

**COMPREHENSIVE
ANNUAL FINANCIAL REPORT**

OF THE

**PICKERINGTON LOCAL
SCHOOL DISTRICT**

FOR THE

FISCAL YEAR ENDED JUNE 30, 2002

**PREPARED BY
TREASURER'S DEPARTMENT
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Board of Education
Pickerington Local School District
Pickerington, Ohio

We have reviewed the Independent Auditor's Report of the Pickerington Local School District, Fairfield County, prepared by Trimble, Julian & Grube, Inc., 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 Pickerington Local School District is responsible for compliance with these laws and regulations.

Betty Montgomery

BETTY MONTGOMERY
Auditor of State

January 23, 2003

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INTRODUCTORY SECTION

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2002

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December 19, 2002

To the Board of Education and the Citizens of the Pickerington Local School District:

As the Treasurer of the Pickerington Local School District (the District), I am pleased to submit to you this Comprehensive Annual Financial Report (CAFR) issued by the District. The CAFR for the year ended June 30, 2002 is prepared in accordance with accounting principals generally accepted in the United States of America (GAAP) and in conformance with standards of financial reporting established by the Governmental Accounting Standards Board (GASB) using guidelines recommended by the Government Finance Officers Association (GFOA) and Association of School Business Officials International (ASBO).

This CAFR is presented in three sections: introductory, financial, and statistical. The introductory section includes a table of contents, this transmittal letter, a list of the District's elected officials and administrative staff, the District's organizational chart, and awards received from GFOA and ASBO for the District's 2001 CAFR. The financial section includes the general purpose financial statements and the combining and individual fund and account group financial statements and schedules, as well as the independent auditors' report on the financial statements and schedules. The statistical section provides pertinent financial, economic, and demographic information indicating ten-year historical trends.

The Office of the Treasurer is responsible for the accuracy of the data presented and the completeness and fairness of this presentation. We believe the data presented is accurate in all material aspects and that all disclosures necessary to enable the reader to acquire the maximum understanding of the District's financial activity are included herein.

Reporting Entity

The District originated in the late 1800's, built its first building in 1907, and is a fiscally independent political subdivision of the State of Ohio. By statute the District operates under standards prescribed by the Ohio State Board of Education as provided in division (D) of Section 3301.07 and Section 119.01 of the Ohio Revised Code to provide education services authorized by charter and further mandated by State and/or Federal agencies. The District is in a suburb of Columbus, the State capitol, and operates one high school, one junior high school, two middle schools, and five elementary schools.

The general purpose financial statements comply with the provisions of the GASB Statement No. 14, "The Financial Reporting Entity", in that the financial statements include all organizations, programs, activities, and functions for which the District is financially accountable. Financial accountability is defined as the appointment of a voting majority of a component unit's board either (i) the District's ability to impose its will over a component unit, or (ii) the possibility that the component unit will provide a financial benefit or impose a financial burden on the District. On that basis, the reporting entity of the District includes the services of the School District (i.e., there are no component units).

Economic Outlook

The District is located primarily in Fairfield County, with a small portion extending into Franklin County. The District covers approximately 37 square miles in and around the City of Pickerington. Located approximately 15 miles from downtown Columbus, Ohio, the District is largely rural/suburban in character and is considered a growing, middle-class suburb of Columbus. The Columbus area has maintained a strong economic climate, even during periods of recession. This is due to the fact that Columbus is the state capitol, and is national headquarters for many corporations and insurance companies. There are also a number of universities in the area which contribute to a stable local economy. This stability has contributed to the growth of the District.

The community is extremely supportive of the District as witnessed by recent voter affirmation of a \$77.5 million bond issue in fiscal 2002 for the purpose of constructing a new high school and junior high school. In 1990, the community approved a school district income tax. It is anticipated that the income tax will provide a better source of funding than the traditional property tax, because of its ability to grow as the District grows. In 1997, the community also passed a permanent improvement levy to help maintain buildings.

As can be seen in Note 8 of the financial statements, voters have routinely supported the District in its efforts to keep pace with increased student population.

The latest recession has caused great impact on white-collar workers, which has affected the economy of Pickerington Local Schools. During the expansionary economy, our income tax was inflated by capital gains, bonuses, and other income like items. We fully expect to level out in the coming year, and possibly grow in future years. Since we do not rely on property tax income from a large commercial base, property tax revenues should remain stable.

Ohio House Bill 412 requires school districts to spend a certain portion of their revenues on specific categories of expenditures as specified in the law. In the event that the District does not meet the required expenditure level, the shortfall would be reserved and carried forward to the next fiscal year and would be expected to be spent in addition to any requirement for that fiscal year. Two categories of “set-asides” or reserves are pertinent to the District: the textbook and instructional materials fund and the capital maintenance fund. The set-asides for the textbook and instructional materials fund and the capital maintenance fund, are required by state statute. For fiscal 2002, the District had offsets and qualifying disbursements which well exceeded the required set-asides. Given the District’s current and anticipated expenditure patterns and levels, the board expects to exceed these requirements for the foreseeable future.

The District’s financial condition continues to be an area of focus for the Board of Education and Administration. Currently in litigation is the State School Funding issue known as the “DeRolph Case”, the Perry County Court of Common Pleas in 1995 declared the State’s method of funding school districts to be unconstitutional. On March 24, 1997, the Ohio Supreme Court upheld most of the Perry County ruling by declaring certain portions of the Ohio school funding plan unconstitutional. Declared unconstitutional was the State’s ‘school foundation program’, which provides significant amounts of monetary support to the District.

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

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

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

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

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

On December 11, 2002, the Ohio Supreme Court, in a 4-3 decision on the aforesaid motion for reconsideration, concluded that the State did not comply with the requirement of providing a “thorough and efficient system of common schools”, even after noting and crediting significant State steps in recent years. The Court directed the General Assembly “to enact a school funding scheme that is thorough and efficient, as is explained in (its prior decisions in 1997 and 2001), and the accompanying concurrences”. The September 2001 decision was vacated, and jurisdiction of the case was not retained.

With particular respect to funding sources, the Supreme Court had concluded in its 1997 and 2000 decisions, and one concurring Justice stated again in the December 2002 decision, that school funding in Ohio over relies on local property taxes.

It is not possible at this time to state what or when the General Assembly’s response will be to the Ohio Supreme Court’s pronouncements. As of the date of these financial statements, the District is unable to determine what effect, if any, these decisions will have on its future state funding and on its financial operations.

Service Provided

The District provides a wide variety of educational and support services as mandated by state statute or public desires. These include regular and vocational instruction, special instructional programs for handicapped and gifted students, student guidance and health services, as well as extracurricular activities. The District has a reputation of academic excellence as witnessed by scores on standardized tests.

Instructional Program

Introduction/Overview

While growth in student population presents challenges to provide student housing to maintain appropriate class sizes, and additional effort to ensure horizontal and vertical articulation of instruction, growth has also provided the District opportunities it otherwise might not have had.

In 1989, the District approved a bond issue that funded a state of the art high school for 1800 students. As a result, grades 7 and 8 were relocated to the junior high (old high school building) and grade 5 was moved from each elementary building and relocated with the sixth grade to form a middle school.

More important than the physical improvements and adjustments is the fact that these organizational efforts resulted in a restructuring of both the 5-6 and 7-8 buildings. These facilities now operate in teams, or a “school-within-a-school” concept, which has enhanced instruction and provided numerous opportunities to pay closer attention to each student.

The high school facility has supported enhanced computer usage and instruction, a growing broadcast journalism program, an expanded writing program, integrated instruction in algebra-chemistry and English-American history, as well as other program improvements.

While Pickerington High School has a well-deserved reputation of being one of the finest public high schools in Central Ohio, efforts have been made to identify and evaluate ways to even better meet the needs and interests of students. Included in these efforts have been mentoring, internships, “double-blocking” of classes to enhance time usage, redefining requirements for honors classes, a review of the graduation requirements, an increase in athletic academic eligibility standards, and expansion of advanced placement course offerings.

Tussing Elementary, the district’s newest building which opened in 1996, reflects current teaching methodology. Two million dollars in computers and related technology for grades K-12 were purchased due to the passage of a 1993 bond issue. SchoolNet Plus has provided over 1.5 million dollars to support the purchase of K-5 hardware, software and professional development. Also included in the \$13.6 million bond issue was money to expand the cafeteria and physical education area in the junior high.

In November of 1997, the district passed another bond issue. This issue, coupled with a \$6.7 million interest-free state loan, supported the construction of two new middle schools (grades 5-6) and the renovation of the current middle grade facility to serve as an additional elementary school. These two middle schools were built to facilitate the district’s teaming program.

Our community’s greatest building achievement was passed in November of 2000. The district residents passed a \$77.5 million bond issue as well as a 3 mill-operating levy during its first attempt. These dollars will be used to construct a second high school and junior high school scheduled to open in August of 2003.

August 2001 marked the reopening of our “East Street Facility” as Heritage Elementary. This facility housed the district’s original K-12 school since 1907. It was closed for one year to enable contractors to complete an extensive renovation which was completed in fiscal 2002.

Recently completed projects, or ones underway, include:

Reorganization of Grades 7 & 8: With the move to the newly renovated facility, extensive work was done to restructure how students and staff were organized. A “team” concept was implemented in grade 7 in 1993-94; the concept was extended to grade 8 in 1994-95. This teaming approach, coupled with the hard work of the dedicated teaching staff, has created a highly focused learning atmosphere. In 2000, the 8th grade placed in the top 3% of districts in Ohio on the 9th grade Proficiency tests.

Reorganization of Grades 5 & 6: In 1992, Pickerington Middle School opened. It was housed in the district’s oldest facility, but met with outstanding success. Working in teams of two teachers in grade 5 and teams of three teachers in grade 6, staff unity, student identity, and a school climate that literally shouts “learning is fun!” would best characterize this faculty and student body.

August 2000 saw the splitting of these two staffs as they occupied the new Diley Middle School and Harmon Middle School. The tradition of academic excellence continued as the district’s sixth graders met all five proficiency standards on the Local Report Card and made significant gains in 3 of the 5 subject areas.

Reorganization of Grade Four: Many of the fourth grade classrooms across the district began a teaming approach to their instructional delivery in 1999-2000. Working in teams of two, teachers intend to provide better delivery of instruction in all core content areas.

Reorganization of Gifted & Talented: The District currently operates in-house programs for gifted and talented students, in grade 4, at each elementary, and grades 5 and 6 at the middle school. The program was expanded in 1996-97 to include even more students, and an additional teacher. The teachers requested and earned a Jennings grant in 1996-97 to expand support services to regular classrooms. During the 2000-01 school year, two additional teachers were hired at the elementary level.

With the opening of our fifth elementary, the district continues to provide a gifted teacher for each elementary building. Assignment to one building allows these teachers time to provide for fourth grade gifted instruction, act as a gifted resource to all classroom teachers, and provide math intervention to 2nd and 3rd graders thanks to funding provided by Title VI-R.

Latchkey Program: A latchkey child care program was begun in the District in the fall of 1992. The program, originally housed in the Violet Elementary School, has expanded to Fairfield Elementary as well as Tussing Elementary, and this year both Pickerington and Heritage Elementary will offer latchkey services. With these additions, all elementary schools will be providing this service to our community.

Foreign Languages: Following two years of diligent study, the Board of Education approved the implementation of foreign language instruction in the junior high school in 1994. Seventh (7th) and eighth (8th) grade students are able to enroll in an elective study of German, Spanish, and French to complete first-year study over a two-year period. Latin has also been added at the high school, as has American Sign Language. This year the district's first students, having completed this program, were able to enroll in a fifth year of foreign language as seniors.

High School Credit as an Option for Junior High Students: Junior High students had the option of earning High School credit for Algebra, Honors Algebra, and Foreign Language courses beginning in the 1998-99 school year. In the 1999-2000 school year Biology A and Earth Science A, both high school science courses, were available for credit at the Junior High level.

Strings in Music: The District recently added a string program in its music offerings. The District is incorporating strings into its regular instrumental music program in grade 6-12.

Technology in Instruction: In 1990, if there was one area in which the District was behind, it was in the incorporation of technology into its instructional programs. While much of this problem was addressed at the high school level with the acquisition of equipment via the bond issue, which built the building, the rest of the District was lacking. This was not due to a lack of interest or desire on the part of the staff or administration, but rather to the size of investment required to provide the technology itself. This has all changed with the passage of the 1993 bond issue, which provided significant funding for technology, and with two statewide initiatives, SchoolNet and SchoolNet Plus.

A districtwide committee planned an initial improvement phase, which included computers, videodiscs, automation of libraries, computer and videodisc software, networking, and extensive staff training. Implementation of this nearly two million-dollar project began in January of 1994. The focus of the effort is to incorporate technology into instruction to enhance and/or improve it, not to just teach technology for its own sake.

In addition to these efforts, the District had also participated with Ameritech in the installation of an interactive, distance learning project. Recent upgrades to this lab could potentially link our high school with other facilities across the nation. The possibility for staff and students are limitless. The opening of our second high school in 2003 will provide another opportunity for shared staffing using distance learning.

The summer of 1996 the District was notified it had been approved to participate in SchoolNet and SchoolNet Plus projects. These state-supported programs have provided more than \$1 million to create local area networks in each building, a Wide Area Network for the District to link all classrooms to the Internet, and the funding to purchase additional workstations (1 for each 5 students) for all K-4 classrooms. During the spring of 2000, the District was approved for round 4 of SchoolNet Plus. The funds will provide additional workstations (1 for each 5 students) for all 5th grade classrooms. The District's most recent technology challenges have been the support of this hardware and replacements for aging technology, especially at the 7-12 levels. The District made a significant impact in regards to aging hardware with the leasing of 250 new iMacs June 2000, and the purchase of an additional 140 in the summer of 2001.

During the summer of 2002, the District technology staff worked diligently to bring the District's network up to capacity. In a growing environment such as our District has experienced the networks efficiency was greatly lacking. All nine buildings are able to connect and work in a quick and stable environment. Funds were set aside from interest earned by the District to accomplish these tasks.

Broadcast Journalism: A program is in place to teach high school students the basics of broadcast journalism. A daily announcement show, formatted as a news show, delivers information to students on a building-wide, closed circuit television network. The students write, stage, and produce the show in its entirety, in-house. The program also writes and produces a bi-weekly television program aired throughout Central Ohio on local cable channels.

Expanded Summer School Opportunities: As discussions have occurred throughout the District on many instructional items, it has become apparent that either the school day or year must be increased. While this major restructuring will continue to be a topic of great debate, the District is moving toward the same end by expanding instructional opportunities to students via a comprehensive Summer Academy, which provides both enrichment and remedial classes. This academy enrolls nearly 600 students in yearly. Summer enrichment programs were offered to elementary age students in science, math and foreign language. Remedial help was offered to primary students in reading and junior high math students. Remedial programs were offered to, or required to, or required of 4th and 6th grade students who fail three or more of the Ohio Proficiency Tests. Intervention programs in writing, reading and mathematics were offered to both third and fifth grade students identified as at-risk of failing 4th and 6th grade proficiency. The following high school credit courses were offered: Biology B, Earth Science A, and Physical Education.

Course of Study Review/Revision: Extensive, intense discussions have been held to revise the District courses of study in math and language arts to comply with the new Ohio academic standards in each subject. Emphasis continues to be on hands-on, applicational learning, with an incorporation of high level thinking skills. As our students approach the new Ohio Graduation Test, staff has worked hard to ensure that we have included adequate coverage.

Proficiency Test Remediation: Programs have been put in place to offer remedial opportunities to any/all high school students who have not yet passed the Ohio Proficiency tests – required for graduation. Remedial math help is offered to students in grades 4 and 6.

Educational Management Information System (EMIS): Like all other Ohio schools, the District is deeply involved in successful implementation of the Ohio EMIS system for financial, staff, and student information.

Facilities: With no sign in the immediate future that the rapid growth the District has experienced in recent years will change, the need for additional facilities, at all levels, continues to be a concern.

Additional portable classrooms have been installed at all buildings. However, it is the consensus of the District that this option has reached its maximum effectiveness in nearly all buildings. The residents of the District have shown their continued support of this exemplary school system with the passage of a \$77.5 million dollar bond issue in November 2000.

ACT/SAT Testing: Pickerington High School students continue to excel on college admissions exams, as they consistently score well above both national and Ohio averages. The number of students participating in ACT/SAT exams has grown significantly in recent years. In the 2002 school year, ACT results rose from 22.8 (4 consecutive years) to 23. At the same time, state and national composite scores remained the same.

Proficiency (Ohio) Testing: The District's fourth grade students placed sixth in central Ohio when ranked by the number of students passing all 5 sections. In grade six this ranking was third.

Further, for the Ninth Grade Proficiency, the District now requires attendance at remedial sessions, including during the summer, to maintain eligibility for athletics and activities.

Tech Prep: Pickerington High School offers the only Tech Prep program in Civil Engineering in central Ohio. In conjunction with Columbus State Community College, this program will provide students a head start on similar programs at Columbus State via a reciprocal credit option.

Renaissance (PRIDE) Program: Pickerington High School has initiated a program to recognize students with outstanding academic, citizenship, and attendance records. The program rewards students with exam exemptions, discounted admissions to events, and discounts at area businesses.

Strategic Plan: The District embarked in November 1993 on the development of a five-year strategic plan. A steering committee of some 50 residents and school personnel were involved in this effort. It is estimated that over 200 residents had input into the development of the focus and priorities of the District for the next 4-5 years. This plan, which addressed needs in facilities, instruction, finance, policies, technology, and related services, was presented to the Board of Education. The Board and administration have worked to implement as many recommendations as fiscally possible.

At the present time staff, board, and community members have developed a Continuous Improvement Plan for the District. Each building incorporates goals to support the districts' objectives and goals. Continuous Improvement Planning differs from our Strategic Plan in two ways. Its focus is entirely on increased student achievement and will continue to cycle through identification, implementation, and assessment stages.

Grants Programs: Members of staff continue to seek grant funding to increase instructional and professional opportunities. Our staff has been awarded numerous corporate grants, state grants and individual grants including Jennings, Ohio Reads, SIRI, EPA, and Tech Prep.

Additionally, the following plans have been developed to fulfill requirements for grant funding through: Title II (Eisenhower), Title VI-B (Special Education), Title IV (Drug-Free Schools), Title VI (Innovative Instructional Program), and Title VI-R (Class Size Reduction).

Organization of the School District

An elected five-member Board of Education serves as the taxing authority and policy maker for the District. The Board adopts the annual operating budget, tax budget, and approves all expenditures of District tax monies.

The Superintendent is the chief executive officer of the District, responsible to the Board for total educational and support operations. The Treasurer is the chief financial officer of the District, responsible to the Board for maintaining all financial records, issuing warrants in payment of liabilities incurred by the District, acting as custodian of all District funds, and investing idle funds as permitted by Ohio law. Other Board appointed officials, reporting to the Superintendent, are the Assistant Superintendent, the Director of Instruction, the Director of Student Services and the building principals.

Financial Information

The District's accounting system is organized on a "fund" basis. Each fund is a separate self-balancing accounting entity. Records for all District funds, except proprietary funds are maintained on the modified accrual basis whereby revenues are recognized when measurable and available, and expenditures are recognized when the related liability is incurred, except for interest on long-term debt which is recorded when due. Proprietary funds are accounted for on the full accrual basis of accounting. Both basis of accounting are in accordance with GAAP as applied to governmental units and consistent with GASB Cod. Sec. 1600; "Basis of Accounting".

Internal Control

In developing and revising the District's accounting and internal control system, consideration is given to the adequacy of internal controls to provide reasonable but not absolute assurance regarding:

1. the safeguarding of assets against loss from unauthorized use or disposition; and
2. the reliability of financial records for preparing financial statements and maintaining accountability for assets.

The concept of reasonable assurance recognizes that:

1. the cost of a control should not exceed the benefits likely to be derived; and
2. the evaluation of costs and benefits required estimates and judgments by management.

Management believes that the internal controls adequately meet the above objectives.

Budgetary Controls

All funds, except agency funds, are subject to annual expenditure budgets. The procedures below outline the District's budgetary procedures.

1. A tax budget of estimated cash receipts and disbursements is submitted to the Fairfield County Auditor as secretary of the County Budget Commission by January 20 of each year for the fiscal year commencing the following July 1. The District's Board of Education (the Board) adopts the tax budget at its January meeting.
2. The County Budget Commission certifies its actions to the District by March 1. As part of this certification, the District receives the official certificate of estimated resources, which states the projected receipts of each fund. On or about July 1, this certificate is amended to include any unencumbered balances from the preceding year.
3. A temporary appropriations measure is passed by July 1 of each year for the period July 1 to September, and then a permanent appropriation is adopted in September for the whole year. Unencumbered appropriations lapse at year-end and encumbered appropriations are reported as expenditures in the encumbered year. Both temporary and permanent appropriation measures may be amended or supplemented during the year as new information becomes available. Appropriations may not exceed estimated resources and expenditures may not exceed appropriations in any fund. During fiscal 2002 all budget amendments were legally adopted.

Additionally, the District maintains an encumbrance accounting system as a useful technique of accomplishing budgetary control. Under encumbrance accounting, purchase orders, contracts, and other commitments for expenditures of funds are recorded in order to reserve that portion of the applicable appropriation.

Revenue Narrative:

Revenues for all governmental fund types totaled \$65,897,310 in 2002, as compared to \$56,100,047 in 2001. The following table summarizes the composition of the 2002 and 2001 revenues by source in thousands:

<u>Revenues by Source</u>	<u>2002</u>	<u>2001</u>	<u>Percentage Increase/Decrease</u>
Taxes:			
Income	\$ 8,842	\$ 8,910	(0.76%)
Property	<u>22,633</u>	<u>19,136</u>	18.27%
Total	31,475	28,046	12.26%
Intergovernmental	30,706	24,966	23.00%
Investment Income	2,665	2,067	28.93%
Other	<u>1,051</u>	<u>1,021</u>	2.94%
TOTAL	<u>\$65,897</u>	<u>\$56,100</u>	17.46%

Tax revenue increased 12.26% as a result of the growth in assessed valuation due to new construction. Intergovernmental revenues consist mainly of grants and aid from the State of Ohio and the Federal government. The 23% increase is due to the increase in state basic aid per student and the increased growth in our student enrollment. The state pays a portion of the local real estate taxes for the property owner as a result of the rollback and homestead law passed in the 1970's. Therefore, these funds increase as the assessed valuation increases or when additional millage is approved by the voters. Investment income increased 28.93% due to the issuance of bond anticipation notes, which earned interest for the District while the construction projects are under way.

Expenditure Narrative:

Expenditures for all governmental fund types totaled \$94,764,977 in 2002, as compared to \$65,023,671 in 2001. Certain 2001 figures have been reclassified to conform to the 2002 presentation. The following table summarizes the composition of the 2002 and 2001 expenditures by major function in thousands:

<u>Expenditures by Function</u>	<u>2002</u>	<u>2001</u>	<u>Percentage Increase/Decrease</u>
Current:			
Instructional Services	\$32,850	\$28,786	14.12%
Support Services	21,559	19,944	8.10%
Community Services	33	32	3.13%
Extracurricular Student	1,462	1,216	20.23%
Facilities Acquisition and Construction	30,525	9,567	219.07%
Debt Service			
Principal Retirement	2,564	3,002	(14.59%)
Interest and Fiscal Charges	<u>5,772</u>	<u>2,476</u>	133.12%
TOTAL	<u>\$94,765</u>	<u>\$65,023</u>	45.74%

The comparative schedule indicates that total current expenditures increased by 45.74%, this number includes debt service. The increases in instructional and support services are a result of growth in the District. The increase in facilities acquisition and construction is directly related to the construction project of the new high school and junior high school buildings.

Proprietary Operations

Enterprise Funds:

The District's enterprise funds consist of two separate distinct activities: the Food Service fund and the Uniform School Supply fund. The Food Service fund operates cafeterias at each of the District's schools and provides catering services for various school functions and other community social events. The Uniform School Supply fund accounts for the purchase and sale of school supplies.

The operating loss in the Food Service revenues is offset by the nonoperating revenues, which consist of a pass-through State Department of Education grant from the U.S. Department of Education for the National School Lunch Program. Overall operating revenues and expenses have increased due to growth in enrollment and student participation.

Fiduciary Funds

Trust Fund:

The District has one Expendable Trust, the Special Trust fund, which is comprised of assets held in trust that were created by donations for the establishment of memorial funds or for the use at a specific school for specific purposes.

Agency Fund:

The District currently has one agency fund to account for assets held by the Board of Education that have been accumulated through extracurricular activities that are controlled directly by the students. Agency funds are used to account for assets held by the District as an agent for individuals, private organizations, other governmental units, and/or other funds.

Debt Administration

On June 30, 2002 the District had a total of \$125,757,015 in outstanding general obligation bonds. The District had a voted debt margin of \$25,697,428 and an unvoted debt margin of \$749,753. Additional information about the District's general obligation bonds is located on Note 8 to the financial statements.

A state building assistance loan was approved in 1979 and in 1997 and was being repaid from property tax revenues collected by the county auditors and remitted directly to the State of Ohio. With the passage of Senate Bill 272 effective September 2000, this debt has been forgiven.

Cash Management

The District maintains an aggressive cash management program by expediting the receipt of revenues and prudently investing available cash. Temporarily idle cash during the year was invested in demand deposits, certificates of deposit, obligations of the U.S. Treasury, and State Treasury Asset Reserve of Ohio (STAR Ohio), maturities of less than one year. The District earned interest revenue of \$2,665,255 on all investments for the year ending June 30, 2002. The Treasurer, as custodian of all District monies, is responsible for investing idle funds and directing the investment policies of the District.

The District's investment policy is to minimize credit and market risks while maintaining a competitive yield on its portfolio. Deposits with financial institutions were either insured by federal depository insurance or collateralized in accordance with State requirements. Substantially all collateral on deposits was held either by the District's agent or a financial institution's trust department, not in the District's name. It is the policy of the District to invest in repurchase agreements only when the investment period is less than 30 days and it is not feasible to purchase other types of financial instruments. Generally, these investments will not exceed \$100,000. Repurchase agreements must be secured by the specific government securities upon which the repurchase agreements are based. These securities must be obligations of or guaranteed by the United States and mature or be redeemable within five years of the date of the related repurchase agreement. State law does not require security for public deposits and investments to be maintained in the District's name.

Risk Management

The District is part of a statewide plan for worker's compensation insurance coverage, for which risk has been transferred to the state by contributing to this plan. Additionally, the District carries all-risk property insurance, liability, and excess liability insurance coverage as well as officer's liability insurance. All employees are bonded and medical coverage for employees is provided through an insured health plan offered by the District.

