

**FREMONT CITY SCHOOL DISTRICT
SANDUSKY COUNTY**

SINGLE AUDIT

FOR THE YEAR ENDED JUNE 30, 1999



JIM PETRO
AUDITOR OF STATE

STATE OF OHIO

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**SCHEDULE OF FEDERAL AWARDS EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 1999**

FEDERAL GRANTOR <i>Pass Through Grantor</i> Program Title	Federal CFDA Number	Grant Number	Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
UNITED STATES DEPARTMENT OF AGRICULTURE						
<i>Passed through the Ohio Department of Education</i>						
<i>Nutrition Cluster:</i>						
Food Distribution	10.550			\$121,955		\$122,165
National School Breakfast	10.553	05-PU-98	\$16,226		\$16,226	
		05-PU-99	36,568		36,568	
Total - National School Breakfast			<u>52,794</u>	<u>121,955</u>	<u>52,794</u>	<u>122,165</u>
National School Lunch	10.555	03-PU-98	22,766		22,766	
		03-PU-99	63,843		63,843	
		04-PU-98	97,803		97,803	
		04-PU-99	271,044		271,044	
Total - National School Lunch			<u>455,456</u>		<u>455,456</u>	
Total Department of Agriculture - Nutrition Cluster			<u>508,250</u>	<u>121,955</u>	<u>508,250</u>	<u>122,165</u>
UNITED STATES DEPARTMENT OF EDUCATION						
<i>Passed through the Ohio Department of Education</i>						
Handicapped Preschool and School Programs, Title VI-B	84.027	6B-SF-98P	99,304		110,771	
		6B-SF-99P	230,330		172,634	
Total - Special Education			<u>329,634</u>		<u>283,405</u>	
Title I	84.010	C1-S1-97C			20,305	
		C1-S1-98			108,864	
		C1-SD-98	236		236	
		C1-S1-98C	71,491		99,102	
		C1-S1-99	527,387		483,855	
		C1-SD-99	17,018		165	
Total - Chapter 1 / Title I			<u>616,132</u>		<u>712,527</u>	
Title I - Migrant Education Program	84.011	MG-S1-97C			18,905	
		MG-S1-98	69,554		90,773	
		MG-S1-98C	25,191		6,252	
		MG-S1-99	120,000		47,852	
Total - Title I - Migrant Education Program			<u>214,745</u>		<u>163,782</u>	
Innovative Educational Program Strategy	84.298	C2-S1-98			8,127	
		C2-S1-98C	5,344		3,125	
		C2-S1-99	27,078		22,899	
Total - Innovative Educational Program			<u>32,422</u>		<u>34,151</u>	
Eisenhower Professional Development	84.281	MS-S1-97			16,638	
		MS-S1-97C			13,652	
		MS-S1-98C	15,510		8,800	
		MS-S1-99	6,738		1,107	
Total - Eisenhower Professional Development			<u>22,248</u>		<u>40,197</u>	
Goals 2000 C.I.P. Grant	84.276	G2-S2-99	20,000		1,300	
E-Rate Grant Fund	84.XXX		49,055		14,751	
Total Department of Education			<u>1,284,236</u>		<u>1,250,113</u>	
UNITED STATES DEPARTMENT OF HEALTH AND HUMAN SERVICES						
<i>Passed through the Ohio Department of Education</i>						
Dependent Care Plan	93.673	DC-S1-99	10,000		8,436	
TOTAL FEDERAL ASSISTANCE			<u>\$1,802,486</u>	<u>\$121,955</u>	<u>\$1,766,799</u>	<u>\$122,165</u>

The notes to the schedule of federal awards expenditures are an integral part of this schedule.

**NOTES TO SCHEDULE OF FEDERAL AWARDS EXPENDITURES
JUNE 30, 1999**

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B - FOOD DISTRIBUTION

Non-monetary assistance, such as food received from the U.S. Department of Agriculture, is reported in the Schedule at the fair market value of the commodities received and consumed. Cash receipts from the U.S. Department of Agriculture are commingled with State grants. It is assumed federal monies are expended first. At June 30, 1999, the District had no significant food commodities in inventory.

NOTE C - MATCHING REQUIREMENTS

Certain federal programs require that the District contribute non-Federal funds (matching funds) to support the Federally-funded programs. The District has complied with the matching requirements. The expenditure of non-Federal matching funds is not included on the Schedule.



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

One Government Center
Room 1420
Toledo, Ohio 43604-2246
Telephone 419-245-2811
800-443-9276
Facsimile 419-245-2484
www.auditor.state.oh.us

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

Fremont City School District
Sandusky County
1220 Cedar Street
Fremont, Ohio 43420-1156

To the Board of Education:

We have audited the financial statements of the Fremont City School District, Sandusky County, (the District) as of and for the year ended June 30, 1999, and have issued our report thereon dated December 20, 1999. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*. However, we noted certain immaterial instances of noncompliance that we have reported to the management of the District in a separate letter dated December 20, 1999.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that do not require inclusion in this report, that we have reported to management of the District in a separate letter dated December 20, 1999.

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

Jim Petro
Auditor of State

December 20, 1999



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

One Government Center
Room 1420
Toledo, Ohio 43604-2246
Telephone 419-245-2811
800-443-9276
Facsimile 419-245-2484
www.auditor.state.oh.us

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

Fremont City School District
Sandusky County
1220 Cedar Street
Fremont, Ohio 43420-1156

To the Board of Education:

Compliance

We have audited the compliance of the Fremont City School District, Sandusky County, (the District) with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement* that are applicable to its major federal program for the year ended June 30, 1999. The 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 the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

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

In our opinion, the District complied, in all material respects, with the requirements referred to above that are applicable its major federal program for the year ended June 30, 1999.

Internal Control Over Compliance

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

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

Schedule of Federal Awards Expenditures

We have audited the general-purpose financial statements of the Fremont City School District as of and for the year ended June 30, 1999, and have issued our report thereon dated December 20, 1999. Our audit was performed for the purpose of forming an opinion on the general-purpose financial statements taken as a whole. The accompanying schedule of federal awards expenditures is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the general-purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general-purpose financial statements taken as a whole.

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

Jim Petro
Auditor of State

December 20, 1999

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
JUNE 30, 1999**

1. SUMMARY OF AUDITOR'S RESULTS

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

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

None.

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None.

FREMONT CITY SCHOOL DISTRICT

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Issued by: Fremont Board
of Education
Fremont, Ohio

John J. Rhodes, Board President

Cynthia Anderson Wise, Board Vice President

Daniel W. Lease, Board Member

Stanley P. Root, Jr., Board Member

Charles F. Schwochow, Board Member



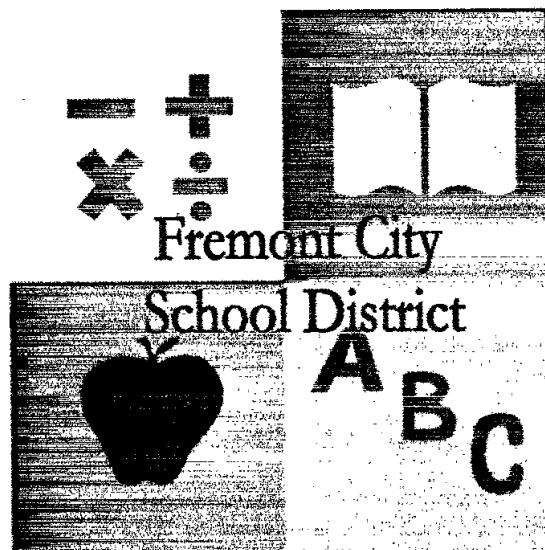
Matt A. Feasel, Treasurer/
Director of Business Affairs

Donald G. King,
Superintendent of Schools

FOR FISCAL YEAR ENDED

JUNE 30, 1999

INTRODUCTION SECTION



Comprehensive Annual Financial Report Fiscal Year 1999

Fremont City School District
Fremont, Ohio

Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 1999

Issued by:
Fremont City School District
Treasurer's Office

Matt A. Feasel
Treasurer

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Fremont City School District
 Comprehensive Annual Financial Report
 For the Fiscal Year Ended June 30, 1999
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Fremont City Schools

1220 CEDAR ST. • SUITE A • FREMONT, OHIO 43420-1156
TELEPHONE (419) 332-6454
FAX (419) 334-5454

Superintendent of Schools
DONALD G. KING

Board of Education

DANIEL W. LEASE
JOHN J. RHODES
STANLEY P. ROOT, JR.
CHARLES F. SCHWOCHOW
CYNTHIA ANDERSON WISE

Treasurer

MATT A. FEASEL



December 20, 1999

Board of Education
Fremont City School District

The Comprehensive Annual Financial Report (CAFR) for the Fremont City School District is hereby submitted. This report provides full disclosure of the financial operation of the School District for the fiscal year ended June 30, 1999. This CAFR, which includes an opinion from the Auditor of State, conforms to generally accepted accounting principles as applicable to governmental entities. Responsibility for both the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the School District. This report will provide the taxpayers of the Fremont City School District with comprehensive financial data in a format which will enable them to gain an understanding of the School District's financial affairs. Copies will be made available to the Chamber of Commerce, major taxpayers, the Birchard Public Library, financial rating services, banking institutions, and other interested parties.

The CAFR is composed of three distinct sections. The Introduction Section includes the table of contents, letter of transmittal, Certificates of Achievement and Excellence, list of principal officials, and an organizational chart. The Financial Section includes the report of independent accountants, general purpose financial statements and explanatory notes, and combining and individual fund and account group statements and schedules. The Statistical Section includes various tables reflecting social and economic data, financial trends, and fiscal capacity of the School District.

SCHOOL DISTRICT ORGANIZATION

The Reverend Joseph Badger, an Indian Missionary and teacher, often stopped in Fremont on his travels. Teaching on his visits, he encouraged the settlers, consisting of about twenty families, to build a schoolhouse. This area was then known as Lower Sandusky, later named Fremont in 1849 for John C. Fremont, a well-known explorer, soldier, and political leader in the 1800's.

The first schoolhouse was built in 1816 a few rods west of Fort Stephenson and consisted of rough, unhewn logs with oiled-paper windows and primitive seats, which were actually benches made from hewn timbers held on posts driven into the ground. This school was replaced on the same site in 1817 by a more substantial building of hewn logs, with glass windowpanes, a row of desks around the walls, and a fireplace in the front. When the second log schoolhouse burned in 1834, a rough stone building was erected on the same location.

In January 1850, the citizens of Fremont took preliminary steps toward organizing the school according to the graded or union school plan under the state law of 1849. The question of organization was submitted to a vote of the people and was carried by a majority of forty-four in a total of two hundred eighteen votes. Jess Homestead, the Reverend H. Lang, Homer Everett, J. B. G. Downs, Horace E. Clark, D. Capper, and J. H. Hafford were elected members of the first Board of Education. Horace E. Clark, a former teacher and county auditor, served as the first superintendent in 1853.

Riley Center School, a one-room school located east of Fremont on County Road 232 in Riley Township, was the oldest school in that district, having been built prior to 1833. The last one-room school in Sandusky County was replaced on the same site with the Riley Centralized School in 1950. This latter school became part of the Fremont City School system in 1967.

Washington Township Elementary School in Lindsey was built in 1929 with an addition in 1955. It became part of the Fremont City School system in 1968.

According to information furnished by the Boards of Education, the one-room schools in Ballville and Rice Townships were closed in 1946. At that time, Rice Township and the students in the northwestern section of Ballville Township became a part of the Fremont City School system.

Statutorily, the School District operates under standards prescribed by the Ohio State Board of Education as provided in division (D) of section 3301.07 of the Ohio Revised Code for the purpose of providing educational services authorized by charter and further mandated by state and/or federal agencies.

A five member Board of Education serves as the taxing authority, contracting body, and policy maker for the School District. The Board adopts the annual operating budget and approves all expenditures of School District monies.

The Superintendent is the chief administrative officer of the School District, responsible for both education and support operations. The Treasurer is the chief fiscal officer of the School District, responsible for maintaining records of all financial matters, issuing checks in payment of liabilities incurred by the School District, and investing idle funds as specified by Ohio law.

