

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO

**Independent Auditors' Report on
Compliance and Internal Controls**

June 30, 2002



**Auditor of State
Betty Montgomery**

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Board of Education
Beavercreek City School District

We have reviewed the Independent Auditor's Report of the Beavercreek City School District, Greene County, prepared by Clark, Schaefer, Hackett & Co. for the audit period July 1, 2001 through June 30, 2002. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

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

A handwritten signature in black ink that reads "Betty Montgomery".

BETTY MONTGOMERY
Auditor of State

January 29, 2003

Clark, Schaefer, Hackett & Co.
CERTIFIED PUBLIC ACCOUNTANTS
BUSINESS CONSULTANTS

Independent Auditor's Report on Compliance and on Internal Control over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

Board of Education
Beavercreek City School District
3040 Kemp Road
Beavercreek, Ohio 45431

We have audited the general-purpose financial statements of the Beavercreek City School District (the School District) as of and for the year ended June 30, 2002, and have issued our report thereon dated December 16, 2002. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the 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 no instances of noncompliance that are required to be reported under *Government Auditing Standards*. However, we noted certain immaterial instances of noncompliance that we have reported to management of the School District in a separate letter dated December 16, 2002.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the 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 the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that do not require inclusion in this report, that we have reported to management of the School District in a separate letter dated December 16, 2002.

This report is intended for the information and use of management, the Board of Education, the Auditor of the State of Ohio, 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.

Clark, Schaefer, Hockett & Co.

Springfield, Ohio
December 16, 2002

Clark, Schaefer, Hackett & Co.
CERTIFIED PUBLIC ACCOUNTANTS
BUSINESS CONSULTANTS

Independent Auditor's Report on Compliance with Requirements Applicable
to Each Major Program and Internal Control over Compliance in
Accordance with OMB Circular A-133

Board of Education
Beavercreek City School District
3040 Kemp Road
Beavercreek, Ohio 45431

Compliance

We have audited the compliance of the Beavercreek City School District (the School District) with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2002. The School District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the School District's management. Our responsibility is to express an opinion on the 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 with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the 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 the School District's compliance with those requirements.

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

Internal Control Over Compliance

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

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

Schedule of Expenditures of Federal Awards

We have audited the general-purpose financial statements of the School District as of and for the year ended June 30, 2002, and have issued our report thereon dated December 16, 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 expenditures of federal awards is presented for the purpose 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 management, the Board of Education, the Auditor of the State of Ohio, 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.

Clark, Schaefer, Hachett & Co.

Springfield, Ohio
December 16, 2002

BEAVERCREEK CITY SCHOOL DISTRICT
Greene County, Ohio

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

Federal Grantor/ Pass Through Grantor Program Title	CFDA #	Pass Through Entity Number	Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
<u>U.S. DEPARTMENT OF AGRICULTURE</u>						
<i>Passed Through Ohio Department of Education</i>						
Nutritional Cluster:						
Food Distribution Program	10.550	NN-N1	-	92,133	-	80,153
National School Breakfast Program	10.553	05-PU	1,640	-	1,640	-
National School Lunch Program	10.555	LL-P1 LL-P4	7,466 <u>125,145</u>	- <u>-</u>	7,466 <u>125,145</u>	- <u>-</u>
Total U.S. Department of Agriculture - Nutrition Cluster			<u>134,251</u>	<u>92,133</u>	<u>134,251</u>	<u>80,153</u>
<u>U.S. DEPARTMENT OF EDUCATION</u>						
<i>Direct Program</i>						
Impact Aid Grant	84.041	N/A	375,243	-	375,243	-
<i>Passed Through Ohio Department of Education</i>						
Special Education Cluster						
Title VI-B Grant	84.027	6B-PM 6B-SF	24,105 449,348	- -	25,256 387,962	- -
Preschool Disabilities Grant	84.173	PG-S1	<u>29,953</u>	<u>-</u>	<u>36,855</u>	<u>-</u>
Total Special Education Cluster			503,406	-	450,073	-
Eisenhower Grant	84.281	MS-S1	23,661	-	22,256	-
Title I Grant	84.010	C1-S1	249,247	-	228,772	-
Title VI - Innovative Education Grant	84.298	C2-S1	25,537	-	40,184	-
Drug Free Schools and Communities	84.186	DR-S1	17,279	-	35,936	-
Goals 2000 Grant	84.276	G2-S3	-	-	2,403	-
Reading Excellence Grant	84.338	RN-S1	142,431	-	226,516	-
Assistive Technology Grant	84.352A	AT-S1	6,940	-	6,940	-
Title VI-R - Class Size Reduction Grant	84.340	CR-S1	<u>84,093</u>	<u>-</u>	<u>73,995</u>	<u>-</u>
Total U.S. Department of Education			<u>1,427,837</u>	<u>-</u>	<u>1,462,318</u>	<u>-</u>
TOTAL FEDERAL FINANCIAL ASSISTANCE			<u>1,562,088</u>	<u>92,133</u>	<u>1,596,569</u>	<u>80,153</u>

See notes to the schedule of expenditures of federal awards.

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO

Notes to the Schedule of Expenditures of Federal Awards

For the Year Ended June 30, 2002

1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the Beavercreek City School District and is presented on the cash basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of the general-purpose financial statements.

2. Nutrition Cluster

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 and other local receipts. It is assumed federal monies are expended first. At June 30, 2002, the School District had no significant food commodities in inventory.

3. Other General Fund Grants

The Impact Aid Grant received directly from the U.S. Department of Education, is accounted for in the School District's General Fund. Cash receipts from the U.S. Department of Education are commingled with local and state cash receipts. It is assumed federal monies are expended first.

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO

Schedule of Findings and Questioned Costs

June 30, 2002

1. Summary of Auditors' Results
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(d)(1)(i)	Type of Financial Statement Opinion	Unqualified												
(d)(1)(ii)	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No												
(d)(1)(ii)	Were there any other reportable weakness conditions reported at the financial statement level (GAGAS)?	No												
(d)(1)(iii)	Was there any reported non-compliance at the financial statement level (GAGAS)?	No												
(d)(1)(iv)	Were there any material internal control weakness conditions reported for major federal programs?	No												
(d)(1)(iv)	Were there any other reportable internal control weakness conditions reported for major federal programs?	No												
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unqualified												
(d)(1)(vi)	Are there any reportable findings under §5 10?	No												
(d)(1)(vii)	Major Programs	<table style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: left; border-bottom: 1px solid black;">Program</th> <th style="text-align: left; border-bottom: 1px solid black;">CFDA#</th> </tr> </thead> <tbody> <tr> <td>Impact Aid</td> <td>84.041</td> </tr> <tr> <td>Title VI-R</td> <td>84.340</td> </tr> <tr> <td>Special Education Cluster:</td> <td></td> </tr> <tr> <td style="padding-left: 20px;">Title VI-B</td> <td>84.027</td> </tr> <tr> <td style="padding-left: 20px;">Preschool Disabilities</td> <td>84.173</td> </tr> </tbody> </table>	Program	CFDA#	Impact Aid	84.041	Title VI-R	84.340	Special Education Cluster:		Title VI-B	84.027	Preschool Disabilities	84.173
Program	CFDA#													
Impact Aid	84.041													
Title VI-R	84.340													
Special Education Cluster:														
Title VI-B	84.027													
Preschool Disabilities	84.173													
	Dollar Threshold: Type A\B Programs	Type A: > \$300,000 Type B: All others												
(d)(1)(ix)	Low Risk Auditee?	No												

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO

Schedule of Findings and Questioned Costs Required to be Reported

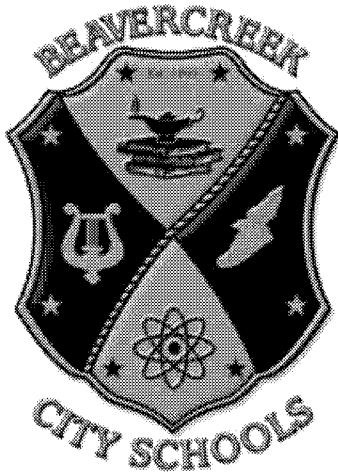
For the Year Ending June 30, 2002

There are no findings or questioned costs required to be reported for the year ending December 31, 2002.

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO

Schedule of Prior Auditing Findings

<u>Finding Number</u>	<u>Finding Summary</u>	<u>Fiscal Year Issued</u>	<u>Status</u>	<u>Explanation</u>
2001-53750-001	District did not prepare financial statements on GAAP basis as required by State law	2000	Corrected	GAAP financial report issued for fiscal year 2002.
2001-53750-002	District had budgetary expenditures which exceeded appropriations	2000	Partially Corrected	Immaterial instances of noncompliance noted during fiscal year 2002 were noted and reported in management letter.
2001-53750-003	District reported financial activity associated with construction of building project financed with lease-purchase.	2000	Corrected	Project completed.
2001-53750-004	Purchasing system had several internal control deficiencies	2000	Corrected	District implemented new accounting system and internal controls which addressed this situation.
2001-53750-005	District did not have adequate segregation of duties or review procedures in place related to its payroll cycle	2000	Corrected	District implemented new accounting system and internal controls which addressed this situation.
2001-53750-005	Numerous individuals inside and outside the Treasurer's office had the ability to perform all level of transactions and adjustments within the financial system	2000	Corrected	District implemented new accounting system and internal controls which addressed this situation.



BEAVERCREEK CITY SCHOOL DISTRICT

Greene County, Ohio

Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2002

Prepared by: Stephen L. Maag, Treasurer/CFO

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**Beavercreek City School District, Ohio
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 For the Fiscal Year Ended June 30, 2002**

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**Beavercreek City School District, Ohio
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 For the Fiscal Year Ended June 30, 2002**

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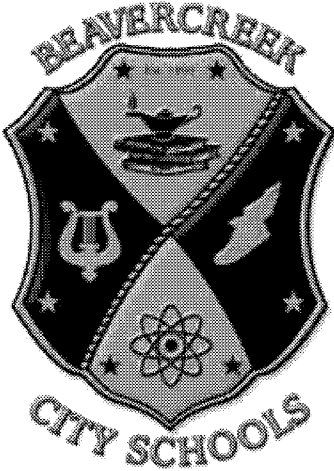
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**Beavercreek City School District, Ohio
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December 25, 2002

To the Citizens and Board of Education of the Beaver Creek City School District:

We are pleased to present the first annual Comprehensive Annual Financial Report (CAFR) of the Beaver Creek City School District. The information reported is for the fiscal year ended June 30, 2002. The report contains financial statements, supplemental statements and other financial and statistical information to provide complete and full disclosure of all material financial aspects of the District for 2001-2002 fiscal year.

Responsibility for the accuracy, completeness and fairness of this report rests with the District and more specifically, the Office of the Treasurer. To the best of our knowledge and belief, this report and the enclosed data are accurate in all material aspects. Our report is designed to present fairly the financial position, results of operation and cash flows of the various funds and account groups of the District.

This report is prepared in conformance with generally accepted accounting principles as set forth by the Governmental Accounting Standards Board (GASB) and other recognized authoritative services, and is representative of the District's continuing commitment to provide meaningful financial information to the citizens of the District.

The CAFR report is divided into three sections:

The Introductory Section introduces the reader to the report and provides an overview of the district and area. It also includes a table of contents, this transmittal letter, a list of principal officials, District's organizational chart and an Ohio Map.

The Financial Section includes the unqualified opinion of our independent auditor, Clark, Schaefer, Hackett and Company. It also includes the general-purpose financial statements and the combining and individual fund and account group financial statements and schedules.

The Statistical Section includes selective financial, economic and demographic information generally presented on a multi-year basis for comparative purposes.

THE REPORTING ENTITY

The School District has reviewed its operating 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 School District for financial reporting purposes, management has considered all agencies, departments and organizations making up Beaver Creek City School District (the primary government) and its potential component units. The District has no component units for the fiscal year 2002.

This report includes all funds and account groups of the district. The funds and account groups are used to account for the primary government's assets, liabilities, fund balances, and results of operations (or revenues over/under expenses) for those activities.

ECONOMIC CONDITION AND OUTLOOK

The Beaver Creek City School District is located in southwestern Ohio in the heart of Green County. The District is the fifth largest employer within Green County. The community includes a population of more than 40,000 residents who encompass all of the City of Beaver Creek and Beaver Creek Township and small portions of Fairborn, Xenia, Bellbrook, Kettering and Mad River Township. The socioeconomic profile of district residents, as measured by income levels and housing values, is substantially above average for the state.

The City of Beaver Creek is the largest City within Green County and has accessibility to major highways including I-70, I-75, and I-675. It is also in close proximity to major metropolitan areas such as Dayton, Cincinnati and Columbus. The local economy consists mainly of research-based industries, some manufacturing companies, and Wright-Patterson Air Force Base. The tax base is comprised of over 70% residential property, and has seen significant growth recently with 29% of total homes located in the City of Beaver Creek being constructed in the past decade.

The District and the community it serves anticipate continued growth. Not only is the District anticipating increased student enrollment, but is in the process of reviewing current enrollment imbalances at the middle and elementary schools. In fiscal year 2003, the District will be striving to maintain the excellent academic rating while implementing non-cost portions of its continuous improvement plan.

MAJOR INITIATIVES

Primary accomplishments for 2002 were as follows:

The Beaver Creek City School District achieved an "excellent" school district designation as prescribed by the Ohio Department of Education. This was attained by only 12% of the District's throughout the State of Ohio. Achievement of this designation is based on a 75% pass rate on the 4th, 6th and 9th grade proficiency test, 60% pass rate on the 12th grade proficiency, a 93% student attendance rate, and at least a 90% graduation rate. This designation is indicative of Beaver Creek's City School District's commitment to providing a quality educational environment.

During school year 2002, the Beaver Creek City School District was privileged to have 13 National Merit Scholarship Finalists. This large number of students is indicative of the district's commitment to educational excellence, as the district has produced more than 271 National Merit Scholarship Semi-finalists since 1975.

Financial

During fiscal year 2002, the Treasurer's office continued to make strides in improving processes and procedures. The major emphasis during these reviews was three-fold; efficiency, effectiveness and accountability. As a result the Treasurer's office completed the following initiatives:

- Updated the accounting software
- Updated several policy and procedure manuals including the Student Activity Manual and Purchasing Card Manual.
- Implemented a new fee waiver process, and student accounts receivable process, updates to receipt process, and payroll processing consolidation.

Curriculum and Instruction

Mapping and realignment of curriculum including:

- Design and implementation of a core curriculum methodology
- Focus on early literacy
- Classroom proficiency intervention
- Implementation of summer proficiency programs
- Review of long-range planning to incorporate Ohio Department of Education models
- Expanded use of technology in the classrooms
- Differentiated instruction implementation
- Increased emphasis on staff development

Technology

- Completion of networking of all District buildings, connecting every computer to the Internet
- Provided e-mail accounts to all professional staff members
- Implemented a centralized maintenance support program for all District owned hardware and software
- Implemented an organized replacement schedule for dated equipment including full replacement of computers at Ankeney Middle School
- Reestablished cable television signal to every classroom
- Made available access to library card catalogs on-line

Facilities Initiatives

Completion of over \$500,000 worth of permanent improvement projects throughout the District including:

- Building lock replacement and electronic key system
- Installation of security cameras
- Repair/Replacement of floor coverings in various buildings throughout the District
- Purchase of seven new school buses, a maintenance hi-lift and work van.
- Building improvements including painting, pavement repair/resurfacing, and gym floor refinishing
- Installation of new playground equipment

Goals for 2003 are:

Finance

- Receive the first annual award from the Government Finance Officer's Association (GFOA), and Association of School Business Officials (ASBO), Certificate of Excellence in Financial Reporting for the District's 2002 Comprehensive Annual Financial Report.
- Receive the first annual award from the Government Finance Officer's Associate (GFOA) Award for Outstanding Achievement in Popular Annual Financial Reporting for the District's 2002 Popular Annual Financial Report.

FINANCIAL INFORMATION

Internal Accounting and Budgetary Control

Internal accounting controls are designed to provide reasonable, but not absolute assurance regarding the safeguarding of assets against loss from unauthorized use or disposition and the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance is based on the assumption that the cost of internal accounting controls should not exceed the benefits expected to be derived from their implementation. The management of the District is responsible for establishing and maintaining an internal control environment that provides reasonable assurance the District's financial statements are reliable, the District complied with applicable laws and regulations and the District is operating effectively and efficiently.

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

The District maintains its accounts and accounting records to facilitate budgetary control as outlined by Ohio Revised Code. Before October 1st of each fiscal year the Board adopts its annual appropriation measure. These appropriations may be amended as needed by Board action. Annual appropriations and any amendments may not exceed the County Budget Commissions official estimate of resources. The County Auditor must certify that the Board's appropriation measures do not exceed the amount set forth in the latest of those official estimates.

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

The accounting system used by the District provides interim financial reports which detail month and year-to-date expenditures and encumbrances versus the original appropriation plus any additional appropriations made to date. Each administrator and school principal is furnished the reports showing the status of the budget accounts for which they are responsible. In addition, an on line inquiry system is available at each cost center site. As an additional safeguard, all employees are covered by a blanket bond, and certain individuals in policy-making roles are covered by a separate, higher limit bond. Additional information on the District's budgetary accounts can also be found in notes to the general-purpose financial statements.

General Government Functions

The General Fund is the general operating fund of the District, used to account for all revenues and expenditures not required to be accounted for in another fund.

The following schedule presents a summary of the General Fund revenues for the fiscal years ended June 30, 2002. The table below only shows current year's revenues as fiscal year 2001's financial statements were prepared on a cash basis and therefore, amounts would not be comparable.

	2002 Amount	Percent of Total
Taxes	\$30,599,761	65.6%
Intergovernmental	15,099,768	32.4%
Interest	358,748	.8%
Tuition and Fees	388,536	.8%
Miscellaneous	176,203	.4%
TOTAL	<u>\$46,623,016</u>	<u>100.0%</u>

As indicated above, the District receives the greatest portion of its revenue in the form of taxes and intergovernmental revenue.

The following schedule presents a summary of General Fund expenditures for the fiscal year ended June 30, 2002. The table below only shows current year's revenues as fiscal year 2001's financial statements were prepared on a cash basis and therefore, amounts would not be comparable.

	2002 Amount	Percent of Total
Regular Instruction	\$20,750,772	46.5%
Special Instruction	4,290,130	9.6%
Vocational Instruction	281,931	.6%
Other Instruction	840,167	1.9%
Pupil Support	3,100,779	7.0%
Instructional Staff	2,234,998	5.0%
Board of Education	84,787	.2%
Administration	2,556,630	5.7%
Fiscal	1,115,892	2.5%
Business	152,942	.3%
Plant Operation and Maintenance	4,840,543	10.9%
Pupil Transportation	2,528,861	5.7%
Central	606,932	1.4%
Extracurricular Activities	650,242	1.5%
Capital Outlay	36,414	.1%
Principal Retirement	65,000	.1%
Interest and Fiscal Charges	472,279	1.0%
TOTAL	\$44,609,299	100.0%

The District expended 58.6% on instruction in fiscal year 2002. Other expenditures were in support of pupils and the maintenance and upkeep of District facilities.

Special Revenue Funds

Special Revenue funds account for certain revenue sources, primarily program grants and entitlements restricted by law or other formal actions to expend for a specific purpose. In 2002, all Special Revenue Funds on a combined basis operated with \$2,820,511 in revenues and \$2,719,110 in expenditures.

Debt Service Fund

The District's Debt Service fund is used to account for the repayment of District's debt. In fiscal year 2002, the Debt Service Fund received \$3,818,815 in revenue and expended \$4,376,185 related to the repayment of debt.

Capital Projects Funds

The District's Capital Projects Funds are used to fund major equipment purchases and major capital improvement projects such as parking lots repair/resurfacing, bus purchases, and other District improvement projects. In 2002, all Capital Projects Funds on a combined basis operated with \$1,970,712 in revenues and \$2,280,910 in expenditures.

Trust and Agency Funds

Trust and Agency Funds require fiduciary relationship in their management of the District. The District's Expendable Trust Fund has a balance of \$ 22,123 at June 30, 2002. The Agency fund utilized by the District is used to account for Student Activity Funds. The Student Activity Fund represents a large variety of student groups from the high schools and middle schools. Agency Fund assets at year-end were \$157,105.