Independent Auditors

The general purpose financial statements of the District for the year ended June 30, 2002 were audited by Trimble, Julian, and Grube, Inc. whose opinion thereon is included at the beginning of the Financial Section of this report.

In addition to the financial audit a single audit was performed as required by the Single Audit Act Amendments of 1996 and the provisions of OMB Circular A-133, "Audits of States, Local Governments, and Non-Profit Organizations." The single audit report is not included in the CAFR.

Award Programs

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Pickerington Local School District for its comprehensive annual financial report for the fiscal year ended June 30, 2001. The Certificate of Achievement is a prestigious national award-recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such CAFR must satisfy both accounting principals generally accepted in the United States of America as applied to governmental units and applicable legal requirements.

Also, a Certificate of Excellence is awarded by the Association of School Business Officials International (ASBO) to school systems whose financial report meets its criteria for excellence in financial reporting. The District also received a Certificate of Excellence from ASBO for its Comprehensive Annual Financial Report for the year ended June 30, 2001.

These certificates are valid for a period of one year only.

Management believes this current report conforms to the high standards of the award programs and will be submitting it to GFOA to determine its eligibility for certificate.

Acknowledgments

The preparation of the CAFR was made possible by the diligence of the Treasurer's staff and the support of the Board of Education. In the financial area, as in the instructional area, the goal of excellence is always with us.

Respectfully submitted,

A handwritten signature in cursive script that reads "W. Vince Utterback".

W. Vince Utterback, CPA
Treasurer

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

ELECTED OFFICIALS AND ADMINISTRATIVE STAFF

JUNE 30, 2002

Board of Education Members

President	Mr. Wes Monhollen
Vice President	Mrs. Gail Oakes
Member	Mr. Larry Sigman
Member	Mrs. Lori Sanders
Member	Dr. Bruce Rigelman

Appointed Officials

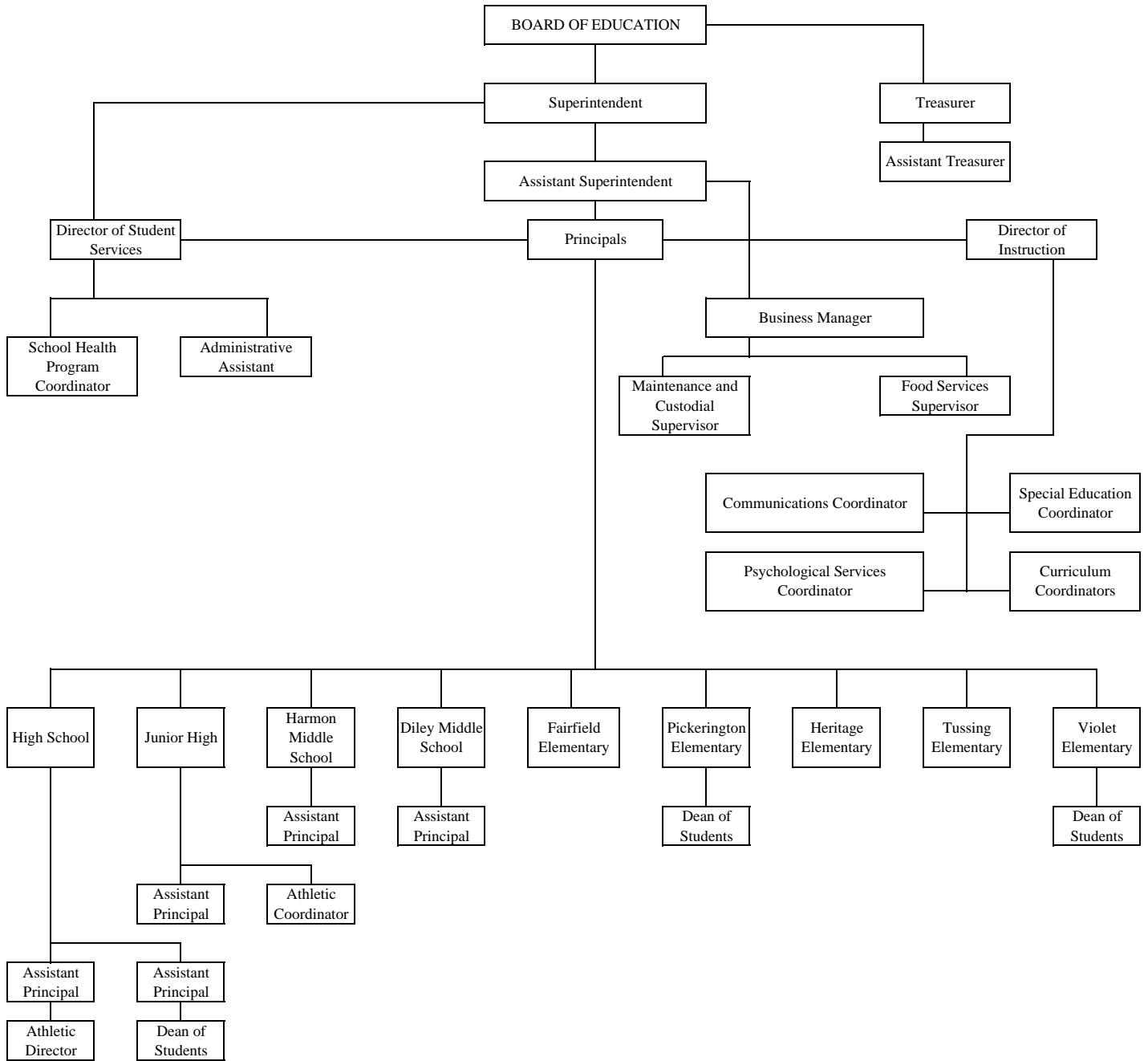
Interim Superintendent	Lewis Stemen
Treasurer	W. Vince Utterback

Administrative Staff

Assistant Superintendent	H. Lewis Stemen
Director of Instruction	Martha England
Director of Student Services	James W. Reed
Assistant Treasurer	Keltah Houser-Siders
Business Manager	Barbara Geis
Principal, Pickerington High School	Michael Smith
Principal, Pickerington Junior High School	Charles Kemper
Principal, Diley Middle School	D. Mark Jones
Principal, Harmon Middle School	Gary Morrow
Principal, Fairfield Elementary School	Frederick W. Nihiser
Principal, Heritage Elementary School	George W. Vickroy
Principal, Pickerington Elementary School	Jane Vazquez
Principal, Tussing Elementary School	Thomas C Wilkinson
Principal, Violet Elementary School	Sally Stewart

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

ORGANIZATIONAL CHART



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Pickerington Local School
District, Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2001

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



Thomas A. Drew
President

Jeffrey L. Esser
Executive Director

**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

PICKERINGTON LOCAL SCHOOL DISTRICT

For its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 2001

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

Clark J. Goldhill

President

Anna W. Miller

Executive Director

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FINANCIAL SECTION

TRIMBLE, JULIAN & GRUBE, INC.

"SERVING OHIO LOCAL GOVERNMENTS"

1445 Worthington Woods Boulevard
Suite B
Worthington, Ohio 43085

Telephone 614.846.1899
Facsimile 614.846.2799

Independent Auditor's Report

Board of Education
Pickerington Local School District
779 Long Road
Pickerington, OH 43147

We have audited the accompanying general purpose financial statements of the Pickerington Local School District, Fairfield County, Ohio, as of and for the fiscal year ended June 30, 2002, as listed in the table of contents. These general purpose financial statements are the responsibility of the Pickerington Local School 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 of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the Pickerington Local School District, Fairfield County, Ohio, as of June 30, 2002, and the results of its operations and the 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 have also issued our report dated December 6, 2002, on our consideration of the Pickerington Local 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.

Board of Education
Pickerington Local School District

Our audit was conducted for the purpose of forming an opinion on the general purpose financial statements of the Pickerington Local School District, taken as a whole. The combining and individual fund and account group financial statements and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of the Pickerington Local School District. 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.

We did not audit the introductory and statistical information as listed in the table of contents and therefore express no opinion thereon.

Trimble, Julian & Grube, Inc.
December 6, 2002

**GENERAL PURPOSE FINANCIAL
STATEMENTS**

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

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
ASSETS AND OTHER DEBITS				
ASSETS:				
Equity in pooled cash and cash equivalents	\$ 5,056,921	\$ 960,076	\$ 1,536,597	\$ 43,673,031
Investments	-	-	4,210,300	10,022,793
Cash with fiscal agent	-	-	23,438	-
Cash in segregated accounts	-	-	-	190,387
Receivables (net of allowances of uncollectibles):				
Property taxes - current and delinquent	18,854,298	292,448	7,063,104	-
Accounts	9,323	-	-	-
Accrued interest	21,680	-	24,152	66,815
Interfund loan receivable	-	-	-	-
Due from other governments	-	7,471	-	-
Materials and supplies inventory	-	-	-	-
Prepayments	93,814	-	-	4,530
Restricted assets:				
Equity in pooled cash and cash equivalents	-	-	-	-
Property, plant and equipment (net of accumulated depreciation where applicable)	-	-	-	-
OTHER DEBITS:				
Amount available in debt service fund	-	-	-	-
Amount to be provided for retirement of general long-term obligations	-	-	-	-
Total assets and other debits	\$ 24,036,036	\$ 1,259,995	\$ 12,857,591	\$ 53,957,556
LIABILITIES, EQUITY AND OTHER CREDITS				
LIABILITIES:				
Accounts payable	\$ 538,873	\$ 55,722	\$ -	\$ 124,173
Contracts payable	-	-	-	5,347,038
Retainage payable	-	-	-	190,387
Accrued wages and benefits	4,760,774	1,687	-	-
Compensated absences payable	98,238	-	-	-
Pension obligation payable	791,142	9,034	-	-
Interfund loan payable	-	-	-	-
Matured bond payable	-	-	20,000	-
Matured interest payable	-	-	3,438	-
Deferred revenue	14,343,749	277,754	6,632,810	63,999
Due to other governments	227,967	1,492	-	-
Due to students	-	-	-	-
General obligation bonds payable	-	-	-	-
Capital lease payable	-	-	-	-
Notes payable	-	-	-	-
Total liabilities	20,760,743	345,689	6,656,248	5,725,597
EQUITY AND OTHER CREDITS:				
Investment in general fixed assets	-	-	-	-
Contributed capital	-	-	-	-
Retained earnings: unreserved	-	-	-	-
Fund balances (deficit):				
Reserved for encumbrances	630,796	29,383	-	40,443,560
Reserved for materials and supplies inventory	-	-	-	-
Reserved for prepayments	93,814	-	-	4,530
Reserved for debt service	-	-	5,746,897	-
Reserved for tax revenue unavailable for appropriation	964,922	18,301	454,446	-
Reserved for textbooks	-	-	-	-
Unreserved-undesignated	1,585,761	866,622	-	7,783,869
Total equity and other credits	3,275,293	914,306	6,201,343	48,231,959
Total liabilities, equity and other credits	\$ 24,036,036	\$ 1,259,995	\$ 12,857,591	\$ 53,957,556

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

Proprietary Fund Type	Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)	
		General Fixed Assets	General Long-Term Obligations	2002	(Restated) 2001
Enterprise	Trust and Agency				
\$ 623,617	\$ 179,395	\$ -	\$ -	\$ 52,029,637	\$ 55,850,482
-	-	-	-	14,233,093	35,751,710
-	-	-	-	23,438	-
-	-	-	-	190,387	-
-	-	-	-	26,209,850	25,465,650
-	-	-	-	9,323	19,238
-	-	-	-	112,647	389,257
-	-	-	-	-	184,000
34,948	-	-	-	42,419	26,556
38,233	-	-	-	38,233	69,980
-	-	-	-	98,344	16,319
-	-	-	-	-	201,317
276,152	-	114,853,275	-	115,129,427	82,125,545
-	-	-	6,201,343	6,201,343	6,577,015
-	-	-	123,445,104	123,445,104	47,162,461
<u>\$ 972,950</u>	<u>\$ 179,395</u>	<u>\$ 114,853,275</u>	<u>\$ 129,646,447</u>	<u>\$ 337,763,245</u>	<u>\$ 253,839,530</u>
\$ 7,965	\$ 11,501	\$ -	\$ -	\$ 738,234	\$ 2,788,064
-	-	-	-	5,347,038	-
-	-	-	-	190,387	-
84,498	-	-	-	4,846,959	8,069,889
60,033	-	-	3,605,438	3,763,709	-
68,230	-	-	283,994	1,152,400	-
-	-	-	-	-	184,000
-	-	-	-	20,000	-
-	-	-	-	3,438	-
32,911	-	-	-	21,351,223	21,311,993
3,151	-	-	-	232,610	1,345,010
-	112,528	-	-	112,528	106,600
-	-	-	125,757,015	125,757,015	49,802,289
-	-	-	-	-	103,857
-	-	-	-	-	77,500,000
<u>256,788</u>	<u>124,029</u>	<u>-</u>	<u>129,646,447</u>	<u>163,515,541</u>	<u>161,211,702</u>
-	-	114,853,275	-	114,853,275	81,832,047
216,145	-	-	-	216,145	216,145
500,017	-	-	-	500,017	544,962
-	-	-	-	41,103,739	7,242,982
-	-	-	-	-	7,802
-	-	-	-	98,344	16,319
-	-	-	-	5,746,897	6,379,976
-	-	-	-	1,437,669	686,156
-	-	-	-	-	22,262
-	55,366	-	-	10,291,618	(4,320,823)
<u>716,162</u>	<u>55,366</u>	<u>114,853,275</u>	<u>-</u>	<u>174,247,704</u>	<u>92,627,828</u>
<u>\$ 972,950</u>	<u>\$ 179,395</u>	<u>\$ 114,853,275</u>	<u>\$ 129,646,447</u>	<u>\$ 337,763,245</u>	<u>\$ 253,839,530</u>

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

	Governmental Fund Types				Fiduciary Fund Type	Total (Memorandum Only)	
	General	Special Revenue	Debt Service	Capital Projects	Expensible Trust	2002	2001
Revenues:							
From local sources:							
Taxes	\$ 24,221,737	\$ 296,130	\$ 6,956,067	\$ 656	\$ -	\$ 31,474,590	\$ 28,046,408
Tuition	177,865	97,925	-	-	-	275,790	253,075
Earnings on investments	664,935	-	33,633	1,966,687	-	2,665,255	2,066,816
Extracurricular	-	343,384	-	-	-	343,384	-
Other local revenues	261,604	130,306	-	40,000	26,208	458,118	780,527
Intergovernmental - State	28,924,208	141,642	862,947	118,962	-	30,047,759	24,540,717
Intergovernmental - Federal	-	658,622	-	-	-	658,622	425,510
Total revenues	54,250,349	1,668,009	7,852,647	2,126,305	26,208	65,923,518	56,113,053
Expenditures:							
Current:							
Instruction:							
Regular	27,213,047	225,961	-	366,274	19,866	27,825,148	24,432,681
Special	3,754,430	142,375	-	-	-	3,896,805	3,321,682
Vocational	685,353	-	-	-	-	685,353	619,573
Other	462,497	-	-	-	-	462,497	424,413
Support services:							
Pupil	2,271,034	208,486	-	192,003	-	2,671,523	2,894,093
Instructional staff	2,214,086	333,451	-	125,434	1,498	2,674,469	2,669,420
Board of Education	301,380	1,217	-	-	-	302,597	230,393
Administration	5,243,890	19,684	-	8,845	-	5,272,419	4,712,817
Fiscal	976,914	2,661	65,143	12,623	-	1,057,341	1,124,105
Business	158,585	-	-	-	-	158,585	132,791
Operations and maintenance	4,951,302	20,000	-	579,673	-	5,550,975	4,692,719
Pupil transportation	3,671,591	-	-	-	-	3,671,591	3,322,690
Central	140,351	60,563	-	-	-	200,914	165,516
Community services	13,497	19,998	-	-	3,000	36,495	32,249
Extracurricular activities	1,058,562	403,483	-	-	-	1,462,045	1,219,352
Facilities acquisition and construction	-	32,955	-	30,491,645	-	30,524,600	9,567,434
Debt service:							
Principal retirement	103,857	-	2,460,000	-	-	2,563,857	3,002,216
Interest and fiscal charges	11,426	-	4,427,987	1,332,714	-	5,772,127	2,475,747
Total expenditures	53,231,802	1,470,834	6,953,130	33,109,211	24,364	94,789,341	65,039,891
Excess (deficiency) of revenues over (under) expenditures	1,018,547	197,175	899,517	(30,982,906)	1,844	(28,865,823)	(8,926,838)
Other financing sources (uses):							
Operating transfers in	-	-	-	2,816,302	-	2,816,302	1,686,796
Operating transfers out	(98,297)	-	(1,332,714)	(1,425,846)	-	(2,856,857)	(1,691,155)
Premium and accrued interest on bonds sold	-	-	57,525	-	-	57,525	-
Proceeds from sale of bonds	-	-	-	77,500,000	-	77,500,000	-
Proceeds from sale of fixed assets	248	-	-	-	-	248	5,400
Total other financing sources (uses)	(98,049)	-	(1,275,189)	78,890,456	-	77,517,218	1,041
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing (uses)	920,498	197,175	(375,672)	47,907,550	1,844	48,651,395	(8,925,797)
Fund balances, July 1	2,362,597	717,131	6,577,015	324,409	53,522	10,034,674	18,960,471
Decrease in reserve for inventory	(7,802)	-	-	-	-	(7,802)	-
Fund balances, June 30	\$ 3,275,293	\$ 914,306	\$ 6,201,343	\$ 48,231,959	\$ 55,366	\$ 58,678,267	\$ 10,034,674

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

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

	General			Special Revenue		
	Revised Budget	Actual	Variance: Favorable (Unfavorable)	Revised Budget	Actual	Variance: Favorable (Unfavorable)
Revenues:						
Taxes	\$ 23,443,378	\$ 23,702,803	\$ 259,425	\$ 287,121	\$ 286,769	\$ (352)
Tuition	175,918	177,865	1,947	70,291	97,925	27,634
Earnings on investments	774,930	783,505	8,575	-	-	-
Extracurricular	-	-	-	336,023	343,384	7,361
Other local revenues	123,685	125,054	1,369	118,066	130,761	12,695
Other revenue	-	-	-	-	-	-
Intergovernmental - State	28,607,635	28,924,208	316,573	155,411	160,353	4,942
Intergovernmental - Federal	-	-	-	615,548	615,731	183
Total revenues	<u>53,125,546</u>	<u>53,713,435</u>	<u>587,889</u>	<u>1,582,460</u>	<u>1,634,923</u>	<u>52,463</u>
Expenditures:						
Instruction:						
Regular	26,999,943	26,997,678	2,265	233,079	233,079	-
Special	3,703,358	3,701,483	1,875	142,114	142,114	-
Vocational	703,474	698,541	4,933	-	-	-
Other	459,572	459,572	-	-	-	-
Support services:						
Pupil	2,418,708	2,417,264	1,444	230,005	208,233	21,772
Instructional staff	2,628,922	2,621,303	7,619	368,032	345,815	22,217
Board of Education	395,037	394,314	723	1,228	1,228	-
Administration	5,314,541	5,301,533	13,008	20,550	20,550	-
Fiscal	1,128,236	1,122,524	5,712	4,695	4,695	-
Business	161,947	155,503	6,444	-	-	-
Operations and maintenance	5,226,754	5,219,786	6,968	20,000	20,000	-
Pupil transportation	3,965,539	3,965,539	-	-	-	-
Central	146,620	138,282	8,338	38,631	36,662	1,969
Community services	13,492	13,492	-	35,470	25,193	10,277
Extracurricular activities	1,086,548	1,081,146	5,402	491,823	436,763	55,060
Facilities acquisition and construction	250	250	-	110,670	32,957	77,713
Debt service:						
Principal retirement	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total expenditures	<u>54,352,941</u>	<u>54,288,210</u>	<u>64,731</u>	<u>1,696,297</u>	<u>1,507,289</u>	<u>189,008</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,227,395)</u>	<u>(574,775)</u>	<u>652,620</u>	<u>(113,837)</u>	<u>127,634</u>	<u>241,471</u>
Other financing sources (uses):						
Advances in	181,986	184,000	2,014	-	-	-
Advances out	-	-	-	(8,700)	(8,700)	-
Transfers in	338,512	342,258	3,746	-	-	-
Transfers out	(440,555)	(440,555)	-	-	-	-
Proceeds from sale of bonds	-	-	-	-	-	-
Proceeds from sale of notes	-	-	-	-	-	-
Premium on sale of bonds	-	-	-	-	-	-
Proceeds from sale of fixed assets	246	248	2	-	-	-
Refund of prior year expenditure	136,250	137,758	1,508	-	-	-
Total other financing sources (uses)	<u>216,439</u>	<u>223,709</u>	<u>7,270</u>	<u>(8,700)</u>	<u>(8,700)</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing (uses)	<u>(1,010,956)</u>	<u>(351,066)</u>	<u>659,890</u>	<u>(122,537)</u>	<u>118,934</u>	<u>241,471</u>
Fund balances, July 1	2,825,494	2,825,494	-	655,919	655,919	-
Prior year encumbrances appropriated	1,525,638	1,525,638	-	128,609	128,609	-
Fund balances, June 30	<u>\$ 3,340,176</u>	<u>\$ 4,000,066</u>	<u>\$ 659,890</u>	<u>\$ 661,991</u>	<u>\$ 903,462</u>	<u>\$ 241,471</u>

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

Debt Service			Capital Projects			Total (Memorandum only)		
Revised Budget	Actual	Variance: Favorable (Unfavorable)	Revised Budget	Actual	Variance: Favorable (Unfavorable)	Revised Budget	Actual	Variance: Favorable (Unfavorable)
\$ 6,694,848	\$ 6,698,660	\$ 3,812	\$ 1,565	\$ 1,602	\$ 37	\$ 30,426,912	\$ 30,689,834	\$ 262,922
-	-	-	-	-	-	246,209	275,790	29,581
-	-	-	2,109,563	2,290,214	180,651	2,884,493	3,073,719	189,226
-	-	-	-	-	-	336,023	343,384	7,361
-	-	-	-	-	-	241,751	255,815	14,064
-	-	-	40,053	40,000	(53)	40,053	40,000	(53)
863,875	862,947	(928)	6,000	118,962	112,962	29,632,921	30,066,470	433,549
-	-	-	-	-	-	615,548	615,731	183
<u>7,558,723</u>	<u>7,561,607</u>	<u>2,884</u>	<u>2,157,181</u>	<u>2,450,778</u>	<u>293,597</u>	<u>64,423,910</u>	<u>65,360,743</u>	<u>936,833</u>
-	-	-	497,418	373,418	124,000	27,730,440	27,604,175	126,265
-	-	-	-	-	-	3,845,472	3,843,597	1,875
-	-	-	-	-	-	703,474	698,541	4,933
-	-	-	-	-	-	459,572	459,572	-
-	-	-	2,663,609	2,663,609	-	5,312,322	5,289,106	23,216
-	-	-	483,576	224,883	258,693	3,480,530	3,192,001	288,529
-	-	-	-	-	-	396,265	395,542	723
-	-	-	29,755	29,755	-	5,364,846	5,351,838	13,008
110,972	109,889	1,083	20,508	20,508	-	1,264,411	1,257,616	6,795
-	-	-	2,234	2,234	-	164,181	157,737	6,444
-	-	-	1,564,636	715,812	848,824	6,811,390	5,955,598	855,792
-	-	-	-	-	-	3,965,539	3,965,539	-
-	-	-	-	-	-	185,251	174,944	10,307
-	-	-	-	-	-	48,962	38,685	10,277
-	-	-	-	-	-	1,578,371	1,517,909	60,462
-	-	-	69,314,156	64,399,436	4,914,720	69,425,076	64,432,643	4,992,433
89,960,000	89,960,000	-	-	-	-	89,960,000	89,960,000	-
5,760,701	5,760,701	-	-	-	-	5,760,701	5,760,701	-
<u>95,831,673</u>	<u>95,830,590</u>	<u>1,083</u>	<u>74,575,892</u>	<u>68,429,655</u>	<u>6,146,237</u>	<u>226,456,803</u>	<u>220,055,744</u>	<u>6,401,059</u>
<u>(88,272,950)</u>	<u>(88,268,983)</u>	<u>3,967</u>	<u>(72,418,711)</u>	<u>(65,978,877)</u>	<u>6,439,834</u>	<u>(162,032,893)</u>	<u>(154,695,001)</u>	<u>7,337,892</u>
-	-	-	-	-	-	181,986	184,000	2,014
-	-	-	-	-	-	(8,700)	(8,700)	-
-	-	-	1,522,947	2,023,588	500,641	1,861,459	2,365,846	504,387
-	-	-	(1,965,846)	(1,965,846)	-	(2,406,401)	(2,406,401)	-
77,480,933	77,500,000	19,067	-	-	-	77,480,933	77,500,000	19,067
9,997,540	10,000,000	2,460	-	-	-	9,997,540	10,000,000	2,460
57,511	57,525	14	-	-	-	57,511	57,525	14
-	-	-	-	-	-	246	248	2
-	-	-	-	-	-	136,250	137,758	1,508
<u>87,535,984</u>	<u>87,557,525</u>	<u>21,541</u>	<u>(442,899)</u>	<u>57,742</u>	<u>500,641</u>	<u>87,300,824</u>	<u>87,830,276</u>	<u>529,452</u>
(736,966)	(711,458)	25,508	(72,861,610)	(65,921,135)	6,940,475	(74,732,069)	(66,864,725)	7,867,344
6,424,722	6,424,722	-	70,924,910	70,924,910	-	80,831,045	80,831,045	-
-	-	-	8,023,048	8,023,048	-	9,677,295	9,677,295	-
<u>\$ 5,687,756</u>	<u>\$ 5,713,264</u>	<u>\$ 25,508</u>	<u>\$ 6,086,348</u>	<u>\$ 13,026,823</u>	<u>\$ 6,940,475</u>	<u>\$ 15,776,271</u>	<u>\$ 23,643,615</u>	<u>\$ 7,867,344</u>

PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO
 COMBINED STATEMENT OF REVENUES, EXPENSES,
 AND CHANGES IN RETAINED EARNINGS
 PROPRIETARY FUND TYPE
 FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Proprietary Fund Type	
	Enterprise 2002	Enterprise 2001
Operating revenues:		
Tuition and fees	\$ 344,819	\$ 260,119
Sales/charges for services	1,455,224	1,347,685
Total operating revenues	1,800,043	1,607,804
Operating expenses:		
Personal services	887,753	724,639
Contract services	23,956	13,722
Materials and supplies	1,337,771	1,173,858
Depreciation	35,741	34,821
Other	-	1,000
Total operating expenses	2,285,221	1,948,040
Operating loss	(485,178)	(340,236)
Nonoperating revenues:		
Operating grants	239,715	208,959
Federal commodities	142,941	118,106
Interest revenue.	17,022	36,458
Total nonoperating revenues	399,678	363,523
Income (loss) before operating transfers	(85,500)	23,287
Operating transfers in	40,555	4,359
Net income (loss).	(44,945)	27,646
Retained earnings, July 1	544,962	517,316
Retained earnings, June 30	\$ 500,017	\$ 544,962

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

PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO
COMBINED STATEMENT OF CASH FLOWS
PROPRIETARY FUND TYPE
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Proprietary Fund Type	
	Enterprise 2002	Enterprise 2001
Cash flows from operating activities:		
Cash received from tuition and fees	\$ 346,470	\$ 260,119
Cash received from sales/service charges	1,461,634	1,341,684
Cash payments for personal services	(769,807)	(715,077)
Cash payments for contract services	(24,255)	(13,722)
Cash payments for materials and supplies	(1,227,864)	(992,710)
Cash payments for other expenses	-	(50,909)
	(213,822)	(170,615)
Net cash used in operating activities		
Cash flows from noncapital financing activities:		
Cash received from operating grants	231,323	182,493
Cash payments for interfund loans	(175,300)	-
Cash received from operating transfers	40,555	4,359
	96,578	186,852
Net cash provided by noncapital financing activities		
Cash flows from capital and related financing activities:		
Acquisition of capital assets	(18,395)	(43,672)
	(18,395)	(43,672)
Net cash used in capital and related financing activities		
Cash flows from investing activities:		
Interest received	17,022	36,458
	17,022	36,458
Net cash provided by investing activities		
Net increase (decrease) in cash and cash equivalents	(118,617)	9,023
Cash and cash equivalents at beginning of year	742,234	733,211
Cash and cash equivalents at end of year	\$ 623,617	\$ 742,234
Reconciliation of operating loss to net cash used in operating activities:		
Operating loss	\$ (485,178)	\$ (340,236)
Adjustments to reconcile operating loss to net cash used in operating activities:		
Depreciation	35,741	34,821
Federal donated commodities	142,941	118,016
Changes in assets and liabilities:		
Decrease in materials and supplies inventory	23,945	13,215
(Increase) decrease in accounts receivable	8,061	(6,001)
Increase (decrease) in accrued wages and benefits	(13,468)	9,562
Decrease in accounts payable	(65,622)	(40,793)
Increase in compensated absences payable	60,033	-
Increase in due to other governments	3,151	-
Increase in pension obligation payable	68,230	-
Increase in due to other funds	-	25,705
Increase in deferred revenue	8,344	15,096
	(213,822)	(170,615)
Net cash used in operating activities		
Non-cash activities:		
Federal donated commodities	\$ 157,696	\$ 133,112

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

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT

The Pickerington Local School District (the "District") was organized in the late 1800's and is an independent political subdivision of the State of Ohio. The District is not reported as a Component Unit in any other governmental unit. The District is governed by a five-member board of education (the Board) elected by the citizens of the District.

