



JIM PETRO
AUDITOR OF STATE

STATE OF OHIO



**Auditor of State
Betty Montgomery**

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January 21, 2003

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

Betty Montgomery

BETTY MONTGOMERY
Auditor of State

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY**

TABLE OF CONTENTS

TITLE	PAGE
Schedule of Federal Award Expenditures.....	1
Notes to the Schedule of Federal Awards Expenditures	2
Report of Independent Accountants on Compliance and on Internal Control Required by <i>Government Auditing Standards</i>	3
Report of Independent Accountants on Compliance with Requirements Applicable to Each Major Federal Program and Internal Controls over Compliance in Accordance with OMB Circular A-133.....	5
Schedule of Findings.....	7

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY**

**SCHEDULE OF FEDERAL AWARDS EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2002**

Federal Grantor/ Pass Through Grantor Program Title	Pass Through Entity Number	Federal CFDA Number	Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
<u>U.S. DEPARTMENT OF AGRICULTURE</u>						
<i>Passed Through Ohio Department of Education:</i>						
Nutrition Cluster:						
Food Distribution Program		10.550		\$94,931		\$89,092
National School Lunch Program	048298-LLP4-2002	10.555	\$376,311		\$376,311	
National School Breakfast Program	048298-05PU-2002	10.553	49,317		49,317	
Total U.S. Department of Agriculture - Nutrition Cluster			425,628	94,931	425,628	89,092
<u>U.S. DEPARTMENT OF EDUCATION</u>						
<i>Passed Through Ohio Department of Education:</i>						
Special Education Cluster:						
Special Education Grants to States (IDEA Part B)						
	6B-SF-2001	84.027			61,168	
	6B-SF-2002	84.027	427,943		363,881	
Total Special Education Cluster			427,943		425,049	
Adult Education- State Grant Program						
	AB-S1-2001	84.002			9,344	
	AB-S1-2002	84.002	31,124		39,470	
Total Adult Education- State Grant Program			31,124		48,814	
Grants to Local Educational Agencies (ESEA Title I)						
	C1-S1-2001	84.010			70,075	
	C1-S1-2002	84.010	490,164		453,103	
Total Grants to Local Educational Agencies			490,164		523,178	
Innovative Educational Program Strategies						
	C2-S1-2001	84.298			5,193	
	C2-S1-2002	84.298	28,469		27,352	
Total Innovative Educational Program Strategies			28,469		32,545	
Class Size Reduction (Title VI-R)						
	CR-S1_2001	84.340			61,100	
	CR-S1_2002	84.340	114,413		114,413	
Total Class Size Reduction (Title VI-R)			114,413		175,513	
Eisenhower Grant						
	MS-S1-2001	84.281			1,156	
	MS-S1-2002	84.281	23,315		23,315	
Total Eisenhower Grant			23,315		24,471	
Drug-Free Schools Grant						
	048298-DRS1-2001	84.186			862	
	048298-DRS1-2002	84.186	19,618		18,496	
Total Drug Free Schools Grant			19,618		19,358	
Total Department of Education			1,135,046		1,248,928	
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>						
<i>Pass Through Ohio Department of Mental Retardation and Developmental Disabilities</i>						
Medical Assistance Program	Ohio Dept of MR/DD	93.778	29,851		18,245	
Totals			1,590,525	94,931	1,692,801	89,092

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

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY**

**NOTES TO SCHEDULE OF FEDERAL AWARDS EXPENDITURES
JUNE 30, 2002**

NOTE A--SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B - FOOD DISTRIBUTION

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



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

Austintown Local School District
Mahoning County
225 Idaho Road
Austintown, Ohio 44515

To the Board of Education:

We have audited the financial statements of the Austintown Local School District, Mahoning County, (the District) as of and for the year ended June 30, 2002, and have issued our report thereon dated December 9, 2002. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether Austintown Local School District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed an instance of noncompliance that is required to be reported under *Government Auditing Standards* which is described in the accompanying schedule of findings as item 2002-11150-001.

Internal Control Over Financial Reporting

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

Austintown Local School District
Mahoning County
Report of Independent Accountants on Compliance and on
Internal Control Required by *Government Auditing Standards*
Page 2

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

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

Jim Petro
Auditor of State

December 9, 2002



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

Austintown Local School District
Mahoning County
225 Idaho Road
Austintown, Ohio 44515

To the Board of Education:

Compliance

We have audited the compliance of Austintown Local School District, Mahoning County, 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, 2002. Austintown Local School District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal programs is the responsibility of Austintown Local School District's management. Our responsibility is to express an opinion on Austintown Local School District's compliance based on our audit.

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

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

Internal Control Over Compliance

The management of Austintown Local School 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 Austintown Local School District's internal control over compliance with requirements that could have a direct and material effect on the major federal programs in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

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

Schedule of Federal Awards Expenditures

We have audited the general-purpose financial statements of Austintown Local School District as of and for the year ended June 30, 2002, and have issued our report thereon dated December 9, 2002. Our audit was performed for the purpose of forming an opinion on the general-purpose financial statements taken as a whole. The accompanying schedule of federal awards expenditures is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the general-purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general-purpose financial statements taken as a whole.

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



Jim Petro
Auditor of State

December 9, 2002

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 §.505**

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY
JUNE 30, 2002**

1. SUMMARY OF AUDITOR'S RESULTS
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<i>(d)(1)(i)</i>	Type of Financial Statement Opinion	Unqualified
<i>(d)(1)(ii)</i>	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(ii)</i>	Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(iii)</i>	Was there any reported material non-compliance at the financial statement level (GAGAS)?	Yes
<i>(d)(1)(iv)</i>	Were there any material internal control weakness conditions reported for major federal programs?	No
<i>(d)(1)(iv)</i>	Were there any other reportable internal control weakness conditions reported for major federal programs?	No
<i>(d)(1)(v)</i>	Type of Major Programs' Compliance Opinion	Unqualified
<i>(d)(1)(vi)</i>	Are there any reportable findings under § .510?	No
<i>(d)(1)(vii)</i>	Major Programs:	Title I - CFDA #84.010 Title VI-R – CFDA #84.340
<i>(d)(1)(viii)</i>	Dollar Threshold: Type A/B Programs	Type A: > \$ 300,000 Type B: all others
<i>(d)(1)(ix)</i>	Low Risk Auditee?	Yes

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

Finding Number	2002-11150-001
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Ohio Revised Code, § 5705.41 (B), prohibits a subdivision from making an expenditure unless it has been properly appropriated. The Food Service enterprise fund had appropriations of \$1,353,608 and expenditures and encumbrances \$1,390,318, with an unfavorable variance of \$36,710. This can and has led to a negative fund balance situation.

Ohio Revised Code § 5705.10 provides that money paid into any fund shall be used only for the purposes for which such fund was established. The existence of a deficit balance in any fund indicates that money from another fund or funds have been used to pay the obligations of the fund carrying the deficit balance. The Food Service enterprise fund had a negative fund balance of \$35,697. There were also negative fund balances in the Other Grant and Adult Basic Education special revenue funds of \$10,203 and \$8,346, respectively.

3. FINDINGS FOR FEDERAL AWARDS

Finding Number	None
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COMPREHENSIVE
ANNUAL FINANCIAL REPORT

OF THE

AUSTINTOWN LOCAL
SCHOOL DISTRICT

FOR THE

FISCAL YEAR ENDED JUNE 30, 2002

PREPARED BY
TREASURER'S DEPARTMENT
BARBARA J. KLINER, TREASURER

225 IDAHO ROAD

YOUNGSTOWN, OHIO 44515

INTRODUCTORY SECTION

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
AS OF JUNE 30, 2002**

T A B L E O F C O N T E N T S

I. INTRODUCTORY SECTION

Table of Contents	I 1-4
Letter of Transmittal	I 5-13
List of Principal Officials	I 14
Organizational Chart	I 15

II. FINANCIAL SECTION

REPORT OF INDEPENDENT ACCOUNTANTS	F 1-2
GENERAL PURPOSE FINANCIAL STATEMENTS (Combined Statements - Overview)	
Combined Balance Sheet - All Fund Types and Account Groups	F 3-4
Combined Statement of Revenues, Expenditures and Changes in Fund Balances - All Governmental Fund Types and Expendable Trust Fund	F 5
Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual (Non-GAAP Budgetary Basis) All Governmental Fund Types	F 6-7
Combined Statement of Revenues, Expenses and Changes in Retained Earnings/Fund Balance - Proprietary Fund Type and Nonexpendable Trust Fund	F 8
Combined Statement of Cash Flows - Proprietary Fund Types and Nonexpendable Trust Fund	F 9
Notes to General Purpose Financial Statements	F 10-34
SUPPLEMENTAL DATA:	
<i>Governmental Funds:</i>	
<u>General Fund</u>	
Description of Fund	F 35
Schedule of Revenues, Expenditures and Changes in Fund Balance- Budget and Actual (Non-GAAP Budgetary Basis)	F 36-38

II. FINANCIAL SECTION - (Continued)

Special Revenue Funds

Description of Funds	F 39-41
Combining Balance Sheet	F 42-45
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	F 46-49
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)	
Public School Support	F 50
Other Grant	F 51
Miscellaneous Grants	F 52
District Managed Student Activity	F 53
Auxiliary Services	F 54
Teacher Development	F 55
Education Management Information System	F 56
Reading Improvement	F 57
Disadvantaged Pupil Impact Aid	F 58
SchoolNet Professional Development	F 59
Ohio Reads	F 60
Alternative School Grant	F 61
Adult Basic Education	F 62
Education for Economic Security Act	F 63
Title VI-B	F 64
Title I	F 65
Title VI	F 66
Drug Free Schools	F 67
Miscellaneous Federal Grants	F 68
Total Special Revenue Funds	F 69-71

Debt Service Fund

Description of Fund	F 72
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)	F 73

Capital Projects Funds

Description of Funds	F 74
Combining Balance Sheet	F 75
Combining Statement of Revenues, Expenditure and Changes in Fund Balances	F 76
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis)	
Capital Projects - H.B. 264	F 77
SchoolNet	F 78
Total Capital Projects Funds	F 79

II. FINANCIAL SECTION - (Continued)

Proprietary Funds:

Enterprise Funds

Description of Funds	F 80
Combining Balance Sheet	F 81
Combining Statement of Revenues, Expenses and Changes in Retained Earnings	F 82
Combining Statement of Cash Flows	F 83
Schedule of Revenues, Expenses and Changes in Retained Earnings - Budget and Actual (Non-GAAP Budgetary Basis)	
Food Service	F 84
Uniform School Supplies	F 85
Adult Education	F 86
Special Enterprise	F 87
Total Enterprise Funds	F 88

Fiduciary Funds:

Description of Funds	F 89
Combining Balance Sheet - All Fiduciary Fund Types	F 90
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) Special Trust	F 91
Schedule of Revenues, Expenses and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) Endowment	F 92
Combining Statement of Changes in Assets and Liabilities - All Agency Funds	F 93

General Fixed Assets Account Group:

Description of Account Group	F 94
Schedule of General Fixed Assets By Function and Activity	F 95
Schedule of Changes in General Fixed Assets By Function and Activity	F 96
Schedule of General Fixed Assets By Source	F 97

III. STATISTICAL SECTION

General Fund Expenditures and Other Financing Uses By Function - Last Ten Fiscal Years	S 1-2
General Fund Revenues and Other Financing Sources By Source - Last Ten Fiscal Years	S 3-4
Property Tax Levies and Collections - Last Ten Calendar Years	S 5

III. STATISTICAL SECTION - (Continued)

Assessed and Estimated Actual Value of Taxable Property - Last Ten Calendar Years	S 6
Property Tax Rates - Direct and Overlapping Governments - Last Ten Calendar Years	S 7
Demographic Statistics - Last Ten Calendar Years	S 8
Computation of Legal Debt Margin	S 9
Computation of Direct and Overlapping Debt	S 10
New Construction and Property Value - Last Ten Calendar Years	S 11
Principal Taxpayers - Real Property Tax - Tax Year 2001	S 12
Principal Taxpayers - Public Utility Tax - Tax Year 2001	S 13
Principal Taxpayers - Personal Property Tax - Tax Year 2001	S 14
Attendance Data - Last Ten School Years	S 15
Teacher Education and Experience - as of June 30, 2002	S 16
Schedule of Property and Casualty Insurance	S 17

Austintown Local Schools

Office of Barbara J. Kliner

Treasurer

225 Idaho Road

Austintown, Ohio 44515

330/797-3900 Ext. 1506

December 9, 2002

Members of the Board of Education and Residents of the
Austintown Local School District

The Austintown Local School District (the "District") is pleased to submit to you the Comprehensive Annual Financial Report (CAFR) of the District. The report covers the fiscal year ended June 30, 2002. This CAFR includes financial statements and other financial and statistical data and conforms to accounting principles generally accepted in the United States of America as they apply to governmental entities. Accuracy of the data presented, as well as the completeness and fairness of the presentation, including all disclosures, are the responsibility of the District.

It is the intent of the District to improve financial reporting based on management experience and suggestions from those with expertise in the area of such reporting. Comments on this CAFR are respectfully solicited.

This CAFR is divided into the following three sections: The introductory section includes this transmittal letter, a list of principal officials and the District's organizational chart. The financial section includes the general purpose financial statements and the combining and individual fund and account group financial statements and schedules, as well as the Report of Independent Accountants on the financial statements and schedules. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis.

General Introduction to the District

The District ranks as the 70th largest in the State of Ohio among 705 public and community school district and is the 2nd largest of the 14 school districts located within Mahoning County in terms of total enrollment. As of the most current school year (2001-2002), 5,021 students were enrolled in the District's eight schools (five elementaries, two middle and one high school). Approximately 90 District residents attend the Mahoning County Career and Technical Center.

The District employs 254 non-certified staff members and 345 certificated staff members. The certified staff members include 17 administrators and 328 full-time and part-time teachers. Of the 328 member teaching staff, 60.63% have master's degrees. The District faculty has an average 14.9 years of teaching experience. Currently the District has five teachers who have attained National Board Certification. Classroom teachers at all levels are supported by specialists in reading, guidance, art, music and physical education. The District's Pupil Personnel Services include school health and psychological services, pupil appraisal, counseling and guidance services, and speech-language and hearing services at all levels.

The District's curriculum, based on the newly adopted Ohio Content Standards and Ohio Models, offers a wide range of electives and comprehensive courses of study in college preparatory, vocational and alternative programs. A full range of extracurricular programs and activities is available, beginning in the elementary grades with the after-school enrichment program. All District schools have libraries, lunch programs and multipurpose rooms or gyms for student activities.

The educational program is based on a “graded structure”. The five elementary buildings house kindergarten (half day) through fourth grade. This has allowed for consistency across the District, as well as a focus on developmentally appropriate practices and integration in all subject areas. Grades five through eight are housed in two middle school buildings where a departmental structure is utilized. This allows for increased articulation among and across grade levels, as well as the development of expertise of specialists. The benefits of these programs are reflected in the fact that the District averages on the 4th and 6th grade Ohio Proficiency Tests are above average for the State of Ohio.

The Reporting Entity and Services Provided

The District has reviewed its reporting entity definition in order to insure conformance with the Governmental Accounting Standards Board Statement No. 14, “The Financial Reporting Entity.” In evaluating how to define the District for financial reporting purposes, management has considered all agencies, departments and organizations making up the District (the primary government) and its component units. A complete discussion of the District’s reporting entity is provided in Note 2 to the general purpose financial statements.

The Board of Education is a body politic and corporate charges with the responsibility of managing and controlling affairs of the District and is, with the District, governed by laws of the State. The Board is comprised of five members elected for overlapping four calendar year terms.

The Superintendent is the chief administrative officer of the District, responsible for the total education and support operations. The Treasurer is the chief financial officer of the District, responsible for maintaining records of all financial matters, issuing warrants in payment of liabilities incurred by the District, acting as custodian of all District funds and investing idle funds as specified by Ohio Law.

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. Mahoning County (15.07%)
2. Mill Creek Park District (15.07%)
3. Austintown Township (98.60%)
4. Mahoning County Career and Technical Center (26.48%)

Each of these entities operates independently, with its own separate budget, taxing power, and sources of revenue.

Economic Conditions and Outlook

The District is located in Mahoning County in northeastern Ohio, approximately 75 miles southeast of the City of Cleveland. The District’s approximately 25.0 square miles encompasses most of the territory of Austintown Township. The District is in the Youngstown-Warren Metropolitan Statistical Area, which is comprised of Columbiana, Mahoning and Trumbull Counties.

The District’s general area is served by diversified transportation facilities. Immediate access is available to several State and U.S. highways and to interstate highways I-76, I-80 and I-680. The District is adjacent to areas served by Conrail and Amtrak, and is served by passenger air service at Youngstown Memorial Airport located in the City of Youngstown.

Within 75 miles of the District, there are approximately 11,700 manufacturing plants, 12,500 wholesale distribution centers, and 46 Fortune 500 industrial, service, and corporate world headquarters. Employment in the Youngstown-Warren Metropolitan Statistical Area is primarily comprised of the manufacturing sector, largely in the automobile and steel industries. Since the mid 1980’s, there has been an overall decrease in employment in the manufacturing sector, which has been offset by an increase in employment in the non-manufacturing sector.

Major commercial banks with offices within the District include Sky Bank, Bank One, Charter One, Farmers National Bank, Second National and Metropolitan National Bank.

Four daily newspapers serve the district. The District falls within the broadcast area of eight television stations and twenty one AM and FM radio stations. The District also operates a cable television channel which broadcasts school information on Channel 19.

Within commuting distance are several public and private two-year and four-year colleges and universities providing a wide range of educational facilities and opportunities. These include Youngstown State University, a public four-year university in the City of Youngstown with a full-time enrollment of over 13,500, Kent State University, The University of Akron, Penn State University (Sharon, Pennsylvania Branch), Mount Union College, Walsh College and Northeastern Ohio Universities College of Medicine.

A number of hospital and several adult and adolescent residential treatment centers are located in the area of the Youngstown-Warren Metropolitan Statistical Area.

Mahoning County provides numerous golf, tennis and swimming facilities all accessible to residents of the District.

There are many cultural activities available in the County including the Butler Institute of American Art, the Arms Museum, the Youngstown Playhouse and Youth Theatre, Uptown Theatre Easy Street Productions and the Youngstown Symphony Center. Youngstown University also provides art, music and plays. Many cultural activities are within driving distance in the greater Cleveland and Pittsburgh areas. Professional basketball, baseball, football and hockey teams are also located in the cities of Cleveland and Pittsburgh.

The District is not without economic challenges. On November 13, 2002, the District was informed that it is required to repay approximately \$1.2 million dollars in overpaid personal property taxes from 1994 and 1995 to Tampco Distributors. This amount was subsequently withheld from the District's personal property tax settlement. Due to the loss of tax revenue, the District is currently recalculating its state funding, filing for assistance from the State, and will most likely ask voters to approve an operating levy in the fall of 2003. Also see Note 18 of the general purpose financial statements.

Major Initiatives for the Year

The District identified several significant programs needed to meet both student requirements and community desires.

Student Performance. The District earned 21 points and attained the rating of an "Effective" school on the 2001 Ohio Department of Education Report Card. The District plans to improve upon this score in future years. Over the last five years, scores on proficiency tests, as well as attendance and graduation have continually improved.

Continuous Improvement Plan. The District has a Strategic Plan that has, over the last three years, evolved into a Continuous Improvement Plan (CIP) . A committee of District as well as community stakeholders participate in an annual CIP review of goals and strategies. In addition, District administrators and teachers participate in Baldrige Quality Management Training in order to assist the implementation of our CIP.

Major Initiatives for the Future

Student Achievement. The District would like to increase student achievement for all students particularly in reading and math. The District plans to implement instruction and assessment standards as well as providing professional development to develop highly qualified teachers. In addition, all entry year teachers will be provided with an Entry Year Program that matches each teacher with a mentor teacher to provide support during their first years of teaching.

Building Repairs. The District will be replacing boilers at Fitch High School and Davis Elementary. Other major repairs will include paving, window replacement, ceiling repairs, door replacement and stadium sound system replacement. The District is also looking forward to the delivery of five new school buses to update the transportation department.

Community. The new Austintown Public Library was completed in October, 2002. The new 2,200 square foot building is located on the corner of the school campus near Fitch High School. The library is three times the size of the old library.

Financial Information

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 the adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are being met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived from their implementation; and (2) the valuation of costs and benefits requires estimates and judgements by management.

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 at the fund level. The District also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Unencumbered amounts lapse at year-end.

As demonstrated by the statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management (see the "Fund Equity" section of this transmittal letter for discussion of deficit fund balances/retained earnings). As with the financial section, all amounts presented in the remainder of this letter are expressed in round dollars.

Risk Management

The District has obtained a comprehensive commercial insurance package through Moreman Yarian FFY for property, inland marine, musical instruments, EDP equipment, boiler and machinery, and commercial crime. Professional liability is protected through the Ohio School Plan and vehicles are covered by Nationwide Insurance. The District provides employees with life insurance, health care and other benefits through the Mahoning County School Employees Insurance Consortium. In addition, the District has joined the Stark County Group Rating Program to provide for workers' compensation insurance.

See Note 11 to the general purpose financial statements for coverage amounts, coverage limits and deductibles relating to the District's insurance.

Pension Plans

All District employees are covered by the state-wide School Employees Retirement System of Ohio (SERS) or the State Teachers Retirement System of Ohio (STRS). The District's employer contributions for both systems are based on a percentage of the employees' salaries. State law requires the school district to pay the employer share as determined by each retirement system. See Note 13 to the general purpose financial statements for complete details.

Financial Highlights - Governmental Funds

The following schedule presents a comparison of the general fund revenues and other financing sources for the fiscal years ended June 30, 2002 and 2001.

Revenues and Other Financing Sources:	<u>2002</u>	<u>2001</u>	<u>Increase (Decrease)</u>	<u>Percent</u>
Taxes	\$17,313,456	\$17,068,052	\$245,404	1.44%
Tuition	70,991	55,174	15,817	28.68
Earnings on investments	139,344	284,949	(145,605)	(51.10)
Extracurricular	2,350	3,040	(690)	(22.70)
Classroom materials and fees	47,562	40,983	6,579	16.05
Other local revenues	376,800	224,912	151,888	67.53
Intergovernmental	16,443,125	14,925,457	1,517,668	10.17
Proceeds from sale of fixed assets	1,250	6,929	(5,679)	(81.96)
Operating transfers in	-	61,691	(61,691)	(100.00)
Total	<u>\$34,394,878</u>	<u>\$32,671,187</u>	<u>\$1,723,691</u>	5.28

Taxes and intergovernmental revenues are the major components of the District's revenues and represent \$33,756,581 or 98.14% and \$31,993,509 or 97.93% of 2002 and 2001 revenues, respectively. Taxes consist of personal property and real estate. Tax revenues increased primarily due to an increase in the collection of delinquent taxes and an increase in property values. The largest component of intergovernmental revenues is the School Foundation Program. This program allocates dollars to Ohio school districts based upon a basic aid formula calculation which takes into account factors such as: local ability to pay for education (tax base), enrollment, a per pupil allocation, and allocations for various "categorical" programs, such as special education and vocational education. The District received \$12,788,421, or 77.77% of intergovernmental revenue in the general fund from the School Foundation Program. The increase in intergovernmental revenue was primarily due to more federal and state grant monies received in fiscal year 2002.

The increase in tuition revenue and classroom materials and fees revenue was due to an overall increase in tuition and classroom fees during 2002.

The decrease in interest revenue is the result of cuts in interest rates by the Federal Reserve Bank throughout the year.

The increase in other local revenues is primarily due to the increase in revenues from the District's insurance rebate account.

In 2001, the general fund received a transfer in from the Permanent Improvement capital projects fund, in 2002, the general fund did not receive any transfers in from other funds.

