesignated, Reported in:			
General Fund	(171,629)	0	(171,629)
Special Revenue Funds	0	398,779	398,779
Debt Service Funds	0	281,697	281,697
Capital Projects Funds	0	146,510	146,510
Permanent Funds	0	87,613	87,613
Total Fund Balances	1,791,225	1,299,560	3,090,785
Total Liabilities and Fund Balances	\$22,645,066	\$3,811,268	\$26,456,334

See accompanying notes to the basic financial statements.

Sandusky City School District, Ohio
 Reconciliation of Total Governmental Fund Balance to
 Net Assets of Governmental Activities
 June 30, 2010

Total Governmental Fund Balance		\$3,090,785
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		9,688,952
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.		
Delinquent Property Taxes	2,475,948	
Intergovernmental	<u>596,527</u>	
		3,072,475
An internal service fund is used by management to charge back costs to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net assets.		3,216,876
Some liabilities reported in the statement of net assets do not require the use of current financial resources and therefore are not reported as liabilities in governmental funds.		
Compensated Absences		(4,588,128)
Long-term liabilities, are not due and payable in the current period and therefore are not reported in the funds.		<u>(635,789)</u>
Net Assets of Governmental Activities		<u>\$13,845,171</u>

See accompanying notes to the basic financial statements.

Sandusky City School District, Ohio
Statement of Revenues, Expenditures
and Changes in Fund Balance
Governmental Funds
For the Fiscal Year Ended June 30, 2010

	General	Other Governmental Funds	Total Governmental Funds
Revenues:			
Taxes	\$16,170,489	\$718,603	\$16,889,092
Revenue in Lieu of Taxes	92,543	221	92,764
Tuition and Fees	467,456	825,556	1,293,012
Investment Earnings	36,350	4,401	40,751
Intergovernmental	21,323,493	9,712,014	31,035,507
Extracurricular Activities	8,795	215,676	224,471
Charges for Services	47,677	421,926	469,603
Other Revenues	276,003	521,160	797,163
Total Revenues	38,422,806	12,419,557	50,842,363
Expenditures:			
Current:			
Instruction:			
Regular	18,828,736	1,752,337	20,581,073
Special	5,321,233	2,590,113	7,911,346
Vocational	1,678,162	64,028	1,742,190
Adult/continuing	0	1,288,619	1,288,619
Other	510,534	0	510,534
Support Services:			
Pupil	1,526,093	303,254	1,829,347
Instructional Staff	982,034	1,327,061	2,309,095
General Administration	274,123	0	274,123
School Administration	2,747,833	227,424	2,975,257
Fiscal	697,587	17,059	714,646
Business	198,493	0	198,493
Operations and Maintenance	3,363,834	0	3,363,834
Pupil Transportation	1,365,471	78,978	1,444,449
Central	941,752	220,867	1,162,619
Operation of Non-Instructional Services	67,682	2,857,528	2,925,210
Extracurricular Activities	648,113	330,057	978,170
Capital Outlay	0	773,940	773,940
Debt Service:			
Principal Retirement	211,285	0	211,285
Interest and Fiscal Charges	56,430	0	56,430
Total Expenditures	39,419,395	11,831,265	51,250,660
Excess of Revenues Over (Under) Expenditures	(996,589)	588,292	(408,297)
Other Financing Sources (Uses):			
Issuance of Capital Leases	516,633	0	516,633
Proceeds from Sale of Capital Assets	95	1	96
Transfers In	0	56,952	56,952
Transfers (Out)	(56,952)	0	(56,952)
Total Other Financing Sources (Uses)	459,776	56,953	516,729
Net Change in Fund Balance	(536,813)	645,245	108,432
Fund Balance Beginning of Year	2,328,038	654,315	2,982,353
Fund Balance End of Year	\$1,791,225	\$1,299,560	\$3,090,785

See accompanying notes to the basic financial statements.

Sandusky City School District, Ohio
 Reconciliation of the Statement of Revenues, Expenditures, and Changes
 in Fund Balance of Governmental Funds to the Statement of Activities
 For the Fiscal Year Ended June 30, 2010

Net Change in Fund Balance - Total Governmental Funds \$108,432

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

Governmental funds report capital asset additions as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount of the difference between capital asset additions and depreciation in the current period.

Capital assets used in governmental activities	1,292,172	
Depreciation Expense	<u>(486,071)</u>	806,101

Governmental funds only report the disposal of assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. The amount of the proceeds must be removed and the gain or loss on the disposal of capital assets must be recognized. This is the amount of the difference between the proceeds and the gain or loss. (1,450,334)

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

Delinquent Property Taxes	508,171	
Intergovernmental	<u>(594,310)</u>	(86,139)

Repayment of bond and capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. 211,285

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		(238,687)
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The internal service fund used by management to charge back costs 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. 935,384

Proceeds from capital leases are an other financing source in the funds, but a capital lease issuance increases long-term liabilities in the statement of net assets. (516,633)

Change in Net Assets of Governmental Activities (\$230,591)

See accompanying notes to the basic financial statements.

Sandusky City School District, Ohio
Statement of Net Assets
Proprietary Fund
June 30, 2010

	<u>Governmental Activities- Internal Service Fund</u>
Assets:	
Equity in Pooled Cash and Investments	\$3,678,730
Receivables:	
Accounts	<u>3,134</u>
Total Current Assets	<u>3,681,864</u>
Liabilities:	
Current Liabilities:	
Accounts Payable	6,988
Claims Payable	<u>458,000</u>
Total Current Liabilities	<u>464,988</u>
Net Assets:	
Unrestricted	<u>3,216,876</u>
Total Net Assets	<u><u>\$3,216,876</u></u>

See accompanying notes to the basic financial statements.

Sandusky City School District, Ohio
Statement of Revenues, Expenses
and Changes in Fund Net Assets
Proprietary Fund
For the Fiscal Year Ended June 30, 2010

	Governmental Activities- Internal Service Fund
Operating Revenues:	
Charges for Services	\$5,866,573
Other Revenues	3,764
Total Operating Revenues	<u>5,870,337</u>
Operating Expenses:	
Contractual Services	4,393,764
Materials and Supplies	111
Other Expenses	551,746
Total Operating Expenses	<u>4,945,621</u>
Operating Income (Loss)	<u>924,716</u>
Non-Operating Revenues (Expenses):	
Investment Earnings	<u>10,668</u>
Total Non-Operating Revenues (Expenses)	<u>10,668</u>
Change in Net Assets	935,384
Net Assets Beginning of Year	<u>2,281,492</u>
Net Assets End of Year	<u><u>\$3,216,876</u></u>

See accompanying notes to the basic financial statements.

Sandusky City School District, Ohio
Statement of Cash Flows
Proprietary Fund
For the Fiscal Year Ended June 30, 2010

	<u>Governmental Activities- Internal Service Fund</u>
Cash Flows from Operating Activities:	
Cash Received from Customers	\$5,867,203
Cash Payments for Claims	(4,570,475)
Cash Payments for Other Disbursements	<u>(551,848)</u>
Net Cash Provided (Used) by Operating Activities	<u>744,880</u>
Cash Flows from Investing Activities:	
Earnings on Investments	<u>10,668</u>
Net Cash Provided (Used) by Cash Flows from Investing Activities	<u>10,668</u>
Net Increase (Decrease) in Cash and Cash Equivalents	755,548
Cash and Cash Equivalents Beginning of Year	<u>2,923,182</u>
Cash and Cash Equivalents End of Year	<u><u>3,678,730</u></u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities	
Operating Income (Loss)	924,716
Changes in Assets & Liabilities:	
(Increase) Decrease in Receivables	(3,134)
Increase (Decrease) in Payables	4,532
Increase (Decrease) in Accrued Liabilities	<u>(181,234)</u>
Net Cash Provided (Used) by Operating Activities	<u><u>\$744,880</u></u>

See accompanying notes to the basic financial statements.

Sandusky City School District, Ohio
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2010

	Private Purpose Trust	Agency
Assets:		
Equity in Pooled Cash and Investments	\$6,398,967	\$87,580
Receivables:		
Taxes	0	776,241
Accounts	0	30
Total Assets	<u>6,398,967</u>	<u>863,851</u>
Liabilities:		
Accounts Payable	56	281
Other Liabilities	0	863,570
Total Liabilities	<u>56</u>	<u>\$863,851</u>
Net Assets:		
Held in Trust	<u>6,398,911</u>	
Total Net Assets	<u>\$6,398,911</u>	

See accompanying notes to the basic financial statements.

Sandusky City School District, Ohio
Statement of Changes in Fiduciary Net Assets
Fiduciary Funds
For the Fiscal Year Ended June 30, 2010

	Private Purpose Trust
Additions:	
Donations	\$344,004
Investment Earnings	47,669
Total Additions	<u>391,673</u>
Deductions:	
Scholarships	483,409
Total Deductions	<u>483,409</u>
Change in Net Assets	(91,736)
Net Assets Beginning of Year	<u>6,490,647</u>
Net Assets End of Year	<u><u>\$6,398,911</u></u>

See accompanying notes to the basic financial statements.

Sandusky City School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2010

Note 1 - Description of the School District

The Sandusky City School District (the “District”) is located in northern Erie County and is within the corporate boundaries of the City of Sandusky, which lies on the shores of Sandusky Bay and Lake Erie. The District serves an area of approximately 15 square miles.

The District is organized under Sections 2 and 3, Article VI of the Constitution of the State of Ohio. Under such laws, there is no authority for a school district to have a charter or adopt local laws. The legislative power of the District is vested in the Board of Education, consisting of five members elected at large for staggered four-year terms.

The District ranks as the 114th largest by total enrollment among the 922 public and community school districts in the State. It currently operates 6 elementary schools, 1 junior high school and 1 comprehensive high school. The District employs 172 non-certified employees, 321 certified employees, 6 full-time adult education instructors and 27 administrators, to provide services to approximately 3,825 students in grades K through 12, more than 2,000 adult education students and various community groups.

Note 2 - Summary of Significant Accounting Policies

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

A. Reporting Entity

The reporting entity has been defined in accordance with GASB Statement No. 14, “The Financial Reporting Entity” as amended by GASB Statement No. 39, “Determining Whether Certain Organizations Are Component Units”. The reporting entity is composed of the primary government and component units. 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.

Sandusky City School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2010

Component units are legally separate organizations for which the District is financially accountable. The District is financially accountable for an organization if the District appoints a voting majority of the organization's Governing Board and (1) the District is able to significantly influence the programs or services performed or provided by the organization; or (2) the District is legally entitled to or can otherwise access the organization's resources; or (3) the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or (4) 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. Certain organizations are also included as component units if the nature and significance of the relationship between the primary government and the organization is such that exclusion by the primary government would render the primary governments financial statements incomplete or misleading. Based upon the application of these criteria, the District has no component units. The basic financial statements of the reporting entity include only those of the District (the primary government).

The following organizations are described due to their relationship to the District:

Jointly Governed Organization

Northern Ohio Educational Computer Association (NOECA) The District is a participant in the Northern Ohio Educational Computer Association (NOECA), which is a computer consortium. NOECA is an association of 41 public school districts formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and instructional functions among member school districts. The NOECA Board of Directors consists of two representatives from each county in which participating school districts are located, the chairman of each of the operating committees and a representative from the fiscal agent. The District paid \$33,170 to NOECA in fiscal year 2010 for services provided. Financial information can be obtained from Betty Schwiefert, who serves as Controller, 2900 South Columbus Avenue, Sandusky, Ohio 44870.

Related Organization

Sandusky Public Library The Sandusky Public Library is a distinct political subdivision of the State of Ohio created under Chapter 3375 of the Ohio Revised Code. The Board of Trustees possesses its own contracting and budgeting authority, hires and fires personnel and does not depend on the District for operational subsidies. Although the District does serve as the taxing authority and may issue tax related debt on behalf of the Library, its role is limited to a ministerial function. The determination to request approval of a tax, the rate and the purpose are discretionary decisions made solely by the Board of Trustees. Financial information can be obtained from the Sandusky Public Library at 114 W. Adams Street, Sandusky, Ohio 44870.

Sandusky City School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2010

Public Entity Risk Pool

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

The Executive Director of the OASBO, or his designee, serves as coordinator of the GRP. Each year, the participating school district pays an enrollment fee to the GRP to cover the costs of administering the program.

B. Fund Accounting

The District uses funds to report its financial position and the results of its operations. A fund is a separate accounting entity with a self-balancing set of accounts. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain school district activities or functions. Funds are classified into three categories: governmental, proprietary and fiduciary. Each category is divided into separate fund types.

Governmental Funds

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

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

Other governmental funds of the District are used to account for (a) the accumulation of resources for, and payment of, general long-term debt principal, interest and related costs; (b) financial resources to be used for the acquisition, construction, or improvement of capital facilities; and (c) for grants and other resources whose use is restricted to a particular purpose.

Sandusky City School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2010

Proprietary Funds

Proprietary funds are used to account for the District's ongoing activities which are similar to those often found in the private sector where the determination of net income is necessary or useful to sound financial administration. The District has no enterprise funds. The following is a description of the District's internal service fund:

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

Fiduciary Funds

Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into two classifications: 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 two trust funds; a private purpose trust fund which accounts for scholarship programs for students and an endowment fund. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The agency funds are used to account for student activities and for the fiscal agent activity of the Sandusky Public Library.

C. Basis of Presentation

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

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

Sandusky City School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2010

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each function or program of the District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and are therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues which are not classified as program revenues are presented as general revenues of the District. 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 - Fund financial statements report detailed information about the District. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. 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.

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

The proprietary fund type is accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of the proprietary 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.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operation. The principal operating revenues of the District's internal service fund is charges for services. Operating expenses for the internal service fund include claims and administrative expenses. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Private-purpose trust funds are reported using the economic resources measurement focus. Agency funds do not report a measurement focus as they do not report operations.

Sandusky City School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2010

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 on the fund financial statements. Proprietary and fiduciary funds also use the accrual basis of accounting.

Revenues - Exchange and Nonexchange Transactions - Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available means expected to be received within sixty days of fiscal year end.

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

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

Unearned Revenue and Deferred Revenue - Unearned revenue and deferred revenue arise when assets are recognized before revenue recognition criteria have been satisfied.

Property taxes for which there is an enforceable legal claim as of June 30, 2010, but which were levied to finance fiscal year 2011 operations and other revenues received in advance of the fiscal year for which they are intended to finance, have been recorded as unearned revenue. Grants and entitlements received before the eligibility requirements are met and delinquent property taxes due at June 30, 2010 are recorded as deferred revenue in the governmental funds.

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

Sandusky City School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2010

Expenses/Expenditures - On the accrual basis of accounting, expenses are recognized at the time they are incurred. The entitlement value of donated commodities used during the year is reported in the statement of revenues, expenditures and changes in fund balances as an expenditure with a like amount reported as intergovernmental revenue.

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

E. Equity in Pooled Cash and Investments

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

During fiscal year 2010, investments were limited to shares of common stock, non-negotiable certificates of deposit, corporate bonds, investments in the State Treasury Asset Reserve of Ohio (STAR Ohio), money market mutual funds, and repurchase agreements.

Except for nonparticipating investment contracts, investments are reported at fair value, which is based on quoted market prices. Nonparticipating investment contracts, such as repurchase agreements and non-negotiable certificates of deposit, are reported at cost.

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

Under existing Ohio statutes all investment earnings are assigned to the general fund unless statutorily required to be credited to a specific fund. The Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the general fund during fiscal year 2010 amounted to \$36,350 and \$4,401 credited to Other Governmental Funds.

Sandusky City School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2010

While common stock is not an allowable investment according to Ohio Statute, the District has been endowed with gifts of stock to its private-purpose trust fund. No public funds were used to acquire the stock. At the time the common stock was endowed to the District its value was \$2,483,152. The amount of common stock available for expenditure is reported in net assets available in trust for scholarships on the statement of fiduciary net assets. A committee has been created to authorize the spending of the investment income.

For presentation on the financial statements, investments of the cash management pool and investments with original maturities of three months or less at the time they are purchased by the District are considered to be cash equivalents. Investments with an initial maturity of more than three months are reported as investments.

An analysis of the District's investment account at year end is provided in Note 4.

F. Inventory

Inventories are presented at cost on a first-in, first-out basis and are expended/expensed when used. Inventories are accounted for using the purchase method on the fund level statements and using the consumption method on the government-wide statements.

On the fund financial statements, reported material and supplies inventory is equally offset by a fund balance reserve in the governmental funds which indicates that it does not constitute available spendable resources even though it is a component of net current assets.

Inventory consists of expendable supplies held for consumption, donated food and purchased food.

G. Capital Assets

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

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The District maintains a capitalization threshold of \$5,000. The District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not. Interest incurred during the construction of capital assets is also capitalized.

Sandusky City School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2010

All reported capital assets except 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 (with an estimated 10% salvage value):

<u>Description</u>	<u>Estimates Lives</u>
Land Improvements	20 years
Buildings/Improvements	25 - 50 years
Furniture/Equipment	5 - 20 years
Vehicles	6 - 10 years

H. Interfund Balances

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as “interfund loans receivable/payable.” These amounts are eliminated in the governmental type activities columns of the statement of net assets.

I. Compensated Absences

Compensated absences of the District consist of vacation leave and sick liability to the extent that payments to the employee for these absences are attributable to services already rendered and are not contingent on a specific event that is outside the control of the District and the employee.