The District ranks as the 27th largest by enrollment among the 705 public and community school districts in the State. The District employs 205 non-certified and 554 certified employees to provide services to approximately 7,927 students and community groups. The District provides regular, vocational and special instruction. The District also provides support services for the pupils, instructional staff, general and school administration, business and fiscal services, facilities acquisitions and construction services, operation and maintenance of plant, student transportation, food services, extracurricular activities and non-programmed services.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The general purpose financial statements (GPFS) of the District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The District also applies Financial Accounting Standards Board (FASB) Statements and Interpretations issued prior to November 30, 1989, to its proprietary activities unless those pronouncements conflict/or contradict GASB pronouncements. The District's significant accounting policies are described below.

A. Reporting Entity

The District's reporting entity has been defined in accordance with Governmental Accounting Standards Board (GASB) Statement No. 14, "The Financial Reporting Entity". A reporting entity is comprised of the primary government, component units, and other organizations that are included to insure that the financial statements of the District are not misleading. The primary government consists of all funds, departments, boards, and agencies that are not legally separate from the District. For the District, this includes general operations, food service, and student related activities of the District.

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

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

Component units are legally separate organizations for which the District is financially accountable. The District is financially accountable for an organization if the District appoints a voting majority of the organization's governing board and (1) the District is able to significantly influence the programs or services performed or provided by the organization; or (2) the District is legally entitled to or can otherwise access the organization's resources; 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 that are fiscally dependent on the District in that the District approves the budget, the issuance of debt, or the levying of taxes for the organization. The financial statements of the reporting entity include only those of the District (the primary government). The District has no component units. The following organizations are described due to their relationship to the District.

JOINTLY GOVERNED ORGANIZATIONS

Metropolitan Education Council (MEC)

MEC is a not-for-profit educational council whose primary purpose and objective is to contribute to the educational services available to school districts in Franklin County and surrounding areas by cooperative action membership. The governing board consists of a representative from each of the Franklin County districts. Districts outside of Franklin County are associate members and each county selects a single district to represent them on the governing board. MEC is its own fiscal agent.

Eastland Joint Career Center (the "Career Center")

The JVS is a jointly governed organization. The District's board of education appoints one member of the seven-member Board of Education of the Career Center. However, the financial statements of the Career Center are not included within the District's reporting entity, as the District cannot impose its will and there is no financial benefit, financial burden relationship or related-party transactions between the District and the Career Center.

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

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

PUBLIC ENTITY RISK POOL

Ohio School Boards Association Workers' Compensation Group Rating Plan

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

The Plan's business and affairs are conducted by a three-member Board of Directors consisting of the President, the President-Elect, and the Immediate Past President of the OSBA. The Executive Director of the OSBA, or his designee, serves as coordinator of the Plan. Each year, the participating school district pay an enrollment fee to the Plan to cover the costs of administering the program.

B. Fund Accounting

The District uses funds and account groups to report its financial position and the results of its operations. A fund is a separate accounting entity with a self-balancing set of accounts. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain school district activities or functions. Funds are classified into three categories: governmental, proprietary and fiduciary. Each category is divided into separate fund types.

GOVERNMENTAL FUNDS

Governmental funds are those through which most governmental functions of the District are financed. The acquisition, use and balances of the District's expendable financial resources and the related liabilities (except those accounted for in proprietary funds) are accounted for through governmental funds. The following are the District's governmental fund types:

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

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

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

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

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

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

PROPRIETARY FUNDS

Proprietary funds are used to account for the District's ongoing activities which are similar to those often found in the private sector, where the determination of net income is necessary or useful to sound financial administration. The following is the District's proprietary fund type:

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

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

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

FIDUCIARY FUNDS

Fiduciary funds are used to account for assets held by the District in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds. These include expendable trust and agency funds. 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 general government, and between long-term liabilities related to specific funds and those of general nature, the following account groups are used:

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

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

C. Measurement Focus/Basis of Accounting

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

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

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

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

The modified accrual basis of accounting is followed for governmental funds. Under the modified accrual basis of accounting, revenues are recognized when they become both measurable and available. "Measurable" means that the amount of the transaction can be determined. "Available" means that the amount is collectable within the current period or within (the District's defined available period of) sixty days of the balance sheet date and may be used to pay liabilities of the current period. Revenues accrued at the end of the year include interest, tuition, grants and entitlements (to the extent such grants and entitlements relate to the current fiscal year), and accounts (student fees and rent). Current property taxes measurable as of June 30, 2002, but which are intended to finance fiscal 2003 operations, have been recorded as deferred revenues. Delinquent property taxes measurable and available (received within 60 days) and amounts available as an advance on future tax settlements are recognized as revenue at year-end. Taxes available for advance and recognized as revenue, but not received by the District prior to June 30, 2002, are reflected as a reservation of fund balance for future appropriations. The District is prohibited by law from appropriating this revenue in accordance with ORC Section 5705.35, since an advance of revenue was not requested or received prior to the fiscal year-end.

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

Nonexchange transactions, in which the District receives value without directly giving equal value in return, include income taxes, property taxes, grants, entitlements, and donations. On the modified accrual basis, revenue from income taxes is recognized when the underlying exchange transaction takes place. Revenue from property taxes is recognized in the fiscal year for which the taxes are levied and the resources are available. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been met and the resources are available. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis.

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

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

Expenditures (decreases in net financial resources) are recognized in the period in which the fund liability is incurred with the following exceptions: general long-term obligation principal and interest are reported only when due; and the costs of accumulated unpaid vacation and sick leave are reported as expenditures in the period in which they will be liquidated with available financial resources rather than in the period earned by employees. Allocations of cost, such as depreciation and amortization, are not recognized in governmental funds.

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

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

D. Budgets

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriation resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriation resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. The specific timetable for fiscal year 2002 is as follows:

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

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

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

2. By no later than January 20, the Board-adopted budget is filed with the Fairfield County Budget Commission for tax rate determination.
3. 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 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 a basis for the appropriation measure. On or about July 1, the Certificate is amended to include any unencumbered balances from the preceding year as reported by the District Treasurer. The Certificate may be further amended during the year if projected increases or decreases in revenue are identified by the District Treasurer. The amounts reported in the budgetary statement reflect the amounts set forth in the final Amended Certificate issued for fiscal year 2002.
4. By July 1, 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. (State statute permits a temporary appropriation to be effective until no later than October 1 of each year.) Although the legal level of budgetary control was established at the fund level of expenditures, the District has elected to present budgetary statement comparisons at the fund and function level of expenditures. Resolution appropriations by fund must be within the estimated resources as certified by the County Budget Commission and the total of expenditures may not exceed the appropriation totals.
5. All funds, other than agency funds, are legally required to be budgeted and appropriated. Short-term interfund loans are not required to be budgeted since they represent a temporary cash flow resource, and are intended to be repaid.
6. Any revisions that alter the total of any fund appropriation must be approved by the Board of Education.
7. Formal budgetary integration is employed as a management control device during the year for all funds, consistent with the general obligation bond indenture and other statutory provisions.

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

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

8. Appropriation amounts are as originally adopted, or as amended by the Board of Education through the year by supplemental appropriations, which either reallocated or increased the original appropriated amounts. All supplemental appropriations were legally enacted by the Board during fiscal 2002.
9. Unencumbered appropriations lapse at year-end. Encumbered appropriations are carried forward to the succeeding fiscal year and need not be reappropriated. Cash disbursements may not legally exceed budgeted appropriations at the fund level.

Encumbrance accounting is utilized with District funds in the normal course of operations, for purchase orders and contract-related expenditures. An encumbrance is a reserve on the available spending authority due to commitment for a future expenditure and does not represent a liability. For governmental fund types, encumbrances outstanding at year-end (not recognized as accounts payable) appear as a reserve to the fund balance on a GAAP basis and as the equivalent of expenditures on a non-GAAP budgetary basis in order to demonstrate legal compliance. Note 16 provides a reconciliation of the budgetary and GAAP basis of accounting. Encumbrances for enterprise funds are disclosed in Note 17 to the financial statements.

E. Cash and Investments

To improve cash management, all cash received by the District is pooled. Monies for all funds, including Proprietary funds, are maintained in this pool. Individual fund integrity is maintained through the District's records. Each fund's interest in the pool is presented as "Equity in Pooled Cash and Cash Equivalents" and "Investments" on the combined balance sheet.

During 2002, investments were limited to the State Treasury Asset Reserve of Ohio (STAR Ohio) and federal agency securities. All investments are reported at fair value, which is based on quoted market prices.

STAR Ohio is an investment pool managed by the State Treasurer's Office, which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price, which is the price the investment could be sold for on June 30, 2002.

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

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

The District utilizes a financial institution to service bonded debt as principal and interest come due. This account had a balance of \$23,438 at June 30, 2002. This depository account is presented on the combined balance sheet as "Cash with Fiscal Agent" since it is not required to be deposited into the District treasury.

Under existing Ohio statute, interest earnings are allotted to the general fund unless the Board of Education has, by resolution, specified funds to receive an allocation of interest earnings or unless statutorily required to be credited to a specific fund. Interest revenue credited to the general fund during fiscal 2002 amounted to \$664,935 which includes \$180,394 assigned from other District funds.

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

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

F. Inventory

Inventories of proprietary funds are valued at the lower of cost (first-in/first-out method) or market and expensed when used rather than when purchased. Inventories reported on the combined balance sheet consist of donated food, purchased food, and food service supplies.

G. Bond Discounts, Premiums and Issuance Costs

For governmental fund types, bond issuance costs are recognized during the current period. Bond proceeds are reported as other financing sources net of the applicable premium or discount. Issuance costs, whether or not withheld from the actual net proceeds received, are reported as debt service expenditures. The long-term debt that appears in the general long-term obligations account group is always reported at the bond's face value.

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

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

H. Fixed Assets and Depreciation

1. General Fixed Assets Account Group

General fixed assets are capitalized at cost (or estimated historical cost) and updated for the cost of additions and retirements during the year in the general fixed assets account group. Donated fixed assets are recorded at their fair market values as of the date donated. The District follows the policy of not capitalizing assets with a cost of less than \$500 and a useful life of less than 5 years. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an assets' life are not capitalized, nor is interest on debt issued to construct or acquire general fixed assets. No depreciation is recognized for assets in the general fixed assets account group. The District has no infrastructure. Interest on debt issued to construct general fixed assets is not capitalized in the account group.

2. Proprietary Funds

Equipment reflected in these funds are stated at historical cost (or estimated historical cost) and updated for the cost of additions and retirements during the year. Donated fixed assets are recorded at their fair market values as of the date donated. Improvements are capitalized and depreciated over the remaining useful lives of the related fixed assets.

Depreciation has been provided, where appropriate, on a straight-line basis over the following estimated useful lives:

<u>Asset</u>	<u>Life (years)</u>
Furniture and equipment	10

I. Compensated Absences

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

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

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

In accordance with the provisions of GASB Statement No. 16, "Accounting for Compensated Absences", a liability for vacation leave is accrued if a) the employees' rights to payment are attributable to services already rendered; and b) it is probable that the employer will compensate the employees for the benefits through paid time off or other means, such as cash payment at termination or retirement. A liability for sick leave is accrued using the vesting method; i.e., the liability is based on the sick leave accumulated at the balance sheet date by those employees who are currently eligible to receive termination (severance) payments, as well as those employees expected to become eligible in the future. For purposes of establishing a liability for severance on employees expected to become eligible to retire in the future, all employees with at least 15 years of service at any age were considered expected to become eligible to retire in accordance with GASB Statement No. 16.

The total liability for vacation and severance payments has been calculated using pay rates in effect at the balance sheet date, and reduced to the maximum payment allowed by labor contract and/or statute, plus any applicable additional salary related payments.

Accumulated vacation and severance liability of governmental fund type employees meeting the above requirements have been recorded in the appropriate governmental fund as a current liability to the extent that the amounts are expected to be payable within the current available period. The balance of the liability is recorded in the general long-term obligations account group. Vacation and severance liability for employees meeting the above requirements who are paid from proprietary funds are recorded as an expense when earned.

J. Interfund Transactions

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

1. Transfers of resources from one fund to another fund. The resources transferred are to be expended for operations by the receiving fund and are recorded as operating transfers, with the exception of agency funds, which do not report transfers of resources as operating transfers.
2. Reimbursements from one fund to another are treated as expenditures/expenses in the reimbursing fund and a reduction in expenditures/expenses in the reimbursed fund.

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

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

3. Short-term interfund loans made pursuant to Board of Education Resolution are reflected as "interfund loans receivable or payable". Such interfund loans are repaid in the following fiscal year.
4. Quasi-external transactions are similar to the purchase of goods or services from a vendor; i.e., the fund, which provides a service records revenue, and the fund, which receives that service records an expenditure/expense.
5. Residual equity transfers are non-recurring or non-routine permanent transfers of equity, generally made when a fund is closed.
6. Long-term interfund loans that will not be repaid within the next year are termed "advances" and are shown as reservations of fund balances on the combined balance sheet for those funds that report advances to other funds as assets because they are not spendable, available resources.

An analysis of the District's interfund transactions for fiscal year 2002 is presented in Note 5.

K. 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 required pension contributions, special termination benefits, and early retirement incentive obligations 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 60 days after year-end are generally considered not to have been paid with current available financial resources. Bonds, capital leases, and long-term loans are reported as a liability of the general long-term obligations account group until due.

Long-term debt and other obligations financed by proprietary funds are reported as liabilities in the appropriate proprietary funds.

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

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

L. Fund Equity

Reserved fund balances indicate that portion of fund equity, which is not available for current appropriation or is legally segregated for a specific use. Fund balances are reserved for encumbrances, debt service, prepaids and tax revenue unavailable for appropriation. The reserve for property taxes represents taxes recognized as revenue under GAAP, but not available for appropriation under state statute. The unreserved portions of fund equity reflected for the governmental funds are available for use within the specific purposes of those funds.

M. Comparative Data

Comparative totals for the prior year have been presented in the accompanying general purpose financial statements, and are presented only to facilitate financial analysis.

N. Estimates

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

O. Contributions of Capital

Contributed capital is recorded in proprietary funds that have received capital grants or contributions from developers, customers or other funds. These assets are recorded at their fair market value on the date contributed. Depreciation on those assets acquired or constructed with contributed resources is expenses and closed to unreserved retained earnings at fiscal year-end. In accordance with GASB Statement No. 33, capital contributions are recorded as revenue and a component of retained earnings at fiscal year-end. There were no capital contributions received by the enterprise funds in 2002. The balance of contributed capital in the enterprise fund was \$216,145 at June 30, 2002.

P. Restricted Assets

Restricted assets in the general fund represent cash and cash equivalents whose use is restricted by state statute. See Note 20 for the statutory reserves.

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

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

Q. Memorandum Only - Total Columns

Total columns on the GPFS 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 GAAP. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE

A. Prior Period Adjustment

The District has restated the June 30, 2001 balance of the general long-term obligations account group to properly record accreted interest on capital appreciation bonds. The balance in the general long-term obligations account group has been increased by \$1,837,954 from \$51,901,522 to \$53,739,476.

B. Deficit Fund Balances

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

	<u>Deficit Balance</u>
<u>Special Revenue Funds</u>	
Data Link Fund	\$ 1
Title VI-B	656
Title VI	109

These funds complied with state law which does not allow a negative cash balance at year-end. These GAAP-basis deficits will be funded by anticipated future intergovernmental revenues or other subsidies not recognized and recorded at June 30. The general fund provides transfers for deficit balances; however, transfers are made when cash is needed rather than when accruals occur.

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

NOTE 4 - EQUITY IN POOLED CASH AND INVESTMENTS

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

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

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

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

Protection of the District's deposits is provided by the Federal Deposit Insurance Corporation, 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 moneys deposited with the institution.

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

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

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

3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least 2% and be marked to market daily, and that the term of the agreement must not exceed 30 days;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasurer's investment pool (STAR Ohio);
7. Certain bankers' acceptances and commercial paper notes for a period not to exceed 180 days from the date of purchase in an amount not to exceed 25% of the interim moneys available for investment at any one time; and,
8. Under limited circumstances, corporate debt instruments rated in either of the two highest rating classifications by at least two nationally recognized rating agencies.

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

Cash with Fiscal Agent: At year-end, \$23,438 was on deposit in the District's debt service clearance account and included in the total amount of deposits reported below; however, this amount is not part of the internal cash pool reported on the combined balance sheet as "Equity in Pooled Cash and Cash Equivalents".

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

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

Cash in Segregated Accounts: At year-end, the District had \$190,387 in cash held in escrow accounts for construction projects. This amount is included in the total amount of deposits below; however, it is not part of the internal cash pool reported on the combined balance sheet as “Equity in Pooled Cash and Cash Equivalents”.

The following information classifies deposits and investments by categories of risk as defined in GASB Statement No. 3, “Deposits With Financial Institutions, Investments (including Repurchase Agreements), and Reverse Repurchase Agreements”.

Deposits: At year-end, the carrying amount of the District’s deposits was \$40,862,098 and the bank balance was \$41,314,385 (both amounts include \$39,744,879 in money market savings accounts). Of the bank balance:

1. \$454,424 was covered by federal deposit insurance; and
2. \$40,859,961 was uninsured and uncollateralized as defined by GASB although it was secured by collateral held by third party trustees, pursuant to section 135.181 Ohio Revised Code, in collateralized pools securing all public funds on deposit with specific depository institutions; these securities not being in the name of the District. Although all State statutory requirements for the deposit of money had been followed, non-compliance with federal requirements would potentially subject the District to a successful claim by the FDIC.

Investments: The District’s investments are required to be categorized to give an indication of the level of risk assumed by the District at year-end. Category 1 includes investments that are insured or registered or for which the securities are held by the District or its agent in the District’s name. 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. STAR Ohio is an unclassified investment since it is not evidenced by securities that exist in physical or book entry form.

	Category of Risk 2	Fair Value
Federal agency securities	\$14,233,093	\$14,233,093
Not subject to categorization:		
Investment in STAR Ohio	-	11,381,364
Total investments	<u>\$14,233,093</u>	<u>\$25,614,457</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

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

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

A reconciliation between the classifications of cash, cash equivalents, and investments on the combined balance sheet per GASB Statement No. 9, and the classifications of deposits and investments presented above per GASB Statement No. 3 is as follows:

	<u>Cash and Cash Equivalents/Deposits</u>	<u>Investments</u>
GASB Statement No. 9	\$ 52,243,462	\$14,233,093
Investments of the cash management pool:		
Investment in STAR Ohio	<u>(11,381,364)</u>	<u>11,381,364</u>
GASB Statement No. 3	<u>\$ 40,862,098</u>	<u>\$25,614,457</u>

NOTE 5 - INTERFUND TRANSACTIONS

The following is a reconciliation of the District's operating transfers for fiscal year 2002:

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ -	\$ 98,297
Debt Service Fund	-	1,332,714
<u>Capital Projects Funds</u>		
Permanent Improvement	1,483,588	-
Building	1,332,714	1,425,846
<u>Enterprise Fund</u>		
Uniform School Supplies	<u>40,555</u>	<u>-</u>
Total	<u>\$2,856,857</u>	<u>\$2,856,857</u>

These transfers are in compliance with Ohio Revised Code.

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

NOTE 6 - RECEIVABLES

Receivables at June 30, 2002, consisted of taxes, accounts (billings for user charged services and student fees), accrued interest, and intergovernmental grants and entitlements (to the extent eligibility requirements have been met by year-end). Intergovernmental receivables have been reported as "Due From Other Governments" on the combined balance sheet. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current fiscal year guarantee of federal funds.

A summary of receivables follows:

	<u>Amount</u>
<u>General Fund</u>	
Taxes - current and delinquent	\$18,854,298
Accounts	9,323
Accrued interest	21,680
<u>Special Revenue Funds</u>	
Taxes - current and delinquent	292,448
Due from other governments	7,471
<u>Debt Service Fund</u>	
Taxes - current and delinquent	7,063,104
Accrued interest	24,152
<u>Capital Projects Funds</u>	
Accrued interest	66,815
<u>Enterprise Funds</u>	
Due from other governments	34,948

NOTE 7 - FIXED ASSETS

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

	<u>Balance</u> <u>July 1, 2001</u>	<u>Additions</u>	<u>Disposals</u>	<u>Balance</u> <u>June 30, 2002</u>
Land	\$ 5,924,813	\$ 6,369	\$ -	\$ 5,931,182
Building and improvements	64,685,746	5,740,097	-	70,425,843
Furniture and fixtures	7,114,401	1,183,747	-	8,298,148
Vehicles	787,082	37,133	-	824,215
Construction in progress	<u>3,320,005</u>	<u>31,713,882</u>	<u>(5,660,000)</u>	<u>29,373,887</u>
Total	<u>\$81,832,047</u>	<u>\$38,681,228</u>	<u>\$(5,660,000)</u>	<u>\$114,853,275</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

NOTE 7 - FIXED ASSETS - (Continued)

Construction in progress at June 30, 2002 is composed of the following:

<u>Capital Projects</u>	<u>Project Authorization</u>	<u>Expended to June 30, 2002</u>	<u>Committed</u>	<u>Uncommitted</u>
New high and junior high school	<u>\$77,500,000</u>	<u>\$29,373,887</u>	<u>\$40,001,312</u>	<u>\$8,124,801</u>

The new high and junior school construction is being funded by a bond issue. The committed amount represents contracts that have been awarded and the monies encumbered at June 30, 2002 for the project. The uncommitted amount represents contracts which have not been awarded or encumbered as of June 30, 2002.

Proprietary fund type property, plant, and equipment at June 30, 2002, consist of the following:

	<u>Enterprise</u>
Furniture and equipment	\$ 677,719
Less: accumulated depreciation	<u>(401,567)</u>
Net fixed assets	<u>\$ 276,152</u>

NOTE 8 - LONG-TERM OBLIGATIONS

A. General Obligation Bonds

The District has seven outstanding general obligation bond issues. These bonds were issued for general governmental activities, specifically; construction, and/or renovation of school buildings, and construction of a public library. These general obligation bonds are direct obligations of the District for which its full faith, credit, and resources are pledged and payable from taxes levied on all taxable property in the school district. Accordingly, such unmatured obligations of the District are accounted for in the general long-term obligations account group. Payments of principal and interest relating to this bond are recorded as an expenditure in the debt service fund. The July 1, 2001 balance of certain bond issues have been restated to properly reflect accreted interest on capital appreciation bonds. The following is a summary of the District's general obligation bonds outstanding at June 30, 2002:

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

NOTE 8 - LONG-TERM OBLIGATIONS - (Continued)

	Restated Balance			Balance
	<u>June 30, 2001</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30, 2002</u>
<u>General Obligation Bonds:</u>				
Series 1976, current interest bonds	\$ 150,000	\$ -	\$ (150,000)	\$ -
Series 1979, current interest bonds	180,000	-	(90,000)	90,000
Public Library bonds	2,195,000	-	(180,000)	2,015,000
Series 1993, current interest bonds	10,255,000	-	(1,170,000)	9,085,000
Series 1993, capital appreciation bonds	769,627	-	-	769,627
Series 1993, capital appreciation bonds accreted interest	1,710,949	418,921	-	2,129,870
Series 1994, current interest bonds	11,610,000	-	(375,000)	11,235,000
Series 1999, current interest bonds	22,205,000	-	(495,000)	21,710,000
Series 1999, capital appreciation bonds	599,708	-	-	599,708
Series 1999, capital appreciation bonds accreted interest	127,005	60,123	-	187,128
Series 2001, current interest bonds	-	62,835,000	-	62,835,000
Series 2001, capital appreciation bonds	-	14,664,893	-	14,664,893
Series 2001, capital appreciation bonds accreted interest	-	435,789	-	435,789
Total general obligation bonds	<u>\$49,802,289</u>	<u>\$78,414,726</u>	<u>\$(2,460,000)</u>	<u>\$125,757,015</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

NOTE 8 - LONG-TERM OBLIGATIONS - (Continued)

Series 1976 bonds:

During fiscal 1977, the District issued current interest general obligation bonds to finance for construction of two elementary schools. These bonds bear an interest rate of 6.125% and matured on September 15, 2001.