Enterprise Fund

The District's Enterprise Funds include a Food Service Fund, a Uniform School Supply Fund, and a Summer School Fund. These funds are operated similar in nature to profit making activities found in the private sector. The District's Enterprise Fund on a combined basis had operating revenues of \$1,716,338 and \$1,952,793 in operating expenses. The operating loss of \$236,455 was offset by non-operating revenues of \$296,131, resulting in net income of \$59,676.

DEBT ADMINISTRATION

The District has six debt issues outstanding at June 30, 2002: a 1996 Bond Issue, two EPA Asbestos Loans, two Energy Conservation Notes, and a 2002 Tax Anticipation Note.

CASH MANAGEMENT

The District's cash management program addresses the issues of safety, liquidity and yield while maximizing returns. All investments are spread among available investment options to insure safety. The District utilizes repurchase agreements, money market accounts, high-yield savings, U.S. Treasuries and Agencies and commercial paper for ready cash and yield. Investment earnings for all funds during the fiscal year were \$368,739.

RISK MANAGEMENT

The District continues to protect its assets through a comprehensive insurance program. Insurance policies for fleet liability, property loss and boiler and machinery are purchased from the Indiana Insurance Company. Insurance for general and excess liability is purchased through the Nationwide Insurance Company.

All employees are covered under the District's liability policy with Nationwide Insurance Company. The Superintendent and Board President are covered with a \$20,000 performance bond from Ohio Casualty Insurance Company. The Treasurer is covered with a \$20,000 performance bond from the Ohio Casualty Insurance Company.

The District uses the State Workers' Compensation plan and pays the premium based on a rate per \$100 of salaries. The School District is a member of Southwestern Ohio Educational Purchasing Cooperative.

INDEPENDENT AUDIT

State statutes require the School District to be subjected to an annual examination by an independent auditor. Independent auditor Clark, Schaefer, Hackett and Company was selected to render an opinion on the School District's financial statements as of June 30, 2002. An annual audit serves to maintain and strengthen the School District's accounting and budgetary controls.

Pursuant to statute, the State prescribed a uniform accounting system to standardize accounting classification and financial reporting for all governments in Ohio. The School District adopted and has been in conformance with that system beginning with its financial report for the 1979 year.

AWARDS

The Government Finance Officers Association of the United States and Canada (GFOA) awards a Certificate of Achievement for Excellence in Financial Reporting to governments that publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose content conforms to program standards. Such a report must satisfy both generally accepted accounting principles and applicable legal requirements. The District is submitting this report to GFOA to determine its eligibility for a certificate, which is the highest form of recognition in the area of governmental financial reporting.

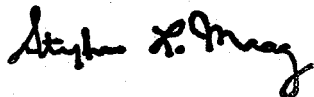
The District will also seek the Association of School Business Officials (ASBO) Certificate of Excellence in Financial Reporting for the fiscal year ended June 30, 2002. This award certifies that a Comprehensive Annual Financial Report substantially conforms to the principles and standards of financial reporting as recommended and adopted by the ASBO. This award is granted only after an extensive review of the report by an expert panel of certified public accountants and practicing school business officials. The District believes our current reports meets ASBO requirements.

ACKNOWLEDGEMENTS

The preparation and publication of this first annual Comprehensive Annual Financial Report would not have been possible without the cooperation and support of the entire staff of the Treasurer's Office. Sincere appreciation is extended to Gina M. Colston for her exceptional individual effort and dedication to this achievement. A special thanks is also extended to the Greene County Auditor's Office for their special support.

Finally, this report would not have been possible without the leadership of the Board of Education for their commitment to excellence in financial accountability.

Respectfully submitted,



Stephen L. Maag
Treasurer /CFO

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BEAVERCREEK CITY SCHOOL DISTRICT, OHIO

LIST OF PRINCIPAL OFFICIALS

June 30, 2002

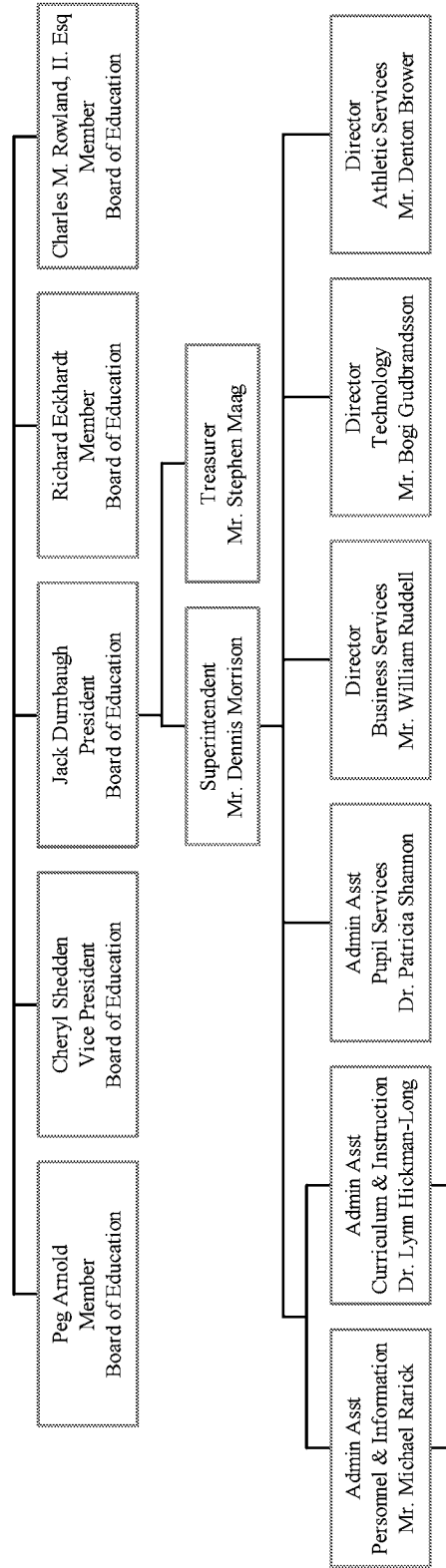
Board of Education

Jack Durnbaugh, President
Cheryl Shedden, Vice President
Peg Arnold, Member
Richard Eckhardt, Member
Charles Rowland, II. Esq., Member

Administration

Dennis Morrison, Superintendent
Mr. Michael Rarick, Administrative Assistant, Personnel and Information
Dr. Lynn Hickman-Long, Administrative Assistant, Curriculum and Instruction
Dr. Patricia Shannon, Administrative Assistant, Pupil Services
Stephen L. Maag, Treasurer/CFO
William Ruddell, Business Manager
Bogi Gudbrandsson, Director, Technology
Denton Brower, Director, Athletic Services

BEAVERCREEK CITY SCHOOLS ORGANIZATIONAL CHART



State Map




Clark, Schaefer, Hackett & Co.
CERTIFIED PUBLIC ACCOUNTANTS
BUSINESS CONSULTANTS

Independent Auditors' Report

Board of Education
Beavercreek City School District
3040 Kemp Road
Beavercreek, Ohio 45431

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

We conducted our audit in accordance with auditing standards generally accepted in the United States 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.

As discussed in Note 3, for fiscal year 2002 the School District presented its financial statements in accordance with accounting principles generally accepted in the United States as America. Previous, the School District prepared its financial statements on the basis of accounting formerly prescribed or permitted by the Auditor of State, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States.

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

In accordance with *Government Auditing Standards*, we also have issued our report dated December 16, 2002 on our consideration of the School 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.

The combining and individual fund and account group financial statements and schedules listed in the table of contents are presented for additional analysis and are not a required part of the general-purpose financial statements. We subjected this information to the auditing procedures applied in the audit of the general-purpose financial statements. 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 introductory and statistical information as listed in the accompanying table of contents and, therefore, express no opinion thereon.

Clark, Schaefer, Hackett & Co.
Springfield, Ohio
December 16, 2002

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BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS
June 30, 2002

	GOVERNMENTAL FUND TYPES			
	GENERAL	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS
<u>Assets and Other Debits:</u>				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$ 12,323,366	\$ 1,218,957	\$ 265,576	\$ 2,670,628
Cash and Cash Equivalents with Fiscal Agent	-	2,105	-	-
Restricted Cash and Cash Equivalents	429,101	-	-	-
Receivables:				
Taxes	31,612,881	-	2,530,478	1,597,090
Accounts	32,784	-	-	-
Intergovernmental	-	37,333	-	-
Interest	20,008	-	-	-
Interfund	90,000	-	-	-
Prepaid Items	12,228	-	-	-
Supplies Inventory	-	-	-	-
Inventory Held for Resale	-	-	-	-
Fixed Assets	-	-	-	-
Other Debits:				
Amount Available in General Obligation Bond Retirement Fund	-	-	-	-
Amount to be Provided for Retirement of General Long Term Obligations	-	-	-	-
Total Assets and Other Debits	\$ 44,520,368	\$ 1,258,395	\$ 2,796,054	\$ 4,267,718
<u>Liabilities, Fund Equity and Other Credits</u>				
Liabilities:				
Accounts Payable	\$ 60,573	\$ 32,572	\$ -	\$ -
Accrued Wages and Benefits	4,322,398	168,855	-	-
Accrued Interest Payable	19,938	-	-	-
Intergovernmental Payable	996,205	31,417	-	-
Interfund Payable	-	90,000	-	-
Due to Students	-	-	-	-
Deferred Revenue	29,271,559	24,992	2,301,852	1,472,691
Compensated Absences Payable	130,399	3,107	-	-
EPA Note Payable	-	-	-	-
Tax Anticipation Notes Payable	11,000,000	-	-	-
Energy Conservation Notes Payable	-	-	-	-
Capital Lease Obligation	-	-	-	-
General Obligation Bonds Payable	-	-	-	-
Total Liabilities	45,801,072	350,943	2,301,852	1,472,691
Fund Equity and Other Credits:				
Investment in General Fixed Assets	-	-	-	-
Contributed Capital	-	-	-	-
Retained Earnings:				
Unreserved	-	-	-	-
Fund Balances:				
Reserved for Encumbrances	302,674	138,855	-	326,804
Reserved for Prepaids	12,228	-	-	-
Reserved for Taxes	2,341,322	-	228,626	124,399
Reserved for Budget Stabilization	429,101	-	-	-
Reserved for Debt Service	-	-	265,576	-
Unreserved	(4,366,029)	768,597	-	2,343,824
Total Fund Equity and Other Credits	(1,280,704)	907,452	494,202	2,795,027
Total Liabilities, Fund Equity and Other Credits	\$ 44,520,368	\$ 1,258,395	\$ 2,796,054	\$ 4,267,718

See accompanying notes to the general purpose financial statements

PROPRIETARY FUND TYPE	FIDUCIARY FUND TYPES	ACCOUNT GROUPS		TOTAL (MEMORANDUM ONLY)
		GENERAL FIXED ASSETS	GENERAL LONG-TERM OBLIGATIONS	
ENTERPRISE	TRUST AND AGENCY			
\$ 386,086	\$ 179,228	\$ -	\$ -	\$ 17,043,841
-	-	-	-	2,105
-	-	-	-	429,101
-	-	-	-	35,740,449
3,939	-	-	-	36,723
42,996	-	-	-	80,329
-	-	-	-	20,008
-	-	-	-	90,000
-	-	-	-	12,228
4,926	-	-	-	4,926
26,318	-	-	-	26,318
156,031	-	45,389,844	-	45,545,875
-	-	-	265,576	265,576
-	-	-	44,022,162	44,022,162
<u>\$ 620,296</u>	<u>\$ 179,228</u>	<u>\$ 45,389,844</u>	<u>\$ 44,287,738</u>	<u>\$ 143,319,641</u>
\$ 2,079	\$ -	\$ -	\$ -	\$ 95,224
26,067	-	-	-	4,517,320
-	-	-	-	19,938
58,886	-	-	333,020	1,419,528
-	-	-	-	90,000
-	157,105	-	-	157,105
11,980	-	-	-	33,083,074
57,131	-	-	3,753,784	3,944,421
-	-	-	445,238	445,238
-	-	-	-	11,000,000
-	-	-	1,444,467	1,444,467
-	-	-	3,866,229	3,866,229
-	-	-	34,445,000	34,445,000
<u>156,143</u>	<u>157,105</u>	<u>-</u>	<u>44,287,738</u>	<u>94,527,544</u>
-	-	45,389,844	-	45,389,844
243,455	-	-	-	243,455
220,698	-	-	-	220,698
-	-	-	-	768,333
-	-	-	-	12,228
-	-	-	-	2,694,347
-	-	-	-	429,101
-	-	-	-	265,576
-	22,123	-	-	(1,231,485)
<u>464,153</u>	<u>22,123</u>	<u>45,389,844</u>	<u>-</u>	<u>48,792,097</u>
<u>\$ 620,296</u>	<u>\$ 179,228</u>	<u>\$ 45,389,844</u>	<u>\$ 44,287,738</u>	<u>\$ 143,319,641</u>

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
 COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES
 ALL GOVERNMENTAL FUNDS AND EXPENDABLE TRUST FUND
 FOR THE YEAR ENDED JUNE 30, 2002

	GOVERNMENTAL FUND TYPES				FIDUCIARY	TOTAL
	GENERAL	SPECIAL REVENUE	DEBT SERVICE	CAPITAL PROJECTS	EXPENDABLE TRUST	(MEMORANDUM ONLY)
Revenues:						
Taxes	\$ 30,599,761	\$ -	\$ 3,434,348	\$ 1,755,455	\$ -	\$ 35,789,564
Intergovernmental	15,099,768	2,219,254	384,467	214,187	-	17,917,676
Interest	358,748	5,535	-	1,070	-	365,353
Tuition and Fees	388,536	-	-	-	-	388,536
Extracurricular Activities	-	499,435	-	-	-	499,435
Miscellaneous	176,203	96,287	-	-	491	272,981
Total Revenues	46,623,016	2,820,511	3,818,815	1,970,712	491	55,233,545
Expenditures:						
Current:						
Instruction:						
Regular	20,750,772	288,344	-	60,000	-	21,099,116
Special	4,290,130	493,706	-	-	-	4,783,836
Vocational	281,931	-	-	-	-	281,931
Other	840,167	6,798	-	-	-	846,965
Support Services:						
Pupils	3,100,779	83,452	-	-	-	3,184,231
Instructional Staff	2,234,998	277,274	-	-	-	2,512,272
Board of Education	84,787	-	-	-	-	84,787
Administration	2,556,630	170,989	-	14,004	-	2,741,623
Fiscal	1,115,892	-	52,329	31,737	-	1,199,958
Business	152,942	-	-	21,223	-	174,165
Plant Operation and Maintenance	4,840,543	-	-	15,425	1,394	4,857,362
Pupil Transportation	2,528,861	330	-	265,745	-	2,794,936
Central	606,932	64,627	-	70,995	-	742,554
Non-Instructional Services	-	838,801	-	-	-	838,801
Extracurricular Activities	650,242	494,789	-	-	-	1,145,031
Capital Outlay	36,414	-	-	1,127,909	-	1,164,323
Debt Service:						
Principal Retirement	65,000	-	2,211,864	622,165	-	2,899,029
Interest and Fiscal Charges	472,279	-	2,111,992	51,707	-	2,635,978
Total Expenditures	44,609,299	2,719,110	4,376,185	2,280,910	1,394	53,986,898
Excess of Revenues Over(Under) Expenditures	2,013,717	101,401	(557,370)	(310,198)	(903)	1,246,647
Other Financing Sources (Uses):						
Proceeds from Sale of Fixed Assets	6,752	-	-	-	-	6,752
Operating Transfers-In	-	-	525,806	-	-	525,806
Operating Transfers-Out	(525,806)	-	-	-	-	(525,806)
Total Other Financing Sources (Uses)	(519,054)	-	525,806	-	-	6,752
Excess of Revenues and Other Financing Sources Over(Under) Expenditures and Other Financing Uses	1,494,663	101,401	(31,564)	(310,198)	(903)	1,253,399
Fund Balance at Beginning of Year Restated (See Note 3)	(2,775,367)	806,051	525,766	3,105,225	23,026	1,684,701
Fund Balance at End of Year	\$ (1,280,704)	\$ 907,452	\$ 494,202	\$ 2,795,027	\$ 22,123	\$ 2,938,100

See accompanying notes to the general purpose financial statements

BEAVERCREEK CITY SCHOOL DISTRICT
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (BUDGET BASIS)
ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	GENERAL FUND		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues:			
Taxes	\$ 29,395,000	\$ 30,013,435	\$ 618,435
Intergovernmental	14,325,000	15,166,389	841,389
Interest	790,453	363,536	(426,917)
Tuition and Fees	457,000	379,069	(77,931)
Extracurricular Activities	-	-	-
Gifts and Donations	-	-	-
Miscellaneous	108,000	86,145	(21,855)
Total Revenues	45,075,453	46,008,574	933,121
Expenditures:			
Current:			
Instruction:			
Regular	21,382,036	20,386,623	995,413
Special	4,687,596	4,762,257	(74,661)
Vocational	222,160	267,930	(45,770)
Other Instruction	1,153,998	875,328	278,670
Support Services:			
Pupils	2,984,141	3,026,675	(42,534)
Instructional Staff	2,348,758	2,240,172	108,586
Board of Education	108,513	77,073	31,440
Administration	2,780,589	2,657,651	122,938
Fiscal	1,730,781	1,144,521	586,260
Business	166,246	158,455	7,791
Plant Operation and Maintenance	5,154,448	4,986,380	168,068
Pupil Transportation	2,744,023	2,607,834	136,189
Central	644,054	589,550	54,504
Non-Instructional Services	1,000	-	1,000
Extracurricular Activities	723,686	648,060	75,626
Capital Outlay	285,000	286,924	(1,924)
Debt Service:			
Principal Retirement	-	-	-
Interest and Fiscal Charges	-	-	-
Total Expenditures	47,117,029	44,715,433	2,401,596
Excess of Revenues Over(Under) Expenditures	(2,041,576)	1,293,141	3,334,717
Other Financing Sources (Uses):			
Proceeds from Sale of Debt	11,070,000	11,000,000	(70,000)
Proceeds from Sale of Fixed Assets	-	6,752	6,752
Refund of Prior Year Expenditures	-	31,280	31,280
Refund of Prior Years Receipts	-	-	-
Other Financing Sources	-	46,487	46,487
Other Financing (Uses)	(51,751)	-	51,751
Advances-In	10,000	10,000	-
Advances-Out	(200,000)	(90,000)	110,000
Operating Transfers-In	-	-	-
Operating Transfers-Out	(7,769,611)	(7,769,427)	184
Total Other Financing Sources (Uses)	3,058,638	3,235,092	176,454
Excess of Revenues and Other Financing Sources Over(Under) Expenditures and Other Financing Uses	1,017,062	4,528,233	3,511,171
Fund Balance at Beginning of Year	7,442,120	7,442,120	-
Prior Year Encumbrances Appropriated	451,781	451,781	-
Fund Balance at End of Year	\$ 8,910,963	\$ 12,422,134	\$ 3,511,171

(Continued)

See accompanying notes to the general purpose financial statements

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
 COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (BUDGET BASIS)
 ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2002
 (Continued)