In accordance with the provisions of GASB Statement No. 16 “Accounting for Compensated Absences”, a liability for vacation leave is accrued if a) the employees' rights to payment are attributable to services already rendered; and b) it is probable that the employer will compensate the employees for the benefits through paid time off or other means, such as cash payment at termination or retirement. A liability for sick leave is based on a policy whereby an employee who was hired prior to July 1, 2004 is compensated upon retirement for the greater of (1) sixty five (65) days of sick leave pay regardless of the employee's sick leave balance, or (2) 25% of accrued but unused sick leave up to a maximum of 75 days, plus 10% of all unused sick leave over 300 days. Employees hired on or after July 1, 2004 are eligible for sick leave pay only as in (2) above. This liability exists for employees who are currently eligible to receive termination (severance) payments, as well as those employees expected to become eligible in the future and is reported as a component of “future retirement obligation” in the basic financial statements.

The District has entered into a First Opportunity Retirement Incentive (FORI) whereby, upon election, an employee reaching their first year of retirement eligibility (with a minimum age of 60 years or 30 or more years of service) is entitled to receive an additional 30 days of sick leave pay or 12% of their unused sick leave balance, whichever is greater. The corresponding liability for the FORI has been recorded for employees who have elected to retire under the terms of the FORI and is reported as a component of

Sandusky City School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2010

“future retirement obligation” in the governmental fund balance sheet and as a component of long-term liabilities in the statement of net assets. Amounts for FORI represent liabilities at June 30, 2010 on the fund financial statements.

The total liability for vacation and sick leave payments has been calculated using pay rates in effect at June 30, 2010 and reduced to the maximum payment allowed by labor contract and/or statute, plus any additional salary related payments.

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

For governmental fund financial statements, compensated absences are recognized as liabilities and expenditures as payments come due each period upon the occurrence of employee resignations and retirements.

J. Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from the internal service fund are reported on the proprietary fund financial 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 future retirement obligations 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. Bonds, capital leases, and contractually required pension obligations are recognized as a liability in the fund financial statements when due.

K. Fund Balance Reserves

The District reserves those portions of fund equity which are legally segregated for a specific future use or which do not represent available expendable resources and therefore are not available for appropriation or expenditure. Unreserved fund balance indicates that portion of fund equity which is available for appropriation in future periods. Fund equity reserves have been established for encumbrances, inventories of supplies and materials, property taxes unavailable for appropriation and scholarships. The reserve for property taxes unavailable for appropriation represents taxes recognized as revenue under GAAP, but not available for appropriation under State statute.

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

Sandusky City School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2010

restricted when there are limitations imposed on their use through external restrictions imposed by creditors, grantors or laws or regulations of other governments. The amount restricted for other purposes represents the amount restricted for special trust funds established to support District programs.

The District applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net assets are available. Of the District's \$1,693,031 in restricted net assets, none were restricted by enabling legislation.

M. Parochial Schools

Within the District boundaries, St. Mary's, Sts. Peter and Paul and Holy Angels Elementaries and St. Mary's Central Catholic High School are operated through the Toledo Catholic Diocese. Current State legislation provides funding to these parochial schools. These monies are received and disbursed on behalf of the parochial schools by the Treasurer of the District, as directed by the parochial school. These activities are reported as a governmental activity of the District.

N. Estimates

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

O. 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 self-insurance programs. Operating expenses are claims and administrative expenses. All revenues and expenses not meeting this definition are reported as nonoperating.

Note 3 - Accountability

Fund balances at June 30, 2010 included the following individual fund deficits:

<u>Other Governmental Funds</u>	<u>Deficit</u>
Title VI-B	\$142,985
Title I	22,502
Improving Teacher Quality	4,951
Miscellaneous Federal Grants	18,862
Food Service	70,118
Stimulus Title II	21,971

Sandusky City School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2010

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.

Note 4 – Equity in Pooled Cash and Investments

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

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

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

1. United States Treasury Notes, Bills, Bonds, or any other 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 obligations or securities issued by any federal government agency or instrumentality, including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
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 two percent and be marked to market daily, and that 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 items (1) and (2) above and repurchase agreements secured by such obligations,

Sandusky City School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2010

- provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasurer's investment pool (STAR Ohio);
 7. Certain banker's acceptance and commercial paper notes for a period not to exceed one hundred eighty days from the purchase date in an amount not to exceed twenty-five percent of the interim monies available for investment at any one time; and,
 8. Under limited circumstances, corporate debt interests rated in either of the two highest classifications by at least two nationally recognized rating agencies.

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.

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, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

A. Deposits with Financial Institutions

As of June 30, 2010, the District's entire bank balance of \$12,679,936 was covered by the FDIC.

B. Investments

As of June 30, 2010, the District had the following investments and maturities:

	<u>Fair Value</u>	<u>Weighted Average Maturity (Years)</u>
Money Market Funds	\$2,435,647	0.00
Corporate Bonds	20,158	0.25
Stock	2,483,152	0.00
	<u>\$4,938,957</u>	
Portfolio Weighted Average Maturity		0.00

Interest Rate Risk: The Ohio Revised Code general limits security purchases to those that mature within five years of the settlement date. Interest rate risk arises because potential purchasers of debt securities will not agree to pay face value for those securities

Sandusky City School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2010

if interest rates subsequently increase. The District's investment policy addresses interest rate risk by requiring the consideration of market conditions and cash flow requirements in determining the term of an investment.

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

Credit Risk: The District's stocks were rated ranging from AA- to D, Aa3 to C and AA to C by Standard & Poor's, Moody's Investor Services and Fitch Ratings, respectively. The District's corporate bonds were rated BB- and CCC by Moody's Investor Services and were rated Ba2 and Ca by Standard & Poor's. Money Market Funds were not rated. The District has no investment policy that would further limit its investment choices.

Concentration of Credit Risk: The District's investment policy addresses concentration of credit risk by requiring investments to be diversified to reduce the risk of loss resulting from over concentration of assets in a specific issue or specific class of securities. The following table includes the percentage of each investment type held by the District at June 30, 2010:

	<u>Fair Value</u>	<u>% of Total</u>
Money Market Funds	\$2,435,647	49.32%
Corporate Bonds	20,158	0.41%
Stock	2,483,152	50.27%
	<u>\$4,938,957</u>	<u>100.00%</u>

Note 5 - Interfund Transactions

Interfund transactions at June 30, 2010, consisted of the following interfund receivables, interfund payables, transfers in and transfers out:

	Interfund		Transfers	
	<u>Receivable</u>	<u>Payable</u>	<u>In</u>	<u>Out</u>
General Fund	\$18,055	\$0	\$0	\$56,952
Other Governmental Funds	0	18,055	56,952	0
Total All Funds	<u>\$18,055</u>	<u>\$18,055</u>	<u>\$56,952</u>	<u>\$56,952</u>

Interfund balance/transfers are used to move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budget authorizations; to segregate and to return money to the fund from which it was originally provided once a project is completed.

Sandusky City School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2010

Note 6 - Property Taxes

Real property taxes collected in 2010 were levied after April 1, 2009 on the assessed values as of January 1, 2009, the lien date. Assessed values are established by the County Auditor at 35 percent of appraised market value. A re-evaluation of real property is required to be completed no less than every six years, with a statistical update every third year. The most recent re-evaluation was completed in January 2009.

Tangible personal property tax revenue received during calendar year 2010 (other than public utility property tax) represents the collection of 2010 taxes levied against local and interexchange telephone companies. Tangible personal property tax on business inventory, manufacturing machinery and equipment, and furniture and fixtures is no longer levied and collected. The October 2008 tangible personal property tax settlement was the last property tax settlement for general personal property taxes. Tangible personal property taxes received from telephone companies in calendar year 2010 were levied after April 1, 2009, on the value as of December 31, 2009. Payments by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable by September 20. Tangible personal property taxes paid by April 30 are usually received by the School District prior to June 30.

Real property taxes are payable annually or semi-annually. In 2010, if paid annually, payment was due by January 20th. If paid semi-annually, the first payment (at least 1/2 amount billed) was due January 20th with the remainder due on June 20th.

The County Auditor remits portions of the taxes collected to all taxing districts with periodic settlements of real and public utility property taxes in February and August and tangible personal property taxes in June and October. The District records billed but uncollected property taxes as receivables at their estimated net realizable value.

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

Accrued property taxes receivable represent delinquent taxes outstanding and real property, personal property and public utility taxes which became measurable at June 30, 2010. Delinquent property taxes collected within 60 days are included as a receivable and tax revenue as of June 30, 2010 on the fund statements. The entire amount of delinquent taxes receivable is recognized as a revenue on the government-wide financial statements. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is available to finance current year operations. The receivable is, therefore, offset by a credit to deferred revenue for that portion not intended to finance current year operations. The amount available as an advance at June 30, 2010, was \$1,814,272 for General Fund, \$104,229 for Other Governmental Funds, and is recognized as revenue, with a corresponding reserve to fund balance since the Board did not appropriate these receivables for fiscal year 2010 operations.

Sandusky City School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2010

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

	<u>Amount</u>
Agricultural/Residential and Other Real Estate	\$472,478,410
Public Utility Personal	12,639,290
Tangible Personal Property	<u>13,774,340</u>
 Total	 <u><u>\$498,892,040</u></u>

Note 7 – Receivables

Receivables at June 30, 2010 consisted of taxes, accounts (billings for user charged services and student fees), and intergovernmental grants and entitlements and interfund. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs and the current year guarantee of federal funds.

Receivables have been disaggregated on the face of the basic financial statements. All receivables are expected to be collected within the subsequent year.

Note 8 - Capital Assets

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

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
Governmental Activities				
<i>Capital Assets, not being depreciated:</i>				
Land	\$2,079,726	\$0	\$150,800	\$1,928,926
<i>Capital Assets, being depreciated:</i>				
Land Improvements	349,690	0	0	349,690
Buildings & Improvements	14,974,548	451,426	1,677,166	13,748,808
Furniture & Equipment	2,837,711	693,046	542,984	2,987,773
Vehicles	<u>2,166,068</u>	<u>147,700</u>	<u>104,059</u>	<u>2,209,709</u>
Totals at Historical Cost	<u>22,407,743</u>	<u>1,292,172</u>	<u>2,475,009</u>	<u>21,224,906</u>
Less Accumulated Depreciation:				
Land Improvements	82,434	14,599	0	97,033
Buildings & Improvements	8,839,259	176,868	603,162	8,412,965
Furniture & Equipment	1,798,080	167,877	330,901	1,635,056
Vehicles	<u>1,354,785</u>	<u>126,727</u>	<u>90,612</u>	<u>1,390,900</u>
Total Accumulated Depreciation	<u>12,074,558</u>	<u>486,071</u>	<u>1,024,675</u>	<u>11,535,954</u>
Governmental Activities Capital Assets, Net	<u><u>\$10,333,185</u></u>	<u><u>\$806,101</u></u>	<u><u>\$1,450,334</u></u>	<u><u>\$9,688,952</u></u>

Sandusky City School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2010

Depreciation expense was charged to governmental functions as follows

Instruction:	
Regular	\$279,035
Special	357
Vocational	12,109
Adult	1,420
Support Services:	
Pupil	1,371
School Administration	799
Fiscal	1,192
Operations and Maintenance	10,213
Pupil Transportation	115,493
Central	34,705
Operation of Non-Instructional Services	20,367
Extracurricular Activities	9,010
Total Depreciation Expense	<u><u>\$486,071</u></u>

Note 9 - Capital Leases - Lessee Disclosure

At various times, the District entered into capitalized leases for fiber optic, telephone equipment and computer equipment. These lease agreements meet the criteria of capital lease as defined by FASB Statement No. 13, “Accounting for Leases”, which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee. Capital lease payments have been reclassified and are reflected as debt service expenditures in the financial statements for the governmental funds. These expenditures are reported as function expenditures on the budgetary statements.

Capital assets consisting of building improvements and equipment have been capitalized in the amount of \$746,516 and \$839,076, respectively. These amounts represent the present value of the minimum lease payments at the time of acquisition. Principal payments in fiscal year 2010 totaled \$211,285 paid by the general fund.

The following is a schedule of the future long-term minimum lease payments required under capital lease and the present value of the future minimum lease payments as of June 30, 2010:

Fiscal Year	Principal
<u>Ending June 30</u>	<u> </u>
2011	\$240,306
2012	240,306
2013	192,907
2014	145,509
Total Minimum Lease Payments	\$819,028
Amount Representing Interest	(183,239)
Present Value of Minimum Lease Payments	<u><u>\$635,789</u></u>

Sandusky City School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2010

Note 10 - Long-Term Obligations

The changes in the District's long-term obligations during the year consist of the following:

	Beginning Balance	Issued	Retired	Ending Balance	Due In One Year
Governmental Activities:					
Capital Leases	\$330,441	\$516,633	\$211,285	\$635,789	\$192,320
Total Long Term Debt	330,441	516,633	211,285	635,789	192,320
Compensated Absences	4,697,315	1,173,942	706,790	5,164,467	982,717
Total Governmental Activities	<u>\$5,027,756</u>	<u>\$1,690,575</u>	<u>\$918,075</u>	<u>\$5,800,256</u>	<u>\$1,175,037</u>

Compensated Absences

Compensated absences and the future retirement obligation will be paid from the fund from which the employee is paid. The payments will be made from the general fund and various other governmental funds.

Note 11 - Risk Management

A. Comprehensive

The District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, injuries to employees and natural disasters. During fiscal year 2010, the District has contracted with Ohio Casualty Insurance Company to provide insurance coverage in the

<u>Limits of Coverage</u>	<u>Coverage</u>	<u>Deductible</u>
General Liability		
Each Occurrence	\$1,000,000	\$1,000
Aggregate	2,000,000	0
Fleet:		
Comprehensive/Collision	1,000,000	250/500
Umbrella Liability and Fleet	3,000,000	10,000
Buildings and Contents	98,108,352	10,000

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

Sandusky City School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2010

B. Health Benefits

The District has established a risk management fund (an internal service fund) to account for and finance its uninsured risks of loss. Under this program, the risk management fund provides coverage for up to a maximum of \$125,000 for each health benefits claim. The District purchases commercial insurance for claims in excess of coverage provided by the fund and for all other risks of loss. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

All funds of the District participate in the program and make payments to the Risk Management Fund based on actuarial estimates of the amounts needed to pay claims and actual amounts needed to pay fixed costs (premiums for stop-loss coverage and medical conversion and administrative fees and services).

The claims liability of \$458,000 reported in the basic financial statements at June 30, 2010, is based on an estimate provided by the third party administrator and the requirements of GASB Statement No. 10, "Accounting and Financial Reporting for Risk Financing and Related Insurance Issues", as amended by GASB Statement No. 30, "Risk Financing Omnibus", which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred, but not reported claims, be accrued at the estimated ultimate cost of settling the claims. The claims liability is expected to be paid in the next fiscal year. Changes in claims activity for the current and previous two fiscal years are as follows:

	Beginning Balance	Current Year Claims	Claims Payments	Balance End of Year
2010	\$639,234	\$4,388,980	\$4,570,214	\$458,000
2009	445,101	4,833,367	4,639,234	639,234

C. Workers' Compensation Rating Program

The District participates in the Ohio Association of School Business Officials Workers' Compensation Group Rating Plan (GRP), an insurance purchasing pool (Note 2.A.). 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. Participants in the GRP are placed on tiers according to their loss history. Participants with low loss histories are rewarded with greater savings than participants with higher loss histories. Each participant pays its workers' compensation premium to the state based on the rate for its GRP tier rather than its individual rate. Participation in the GRP is limited to school districts that can meet the GRP's selection criteria. The firm of Sheakley UniService, Inc. provides administrative, cost control, assistance with safety programs, and actuarial services to the GRP.

Sandusky City School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2010

Note 12 - Pension Plans

School Employees Retirement System of Ohio

Plan Description

The District contributes to the School Employees Retirement System of Ohio (SERS), a cost-sharing multiple-employer defined benefit pension plan. SERS provides retirement, disability, and survivor 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. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report can be obtained by contacting SERS, 300 East Broad Street, Suite 100, Columbus, Ohio 43215-3746 or by calling toll free (800) 878-5853. It is also posted on SERS' website at www.ohsers.org under *Employers/Audit Resources*.

Funding Policy

Plan members are required to contribute 10% of their annual covered salary and District is required to contribute 14% of annual covered payroll. 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 Retirement Board acting with the advice of the actuary, allocates the employer contribution rate among four of the funds (Pension Trust Fund, Death Benefit Fund, Medicare B Fund, and Health Care fund) of the System. For fiscal year ending June 30, 2010, the allocation to pension and death benefits is 12.78%. The remaining 1.22% of the 14% employer contribution rate is allocated to the Health Care and Medicare B Funds. The District's contributions to SERS for the years ended June 30, 2010, 2009, and 2008 were \$820,936, \$504,175, and \$483,326, respectively; 46% has been contributed for fiscal year 2010 and 100% for fiscal years 2009 and 2008.

State Teachers Retirement System of Ohio

Plan Description

The School District participates in the State Teachers Retirement System of Ohio (STRS Ohio), a cost-sharing, multiple employer public employee retirement system. STRS Ohio is a statewide retirement plan for licensed teachers and other faculty members employed in the public schools of Ohio or any school, community school, college, university, institution, or other agency controlled, managed and supported, in whole or in part, by the state or any political subdivision thereof. Additional information or copies of STRS Ohio's *Comprehensive Annual Financial Report* can be requested by writing to STRS Ohio, 275 E. Broad Street, Columbus, OH 43215-3771, by calling toll-free 1-888-227-7877, or by visiting the STRS Ohio web site at www.strsoh.org.