Series 1979 bonds:

On June 1, 1979, the District issued current interest general obligation bonds to finance additions to the high school and middle school and to construct a new elementary school. These bonds bear an interest rate of 6.25% and mature on December 1, 2002.

Public Library bonds:

The Pickerington Public Library is a school district library created under Chapter 3375 of the Ohio Revised Code and is located in the Pickerington Local School District. On February 15, 1992, as required by state law, the District issued, on behalf of the Library, general obligation bonds in the amount of \$3,100,000. Although the bonds are issued on behalf of the Library, and the proceeds of the bonds were transferred to the Board of Trustees of the Library, the bonds constitute indebtedness of the District and are considered in determining the District's debt limitations. Property tax revenues collected to retire the debt are paid directly to the District, and the District pays the interest and retires the debt. In the opinion of management, the District has complied with all significant bond covenants.

Series 1993 bonds:

On March 15, 1993, the District issued general obligation bonds to provide funds for the construction of a new high school.

This issue is comprised of both current interest bonds, par value \$20,000,000, and capital appreciation bonds, par value \$11,400,000. The interest rates on the current interest bonds range from 3.0% to 5.55%. The capital appreciation bonds mature on each December 1 beginning in 2009 through 2014. The capital appreciation bonds have effective interest rates ranging from 15.80% to 15.90% and mature at a redemption price equal to 100% of the principal, plus accrued interest to the redemption date. The present value (as of issue date) reported in the general long-term obligations account group at June 30, 2002 was \$769,627. A total of \$2,129,870 in accreted interest on the capital appreciation bonds has been included in the general long-term obligations account group at June 30, 2002.

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

NOTE 8 - LONG-TERM OBLIGATIONS - (Continued)

Interest payments on the current interest bonds are due on June 1 and December 1 each year. The final maturity stated in the issue is December 1, 2013.

Series 1994 bonds:

On February 1, 1994, the District issued current interest general obligation bonds to finance a new elementary school building, various additions to other school buildings, and technology equipment district-wide. These bonds bear an interest rate of 5.21% and mature on December 1, 2019.

Series 1999 bonds:

On January 1, 1999, the District issued general obligation bonds to provide funds for acquiring and constructing two new middle schools, renovating the old middle school, furnishing and equipping the same, and providing related facilities, appurtenances, and site improvements, site acquisition and portable classrooms.

This issue is comprised of both current interest bonds, par value \$23,400,000, and capital appreciation bonds, par value \$1,740,000. The interest rates on the current interest bonds range from 3.10% to 5.00%. The capital appreciation bonds mature on December 1, 2011 (effective interest 8.38%) and December 1, 2012 (effective interest 8.16%) at a redemption price equal to 100% of the principal, plus accrued interest to the redemption date. The present value (as of issue date) reported in the general long-term obligations account group at June 30, 2002 was \$599,708. A total of \$187,128 in accreted interest on the capital appreciation bonds has been included in the general long-term obligations account group at June 30, 2002.

Interest payments on the current interest bonds are due on June 1 and December 1 of each year. The final maturity stated in the issue is December 1, 2025.

Series 2001 bonds:

On November 1, 2001, the District issued \$77,499,893 in general obligation bonds to provide for constructing, furnishing, and equipping a new high school building, new junior high school building, with related facilities, appurtenances, and site improvements thereto, and acquiring land for school purposes.

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

NOTE 8 - LONG-TERM OBLIGATIONS - (Continued)

This issue is comprised of both current interest bonds, par value \$62,835,000, and capital appreciation bonds, par value \$26,880,000. The interest rates on the current interest bonds range from 3.00% to 5.25%. The capital appreciation bonds mature on each December 1 beginning in 2010 through 2016. The capital appreciation bonds have effective interest rates ranging from 5.14% to 5.15% and mature at a redemption price equal to 100% of the principal, plus accrued interest to the redemption date. The present value (as of issue date) reported in the general long-term obligations account group at June 30, 2002 was \$14,664,893. A total of \$435,789 in accreted interest on the capital appreciation bonds has been included in the general long-term obligations account group at June 30, 2002.

Interest payments on the current interest bonds are due on June 1 and December 1 of each year. The final maturity stated in the issue is December 1, 2028.

The following is a summary of the future debt service requirements to maturity for the general obligation bonds:

Fiscal Year Ending	Current Interest Bonds			Capital Appreciation Bonds		
	Principal	Interest	Total	Principal	Interest	Total
2003	\$ 2,470,000	\$ 5,245,151	\$ 7,715,151	\$ -	\$ -	\$ -
2004	2,560,000	5,096,770	7,656,770	-	-	-
2005	3,095,000	4,952,710	8,047,710	-	-	-
2006	3,870,000	4,791,087	8,661,087	-	-	-
2007	4,390,000	4,600,524	8,990,524	-	-	-
2008 - 2012	16,075,000	15,482,193	31,557,193	16,615,000	-	16,615,000
2013 - 2017	4,075,000	7,083,524	11,158,524	23,405,000	-	23,405,000
2018 - 2022	25,280,000	13,125,177	38,405,177	-	-	-
2023 - 2027	8,335,000	6,863,625	15,198,625	-	-	-
2028 - 2029	<u>36,820,000</u>	<u>536,125</u>	<u>37,356,125</u>	-	-	-
Total	<u>\$106,970,000</u>	<u>\$67,776,886</u>	<u>\$174,746,886</u>	<u>\$40,020,000</u>	<u>\$ -</u>	<u>\$40,020,000</u>

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

NOTE 8 - LONG-TERM OBLIGATIONS - (Continued)

B. Legal Debt Margin

Section 133.06 of the Ohio Revised Code provides that the principal amount of both voted and unvoted general obligation debt of a school district, exclusive of exempt debt, may not exceed nine percent of the total value of all property in the school district as listed and assessed for taxation.

The Ohio Revised Code further provides that when a board of education declares a resolution that the student population is not adequately served by existing facilities, and that insufficient capacity exists within the 9% limit to finance additional facilities, the State Department of Education may declare that district a “special needs” district. This permits the incurrence of additional debt based upon projected 5-year growth of the school district’s assessed valuation. The Pickerington Local School District was determined to be a “special needs” district on March 28, 1989. The determination was confirmed on October 5, 2000.

In addition, the unvoted net debt of a school district cannot exceed 0.1% of the total assessed value of property. On June 30, 2002 the District had no unvoted debt.

C. State Loans

In 1979 and in 1999, respectively, the District received a \$2,500,000 and \$6,780,000 interest-free loan from the State of Ohio for the construction of classroom facilities. As of September 2000, S.B. 272 forgives the debt on state loan repayment. Under S.B. 272, districts like Pickerington, which are in the upper half of all Ohio districts in terms of assessed valuation per pupil, no longer are required to pay the State one-half of the half-mill being collected in connection with State-financed classroom facilities projects. S.B. 272 instead requires that all of the half-mill be retained by the school district and applied to repair and maintenance of the district’s state projects. Since the District is not required to repay these state loans, no obligation is reported in the general long-term obligations account group.

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

NOTE 8 - LONG-TERM OBLIGATIONS - (Continued)

D. During the year ended June 30, 2002, the following changes occurred in the liabilities reported in the general long-term obligations account group. As stated in Note 3.A., the July 1, 2001 balance of the general long-term obligations account group has been restated to properly reflect accreted interest on capital appreciation general obligation bonds. Compensated absences are presented net of actual increases and decreases due to the practicality of determining these values. Compensated absences and the pension obligation will be paid from the fund in which the employee was paid.

	Restated Balance			Balance
	<u>July 1, 2001</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30, 2002</u>
Pension obligation payable	\$ 314,934	\$ 283,994	\$ (314,934)	\$ 283,994
Compensated absences	3,518,396	87,042	-	3,605,438
Capital lease obligation	103,857	-	(103,857)	-
General obligation bonds	<u>49,802,289</u>	<u>78,414,726</u>	<u>(2,460,000)</u>	<u>125,757,015</u>
Total	<u>\$53,739,476</u>	<u>\$78,785,762</u>	<u>\$(2,878,791)</u>	<u>\$129,646,447</u>

NOTE 9 - CAPITALIZED LEASES - LESSEE DISCLOSURE

In a prior year, the District entered into capitalized leases for the acquisition of computers.

This lease meets the criteria of a capital lease as defined by FASB Statement No. 13, "Accounting for Leases", which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee at the conclusion of the lease term. At inception, the leases were accounted for as a capital outlay expenditure and other financing source in the general fund. Capital lease payments have been reclassified and are reflected as debt service expenditures in the Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - All Governmental Fund Types and Expendable Trust Fund. These expenditures are reflected as program/function expenditures on a budgetary basis. General fixed assets acquired by lease have been capitalized in the general fixed assets account group in the amount of \$315,240, which is equal to the present value of the future minimum lease payments as of the date of their inception. The final principal and interest payment on the lease were made in fiscal 2002. Principal payments in the 2002 fiscal year totaled \$103,857. This amount is reflected as debt service principal retirement in the general fund.

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

NOTE 10 - NOTES PAYABLE

During fiscal 2001, the District issued two bond anticipation notes to provide funding for the new high school and junior high school construction project approved by the voters in November 2000. These notes were retired in fiscal 2002 through the issuance of bonds. The bond anticipation notes were reported as liabilities of the Building capital projects fund, the fund which received the proceeds. The following is a summary of the District's note activity for fiscal 2002:

	<u>Balance</u> <u>July 1, 2001</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2002</u>
Bond anticipation note - 4.64%	\$10,000,000	\$10,000,000	\$(20,000,000)	\$ -
Bond anticipation note - 3.20%	<u>67,500,000</u>	<u>-</u>	<u>(67,500,000)</u>	<u>-</u>
Total	<u>\$77,500,000</u>	<u>\$10,000,000</u>	<u>\$(87,500,000)</u>	<u>\$ -</u>

NOTE 11 - DEFINED BENEFIT PENSION PLANS

A. School Employees Retirement System

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

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

NOTE 11 - DEFINED BENEFIT PENSION PLANS - (Continued)

Plan members are required to contribute 9% of their annual covered salary and the District is required to contribute at an actuarially determined rate, which was 14% for 2002; 5.46% was the portion to fund pension obligations for fiscal 2002. The contribution rates of plan members and employers are established and may be amended by the School Employees Retirement Board, up to maximum amounts allowed by state statute. The adequacy of the contribution rates is determined annually. The District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2002, 2001, and 2000 were \$671,254, \$604,488, and \$496,566 respectively; 42.12% has been contributed for fiscal year 2002 and 100% for the fiscal years 2001 and 2000. \$388,524, which represents the unpaid contribution for fiscal year 2002, is recorded as a liability within the respective funds and the general long-term obligations account group.

B. State Teachers Retirement System

The District contributes to the State Teachers Retirement System of Ohio (STRS), a cost-sharing multiple employer public employee retirement system administered by the State Teachers Retirement Board. STRS provides 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 for STRS. The report may be obtained by writing to the State Teachers Retirement System, 275 East Broad Street, Columbus, Ohio 43215-3771.

Plan members are required to contribute 9.3% of their annual covered salary and the District is required to contribute 14%; 9.5% was the portion used to fund pension obligations for fiscal 2002. Contribution rates are established by the State Teachers Retirement Board, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10% for members and 14% for employers. The District's required contributions for pension obligations to STRS for the fiscal years ended June 30, 2002, 2001, and 2000 were \$4,087,892, \$3,690,756, and \$3,167,544, respectively; 83.29 has been contributed for fiscal year 2002 and 100% for the fiscal years 2001 and 2000. \$683,280, which represents the unpaid contribution for fiscal year 2002, is recorded as a liability within the respective funds.

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

NOTE 11 - DEFINED BENEFIT PENSION PLANS - (Continued)

C. Social Security System

Effective July 1, 1991, all employees not otherwise covered by SERS or STRS have an option to choose Social Security or SERS/STRS. As of June 30, 2002, all members of the Board of Education have elected Social Security. The Board's liability is 6.2% of wages paid.

NOTE 12 - POSTEMPLOYMENT BENEFITS

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

The State Teachers Retirement Board has statutory authority over how much, if any, of the health care costs will be absorbed by STRS. Most benefit recipients pay a portion of the health care cost in the form of a monthly premium. By Ohio law, the cost of coverage paid from STRS funds shall be included in the employer contribution rate, currently 14 percent of covered payroll. For this fiscal year, the State Teachers Retirement Board allocated employer contributions equal to 4.5 percent of covered payroll to the Health Care Reserve fund. For the District, this amount equaled \$1,313,965 during fiscal 2002.

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

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

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

NOTE 12 - POSTEMPLOYMENT BENEFITS - (Continued)

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

The target level for the health care reserve is 150 percent of annual health care expenses. Expenses for health care at June 30, 2001 (the latest information available), were \$161.440 million and the target level was \$242.2 million. At June 30, 2001 (the latest information available), SERS had net assets available for payment of health care benefits of \$315.7 million and SERS had approximately 50,000 participants receiving health care benefits. For the District, the amount to fund health care benefits, including surcharge, equaled \$469,465 during the 2002 fiscal year.

NOTE 13 - PROPERTY TAXES

Property taxes include amounts levied against all real, public utility, and tangible (used in business) property located in the school district. All property taxes are collected on behalf of the District by the auditors of Fairfield and Franklin Counties. Fairfield County collects approximately 98% and Franklin County 2% of the District's taxes. Due and collection dates for taxes due during 2002 were:

Fairfield County

July 27, 2001
November 4, 2001
April 30, 2002
February 19, 2002

Franklin County

January 20, 2002
January 25, 2002
June 20, 2002

Real property and tangible personal property taxes collected during fiscal year 2002 had a lien and levy date of January 1, 2001.

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

NOTE 13 - PROPERTY TAXES - (Continued)

Assessed values are established by state law at 35% of appraised market value for real estate and public utility property taxes and at 25% for tangible personal property taxes. A revaluation of all property is required to be completed no less than every six years. The last revaluation was completed in December 2001. Public utility property taxes are assessed on tangible personal property, as well as land and improvements, at true value (normally 50% of cost). The assessed values upon which fiscal year 2002 taxes were collected are:

	<u>Calendar 2001 Second Half Collections</u>	<u>Calendar 2002 First Half Collections</u>
Real estate	\$600,692,010	\$721,684,940
Public utility	15,641,510	12,390,680
Tangible personal	<u>14,257,107</u>	<u>15,677,480</u>
 Total	 <u>\$630,590,627</u>	 <u>\$749,753,100</u>

Ohio law prohibits taxation of property from all taxing authorities in excess of 1% of assessed value without a vote of the people. Under current procedures, the District's share is .45% (4.5 mills) of assessed value. Increases in the property tax rate are restricted only by voter willingness to approve such increases. The total tax rate for the District, including voted increases, was 72.10 mills in 2002.

The Fairfield and Franklin County Treasurers collect property tax on behalf of the District. The County Auditors periodically advance to the District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2002, are available to finance fiscal year 2002 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable represents delinquent taxes outstanding and real property, personal property, and public utility taxes, which became measurable as of June 30, 2002. Although total property tax collections for the next fiscal year are measurable, they are not (exclusive of advances) intended to finance current fiscal year operations. The net receivable (total receivable less amount available intended to finance the current year) is therefore offset by a credit to deferred revenue. The amount available as an advance and recorded as revenue at June 30, 2002, was \$964,922 in the general fund, \$454,446 in the debt service fund, and \$18,301 in the Classroom Facilities special revenue fund.

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

NOTE 13 - PROPERTY TAXES - (Continued)

Taxes available for advance and recognized as revenue, but not received by the District prior to June 30, are reflected as a reservation of fund balance. The District is prohibited by law from appropriating this revenue in accordance with Ohio Revised Code Section 5705.35, since an advance of revenue was not requested and received prior to the end of the fiscal year.

NOTE 14 - SCHOOL DISTRICT INCOME TAX

The District currently benefits from a 1% Income Tax, which is assessed on all residents of the District. In 2002, the District income tax generated \$8,842,123. The District apportions all the proceeds to the general fund.

NOTE 15 - FEDERAL AND STATE GRANTS

The federal and state grants remain subject to review and audit by the grantor agencies or their designees. Such audits could lead to a request for reimbursement to the grantor agency for expenditures disallowed under terms of the grant. Based on prior experience, the District's administration believes such disallowances, if any, would be immaterial.

NOTE 16 - BUDGETARY BASIS OF ACCOUNTING

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

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

- (a) Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis);
- (b) Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis);

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

NOTE 16 - BUDGETARY BASIS OF ACCOUNTING - (Continued)

- (c) In order to determine compliance with Ohio law, and to reserve that portion of the applicable appropriation, total outstanding encumbrances (budget basis) are recorded as the equivalent of an expenditure, as opposed to a reservation of fund balance for that portion of outstanding encumbrances not already recognized as an account payable in governmental funds (GAAP basis).
- (d) Proceeds from and principal payments on bond and revenue anticipation notes are reported on the operating statement (budget basis) rather than as balance sheet transactions (GAAP basis).
- (e) The 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 reclassified accordingly.

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

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

	<u>Governmental Fund Types</u>			
	<u>General</u>	<u>Special Revenue</u>	<u>Debt Service</u>	<u>Capital Projects</u>
Budget basis	\$ (351,066)	\$118,934	\$ (711,458)	\$(65,921,135)
Net adjustment for revenue accruals	536,914	33,086	291,040	(324,473)
Net adjustment for expenditure accruals	(447)	(20,159)	88,877,460	(5,246,386)
Net adjustment for other financing sources/(uses)	(321,758)	8,700	(88,832,714)	78,832,714
Adjustment for encumbrances	<u>1,056,855</u>	<u>56,614</u>	<u>-</u>	<u>40,566,830</u>
GAAP basis	<u>\$ 920,498</u>	<u>\$197,175</u>	<u>\$ (375,672)</u>	<u>\$47,907,550</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

NOTE 17 - SEGMENT INFORMATION - ENTERPRISE FUNDS

The District maintains two enterprise funds to account for the operations of food service and uniform school supplies. The table below reflects, in a summarized format, the more significant financial data relating to the enterprise funds of the District as of and for the fiscal year ended June 30, 2002:

	<u>Food Service</u>	<u>Uniform School Supplies</u>	<u>Total</u>
Operating revenues	\$1,455,224	\$344,819	\$1,800,043
Operating expenses before depreciation	1,966,474	283,006	2,249,480
Depreciation expense	35,741	-	35,741
Operating income/(loss)	(546,991)	61,813	(485,178)
Nonoperating revenue:			
Operating grants	239,715	-	239,715
Federal commodities	142,941	-	142,941
Interest	17,022	-	17,022
Net income/(loss)	(147,313)	61,813	(85,500)
Fixed assets:			
Additions	18,395	-	18,395
Net working capital	431,404	68,639	500,043
Total assets	896,978	75,972	972,950
Total liabilities	249,455	7,333	256,788
Contributed capital	216,145	-	216,145
Total fund equity	647,523	68,639	716,162
Encumbrances outstanding as of 6/30/02	48,932	28,240	77,172

NOTE 18 - RISK MANAGEMENT

A. Insurances

The District is exposed to various risks of loss related to torts, theft, or damage to, and destruction of assets, errors and omissions, injuries to employees and natural disasters. During fiscal year 2002, the District purchased insurance for general liability. General liability had a \$2,000,000 single occurrence limit and a \$5,000,000 aggregate limit with no deductible.

The District purchases property insurance, which requires deductibles ranging from \$250 to \$1,000 depending on the type of property. In addition, the District provides medical benefits to all of its employees on a fully insured basis with an independent insurance company. The premium rate is calculated based on claim history and administrative cost.

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

NOTE 18 - RISK MANAGEMENT - (Continued)

The District provides life insurance and accidental death and dismemberment insurance to most in an amount related to the employee's position, ranging from \$35,000 to \$150,000.

There were no changes to the above policies during the current fiscal year. Claims experience over the past three years indicates that there were no instances of losses exceeding insurance coverage.

B. OSBA Workers' Compensation Group Rating

The District is part of a group-rating plan, which allows employers who are substantially similar in industry to group together to potentially achieve lower premium rates than they could otherwise achieve as individual employers.

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

The intent of the GRP is to achieve the benefit of a reduced premium for the District by virtue of its grouping and representation with other participants in the GRP. The workers compensation experience of the participating school district is calculated as one experience and a common rate is applied to all school districts in the GRP. Each participant pays its workers compensation premium to the state based on the rate for the GRP rather than its individual rate. Total savings are then calculated and each participant's individual performance is compared to the overall saving percentage of the GRP. A participant will then either receive money from or be required to contribute to the "Equity Pooling Fund". This "equity pooling" arrangement ensures that each participant shares equally in the overall performance of the GRP. Participation in the GRP is limited to school districts that can meet the GRP's selection criteria. An outside company provides administrative, cost control and actuarial services to the GRP.

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

NOTE 19 - CONTINGENCIES

A. Grants

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

B. Litigation

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

C. School Funding Decision

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

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

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

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

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

NOTE 19 - CONTINGENCIES - (Continued)

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

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

NOTE 20 - STATUTORY RESERVES

The District is required by state law to set-aside certain general fund revenue amounts, as defined by statute, into various reserves. During the fiscal year ended June 30, 2002, the reserve activity was as follows:

	<u>Instructional Materials</u>	<u>Capital Maintenance</u>
Set-aside cash balance as of July 1, 2001	\$ 22,262	\$ -
Current year set-aside requirement	1,083,166	1,083,166
Current year offset	-	(77,499,893)
Qualifying disbursements	<u>(1,964,878)</u>	<u>(1,299,037)</u>
Total	<u>\$ (859,450)</u>	<u>\$ (77,715,764)</u>
Cash balance carried forward to FY 2003	<u>\$ (859,450)</u>	<u>\$ (77,499,893)</u>

The District had offsets and qualifying disbursements during the year that reduced the instructional materials set-aside amount below zero; this extra amount is being carried forward to reduce the set-aside requirements of future years.

The District issued \$77,499,893 in bonds in fiscal year 2002 to provide for the constructing, furnishing, and equipping a new high school building, new junior high school building, with related facilities, appurtenances, and site improvements thereto, and acquiring land for school purposes. This amount is an allowable offset to future years for the capital improvement and maintenance set-aside. The negative amount is therefore presented as being carried forward

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

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GENERAL FUND

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

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

	Revised Budget	Actual	Variance with Revised Budget Favorable (Unfavorable)
Revenues:			
From local sources:			
Taxes	\$ 23,443,378	\$ 23,702,803	\$ 259,425
Tuition	175,918	177,865	1,947
Earnings on investments	774,930	783,505	8,575
Other local revenue	123,685	125,054	1,369
Intergovernmental-state	28,607,635	28,924,208	316,573
Total revenues	<u>53,125,546</u>	<u>53,713,435</u>	<u>587,889</u>
Expenditures:			
Current:			
Instruction-regular			
Salaries and wages	20,409,660	20,409,568	92
Fringe benefits	5,455,791	5,455,611	1,180
Purchased services	16,259	16,259	-
Supplies and materials	1,000,947	999,954	993
Capital outlay	116,286	116,286	-
Total instruction-regular	<u>26,999,943</u>	<u>26,997,678</u>	<u>2,265</u>
Instruction-special			
Salaries and wages	2,723,011	2,723,011	-
Fringe benefits	806,851	806,851	-
Purchased services	39,640	38,087	1,553
Supplies and materials	130,106	130,105	1
Capital outlay	3,750	3,429	321
Total instruction-special	<u>3,703,358</u>	<u>3,701,483</u>	<u>1,875</u>
Instruction-vocational			
Salaries and wages	486,122	481,844	4,278
Fringe benefits	121,578	121,578	-
Purchased services	250	-	250
Supplies and materials	9,766	9,361	405
Capital outlay	85,758	85,758	-
Total instruction-vocational	<u>703,474</u>	<u>698,541</u>	<u>4,933</u>
Instruction-other			
Purchased services	459,572	459,572	-
Total instruction-other	<u>459,572</u>	<u>459,572</u>	<u>-</u>
Support services-pupil			
Salaries and wages	1,727,143	1,726,410	733
Fringe benefits	427,900	427,900	-
Purchased services	111,988	111,988	-
Supplies and materials	128,498	127,943	555
Capital outlay	23,179	23,023	156
Total support services-pupil	<u>2,418,708</u>	<u>2,417,264</u>	<u>1,444</u>

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**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

	Revised Budget	Actual	Variance with Revised Budget Favorable (Unfavorable)
Support services-instructional staff			
Salaries and wages	1,273,665	1,273,665	-
Fringe benefits	402,094	402,094	-
Purchased services	73,652	67,354	6,298
Supplies and materials	231,615	231,250	365
Capital outlay	646,521	645,565	956
Other	1,375	1,375	-
Total support services-instructional staff	<u>2,628,922</u>	<u>2,621,303</u>	<u>7,619</u>
Support services-board of education			
Salaries and wages	4,177	3,600	577
Fringe benefits	377	231	146
Purchased services	251,208	251,208	-
Supplies and materials	10,233	10,233	-
Capital outlay	11,350	11,350	-
Other	117,692	117,692	-
Total support services-board of education.	<u>395,037</u>	<u>394,314</u>	<u>723</u>
Support services-administration			
Salaries and wages	2,990,110	2,987,580	2,530
Fringe benefits	1,067,104	1,067,104	-
Purchased services	180,380	170,864	9,516
Supplies and materials	248,175	248,105	70
Capital outlay	53,353	52,461	892
Other	775,419	775,419	-
Total support services-administration	<u>5,314,541</u>	<u>5,301,533</u>	<u>13,008</u>
Support services-fiscal			
Salaries and wages	355,240	350,345	4,895
Fringe benefits	143,981	143,981	-
Purchased services	124,301	124,301	-
Supplies and materials	36,952	36,597	355
Capital outlay	14,102	13,640	462
Other	453,660	453,660	-
Total support services-fiscal.	<u>1,128,236</u>	<u>1,122,524</u>	<u>5,712</u>
Support services-business			
Salaries and wages	114,272	110,100	4,172
Fringe benefits	37,562	37,562	-
Purchased services	4,640	4,640	-
Supplies and materials	3,958	2,590	1,368
Capital outlay	904	-	904
Other	611	611	-
Total support services-business	<u>161,947</u>	<u>155,503</u>	<u>6,444</u>
Support services-operations & maintenance			
Salaries and wages	1,815,204	1,814,187	1,017
Fringe benefits	703,029	703,029	-
Purchased services	2,077,332	2,073,199	4,133
Supplies and materials	554,679	553,769	910
Capital outlay	76,202	75,294	908
Other	308	308	-
Total support services-operations & maintenance	<u>5,226,754</u>	<u>5,219,786</u>	<u>6,968</u>

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**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

	Revised Budget	Actual	Variance with Revised Budget Favorable (Unfavorable)
Support services-pupil transportation			
Salaries and wages	19,549	19,549	-
Fringe benefits	1,420	1,420	-
Purchased services	3,715,282	3,715,282	-
Supplies and materials	229,288	229,288	-
Total support services-pupil transportation	<u>3,965,539</u>	<u>3,965,539</u>	<u>-</u>
Support services-central			
Salaries and wages	74,363	70,543	3,820
Fringe benefits	29,196	29,196	-
Purchased services	31,991	27,473	4,518
Supplies and materials	10,670	10,670	-
Other	400	400	-
Total support services-central	<u>146,620</u>	<u>138,282</u>	<u>8,338</u>
Community services			
Salaries and wages	10,699	10,699	-
Fringe benefits	2,388	2,388	-
Other	405	405	-
Total community services	<u>13,492</u>	<u>13,492</u>	<u>-</u>
Extracurricular activities			
Salaries and wages	817,327	816,505	822
Fringe benefits	216,411	216,411	-
Purchased services	45,206	40,697	4,509
Supplies and materials	7,604	7,533	71
Total extracurricular activities	<u>1,086,548</u>	<u>1,081,146</u>	<u>5,402</u>
Facilities acquisition and construction			
Purchased services	250	250	-
Total facilities acquisition and construction	<u>250</u>	<u>250</u>	<u>-</u>
Total expenditures	<u>54,352,941</u>	<u>54,288,210</u>	<u>64,731</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,227,395)</u>	<u>(574,775)</u>	<u>652,620</u>
Other financing sources (uses):			
Operating transfers in	338,512	342,258	3,746
Operating transfers out	(440,555)	(440,555)	-
Advances in	181,986	184,000	2,014
Refund of prior year expenditures	136,250	137,758	1,508
Proceeds from the sale of fixed assets	246	248	2
Total other financing sources (uses)	<u>216,439</u>	<u>223,709</u>	<u>7,270</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses	<u>(1,010,956)</u>	<u>(351,066)</u>	<u>659,890</u>
Fund balances, July 1	2,825,494	2,825,494	-
Prior year encumbrances appropriated	1,525,638	1,525,638	-
Fund balances, June 30	<u>\$ 3,340,176</u>	<u>\$ 4,000,066</u>	<u>\$ 659,890</u>

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SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

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

Student Activity Fund - A fund provided to account for those student activity programs which have student participation in the activity, but do not have student management of the programs. This fund includes the athletic programs and the drama program.