REPORTING ENTITY AND SERVICES PROVIDED

The Fremont City School District's financial report is composed solely of the primary government; there are no component units. The primary government consists of all funds, departments, boards, and agencies that are not legally separate from the School District. For Fremont City School District, this includes general operations, food service, preschool, and student related activities of the School District.

MAJOR INITIATIVES

The 5-Year Continuous Improvement Plan (CIP) developed by district administrators in August of 1999, and subsequently approved by the Fremont Board of Education, embodies the major initiatives, both current and planned for the Fremont City School District. In addition to the district-wide plan, each of the School District's nine schools will be creating their own CIPs modeled from the School District framework with input from parents, teachers, and students. The School District's CIP identifies the following targeted components:

Teaching and Learning – improve student achievement for all students; increase state test scores by 25 percent annually; improve teaching methodologies in all curricular areas.

Assessment – authentic assessment will improve the measuring of student academic performance.

Student Services – evaluation and increased student participation in student services programs will enhance student readiness for learning.

Professional Development – 100 percent of the School District’s instructional staff will participate in inservice programs focused on teaching, learning, and assessment.

Facilities/School Environments - 100 percent of the 5-year permanent improvement priority list will be achieved resulting in enhanced learning environments for children.

Organization/Governance – all School District committees will develop a purpose statement to help evaluate the effectiveness of decision making that contributes to better student performance.

Family, Business, and Community – each school will develop a public relations plan that will focus on improving student learning; the School District will collaborate with parents and the community to maximize partnerships for educational opportunities for all students.

ECONOMIC CONDITION AND OUTLOOK

The most recent positive economic news for Fremont and the surrounding area was the H.J. Heinz Company’s announcement of a pending major expansion which will add approximately 250 jobs and make the Fremont ketchup plant the biggest in the world. In addition, the new Sandusky County Regional Airport opened on July 10, 1999.

Following is a list of 1999 business expansions, 1999 new businesses, and 1999 announced projects which in total, appear to bode extremely well for Fremont and the surrounding area, including a total of at least 650 new jobs and capital investments of \$192,000,000 or more.

EXPANSIONS

Tower Automotive Products Co.
K & W Distributing Co.
Whirlpool Corporation
Precision Automotive
Polychem Corporation
FSI – Fultz & Son
Let’s Celebrate
Country Springs Co-op
Wichita Restaurant-formerly JR’s
H.J. Heniz Company
Erie Islands & Commodore Travel
Sports Express
McDonald’s
Spader Freight Services
Rite-Aid Pharmacy
Young’s Mobile Home Park
I.M. Chuckles
Robert Apling & Associates
The Freeman Company
Gift Baskets & Bouquets
Bethesda Care Center

NEW BUSINESSES

Rite-Aid Pharmacy
Fremont Banking Center
KF-3
Family Dollar Store
The Pharm
Our Town’s Brewin’
Personal Pagers Plus
Old Fort Banking
Track Action
Toys 4 Trucks
Big D’s Varsity Barber Shop
First American Cash Advance
New Experiences Scuba Center
Advance Plumbing & Heating
The Apple Dumpling Restaurant
The House of Donuts
Aaron’s Plus Rental Store
Premiere Home Inspection
Sports Supplement Warehouse
Industrial Image
J. Patrick O’Flaherty’s
Red Roof Inn
Burger King
Arthur Treacher’s
Dairy Mart
Burkin Enterprise

ANNOUNCED PROJECTS

Spicer Distribution Service
Tower Automotive Products Co.
The Freeman Company
E-Z Color Corporation
Predator Trucking
APAC Customer Service

FINANCIAL INFORMATION

The School District's records are maintained on a cash basis for all fund types. Prior to year end closing, adjusting entries were prepared for the various funds to convert the cash basis records to the modified accrual basis for all governmental fund types, expendable trust and agency funds, and the accrual basis for the proprietary fund types and nonexpendable trust fund. The modified accrual basis of accounting requires that revenues be recognized when they are both measurable and available. Expenditures, other than interest and principal on long-term debt, are generally recorded when the related fund liability is incurred. The accrual basis of accounting recognizes revenues when earned and expenses when incurred.

Internal Accounting and Budgetary Control

In developing the School District's accounting system, much consideration was given to the adequacy of internal accounting controls. Internal accounting controls are designed 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 is based on the assumption that the cost of internal accounting controls should not exceed the benefits expected to be derived from their implementation.

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

At the beginning of each fiscal year, the Board of Education adopts either a temporary appropriation measure or a permanent appropriation measure for that fiscal year. If a temporary appropriation measure is adopted first, the permanent appropriation measure must be adopted once the County Auditor has completed the tax duplicate for the upcoming calendar year.

Annual appropriations may not exceed the County Budget Commission's official certificate of estimated resources. The County Auditor must certify that the Board of Education's appropriation measure, including any supplements or amendments, does not exceed the amounts set forth in the latest of those official estimates.

All disbursements and transfers of cash between funds require appropriation authority from the Board of Education. Budgets are controlled at the object level within a function and fund. All purchase order requests must be approved by the individual program managers and Superintendent, and certified by the Treasurer; necessary funds are then encumbered and purchase orders released to vendors.

The accounting system used by the School District provides interim financial reports, which detail year-to-date expenditures and encumbrances versus the original appropriation plus any additional appropriations made to date. In addition to interim financial statements, each program manager is furnished monthly reports showing the status of the budget accounts for which he or she is responsible. Each program manager may request additional reports during the month when necessary.

As an additional safeguard, all employees involved with receiving and depositing funds are covered by a blanket bond, and certain individuals in policy-making roles are covered by separate, higher bonds.

The basis of accounting and the various funds and account groups utilized by Fremont City School District are fully described in the notes to the general purpose financial statements. Additional information on the School District's budgetary accounts may also be found in the notes to the general purpose financial statements.

General Fund Functions

General fund revenues, percent of total, increases and decreases from fiscal year 1998, and percent of increase (decrease) from fiscal year 1998 are summarized in the following schedule.

Revenues	1998	1999	Percent of Total	Increase (Decrease)	Percent of Increase (Decrease)
Property Taxes	\$10,598,755	\$11,517,755	42.56%	\$919,000	8.67%
Income Taxes	3,239,876	3,560,107	13.16	320,231	9.88
Intergovernmental	10,575,619	11,575,334	42.77	999,715	9.45
Interest	255,957	218,555	0.80	(37,402)	(14.61)
Tuition	37,605	34,730	0.13	(2,875)	(7.65)
Rent	8,870	44,711	0.17	35,841	404.07
Gifts and Donations	0	67,355	0.25	67,355	100.00
Miscellaneous	326,086	42,849	0.16	(283,237)	(86.86)
Total Revenues	<u>\$25,042,768</u>	<u>\$27,061,396</u>	<u>100.00%</u>	<u>\$2,018,628</u>	

Although School District revenues remained relatively consistent with the prior fiscal year, the financial future of the Fremont City School District continues to move toward a brighter and promising future. Locally, property values continue to rise, with a number of construction projects taking place throughout the School District. A number of local businesses have already completed major renovations or expansions, with a number of others already announcing major projects. Tax abatement was common terminology used throughout this past year. Negotiations took place with the H.J. Heinz Company for a 400,000 plus square foot addition to their existing facility.

The public was very kind to the students of the Fremont City School District throughout the past year. Two funding issues were placed before the local voters and both received sound approval. The School District's three-fourths of one percent income tax was renewed for an additional five years in May of 1998 by a fifty-three to forty-seven percent approval rating. Collection on this renewed assessment began on January 1, 1999. It is conservatively estimated that proceeds from this levy will generate approximately 3.3 million dollars annually for School District operations.

The voters were asked once again, in May of 1999, to consider a five year two-mill property tax levy for meeting the permanent improvement needs throughout the School District. This issue was approved with fifty-four percent of those turning out to vote giving it a "thumbs up". This is the first permanent improvement levy ever in the history of the School District. The estimated 1.0 million dollars generated annually from this levy will be designated for permanent improvement projects with minimal useful life expectancy of at least five years.

Within a year's period of time, voters of this School District pledged more than twenty one and a half million dollars to not only assure that the quality of educational programs be continued, but to insure their sons/daughters' safety in the aging facilities.

General fund expenditures are summarized by major function as follows:

Expenditures	1998	1999	Percent of Total	Increase (Decrease)	Percent of Increase (Decrease)
Instruction:					
Regular	\$13,324,572	\$14,058,827	52.26%	\$734,255	5.51%
Special	1,792,901	2,326,883	8.65	533,982	29.78
Vocational	178,214	188,199	0.70	9,985	5.60
Adult/Continuing	10	0	0	(10)	(100.00)
Other	54,584	430,825	1.60	376,241	689.29
Support Services:					
Pupils	1,350,761	1,699,719	6.32	348,958	25.83
Instructional Staff	623,991	811,347	3.02	187,356	30.03
Board of Education	50,653	56,682	0.21	6,029	11.90
Administration	2,173,787	2,237,206	8.32	63,419	2.92
Fiscal	505,937	600,951	2.23	95,014	18.78
Business	84,678	80,556	0.30	(4,122)	(4.87)
Operation and Maintenance of Plant	2,130,218	2,407,608	8.95	277,390	13.02
Pupil Transportation	1,305,644	1,323,320	4.92	17,676	1.35
Central	73,363	111,751	0.41	38,388	52.33
Non-Instructional Services	13,742	12,960	0.05	(782)	(5.69)
Extracurricular Activities	399,458	445,970	1.66	46,512	11.64
Capital Outlay	479,907	107,383	0.40	(372,524)	(77.62)
Total Expenditures	\$24,542,420	\$26,900,187	100.00%	\$2,357,766	

School District expenditures, like revenues, remained consistent with the prior fiscal year. Expenditures are structured for continuous improvements of educational opportunities for the students of Fremont City School District, the main objective of the administrators and the Board of Education. Instruction continues to be the primary focus of the Fremont City School District's finances, therefore over 60 percent of the budget is attributable to classroom instruction.

Technology continued to be a very vital part of this past years instructional efforts. A state-of-the-art industrial tech lab was installed during the summer. This coincides with the industrial technology investment made a couple of years ago at the Fremont Middle School. Through the help of some state funding, the School District was able to install our first Video Distance Learning Lab at Ross High School. Through the use of video technology, the School District is capable of visually transmitting information over the internet. We are able to share some of our advanced math classes with students from other School Districts.

Current and future School District expenditures are also focused on capital improvements. With the passage of the two-mill permanent improvement levy, the School District's Buildings and Grounds Committee reviewed various projects throughout the School District that were included on the permanent improvement priority list. Safety was the primary rationale for determining the various district-wide needs. Roof replacements, masonry restorations, general building renovations, classroom furniture replacement, and bus replacement are just a few areas that are being funded by revenue generated from this property tax. As a result, this relieves pressure from an already strained budget and should allow the School District to establish a more stable financial picture.

Financial Highlights - General Fund

The General Fund fund balance at June 30, 1999, was \$1,916,652. Controlled spending and continued growth of various revenue sources have been the main factors attributing to the School District remaining in acceptable financial status.

The Administration and Board of Education will continue to study the financial needs of the School District and will continue to manage a financially restrictive budget to provide the highest quality of education possible for the students of Fremont City School District. The Administration will continue to monitor revenue and expenditure levels in accordance with the School District's projected spending plan. The future financial picture of the School District ultimately lies with the students, parents, and members of the community of the Fremont City School District.

Financial Highlights - Enterprise Funds

Food Service and Uniform School Supplies are classified as enterprise operations since they resemble those activities found in private industry; management periodically desires to determine the amount of profit/loss resulting from operations that are significantly financed from user fees. In total, the enterprise funds had a net loss of \$39,263 for the fiscal year ended June 30, 1999. The operating revenues were \$688,475, compared to total revenues of \$1,370,599; thus, reliance on outside support (federal funding of the National School Breakfast and Lunch Program and Government Donated Commodities) is apparent.