Plan Options

New members have a choice of three retirement plan options. In addition to the Defined Benefit (DB) Plan, new members are offered a Defined Contribution (DC) Plan and a Combined Plan. The DC Plan allows members to allocate all their member contributions and employer contributions equal to 10.5% of earned compensation among various investment choices. The

Sandusky City School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2010

Combined Plan offers features of the DC Plan and DB Plan. In the Combined Plan, member contributions are allocated to investment choices by the member, and employer contributions are used to fund the defined benefit payment at a reduced level from the regular DB Plan. Contributions into the DC Plan and Combined Plan are credited to member accounts as employers submit their payroll information to STRS Ohio, generally on a biweekly basis. DC and Combined Plan members will transfer to the DB Plan during their fifth year of membership unless they permanently select the DC or Combined Plan.

DB Plan Benefits

Plan benefits are established under Chapter 3307 of the Revised Code. Any member may retire who has (i) five years of service credit and attained age 60; (ii) 25 years of service credit and attained age 55; or (iii) 30 years of service credit regardless of age. The annual retirement allowance, payable for life, is the greater of the “formula benefit” or the “money-purchase benefit” calculation. Under the “formula benefit,” the retirement allowance is based on years of credited service and final average salary, which is the average of the member’s three highest salary years. The annual allowance is calculated by using a base percentage of 2.2% multiplied by the total number of years of service credit (including Ohio-valued purchased credit) times the final average salary. The 31st year of earned Ohio service credit is calculated at 2.5%. An additional one-tenth of a percent is added to the calculation for every year of earned Ohio service over 31 years (2.6% for 32 years, 2.7% for 33 years and so on) until 100% of final average salary is reached. For members with 35 or more years of Ohio contributing service, the first 30 years will be calculated at 2.5% instead of 2.2%. Under the “money-purchase benefit” calculation, a member’s lifetime contributions plus interest at specified rates are matched by an equal amount from other STRS Ohio funds. This total is then divided by an actuarially determined annuity factor to determine the maximum annual retirement allowance.

DC Plan Benefits

Benefits are established under Sections 3307.80 to 3307.89 of the Revised Code. For members who select the DC Plan, all member contributions and employer contributions at a rate of 10.5% are placed in an investment account. The member determines how to allocate the member and employer money among various investment choices. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The member may elect to receive a lifetime monthly annuity or a lump-sum withdrawal. Employer contributions into members’ accounts are vested after the first anniversary of the first day of paid service. Members in the DC Plan who become disabled are entitled only to their account balance. If a member dies before retirement benefits begin, the member’s designated beneficiary is entitled to receive the member’s account balance.

Combined Plan Benefits

Member contributions are allocated by the member, and employer contributions are used to fund a defined benefit payment. A member’s defined benefit is determined by multiplying 1% of the member’s final average salary by the member’s years of service credit. The defined benefit portion of the Combined Plan payment is payable to a member on or after age 60. The defined contribution portion of the account may be taken as a lump sum or converted to a lifetime monthly annuity at age 50.

Sandusky City School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2010

Eligible faculty of Ohio's public colleges and universities may choose to enroll in either STRS Ohio or an alternative retirement plan (ARP) offered by their employer. Employees have 120 days from their employment date to select a retirement plan.

A retiree of STRS Ohio or another Ohio public retirement system is eligible for reemployment as a teacher following the elapse of two months from the date of retirement. Contributions are made by the reemployed member and employer during the reemployment. Upon termination of reemployment or age 65, whichever comes later, the retiree is eligible for an annuity benefit or equivalent lump-sum payment in addition to the original retirement allowance. A reemployed retiree may alternatively receive a refund of only member contributions with interest before age 65, once employment is terminated.

Benefits are increased annually by 3% of the original base amount for DB Plan participants.

The DB and Combined Plans offer access to health care coverage to eligible retirees who participated in the plans and their eligible dependents. Coverage under the current program includes hospitalizations, physicians' fees, prescription drugs and partial reimbursement of monthly Medicare Part B premiums. By Ohio law, health care benefits are not guaranteed.

A DB or Combined Plan member with five or more years' credited service who becomes disabled may qualify for a disability benefit. Eligible spouses and dependents of members who die before retirement may qualify for survivor benefits. A death benefit of \$1,000 is payable to the beneficiary of each deceased retired member who participated in the DB Plan. Death benefit coverage up to \$2,000 can be purchased by participants in the DB, DC or Combined Plans. Various other benefits are available to members' beneficiaries.

Funding Policy

Chapter 3307 of the Revised Code provides statutory authority for member and employer contributions. Contribution rates are established by the State Teachers Retirement Board, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10% for members and 14% for employers.

Contribution requirements and the contributions actually made for the fiscal year ended June 30, 2010, were 10% of covered payroll for members and 14% for employers. The District's contributions to STRS for the years ended June 30, 2010, 2009, and 2008 were \$2,943,444, \$2,911,659, and \$2,863,977, respectively; 82% has been contributed for fiscal year 2010 and 100% for fiscal years 2009 and 2008.

Note 13 - Post Employment Benefits

School Employees Retirement System of Ohio

Plan Description

In addition to a cost-sharing multiple-employer defined benefit pension plan, the School Employees Retirement System of Ohio (SERS) administers two postemployment benefit plans.

Sandusky City School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2010

Medicare Part B Plan

The Medicare B plan reimburses Medicare Part B premiums paid by eligible retirees and beneficiaries as set forth in Ohio Revised Code (ORC) 3309.69. Qualified benefit recipients who pay Medicare Part B premiums may apply for and receive a monthly reimbursement from SERS. The reimbursement amount is limited by statute to the lesser of the January 1, 1999 Medicare Part B premium or the current premium. The Medicare Part B premium for calendar year 2010 was \$96.40; SERS' reimbursement to retirees was \$45.50.

The Retirement Board, acting with the advice of the actuary, allocates a portion of the current employer contribution rate to the Medicare B Fund. For fiscal year 2010, the actuarially required allocation was .76%. District contributions for the year ended June 30, 2010, 2009 and 2008 were \$44,565, \$41,599 and \$34,825, respectively, which equaled the required contributions each year.

Health Care Plan

ORC 3309.375 and 3309.69 permit SERS to offer health care benefits to eligible retirees and beneficiaries. SERS' Retirement Board reserves the right to change or discontinue any health plan or program. SERS offers several types of health plans from various vendors, including HMO's, PPO's, Medicare Advantage and traditional indemnity plans. A prescription drug program is also available to those who elect health coverage. SERS employs two third-party administrators and a pharmacy benefit manager to manage the self-insurance and prescription drug plans, respectively.

The ORC provides the statutory authority to fund SERS' postemployment benefits through employer contributions. Active members do not make contributions to the postemployment benefit plans.

The Health Care Fund was established under, and is administered in accordance with, Internal Revenue Code 105(e). Each year after the allocation for statutorily required benefits, the Retirement Board allocates the remainder of the employer 14% contribution to the Health Care Fund. At June 30, 2010, the health care allocation was .46%. An additional health care surcharge on employers is collected for employees earning less than an actuarially determined minimum compensation amount, pro-rated according to service credit earned. Statutes provide that no employer shall pay a health care surcharge greater than 2% of that employer's SERS-covered payroll; nor may SERS collect in aggregate more than 1.5% of the total statewide SERS-covered payroll for the health care surcharge. For fiscal year 2010, the minimum compensation level was established at \$35,800. The surcharge, added to the unallocated portion of the 14% employer contribution rate is the total amount assigned to the Health Care Fund. The District contributions assigned to health care for the years ended June 30, 2010, 2009, and 2008 were \$26,974, \$335,865 and \$322,554, respectively; 46% has been contributed for fiscal year 2010 and 100% for fiscal years 2009 and 2008.

The SERS Retirement Board establishes the rules for the premiums paid by the retirees for health care coverage for themselves and their dependents or for their surviving beneficiaries. Premiums vary depending on the plan selected, qualified years of service, Medicare eligibility, and retirement status.

Sandusky City School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2010

The financial reports of SERS' Health Care and Medicare B plans are included in its *Comprehensive Annual Financial Report*. The report can be obtained by contacting SERS, 300 East Broad Street, Suite 100, Columbus, Ohio 43215-3746 or by calling toll free (800) 878-5853. It is also posted on SERS' website at www.ohsers.org under *Employers/Audit Resources*.

State Teachers Retirement System of Ohio

Plan Description

STRS Ohio administers a pension plan that is comprised of: a Defined Benefit Plan; a self-directed Defined Contribution Plan and a Combined Plan that is a hybrid of the Defined Benefit and the Defined Contribution Plan.

Ohio law authorized STRS Ohio to offer a cost-sharing, multiple-employer health care plan. STRS Ohio provides access to health care coverage to eligible retirees who participated in the Defined Benefit or Combined Plans. Coverage under the current program includes hospitalization, physicians' fees, prescription drugs and reimbursement of monthly Medicare Part B premiums.

Pursuant to 3307 of the Revised Code, the Retirement Board has discretionary authority over how much, if any, of the associated health care costs will be absorbed by STRS Ohio. All benefit recipients, for the most recent year, pay a portion of the health care costs in the form of a monthly premium.

STRS Ohio issues a stand-alone financial report. Interested parties can view the most recent *Comprehensive Annual Financial Report* by visiting www.strsoh.org or by requesting a copy by calling toll-free 1-888-227-7877.

Funding Policy

Under Ohio law, funding for post-employment health care may be deducted from employer contributions. Of the 14% employer contributions rate, 1% of covered payroll was allocated to post-employment health care for the year ended June 30, 2010, 2009 and 2008. The 14% employer contribution rate is the maximum rate established under Ohio law. The District contributions for the years ended June 30, 2010, 2009, and 2008 were \$210,246, \$223,974, and \$220,306, respectively; 82% has been contributed for fiscal year 2010 and 100% for fiscal years 2009 and 2008.

Sandusky City School District, Ohio
Notes to the Basic Financial Statements
For The Fiscal Year Ended June 30, 2010

Note 15 – Contingencies

A. Grants

The District receives significant financial assistance from numerous federal, State and local agencies in the form of grants. The disbursement 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 District. However, in the opinion of management, any such disallowed claims will not have a material effect on the financial position of the District.

B. Litigation

The District is a party to legal proceedings seeking damages or injunctive relief generally incidental to its operations and spending projects. The District management is of the opinion that disposition of the claim and legal proceedings will not have a material effect, if any, on the financial condition of the District.

Note 16 - Statutory Reserves

The District is required by State law to set-aside certain general fund revenue amounts, as defined by statute, into various reserves. These reserves are calculated and presented on a cash basis. During the fiscal year ended June 30, 2010, the reserve activity was as follows:

	<u>Textbooks</u>	<u>Capital Acquisition</u>
Set Aside Reserve Balance as of June 30, 2009	(\$530,936)	\$0
Current Year Set Aside Requirements	603,236	603,236
Qualified Disbursements	<u>(631,070)</u>	<u>(1,154,214)</u>
Set Aside Reserve Balance as of June 30, 2010	<u><u>(\$558,770)</u></u>	<u><u>(\$550,978)</u></u>
Restricted Cash as of June 30, 2010	<u><u>\$0</u></u>	<u><u>\$0</u></u>
Carried Forward as of June 30, 2010	<u><u>(\$558,770)</u></u>	

Although the District had offsets and qualifying disbursements during the year that reduced the set-aside amounts below zero for the capital acquisition reserve, this extra amount may not be used to reduce the set-aside requirement for future years. The negative amount is therefore not presented as being carried forward to the next fiscal year. The amount of qualifying disbursements exceeding the set-aside requirement in the textbooks reserve may be carried forward to reduce the set-aside requirement for future years.

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REQUIRED SUPPLEMENTARY INFORMATION

Sandusky City School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2010

	General Fund			
	Original Budget	Final Budget	Actual	Variance from Final Budget
Revenues:				
Taxes	\$16,547,684	\$16,476,120	\$16,476,895	\$775
Revenue in lieu of taxes	92,941	92,539	92,543	4
Tuition and Fees	470,334	468,300	468,322	22
Investment Earnings	36,506	36,348	36,350	2
Intergovernmental	21,415,104	21,322,490	21,323,493	1,003
Extracurricular Activities	8,848	8,810	8,810	0
Charges for Services	58,846	58,591	58,594	3
Other Revenues	262,580	261,445	261,457	12
Total Revenues	38,892,843	38,724,643	38,726,464	1,821
Expenditures:				
Current:				
Instruction:				
Regular	13,889,107	18,734,498	17,673,388	1,061,110
Special	4,149,207	5,596,710	5,279,716	316,994
Vocational	1,280,959	1,727,838	1,629,974	97,864
Other	368,315	496,807	468,668	28,139
Support Services:				
Pupil	1,233,194	1,663,409	1,569,195	94,214
Instructional Staff	801,953	1,081,724	1,020,456	61,268
General Administration	257,356	347,138	327,476	19,662
School Administration	2,219,336	2,993,579	2,824,025	169,554
Fiscal	564,502	761,435	718,308	43,127
Business	149,047	201,044	189,657	11,387
Operations and Maintenance	2,868,764	3,869,569	3,650,399	219,170
Pupil Transportation	1,151,056	1,552,616	1,464,677	87,939
Central	778,042	1,049,471	990,030	59,441
Extracurricular Activities	604,778	815,762	769,558	46,204
Debt Service:				
Principal Retirement	166,044	223,971	211,285	12,686
Interest and Fiscal Charges	44,347	59,818	56,430	3,388
Total Expenditures	30,526,007	41,175,389	38,843,242	2,332,147
Excess of Revenues Over (Under) Expenditures	8,366,836	(2,450,746)	(116,778)	2,333,968
Other Financing Sources (Uses):				
Proceeds from Sale of Capital Assets	95	95	95	0
Advances In	54,823	54,585	54,588	3
Advances (Out)	(14,189)	(19,139)	(18,055)	1,084
Transfers (Out)	(44,757)	(60,371)	(56,952)	3,419
Total Other Financing Sources (Uses)	(4,028)	(24,830)	(20,324)	4,506
Net Change in Fund Balance	8,362,808	(2,475,576)	(137,102)	2,338,474
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	5,531,576	5,531,576	5,531,576	0
Fund Balance End of Year	\$13,894,384	\$3,056,000	\$5,394,474	\$2,338,474

See accompanying notes to the required supplementary information.

Sandusky City School District, Ohio
Notes to the Required Supplementary Information
For The Year Fiscal Ended June 30, 2010

Note 1 - Budgetary Process

All funds, except agency funds, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the appropriations 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 amount that the Board of Education may appropriate. The appropriation resolution is Board's authorization to spend resources and sets annual limits on expenditures plus encumbrances at the level of control selected by Board. The legal level of control has been established by Board at the fund level. Any budgetary modifications at this level may only be made by resolution of the Board of Education. During the course of fiscal 2010, the District amended its budget at several times, however none were significant.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the School District Treasurer. The amounts reported as the original budgeted amounts on the budgetary statements reflect the amounts on the certificate of estimated resources when the original appropriations were adopted. The amounts reported as the final budgeted amounts on the budgetary statements reflect the amounts on the final amended certificate of estimated resources issued during the fiscal year 2010.

The appropriation resolution is subject to amendment by the Board throughout the year with the restriction that appropriations cannot exceed estimated resources. The amounts reported as the original budgeted amounts reflect the first appropriation resolution for that fund that covered the entire year, including amounts automatically carried forward from prior years. The amounts reported as the final budgeted amounts represent the final appropriation amounts passed by Board during the year. At the close of each fiscal year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriation. Encumbered appropriations are carried forward to the succeeding fiscal year and are not reappropriated.

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

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 for all funds (budget basis) rather than as a reservation of fund balance for governmental fund types and expendable trust funds (GAAP basis).
4. Advances in and advances out are operating transactions (budget basis) as opposed to balance sheet transactions.

Sandusky City School District, Ohio
Notes to the Required Supplementary Information
For The Year Fiscal Ended June 30, 2010

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

Net Change in Fund Balance

	<u>General</u>
GAAP Basis	(\$536,813)
Revenue Accruals	303,658
Expenditure Accruals	446,320
Advances In	54,588
Advances Out	(18,055)
Encumbrances	<u>(386,800)</u>
Budget Basis	<u><u>(\$137,102)</u></u>

COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES



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NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

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

Debt Service Fund

The Debt Service Fund is used for the accumulation of resources for and the payment of general obligation bond principal and interest and certain other long-term obligations from governmental resources when the District is obligated in some manner for the payment. The District has only one Debt Service Fund for fiscal year 2010.

Capital Projects Funds

The Capital Projects Funds are used to account for the financial resources to be used for the acquisition or construction of major capital facilities.

Permanent Fund

A fund used to report resources that are legally restricted to the extent that only earnings, and not principal, may be used for purposes that support the District's programs. The District has only one Permanent Fund for fiscal year 2010.