Staff Training Fund - A fund provided to account for the monies received and expended in accordance with the guidelines for staff training as established by the State of Ohio, Department of Education.

Ohio Reads Fund - A fund provided to account for monies used to develop reading skills funded by the State of Ohio, Department of Education.

Miscellaneous State Funds - A fund provided to account for environmental education to support children and adults in protecting the environment and conserving its natural resources funded by the State of Ohio, Environmental Protection Agency.

Summer School Subsidy Funds - A fund provided to account for money used for summer school services.

Facility Maintenance Fund - A fund provided to account for proceeds from State Building Assistance repayment.

Educational Management Information System (EMIS) - A fund provided to account for research and demonstration projects and other projects as established by the State of Ohio, Department of Education.

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

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

Education for Economic Security Act (EESA) and National Defense Education Act (NDEA) Fund - A fund used for strengthening instruction in science, mathematics, modern foreign languages, English, the arts, and computer learning.

Education of Handicapped Children Act Title VI-B Fund - A fund which accounts for Federal funds used in the identification of handicapped children, development of procedural safeguards, implementation of least-restrictive alternative service patterns, and provision of full educational opportunities to handicapped children at preschool, elementary, and secondary levels.

Title VI - A fund which accounts for Federal funds which consolidates various programs into a single authorization used in accordance with the educational needs and priorities of the District.

Drug Free Grant - A fund which accounts for Federal funds used to establish, operate, and improve local programs of drug abuse prevention, early intervention, rehabilitation referral, and education in the District.

Miscellaneous Federal Grants - This fund is used to account for Federal funds received from Goals 2000 initiative.

SPECIAL REVENUE FUNDS (CONTINUED)

Refugee Transition Fund - This fund is used to account for Federal funds to provide educational services and to meet special educational needs of refugee children.

Data Link Fund - A fund provided to account for money for Ohio Educational Computer Network Connections.

SchoolNet Development Fund - A fund provided to account for a limited number of professional development subsidy grants.

Title VI-R - This fund is used to account for a federal grant aimed at reducing class sizes through out the District.

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

COMBINING BALANCE SHEET
ALL SPECIAL REVENUE FUNDS
JUNE 30, 2002

	Public School Support	Student Activity	Staff Training Fund	Ohio Reads Fund
ASSETS:				
Equity in pooled cash and cash equivalents.	\$ 126,664	\$ 222,975	\$ 496	\$ 7,427
Receivables (net of allowances of uncollectibles):				
Property taxes - current & delinquent	-	-	-	-
Due from other governments	-	-	-	-
Total assets.	\$ 126,664	\$ 222,975	\$ 496	\$ 7,427
LIABILITIES AND EQUITY				
LIABILITIES:				
Accounts payable.	\$ 7,064	\$ 7,768	\$ 357	\$ 3,660
Accrued wages and benefits	1,687	-	-	-
Pension obligation payable.	9,034	-	-	-
Deferred revenue.	-	-	-	-
Due to other governments	215	4	10	39
Total liabilities.	18,000	7,772	367	3,699
EQUITY:				
Fund balances (deficit):				
Reserved for encumbrances.	1,605	14,692	126	3,767
Reserved for tax revenue unavailable for appropriation.	-	-	-	-
Unreserved-undesignated	107,059	200,511	3	(39)
Total equity	108,664	215,203	129	3,728
Total liabilities and equity	\$ 126,664	\$ 222,975	\$ 496	\$ 7,427

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Miscellaneous State Funds	Summer School Subsidy Funds	Facility Maintenance Fund	EMIS Grant	Title I	Other Local Grants
\$ 8,339	\$ 1,053	\$ 463,006	\$ 21,189	\$ -	\$ 45,378
-	-	292,448	-	-	-
-	-	-	-	3,531	-
<u>\$ 8,339</u>	<u>\$ 1,053</u>	<u>\$ 755,454</u>	<u>\$ 21,189</u>	<u>\$ 3,531</u>	<u>\$ 45,378</u>
\$ 2,466	\$ -	\$ 2,268	\$ 169	\$ -	\$ 3,514
-	-	-	-	-	-
-	-	-	-	-	-
-	-	274,147	-	1,440	-
12	138	-	92	196	-
<u>2,478</u>	<u>138</u>	<u>276,415</u>	<u>261</u>	<u>1,636</u>	<u>3,514</u>
1,351	-	-	231	-	7,120
-	-	18,301	-	-	-
4,510	915	460,738	20,697	1,895	34,744
<u>5,861</u>	<u>915</u>	<u>479,039</u>	<u>20,928</u>	<u>1,895</u>	<u>41,864</u>
<u>\$ 8,339</u>	<u>\$ 1,053</u>	<u>\$ 755,454</u>	<u>\$ 21,189</u>	<u>\$ 3,531</u>	<u>\$ 45,378</u>

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**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

COMBINING BALANCE SHEET
ALL SPECIAL REVENUE FUNDS (CONTINUED)
JUNE 30, 2002

	EESA/NDEA	Title VI-B	Title VI
ASSETS:			
Equity in pooled cash and cash equivalents.	\$ 27,343	\$ -	\$ -
Receivables (net of allowances of uncollectibles):			
Property taxes - current & delinquent	-	-	-
Due from other governments	3,940	-	-
Total assets.	\$ 31,283	\$ -	\$ -
LIABILITIES AND EQUITY			
LIABILITIES:			
Accounts payable.	\$ 691	\$ -	\$ -
Accrued wages and benefits	-	-	-
Pension obligation payable.	-	-	-
Deferred revenue.	2,167	-	-
Due to other governments	6	656	109
Total liabilities.	2,864	656	109
EQUITY:			
Fund balances (deficit):			
Reserved for encumbrances.	491	-	-
Reserved for tax revenue unavailable for appropriation.	-	-	-
Unreserved-undesignated	27,928	(656)	(109)
Total equity	28,419	(656)	(109)
Total liabilities and equity	\$ 31,283	\$ -	\$ -

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<u>Refugee Transition Fund</u>	<u>Data Link Fund</u>	<u>SchoolNet Development Fund</u>	<u>Title VI - R</u>	<u>Total</u>
\$ 1,267	\$ 27,764	\$ 6,992	\$ 183	\$ 960,076
-	-	-	-	292,448
-	-	-	-	7,471
<u>\$ 1,267</u>	<u>\$ 27,764</u>	<u>\$ 6,992</u>	<u>\$ 183</u>	<u>\$ 1,259,995</u>
\$ -	\$ 27,765	\$ -	\$ -	\$ 55,722
-	-	-	-	1,687
-	-	-	-	9,034
-	-	-	-	277,754
-	-	15	-	1,492
<u>-</u>	<u>27,765</u>	<u>15</u>	<u>-</u>	<u>345,689</u>
-	-	-	-	29,383
-	-	-	-	18,301
1,267	(1)	6,977	183	866,622
<u>1,267</u>	<u>(1)</u>	<u>6,977</u>	<u>183</u>	<u>914,306</u>
<u>\$ 1,267</u>	<u>\$ 27,764</u>	<u>\$ 6,992</u>	<u>\$ 183</u>	<u>\$ 1,259,995</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (DEFICIT)
ALL SPECIAL REVENUE FUNDS
JUNE 30, 2002

	Public School Support	Student Activity	Staff Training Fund	Ohio Reads Fund
Revenues:				
From local sources:				
Taxes	\$ -	\$ -	\$ -	\$ -
Tuition	97,925	-	-	-
Extracurricular	-	343,384	-	-
Other local revenues	27,750	59,974	-	-
Intergovernmental - State	-	-	-	32,450
Intergovernmental - Federal	-	-	-	-
 Total revenues	 125,675	 403,358	 -	 32,450
 Expenditures:				
Current:				
Instruction:				
Regular	-	-	-	-
Special	-	-	-	-
Support services:				
Pupil	-	-	-	-
Instructional staff	135,885	-	15,608	37,392
Board of Education	-	-	-	-
Administration	-	-	-	-
Fiscal	-	-	-	-
Operations and maintenance	-	20,000	-	-
Central	-	-	-	-
Community services	19,998	-	-	-
Extracurricular activities	-	403,483	-	-
Facilities acquisition and construction	-	-	-	-
 Total expenditures	 155,883	 423,483	 15,608	 37,392
 Excess (deficiency) of revenues over (under) expenditures	 (30,208)	 (20,125)	 (15,608)	 (4,942)
 Fund balances (deficit), July 1	 138,872	 235,328	 15,737	 8,670
 Fund balances (deficit), June 30	 \$ 108,664	 \$ 215,203	 \$ 129	 \$ 3,728

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Miscellaneous State Funds	Summer School Subsidy Funds	Facility Maintenance Fund	EMIS Grant	Title I	Other Local Grants
\$ -	\$ -	\$ 296,130	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	42,582
-	-	36,979	29,121	-	-
18,711	-	-	-	82,396	-
<u>18,711</u>	<u>-</u>	<u>333,109</u>	<u>29,121</u>	<u>82,396</u>	<u>42,582</u>
-	-	-	-	79,115	41,213
-	-	-	-	-	-
-	-	-	-	1,386	-
28,502	48,675	-	-	-	1,644
-	-	-	-	-	1,217
5,836	-	-	-	-	-
-	-	2,661	-	-	-
-	-	-	-	-	-
-	-	-	32,553	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	32,955	-	-	-
<u>34,338</u>	<u>48,675</u>	<u>35,616</u>	<u>32,553</u>	<u>80,501</u>	<u>44,074</u>
(15,627)	(48,675)	297,493	(3,432)	1,895	(1,492)
21,488	49,590	181,546	24,360	-	43,356
<u>\$ 5,861</u>	<u>\$ 915</u>	<u>\$ 479,039</u>	<u>\$ 20,928</u>	<u>\$ 1,895</u>	<u>\$ 41,864</u>

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**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

	EESA/NDEA	Title VI-B	Title VI	Drug Free Grant
Revenues:				
From local sources:				
Taxes	\$ -	\$ -	\$ -	\$ -
Tuition	-	-	-	-
Extracurricular	-	-	-	-
Other local revenues	-	-	-	-
Intergovernmental - State	-	-	-	-
Intergovernmental - Federal	44,043	371,137	38,285	29,053
Total revenues	44,043	371,137	38,285	29,053
Expenditures:				
Current:				
Instruction:				
Regular	-	-	38,394	2,339
Special	-	133,461	-	-
Support services:				
Pupil	1,615	178,771	-	26,714
Instructional staff	14,009	45,713	-	-
Board of Education	-	-	-	-
Administration	-	13,848	-	-
Fiscal	-	-	-	-
Operations and maintenance	-	-	-	-
Central	-	-	-	-
Community services	-	-	-	-
Extracurricular activities	-	-	-	-
Facilities acquisition and construction	-	-	-	-
Total expenditures	15,624	371,793	38,394	29,053
Excess (deficiency) of revenues over (under) expenditures	28,419	(656)	(109)	-
Fund balances (deficit), July 1	-	-	-	-
Fund balances (deficit), June 30	\$ 28,419	\$ (656)	\$ (109)	\$ -

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<u>Miscellaneous Federal Grants</u>	<u>Refugee Transition Fund</u>	<u>Data Link Fund</u>	<u>SchoolNet Development Fund</u>	<u>Title VI - R</u>	<u>Total</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 296,130
-	-	-	-	-	97,925
-	-	-	-	-	343,384
-	-	-	-	-	130,306
-	-	34,500	8,592	-	141,642
8,914	1,000	-	-	65,083	658,622
<u>8,914</u>	<u>1,000</u>	<u>34,500</u>	<u>8,592</u>	<u>65,083</u>	<u>1,668,009</u>
-	-	-	-	64,900	225,961
8,914	-	-	-	-	142,375
-	-	-	-	-	208,486
-	733	-	5,290	-	333,451
-	-	-	-	-	1,217
-	-	-	-	-	19,684
-	-	-	-	-	2,661
-	-	-	-	-	20,000
-	-	28,010	-	-	60,563
-	-	-	-	-	19,998
-	-	-	-	-	403,483
-	-	-	-	-	32,955
<u>8,914</u>	<u>733</u>	<u>28,010</u>	<u>5,290</u>	<u>64,900</u>	<u>1,470,834</u>
-	267	6,490	3,302	183	197,175
-	1,000	(6,491)	3,675	-	717,131
<u>\$ -</u>	<u>\$ 1,267</u>	<u>\$ (1)</u>	<u>\$ 6,977</u>	<u>\$ 183</u>	<u>\$ 914,306</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

	Revised Budget	Actual	Variance with Revised Budget Favorable (Unfavorable)
Revenues:			
From local sources:			
Tuition	\$ 70,291	\$ 97,925	\$ 27,634
Other local revenue	19,826	28,205	8,379
Total revenues	90,117	126,130	36,013
Expenditures:			
Current:			
Support services-pupil			
Supplies and materials	100	-	100
Total support services-pupil	100	-	100
Support services-instructional staff			
Salaries and wages	75,775	75,775	-
Fringe benefits	14,670	14,670	-
Purchased services	3,613	3,613	-
Supplies and materials	48,508	32,113	16,395
Total support services-instructional staff	142,566	126,171	16,395
Community services			
Supplies and materials	34,470	25,193	9,277
Capital outlay	1,000	-	1,000
Total community services	35,470	25,193	10,277
Total expenditures	178,136	151,364	26,772
Excess (deficiency) of revenues over (under) expenditures	(88,019)	(25,234)	62,785
Fund balances, July 1	132,146	132,146	-
Prior year encumbrances appropriated.	11,165	11,165	-
Fund balances, June 30	\$ 55,292	\$ 118,077	\$ 62,785

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

	Revised Budget	Actual	Variance with Revised Budget Favorable (Unfavorable)
Revenues:			
From local sources:			
Extracurricular	\$ 336,023	\$ 343,384	\$ 7,361
Other local revenue	59,298	59,974	676
Total revenues	395,321	403,358	8,037
Expenditures:			
Current:			
Support services-administration			
Supplies and materials	900	900	-
Total support services-administration	900	900	-
Support services-operations and maintenance			
Purchased services	20,000	20,000	-
Total support services-operations and maintenance.	20,000	20,000	-
Extracurricular activities			
Salaries and wages	2,850	1,398	1,452
Fringe benefits	1,739	139	1,600
Purchased services	232,960	206,024	26,936
Supplies and materials	225,504	209,499	16,005
Capital outlay	27,995	18,928	9,067
Other	775	775	-
Total extracurricular activities.	491,823	436,763	55,060
Total expenditures	512,723	457,663	55,060
Excess (deficiency) of revenues over (under) expenditures	(117,402)	(54,305)	63,097
Fund balances, July 1	185,440	185,440	-
Prior year encumbrances appropriated.	70,024	70,024	-
Fund balances, June 30	\$ 138,062	\$ 201,159	\$ 63,097

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

	Revised Budget	Actual	Variance with Revised Budget Favorable (Unfavorable)
Expenditures:			
Current:			
Support services-instructional staff			
Salaries and wages	\$ 3,633	\$ 3,633	\$ -
Purchased services	5,492	5,492	-
Supplies and materials	11,144	11,131	13
Total support services-instructional staff	<u>20,269</u>	<u>20,256</u>	<u>13</u>
Total expenditures	<u>20,269</u>	<u>20,256</u>	<u>13</u>
Excess (deficiency) of revenues over (under) expenditures	(20,269)	(20,256)	13
Fund balances, July 1	11,558	11,558	-
Prior year encumbrances appropriated.	<u>8,711</u>	<u>8,711</u>	<u>-</u>
Fund balances, June 30	<u>\$ -</u>	<u>\$ 13</u>	<u>\$ 13</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

	Revised Budget	Actual	Variance with Revised Budget Favorable (Unfavorable)
Revenues:			
Intergovernmental-State	\$ 32,450	\$ 32,450	\$ -
Total revenues	<u>32,450</u>	<u>32,450</u>	<u>-</u>
Expenditures:			
Current:			
Support services-instructional staff			
Salaries and wages	13,851	13,851	-
Purchased services	1,200	1,200	-
Supplies and materials	33,911	33,911	-
Total support services-instructional staff	<u>48,962</u>	<u>48,962</u>	<u>-</u>
Total expenditures	<u>48,962</u>	<u>48,962</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	(16,512)	(16,512)	-
Fund balances, July 1	-	-	-
Prior year encumbrances appropriated.	<u>16,512</u>	<u>16,512</u>	<u>-</u>
Fund balances, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

	Revised Budget	Actual	Variance with Revised Budget Favorable (Unfavorable)
Revenues:			
Intergovernmental-State	\$ 18,711	\$ 18,711	\$ -
Total revenues	<u>18,711</u>	<u>18,711</u>	<u>-</u>
Expenditures:			
Current:			
Support services-instructional staff			
Salaries and wages	4,377	4,377	-
Purchased services	11,268	11,268	-
Supplies and materials	8,782	8,782	-
Capital outlay	5,415	5,415	-
Total support services-instructional staff	<u>29,842</u>	<u>29,842</u>	<u>-</u>
Support services-administration			
Purchased services	5,836	5,836	-
Total support services-administration	<u>5,836</u>	<u>5,836</u>	<u>-</u>
Total expenditures	<u>35,678</u>	<u>35,678</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	(16,967)	(16,967)	-
Fund balances, July 1	17,489	17,489	-
Prior year encumbrances appropriated.	<u>4,000</u>	<u>4,000</u>	<u>-</u>
Fund balances, June 30	<u>\$ 4,522</u>	<u>\$ 4,522</u>	<u>\$ -</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

	Revised Budget	Actual	Variance with Revised Budget Favorable (Unfavorable)
Expenditures:			
Current:			
Support services-instructional staff			
Salaries and wages	48,538	48,537	1
Supplies and materials	1,052	-	1,052
Total support services-instructional staff	<u>49,590</u>	<u>48,537</u>	<u>1,053</u>
Total expenditures	<u>49,590</u>	<u>48,537</u>	<u>1,053</u>
Excess (deficiency) of revenues over (under) expenditures	(49,590)	(48,537)	1,053
Fund balances, July 1	<u>49,590</u>	<u>49,590</u>	<u>-</u>
Fund balances, June 30	<u>\$ -</u>	<u>\$ 1,053</u>	<u>\$ 1,053</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

	Revised Budget	Actual	Variance with Revised Budget Favorable (Unfavorable)
Revenues:			
From local sources:			
Taxes	\$ 287,121	\$ 286,769	\$ (352)
Intergovernmental-State	35,487	36,979	1,492
Total revenues	322,608	323,748	1,140
Expenditures:			
Current:			
Support services-fiscal			
Other	4,695	4,695	-
Total support services-fiscal.	4,695	4,695	-
Facilities acquisition and construction			
Purchased services	110,670	32,957	77,713
Total facilities acquisition and construction.	110,670	32,957	77,713
Total expenditures	115,365	37,652	77,713
Excess (deficiency) of revenues over (under) expenditures	207,243	286,096	78,853
Fund balances, July 1	171,277	171,277	-
Prior year encumbrances appropriated.	3,365	3,365	-
Fund balances, June 30	\$ 381,885	\$ 460,738	\$ 78,853

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

	Revised Budget	Actual	Variance with Revised Budget Favorable (Unfavorable)
Revenues:			
Intergovernmental-State	\$ 29,121	\$ 29,121	\$ -
Total revenues	<u>29,121</u>	<u>29,121</u>	<u>-</u>
Expenditures:			
Current:			
Support services-central			
Salaries and wages	32,292	32,292	-
Supplies and materials	430	430	-
Capital outlay	3,700	3,695	5
Total support services-central	<u>36,422</u>	<u>36,417</u>	<u>5</u>
Total expenditures	<u>36,422</u>	<u>36,417</u>	<u>5</u>
Excess (deficiency) of revenues over (under) expenditures	(7,301)	(7,296)	5
Fund balances, July 1	24,360	24,360	-
Prior year encumbrances appropriated.	<u>3,725</u>	<u>3,725</u>	<u>-</u>
Fund balances, June 30	<u>\$ 20,784</u>	<u>\$ 20,789</u>	<u>\$ 5</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

TITLE I

FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance with Revised Budget Favorable (Unfavorable)</u>
Revenues:			
Intergovernmental-Federal	\$ 80,305	\$ 80,305	\$ -
Total revenues	<u>80,305</u>	<u>80,305</u>	<u>-</u>
Expenditures:			
Current:			
Instruction-regular			
Salaries and wages	69,276	69,276	-
Fringe benefits	9,643	9,643	-
Total instruction-regular.	<u>78,919</u>	<u>78,919</u>	<u>-</u>
Support services-pupil			
Supplies and materials	1,386	1,386	-
Total support services-pupil	<u>1,386</u>	<u>1,386</u>	<u>-</u>
Total expenditures	<u>80,305</u>	<u>80,305</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	-	-	-
Fund balances, July 1	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

	Revised Budget	Actual	Variance with Revised Budget Favorable (Unfavorable)
Revenues:			
From local sources:			
Other local revenue	\$ 38,942	\$ 42,582	\$ 3,640
Total revenues	<u>38,942</u>	<u>42,582</u>	<u>3,640</u>
Expenditures:			
Current:			
Instruction-regular			
Supplies and materials	48,636	48,636	-
Total instruction-regular.	<u>48,636</u>	<u>48,636</u>	<u>-</u>
Support services-instructional staff			
Purchased services	570	570	-
Supplies and materials	1,074	1,074	-
Total support services-instructional staff	<u>1,644</u>	<u>1,644</u>	<u>-</u>
Support services-board of education			
Supplies and materials	1,228	1,228	-
Total support services-board of education.	<u>1,228</u>	<u>1,228</u>	<u>-</u>
Total expenditures	<u>51,508</u>	<u>51,508</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	(12,566)	(8,926)	3,640
Fund balances, July 1	39,728	39,728	-
Prior year encumbrances appropriated.	3,942	3,942	-
Fund balances, June 30	<u>\$ 31,104</u>	<u>\$ 34,744</u>	<u>\$ 3,640</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

	Revised Budget	Actual	Variance with Revised Budget Favorable (Unfavorable)
Revenues:			
Intergovernmental-Federal	\$ 21,954	\$ 21,954	\$ -
Total revenues	21,954	21,954	-
Expenditures:			
Current:			
Support services-pupil			
Salaries and wages	10,000	1,610	8,390
Fringe benefits	1,400	-	1,400
Purchased services	6,000	-	6,000
Supplies and materials	5,882	-	5,882
Total support services-pupil	23,282	1,610	21,672
Support services-instructional staff			
Salaries and wages	270	270	-
Fringe benefits	1,207	1,207	-
Purchased services	16,669	12,180	4,489
Supplies and materials	4,838	4,838	-
Total support services-instructional staff	22,984	18,495	4,489
Total expenditures	46,266	20,105	26,161
Excess (deficiency) of revenues over (under) expenditures	(24,312)	1,849	26,161
Fund balances, July 1	19,607	19,607	-
Prior year encumbrances appropriated.	4,705	4,705	-
Fund balances, June 30	\$ -	\$ 26,161	\$ 26,161