Financial Highlights - Internal Service Fund

The School District implemented a self funded employee insurance program on July 1, 1996. The retained earnings deficit at June 30, 1999, was \$379,795, and was the result of claims expenses in excess of the premiums charged for the payment of those claims in fiscal year 1999. The School District employed United Medical Resources of Cincinnati, Ohio to act as the School District's third party administrator. It is the desire of the Administration that these measures provide the employees with an efficient benefit plan while at the same time be financially responsible to the residents of the School District. The School District is currently reviewing the fund to determine whether an increase in premiums is needed.

Financial Highlights - Trust and Agency Funds

The trust funds carried on the financial records of the School District relate to loan and scholarship funds. The School District also functions as fiscal agent for student activity funds.

General Fixed Assets

The general fixed assets of Fremont City School District are used to carry on the main education and support functions of the School District and are not financial resources available for expenditure. The total general fixed assets at June 30, 1999, were \$21,288,874. Such assets are accounted for at estimated historical cost, or purchase price if purchased on or after November 1, 1988. Depreciation is not recognized on general fixed assets.

Debt Administration

At June 30, 1999, the School District's only outstanding debt was energy conservation notes, in the amount of \$1,221,561. During the 1999 fiscal year, principal, in the amount of \$53,083, was retired. This general obligation debt is backed by the full faith and credit of the School District and will be fully retired by fiscal year 2004.

The ratio of general obligation bonded debt to assessed value was zero percent as of June 30, 1999. The legal debt restriction in the State of Ohio is a limit of 9 percent on the net assessed value of the School District. As of June 30, 1999, the overall debt margin was \$44,918,275 with an unvoted debt margin of \$499,092.

CASH MANAGEMENT

The Board of Education has an aggressive cash management program which consists of expediting the receipt of revenues and prudently depositing and investing available cash. The School District's deposits are insured by the Federal Deposit Insurance Corporation or collateralized by securities held by the bank as required by State statutes. The total amount of interest earned during fiscal year 1999 was \$224,486, with \$218,555 being credited to the General Fund. The cash management program is particularly successful because of access to daily balances which enables the Board to maintain minimum balance accounts and invest to the maximum extent.

RISK MANAGEMENT

The School District constantly faces the risk of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The School District shifts all or a portion of the burden of such losses by entering into contracts with various insurance companies.

The Indiana Insurance Company provides building and contents, inland marine, boiler and machinery, crime, and automobile liability insurance. All employees are covered under a School District liability policy with Nationwide Insurance. The limits of liability are \$2 million for each occurrence and \$5 million in aggregate.

The Superintendent and the President of the Board are covered with performance bonds from the Nationwide Insurance Company, in the amount of \$20,000 each. The School District Treasurer is covered with a performance bond from the Nationwide Insurance Company, in the amount of \$50,000.

INDEPENDENT AUDIT

Provisions of State statute require that the School District's financial statements be subjected to an annual examination by an independent auditor. Those provisions have been satisfied, and the opinion of the Auditor of State's office is included herein.

Pursuant to statute, the State prescribes a uniform accounting system to standardize accounting classification and financial reporting for all units of local education in Ohio. The School District adopted and has been in conformance with that system effective with its annual financial report for the 1979 calendar year.

AWARDS

Government Financial Officers Association Certificate of Achievement for Excellence in Financial Reporting

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Fremont City School District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 1998. 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 reports must satisfy both generally accepted accounting principles and applicable legal requirements.

We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting this report to the GFOA.

Association of School Business Officials Certificate of Excellence in Financial Reporting

The Association of School Business Officials (ASBO) awarded a Certificate of Excellence in Financial Reporting to the Fremont City School District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 1998.

In order to be awarded a Certificate of Excellence, a Comprehensive Annual Financial Report must conform to the principles and standards of financial reporting as adopted by ASBO. This award is granted only after an extensive review of the report by a panel of certified public accountants and practicing school business officials.

We believe our current report continues to conform to the Certificate of Excellence program standards, and we are submitting this report to the ASBO.

ACKNOWLEDGMENTS


The publication of this Comprehensive Annual Financial Report for the School District is a major step in reinforcing the accountability of the School District to the taxpayers of the community.

We wish to express appreciation to the members of the Fremont Board of Education for supporting us in this endeavor and to the staff of the Treasurer's office and various administrators and employees of the Fremont City School District who contributed their time and effort to complete this project.

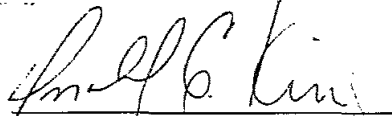
A note of appreciation is extended to the Local Government Services Division of the Ohio Auditor of State's office for their assistance in the preparation of this CAFR.

And, as always, a special thank you is given to the taxpayers and voters who demonstrate their continuing faith in public education and in the Fremont City School District.

Respectfully Submitted,



Matt A. Feasel, Treasurer



Donald G. King, Superintendent

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Fremont City School
District, Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 1998

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.



Cary Brubaker
President

Jeffrey L. Esser
Executive Director

**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

FREMONT CITY SCHOOL DISTRICT

For its Comprehensive Annual Financial Report (CAFR)

For the Fiscal Year Ended June 30, 1998

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

Glen A. Kuehn

President

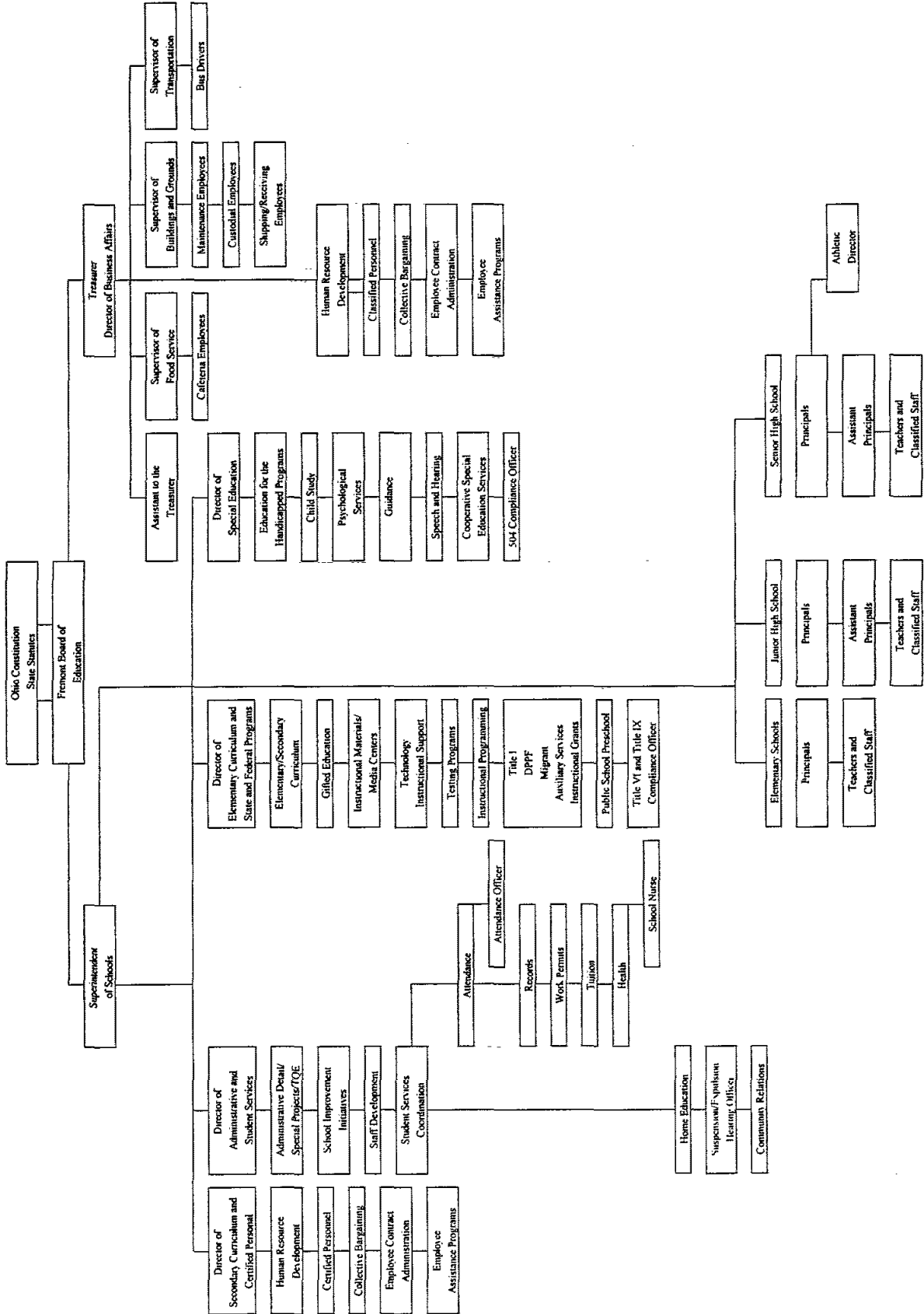
Don F. Harper

Executive Director

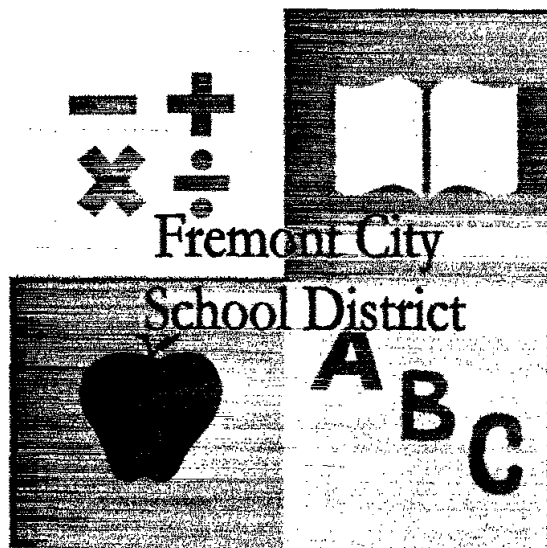
Fremont City School District
List of Principal Officials

John J. Rhodes	Board Member, President
Cynthia Anderson Wise	Board Member, Vice President
Daniel W. Lease	Board Member
Stanley P. Root, Jr.	Board Member
Charles F. Schwochow	Board Member
Matt A. Feasel	Treasurer/Director of Business Affairs
Donald G. King	Superintendent
David B. Brickner	Director of Administrative and Student Services
Diane S. Kershaw	Director of Secondary Curriculum and Certified Staff
Alex T. Gorobetz	Director of Special Education

Fremont City School District
Organizational Chart



FINANCIAL SECTION



Comprehensive Annual Financial Report Fiscal Year 1999



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

One Government Center
Room 1420
Toledo, Ohio 43604-2246
Telephone 419-245-2811
800-443-9276
Facsimile 419-245-2484
www.auditor.state.oh.us

REPORT OF INDEPENDENT ACCOUNTANTS

Fremont City School District
Sandusky County
1220 Cedar Street
Fremont, Ohio 43420-1156

To the Board of Education:

We have audited the accompanying general-purpose financial statements of the Fremont City School District, Sandusky County, (the District) as of and for the year ended June 30, 1999, as listed in the table of contents. These general-purpose financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these general-purpose financial statements based on our audit.

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

In our opinion, the general-purpose financial statements referred to above present fairly, in all material respects, the financial position of the District as of June 30, 1999, and the results of its operations and the cash flows of its proprietary fund types and nonexpendable trust fund for the year then ended in conformity with generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 20, 1999 on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

Our audit was performed for the purpose of forming an opinion on the general-purpose financial statements of the District, taken as a whole. The combining and individual fund and account group financial statements and schedules listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the general-purpose financial statements. 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 presented, in all material respects, in relation to the general-purpose financial statements taken as a whole.

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

A handwritten signature in black ink, appearing to read "Jim Petro", written in a cursive style.

Jim Petro
Auditor of State

December 20, 1999

GENERAL PURPOSE FINANCIAL STATEMENTS

The following general purpose financial statements, along with the notes to the general purpose financial statements, present an overview of the School District's financial position at June 30, 1999, and the results of operations and cash flows of its proprietary fund types and nonexpendable trust fund for the fiscal year then ended.