The following schedule presents a comparison of the general fund expenditures and other financing uses for the fiscal years ended June 30, 2002 and 2001.

<i>Expenditures and Other Financing Uses:</i>	<u>2002</u>	<u>2001</u>	<u>Increase (Decrease)</u>	<u>Percent</u>
Current:				
Instruction				
Regular	\$18,082,658	\$16,467,538	\$1,615,120	9.81%
Special	1,863,915	2,190,067	(326,152)	(14.89)
Vocational	303,112	302,695	417	0.14
Other	4,927	22,851	(17,924)	(78.44)
Support Services				
Pupil	2,033,536	1,920,314	113,222	5.90
Instructional staff	1,013,886	984,281	29,605	3.00
Board of Education	38,473	15,406	23,067	149.73
Administration	3,665,925	2,569,920	1,096,005	42.65
Fiscal	763,580	811,992	(48,412)	(5.96)
Business	3,947	4,191	(244)	(5.82)
Operations and maintenance	3,848,408	3,468,462	379,946	10.95
Pupil transportation	2,000,885	1,977,728	23,157	1.17
Central	194,032	1,993	192,039	9,635.67
Community services	2,752	1,659	1,093	65.88
Extracurricular	467,987	451,353	16,634	3.69
Facilities acquisition and construction	27,104	487,810	(460,706)	(94.44)
Operating transfers out	761,866	-	761,866	100.00
Total	<u>\$35,076,993</u>	<u>\$31,678,260</u>	<u>\$3,398,733</u>	10.73

The significant variances in expenditures and other financing uses were in the areas of special instruction, other instruction, support services board of education, support services administration, support services operations and maintenance, support services central, community services, facilities acquisition and construction, and operating transfers out.

Special instruction expenditures decreased in fiscal 2002 primarily due to fewer special instruction programs being offered during 2002.

Other instruction contract services expenditures decreased from 2001 to 2002 resulting in a 78.44% decrease.

Support services board of education expenditures increased in 2002 primarily due to the costs associated with an increase in District liability insurance.

Support services administration expenditures increased in 2002 primarily due to a change in the posting of county board expenses.

Support services operations and maintenance expenditures increased in 2002 due to the overall increase in costs associated with maintenance and repair of the District's buildings.

Support services central expenditures increased in fiscal 2002 over fiscal 2001 due to the reclassification of expenditures relating to the insurance rebate account from regular instruction to support services central.

Community services expenditures decreased in 2002 due to a decline in costs related to the District's food service operations in the area of food purchasing, preparation and dispensing services.

Facilities acquisition and construction expenditures decreased due to fewer building improvements made throughout 2002.

In 2001, the general fund made no operating transfers out. During 2002, the general fund made an operating transfer out of \$761,866 to the Capital Projects - H.B 264 capital projects fund.

Special Revenue Funds

The special revenue funds consists primarily of state and federal grants programs to the District. These include Title I, Title IV, Title VI-B, Disadvantaged Pupil Impact Aid, and other state, federal, and private grants. In addition, "local" funds for athletics/music and fund raising student activities are included in this category. During fiscal 2002, all special revenue funds generated \$2,516,415 in revenue, while expenditures totaled \$2,598,859.

Debt Service Fund

The debt service fund accounts for the accumulation of resources for, and payment of, interest and principal on long-term debt reported in the District's general long-term obligations account group. During fiscal 2002, principal and interest payments totaled \$587,948 and \$28,437, respectively. At June 30, 2002, the District had an outstanding principal amount of \$238,672 in an interest free asbestos loan and \$260,000 in energy conservation notes. The debt service ending fund balance was \$13,248.

Capital Projects Funds

The capital projects funds are used to account for all transactions related to the acquiring, constructing or improving of capital assets. The District has two capital projects funds. The capital project fund revenues and other financing sources totaled \$836,912 in fiscal 2002 and the ending fund balance at June 30, 2002, was \$832,208. The District did not have any major capital expenditures during fiscal 2002.

Financial Highlights - Proprietary Funds

The District maintains four enterprise funds as follows:

Enterprise Funds:

Food Service derives revenue from state and federal subsidies in addition to the sale of lunches.

Uniform School Supplies derives revenue from the sale of school supplies.

Adult Education serves approximately 300 community members annually with a wide variety of courses.

Special Enterprise is a fund used to account for income and expenses made in connection with goods and services provided by the District

Enterprise funds had operating revenues of \$901,182 and operating expenses of \$1,548,654 during the 2002 fiscal year.

Financial Highlights - Fiduciary Funds

Fiduciary funds account for assets held by the District in a trustee capacity, or as an agent, for individuals, other school district organizations or other funds. The District maintains an expendable trust fund, a nonexpendable trust fund and two agency funds. On June 30, 2002, assets held in trust and agency funds totaled \$721,124.

General Fixed Assets

The general fixed assets of the District are used to carry on the main educational and support functions of the system and are not financial resources available for expenditure. The total general fixed assets at June 30, 2002 were \$25,486,090. Such assets are accounted for at historical cost or estimated historical cost. Depreciation is not recognized.

Fund Equity

The general fund balance decreased \$682,115 from \$487,759 at June 30, 2001, to \$(194,356) at June 30, 2002. During fiscal 2002, the Board of Education passed a resolution transferring the money that was previously designated for budget stabilization in the general fund to the Capital Projects - H.B. 264 capital projects fund to be used for school facility construction, renovation and/or repairs. This operating transfer out of \$761,866 was the primary reason for the decrease in fund balance of the general fund. The District has seven funds with deficit fund balances/retained earnings at June 30, 2002. These deficits are being assessed by management and should be eliminated by implementing cost controls and by future funding (either through increased user fees or intergovernmental grants and entitlements not recognized at June 30, 2002). See Note 3 to the general purpose financial statements for detail on the deficit fund balances/retained earnings.

Debt Administration

On June 30, 2002, the District had an asbestos loan and energy conservation notes outstanding. The \$452,219 asbestos loan, which is interest free as long as the District remains current on repayment, was issued on December 1, 1993, and matures on November 30, 2011. The energy conservation notes, which bear an annual interest rate of 5.89%, were issued on July 24, 2000, and mature on July 24, 2015. In fiscal 2002, the District made the final principal and interest payments on \$1,336,951 in energy conservation notes that were issued on April 10, 1992. As of June 30, 2002, the District had no general obligation bonds outstanding. Under current state statutes, the District's general obligation bonded issuances are subject to a legal limitation based on 9 percent of total assessed value of real and personal property. The code further provides that unvoted indebtedness shall not exceed 1/10 of 1% of the property valuation of the District. The effects of these debt limitations at June 30, 2002, are a voted debt margin of \$50,231,830 (including \$13,248 available in the debt service fund) and an unvoted debt margin of \$55,984.

Cash Management

The District has an aggressive cash management program, which consists of expediting the receipt of revenues and prudently investing available cash in obligations collateralized by instruments issued by the United States Government or the State of Ohio or insured by the Federal Deposit Insurance Corporation. The total amount of interest earned was \$147,040 for the year ended June 30, 2002.

Legal Compliance/Independent Audit

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 including a review of internal accounting controls and tests of compliance with Federal and State laws and regulations. The Report of Independent Accountants is included in this CAFR.

Use of this Report

The report is published to provide to the Board of Education, as well as to our citizens and other interested persons, detailed information concerning the financial condition of the District, with particular emphasis placed on the utilization of resources during the past fiscal year. It is also intended that this report will serve as a guide in formulating policies and in conducting the District's future day-to-day activities. We believe the information, as presented, is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the District's financial affairs have been included.

In today's bond market environment, it is increasingly important that public agencies prepare soundly conceived annual financial reports which are independently audited by a qualified firm or agency. It has become almost required practice that such reports be prepared in accordance with generally accepted accounting principles (GAAP), and the major bond rating agencies review the data presented in such reports before determining a public agency's bond rating.

Use of this report by the various departments of the District is encouraged when furnishing information. Copies of this report are being placed in the public library for use by the general public.

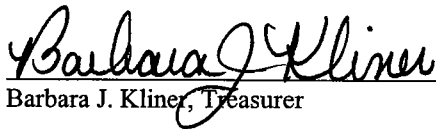
Awards

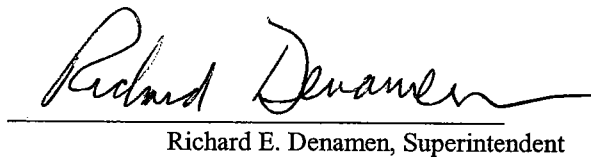
The Government Finance Officers Association of the United States and Canada (GFOA) awards a Certificate of Achievement for Excellence in Financial Reporting to public entities who conform to their rigorous reporting standards. The Certificate of Achievement is a prestigious national award that recognizes conformance with the highest standards for preparation of state and local government financial reports. We believe this report, our first CAFR, conforms to the Certificate of Achievement program requirements and we are submitting it to GFOA.

Acknowledgments

It is with great pride and pleasure that we submit this CAFR for review and wish to express appreciation to the members of the Board of Education for supporting us in this endeavor and other members of the Treasurer's office who contributed time and effort in completing this project. We would also like to acknowledge our consultant, Trimble, Julian & Grube, Inc., who provided us with expert technical assistance in all phases of preparing the report and the cooperation of the team from the Ohio Auditor of State's office, who conducted a thorough audit of our finances.

Sincerely,


Barbara J. Kliner, Treasurer


Richard E. Denamen, Superintendent

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

**LIST OF PRINCIPAL OFFICERS
JUNE 30, 2002**

Board of Education

<u>Name</u>	Began Service As Board Member <u>January 1</u>	Present Term Expires <u>December 31</u>	Vocation in Private <u>Life</u>
Dr. David Ritchie**	1968	2003	Retired Podiatrist
Mrs. Joyce Pogany	1982	2005	Secretary
Mr. Kenneth Jakubec	1988	2003	GM Employee
Attorney Brad Gessner*	1998	2005	Attorney
Mr. Ray Slivochka	2002	2005	Pharmacist

* President

** Vice President

Central Office Administrative Staff

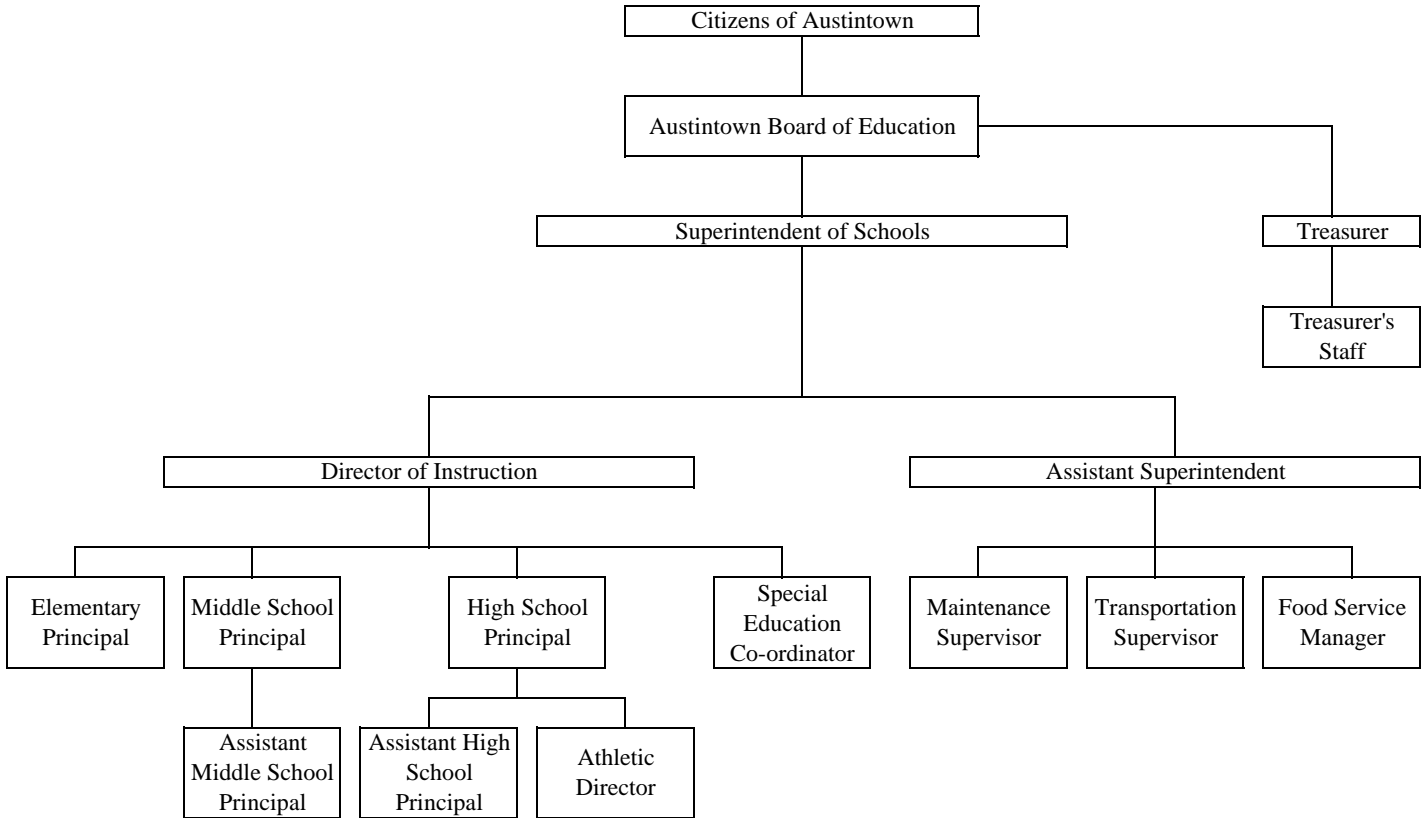
Superintendent	Mr. Richard E. Denamen
Assistant Superintendent	Mr. Stanley Watson
Treasurer	Ms. Barbara Kliner
Director of Instruction	Ms. Ann Marie Hiznay

District Administrative Staff

Director of Special Education	Ms. Linda Milne
Maintenance Supervisor	Mr. Harold Ripple
Transportation Supervisor	Ms. Colleen Bagnoli
Technology Coordinator	Mr. Thomas Ventresco

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

**ORGANIZATIONAL CHART
JUNE 30, 2002**



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FINANCIAL SECTION



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

Voinovich Government Center
242 Federal Plaza West
Suite 302
Youngstown, Ohio 44503
Telephone 330-797-9900
800-443-9271
Facsimile 330-797-9949
www.auditor.state.oh.us

REPORT OF INDEPENDENT ACCOUNTANTS

Austintown Local School District
Mahoning County
225 Idaho Road
Austintown, Ohio 44515

To the Board of Education:

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

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

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

In accordance with *Government Auditing Standards*, we have also issued our report dated December 9, 2002 on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

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

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

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

Jim Petro
Auditor of State

December 9, 2002

**GENERAL PURPOSE
FINANCIAL STATEMENTS**

AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO
COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS
JUNE 30, 2002

	<u>Governmental Fund Types</u>				<u>Proprietary Fund Type</u>	<u>Fiduciary Fund Types</u>
	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Enterprise</u>	<u>Trust and Agency</u>
<u>Assets and Other Debits</u>						
Assets:						
Equity in pooled cash and cash equivalents	\$4,548,645	\$552,724	\$13,248	\$836,912	\$100,301	\$552,786
Equity in pooled cash and cash equivalents - nonexpendable trust fund	-	-	-	-	-	8,657
Receivables (net of allowances of uncollectibles):						
Taxes - current and delinquent	21,164,361	-	78,669	-	-	-
Accounts	41,719	5,034	-	-	766	105
Due from other governments	-	60,070	-	-	63,901	159,576
Due from other funds	32,243	-	-	-	-	-
Prepayments	28,436	-	-	-	-	-
Materials and supplies inventory	-	-	-	-	22,805	-
Fixed assets (net of accumulated depreciation where applicable)	-	-	-	-	66,538	-
Other Debits:						
Amount available in debt service fund	-	-	-	-	-	-
Amount to be provided for retirement of general long-term obligations	-	-	-	-	-	-
Total assets and other debits	<u>\$25,815,404</u>	<u>\$617,828</u>	<u>\$91,917</u>	<u>\$836,912</u>	<u>\$254,311</u>	<u>\$721,124</u>
<u>Liabilities, Equity and other Credits</u>						
Liabilities:						
Accounts payable	\$108,871	\$21,047	\$ -	\$4,704	\$ -	\$5,556
Accrued wages and benefits	3,875,006	120,283	-	-	106,782	-
Compensated absences payable	109,066	679	-	-	73,480	-
Pension obligation payable	531,016	-	-	-	60,268	-
Due to other governments	221,440	12,440	-	-	6,611	-
Due to other funds	-	18,549	-	-	13,694	-
Undistributed monies	-	-	-	-	-	633,501
Deferred revenue	21,164,361	33,674	78,669	-	17,032	-
Due to students	-	-	-	-	-	38,475
Notes payable	-	-	-	-	-	-
Loans payable	-	-	-	-	-	-
Total liabilities	<u>26,009,760</u>	<u>206,672</u>	<u>78,669</u>	<u>4,704</u>	<u>277,867</u>	<u>677,532</u>
Equity and other Credits:						
Investment in general fixed assets	-	-	-	-	-	-
Retained earnings (accumulated deficit): unreserved	-	-	-	-	(23,556)	-
Fund balances:						
Reserved for encumbrances	270,749	73,219	-	-	-	-
Reserved for principal endowment	-	-	-	-	-	5,000
Reserved for prepayments	28,436	-	-	-	-	-
Reserved for debt service	-	-	13,248	-	-	-
Unreserved-undesignated (deficit)	(493,541)	337,937	-	832,208	-	38,592
Total equity and other credits	<u>(194,356)</u>	<u>411,156</u>	<u>13,248</u>	<u>832,208</u>	<u>(23,556)</u>	<u>43,592</u>
Total liabilities, equity and other credits	<u>\$25,815,404</u>	<u>\$617,828</u>	<u>\$91,917</u>	<u>\$836,912</u>	<u>\$254,311</u>	<u>\$721,124</u>

THE NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

<u>Account Groups</u>		
<u>General Fixed Assets</u>	<u>General Long-Term Obligations</u>	<u>Total (Memorandum Only)</u>
\$ -	\$ -	\$6,604,616
-	-	8,657
-	-	21,243,030
-	-	47,624
-	-	283,547
-	-	32,243
-	-	28,436
-	-	22,805
25,486,090	-	25,552,628
-	13,248	13,248
-	3,590,141	3,590,141
<u>\$25,486,090</u>	<u>\$3,603,389</u>	<u>\$57,426,975</u>
\$ -	\$ -	\$140,178
-	-	4,102,071
-	2,826,023	3,009,248
-	278,694	869,978
-	-	240,491
-	-	32,243
-	-	633,501
-	-	21,293,736
-	-	38,475
-	260,000	260,000
-	238,672	238,672
-	3,603,389	30,858,593
25,486,090	-	25,486,090
-	-	(23,556)
-	-	343,968
-	-	5,000
-	-	28,436
-	-	13,248
-	-	715,196
25,486,090	-	26,568,382
<u>\$25,486,090</u>	<u>\$3,603,389</u>	<u>\$57,426,975</u>

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AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO
 COMBINED STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Governmental Fund Types				Fiduciary Fund Type	Total (Memorandum Only)
	General	Special Revenue	Debt Service	Capital Projects	Expendable Trust	
Revenues:						
From local sources:						
Taxes	\$17,313,456	\$ -	\$ -	\$ -	\$ -	\$17,313,456
Tuition	70,991	-	-	-	-	70,991
Earnings on investments	139,344	6,442	-	-	1,017	146,803
Extracurricular	2,350	603,781	-	-	-	606,131
Classroom materials and fees	47,562	1,315	-	-	-	48,877
Other local revenues	376,800	56,353	-	-	7,838	440,991
Other revenue.	-	21,135	-	-	-	21,135
Intergovernmental - State.	16,443,125	695,641	-	75,046	-	17,213,812
Intergovernmental - Federal	-	1,131,748	-	-	-	1,131,748
Total revenues	34,393,628	2,516,415	-	75,046	8,855	36,993,944
Expenditures:						
Current:						
Instruction:						
Regular	18,082,658	532,822	-	157,777	-	18,773,257
Special	1,863,915	721,804	-	-	-	2,585,719
Vocational.	303,112	-	-	-	-	303,112
Other	4,927	34,896	-	-	3,243	43,066
Support services:						
Pupil.	2,033,536	113,718	-	-	-	2,147,254
Instructional staff	1,013,886	146,644	-	-	-	1,160,530
Board of Education	38,473	-	-	-	-	38,473
Administration.	3,665,925	402,416	-	-	-	4,068,341
Fiscal	763,580	-	-	-	-	763,580
Business	3,947	-	-	-	-	3,947
Operations and maintenance.	3,848,408	1,000	-	-	-	3,849,408
Pupil transportation.	2,000,885	-	-	-	-	2,000,885
Central.	194,032	-	-	-	-	194,032
Community services	2,752	19,872	-	-	7,151	29,775
Extracurricular activities	467,987	358,848	-	-	-	826,835
Facilities acquisition and construction	27,104	-	-	-	-	27,104
Pass-through intergovernmental	-	266,839	-	-	-	266,839
Debt service:						
Principal retirement.	-	-	587,948	-	-	587,948
Interest and fiscal charges	-	-	28,437	-	-	28,437
Total expenditures.	34,315,127	2,598,859	616,385	157,777	10,394	37,698,542
Excess (deficiency) of revenues over (under) expenditures	78,501	(82,444)	(616,385)	(82,731)	(1,539)	(704,598)
Other financing sources (uses):						
Proceeds from sales of fixed assets	1,250	-	-	-	-	1,250
Operating transfers in	-	-	-	761,866	-	761,866
Operating transfers out	(761,866)	-	-	-	-	(761,866)
Total other financing sources (uses)	(760,616)	-	-	761,866	-	1,250
Excess (deficiency) of revenues and other financing sources over (under)expenditures and other financing (uses).	(682,115)	(82,444)	(616,385)	679,135	(1,539)	(703,348)
Fund balances, July 1	487,759	493,600	629,633	153,073	40,074	1,804,139
Fund balances (deficit), June 30	(\$194,356)	\$411,156	\$13,248	\$832,208	\$38,535	\$1,100,791