Sandusky City School District, Ohio
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2010

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Nonmajor Permanent Fund	Total Nonmajor Governmental Funds
Assets:					
Equity in Pooled Cash and Investments	\$938,781	\$281,697	\$319,360	\$106,113	\$1,645,951
Receivables:					
Taxes	0	0	880,227	0	880,227
Accounts	17,732	0	0	0	17,732
Intergovernmental	1,256,109	0	0	0	1,256,109
Inventory	11,249	0	0	0	11,249
Total Assets	2,223,871	281,697	1,199,587	106,113	3,811,268
Liabilities and Fund Balances:					
Liabilities:					
Accounts Payable	31,736	0	5,900	0	37,636
Accrued Wages and Benefits	1,038,560	0	0	0	1,038,560
Compensated Absences	44,932	0	0	0	44,932
Interfund Payable	18,055	0	0	0	18,055
Deferred Revenue	596,527	0	775,998	0	1,372,525
Total Liabilities	1,729,810	0	781,898	0	2,511,708
Fund Balances:					
Reserved for Encumbrances	84,033	0	166,950	0	250,983
Reserved for Inventory	11,249	0	0	0	11,249
Reserved for Property Tax Advances	0	0	104,229	0	104,229
Reserved for Scholarships	0	0	0	18,500	18,500
Unreserved, Undesignated, Reported in:					
Special Revenue Funds	398,779	0	0	0	398,779
Debt Service Funds	0	281,697	0	0	281,697
Capital Projects Funds	0	0	146,510	0	146,510
Permanent Funds	0	0	0	87,613	87,613
Total Fund Balances	494,061	281,697	417,689	106,113	1,299,560
Total Liabilities and Fund Balances	\$2,223,871	\$281,697	\$1,199,587	\$106,113	\$3,811,268

Sandusky City School District, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2010

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Nonmajor Permanent Fund	Total Nonmajor Governmental Funds
Revenues:					
Taxes	\$0	\$0	\$718,603	\$0	\$718,603
Revenue in Lieu of Taxes	0	0	221	0	221
Tuition and Fees	825,556	0	0	0	825,556
Investment Earnings	3,203	0	0	1,198	4,401
Intergovernmental	9,492,226	0	219,788	0	9,712,014
Extracurricular Activities	215,676	0	0	0	215,676
Charges for Services	421,926	0	0	0	421,926
Other Revenues	512,660	0	0	8,500	521,160
Total Revenues	11,471,247	0	938,612	9,698	12,419,557
Expenditures:					
Current:					
Instruction:					
Regular	1,752,337	0	0	0	1,752,337
Special	2,590,113	0	0	0	2,590,113
Vocational	64,028	0	0	0	64,028
Adult/continuing	1,288,619	0	0	0	1,288,619
Support Services:					
Pupil	303,254	0	0	0	303,254
Instructional Staff	1,327,061	0	0	0	1,327,061
School Administration	227,424	0	0	0	227,424
Fiscal	4,379	0	12,680	0	17,059
Pupil Transportation	7,278	0	71,700	0	78,978
Central	220,867	0	0	0	220,867
Operation of Non-Instructional Services	2,857,528	0	0	0	2,857,528
Extracurricular Activities	330,057	0	0	0	330,057
Capital Outlay	0	0	773,940	0	773,940
Total Expenditures	10,972,945	0	858,320	0	11,831,265
Excess of Revenues Over (Under) Expenditures	498,302	0	80,292	9,698	588,292
Other Financing Sources (Uses):					
Proceeds from Sale of Capital Assets	0	0	1	0	1
Transfers In	56,952	0	0	0	56,952
Total Other Financing Sources (Uses)	56,952	0	1	0	56,953
Net Change in Fund Balance	555,254	0	80,293	9,698	645,245
Fund Balance Beginning of Year	(61,193)	281,697	337,396	96,415	654,315
Fund Balance End of Year	\$494,061	\$281,697	\$417,689	\$106,113	\$1,299,560

NONMAJOR SPECIAL REVENUE FUNDS

Fund Descriptions

Public School Support: A fund provided to account for specific local revenue sources that are restricted to expenditures for specified purposes approved by board resolution. Such expenditures may include curricular and extra-curricular related purchases.

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

Special Trust: A fund which is used to account for trust agreements in which the principal and income is used to support District programs.

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

Auxiliary Services: A fund used to account for monies which provide services and materials to pupils attending non-public schools within the school district.

Management Information: A fund used to account for funds associated with the state-wide requirements of the Education Management System (EMIS).

Public School Preschool: A fund to assist school districts in paying the cost of preschool programs for three and four year olds.

Entry Year Programs: A fund used to implement entry-year programs.

SchoolNet OneNet: To account for state funds related to the District's SchoolNet OneNet program.

Ohio Reads: A fund intended to improve reading outcomes, especially on the fourth grade reading proficiency test and for volunteer coordinators in public school buildings, for educational service centers for costs associated with volunteer coordination, for background checks of volunteers, to evaluate the Ohio Reads Program, and for operating expenses associated with administering the program.

NONMAJOR SPECIAL REVENUE FUNDS

Fund Descriptions

Education Foundation: A fund provided to account for the proceeds of any bequest, gift, or endowment given to the school district for the Education Foundation Fund or given without conditions or limitations; or, for the proceeds of a transfer from the General Fund of up to one-half of one per cent of the total estimated appropriations included in the school district's tax budget; or, in the case of a county board of education, an amount not to exceed one-half of one percent of the funds received by the county board pursuant to Section 3317.11 of the Revised Code. All boards of education must receipt any interest earnings on the principal of the Education Foundation Fund into the Fund. Monies in the Fund shall be expended only by resolution adopted by a majority of the members of the board for operating or capital costs of any existing or new and innovative program designed to enhance or promote education within the district, such as scholarships for students or teachers.

Poverty Aid: A fund used to account for monies appropriated for poverty based assistance as well as part of the state foundation system. Programs included are academic intervention, all-day kindergarten, class-size reduction, Limited English Proficient students, professional development, dropout prevention, and community outreach.

Able/Job Grant: A fund established to provide assistance to welfare recipients to fund employment. The school district collaborates with the Department of Human Services in preparing participants for the work force by providing them with skills, development, work experience and placement.

Adult Basic Education: This fund accounts for the Federal monies used to provide programs in reading, writing and math competency for adults who have not earned a high school diploma.

Title VI B: To account for Federal monies which assist states in the identification of handicapped children, and provision of full educational opportunities to handicapped children at the preschool, elementary, and secondary levels.

Vocational Education: Provision of funds to boards of education, teacher training institutions, and the state administering agency for cooperating in development of vocational education programs in the following categories: secondary, post-secondary, adult, disadvantaged and handicapped persons, exemplary programs, cooperative education, construction of area vocational schools, ancillary services, research, advisory committees, and work-study projects, including sex equity grants. Funds are administered by the Ohio Department of Education, Division of Vocational and Career Education.

Basic Educational Opportunity Grant: Provision of funds to assist in making available the benefits of post-secondary education to qualified students.

NONMAJOR SPECIAL REVENUE FUNDS

Fund Descriptions

Title I: To account for funds which are to: 1) establish or improve programs designed to meet the special educational need of migratory children of migratory agricultural workers or migratory fishers' and 2) enable State education agencies to coordinate their state migrant education programs and local projects with similar programs and projects in other states, including the transfer of school records of other information about migratory children.

Title V: To account for Federal revenues which support the implementation of a variety of programs such as computer education, gifted and talented programs, and in-service and staff development.

Drug-Free School Grant: To provide funds to local educational agencies and consortia of these agencies to establish, operate and improve local programs of drug abuse prevention, early intervention, rehabilitation referral and education in elementary and secondary schools, and to engage in development, training, technical assistance and coordination activities.

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

Improving Teacher Quality: A fund used to account for monies to hire additional classroom teachers in grades one through three so that the number of students per teacher will be reduced.

Miscellaneous Federal Grants: To account for federal funds that are legally restricted to expenditures for specified purposes.

Food Service: A fund which is used to account for all revenues and expenditures related to food service operations.

Adult Education: A fund which accounts for transactions made in connection with adult education classes. Receipts include, but are not limited to, tuition from patrons and students, and reimbursement from the State Department of Education. Expenditures include supplies, salaries and textbooks

Fiscal Stabilization: To account for monies was part of the American Recovery and Reinvestment Act of 2009. This was intended to provide money to school districts to prevent layoffs and cutbacks, with flexibility to use the funds for school modernization and repairs.

NONMAJOR SPECIAL REVENUE FUNDS

Fund Descriptions

Stimulus Title II: To account for competitive grant monies received from the Federal Government which focuses on professional development and student learning needed for the 21st century.

Title I School Improvement: To account for grant monies to help raise the achievement of students in the District.

Sandusky City School District, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2010

	Public School Support	Other Grants	Special Trust	District Managed Student Activity	Auxiliary Services
Assets:					
Equity in Pooled Cash and Investments	\$63,597	\$38,943	\$423,907	\$142,469	\$53,377
Receivables:					
Accounts	292	0	0	0	0
Intergovernmental	0	0	0	0	31,270
Inventory	0	0	0	0	0
Total Assets	63,889	38,943	423,907	142,469	84,647
Liabilities and Fund Balances:					
Liabilities:					
Accounts Payable	1,644	250	0	5,239	204
Accrued Wages and Benefits	0	0	0	0	25,306
Compensated Absences	0	0	0	0	23,632
Interfund Payable	0	0	0	0	0
Deferred Revenue	0	0	0	0	0
Total Liabilities	1,644	250	0	5,239	49,142
Fund Balances:					
Reserved for Encumbrances	6,765	986	0	16,905	374
Reserved for Inventory	0	0	0	0	0
Unreserved, Undesignated, Reported in: Special Revenue Funds	55,480	37,707	423,907	120,325	35,131
Total Fund Balances	62,245	38,693	423,907	137,230	35,505
Total Liabilities and Fund Balances	\$63,889	\$38,943	\$423,907	\$142,469	\$84,647

Management Information	Public School PreSchool	Entry Year Programs	SchoolNet OneNet	Ohio Reads	Education Foundation	Poverty Aid
\$879	\$2,744	\$0	\$0	\$0	\$11,483	\$0
0	0	0	0	0	0	0
0	21,107	0	0	0	0	0
0	0	0	0	0	0	0
879	23,851	0	0	0	11,483	0
0	0	0	0	0	0	0
0	4,873	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	4,842	0	0	0	0	0
0	9,715	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
879	14,136	0	0	0	11,483	0
879	14,136	0	0	0	11,483	0
\$879	\$23,851	\$0	\$0	\$0	\$11,483	\$0

Continued

Sandusky City School District, Ohio
 Combining Balance Sheet
 Nonmajor Special Revenue Funds
 June 30, 2010

	Able/Job Grant	Adult Basic Education	Title VI B	Vocational Education	Basic Educational Opportunity Grant
Assets:					
Equity in Pooled Cash and Investments	\$13,310	\$186	\$52,065	\$3,579	\$0
Receivables:					
Accounts	0	0	0	0	0
Intergovernmental	0	125	239,019	29,482	0
Inventory	0	0	0	0	0
Total Assets	13,310	311	291,084	33,061	0
Liabilities and Fund Balances:					
Liabilities:					
Accounts Payable	0	34	7,707	1,787	0
Accrued Wages and Benefits	0	0	323,967	1,785	0
Compensated Absences	0	0	0	0	0
Interfund Payable	0	0	7,836	0	0
Deferred Revenue	0	125	94,559	29,482	0
Total Liabilities	0	159	434,069	33,054	0
Fund Balances:					
Reserved for Encumbrances	0	2	22,642	0	0
Reserved for Inventory	0	0	0	0	0
Unreserved, Undesignated, Reported in: Special Revenue Funds	13,310	150	(165,627)	7	0
Total Fund Balances	13,310	152	(142,985)	7	0
Total Liabilities and Fund Balances	\$13,310	\$311	\$291,084	\$33,061	\$0

Title I	Title V	Drug-Free School Grant	EHA PreSchool Grant	Improving Teacher Quality	Miscellaneous Federal Grants	Food Service
\$0	\$0	\$2,132	\$20,801	\$13,319	\$49,383	\$12,839
0	0	0	0	0	0	26
674,817	0	26,300	12,249	63,203	79,325	49,651
0	0	0	0	0	0	11,249
<u>674,817</u>	<u>0</u>	<u>28,432</u>	<u>33,050</u>	<u>76,522</u>	<u>128,708</u>	<u>73,765</u>
2,201	0	843	867	0	0	512
308,063	0	0	6,392	66,156	134,926	122,071
0	0	0	0	0	0	21,300
4,908	0	0	0	0	0	0
<u>382,147</u>	<u>0</u>	<u>26,300</u>	<u>6,627</u>	<u>15,317</u>	<u>12,644</u>	<u>0</u>
<u>697,319</u>	<u>0</u>	<u>27,143</u>	<u>13,886</u>	<u>81,473</u>	<u>147,570</u>	<u>143,883</u>
0	0	142	17,679	0	0	5,965
0	0	0	0	0	0	11,249
<u>(22,502)</u>	<u>0</u>	<u>1,147</u>	<u>1,485</u>	<u>(4,951)</u>	<u>(18,862)</u>	<u>(87,332)</u>
<u>(22,502)</u>	<u>0</u>	<u>1,289</u>	<u>19,164</u>	<u>(4,951)</u>	<u>(18,862)</u>	<u>(70,118)</u>
<u>\$674,817</u>	<u>\$0</u>	<u>\$28,432</u>	<u>\$33,050</u>	<u>\$76,522</u>	<u>\$128,708</u>	<u>\$73,765</u>

continued

Sandusky City School District, Ohio
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2010

	Adult Education	Fiscal Stabilization	Stimulus Title II	Title I School Improvement	Total Nonmajor Special Revenue Funds
Assets:					
Equity in Pooled Cash and Investments	\$19,337	\$0	\$9,907	\$4,524	\$938,781
Receivables:					
Accounts	17,414	0	0	0	17,732
Intergovernmental	0	0	9,201	20,360	1,256,109
Inventory	0	0	0	0	11,249
Total Assets	36,751	0	19,108	24,884	2,223,871
Liabilities and Fund Balances:					
Liabilities:					
Accounts Payable	3,091	0	7,357	0	31,736
Accrued Wages and Benefits	22,920	0	22,101	0	1,038,560
Compensated Absences	0	0	0	0	44,932
Interfund Payable	0	0	5,311	0	18,055
Deferred Revenue	0	0	6,310	18,174	596,527
Total Liabilities	26,011	0	41,079	18,174	1,729,810
Fund Balances:					
Reserved for Encumbrances	10,148	0	2,425	0	84,033
Reserved for Inventory	0	0	0	0	11,249
Unreserved, Undesignated, Reported in: Special Revenue Funds	592	0	(24,396)	6,710	398,779
Total Fund Balances	10,740	0	(21,971)	6,710	494,061
Total Liabilities and Fund Balances	\$36,751	\$0	\$19,108	\$24,884	\$2,223,871

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Sandusky City School District, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010

	Public School Support	Other Grants	Special Trust	District Managed Student Activity	Auxiliary Services
Revenues:					
Tuition and Fees	\$0	\$0	\$0	\$0	\$0
Investment Earnings	0	0	3,035	0	159
Intergovernmental	0	0	0	0	359,694
Extracurricular Activities	19,443	300	0	195,933	0
Charges for Services	0	0	0	14,616	0
Other Revenues	16,608	96,546	723	73,879	0
Total Revenues	36,051	96,846	3,758	284,428	359,853
Expenditures:					
Current:					
Instruction:					
Regular	0	71,671	0	0	0
Special	0	0	0	0	0
Vocational	0	0	0	0	0
Adult/continuing	0	0	0	0	0
Support Services:					
Pupil	0	0	0	0	0
Instructional Staff	0	0	0	0	0
School Administration	0	0	0	0	0
Fiscal	0	0	0	0	0
Pupil Transportation	0	0	0	0	0
Central	0	0	0	0	0
Operation of Non-Instructional Services	0	24,361	0	0	338,750
Extracurricular Activities	67,860	0	982	261,215	0
Total Expenditures	67,860	96,032	982	261,215	338,750
Excess of Revenues Over (Under) Expenditures	(31,809)	814	2,776	23,213	21,103
Other Financing Sources (Uses):					
Transfers In	0	0	0	0	0
Total Other Financing Sources (Uses)	0	0	0	0	0
Net Change in Fund Balance	(31,809)	814	2,776	23,213	21,103
Fund Balance Beginning of Year	94,054	37,879	421,131	114,017	14,402
Fund Balance End of Year	\$62,245	\$38,693	\$423,907	\$137,230	\$35,505

Management Information	Public School PreSchool	Entry Year Programs	SchoolNet OneNet	Ohio Reads	Education Foundation	Poverty Aid
\$0	\$0	\$0	\$0	\$0	\$0	\$0
0	0	0	0	0	9	0
6,583	127,340	0	18,291	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	11,474	50,878
6,583	127,340	0	18,291	0	11,483	50,878
0	57,847	7,700	0	24,800	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	30,695	0	0	0	56,952	0
1,325	0	0	0	0	0	0
4,379	0	0	0	0	0	0
0	7,278	0	0	0	0	0
0	0	0	18,291	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
5,704	95,820	7,700	18,291	24,800	56,952	0
879	31,520	(7,700)	0	(24,800)	(45,469)	50,878
0	0	0	0	0	56,952	0
0	0	0	0	0	56,952	0
879	31,520	(7,700)	0	(24,800)	11,483	50,878
0	(17,384)	7,700	0	24,800	0	(50,878)
\$879	\$14,136	\$0	\$0	\$0	\$11,483	\$0

Continued

Sandusky City School District, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010