Fremont City School District
 Combined Balance Sheet
 All Fund Types and Account Groups
 June 30, 1999

	Governmental Fund Types		
	General	Special Revenue	Capital Projects
<u>Assets and Other Debits:</u>			
<u>Assets:</u>			
Equity in Pooled Cash and			
Cash Equivalents	\$651,565	\$608,572	\$135,238
Investments	0	0	0
Receivables:			
Property Taxes	10,890,540	0	0
Income Taxes	1,267,569	0	0
Accounts	12,002	397	0
Intergovernmental	3,683	57,300	16,080
Accrued Interest	528	0	0
Interfund	15,695	0	0
Notes	0	0	0
Judgements	0	0	0
Due from Other Funds	447	0	0
Prepaid Items	28,379	203	0
Inventory Held for Resale	0	0	0
Materials and Supplies Inventory	70,840	0	0
Restricted Assets:			
Equity in Pooled Cash and			
Cash Equivalents	372,302	0	0
Fixed Assets (net, where applicable, of accumulated depreciation)	0	0	0
<u>Other Debits:</u>			
Amount to be Provided from			
General Governmental Resources	0	0	0
Total Assets and Other Debits	\$13,313,550	\$666,472	\$151,318

Proprietary Fund Types		Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)
Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Obligations	
\$94,289	\$184,549	\$94,818	\$0	\$0	\$1,769,031
0	0	92,000	0	0	92,000
0	0	0	0	0	10,890,540
0	0	0	0	0	1,267,569
13,080	0	0	0	0	25,479
87,732	0	0	0	0	164,795
0	0	239	0	0	767
0	0	0	0	0	15,695
0	0	4,373	0	0	4,373
0	0	4,223	0	0	4,223
0	0	0	0	0	447
452	0	0	0	0	29,034
23,656	0	0	0	0	23,656
0	0	0	0	0	70,840
0	0	0	0	0	372,302
143,097	0	0	21,288,874	0	21,431,971
0	0	0	0	5,229,906	5,229,906
<u>\$362,306</u>	<u>\$184,549</u>	<u>\$195,653</u>	<u>\$21,288,874</u>	<u>\$5,229,906</u>	<u>\$41,392,628</u>

(continued)

Fremont City School District
 Combined Balance Sheet
 All Fund Types and Account Groups
 June 30, 1999
 (continued)

	Governmental Fund Types		
	General	Special Revenue	Capital Projects
<u>Liabilities, Fund Equity, and Other Credits:</u>			
<u>Liabilities:</u>			
Accounts Payable	\$34,184	\$5,861	\$0
Accrued Wages and Benefits	2,093,017	134,564	0
Compensated Absences Payable	249,352	1,220	0
Intergovernmental Payable	584,536	53,641	0
Interfund Payable	0	14	0
Due to Other Funds	0	159	0
Deferred Revenue	8,435,810	350	0
Claims Payable	0	0	0
Undistributed Assets	0	0	0
Energy Conservation Notes Payable	0	0	0
Total Liabilities	11,396,899	195,809	0
<u>Fund Equity and Other Credits:</u>			
Investment in General Fixed Assets	0	0	0
Retained Earnings:			
Unreserved (Deficit)	0	0	0
Contributed Capital	0	0	0
Fund Balance:			
Reserved for Property Taxes	2,461,863	0	0
Reserved for Notes Receivable	0	0	0
Reserved for Inventory	70,840	0	0
Reserved for Budget Stabilization	372,302	0	0
Reserved for Contributions	0	0	0
Reserved for Encumbrances	517,287	186,660	302
Unreserved (Deficit)	(1,505,641)	284,003	151,016
Total Fund Equity (Deficit) and Other Credits	1,916,651	470,663	151,318
Total Liabilities, Fund Equity, and Other Credits	\$13,313,550	\$666,472	\$151,318

See Accompanying Notes to the General Purpose Financial Statements

Proprietary Fund Types		Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)
Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Obligations	
\$4,336	\$8,509	\$202	\$0	\$0	\$53,092
6,065	0	0	0	0	2,233,646
115,440	0	0	0	3,775,071	4,141,083
21,265	0	0	0	233,274	892,716
15,681	0	0	0	0	15,695
0	0	288	0	0	447
14,493	0	4,223	0	0	8,454,876
0	555,835	0	0	0	555,835
0	0	75,253	0	0	75,253
0	0	0	0	1,221,561	1,221,561
<u>177,280</u>	<u>564,344</u>	<u>79,966</u>	<u>0</u>	<u>5,229,906</u>	<u>17,644,204</u>
0	0	0	21,288,874	0	21,288,874
171,775	(379,795)	0	0	0	(208,020)
13,251	0	0	0	0	13,251
0	0	0	0	0	2,461,863
0	0	4,373	0	0	4,373
0	0	0	0	0	70,840
0	0	0	0	0	372,302
0	0	24,500	0	0	24,500
0	0	0	0	0	704,249
0	0	86,814	0	0	(983,808)
<u>185,026</u>	<u>(379,795)</u>	<u>115,687</u>	<u>21,288,874</u>	<u>0</u>	<u>23,748,424</u>
<u>\$362,306</u>	<u>\$184,549</u>	<u>\$195,653</u>	<u>\$21,288,874</u>	<u>\$5,229,906</u>	<u>\$41,392,628</u>

Fremont City School District
 Combined Statement of Revenues, Expenditures,
 and Changes in Fund Balances
 All Governmental Fund Types and Expendable Trust Funds
 For the Fiscal Year Ended June 30, 1999

	Governmental Fund Types			Fiduciary	Totals (Memorandum Only)	
	General	Special Revenue	Debt Service	Capital Projects		Expendable Trust
Revenues:						
Property Taxes	\$11,517,755	\$0	\$86,151	\$0	\$0	\$11,603,906
Income Taxes	3,560,107	0	0	0	0	3,560,107
Intergovernmental	11,575,334	2,243,232	0	72,806	0	13,891,372
Interest	218,555	0	0	0	3,701	222,256
Tuition	34,730	0	0	0	0	34,730
Rent	44,711	0	0	0	0	44,711
Extracurricular Activities	0	233,212	0	0	0	233,212
Gifts and Donations	67,355	2,175	0	0	0	69,530
Miscellaneous	42,849	3,467	0	0	1,315	47,631
Total Revenues	27,061,396	2,482,086	86,151	72,806	5,016	29,707,455
Expenditures:						
Current:						
Instruction:						
Regular	14,058,827	108,076	0	64,129	0	14,231,032
Special	2,326,883	765,523	0	0	0	3,092,406
Vocational	188,199	0	0	0	0	188,199
Other	430,825	0	0	0	0	430,825
Support Services:						
Pupils	1,699,719	178,302	0	39	0	1,878,060
Instructional Staff	811,347	485,985	0	0	0	1,297,332
Board of Education	56,682	0	0	0	0	56,682
Administration	2,237,206	62,371	0	0	0	2,299,577
Fiscal	600,951	26,929	0	0	0	627,880
Business	80,556	0	0	0	0	80,556
Operation and Maintenance of Plant	2,407,608	23,321	0	0	0	2,430,929
Pupil Transportation	1,323,320	29,649	0	0	0	1,352,969
Central	111,751	9,179	0	0	0	120,930
Non-Instructional Services	12,960	535,102	0	0	902	548,964
Extracurricular Activities	445,970	184,051	0	0	0	630,021
Capital Outlay	107,383	0	0	322,705	0	430,088
Debt Service:						
Principal Retirement	0	0	53,083	0	0	53,083
Interest and Fiscal Charges	0	0	33,068	0	0	33,068
Total Expenditures	26,900,187	2,408,488	86,151	386,873	902	29,782,601
Excess of Revenues Over (Under) Expenditures	161,209	73,598	0	(314,067)	4,114	(75,146)
Other Financing Sources:						
Proceeds from Sale of Fixed Assets	18,785	0	0	0	0	18,785
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	179,994	73,598	0	(314,067)	4,114	(56,361)
Fund Balances at Beginning of Year	1,730,065	397,065	0	465,385	83,018	2,675,533
Increase in Reserve for Inventory	6,592	0	0	0	0	6,592
Fund Balances at End of Year	\$1,916,651	\$470,663	\$0	\$151,318	\$87,132	\$2,625,764

See Accompanying Notes to the General Purpose Financial Statements

Fremont City School District
 Combined Statement of Revenues, Expenditures,
 and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual
 All Governmental Fund Types and Expendable Trust Funds
 For the Fiscal Year Ended June 30, 1999

	General Fund			Special Revenue Funds		
	Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:						
Property Taxes	\$10,728,336	\$10,728,336	\$0	\$0	\$0	\$0
Income Taxes	3,414,266	3,414,266	0	0	0	0
Intergovernmental	11,616,272	11,616,272	0	2,542,700	2,191,918	(350,782)
Interest	215,787	215,787	0	0	0	0
Tuition	34,730	34,730	0	0	0	0
Rent	20,073	20,073	0	0	0	0
Extracurricular Activities	0	0	0	233,179	233,179	0
Gifts and Donations	67,355	67,355	0	2,175	2,175	0
Miscellaneous	65,753	65,753	0	3,467	3,467	0
Total Revenues	26,162,572	26,162,572	0	2,781,521	2,430,739	(350,782)
Expenditures:						
Current:						
Instruction:						
Regular	13,841,538	13,841,538	0	118,217	107,750	10,467
Special	2,500,025	2,500,025	0	1,031,794	785,928	245,866
Vocational	188,671	188,671	0	0	0	0
Other	428,161	428,161	0	0	0	0
Support Services:						
Pupils	1,706,905	1,706,905	0	214,315	182,926	31,389
Instructional Staff	804,100	804,100	0	633,747	509,299	124,448
Board of Education	58,245	58,245	0	0	0	0
Administration	2,238,432	2,238,432	0	113,019	72,518	40,501
Fiscal	594,646	594,646	0	36,826	26,704	10,122
Business	80,282	80,282	0	0	0	0
Operation and Maintenance of Plant	2,487,020	2,487,020	0	31,431	22,871	8,560
Pupil Transportation	1,403,259	1,403,259	0	39,930	29,752	10,178
Central	107,662	107,662	0	14,298	9,493	4,805
Non-Instructional Services	15,382	15,382	0	660,300	651,398	8,902
Extracurricular Activities	446,783	446,783	0	193,293	193,123	170
Capital Outlay	152,685	152,685	0	0	0	0
Debt Service:						
Principal Retirement	0	0	0	0	0	0
Interest and Fiscal Charges	0	0	0	0	0	0
Total Expenditures	27,053,796	27,053,796	0	3,087,170	2,591,762	495,408
Excess of Revenues Over (Under) Expenditures	(891,224)	(891,224)	0	(305,649)	(161,023)	144,626
Other Financing Sources (Uses):						
Proceeds from Sale of Fixed Assets	18,785	18,785	0	0	0	0
Refund of Prior Year Expenditures	24,638	24,638	0	0	0	0
Refund of Prior Year Receipts	0	0	0	(96,682)	0	96,682
Advances In	0	0	0	14	14	0
Advances Out	(15,043)	(15,043)	0	0	0	0
Total Other Financing Sources (Uses)	28,380	28,380	0	(96,668)	14	96,682
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(862,844)	(862,844)	0	(402,317)	(161,009)	241,308
Fund Balances at Beginning of Year	998,649	998,649	0	440,985	440,985	0
Prior Year Encumbrances Appropriated	369,314	369,314	0	118,468	118,468	0
Fund Balances at End of Year	\$505,119	\$505,119	\$0	\$157,136	\$398,444	\$241,308

(continued)

Fremont City School District
 Combined Statement of Revenues, Expenditures,
 and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual
 All Governmental Fund Types and Expendable Trust Funds
 For the Fiscal Year Ended June 30, 1999
 (continued)