THE NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO
 COMBINED STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 BUDGET AND ACTUAL COMPARISON (NON-GAAP BUDGETARY BASIS)
 ALL GOVERNMENTAL FUND TYPES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	General			Special Revenue		
	Revised Budget	Actual	Variance: Favorable (Unfavorable)	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:						
From local sources:						
Taxes	\$17,313,456	\$17,313,456	\$0	\$ -	\$ -	\$ -
Tuition	70,873	70,873	0	-	-	-
Earnings on investments	130,000	139,344	9,344	6,381	6,442	61
Extracurricular	2,400	2,350	(50)	597,961	600,568	2,607
Classroom materials and fees	45,013	45,250	237	1,315	1,315	0
Other local revenues	310,993	311,671	678	54,595	54,603	8
Other revenue	-	-	-	21,135	20,175	(960)
Intergovernmental - State	16,357,307	16,357,307	0	688,684	690,384	1,700
Intergovernmental - Federal	-	-	-	1,131,748	1,119,196	(12,552)
Total revenues	<u>34,230,042</u>	<u>34,240,251</u>	<u>10,209</u>	<u>2,501,819</u>	<u>2,492,683</u>	<u>(9,136)</u>
Expenditures:						
Current:						
Instruction:						
Regular	18,231,601	17,827,509	404,092	582,484	555,338	27,146
Special	1,853,145	1,861,489	(8,344)	788,850	711,180	77,670
Vocational	334,429	325,344	9,085	-	-	-
Other	15,000	4,927	10,073	40,309	40,309	0
Support services:						
Pupil	2,008,941	2,029,027	(20,086)	124,946	117,165	7,781
Instructional staff	1,052,230	1,034,653	17,577	154,876	150,932	3,944
Board of Education	55,526	48,633	6,893	-	-	-
Administration	3,811,730	3,748,604	63,126	443,605	422,283	21,322
Fiscal	783,826	767,310	16,516	-	-	-
Business	9,800	3,947	5,853	-	-	-
Operations and maintenance	3,968,969	3,891,237	77,732	1,000	1,000	0
Pupil transportation	1,998,107	1,975,714	22,393	116	116	0
Central	193,939	193,050	889	-	-	-
Community services	1,820	2,737	(917)	21,741	20,629	1,112
Extracurricular activities	493,419	464,390	29,029	368,995	368,816	179
Facilities acquisition and construction	49,995	31,764	18,231	-	-	-
Pass-through intergovernmental	-	-	-	351,941	317,847	34,094
Debt service:						
Principal retirement	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	<u>34,862,477</u>	<u>34,210,335</u>	<u>652,142</u>	<u>2,878,863</u>	<u>2,705,615</u>	<u>173,248</u>
Excess (deficiency) of revenues over (under) expenditures	(632,435)	29,916	662,351	(377,044)	(212,932)	164,112
Other financing sources (uses):						
Refund of prior year's expenditures	29,245	29,245	0	-	-	-
Proceeds from sale of fixed assets	1,250	1,250	0	-	-	-
Operating transfers in	761,866	761,866	0	-	-	-
Operating transfers out	(1,523,732)	(1,523,732)	0	-	-	-
Advances in	105,893	105,893	0	-	-	-
Advances out	(105,893)	(105,893)	0	-	-	-
Total other financing sources (uses)	<u>(731,371)</u>	<u>(731,371)</u>	<u>0</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing (uses)	(1,363,806)	(701,455)	662,351	(377,044)	(212,932)	164,112
Fund balances, July 1	4,478,607	4,478,607	0	512,377	512,377	0
Prior year encumbrances appropriated	424,539	424,539	0	141,126	141,126	0
Fund balances, June 30	<u>\$3,539,340</u>	<u>\$4,201,691</u>	<u>\$662,351</u>	<u>\$276,459</u>	<u>\$440,571</u>	<u>\$164,112</u>

THE NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

Debt Service			Capital Projects			Total (Memorandum only)		
Budget Revised	Actual	Variance: Favorable (Unfavorable)	Budget Revised	Actual	Variance: Favorable (Unfavorable)	Budget Revised	Actual	Variance: Favorable (Unfavorable)
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$17,313,456	\$17,313,456	\$0
-	-	-	-	-	-	70,873	70,873	0
-	-	-	-	-	-	136,381	145,786	9,405
-	-	-	-	-	-	600,361	602,918	2,557
-	-	-	-	-	-	46,328	46,565	237
-	-	-	-	-	-	365,588	366,274	686
-	-	-	-	-	-	21,135	20,175	(960)
-	-	-	75,046	75,046	0	17,121,037	17,122,737	1,700
-	-	-	-	-	-	1,131,748	1,119,196	(12,552)
-	-	-	75,046	75,046	0	36,806,907	36,807,980	1,073
-	-	-	232,814	157,768	75,046	19,046,899	18,540,615	506,284
-	-	-	-	-	-	2,641,995	2,572,669	69,326
-	-	-	-	-	-	334,429	325,344	9,085
-	-	-	-	-	-	55,309	45,236	10,073
-	-	-	-	-	-	2,133,887	2,146,192	(12,305)
-	-	-	-	-	-	1,207,106	1,185,585	21,521
-	-	-	-	-	-	55,526	48,633	6,893
-	-	-	-	-	-	4,255,335	4,170,887	84,448
-	-	-	-	-	-	783,826	767,310	16,516
-	-	-	-	-	-	9,800	3,947	5,853
-	-	-	-	-	-	3,969,969	3,892,237	77,732
-	-	-	-	-	-	1,998,223	1,975,830	22,393
-	-	-	-	-	-	193,939	193,050	889
-	-	-	-	-	-	23,561	23,366	195
-	-	-	-	-	-	862,414	833,206	29,208
-	-	-	-	-	-	49,995	31,764	18,231
-	-	-	-	-	-	351,941	317,847	34,094
587,948	587,948	0	-	-	-	587,948	587,948	0
28,437	28,437	0	-	-	-	28,437	28,437	0
616,385	616,385	0	232,814	157,768	75,046	38,590,539	37,690,103	900,436
(616,385)	(616,385)	0	(157,768)	(82,722)	75,046	(1,783,632)	(882,123)	901,509
-	-	-	-	-	-	29,245	29,245	0
-	-	-	-	-	-	1,250	1,250	0
-	-	-	761,866	761,866	0	1,523,732	1,523,732	0
-	-	-	-	-	-	(1,523,732)	(1,523,732)	0
-	-	-	-	-	-	105,893	105,893	0
-	-	-	-	-	-	(105,893)	(105,893)	0
-	-	-	761,866	761,866	0	30,495	30,495	0
(616,385)	(616,385)	0	604,098	679,144	75,046	(1,753,137)	(851,628)	901,509
629,633	629,633	0	104,992	104,992	0	5,725,609	5,725,609	0
-	-	-	52,776	52,776	0	618,441	618,441	0
\$13,248	\$13,248	\$0	\$761,866	\$836,912	\$75,046	\$4,590,913	\$5,492,422	\$901,509

AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO
 COMBINED STATEMENT OF REVENUES, EXPENSES
 AND CHANGES IN RETAINED EARNINGS/FUND BALANCE
 PROPRIETARY FUND TYPE AND NONEXPENDABLE TRUST FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Proprietary Fund Type</u>	<u>Fiduciary Fund Type</u>	<u>Total (Memorandum Only)</u>
	<u>Enterprise</u>	<u>Non-Expendable Trust</u>	
Operating revenues:			
Tuition and fees	\$36,488	\$ -	\$36,488
Sales/charges for services	864,694	-	864,694
Interest revenue	-	207	207
	<hr/>	<hr/>	<hr/>
Total operating revenues	901,182	207	901,389
Operating expenses:			
Personal services	943,363	-	943,363
Contract services	887	-	887
Materials and supplies	591,036	-	591,036
Depreciation	9,472	-	9,472
Other operating expenses	3,896	3,600	7,496
	<hr/>	<hr/>	<hr/>
Total operating expenses	1,548,654	3,600	1,552,254
Operating loss	<u>(647,472)</u>	<u>(3,393)</u>	<u>(650,865)</u>
Nonoperating revenues:			
Operating grants	460,724	-	460,724
Federal donated commodities	89,092	-	89,092
Miscellaneous	23,400	-	23,400
Interest revenue	237	-	237
	<hr/>	<hr/>	<hr/>
Total nonoperating revenues	573,453	-	573,453
Net loss	(74,019)	(3,393)	(77,412)
Retained earnings/fund balance, July 1	<u>50,463</u>	<u>8,450</u>	<u>58,913</u>
Retained earnings (accumulated deficit)/fund balance, June 30	<u><u>(\$23,556)</u></u>	<u><u>\$5,057</u></u>	<u><u>(\$18,499)</u></u>

THE NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO
 COMBINED STATEMENT OF CASH FLOWS
 PROPRIETARY FUND TYPE AND NONEXPENDABLE TRUST FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Proprietary Fund Type</u>	<u>Fiduciary Fund Type</u>	<u>Total (Memorandum Only)</u>
	<u>Enterprise</u>	<u>Non-Expendable Trust</u>	
Cash flows from operating activities:			
Cash received from tuition and fees	\$36,488	\$ -	\$36,488
Cash received from sales/service charges	864,448	-	864,448
Cash payments for personal services.	(932,441)	-	(932,441)
Cash payments for contract services	(1,535)	-	(1,535)
Cash payments for materials and supplies	(500,680)	-	(500,680)
Cash payments for other expenses	(3,896)	-	(3,896)
Net cash used in operating activities.	(537,616)	-	(537,616)
Cash flows from noncapital financing activities:			
Cash received from operating grants.	457,429	-	457,429
Cash received from other funds	13,694	-	13,694
Cash received from nonoperating activities	23,400	-	23,400
Net cash provided by noncapital financing activities	494,523	-	494,523
Cash flows from capital and related financing activities:			
Acquisition of capital assets	(5,971)	-	(5,971)
Net cash used in capital and related financing activities.	(5,971)	-	(5,971)
Cash flows from investing activities:			
Interest received	237	207	444
Net cash provided by investing activities	237	207	444
Net increase (decrease) in cash and cash equivalents	(48,827)	207	(48,620)
Cash and cash equivalents at beginning of year	149,128	8,450	157,578
Cash and cash equivalents at end of year.	\$100,301	\$8,657	\$108,958
Reconciliation of operating loss to net cash used in operating activities:			
Operating loss	(\$647,472)	(\$3,393)	(\$650,865)
Adjustments to reconcile operating loss to net cash used in operating activities:			
Depreciation	9,472	-	9,472
Federal donated commodities	89,092	-	89,092
Interest reported as operating income.	-	(207)	(207)
Changes in assets and liabilities:			
Decrease in materials and supplies inventory	4,854	-	4,854
Increase in accounts receivable	(246)	-	(246)
Increase (decrease) in accounts payable.	(2,036)	3,600	1,564
Increase in accrued wages and benefits	5,943	-	5,943
Increase in compensated absences payable	13,685	-	13,685
Increase in due to other governments	6,611	-	6,611
Decrease in deferred revenue	(2,202)	-	(2,202)
Decrease in pension obligation payable.	(15,317)	-	(15,317)
Net cash used in operating activities	(537,616)	\$ -	(537,616)

THE NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

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**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT

Austintown Local School District (the "District") is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio. The District is governed by a locally elected five member Board of Education (the "Board") which provides educational services.

The District is the 70th largest in the State of Ohio (among 705 public and community school districts) in terms of total enrollment. The District is staffed by 254 non-certificated and 345 certificated personnel to provide services to approximately 5,021 students and other community members.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The general purpose financial statements (GPFS) 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 proprietary activities provided they do not conflict with or contradict GASB pronouncements. The District's significant accounting policies are described below.

A. Reporting Entity

The District's reporting entity has been defined in accordance with GASB Statement No. 14, "The Financial Reporting Entity". When applying GASB Statement No. 14, management has considered all potential component units. The basic, but not the only, criterion for including a potential component unit within the reporting entity is the Board's ability to exercise significant oversight responsibility. The most significant manifestation of this ability is financial interdependence. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of the governing authority, the designation of management, the ability to significantly influence operations, and the accountability for fiscal matters.

A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity benefits the District and/or its citizens. A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the District is able to exercise oversight responsibilities. Based upon the application of these criteria, the District has no component units. The following organizations are described due to their relationship with the District:

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

JOINTLY GOVERNED ORGANIZATIONS

Area Cooperative Computerized Educational Service System

Area Cooperative Computerized Educational Service System (ACCESS), a not-for-profit computer service, is jointly governed by 24 districts within Mahoning and Columbiana counties. ACCESS is governed by an assembly consisting of the superintendents of the member school districts. The degree of control exercised by any participating school district is limited to its representation on the assembly. Members of ACCESS are assessed annual user fees and periodic capital improvement fees based on their average daily membership. During fiscal year 2002, the District paid \$99,511 to ACCESS for computer services. The members do have an ongoing financial interest in ACCESS, however, they do not have an equity interest. Financial information can be obtained from the treasurer for the Mahoning County Educational Service Center, who serves as fiscal agent, at 2801 Market Street, Youngstown, Ohio 44507-1693.

Mahoning County Career & Technical Center

The Mahoning County Career & Technical Center is a distinct political subdivision of the State of Ohio operated under the direction of a Board consisting of representatives from the participating school districts' elected boards, which possesses its own budgeting and taxing authority. To obtain financial information, write to the Treasurer of the Career & Technical Center, at 7300 North Palmyra Road, Canfield, Ohio 44406.

PUBLIC ENTITY RISK POOL

Mahoning County School Employees Insurance Consortium

The Mahoning County School Employees Insurance Consortium is a shared risk pool comprised of fourteen Mahoning County School Districts. The consortium is governed by an assembly which consists of one representative from each participating School District (usually the superintendent or designee). The assembly elects officers for one year terms to serve as the Board of Directors. The assembly exercises controls over the operations of the Consortium. All Consortium revenues are generated from charges for services and remitted to the fiscal agent Austintown Local School District. The fiscal agent will then remit the charges for services to Professional Risk Management (PRM), who acts in the capacity of a third-party administrator (TPA) for claims processing.

Stark County Schools Council Workers' Compensation Group Rating Plan

The District participates in the Stark County School Council Workers' Compensation Group Rating Program (GRP), an insurance purchasing pool. The firm of Comp Management, Inc. provides administrative, cost control and actuarial services to the GRP.

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

B. Fund Accounting

The District uses funds and account groups 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. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources. 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 are those through which most governmental functions of the District are financed. The acquisition, use and balances of the District's expendable financial resources and the related liabilities (except those accounted for in proprietary funds) are accounted for through governmental funds. The following are the District's governmental fund types:

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

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

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

Capital Projects Funds - The capital projects funds are used to account for financial resources to be used for the acquisition of construction of major capital facilities (other than those financed by proprietary funds).

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 following are the District's proprietary fund types:

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

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

FIDUCIARY FUNDS

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

ACCOUNT GROUPS

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

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

General Long-Term Obligations Account Group - This group of accounts is established to account for all long-term obligations of the District, other than those accounted for in the proprietary funds.

C. Measurement Focus/Basis of Accounting

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

All proprietary funds and the nonexpendable trust fund are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operations of these funds are included on the balance sheet. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in net total assets.

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

The modified accrual basis of accounting is followed for governmental funds, the expendable trust fund and agency funds. Under the modified accrual basis of accounting, revenues are recognized when they become both measurable and available to finance expenditures of the current period, which for the District is sixty days after the June 30 year end. Revenues accrued at the end of the year include taxes, (to the extent they are intended to finance the current fiscal year), interest, and accounts (student fees and tuition). Current property taxes measurable as of June 30, 2002, and which are intended to finance fiscal 2003 operations, have been recorded as deferred revenues. Delinquent property taxes measurable and available (received within 60 days) are recognized as revenue. In proprietary funds, unused donated commodities are reported as deferred revenue.

Nonexchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On the modified accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied and the resources are available. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been met and the resources are available.

The District reports deferred revenue on its combined balance sheet. Deferred revenues arise when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenues also arise when resources are received by the District before it has a legal claim to them, as when grant monies are received prior to the recognition of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the government has a legal claim to the resources, the liability for deferred revenue is removed from the combined balance sheet and revenue is recognized.

Expenditures (decreases in net financial resources) are recognized in the period in which the fund liability is incurred with the following exception: general long-term obligation principal and interest are reported only when due; and costs of accumulated unpaid vacation and sick leave are reported as expenditures in the period in which they will be liquidated with available financial resources rather than in the period earned by employees.

The proprietary funds and the nonexpendable trust fund are accounted for on the accrual basis of accounting. Under the accrual basis of accounting, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. The fair value of donated commodities used during the year is reported in the operating statement as an expense and a like amount is reported as donated commodities revenue.

On the accrual basis of accounting, revenue from nonexchange transactions, such as grants, entitlements and donations, is recognized in the fiscal year in which all eligibility requirements have been met. The proprietary funds receive no revenue from property taxes.

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

D. Budgets

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources and the appropriation resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriation resolution are subject to amendment throughout the year.

All funds other than agency funds are legally required to be budgeted and appropriated; however, only governmental funds are required to be reported. The primary level of budgetary control is at the fund level of expenditures. Budgetary modifications may only be made by resolution of the Board of Education.

1. Tax Budget

By January 15, the Superintendent and Treasurer submit an annual operating budget for the following fiscal year to the Board of Education for consideration and passage. The adopted budget is submitted to the County Auditor, as Secretary of the County Budget Commission, by January 20 of each year for the period July 1 to June 30 of the following fiscal year.

2. Estimated Resources

Prior to April 1, the Board accepts by formal resolution, the tax rates as determined by the County Budget Commission and receives the Commission's Certificate of Estimated Resources which states the projected revenue of each fund. Prior to June 30, the District must revise its budget so that the total contemplated expenditures from any fund during the ensuing fiscal year will not exceed the amount available as stated in the certificate of estimated resources. The revised budget then serves as the basis for the annual appropriations measure. On or about July 1, the certificate of estimated resources is amended to include any unencumbered fund balances from the preceding year. The certificate may be further amended during the year if a new source of revenue is identified or actual receipts exceed current estimates. The amounts reported on the budgetary statement reflect the amounts in the final amended official certificate of estimated resources issued during fiscal year 2002.

3. Appropriations

A temporary appropriation measure to control expenditures may be passed on or about July 1 of each year for the period July 1 through September 30. An annual appropriation resolution must be passed by October 1 of each year for the period July 1 through June 30. The appropriation resolution establishes spending controls at the fund level (which is the legal level of budgetary control). The appropriation resolution may be amended during the year as additional information becomes available, provided that total fund appropriations do not exceed the current estimated resources as certified. The allocation of appropriations among departments and objects within a fund may be modified during the year with approval of the Board.

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

3. Appropriations - (Continued)

During the year, several supplemental appropriations were necessary to budget the use of contingency funds. Administrative control is maintained through the establishment of more detailed line-item budgets. The budgetary figures which appear in the "Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual - All Governmental Fund Types" are provided on the budgetary basis to facilitate a comparison of actual results to the final budget, including all amendments and modifications. Although the legal level of budgetary control was established at the fund level, the District has elected to present budgetary statement comparisons at the fund and function level of expenditures.

4. Encumbrances

As part of formal budgetary control, purchase orders, contracts and other commitments for expenditures are encumbered and recorded as the equivalent of expenditures (budget basis) in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. However, on the GAAP basis of accounting, encumbrances do not constitute expenditures or liabilities and are reported as reservations of fund balances for governmental funds in the accompanying GPFS. Note 15 provides a reconciliation of the budgetary and GAAP basis of accounting and Note 12 discloses encumbrances outstanding for the enterprise funds at fiscal year-end.

5. Lapsing of Appropriations

At the close of each fiscal year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriation. The encumbered appropriation balance is carried forward to the subsequent fiscal year and need not be re-appropriated.

E. 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 combined balance sheet.

During 2002, investments were limited to repurchase agreements. Nonparticipating investment contracts, such as repurchase agreements, are reported at cost.

Under existing Ohio statutes all investment earnings are assigned to the general fund unless statutorily required to be credited to a specific fund. Interest revenue credited to the general fund during fiscal 2002 amounted to \$139,344, which includes \$104,395 assigned from other District funds.

For purposes of the combined statement of cash flows and for presentation on the combined balance sheet, investments of the cash management pool and investments with 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.

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

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

F. Inventory

Inventory is stated at cost (first-in, first-out) in the governmental funds and at the lower of cost or market in the proprietary funds. The costs of inventory items are recorded as expenditures in the governmental and expendable trust funds when purchased and as expenses in the proprietary funds when used. The balance of materials and supplies inventory for the governmental funds at June 30, 2002 was not material and not presented on the GPFS.

G. Fixed Assets and Depreciation

1. General Fixed Assets Account Group

Fixed assets acquired or constructed for general governmental purposes are recorded as expenditures in the governmental funds and are capitalized at cost (or estimated historical cost for assets not purchased in recent years) in the general fixed assets account group. The District has a policy of not capitalizing assets with a cost less than \$500 and a useful life less than one year. Contributed fixed assets are recorded at fair market value at the date received. The District does not possess any infrastructure. The District has elected not to record depreciation in the general fixed assets account group.

2. Proprietary Funds

Equipment reflected in these funds are stated at historical cost or estimated historical cost and updated for the cost of additions and retirements during the year. Donated fixed assets are recorded at their fair market values as of the date donated. The District has a policy of not capitalizing assets with a cost less than \$500 and a useful life less than one year. Depreciation has been provided, where appropriate, on a straight-line basis over the following estimated useful lives:

<u>Asset</u>	<u>Life (years)</u>
Furniture and equipment	5 - 20

H. Compensated Absences

In accordance with GASB Statement No. 16, "Accounting for Compensated Absences", vacation benefits are accrued as a liability when an employee's right to receive compensation is attributable to services already rendered, and it is probable that the employee will be compensated through paid time off or some other means, such as cash payments at termination or retirement. Classified employees earn ten to twenty days of vacation per year, depending upon length of service and hours worked. Teachers do not earn vacation time. Administrators earn twenty days of vacation annually. Sick leave benefits are accrued as a liability using the vested method. Teachers, administrators and classified employees earn sick leave at the rate of one and one-fourth day per month. Upon retirement, classified employees and certified employees receive payment for twenty-five percent of the total accumulation up to 168 days and ten percent for total leave accumulation greater than 168 days.

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

For governmental funds, that portion of unpaid compensated absences that is expected to be paid using expendable, available resources is reported as an expenditure in the fund from which the individual earning the leave is paid, and a corresponding liability is reflected in the account "Compensated Absences Payable." The long-term portion of the liability is reported in the general long-term obligations account group. Compensated absences are expensed in the proprietary funds when earned and the related liability is reported within the fund.

I. Long-Term Obligations

Governmental funds payables and accrued liabilities are reported as obligations of the funds regardless of whether they are liquidated with current resources. However, claims and judgments, compensated absences, contractually required pension and special termination benefits are reported as a liability in the general long-term obligations account group to the extent that they will not be paid with current expendable available financial resources. Payment made more than sixty days after year-end are generally considered not to have been paid with current available financial resources.

Long-term liabilities expected to be financed from proprietary fund operations are accounted for in those funds.

J. Fund Balance Reserves/Designations

Reserved fund balances indicate that portion of fund equity which are not available for current appropriation or use. Designated fund balances indicate that portion of fund equity which the Board of Education, by resolution, has restricted for a specific use. The unreserved and undesignated portions of fund equity reflected in the governmental funds are available for use within the specific purposes of the funds.

Fund balances are reserved for encumbrances, debt service, prepayments and principal endowment. Although the nonexpendable trust fund uses the total economic resources measurement focus, fund equity is reserved for the amount of principal endowment.

In the general fund at June 30, 2001, the District had \$761,865 in designated fund balance for budget stabilization. During fiscal 2002, the Board of Education passed a resolution transferring this money from the general fund to the H.B. 264 capital projects fund to be used for school facility construction, renovation and/or repairs.

K. Interfund Transactions

During the course of normal operations, the District may have numerous transactions between funds. The most significant include:

1. Transfers of resources from one fund to another fund. The resources transferred are to be expended for operations by the receiving fund and are recorded as operating transfers, with the exception of agency funds, which do not show transfers of resources as operating transfers.

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (Continued)

2. Reimbursements from one fund to another are treated as expenditures/expenses in the reimbursing fund and a reduction in expenditures/expenses in the reimbursed fund. Quasi-external transactions are accounted for as revenues, expenditures or expenses.
3. Short-term interfund loans and accrued interfund reimbursements and accrued operating transfers are reflected as "interfund loans receivable or payable". The District had no short-term interfund loans receivable or payable at June 30, 2002.
4. Long-term interfund loans that will not be repaid within the next year are termed "advances" and are shown as reservations of fund balances on the combined balance sheet for those funds that report advances to other funds as assets because they are not spendable, available resources. The District had no long-term advances receivable or payable at June 30, 2002.

See Note 5 for an analysis of interfund transactions.

L. Prepayments

Prepayments for governmental funds represent cash disbursements which have occurred and are therefore not current expendable resources. These items are reported as fund assets on the balance sheet using the allocation method, which amortizes their cost over the periods benefitting from the advance payment. At period end, because prepayment is not available to finance future governmental fund expenditures, the fund balance is reserved by an amount equal to the carrying value of the asset.