	SPECIAL REVENUE FUNDS			DEBT SERVICE FUNDS		
	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues:						
Taxes	\$ -	\$ -	\$ -	\$ 3,450,000	\$ 3,205,723	\$ (244,277)
Intergovernmental	2,260,499	2,201,935	(58,564)	450,000	384,467	(65,533)
Interest	6,665	5,535	(1,130)	-	-	-
Tuition and Fees	-	453,260	453,260	-	-	-
Extracurricular Activities	474,474	-	(474,474)	-	-	-
Gifts and Donations	80,321	73,123	(7,198)	-	-	-
Miscellaneous	-	-	-	-	-	-
Total Revenues	2,821,959	2,733,853	(88,106)	3,900,000	3,590,190	(309,810)
Expenditures:						
Current:						
Instruction:						
Regular	406,857	321,972	84,885	-	-	-
Special	552,204	459,293	92,911	-	-	-
Vocational	-	-	-	-	-	-
Other Instruction	11,794	6,626	5,168	-	-	-
Support Services:						
Pupils	143,135	95,004	48,131	-	-	-
Instructional Staff	361,015	306,137	54,878	-	-	-
Board of Education	-	-	-	-	-	-
Administration	178,699	150,958	27,741	-	-	-
Fiscal	-	-	-	60,000	52,329	7,671
Business	-	-	-	-	-	-
Plant Operation and Maintenance	4,000	-	4,000	-	-	-
Pupil Transportation	700	330	370	-	-	-
Central	117,132	64,627	52,505	-	-	-
Non-Instructional Services	1,213,413	960,533	252,880	-	-	-
Extracurricular Activities	606,096	490,181	115,915	-	-	-
Capital Outlay	-	-	-	-	-	-
Debt Service:						
Principal Retirement	-	-	-	11,572,437	11,572,252	185
Interest and Fiscal Charges	-	-	-	-	-	-
Total Expenditures	3,595,045	2,855,661	739,384	11,632,437	11,624,581	7,856
Excess of Revenues Over(Under) Expenditures	(773,086)	(121,808)	651,278	(7,732,437)	(8,034,391)	(301,954)
Other Financing Sources (Uses):						
Proceeds from Sale of Debt	-	-	-	-	-	-
Proceeds from Sale of Fixed Assets	-	-	-	-	-	-
Refund of Prior Year's Expenditures	-	2,440	2,440	-	-	-
Refund of Prior Years Receipts	(600)	-	600	-	-	-
Other Financing Sources	(29,000)	-	29,000	-	-	-
Other Financing (Uses)	-	-	-	-	-	-
Advances-In	90,000	90,000	-	-	-	-
Advances-Out	-	-	-	-	-	-
Operating Transfers-In	-	-	-	7,769,611	7,769,427	(184)
Operating Transfers-Out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	60,400	92,440	32,040	7,769,611	7,769,427	(184)
Excess of Revenues and Other Financing Sources Over(Under) Expenditures and Other Financing Uses	(712,686)	(29,368)	683,318	37,174	(264,964)	(302,138)
Fund Balance at Beginning of Year	869,800	869,800	-	530,541	530,541	-
Prior Year Encumbrances Appropriated	189,430	189,430	-	-	-	-
Fund Balance at End of Year	\$ 346,544	\$ 1,029,862	\$ 683,318	\$ 567,715	\$ 265,577	\$ (302,138)

See accompanying notes to the general purpose financial statements

CAPITAL PROJECT FUNDS			EXPENDABLE TRUST FUND		
REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
\$ 1,580,000	\$ 1,670,304	\$ 90,304	\$ -	\$ -	\$ -
190,000	214,187	24,187	-	-	-
1,437	1,071	(366)	-	-	-
-	-	-	-	-	-
-	-	-	500	491	(9)
-	-	-	-	-	-
<u>1,771,437</u>	<u>1,885,562</u>	<u>114,125</u>	<u>500</u>	<u>491</u>	<u>(9)</u>
735,000	733,872	1,128	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
16,806	14,485	2,321	-	-	-
36,840	31,737	5,103	-	-	-
39,772	39,772	-	-	-	-
391,638	25,020	366,618	3,000	1,394	1,606
286,745	286,663	82	-	-	-
71,059	70,995	64	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,973,027	1,434,483	538,544	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>3,550,887</u>	<u>2,637,027</u>	<u>913,860</u>	<u>3,000</u>	<u>1,394</u>	<u>1,606</u>
<u>(1,779,450)</u>	<u>(751,465)</u>	<u>1,027,985</u>	<u>(2,500)</u>	<u>(903)</u>	<u>1,597</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
(93,794)	-	93,794	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>(93,794)</u>	<u>-</u>	<u>93,794</u>	<u>-</u>	<u>-</u>	<u>-</u>
(1,873,244)	(751,465)	1,121,779	(2,500)	(903)	1,597
2,243,370	2,243,370	-	23,024	23,024	-
851,917	851,917	-	-	3,785	-
<u>\$ 1,222,043</u>	<u>\$ 2,343,822</u>	<u>\$ 1,121,779</u>	<u>\$ 20,524</u>	<u>\$ 25,906</u>	<u>\$ 1,597</u>

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
COMBINED STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN RETAINED EARNINGS
PROPRIETARY FUND TYPE
FOR THE YEAR ENDED JUNE 30, 2002

	<u>ENTERPRISE FUND</u>
Operating Revenues:	
Sales	\$ 1,367,729
Charges for Services	<u>348,609</u>
Total Operating Revenues	1,716,338
Operating Expenses:	
Salaries and Wages	692,143
Fringe Benefits	177,117
Purchased Services	32,211
Supplies and Materials	998,774
Depreciation	<u>52,548</u>
Total Operating Expenses	<u>1,952,793</u>
Operating (Loss)	(236,455)
Non-Operating Revenues:	
Federal and State Subsidies	209,375
Federal Donated Commodities	53,459
Interest	3,386
Miscellaneous	<u>29,911</u>
Total Non-Operating Revenues	<u>296,131</u>
Net Income	59,676
Retained Earnings at Beginning of Year - Restated (See Note 3)	<u>161,022</u>
Retained Earnings at End of Year	<u>\$ 220,698</u>
Contributed Capital at Beginning of Year (Restated (See Note 3)	243,455
Changes in Contributed Capital During Year	<u>-</u>
Contributed Capital at End of Year	<u>\$ 243,455</u>
Total Fund Equity at End of Year	<u><u>\$ 464,153</u></u>

See accompanying notes to the general-purpose financial statements

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
COMBINED STATEMENT OF CASH FLOWS
PROPRIETARY FUND TYPE
FOR THE YEAR ENDED JUNE 30, 2002

	ENTERPRISE FUND
Increase (Decrease) in Cash and Cash Equivalents	
Cash Flows from Operating Activities:	
Cash Received from Customers	\$ 1,713,574
Cash Payments for Employee Services and Benefits	(1,067,377)
Cash Payments to Suppliers for Goods and Services	(710,876)
Net Cash Provided by Operating Activities	(64,679)
Cash Flows from Noncapital Financing Activities:	
Federal and State Subsidies	185,657
Miscellaneous	29,911
Advances Repaid to Other funds	(10,000)
Net Cash Provided by Noncapital Financing Activities:	205,568
Cash Flows from Investing Activities:	
Interest	3,386
Net Cash Provided by Investing Activities	3,386
Net Increase (Decrease) in Cash and Cash Equivalents	144,275
Cash and Cash Equivalents Beginning of Year	241,811
Cash and Cash Equivalents End of Year	\$ 386,086
Reconciliation of Operating Loss to Net Cash Provided by Operating Activities:	
Operating Income	\$ (236,455)
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:	
Depreciation	52,548
Donated Commodities Received	80,153
Changes in Assets and Liabilities:	
Increase in Accounts Receivable	(2,764)
Increase in Inventory of Supplies and Materials	(4,926)
Decrease in Inventory Held for Resale	(9,777)
Decrease in Accounts Payable	(10,000)
Increase in Accrued Wages and Benefits	14,999
Increase in Deferred Revenue	11,980
Increase in Intergovernmental Payable	2,402
Increase in Compensated Absences Payable	37,161
Net Cash Provided by (Used In) Operating Activities	\$ (64,679)

Non-cash, Investing, Capital and Financing Activities:

During the year, the Food Service Enterprise Fund used material and supplies inventory valued at \$80,153. This inventory was donated to the District and no cash payments were made to acquire the inventory. An expense for the usage was included in the operating loss of the fund and therefore, donated commodities must be recognized as an adjustment to reconcile net cash used for operating activities.

See accompanying notes to the general-purpose financial statements

**BEAVERCREEK CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

1. DESCRIPTION OF THE SCHOOL DISTRICT

Beavercreek City School District is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio. The first official body designated as the Beavercreek Board of Education was formed sometime prior to 1903.

The District operates under a locally elected five-member Board form of government and provides educational services as authorized by its charter and further mandated by state and/or federal agencies. This Board controls the district's instructional/support facilities staffed by a full-time equivalent staff of 746 employees. There are 446 certified employees including 31 administrators and 300 classified support staff including 10 administrators, who provide services to 6,740 students and other community members.

Reporting Entity

The reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements of the District are not misleading.

The primary government consists of all funds and departments, which provide various services including instruction, student guidance, extracurricular activities, food service, pre-school, educational media and care and upkeep of grounds and buildings. The operation of each of these activities is directly controlled by the Board of Education. The following activities are also included within the reporting entity.

Current State legislation provides funding to parochial schools, as well as the community and Montessori schools within the District boundaries. These monies are received and disbursed on behalf of the parochial school by the treasurer of the District, as directed by the parochial school. The activity of these State monies received/dispursed by the District is reflected in a special revenue fund for financial reporting purposes.

Component units are legally separate organizations for which the District is financially accountable. The District is financially accountable for an organization if the District appoints a voting majority of the organization's governing body and (1) the District is able to significantly influence the programs or services performed or provided by the organization; or (2) the District is legally entitled to or can otherwise access the organization's resources; the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization or the District is obligated for the debt of the organization. Component units may also include organizations for which the District approves the budget, the issuance of debt or the levying of taxes. The District does not have any component units.

The District is associated with three organizations, which are defined as jointly governed. These organizations include the Southwestern Ohio Education Purchasing Cooperative (SOEPC), Miami Valley Educational Cooperative Association (MVECA) and the Greene County Career Center. These organizations are presented in Note 19 to the general-purpose financial statements.

**BEAVERCREEK CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

Basis of Presentation - Fund Accounting

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

A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations. An account group 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.

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

Governmental Fund Types

Governmental funds are those through which most governmental functions typically are financed. The acquisition, use and balances of the District's expendable financial resources and the related current 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 - This fund is the 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 Ohio.

Special Revenue Funds – 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.

**BEAVERCREEK CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

Proprietary Fund Type

Enterprise Funds – The enterprise funds are used to account for the District's ongoing activities that are similar to those found in the private sector.

Fiduciary Fund Types

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. The District's fiduciary funds include an expendable trust and an agency fund. The expendable trust fund is accounted for in essentially 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 the general government, and between long-term liabilities related to specific funds and those of a general nature, the following account groups are used:

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

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

Measurement Focus and Basis of Accounting

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

**BEAVERCREEK CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

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

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

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

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

Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied. Property taxes for which there is an enforceable legal claim as of June 30, 2002, but which were levied to finance fiscal year 2003 operations, have been recorded as deferred revenue. Grants and entitlements received before eligibility requirements are met are also recorded as deferred revenue. On governmental fund financial statements, receivables that will be not collected within the available period have also been reported as deferred revenue.

**BEAVERCREEK CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

Budgets and Budgetary Accounting

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, certificate of estimated resources, and the appropriations resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriation resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified.

All funds, other than agency funds, are legally required to be budgeted and appropriated. The legal level of control is at the fund level. Any budgetary modifications at this level may only be made by resolution of the Board of Education

Advances in and advances out are not required to be budgeted since they represent a temporary cash flow resource and are intended to be repaid.

Tax Budget

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

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

Estimated Resources

Prior to April 1, the Board of Education accepts, by formal resolution, the tax rates as determined by the Budget Commission and receives the Commission's Certificate of Estimated Resources, which states the projected revenue of each fund. Prior to June 30, the School District must revise its budget so that total contemplated expenditures from any fund during the ensuing year will not exceed the amount stated in the Certificate of Estimated Resources. The revised budget then serves as the basis for the appropriation measure. On or about July 1, the Certificate is amended to include unencumbered cash balances from the preceding year. The certificate may be further amended during the year if

**BEAVERCREEK CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

the fiscal officer determines that the revenue collected is greater or less than the 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.

Appropriations

Upon receipt from the County Auditor of an amended certificate of estimated resources based on final assessed values and tax rates or a certificate saying no new certificate is necessary, the annual appropriation resolution is legally enacted by the Board of Education at the fund level of expenditures, which is the legal level of budgetary control. Prior to the passage of the annual appropriation measure, the Board may pass a temporary appropriation measure to meet the ordinary expenses of the District. The appropriation resolution, by fund, must be within the estimated resources as certified by the County Budget Commission and the total of expenditures and encumbrances may not exceed the appropriation totals at any level of control. Any revisions that alter the total of any fund appropriation must be approved by the Board of Education. The Board may pass supplemental fund appropriations so long as the total appropriations by fund does not exceed the amounts set forth in the most recent Certificate of Estimated Resources. The budget figures, which appear in the statements of budgetary comparison, represent the final appropriation amounts, including all amendments and modification. The District made four amendments to appropriations during fiscal year 2002.

Encumbrances

As part of formal budgetary control, purchase orders, contracts and other commitments for the expenditure of monies are recorded as the equivalent of expenditures on the non-GAAP budgetary basis in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. The Ohio Revised Code prohibits expenditures plus encumbrances from exceeding appropriations. On the GAAP basis, encumbrances outstanding at year-end are reported as reservations of fund balances for subsequent-year expenditure for governmental funds and reported in the notes to the financial statements for proprietary funds.

Lapsing of Appropriations

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

**BEAVERCREEK CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Cash and Cash Equivalents

To improve cash management, all cash received by the District is pooled in central bank accounts. Monies for all funds are maintained in this account or temporarily used to purchase short-term investments. Individual fund integrity is maintained through the School District's records. Each fund's interest in the pool is presented on the balance sheet as "Equity in Pooled Cash and Cash Equivalents".

During fiscal year 2002, investments consisted of repurchase agreements, commercial paper and federal agency securities.

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

For the purposes of the combined balance 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.

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the General Fund during fiscal year 2002 amounted to \$358,748, and \$9,991 credited to other funds of the District.

Restricted Assets

Restricted assets in the general fund represent cash and cash equivalents set aside to establish a budget stabilization reserve. This reserve is required by State statute and can be returned to the general fund or used for specific purposes only after receiving approval from the Board of Education.

Supplies Inventory

Inventories of proprietary funds are stated at the lower of cost or market. Cost is determined on a first-in, first-out basis. Inventories of proprietary funds consist of donated food items, and purchased food items and are expensed when used.

**BEAVERCREEK CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2002 are recorded as prepaid items by using the consumption method and recording a current asset for the prepaid amount and reflecting the expenditure in the current year in which services are consumed.

Short-Term Interfund Receivables/Payables

Receivables and payables resulting from transactions between funds for services provided or goods received are classified as "due from other funds" or "due to other funds" on the balance sheet. Short-term loans are classified as "interfund receivables/payables".

Fixed Assets and Depreciation

General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction costs are reflected as expenditures in the governmental funds, and the related assets are reported in the general fixed assets account group. All fixed assets are capitalized at cost (or estimated historical cost) and updated for additions or retirements during the year. Donated fixed assets are recorded at their fair market values as of the date received. The District maintains a capitalization threshold of \$5,000. The District does not have any infrastructure. Assets in the general fixed asset account group are not depreciated.

Fixed assets in the Enterprise Funds of the District are recorded at cost or estimated historical cost. Assets donated to these fund type operations are recorded their estimated fair values at the date of donation. Property and equipment are depreciated in the Enterprise funds of the District using the straight-line method over the following estimated useful lives:

<u>Asset</u>	<u>Years</u>
Equipment	5-15 years

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's life are not capitalized. Interest incurred during construction of general fixed assets is also not capitalized.

**BEAVERCREEK CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Compensated Absences

Compensated absences of the District consist of vacation, personal and sick leave benefits accumulated by the employees of the District to the extent that payment to the employees for these absences are attributable to services already rendered and are not contingent on a specific event that is outside the control of the District and the employee.

In accordance with the provisions of GASB Statement No. 16, Accounting for Compensated Absences, a liability for leave benefits is accrued when both of these conditions are met:

1. The employees' rights to receive compensation are attributable to services already rendered.
2. It is probable that the employer will compensate the employees for the benefits through paid time off or some other means, such as cash payments at termination or retirement.

Vacation and other severance benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination payments as specified by the retirement system as well as other employees who are expected to become eligible in the future to receive such payments. The amounts is based on accumulate sick leave and employees' wage rates at fiscal year end, taking into consideration any limits specified in the District's termination policy.

For governmental funds, the District provides a liability for accumulated, unpaid vacation time and sick leave for eligible employees in the period in which the employee becomes eligible to receive payment. The current portion of the unpaid compensated absences is the amount expected to be paid using expendable available resources. Theses amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated unpaid leave are paid. The remainder is reported in the general long-term obligations account group.

Accrued Liabilities and Long-Term Obligations

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

**BEAVERCREEK CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Under Ohio law, a debt service fund must be created and used for the payment of tax and revenue anticipation notes. Generally accepted accounting principles require the reporting of the liability in the funds that received the proceeds.

Reservations and Designations of Fund Equity

Reservations of fund balances are established to identify the existence of assets that, because of their non-monetary nature or lack of liquidity, represent financial resources not available for current appropriation or expenditure or the portion of fund balance that is legally segregated for a specific future use. Fund balances have been reserved for encumbrances, prepaid items, taxes, and a budget stabilization reserve.

Intergovernmental Revenues

The District applies GASB Statement No. 33 "Accounting and Financial Reporting for Non-exchange Transactions," in accounting for a reporting intergovernmental revenue transactions. Governmental funds report these revenues when entitlement to the money has occurred and all grant requirements have been met, if available. Proprietary funds recognize these revenues when entitlement to the money has occurred and grant requirements have been met, regardless of the timing of the revenues.

The District currently participates in several state and federal programs, categorized as follows:

Entitlements

General Fund

- State Foundation Program
- State Property Tax Relief
- School Bus Purchase Program
- Federal Impact Aid

Debt Service Fund

- State Property Tax Relief

Capital Projects Fund

- State Property Tax Relief

**BEAVERCREEK CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Non-Reimbursement Grants

Special Revenue Funds

- Professional Development
- Educational Management Information Systems
- One-Net
- School Net Professional Development
- Interactive Video Distance Learning
- Ohio Reads
- Summer Intervention
- Title II
- Title VI-B
- Title I
- Title VI
- Drug Free Schools
- Preschool
- GOALS 2000
- Title VI-R

Capital Project Funds

- School Net Plus

Reimbursement Grants

Enterprise Fund

- National School Breakfast Program
- National School Lunch Program
- Government Donated Commodities

Grants and entitlements for governmental funds amounted to 32.4 percent of governmental fund revenue during the 2002 fiscal year.

Interfund Transactions

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

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

**BEAVERCREEK CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Estimates

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

Total Columns on General-Purpose Financial Statements

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

3. RESTATEMENT OF FUND BALANCE

For fiscal year 2002, the School District changed to preparing its annual financial report in accordance with generally accepted accounting principles. In the prior years, the School District prepared its statements on the basis of accounting formally prescribed or permitted by the Auditor of State. This basis of accounting is similar to the cash receipts and disbursement method of accounting. Receipts are recognized when received in cash rather than when earned, and disbursements are recognized when paid rather than when a liability is incurred. As the School District is changing to a different basis of accounting, the individual fund balances at June 30, 2001 must be restated on the cash basis.

**BEAVERCREEK CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

3. RESTATEMENT OF FUND BALANCE (Continued)

	General Fund	Special Revenue Funds	Debt Service Fund	Capital Project Funds	Expendable Trust Fund
Fund Balance at June 30, 2001 as previously reported	\$ 7,872,926	\$ 1,028,507	\$ 530,541	\$ 2,856,659	\$ 23,026
Fund reclassification	20,979	-	-	-	-
Adjustments for accrual entries	<u>(10,669,272)</u>	<u>(222,456)</u>	<u>(4,775)</u>	<u>248,566</u>	<u>-</u>
Fund Balance at June 30, 2001 as restated	<u>\$(2,775,367)</u>	<u>\$ 806,051</u>	<u>\$ 525,766</u>	<u>\$3,105,225</u>	<u>\$ 23,026</u>

	Enterprise Funds	Internal Service Fund	Agency Fund
Fund Equity at June 30, 2001 as previously reported	\$ 241,810	\$ 20,979	\$ 224,585
Fund reclassification	-	(20,979)	-
Adjustments for accrual entries	<u>162,667</u>	<u>-</u>	<u>(224,585)</u>
Fund Equity at June 30, 2001 as restated	<u>\$ 404,477</u>	<u>\$ -</u>	<u>\$ -</u>

4. BUDGETARY BASIS OF ACCOUNTING

While reporting financial position, results of operations, and changes in fund balance on the basis of generally accepted accounting principles (GAAP), the budgetary basis, as provided by law requires accounting for certain transactions on the basis of cash receipts, disbursements, appropriations and encumbrances. The Combined Statement of Revenues, Expenditures and Changes in Fund Balances, Budget and Actual (Budget Basis), All Governmental Fund Types and Expendable Trust Funds, are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and GAAP basis are that:

**BEAVERCREEK CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

4. BUDGETARY BASIS OF ACCOUNTING (Continued)

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures/expenses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Outstanding year-end encumbrances are treated as expenditures/expenses (budget basis) rather than as a reservation of fund balance for governmental fund types or note disclosure for proprietary fund types (GAAP basis).
4. Proceeds from and principal payments on debt obligations are reported on the operating statement (budget basis) rather than as balance sheet transactions (GAAP basis).
5. The School District repays short-term note debt from the debt service fund (budget basis) as opposed to the fund that received the proceeds (GAAP basis). Debt service fund resources used to pay both principal and interest have been allocated accordingly.