	Debt Service Fund			Capital Projects Funds		
	Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>						
Property Taxes	\$86,151	\$86,151	\$0	\$0	\$0	\$0
Income Taxes	0	0	0	0	0	0
Intergovernmental	0	0	0	58,150	56,726	(1,424)
Interest	0	0	0	0	0	0
Tuition	0	0	0	0	0	0
Rent	0	0	0	0	0	0
Extracurricular Activities	0	0	0	0	0	0
Gifts and Donations	0	0	0	0	0	0
Miscellaneous	0	0	0	0	0	0
Total Revenues	<u>86,151</u>	<u>86,151</u>	<u>0</u>	<u>58,150</u>	<u>56,726</u>	<u>(1,424)</u>
<u>Expenditures:</u>						
Current:						
Instruction:						
Regular	0	0	0	450,440	372,363	78,077
Special	0	0	0	0	0	0
Vocational	0	0	0	0	0	0
Other	0	0	0	0	0	0
Support Services:						
Pupils	0	0	0	49,055	14,812	34,243
Instructional Staff	0	0	0	1,872	0	1,872
Board of Education	0	0	0	0	0	0
Administration	0	0	0	0	0	0
Fiscal	0	0	0	0	0	0
Business	0	0	0	0	0	0
Operation and Maintenance of Plant	0	0	0	0	0	0
Pupil Transportation	0	0	0	0	0	0
Central	0	0	0	0	0	0
Non-Instructional Services	0	0	0	0	0	0
Extracurricular Activities	0	0	0	0	0	0
Capital Outlay	0	0	0	0	0	0
Debt Service:						
Principal Retirement	53,083	53,083	0	0	0	0
Interest and Fiscal Charges	33,068	33,068	0	0	0	0
Total Expenditures	<u>86,151</u>	<u>86,151</u>	<u>0</u>	<u>501,367</u>	<u>387,175</u>	<u>114,192</u>
Excess of Revenues Over (Under) Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>(443,217)</u>	<u>(330,449)</u>	<u>112,768</u>
<u>Other Financing Sources (Uses):</u>						
Proceeds from Sale of Fixed Assets	0	0	0	0	0	0
Refund of Prior Year Expenditures	0	0	0	0	0	0
Refund of Prior Year Receipts	0	0	0	0	0	0
Advances In	0	0	0	0	0	0
Advances Out	0	0	0	0	0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>0</u>	<u>0</u>	<u>0</u>	<u>(443,217)</u>	<u>(330,449)</u>	<u>112,768</u>
Fund Balances at Beginning of Year	0	0	0	185,543	185,543	0
Prior Year Encumbrances Appropriated	0	0	0	279,842	279,842	0
Fund Balances at End of Year	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$22,168</u>	<u>\$134,936</u>	<u>\$112,768</u>

See Accompanying Notes to the General Purpose Financial Statements

Expendable Trust Funds			Totals (Memorandum Only)		
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
\$0	\$0	\$0	\$10,814,487	\$10,814,487	\$0
0	0	0	3,414,266	3,414,266	0
0	0	0	14,217,122	13,864,916	(352,206)
3,651	3,651	0	219,438	219,438	0
0	0	0	34,730	34,730	0
0	0	0	20,073	20,073	0
0	0	0	233,179	233,179	0
0	0	0	69,530	69,530	0
4,624	4,624	0	73,844	73,844	0
8,275	8,275	0	29,096,669	28,744,463	(352,206)
0	0	0	14,410,195	14,321,651	88,544
0	0	0	3,531,819	3,285,953	245,866
0	0	0	188,671	188,671	0
0	0	0	428,161	428,161	0
0	0	0	1,970,275	1,904,643	65,632
0	0	0	1,439,719	1,313,399	126,320
0	0	0	58,245	58,245	0
0	0	0	2,351,451	2,310,950	40,501
0	0	0	631,472	621,350	10,122
0	0	0	80,282	80,282	0
0	0	0	2,518,451	2,509,891	8,560
0	0	0	1,443,189	1,433,011	10,178
0	0	0	121,960	117,155	4,805
902	902	0	676,584	667,682	8,902
0	0	0	640,076	639,906	170
0	0	0	152,685	152,685	0
0	0	0	53,083	53,083	0
0	0	0	33,068	33,068	0
902	902	0	30,729,386	30,119,786	609,600
7,373	7,373	0	(1,632,717)	(1,375,323)	257,394
0	0	0	18,785	18,785	0
0	0	0	24,638	24,638	0
0	0	0	(96,682)	0	96,682
0	0	0	14	14	0
0	0	0	(15,043)	(15,043)	0
0	0	0	(68,288)	28,394	96,682
7,373	7,373	0	(1,701,005)	(1,346,929)	354,076
75,190	75,190	0	1,700,367	1,700,367	0
0	0	0	767,624	767,624	0
\$82,563	\$82,563	\$0	\$766,986	\$1,121,062	\$354,076

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Fremont City School District
 Combined Statement of Revenues, Expenses,
 and Changes in Fund Equity
 All Proprietary Fund Types and Nonexpendable Trust Fund
 For the Fiscal Year Ended June 30, 1999

	<u>Proprietary Fund Types</u>		<u>Fiduciary Fund Type</u>	<u>Totals (Memorandum Only)</u>
	<u>Enterprise</u>	<u>Internal Service</u>	<u>Nonexpendable Trust</u>	
<u>Operating Revenues:</u>				
Sales	\$688,431	\$0	\$0	\$688,431
Interest	0	0	1,272	1,272
Charges for Services	0	2,303,476	0	2,303,476
Other Operating Revenues	44	0	0	44
Total Operating Revenues	<u>688,475</u>	<u>2,303,476</u>	<u>1,272</u>	<u>2,993,223</u>
<u>Operating Expenses:</u>				
Salaries	530,822	0	0	530,822
Fringe Benefits	212,335	0	0	212,335
Purchased Services	55,138	125,997	0	181,135
Materials and Supplies	35,150	0	0	35,150
Cost of Sales	540,146	0	0	540,146
Depreciation	33,412	0	0	33,412
Claims	0	2,719,639	0	2,719,639
Other Operating Expenses	70	0	835	905
Total Operating Expenses	<u>1,407,073</u>	<u>2,845,636</u>	<u>835</u>	<u>4,253,544</u>
Operating Income (Loss)	<u>(718,598)</u>	<u>(542,160)</u>	<u>437</u>	<u>(1,260,321)</u>
<u>Non-Operating Revenues (Expenses):</u>				
Federal Donated Commodities	122,166	0	0	122,166
Operating Grants	559,000	0	0	559,000
Interest	958	0	0	958
Loss on Disposal of Fixed Assets	(2,789)	0	0	(2,789)
Total Non-Operating Revenues (Expenses)	<u>679,335</u>	<u>0</u>	<u>0</u>	<u>679,335</u>
Net Income (Loss)	<u>(39,263)</u>	<u>(542,160)</u>	<u>437</u>	<u>(580,986)</u>
Retained Earnings/Fund Balance at Beginning of Year - Restated (Note 3)	<u>211,038</u>	<u>162,365</u>	<u>28,118</u>	<u>401,521</u>
Retained Earnings (Deficit)/Fund Balance at End of Year	171,775	(379,795)	28,555	(179,465)
Contributed Capital at Beginning and End of Year	13,251	0	0	13,251
Total Fund Equity (Deficit) at End of Year	<u>\$185,026</u>	<u>(\$379,795)</u>	<u>\$28,555</u>	<u>(\$166,214)</u>

See Accompanying Notes to the General Purpose Financial Statements

Fremont City School District
 Combined Statement of Revenues, Expenses,
 and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual
 All Proprietary Fund Types and Nonexpendable Trust Fund
 For the Fiscal Year Ended June 30, 1999

	Enterprise Funds			Internal Service Fund		
	Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:						
Sales	\$676,503	\$676,503	\$0	\$0	\$0	\$0
Interest	958	958	0	0	0	0
Charges for Services	0	0	0	2,303,476	2,303,476	0
Other Revenues	14,044	14,044	0	198,963	198,963	0
Operating Grants	540,486	540,486	0	0	0	0
Total Revenues	<u>1,231,991</u>	<u>1,231,991</u>	<u>0</u>	<u>2,502,439</u>	<u>2,502,439</u>	<u>0</u>
Expenses:						
Salaries	530,411	530,411	0	0	0	0
Fringe Benefits	212,871	212,871	0	0	0	0
Purchased Services	54,303	54,303	0	135,439	135,439	0
Materials and Supplies	474,151	474,151	0	0	0	0
Claims	0	0	0	2,647,015	2,647,015	0
Capital Outlay	21,302	21,302	0	0	0	0
Other Expenses	70	70	0	0	0	0
Total Expenses	<u>1,293,108</u>	<u>1,293,108</u>	<u>0</u>	<u>2,782,454</u>	<u>2,782,454</u>	<u>0</u>
Excess of Revenues Over (Under) Expenses	(61,117)	(61,117)	0	(280,015)	(280,015)	0
Advances In	<u>15,029</u>	<u>15,029</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess of Revenues Over (Under) Expenses and Advances	(46,088)	(46,088)	0	(280,015)	(280,015)	0
Fund Balances at Beginning of Year	104,242	104,242	0	423,979	423,979	0
Prior Year Encumbrances Appropriated	13,497	13,497	0	22,634	22,634	0
Fund Balances at End of Year	<u>\$71,651</u>	<u>\$71,651</u>	<u>\$0</u>	<u>\$166,598</u>	<u>\$166,598</u>	<u>\$0</u>

See Accompanying Notes to the General Purpose Financial Statements

Nonexpendable Trust Fund			Totals (Memorandum Only)		
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
\$0	\$0	\$0	\$676,503	\$676,503	\$0
1,364	1,364	0	2,322	2,322	0
0	0	0	2,303,476	2,303,476	0
0	0	0	213,007	213,007	0
0	0	0	540,486	540,486	0
<u>1,364</u>	<u>1,364</u>	<u>0</u>	<u>3,735,794</u>	<u>3,735,794</u>	<u>0</u>
0	0	0	530,411	530,411	0
0	0	0	212,871	212,871	0
0	0	0	189,742	189,742	0
0	0	0	474,151	474,151	0
0	0	0	2,647,015	2,647,015	0
0	0	0	21,302	21,302	0
835	835	0	905	905	0
<u>835</u>	<u>835</u>	<u>0</u>	<u>4,076,397</u>	<u>4,076,397</u>	<u>0</u>
529	529	0	(340,603)	(340,603)	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>15,029</u>	<u>15,029</u>	<u>0</u>
529	529	0	(325,574)	(325,574)	0
27,983	27,983	0	556,204	556,204	0
0	0	0	36,131	36,131	0
<u>\$28,512</u>	<u>\$28,512</u>	<u>\$0</u>	<u>\$266,761</u>	<u>\$266,761</u>	<u>\$0</u>

Fremont City School District
 Combined Statement of Cash Flows
 All Proprietary Fund Types and Nonexpendable Trust Fund
 For the Fiscal Year Ended June 30, 1999

	Proprietary Fund Types		Fiduciary	Totals (Memorandum Only)
	Enterprise	Internal Service	Fund Type Nonexpendable Trust	
<u>Increase (Decrease) in Cash and Cash Equivalents</u>				
<u>Cash Flows from Operating Activities:</u>				
Cash Received from Customers	\$676,503	\$0	\$0	\$676,503
Cash Received from Quasi-External Transactions with Other Funds	0	2,303,476	0	2,303,476
Cash Received from Other Revenues	14,044	198,963	0	213,007
Cash Payments for Salaries	(530,411)	0	0	(530,411)
Cash Payments for Fringe Benefits	(212,871)	0	0	(212,871)
Cash Payments to Suppliers for Goods and Services	(506,469)	(117,488)	0	(623,957)
Cash Payments for Claims	0	(2,647,015)	0	(2,647,015)
Cash Payments for Other Expenses	(70)	0	(835)	(905)
Net Cash Used for Operating Activities	<u>(559,274)</u>	<u>(262,064)</u>	<u>(835)</u>	<u>(822,173)</u>
<u>Cash Flows from Noncapital Financing Activities:</u>				
Cash Received from Operating Grants	540,486	0	0	540,486
Cash Received from Advances In	15,029	0	0	15,029
Net Cash Provided by Noncapital Financing Activities	<u>555,515</u>	<u>0</u>	<u>0</u>	<u>555,515</u>
<u>Cash Flows from Capital and Related Financing Activities:</u>				
Cash Payments for Fixed Assets	<u>(20,649)</u>	<u>0</u>	<u>0</u>	<u>(20,649)</u>
<u>Cash Flows from Investing Activities:</u>				
Cash Received from Interest	<u>958</u>	<u>0</u>	<u>1,364</u>	<u>2,322</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(23,450)	(262,064)	529	(284,985)
Cash and Cash Equivalents at Beginning of Year	117,739	446,613	7,483	571,835
Cash and Cash Equivalents at End of Year	<u>\$94,289</u>	<u>\$184,549</u>	<u>\$8,012</u>	<u>\$286,850</u>