M. Parochial Schools

Within the District boundaries, Immaculate Heart of Mary, St. Anne, and St. Joseph Schools are operated through the Youngstown 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. The fiduciary responsibility of the District for these monies is reflected in a special revenue fund for financial reporting purposes.

N. Estimates

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

O. Memorandum Only - Total Columns

Total columns on the GPFS are captioned "Total (Memorandum Only)" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or changes in financial position in conformity with GAAP. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE

A. Compliance

Contrary to Ohio Revised Code Section 5705.10, the District had negative cash balances in the Other Grant and Adult Basic Education special revenue funds and the Food Service enterprise fund of \$10,203, \$8,346, and \$13,694, respectively. For GAAP purposes, these amounts have been reported as fund liabilities of the respective funds.

B. Deficit Fund Balances/Retained Earnings

Fund balances/retained earnings at June 30, 2002 included the following fund deficits:

	<u>Deficit Balance</u>
General Fund	\$194,356
<u>Special Revenue Funds</u>	
Other Grant	9,454
Education Management Information Systems	271
Disadvantaged Pupil Impact Aid	542
Title I	31,836
<u>Enterprise Fund</u>	
Food Service	149,917
Adult Education	102

The Other Grant special revenue fund and the Food Service enterprise fund did not comply with Ohio Revised Code (ORC) Section 5705.10 which does not allow for cash basis deficit at year end. The deficit fund balance/retained earnings are a result of a negative cash balance and accruing wage, benefit and pension obligations in accordance with GAAP. These deficits will be eliminated by anticipated intergovernmental revenues and other resources not recognized at June 30.

The following funds complied with Ohio state law, which does not permit a cash basis deficit at year end.

The deficit fund balances in the general fund, Education Management Information Systems, Disadvantaged Pupil Impact Aid and Title I special revenue funds are caused by accruing wage obligations in accordance with GAAP. These deficits will be eliminated by intergovernmental revenues and other resources not recognized at June 30.

The deficit retained earnings in the Adult Education enterprise fund is caused by accruing wage and benefit obligations in accordance with GAAP. This deficit will be eliminated by user charges and intergovernmental revenues not recognized at June 30.

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

NOTE 4 - EQUITY IN POOLED CASH AND CASH EQUIVALENTS

The District maintains a cash and investment pool used by all funds. Each fund type's portion of this pool is displayed on the combined balance sheet as "Equity in Pooled Cash and Cash Equivalents". State statutes require the classification of monies held by the District into three categories:

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

Inactive deposits are public deposits the Board of Education has identified as not required for use within the current two 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 accounts, including passbook accounts.

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

Interim monies may be 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 or interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
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 division (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

NOTE 4 - EQUITY IN POOLED CASH AND CASH EQUIVALENTS - (Continued)

6. The State Treasury Asset Reserve of Ohio (STAR Ohio);
7. Certain bankers' acceptances and commercial paper notes for a period not to exceed one hundred and eighty days 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 rates in either of the two highest rating classifications by at least two nationally recognized rating agencies.

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

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

Deposits: At year-end, the carrying amount of the District's deposits was \$(792,990) and the bank balance was \$(71). A liability was not recorded for the negative carrying amount of deposits because there was no actual overdraft, due to the "zero-balance" nature of the District's bank accounts. The negative carrying amount of deposits is due to the sweeping of monies into overnight repurchase agreements which are reported as "investments". The entire bank balance was covered by federal depository insurance.

Collateral is required for demand deposits and certificates of deposits in excess of all deposits not covered by federal depository insurance. Obligations that may be pledged as collateral are obligations of the United States and its agencies, obligations of the State of Ohio and its municipalities, and obligations of the other states. Obligations pledged to secure deposits must be delivered to a bank other than the institution in which the deposit is made. Written custodial agreements are required.

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

	Category 2	Reported Amount	Fair Value
Repurchase agreement	<u>\$7,406,263</u>	<u>\$7,406,263</u>	<u>\$7,406,263</u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

NOTE 4 - EQUITY IN POOLED CASH AND CASH EQUIVALENTS - (Continued)

The classification of cash and cash equivalents and investments on the combined balance sheet is based on criteria set forth in GASB Statement No. 9, "Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting".

A reconciliation between the classifications of cash and cash equivalents and investments on the combined financial statements and the classifications of deposits and investments presented above per GASB Statement No. 3 is as follows:

	<u>Cash and Cash Equivalents/Deposits</u>	<u>Investments</u>
GASB Statement No. 9	\$ 6,613,273	\$ -
Investments in the cash management pool:		
Repurchase agreement	<u>(7,406,263)</u>	<u>7,406,263</u>
GASB Statement No. 3	<u>\$ (792,990)</u>	<u>\$7,406,263</u>

NOTE 5 - INTERFUND TRANSACTIONS

A. The following is a summarized breakdown of the District's operating transfers for fiscal year 2002:

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ -	\$761,866
<u>Capital Projects Fund</u>		
Capital Projects - H.B. 412	<u>761,866</u>	<u>-</u>
Total	<u>\$761,866</u>	<u>\$761,866</u>

B. At June 30, 2002, the Other Grant and Adult Basic Education special revenue funds and the Food Service enterprise fund had negative cash balances. These fund overdrafts of the internal investment pool have been reported as fund liabilities of the respective funds.

	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>
General Fund	\$32,243	\$ -
<u>Special Revenue Funds</u>		
Other Grant	-	10,203
Adult Basic Education	-	8,346
<u>Enterprise Fund</u>		
Food Service	<u>-</u>	<u>13,694</u>
Total	<u>\$32,243</u>	<u>\$32,243</u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

NOTE 6 - PROPERTY TAXES

Property taxes are levied and assessed on a calendar year basis. Distributions from the second half of the calendar year occur in a new fiscal year and are intended to finance the operations of that year. Property taxes include amounts levied against all real, public utility and tangible (used in business) property located in the District. Real property taxes and public utility taxes are levied after November 1 on the assessed value listed as of the prior January 1, the lien date. Assessed values are established by State law at 35% of appraised market value. The last revaluation was completed in 1999. The next statistical update will be completed in 2002.

Public utility property taxes are assessed on tangible personal property, as well as land and improvements. Real property is assessed at 35% of market value and personal property is assessed at 100% of market value except for the personal property of rural electric companies which is assessed 50% of market and railroads which are assessed at 29%.

Tangible personal property taxes attach as a lien and are levied on January 1 of the current year. Tangible personal property assessments are 25% of true value. The assessed value upon which the 2001 taxes were collected was \$557,984,240. Agricultural/Residential and public utility/minerals real estate represented \$361,590,050 or 64.80% of this total; Commercial & Industrial real estate represented \$122,755,120 or 22.00% of this total, public utility tangible represented \$14,362,910 or 2.58% of this total and general tangible property represented \$59,276,160 or 10.62% of this total. The voted general tax rate at the fiscal year ended June 30, 2002 was \$54.60 per \$1,000.00 of assessed valuation for operations.

Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20.

The District receives property taxes from Mahoning County. The County Treasurer collects property taxes on behalf of the District. The County Auditor periodically remits to the District its portion of the taxes collected. These tax "advances" are based on statutory cash flow collection rates. Final "settlements" are made each February and August.

Accrued property taxes receivable represent delinquent taxes outstanding and real property, personal property and public utility taxes which became measurable as of June 30, 2002. Although total property tax collections for the next fiscal year are measurable, they are not (exclusive of advances) intended to finance current year operations. The net receivable (total receivable less amount available intended to finance the current year) is therefore offset by a credit to deferred revenue. There were no tax advances available to the District at June 30, 2002.

NOTE 7 - RECEIVABLES

Receivables at June 30, 2002 consisted of taxes, accounts (billings for user charged services and student fees), accrued interest, amounts due from other funds and intergovernmental grants and entitlements intended to finance fiscal year 2002. Intergovernmental receivables have been recorded as "Due from other governments" on the balance sheet. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable conditions of State programs and the current year guarantee of Federal funds.

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

NOTE 7 - RECEIVABLES - (Continued)

A summary of the principal items of receivables follows:

	<u>Amounts</u>
<u>General Fund</u>	
Taxes - current and delinquent	\$21,164,361
Accounts	41,719
Due from other funds	32,243
<u>Special Revenue Funds</u>	
Accounts	5,034
Due from other governments	60,070
<u>Debt Service Fund</u>	
Taxes - current	78,669
<u>Enterprise Funds</u>	
Accounts	766
Due from other governments	63,901
<u>Agency Funds</u>	
Accounts	105
Due from other governments	159,576

NOTE 8 - FIXED ASSETS

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

	<u>Balance</u> <u>July 1, 2001</u>	<u>Increase</u>	<u>Decrease</u>	<u>Balance</u> <u>June 30, 2002</u>
Land/improvements	\$ 635,228	\$ -	\$ -	\$ 635,228
Buildings/improvements	13,844,834	25,587	-	13,870,421
Furniture and equipment	7,453,121	322,765	(4,000)	7,771,886
Vehicles/other	<u>3,081,185</u>	<u>127,370</u>	<u>-</u>	<u>3,208,555</u>
Total	<u>\$25,014,368</u>	<u>\$475,722</u>	<u>\$(4,000)</u>	<u>\$25,486,090</u>

There was no significant construction in progress at June 30, 2002.

A summary of the proprietary fixed assets at June 30, 2002 follows:

Furniture and equipment	\$ 196,094
Less: accumulated depreciation	<u>(129,556)</u>
Net fixed assets	<u>\$ 66,538</u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

NOTE 9 - LONG-TERM OBLIGATIONS

- A. The District has issued energy conservation notes and an asbestos loan to provide for energy improvements to various District buildings. The primary source of repayment of these obligations is through energy savings as a result of the improvements.

Payments of principal and interest relating to these liabilities are recorded as expenditures in the debt service fund. The unmatured obligations at year-end are accounted for in the general long-term obligations account group.

The following is a description of the District's asbestos loan and energy conservation notes outstanding as of June 30, 2002:

	<u>Interest Rates</u>	<u>Issue Date</u>	<u>Maturity Date</u>	<u>Outstanding July 1, 2001</u>	<u>Issued in 2002</u>	<u>Retired in 2002</u>	<u>Outstanding June 30, 2002</u>
Asbestos loan	0.00%	12/01/93	11/30/11	\$ 263,795	\$ -	\$ (25,123)	\$238,672
Energy conservation notes	4.85%	04/10/92	04/10/02	222,825	-	(222,825)	-
Energy conservation notes	5.89%	07/24/00	07/24/15	<u>600,000</u>	<u>-</u>	<u>(340,000)</u>	<u>260,000</u>
Total				<u>\$1,086,620</u>	<u>\$ -</u>	<u>\$(587,948)</u>	<u>\$498,672</u>

The following is a summary of the District's future annual debt service requirements to maturity for the asbestos loan and energy conservation notes:

<u>Fiscal Year Ending</u>	<u>Principal on Loan/Notes</u>	<u>Interest on Loan/Notes</u>	<u>Total</u>
2003	\$ 65,123	\$13,545	\$ 78,668
2004	65,123	11,218	76,341
2005	65,123	8,833	73,956
2006	65,123	6,477	71,600
2007	65,123	4,121	69,244
2008-2012	<u>173,057</u>	<u>1,769</u>	<u>174,826</u>
Total	<u>\$498,672</u>	<u>\$45,963</u>	<u>\$544,635</u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

NOTE 9 - LONG-TERM OBLIGATIONS - (Continued)

B. During the year ended June 30, 2002, the following changes occurred in the liabilities reported in the general long-term obligations account group. Compensated absences are presented net of actual increases and decreases because of the practicality of determining these values. Compensated absences and pension obligations will be paid from the fund in which the employee was paid.

	<u>Balance</u> <u>July 1, 2001</u>	<u>Increase</u>	<u>Decrease</u>	<u>Balance</u> <u>June 30, 2002</u>
Compensated absences	\$2,656,619	\$169,404	\$ -	\$2,826,023
Pension obligation payable	276,155	278,694	(276,155)	278,694
Loans payable	263,795	-	(25,123)	238,672
Notes payable	<u>822,825</u>	<u>-</u>	<u>(562,825)</u>	<u>260,000</u>
Total	<u>\$4,019,394</u>	<u>\$448,098</u>	<u>\$(864,103)</u>	<u>\$3,603,389</u>

C. Legal Debt Margin

The Ohio Revised Code provides that voted net general obligation debt of the District shall never exceed 9% of the total assessed valuation of the District. The code further provides that unvoted indebtedness shall not exceed 1/10 of 1% of the property valuation of the District. The effects of these debt limitations at June 30, 2002 are a voted debt margin of \$50,231,830 (including \$13,248 available in the debt service fund) and an unvoted debt margin of \$557,984.

NOTE 10 - EMPLOYEE BENEFITS

Compensated Absences

The District provides a liability for accumulated unpaid sick leave and vacation time benefits when earned by employees. Accrued employee benefits for governmental funds not currently due and payable at year end are recorded in the general long-term obligations account group. At June 30, 2002, the total accumulated unpaid sick and vacation time recorded in the general long-term obligations account group was:

	<u>Sick Leave</u>	<u>Vacation</u>	<u>Total</u>
Liability	<u>\$2,710,843</u>	<u>\$115,180</u>	<u>\$2,826,023</u>

The portion attributable to the enterprise funds has been recorded within the respective fund and is not included in the figures presented above.

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

NOTE 11 - RISK MANAGEMENT

A. Property, Fleet, and Liability Insurance

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 2002, the District contracted with Moreman Yarian FFY for property, inland marine, musical instruments, EDP equipment, boiler and machinery, and commercial crime insurance with a \$1,000 deductible.

Professional liability is protected by the Ohio School Plan with a \$2,000,000 single occurrence, \$5,000,000 aggregated and no deductible. Vehicles are covered by Nationwide Insurance and have a \$1,000 deductible for comprehensive and collision. Automobile liability has a \$2,000,000 combined single limit of liability.

Settled claims have never exceeded this commercial coverage and there has not been a significant reduction in coverage from the prior year.

B. Medical Benefits

The District has joined together with other school districts in Mahoning County to form the Mahoning County School Employees Insurance Consortium, a public entity shared risk pool, currently operating as a common risk management and insurance program for 14 member school districts. The plan was organized to provide life insurance, health care and other benefits to its member organizations.

Rates are calculated and set through an annual update process. The District pays a monthly contribution which is placed in a common fund from which claims and payments are made for all participating districts and claims are paid for all participants regardless of claims flow. Any claim exceeding \$135,000 is covered by the District's stop-loss carrier.

The District pays 100% of the medical insurance premiums for certified and classified employees and their families.

The dental and prescription drug coverage is administered by Professional Risk Management, a third party administrator. The District pays 90% of prescription and dental premiums. Unum provides the life insurance coverage.

C. Worker's Compensation

The District participated in the Stark County School Council Workers' Compensation Group Rating Program (GRP), an insurance purchasing pool (see 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. The workers' compensation experience of the participating school districts is calculated as one experience and a common premium to the State GRP. A participant's individual performance is compared to the overall savings percentage of the GRP. A participant will then either receive money from or be required to share equally in the overall performance of the GRP. Participation in the GRP is limited to school districts that can meet the GRP's selective criteria. The firm of Comp Management, Inc. provides administrative, cost control and actuarial services to the GRP.

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

NOTE 12 - SEGMENT INFORMATION - ENTERPRISE FUNDS

The District maintains four enterprise funds to account for the operations of food service, uniform school supplies, adult education, and a special enterprises fund. The following table reflects, in a summarized format, the more significant financial data relating to the enterprise funds of the District as of and for the year ended June 30, 2002.

	<u>Food Service</u>	<u>Uniform School Supplies</u>	<u>Adult Education</u>	<u>Special Enterprises</u>	<u>Total</u>
Operating revenue	\$ 864,694	\$13,972	\$7,989	\$ 14,527	\$901,182
Operating expenses before depreciation	1,491,335	12,992	7,265	27,590	1,539,182
Depreciation	6,563	-	-	2,909	9,472
Operating income/(loss)	(633,204)	980	724	(15,972)	(647,472)
Operating grants	456,924	-	-	3,800	460,724
Net income/(loss)	(85,637)	980	724	9,914	(74,019)
Fixed asset additions	-	-	-	5,971	5,971
Net working capital	(115,844)	904	(102)	97,649	(17,393)
Total assets	126,100	904	1,684	125,623	254,311
Total liabilities	276,017	-	1,786	64	277,867
Total equity	(149,917)	904	(102)	125,559	(23,556)
Encumbrances at 06/30/02	-	-	-	80	80

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

NOTE 13 - DEFINED BENEFIT PENSION PLANS

A. School Employees Retirement System

The District contributes to the School Employees Retirement System of Ohio (SERS), a cost-sharing, multiple-employer defined benefit pension plan administered by the School Employees Retirement Board. SERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. The report may be obtained by writing to the School Employees Retirement System, 300 East Broad Street, Columbus, Ohio 43215, or by calling (614) 222-5853.

Plan members are required to contribute 9 percent of their annual covered salary and the District is required to contribute 14 percent for 2002; 5.46 percent was the portion to fund pension obligations. The contribution rates are not determined actuarially, but are established by the School Employees Retirement Board within the rates allowed by State statute. The adequacy of the contribution rates is determined annually. The District's required contributions to SERS for the fiscal years ended June 30, 2002, 2001 and 2000 were \$690,213, \$659,909, and \$633,961, respectively; 44.84 percent has been contributed for fiscal year 2002 and 100 percent for the fiscal years 2001 and 2000. \$380,748, representing the unpaid contribution for fiscal year 2002, is recorded as a liability within the respective funds and the general long-term obligations account group.

B. State Teachers Retirement System

The District contributes to the State Teachers Retirement System of Ohio (STRS), a cost-sharing, multiple-employer public employee retirement system administered by the State Teachers Retirement Board. STRS provides retirement and disability benefits, annual cost-of-living adjustments, and death and survivor benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by Chapter 3307 of the Ohio Revised Code. STRS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. The report may be obtained by writing to the State Teachers Retirement System, 275 East Broad Street, Columbus, Ohio 43215-3771, or by calling (614) 227-4090.

Plan members are required to contribute 9.3 percent of their annual covered salary and the District is required to contribute 14 percent for 2002; 9.5 percent was the portion used to fund pension obligations. Contribution rates are established by the State Teachers Retirement Board, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. The District's required contributions to STRS for the fiscal years ended June 30, 2002, 2001 and 2000 were \$2,462,079, \$2,400,044, and \$2,190,010, respectively; 83.05 percent has been contributed for fiscal year 2002 and 100 percent for the fiscal years 2001 and 2000. \$417,308, representing the unpaid contribution for fiscal year 2002, is recorded as a liability within the respective funds.

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

NOTE 14 - POSTEMPLOYMENT BENEFITS

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

The State Teachers Retirement Board has statutory authority over how much, if any, of the health care costs will be absorbed by STRS. Most benefit recipients pay a portion of the health care cost in the form of a monthly premium. By Ohio law, the cost of coverage paid from STRS funds shall be included in the employer contribution rate, currently 14 percent of covered payroll. For this fiscal year, the State Teachers Retirement Board allocated employer contributions equal to 4.5 percent of covered payroll to the Health Care Reserve Fund. For the District, this amount equaled \$791,382 during fiscal 2002.

STRS pays health care benefits from the Health Care Reserve Fund. The balance in the Health Care Reserve Fund was \$3.256 billion at June 30, 2001 (the latest information available). For the fiscal year ended June 30, 2001 (the latest information available), net health care costs paid by STRS were \$300.772 million and STRS had 102,132 eligible benefit recipients.

For SERS, coverage is made available to service retirees with 10 or more years of qualifying service credit, and disability and survivor benefit recipients. Members retiring on or after August 1, 1989, with less than 25 years of service credit must pay a portion of their premium for health care. The portion is based on years of service up to a maximum of 75 percent of the premium.

For this fiscal year, employer contributions to fund health care benefits were 8.54 percent of covered payroll. In addition, SERS levies a surcharge to fund health care benefits equal to 14 percent of the difference between a minimum pay and the member's pay, pro-rated for partial service credit. For fiscal year 2002, the minimum pay has been established at \$12,400. The surcharge, added to the unallocated portion of the 14 percent employer contribution rate, provides for maintenance of the asset target level for the health care fund.

The target level for the health care reserve is 150 percent of annual health care expenses. Expenses for health care at June 30, 2001 (the latest information available), were \$161.440 million and the target level was \$242.2 million. At June 30, 2001 (the latest information available), SERS had net assets available for payment of health care benefits of \$315.7 million and SERS had approximately 50,000 participants receiving health care benefits. For the District, the amount to fund health care benefits, including surcharge, equaled \$501,000 during the 2002 fiscal year.

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

NOTE 15 - BUDGETARY BASIS OF ACCOUNTING

While reporting financial position, results of operations, and changes in fund balance is done on a GAAP basis, the budgetary basis, as provided by law, is based upon accounting for certain transactions on a basis of cash receipts and disbursements.

The Combined Statement of Revenue, Expenditures, and Changes in Fund Balances - Budget and Actual - All Governmental Fund Types is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and the GAAP basis are that:

- (a) Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis);
- (b) Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis);
- (c) In order to determine compliance with Ohio law, and to reserve that portion of the applicable appropriation, encumbrances are recorded as the equivalent of an expenditure (budget basis) as opposed to a reservation of fund balance for governmental funds (GAAP basis).

The adjustments necessary to convert the results of operations for the year on the budget basis to the GAAP basis for the governmental funds are as follows:

**Excess of Revenues and Other Financing
Sources Over/(Under) Expenditures and Other
Financing Uses**

	Governmental Fund Types			
	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>
Budget basis	\$(701,455)	\$(212,932)	\$(616,385)	\$679,144
Net adjustment for revenue accruals	153,377	23,732	-	-
Net adjustment for expenditure accruals	(483,989)	13,152	-	(9)
Net adjustment for other financing sources (uses)	(29,245)	-	-	-
Encumbrances (budget basis)	<u>379,197</u>	<u>93,604</u>	<u>-</u>	<u>-</u>
GAAP basis	<u>\$(682,115)</u>	<u>\$(82,444)</u>	<u>\$(616,385)</u>	<u>\$679,135</u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

NOTE 16 - 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 general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on any of the financial statements of the individual fund types included herein or on the overall financial position of the District at June 30, 2002.

B. Litigation

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

C. State School Funding Decision

On September 6, 2001, the Ohio Supreme Court issued its latest opinion regarding the State's school funding plan. The decision identified aspects of the current plan that require modification if the plan is to be considered constitutional, including:

A change in the school districts that are used as the basis for determining the base cost support amount. Any change in the amount of funds distributed to school districts as a result of this change must be retroactive to July 1, 2001, although a timeline for distribution is not specified.

Fully funding parity aid no later than the beginning of fiscal year 2004 rather than fiscal year 2006.

The Supreme Court relinquished jurisdiction over the case based on anticipated compliance with its order.

The State of Ohio, in a motion filed September 17, 2001, asked the Court to reconsider and clarify the parts of the decision changing the school districts that are used as the basis for determining the base cost support amount and the requirement that changes be made retroactive to July 1, 2001. In November, 2001, the Court granted the request for reconsideration, but also ordered the parties to participate in a settlement conference with a court appointed mediator. On March 21, 2002, the mediator issued his final report indicating that the conference was unable to produce a settlement. The case is now under reconsideration by the Court.

The District is currently unable to determine what effect, if any, this decision will have on its future State funding and on its financial operations.

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

**NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

NOTE 17 - 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, 2002, the reserve activity was as follows:

	<u>Textbooks</u>	<u>Capital Acquisition</u>
Set-aside cash balance as of June 30, 2001	\$ (54,974)	\$ -
Current year set-aside requirement	669,387	669,387
Current year offsets	-	-
Qualifying disbursements	<u>(837,612)</u>	<u>(1,707,265)</u>
Total	<u>\$(223,199)</u>	<u>\$(1,037,878)</u>
Cash balance carried forward to FY 2003	<u>\$(223,199)</u>	<u>\$ -</u>

Although the District had offsets and qualifying disbursements during the year that reduced the set-aside amount 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.