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

	Revised Budget	Actual	Variance with Revised Budget Favorable (Unfavorable)
Revenues:			
Intergovernmental-Federal	\$ 371,137	\$ 371,137	\$ -
Total revenues	<u>371,137</u>	<u>371,137</u>	<u>-</u>
Expenditures:			
Current:			
Instruction-special			
Salaries and wages	92,000	92,000	-
Fringe benefits	11,200	11,200	-
Purchased services	30,000	30,000	-
Total instruction-special.	<u>133,200</u>	<u>133,200</u>	<u>-</u>
Support services-pupil			
Salaries and wages	87,554	87,554	-
Fringe benefits	12,258	12,258	-
Purchased services	78,711	78,711	-
Total support services-pupil	<u>178,523</u>	<u>178,523</u>	<u>-</u>
Support services-instructional staff			
Salaries and wages	40,000	40,000	-
Fringe benefits	5,600	5,600	-
Total support services-instructional staff	<u>45,600</u>	<u>45,600</u>	<u>-</u>
Support services-administration			
Salaries and wages	12,117	12,117	-
Fringe benefits	1,697	1,697	-
Total support services-administration	<u>13,814</u>	<u>13,814</u>	<u>-</u>
Total expenditures	<u>371,137</u>	<u>371,137</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	-	-	-
Fund balances, July 1	-	-	-
Fund balances, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

TITLE VI

FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance with Revised Budget Favorable (Unfavorable)
Revenues:			
Intergovernmental-Federal	\$ 38,285	\$ 38,285	\$ -
Total revenues	<u>38,285</u>	<u>38,285</u>	<u>-</u>
Expenditures:			
Current:			
Instruction-regular			
Salaries and wages	38,285	38,285	-
Total instruction-regular.	<u>38,285</u>	<u>38,285</u>	<u>-</u>
Total expenditures	<u>38,285</u>	<u>38,285</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	-	-	-
Fund balances, July 1	-	-	-
Fund balances, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

	Revised Budget	Actual	Variance with Revised Budget Favorable (Unfavorable)
Revenues:			
Intergovernmental-Federal	\$ 29,053	\$ 29,053	\$ -
Total revenues	<u>29,053</u>	<u>29,053</u>	<u>-</u>
Expenditures:			
Current:			
Instruction-regular			
Supplies and materials	2,339	2,339	-
Total instruction-regular.	<u>2,339</u>	<u>2,339</u>	<u>-</u>
Support services-pupil			
Salaries and wages	22,759	22,759	-
Fringe benefits	3,092	3,092	-
Purchased services	863	863	-
Total support services-pupil	<u>26,714</u>	<u>26,714</u>	<u>-</u>
Total expenditures	<u>29,053</u>	<u>29,053</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	-	-	-
Fund balances, July 1	-	-	-
Fund balances, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

	Revised Budget	Actual	Variance with Revised Budget Favorable (Unfavorable)
Revenues:			
Intergovernmental-Federal	\$ 8,914	\$ 8,914	\$ -
Total revenues	<u>8,914</u>	<u>8,914</u>	<u>-</u>
Expenditures:			
Current:			
Instruction-special			
Supplies and materials	1,946	1,946	-
Capital outlay	6,968	6,968	-
Total instruction-special.	<u>8,914</u>	<u>8,914</u>	<u>-</u>
Total expenditures	<u>8,914</u>	<u>8,914</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	-	-	-
Fund balances, July 1	-	-	-
Fund balances, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance with Revised Budget Favorable (Unfavorable)</u>
Revenues:			
Intergovernmental-Federal	\$ 1,000	\$ 1,000	\$ -
Total revenues	<u>1,000</u>	<u>1,000</u>	<u>-</u>
Expenditures:			
Current:			
Support services-instructional staff			
Supplies and materials	1,000	733	267
Total support services-instructional staff	<u>1,000</u>	<u>733</u>	<u>267</u>
Total expenditures	<u>1,000</u>	<u>733</u>	<u>267</u>
Excess (deficiency) of revenues over (under) expenditures	-	267	267
Fund balances, July 1	<u>1,000</u>	<u>1,000</u>	<u>-</u>
Fund balances, June 30	<u>\$ 1,000</u>	<u>\$ 1,267</u>	<u>\$ 267</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance with Revised Budget Favorable (Unfavorable)</u>
Revenues:			
Intergovernmental-State	\$ 34,500	\$ 34,500	\$ -
Total revenues	<u>34,500</u>	<u>34,500</u>	<u>-</u>
Expenditures:			
Current:			
Support services-central			
Capital outlay	2,160	245	1,915
Other	49	-	49
Total support services-central	<u>2,209</u>	<u>245</u>	<u>1,964</u>
Total expenditures	<u>2,209</u>	<u>245</u>	<u>1,964</u>
Excess (deficiency) of revenues over (under) expenditures	<u>32,291</u>	<u>34,255</u>	<u>1,964</u>
Other financing uses:			
Advances out	<u>(8,700)</u>	<u>(8,700)</u>	<u>-</u>
Total other financing uses	<u>(8,700)</u>	<u>(8,700)</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses	23,591	25,555	1,964
Fund balances, July 1	49	49	-
Prior year encumbrances appropriated.	<u>2,160</u>	<u>2,160</u>	<u>-</u>
Fund balances, June 30	<u>\$ 25,800</u>	<u>\$ 27,764</u>	<u>\$ 1,964</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

	Revised Budget	Actual	Variance with Revised Budget Favorable (Unfavorable)
Revenues:			
Intergovernmental-State	\$ 5,142	\$ 8,592	\$ 3,450
Total revenues	<u>5,142</u>	<u>8,592</u>	<u>3,450</u>
Expenditures:			
Current:			
Support services-instructional staff			
Salaries and wages	5,275	5,275	-
Purchased services	300	300	-
Total support services-instructional staff	<u>5,575</u>	<u>5,575</u>	<u>-</u>
Total expenditures	<u>5,575</u>	<u>5,575</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	(433)	3,017	3,450
Fund balances, July 1	3,675	3,675	-
Prior year encumbrances appropriated.	<u>300</u>	<u>300</u>	<u>-</u>
Fund balances, June 30	<u>\$ 3,542</u>	<u>\$ 6,992</u>	<u>\$ 3,450</u>

PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 TITLE VI-R
 FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance with Revised Budget Favorable (Unfavorable)
Revenues:			
Intergovernmental-Federal	\$ 64,900	\$ 65,083	\$ 183
Total revenues	<u>64,900</u>	<u>65,083</u>	<u>183</u>
Expenditures:			
Current:			
Instruction-regular			
Salaries and wages	64,900	64,900	-
Total instruction-regular.	<u>64,900</u>	<u>64,900</u>	<u>-</u>
Total expenditures	<u>64,900</u>	<u>64,900</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	-	183	183
Fund balances, July 1	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances, June 30	<u>\$ -</u>	<u>\$ 183</u>	<u>\$ 183</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

	Revised Budget	Actual	Variance with Revised Budget Favorable (Unfavorable)
Revenues:			
From local sources:			
Taxes	\$ 287,121	\$ 286,769	\$ (352)
Tuition	70,291	97,925	27,634
Extracurricular	336,023	343,384	7,361
Other local revenue	118,066	130,761	12,695
Intergovernmental-State	155,411	160,353	4,942
Intergovernmental-Federal	615,548	615,731	183
Total revenues	<u>1,582,460</u>	<u>1,634,923</u>	<u>52,463</u>
Expenditures:			
Current:			
Instruction-regular			
Salaries and wages	172,461	172,461	-
Fringe benefits	9,643	9,643	-
Supplies and materials	50,975	50,975	-
Total instruction-regular	<u>233,079</u>	<u>233,079</u>	<u>-</u>
Instruction-special			
Salaries and wages	92,000	92,000	-
Fringe benefits	11,200	11,200	-
Purchased services	30,000	30,000	-
Supplies and materials	1,946	1,946	-
Capital outlay	6,968	6,968	-
Total instruction-special	<u>142,114</u>	<u>142,114</u>	<u>-</u>
Support services-pupil			
Salaries and wages	120,313	111,923	8,390
Fringe benefits	16,750	15,350	1,400
Purchased services	85,574	79,574	6,000
Supplies and materials	7,368	1,386	5,982
Total support services-pupil	<u>230,005</u>	<u>208,233</u>	<u>21,772</u>
Support services-instructional staff			
Salaries and wages	191,719	191,718	1
Fringe benefits	21,477	21,477	-
Purchased services	39,112	34,623	4,489
Supplies and materials	110,309	92,582	17,727
Capital outlay	5,415	5,415	-
Total support services-instructional staff	<u>368,032</u>	<u>345,815</u>	<u>22,217</u>
Support services-board of education			
Supplies and materials	1,228	1,228	-
Total support services-board of education	<u>1,228</u>	<u>1,228</u>	<u>-</u>
Support services-administration			
Salaries and wages	12,117	12,117	-
Fringe benefits	1,697	1,697	-
Purchased services	5,836	5,836	-
Supplies and materials	900	900	-
Total support services-administration	<u>20,550</u>	<u>20,550</u>	<u>-</u>
Support services-fiscal			
Other	4,695	4,695	-
Total support services-fiscal	<u>4,695</u>	<u>4,695</u>	<u>-</u>
Support services-operations and maintenance			
Purchased services	20,000	20,000	-
Total support services-operations and maintenance	<u>20,000</u>	<u>20,000</u>	<u>-</u>

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**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

	Revised Budget	Actual	Variance with Revised Budget Favorable (Unfavorable)
Support services-central			
Salaries and wages	32,292	32,292	-
Supplies and materials	430	430	-
Capital outlay	5,860	3,940	1,920
Other	49	-	49
Total support services-central	<u>38,631</u>	<u>36,662</u>	<u>1,969</u>
Community services			
Supplies and materials	34,470	25,193	9,277
Capital outlay	1,000	-	1,000
Total community services	<u>35,470</u>	<u>25,193</u>	<u>10,277</u>
Extracurricular activities			
Salaries and wages	2,850	1,398	1,452
Fringe benefits	1,739	139	1,600
Purchased services	232,960	206,024	26,936
Supplies and materials	225,504	209,499	16,005
Capital outlay	27,995	18,928	9,067
Other	775	775	-
Total extracurricular activities.	<u>491,823</u>	<u>436,763</u>	<u>55,060</u>
Facilities acquisition & construction			
Purchased services	110,670	32,957	77,713
Total facilities acquisition & construction.	<u>110,670</u>	<u>32,957</u>	<u>77,713</u>
Total expenditures	<u>1,696,297</u>	<u>1,507,289</u>	<u>189,008</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(113,837)</u>	<u>127,634</u>	<u>241,471</u>
Other financing uses:			
Advances out	(8,700)	(8,700)	-
Total other financing uses.	<u>(8,700)</u>	<u>(8,700)</u>	<u>-</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses	<u>(122,537)</u>	<u>118,934</u>	<u>241,471</u>
Fund balances, July 1	655,919	655,919	-
Prior year encumbrances appropriated.	128,609	128,609	-
	<u>\$ 661,991</u>	<u>\$ 903,462</u>	<u>\$ 241,471</u>
Fund balances, June 30			

DEBT SERVICE FUNDS

Debt service funds are used to account for the accumulation of resources for, and the payment of, general short-term and long-term debt principal and interest.

Bond Retirement Funds - Funds provided for the retirement of serial bonds and short term loans. All revenue derived from general and special levies, either within or exceeding the ten-mill limitation, which is levied for debt charges on bonds or loans, shall be paid into these funds. The District has two bond retirement funds: one to service the debt of the District and one to service the debt of the Library.

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

COMBINING BALANCE SHEET
DEBT SERVICE FUNDS
JUNE 30, 2002

	District Debt	Library Debt	Total
ASSETS:			
Equity in pooled cash and cash equivalents.	\$ 1,050,353	\$ 486,244	\$ 1,536,597
Cash with fiscal agent.	23,438	-	23,438
Receivables (net of allowances of uncollectibles):			
Property taxes - current & delinquent	6,862,508	200,596	7,063,104
Accrued interest	24,152	-	24,152
Investments	4,210,300	-	4,210,300
Total assets	\$ 12,170,751	\$ 686,840	\$ 12,857,591
LIABILITIES AND EQUITY			
LIABILITIES:			
Deferred revenue.	\$ 6,445,685	\$ 187,125	\$ 6,632,810
Matured bonds payable	20,000	-	20,000
Matured interest payable	3,438	-	3,438
Total liabilities.	6,469,123	187,125	6,656,248
EQUITY:			
Fund balances:			
Reserved for debt service	5,260,653	486,244	5,746,897
Reserved for tax revenue unavailable for appropriation	440,975	13,471	454,446
Total equity	5,701,628	499,715	6,201,343
Total liabilities and equity	\$ 12,170,751	\$ 686,840	\$ 12,857,591

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
DEBT SERVICE FUNDS
JUNE 30, 2002

	District Debt	Library Debt	Total
Revenues:			
From local sources:			
Taxes	\$ 6,713,627	\$ 242,440	\$ 6,956,067
Earnings on investments	33,633	-	33,633
Intergovernmental - State	831,670	31,277	862,947
Total revenues	7,578,930	273,717	7,852,647
Expenditures:			
Current:			
Support services:			
Fiscal	63,260	1,883	65,143
Debt service:			
Principal retirement	2,280,000	180,000	2,460,000
Interest and fiscal charges	4,286,575	141,412	4,427,987
Total expenditures	6,629,835	323,295	6,953,130
Excess (deficiency) of revenues over (under) expenditures	949,095	(49,578)	899,517
Other financing sources (uses):			
Operating transfers out	(1,332,714)	-	(1,332,714)
Premium and accrued interest on bonds sold	57,525	-	57,525
Total other financing sources (uses)	(1,275,189)	-	(1,275,189)
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing (uses) .	(326,094)	(49,578)	(375,672)
Fund balances, July 1.	6,027,722	549,293	6,577,015
Fund balances, June 30.	\$ 5,701,628	\$ 499,715	\$ 6,201,343

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

	Revised Budget	Actual	Variance with Revised Budget Favorable (Unfavorable)
Revenues:			
From local sources:			
Taxes	\$ 6,457,178	\$ 6,458,767	\$ 1,589
Intergovernmental-State	831,465	831,670	205
Total revenues	7,288,643	7,290,437	1,794
Expenditures:			
Current:			
Support services-fiscal			
Other	105,972	105,972	-
Total support services-fiscal.	105,972	105,972	-
Debt service:			
Principal retirement.	90,089,333	90,089,333	-
Interest and fiscal charges	5,309,956	5,309,956	-
Total debt service	95,399,289	95,399,289	-
Total expenditures	95,505,261	95,505,261	-
Excess (deficiency) of revenues over (under) expenditures	(88,216,618)	(88,214,824)	1,794
Other financing sources:			
Proceeds from the sale of bonds	77,480,933	77,500,000	19,067
Proceeds from the sale of notes	9,997,540	10,000,000	2,460
Premium and accrued interest on bonds sold.	57,511	57,525	14
Total other financing sources.	87,535,984	87,557,525	21,541
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses	(680,634)	(657,299)	23,335
Fund balances, July 1	5,884,319	5,884,319	-
Fund balances, June 30	<u>\$ 5,203,685</u>	<u>\$ 5,227,020</u>	<u>\$ 23,335</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

	Revised Budget	Actual	Variance with Revised Budget Favorable (Unfavorable)
Revenues:			
From local sources:			
Taxes	\$ 237,670	\$ 239,893	\$ 2,223
Intergovernmental-State	32,410	31,277	(1,133)
Total revenues	270,080	271,170	1,090
Expenditures:			
Current:			
Support services-fiscal			
Other	5,000	3,917	1,083
Total support services-fiscal.	5,000	3,917	1,083
Debt service:			
Principal retirement	180,000	180,000	-
Interest and fiscal charges	141,412	141,412	-
Total debt service	321,412	321,412	-
Total expenditures	326,412	325,329	1,083
Excess (deficiency) of revenues over (under) expenditures	(56,332)	(54,159)	2,173
Fund balances, July 1	540,403	540,403	-
Fund balances, June 30	\$ 484,071	\$ 486,244	\$ 2,173

PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 TOTAL DEBT SERVICE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Revised Budget	Actual	Variance with Revised Budget Favorable (Unfavorable)
Revenues:			
From local sources:			
Taxes	\$ 6,694,848	\$ 6,698,660	\$ 3,812
Intergovernmental-State	863,875	862,947	(928)
Total revenues	7,558,723	7,561,607	2,884
Expenditures:			
Current:			
Support services-fiscal			
Other	110,972	109,889	1,083
Total support services-fiscal.	110,972	109,889	1,083
Debt service:			
Principal retirement.	90,269,333	90,269,333	-
Interest and fiscal charges	5,451,368	5,451,368	-
Total debt service	95,720,701	95,720,701	-
Total expenditures	95,831,673	95,830,590	1,083
Excess (deficiency) of revenues over (under) expenditures	(88,272,950)	(88,268,983)	3,967
Other financing sources:			
Proceeds from the sale of bonds	77,480,933	77,500,000	19,067
Proceeds from the sale of notes	9,997,540	10,000,000	2,460
Premium and accrued interest on bonds sold.	57,511	57,525	14
Total other financing sources.	87,535,984	87,557,525	21,541
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses	(736,966)	(711,458)	25,508
Fund balances, July 1	6,424,722	6,424,722	-
Fund balances, June 30	<u>\$ 5,687,756</u>	<u>\$ 5,713,264</u>	<u>\$ 25,508</u>

CAPITAL PROJECTS FUNDS

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

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

Building Fund - A fund used to account for the revenues and expenditures related to all special funds in the District. All proceeds from the sale of bonds, notes, or certificates of indebtedness, except premium and accrued interest, must be paid to this fund. Expenditures recorded here represent the costs for acquiring capital facilities including real property.

SchoolNet Plus Fund - A fund used to account for the revenues and expenditures related to the acquisition of computer work stations in grades 1-4.

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

COMBINING BALANCE SHEET
ALL CAPITAL PROJECTS FUNDS
JUNE 30, 2002

	Permanent Improvement	Building Fund	SchoolNet Plus Fund	Total
ASSETS:				
Equity in pooled cash and cash equivalents.	\$ 1,292,150	\$ 42,267,923	\$ 112,958	\$ 43,673,031
Cash in segregated accounts	-	190,387	-	190,387
Receivables (net of allowances of uncollectibles):				
Accrued interest	2,816	63,999	-	66,815
Investments	99,742	9,923,051	-	10,022,793
Prepayments.	-	4,530	-	4,530
Total assets	\$ 1,394,708	\$ 52,449,890	\$ 112,958	\$ 53,957,556
 LIABILITIES AND EQUITY				
LIABILITIES:				
Accounts payable.	\$ 124,173	\$ -	\$ -	\$ 124,173
Contracts payable.	-	5,347,038	-	5,347,038
Retainage payable	-	190,387	-	190,387
Deferred revenue.	-	63,999	-	63,999
Total liabilities.	124,173	5,601,424	-	5,725,597
 EQUITY:				
Fund balances:				
Reserved for encumbrances.	413,236	40,030,324	-	40,443,560
Reserved for prepayments	-	4,530	-	4,530
Unreserved-undesignated	857,299	6,813,612	112,958	7,783,869
Total equity	1,270,535	46,848,466	112,958	48,231,959
Total liabilities and equity	\$ 1,394,708	\$ 52,449,890	\$ 112,958	\$ 53,957,556

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
ALL CAPITAL PROJECTS FUNDS
JUNE 30, 2002

	Permanent Improvement	Building Fund	SchoolNet Plus Fund	Total
Revenues:				
From local sources:				
Taxes	\$ 656	\$ -	\$ -	\$ 656
Earnings on investments	5,873	1,960,814	-	1,966,687
Other local revenues	40,000	-	-	40,000
Intergovernmental - State	4	-	118,958	118,962
 Total revenues	46,533	1,960,814	118,958	2,126,305
 Expenditures:				
Current:				
Instruction:				
Regular	-	366,274	-	366,274
Support services:				
Pupil	-	38,759	153,244	192,003
Instructional staff	-	125,434	-	125,434
Administration	-	8,845	-	8,845
Fiscal	12,623	-	-	12,623
Operations and maintenance	530,285	49,388	-	579,673
Facilities acquisition and construction	146,824	30,344,821	-	30,491,645
Debt service:				
Principal retirement	-	1,332,714	-	1,332,714
 Total expenditures	689,732	32,266,235	153,244	33,109,211
 Excess (deficiency) of revenues over (under) expenditures	(643,199)	(30,305,421)	(34,286)	(30,982,906)
 Other financing sources (uses):				
Operating transfers in	1,483,588	1,332,714	-	2,816,302
Operating transfers out	-	(1,425,846)	-	(1,425,846)
Proceeds from sale of bonds	-	77,500,000	-	77,500,000
 Total other financing sources (uses)	1,483,588	77,406,868	-	78,890,456
 Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing (uses)	840,389	47,101,447	(34,286)	47,907,550
 Fund balances (deficit), July 1	430,146	(252,981)	147,244	324,409
 Fund balances, June 30	\$ 1,270,535	\$ 46,848,466	\$ 112,958	\$ 48,231,959

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance with Revised Budget Favorable (Unfavorable)</u>
Revenues:			
From local sources:			
Taxes	\$ 1,565	\$ 1,602	\$ 37
Other local revenue	40,053	40,000	(53)
Intergovernmental-State	-	4	4
	<hr/>	<hr/>	<hr/>
Total revenues	41,618	41,606	(12)
Expenditures:			
Current:			
Support services-instructional staff			
Capital outlay	90,600	90,600	-
Total support services-instructional staff	<hr/>	<hr/>	<hr/>
	90,600	90,600	-
Support services-fiscal			
Capital outlay	20,408	20,408	-
Other	100	100	-
Total support services-fiscal.	<hr/>	<hr/>	<hr/>
	20,508	20,508	-
Support services-operations and maintenance			
Purchased services	677,908	532,891	145,017
Capital outlay	107,762	101,157	6,605
Total support services-operations and maintenance.	<hr/>	<hr/>	<hr/>
	785,670	634,048	151,622
Facilities acquisition and construction			
Purchased services	44,907	12,373	32,534
Capital outlay	350,385	350,385	-
Total facilities acquisition and construction.	<hr/>	<hr/>	<hr/>
	395,292	362,758	32,534
Total expenditures	<hr/>	<hr/>	<hr/>
	1,292,070	1,107,914	184,156
Excess (deficiency) of revenues over (under) expenditures	<hr/>	<hr/>	<hr/>
	(1,250,452)	(1,066,308)	184,144
Other financing sources (uses):			
Operating transfers in.	1,522,947	1,523,588	641
Operating transfers out	(40,000)	(40,000)	-
Total other financing sources (uses)	<hr/>	<hr/>	<hr/>
	1,482,947	1,483,588	641
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses	<hr/>	<hr/>	<hr/>
	232,495	417,280	184,785
Fund balances, July 1.	93,497	93,497	-
Prior year encumbrances appropriated	<hr/>	<hr/>	<hr/>
	460,191	460,191	-
Fund balances, June 30.	<hr/>	<hr/>	<hr/>
	\$ 786,183	\$ 970,968	\$ 184,785

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

	Revised Budget	Actual	Variance with Revised Budget Favorable (Unfavorable)
Revenues:			
From local sources:			
Earnings on investments	\$ 2,109,563	\$ 2,290,214	\$ 180,651
Total revenues	<u>2,109,563</u>	<u>2,290,214</u>	<u>180,651</u>
Expenditures:			
Current:			
Instruction-regular			
Supplies and materials	432,754	56,013	376,741
Capital outlay	64,664	317,405	(252,741)
Total instruction-regular	<u>497,418</u>	<u>373,418</u>	<u>124,000</u>
Support services-pupil			
Supplies and materials	441,118	441,118	-
Capital outlay	1,880,557	1,880,557	-
Total support services-pupil	<u>2,321,675</u>	<u>2,321,675</u>	<u>-</u>
Support services-instructional staff			
Supplies and materials	23,579	103,398	(79,819)
Capital outlay	369,397	30,885	338,512
Total support services-instructional staff	<u>392,976</u>	<u>134,283</u>	<u>258,693</u>
Support services-administration			
Capital outlay	29,755	29,755	-
Total support services-administration	<u>29,755</u>	<u>29,755</u>	<u>-</u>
Support services-business			
Capital outlay	2,234	2,234	-
Total support services-business	<u>2,234</u>	<u>2,234</u>	<u>-</u>
Support services-operations and maintenance			
Purchased services	467	4,906	(4,439)
Supplies and materials	244,751	6,541	238,210
Capital outlay	533,748	70,317	463,431
Total support services-operations and maintenance.	<u>778,966</u>	<u>81,764</u>	<u>697,202</u>
Facilities acquisition and construction			
Purchased services	6,443,914	5,251,007	1,192,907
Supplies and materials	268,784	256,147	12,637
Capital outlay	61,124,140	57,440,900	3,683,240
Other	1,082,026	1,088,624	(6,598)
Total facilities acquisition and construction.	<u>68,918,864</u>	<u>64,036,678</u>	<u>4,882,186</u>
Total expenditures	<u>72,941,888</u>	<u>66,979,807</u>	<u>5,962,081</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(70,832,325)</u>	<u>(64,689,593)</u>	<u>6,142,732</u>
Other financing sources (uses):			
Operating transfers in.	-	500,000	500,000
Operating transfers out	(1,925,846)	(1,925,846)	-
Total other financing sources (uses)	<u>(1,925,846)</u>	<u>(1,425,846)</u>	<u>500,000</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other (uses)	<u>(72,758,171)</u>	<u>(66,115,439)</u>	<u>6,642,732</u>
Fund balances, July 1.	70,726,444	70,726,444	-
Prior year encumbrances appropriated	<u>7,331,892</u>	<u>7,331,892</u>	<u>-</u>
Fund balances, June 30.	<u>\$ 5,300,165</u>	<u>\$ 11,942,897</u>	<u>\$ 6,642,732</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

	Revised Budget	Actual	Variance with Revised Budget Favorable (Unfavorable)
Revenues:			
Intergovernmental-State	\$ 6,000	\$ 118,958	\$ 112,958
Total revenues	<u>6,000</u>	<u>118,958</u>	<u>112,958</u>
Expenditures:			
Current:			
Support services-pupil			
Supplies and materials	83,174	83,174	-
Capital outlay	258,760	258,760	-
Total support services-pupil	<u>341,934</u>	<u>341,934</u>	<u>-</u>
Total expenditures	<u>341,934</u>	<u>341,934</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	(335,934)	(222,976)	112,958
Fund balances, July 1.	104,969	104,969	-
Prior year encumbrances appropriated	<u>230,965</u>	<u>230,965</u>	<u>-</u>
Fund balances, June 30.	<u>\$ -</u>	<u>\$ 112,958</u>	<u>\$ 112,958</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

	Revised Budget	Actual	Variance with Revised Budget Favorable (Unfavorable)
Revenues:			
From local sources:			
Taxes	\$ 1,565	\$ 1,602	\$ 37
Earnings on investments.	2,109,563	2,290,214	180,651
Other local revenue	40,053	40,000	(53)
Intergovernmental-State	6,000	118,962	112,962
	<u>2,157,181</u>	<u>2,450,778</u>	<u>293,597</u>
Total revenues			
Expenditures:			
Current:			
Instruction-regular			
Supplies and materials	432,754	56,013	376,741
Capital outlay	64,664	317,405	(252,741)
Total instruction-regular.	<u>497,418</u>	<u>373,418</u>	<u>124,000</u>
Support services-pupil			
Supplies and materials	524,292	524,292	-
Capital outlay	2,139,317	2,139,317	-
Total support services-pupil	<u>2,663,609</u>	<u>2,663,609</u>	<u>-</u>
Support services-instructional staff			
Supplies and materials	23,579	103,398	(79,819)
Capital outlay	459,997	121,485	338,512
Total support services-instructional staff	<u>483,576</u>	<u>224,883</u>	<u>258,693</u>
Support services-administration			
Capital outlay	29,755	29,755	-
Total support services-administration	<u>29,755</u>	<u>29,755</u>	<u>-</u>
Support services-fiscal			
Capital outlay	20,408	20,408	-
Other	100	100	-
Total support services-fiscal.	<u>20,508</u>	<u>20,508</u>	<u>-</u>
Support services-business			
Capital outlay	2,234	2,234	-
Total support services-business	<u>2,234</u>	<u>2,234</u>	<u>-</u>
Support services-operations and maintenance			
Purchased services	678,375	537,797	140,578
Supplies and materials	244,751	6,541	238,210
Capital outlay	641,510	171,474	470,036
Total support services-operations and maintenance.	<u>1,564,636</u>	<u>715,812</u>	<u>848,824</u>
Facilities acquisition and construction			
Purchased services	6,488,821	5,263,380	1,225,441
Supplies and materials	268,784	256,147	12,637
Capital outlay	61,474,525	57,791,285	3,683,240
Other	1,082,026	1,088,624	(6,598)
Total facilities acquisition and construction.	<u>69,314,156</u>	<u>64,399,436</u>	<u>4,914,720</u>
Total expenditures	<u>74,575,892</u>	<u>68,429,655</u>	<u>6,146,237</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(72,418,711)</u>	<u>(65,978,877)</u>	<u>6,439,834</u>

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**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance with Revised Budget Favorable (Unfavorable)</u>
Other financing sources (uses):			
Operating transfers in.	1,522,947	2,023,588	500,641
Operating transfers out	<u>(1,965,846)</u>	<u>(1,965,846)</u>	<u>-</u>
Total other financing sources (uses)	<u>(442,899)</u>	<u>57,742</u>	<u>500,641</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other uses	(72,861,610)	(65,921,135)	6,940,475
Fund balances, July 1.	70,924,910	70,924,910	-
Prior year encumbrances appropriated	<u>8,023,048</u>	<u>8,023,048</u>	<u>-</u>
Fund balances, June 30.	<u>\$ 6,086,348</u>	<u>\$ 13,026,823</u>	<u>\$ 6,940,475</u>

ENTERPRISE FUNDS

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

Food Service Fund - A fund used to record financial transactions related to the District's food service operation.