(continued)

Fremont City School District
 Combined Statement of Cash Flows
 All Proprietary Fund Types and Nonexpendable Trust Fund
 For the Fiscal Year Ended June 30, 1999
 (continued)

	<u>Proprietary Fund Types</u>		<u>Fiduciary Fund Type</u>	<u>Totals (Memorandum Only)</u>
	<u>Enterprise</u>	<u>Internal Service</u>	<u>Nonexpendable Trust</u>	
<u>Reconciliation of Operating Income (Loss) to Net Cash Used for Operating Activities:</u>				
Operating Income (Loss)	(\$718,598)	(\$542,160)	\$437	(\$1,260,321)
<u>Adjustments to Reconcile Operating Income (Loss) to Net Cash Used for Operating Activities:</u>				
Depreciation	33,412	0	0	33,412
Donated Commodities Used During Year	122,166	0	0	122,166
Interest Reported as Operating Income	0	0	(1,364)	(1,364)
Changes in Assets and Liabilities:				
Decrease in Accounts Receivable	1,988	0	0	1,988
Decrease in Accrued Interest Receivable	0	0	92	92
Increase in Due from Other Funds	84	0	0	84
Increase in Prepaid Items	(452)	0	0	(452)
Decrease in Inventory Held for Resale	(1,551)	0	0	(1,551)
Increase in Accounts Payable	3,802	8,509	0	12,311
Increase in Accrued Wages and Benefits	747	0	0	747
Increase in Compensated Absences Payable	2,459	0	0	2,459
Decrease in Intergovernmental Payable	(3,331)	0	0	(3,331)
Increase in Claims Payable	0	271,587	0	271,587
Net Cash Used for Operating Activities	<u>(\$559,274)</u>	<u>(\$262,064)</u>	<u>(\$835)</u>	<u>(\$822,173)</u>

Reconciliation of Nonexpendable Trust Fund Cash and Cash Equivalents to Balance Sheet:

All Fiduciary Fund Types	\$94,818
Less Expendable Trust Fund	(11,063)
Less Agency Funds	(75,743)
Cash and Cash Equivalents-Nonexpendable Trust Fund	<u>\$8,012</u>

See Accompanying Notes to the General Purpose Financial Statements

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY

Fremont City School District (the "School District") is organized under Article VI, Sections 2 and 3 of the Constitution of the State of Ohio. The School District operates under a locally-elected Board form of government consisting of five members elected at-large for staggered four year terms. The School District provides educational services as authorized by state statute and/or federal guidelines.

The School District was established in 1968 through the consolidation of existing land areas and school districts. The School District serves an area of approximately one hundred sixty-two square miles. It is located in central Sandusky County, including all of the City of Fremont and portions of surrounding townships. The School District is the 70th largest in the State of Ohio (among 611 school districts) in terms of enrollment and the largest in Sandusky County. It is staffed by two hundred nine classified employees, two hundred ninety-nine certified teaching personnel, and twenty-five administrative employees who provide services to 5,161 students and other community members. The School District currently operates seven elementary schools, a middle school, and a comprehensive high school.

Reporting Entity:

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

Component units are legally separate organizations for which the School District is financially accountable. The School District is financially accountable for an organization if the School District appoints a voting majority of the organization's governing board and (1) the School District is able to significantly influence the programs or services performed or provided by the organization; or (2) the School District is legally entitled to or can otherwise access the organization's resources; the School District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the School District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the School District in that the School District approves the budget, the issuance of debt, or the levying of taxes. There are no component units of the Fremont City School District.

The following activities are included within the School District's reporting entity:

WSOS Preschool Program - The School District acts as fiscal agent for a four county consortium (Ottawa, Sandusky, Seneca, and Wood) which provides preschool programs for children in these counties. Current state legislation provides funding for this program. The monies are received and disbursed on behalf of WSOS by the Treasurer of the School District, as directed by WSOS. The activity of these monies is reflected in a special revenue fund for financial reporting purposes by the School District.

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY (continued)

Parochial Schools - Within the School District boundaries, St. Ann, St. Joseph Elementary, and St. Joseph High School are operated through the Toledo Catholic Diocese; Sacred Heart is operated as a private school. Current state legislation provides funding to these parochial schools. The monies are received and disbursed on behalf of the parochial schools by the Treasurer of the School District, as directed by the parochial schools. The activity of these monies is reflected in a special revenue fund for financial reporting purposes by the School District.

The School District is associated with two jointly governed organizations and an insurance pool. These organizations are the Northern Ohio Educational Computer Association, Vanguard-Sentinel Joint Vocational School, and the Ohio School Boards Association Workers' Compensation Group Rating Plan. These organizations are presented in Notes 21 and 22 to the general purpose financial statements.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Fremont City School District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The School District also applies Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, to its proprietary activities provided they do not conflict with or contradict GASB pronouncements. Following are the more significant of the School District's accounting policies.

A. Basis of Presentation - Fund Accounting

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

A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special restrictions or limitations. An account group is a financial reporting device designed to provide accountability for certain assets and liabilities not recorded in the funds because they do not directly affect net available expendable resources.

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

Governmental Fund Types:

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

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

Special Revenue Funds - Special revenue funds are used to account for the proceeds of specific revenue sources (other than major capital projects or expendable trusts) that are legally restricted to expenditure 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 obligation principal, interest, and related costs.

Capital Projects Funds - 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 or trust funds).

Proprietary Fund Types:

Proprietary funds are used to account for the School District's ongoing activities which are similar to those found in the private sector. The following are the School District's proprietary fund types:

Enterprise Funds - Enterprise funds are used to account for School District activities that are financed and operated in a manner similar to private business enterprises where the intent 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 where it has been 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.

Internal Service Fund - The internal service fund is used to account for the financing of services provided by one department or agency to other departments or agencies of the School District on a cost reimbursement basis.

Fiduciary Fund Types:

Fiduciary funds are used to account for assets held by the School District in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds. These include expendable trust, nonexpendable trust, and agency funds. The expendable trust funds are accounted for in essentially the same manner as governmental funds. The nonexpendable trust fund is accounted for in essentially the same manner as proprietary 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 a general nature, the following account groups are used:

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

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

B. Measurement Focus and Basis of Accounting

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

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

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

The modified accrual basis of accounting is followed for the governmental fund types, expendable trust and agency funds. Under this basis, revenues are recognized in the accounting period when they become both measurable and available. "Measurable" means the amount of the transaction can be determined, and "available" means collectible within the current fiscal year or soon enough thereafter to be used to pay liabilities of the current fiscal year. The available period for the School District is sixty days after fiscal year end.

In applying the susceptible to accrual concept under the modified accrual basis, the following revenue sources are deemed both measurable and available: taxpayer-assessed income taxes, grants, interest, tuition, and rent.

The School District reports deferred revenues 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. In the subsequent period, when both revenue recognition criteria are met, the liability for deferred revenue is removed from the combined balance sheet and revenue is recognized. Property taxes measurable as of June 30, 1999, and delinquent property taxes, whose availability is indeterminable and which are intended to finance fiscal year 2000 operations, have been recorded as deferred revenue.

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

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

The accrual basis of accounting is utilized for reporting purposes by the proprietary fund types and the nonexpendable trust fund. Revenues are recognized in the accounting period in which they are earned, and expenses are recognized at the time they 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 revenue. Unused donated commodities are reported as deferred revenue.

C. Budgetary Process

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.

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

Tax Budget:

Prior to January 15, the Superintendent and Treasurer submit, to the Board of Education, a proposed operating budget for the fiscal year commencing 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 express purpose of this budget document is to reflect the need for existing or increased tax rates.

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

Estimated Resources:

Prior to April 1, the Board of Education accepts, by formal resolution, the tax rates, as determined by the County Budget Commission, and receives the commission's certificate of estimated resources which states the projected revenue of each fund. Prior to June 30, the School District must revise its budget so that total contemplated expenditures from any fund during the ensuing fiscal year will not exceed the amount stated in the certificate of estimated resources. The revised budget then serves as the basis for the appropriation measure. On or about July 1, the certificate of estimated is amended to include any unencumbered cash balances from the preceding fiscal year. The certificate of estimated resources may be further amended during the year if projected increases or decreases in revenue are identified by the School District Treasurer. The amounts reported in the budgetary statements reflect the amounts in the final amended certificate of estimated resources issued during fiscal year 1999.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Appropriations:

Upon receipt from the County Auditor of an amended certificate of estimated resources, based on final assessed values and tax rates, or a certificate saying no new certificate is necessary, the annual appropriation resolution is legally enacted by the Board of Education at the fund, function, and object level of expenditures, which are the legal levels of budgetary control. Prior to the passage of the annual appropriation measure, the Board may pass a temporary appropriation measure to meet the ordinary expenses of the School District. The appropriation resolution, by fund, must be within the estimated resources as certified by the County Budget Commission, and the total of expenditures and encumbrances may not exceed the appropriation totals at any level of control. Any revisions that alter the total of any fund appropriation, or alter total function appropriations within a fund, or alter object appropriations within functions must be approved by the Board of Education.

The Board may pass supplemental fund appropriations as long as the total appropriations by fund do not exceed the amounts set forth in the most recent certificate of estimated resources. During the year, one supplemental appropriation resolution was legally enacted.

The budget figures which appear in the statements of budgetary comparisons represent the final appropriation amounts, including all supplemental appropriations. Formal budgetary integration is employed as a management control device during the year for all funds, except agency funds, consistent with statutory provisions.

Encumbrances:

As part of formal budgetary control, purchase orders, contracts, and other commitments for the expenditure of monies are recorded as the equivalent of expenditures on the non-GAAP budgetary basis in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. On the GAAP basis, encumbrances outstanding at fiscal year end are reported as a reservation of fund balance for subsequent-year expenditures for governmental fund types and the expendable trust funds and reported in the notes to the financial statements for proprietary fund types and the nonexpendable trust fund.

Lapsing of Appropriations:

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

D. Cash and Investments

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

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

During fiscal year 1999, investments were limited to nonnegotiable certificates of deposit and STAR Ohio. Nonnegotiable certificates of deposit are reported at cost. 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, 1999.

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the General Fund during fiscal year 1999 amounted to \$218,555, which includes \$77,297 assigned from other School 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 an original maturity of three months or less at the time they are purchased by the School District are considered to be cash equivalents. Investments with an initial maturity of more than three months, and those not purchased from the pool, are reported as investments.

E. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 1999, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of purchase and an expenditure/expense is reported in the year in which services are consumed.

F. Inventory

Inventory in the governmental funds is stated at cost while inventory in the proprietary funds is stated at the lower of cost or market. For all funds, cost is determined on a first-in, first-out basis. Inventory in the governmental funds consists of expendable supplies held for consumption. The costs of inventory items are recorded as expenditures in the governmental fund types when purchased. Reported materials and supplies inventory is equally offset by a fund balance reserve in the governmental funds which indicates that it does not constitute available expendable resources even though it is a component of net current assets. Inventory in the proprietary funds consists of donated food, purchased food, and school supplies held for resale and is expensed when used.

G. Restricted Assets

Restricted assets in the General Fund represent cash and cash equivalents whose use is limited by legal requirements. Restricted assets represent amounts required by State statute to be set aside to create a reserve for budget stabilization.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

H. Fixed Assets and Depreciation

General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction costs are reflected as expenditures in governmental funds, and the related assets are reported in the general fixed assets account group. Fixed assets utilized in proprietary funds are capitalized in the respective fund. All fixed assets are capitalized at cost (or estimated historical cost) and updated for additions and reductions during the year. Donated fixed assets are recorded at their fair market value as of the date received. The School District maintains a capitalization threshold of two hundred dollars. The School District does not have any infrastructure.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized. Improvements are capitalized. Improvements to proprietary fund fixed assets are depreciated over the remaining useful lives of the related fixed assets.