The adjustments necessary to convert the results of operations for the year ended June 30, 2002 on the GAAP basis to the budget basis are as follows:

Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses				
<u>Governmental Fund Types</u>				
	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Debt Service Fund</u>	<u>Capital Project Fund</u>
GAAP Basis	\$ 1,494,663	\$ 101,401	\$ (31,564)	\$ (310,198)
Revenue accruals	(536,676)	(69,605)	(228,625)	(85,150)
Expenditure accruals	196,541	(12,309)	7,238,846	(29,313)
Encumbrances	(302,674)	(138,855)	-	(326,804)
Transfers in (out)	(7,243,621)	-	(7,243,621)	-
Advances in (out)	(80,000)	90,000	-	-
Note proceeds	<u>11,000,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
Budget Basis	<u>\$4,528,233</u>	<u>\$ (29,368)</u>	<u>\$ (264,964)</u>	<u>\$ (751,465)</u>

**BEAVERCREEK CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

5. DEFICIT FUND BALANCE

Fund balances at June 30, 2002, included the following individual fund deficits:

General Fund	\$1,280,704
Title VI Grant Special Revenue Fund	\$ 1,173

The deficit fund balance in the General Fund is a result of the recognition of the tax anticipation notes which are recognized as a liability within this fund. This deficit will be reduced and eventually resolved as the tax revenues are accumulated within the fund and used to make applicable payments on the liability.

The deficit fund balance in the Title IV Grant Special Revenue Fund is a result of expenditures made in excess of available revenues, as permitted by the agreement with the grant agency, whose fiscal year does not coincide with the fiscal year of the District. The District, as required by law, advances monies to this fund until the final expenditure report is filed.

6. DEPOSITS AND INVESTMENTS

State statutes require the classification of monies held by the District into three categories.

Category 1 consists of "active" monies, those monies required to be kept in a "cash" or "near-cash" status for immediate use by the District. Such monies must be maintained either as cash in the School Treasury, in depository accounts payable, withdrawals on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

Category 2 consists of "inactive" monies, those monies not required for use within the current two-year period of designation of depositories. Inactive monies may be deposited or invested as certificates of deposit maturing not later than the end of the current period of designation of depositories, or as savings or deposit accounts including, but not limited to, passbook accounts.

Category 3 consists of "interim" monies, 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 the certificates of deposit maturing not more than one year from the date of deposit, or by savings or deposit accounts including passbook accounts.

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

In general, investments must mature or be redeemable within two years from the date of purchase. Interim monies may be invested in the following obligations:

**BEAVERCREEK CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

6. DEPOSITS AND INVESTMENTS (Continued)

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or 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 governmental 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;
6. The State Treasurers investment pool (STAR Ohio);
7. Certain bankers' acceptances and commercial paper notes for a period not to exceed one hundred eighty days from the date of purchase in an amount not to exceed twenty-five percent of the interim monies available for investment at any one time;

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

Deposits

At fiscal year end, the carrying amount of the District's deposits was \$9,907,568 and the bank balance was \$11,353,411. Of the bank balance, \$112,626 was covered by federal deposit insurance. Although all state statutory requirements for the deposit of money had been followed, the remaining amounts were uninsured and uncollateralized as defined by GASB Statement 3.

**BEAVERCREEK CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

6. DEPOSITS AND INVESTMENTS (Continued)

Investments

The District's investments are categorized to give an indication of the level of risk assumed by the District at fiscal year end. Category 1 includes investments that are insured or registered or for which the securities are 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 or agent but not in the District's name.

Based on the above criteria, The District's investments at year-end are classified as follows:

	Category 2	Category 3	Fair Value
Repurchase Agreement	-	\$1,545,245	\$1,545,245
Commercial Paper	299,481	-	299,481
Federal Agency Securities	5,722,753	-	5,722,753
Total	\$6,022,234	\$1,545,245	\$7,567,479

At June 30, 2002 the District had investments consisting of overnight repurchase agreements, commercial paper, and government agency securities.

The classification of cash and cash equivalents, and investments on the financial statements is based on criteria set forth in GASB Statement No. 9, "Reported Cash Flows of Proprietary and Non-Expendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting." Cash equivalents are defined to include investments with original maturities of three months or less.

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

	Cash and Cash Equivalents	
	<u>Deposits</u>	<u>Investments</u>
GASB Statement 9	\$17,475,047	\$ -
Investments of the Cash Management Pool:		
Repurchase Agreements	(1,545,245)	1,545,245
Commercial Paper	(299,481)	299,481
Federal Agency Securities	<u>(5,722,753)</u>	<u>5,722,753</u>
 GASB Statement 3	 <u>\$9,907,568</u>	 <u>\$7,567,479</u>

**BEAVERCREEK CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

7. PROPERTY TAXES

Property taxes are levied and assessed on a calendar year basis. Second half distributions occur in a new fiscal year. Property taxes include amounts levied against all real, public utility and tangible personal property located in the District. Real property taxes are levied after April 1 on the assessed value listed as of the prior January 1, the lien date. Public utility property taxes attached as a lien on December 31 of the prior year, were levied April 1 and are collected with real property taxes. Assessed values for real property taxes are established by State Law at 35 percent of appraised market value. All property is required to be reevaluated every six years. Public utility property taxes are assessed on tangible personal property at 88 percent of true value (with certain exceptions) and on real property at 35 percent of true value. Tangible personal property taxes are levied after April 1 on the value listed as of December 31 of the current year. Tangible personal property assessments are 25 percent of true value.

Real property taxes are payable annually or semi-annually. The first payment is due January 20, with the remainder payable by July 20.

Tangible personal property taxes paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30 with the remainder payable by September 20.

The County Treasurer collects property taxes on behalf of all taxing districts in the County, including the Beavercreek City School District. The County Auditor periodically remits to the District its portion of the taxes collected. The full tax rate for all District operations for the year ended June 30, 2002 was \$45.40 per \$1,000 of assessed value. The assessed values upon which the fiscal year 2002 taxes were collected are as follows:

	<u>2001 Second Half Collections</u>	<u>2002 First Half Collections</u>
Agricultural/residential real estate	\$764,989,940	\$789,910,950
Commercial/industrial real estate	236,546,510	252,186,840
Public utility personal	47,890,150	33,827,070
Tangible personal property	<u>80,000,544</u>	<u>76,033,145</u>
Total	<u>\$ 1,129,427,144</u>	<u>\$ 1,151,958,005</u>

Property taxes receivable represent real and tangible personal property taxes, public utility taxes and outstanding delinquencies which are measurable as of June 30, 2002. Although total property tax collections for the next year are measurable, only the amount available as an advance at June 30 is intended to finance current year operations. The receivable is therefore offset by a credit to deferred revenue for that portion not intended to finance current year operations. The amount available as an advance at June 30 was \$2,341,322 in the General Fund, \$228,626 in the Bond Retirement Debt Service Fund and \$124,399 in the Permanent Improvement Capital Projects Fund. These amounts have been set aside as a reserve of fund balance.

**BEAVERCREEK CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

8. RECEIVABLES

Receivables at June 30, 2002 consisted of taxes, tuition/fees, miscellaneous revenue, interest and intergovernmental grants. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes and the stable condition of State and Federal programs.

A summary of receivables follows:

<u>General Fund</u>	
Miscellaneous Receivable	\$ 32,784
Interest	<u>20,008</u>
	<u>52,792</u>
 <u>Special Revenue Funds</u>	
Intergovernmental Receivable	<u>37,333</u>
 <u>Proprietary Fund</u>	
Intergovernmental Receivable	42,996
Accounts Receivables	<u>3,939</u>
	<u>46,935</u>
Total Receivables	<u>\$137,060</u>

9. FIXED ASSETS

Changes in general fixed assets during the fiscal year ended June 30, 2002 were as follows:

	Balance at July 1, 2001	Additions	Deletions	Balance at June 30, 2002
Land	\$ 3,264,725	\$ -	\$ -	\$ 3,264,725
Land Improvements	882,000	-	-	882,000
Buildings	36,000,290	-	-	36,000,290
Building Improvements	-	668,035	-	668,035
Furniture and Equipment	1,276,705	47,815	-	1,324,520
Vehicles	<u>2,884,279</u>	<u>365,995</u>	-	<u>3,250,274</u>
Totals	<u>\$ 44,307,999</u>	<u>\$ 1,081,845</u>	<u>\$ -</u>	<u>\$ 45,389,844</u>

The following is a summary of Enterprise fund fixed assets for the District at June 30, 2002:

Equipment:	\$ 332,160
Less: Accumulated Depreciation	<u>(176,129)</u>
Net Enterprise Fund Fixed Assets	<u>\$156,031</u>

**BEAVERCREEK CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

10. DEFINED BENEFIT PENSION PLANS

School Employees Retirement System

The Beavercreek City School District contributes to the School Employees Retirement System of Ohio (SERS), a cost sharing multiple employer public employee retirement system administered by the School Employees Retirement System Board. SERS provides basic retirement benefits, disability, survivor, and health care benefits based on eligible service credit to members and beneficiaries. Benefits are established by Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available financial report that includes financial statements and required supplementary information for SERS. The report may be obtained by writing to the School Employees Retirement System, 45 North Fourth Street, Columbus, Ohio 43215-3684 or by calling (614) 222-5853.

Plan members are required to contribute 9 percent of their annual-coverage salary and the Beavercreek City School District is required to contribute at an actuarially determined rate. The current rate is 14 percent of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended, up to statutory maximum amounts, by the SERS' Retirement Board. The School District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2002, 2001, and 2000 were \$1,672,312, \$1,252,746, and \$1,014,072, respectively. 84 percent has been contributed for fiscal year 2002 and 100 percent for the fiscal years 2001 and 2000. \$567,096 represents the unpaid contribution for fiscal year 2002 and is recorded as a liability within the respective funds and the general long-term debt account group.

State Teachers Retirement System

The Beavercreek City School District contributes to the State Teachers Retirement System of Ohio (STRS), a cost sharing multiple employer public employee retirement system administered by the State Teachers Retirement System Board. STRS provides basic retirement benefits, disability, survivor and health care benefits based on eligible service credit to members and beneficiaries. Benefits are established by Chapter 3307 of the Ohio Revised Code. STRS issues a publicly available financial report that includes financial statements and required supplementary information to STRS. 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 Beavercreek City School District is required to contribute 14 percent. Contribution rates are established by STRS, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employer. The School District's required contributions for pension obligations to STRS for the fiscal years ended June 30, 2002, 2001, and 2000 were \$3,993,116, \$3,408,095 and \$3,133,860, respectively; 86 percent has been contributed for fiscal year 2002 and 100 percent for the fiscal years 2001 and 2000. \$555,508 representing the unpaid contribution for fiscal year 2002, is recorded as a liability within the respective funds.

**BEAVERCREEK CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

10. DEFINED BENEFIT PENSION PLANS (Continued)

Social Security System

Effective July 1, 1991, all employees not otherwise covered by the School Employees Retirement System or the State Teachers Retirement System has an option to choose Social Security or the SERS/STRS. As of June 30, 2002, two members of the Board of Education has elected social security.

11. POSTEMPLOYMENT BENEFITS

The District provides comprehensive health care benefits to retired teachers and their dependents through the State Teachers Retirement System (STRS), and to retired non-certified employees and their dependents through the School Employees Retirement System (SERS). Benefits include hospitalization, physicians' fees, prescription drugs, and reimbursement of monthly Medicare premiums. Benefit provisions and the obligations to contribute are established by the Systems based on authority granted by State statute. Both systems are 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 the fiscal year ended June 30, 2001, the board allocated employer contributions equal to 4.5 percent of covered payroll to the Health Care Reserve Fund. The balance in the Health Care Reserve Fund was \$3.256 billion on June 30, 2001. For the year ended June 30, 2001, net health care costs paid by STRS were \$300,772,000 and STRS had 102,132 eligible benefit recipients.

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

After the allocation for basic benefits, the remainder of the employer's 14% contribution is allocated to providing health care benefits. At June 30, 2001, the allocation rate is 9.8%. In addition, SERS levies a surcharge to fund health care benefits equal to 14 percent of the difference between a minimum pay and the members pay, pro-rated for partial service credit. For fiscal year 2001, 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, were \$161,439,934 and the target level was \$242.2 million. At June 30, 2001 SERS had net assets available for payment of health care benefits of \$315.7 million. SERS has approximately 50,000 participants currently receiving health care benefits.

**BEAVERCREEK CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

12. OTHER EMPLOYEE BENEFITS

Compensated Absences

Accumulated Unpaid Vacation

District classified employees earn vacation leave at varying rates based upon negotiated agreements and State laws. In the case of death or retirement, an employee (or his estate) is paid for his unused vacation leave. The total obligation for vacation leave for the District as a whole amounted to \$241,683 at June 30, 2002.

Accumulated Unpaid Sick Leave

Sick leave may be accumulated by District employees. Upon retirement, payment is made for 27 percent of the total unused sick leave balance up to a maximum of eighty-eight days for certified and classified employees. The total obligation for sick leave accrual for the District as a whole as of June 30, 2002 was \$3,654,580.

Accumulated Unpaid Personal Leave

Personal leave is credited to all employees at the beginning of their contract year. All employees with the exception of administrators are paid for their unused days the month following the end of the contract year. The total obligation for personal leave at June 30, 2002 amounted to \$32,513.

Compensatory Leave

Certain employees are allowed to accumulate hours for time worked up to a maximum of 80 hours. The employee has the option of taking the hours as time off or as paid leave. All compensatory time earned must be used in one calendar. Unused balances at June 30 are paid to the employee in following month. The total obligation for compensatory leave for the District as a whole amounted to \$15,645 at June 30, 2002.

13. RISK MANAGEMENT

The District is exposed to various risks of loss related to torts, thefts-of, damage to, and destruction of assets, errors and omissions, injuries to employee-and natural disasters. During fiscal year 2002, the School District contracted with Indiana Insurance Company for building and business property insurance. This policy has a limit of insurance in the amount of \$39,052,500 for property and a \$1,000 deductible. Boiler and Crime are included in the policy. Fleet insurance has a \$250,000 limit of liability and a deductible of \$250 for comprehensive and \$1,000 for collision. General liability insurance is under Nationwide Insurance and has a \$2,000,000 single occurrence limit and a \$5,000,000 aggregate and no deductible. The superintendent, treasurer and board president are all bonded separately. Settled claims have not exceeded this commercial coverage in any of the past three years. There have been no significant reductions in insurance coverage from last year.

**BEAVERCREEK CITY SCHOOL DISTRICT
 NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
 FOR THE YEAR ENDED JUNE 30, 2002**

13. RISK MANAGEMENT (Continued)

The District has elected to provide employee medical benefits through United Health Care. The board picks up ninety percent of the monthly premium for certified employees and a scaled percentage based on hours worked for classified employees.

Dental benefits are provided through CoreSource with the Board picking-up the total cost for employees that work seven hours a day or more.

The School District provides life insurance to employees through Reliance National Life Insurance.

14. CAPITALIZED LEASE – LESSEE DISCLOSURE

In prior years, the District has entered into lease agreements for the construction of an administrative office building and various equipment including computers, copiers, and a telephone system. These leases meet the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13, "Accounting for Leases", which defines a capital lease generally as one that transfers benefits and risks of ownership to the lessee. Capital lease payments are recorded in the general fund and the permanent improvement capital project fund.

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

Fiscal Year Ending June 30,	General Long- Term Debt
2003	\$ 919,505
2004	247,273
2005	243,635
2006	244,960
2007	246,000
2008-2012	1,235,275
2013-2017	1,225,175
2018-2022	1,223,125
2023- thereafter	979,000
Total Minimum Lease Payments	6,563,948
Less: Amount Representing Interest	(2,697,719)
Present Value of Minimum Lease Payments	\$ 3,866,229

**BEAVERCREEK CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

15. LONG-TERM OBLIGATIONS

Long-term obligations at June 30, 2002 were as follows:

General Long-Term Obligations

	Balance June 30, 2001	Increase	Decrease	Balance June 30, 2002
General Obligation Bonds:				
School Improvement				
1996 3.6% - 6.60%	\$ 36,220,000	\$ -	\$ 1,775,000	\$ 34,445,000
Energy Conservation Notes				
1995 5.48%	1,168,100	-	268,633	899,467
Energy Conservation Notes				
1998 4% - 4.95%	640,000	-	95,000	545,000
1993 EPA Asbestos Loan	13,086	-	8,452	4,634
1995 EPA Asbestos Loan	505,383	-	64,779	440,604
Total General Obligations	38,546,569	-	2,211,864	36,334,705
Compensated Absences	3,732,341	21,443	-	3,753,784
Capital Lease Obligation	4,553,394	-	687,165	3,866,229
Intergovernmental Payable	440,562	-	107,542	333,020
Total General Long-Term Obligations	\$ 47,272,866	\$ 21,443	\$ 3,006,571	\$ 44,287,738

The general obligation bond issues will be paid through the debt service fund from property taxes collected by the County Auditor.

In fiscal year 1996, the District issued approximately \$42,000,000 in general obligation bonds for the improvement and addition of District school buildings.

The energy conservation notes were issued for the purpose of remodeling schools in the District, and will be repaid with anticipating energy savings from the general fund.

In fiscal years 1993 and 1995, the district received \$152,128 and \$1,168,991 in interest-free loans for the United States Environmental Protection Agency (EPA) for asbestos removal from buildings throughout the District. These loans being repaid with General Fund revenues.

**BEAVERCREEK CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

15. LONG-TERM OBLIGATIONS (Continued)

The capital lease obligation will be repaid from the general fund. Compensated absences will be paid from the fund from which the person is paid if the funds are available, otherwise, from the general fund.

The intergovernmental payable represents the long-term portion of the pension obligation payable to the School Employees Retirement System.

Principal and interest requirements to retire the District's long-term obligations outstanding at June 30, 2002 are as follows:

Fiscal Year Ended June 30,	Principal	Interest	Total
2003	\$ 838,084	\$2,049,403	\$2,887,487
2004	1,034,305	2,006,941	3,041,246
2005	1,151,060	1,956,103	3,107,163
2006	954,779	1,905,209	2,859,988
2007	1,184,774	1,855,087	3,039,861
2008 – 12	7,136,703	8,224,596	15,361,299
2013 – 17	10,375,000	5,686,268	16,061,268
2018 – 21	13,660,000	1,655,715	15,315,715
Total	\$36,334,705	\$25,339,322	\$61,674,027

16. SHORT-TERM OBLIGATIONS

The following is a summary of the note activity for the District at June 30, 2002:

	Balance June 30, 2001	Increase	Decrease	Balance June 30, 2002
1997 Tax Anticipation Note	\$400,000	-	\$400,000	-
2001 Tax Anticipation Note	6,570,000	-	6,570,000	-
2002 Tax Anticipation Note	-	11,000,000	-	11,000,000
Total	\$6,970,000	\$11,000,000	\$6,970,000	\$11,000,000

The District's tax anticipation notes are being repaid with General Fund tax revenues being credited to the debt service fund. The proceeds from the sale of the 2002 tax anticipation notes were posted to the general fund.

**BEAVERCREEK CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

17. INTERFUND ACTIVITY

The composition of interfund balances as of June 30, 2002 is as follows:

<u>Fund Type/Fund:</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
General Fund	\$90,000	\$ -
Special Revenue Fund		
Title VI-B Fund	-	75,000
Title VI Fund	<u>-</u>	<u>15,000</u>
Total All Funds	<u>\$90,000</u>	<u>\$90,000</u>

18. SEGMENT INFORMATION

The District maintains three enterprise funds to account for the operations of food service, uniform school supplies and summer school. Selected segment information for the year ended June 30, 2002, is as follows:

	<u>Food Service</u>	<u>Uniform School Supplies</u>	<u>Summer School</u>	<u>Total Enterprise Funds</u>
Operating Revenues	1,367,729	287,724	60,885	1,716,338
Operating Expenses (less depreciation)	1,589,881	246,262	64,102	1,900,245
Depreciation Expenses	52,548	0	0	52,548
Operating Income (Loss)	(274,700)	41,462	(3,217)	(236,455)
Donated Commodities	53,459	0	0	53,459
Operating Grants	161,533	0	47,842	209,375
Interest Revenue	3,386	0	0	3,386
Net Income (Loss)	(56,322)	71,373	44,625	59,676
Net Working Capital	101,952	90,075	116,095	308,122
Total Assets	407,174	91,959	121,163	620,296
Total Liabilities	149,191	1,884	5,068	156,143
Total Equity	257,983	90,075	116,095	464,153
Encumbrances	1,181	15,810	4,395	21,386

**BEAVERCREEK CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

19. JOINTLY GOVERNED ORGANIZATIONS

Southwestern Ohio Educational Purchasing Cooperative (SOEPC)

The District is a member of the Southwestern Ohio Educational Purchasing Cooperative (SOEPC). The purpose of the cooperative is to obtain prices for quality merchandise and services commonly used by schools within geographical boundaries as defined by the SOEPC and to serve as a resource to member districts on matters related to business operations. The SOEPC elects one of its members as Chairperson and another as Vice-Chairperson. An Executive Committee is comprised of eleven members who include the Chairperson a Vice-Chairperson and nine other representatives. Each new member pays an initiation fee in addition to the annual membership fee and other appropriate assessments.