Uniform School Supplies Fund - A fund provided to account for the purchase and sale of school supplies as adopted by the Board of Education for use in the schools of the District. Profit derived from such sale is to be used for school purposes or activities in connection with the schools.

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

COMBINING BALANCE SHEET
ALL ENTERPRISE FUNDS
JUNE 30, 2002

	Food Services	Uniform School Supplies	Total
ASSETS:			
Equity in pooled cash and cash equivalents.	\$ 547,645	\$ 75,972	\$ 623,617
Due from other governments	34,948	-	34,948
Materials and supplies inventory	38,233	-	38,233
Property, plant and equipment (net of accumulated depreciation where applicable)	276,152	-	276,152
Total assets.	\$ 896,978	\$ 75,972	\$ 972,950
LIABILITIES AND EQUITY			
LIABILITIES:			
Accounts payable.	\$ 632	\$ 7,333	\$ 7,965
Accrued wages and benefits	84,498	-	84,498
Compensated absences payable	60,033	-	60,033
Pension obligation payable.	68,230	-	68,230
Deferred revenue.	32,911	-	32,911
Due to other governments	3,151	-	3,151
Total liabilities.	249,455	7,333	256,788
EQUITY:			
Contributed capital	216,145	-	216,145
Retained earnings: unreserved	431,378	68,639	500,017
Total equity	647,523	68,639	716,162
Total liabilities and equity	\$ 896,978	\$ 75,972	\$ 972,950

PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO
COMBINED STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN RETAINED EARNINGS
ALL ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Food Services	Uniform School Supplies	Total
Operating revenues:			
Tuition and fees	\$ -	\$ 344,819	\$ 344,819
Sales/charges for services	1,455,224	-	1,455,224
Total operating revenues	1,455,224	344,819	1,800,043
Operating expenses:			
Salaries and wages	631,833	-	631,833
Fringe benefits	255,920	-	255,920
Purchased services	23,956	-	23,956
Supplies and materials	1,054,765	283,006	1,337,771
Depreciation	35,741	-	35,741
Total operating expenses	2,002,215	283,006	2,285,221
Operating income (loss)	(546,991)	61,813	(485,178)
Nonoperating revenues:			
Operating grants	239,715	-	239,715
Federal commodities	142,941	-	142,941
Interest revenue	17,022	-	17,022
Total nonoperating revenues	399,678	-	399,678
Income (loss) before operating transfers.	(147,313)	61,813	(85,500)
Operating transfers in.	-	40,555	40,555
Net income (loss)	(147,313)	102,368	(44,945)
Retained earnings (accumulated deficit), July 1.	578,691	(33,729)	544,962
Retained earnings, June 30	\$ 431,378	\$ 68,639	\$ 500,017

PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO
COMBINED STATEMENT OF CASH FLOWS
ALL ENTERPRISE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Food Service	Uniform School Supplies	Total
Cash flows from operating activities:			
Operating income (loss)	\$ (546,991)	\$ 61,813	\$ (485,178)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:			
Depreciation	35,741	-	35,741
Federal donated commodities	142,941	-	142,941
Changes in assets and liabilities:			
Increase (Decrease) in accounts receivable.	6,410	1,651	8,061
Increase (Decrease) in inventory	15,454	8,491	23,945
Increase (Decrease) in due to other governments	3,151	-	3,151
Increase (Decrease) in accounts payable	252	(65,874)	(65,622)
Increase (Decrease) in accrued liabilities.	114,795	-	114,795
Increase (Decrease) in deferred revenue	8,344	-	8,344
Net cash provided by (used in) operating activities	(219,903)	6,081	(213,822)
Cash flows from noncapital financing activities:			
Cash received from operating grants	231,323	-	231,323
Cash received from operating transfers	-	40,555	40,555
Cash (used) - interfund loans	-	(175,300)	(175,300)
Net cash provided by (used in) noncapital financing activities.	231,323	(134,745)	96,578
Cash flows from capital and related financing activities:			
Acquisition of capital assets	(18,395)	-	(18,395)
Net cash used in capital and related financing activities	(18,395)	-	(18,395)
Cash flows from investing activities:			
Interest received	17,022	-	17,022
Net cash provided by investing activities	17,022	-	17,022
Net increase (decrease) in cash and cash equivalents.	10,047	(128,664)	(118,617)
Cash and cash equivalents at beginning of year	537,598	204,636	742,234
Cash and cash equivalents at end of year.	\$ 547,645	\$ 75,972	\$ 623,617
SUPPLEMENTAL INFORMATION			
Non-cash activities:			
Donated Commodities.	\$ 157,696	\$ -	\$ 157,696

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

	Revised Budget	Actual	Variance with Revised Budget Favorable (Unfavorable)
Operating revenues:			
Sales/charges for services	\$ 1,309,132	\$ 1,461,634	\$ 152,502
Total operating revenues	<u>1,309,132</u>	<u>1,461,634</u>	<u>152,502</u>
Operating expenses:			
Salaries and wages	664,100	582,421	81,679
Fringe benefits	195,875	187,386	8,489
Purchased services	52,708	37,813	14,895
Supplies and materials	971,794	914,917	56,877
Capital outlay	38,395	26,325	12,070
Total operating expenses	<u>1,922,872</u>	<u>1,748,862</u>	<u>174,010</u>
Operating loss.	<u>(613,740)</u>	<u>(287,228)</u>	<u>326,512</u>
Nonoperating Revenues:			
Cash received from state operating grants	2,969	3,215	246
Cash received from federal operating grants	204,244	228,108	23,864
Interest revenue.	15,162	17,022	1,860
Total nonoperating revenues	<u>222,375</u>	<u>248,345</u>	<u>25,970</u>
Net loss.	<u>(391,365)</u>	<u>(38,883)</u>	<u>352,482</u>
Retained earnings, July 1 (restated).	436,912	436,912	-
Prior year encumbrances appropriated	100,684	100,684	-
Retained earnings, June 30	<u>\$ 146,231</u>	<u>\$ 498,713</u>	<u>\$ 352,482</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

	Revised Budget	Actual	Variance with Revised Budget Favorable (Unfavorable)
Operating revenues:			
Tuition and fees	\$ 339,390	\$ 346,470	\$ 7,080
Total operating revenues	<u>339,390</u>	<u>346,470</u>	<u>7,080</u>
Operating expenses:			
Supplies and materials	385,797	368,627	17,170
Total operating expenses	<u>385,797</u>	<u>368,627</u>	<u>17,170</u>
Loss before operating advances/transfers. . . .	<u>(46,407)</u>	<u>(22,157)</u>	<u>24,250</u>
Operating advances/transfers:			
Operating transfers in.	37,710	40,555	2,845
Advances out	<u>(175,300)</u>	<u>(175,300)</u>	<u>-</u>
Total operating advances/transfers - net.	<u>(137,590)</u>	<u>(134,745)</u>	<u>2,845</u>
Net loss	(183,997)	(156,902)	27,095
Retained earnings, July 1 (restated).	56,032	56,032	-
Prior year encumbrances appropriated	<u>148,602</u>	<u>148,602</u>	<u>-</u>
Retained earnings, June 30	<u>\$ 20,637</u>	<u>\$ 47,732</u>	<u>\$ 27,095</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

	Revised Budget	Actual	Variance with Revised Budget Favorable (Unfavorable)
Operating revenues:			
Sales/charges for services	\$ 1,648,522	\$ 1,808,104	\$ 159,582
Total operating revenues	<u>1,648,522</u>	<u>1,808,104</u>	<u>159,582</u>
Operating expenses:			
Salaries and wages	664,100	582,421	81,679
Fringe benefits	195,875	187,386	8,489
Purchased services	52,708	37,813	14,895
Supplies and materials	1,357,591	1,283,546	74,045
Capital outlay	38,395	26,325	12,070
Total operating expenses	<u>2,308,669</u>	<u>2,117,491</u>	<u>191,178</u>
Operating loss	<u>(660,147)</u>	<u>(309,387)</u>	<u>350,760</u>
Nonoperating Revenues:			
Cash received from state operating grants	2,969	3,215	246
Cash received from federal operating grants . . .	204,244	228,108	23,864
Interest revenue.	15,162	17,022	1,860
Total nonoperating revenues	<u>222,375</u>	<u>248,345</u>	<u>25,970</u>
Loss before operating advances/transfers	<u>(437,772)</u>	<u>(61,042)</u>	<u>376,730</u>
Operating advances/transfers:			
Operating transfers in.	37,710	40,555	2,845
Advances out	<u>(175,300)</u>	<u>(175,300)</u>	<u>-</u>
Total operating advances/transfers - net.	(137,590)	(134,745)	2,845
Net loss	(575,362)	(195,787)	379,575
Retained earnings, July 1 (restated).	492,946	492,946	-
Prior year encumbrances appropriated	<u>249,286</u>	<u>249,286</u>	<u>-</u>
Retained earnings, June 30	<u>\$ 166,870</u>	<u>\$ 546,445</u>	<u>\$ 379,575</u>

FIDUCIARY FUND TYPE

TRUST AND AGENCY FUNDS

The trust fund is used to account for assets held by the school district in a trustee capacity or as an agent for individuals, private organizations, other governmentals and/or other funds.

The agency fund is used to account for assets held by the government as an agent for individuals, private organizations, other governments and/or other funds.

Special Trust Fund - The District has one special trust fund, an expendable trust fund, which is comprised of assets held in trust that were created by donations for the establishment of memorial funds or for the use of a specific school for specific purposes.

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

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

COMBINING BALANCE SHEET
EXPENDABLE TRUST AND AGENCY FUND
JUNE 30, 2002

	Expendable Trust	Agency	
	Special Trust	Student Activity	Total
ASSETS:			
Equity in pooled cash and cash equivalents	\$ 57,666	\$ 121,729	\$ 179,395
Total assets	\$ 57,666	\$ 121,729	\$ 179,395
LIABILITIES AND EQUITY			
LIABILITIES:			
Accounts payable.	\$ 2,300	\$ 9,201	\$ 11,501
Due to students	-	112,528	112,528
Total liabilities.	2,300	121,729	124,029
EQUITY:			
Fund balances:			
Unreserved-undesignated	55,366	-	55,366
Total equity	55,366	-	55,366
Total liabilities and equity	\$ 57,666	\$ 121,729	\$ 179,395

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND
JUNE 30, 2002

	Balance 06/30/01	Additions	Deductions	Balance 06/30/02
ASSETS:				
Equity in pooled cash and cash equivalents.	\$ 140,850	\$ 263,593	\$ 282,714	\$ 121,729
Receivables (net of allowances of uncollectibles):				
Accounts.	191	-	191	-
Total assets.	<u>\$ 141,041</u>	<u>\$ 263,593</u>	<u>\$ 282,905</u>	<u>\$ 121,729</u>
LIABILITIES:				
Accounts payable.	\$ 34,441	\$ 9,201	\$ 34,441	\$ 9,201
Due to students.	-	112,528	-	112,528
Due to other funds.	106,600	-	106,600	-
Total liabilities.	<u>\$ 141,041</u>	<u>\$ 121,729</u>	<u>\$ 141,041</u>	<u>\$ 121,729</u>

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

	Revised Budget	Actual	Variance with Revised Budget Favorable (Unfavorable)
Revenues:			
From local sources:			
Other local revenue	19,958	26,208	6,250
Total revenues	19,958	26,208	6,250
Expenditures:			
Current:			
Instruction-regular			
Supplies and materials	25,495	18,994	6,501
Capital outlay	2,469	1,469	1,000
Total instruction-regular.	27,964	20,463	7,501
Support services-pupil			
Capital outlay	500	-	500
Total support services-pupil	500	-	500
Support services-instructional staff			
Supplies and materials	1,998	1,498	500
Total support services-instructional staff	1,998	1,498	500
Support services-administration			
Capital outlay	500	-	500
Total support services-administration	500	-	500
Extracurricular activities			
Supplies and materials	100	-	100
Other	3,300	3,000	300
Total extracurricular activities.	3,400	3,000	400
Total expenditures	34,362	24,961	9,401
Excess (deficiency) of revenues over (under) expenditures	(14,404)	1,247	15,651
Fund balances, July 1 (restated)	52,519	52,519	-
Prior year encumbrances appropriated	1,003	1,003	-
Fund balances, June 30.	\$ 39,118	\$ 54,769	\$ 15,651

ACCOUNT GROUP

The general fixed assets account group is used to account for fixed assets other than those accounted for in the proprietary funds.

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

SCHEDULE OF GENERAL FIXED ASSETS BY SOURCE

AS OF JUNE 30, 2002

General Fixed Assets

Land	\$ 5,931,182
Building and Improvements.	70,425,843
Furniture and Fixtures.	8,298,148
Vehicles	824,215
Construction in Progress	<u>29,373,887</u>
Total	<u><u>\$ 114,853,275</u></u>

Investment in General Fixed Assets by Source

General Fund	\$ 9,773,082
Special Revenue Fund	142,738
Capital Projects Fund.	103,849,175
Donations.	515,170
Expendable Trust.	51,818
State Grant	472,798
Federal Grant.	<u>48,494</u>
Total Investment.	<u><u>\$ 114,853,275</u></u>

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

SCHEDULE OF GENERAL FIXED ASSETS BY FUNCTION AND ACTIVITY

AS OF JUNE 30, 2002

	<u>Land</u>	<u>Building and Improvements</u>	<u>Furniture and Fixtures</u>	<u>Vehicles</u>	<u>Construction in Progress</u>	<u>Total</u>
Instruction:						
Regular	\$ -	\$ -	\$ 2,665,107	\$ -	\$ -	\$ 2,665,107
Special	-	-	149,740	-	-	149,740
Vocational	-	-	36,280	-	-	36,280
Total Instruction	-	-	2,851,127	-	-	2,851,127
Support services:						
Pupil	-	-	1,996,709	-	-	1,996,709
Instructional staff	-	-	2,058,272	-	-	2,058,272
Administration	-	-	540,002	-	-	540,002
Fiscal	-	-	147,591	-	-	147,591
Business	-	-	11,742	-	-	11,742
Operations and maintenance	-	-	305,878	200,317	-	506,195
Pupil transportation	-	-	-	623,898	-	623,898
Central	5,931,182	70,425,843	1,220	-	-	76,358,245
Total Support services	5,931,182	70,425,843	5,061,414	824,215	-	82,242,654
Extracurricular activities	-	-	385,607	-	-	385,607
Facilities acquisition and construction.	-	-	-	-	29,373,887	29,373,887
Total	\$ 5,931,182	\$ 70,425,843	\$ 8,298,148	\$ 824,215	\$ 29,373,887	\$ 114,853,275

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS BY FUNCTION AND ACTIVITY

YEAR ENDED JUNE 30, 2002

	July 1, 2001	Transfer/ Additions	Transfer/ Disposals	June 30, 2002
Instruction:				
Regular	\$ 2,284,923	\$ 380,184	\$ -	\$ 2,665,107
Special	128,376	21,364	-	149,740
Vocational	31,104	5,176	-	36,280
Total Instruction	2,444,403	406,724	-	2,851,127
Support services:				
Pupil	1,711,872	284,837	-	1,996,709
Instructional staff	1,764,657	293,615	-	2,058,272
Administration	462,973	77,029	-	540,002
Fiscal	126,535	21,056	-	147,591
Business	10,069	1,673	-	11,742
Operations and maintenance	453,540	52,655	-	506,195
Pupil transportation	595,788	28,110	-	623,898
Central	70,611,608	5,746,637	-	76,358,245
Total Support services.	75,737,042	6,505,612	-	82,242,654
Extracurricular activities	330,597	55,010	-	385,607
Facilities acquisition and construction.	3,320,005	31,713,882	(5,660,000)	29,373,887
Total	\$ 81,832,047	\$ 38,681,228	\$ (5,660,000)	\$ 114,853,275

ACCOUNT GROUP

The general long-term obligations account group is used to account for unmatured long-term indebtedness that has not been identified as a specific fund liability of a proprietary or trust fund.

STATISTICAL SECTION

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

**GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION
LAST TEN FISCAL YEARS (1)**

Fiscal Year	Instructional Services	Support Services	Extra- Curricular	Community Service	Capital Outlay	Debt Service	Total
2002	\$ 32,849,937	\$ 21,558,916	\$ 1,462,045	\$ 33,495	\$ 30,524,600	\$ 8,335,984	\$ 94,764,977
2001	28,785,630	19,976,293	1,216,351	-	9,567,341	5,477,963	65,023,578
2000	26,001,640	17,263,484	1,069,351	-	13,757,167	5,501,561	63,593,203
1999	23,562,720	14,651,865	1,011,699	-	9,405,083	4,730,598	53,361,965
1998	21,798,435	13,540,272	913,641	-	1,541,281	3,742,816	41,536,445
1997	20,629,994	12,670,089	857,677	-	1,324,691	3,822,081	39,304,532
1996	19,331,636	11,432,993	827,807	-	6,152,121	3,818,498	41,563,055
1995	16,845,421	9,828,643	774,330	-	5,840,196	3,512,295	36,800,885
1994	14,266,917	8,443,494	719,141	-	2,223,730	3,180,982	28,834,264
1993	12,447,367	7,947,458	653,734	-	488,803	1,915,412	23,452,774

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

Source: Office of the Treasurer, Pickerington Local School District

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

GENERAL GOVERNMENTAL REVENUES BY SOURCE
LAST TEN FISCAL YEARS (1)

Fiscal Year	Taxes	State Sources	Federal Sources	Investment Earnings	Other	Total
2002	\$ 31,474,590	\$ 30,047,759	\$ 658,622	\$ 2,665,255	\$ 1,051,084	\$ 65,897,310
2001	28,046,408	24,540,717	425,510	2,066,816	1,020,596	56,100,047
2000	24,979,140	21,010,158	375,104	1,909,171	857,527	49,131,100
1999	23,846,464	19,323,948	295,891	1,726,777	820,252	46,013,332
1998	21,979,064	16,800,259	254,159	1,068,398	1,000,160	41,102,040
1997	21,955,759	16,153,319	199,435	827,983	729,523	39,866,019
1996	19,143,224	14,921,971	225,639	904,951	513,117	35,708,902
1995	17,897,669	12,703,436	210,830	1,103,249	486,031	32,401,215
1994	16,357,907	11,419,997	201,052	560,323	395,702	28,934,981
1993	14,992,266	10,653,905	209,568	276,983	396,490	26,529,212

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

Source: Office of the Treasurer, Pickerington Local School District

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

<u>Collection Year</u>	<u>Total Tax Levy</u>	<u>Current Tax Collections</u>	<u>% of Levy Collected</u>	<u>Delinquent Tax Collections</u>	<u>Total Tax Collections</u>	<u>% of Total Collection to Levy</u>
2001	\$ 20,108,420	\$ 19,042,755	94.70%	\$ 344,818	\$ 19,387,573	96.42%
2000	17,458,232	16,252,746	93.10%	346,782	16,599,528	95.08%
1999	15,908,509	15,520,135	97.56%	295,864	15,815,999	99.42%
1998	16,041,552	15,715,276	97.97%	237,458	15,952,734	99.45%
1997	14,117,113	13,133,013	93.03%	270,780	13,403,793	94.95%
1996	14,184,666	13,899,601	97.99%	201,453	14,101,054	99.41%
1995	12,013,922	11,841,365	98.56%	218,836	12,060,201	100.39%
1994	12,348,066	12,129,202	98.23%	284,144	12,413,346	100.53%
1993	12,319,858	12,104,482	98.25%	239,073	12,343,555	100.19%
1992	10,249,638	10,026,338	97.82%	321,808	10,348,146	100.96%

Note: Taxes are assessed and collected on a calendar year schedule, thus 1996 values are the basis for 1997 collections.

Source: Office of the County Auditor, Fairfield and Franklin Counties, Ohio

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**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

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

Collection Year	Real Property			Personal Property		
	Assessed Value	Estimated Actual Value	%	Assessed Value	Estimated Actual Value	%
2001	\$ 600,692,010	\$ 1,716,262,886	35%	\$ 14,257,107	\$ 57,028,428	25%
2000	575,447,180	1,644,134,800	35%	12,427,871	49,711,484	25%
1999	538,373,680	1,538,210,514	35%	11,148,964	44,595,856	25%
1998	484,725,380	1,384,929,657	35%	10,924,107	43,696,428	25%
1997	461,264,980	1,317,899,942	35%	9,414,757	37,659,028	25%
1996	437,973,500	1,251,352,857	35%	8,639,764	34,559,056	25%
1995	331,770,270	947,915,057	35%	8,640,594	34,562,376	25%
1994	313,156,710	894,733,457	35%	8,009,707	30,806,565	26%
1993	287,429,500	821,227,143	35%	8,056,283	29,838,085	27%
1992	263,568,690	753,053,400	35%	7,464,757	26,659,846	28%

Note: Taxes are assessed and collected on a calendar year schedule, thus 1997 values are the basis for 1998 collections.