	Able/Job Grant	Adult Basic Education	Title VI B	Vocational Education	Basic Educational Opportunity Grant
Revenues:					
Tuition and Fees	\$0	\$0	\$0	\$0	\$0
Investment Earnings	0	0	0	0	0
Intergovernmental	0	116,304	2,045,362	65,841	315,589
Extracurricular Activities	0	0	0	0	0
Charges for Services	0	0	0	0	0
Other Revenues	0	0	0	0	0
Total Revenues	0	116,304	2,045,362	65,841	315,589
Expenditures:					
Current:					
Instruction:					
Regular	5,594	0	0	0	0
Special	0	0	997,382	0	0
Vocational	0	0	0	63,617	0
Adult/continuing	0	105,294	0	0	0
Support Services:					
Pupil	0	0	303,254	0	0
Instructional Staff	0	4,315	415,091	12,107	0
School Administration	0	3,914	159,055	0	0
Fiscal	0	0	0	0	0
Pupil Transportation	0	0	0	0	0
Central	0	0	0	0	0
Operation of Non-Instructional Services	0	0	133,240	0	318,084
Extracurricular Activities	0	0	0	0	0
Total Expenditures	5,594	113,523	2,008,022	75,724	318,084
Excess of Revenues Over (Under) Expenditures	(5,594)	2,781	37,340	(9,883)	(2,495)
Other Financing Sources (Uses):					
Transfers In	0	0	0	0	0
Total Other Financing Sources (Uses)	0	0	0	0	0
Net Change in Fund Balance	(5,594)	2,781	37,340	(9,883)	(2,495)
Fund Balance Beginning of Year	18,904	(2,629)	(180,325)	9,890	2,495
Fund Balance End of Year	\$13,310	\$152	(\$142,985)	\$7	\$0

Title I	Title V	Drug-Free School Grant	EHA PreSchool Grant	Improving Teacher Quality	Miscellaneous Federal Grants	Food Service
\$0	\$0	\$0	\$0	\$0	\$0	\$0
0	0	0	0	0	0	0
2,132,766	325	13,190	84,041	395,538	834,684	1,607,659
0	0	0	0	0	0	0
0	0	0	0	0	0	407,310
0	0	0	0	0	0	5,466
<u>2,132,766</u>	<u>325</u>	<u>13,190</u>	<u>84,041</u>	<u>395,538</u>	<u>834,684</u>	<u>2,020,435</u>
0	0	4,769	0	0	570,844	0
1,253,597	411	0	15,699	323,435	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
554,093	0	3,961	31,765	19,767	5,894	0
51,239	0	0	11,891	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	202,576	0
67,991	0	0	0	0	0	1,975,102
0	0	0	0	0	0	0
<u>1,926,920</u>	<u>411</u>	<u>8,730</u>	<u>59,355</u>	<u>343,202</u>	<u>779,314</u>	<u>1,975,102</u>
<u>205,846</u>	<u>(86)</u>	<u>4,460</u>	<u>24,686</u>	<u>52,336</u>	<u>55,370</u>	<u>45,333</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>205,846</u>	<u>(86)</u>	<u>4,460</u>	<u>24,686</u>	<u>52,336</u>	<u>55,370</u>	<u>45,333</u>
<u>(228,348)</u>	<u>86</u>	<u>(3,171)</u>	<u>(5,522)</u>	<u>(57,287)</u>	<u>(74,232)</u>	<u>(115,451)</u>
<u>(\$22,502)</u>	<u>\$0</u>	<u>\$1,289</u>	<u>\$19,164</u>	<u>(\$4,951)</u>	<u>(\$18,862)</u>	<u>(\$70,118)</u>

Continued

Sandusky City School District, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010

	Adult Education	Fiscal Stabilization	Stimulus Title II	Title I School Improvement	Total Nonmajor Special Revenue Funds
Revenues:					
Tuition and Fees	\$825,556	\$0	\$0	\$0	\$825,556
Investment Earnings	0	0	0	0	3,203
Intergovernmental	182,747	987,595	150,515	48,162	9,492,226
Extracurricular Activities	0	0	0	0	215,676
Charges for Services	0	0	0	0	421,926
Other Revenues	257,086	0	0	0	512,660
Total Revenues	1,265,389	987,595	150,515	48,162	11,471,247
Expenditures:					
Current:					
Instruction:					
Regular	0	987,595	21,517	0	1,752,337
Special	0	0	0	0	2,590,524
Vocational	0	0	0	0	63,617
Adult/continuing	1,183,325	0	0	0	1,288,619
Support Services:					
Pupil	0	0	0	0	303,254
Instructional Staff	0	0	150,969	41,452	1,327,061
School Administration	0	0	0	0	227,424
Fiscal	0	0	0	0	4,379
Pupil Transportation	0	0	0	0	7,278
Central	0	0	0	0	220,867
Operation of Non-Instructional Services	0	0	0	0	2,857,528
Extracurricular Activities	0	0	0	0	330,057
Total Expenditures	1,183,325	987,595	172,486	41,452	10,972,945
Excess of Revenues Over (Under) Expenditures	82,064	0	(21,971)	6,710	498,302
Other Financing Sources (Uses):					
Transfers In	0	0	0	0	56,952
Total Other Financing Sources (Uses)	0	0	0	0	56,952
Net Change in Fund Balance	82,064	0	(21,971)	6,710	555,254
Fund Balance Beginning of Year	(71,324)	0	0	0	(61,193)
Fund Balance End of Year	\$10,740	\$0	(\$21,971)	\$6,710	\$494,061

Sandusky City School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2010

	Public School Support Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Extracurricular Activities	\$18,742	\$19,221	\$479
Other Revenues	16,194	16,608	414
Total Revenues	34,936	35,829	893
Expenditures:			
Current:			
Extracurricular Activities	129,395	76,490	52,905
Total Expenditures	129,395	76,490	52,905
Excess of Revenues Over (Under) Expenditures	(94,459)	(40,661)	53,798
Other Financing Sources (Uses):			
Transfers In	2,662	2,730	68
Transfers (Out)	(4,618)	(2,730)	1,888
Total Other Financing Sources (Uses)	(1,956)	0	1,956
Net Change in Fund Balance	(96,415)	(40,661)	55,754
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	96,415	96,415	0
Fund Balance End of Year	\$0	\$55,754	\$55,754

Sandusky City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2010

	Final Budget	Other Grants Fund Actual	Variance from Final Budget
Revenues:			
Extracurricular Activities	\$300	\$300	\$0
Other Revenues	96,546	96,546	0
Total Revenues	96,846	96,846	0
Expenditures:			
Current:			
Instruction:			
Regular	99,527	71,671	27,856
Operation of Non-Instructional Services	35,198	25,347	9,851
Total Expenditures	134,725	97,018	37,707
Net Change in Fund Balance	(37,879)	(172)	37,707
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	37,879	37,879	0
Fund Balance End of Year	\$0	\$37,707	\$37,707

Sandusky City School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2010

	Special Trust Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$3,023	\$3,035	\$12
Other Revenues	722	723	1
Total Revenues	3,745	3,758	13
Expenditures:			
Current:			
Extracurricular Activities	7,640	982	6,658
Total Expenditures	7,640	982	6,658
Excess of Revenues Over (Under) Expenditures	(3,895)	2,776	6,671
Other Financing Sources (Uses):			
Transfers (Out)	(15,000)	0	15,000
Total Other Financing Sources (Uses)	(15,000)	0	15,000
Net Change in Fund Balance	(18,895)	2,776	21,671
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	421,131	421,131	0
Fund Balance End of Year	\$402,236	\$423,907	\$21,671

Sandusky City School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2010

	District Managed Student Activity Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Extracurricular Activities	\$193,494	\$196,233	\$2,739
Charges for Services	14,412	14,616	204
Other Revenues	72,848	73,879	1,031
Total Revenues	<u>280,754</u>	<u>284,728</u>	<u>3,974</u>
Expenditures:			
Current:			
Extracurricular Activities	337,651	284,092	53,559
Total Expenditures	<u>337,651</u>	<u>284,092</u>	<u>53,559</u>
Excess of Revenues Over (Under) Expenditures	<u>(56,897)</u>	<u>636</u>	<u>57,533</u>
Other Financing Sources (Uses):			
Transfers In	40,281	40,851	570
Transfers (Out)	(48,553)	(40,851)	7,702
Total Other Financing Sources (Uses)	<u>(8,272)</u>	<u>0</u>	<u>8,272</u>
Net Change in Fund Balance	(65,169)	636	65,805
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>119,689</u>	<u>119,689</u>	<u>0</u>
Fund Balance End of Year	<u>\$54,520</u>	<u>\$120,325</u>	<u>\$65,805</u>

Sandusky City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2010

	Auxiliary Services Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$159	\$159	\$0
Intergovernmental	328,401	328,424	23
Total Revenues	328,560	328,583	23
Expenditures:			
Current:			
Operation of Non-Instructional Services	391,904	339,003	52,901
Total Expenditures	391,904	339,003	52,901
Net Change in Fund Balance	(63,344)	(10,420)	52,924
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	63,344	63,344	0
Fund Balance End of Year	\$0	\$52,924	\$52,924

Sandusky City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2010

	Management Information Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$6,583	\$6,583	\$0
Total Revenues	6,583	6,583	0
Expenditures:			
Current:			
Support Services:			
School Administration	1,529	1,325	204
Fiscal	5,054	4,379	675
Total Expenditures	6,583	5,704	879
Net Change in Fund Balance	0	879	879
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance End of Year	\$0	\$879	\$879

Sandusky City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2010

	Public School PreSchool Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$132,182	\$111,075	(\$21,107)
Total Revenues	<u>132,182</u>	<u>111,075</u>	<u>(21,107)</u>
Expenditures:			
Current:			
Instruction:			
Regular	85,869	71,269	14,600
Support Services:			
Instructional Staff	39,161	32,502	6,659
Pupil Transportation	15,242	12,650	2,592
Total Expenditures	<u>140,272</u>	<u>116,421</u>	<u>23,851</u>
Net Change in Fund Balance	(8,090)	(5,346)	2,744
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>8,090</u>	<u>8,090</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$0</u></u>	<u><u>\$2,744</u></u>	<u><u>\$2,744</u></u>

Sandusky City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2010

	Entry Year Programs Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$7,700	\$7,700	\$0
Total Revenues	7,700	7,700	0
Expenditures:			
Current:			
Instruction:			
Regular	7,700	7,700	0
Total Expenditures	7,700	7,700	0
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance End of Year	\$0	\$0	\$0

Sandusky City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2010

	SchoolNet OneNet Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$18,291	\$18,291	\$0
Total Revenues	18,291	18,291	0
Expenditures:			
Current:			
Support Services:			
Central	18,291	18,291	0
Total Expenditures	18,291	18,291	0
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance End of Year	\$0	\$0	\$0

Sandusky City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2010

	Ohio Reads Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Current:			
Instruction:			
Regular	31,930	31,930	0
Total Expenditures	31,930	31,930	0
Net Change in Fund Balance	(31,930)	(31,930)	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	31,930	31,930	0
Fund Balance End of Year	\$0	\$0	\$0

Sandusky City School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2010

	Education Foundation Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$9	\$9	\$0
Other Revenues	11,473	11,474	1
Total Revenues	11,482	11,483	1
Expenditures:			
Current:			
Support Services:			
Instructional Staff	56,952	56,952	0
Total Expenditures	56,952	56,952	0
Excess of Revenues Over (Under) Expenditures	(45,470)	(45,469)	1
Other Financing Sources (Uses):			
Transfers In	56,949	56,952	3
Total Other Financing Sources (Uses)	56,949	56,952	3
Net Change in Fund Balance	11,479	11,483	4
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance End of Year	\$11,479	\$11,483	\$4

Sandusky City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2010

	Poverty Aid Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Current:			
Instruction:			
Regular	168,090	168,090	0
Total Expenditures	168,090	168,090	0
Net Change in Fund Balance	(168,090)	(168,090)	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	168,090	168,090	0
Fund Balance End of Year	\$0	\$0	\$0

Sandusky City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2010

	Able/Job Grant Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Current:			
Instruction:			
Regular	19,191	6,810	12,381
Support Services:			
Instructional Staff	1,440	511	929
Total Expenditures	20,631	7,321	13,310
Net Change in Fund Balance	(20,631)	(7,321)	13,310
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	20,631	20,631	0
Fund Balance End of Year	\$0	\$13,310	\$13,310

Sandusky City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2010

	Adult Basic Education Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$116,430	\$116,304	(\$126)
Total Revenues	116,430	116,304	(126)
Expenditures:			
Current:			
Instruction:			
Adult/continuing	111,603	111,346	257
Support Services:			
Instructional Staff	4,409	4,399	10
School Administration	3,937	3,928	9
Total Expenditures	119,949	119,673	276
Net Change in Fund Balance	(3,519)	(3,369)	150
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	3,519	3,519	0
Fund Balance End of Year	\$0	\$150	\$150

Sandusky City School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2010

	Title VI B Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$2,319,123	\$1,900,902	(\$418,221)
Total Revenues	<u>2,319,123</u>	<u>1,900,902</u>	<u>(418,221)</u>
Expenditures:			
Current:			
Instruction:			
Special	1,116,746	911,318	205,428
Support Services:			
Pupil	327,152	266,972	60,180
Instructional Staff	562,279	458,847	103,432
School Administration	200,817	163,876	36,941
Operation of Non-Instructional Services	<u>159,844</u>	<u>130,440</u>	<u>29,404</u>
Total Expenditures	<u>2,366,838</u>	<u>1,931,453</u>	<u>435,385</u>
Excess of Revenues Over (Under) Expenditures	<u>(47,715)</u>	<u>(30,551)</u>	<u>17,164</u>
Other Financing Sources (Uses):			
Advances In	9,560	7,836	(1,724)
Advances (Out)	<u>(34,119)</u>	<u>(27,843)</u>	<u>6,276</u>
Total Other Financing Sources (Uses)	<u>(24,559)</u>	<u>(20,007)</u>	<u>4,552</u>
Net Change in Fund Balance	(72,274)	(50,558)	21,716
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>72,274</u>	<u>72,274</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$0</u></u>	<u><u>\$21,716</u></u>	<u><u>\$21,716</u></u>

Sandusky City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2010

	Vocational Education Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$95,323	\$65,841	(\$29,482)
Total Revenues	95,323	65,841	(29,482)
Expenditures:			
Current:			
Instruction:			
Vocational	90,876	64,638	26,238
Support Services:			
Instructional Staff	18,121	12,889	5,232
Total Expenditures	108,997	77,527	31,470
Net Change in Fund Balance	(13,674)	(11,686)	1,988
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	13,674	13,674	0
Fund Balance End of Year	\$0	\$1,988	\$1,988

Sandusky City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2010

	Basic Educational Opportunity Grant Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$318,083	\$318,083	\$0
Total Revenues	318,083	318,083	0
Expenditures:			
Current:			
Operation of Non-Instructional Services	318,083	318,083	0
Total Expenditures	318,083	318,083	0
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance End of Year	\$0	\$0	\$0

Sandusky City School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2010

	Title I Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$2,991,402	\$1,840,096	(\$1,151,306)
Total Revenues	2,991,402	1,840,096	(1,151,306)
Expenditures:			
Current:			
Instruction:			
Special	1,990,828	1,239,780	751,048
Support Services:			
Instructional Staff	887,870	552,917	334,953
School Administration	82,780	51,551	31,229
Operation of Non-Instructional Services	98,466	61,319	37,147
Total Expenditures	3,059,944	1,905,567	1,154,377
Excess of Revenues Over (Under) Expenditures	(68,542)	(65,471)	3,071
Other Financing Sources (Uses):			
Advances In	7,979	4,908	(3,071)
Total Other Financing Sources (Uses)	7,979	4,908	(3,071)
Net Change in Fund Balance	(60,563)	(60,563)	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	60,563	60,563	0
Fund Balance End of Year	\$0	\$0	\$0

Sandusky City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2010

	Title V Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$325	\$325	\$0
Total Revenues	325	325	0
Expenditures:			
Current:			
Instruction:			
Special	411	411	0
Total Expenditures	411	411	0
Excess of Revenues Over (Under) Expenditures	(86)	(86)	0
Other Financing Sources (Uses):			
Transfers In	61	61	0
Transfers (Out)	(61)	(61)	0
Total Other Financing Sources (Uses)	0	0	0
Net Change in Fund Balance	(86)	(86)	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	86	86	0
Fund Balance End of Year	\$0	\$0	\$0

Sandusky City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2010

	Drug-Free School Grant Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$39,490	\$13,190	(\$26,300)
Total Revenues	39,490	13,190	(26,300)
Expenditures:			
Current:			
Instruction:			
Regular	30,521	10,688	19,833
Support Services:			
Instructional Staff	11,717	4,103	7,614
Total Expenditures	42,238	14,791	27,447
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	2,748	2,748	0
Fund Balance End of Year	\$0	\$1,147	\$1,147

Sandusky City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2010

	EHA PreSchool Grant Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$93,849	\$78,419	(\$15,430)
Total Revenues	93,849	78,419	(15,430)
Expenditures:			
Current:			
Instruction:			
Special	37,398	30,525	6,873
Support Services:			
Instructional Staff	44,357	36,205	8,152
School Administration	14,474	11,814	2,660
Total Expenditures	96,229	78,544	17,685
Net Change in Fund Balance	(2,380)	(125)	2,255
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	2,380	2,380	0
Fund Balance End of Year	\$0	\$2,255	\$2,255

Sandusky City School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2010

	Improving Teacher Quality Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$410,855	\$347,652	(\$63,203)
Total Revenues	410,855	347,652	(63,203)
Expenditures:			
Current:			
Instruction:			
Special	398,107	326,172	71,935
Support Services:			
Instructional Staff	25,386	20,799	4,587
Total Expenditures	423,493	346,971	76,522
Net Change in Fund Balance	(12,638)	681	13,319
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	12,638	12,638	0
Fund Balance End of Year	\$0	\$13,319	\$13,319