Miami Valley Educational Computer Association (MVECA)

The School District is a participant in the Miami Valley Computer Association (MVECA) which is a computer consortium. MVECA is an association of public schools within the boundaries of Clark, Clinton, Fayette, Greene and Highland Counties and Cities of Springfield, Wilminington, Washington Court House, Xenia and Hillsboro. The organization was formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and instructional functions among member districts.

The governing board of MVECA consists of five Superintendents and two Treasurers of member school districts, with four of the five Superintendents and both Treasurers elected by a majority vote of all member school districts except the Greene County Career Center. The fifth Superintendent is from the Greene County Career Center. The School District paid MVECA \$61,549 for services provided during the year. Financial information can be obtained from Norma Stewart, Executive Director, at 330 East Enon Road, Yellow Springs, Ohio 45387.

Greene County Career Center

The Greene County Career Center is a distinct political subdivision of the State of Ohio operated under the direction of a Board consisting of one representative from each of the seven participating school districts elected boards, which possesses its own budgeting and taxing authority. To obtain financial information, write to the Greene County Career Center, 2960 West Enon Road, Xenia, Ohio 45385-9545.

**BEAVERCREEK CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

20. CONTINGENT LIABILITIES

Grants

The District received financial assistance from federal and state agencies in the form of grants. The expenditures of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management any such disallowed claims will not have a material adverse effect on the overall financial position of the District at June 30, 2002.

Litigation

The District's attorney estimates that any potential claims against the District not covered by insurance resulting from all other litigation would not materially affect the financial statements of the District.

21. STATE SCHOOL FUNDING DECISION

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

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

**BEAVERCREEK CITY SCHOOL DISTRICT
NOTES TO THE GENERAL PURPOSE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2002**

22. SET ASIDE DISCLOSURE

The following table represents the District's set-aside calculations and amounts for textbooks, capital acquisition and budget stabilization. Although the District had offsets and qualifying disbursements during the year that reduced the set-aside amounts below zero for capital acquisitions, these extra amounts may not be used to reduce the set-aside requirements of future years. Excess disbursements related to the textbook reserve may be carried forward from year to year.

	<u>Textbooks</u>	<u>Capital Acquisition</u>	<u>Budget Stabilization</u>
Set-aside Balance as of June 30, 2002	\$ (414,922)	\$ -	\$ 429,101
Current Year Set-side Requirement	814,650	814,650	-
Current Year Offsets	-	(718,726)	-
Qualifying Disbursements	(1,283,773)	(1,553,333)	-
Total	<u>(884,045)</u>	<u>(1,457,409)</u>	<u>429,101</u>
Cash Balance Carried Forward to FY 2003	<u>\$(884,045)</u>	<u>\$(1,457,409)</u>	<u>\$ 429,101</u>
Amount Restricted for Budget Stabilization			\$429,101
Set-Aside Reserve			\$429,101

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

GENERAL FUND

The General Fund is used to account for government resources not accounted for in any other fund. The General Fund balance is available to the District for any purpose provided it is expended or transferred in accordance with the general laws of the State of Ohio.

Since there is only one General Fund and the level of budgetary control is not greater than that presented in the General-Purpose Financial Statements, no individual fund information is presented.

SPECIAL REVENUE FUNDS

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than major capital projects or expendable trusts) that are legally restricted to expenditure for specified purposes. The following are descriptions of each Special Revenue Fund.

Public School Support

To account for specific local revenue sources (other than taxes) generated by individual school buildings (i.e, sale of pictures, profits from vending machines, etc.). Expenditures include field trips, materials, equipment and other items to supplement co-curricular and extra-curricular programs.

Other Grants

To account for state funds which are provided to assist the District with various programs.

Venture Capital

To account for state grant funds which are provided for capital improvement.

District Managed Student Activities

To account for local funds generated to assist student activities, which are managed by District personnel.

Auxiliary Services

To account for state funds which provide services and materials to students attending non-public schools within the boundaries of the District as provided by state law.

Professional Development

To account for funds received under House Bill 117 to be used for locally held professional development and teacher training activities which are guided by Ohio's model competency based education programming or comparable models to support student achievement, including proficiency test performance.

SPECIAL REVENUE FUNDS (Continued)

Management Information Systems

To account for state funds that are provided to assist the District in implementing staff, student and financial information systems as mandated by the Omnibus Education Reform Act of 1989.

One-Net

To account for money appropriated for Ohio Educational Computer Network Connections.

SchoolNet Professional Development

To account for state funds provided for technology professional development within the District.

Interactive Video Distance Learning

To account for state funds for financing the interactive video distance learning project.

Ohio Reads

To account for state funds provided for developing and instituting programs to increase student reading comprehension skills.

Summer Intervention

To account for state funds provided for the implementation of, or expansion of, summer remedial math, reading and science classes.

Other State Grants

To account for state funds provided for miscellaneous state programs.

Title II Grant

To account for federal funds provided for the Title II program.

SPECIAL REVENUE FUNDS (Continued)

Title VI-B Grant

To account for federal funds received for the purpose of assisting in the identification of handicapped children, development of procedural safeguards, implementation of least restrictive alternate service patterns, and provision of full educational opportunities to handicapped children.

Title I Grant

To account for federal funds used to meet special education needs of educationally deprived children.

Title VI Grant

To account for federal funds used to provide programs for at-risk students; instructional materials to improve the quality of instruction; programs of professional development; and programs to enhance personal excellence of students and student achievement.

Drug Free Schools Grant

To account for federal funds used for establishment, operations, and improvement of programs of drug abuse prevention, early intervention, rehabilitation, referral and education in schools.

Preschool Grant

To account for revenues and expenditures made in conjunctions with child abuse, child neglect prevention programs.

GOALS 2000 Grant

To account for federal monies to support a broad range of education improvement goals.

Title VI-R Grant

To account for monies received under a federal grant to help reduce the teacher-student ratio at the elementary school level.

Miscellaneous Federal Grants

To account for federal funds provided for miscellaneous federal programs.

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
COMBINING BALANCE SHEET
ALL SPECIAL REVENUE FUNDS
JUNE 30, 2002

	Public School Support	Other Grants	Venture Capital
<u>Assets:</u>			
Assets:			
Equity in Pooled Cash and Cash Equivalents	\$ 233,236	\$ 6,964	\$ -
Cash and Cash Equivalents with Fiscal Agent	-	-	-
Intergovernmental Receivables	-	-	-
Total Assets and Other Debits	\$ 233,236	\$ 6,964	\$ -
<u>Liabilities and Fund Equity:</u>			
Liabilities:			
Accounts Payable	\$ 3,187	\$ -	\$ -
Accrued Wages and Benefits	-	7	-
Intergovernmental Payable	-	225	-
Interfund Payable	-	-	-
Deferred Revenue	-	-	-
Compensated Absences Payable	-	-	-
Total Liabilities	3,187	232	-
Fund Equity:			
Reserved for Encumbrances	20,442	1,486	6,200
Unreserved	209,607	5,246	(6,200)
Total Fund Equity	230,049	6,732	-
Total Liabilities and Fund Equity	\$ 233,236	\$ 6,964	\$ -

District Managed Student Activities	Auxiliary Services	Professional Development	Mangement Information Systems	One-Net
\$ 252,790	\$ 296,812	\$ 4,994	\$ 26,710	\$ 25,250
-	-	-	-	-
-	-	-	-	-
<u>\$ 252,790</u>	<u>\$ 296,812</u>	<u>\$ 4,994</u>	<u>\$ 26,710</u>	<u>\$ 25,250</u>
\$ 4,148	\$ 24,800	\$ -	\$ -	\$ -
-	90,898	-	-	-
118	15,519	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>4,266</u>	<u>131,217</u>	<u>-</u>	<u>-</u>	<u>-</u>
28,384	47,798	103	-	-
<u>220,140</u>	<u>117,797</u>	<u>4,891</u>	<u>26,710</u>	<u>25,250</u>
<u>248,524</u>	<u>165,595</u>	<u>4,994</u>	<u>26,710</u>	<u>25,250</u>
<u>\$ 252,790</u>	<u>\$ 296,812</u>	<u>\$ 4,994</u>	<u>\$ 26,710</u>	<u>\$ 25,250</u>

(Continued)

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
COMBINING BALANCE SHEET
ALL SPECIAL REVENUE FUNDS
JUNE 30, 2002
(Continued)

	School-Net Professional Development	Interactive Video Distance Learning	Ohio Reads
<u>Assets:</u>			
Assets:			
Equity in Pooled Cash and Cash Equivalents	\$ 4,177	\$ 8,700	\$ 12,736
Cash and Cash Equivalents with Fiscal Agent	-	-	-
Intergovernmental Receivables	-	-	-
	<hr/>	<hr/>	<hr/>
Total Assets and Other Debits	<u>\$ 4,177</u>	<u>\$ 8,700</u>	<u>\$ 12,736</u>
<u>Liabilities and Fund Equity:</u>			
Liabilities:			
Accounts Payable	\$ -	\$ -	\$ 283
Accrued Wages and Benefits	1,600	-	1,000
Intergovernmental Payable	-	-	309
Interfund Payable	-	-	-
Deferred Revenue	-	-	-
Compensated Absences Payable	-	-	-
	<hr/>	<hr/>	<hr/>
Total Liabilities	<u>1,600</u>	<u>-</u>	<u>1,592</u>
Fund Equity:			
Reserved for Encumbrances	-	-	10,757
Unreserved	2,577	8,700	387
	<hr/>	<hr/>	<hr/>
Total Fund Equity	<u>2,577</u>	<u>8,700</u>	<u>11,144</u>
	<hr/>	<hr/>	<hr/>
Total Liabilities and Fund Equity	<u>\$ 4,177</u>	<u>\$ 8,700</u>	<u>\$ 12,736</u>

Summer Intervention	Other State Grants	Title II Grant	Title VI-B Grant	Title I Grant
\$ 6,005	\$ 6,704	\$ 4,736	\$ 189,253	\$ 62,798
-	-	-	2,105	-
-	-	-	1,440	-
<u>\$ 6,005</u>	<u>\$ 6,704</u>	<u>\$ 4,736</u>	<u>\$ 192,798</u>	<u>\$ 62,798</u>
\$ -	\$ -	\$ 74	\$ 48	\$ -
-	-	-	36,844	36,919
-	658	121	7,861	5,995
-	-	-	75,000	-
-	-	-	-	-
-	-	-	3,107	-
-	658	195	122,860	42,914
-	1,807	424	4,439	-
6,005	4,239	4,117	65,499	19,884
6,005	6,046	4,541	69,938	19,884
<u>\$ 6,005</u>	<u>\$ 6,704</u>	<u>\$ 4,736</u>	<u>\$ 192,798</u>	<u>\$ 62,798</u>

(Continued)

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
COMBINING BALANCE SHEET
ALL SPECIAL REVENUE FUNDS
JUNE 30, 2002
(Continued)

	Title VI Grant	Drug Free Schools Grant	Preschool Grant
<u>Assets:</u>			
Assets:			
Equity in Pooled Cash and Cash Equivalents	\$ 13,945	\$ 9,327	\$ 2,864
Cash and Cash Equivalents with Fiscal Agent	-	-	-
Intergovernmental Receivables	-	13,689	2,634
Total Assets and Other Debits	\$ 13,945	\$ 23,016	\$ 5,498
<u>Liabilities and Fund Equity:</u>			
Liabilities:			
Accounts Payable	\$ -	\$ 32	\$ -
Accrued Wages and Benefits	-	1,587	-
Intergovernmental Payable	118	493	-
Interfund Payable	15,000	-	-
Deferred Revenue	-	13,689	-
Compensated Absences Payable	-	-	-
Total Liabilities	15,118	15,801	-
Fund Equity:			
Reserved for Encumbrances	7,469	9,436	110
Unreserved	(8,642)	(2,221)	5,388
Total Fund Equity	(1,173)	7,215	5,498
Total Liabilities and Fund Equity	\$ 13,945	\$ 23,016	\$ 5,498

<u>GOALS 2000 Grant</u>	<u>Title VI-R Grant</u>	<u>Miscellaneous Federal Grants</u>	<u>Total</u>
\$ 591	\$ 21,149	\$ 29,216	\$ 1,218,957
-	-	-	2,105
-	11,303	8,267	37,333
<u>\$ 591</u>	<u>\$ 32,452</u>	<u>\$ 37,483</u>	<u>\$ 1,258,395</u>
\$ -	\$ -	\$ -	\$ 32,572
-	-	-	168,855
-	-	-	31,417
-	-	-	90,000
-	11,303	-	24,992
-	-	-	3,107
-	11,303	-	350,943
-	-	-	138,855
591	21,149	37,483	768,597
591	21,149	37,483	907,452
<u>\$ 591</u>	<u>\$ 32,452</u>	<u>\$ 37,483</u>	<u>\$ 1,258,395</u>

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
ALL SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Public School Support	Other Grants	Venture Capital
Revenues:			
Intergovernmental	\$ -	\$ 38,591	\$ (34)
Interest	-	-	-
Extracurricular Activities	180,654	-	-
Miscellaneous	44,789	-	-
Total Revenues	<u>225,443</u>	<u>38,591</u>	<u>(34)</u>
Expenditures:			
Current:			
Instruction:			
Regular	799	10,183	-
Special	2,028	26,143	-
Other Instruction	-	1,503	-
Support Services:			
Pupils	3,505	375	-
Instructional Staff	13,797	6,115	19,231
Administration	-	-	-
Pupil Transportation	330	-	-
Central	455	1,325	-
Non-Instructional Services	382	-	-
Extracurricular Activities	204,989	-	-
Total Expenditures	<u>226,285</u>	<u>45,644</u>	<u>19,231</u>
Excess of Revenues Over(Under) Expenditures	<u>(842)</u>	<u>(7,053)</u>	<u>(19,265)</u>
Fund Balance at Beginning of Year - Restated (See Note 3)	<u>230,891</u>	<u>13,785</u>	<u>19,265</u>
Fund Balance at End of Year	<u><u>\$230,049</u></u>	<u><u>\$ 6,732</u></u>	<u><u>\$ -</u></u>

District Managed Student Activities	Auxiliary Services	Professional Development	Management Information Systems	One-Net
\$ -	\$ 892,881	\$ -	\$ 24,736	\$ 28,000
-	5,535	-	-	-
318,781	-	-	-	-
37,454	-	-	-	-
<u>356,235</u>	<u>898,416</u>	<u>-</u>	<u>24,736</u>	<u>28,000</u>
-	-	493	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	23,583	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	30,297	32,550
-	810,648	-	-	-
266,390	-	-	-	-
<u>266,390</u>	<u>810,648</u>	<u>24,076</u>	<u>30,297</u>	<u>32,550</u>
<u>89,845</u>	<u>87,768</u>	<u>(24,076)</u>	<u>(5,561)</u>	<u>(4,550)</u>
<u>158,679</u>	<u>77,827</u>	<u>29,070</u>	<u>32,271</u>	<u>29,800</u>
<u>\$ 248,524</u>	<u>\$ 165,595</u>	<u>\$ 4,994</u>	<u>\$ 26,710</u>	<u>\$ 25,250</u>

(Continued)

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES
 ALL SPECIAL REVENUE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2002
 (Continued)

	School -Net Professional Development	Interactive Video Distance Learning	Ohio Reads
Revenues:			
Intergovernmental	\$ 8,592	\$ 8,700	\$ 98,818
Interest	-	-	-
Extracurricular Activities	-	-	-
Miscellaneous	-	-	-
Total Revenues	8,592	8,700	98,818
Expenditures:			
Current:			
Instruction:			
Regular	8,140	-	87,694
Special	-	-	-
Other Instruction	-	-	-
Support Services:			
Pupils	-	-	2,877
Instructional Staff	-	-	-
Administration	800	-	-
Pupil Transportation	-	-	-
Central	-	-	-
Non-Instructional Services	-	-	-
Extracurricular Activities	-	-	-
Total Expenditures	8,940	-	90,571
Excess of Revenues Over(Under) Expenditures	(348)	8,700	8,247
Fund Balance at Beginning of Year - Restated (See Note 3)	2,925	-	2,897
Fund Balance at End of Year	\$ 2,577	\$ 8,700	\$ 11,144

Summer Intervention	Other State Grants	Title II Grant	Title VI-B Grant	Title I Grant
\$ -	\$ 49,026	\$ 23,661	\$ 482,193	\$ 246,958
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	49,026	23,661	482,193	246,958
2,995	8,747	-	-	-
-	12,014	-	45,098	250,450
-	2,893	-	-	-
-	-	-	52,859	-
-	-	22,247	178,793	-
-	24,126	-	123,599	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	12,453
-	-	-	23,410	-
2,995	47,780	22,247	423,759	262,903
(2,995)	1,246	1,414	58,434	(15,945)
9,000	4,800	3,127	11,504	35,829
\$ 6,005	\$ 6,046	\$ 4,541	\$ 69,938	\$ 19,884

(Continued)

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
ALL SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002
(Continued)

	Title VI Grant	Drug Free Schools Grant	Preschool Grant
Revenues:			
Intergovernmental	\$ 25,536	\$ 17,279	\$ 32,586
Interest	-	-	-
Extracurricular Activities	-	-	-
Miscellaneous	-	-	-
Total Revenues	25,536	17,279	32,586
Expenditures:			
Current:			
Instruction:			
Regular	18,266	5,272	-
Special	942	-	10,788
Other Instruction	-	-	-
Support Services:			
Pupils	-	23,836	-
Instructional Staff	13,146	-	362
Administration	-	-	22,464
Pupil Transportation	-	-	-
Central	-	-	-
Non-Instructional Services	7,432	7,886	-
Extracurricular Activities	-	-	-
Total Expenditures	39,786	36,994	33,614
Excess of Revenues Over(Under) Expenditures	(14,250)	(19,715)	(1,028)
Fund Balance at Beginning of Year - Restated (See Note 3)	13,077	26,930	6,526
Fund Balance at End of Year	\$ (1,173)	\$ 7,215	\$ 5,498

GOALS 2000 Grant	Title VI-R Grant	Miscellaneous Federal Grants	Total
\$ -	\$ 84,093	\$ 157,638	\$ 2,219,254
-	-	-	5,535
-	-	-	499,435
2,993	11,051	-	96,287
2,993	95,144	157,638	2,820,511
-	67,340	78,415	288,344
-	-	146,243	493,706
2,402	-	-	6,798
-	-	-	83,452
-	-	-	277,274
-	-	-	170,989
-	-	-	330
-	-	-	64,627
-	-	-	838,801
-	-	-	494,789
2,402	67,340	224,658	2,719,110
591	27,804	(67,020)	101,401
-	(6,655)	104,503	806,051
\$ 591	\$ 21,149	\$ 37,483	\$ 907,452

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL (BUDGET BASIS)
PUBLIC SCHOOL SUPPORT FUND
FOR THE YEAR ENDED JUNE 30, 2002