NOTE 18 - SIGNIFICANT SUBSEQUENT EVENTS

On November 13, 2002, the District was informed that it is required to repay approximately \$1.2 million dollars in overpaid personal property taxes from 1994 and 1995 to Tampco Distributors. This amount was subsequently withheld from the District's personal property tax settlement. To cover this loss, the District is asking the Ohio Department of Education for a grant from the state School District Solvency Fund.

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

GENERAL FUND

Section 5705.09 Revised Code

The general fund is used to account for resources traditionally associated with a school district which are not required legally or by sound financial management to be accounted for in another fund. These activities include, but are not limited to, general instruction, pupil services, operation and maintenance of facilities and pupil transportation.

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Revenues:			
From local sources:			
Taxes	\$17,313,456	\$17,313,456	\$0
Tuition.	70,873	70,873	0
Earnings on investments	130,000	139,344	9,344
Extracurricular.	2,400	2,350	(50)
Classroom materials and fees	45,013	45,250	237
Other local revenues.	310,993	311,671	678
Intergovernmental - state	16,357,307	16,357,307	0
Total revenues.	<u>34,230,042</u>	<u>34,240,251</u>	<u>10,209</u>
Expenditures:			
Current:			
Instruction - regular			
Salaries and wages	12,530,050	12,361,508	168,542
Fringe benefits	4,879,318	4,650,608	228,710
Purchased services	63,512	68,496	(4,984)
Supplies	688,769	680,028	8,741
Capital outlay.	66,627	63,666	2,961
Miscellaneous.	3,325	3,203	122
Total instruction - regular	<u>18,231,601</u>	<u>17,827,509</u>	<u>404,092</u>
Instruction - special			
Salaries and wages	997,858	1,019,465	(21,607)
Fringe benefits	342,292	338,462	3,830
Purchased services	475,000	466,374	8,626
Supplies	35,157	35,591	(434)
Capital outlay.	2,838	1,597	1,241
Total instruction-special	<u>1,853,145</u>	<u>1,861,489</u>	<u>(8,344)</u>
Instruction - vocational			
Salaries and wages	169,500	167,901	1,599
Fringe benefits	69,832	69,774	58
Purchased services	3,200	1,876	1,324
Supplies	33,154	27,452	5,702
Capital outlay.	58,743	58,341	402
Total instruction - vocational	<u>334,429</u>	<u>325,344</u>	<u>9,085</u>
Instruction - other			
Purchased services	15,000	4,927	10,073
Total instruction - other.	<u>15,000</u>	<u>4,927</u>	<u>10,073</u>
Support services - pupil			
Salaries and wages	1,468,259	1,523,073	(54,814)
Fringe benefits	422,587	410,303	12,284
Purchased services	31,563	7,178	24,385
Supplies	55,982	69,466	(13,484)
Capital outlay.	30,550	19,007	11,543
Total support services - pupil.	<u>2,008,941</u>	<u>2,029,027</u>	<u>(20,086)</u>

(Continued)

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Support services - instructional staff			
Salaries and wages	\$666,450	\$682,053	(\$15,603)
Fringe benefits	184,799	181,824	2,975
Purchased services	48,487	37,360	11,127
Supplies	98,224	83,742	14,482
Capital outlay	54,270	49,674	4,596
Total support services - instructional staff	<u>1,052,230</u>	<u>1,034,653</u>	<u>17,577</u>
Support services - board of education			
Salaries and wages	10,000	8,160	1,840
Fringe benefits	705	2,448	(1,743)
Purchased services	5,250	1,048	4,202
Miscellaneous	39,571	36,977	2,594
Total support services - board of education	<u>55,526</u>	<u>48,633</u>	<u>6,893</u>
Support services - administration			
Salaries and wages	1,705,736	1,674,037	31,699
Fringe benefits	536,935	529,739	7,196
Purchased services	271,243	219,022	52,221
Supplies	125,955	155,673	(29,718)
Capital outlay	79,946	76,917	3,029
Miscellaneous	1,091,915	1,093,216	(1,301)
Total support services - administration	<u>3,811,730</u>	<u>3,748,604</u>	<u>63,126</u>
Support services - fiscal			
Salaries and wages	192,786	191,486	1,300
Fringe benefits	79,409	76,808	2,601
Purchased services	114,500	112,640	1,860
Supplies	7,000	6,523	477
Capital outlay	7,000	374	6,626
Miscellaneous	383,131	379,479	3,652
Total support services - fiscal	<u>783,826</u>	<u>767,310</u>	<u>16,516</u>
Support services - business			
Purchased services	9,800	3,947	5,853
Total support services - business	<u>9,800</u>	<u>3,947</u>	<u>5,853</u>
Support services - operations and maintenance			
Salaries and wages	1,425,745	1,488,177	(62,432)
Fringe benefits	574,423	571,011	3,412
Purchased services	1,561,348	1,404,035	157,313
Supplies	258,519	302,976	(44,457)
Capital outlay	144,834	117,108	27,726
Miscellaneous	4,100	7,930	(3,830)
Total support services - operations and maintenance	<u>3,968,969</u>	<u>3,891,237</u>	<u>77,732</u>

(Continued)

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Support services - pupil transportation			
Salaries and wages	\$903,563	\$930,415	(\$26,852)
Fringe benefits	581,062	575,286	5,776
Purchased services	116,966	117,341	(375)
Supplies	263,922	221,314	42,608
Capital outlay.	132,594	131,358	1,236
Total support services - pupil transportation	<u>1,998,107</u>	<u>1,975,714</u>	<u>22,393</u>
Support services - central			
Salaries and wages	191,939	191,939	0
Purchased services	2,000	1,111	889
Total support services-central.	<u>193,939</u>	<u>193,050</u>	<u>889</u>
Communty services			
Salaries and wages	1,800	2,704	(904)
Fringe benefits	20	33	(13)
Total community services.	<u>1,820</u>	<u>2,737</u>	<u>(917)</u>
Extracurricular activities			
Salaries and wages	404,000	388,706	15,294
Fringe benefits	62,644	61,684	960
Supplies	16,000	4,225	11,775
Capital outlay.	5,000	0	5,000
Miscellaneous.	5,775	9,775	(4,000)
Total extracurricular activities	<u>493,419</u>	<u>464,390</u>	<u>29,029</u>
Facilities acquisiton and construction			
Purchased services.	6,446	11,106	(4,660)
Capital outlay	43,549	20,658	22,891
Total facilities acquisition and construction	<u>49,995</u>	<u>31,764</u>	<u>18,231</u>
Total expenditures	<u>34,862,477</u>	<u>34,210,335</u>	<u>652,142</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(\$632,435)</u>	<u>\$29,916</u>	<u>\$662,351</u>
Other financing sources (uses):			
Refund of prior year's expenditures	29,245	29,245	0
Sale of fixed assets.	1,250	1,250	0
Operating transfers in	761,866	761,866	0
Operating transfers out.	(1,523,732)	(1,523,732)	0
Advances in	105,893	105,893	0
Advances out	(105,893)	(105,893)	0
Total other financing sources (uses)	<u>(731,371)</u>	<u>(731,371)</u>	<u>0</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses	<u>(1,363,806)</u>	<u>(701,455)</u>	<u>662,351</u>
Fund balance, July 1.	<u>4,478,607</u>	<u>4,478,607</u>	<u>0</u>
Prior year encumbrances appropriated	<u>424,539</u>	<u>424,539</u>	<u>0</u>
Fund balance, June 30.	<u><u>\$3,539,340</u></u>	<u><u>\$4,201,691</u></u>	<u><u>\$662,351</u></u>

SPECIAL REVENUE FUNDS

Special revenue funds are established to account for revenues from specific sources which legally, or otherwise, are restricted to expenditures for specific purposes. A description of the District's special revenue funds follows:

Public School Support

Section 5705.12, Revised Code

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

Other Grant

Sections 5705.09 and 5705.13, Revised Code

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

Miscellaneous Grants

Section 5705.12, Revised Code

A fund provided to account for the proceeds of specific local revenue sources, except for state and federal grants that are legally restricted for specified purposes. This fund is used to account for the District's DARE and Channel 19 programs.

District Managed Student Activity

Section 3313.062, Revised Code

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

Current Budget Bill, Appropriation line item, 200-511

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

Teacher Development

Current Budget Bill, Appropriation line item, 200-527

A fund provided to account for receipts and expenditures necessary for providing assistance to local school districts for the development of in-service programs.

Education Management Information System

Current Budget Bill, Appropriation line item, 200-446

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

Reading Improvement

Current Budget Bill, Appropriation line item, 200-803

A fund to be used to provide incentive grants to individual school building teams for improving performance.

Disadvantaged Pupil Impact Aid

Current Budget Bill

A fund used to account for monies received for disadvantaged pupil impact aid.

SchoolNet Professional Development

Section 5705.09, Revised Code

A fund provided to account for a limited number of professional development subsidy grants.

SPECIAL REVENUE FUNDS - (CONTINUED)

Ohio Reads

State line item Appropriation GRF, 200-566 and 200-455

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 for volunteers, to evaluate the Ohio Reads Program, and for operating expenses associated with administering the program.

Summer Intervention

State line item Appropriation GRF, 200-513

A fund used to account for summer intervention services satisfying criteria defined in division (E) of section 3313.608 of the Revised Code.

Alternative School Grant

State line item Appropriation GRF, 200-520

A fund used to account for alternative educational programs for existing and new at-risk and delinquent youth. Programs shall be focused on youth in one or more of the following categories: those who have been expelled or suspended, those who have dropped out of school or who are at risk of dropping out of school, those who are habitually truant or disruptive, or those on probation or on parole from a Department of Youth Services facility.

Adult Basic Education

Catalog of Federal Domestic Assistance #84.002

A fund used to account for instructional programs for persons sixteen years of age and older who are not enrolled in school and who have less than a twelfth-grade education or its equivalent; development of basic educational skills; and an increase of opportunities for useful employment; improvement of attitudes toward self, family, and community.

Education for Economic Security

Public Law 98-377. Catalog of Federal Domestic Assistance #84.164 or #13.483

This fund is to account for Federal monies received through the Ohio Department of Education for the purpose of improving the skills of teachers, (science, foreign languages, and computer learning) and increasing the access of all students to that instruction.

Title VI-B

Education of the Handicapped Act. Catalog of Federal Domestic Assistance #84.027

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.

Title I

P.L. 97-35. Catalog of Federal Domestic Assistance #84.010.

To account for funds which provide financial assistance to State and local educational agencies to meet the special needs of educationally deprived children.

Title VI

Catalog of Federal Domestic Assistance #84.151

To account for funds which consolidate various programs into a single authorization of grants to States for the same purposes set forth in the provisions of law as specified in the authorization section, to be used in accordance with the educational needs and priorities of the State and local agencies.

Drug-Free Schools

Catalog of Federal Domestic Assistance #84-166

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.

SPECIAL REVENUE FUNDS - (CONTINUED)

Miscellaneous Federal Grants

Section 5705.12, Revised Code

A fund used to account for various monies received through state agencies from the federal government or directly from the federal government which are not classified elsewhere. A separate cost center must be used for each grant and be approved by the Auditor of State.

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AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO
 COMBINING BALANCE SHEET
 ALL SPECIAL REVENUE FUNDS
 JUNE 30, 2002

	<u>Public School Support</u>	<u>Other Grant</u>	<u>Miscellaneous Grants</u>	<u>District Managed Student Activity</u>	<u>Auxiliary Services</u>
Assets:					
Equity in pooled cash and cash equivalents	\$204,879	\$ -	\$10,061	\$66,149	\$78,273
Receivables (net of allowances of uncollectibles):					
Accounts	2,127	-	1,750	1,157	-
Due from other governments	-	39,794	-	-	-
Total assets	<u>\$207,006</u>	<u>\$39,794</u>	<u>\$11,811</u>	<u>\$67,306</u>	<u>\$78,273</u>
Liabilities:					
Accounts payable	\$3,322	\$90	\$ -	\$4,282	\$6,847
Accrued wages and benefits	142	4,663	-	-	2,423
Compensated absences payable.	-	-	-	-	-
Due to other governments.	223	618	21	397	885
Due to other funds	-	10,203	-	-	-
Deferred revenue.	-	33,674	-	-	-
Total liabilities	<u>3,687</u>	<u>49,248</u>	<u>21</u>	<u>4,679</u>	<u>10,155</u>
Fund Equity:					
Fund balances:					
Reserved for encumbrances	5,174	2,471	-	6,424	27,190
Unreserved-undesignated (deficit).	198,145	(11,925)	11,790	56,203	40,928
Total fund equity	<u>203,319</u>	<u>(9,454)</u>	<u>11,790</u>	<u>62,627</u>	<u>68,118</u>
Total liabilities and fund equity	<u>\$207,006</u>	<u>\$39,794</u>	<u>\$11,811</u>	<u>\$67,306</u>	<u>\$78,273</u>

<u>Teacher Development</u>	<u>Education Management Information Systems</u>	<u>Reading Improvement</u>	<u>Disadvantaged Pupil Impact Aid</u>	<u>SchoolNet Professional Development</u>	<u>Ohio Reads</u>
\$ -	\$ -	\$4,946	\$ -	\$3,593	\$27,930
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$4,946</u>	<u>\$ -</u>	<u>\$3,593</u>	<u>\$27,930</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$4,400
-	-	-	-	-	320
-	-	-	-	-	-
-	271	23	542	-	213
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>271</u>	<u>23</u>	<u>542</u>	<u>-</u>	<u>4,933</u>
-	-	-	-	3,333	23,530
-	(271)	4,923	(542)	260	(533)
-	(271)	4,923	(542)	3,593	22,997
<u>\$ -</u>	<u>\$ -</u>	<u>\$4,946</u>	<u>\$ -</u>	<u>\$3,593</u>	<u>\$27,930</u>

(Continued)

AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO
 COMBINING BALANCE SHEET
 ALL SPECIAL REVENUE FUNDS (CONTINUED)
 JUNE 30, 2002

	<u>Summer Intervention</u>	<u>Alternative School Grant</u>	<u>Adult Basic Education</u>	<u>Education for Economic Security</u>	<u>Title VI-B</u>
Assets:					
Equity in pooled cash and cash equivalents	\$ -	\$11,814	\$ -	\$ -	\$64,062
Receivables (net of allowances of uncollectibles):					
Accounts	-	-	-	-	-
Due from other governments.	-	-	12,552	-	-
Total assets	<u>\$ -</u>	<u>\$11,814</u>	<u>\$12,552</u>	<u>\$ -</u>	<u>\$64,062</u>
Liabilities:					
Accounts payable	\$ -	\$ -	\$1,064	\$ -	\$ -
Accrued wages and benefits	-	3,888	1,231	-	42,808
Compensated absences payable.	-	-	-	-	679
Due to other governments.	-	477	319	-	3,378
Due to other funds	-	-	8,346	-	-
Deferred revenue.	-	-	-	-	-
Total liabilities	<u>-</u>	<u>4,365</u>	<u>10,960</u>	<u>-</u>	<u>46,865</u>
Fund Equity:					
Fund balances:					
Reserved for encumbrances	-	-	3,142	-	-
Unreserved-undesignated (deficit).	-	7,449	(1,550)	-	17,197
Total fund equity	<u>-</u>	<u>7,449</u>	<u>1,592</u>	<u>-</u>	<u>17,197</u>
Total liabilities and fund equity	<u>\$ -</u>	<u>\$11,814</u>	<u>\$12,552</u>	<u>\$ -</u>	<u>\$64,062</u>

<u>Title I</u>	<u>Title VI</u>	<u>Drug-Free Schools</u>	<u>Miscellaneous Federal Grants</u>	<u>Total</u>
\$37,061	\$1,117	\$1,122	\$41,717	\$552,724
-	-	-	-	5,034
-	-	-	7,724	60,070
<u>\$37,061</u>	<u>\$1,117</u>	<u>\$1,122</u>	<u>\$49,441</u>	<u>\$617,828</u>
\$126	\$ -	\$367	\$549	\$21,047
64,409	-	399	-	120,283
-	-	-	-	679
4,362	-	104	607	12,440
-	-	-	-	18,549
-	-	-	-	33,674
<u>68,897</u>	<u>\$0</u>	<u>870</u>	<u>1,156</u>	<u>206,672</u>
16	791	325	823	73,219
(31,852)	326	(73)	47,462	337,937
<u>(31,836)</u>	<u>1,117</u>	<u>252</u>	<u>48,285</u>	<u>411,156</u>
<u>\$37,061</u>	<u>\$1,117</u>	<u>\$1,122</u>	<u>\$49,441</u>	<u>\$617,828</u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
ALL SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2002

	<u>Public School Support</u>	<u>Other Grant</u>	<u>Miscellaneous Grants</u>	<u>District Managed Student Activity</u>	<u>Auxiliary Services</u>
Revenues:					
From local sources:					
Earnings on investments	\$3,375	\$ -	\$ -	\$1,192	\$1,875
Extracurricular activities	251,225	-	-	352,556	-
Classroom materials and fees.	-	-	-	1,315	-
Other local revenues	858	6,720	41,700	7,075	-
Other revenue	-	21,135	-	-	-
Intergovernmental - state.	-	105,188	-	-	278,864
Intergovernmental - federal.	-	-	-	-	-
Total revenues.	<u>255,458</u>	<u>133,043</u>	<u>41,700</u>	<u>362,138</u>	<u>280,739</u>
Expenditures:					
Current:					
Instruction:					
Regular	-	48,730	33,189	-	-
Special.	-	-	-	-	-
Other	-	-	-	-	-
Support services:					
Pupil.	-	95,981	-	-	-
Instructional staff	-	-	-	-	-
Administration.	223,626	-	-	-	-
Operations and maintenance.	-	-	-	-	-
Community services.	-	-	-	-	-
Extracurricular activities.	-	-	-	358,848	-
Pass-through intergovernmental	-	-	-	-	266,839
Total expenditures	<u>223,626</u>	<u>144,711</u>	<u>33,189</u>	<u>358,848</u>	<u>266,839</u>
Excess (deficiency) of revenues over (under) expenditures	31,832	(11,668)	8,511	3,290	13,900
Fund balance (deficit), July 1	<u>171,487</u>	<u>2,214</u>	<u>3,279</u>	<u>59,337</u>	<u>54,218</u>
Fund balance (deficit), June 30	<u>\$203,319</u>	<u>(\$9,454)</u>	<u>\$11,790</u>	<u>\$62,627</u>	<u>\$68,118</u>

<u>Teacher Development</u>	<u>Education Management Information Systems</u>	<u>Reading Improvement</u>	<u>Disadvantaged Pupil Impact Aid</u>	<u>SchoolNet Professional Development</u>	<u>Ohio Reads</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	18,316	-	52,036	4,142	107,500
-	-	-	-	-	-
<u>-</u>	<u>18,316</u>	<u>-</u>	<u>52,036</u>	<u>4,142</u>	<u>107,500</u>
482	-	5,120	54,583	-	108,496
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	774
-	-	-	-	3,336	3,147
-	18,483	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>482</u>	<u>18,483</u>	<u>5,120</u>	<u>54,583</u>	<u>3,336</u>	<u>112,417</u>
(482)	(167)	(5,120)	(2,547)	806	(4,917)
482	(104)	10,043	2,005	2,787	27,914
<u>\$ -</u>	<u>(\$271)</u>	<u>\$4,923</u>	<u>(\$542)</u>	<u>\$3,593</u>	<u>\$22,997</u>

(Continued)

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
ALL SPECIAL REVENUE FUNDS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2002

	<u>Summer Intervention</u>	<u>Alternative School Grant</u>	<u>Adult Basic Education</u>	<u>Education for Economic Security</u>	<u>Title VI-B</u>
Revenues:					
From local sources:					
Earnings on investments	\$ -	\$ -	\$ -	\$ -	\$ -
Extracurricular activities	-	-	-	-	-
Classroom materials and fees.	-	-	-	-	-
Other local revenues	-	-	-	-	-
Other revenue	-	-	-	-	-
Intergovernmental - state.	138	76,671	15,850	-	-
Intergovernmental - federal.	-	-	27,826	23,315	427,943
Total revenues.	<u>138</u>	<u>76,671</u>	<u>43,676</u>	<u>23,315</u>	<u>427,943</u>
Expenditures:					
Current:					
Instruction:					
Regular	-	65,039	-	-	-
Special.	-	-	-	-	277,276
Other	-	-	34,896	-	-
Support services:					
Pupil.	-	16,579	-	-	-
Instructional staff	-	-	11,590	24,471	19,719
Administration.	-	20,393	-	-	120,520
Operations and maintenance.	-	-	-	-	-
Community services.	-	-	-	-	10,530
Extracurricular activities.	-	-	-	-	-
Pass-through intergovernmental	-	-	-	-	-
Total expenditures	<u>-</u>	<u>102,011</u>	<u>46,486</u>	<u>24,471</u>	<u>428,045</u>
Excess (deficiency) of revenues over (under) expenditures	138	(25,340)	(2,810)	(1,156)	(102)
Fund balance (deficit), July 1	<u>(138)</u>	<u>32,789</u>	<u>4,402</u>	<u>1,156</u>	<u>17,299</u>
Fund balance (deficit), June 30	<u>\$ -</u>	<u>\$7,449</u>	<u>\$1,592</u>	<u>\$ -</u>	<u>\$17,197</u>