Sandusky City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2010

	Miscellaneous Federal Grants Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$873,777	\$794,451	(\$79,326)
Total Revenues	873,777	794,451	(79,326)
Expenditures:			
Current:			
Instruction:			
Regular	654,591	560,243	94,348
Support Services:			
Instructional Staff	9,691	8,294	1,397
Central	228,697	195,734	32,963
Total Expenditures	892,979	764,271	128,708
Net Change in Fund Balance	(19,202)	30,180	49,382
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	19,203	19,203	0
Fund Balance End of Year	\$1	\$49,383	\$49,382

Sandusky City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2010

	Food Service Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$1,441,433	\$1,442,042	\$609
Charges for Services	408,615	408,788	173
Other Revenues	6,096	6,099	3
Total Revenues	<u>1,856,144</u>	<u>1,856,929</u>	<u>785</u>
Expenditures:			
Current:			
Operation of Non-Instructional Services	<u>1,857,221</u>	<u>1,857,141</u>	<u>80</u>
Total Expenditures	<u>1,857,221</u>	<u>1,857,141</u>	<u>80</u>
Net Change in Fund Balance	(1,077)	(212)	865
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	<u>7,041</u>	<u>7,041</u>	<u>0</u>
Fund Balance End of Year	<u><u>\$5,964</u></u>	<u><u>\$6,829</u></u>	<u><u>\$865</u></u>

Sandusky City School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2010

	Adult Education Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Tuition and Fees	\$822,295	\$823,355	\$1,060
Intergovernmental	182,512	182,747	235
Other Revenues	253,677	254,004	327
Total Revenues	1,258,484	1,260,106	1,622
Expenditures:			
Current:			
Instruction:			
Adult/continuing	1,265,404	1,243,320	22,084
Total Expenditures	1,265,404	1,243,320	22,084
Excess of Revenues Over (Under) Expenditures	(6,920)	16,786	23,706
Other Financing Sources (Uses):			
Advances (Out)	0	(26,745)	(26,745)
Transfers In	334,867	335,299	432
Transfers (Out)	(335,569)	(335,299)	270
Total Other Financing Sources (Uses)	(702)	(26,745)	(26,043)
Net Change in Fund Balance	(7,622)	(9,959)	(2,337)
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	16,058	16,058	0
Fund Balance End of Year	\$8,436	\$6,099	(\$2,337)

Sandusky City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2010

	Fiscal Stabilization Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$987,595	\$987,595	\$0
Total Revenues	987,595	987,595	0
Expenditures:			
Current:			
Instruction:			
Regular	987,595	987,595	0
Total Expenditures	987,595	987,595	0
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance End of Year	\$0	\$0	\$0

Sandusky City School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2010

	Stimulus Title II Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$212,995	\$147,624	(\$65,371)
Total Revenues	212,995	147,624	(65,371)
Expenditures:			
Current:			
Instruction:			
Regular	31,071	21,517	9,554
Support Services:			
Instructional Staff	189,587	131,293	58,294
Total Expenditures	220,658	152,810	67,848
Excess of Revenues Over (Under) Expenditures	(7,663)	(5,186)	2,477
Other Financing Sources (Uses):			
Advances In	7,663	5,311	(2,352)
Total Other Financing Sources (Uses)	7,663	5,311	(2,352)
Net Change in Fund Balance	0	125	125
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance End of Year	\$0	\$125	\$125

Sandusky City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2010

	Title I School Improv. Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Intergovernmental	\$66,336	\$45,976	(\$20,360)
Total Revenues	66,336	45,976	(20,360)
Expenditures:			
Current:			
Support Services:			
Instructional Staff	66,336	41,452	24,884
Total Expenditures	66,336	41,452	24,884
Net Change in Fund Balance	0	4,524	4,524
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	0	0	0
Fund Balance End of Year	\$0	\$4,524	\$4,524

NONMAJOR DEBT SERVICE FUND

Fund Description

Debt Service Fund: The Debt Service Fund is used for the accumulation of resources for and the payment of general obligation bond principal and interest and certain other long-term obligations from governmental resources when the District is obligated in some manner for the payment. The District only has this Debt Service Fund for fiscal year 2010.

Sandusky City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2010

	Debt Service Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Taxes	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Current:			
Support Services:			
Fiscal	0	0	0
Total Expenditures	0	0	0
Net Change in Fund Balance	0	0	0
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	281,697	281,697	0
Fund Balance End of Year	\$281,697	\$281,697	\$0

NONMAJOR CAPITAL PROJECTS FUNDS

Fund Descriptions

Permanent Improvement: A fund provided to account for all transactions related to the acquiring, constructing, or improving of such permanent improvements as are authorized by chapter 5705, Revised Code.

Replacement: A fund provided to account for monies used in the rebuilding, restoration or improvement of property which has been totally or partially destroyed due to any cause. Such property may have become unfit for use necessitating its demolition in whole or in part, and may require repair or restoration before it can again be used.

Sandusky City School District, Ohio
Combining Balance Sheet
Nonmajor Capital Projects Funds
June 30, 2010

	Permanent Improvement	Replacement	Total Nonmajor Capital Projects Funds
Assets:			
Equity in Pooled Cash and Investments	\$292,687	\$26,673	\$319,360
Receivables:			
Taxes	880,227	0	880,227
Total Assets	<u>1,172,914</u>	<u>26,673</u>	<u>1,199,587</u>
Liabilities and Fund Balances:			
Liabilities:			
Accounts Payable	5,900	0	5,900
Deferred Revenue	775,998	0	775,998
Total Liabilities	<u>781,898</u>	<u>0</u>	<u>781,898</u>
Fund Balances:			
Reserved for Encumbrances	166,950	0	166,950
Reserved for Property Tax Advances	104,229	0	104,229
Unreserved, Undesignated, Reported in: Capital Projects Funds	119,837	26,673	146,510
Total Fund Balances	<u>391,016</u>	<u>26,673</u>	<u>417,689</u>
Total Liabilities and Fund Balances	<u>\$1,172,914</u>	<u>\$26,673</u>	<u>\$1,199,587</u>

Sandusky City School District, Ohio
Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2010

	Permanent Improvement	Replacement	Total Nonmajor Capital Projects Funds
Revenues:			
Taxes	\$718,603	\$0	\$718,603
Revenue in Lieu of Taxes	221	0	221
Intergovernmental	219,788	0	219,788
Total Revenues	938,612	0	938,612
Expenditures:			
Current:			
Support Services:			
Fiscal	12,680	0	12,680
Pupil Transportation	71,700	0	71,700
Capital Outlay	773,940	0	773,940
Total Expenditures	858,320	0	858,320
Excess of Revenues Over (Under) Expenditures	80,292	0	80,292
Other Financing Sources (Uses):			
Proceeds from Sale of Capital Assets	1	0	1
Total Other Financing Sources (Uses)	1	0	1
Net Change in Fund Balance	80,293	0	80,293
Fund Balance Beginning of Year	310,723	26,673	337,396
Fund Balance End of Year	\$391,016	\$26,673	\$417,689

Sandusky City School District, Ohio
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Non-GAAP Budgetary Basis)
For the Fiscal Year Ended June 30, 2010

	Permanent Improvement Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Taxes	\$672,204	\$672,207	\$3
Revenue in lieu of taxes	221	221	0
Intergovernmental	219,787	219,788	1
Total Revenues	892,212	892,216	4
Expenditures:			
Current:			
Support Services:			
Fiscal	13,520	12,680	840
Pupil Transportation	76,452	71,700	4,752
Capital Outlay	1,050,468	985,171	65,297
Total Expenditures	1,140,440	1,069,551	70,889
Other Financing Sources (Uses):			
Proceeds from Sale of Capital Assets	1	1	0
Total Other Financing Sources (Uses)	1	1	0
Net Change in Fund Balance	(248,227)	(177,334)	70,893
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	297,171	297,171	0
Fund Balance End of Year	\$48,944	\$119,837	\$70,893

Sandusky City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2010

	Replacement Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Taxes	\$0	\$0	\$0
Total Revenues	0	0	0
Expenditures:			
Current:			
Instruction:			
Regular	26,672	0	26,672
Total Expenditures	26,672	0	26,672
Net Change in Fund Balance	(26,672)	0	26,672
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	26,673	26,673	0
Fund Balance End of Year	\$1	\$26,673	\$26,672

NONMAJOR PERMANENT FUND

Fund Description

Permanent Fund: The permanent fund is used to report resources that are legally restricted to the extent that only earnings, and not principal, may be used for purposes that support the District's programs. The District has only one Permanent Fund for fiscal year 2010.

Sandusky City School District, Ohio
 Schedule of Revenues, Expenditures and Changes in Fund Balance
 Budget and Actual (Non-GAAP Budgetary Basis)
 For the Fiscal Year Ended June 30, 2010

	Permanent Fund		
	Final Budget	Actual	Variance from Final Budget
Revenues:			
Investment Earnings	\$1,193	\$1,198	\$5
Other Revenues	0	8,500	8,500
Total Revenues	1,193	9,698	8,505
Expenditures:			
Current:			
Instruction:			
Other	0	0	0
Total Expenditures	0	0	0
Net Change in Fund Balance	1,193	9,698	8,505
Fund Balance Beginning of Year (includes prior year encumbrances appropriated)	96,415	96,415	0
Fund Balance End of Year	\$97,608	\$106,113	\$8,505

NONMAJOR FUNDS

Fiduciary Funds

Fiduciary fund types are used to account for assets held by the Center in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds.

Scholarship Trust (Private Purpose Trust): A fund provided to account for monies set aside from endowments for scholarships for students enrolled in the District. The principal and income from such a fund may be expended.

Endowment (Private Purpose Trust): A fund provided to account for monies set aside from endowments for scholarships for students enrolled in the District. The income from such a fund may be expended, but the principal must remain intact.

District Agency (Agency Fund): A fund used to account for those assets held by a school district as an agent for individuals, private organization, other governmental units, and/or other funds.

Student Managed Activity (Agency Fund): A fund provided 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.

Sandusky City School District, Ohio
 Combining Statement of Fiduciary Net Assets
 Private Purpose Trust Funds
 June 30, 2010

	Scholarship Trust	Endowment	Total
Assets:			
Equity in Pooled Cash and Investments	\$660,337	\$5,738,630	\$6,398,967
Total Assets	<u>660,337</u>	<u>5,738,630</u>	<u>6,398,967</u>
Liabilities:			
Accounts Payable	<u>0</u>	<u>56</u>	<u>56</u>
Total Liabilities	<u>0</u>	<u>56</u>	<u>56</u>
Net Assets:			
Held in Trust	<u>660,337</u>	<u>5,738,574</u>	<u>6,398,911</u>
Total Net Assets	<u><u>\$660,337</u></u>	<u><u>\$5,738,574</u></u>	<u><u>\$6,398,911</u></u>

Sandusky City School District, Ohio
 Combining Statement of Changes in Fiduciary Net Assets
 Private Purpose Trust Funds
 For the Fiscal Year Ended June 30, 2010

	Scholarship Trust	Endowment	Total
Additions:			
Donations	\$77,041	\$266,963	\$344,004
Investment Earnings	4,381	43,288	47,669
Total Additions	<u>81,422</u>	<u>310,251</u>	<u>391,673</u>
Deductions:			
Scholarships	61,932	421,477	483,409
Total Deductions	<u>61,932</u>	<u>421,477</u>	<u>483,409</u>
Change in Net Assets	19,490	(111,226)	(91,736)
Net Assets Beginning of Year	<u>640,847</u>	<u>5,849,800</u>	<u>6,490,647</u>
Net Assets End of Year	<u><u>\$660,337</u></u>	<u><u>\$5,738,574</u></u>	<u><u>\$6,398,911</u></u>

Sandusky City School District, Ohio
Statement of Changes in Assets and Liabilities
Agency Funds
For the Fiscal Year Ended June 30, 2010

	District Agency			Ending Balance
	Beginning Balance	Additions	Deductions	
Assets:				
Equity in Pooled Cash and Investments	\$3,476	\$1,141,838	\$1,141,907	\$3,407
Receivables:				
Taxes	733,699	776,241	733,699	776,241
Total Assets	<u>737,175</u>	<u>1,918,079</u>	<u>1,875,606</u>	<u>779,648</u>
Liabilities:				
Other Liabilities	737,175	1,918,079	1,875,606	779,648
Total Liabilities	<u>\$737,175</u>	<u>\$1,918,079</u>	<u>\$1,875,606</u>	<u>\$779,648</u>

	Student Managed Activity			Ending Balance
	Beginning Balance	Additions	Deductions	
Assets:				
Equity in Pooled Cash and Investments	\$85,508	\$149,753	\$151,088	\$84,173
Receivables:				
Accounts	52	30	52	30
Total Assets	<u>85,560</u>	<u>149,783</u>	<u>151,140</u>	<u>84,203</u>
Liabilities:				
Accounts Payable	818	281	818	281
Other Liabilities	84,742	149,502	150,322	83,922
Total Liabilities	<u>\$85,560</u>	<u>\$149,783</u>	<u>\$151,140</u>	<u>\$84,203</u>

	Total All Agency Funds			Ending Balance
	Beginning Balance	Additions	Deductions	
Assets:				
Equity in Pooled Cash and Investments	\$88,984	\$1,291,591	\$1,292,995	\$87,580
Receivables:				
Taxes	733,699	776,241	733,699	776,241
Accounts	52	30	52	30
Total Assets	<u>822,735</u>	<u>2,067,862</u>	<u>2,026,746</u>	<u>863,851</u>
Liabilities:				
Accounts Payable	818	281	818	281
Other Liabilities	821,917	2,067,581	2,025,928	863,570
Total Liabilities	<u>\$822,735</u>	<u>\$2,067,862</u>	<u>\$2,026,746</u>	<u>\$863,851</u>

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STATISTICAL SECTION

STATISTICAL SECTION

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

CONTENTS

FINANCIAL TRENDS: These schedules contain trend information to help the reader understand how the District's financial position has changed over time.

REVENUE CAPACITY: These schedules contain information to help the reader understand and assess the factors affecting the School District's ability to generate its most significant local revenue source(s), the property tax.

DEBT CAPACITY: These schedules present information to help the reader assess the affordability of the School District's current levels of outstanding debt and the School District's ability to issue additional debt in the future.

ECONOMIC AND DEMOGRAPHIC INFORMATION: These schedules offer economic and demographic indicators to help the reader understand the environment within which the School District's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.

OPERATING INFORMATION: These schedules contain service and infrastructure data to help the reader understand how the information in the School District's financial report relates to the services the School District provides and the activities it performs.

SOURCES: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The School District implemented GASB Statement 34 in fiscal year 2001; schedules presenting government-wide information include information beginning in that fiscal year.

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Sandusky City School District, Ohio
 Net Assets by Component
 Last Ten Fiscal Years
 (accrual basis of accounting)
 Schedule 1

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Governmental Activities										
Invested in Capital Assets, Net of Related Debt	\$7,631,409	\$7,737,789	\$8,076,773	\$9,514,906	\$9,577,678	\$9,904,226	\$9,618,666	\$9,733,381	\$10,002,744	\$9,053,163
Restricted	1,603,196	3,195,380	2,468,545	1,577,690	2,460,505	2,277,541	2,342,360	1,661,477	1,926,356	1,693,031
Unrestricted	1,895,271	3,070,685	3,315,419	1,155,888	1,678,633	638,540	1,209,184	2,064,130	2,146,662	3,098,977
Total Governmental Activities Net Assets	\$11,129,876	\$14,003,854	\$13,860,737	\$12,248,484	\$13,716,816	\$12,820,307	\$13,170,210	\$13,458,988	\$14,075,762	\$13,845,171
Business-Type Activities										
Invested in Capital Assets, Net of Related Debt	\$37,197	\$105,959	\$115,191	\$118,279	\$110,021	\$0	\$0	\$0	\$0	\$0
Unrestricted	(235,638)	(49,663)	151,029	69,613	(36,805)	0	0	0	0	0
Total Business-Type Activities Net Assets	(\$198,441)	\$56,296	\$266,220	\$187,892	\$73,216	\$0	\$0	\$0	\$0	\$0
Total Primary Government										
Invested in Capital Assets, Net of Related Debt	\$7,668,606	\$7,843,748	\$8,191,964	\$9,633,185	\$9,687,699	\$9,904,226	\$9,618,666	\$9,733,381	\$10,002,744	\$9,053,163
Restricted	1,603,196	3,195,380	2,468,545	1,577,690	2,460,505	2,277,541	2,342,360	1,661,477	1,926,356	1,693,031
Unrestricted	1,659,633	3,021,022	3,466,448	1,225,501	1,641,828	638,540	1,209,184	2,064,130	2,146,662	3,098,977
Total Primary Government Net Assets	\$10,931,435	\$14,060,150	\$14,126,957	\$12,436,376	\$13,790,032	\$12,820,307	\$13,170,210	\$13,458,988	\$14,075,762	\$13,845,171

Source: District Records

Sandusky City School District, Ohio
 Expenses, Program Revenues and Net (Expense)/Revenue
 Last Ten Fiscal Years
 (accrual basis of accounting)
 Schedule 2