	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues:			
Extracurricular Activities	\$ 274,904	\$ 180,957	\$ (93,947)
Gifts and Donations	49,184	38,109	(11,075)
Total Revenues	324,088	219,066	(105,022)
Expenditures:			
Current:			
Instruction:			
Regular	24,004	799	23,205
Special	6,455	2,328	4,127
Support Services:			
Pupils	20,250	3,505	16,745
Instructional Staff	19,534	13,867	5,667
Plant Operation and Maintenance	4,000	-	4,000
Pupil Transportation	700	330	370
Central	1,000	455	545
Non-Instructional Services	1,300	382	918
Extracurricular Activities	294,984	227,366	67,618
Total Expenditures	372,227	249,032	123,195
Excess of Revenues Over(Under) Expenditures	(48,139)	(29,966)	18,173
Other Financing Sources(Uses):			
Refund of Prior Year Receipts	(600)	-	600
Total Other Financing Sources(Uses)	(600)	-	600
Excess of Revenues and Other Financing Sources Over(Under) Expenditures and Other Financing Uses	(48,739)	(29,966)	18,773
Fund Balance at Beginning of Year	225,059	225,059	-
Prior Year Encumbrances Appropriated	14,542	14,542	-
Fund Balance at End of Year	\$ 190,862	\$ 209,635	\$ 18,773

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
 BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 OTHER GRANTS FUND
 FOR THE YEAR ENDED JUNE 30, 2002

	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Intergovernmental	\$ 38,541	\$ 38,592	\$ 51
Total Revenues	<u>38,541</u>	<u>38,592</u>	<u>51</u>
Expenditures:			
Current:			
Instruction:			
Regular	11,615	11,377	238
Special	25,000	22,935	2,065
Other Instruction	1,661	1,503	158
Support Services:			
Pupils	1,500	650	850
Instructional Staff	8,376	6,258	2,118
Central Services	<u>1,325</u>	<u>1,325</u>	<u>-</u>
Total Expenditures	<u>49,477</u>	<u>44,048</u>	<u>5,429</u>
Excess of Revenues Over(Under)			
Expenditures	(10,936)	(5,456)	5,480
Fund Balance at Beginning of Year	10,286	10,286	-
Prior Year Encumbrances Appropriated	<u>650</u>	<u>650</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 5,480</u>	<u>\$ 5,480</u>

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
 BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 VENTURE CAPITAL FUND
 FOR THE YEAR ENDED JUNE 30, 2002

	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Intergovernmental	\$ -	\$ (34)	\$ (34)
Total Revenues	<u>-</u>	<u>(34)</u>	<u>(34)</u>
Expenditures:			
Current:			
Instruction			
Other Instruction	3,641	-	3,641
Support Services			
Instructional Staff	<u>15,623</u>	<u>19,230</u>	<u>(3,607)</u>
Total Expenditures	<u>19,264</u>	<u>19,230</u>	<u>34</u>
Excess of Revenues Over(Under)			
Expenditures	(19,264)	(19,264)	-
Fund Balance at Beginning of Year	13,064	13,064	-
Prior Year Encumbrances Appropriated	<u>6,200</u>	<u>6,200</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCES - BUDGET AND ACTUAL (BUDGET BASIS)
 DISTRICT MANAGED STUDENT ACTIVITIES FUND
 FOR THE YEAR ENDED JUNE 30, 2002

	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Extracurricular Activities	\$ 199,570	\$ 272,303	\$ 72,733
Gifts and Donations	<u>31,137</u>	<u>35,014</u>	<u>3,877</u>
Total Revenues	<u>230,707</u>	<u>307,317</u>	<u>76,610</u>
Expenditures:			
Current:			
Extracurricular Activities	<u>311,212</u>	<u>262,815</u>	<u>48,397</u>
Total Expenditures	<u>311,212</u>	<u>262,815</u>	<u>48,397</u>
Excess of Revenues Over(Under)			
Expenditures	<u>(80,505)</u>	<u>44,502</u>	<u>125,007</u>
Other Financing Sources(Uses):			
Refund of Prior Year Expenditures	-	2,440	2,440
Other Financing Uses	<u>(29,000)</u>	<u>-</u>	<u>29,000</u>
Total Other Financing Sources(Uses)	<u>(29,000)</u>	<u>2,440</u>	<u>31,440</u>
Excess of Revenues and Other Financing Sources			
Over(Under) Expenditures and Other Financing Uses	(109,505)	46,942	156,447
Fund Balance at Beginning of Year	149,764	149,764	-
Prior Year Encumbrances Appropriated	<u>13,170</u>	<u>13,170</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 53,429</u>	<u>\$ 209,876</u>	<u>\$ 156,447</u>

BEAVERCREEK CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
 BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 AUXILIARY SERVICES FUND
 FOR THE YEAR ENDED JUNE 30, 2002

	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Intergovernmental	\$ 895,274	\$ 892,881	\$ (2,393)
Interest	<u>6,665</u>	<u>5,535</u>	<u>(1,130)</u>
Total Revenues	<u>901,939</u>	<u>898,416</u>	<u>(3,523)</u>
Expenditures:			
Non-Instructional Services	<u>1,135,668</u>	<u>907,932</u>	<u>227,736</u>
Total Expenditures	<u>1,135,668</u>	<u>907,932</u>	<u>227,736</u>
Excess of Revenues Over(Under)			
Expenditures	(233,729)	(9,516)	224,213
Fund Balance at Beginning of Year	106,031	106,031	-
Prior Year Encumbrances Appropriated	<u>127,698</u>	<u>127,698</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 224,213</u>	<u>\$ 224,213</u>

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
 BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 PROFESSIONAL DEVELOPMENT FUND
 FOR THE YEAR ENDED JUNE 30, 2002

	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues:	\$ -	\$ -	\$ -
Total Revenues	-	-	-
Expenditures:			
Current:			
Instruction:			
Regular	40	493	(453)
Support Services:			
Instructional Staff	28,802	24,777	4,025
Non-Instructional Services	227	-	227
Total Expenditures	29,069	25,270	3,799
Excess of Revenues Over(Under)			
Expenditures	(29,069)	(25,270)	3,799
Fund Balance at Beginning of Year	28,967	28,967	-
Prior Year Encumbrances Appropriated	102	102	-
Fund Balance at End of Year	\$ -	\$ 3,799	\$ 3,799

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
 BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 MANAGEMENT INFORMATION SYSTEMS FUND
 FOR THE YEAR ENDED JUNE 30, 2002

	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Intergovernmental	\$ 24,736	\$ 24,736	\$ -
Total Revenues	<u>24,736</u>	<u>24,736</u>	<u>-</u>
Expenditures:			
Current:			
Support Services:			
Central	<u>57,008</u>	<u>30,297</u>	<u>26,711</u>
Total Expenditures	<u>57,008</u>	<u>30,297</u>	<u>26,711</u>
Excess of Revenues Over(Under)			
Expenditures	(32,272)	(5,561)	26,711
Fund Balance at Beginning of Year	<u>32,272</u>	<u>32,272</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 26,711</u>	<u>\$ 26,711</u>

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
 BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 ONE-NET FUND
 FOR THE YEAR ENDED JUNE 30, 2002

	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Intergovernmental	\$ 28,000	\$ 28,000	\$ -
Total Revenues	<u>28,000</u>	<u>28,000</u>	<u>-</u>
Expenditures:			
Current:			
Support Services:			
Central	<u>57,799</u>	<u>32,550</u>	<u>25,249</u>
Total Expenditures	<u>57,799</u>	<u>32,550</u>	<u>25,249</u>
Excess of Revenues Over(Under)			
Expenditures	(29,799)	(4,550)	25,249
Fund Balance at Beginning of Year	<u>29,799</u>	<u>29,799</u>	<u>-</u>
Fund Balance at End of Year	<u>-</u>	<u>25,249</u>	<u>25,249</u>

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
 BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 SCHOOL-NET PROFESSIONAL DEVELOPMENT FUND
 FOR THE YEAR ENDED JUNE 30, 2002

	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Intergovernmental	\$ 8,592	\$ 8,592	\$ -
Total Revenues	<u>8,592</u>	<u>8,592</u>	<u>-</u>
Expenditures:			
Current:			
Instruction:			
Regular	7,792	7,266	526
Support Services:			
Administration	<u>1,000</u>	<u>800</u>	<u>200</u>
Total Expenditures	<u>8,792</u>	<u>8,066</u>	<u>726</u>
Excess of Revenues Over(Under)			
Expenditures	(200)	526	726
Fund Balance at Beginning of Year	2,701	2,701	-
Prior Year Encumbrances Appropriated	<u>949</u>	<u>949</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 3,450</u>	<u>\$ 4,176</u>	<u>\$ 726</u>

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
 BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 INTERACTIVE VIDEO DISTANCE LEARNING FUND
 FOR THE YEAR ENDED JUNE 30, 2002

	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Intergovernmental	\$ 8,700	\$ 8,700	\$ -
Total Revenues	<u>8,700</u>	<u>8,700</u>	<u>-</u>
Expenditures:	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues Over(Under)			
Expenditures	8,700	8,700	-
Fund Balance at Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 8,700</u>	<u>\$ 8,700</u>	<u>\$ -</u>

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
 BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 OHIO READS FUND
 FOR THE YEAR ENDED JUNE 30, 2002

	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Intergovernmental	\$ 98,818	\$ 98,818	\$ -
Total Revenues	<u>98,818</u>	<u>98,818</u>	<u>-</u>
Expenditures:			
Current:			
Instruction:			
Regular	98,869	94,316	4,553
Support Services:			
Pupils	<u>2,877</u>	<u>2,877</u>	<u>-</u>
Total Expenditures	<u>101,746</u>	<u>97,193</u>	<u>4,553</u>
Excess of Revenues Over(Under)			
Expenditures	(2,928)	1,625	4,553
Fund Balance at Beginning of Year	70	70	-
Prior Year Encumbrances Appropriated	<u>2,858</u>	<u>2,858</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 4,553</u>	<u>\$ 4,553</u>

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
 BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 SUMMER INTERVENTION GRANT FUND
 FOR THE YEAR ENDED JUNE 30, 2002

	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:	\$ -	\$ -	\$ -
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:			
Current:			
Instruction:			
Regular	<u>9,000</u>	<u>3,002</u>	<u>5,998</u>
Total Expenditures	<u>9,000</u>	<u>3,002</u>	<u>5,998</u>
Excess of Revenues Over(Under)			
Expenditures	(9,000)	(3,002)	5,998
Fund Balance at Beginning of Year	<u>9,000</u>	<u>9,000</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 5,998</u>	<u>\$ 5,998</u>

BEAVERCREEK CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
 BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 OTHER STATE GRANTS FUND
 FOR THE YEAR ENDED JUNE 30, 2002

	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Intergovernmental	\$ 49,026	\$ 49,026	\$ -
Total Revenues	<u>49,026</u>	<u>49,026</u>	<u>-</u>
Expenditures:			
Current:			
Instruction:			
Regular	8,750	8,750	-
Special	19,544	14,648	4,896
Other Instruction	3,500	2,721	779
Support Services:			
Pupils	1,797	1,797	-
Instructional Staff	<u>23,134</u>	<u>23,913</u>	<u>(779)</u>
Total Expenditures	<u>56,725</u>	<u>51,829</u>	<u>4,896</u>
Excess of Revenues Over(Under)			
Expenditures	(7,699)	(2,803)	4,896
Fund Balance at Beginning of Year	4,876	4,876	-
Prior Year Encumbrances Appropriated	<u>2,823</u>	<u>2,823</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 4,896</u>	<u>\$ 4,896</u>

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
 BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 TITLE II GRANT FUND
 FOR THE YEAR ENDED JUNE 30, 2002

	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Intergovernmental	\$ 26,082	\$ 23,661	\$ (2,421)
Total Revenues	<u>26,082</u>	<u>23,661</u>	<u>(2,421)</u>
Expenditures:			
Current:			
Support Services:			
Instructional Staff	29,134	22,475	6,659
Non-Instructional Services	<u>279</u>	<u>279</u>	<u>-</u>
Total Expenditures	<u>29,413</u>	<u>22,754</u>	<u>6,659</u>
Excess of Revenues Over(Under)			
Expenditures	(3,331)	907	4,238
Fund Balance at Beginning of Year	<u>3,331</u>	<u>3,331</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 4,238</u>	<u>\$ 4,238</u>

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
 BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 TITLE VI-B GRANT FUND
 FOR THE YEAR ENDED JUNE 30, 2002

	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Intergovernmental	\$ 473,451	\$ 473,451	\$ -
Total Revenues	<u>473,451</u>	<u>473,451</u>	<u>-</u>
Expenditures:			
Current:			
Instruction:			
Special	51,608	33,248	18,360
Support Services:			
Pupils	76,006	61,221	14,785
Instructional Staff	216,018	175,384	40,634
Administration	148,030	124,415	23,615
Non-Instructional Services	<u>35,805</u>	<u>23,434</u>	<u>12,371</u>
Total Expenditures	<u>527,467</u>	<u>417,702</u>	<u>109,765</u>
Excess of Revenues Over(Under)			
Expenditures	(54,016)	55,749	109,765
Other Financing Sources (Uses):			
Advances-In	<u>75,000</u>	<u>75,000</u>	<u>-</u>
Total Other Financing Sources (Uses):	<u>75,000</u>	<u>75,000</u>	<u>-</u>
Excess of Revenues and Other Financing Sources			
Over (Under) Expenditures and Other Financing Uses	20,984	130,749	109,765
Fund Balance at Beginning of Year	51,404	51,404	-
Prior Year Encumbrances Appropriated	<u>2,614</u>	<u>2,614</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 75,002</u>	<u>\$ 184,767</u>	<u>\$ 109,765</u>

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
 BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 TITLE I GRANT FUND
 FOR THE YEAR ENDED JUNE 30, 2002

	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Intergovernmental	\$ 249,247	\$ 249,247	\$ -
Total Revenues	<u>249,247</u>	<u>249,247</u>	<u>-</u>
Expenditures:			
Current:			
Instruction:			
Special	275,095	217,619	57,476
Non-Instructional Services	<u>16,473</u>	<u>11,152</u>	<u>5,321</u>
Total Expenditures	<u>291,568</u>	<u>228,771</u>	<u>62,797</u>
Excess of Revenues Over(Under)			
Expenditures	(42,321)	20,476	62,797
Fund Balance at Beginning of Year	<u>42,321</u>	<u>42,321</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 62,797</u>	<u>\$ 62,797</u>

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
 BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 TITLE VI GRANT FUND
 FOR THE YEAR ENDED JUNE 30, 2002

	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Intergovernmental	\$ 43,282	\$ 25,536	\$ (17,746)
Total Revenues	<u>43,282</u>	<u>25,536</u>	<u>(17,746)</u>
Expenditures:			
Current:			
Instruction:			
Regular	23,046	18,460	4,586
Special	1,000	1,014	(14)
Support Services:			
Instructional Staff	20,044	19,871	173
Non-Instructional Services	<u>12,783</u>	<u>8,307</u>	<u>4,476</u>
Total Expenditures	<u>56,873</u>	<u>47,652</u>	<u>9,221</u>
Excess of Revenues Over(Under)			
Expenditures	(13,591)	(22,116)	(8,525)
Other Financing Sources (Uses):			
Advances-In	<u>15,000</u>	<u>15,000</u>	<u>-</u>
Total Other Financing Sources (Uses):	<u>15,000</u>	<u>15,000</u>	<u>-</u>
Excess of Revenues and Other Financing Sources			
Over (Under) Expenditures and Other Financing Uses	1,409	(7,116)	(8,525)
Fund Balance at Beginning of Year	10,155	10,155	-
Prior Year Encumbrances Appropriated	<u>3,437</u>	<u>3,437</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 15,001</u>	<u>\$ 6,476</u>	<u>\$ (8,525)</u>

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
 BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 DRUG-FREE SCHOOL GRANT FUND
 FOR THE YEAR ENDED JUNE 30, 2002

	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Intergovernmental	\$ 30,968	\$ 17,279	\$ (13,689)
Total Revenues	<u>30,968</u>	<u>17,279</u>	<u>(13,689)</u>
Expenditures:			
Current:			
Instruction:			
Regular	7,365	5,251	2,114
Support Services:			
Pupils	40,705	24,954	15,751
Non-Instructional Services	<u>10,878</u>	<u>9,047</u>	<u>1,831</u>
Total Expenditures	<u>58,948</u>	<u>39,252</u>	<u>19,696</u>
Excess of Revenues Over(Under)			
Expenditures	(27,980)	(21,973)	-
Fund Balance at Beginning of Year	21,854	21,854	-
Prior Year Encumbrances Appropriated	<u>6,126</u>	<u>6,126</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 6,007</u>	<u>\$ -</u>

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
 BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 PRESCHOOL GRANT FUND
 FOR THE YEAR ENDED JUNE 30, 2002

	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Intergovernmental	\$ 32,586	\$ 29,952	\$ (2,634)
Total Revenues	<u>32,586</u>	<u>29,952</u>	<u>(2,634)</u>
Expenditures:			
Current:			
Instruction:			
Special	12,332	11,390	942
Support Services:			
Instructional Staff	350	362	(12)
Administration	<u>29,669</u>	<u>25,743</u>	<u>3,926</u>
Total Expenditures	<u>42,351</u>	<u>37,495</u>	<u>4,856</u>
Excess of Revenues Over(Under)			
Expenditures	(9,765)	(7,543)	2,222
Fund Balance at Beginning of Year	9,655	9,655	-
Prior Year Encumbrances Appropriated	<u>110</u>	<u>110</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 2,222</u>	<u>\$ 2,222</u>

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
 BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 GOALS 2000 GRANT FUND
 FOR THE YEAR ENDED JUNE 30, 2002

	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues:	\$ -	\$ -	\$ -
Total Revenues	-	-	-
Expenditures:			
Current:			
Instruction:			
Other Instruction	2,992	2,402	590
Total Expenditures	2,992	2,402	590
Excess of Revenues Over(Under)			
Expenditures	(2,992)	(2,402)	590
Fund Balance at Beginning of Year	2,992	2,992	-
Fund Balance at End of Year	-	590	590

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
 BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 TITLE VI-R GRANT FUND
 FOR THE YEAR ENDED JUNE 30, 2002

	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Intergovernmental	\$ 95,559	\$ 84,093	\$ (11,466)
Total Revenues	<u>95,559</u>	<u>84,093</u>	<u>(11,466)</u>
Expenditures:			
Current:			
Instruction:			
Regular	<u>106,610</u>	<u>73,995</u>	<u>32,615</u>
Total Expenditures	<u>106,610</u>	<u>73,995</u>	<u>32,615</u>
Excess of Revenues Over(Under)			
Expenditures	(11,051)	10,098	21,149
Fund Balance at Beginning of Year	<u>11,051</u>	<u>11,051</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 21,149</u>	<u>\$ 21,149</u>

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
 BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 MISCELLANEOUS FEDERAL GRANT FUND
 FOR THE YEAR ENDED JUNE 30, 2002

	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues:			
Intergovernmental	\$ 157,637	\$ 149,371	\$ (8,266)
Total Revenues	<u>157,637</u>	<u>149,371</u>	<u>(8,266)</u>
Expenditures:			
Current:			
Instruction:			
Regular	109,766	98,263	11,503
Special	<u>161,170</u>	<u>156,111</u>	<u>5,059</u>
Total Expenditures	<u>270,936</u>	<u>254,374</u>	<u>16,562</u>
Excess of Revenues Over(Under)			
Expenditures	(113,299)	(105,003)	8,296
Fund Balance at Beginning of Year	105,148	105,148	-
Prior Year Encumbrances Appropriated	<u>8,151</u>	<u>8,151</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ -</u>	<u>\$ 8,296</u>	<u>\$ 8,296</u>

DEBT SERVICE FUND

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

Since there is only one Debt Service Fund and the level of budgetary control is not greater than that presented in the General-Purpose Financial Statements, no individual fund information is presented.

CAPITAL PROJECTS FUNDS

The Capital Projects funds are used to account for the financing and acquisition or construction of major capital facilities, such as new school buildings and additions to existing buildings, or for major renovation projects, including equipment purchases other than those financed by Proprietary or Similar Trust Funds. The following are descriptions of each of the Capital Projects Funds.

Permanent Improvement

To account for all transactions related to acquiring, constructing, or improving such permanent improvements as are authorized by Chapter 5705 of the Ohio Revised Code.

Building

To account for all transactions related to special bond funds in the District. Proceeds from the same of bonds, except premium and accrued interest, are paid into this fund.

SchoolNet Plus

To account for monies received from the state to assist schools in obtaining computers and related educational technology equipment and/or the necessary infrastructure for educational technology.