Assets in the general fixed assets account group are not depreciated. Depreciation of furniture and equipment in the proprietary funds is computed using the straight-line method over an estimated useful life of ten years.

I. Interfund Assets/Liabilities

Short-term interfund loans are classified as "Interfund Receivables/Payables".

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "Due from/to Other Funds".

J. Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the School District will compensate the employees for the benefits through paid time off or some other means. The School District records a liability for accumulated unused vacation time when earned for all employees with more than one year of service.

Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those the School District has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employees' wage rates at fiscal year end, taking into consideration any limits specified in the School District's termination policy. The School District records a liability for accumulated unused sick leave for principals and assistant principals after ten years of service with the School District, and after five years of service for all other positions (including certified and classified staff).

For governmental funds, the current portion of unpaid compensated absences is the amount expected to be paid using available expendable resources. These amounts are recorded in the account "Compensated Absences Payable" in the fund from which the employees who have accumulated unpaid leave are paid. The remainder is reported in the general long-term obligations account group. In proprietary funds, the entire amount of compensated absences is reported as a fund liability.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

K. Accrued Liabilities and Long-Term Obligations

In general, governmental fund payables and accrued liabilities are reported as obligations of the funds regardless of whether they will be liquidated with current resources. However, compensated absences and contractually required pension contributions that will be paid from governmental funds are reported as liabilities 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 sixty days after fiscal year end are considered not to have used current available financial resources. Long-term notes are reported as a liability in 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 fund.

L. Contributed Capital

Contributed capital represents resources from other funds, other governments, and private sources provided to proprietary funds that is not subject to repayment. These assets are recorded at their fair market value on the date donated. Depreciation on those assets acquired or constructed with contributed resources is expensed and closed to unreserved retained earnings at fiscal year end.

Because the School District did not prepare financial statements in accordance with generally accepted accounting principles prior to fiscal year 1991, the exact amount of contributed capital cannot be determined. Consequently, only those amounts that have been specifically identified have been classified as contributed capital in the accompanying combined financial statements. All other fund equity amounts pertaining to proprietary funds have been classified as retained earnings.

M. Fund Balance Reserves

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

The reserve for property taxes represents taxes recognized as revenue under generally accepted accounting principles but not available for appropriation under State statute. The reserve for budget stabilization represents monies required to be set aside by State statute to protect against cyclical changes in revenues and expenditures. The reserve for contributions signifies legal restrictions on the use of principal in the non-expendable trust fund.

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

N. Intergovernmental Revenues

For governmental funds, intergovernmental revenues, such as grants awarded on a non-reimbursement basis, entitlements, and shared revenues are recorded as receivables and revenues when measurable and available. Reimbursement type grants are recorded as receivables and revenues when the related expenditures are incurred. Other than commodities, grants and entitlements for proprietary fund operations are recognized as non-operating revenues in the accounting period in which they are earned and become measurable.

The School District currently participates in several State and Federal programs, categorized as follows:

Entitlements

General Fund

- State Foundation Program
- State Property Tax Relief
- School Bus Purchase Allocation

Non-Reimbursable Grants

Special Revenue Funds

- Venture Capital Grant
- Auxiliary Services
- Professional Development Block Grant
- School Age Child Care Program
- Management Information System
- Public School Preschool
- Disadvantaged Pupil Impact Aid
- Data Communications
- Textbook/Instructional Materials
- Recruitment Grant
- Migrant Education
- Eisenhower
- Title VI-B
- Title I
- Title VI
- Goals 2000

Capital Projects Funds

- SchoolNet
- Video Distance Learning
- E-Rate Grant

Reimbursable Grants

General Fund

- Driver Education

Proprietary Funds

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

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Grants and entitlements amounted to approximately 47 percent of the revenues of the School District's governmental fund types during the 1999 fiscal year.

O. Interfund Transactions

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

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

P. Use of Estimates

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

Q. Total Columns on Combined Financial Statements

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

NOTE 3 - CORRECTION OF ERROR AND RESTATEMENT OF PRIOR YEAR FUND EQUITY

Depreciation expense in the Food Service enterprise fund was misstated in prior years due to improperly recorded depreciation. Accumulated depreciation decreased \$88,469. The effect of this change on net loss as previously reported for the fiscal year ended June 30, 1998, was an increase of \$20,376, from (\$37,899) to (\$58,275). Retained earnings increased \$88,469, from \$122,569 to \$211,038 due to the restatement.

NOTE 4 - ACCOUNTABILITY AND COMPLIANCE

A. Accountability

The Public School Preschool special revenue fund had a deficit fund balance of \$19 at June 30, 1999. The deficit was created by the application of generally accepted accounting principles. The General Fund provides transfers to cover deficit balances; however, this is done when cash is needed rather than when accruals occur.

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 4 - ACCOUNTABILITY AND COMPLIANCE (continued)

The Self Insurance internal service fund had deficit retained earnings of \$379,795 at June 30, 1999, as a result of claims expenses in excess of the premiums charged for the payment of those claims in fiscal year 1999. The School District is currently reviewing the fund to determine whether an increase in premiums is needed.

B. Compliance

The following accounts had expenditures in excess of appropriations for the fiscal year ended June 30, 1999.

Fund Type/Fund/ Function/Object	Appropriations	Expenditures	Excess
Special Revenue Funds:			
Migrant Education			
Pupils/Materials and Supplies	\$958	\$1,007	\$49
Instructional Staff/Purchased Services	621	679	58
Fiscal/Fringe Benefits	2,170	2,438	268
Title VI-B			
Special/Materials and Supplies	19,213	19,215	2
Pupils/Fringe Benefits	36	46	10
Pupils/Materials and Supplies	3,520	3,537	17
Instructional Staff/Salaries	46,000	46,573	573
Title I			
Administration/Fringe benefits	1,287	1,293	6
Capital Projects Fund:			
E-Rate Grant			
Pupils/Materials and Supplies	0	99	99

The following funds had appropriations in excess of estimated resources plus available balances for the fiscal year ended June 30, 1999.

Fund Type/Fund	Estimated Resources Plus Available Balances	Appropriations	Excess
Special Revenue Funds:			
Cooperative Learning	\$0	\$1,200	\$1,200
Eisenhower	37,289	52,749	15,460

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 5 - BUDGETARY BASIS OF ACCOUNTING

While the School District is reporting financial position, results of operations, and changes in fund balances/retained earnings on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual - All Governmental Fund Types and Expendable Trust Funds and the Combined Statement of Revenues, Expenses, and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual - All Proprietary Fund Types and Nonexpendable Trust Fund are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and GAAP basis are that:

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures/expenses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Encumbrances are treated as expenditures/expenses for all funds (budget basis) rather than as a reservation of fund balance for governmental fund types and the expendable trust funds and as note disclosure in proprietary fund types and the nonexpendable trust fund (GAAP basis).
4. For proprietary funds, the acquisition and construction of fixed assets are reported on the operating statement (budget basis) rather than as balance sheet transactions (GAAP basis).

The following tables summarize the adjustments necessary to reconcile the GAAP and budgetary basis statements by fund type.

Excess of Revenues and Other Financing Sources
Over (Under) Expenditures and Other Financing Uses
Governmental Fund Types and Expendable Trust Funds

	Governmental Fund Types			Expendable Trust
	General	Special Revenue	Capital Projects	
GAAP Basis	\$179,994	\$73,598	(\$314,067)	\$4,114
<u>Increase (Decrease) Due to:</u>				
Revenue Accruals:				
Accrued FY 1998, Received in Cash FY 1999	2,864,754	250	0	146
Accrued FY 1999, Not Yet Received in Cash	(3,738,940)	(51,597)	(16,080)	(196)

(continued)

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 5 - BUDGETARY BASIS OF ACCOUNTING (continued)

Excess of Revenues and Other Financing Sources
Over (Under) Expenditures and Other Financing Uses
Governmental Fund Types and Expendable Trust Funds
(continued)

	Governmental Fund Types			Expendable Trust
	General	Special Revenue	Capital Projects	
Expenditure Accruals:				
Accrued FY 1998, Paid in Cash FY 1999	(\$2,594,979)	(\$162,854)	\$0	\$0
Accrued FY 1999, Not Yet Paid in Cash	2,961,071	189,695	0	0
Notes Receivable:				
Repaid	0	0	0	3,309
Prepaid Items	(953)	13	0	0
Advances In	0	14	0	0
Advances Out	(15,043)	0	0	0
Encumbrances Outstanding at Year End (Budget Basis)	(518,748)	(210,128)	(302)	0
Budget Basis	<u><u>(\$862,844)</u></u>	<u><u>(\$161,009)</u></u>	<u><u>(\$330,449)</u></u>	<u><u>\$7,373</u></u>

Net Income (Loss)/Excess of Revenues
Over (Under) Expenses and Advances
All Proprietary Fund Types and Nonexpendable Trust Fund

	Proprietary Fund Types		Nonexpendable Trust
	Enterprise	Internal Service	
GAAP Basis	(\$39,263)	(\$542,160)	\$437
<u>Increase (Decrease) Due to:</u>			
Revenue Accruals:			
Accrued FY 1998, Received in Cash FY 1999	84,370	0	135
Accrued FY 1999, Not Yet Received in Cash	(100,812)	0	(43)

(continued)

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 5 - BUDGETARY BASIS OF ACCOUNTING (continued)

Net Income (Loss)/Excess of Revenues
Over (Under) Expenses and Advances
All Proprietary Fund Types and Nonexpendable Trust Fund
(continued)

	Proprietary Fund Types		Nonexpendable Trust
	Enterprise	Internal Service	
Expense Accruals:			
Accrued FY 1998, Paid in Cash FY 1999	(\$143,429)	(\$284,248)	\$0
Accrued FY 1999, Not Yet Paid in Cash	147,106	564,344	0
Prepaid Items	(452)		
Inventory Held for Resale	(1,551)	0	0
Acquisition of Fixed Assets	(20,649)	0	0
Depreciation Expense	33,412	0	0
Loss on Disposal of Fixed Assets	2,789		
Advances In	15,029	0	0
Encumbrances Outstanding at Year End (Budget Basis)	(22,638)	(17,951)	0
Budget Basis	<u>(\$46,088)</u>	<u>(\$280,015)</u>	<u>\$529</u>

NOTE 6 - CASH AND CASH EQUIVALENTS

State statutes classify monies held by the School 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 School 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.

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 6 - CASH AND CASH EQUIVALENTS (continued)

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

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

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

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

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 School 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.

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 6 - CASH AND CASH EQUIVALENTS (continued)

At fiscal year end, the School District had \$1,700 in undeposited cash on hand which is included on the balance sheet of the School District as part of "Equity in Pooled Cash and Cash Equivalents".

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

At fiscal year end, the carrying amount of the School District's deposits was \$346,220 and the bank balance was \$797,872. Of the bank balance, \$360,232 was covered by federal depository insurance; and \$437,640 was uninsured and uncollateralized. Although all state statutory requirements for the deposit of money had been followed, noncompliance with federal requirements could potentially subject the School District to a successful claim by the FDIC.

The School District's investments are categorized to give an indication of the level of risk assumed by the School District at fiscal year end. Category 1 includes investments that are insured or registered for which the securities are held by the School District or its agent in the School 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 School 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 School District's name. The School District's investment in STAR Ohio is unclassified since it is not evidenced by securities that exist in physical or book entry form. At June 30, 1999, the fair value of funds on deposit with STAR Ohio was \$1,885,413.

The classification of cash and cash equivalents and investments on the combined financial statements is based on the criteria set forth in GASB Statement No. 9, "Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting". A reconciliation between the classification of cash and cash equivalents and investments on the combined financial statements and the classification of deposits and investments according to GASB Statement No. 3 is as follows:

	Cash and Cash Equivalents/Deposits	Investments
GASB Statement No. 9	\$2,141,333	\$92,000
Cash on Hand	(1,700)	0
Certificates of Deposit	92,000	(92,000)
STAR Ohio	(1,885,413)	1,885,413
GASB Statement No. 3	\$346,220	\$1,885,413

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 7 - PROPERTY TAXES

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

Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

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

The School District receives property taxes from Sandusky County. The County Auditor periodically advances to the School District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 1999, are available to finance fiscal year 1999 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable represents delinquent taxes outstanding and real property, public utility property, and tangible personal property taxes which became measurable as of June 30, 1999. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is intended to finance current fiscal year operations. The receivable is therefore offset by a credit to deferred revenue for that portion not intended to finance current year operations. The amount available as an advance at June 30, 1999, was \$2,461,863 in the General Fund. The amount available as an advance at June 30, 1998, was \$1,672,444 in the General Fund.