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Expenses										
Governmental Activities:										
Instruction	\$22,606,422	\$24,192,897	\$24,743,929	\$24,857,772	\$25,884,229	\$29,028,772	\$28,612,515	\$28,381,015	\$31,120,235	\$32,423,935
Pupil	1,513,446	1,484,322	1,699,311	1,713,629	1,795,398	1,892,558	1,848,395	1,966,662	1,949,122	1,810,155
Instructional Staff	1,712,630	1,538,623	1,698,801	1,596,772	1,567,099	2,843,356	2,604,516	2,345,780	1,976,782	2,334,671
General Administration	169,581	187,936	202,519	200,544	290,483	262,873	251,748	225,384	219,506	274,123
School Administration	2,691,724	2,916,382	3,082,433	2,899,700	3,155,898	3,093,269	3,294,800	3,260,728	3,143,151	2,993,558
Fiscal	608,555	674,661	679,525	776,412	747,826	773,037	816,087	827,379	790,838	724,600
Business	213,928	216,076	245,576	149,517	163,970	171,953	182,226	167,861	173,166	165,646
Operations and Maintenance	3,899,035	3,743,299	5,474,006	4,607,211	4,278,015	4,597,967	4,441,639	4,266,515	4,131,032	3,488,446
Pupil Transportation	1,207,351	1,269,200	1,375,321	1,408,368	1,424,910	1,505,074	1,678,854	1,605,498	1,560,103	1,595,977
Central	1,223,057	146,152	296,428	658,779	617,090	1,309,047	878,440	869,701	961,596	1,211,148
Operation of Non-Instructional Services	1,087,111	226,371	217,417	189,885	365,104	2,883,539	3,116,826	3,398,658	3,051,796	2,920,946
Extracurricular Activities	513,265	1,114,411	1,006,609	1,057,758	1,091,654	1,151,621	1,259,230	1,434,639	1,168,160	987,180
Intergovernmental Pass-through	119,368	106,047	501,876	483,133	475,587	425,781	466,340	0	0	0
Interest and Fiscal Charges			82,383	91,145	75,913	68,650	62,932	44,512	26,930	56,430
Total Governmental Activities Expenses	37,717,747	38,270,915	41,306,134	40,690,625	41,933,176	50,007,497	49,514,548	48,794,332	50,272,417	50,986,815
Business-Type Activities:										
Food Service	1,967,634	1,722,271	1,753,978	1,857,460	1,918,480	0	0	0	0	0
Adult Education	1,091,331	941,647	970,572	867,829	820,179	0	0	0	0	0
Total Business-Type Activities Expenses	3,058,965	2,663,918	2,724,550	2,725,289	2,738,659	0	0	0	0	0
Total Primary Government Expenses	\$40,776,712	\$40,934,833	\$44,030,684	\$43,415,914	\$44,671,835	\$50,007,497	\$49,514,548	\$48,794,332	\$50,272,417	\$50,986,815

Source: District Records

Sandusky City School District, Ohio
 Expenses, Program Revenues and Net (Expense)/Revenue
 Last Ten Fiscal Years
 (accrual basis of accounting)
 Schedule 2 (Continued)

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Program Revenues										
Governmental Activities:										
Charges for Services:										
Instruction	\$97,014	\$259,303	\$180,347	\$128,090	\$146,638	\$715,705	\$1,037,687	\$1,002,817	\$1,269,069	\$1,342,013
Pupil	0	0	63	9	0	0	0	0	0	0
Instructional Staff	0	0	2,985	0	0	0	0	0	0	0
General Administration	0	0	0	0	0	0	0	0	0	0
School Administration	0	0	0	0	0	0	5,833	0	0	0
Fiscal	0	0	0	0	0	0	0	0	0	0
Business	0	0	0	0	0	0	0	0	0	0
Operations and Maintenance	61,854	170,000	28,166	29,151	31,429	28,694	16,965	24,900	34,410	17,499
Pupil Transportation	0	0	0	0	0	0	0	0	0	0
Central	0	0	0	0	0	0	0	0	0	0
Operation of Non-Instructional Services	0	0	0	0	0	0	0	0	0	0
Extracurricular Activities	449,897	441,723	304,763	326,083	314,422	655,354	644,676	580,145	522,798	407,386
Operating Grants and Contributions	4,966,690	4,870,600	4,934,226	5,138,728	6,312,983	10,414,800	12,407,355	10,658,668	10,803,543	11,209,417
Capital Grants and Contributions	571,234	1,546,950	451,653	88,275	0	0	146,949	60,707	57,267	0
Total Governmental Activities Program Revenues	6,146,689	7,288,576	5,902,203	5,710,336	6,805,472	12,123,624	14,530,549	12,560,305	12,898,656	13,214,002
Business-Type Activities:										
Charges for Services:										
Food Service	808,575	803,210	949,670	696,928	662,188	0	0	0	0	0
Adult Education	548,628	338,387	695,097	626,650	575,775	0	0	0	0	0
Operating Grants and Contributions	1,502,477	1,626,078	1,257,519	1,296,815	1,383,770	0	0	0	0	0
Total Business-Type Activities Program Revenues	2,859,680	2,767,675	2,902,286	2,620,393	2,621,733	0	0	0	0	0
Total Primary Government Program Revenues	\$9,006,369	\$10,056,251	\$8,804,489	\$8,330,729	\$9,427,205	\$12,123,624	\$14,530,549	\$12,560,305	\$12,898,656	\$13,214,002
Net (Expense)/Revenue	(\$31,770,343)	(\$30,878,582)	(\$35,226,195)	(\$35,085,185)	(\$35,244,630)	(\$37,883,873)	(\$34,983,999)	(\$36,234,027)	(\$37,373,761)	(\$37,772,813)
Total Government Net Expense										

Source: District Records

Sandusky City School District, Ohio
 General Revenues and Total Change in Net Assets
 Last Ten Fiscal Years
 (accrual basis of accounting)
 Schedule 3

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Net (Expense)/Revenue	(\$31,770,343)	(\$30,878,582)	(\$35,226,195)	(\$35,085,185)	(\$35,244,650)	(\$37,883,873)	(\$34,983,999)	(\$36,234,027)	(\$37,373,761)	(\$37,772,813)
General Revenues and Other Changes in Net Assets										
Governmental Activities:										
Taxes										
Property Taxes Levied for General Purposes	15,139,082	16,497,807	17,247,472	15,280,800	18,066,764	18,310,310	17,988,435	17,786,660	18,167,066	16,610,254
Property Taxes Levied for Debt Service Purposes	283,195	267,735	279,572	256,231	264,594	283,257	293,068	277,686	77,442	0
Property Taxes Levied for Capital Projects Purposes	576,148	602,540	628,736	515,487	554,784	596,734	572,833	512,033	504,584	787,009
Grants and Entitlements Not Restricted to Specific Programs	15,494,850	16,209,085	16,693,155	16,932,365	17,143,794	16,892,666	16,127,728	17,217,113	18,738,297	19,231,778
Payment in Lieu of Taxes	0	0	0	0	0	0	0	0	0	92,764
Unrestricted Contributions	0	0	0	0	0	0	0	0	0	73,476
Investment Earnings	585,070	276,677	181,966	102,701	227,824	440,921	545,097	406,737	168,072	40,751
Refunds and Reimbursements	0	0	0	0	0	0	0	0	0	0
Other Revenues	381,487	0	262,101	305,452	340,526	390,260	350,511	322,576	335,074	706,190
Total Governmental Activities General Revenues	32,459,832	33,853,844	35,293,002	33,393,036	36,598,286	36,914,148	35,877,672	36,522,805	37,990,535	37,542,222
Transfers										
Special Items	0	0	0	0	0	0	(543,770)	0	0	0
Business-Type Activities:										
Investment Earnings	0	0	0	1,568	0	0	0	0	0	0
Other Revenues	47,963	49,628	0	0	0	0	0	0	0	0
Total Business-Type Activities General Revenues	47,963	49,628	0	1,568	0	0	0	0	0	0
Change in Net Assets	\$737,452	\$3,024,890	\$66,807	(\$1,690,581)	\$1,353,656	(\$969,725)	\$349,903	\$288,778	\$616,774	(\$230,591)

Source: District Records

Sandusky City School District, Ohio
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
Schedule 4

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
General Fund										
Reserved	\$1,738,461	\$1,405,980	\$2,930,724	\$891,202	\$1,915,740	\$1,664,279	\$1,506,725	\$1,903,046	\$2,536,281	\$1,962,854
Unreserved	30,679	1,352,474	51,359	(715,758)	(143,758)	(167,288)	(81,769)	(340,751)	(208,243)	(171,629)
Total General Fund	1,769,140	2,758,454	2,982,083	175,444	1,771,982	1,496,991	1,424,956	1,562,295	2,328,038	1,791,225
All Other Governmental Funds										
Reserved	400,161	288,341	661,396	547,633	503,733	379,096	544,164	464,214	310,790	384,961
Unreserved, Reported in:										
Special Revenue Funds	586,273	560,210	229,694	439,300	324,138	61,438	(34,131)	(135,860)	(190,478)	398,779
Debt Service Funds	289,074	258,895	135,109	107,780	120,732	142,945	156,171	269,920	281,697	281,697
Capital Project Funds	203,680	1,908,654	1,465,274	519,727	582,865	558,361	345,598	235,258	165,891	146,510
Permanent Fund	0	0	66,864	75,649	76,174	81,610	86,207	90,256	86,415	87,613
Total All Other Governmental Funds	\$1,479,188	\$3,016,100	\$2,558,337	\$1,690,089	\$1,607,642	\$1,223,450	\$1,098,009	\$923,788	\$654,315	\$1,299,560

Source: District Records

Sandusky City School District, Ohio
 Governmental Funds Revenues
 Last Ten Fiscal Years
 (modified accrual basis of accounting)
 Schedule 5

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Revenues:										
Taxes	\$15,861,657	\$17,135,168	\$17,901,465	\$15,580,501	\$19,936,270	\$18,632,648	\$18,269,526	\$18,915,186	\$18,657,994	\$16,889,092
Revenue in Lieu of Taxes	0	0	0	0	0	0	0	0	0	92,764
Tuition and Fees	22,679	53,183	15,138	76,161	78,315	475,684	701,787	703,259	1,037,870	1,293,012
Investment Earnings	556,133	250,564	165,834	88,501	188,216	375,605	497,826	350,636	131,761	40,751
Intergovernmental	20,457,854	20,956,646	21,345,639	22,169,907	22,710,387	27,389,724	27,521,509	28,613,592	29,247,646	31,035,507
Extracurricular Activities	381,498	441,808	301,273	250,147	265,631	257,721	271,084	236,953	215,229	224,471
Charges for Services	0	0	0	0	0	637,528	631,607	565,621	500,573	469,603
Other Revenues	693,879	1,966,106	1,029,049	515,760	542,372	728,151	1,231,978	806,795	820,605	797,163
Total Revenues	\$37,973,700	\$40,803,475	\$40,758,398	\$38,680,977	\$43,721,191	\$48,497,061	\$49,125,317	\$50,192,042	\$50,611,678	\$50,842,363

Source: District Records

Sandusky City School District, Ohio
 Governmental Funds Expenditures and Debt Service Ratio
 Last Ten Fiscal Years
 (modified accrual basis of accounting)
 Schedule 6

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Instruction	\$23,054,247	\$23,396,904	\$24,294,594	\$25,267,920	\$25,675,149	\$28,611,269	\$28,134,701	\$28,743,949	\$30,591,006	\$32,033,762
Pupil	1,430,273	1,541,838	1,693,620	1,671,810	1,797,261	1,837,836	1,963,948	2,052,683	1,807,144	1,829,347
Instructional Staff	1,574,427	1,626,416	1,655,470	1,605,101	1,529,453	2,732,868	2,540,088	2,542,778	1,957,169	2,309,095
General Administration	168,475	185,540	202,519	200,544	290,483	262,873	251,748	225,384	219,506	274,123
School Administration	2,698,824	2,830,156	3,012,020	2,933,747	3,085,533	3,050,199	3,210,607	3,334,918	3,120,041	2,975,257
Fiscal	609,743	661,551	661,892	751,115	750,121	774,424	800,062	849,145	795,071	714,646
Business	213,822	210,522	231,606	157,280	165,455	166,666	179,790	170,505	164,658	198,493
Operation and Maintenance	3,911,341	3,622,467	3,922,833	3,988,505	3,831,026	4,050,372	3,776,097	3,781,806	3,744,485	3,363,834
Pupil Transportation	1,282,627	1,280,744	1,425,327	1,301,927	1,428,252	1,296,568	1,480,076	1,527,984	1,556,544	1,444,449
Central	1,225,102	143,586	464,240	639,614	613,444	723,054	846,349	892,227	942,876	1,162,619
Operation of Non-Instructional Services	180,215	243,554	164,257	154,312	325,029	2,814,713	3,133,310	3,464,353	3,012,506	2,925,210
Extracurricular Activities	1,088,404	1,118,394	1,017,789	1,040,791	969,105	1,060,887	1,189,397	1,331,218	1,048,179	978,170
Intergovernmental Pass-through	513,265	454,538	501,876	483,133	475,587	425,781	466,094	0	0	0
Capital Outlay	722,750	610,757	2,359,729	1,630,296	577,370	1,334,529	899,370	807,741	783,844	773,940
Debt Service										
Principal Retirement	281,468	216,468	265,648	368,346	358,226	484,516	476,908	456,362	386,275	211,285
Interest and Fiscal Charges	120,575	107,492	75,847	102,414	76,618	69,354	63,618	45,198	27,431	56,430
Bond Issuance Costs	0	0	42,032	0	0	0	0	0	0	0
Total Expenditures	\$39,075,558	\$38,250,927	\$41,991,299	\$42,296,855	\$41,948,112	\$49,695,909	\$49,412,163	\$50,226,251	\$50,156,735	\$51,250,660

Debt Service as a Percentage of Noncapital Expenditures 1.04% 0.57% 0.75% 0.91% 0.88% 1.00% 0.99% 0.96% 0.79% 0.42%

Source: District Records

Sandusky City School District, Ohio
 Other Financing Sources and Uses and Net Change in Fund Balances
 Governmental Funds,
 Last Ten Fiscal Years
 (modified accrual basis of accounting)
 Schedule 7

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Other Financing Sources (Uses)										
Issuance of Capital Leases	\$0	\$0	\$1,068,959	\$0	\$0	\$474,690	\$0	\$0	\$0	\$516,633
Accrued Interest on Sale of Bonds	0	0	2,156	0	0	0	0	0	0	0
Premium on Bonds Sold	0	0	79,749	0	0	0	0	0	0	0
Proceeds From Sale of Bonds	0	0	1,090,000	0	0	0	0	0	0	0
Payment To Refunding Bond Escrow Agent	0	0	(1,277,717)	0	0	0	0	0	0	0
Proceeds from Sale of Capital Assets	3,615	0	3,689	1,227	300	5,055	133,897	0	15,371	96
Transfers In	223,184	14,000	0	40,000	0	40,000	0	166,354	0	56,952
Transfers (Out)	(248,184)	(39,000)	(25,000)	(65,000)	(2,250)	(40,000)	0	(166,354)	(26)	(56,952)
Total Other Financing Sources (Uses)	(21,385)	(25,000)	941,836	(23,773)	(1,950)	479,745	133,897	0	15,345	516,729
Net Change in Fund Balances	(\$1,123,243)	\$2,527,548	(\$291,065)	(\$3,639,651)	\$1,771,129	(\$719,103)	(\$152,949)	(\$34,209)	\$470,288	\$108,432

Source: District Records

Sandusky City School District, Ohio
 Assessed Value and Actual Value of Taxable Property
 Last Ten Calendar Years
 Schedule 8

Calendar Year	Real Property Assessed Value (1)	Tangible Personal Property Assessed Value (1)	Public Utilities Personal Assessed Value (1)	Total Assessed Value (1)	Total Estimated Actual Value	Total Direct Rate
2000	\$350,460,030	\$65,521,406	\$23,655,510	\$439,636,946	\$1,256,105,560	66.00
2001	357,159,460	76,042,536	17,532,410	450,734,406	1,287,812,589	66.00
2002	361,711,830	70,518,286	17,798,430	450,028,546	1,285,795,846	66.00
2003	421,567,300	64,275,034	17,514,670	503,357,004	1,438,162,869	71.35
2004	424,339,140	70,733,492	16,654,580	511,727,212	1,462,077,749	71.35
2005	423,965,430	61,717,130	16,151,090	501,833,650	1,433,810,429	71.35
2006	475,044,720	47,462,890	15,306,600	537,814,210	1,536,612,029	71.35
2007	479,749,690	16,223,675	15,507,850	511,481,215	1,461,374,900	76.75
2008	476,798,370	16,445,780	11,862,000	505,106,150	1,443,160,429	76.85
2009	472,478,410	13,774,340	12,639,290	498,892,040	1,425,405,829	76.90

Source: County Auditor

(1) - Assessed values shown in this schedule will not agree to amounts in the notes to the financial statements, since the schedules are shown on a calendar year basis, which is consistent with the method county auditors maintain this information

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

The tangible personal property values associated with each year are the values that, when multiplied by the applicable rates, generated the property tax revenue to be received in that year. For real property, the amounts generated by multiplying the assessed values by the applicable rates would be reduced by the 10 percent, 2 1/2 percent and homestead exemptions before being billed.