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
COMBINING BALANCE SHEET
ALL CAPITAL PROJECTS FUNDS
JUNE 30, 2002

	<u>Permanent Improvement</u>	<u>Building</u>	<u>SchoolNet Plus</u>	<u>TOTAL</u>
<u>Assets:</u>				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$ 1,389,121	\$ 1,281,507	\$ -	\$ 2,670,628
Taxes Receivable	<u>1,597,090</u>	<u>-</u>	<u>-</u>	<u>1,597,090</u>
Total Assets	<u>\$ 2,986,211</u>	<u>\$ 1,281,507</u>	<u>\$ -</u>	<u>\$ 4,267,718</u>
<u>Liabilities and Fund Equity:</u>				
Liabilities:				
Deferred Revenue	\$ 1,472,691	\$ -	\$ -	\$ 1,472,691
Total Liabilities	<u>1,472,691</u>	<u>-</u>	<u>-</u>	<u>1,472,691</u>
Fund Equity				
Fund Balances:				
Reserved for Encumbrances	201,089	125,715	-	326,804
Reserved for Taxes	124,399	-	-	124,399
Unreserved	<u>1,188,032</u>	<u>1,155,792</u>	<u>-</u>	<u>2,343,824</u>
Total Fund Equity	<u>\$ 1,513,520</u>	<u>\$ 1,281,507</u>	<u>\$ -</u>	<u>\$ 2,795,027</u>
Total Liabilities and Fund Equity	<u>\$ 2,986,211</u>	<u>\$ 1,281,507</u>	<u>\$ -</u>	<u>\$ 4,267,718</u>

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

	<u>Permanent Improvement</u>	<u>Building</u>	<u>SchoolNet Plus</u>	<u>TOTAL</u>
Revenues:				
Taxes	\$ 1,755,455	\$ -	\$ -	\$ 1,755,455
Intergovernmental	214,251	-	(64)	214,187
Interest	<u>-</u>	<u>1,070</u>	<u>-</u>	<u>1,070</u>
 Total Revenues	 <u>1,969,706</u>	 <u>1,070</u>	 <u>(64)</u>	 <u>1,970,712</u>
Expenditures:				
Current:				
Instruction:				
Regular	60,000	-	-	60,000
Support Services:				
Administration	13,870	134	-	14,004
Fiscal	41,997	(10,260)	-	31,737
Business	-	21,223	-	21,223
Plant Operation and Maintenance	15,425	-	-	15,425
Pupil Transportation	265,745	-	-	265,745
Central	-	-	70,995	70,995
Capital Outlay	753,966	373,943	-	1,127,909
Debt Service:				
Principal Retirement	622,165			622,165
Interest and Fiscal Charges	<u>51,707</u>	<u>-</u>	<u>-</u>	<u>51,707</u>
 Total Expenditures	 <u>1,824,875</u>	 <u>385,040</u>	 <u>70,995</u>	 <u>2,280,910</u>
 Excess of Revenues Over (Under) Expenditures	 <u>144,831</u>	 <u>(383,970)</u>	 <u>(71,059)</u>	 <u>(310,198)</u>
 Fund Balance at Beginning of Year - Restated (See Note 3)	 <u>1,368,689</u>	 <u>1,665,477</u>	 <u>71,059</u>	 <u>3,105,225</u>
 Fund Balance at End of Year	 <u>\$ 1,513,520</u>	 <u>\$ 1,281,507</u>	 <u>\$ -</u>	 <u>\$ 2,795,027</u>

BEAVERCREEK CITY SCHOOL DISTRICT
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
 BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 PERMANENT IMPROVEMENT FUND
 FOR THE YEAR ENDED JUNE 30, 2002

	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Taxes	\$ 1,580,000	\$ 1,670,304	\$ 90,304
Intergovernmental	<u>190,000</u>	<u>214,251</u>	<u>24,251</u>
Total Revenues	<u>1,770,000</u>	<u>1,884,555</u>	<u>114,555</u>
Expenditures:			
Current:			
Instruction:			
Regular	735,000	733,872	1,128
Support Services:			
Administration	14,981	14,351	630
Fiscal	47,100	41,997	5,103
Plant Operation and Maintenance	391,638	25,020	366,618
Pupil Transportation	286,745	286,663	82
Capital Outlay	<u>1,450,132</u>	<u>934,138</u>	<u>515,994</u>
Total Expenditures	<u>2,925,596</u>	<u>2,036,041</u>	<u>889,555</u>
Excess of Revenues Over(Under)			
Expenditures	<u>(1,155,596)</u>	<u>(151,486)</u>	<u>1,004,110</u>
Fund Balance at Beginning of Year	906,029	906,029	-
Prior Year Encumbrances Appropriated	<u>433,487</u>	<u>433,487</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 183,920</u>	<u>\$ 1,188,030</u>	<u>\$ 1,004,110</u>

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
BUILDING FUND
FOR THE YEAR ENDED JUNE 30, 2002

	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues:			
Interest	\$ 1,437	\$ 1,071	\$ (366)
Total Revenues	<u>1,437</u>	<u>1,071</u>	<u>(366)</u>
Expenditures:			
Current:			
Administration	1,825	134	1,691
Fiscal	(10,260)	(10,260)	-
Business	39,772	39,772	-
Capital Outlay	<u>522,895</u>	<u>500,345</u>	<u>22,550</u>
Total Expenditures	<u>554,232</u>	<u>529,991</u>	<u>24,241</u>
Excess of Revenues Over(Under) Expenditures	<u>(552,795)</u>	<u>(528,920)</u>	<u>23,875</u>
Other Financing Sources(Uses):	<u>(93,794)</u>	<u>-</u>	<u>93,794</u>
Total Other Financing Sources(Uses)	<u>(93,794)</u>	<u>-</u>	<u>93,794</u>
Excess of Revenues and Other Financing Sources Over(Under) Expenditures and Other Financing Uses	(646,589)	(528,920)	117,669
Fund Balance at Beginning of Year	1,266,282	1,266,282	-
Prior Year Encumbrances Appropriated	<u>418,430</u>	<u>418,430</u>	<u>-</u>
Fund Balance at End of Year	<u>\$ 1,038,123</u>	<u>\$ 1,155,792</u>	<u>\$ 117,669</u>

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
 BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 SCHOOL NET PLUS FUND
 FOR THE YEAR ENDED JUNE 30, 2002

	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Intergovernmental	\$ -	\$ (64)	\$ (64)
 Total Revenues	 <u>-</u>	 <u>(64)</u>	 <u>(64)</u>
 Expenditures:			
Current:			
Support Services:			
Central	<u>71,059</u>	<u>70,995</u>	<u>64</u>
 Total Expenditures	 <u>71,059</u>	 <u>70,995</u>	 <u>64</u>
 Excess of Revenues Over(Under)			
Expenditures	(71,059)	(71,059)	-
 Fund Balance at Beginning of Year	 <u>71,059</u>	 <u>71,059</u>	 <u>-</u>
 Fund Balance at End of Year	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ -</u>

ENTERPRISE FUNDS

Enterprise Funds are established to account for operations that are financed and operated in a manner similar to private business enterprises where the intent is that the expenses (including depreciation) of providing goods and services to the general public, be financed or recovered primarily through user charges. The following are descriptions of each of the District's Enterprise Funds.

Food Service

To account for the financial transactions related to the food service operation of the District.

Uniform School Supplies

To account for the purchase and sale of school supplies as adopted by the Board of Education for use in all buildings throughout the District.

Summer School

To account for tuition/fees received for the operation of the summer school program.

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
COMBINING BALANCE SHEET
ALL ENTERPRISE FUNDS
JUNE 30, 2002

	Food Service	Uniform School Supplies	Summer School	Total
<u>Assets:</u>				
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$ 179,779	\$ 85,144	\$ 121,163	\$ 386,086
Receivables:				
Accounts	-	3,939	-	3,939
Intergovernmental	42,996	-	-	42,996
Supplies Inventory	4,926	-	-	4,926
Inventory Held for Resale	23,442	2,876	-	26,318
Fixed Asset (Net, where applicable, of Accumulated Depreciation)	156,031	-	-	156,031
Total Assets	<u>\$ 407,174</u>	<u>\$ 91,959</u>	<u>\$ 121,163</u>	<u>\$ 620,296</u>
<u>Liabilities and Fund Equity:</u>				
Liabilities:				
Accounts Payable	\$ 151	\$ 1,884	\$ 44	\$ 2,079
Accrued Wages and Benefits	26,067	-	-	26,067
Intergovernmental Payable	53,862	-	5,024	58,886
Deferred Revenue	11,980	-	-	11,980
Compensated Absences Payable	57,131	-	-	57,131
Total Liabilities	<u>149,191</u>	<u>1,884</u>	<u>5,068</u>	<u>156,143</u>
Fund Equity:				
Retained Earnings	14,528	90,075	116,095	220,698
Contributed Capital	243,455	-	-	243,455
Total Fund Equity	<u>257,983</u>	<u>90,075</u>	<u>116,095</u>	<u>464,153</u>
Total Liabilities and Fund Equity	<u>\$ 407,174</u>	<u>\$ 91,959</u>	<u>\$ 121,163</u>	<u>\$ 620,296</u>

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

	Food Service	Uniform School Supplies	Summer School	Total
Operating Revenues:				
Sales	\$ 1,367,729	\$ -	\$ -	\$ 1,367,729
Charges for Services	-	287,724	60,885	348,609
Total Operating Revenues	<u>1,367,729</u>	<u>287,724</u>	<u>60,885</u>	<u>1,716,338</u>
Operating Expenses:				
Salaries and Wages	645,752	-	46,391	692,143
Fringe Benefits	169,442	-	7,675	177,117
Purchased Services	13,828	17,783	600	32,211
Supplies and Materials	760,859	228,479	9,436	998,774
Depreciation	52,548	-	-	52,548
Total Operating Expenses	<u>1,642,429</u>	<u>246,262</u>	<u>64,102</u>	<u>1,952,793</u>
Operating Income (Loss)	(274,700)	41,462	(3,217)	(236,455)
Non-Operating Revenues and Expenses				
Federal and State Subsidies	161,533	-	47,842	209,375
Federal Donated Commodities	53,459	-	-	53,459
Interest	3,386	-	-	3,386
Miscellaneous	-	29,911	-	29,911
Total Non-Operating Revenues and Losses	<u>218,378</u>	<u>29,911</u>	<u>47,842</u>	<u>296,131</u>
Net Income (Loss)	(56,322)	71,373	44,625	59,676
Retained Earnings at Beginning of Year - Restated (See Note 3)	<u>\$ 70,850</u>	<u>\$ 18,702</u>	<u>\$ 71,470</u>	<u>\$ 161,022</u>
Retained Earnings at End of Year	14,528	90,075	116,095	220,698
Contributed Capital at Beginning of Year - Restated (See Note 3)	243,455	-	-	243,455
Changes in Contributed Capital During Year	-	-	-	-
Contributed Capital at End of Year	<u>\$ 243,455</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 243,455</u>
Total Fund Equity at End of Year	<u>\$ 257,983</u>	<u>\$ 90,075</u>	<u>\$ 116,095</u>	<u>\$ 464,153</u>

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
 COMBINING STATEMENT OF CASH FLOWS
 ENTERPRISE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Food Service	Uniform School Supplies	Summer School	Total
Increase (Decrease) in Cash and Cash Equivalents				
Cash Flows from Operating Activities:				
Cash Received from Customers	\$ 1,367,729	\$ 284,960	\$ 60,885	\$ 1,713,574
Cash Payments for Employee Services and Benefits	(758,843)	(251,789)	(56,745)	(1,067,377)
Cash Payments to Suppliers for Goods and Services	(700,884)	-	(9,992)	(710,876)
Net Cash Provided by (Used in) Operating Activities	(91,998)	33,171	(5,852)	(64,679)
Cash Flows from Noncapital Financing Activities:				
Federal and State Subsidies	137,815	-	47,842	185,657
Miscellaneous	-	29,911	-	29,911
Advances repaid to Other Funds	-	(10,000)	-	(10,000)
Net Cash Provided from Noncapital Financing Activities	137,815	19,911	47,842	205,568
Cash Flows from Investing Activities:				
Interest	3,386	-	-	3,386
Net Increase in Cash and Cash Equivalents	49,203	53,082	41,990	144,275
Cash and Cash Equivalents Beginning of Year	130,576	32,062	79,173	241,811
Cash and Cash Equivalents End of Year	<u>\$ 179,779</u>	<u>\$ 85,144</u>	<u>\$ 121,163</u>	<u>\$ 386,086</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:				
Operating Income	\$ (274,700)	\$ 41,462	\$ (3,217)	\$ (236,455)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities:				
Depreciation	52,548	-	-	52,548
Donated Commodities Received	80,153	-	-	80,153
Changes in Assets and Liabilities				
Increase (Decrease) in Accounts Receivable	-	(2,764)	-	(2,764)
Increase (Decrease) in Inventory of Supplies and Materials	(4,926)	-	-	(4,926)
Increase (Decrease) in Inventory Held for Resale	(13,555)	3,778	-	(9,777)
Increase (Decrease) in Accounts Payable	151	(9,305)	(846)	(10,000)
Increase (Decrease) in Accrued Wages and Benefits Payable	16,788	-	(1,789)	14,999
Increase (Decrease) in Deferred Revenue	11,980	-	-	11,980
Increase (Decrease) in Intergovernmental Payable	2,402	-	-	2,402
Increase (Decrease) in Compensated Absences Payable	37,161	-	-	37,161
Net Cash Provided by (Used in) Operating Activities	<u>\$ (91,998)</u>	<u>\$ 33,171</u>	<u>\$ (5,852)</u>	<u>\$ (64,679)</u>

Non-cash Investing, Capital and Financing Activities:

During the year the Food Service Enterprise Fund used materials and supplies inventory valued at \$80,153. This inventory was donated to the District and no cash payments were made to acquire the inventory. An expense for the usage was included in the Operating Loss of the fund and therefore, Donated Commodities must be recognized as an adjustment to reconciled Net Cash Used for Operating Activities.

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
 BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 FOOD SERVICE FUND
 FOR THE YEAR ENDED JUNE 30, 2002

	<u>REVISED BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE FAVORABLE (UNFAVORABLE)</u>
Revenues:			
Sales	\$ 1,400,000	\$ 1,367,729	\$ (32,271)
Total Revenues	<u>1,400,000</u>	<u>1,367,729</u>	<u>(32,271)</u>
Expenditures:			
Salaries	598,948	591,804	7,144
Fringe Benefits	199,427	167,041	32,386
Purchased Services	8,289	4,276	4,013
Materials and Supplies	706,295	688,237	18,058
Capital Outlay	<u>20,000</u>	<u>9,552</u>	<u>10,448</u>
Total Expenditures	<u>1,532,959</u>	<u>1,460,910</u>	<u>72,049</u>
Excess of Revenues Over(Under) Expenditures	<u>(132,959)</u>	<u>(93,181)</u>	<u>39,778</u>
Other Financing Sources (Uses):			
Interest	4,000	3,386	(614)
Federal and State Subsidies	143,000	137,591	(5,409)
Other Financing Uses	<u>225</u>	<u>225</u>	<u>-</u>
Total Other Financing Sources (Uses):	<u>147,225</u>	<u>141,202</u>	<u>(6,023)</u>
Excess Revenues and Other Financing Sources Over (Under) Expenditures	14,266	48,021	33,755
Fund Equity at Beginning of Year	<u>130,575</u>	<u>130,575</u>	<u>-</u>
Fund Equity at End of Year	<u>\$ 144,841</u>	<u>\$ 178,596</u>	<u>\$ 33,755</u>

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
 BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 UNIFORM SCHOOL SUPPLIES FUND
 FOR THE YEAR ENDED JUNE 30, 2002

	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues:			
Sales	\$ 255,000	\$ 284,960	\$ 29,960
 Total Revenues	<u>255,000</u>	<u>284,960</u>	<u>29,960</u>
 Expenditures:			
Purchased Services	15,500	17,783	(2,283)
Materials and Supplies	<u>253,063</u>	<u>249,817</u>	<u>3,246</u>
 Total Expenditures	<u>268,563</u>	<u>267,600</u>	<u>963</u>
 Excess of Revenues Over(Under) Expenditures	<u>(13,563)</u>	<u>17,360</u>	<u>30,923</u>
 Other Financing Sources (Uses):			
Miscellaneous	-	3,000	3,000
Advances-Out	<u>(10,000)</u>	<u>(10,000)</u>	<u>-</u>
 Total Other Financing Sources (Uses):	<u>(10,000)</u>	<u>(7,000)</u>	<u>3,000</u>
 Excess Revenues and Other Financing Sources Over (Under) Expenditures	(23,563)	10,360	33,923
 Fund Equity at Beginning of Year	<u>58,974</u>	<u>58,974</u>	<u>-</u>
 Fund Equity at End of Year	<u>35,411</u>	<u>69,334</u>	<u>33,923</u>

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND
 BALANCES - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 SUMMER SCHOOL FUND
 FOR THE YEAR ENDED JUNE 30, 2002

	REVISED BUDGET	ACTUAL	VARIANCE FAVORABLE (UNFAVORABLE)
Revenues:			
Tuition	\$ 73,000	\$ 60,886	\$ (12,114)
Total Revenues	<u>73,000</u>	<u>60,886</u>	<u>(12,114)</u>
Expenditures:			
Salaries	53,592	49,071	4,521
Fringe Benefits	10,956	7,675	3,281
Purchased Services	1,000	600	400
Materials and Supplies	<u>17,487</u>	<u>13,788</u>	<u>3,699</u>
Total Expenditures	<u>83,035</u>	<u>71,134</u>	<u>11,901</u>
Excess of Revenues Over (Under) Expenditures	<u>(10,035)</u>	<u>(10,249)</u>	<u>(213)</u>
Other Financing Sources (Uses):			
(Federal and State Subsidies	<u>4,000</u>	<u>47,842</u>	<u>43,842</u>
Total Other Financing Sources (Uses):	<u>4,000</u>	<u>47,842</u>	<u>43,842</u>
Excess Revenues and Other Financing Sources Over (Under) Expenditures	(6,035)	37,594	43,629
Fund Equity at Beginning of Year	<u>79,173</u>	<u>79,173</u>	<u>-</u>
Fund Equity at End of Year	<u>\$ 73,138</u>	<u>\$ 116,767</u>	<u>\$ 43,629</u>

FIDUCIARY FUNDS

Fiduciary funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, organizations, other governmental units, and/or other funds. The District's fiduciary funds include an Expendable Trust Fund, and an Agency Fund. The following are descriptions of each of the District's Fiduciary Funds.

Expendable Trust Fund

Special Trust Fund

To account for donations received by the District in a trustee capacity. Since there is only one Expendable Trust Fund, the only financial statement presented is the combining balance sheet.

Agency Fund

Student Managed Activities Fund

To account for the resources that belong to the various student groups in the District. The funds account for sales and other revenue generating activities by student activity programs which have students involved in the management of the program.

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
COMBINING BALANCE SHEET
ALL FIDUCIARY FUNDS TYPES
JUNE 30, 2002

	EXPENDABLE TRUST	AGENCY	
	Trust Funds	Student Managed Activities	TOTAL
<u>Assets:</u>			
Assets:			
Equity in Pooled Cash and Cash Equivalents	\$ 22,123	\$ 157,105	\$ 179,228
Total Assets and Other Debits	<u>\$ 22,123</u>	<u>\$ 157,105</u>	<u>\$ 179,228</u>
<u>Liabilities and Fund Equity:</u>			
Liabilities:			
Due to Students	-	157,105	157,105
Total Liabilities	<u>-</u>	<u>157,105</u>	<u>157,105</u>
Fund Equity			
Fund Balances:			
Unreserved	22,123	-	22,123
Total Fund Equity	<u>\$ 22,123</u>	<u>\$ -</u>	<u>\$ 22,123</u>
Total Liabilities and Fund Equity	<u>\$ 22,123</u>	<u>\$ 157,105</u>	<u>\$ 179,228</u>

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
 STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 AGENCY FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>BEGINNING BALANCE</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>ENDING BALANCE</u>
<u>Student Managed Activities:</u>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$ 195,838	\$ 341,916	\$ 380,649	\$ 157,105
Total Assets	<u>\$ 195,838</u>	<u>\$ 341,916</u>	<u>\$ 380,649</u>	<u>\$ 157,105</u>
<u>Liabilities:</u>				
Due to Students	\$ 159,433	\$ -	\$ 2,328	\$ 157,105
Total Liabilities	<u>\$ 159,433</u>	<u>\$ -</u>	<u>\$ 2,328</u>	<u>\$ 157,105</u>

GENERAL FIXED ASSET ACCOUNT GROUP

This account group is used to account for all land, land improvements, building, building improvements, furniture, equipment and vehicles not purchased by the Enterprise Fund.