Source: Office of the County Auditor, Fairfield and Franklin Counties, Ohio

Public Utility			Total		
Assessed Value	Estimated Actual Value	%	Assessed Value	Estimated Actual Value	
\$ 15,641,510	\$ 44,690,029	35%	\$ 630,590,627	\$ 1,817,981,343	
16,162,120	46,177,486	35%	604,037,171	1,740,023,770	
16,679,270	47,655,057	35%	566,201,914	1,630,461,427	
16,444,220	46,983,486	35%	512,093,707	1,475,609,571	
15,726,230	44,932,086	35%	486,405,967	1,400,491,056	
15,443,240	44,123,543	35%	462,056,504	1,330,035,456	
15,411,920	44,034,057	35%	355,822,784	1,026,511,490	
14,285,850	40,816,714	35%	335,452,267	966,356,736	
14,016,820	40,048,057	35%	309,502,603	891,113,285	
12,955,420	37,015,486	35%	283,988,867	816,728,732	

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

REAL PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN YEARS

VIOLET TOWNSHIP (36)
(PER \$1,000 OF ASSESSED VALUE - MAX RATE NOT EFFECTIVE)

Collection Year	Fairfield County	Violet Township	Eastland Joint Vocational School	Pickerington Local School District	Total
2001	7.05	9.80	2.00	70.30	89.15
2000	7.05	9.80	2.00	66.36	85.21
1999	7.05	10.05	2.00	66.36	85.46
1998	7.05	10.05	1.20	68.96	87.26
1997	7.05	10.05	1.20	65.00	83.30
1996	7.05	9.80	1.20	65.00	83.05
1995	7.05	7.20	1.20	66.76	82.21
1994	8.55	7.20	1.23	67.66	84.64
1993	8.55	7.85	1.24	66.21	83.85
1992	8.55	7.85	1.24	66.21	83.85

Source: Office of the Auditor, Fairfield County, Ohio

Note: The Pickerington Local School District consists of eight taxing districts:

Fairfield County

Table 5A, Violet Township
 Table 5B, Liberty Township
 Table 5C, Violet Township, City of Reynoldsburg
 Table 5D, Violet Township, City of Pickerington
 Table 5E, Violet Township, City of Columbus

Franklin County

Table 5F, Madison Township
 Table 5G, Madison Township, City of Pickerington
 Table 5H, City of Columbus

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

REAL PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN YEARS

LIBERTY TOWNSHIP (22)
(PER \$1,000 OF ASSESSED VALUE - MAX RATE NOT EFFECTIVE)

Collection Year	Fairfield County	Liberty Township	Eastland Joint Vocational School	Pickerington Local School District	Total
2001	7.05	7.57	2.00	70.30	86.92
2000	7.05	7.57	2.00	66.36	82.98
1999	7.05	7.57	2.00	66.36	82.98
1998	7.05	7.57	1.20	68.96	84.78
1997	7.05	7.57	1.20	65.00	80.82
1996	7.05	7.57	1.20	65.00	80.82
1995	7.05	7.57	1.20	66.76	82.58
1994	8.55	7.87	1.23	67.66	85.31
1993	8.55	7.87	1.24	66.21	83.87
1992	8.55	7.87	1.24	66.21	83.87

Source: Office of the Auditor, Fairfield County, Ohio

* This includes Liberty Basil Joint Fire District

Note: The Pickerington Local School District consists of eight taxing districts:

Fairfield County

Table 5A, Violet Township
 Table 5B, Liberty Township
 Table 5C, Violet Township, City of Reynoldsburg
 Table 5D, Violet Township, City of Pickerington
 Table 5E, Violet Township, City of Columbus

Franklin County

Table 5F, Madison Township
 Table 5G, Madison Township, City of Pickerington
 Table 5H, City of Columbus

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

REAL PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN YEARS

VIOLET TOWNSHIP - CITY OF REYNOLDSBURG (45)
(PER \$1,000 OF ASSESSED VALUE - MAX RATE NOT EFFECTIVE)

<u>Collection Year</u>	<u>Fairfield County</u>	<u>Violet Township</u>	<u>Eastland Joint Vocational School</u>	<u>Pickerington Local School District</u>	<u>City of Reynoldsburg</u>	<u>Total</u>
2001	7.05	8.30	2.00	70.30	0.76	88.41
2000	7.05	8.30	2.00	66.36	0.76	84.47
1999	7.05	8.55	2.00	66.36	0.77	84.73
1998	7.05	8.55	1.20	68.96	0.78	86.54
1997	7.05	8.55	1.20	65.00	0.79	82.59
1996	7.05	8.30	1.20	65.00	2.90	84.45
1995	7.05	5.70	1.20	66.76	2.91	83.62
1994	8.55	5.70	1.23	67.66	2.93	86.07
1993	8.55	6.35	1.24	66.21	2.94	85.29
1992	8.55	6.35	1.24	66.21	2.94	85.29

Source: Office of the Auditor, Fairfield County, Ohio

Note: The Pickerington Local School District consists of eight taxing districts:

Fairfield County

Table 5A, Violet Township
 Table 5B, Liberty Township
 Table 5C, Violet Township, City of Reynoldsburg
 Table 5D, Violet Township, City of Pickerington
 Table 5E, Violet Township, City of Columbus

Franklin County

Table 5F, Madison Township
 Table 5G, Madison Township, City of Pickerington
 Table 5H, City of Columbus

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

REAL PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN YEARS

VIOLET TOWNSHIP - CITY OF PICKERINGTON (41)
(PER \$1,000 OF ASSESSED VALUE - MAX RATE NOT EFFECTIVE)

<u>Collection Year</u>	<u>Fairfield County</u>	<u>Violet Township</u>	<u>Eastland Joint Vocational School</u>	<u>Pickerington Local School District</u>	<u>City of Pickerington</u>	<u>Total</u>
2001	7.05	8.30	2.00	70.30	7.80	95.45
2000	7.05	8.30	2.00	66.36	7.80	91.51
1999	7.05	8.55	2.00	66.36	7.80	91.76
1998	7.05	8.55	1.20	68.96	7.80	93.56
1997	7.05	8.55	1.20	65.00	7.80	89.60
1996	7.05	8.30	1.20	65.00	7.80	89.35
1995	7.05	5.70	1.20	66.76	7.80	88.51
1994	8.55	5.70	1.23	67.66	7.80	90.94
1993	8.55	6.35	1.24	66.21	7.80	90.15
1992	8.55	6.35	1.24	66.21	7.80	90.15

Source: Office of the Auditor, Fairfield County, Ohio

Note: The Pickerington Local School District consists of eight taxing districts:

Fairfield County

Table 5A, Violet Township
 Table 5B, Liberty Township
 Table 5C, Violet Township, City of Reynoldsburg
 Table 5D, Violet Township, City of Pickerington
 Table 5E, Violet Township, City of Columbus

Franklin County

Table 5F, Madison Township
 Table 5G, Madison Township, City of Pickerington
 Table 5H, City of Columbus

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

REAL PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN YEARS

CITY OF COLUMBUS (58)
(PER \$1,000 OF ASSESSED VALUE - MAX RATE NOT EFFECTIVE)

<u>Collection Year</u>	<u>Fairfield County</u>	<u>Violet Township</u>	<u>Eastland Joint Vocational School</u>	<u>Pickerington Local School District</u>	<u>City of Columbus</u>	<u>Total</u>
2001	7.05	-	2.00	70.30	2.90	82.25
2000	7.05	8.30	2.00	66.36	2.30	86.01
1999	7.05	8.55	2.00	66.36	2.30	86.26
1998	7.05	8.55	1.20	68.96	2.30	88.06
1997	7.05	8.55	1.20	65.00	2.30	84.10
1996	7.05	8.30	1.20	65.00	2.30	83.85
1995	7.05	5.70	1.20	66.76	2.30	83.01
1994	8.55	-	1.23	67.66	2.90	80.34
1993	8.55	-	1.24	66.21	2.90	78.90
1992	8.55	-	1.24	66.21	2.90	78.90

Source: Office of the Auditor, Fairfield County, Ohio

Note: The Pickerington Local School District consists of eight taxing districts:

Fairfield County

Table 5A, Violet Township
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 Table 5D, Violet Township, City of Pickerington
 Table 5E, Violet Township, City of Columbus

Franklin County

Table 5F, Madison Township
 Table 5G, Madison Township, City of Pickerington
 Table 5H, City of Columbus

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

REAL PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN YEARS

MADISON TOWNSHIP (183)
(PER \$1,000 OF ASSESSED VALUE - MAX RATE NOT EFFECTIVE)

<u>Collection Year</u>	<u>Franklin County</u>	<u>Madison Township</u>	<u>Eastland Joint Vocational School</u>	<u>Pickerington Local School District</u>	<u>Total</u>
2001	17.64	21.80	2.00	70.30	111.74
2000	17.64	21.80	2.00	66.36	107.80
1999	17.54	21.80	2.00	66.36	107.70
1998	15.22	21.80	1.20	68.96	107.18
1997	15.12	21.80	1.20	65.00	103.12
1996	14.57	21.80	1.20	65.00	102.57
1995	14.57	21.80	1.20	66.76	104.33
1994	14.57	21.80	1.23	67.66	105.26
1993	14.87	21.80	1.24	66.21	104.12
1992	12.42	18.80	1.24	66.21	98.67

Source: Office of the Auditor, Fairfield County, Ohio

Note: The Pickerington Local School District consists of eight taxing districts:

Fairfield County

Table 5A, Violet Township
 Table 5B, Liberty Township
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 Table 5D, Violet Township, City of Pickerington
 Table 5E, Violet Township, City of Columbus

Franklin County

Table 5F, Madison Township
 Table 5G, Madison Township, City of Pickerington
 Table 5H, City of Columbus

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

REAL PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN YEARS

MADISON TOWNSHIP - CITY OF PICKERINGTON (187)
(PER \$1,000 OF ASSESSED VALUE - MAX RATE NOT EFFECTIVE)

<u>Collection Year</u>	<u>Franklin County</u>	<u>Madison Township</u>	<u>Eastland Joint Vocational School</u>	<u>Pickerington Local School District</u>	<u>City of Pickerington</u>	<u>Total</u>
2001	17.64	21.20	2.00	70.30	7.80	118.94
2000	17.64	21.20	2.00	66.36	7.80	115.00
1999	17.54	21.20	2.00	66.36	7.80	114.90
1998	15.22	21.20	1.20	68.96	7.80	114.38
1997	15.12	21.20	1.20	65.00	7.80	110.32
1996	14.82	21.20	1.20	65.00	7.80	110.02
1995	14.57	21.20	1.20	66.76	7.80	111.53
1994	14.57	21.20	1.23	67.66	7.80	112.46
1993	14.87	21.20	1.24	66.21	7.80	111.32
1992	12.42	18.20	1.24	66.21	7.80	105.87

Source: Office of the Auditor, Fairfield County, Ohio

Note: The Pickerington Local School District consists of eight taxing districts:

Fairfield County

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Franklin County

Table 5F, Madison Township
 Table 5G, Madison Township, City of Pickerington
 Table 5H, City of Columbus

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

REAL PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN YEARS

CITY OF COLUMBUS (540)
(PER \$1,000 OF ASSESSED VALUE - MAX RATE NOT EFFECTIVE)

<u>Collection Year</u>	<u>Franklin County</u>	<u>City of Columbus</u>	<u>Eastland Joint Vocational School</u>	<u>Pickerington Local School District</u>	<u>Total</u>
2001	17.64	3.14	2.00	70.30	93.08
2000	17.64	3.14	2.00	66.36	89.14
1999	17.54	3.14	2.00	66.36	89.04
1998	15.22	3.14	1.20	68.96	88.52
1997	15.12	3.14	1.20	65.00	84.46
1996	14.82	3.14	1.20	65.00	84.16
1995	14.57	3.14	1.20	66.76	85.67
1994	14.57	3.14	1.23	67.66	86.60
1993	14.87	3.14	1.24	66.21	85.46
1992	12.42	3.14	1.24	66.21	83.01

Source: Office of the Auditor, Fairfield County, Ohio

Note: The Pickerington Local School District consists of eight taxing districts:

Fairfield County

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Franklin County

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 Table 5H, City of Columbus

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

**PRINCIPAL PROPERTY TAXPAYERS
2001 TAX YEAR COLLECTION YEAR 2002**

	<u>Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
Real Estate		
1. Brentwood Lake Inc.	6,888,220	0.92
2. AERC Turnberry Inc.	5,421,160	0.72
3. NOCA Apartments One Limited	5,165,830	0.69
4. Brooksedge at Tussing Inc.	4,438,590	0.59
5. Lakes Edge Partnership	3,926,830	0.52
6. Interstate Limited Partnership	3,924,860	0.52
7. Regency Centers LP	3,288,630	0.44
8. Pickerington Square LP	2,907,010	0.39
9. AERC Pendleton Inc.	2,859,040	0.38
10. Hill Road Plaza LLC	1,751,070	0.23
Tangible Personal Property		
1. Insight Communications	958,950	0.13
2. Sears	687,830	0.09
3. Kroger Company	686,270	0.09
4. Bed, Bath, and Beyond	488,190	0.07
5. Penn Traffic	420,360	0.06
6. Hook Superx	275,870	0.04
7. Barnes and Nobles	252,450	0.03
8. Southtown Corporation	236,030	0.03
9. American Kenda Rubber	229,720	0.03
10. Feecorp Environmental Services	228,470	0.03
All Others	<u>704,717,720</u>	<u>94.00</u>
Total Assessed Valuation as of 1st half of collection calendar 2002	<u>\$ 749,753,100</u>	<u>100.00</u>

Source: Office of the County Auditor, Fairfield and Franklin Counties, Ohio
(This is the most current information available)

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

COMPUTATION OF LEGAL DEBT MARGIN
JUNE 30, 2002

Assessed Valuation at of 1st half collection calendar 2002	\$ 749,753,100
Assessed Valuation adjusted for "Special Needs" district state (1)	1,682,827,147
<u>Voted Debt Margin</u>	
Bonded Debt Limit - 9% of Assessed Valuation as adjusted	151,454,443
Amount of Debt Applicable to Debt Limit (2)	125,757,015
Voted Debt Margin	25,697,428
<u>Unvoted Debt Margin</u>	
Bonded Debt Limit - .10% of Assessed Valuation	749,753
Amount of Debt Applicable to Debt Limit	-
Unvoted Debt Margin	749,753

(1) Section 133.06 of the Ohio Revised Code provides that the principal amount of both voted and unvoted general obligation debt of a school district, exclusive of exempt debt, may not exceed nine percent of the total value of all property in the school district as listed and assessed for taxation. The Ohio Revised Code further provides that when a board of education declares a resolution that the student population is not adequately served by existing facilities, and that insufficient capacity exists within the 9% limit to finance additional facilities, the State Department of Education may declare that district a "special needs" district. This permits the occurrence of additional debt based upon projected 10-year growth of the school district's assessed valuation. Pickerington Local School District was determined to be a "special needs" district on March 28, 1989 and reconfirmed October 5, 2000.

Source: Office of the County Auditor, Fairfield and Franklin Counties
School District Financial Records
Ohio Department of Education

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

**RATIO OF NET GENERAL BONDED DEBT
TO ASSESSED VALUE AND NET BONDED DEBT PER CAPITA**

LAST TEN FISCAL YEARS

<u>Tax Year</u>	<u>Estimated Population (1)</u>	<u>Assessed Value Real & Personal Property (2)</u>	<u>General Bonded Debt (3)</u>	<u>Ratio Bonded Debt to Assessed Value (%)</u>	<u>Net Bonded Debt Per Capita</u>
2001	35,065	\$ 749,753,100	\$ 125,757,015	16.77%	\$ 3,586
2000	34,044	631,751,307	47,964,335	7.59%	1,409
1999	28,457	604,037,171	50,799,627	8.41%	1,785
1998	27,628	566,201,914	53,459,627	9.44%	1,935
1997	26,566	512,093,707	31,439,627	6.14%	1,183
1996	25,545	486,405,967	33,314,627	6.85%	1,304
1995	24,445	462,056,504	35,134,627	7.60%	1,437
1994	23,392	355,822,784	36,899,627	10.37%	1,577
1993	22,330	335,452,267	38,319,627	11.42%	1,716
1992	21,308	309,502,603	26,144,627	8.45%	1,227

- Notes:
- (1) Population estimates for 1992 and 1993 prepared by the Fairfield County Regional Planning Commission. Other estimates are based on a conservative 3% per year adjustment. Estimates for 2000 are based on OMAC estimates.
 - (2) Assessed value is based on the 2000 tax year for the 2001 collection year.
 - (3) General bonded debt prepared by the Treasurer, Pickerington Local School District.

Source: Office of the Treasurer, Pickerington Local School District

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

**RATIO OF ANNUAL GENERAL OBLIGATION BONDED DEBT SERVICE EXPENDITURES
TO TOTAL GENERAL GOVERNMENTAL EXPENDITURES**

LAST TEN FISCAL YEARS

Fiscal Year	General Obligation Bonded Debt Service			Total General Governmental Expenditures	Ratio of General Obligation Bonded Debt Service to Total General Governmental Expenditures
	Principal	Interest	Total		
2001	\$ 2,460,000	\$ 4,427,987	\$ 6,887,987	\$ 94,764,977	0.0727
2000	2,835,000	2,456,464	5,291,464	65,223,578	0.0811
1999	2,660,000	2,581,297	5,241,297	63,593,203	0.0824
1998	1,980,000	2,055,048	4,035,048	53,361,965	0.0756
1997	1,875,000	1,691,906	3,566,906	41,525,445	0.0859
1996	1,820,000	1,772,853	3,592,853	39,304,532	0.0914
1995	1,765,000	1,851,236	3,616,236	41,563,055	0.0870
1994	1,420,000	1,920,612	3,340,612	36,800,885	0.0908
1993	1,425,000	1,314,118	2,739,118	28,834,264	0.0950
1992	390,000	1,310,989	1,700,989	23,452,774	0.0725

Source: Office of the Treasurer, Pickerington Local School District

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

COMPUTATION OF DIRECT AND OVERLAPPING DEBT
JUNE 30, 2002

Jurisdiction	General Obligation Debt	Amount Applicable to School District	Percent Applicable to School District
City of Columbus	\$ 906,595,000	\$ 9,156,610	1.01%
Fairfield County	16,041,480	4,852,548	30.25%
Franklin County	135,785,000	81,471	0.06%
City of Pickerington	7,453,250	7,452,505	99.99%
Pickerington Local School District	125,757,015	125,757,015	100.00%
City of Reynoldsburg	23,675,000	601,345	2.54%
Violet Township	<u>240,000</u>	<u>226,896</u>	94.54%
Total	<u>\$ 1,215,546,745</u>	<u>\$ 148,128,390</u>	12.19%

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

**DEMOGRAPHIC STATISTICS
ENROLLMENT DATA
LAST TEN YEARS**

<u>School Year</u>	<u>Enrollment K - 12</u>	<u>Enrollment Increase</u>	<u>Percent Increase</u>
2001-02	7,927	329	4.33%
2000-01	7,598	390	5.41%
1999-00	7,208	223	3.19%
1998-99	6,985	326	4.90%
1997-98	6,659	111	1.70%
1996-97	6,548	374	6.06%
1995-96	6,174	367	6.32%
1994-95	5,807	372	6.84%
1993-94	5,435	366	7.22%
1992-93	5,069	415	8.92%

Source: Office of the Treasurer, Pickerington Local School District

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

NEW CONSTRUCTION, BANK DEPOSITS, AND REAL PROPERTY VALUES
LAST TEN YEARS

Collection Year	New Construction (1)			Bank Deposits (2)	Real Property Values (1)		
	Agricultural/ Residential	Commercial/ Industrial	Total		Agricultural/ Residential	Commercial/ Industrial	Total
2001	\$ 17,383,430	\$ 4,911,230	\$ 22,294,660	\$ 209,089,000	\$ 516,106,820	\$ 85,727,270	\$ 601,834,090
2000	20,959,410	8,424,830	29,384,240	120,583,000	495,366,750	80,080,430	575,447,180
1999	16,107,730	3,926,520	20,034,250	71,837,695	468,340,490	70,033,190	538,373,680
1998	17,389,100	2,814,800	20,203,900	118,944,246	425,492,540	59,232,840	484,725,380
1997	19,921,110	1,913,400	21,834,510	103,412,650	405,558,390	55,816,590	461,374,980
1996	20,462,980	776,770	21,239,750	138,348,402	384,713,620	53,659,880	438,373,500
1995	16,162,740	503,120	16,665,860	147,690,629	287,975,500	43,794,770	331,770,270
1994	19,883,240	1,254,530	21,137,770	312,446,752	268,806,930	44,349,780	313,156,710
1993	12,849,315	5,812,060	18,661,375	294,761,087	244,389,340	43,040,160	287,429,500
1992	12,537,120	5,044,000	17,581,120	120,795,590	223,134,540	40,434,150	263,568,690

Sources: (1) Office of the County Auditor, Fairfield and Franklin Counties, Ohio
(2) All bank branches located in the Pickerington Local School District (that reported) 2001 information from FDIC

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY, OHIO**

MISCELLANEOUS STATISTICS

Enrollment - Fiscal Year 2002	7,927
Staff - Fiscal Year 2002	
Certified	554
Support Service	<u>205</u>
Total Staff	<u>759</u>
Education and Experience of Teaching Staff - 2001-02 School Year	
Bachelor's Degree	31.80%
Master's Degree	68.20%
0 - 10 Years Experience	52.40%
11 - 20 Years Experience	23.00%
21 - 30 Years Experience	24.60%
Average Years Experience	13.36
Cost per pupil - Fiscal Year 2001 (the last year for which information is available)	
Pickerington Local School District	\$ 6,854
State of Ohio Average	\$ 7,589

Source: School District Records

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**PICKERINGTON LOCAL
SCHOOL DISTRICT**

SUPPLEMENTAL REPORTS

FOR THE FISCAL YEAR ENDED
JUNE 30, 2002

**PICKERINGTON LOCAL SCHOOL DISTRICT
Supplemental Reports**

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INDEPENDENT AUDITORS' REPORT ON SUPPLEMENTARY SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Board of Education
Pickerington Local School District
779 Long Road
Pickerington, OH 43147

Our audit was performed for the purpose of forming an opinion on the general purpose financial statements of Pickerington Local School District as of and for the fiscal year ended June 30, 2002. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the 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 whole.

Trimble, Julian & Grube, Inc.
December 6, 2002

**PICKERINGTON LOCAL SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002**

FEDERAL GRANTOR/ SUB GRANTOR/ PROGRAM TITLE	CFDA NUMBER	PASS-THROUGH GRANT NUMBER	(D) CASH FEDERAL RECEIPTS	OTHER FEDERAL RECEIPTS	(D) CASH FEDERAL DISBURSEMENTS	OTHER FEDERAL DISBURSEMENTS
U.S. DEPARTMENT OF AGRICULTURE PASSED THROUGH THE OHIO DEPARTMENT OF EDUCATION:						
Nutrition Cluster:						
(A) (B) Food Distribution	10.550	N/A	\$ -	\$ 157,696	\$ -	\$ 142,941
(A) (C) School Breakfast Program	10.553	046896-05PU-2002	570		570	
(A) (C) National School Lunch	10.555	046896-LLP1-2001	8,175		8,175	
(A) (C) National School Lunch	10.555	046896-LLP4-2001	51,558		51,558	
(A) (C) National School Lunch	10.555	046896-LLP4-2002	167,805		167,805	
Total U.S. Department of Agriculture and Nutrition Cluster			<u>228,108</u>	<u>157,696</u>	<u>228,108</u>	<u>142,941</u>
U.S. DEPARTMENT OF EDUCATION PASSED THROUGH THE OHIO DEPARTMENT OF EDUCATION:						
Title I	84.010	046896-C1-S1 2002	<u>80,305</u>		<u>80,305</u>	
Title VI-B	84.027	046896-6B-SF 2002	<u>371,137</u>		<u>371,137</u>	
Safe and Drug-Free Schools	84.186	044453-DR-S1 2002	<u>29,053</u>		<u>29,053</u>	
Eisenhower Professional Development	84.281	046896-MS-S1 2001	1,000		1,000	
Eisenhower Professional Development	84.281	046896-MS-S1 2002	<u>20,954</u>		<u>1,610</u>	
Total Eisenhower Professional Development			<u>21,954</u>		<u>2,610</u>	
Innovative Educational Program Strategies	84.298	046896-C2-S1 2002	<u>38,285</u>		<u>38,285</u>	
Class Size Reduction	84.340	046896-CR-S1 2002	<u>65,083</u>		<u>64,900</u>	
School Renovation, IDEA and Technology	84.352A	046896-AT-S1-2002	<u>8,914</u>		<u>8,914</u>	
Total U.S. Department of Education			<u>614,731</u>		<u>595,204</u>	
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES PASSED THROUGH THE N/A:						
Transition Refugee Children	93.576	N/A	<u>1,000</u>		<u>733</u>	
Total Federal Financial Assistance			<u>\$ 843,839</u>	<u>\$ 157,696</u>	<u>\$ 824,045</u>	<u>\$ 142,941</u>

- (A) Included as part of "Nutrition Grant Cluster" in determining major programs.
 (B) The Food Distribution Program is a non-cash, in kind, federal grant. Commodities are valued at fair market prices.
 (C) Commingled with state and local revenue from sales of lunches; assumed expenditures were made on a first-in, first-out basis.
 (D) This schedule was prepared on the cash basis of accounting.

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Report on Compliance and on Internal Control Over Financial Reporting Based on an Audit of General Purpose Financial Statements Performed in Accordance With *Government Auditing Standards*

Board of Education
Pickerington Local School District
779 Long Road
Pickerington, OH 43147

We have audited the general purpose financial statements of Pickerington Local School District as of and for the fiscal year ended June 30, 2002, and have issued our report thereon dated December 6, 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 Pickerington Local School District's general purpose 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 the general purpose 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 a certain immaterial instance of noncompliance that we have reported to the management of Pickerington Local School District in a separate letter dated December 6, 2002.

Board of Education
Pickerington Local School District

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Pickerington Local School District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the general purpose 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 the management of Pickerington Local School District in a separate letter dated December 6, 2002.

This report is intended for the information and use of the management and Board of Education of Pickerington Local School District, 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.

Trimble, Julian & Grube, Inc.
December 6, 2002

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Report on Compliance With Requirements Applicable to Its Major Program and on Internal Control Over Compliance in Accordance With *OMB Circular A-133*

Board of Education
Pickerington Local School District
779 Long Road
Pickerington, OH 43147

Compliance

We have audited the compliance of Pickerington Local 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 its major federal program for the fiscal year ended June 30, 2002. Pickerington Local School District's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal program is the responsibility of Pickerington Local School District's management. Our responsibility is to express an opinion on Pickerington Local School District's compliance based on our audit.

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

Board of Education
Pickerington Local School District

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

Internal Control Over Compliance

The management of Pickerington Local School District is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered Pickerington Local 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.

This report is intended for the information of the management and Board of Education of Pickerington Local School District 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.

Trimble, Julian & Grube, Inc.
December 6, 2002

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY
JUNE 30, 2002**

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

1. SUMMARY OF AUDITOR'S RESULTS
--

<i>(d)(1)(i)</i>	<i>Type of Financial Statement Opinion</i>	Unqualified
<i>(d)(1)(ii)</i>	<i>Were there any material control weakness conditions reported at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(ii)</i>	<i>Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(iii)</i>	<i>Was there any reported non-compliance at the financial statement level (GAGAS)?</i>	No
<i>(d)(1)(iv)</i>	<i>Were there any material internal control weakness conditions reported for major federal programs?</i>	No
<i>(d)(1)(iv)</i>	<i>Were there any other reportable internal control weakness conditions reported for major federal programs?</i>	No
<i>(d)(1)(v)</i>	<i>Type of Major Programs' Compliance Opinion</i>	Unqualified
<i>(d)(1)(vi)</i>	<i>Are there any reportable findings under § .510?</i>	No

**PICKERINGTON LOCAL SCHOOL DISTRICT
FAIRFIELD COUNTY
JUNE 30, 2002**

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

1. SUMMARY OF AUDITOR'S RESULTS (Continued)

<i>(d)(1)(vii)</i>	<i>Major Program:</i>	Title VI-B; CFDA #84.027
<i>(d)(1)(viii)</i>	<i>Dollar Threshold: Type A/B Programs</i>	Type A: >\$300,000 Type B: all others
<i>(d)(1)(ix)</i>	<i>Low Risk Auditee?</i>	Yes

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

None.

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None.



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PICKERINGTON LOCAL SCHOOL DISTRICT

FARIFIELD 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**