<u>Title I</u>	<u>Title VI</u>	<u>Drug-Free Schools</u>	<u>Miscellaneous Federal Grants</u>	<u>Total</u>
\$ -	\$ -	\$ -	\$ -	\$6,442
-	-	-	-	603,781
-	-	-	-	1,315
-	-	-	-	56,353
-	-	-	-	21,135
-	-	-	36,936	695,641
490,164	28,469	19,618	114,413	1,131,748
<u>490,164</u>	<u>28,469</u>	<u>19,618</u>	<u>151,349</u>	<u>2,516,415</u>
-	30,652	10,411	176,120	532,822
444,528	-	-	-	721,804
-	-	-	-	34,896
-	-	-	384	113,718
77,354	-	7,027	-	146,644
-	-	1,746	17,648	402,416
-	-	1,000	-	1,000
7,449	1,893	-	-	19,872
-	-	-	-	358,848
-	-	-	-	266,839
<u>529,331</u>	<u>32,545</u>	<u>20,184</u>	<u>194,152</u>	<u>2,598,859</u>
(39,167)	(4,076)	(566)	(42,803)	(82,444)
7,331	5,193	818	91,088	493,600
<u>(\$31,836)</u>	<u>\$1,117</u>	<u>\$252</u>	<u>\$48,285</u>	<u>\$411,156</u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
PUBLIC SCHOOL SUPPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Revenues:			
From local sources:			
Earnings on investments	\$3,344	\$3,375	\$31
Extracurricular.	246,881	249,169	2,288
Other local revenues.	850	858	8
Total revenues.	<u>251,075</u>	<u>253,402</u>	<u>2,327</u>
Expenditures:			
Current:			
Support services - administration			
Salaries and wages	18,778	18,358	420
Supplies	41,306	41,251	55
Miscellaneous	183,126	180,867	2,259
Total support services - administration	<u>243,210</u>	<u>240,476</u>	<u>2,734</u>
Total expenditures	<u>243,210</u>	<u>240,476</u>	<u>2,734</u>
Excess (deficiency) of revenues over (under) expenditures	7,865	12,926	5,061
Fund balance, July 1	180,674	180,674	0
Prior year encumbrances appropriated	2,838	2,838	0
Fund balance, June 30	<u>\$191,377</u>	<u>\$196,438</u>	<u>\$5,061</u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
OTHER GRANT
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Revenues:			
From local sources:			
Other local revenues	\$6,720	\$6,720	\$0
Other revenue	21,135	20,175	(960)
Intergovernmental - state	<u>98,328</u>	<u>100,028</u>	<u>1,700</u>
Total revenues	<u>126,183</u>	<u>126,923</u>	<u>740</u>
Expenditures:			
Current:			
Instruction - regular			
Salaries and wages	30,995	29,063	1,932
Fringe benefits	894	939	(45)
Purchased services	2,400	22	2,378
Supplies	14,731	14,731	0
Capital outlay	<u>4,000</u>	<u>4,000</u>	<u>0</u>
Total instruction - regular	<u>53,020</u>	<u>48,755</u>	<u>4,265</u>
Support services - pupil			
Salaries and wages	43,883	40,341	3,542
Fringe benefits	10,401	8,767	1,634
Purchased services	39,569	37,815	1,754
Supplies	<u>12,955</u>	<u>12,681</u>	<u>274</u>
Total support services - pupil	<u>106,808</u>	<u>99,604</u>	<u>7,204</u>
Total expenditures	<u>159,828</u>	<u>148,359</u>	<u>11,469</u>
Excess (deficiency) of revenues over (under) expenditures	(33,645)	(21,436)	12,209
Fund balance, July 1	3,201	3,201	0
Prior year encumbrances appropriated	5,471	5,471	0
Fund balance (deficit), June 30	<u>(\$24,973)</u>	<u>(\$12,764)</u>	<u>\$12,209</u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
MISCELLANEOUS GRANTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Revenues:			
From local sources:			
Other local revenues	\$39,950	\$39,950	\$0
Total revenues	<u>39,950</u>	<u>39,950</u>	<u>0</u>
Expenditures:			
Current:			
Instruction - regular			
Salaries and wages	9,166	6,917	2,249
Fringe benefits	1,675	15	1,660
Supplies	27,852	25,835	2,017
Miscellaneous	732	427	305
Total instruction - regular	<u>39,425</u>	<u>33,194</u>	<u>6,231</u>
Total expenditures	<u>39,425</u>	<u>33,194</u>	<u>6,231</u>
Excess (deficiency) of revenues over (under) expenditures	525	6,756	6,231
Fund balance, July 1	2,375	2,375	0
Prior year encumbrances appropriated	<u>930</u>	<u>930</u>	<u>0</u>
Fund balance, June 30	<u><u>\$3,830</u></u>	<u><u>\$10,061</u></u>	<u><u>\$6,231</u></u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DISTRICT MANAGED STUDENT ACTIVITY
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
From local sources:			
Earnings on investments	\$1,160	\$1,192	\$32
Extracurricular.	351,080	351,399	319
Classroom materials and fees	1,315	1,315	0
Other local revenues.	7,075	7,075	0
Total revenues.	360,630	360,981	351
Expenditures:			
Current:			
Extracurricular activities			
Salaries and wages	45,465	45,465	0
Fringe benefits	334	334	0
Purchased services	44,479	44,479	0
Supplies	16,365	16,365	0
Capital outlay.	27,675	27,675	0
Miscellaneous	234,677	234,498	179
Total extracurricular activities	368,995	368,816	179
Total expenditures	368,995	368,816	179
Excess (deficiency) of revenues over (under) expenditures	(8,365)	(7,835)	530
Fund balance, July 1	61,180	61,180	0
Prior year encumbrances appropriated	2,199	2,199	0
Fund balance, June 30	\$55,014	\$55,544	\$530

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
AUXILIARY SERVICES
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
From local sources:			
Earnings on investments	\$1,877	\$1,875	(\$2)
Intergovernmental - state	278,864	278,864	0
Total revenues.	280,741	280,739	(2)
Expenditures:			
Pass-through intergovernmental			
Salaries and wages	110,241	98,341	11,900
Fringe benefits	18,801	3,619	15,182
Purchased services	39,782	26,767	13,015
Supplies	153,483	154,478	(995)
Capital outlay.	29,634	34,642	(5,008)
Total pass-through intergovernmental	351,941	317,847	34,094
Total expenditures	351,941	317,847	34,094
Excess (deficiency) of revenues over (under) expenditures	(71,200)	(37,108)	34,092
Fund balance, July 1	9,301	9,301	0
Prior year encumbrances appropriated	72,043	72,043	0
Fund balance, June 30	\$10,144	\$44,236	\$34,092

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
TEACHER DEVELOPMENT
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Expenditures:			
Current:			
Instruction - regular			
Purchased services	\$495	\$495	\$0
Total instruction - regular	<u>495</u>	<u>495</u>	<u>0</u>
Total expenditures	<u>495</u>	<u>495</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	(495)	(495)	0
Fund balance, July 1	0	0	0
Prior year encumbrances appropriated	<u>495</u>	<u>495</u>	<u>0</u>
Fund balance, June 30	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
EDUCATION MANAGEMENT INFORMATION SYSTEMS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental - state	\$18,316	\$18,316	\$0
Total revenues.	18,316	18,316	0
Expenditures:			
Current:			
Support services - administration			
Salaries and wages	18,316	18,316	0
Total support services - administration.	18,316	18,316	0
Total expenditures	18,316	18,316	0
Excess (deficiency) of revenues over (under) expenditures	0	0	0
Fund balance, July 1	0	0	0
Prior year encumbrances appropriated	0	0	0
Fund balance, June 30	\$0	\$0	\$0

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
READING IMPROVEMENT
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Expenditures:			
Current:			
Instruction - regular			
Salaries and wages	\$7,902	\$4,015	\$3,887
Fringe benefits	39	20	19
Supplies	2,114	1,074	1,040
Total instruction - regular	<u>10,055</u>	<u>5,109</u>	<u>4,946</u>
Total expenditures	<u>10,055</u>	<u>5,109</u>	<u>4,946</u>
Excess (deficiency) of revenues over (under) expenditures	(10,055)	(5,109)	4,946
Fund balance, July 1	10,055	10,055	0
Prior year encumbrances appropriated	0	0	0
Fund balance, June 30	<u>\$0</u>	<u>\$4,946</u>	<u>\$4,946</u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DISAVANTAGED PUPIL IMPACT AID
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental - state	\$52,036	\$52,036	\$0
Total revenues	<u>52,036</u>	<u>52,036</u>	<u>0</u>
Expenditures:			
Current:			
Instruction - regular			
Salaries and wages	38,000	38,000	0
Fringe benefits	5,600	5,600	0
Supplies	10,657	10,657	0
Total instruction - regular	<u>54,257</u>	<u>54,257</u>	<u>0</u>
Total expenditures	<u>54,257</u>	<u>54,257</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	(2,221)	(2,221)	0
Fund balance, July 1	1	1	0
Prior year encumbrances appropriated	2,220	2,220	0
Fund balance, June 30	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SCHOOLNET PROFESSIONAL DEVELOPMENT
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental - state	\$4,142	\$4,142	\$0
Total revenues.	4,142	4,142	0
Expenditures:			
Current:			
Support services - instructional staff			
Salaries and wages	1,207	1,207	0
Purchased services	5,722	5,462	260
Total support services - instructional staff.	6,929	6,669	260
Total expenditures	6,929	6,669	260
Excess (deficiency) of revenues over (under) expenditures	(2,787)	(2,527)	260
Fund balance, July 1	1,178	1,178	0
Prior year encumbrances appropriated	1,609	1,609	0
Fund balance, June 30	\$0	\$260	\$260

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
OHIO READS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Revenues:			
Intergovernmental - state	\$107,500	\$107,500	\$0
Total revenues	<u>107,500</u>	<u>107,500</u>	<u>0</u>
Expenditures:			
Current:			
Instruction - regular			
Salaries and wages	25,953	25,953	0
Fringe benefits	3,341	3,341	0
Purchased services	36,622	36,622	0
Supplies	63,814	63,814	0
Capital outlay	1,000	1,000	0
Miscellaneous	3,108	3,108	0
Total instruction - regular	<u>133,838</u>	<u>133,838</u>	<u>0</u>
Support services - pupil			
Purchased services	774	774	0
Total support services - pupil	<u>774</u>	<u>774</u>	<u>0</u>
Support services - instructional staff			
Salaries and wages	2,160	2,160	0
Fringe benefits	355	355	0
Purchased services	1,100	1,100	0
Total support services-instructional staff	<u>3,615</u>	<u>3,615</u>	<u>0</u>
Support services - pupil transportation			
Salaries and wages	100	100	0
Fringe benefits	16	16	0
Total support services - pupil transportation	<u>116</u>	<u>116</u>	<u>0</u>
Total expenditures	<u>138,343</u>	<u>138,343</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	(30,843)	(30,843)	0
Fund balance, July 1	0	0	0
Prior year encumbrances appropriated	30,843	30,843	0
Fund balance, June 30	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
ALTERNATIVE SCHOOL GRANT
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental - state	\$76,671	\$76,671	\$0
Total revenues	<u>76,671</u>	<u>76,671</u>	<u>0</u>
Expenditures:			
Current:			
Instruction - regular			
Salaries and wages	22,137	10,939	11,198
Fringe benefits	3,603	3,564	39
Purchased services	45,399	45,399	0
Supplies	3,288	3,288	0
Total instruction - regular	<u>74,427</u>	<u>63,190</u>	<u>11,237</u>
Support services - pupil			
Salaries and wages	16,563	16,033	530
Fringe benefits	412	365	47
Total support services - pupil	<u>16,975</u>	<u>16,398</u>	<u>577</u>
Support services-administration			
Salaries and wages	17,444	17,444	0
Fringe benefits	2,831	2,831	0
Total support services - administration	<u>20,275</u>	<u>20,275</u>	<u>0</u>
Total expenditures	<u>111,677</u>	<u>99,863</u>	<u>11,814</u>
Excess (deficiency) of revenues over (under) expenditures	(35,006)	(23,192)	11,814
Fund balance, July 1	23,758	23,758	0
Prior year encumbrances appropriated	11,248	11,248	0
Fund balance, June 30	<u>\$0</u>	<u>\$11,814</u>	<u>\$11,814</u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
ADULT BASIC EDUCATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Revenues:			
Intergovernmental - state	\$15,850	\$15,850	\$0
Intergovernmental - federal	27,826	15,274	(12,552)
Total revenues.	<u>43,676</u>	<u>31,124</u>	<u>(12,552)</u>
Expenditures:			
Current:			
Instruction - other			
Salaries and wages	27,965	27,848	117
Fringe benefits	4,320	4,320	0
Purchased services	2,434	2,497	(63)
Supplies	1,911	1,965	(54)
Capital outlay.	3,430	3,430	0
Miscellaneous.	249	249	0
Total instruction - other.	<u>40,309</u>	<u>40,309</u>	<u>0</u>
Support services - instructional staff			
Salaries and wages	9,993	9,993	0
Fringe benefits	1,775	1,775	0
Purchased services	514	514	0
Supplies.	429	429	0
Total support services - instructional staff	<u>12,711</u>	<u>12,711</u>	<u>0</u>
Total expenditures	<u>53,020</u>	<u>53,020</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	(9,344)	(21,896)	(12,552)
Fund balance, July 1	0	0	0
Prior year encumbrances appropriated	9,344	9,344	0
Fund balance (deficit), June 30.	<u>\$0</u>	<u>(\$12,552)</u>	<u>(\$12,552)</u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
EDUCATION FOR ECONOMIC SECURITY ACT
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Revenues:			
Intergovernmental - federal	\$23,315	\$23,315	\$0
Total revenues.	<u>23,315</u>	<u>23,315</u>	<u>0</u>
Expenditures:			
Current:			
Support services - instructional staff			
Purchased services.	24,471	24,471	0
Total support services-instructional staff	<u>24,471</u>	<u>24,471</u>	<u>0</u>
Total expenditures	<u>24,471</u>	<u>24,471</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	(1,156)	(1,156)	0
Fund balance, July 1	1,156	1,156	0
Prior year encumbrances appropriated	0	0	0
Fund balance, June 30	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
TITLE VI-B
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental - federal	\$427,943	\$427,943	\$0
Total revenues	<u>427,943</u>	<u>427,943</u>	<u>0</u>
Expenditures:			
Current:			
Instruction - special			
Salaries and wages	213,470	174,131	39,339
Fringe benefits.	65,454	65,111	343
Purchased services.	31,500	28,313	3,187
Capital outlay	5,968	5,968	0
Total instruction - special	<u>316,392</u>	<u>273,523</u>	<u>39,682</u>
Support services - instructional staff			
Salaries and wages	16,900	15,508	1,392
Fringe benefits.	2,934	2,760	174
Total support services - instructional staff	<u>19,834</u>	<u>18,268</u>	<u>1,566</u>
Support services-administration			
Salaries and wages	115,674	97,086	18,588
Fringe benefits.	25,662	25,662	0
Total support services - administration.	<u>141,336</u>	<u>122,748</u>	<u>18,588</u>
Community services			
Salaries and wages	9,918	9,021	897
Fringe benefits.	1,632	1,490	142
Total community service.	<u>11,550</u>	<u>10,511</u>	<u>1,039</u>
Total expenditures.	<u>489,112</u>	<u>425,050</u>	<u>60,875</u>
Excess (deficiency) of revenues over (under) expenditures	(61,169)	2,893	64,062
Fund balance, July 1	61,169	61,169	0
Prior year encumbrances appropriated	0	0	0
Fund balance, June 30	<u>\$0</u>	<u>\$64,062</u>	<u>\$64,062</u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
TITLE I
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Revenues:			
Intergovernmental - federal	\$490,164	\$490,164	\$0
Total revenues.	<u>490,164</u>	<u>490,164</u>	<u>0</u>
Expenditures:			
Current:			
Instruction - special			
Salaries and wages	357,376	323,851	33,525
Fringe benefits	109,502	109,312	190
Purchased services	1,194	187	1,007
Supplies.	4,386	4,307	79
Total instruction - special	<u>472,458</u>	<u>437,657</u>	<u>34,801</u>
Support services - instructional staff			
Salaries and wages	67,847	67,847	0
Fringe benefits	11,000	10,241	759
Purchased services	1,499	140	1,359
Total support services - instructional staff	<u>80,346</u>	<u>78,228</u>	<u>2,118</u>
Community services			
Salaries and wages	6,303	6,303	0
Fringe benefits	1,132	1,132	0
Total community services.	<u>7,435</u>	<u>7,435</u>	<u>0</u>
Total expenditures	<u>560,239</u>	<u>523,320</u>	<u>36,919</u>
Excess (deficiency) of revenues over (under) expenditures	(70,075)	(33,156)	36,919
Fund balance, July 1	70,075	70,075	0
Prior year encumbrances appropriated	0	0	0
Fund balance, June 30	<u>\$0</u>	<u>\$36,919</u>	<u>\$36,919</u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
TITLE VI
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Revenues:			
Intergovernmental - federal	\$28,469	\$28,469	\$0
Total revenues	<u>28,469</u>	<u>28,469</u>	<u>0</u>
Expenditures:			
Current:			
Instruction - regular			
Capital outlay.	\$30,690	\$30,653	\$37
Total instruction - regular	<u>30,690</u>	<u>30,653</u>	<u>37</u>
Community services			
Capital outlay.	2,756	2,683	73
Total community services	<u>2,756</u>	<u>2,683</u>	<u>73</u>
Total expenditures	<u>33,446</u>	<u>33,336</u>	<u>110</u>
Excess (deficiency) of revenues over (under) expenditures	(4,977)	(4,867)	110
Fund balance, July 1	5,193	5,193	0
Prior year encumbrances appropriated	0	0	0
Fund balance, June 30	<u>\$216</u>	<u>\$326</u>	<u>\$110</u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DRUG FREE SCHOOLS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental - federal	\$19,618	\$19,618	\$0
Total revenues.	<u>19,618</u>	<u>19,618</u>	<u>0</u>
Expenditures:			
Current:			
Instruction - regular			
Salaries and wages	1,257	857	400
Fringe benefits.	410	380	30
Purchased services	2,985	2,985	0
Supplies	6,112	6,112	0
Total instruction - regular.	<u>10,764</u>	<u>10,334</u>	<u>430</u>
Support service - instructional staff			
Salaries and wages	5,960	5,960	0
Fringe benefits.	980	980	0
Purchased services	30	30	0
Total support service - instructional staff.	<u>6,970</u>	<u>6,970</u>	<u>0</u>
Support service - administration			
Salaries and wages	1,500	1,500	0
Fringe benefits.	246	246	0
Total support services - administration	<u>1,746</u>	<u>1,746</u>	<u>0</u>
Support services - operations and maintenance			
Capital outlay.	1,000	1,000	0
Total support services - operations and maintenance.	<u>1,000</u>	<u>1,000</u>	<u>0</u>
Total expenditures	<u>20,480</u>	<u>20,050</u>	<u>430</u>
Excess (deficiency) of revenues over (under) expenditures	(862)	(432)	430
Fund balance, July 1	0	0	0
Prior year encumbrances appropriated	862	862	0
Fund balance, June 30	<u>\$0</u>	<u>\$430</u>	<u>\$430</u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
MISCELLANEOUS FEDERAL GRANTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental - state	36,977	\$36,977	\$0
Intergovernmental - federal	114,413	114,413	0
Total revenues	151,390	151,390	0
Expenditures:			
Current:			
Instruction - regular			
Salaries and wages	143,326	143,326	0
Fringe benefits	32,187	32,187	0
Total instruction - regular	175,513	175,513	0
Support services - pupil			
Salaries and wages	384	384	0
Fringe benefits	5	5	0
Total support services - pupil.	389	389	0
Support services - administration			
Capital outlay	1,951	1,951	0
Miscellaneous	16,771	16,771	0
Total support services - administration.	18,722	18,722	0
Total expenditures	194,624	194,624	0
Excess (deficiency) of revenues over (under) expenditures	(43,234)	(43,234)	0
Fund balance, July 1	83,061	83,061	0
Prior year encumbrances appropriated	1,024	1,024	0
Fund balance, June 30	\$40,851	\$40,851	\$0

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
TOTAL SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Revenues:			
From local sources:			
Earnings on investments	\$6,381	\$6,442	\$61
Extracurricular.	597,961	600,568	2,607
Classroom materials and fees	1,315	1,315	0
Other local revenues.	54,595	54,603	8
Other revenue.	21,135	20,175	(960)
Intergovernmental - state	688,684	690,384	1,700
Intergovernmental - federal.	1,131,748	1,119,196	(12,552)
Total revenues.	<u>2,501,819</u>	<u>2,492,683</u>	<u>(9,136)</u>
Expenditures:			
Current:			
Instruction - regular			
Salaries and wages	278,736	259,070	19,666
Fringe benefits	47,749	46,046	1,703
Purchased services	87,901	85,523	2,378
Supplies	128,568	125,511	3,057
Capital outlay.	35,690	35,653	37
Miscellaneous.	3,840	3,535	305
Total instruction - regular	<u>582,484</u>	<u>555,338</u>	<u>27,146</u>
Instruction - special			
Salaries and wages	570,846	497,982	72,864
Fringe benefits	174,956	174,423	533
Purchased services	32,694	28,500	4,194
Supplies	4,386	4,307	79
Capital outlay.	5,968	5,968	0
Total instruction - special.	<u>788,850</u>	<u>711,180</u>	<u>77,670</u>
Instruction - other			
Salaries and wages	27,965	27,848	117
Fringe benefits	4,320	4,320	0
Purchased services	2,434	2,497	(63)
Supplies	1,911	1,965	(54)
Capital outlay.	3,430	3,430	0
Miscellaneous.	249	249	0
Total instruction - other.	<u>40,309</u>	<u>40,309</u>	<u>0</u>
Support services - pupil			
Salaries and wages	60,830	56,758	4,072
Fringe benefits	10,818	9,137	1,681
Purchased services	40,343	38,589	1,754
Supplies	12,955	12,681	274
Total support services - pupil.	<u>124,946</u>	<u>117,165</u>	<u>7,781</u>

(Continued)

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
TOTAL SPECIAL REVENUE FUNDS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Support services - instructional staff			
Salaries and wages	\$104,067	\$102,675	\$1,392
Fringe benefits	17,044	16,111	933
Purchased services	33,336	31,717	1,619
Supplies	429	429	0
Total support services - instructional staff	<u>154,876</u>	<u>150,932</u>	<u>3,944</u>
Support services - administration			
Salaries and wages	171,712	152,704	19,008
Fringe benefits	28,739	28,739	0
Supplies	41,306	41,251	55
Capital outlay.	1,951	1,951	0
Miscellaneous.	199,897	197,638	2,259
Total support services - administration	<u>443,605</u>	<u>422,283</u>	<u>21,322</u>
Support services - operations and maintenance			
Capital outlay.	1,000	1,000	0
Total support services - operations and maintenance	<u>1,000</u>	<u>1,000</u>	<u>0</u>
Support services - pupil transportation			
Salaries and wages	100	100	0
Fringe benefits	16	16	0
Total support services - pupil transportation	<u>116</u>	<u>116</u>	<u>0</u>
Community services			
Salaries and wages	16,221	15,324	897
Fringe benefits	2,764	2,622	142
Capital outlay.	2,756	2,683	73
Total community services.	<u>21,741</u>	<u>20,629</u>	<u>1,112</u>
Extracurricular activities			
Salaries and wages	45,465	45,465	0
Fringe benefits	334	334	0
Purchased services	44,479	44,479	0
Supplies	16,365	16,365	0
Capital outlay.	27,675	27,675	0
Miscellaneous.	234,677	234,498	179
Total extracurricular activities	<u>368,995</u>	<u>368,816</u>	<u>179</u>
Pass-through intergovernmental			
Salaries and wages	110,241	98,341	11,900
Fringe benefits	18,801	3,619	15,182
Purchased services	39,782	26,767	13,015
Supplies	153,483	154,478	(995)
Capital outlay.	29,634	34,642	(5,008)
Total pass-through intergovernmental	<u>351,941</u>	<u>317,847</u>	<u>34,094</u>
Total expenditures	<u>2,878,863</u>	<u>2,705,615</u>	<u>173,248</u>

(Continued)

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
TOTAL SPECIAL REVENUE FUNDS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Excess (deficiency) of revenues over (under) expenditures	(377,044)	(212,932)	164,112
Fund balances, July 1	512,377	512,377	0
Prior year encumbrances appropriated	<u>141,126</u>	<u>141,126</u>	<u>0</u>
Fund balances, June 30	<u><u>\$276,459</u></u>	<u><u>\$440,571</u></u>	<u><u>\$164,112</u></u>

DEBT SERVICE FUND

Section 5705.09 Revised Code

A fund provided for the retirement of serial bonds and short-term loans. All revenue derived from general or special levies, either within or exceeding the statutory unvoted ten-mill limitation, which is levied for debt charges on bonds or loans, are paid into this fund. The District maintains only one debt service fund, therefore, combining statements and schedules are not required.

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DEBT SERVICE
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Expenditures:			
Debt service:			
Principal retirement	\$587,948	\$587,948	\$0
Interest and fiscal charge	28,437	28,437	0
Total debt service.	<u>616,385</u>	<u>616,385</u>	<u>0</u>
Total expenditures	<u>616,385</u>	<u>616,385</u>	<u>0</u>
 Excess (deficiency) of revenues over (under) expenditures	 (616,385)	 (616,385)	 0
 Fund balance, July 1	 629,633	 629,633	 0
Prior year encumbrances appropriated	<u>0</u>	<u>0</u>	<u>0</u>
Fund balance, June 30	<u><u>\$13,248</u></u>	<u><u>\$13,248</u></u>	<u><u>\$0</u></u>

CAPITAL PROJECTS FUNDS

Capital projects funds account for financial resources to be used for the construction or acquisition of major capital facilities (other than those financed by proprietary and trust funds). A description of the District's capital projects funds follows:

Capital Projects - H.B. 264

Section 5705.13, Revised Code

A fund used to accumulate money for one or more capital projects.