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
SCHEDULE OF GENERAL FIXED ASSETS - BY SOURCE
JUNE 30, 2002

General fixed assets:	
Land	\$ 3,264,725
Land Improvements	882,000
Buildings	36,000,290
Building Improvements	668,035
Furniture, Fixtures and Equipment	1,324,520
Vehicles	<u>3,250,274</u>
 Total General Fixed Assets	 <u><u>45,389,844</u></u>

Investment in general fixed assets by source:	
General Fund	425,562
Special Revenue Funds	77,935
Capital Projects Funds	597,914
Donations	20,000
Acquisition Prior to July 1, 2001*	<u>44,268,433</u>
 Total General Fixed Assets	 <u><u>\$ 45,389,844</u></u>

*Represents older assets for which fund source cannot practically be obtained.

BEAVERCREEK CITY SCHOOL DISTRICT - OHIO
SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS - BY FUNCTION
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

Function	Balance at July 1, 2001	Additions	Deductions	Balance at June 30, 2002
Instruction:				
Regular	\$ -	\$ 45,000	\$ -	\$ 45,000
Special	-	6,940	-	6,940
Total Instruction	-	51,940	-	51,940
Support Services:				
Administration	-	-	-	-
Instructional Staff	-	-	-	-
Fiscal Services	-	-	-	-
Operations and Maintenance	19,566	23,071	-	42,637
Pupil Transportation	-	321,995	-	321,995
Support Services	-	70,995	-	70,995
Total Support Services	19,566	416,061	-	435,627
Academic Oriented Activities:				
Subject Oriented	-	-	-	-
Total Academic Oriented Activities	-	-	-	-
Sports Oriented Activities				
	-	-	-	-
Building Services				
	-	613,844	-	613,844
Acquisitions prior to July 1, 2001*				
	44,268,433	-	-	44,268,433
Donations	20,000	-	-	20,000
Total General Fixed Assets	\$ 44,307,999	\$ 1,081,845	\$ -	\$ 45,389,844

* Represents older assets for which function cannot practically be obtained.

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
SCHEDULE OF GENERAL FIXED ASSETS - BY FUNCTION AND TYPE
JUNE 30, 2002

Function	Land	Land Improvements	Buildings	Building Improvements	Furniture, Fixtures, and Equipment	Vehicles	Total
Instruction:							
Regular	\$ -	\$ -	\$ -	\$ 45,000	\$ -	\$ -	\$ 45,000
Special Instruction	-	-	-	-	6,940	-	6,940
Vocational Instruction	-	-	-	-	-	-	-
Total Instruction	-	-	-	45,000	6,940	-	51,940
Support Services:							
Pupils	-	-	-	-	-	-	-
Administration	-	-	-	-	-	-	-
Instructional Staff	-	-	-	-	-	-	-
Board of Education	-	-	-	-	-	-	-
Fiscal Services	-	-	-	-	-	-	-
Operations and Maintenance	-	-	-	6,396	31,241	5,000	42,637
Pupil Transportation	-	-	-	-	-	321,995	321,995
Support Services	-	-	-	-	70,995	-	70,995
Total Support Services	-	-	-	6,396	102,236	326,995	435,627
Academic Oriented Activities:							
Subject Oriented	-	-	-	-	-	-	-
Total Academic Oriented Activities	-	-	-	-	-	-	-
Sports Oriented Activities							
	-	-	-	-	-	-	-
Building Services	-	-	-	584,644	29,200	-	613,844
Acquisitions prior to July 1, 2001 *	3,264,725	882,000	36,000,290	31,995	1,166,144	2,923,279	44,268,433
Donations	-	-	-	-	20,000	-	20,000
Total General Fixed Assets	\$ 3,264,725	\$ 882,000	\$ 36,000,290	\$ 668,035	\$ 1,324,520	\$ 3,250,274	\$ 45,389,844

* = Represents older assets for which fund source cannot practically be obtained.

STATISTICAL TABLES

The following unaudited statistical tables reflect social and economic data, financial trends and fiscal capacity of the District.

Table 1

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
GENERAL FUND REVENUES BY SOURCE
LAST TEN FISCAL YEARS (1)

Fiscal Year	2002	2001 (1)	2000 (1)	1999	1998	1997	1996	1995 (1)	1994 (1)	1993 (1)
Taxes	\$30,599,761	\$ 25,877,825	\$ 27,987,059	\$27,555,682	\$ 25,336,523	\$ 23,237,639	\$ 21,091,745	\$ 17,187,205	\$ 17,361,349	\$ 17,275,007
Intergovernmental	15,099,768	14,433,101	13,810,457	14,047,606	13,277,555	12,907,500	12,478,457	12,822,053	12,717,431	11,782,936
Tuition and Fees	388,536	483,946	455,001	138,744	93,084	151,257	145,266	298,639	237,378	340,186
Interest	358,748	417,786	509,505	877,694	452,000	273,153	199,398	144,535	120,622	131,981
Miscellaneous	176,203	103,431	72,052	3,209,025	71,167	121,424	59,719	53,331	52,692	63,311
Total Revenues	\$46,623,016	\$ 41,316,089	\$ 42,834,074	\$45,828,751	\$ 39,230,329	\$ 36,690,973	\$ 33,974,585	\$ 30,505,763	\$ 30,489,472	\$ 29,593,421

Source: Beaver Creek City School District records.

(1) The District did not prepare GAAP basis financial statements in these fiscal years, therefore, cash basis figures were used.

Table 2

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
GENERAL FUND EXPENDITURES BY FUNCTION
LAST TEN FISCAL YEARS (1)

Fiscal Year	2002	2001 (1)	2000 (1)	1999	1998	1997	1996	1995 (1)	1994 (1)	1993 (1)
Regular Instruction	\$ 20,750,772	\$ 19,176,419	\$ 22,474,628	\$ 20,147,086	\$ 16,948,764	\$ 18,244,061	\$ 17,432,457	\$ 17,445,245	\$ 16,555,594	\$ 15,240,239
Special Instruction	4,290,130	4,278,206	3,306,570	2,896,253	2,487,611	2,241,329	2,100,542	2,130,110	1,747,514	1,468,530
Vocational Instruction	281,931	193,963	125,223	109,952	113,538	151,793	74,565	109,291	129,936	170,076
Other Instruction	840,167	869,531	746,950	754,103	625,993	629,348	655,659	545,697	539,598	529,848
Pupils	3,100,779	2,810,964	2,661,554	2,625,260	2,386,720	2,419,980	2,280,938	2,259,181	1,986,484	1,650,930
Instructional Staff	2,234,998	2,130,463	2,127,256	2,078,058	2,183,057	1,801,014	1,691,504	1,619,201	1,516,158	1,216,355
Board of Education	84,787	26,410	28,660	43,311	24,833	35,893	46,463	22,046	29,990	20,373
Administration	2,556,630	2,756,477	3,714,931	3,294,660	2,561,883	2,306,610	2,242,816	2,315,397	2,191,529	1,958,999
Fiscal	1,115,892	1,285,634	841,780	797,438	761,837	569,855	641,866	617,174	607,289	529,331
Business	152,942	147,805	204,453	199,555	392,351	388,936	301,316	317,837	299,244	304,564
Plant Operation and Maintenance	4,840,543	4,533,112	5,239,668	5,069,447	3,610,990	3,261,749	2,972,160	3,900,082	3,507,999	3,125,849
Pupil Transportation	2,528,861	2,265,826	2,570,387	2,143,229	2,367,259	2,533,945	1,993,313	2,046,384	1,828,531	1,796,033
Central	606,932	568,077	707,203	523,925	363,198	470,776	391,357	455,031	432,111	479,100
Extracurricular Activities	650,242	643,915	649,146	666,125	562,053	564,490	598,657	574,569	525,913	423,384
Capital Outlay	36,414	229,220	39,689	187,668	34,126	304,033	10,232	156,437	368,411	59,488
Debt Service	537,279	-	-	67,111	80,320	52,520	310,218	-	-	48,674
Total Revenues	\$ 44,609,299	\$ 41,916,022	\$ 45,438,098	\$ 41,603,181	\$ 35,504,533	\$ 35,976,332	\$ 33,744,063	\$ 34,513,682	\$ 32,266,301	\$ 29,021,773

Source: Beaver Creek City School District records.

(1) The District did not prepare GAAP basis financial statements in these fiscal years, therefore, cash basis figures were used.

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN COLLECTION (CALENDAR) YEARS

Table 3

Collection Year	Tax Levied	Current Tax Collections	Percent Collected	Outstanding Delinquent Taxes	Percent of Outstanding Delinquent Taxes to Tax Levied
2001	\$ 35,701,178	\$ 34,888,051	97.72%	\$ 657,373	1.84%
2000	37,165,728	34,660,798	93.26%	628,645	1.69%
1999	34,232,270	33,056,796	96.57%	461,135	1.35%
1998	33,782,425	32,543,739	96.33%	231,278	0.68%
1997	33,439,130	33,220,349	99.35%	(1)	N/A
1996	33,248,167	33,013,352	99.29%	(1)	N/A
1995	23,165,672	22,298,435	96.26%	(1)	N/A
1994	23,120,296	22,093,180	95.56%	(1)	N/A
1993	19,874,219	18,810,864	94.65%	(1)	N/A
1992	19,687,228	18,923,706	96.12%	(1)	N/A

Source: Greene County Auditor

(1) Information could not practically be obtained.

Table 4

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
 ASSESSED AND ESTIMATED ACTUAL VALUES OF TAXABLE PROPERTY
 LAST TEN COLLECTION (CALENDAR) YEARS

Collection Year	Real Property		Public Utilities Personal		Tangible Personal Property		Total	
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
2001	\$ 1,042,097,790	\$ 2,977,422,257	\$ 33,827,070	\$ 96,648,771	\$ 76,033,145	\$ 149,882,636	\$ 1,151,958,005	\$ 3,223,953,664
2000	1,001,536,450	2,861,532,714	47,890,150	136,829,000	80,000,544	122,366,692	1,129,427,144	3,120,728,406
1999	964,956,670	2,748,447,629	54,120,160	154,629,029	77,885,384	186,432,788	1,096,962,214	3,089,509,446
1998	914,497,790	2,612,850,829	52,138,770	148,967,914	77,012,015	229,377,768	1,043,648,575	2,991,196,511
1997	890,729,340	2,544,940,971	52,083,210	148,809,171	75,108,354	287,041,532	1,017,920,904	2,980,791,674
1996	878,467,500	2,509,907,143	48,196,560	137,704,457	71,760,383	300,433,416	998,424,443	2,948,045,016
1995	750,776,840	2,145,076,686	45,335,440	129,529,829	57,344,442	308,048,060	853,456,722	2,582,654,575
1994	708,018,590	2,022,910,257	49,229,570	140,655,914	46,608,197	311,541,536	803,856,357	2,475,107,707
1993	640,848,910	1,830,996,886	44,182,280	126,235,086	30,591,673	320,002,176	715,622,863	2,277,234,148
1992	577,093,210	1,648,867,743	42,921,170	122,631,914	37,470,659	304,132,580	657,485,039	2,075,632,237

Source: Greene County Auditor.

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
PROPERTY TAX RATES (PER \$1,000 OF ASSESSED VALUATION)
LAST TEN COLLECTION (CALENDAR) YEARS

Table 5

Collection Year	Beavercreek City School District	City of Beavercreek	Beavercreek Township	Greene County Career Center	Greene County	Total
2002	45.40	12.50	8.25	3.45	9.98	79.58
2001	42.12	12.00	8.25	3.45	10.63	76.45
2000	42.60	12.00	8.25	3.45	9.38	75.68
1999	42.00	12.00	8.25	3.45	9.08	74.78
1998	42.90	12.00	8.25	3.45	9.08	75.68
1997	43.00	12.00	8.25	3.45	9.08	75.78
1996	42.50	12.70	8.25	3.45	9.08	75.98
1995	39.00	12.70	8.25	3.45	9.08	72.48
1994	40.10	12.70	8.25	3.45	9.08	73.58
1993	40.70	12.70	6.25	3.45	9.08	72.18

Source: Greene County Auditor.

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
RATIO OF NET GENERAL BONDED DEBT TO ASSESSED VALUE
AND NET BONDED DEBT PER CAPITA
LAST TEN FISCAL YEARS

Table 6

Fiscal Year	Population (1)	Total Assessed Value (2)	Gross Bonded Debt	Less Debt Service Fund (3)	Net Bonded Debt	Ratio of Net Bonded Debt to Assesed Value (%)	Net Bonded Debt Per Capita
2002	37,984	\$ 1,151,958,005	\$ 34,445,000	\$ 494,202	\$ 33,950,798	2.95%	\$ 893.82
2001	37,984	1,129,427,144	36,220,000	530,541	35,689,459	3.16%	939.59
2000	37,984	1,096,962,214	37,820,000	-	37,820,000	3.45%	995.68
1999	33,626	1,043,648,575	39,130,000	580,957	38,549,043	3.69%	1,146.41
1998	33,626	1,017,920,904	40,435,000	2,742	40,432,258	3.97%	1,202.41
1997	33,626	998,424,443	41,550,000	103,932	41,446,068	4.15%	1,232.56
1996	33,626	853,456,722	42,420,000	43,308,254	(888,254)	-0.10%	(26.42)
1995	33,626	803,856,357	560,000	201,815	358,185	0.04%	10.65
1994	33,626	715,622,863	700,000	61,620	638,380	0.09%	18.98
1993	33,626	657,485,039	840,000	15,065	824,935	0.13%	24.53

(1) City of Beavercreek. Based on most current Federal Census.

(2) Greene County Auditor

(3) Beavercreek City School Ditsrict records. Beginning in fiscal year 2002, the District prepared GAAP basis financial statements. Cash basis figures were used prior to fiscal year 2001.

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
 COMPUTATION OF LEGAL DEBT MARGIN
 June 30, 2002

Table 7

Assessed Valuation of District	<u>\$ 1,151,958,005</u>
 <u>Overall Direct Debt Limitation:</u>	
Direct Debt Limitation - 9% of Assessed Valuation	103,676,220
Amount available in Debt Service Fund	494,202
Gross Indebtedness	(45,445,000)
Less: Debt Exempt from Limitation	-
Debt Subject to 9% Limitation	<u>(45,445,000)</u>
Legal Debt Margin Within 9% Limitation	<u>\$ 58,725,422</u>
 <u>Unvoted Direct Debt Limitation:</u>	
Unvoted Debt Limitation - 0.1% of Assessed Valuation	\$ 1,151,958
Amount available in Debt Service Fund Related to Unvoted Debt	-
Gross Indebtedness Authorized by the Board	-
Less: Debt Exempt from Limitation	-
Debt Subject to 0.1% Limitation	<u>-</u>
Legal Debt Margin Within 0.1% Limitation	<u>\$ 1,151,958</u>
 <u>Energy Conservation Bond Limitation:</u>	
Debt Limitation - 0.9% of Assessed Valuation	\$ 10,367,622
Energy Conservation Notes Authorized by the Board	(1,444,467)
Legal Debt Margin Within 0.9% Limitation	<u>\$ 8,923,155</u>

Source: Beavercreek City School District records.

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
JUNE 30, 2002

Table 8

	General Obligation Bonded Debt (1)	Percentage Applicable to the District (2)	Amount Applicable to the District
Governmental Unit:			
Direct:			
Beavercreek City School District	<u>\$ 38,546,569</u>	100.00%	<u>\$ 38,546,569</u>
Overlapping:			
Greene County	13,283,000	41.77%	5,548,309
Montgomery County	39,996,910	0.29%	115,991
City of Beavercreek	14,901,455	100.00%	14,901,455
City of Fairborn	4,174,930	10.06%	419,998
City of Kettering	7,530,101	1.26%	94,879
City of Riverside	2,400,000	7.51%	180,240
Sugarcreek Township	25,000	0.20%	50
Miami Valley Regional Transit Authority	<u>14,725,000</u>	0.29%	<u>42,703</u>
Total Overlapping	<u>97,036,396</u>		<u>21,303,625</u>
Total Direct and Overlapping Debt	<u>\$ 135,582,965</u>		<u>\$ 59,850,194</u>

Source: Ohio Municipal Advisory Council.

- (1) - Includes all general obligation bonded debt less available fund balance in debt service fund.
- (2) - Percentage derived by comparing subdivision's valuation within the School District compared to the total valuation within School District.

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES
FOR GENERAL BONDED DEBT TO TOTAL GENERAL FUND EXPENDITURES
LAST TEN FISCAL YEARS (1)

Table 9

Fiscal Year	Principal	Interest	Total Debt Service	Total General Fund Expenditures	Ratio of Debt Service to General Fund Expenditures (%)
2002	1,775,000	2,027,825	3,802,825	44,609,299	8.52%
2001	1,600,000	2,102,119	3,702,119	41,916,022	8.83%
2000	1,310,000	2,164,429	3,474,429	45,438,098	7.65%
1999	1,165,000	2,215,822	3,380,822	41,603,181	8.13%
1998	1,115,000	2,262,323	3,377,323	35,504,533	9.51%
1997	870,000	2,685,852	3,555,852	35,976,332	9.88%
1996	140,000	19,250	159,250	33,744,063	0.47%
1995	140,000	26,950	166,950	34,513,682	0.48%
1994	140,000	34,650	174,650	32,266,301	0.54%
1993	140,000	46,750	186,750	29,021,773	0.64%

Source: Beavercreek City School District records.

(1) The District did not prepare GPFS in fiscal years 1993, 1994, 1995, 2000 and 2001, therefore, cash basis figures were used.

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
DEMOGRAPHIC STATISTICS
LAST EN FISCAL YEARS

Table 10

Fiscal Year	Population (1)	Unemployment Rate Greene County (2)
2002	37,984	N/A
2001	37,984	3.40%
2000	37,984	3.60%
1999	33,626	3.60%
1998	33,626	3.60%
1997	33,626	3.50%
1996	33,626	4.20%
1995	33,626	3.80%
1994	33,626	4.80%
1993	33,626	4.60%

- (1) City of Beavercreek. Based on most current Federal Census.
(2) U.S. Department Labor Statistics. Estimated unemployment rate for civilian labor force in Greene County.

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
CONSTRUCTION, BANK DEPOSITS AND REAL PROPERTY VALUES
LAST TEN CALENDAR YEARS

Table 11

Calendar Year	Number of Residential Housing Permits (1)	Valuation of Construction (1)	Bank Deposits (2) (in thousands)	Real Property Values
2002	(3)	(3)	(3)	1,042,097,790
2001	947	122,168,000	(3)	1,001,536,450
2000	860	96,110,000	(3)	964,956,670
1999	1,062	111,593,000	(3)	914,497,790
1998	1,514	117,071,000	166,034,000	890,729,340
1997	963	73,605,000	268,999,000	878,467,500
1996	757	78,549,000	277,545,000	750,776,840
1995	944	110,461,000	247,816,000	708,018,590
1994	1,008	120,890,000	257,906,000	640,848,910
1993	(3)	(3)	398,710,000	577,093,210

(1) Ohio Department of Development. Amounts reported include all of Greene County as information specific to the District is not readily available.

(2) Federal Reserve Bank of Cleveland. Amounts reported include all of Greene County as information specific to the District is not maintained.

(3) Information not readily available.

BEAVERCREEK CITY SCHOOL DISTRICT, OHIO
PRINCIPAL TAXPAYERS - REAL AND PUBLIC UTILITY PERSONAL PROPERTY
 December 31, 2001

Table 12

Name of Taxpayer	Total Assessed Valuation	Percent of Total Assessed Valuation (1)
Glimcher Properties, LP	36,640,260	3.18%
Dayton Power and Light	21,010,760	1.82%
MV-RGII	7,902,200	0.69%
Wexford on the Green, Limited	7,724,590	0.67%
Elano Industries	7,384,270	0.64%
Ohio Bell Telephone	6,807,380	0.59%
NBL Development Group	6,264,310	0.54%
Continental 44 Fund	6,154,760	0.53%
Mero Development, LLC	6,093,030	0.53%
Meijers, Inc.	6,042,090	0.52%
SubTotal	112,023,650	9.72%
All Other Taxpayers	1,039,934,355	90.28%
Total Assessed Valuation	1,151,958,005	100.00%

Source: Greene County Auditor.

(1) Percent of total assessed valuation based on collection year 2001.



**Auditor of State
Betty Montgomery**

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BEAVERCREEK CITY SCHOOL DISTRICT

GREENE COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
FEBRUARY 11, 2003**