Sandusky City School District, Ohio
 Direct and Overlapping Property Tax Rates
 Last Ten Calendar Years
 Schedule 9

Calendar Year	District Direct Rates	Overlapping Rates		
		Erie County	City of Sandusky	Library
2000	66.00	8.30	4.25	1.26
2001	66.00	8.30	4.25	1.26
2002	66.00	8.30	4.25	1.26
2003	71.35	8.30	4.25	0.70
2004	71.35	8.80	4.25	0.70
2005	71.35	8.80	4.25	0.70
2006	71.35	8.80	4.25	0.70
2007	76.75	8.80	4.25	0.70
2008	76.85	8.80	4.25	0.70
2009	76.90	8.80	4.25	1.50

Source: County Auditor

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

Sandusky City School District, Ohio
Principal Property Tax Payers
Current and Nine Calendar Years Ago
Schedule 10

Taxpayer	2009 (1)	
	Assessed Value	Percentage of Total Assessed Value
Cedar Fair	\$42,538,800	8.53%
Ohio Edison Company	8,956,610	1.80%
Firelands Regional Medical Center	4,324,400	0.87%
Norfolk & Western Railway Company	4,131,590	0.83%
S&S Realty Ltd.	3,602,900	0.72%
CNL Income Sandusky Marina LLC	2,494,360	0.50%
Myers Industries Inc.	2,306,800	0.46%
Providence Residential Community Corp.	2,194,100	0.44%
Key Real Estate Ltd.	2,170,020	0.43%
Sandusky Housing Trust	1,835,400	0.37%
	<u>\$74,554,980</u>	<u>14.95%</u>

Taxpayer	2000 (1)	
	Assessed Value	Percentage of Total Assessed Value
Cedar Fair	\$52,922,400	12.04%
First Energy	10,979,800	2.50%
Sandusky International, Inc.	7,257,070	1.65%
Sandusky Limited	7,235,981	1.65%
Georgia-Pacific	6,541,130	1.49%
Columbia Gas of Ohio	5,725,870	1.30%
SBC Communications	3,939,630	0.90%
S&S Realty	3,585,950	0.82%
U.S. Tsubaki, Inc.	2,798,850	0.64%
FMC Corporation	2,734,970	0.62%
	<u>\$103,721,651</u>	<u>23.61%</u>

Source: County Auditor

(1) - Denotes Calendar Year

Sandusky City School District, Ohio
Property Tax Levies and Collections
Last Ten Calendar Years
Schedule 11

Calendar Year (1)	Taxes Levied for the Calendar Year	Collected within the Calendar Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2000	\$18,574,729	\$17,937,542	96.57%	\$499,639	\$18,437,181	99.26%
2001	18,508,626	17,870,781	96.55%	637,845	18,508,626	100.00%
2002	18,347,729	17,526,738	95.53%	537,681	18,064,419	98.46%
2003	17,652,495	16,948,132	96.01%	704,363	17,652,495	100.00%
2004	20,442,705	19,382,866	94.82%	800,794	20,183,660	98.73%
2005	21,223,829	20,481,044	96.50%	742,785	21,223,829	100.00%
2006	20,720,288	19,775,595	95.44%	944,693	20,720,288	100.00%
2007	19,393,383	18,429,294	95.03%	964,089	19,393,383	100.00%
2008	19,473,593	18,217,297	93.55%	997,192	19,214,489	98.67%
2009	19,576,235	18,305,209	93.51%	901,441	19,206,650	98.11%

Source: County Auditor

(1) - Per county auditor, amounts in earlier years based on fiscal years; amounts have been readjusted to reflect calendar year.

Sandusky City School District, Ohio
 Outstanding Debt by Type
 Last Ten Fiscal Years
 Schedule 12

Fiscal Year	General Bonded Debt Outstanding		Percentage of Personal Income (1)	Per Capita
	General Obligation Bonds	Total Primary Government		
2001	\$1,550,000	\$1,550,000	0.06%	\$56
2002	1,395,000	1,395,000	0.06%	50
2003	1,090,000	1,090,000	0.04%	39
2004	885,000	885,000	0.03%	32
2005	695,000	695,000	0.03%	25
2006	505,000	505,000	0.02%	18
2007	320,000	320,000	0.01%	11
2008	135,000	135,000	0.00%	5
2009	0	0	N/A	0
2010	0	0	N/A	0

Source: District Records

N/A - Information not available

(1) - On the calendar year basis

Sandusky City School District, Ohio
 Direct and Overlapping Governmental Activities Debt
 As of June 30, 2010
 Schedule 13

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable (1)	Estimated Share of Direct and Overlapping Debt
Sandusky City School District	\$0	100.00%	\$0
Erie County	18,568,375	24.11%	4,476,835
Sandusky City	20,005,739	100.00%	20,005,739
Erie County Metro Park District	0	24.11%	0
Erie-Lorain County Health District	0	22.49%	0
Erie-Ottawa Mental Health District	0	13.20%	0
Subtotal, Overlapping Debt	38,574,114		24,482,574
District Direct Debt	0	100.00%	0
Total Direct and Overlapping Debt	\$38,574,114		\$24,482,574

Source: Ohio Municipal Advisory Council

(1) - Percentages were determined by dividing the assessed valuation of the overlapping government located within the boundaries of the School District by the total assessed valuation of the government.

Sandusky City School District, Ohio
 Legal Debt Margin Information
 Last Ten Fiscal Years
 Schedule 14

Legal Debt Margin Calculation for Fiscal Year 2010

Assessed value (1)	\$498,892,040
Debt limit (9% of assessed value)	44,900,284
Debt applicable to limit	0
Debt Fund balance	281,697
Net Debt Applicable to Limit	(281,697)
Legal debt margin	\$44,900,284

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Debt Limit	\$39,567,325	\$40,566,097	\$40,502,569	\$45,302,130	\$46,055,449	\$45,165,029	\$48,403,279	\$46,033,309	\$45,459,554	\$44,900,284
Total Net Debt Applicable to Limit	1,242,236	1,120,563	923,153	762,764	548,965	339,329	110,487	0	0	0
Legal Debt Margin	\$38,325,089	\$39,445,534	\$39,579,416	\$44,539,366	\$45,506,484	\$44,825,700	\$48,292,792	\$46,033,309	\$45,459,554	\$44,900,284

Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	3.14%	2.76%	2.28%	1.68%	1.19%	0.75%	0.23%	0.00%	0.00%	0.00%
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Source: District Records

(1) - Assessed values are on a calendar year basis (i.e. fiscal year 2010 is calendar year 2009)

Sandusky City School District, Ohio
 Demographic and Economic Statistics
 Last Ten Calendar Years
 Schedule 15

Calendar Year	Population (1)	Personal Income (Thousands of Dollars) (2)	Per Capita Personal Income (3)	Unemployment Rate (4)
2000	27,844	\$2,327,132	\$29,234	4.2%
2001	27,844	2,388,819	30,151	4.7%
2002	27,844	2,447,057	31,116	5.7%
2003	27,844	2,565,919	32,699	6.1%
2004	27,844	2,588,899	33,038	6.5%
2005	27,844	2,602,778	33,464	6.4%
2006	27,844	2,693,496	34,730	5.9%
2007	27,844	2,770,246	35,807	5.9%
2008	27,844	2,839,643	36,717	7.3%
2009	27,844	N/A	N/A	7.3%

- Sources:
- (1) - Population estimates provided by U.S. Census Bureau
 - (2) - Personal Income information provided by Bureau of Economic Analysis: Regional Economic Accounts for Erie County
 - (3) - Per Capita Personal Income information provided by Bureau of Economic Analysis: Regional Economic Accounts for Erie County
 - (4) - Ohio Department of Job and Family Services - Office of Workforce Development - Bureau of Labor Market Information -- Annual Average for Erie County

N/A - Information not available

Sandusky City School District, Ohio
 Major Employers (1)
 Current Fiscal Year and Fiscal Period Two Years Ago (2)
 Schedule 16

2010

Major Employers (3)	Type	Number of Employees	Employer's Percentage of Total Employment
Cedar Fair/CedarPoint	Serv	(4)	(5)
Kyklos Bearing Inc.	Mfg	(4)	(5)
Firelands Regional Medical Center	Serv	(4)	(5)
Ford Motor Co/ACH	Mfg	(4)	(5)
Freudenberg NOK	Mfg	(4)	(5)
International Automotive Components	Mfg	(4)	(5)
Kalahari Resorts	Serv	(4)	(5)
Meijer Inc.	Trade	(4)	(5)
Sandusky City Schools	Govt	(4)	(5)
State of Ohio	Govt	(4)	(5)

Source: Ohio Department of Development

(1) - For all of Erie County

(2) - Only current fiscal year available. Information for fiscal period nine years ago not available.

(3) - Includes at minimum the ten largest employers for the county.

(4) - The number of employees of each listed major employer was not available.

(5) - The employer's percentage of total employment for each major employer was not available.

Sandusky City School District, Ohio
 Certificated Staff Training
 Last Ten Fiscal Years
 Schedule 17

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	
Certificated Staff Training										
Non-Degree	1	1	1	1	0	0	0	0	0	0
Bachelors Degree	94	87	86	58	50	52	40	32	39	
Bachelors Degree +12	45	43	48	43	45	41	35	24	21	
Bachelors Degree +24	113	110	104	88	75	84	80	88	72	
Masters Degree	46	54	56	89	100	102	100	103	108	
Masters Degree +12	22	25	25	31	36	40	44	44	48	
Masters Degree +24	33	35	38	42	40	41	46	51	71	
Total Certificated Staff Training	354	355	358	352	346	360	345	342	359	

Source: District Records

Sandusky City School District, Ohio
 Full Time Equivalents (FTE) by Function/Program
 Last Ten Fiscal Years
 Schedule 18

	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Administration:	30	30	31	31	30	30	30	29	25	25
Adult Education:	11	11	11	10	10	11	10	10	6	6
Certificated Staff:										
Teaching Staff:										
Preschool	3	4	4	4	4	4	4	5	5	6
Elementary School K-6	150	149	149	146	138	145	130	127	132	130
Jr. High School 7-8	54	54	54	49	46	41	47	45	43	48
High School 9-12	93	94	93	87	88	89	87	86	92	93
Tutors	21	26	26	26	31	45	41	44	26	26
Others	19	14	16	21	20	17	17	17	15	30
Auxiliary Positions:										
Counselors	9	9	9	10	10	10	10	9	9	9
Speech Therapists	4	5	4	5	5	5	5	5	5	4
Psychologists	2	3	3	4	4	4	4	4	4	4
Total Certificated Staff	355	358	358	352	346	360	345	342	331	350
Support Staff:										
Secretarial	31	31	32	31	32	34	33	33	33	33
Teacher Aides	59	60	57	48	38	38	35	36	38	30
Technical	0	0	0	0	0	0	0	0	1	1
Cafeteria Workers	41	40	39	39	38	36	34	34	34	34
Custodial	40	40	37	40	36	35	32	31	30	30
Maintenance	4	4	4	4	4	4	4	4	4	4
Bus Driver	25	26	26	27	25	26	31	33	33	33
Mechanics	2	2	2	2	2	2	2	2	2	2
Total Support Staff	202	203	197	191	175	175	171	173	175	167
Grand Total	598	602	597	584	561	576	556	554	537	548

Source: District Records

Sandusky City School District, Ohio
 Operating Statistics
 Last Ten Fiscal Years
 Schedule 19

Fiscal Year	Enrollment	Operating Expenditure (1)	Expenses (2)	Cost Per Pupil (3)	Percentage Change	Teaching Staff	Pupil-Teacher Ratio	Student Attendance Percentage	Percentage of Students Receiving Free or Reduced-Price Meals
2001	4,555	\$38,071,340	\$40,776,712	\$6,859	8.80%	340	N/A	91.70%	51.10%
2002	4,386	37,423,702	40,934,833	6,895	0.52%	341	13	94.03%	39.30%
2003	4,302	39,323,890	44,030,684	7,584	9.99%	342	13	94.30%	57.10%
2004	4,262	40,298,213	43,415,914	7,842	3.40%	333	13	97.63%	55.60%
2005	4,186	41,012,516	44,671,835	7,662	(2.30%)	327	13	96.30%	60.60%
2006	4,058	47,876,864	50,007,497	8,313	8.50%	341	12	94.50%	61.80%
2007	3,864	48,035,885	49,514,548	7,882	(5.18%)	326	12	94.20%	58.12%
2008	3,836	48,962,148	48,794,332	8,190	3.91%	324	12	95.30%	71.50%
2009	3,641	48,986,616	50,272,417	8,585	4.82%	313	12	94.00%	71.00%
2010	3,451	50,265,435	13,845,171	8,484	(1.18%)	333	10	94.00%	74.10%

Source: District Records

(1) - Operating Expenditure is Total Expenditures minus Capital Outlay and Debt Service from Schedule 6

(2) - Expenses is Total Expenses from Schedule 2

(3) - From Ohio Department of Education

N/A - Information not available

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Sandusky City School District, Ohio
 School Building Information
 Last Ten Fiscal Years
 Schedule 20

School Elementary:	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Campbell Elementary (1884/1991)										
Square feet	28,860	28,860	28,860	28,860	(2)	(2)	(2)	(2)	(2)	(2)
Capacity	250	250	250	250	(2)	(2)	(2)	(2)	(2)	(2)
Enrollment	227	208	195	197	(2)	(2)	(2)	(2)	(2)	(2)
Percent of Capacity (1)	91%	83%	78%	79%	(2)	(2)	(2)	(2)	(2)	(2)
Hancock Elementary (1923/1928/1931/1949/1966)										
Square feet	47,223	47,223	47,223	47,223	47,223	47,223	47,223	47,223	47,223	47,223
Capacity	525	525	525	525	525	525	525	525	525	525
Enrollment	305	322	335	344	342	336	320	323	324	327
Percent of Capacity (1)	58%	61%	64%	66%	65%	64%	61%	62%	62%	62%
Madison Elementary (1939/1991)										
Square feet	29,937	29,937	29,937	29,937	29,937	29,937	29,937	29,937	29,937	(2)
Capacity	250	250	250	250	250	250	250	250	250	(2)
Enrollment	257	230	229	220	242	203	238	231	151	(2)
Percent of Capacity (1)	103%	92%	92%	88%	97%	81%	95%	92%	60%	(2)
Mills Elementary (1954/1991)										
Square feet	38,605	38,605	38,605	38,605	38,605	38,605	38,605	38,605	38,605	38,605
Capacity	475	475	475	475	475	475	475	475	475	475
Enrollment	313	314	301	301	295	278	317	304	288	333
Percent of Capacity (1)	66%	66%	63%	63%	62%	59%	67%	64%	61%	70%
Monroe Elementary (1894/1903/1991)										
Square feet	32,638	32,638	32,638	32,638	32,638	32,638	(2)	(2)	(2)	(2)
Capacity	325	325	325	325	325	325	(2)	(2)	(2)	(2)
Enrollment	198	196	203	209	243	240	(2)	(2)	(2)	(2)
Percent of Capacity (1)	61%	60%	62%	64%	75%	74%	(2)	(2)	(2)	(2)
Ontario Elementary (1952/1968)										
Square feet	42,347	42,347	42,347	42,347	42,347	42,347	42,347	42,347	42,347	42,347
Capacity	500	500	500	500	500	500	500	500	500	500
Enrollment	334	341	345	354	356	344	381	368	377	415
Percent of Capacity (1)	67%	68%	69%	71%	71%	69%	76%	74%	75%	83%

Source: District Records

(1) - Enrollment divided by Capacity
 (2) - School closed

Sandusky City School District, Ohio
 School Building Information
 Last Ten Fiscal Years
 Schedule 20 (continued)

School	Fiscal Year									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Elementary (continued):										
Osborne Elementary (1890/1991)										
Square feet	43,842	43,842	43,842	43,842	43,842	43,842	43,842	43,842	43,842	43,842
Capacity	375	375	375	375	375	375	375	375	375	375
Enrollment	321	298	306	289	311	309	324	317	280	340
Percent of Capacity (1)	86%	79%	82%	77%	83%	82%	86%	85%	75%	91%
Venice Heights Elementary (1970)										
Square feet	43,740	43,740	43,740	43,740	43,740	43,740	43,740	43,740	43,740	43,740
Capacity	550	550	550	550	550	550	550	550	550	550
Enrollment	350	368	362	324	357	358	400	392	389	408
Percent of Capacity (1)	64%	67%	66%	59%	65%	65%	73%	71%	71%	74%
Junior High:										
Adams Jr. High (1867/1914/1977)										
Square feet	91,935	91,935	91,935	91,935	91,935	91,935	91,935	91,935	91,935	91,935
Capacity	500	500	500	500	500	500	500	500	500	500
Enrollment	338	303	281	316	294	303	336	260	241	450
Percent of Capacity (1)	68%	61%	56%	63%	59%	61%	67%	52%	48%	90%
Jackson Jr. High (1898/1927/1937)										
Square feet	86,994	86,994	86,994	86,994	86,994	86,994	86,994	86,994	86,994	(2)
Capacity	500	500	500	500	500	500	500	500	500	(2)
Enrollment	340	337	281	316	294	303	336	260	241	(2)
Percent of Capacity (1)	68%	67%	56%	63%	59%	61%	67%	52%	48%	(2)
High School:										
Sandusky High School (1957/1967/1970/1973)										
Square feet	370,000	370,000	370,000	370,000	370,000	370,000	370,000	370,000	370,000	370,000
Capacity	2,250	2,250	2,250	2,250	2,250	2,250	2,250	2,250	2,250	2,250
Enrollment	1,275	1,290	1,288	1,238	1,220	1,184	1,191	1,252	1,276	1,119
Percent of Capacity (1)	57%	57%	57%	55%	54%	53%	53%	56%	57%	50%
Alternative School:										
Baker Alternative School (1874/1924)										
Square feet	24,635	24,635	24,635	24,635	24,635	24,635	(2)	(2)	(2)	(2)
Capacity	175	175	175	175	175	175	(2)	(2)	(2)	(2)
Enrollment	128	46	52	46	35	57	(2)	(2)	(2)	(2)
Percent of Capacity (1)	73%	26%	30%	26%	20%	33%	(2)	(2)	(2)	(2)

Source: District Records

(1) - Enrollment divided by Capacity
 (2) - School closed

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Dave Yost • Auditor of State

SANDUSKY CITY SCHOOL DISTRICT

ERIE 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
MARCH 10, 2011**