School Net

Section 5705.09, Revised Code

A fund provided to account for wiring to all classrooms in the State and to provide a computer workstation and related technology for every classroom in Ohio's low-wealth school districts.

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

COMBINING BALANCE SHEET
ALL CAPITAL PROJECTS FUNDS
JUNE 30, 2002

	Capital Projects - H.B. 264	SchoolNet	Total
Assets:			
Equity in pooled cash and cash equivalents	\$761,866	\$75,046	\$836,912
Total assets	<u>\$761,866</u>	<u>\$75,046</u>	<u>\$836,912</u>
Liabilities:			
Accounts payable	\$ -	\$4,704	\$4,704
Total liabilities	<u>-</u>	<u>4,704</u>	<u>4,704</u>
Fund Equity:			
Fund balances:			
Unreserved-undesignated	761,866	70,342	832,208
Total fund equity	<u>761,866</u>	<u>75,046</u>	<u>832,208</u>
Total liabilities and fund equity	<u>\$761,866</u>	<u>\$75,046</u>	<u>\$836,912</u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
ALL CAPITAL PROJECTS FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Capital Projects - H.B. 264	SchoolNet	Total
Revenues:			
Intergovernmental - state.	\$ -	\$75,046	\$75,046
Total revenues.	-	75,046	75,046
Expenditures:			
Current:			
Regular.	-	157,777	157,777
Total expenditures	-	157,777	157,777
Excess (deficiency) of revenues over (under) expenditures	-	(82,731)	(82,731)
Other financing sources:			
Operating transfers in	761,866	-	761,866
Total other financing sources.	761,866	-	761,866
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses.	761,866	(82,731)	679,135
Fund balance, July 1	-	153,073	153,073
Fund balance, June 30	\$761,866	\$70,342	\$832,208

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
CAPITAL PROJECTS - H.B. 412
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Other financing sources:			
Operating transfers in.	\$761,866	\$761,866	\$0
Total other financing sources	<u>761,866</u>	<u>761,866</u>	<u>0</u>
 Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses	 761,866	 761,866	 0
 Fund balance, July 1	 0	 0	 0
Prior year encumbrances appropriated	 0	 0	 0
Fund balance, June 30	 <u>\$761,866</u>	 <u>\$761,866</u>	 <u>\$0</u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SCHOOLNET
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Revenues:			
Intergovernmental - state	\$75,046	\$75,046	\$0
Total revenues	<u>75,046</u>	<u>75,046</u>	<u>0</u>
Expenditures:			
Current:			
Instruction - regular			
Salaries and wages	1,000	0	1,000
Purchased services	10,046	0	10,046
Capital outlay	<u>221,768</u>	<u>157,768</u>	<u>64,000</u>
Total instruction - regular	<u>232,814</u>	<u>157,768</u>	<u>75,046</u>
Total expenditures	<u>232,814</u>	<u>157,768</u>	<u>75,046</u>
Excess (deficiency) of revenues over (under) expenditures	(157,768)	(82,722)	75,046
Fund balance, July 1	104,992	104,992	0
Prior year encumbrances appropriated	<u>52,776</u>	<u>52,776</u>	<u>0</u>
Fund balance, June 30	<u><u>\$0</u></u>	<u><u>\$75,046</u></u>	<u><u>\$75,046</u></u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
TOTAL CAPITAL PROJECTS FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
Intergovernmental - state	\$75,046	\$75,046	\$0
Total revenues	75,046	75,046	0
Expenditures:			
Current:			
Instruction - regular			
Salaries and wages	1,000	0	1,000
Purchased services	10,046	0	10,046
Capital outlay	221,768	157,768	64,000
Total instruction - regular	232,814	157,768	75,046
Total expenditures	232,814	157,768	75,046
Excess (deficiency) of revenues over (under) expenditures	(157,768)	(82,722)	75,046
Other financing sources:			
Operating transfers in	761,866	761,866	0
Total other financing sources	761,866	761,866	0
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses	604,098	679,144	75,046
Fund balance, July 1	104,992	104,992	0
Prior year encumbrances appropriated	52,776	52,776	0
Fund balance, June 30	\$761,866	\$836,912	\$75,046

ENTERPRISE FUNDS

A fund category to account for operations that are financed and operated in a manner similar to private business enterprises where the stated intent is that the costs (expenses, including depreciation and indirect costs) of providing goods or services to the students or general public on a continuing basis are financed or recovered primarily through user charges. This fund category can also account for operations where the school board has decided that periodic determination of revenues earned, expenses incurred, and net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Food Service

Section 3313.81, Revised Code

A fund used to record financial transactions related to food service operations.

Uniform School Supplies

Section 3313.811, Revised Code

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

Adult Education

Section 5705.12, Revised Code

A fund provided to account 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. Expenses include supplies, salaries and textbooks.

Special Enterprise

Section 5705.12, Revised Code

A fund to account for operations that are financed and operated in a manner similar to private business enterprises where the stated intent is that the costs (expenses, including depreciation and direct costs) of providing goods or services to the students or general public on a continuing basis are financed or recovered primarily through user charges. This fund can also account for operations where the school board has decided that periodic determination of revenues earned, expenses incurred, and net income received is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO
 COMBINING BALANCE SHEET
 ALL ENTERPRISE FUNDS
 JUNE 30, 2002

	<u>Food Service</u>	<u>Uniform School Supplies</u>	<u>Adult Education</u>	<u>Special Enterprise</u>	<u>Total</u>
Assets:					
Equity in pooled cash and cash equivalents	\$ -	\$904	\$1,684	\$97,713	\$100,301
Receivables (net of allowances of uncollectibles):					
Accounts	716	-	-	50	766
Due from other governments.	63,901	-	-	-	63,901
Materials and supplies inventory.	22,805	-	-	-	22,805
Fixed assets	164,020	-	-	32,074	196,094
(Accumulated depreciation)	(125,342)	-	-	(4,214)	(129,556)
Total assets	<u>\$126,100</u>	<u>\$904</u>	<u>\$1,684</u>	<u>\$125,623</u>	<u>\$254,311</u>
Liabilities:					
Accrued wages and benefits	\$105,981	\$ -	\$801	\$ -	\$106,782
Compensated absences payable	73,480	-	-	-	73,480
Pension obligation payable.	59,295	-	973	-	60,268
Due to other governments	6,535	-	12	64	6,611
Due to other funds	13,694	-	-	-	13,694
Deferred revenue.	17,032	-	-	-	17,032
Total liabilities	<u>276,017</u>	<u>-</u>	<u>1,786</u>	<u>64</u>	<u>277,867</u>
Fund Equity:					
Retained earnings-unreserved (deficit)	(149,917)	904	(102)	125,559	(23,556)
Total fund equity	<u>(149,917)</u>	<u>904</u>	<u>(102)</u>	<u>125,559</u>	<u>(23,556)</u>
Total liabilities and fund equity.	<u>\$126,100</u>	<u>\$904</u>	<u>\$1,684</u>	<u>\$125,623</u>	<u>\$254,311</u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS
ALL ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Food Service</u>	<u>Uniform School Supplies</u>	<u>Adult Education</u>	<u>Special Enterprise</u>	<u>Total</u>
Operating revenues:					
Tuition and fees	\$ -	\$13,972	\$7,989	\$14,527	\$36,488
Sales/charges for services	864,694	-	-	-	864,694
Total operating revenues	<u>864,694</u>	<u>13,972</u>	<u>7,989</u>	<u>14,527</u>	<u>901,182</u>
Operating expenses:					
Personal services	913,800	-	5,513	24,050	943,363
Contract services	887	-	-	-	887
Materials and supplies	572,752	12,992	1,752	3,540	591,036
Depreciation	6,563	-	-	2,909	9,472
Other operating expenses	3,896	-	-	-	3,896
Total operating expenses	<u>1,497,898</u>	<u>12,992</u>	<u>7,265</u>	<u>30,499</u>	<u>1,548,654</u>
Operating income (loss)	<u>(633,204)</u>	<u>980</u>	<u>724</u>	<u>(15,972)</u>	<u>(647,472)</u>
Nonoperating revenues:					
Operating grants	456,924	-	-	3,800	460,724
Federal donated commodities	89,092	-	-	-	89,092
Miscellaneous	1,314	-	-	22,086	23,400
Interest revenue	237	-	-	-	237
Total nonoperating revenues	<u>547,567</u>	<u>-</u>	<u>-</u>	<u>25,886</u>	<u>573,453</u>
Net income	(85,637)	980	724	9,914	(74,019)
Retained earnings (accumulated deficit), July 1	<u>(64,280)</u>	<u>(76)</u>	<u>(826)</u>	<u>115,645</u>	<u>50,463</u>
Retained earnings (accumulated deficit), June 30	<u>(\$149,917)</u>	<u>\$904</u>	<u>(\$102)</u>	<u>\$125,559</u>	<u>(\$23,556)</u>

AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO

COMBINING STATEMENT OF CASH FLOWS
 ALL ENTERPRISE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2002

	Food Service	Uniform School Supplies	Adult Education	Special Enterprise	Total
Cash flows from operating activities:					
Cash received from tuition and fees	\$ -	\$13,972	\$7,989	\$14,527	\$36,488
Cash received from sales/service charges	864,448	-	-	-	864,448
Cash payments for personal services.	(903,619)	-	(4,553)	(24,269)	(932,441)
Cash payments for contract services	(1,535)	-	-	-	(1,535)
Cash payments for materials and supplies	(481,265)	(13,550)	(1,752)	(4,113)	(500,680)
Cash payments for other expenses	(3,896)	-	-	-	(3,896)
Net cash provided by (used in) operating activities . . .	(525,867)	422	1,684	(13,855)	(537,616)
Cash flows from noncapital financing activities:					
Cash received from operating grants	453,629	-	-	3,800	457,429
Cash received from other funds	13,694	-	-	-	13,694
Cash received from other nonoperating activities.	1,314	-	-	22,086	23,400
Net cash provided by noncapital financing activities.	468,637	-	-	25,886	494,523
Cash flows from capital and related financing activities:					
Acquisition of capital assets	-	-	-	(5,971)	(5,971)
Net cash used in capital and related financing activities.	-	-	-	(5,971)	(5,971)
Cash flows from investing activities:					
Interest received	237	-	-	-	237
Net cash provided by investing activities	237	-	-	-	237
Net increase (decrease) in cash and cash equivalents . . .	(56,993)	422	1,684	6,060	(48,827)
Cash and cash equivalents at beginning of year	56,993	482	-	91,653	149,128
Cash and cash equivalents at end of year	\$ -	\$904	\$1,684	\$97,713	\$100,301
Reconciliation of operating income (loss) to net cash used for operating activities:					
Operating income (loss)	(\$633,204)	\$980	\$724	(\$15,972)	(\$647,472)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:					
Depreciation	6,563	-	-	2,909	9,472
Federal donated commodities	89,092	-	-	-	89,092
Changes in assets and liabilities:					
Decrease in materials and supplies inventory.	4,854	-	-	-	4,854
Increase in accounts receivable	(246)	-	-	-	(246)
Decrease in accounts payable	(905)	(558)	-	(573)	(2,036)
Increase (decrease) in accrued wages and benefits	6,105	-	(4)	(158)	5,943
Increase in compensated absences payable	13,685	-	-	-	13,685
Increase in due to other governments	6,535	-	12	64	6,611
Decrease in deferred revenue	(2,202)	-	-	-	(2,202)
Increase (decrease) in pension obligation payable	(16,144)	-	952	(125)	(15,317)
Net cash provided by (used in) operating activities.	(525,867)	\$422	\$1,684	(\$13,855)	(537,616)

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENSES AND CHANGES
IN RETAINED EARNINGS - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOOD SERVICE
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Operating revenues:			
Sales/charges for services	\$864,189	\$864,448	\$259
Total operating revenues.	<u>864,189</u>	<u>864,448</u>	<u>259</u>
Operating expenses:			
Salaries and wages.	598,400	614,002	(15,602)
Fringe benefits.	269,255	289,617	(20,362)
Purchased services.	3,600	1,535	2,065
Supplies	475,843	481,265	(5,422)
Capital outlay	710	0	710
Other operating expenses	5,800	3,896	1,904
Total operating expenses.	<u>1,353,608</u>	<u>1,390,315</u>	<u>(36,707)</u>
Operating loss	<u>(489,419)</u>	<u>(525,867)</u>	<u>(36,448)</u>
Nonoperating revenues:			
Operating grants	453,618	453,629	11
Miscellaneous	0	1,314	1,314
Interest revenue	250	237	(13)
Total nonoperating revenues.	<u>453,868</u>	<u>455,180</u>	<u>1,312</u>
Net loss.	<u>(35,551)</u>	<u>(70,687)</u>	<u>(35,136)</u>
Retained earnings, July 1.	56,889	56,889	0
Prior year encumbrances appropriated	104	104	0
Retained earnings, June 30.	<u>\$21,442</u>	<u>(\$13,694)</u>	<u>(\$35,136)</u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENSES AND CHANGES
IN RETAINED EARNINGS - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
UNIFORM SCHOOL SUPPLIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Operating revenues:			
Tuition and fees	\$13,972	\$13,972	\$0
Total operating revenues.	13,972	13,972	0
Operating expenses:			
Supplies	13,550	13,550	0
Total operating expenses.	13,550	13,550	0
Net income	422	422	0
Retained earnings, July 1.	482	482	0
Prior year encumbrances appropriated	0	0	0
Retained earnings, June 30.	\$904	\$904	\$0

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENSES AND CHANGES
IN RETAINED EARNINGS - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
ADULT EDUCATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Operating revenues:			
Sales/charges for services	\$7,989	\$7,989	\$0
Total operating revenues.	<u>7,989</u>	<u>7,989</u>	<u>0</u>
Operating expenses:			
Salaries and wages.	4,533	4,533	0
Fringe benefits.	20	20	0
Supplies	1,752	1,752	0
Total operating expenses	<u>6,305</u>	<u>6,305</u>	<u>0</u>
Net income	1,684	1,684	0
Retained earnings, July 1.	0	0	0
Prior year encumbrances appropriated	0	0	0
Retained earnings, June 30.	<u>\$1,684</u>	<u>\$1,684</u>	<u>\$0</u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENSES AND CHANGES
IN RETAINED EARNINGS - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SPECIAL ENTERPRISE
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Operating revenues:			
Tuition and fees	\$14,232	\$14,527	\$295
Total operating revenues.	<u>14,232</u>	<u>14,527</u>	<u>295</u>
Operating expenses:			
Salaries and wages.	29,539	24,097	5,442
Fringe benefits.	673	251	422
Supplies	3,443	3,397	46
Capital outlay	7,420	6,688	732
Other operating expenses	732	0	732
Total operating expenses	<u>41,807</u>	<u>34,433</u>	<u>7,374</u>
Operating loss	<u>(27,575)</u>	<u>(19,906)</u>	<u>7,669</u>
Nonoperating revenues:			
Operating grants	3,800	3,800	0
Miscellaneous.	22,086	22,086	0
Total nonoperating revenues	<u>25,886</u>	<u>25,886</u>	<u>0</u>
Net income (loss)	(1,689)	5,980	7,669
Retained earnings, July 1.	91,080	91,080	0
Prior year encumbrances appropriated	<u>573</u>	<u>573</u>	<u>0</u>
Retained earnings, June 30.	<u><u>\$89,964</u></u>	<u><u>\$97,633</u></u>	<u><u>\$7,669</u></u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENSES AND CHANGES
IN RETAINED EARNINGS - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
TOTAL ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Operating revenues:			
Tuition and fees	\$28,204	\$28,499	\$295
Sales/charges for services	872,178	872,437	259
Total operating revenues.	<u>900,382</u>	<u>900,936</u>	<u>554</u>
Operating expenses:			
Salaries and wages.	632,472	642,632	(10,160)
Fringe benefits.	269,948	289,888	(19,940)
Purchased services.	3,600	1,535	2,065
Supplies	494,588	499,964	(5,376)
Capital outlay	8,130	6,688	1,442
Other operating expenses	6,532	3,896	2,636
Total operating expenses.	<u>1,415,270</u>	<u>1,444,603</u>	<u>(29,333)</u>
Operating loss	<u>(514,888)</u>	<u>(543,667)</u>	<u>(28,779)</u>
Nonoperating revenues:			
Operating grants	457,418	457,429	11
Miscellaneous	22,086	23,400	1,314
Interest revenue	250	237	(13)
Total nonoperating revenues.	<u>479,754</u>	<u>481,066</u>	<u>1,312</u>
Net loss.	(35,134)	(62,601)	(27,467)
Retained earnings, July 1.	148,451	148,451	0
Prior year encumbrances appropriated	677	677	0
Retained earnings, June 30.	<u>\$113,994</u>	<u>\$86,527</u>	<u>(\$27,467)</u>

FIDUCIARY FUNDS

EXPENDABLE TRUST FUND

Section 5705.09, Revised Code

A fund used to account for assets held by a school system in a trustee capacity or as an agent for individuals, private organizations, other governmental and/or other funds.

NON-EXPENDABLE TRUST FUND

Section 5705.09, Revised Code

A fund used to account for money, securities or lands which have been set aside as an investment for public school purposes. The income from such a fund may be expended, but the principal must remain intact. Such funds are also identified as nonexpendable trust funds.

AGENCY FUNDS

Mahoning County Insurance Consortium

Section 5705.09, Revised Code

A fund provided to account for monies received from Employee Benefits Self-Insurance funds of school districts forming an insurance "pool" for employee benefits.

Student Managed Activity

Section 3313.062, Revised Code

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.

AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO
 COMBINING BALANCE SHEET
 ALL FIDUCIARY FUND TYPES
 JUNE 30, 2002

	<u>Expendable Trust</u>	<u>Nonexpendable Trust</u>	<u>Total Agency</u>	<u>Total</u>
	<u>Special Trust</u>	<u>Endowment</u>		
Assets:				
Equity in pooled cash and cash equivalents	\$40,002	\$ -	\$512,784	\$552,786
Equity in pooled cash and cash equivalents - nonexpendable trust fund	-	8,657	-	8,657
Receivables (net of allowances of uncollectibles):				
Accounts	-	-	105	105
Due from other governments	-	-	159,576	159,576
Total assets	<u>\$40,002</u>	<u>\$8,657</u>	<u>\$672,465</u>	<u>\$721,124</u>
Liabilities:				
Accounts payable	\$1,467	\$3,600	\$489	\$5,556
Undistributed monies	-	-	633,501	633,501
Due to students	-	-	38,475	38,475
Total liabilities	<u>1,467</u>	<u>-</u>	<u>672,465</u>	<u>677,532</u>
Fund Equity:				
Fund balances:				
Reserved for principal endowment	-	5,000	-	5,000
Unreserved-undesignated	38,535	57	-	38,592
Total fund equity	<u>38,535</u>	<u>5,057</u>	<u>-</u>	<u>43,592</u>
Total liabilities and fund equity	<u>\$40,002</u>	<u>\$8,657</u>	<u>\$672,465</u>	<u>\$721,124</u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SPECIAL TRUST
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:			
From local sources:			
Earnings on investments	\$953	\$1,017	\$64
Other local revenues.	7,838	7,838	0
Total revenues.	8,791	8,855	64
Expenditures:			
Current:			
Instruction - other			
Miscellaneous	3,243	3,243	0
Total instruction - other.	3,243	3,243	0
Community services			
Miscellaneous	6,167	6,167	0
Total community services.	6,167	6,167	0
Total expenditures	9,410	9,410	0
Excess (deficiency) of revenues over (under) expenditures	(619)	(555)	64
Fund balance, July 1.	40,557	40,557	0
Prior year encumbrances appropriated	0	0	0
Fund balance, June 30.	\$39,938	\$40,002	\$64

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENSES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
ENDOWMENT
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance: Favorable (Unfavorable)</u>
Operating revenues:			
Interest revenue	\$192	\$207	\$15
Total operating revenues.	<u>192</u>	<u>207</u>	<u>15</u>
Operating expenses:			
Other operating expenses	3,000	3,600	(600)
Total operating expenses.	<u>3,000</u>	<u>3,600</u>	<u>(600)</u>
Net loss	(2,808)	(3,393)	(585)
Fund balance, July 1.	8,450	8,450	0
Prior year encumbrances appropriated	0	0	0
Fund balance, June 30.	<u><u>\$5,642</u></u>	<u><u>\$5,057</u></u>	<u><u>(\$585)</u></u>

AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO
 COMBINING STATEMENT OF CHANGES
 IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS
 FOR THE YEAR ENDED JUNE 30, 2002

	Beginning Balance July 1, 2001	Additions	Deletions	Ending Balance June 30, 2002
District Agency				
Assets:				
Equity in pooled cash and cash equivalents	\$72,650	\$24,094,263	\$23,692,988	\$473,925
Receivables (net of allowances of uncollectibles):				
Due from other governments	673,220	159,576	673,220	159,576
Total assets	<u>\$745,870</u>	<u>\$24,253,839</u>	<u>\$24,366,208</u>	<u>\$633,501</u>
Liabilities:				
Undistributed monies	\$745,870	\$24,253,839	\$24,366,208	\$633,501
Total liabilities	<u>\$745,870</u>	<u>\$24,253,839</u>	<u>\$24,366,208</u>	<u>\$633,501</u>
 Student Managed Activity				
Assets:				
Equity in pooled cash and cash equivalents	\$37,722	\$108,935	\$107,798	\$38,859
Receivables (net of allowances of uncollectibles):				
Accounts	0	105	0	105
Total assets	<u>\$37,722</u>	<u>\$109,040</u>	<u>\$107,798</u>	<u>\$38,964</u>
Liabilities:				
Accounts payable	\$5,848	\$489	\$5,848	\$489
Due to students	31,874	108,551	101,950	38,475
Total liabilities	<u>\$37,722</u>	<u>\$109,040</u>	<u>\$107,798</u>	<u>\$38,964</u>
 Total Agency				
Assets:				
Equity in pooled cash and cash equivalents	\$110,372	\$24,203,198	\$23,800,786	\$512,784
Receivables (net of allowances of uncollectibles):				
Accounts	0	105	0	105
Due from other governments	673,220	159,576	673,220	159,576
Total assets	<u>\$783,592</u>	<u>\$24,362,879</u>	<u>\$24,474,006</u>	<u>\$672,465</u>
Liabilities:				
Accounts payable	\$5,848	\$489	\$5,848	\$489
Undistributed monies	745,870	24,253,839	24,366,208	633,501
Due to students	31,874	108,551	101,950	38,475
Total liabilities	<u>\$783,592</u>	<u>\$24,362,879</u>	<u>\$24,474,006</u>	<u>\$672,465</u>

GENERAL FIXED ASSETS ACCOUNT GROUP

General fixed assets is a balanced group of accounts used to establish control and accountability for the costs of all real property, buildings, improvements to buildings, vehicles and movable equipment owned by the District. The investment in general fixed assets is carried until the disposition of the property and ownership is relinquished. Depreciation on fixed assets is not recorded.

AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO
SCHEDULE OF GENERAL FIXED ASSETS
BY FUNCTION AND ACTIVITY
JUNE 30, 2002

<u>Function and Activity</u>	<u>Land/ Improvements</u>	<u>Buildings/ Improvements</u>	<u>Furniture and Equipment</u>	<u>Vehicles/ Other</u>	<u>Total</u>
Regular instruction	\$ -	-	\$5,826,136	-	\$5,826,136
Special instruction	-	-	69,741	-	69,741
Vocational instruction	-	-	121,300	-	121,300
Other instruction	-	-	7,121	-	7,121
Pupil support	-	-	49,889	-	49,889
Instructional staff support	-	-	145,337	-	145,337
Administration	-	-	303,899	-	303,899
Fiscal services	-	-	16,759	-	16,759
Operations and maintenance	-	-	851,581	-	851,581
Pupil transportation	-	-	86,180	3,208,555	3,294,735
Community services	-	-	92,365	-	92,365
Extracurricular activities	-	-	201,578	-	201,578
Facilities acquisition and construction .	635,228	13,870,421	-	-	14,505,649
Totals	<u>\$635,228</u>	<u>\$13,870,421</u>	<u>\$7,771,886</u>	<u>\$3,208,555</u>	<u>\$25,486,090</u>

AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO
SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS
BY FUNCTION AND ACTIVITY
FOR THE YEAR ENDED JUNE 30, 2002

Function and Activity	Balance at July 1, 2001	Additions	Deletions	Balance at June 30, 2002
Regular instruction	\$5,705,255	\$124,881	\$4,000	\$5,826,136
Special instruction	52,795	16,946	-	69,741
Vocational instruction	45,056	76,244	-	121,300
Other instruction	5,887	1,234	-	7,121
Pupil support	47,329	2,560	-	49,889
Instructional staff support	132,074	13,263	-	145,337
Administration	271,001	32,898	-	303,899
Fiscal services	16,759	-	-	16,759
Operations and maintenance	838,542	13,039	-	851,581
Pupil transportation	3,166,682	128,053	-	3,294,735
Community services	59,765	32,600	-	92,365
Extracurricular activities	193,161	8,417	-	201,578
Facilities acquisition and construction .	14,480,062	25,587	-	14,505,649
Totals	<u>\$25,014,368</u>	<u>\$475,722</u>	<u>\$4,000</u>	<u>\$25,486,090</u>

AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO
SCHEDULE OF GENERAL FIXED ASSETS
BY SOURCE
JUNE 30, 2002

General Fixed Assets

Land/improvements	\$635,228
Buildings/improvements	13,870,421
Furniture and equipment	7,771,886
Vehicles/other	3,208,555
Total General Fixed Assets at June 30, 2002	\$25,486,090

Investment in General Fixed Assets by Source

Acquired before July 1, 2001

General fund	\$24,576,896
Special revenue funds	304,157
Capital projects funds	133,315
Total general fixed assets at June 30, 2001.	25,014,368

Acquisitions during fiscal year 2002

General fund	210,276
Special revenue funds	187,019
Capital projects funds	78,427
Total acquisitions during fiscal year 2002	475,722

Deletions during fiscal year 2002

General fund.	4,000
Total deletions during fiscal year 2002	4,000

Total net change for governmental fixed assets for fiscal year 2002 471,722

Total General Fixed Assets at June 30, 2002. **\$25,486,090**

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STATISTICAL SECTION

In accordance with Governmental Accounting Standards Board Codification Section 2800.103, the Austintown Local School District has excluded all statistical tables related to bonded debt and special assessments as the Austintown Local School District has not issued or carried any bonded debt in the last ten years and does not levy special assessments. In accordance with Codification Section 2800.103, the Austintown Local School District has presented other appropriate statistical tables that will give the reader a better historical perspective and assist in assessing the current financial status and trends of the district.

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**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

GENERAL FUND EXPENDITURES AND OTHER FINANCING USES BY FUNCTION
LAST TEN FISCAL YEARS *

	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>
Instruction:					
Regular	\$18,082,658	\$16,467,538	\$16,631,981	\$16,180,429	\$15,719,063
Special	1,863,915	2,190,067	2,095,070	1,851,235	1,019,692
Vocational	303,112	302,695	313,286	238,180	294,103
Other instruction	4,927	22,851	12,277	89,741	71,641
Total instruction	<u>20,254,612</u>	<u>18,983,151</u>	<u>19,052,614</u>	<u>18,359,585</u>	<u>17,104,499</u>
Support services:					
Pupil	2,033,536	1,920,314	1,841,858	1,758,147	1,701,681
Instructional staff	1,013,886	984,281	609,341	669,143	523,681
Board of education	38,473	15,406	28,693	9,956	29,402
Administration	3,665,925	2,569,920	2,749,695	2,686,424	2,257,228
Fiscal	763,580	816,183	714,789	660,253	654,901
Business	3,947	-	-	-	-
Operation and maintenance	3,848,408	3,468,462	3,142,903	2,904,505	2,790,452
Pupil transportation	2,000,885	1,977,728	1,831,271	1,644,540	1,501,855
Central	<u>194,032</u>	<u>1,993</u>	<u>1,477</u>	<u>1,674</u>	<u>85,667</u>
Total support services	<u>13,562,672</u>	<u>11,754,287</u>	<u>10,920,027</u>	<u>10,334,642</u>	<u>9,544,867</u>
Community services	2,752	-	-	-	-
Extracurricular activities	467,987	453,012	423,629	401,765	391,952
Facilities aquisition and construction.	<u>27,104</u>	<u>487,810</u>	<u>738,146</u>	<u>370,843</u>	<u>139,590</u>
Total expenditures.	<u>34,315,127</u>	<u>31,678,260</u>	<u>31,134,416</u>	<u>29,466,835</u>	<u>27,180,908</u>
Other financing uses.	<u>761,866</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures and other uses	<u>\$35,076,993</u>	<u>\$31,678,260</u>	<u>\$31,134,416</u>	<u>\$29,466,835</u>	<u>\$27,180,908</u>

Source: District Records

* Fiscal years 1993-1996 are reported on a cash basis. All other years are reported on GAAP basis.

<u>1997</u>	<u>1996</u>	<u>1995</u>	<u>1994</u>	<u>1993</u>
\$14,625,738	\$14,116,827	\$13,450,865	\$13,162,961	\$12,884,329
843,912	877,540	658,154	668,422	686,247
294,928	294,401	273,242	263,502	260,717
-	1,373	124,213	119,066	65,600
<u>15,764,578</u>	<u>15,290,141</u>	<u>14,506,474</u>	<u>14,213,951</u>	<u>13,896,893</u>
1,503,124	1,540,638	1,364,867	1,260,477	1,322,032
514,338	493,757	535,177	531,054	526,726
31,299	31,620	35,907	36,464	31,606
2,185,721	2,169,676	2,129,181	2,107,137	2,070,244
638,190	585,644	599,510	573,708	560,722
-	-	-	-	-
2,461,554	2,590,951	2,346,496	2,453,463	2,412,078
1,262,236	1,373,439	1,283,829	1,200,412	1,236,712
77,652	539	2,386	1,391	437
<u>8,674,114</u>	<u>8,786,264</u>	<u>8,297,353</u>	<u>8,164,106</u>	<u>8,160,557</u>
341,038	348,319	328,082	320,875	315,086
-	-	-	760	58,853
<u>24,779,730</u>	<u>24,424,724</u>	<u>23,131,909</u>	<u>22,699,692</u>	<u>22,431,389</u>
-	-	-	-	-
<u>\$24,779,730</u>	<u>\$24,424,724</u>	<u>\$23,131,909</u>	<u>\$22,699,692</u>	<u>\$22,431,389</u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

GENERAL FUND REVENUES AND OTHER FINANCING SOURCES BY SOURCE
LAST TEN FISCAL YEARS *

	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>
Revenue from					
local sources:					
Taxes	\$17,313,456	\$17,068,052	\$16,155,852	\$16,044,757	\$15,833,965
Tuition.	70,991	55,174	12,277	-	-
Earnings on investments.	139,344	284,949	236,260	173,113	161,235
Other local revenues.	<u>426,712</u>	<u>268,935</u>	<u>326,379</u>	<u>269,098</u>	<u>266,341</u>
Total local revenue	<u>17,950,503</u>	<u>17,677,110</u>	<u>16,730,768</u>	<u>16,486,968</u>	<u>16,261,541</u>
Revenue from					
state sources:					
Unrestricted grants-in-aid	<u>16,443,125</u>	<u>14,925,457</u>	<u>14,237,494</u>	<u>13,579,776</u>	<u>12,743,205</u>
Total state sources	<u>16,443,125</u>	<u>14,925,457</u>	<u>14,237,494</u>	<u>13,579,776</u>	<u>12,743,205</u>
Other revenue					
Total revenue	<u>34,393,628</u>	<u>32,602,567</u>	<u>30,968,262</u>	<u>30,066,744</u>	<u>29,004,746</u>
Other financing sources	<u>1,250</u>	<u>68,620</u>	<u>151,701</u>	<u>16,938</u>	<u>37,182</u>
Total revenue and other sources	<u><u>\$34,394,878</u></u>	<u><u>\$32,671,187</u></u>	<u><u>\$31,119,963</u></u>	<u><u>\$30,083,682</u></u>	<u><u>\$29,041,928</u></u>

Source: District Records

* Fiscal years 1993-1996 are reported on a cash basis. All other years are reported on GAAP basis.

<u>1997</u>	<u>1996</u>	<u>1995</u>	<u>1994</u>	<u>1993</u>
\$13,759,956	\$7,766,952	\$7,333,219	\$7,601,841	\$6,616,690
-	-	-	-	-
118,920	116,389	126,189	56,614	56,695
320,371	159,454	80,064	126,229	95,620
<u>14,199,247</u>	<u>8,042,795</u>	<u>7,539,472</u>	<u>7,784,684</u>	<u>6,769,005</u>
<u>11,368,982</u>	<u>10,619,206</u>	<u>10,308,615</u>	<u>10,263,687</u>	<u>10,439,805</u>
<u>11,368,982</u>	<u>10,619,206</u>	<u>10,308,615</u>	<u>10,263,687</u>	<u>10,439,805</u>
<u>25,568,229</u>	<u>18,662,001</u>	<u>17,848,087</u>	<u>18,048,371</u>	<u>17,208,810</u>
<u>14,633</u>	<u>5,772,034</u>	<u>5,181,740</u>	<u>5,819,484</u>	<u>5,221,888</u>
<u><u>\$25,582,862</u></u>	<u><u>\$24,434,035</u></u>	<u><u>\$23,029,827</u></u>	<u><u>\$23,867,855</u></u>	<u><u>\$22,430,698</u></u>

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

PROPERTY TAX LEVIES AND COLLECTIONS*
LAST TEN CALENDAR YEARS **

Year	Current Levy	Delinquent Levy	Total Levy	Current Collection	Percent of Current Levy Collected	Delinquent Collection	Total Collection	Total Collection as a Percent of Current Levy
2001	\$19,333,864	\$4,385,780	\$23,719,644	\$18,374,462	95.04%	\$1,493,695	\$19,868,157	102.76%
2000	19,059,197	3,994,049	23,053,246	18,265,756	95.84%	628,965	18,894,721	99.14%
1999	17,907,052	3,828,641	21,735,693	17,513,702	97.80%	547,787	18,061,489	100.86%
1998	17,695,372	3,837,056	21,532,428	17,419,600	98.44%	651,406	18,071,006	102.12%
1997	17,328,931	3,508,580	20,837,511	17,046,460	98.37%	465,439	17,511,899	101.06%
1996	14,037,223	3,356,300	17,393,523	13,727,718	97.80%	482,096	14,209,814	101.23%
1995	13,907,998	3,522,604	17,430,602	13,022,848	93.64%	654,674	13,677,522	98.34%
1994	14,064,696	2,818,805	16,883,501	12,849,274	91.36%	443,495	13,292,769	94.51%
1993	13,582,001	2,613,203	16,195,204	13,417,424	98.79%	538,161	13,955,585	102.75%
1992	13,456,641	2,278,487	15,735,128	12,804,157	95.15%	599,333	13,403,490	99.61%

Source: Mahoning County Auditor

* Real estate taxes include Homestead/Rollback taxes assessed locally, but distributed through the State and reported as Intergovernmental Revenues.

** Data is presented on a calendar year basis, which is consistent with the method by which the Mahoning County Auditor maintains this information.

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY
LAST TEN CALENDAR YEARS *

Year	Real Property (a)	Public Utility (b)	Personal Property (c)	Total Assessed Value	Total Estimated Actual Value	Ratio
2001	\$484,345,170	\$14,362,910	\$59,276,160	\$557,984,240	\$1,019,890,366	54.71%
2000	478,045,190	18,950,130	57,695,600	554,690,920	1,619,160,039	34.26%
1999	467,786,420	21,346,130	52,340,250	541,472,800	1,570,150,594	34.49%
1998	380,596,690	21,233,540	55,995,070	457,825,300	1,335,528,417	34.28%
1997	369,939,520	21,023,540	56,155,390	447,118,450	1,305,482,004	34.25%
1996	361,111,940	20,748,250	56,542,150	438,402,340	1,281,494,557	34.21%
1995	325,888,580	21,413,260	57,938,580	405,240,420	1,187,497,799	34.13%
1994	318,305,230	22,665,270	62,833,131	403,803,631	1,186,532,027	34.03%
1993	315,167,360	23,302,430	63,961,563	402,431,353	1,182,804,458	34.02%
1992	254,828,990	22,403,290	64,809,751	342,042,031	1,012,780,117	33.77%

Source: Mahoning County Auditor

* Data is presented on a calendar year basis, which is consistent with the method by which the Mahoning County Auditor maintains

(a) The assessed value of real property is fixed at 35% of true value and is determined pursuant to the rules of the State Tax Commissioner.

(b) Assumes public utilities are assessed at 88% of estimated actual value.

(c) The rate at which tangible personal property used in business is assessed for purposes of ad valorem property taxation decreased one percent each year from 35% in 1983 and prior years to 25% in 1993.

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN CALENDAR YEARS *

Tax Year	Overlapping Governments				Austintown Local School District				
	Mahoning County	Millcreek Park District	Austintown Township	Mahoning County Career & Technical Center	General Fund	Unvoted	Effective Rates		
							Total	Ag/Res	Other
2001	11.70	1.75	18.10	2.10	48.20	6.40	54.6	30.60	36.20
2000	10.85	1.75	17.10	2.10	48.20	6.40	54.60	30.60	35.20
1999	10.85	1.90	17.10	2.10	48.20	6.40	54.60	30.60	35.20
1998	10.85	1.90	17.10	2.10	48.20	6.40	54.60	35.40	41.30
1997	10.85	1.90	17.10	2.10	48.20	6.40	54.60	35.40	41.30
1996	9.95	1.90	17.10	2.10	40.90	6.40	47.30	35.40	41.30
1995	9.95	1.90	17.10	2.10	40.90	6.40	47.3	31.60	33.80
1994	9.95	1.90	17.10	2.10	40.90	6.40	47.3	31.60	33.80
1993	11.00	1.90	14.70	2.10	40.90	6.40	47.3	31.60	33.80
1992	11.15	1.90	14.70	2.10	40.90	6.40	47.30	37.20	39.20

Source: Mahoning County Auditor

* Data is presented on a calendar year basis, which is consistent with the method by which the Mahoning County Auditor maintains

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

DEMOGRAPHIC STATISTICS
LAST TEN CALENDAR YEARS

Year	Mahoning County Population (1)	School Enrollment (2)	Mahoning County Unemployment Rate
2002	N/A	5,021	N/A
2001	N/A	5,054	5.50%
2000	257,555	5,016	5.00%
1999	252,597	5,100	5.50%
1998	255,165	5,148	5.90%
1997	257,489	5,204	5.80%
1996	263,884	5,231	6.30%
1995	262,338	5,249	6.30%
1994	263,884	5,265	7.90%
1993	264,891	5,282	8.40%

(1) Youngstown-Warren Regional Chamber of Commerce and the Office of Strategic Resource

(2) Ohio Department of Education

(3) Bureau of Labor Market Information

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

COMPUTATION OF LEGAL DEBT MARGIN
JUNE 30, 2002

Assessed Valuation (2001 Tax Year)	<u>\$557,984,240</u>
Voted Debt Limit - 9% of Assessed Value *	\$50,218,582
Debt Service Fund Equity	13,248
Amount of Debt Applicable to Debt Limit:	
Bonded Debt.	<u>-</u>
Voted Debt Margin	<u>\$50,231,830</u>
Unvoted Debt Limit - 0.1% of Assessed Value *	\$557,984
Amount of Debt Applicable	<u>-</u>
Unvoted Debt Margin	<u>\$557,984</u>

Source: Mahoning County Auditor and District Records.

* Ohio Bond Law sets a limit of 9% for voted debt and 0.1% for unvoted debt.

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

COMPUTATION OF DIRECT AND OVERLAPPING DEBT
JUNE 30, 2002

<u>Governmental Unit</u>	<u>Assessed Valuation</u>	<u>General Obligation Debt</u>	<u>Percent Applicable to School District</u>	<u>Amount Applicable to School District</u>
Direct:				
Austintown Local School District	\$557,984,240	\$ -	100.00%	\$ -
Total Direct	<u>557,984,240</u>	<u>-</u>		<u>-</u>
Overlapping:				
Mahoning County	3,680,270,290	24,261,155	15.07%	3,656,156
Mill Creek Park District	3,680,270,290	-	15.07%	-
Austintown Township	562,561,130	-	98.60%	-
Mahoning County Career & Technical Center . .	1,660,278,053	38,076,500	26.48%	10,082,657
Total Overlapping	<u>9,583,379,763</u>	<u>62,337,655</u>		<u>13,738,813</u>
Grand Total Direct and Overlapping	<u>\$10,141,364,003</u>	<u>\$62,337,655</u>		<u>\$13,738,813</u>

Source: Ohio Municipal Advisory Council

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

NEW CONSTRUCTION AND PROPERTY VALUE
LAST TEN CALENDAR YEARS

Year	New Construction (1)			Assessed Valuation (2)			
	Permits Issued	Commercial/Industrial	Residential/Agricultural	Real Property	Public Utility	Personal Property	Total Property
2001	621	\$8,551,120	\$14,452,534	\$484,345,170	\$14,362,910	\$59,276,160	\$557,984,240
2000	694	6,660,149	18,787,405	478,045,190	18,950,130	57,695,600	554,690,920
1999	652	5,142,200	16,790,270	467,786,420	21,346,130	52,340,250	541,472,800
1998	646	9,472,300	19,597,000	380,596,690	21,233,540	55,995,070	457,825,300
1997	614	5,905,500	19,166,200	369,939,520	21,023,540	56,155,390	447,118,450
1996	623	5,860,750	19,266,000	361,111,940	20,748,250	56,542,150	438,402,340
1995	552	3,956,200	14,841,100	325,888,580	21,413,260	57,938,580	405,240,420
1994	588	5,228,037	14,985,600	318,305,230	22,665,270	62,833,131	403,803,631
1993	581	6,442,500	17,171,000	315,167,360	23,302,430	63,961,563	402,431,353
1992	549	2,545,400	10,455,913	254,828,990	22,403,290	64,809,751	342,042,031

(1) Source: Austintown Township Zoning Office

(2) Mahoning County Auditor

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

PRINCIPAL TAXPAYERS - REAL PROPERTY TAX
TAX YEAR 2001

<u>Name of Taxpayer</u>	<u>Assessed Value</u>	<u>Percent of Assessed Value</u>
P&S Equities	\$6,169,770	1.27%
West View Village Co.	2,862,170	0.59%
35th Strouss Associates	2,642,720	0.55%
Hillbrook Apartments	2,553,250	0.53%
Westminister Associates	2,310,010	0.48%
Austintown Realty Co.	2,199,520	0.45%
Retail Trust Co	1,876,000	0.39%
Franklin LLC	1,685,600	0.35%
Prasad Karipineni	1,610,770	0.33%
Speedway Superamerica LLC.	1,368,640	0.28%
Total	<u>\$25,278,450</u>	<u>5.22%</u>

Source: Mahoning County Auditor

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

PRINCIPAL TAXPAYERS - PUBLIC UTILITY TAX
TAX YEAR 2001

<u>Name of Taxpayer</u>	<u>Assessed Value</u>	<u>Percent of Assessed Value</u>
Ohio Edison Co.	\$7,055,830	49.13%
Ohio Bell Telephone Co.	4,044,680	28.16%
American Transmissions Systems Inc.	1,390,990	9.68%
East Ohio Gas Co.	1,128,040	7.85%
Youngstown Warren MSA	231,680	1.61%
Sygnel Communications Inc.	111,250	0.77%
Sprintcom Inc.	94,400	0.66%
LCI International Telecom	80,160	0.56%
AT&T Communications.	76,720	0.53%
Nextel West Corporation	49,490	0.34%
Total	<u>\$14,263,240</u>	<u>99.31%</u>

Source: Mahoning County Auditor

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

PRINCIPAL TAXPAYERS - PERSONAL PROPERTY TAX
TAX YEAR 2001

<u>Name of Taxpayer</u>	<u>Assessed Value</u>	<u>Percent of Assessed Value</u>
Tamarkin Co.	\$4,303,500	7.26%
Hynes Industries	3,262,500	5.50%
Modern Building Supply Inc..	2,426,520	4.09%
Greenwood Chevrolet.	2,184,900	3.69%
FYDA Freightliner	2,003,190	3.38%
Cerni Motor Sales Inc.	1,611,270	2.72%
WalMart Sotres	1,585,880	2.68%
GE Lighting Inc	1,475,970	2.49%
Steel City Corporation.	1,267,110	2.14%
Fred Martin Ford Inc	1,210,770	2.04%
Total	<u>\$21,331,610</u>	<u>35.99%</u>

Source: Mahoning County Auditor

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

ATTENDANCE DATA
LAST TEN SCHOOL YEARS

School Year Ended	Number of Graduates	Attendance Percentage	Average Daily Membership	% Increase (Decrease) in ADM From Prior Year
2002	N/A	N/A	5,021	-0.65%
2001	385	93.60%	5,054	0.76%
2000	373	93.70%	5,016	-1.65%
1999	386	93.00%	5,100	-0.93%
1998	409	93.60%	5,148	-1.08%
1997	425	93.60%	5,204	-0.52%
1996	368	93.80%	5,231	-0.34%
1995	405	93.60%	5,249	-0.30%
1994	414	93.80%	5,265	-0.32%
1993	423	93.90%	5,282	N/A

Source: Ohio Department of Education

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

TEACHER EDUCATION AND EXPERIENCE
AS OF JUNE 30, 2002

<u>Degree</u>	<u>Number of Teachers</u>	<u>Percentage of Total</u>
Non-Degree	1	0.30%
Bachelor's Degree	58	17.68%
Bachelor's Degree + 15	58	17.68%
Master's Degree	68	20.73%
Master's Degree + 15	20	6.10%
Master's Degree + 30	121	36.90%
Ph.D.	2	0.61%
	<u>328</u>	<u>100.00%</u>

<u>Years of Experience</u>	<u>Number of Teachers</u>	<u>Percentage of Total</u>
0 - 5 Years	96	29.27%
6 - 10 Years	52	15.85%
11 - 15 Years	38	11.58%
16 - 20 Years	34	10.37%
21 - 25 Years	41	12.50%
26 - 30 Years	67	20.43%
	<u>328</u>	<u>100.00%</u>

Source: District Personnel Records

**AUSTINTOWN LOCAL SCHOOL DISTRICT
MAHONING COUNTY, OHIO**

SCHEDULE OF PROPERTY AND CASUALTY INSURANCE
AS OF JUNE 30, 2002

Company Policy Number	Policy Period	Coverage	Limits of Coverage	Deductible	Annual Premium
Indiana Insurance CBP9440351	10/01/01 to 10/01/2002	Property Casualty Each Occurrence Aggregate	\$2,000,000 \$5,000,000	\$0	\$47,762
Nationwide - Harcum/Hyre CA0005514	10/17/01 to 10/17/2002	Fleet	\$2,000,000	Comprehensive: \$1,000 Collision: \$1,000	\$20,850
Hartford - Harcum/Hyre EGL000	02/1/02 to 02/01/03	Liability Each Occurrence Aggregate	\$2,000,000 \$5,000,000	\$10,000	\$34,096

Source: District Records.



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

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AUSTINTOWN LOCAL SCHOOL DISTRICT

MAHONING 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
JANUARY 30 2003**