The assessed values upon which the fiscal year 1999 taxes were collected are:

	1998 Second- Half Collections		1999 First- Half Collections	
	Amount	Percent	Amount	Percent
Agricultural/Residential and Other Real Estate	\$361,181,680	73.09%	\$366,462,820	73.43%
Public Utility	35,924,930	7.27	38,345,260	7.68
Tangible Personal	97,058,210	19.64	94,283,864	18.89
Total Assessed Value	<u>\$494,164,820</u>	<u>100.00%</u>	<u>\$499,091,944</u>	<u>100.00%</u>
Tax rate per \$1,000 of assessed valuation	\$32.10		\$32.10	

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 8 - INCOME TAXES

The School District levies a voted tax of .75 percent for general operations on the income of residents and of estates. The tax was effective on January 1, 1999, and will continue for five years. Employers of residents are required to withhold income tax on compensation and remit the tax to the State. Taxpayers are required to file an annual return. The State makes quarterly distributions to the School District after withholding amounts for administrative fees and estimated refunds. Income tax revenue is credited to the General Fund.

NOTE 9 - RECEIVABLES

Receivables at June 30, 1999, consisted of both property and income taxes, accounts (rent, billings for user charged services, and student fees), intergovernmental, accrued interest, interfund, notes, judgement, and services charged to other funds. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of state programs, and the current year guarantee of federal funds. Student fees are also considered collectible in full due to the withholding of diplomas and grade cards. Accounts receivable at June 30 were \$25,479.

A summary of the principal items of intergovernmental receivables follows:

	Amount
General Fund	
Driver Education	\$2,350
State of Ohio	1,333
Total General Fund	3,683
Special Revenue Fund	
Title I	57,300
Capital Projects Fund	
E-Rate Grant	16,080
Enterprise Fund	
Food Service	
National School Lunch Program	87,732
Total Intergovernmental Receivables	\$164,795

NOTE 10 - NOTES RECEIVABLE

The Special Trusts expendable trust fund provides loans to students to assist in the payment of costs of higher education. Repayments begin upon graduation or withdrawal from college. At that time, the principal also begins accruing interest.

At the close of fiscal year 1999, there were two students making repayments with a total outstanding principal balance of \$4,373.

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 11 - FIXED ASSETS

A summary of the enterprise funds' fixed assets at June 30, 1999, follows:

Furniture and Equipment	\$348,129
Less Accumulated Depreciation	(205,032)
Net Fixed Assets	\$143,097

A summary of the changes in general fixed assets during fiscal year 1999 follows:

Asset Category	Balance at 6/30/98	Additions	Reductions	Balance at 6/30/99
Land	\$304,105	\$2,049	\$0	\$306,154
Buildings and Improvements	14,366,633	95,328	0	14,461,961
Furniture, Fixtures, and Equipment	3,511,270	683,751	132,358	4,062,663
Vehicles	2,338,746	119,350	0	2,458,096
Totals	\$20,520,754	\$900,478	\$132,358	\$21,288,874

NOTE 12 - INTERFUND ASSETS/LIABILITIES

At June 30, 1999, interfund receivables and payables that resulted from various interfund transactions were as follows:

Fund Type/Fund	Receivable		Payable	
	Due from	Interfund	Due to	Interfund
General Fund	\$447	\$15,695	\$0	\$0
Special Revenue Funds:				
Public School Support	0	0	74	14
Title VI-B	0	0	66	0
Title I	0	0	19	0
Total Special Revenue Funds	0	0	159	14
Enterprise Funds:				
Food Service	0	0	0	15,029
Uniform School Supplies	0	0	0	652
Total Enterprise Funds	0	0	0	15,681
Agency Fund				
Student Managed Activities	0	0	288	0
Totals	\$447	\$15,695	\$447	\$15,695

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 13 - RISK MANAGEMENT

The School District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During fiscal year 1999, the School District contracted for the following insurance coverages:

Coverages provided by Indiana Insurance are as follows:

Building and Contents - replacement cost (\$1,000 deductible)	\$57,524,120
Inland Marine Coverage (\$250 deductible)	39,016
Boiler and Machinery - limit per accident (\$1,000 deductible)	15,000,000
Crime Insurance	23,000
Automobile Liability (\$500 deductible)	1,000,000

Coverages provided by Nationwide Insurance are as follows:

General Liability	
Per Occurrence	2,000,000
Total per Year	5,000,000
Umbrella	1,000,000

Coverages provided by Pearce Insurance are as follows:

Inland Marine Coverage (\$250 deductible)	150,677
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Settled claims have not exceeded this commercial coverage in any of the past three years, and there has been no significant reduction in insurance coverage from last year.

For fiscal year 1999, the School District participated in the Ohio School Boards Association Workers' Compensation Group Rating Plan (the Plan), an insurance purchasing pool. The intent of the Plan is to achieve the benefit of a reduced premium for the School District by virtue of its grouping and representation with other participants in the Plan. The workers' compensation experience of the participants is calculated as one experience and a common premium rate is applied to all participants in the Plan. Each participant pays its workers' compensation premium to the State based on the rate for the Plan rather than its individual rate. Total savings are then calculated and each participant's individual performance is compared to the overall savings percentage of the Plan.

A participant will then either receive money from or be required to contribute to the "Equity Pooling Fund". This "equity pooling" arrangement insures that each participant shares equally in the overall performance of the Plan. Participation in the Plan is limited to participants that can meet the Plan's selection criteria. The firm of Gates McDonald & Co. provides administrative, cost control, and actuarial services to the Plan.

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 13 - RISK MANAGEMENT (continued)

The School District provides employee hospital/medical, prescription, and dental insurance benefits through a partially self insured program. The School District established a Self Insurance internal service fund to account for and finance the cost of this program. Under this program, the Self Insurance internal service fund pays claims up to a maximum of \$2,500,000 per individual, per lifetime, and has \$50,000 stop-loss coverage per individual, per year. The School District purchases commercial insurance for claims in excess of the coverages provided by the Self Insurance internal service fund. Settled claims have not exceeded this commercial coverage for the past three years. All funds of the School District participate in the program and make payments to the Self Insurance internal service fund based upon an actuarial study.

The claims liability of \$555,835 reported in the Self Insurance internal service fund at June 30, 1999, is based on an estimate provided by the third party administrator and the requirements of Governmental Accounting Standards Board Statement No. 30 "Accounting and Financial Reporting for Risk Financing and Related Insurance Issues", which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported if information prior to issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount can be reasonably estimated. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses. Changes in the claims activity for the last two fiscal years were as follows:

Fiscal Year	Balance at 6/30/98	Current Year Claims	Claims Payments	Stop-Loss Reimbursement	Balance at 6/30/99
1999	\$284,248	\$2,719,639	(\$2,647,015)	\$198,963	\$555,835
1998	294,788	2,155,125	(2,418,496)	252,831	284,248

NOTE 14 - OTHER SIGNIFICANT COMMITMENTS

As of June 30, 1999, the School District had contracted for various professional services. The following amounts were outstanding on these contracts at June 30, 1999:

Company	Outstanding Balance
J.B. & Company	\$39,721
Myers Equipment	96,897
Nollenberger Truck Center	121,350

NOTE 15 - DEFINED BENEFIT PENSION PLANS

A. State Teachers Retirement System

The School District contributes to the State Teachers Retirement System of Ohio (STRS), a cost-sharing multiple employer public employee retirement system administered by the State Teachers Retirement Board. STRS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits 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. 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 percent of their annual covered salary and the School District is required to contribute 14 percent; 6 percent was the portion used to fund pension obligations for fiscal year 1999. For fiscal year 1998, 10.5 percent was the portion used to fund pension obligations. Contribution rates are established by STRS, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. The School District's required contribution for pension obligations to STRS for the fiscal years ended June 30, 1999, 1998, and 1997, were \$867,258, \$1,488,371, and \$1,422,611, respectively; 82.23 percent has been contributed for fiscal year 1999 and 100 percent for fiscal years 1998 and 1997. The unpaid contribution for fiscal year 1999, in the amount of \$154,090, is recorded as a liability within the respective funds.

B. School Employees Retirement System

The School 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 members and beneficiaries. Authority to establish and amend benefits is provided by Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to the School Employees Retirement System, 45 North Fourth Street, Columbus, Ohio 43215-3634.

Plan members are required to contribute 9 percent of their annual covered salary and the School District is required to contribute an actuarially determined rate. The current rate is 14 percent of annual covered payroll; 7.7 percent was the portion used to fund pension obligations for fiscal year 1999. For fiscal year 1998, 9.02 percent was the portion used to fund pension obligations. The contribution requirements of plan members and employers are established and may be amended, up to statutory maximum amounts, by the SERS Retirement Board. The School District's required contribution for pension obligations to SERS for the fiscal years ended June 30, 1999, 1998, and 1997, were \$290,307, \$306,035, and \$325,298, respectively; 43.36 percent has been contributed for fiscal year 1999 and 100 percent for fiscal years 1998 and 1997. The unpaid contribution for fiscal year 1999, in the amount of \$164,416, is recorded as a liability within the respective funds and the general long-term obligations account group.

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 15 - DEFINED BENEFIT PENSION PLANS (continued)

C. Social Security System

Effective July 1, 1991, all employees not otherwise covered by the State Teachers Retirement System or the School Employees Retirement System have an option to choose Social Security or the State Teachers Retirement System/School Employees Retirement System. As of June 30, 1999, all of the Board of Education members have elected Social Security. The Board's liability is 6.2 percent of wages paid.

NOTE 16 - POSTEMPLOYMENT BENEFITS

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

The State Teachers Retirement Board has statutory authority over how much, if any, of the health care costs will be absorbed by STRS. Most benefit recipients pay a portion of the health care cost in the form of a monthly premium. By law, the cost of coverage paid from STRS funds shall be included in the employer contribution rate, currently 14 percent of covered payroll. For fiscal year 1999, the Board allocated employer contributions equal to 8 percent of covered payroll to the Health Care Reserve Fund, an increase from 3.5 percent for fiscal year 1998. For the School District, this amount equaled \$1,156,344 for fiscal year 1999.

STRS pays health care benefits from the Health Care Reserve Fund. The balance in the Fund was \$2,156 million at June 30, 1998 (the latest information available). For the fiscal year ended June 30, 1998, net health care costs paid by STRS were \$219,224,000, and STRS had 91,999 eligible benefit recipients.

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

For this fiscal year, employer contributions to fund health care benefits were 6.3 percent of covered payroll, an increase from 4.98 percent for fiscal year 1998. 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 1999, the minimum pay has been established at \$12,400. For the School District, the amount to fund health care benefits, including the surcharge, was \$287,976 for fiscal year 1999.

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 125 percent of annual health care expenses. Expenses for health care at June 30, 1998, were \$111,900,575, and the target level was \$139.9 million. At June 30, 1998, SERS had net assets available for payment of health care benefits of \$160.3 million. SERS has approximately 50,000 participants currently receiving health care benefits.

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Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 18 - LONG-TERM OBLIGATIONS (continued)

Energy Conservation Notes 1994 - On May 11, 1994, the School District issued \$1,723,022 in unvoted general obligation notes for providing energy conservation measures for the School District. The notes were issued under the authority of Ohio Revised Code Sections 133.06(G) and 3313.372. The notes were issued for a ten year period with final maturity during fiscal year 2004.

Compensated absences and intergovernmental payables, representing the School District's contractually required pension contributions, will be paid from the fund from which the employees' salaries are paid.

The School District's overall debt margin was \$44,918,275 with an unvoted debt margin of \$499,092 at June 30, 1999.

Principal and interest requirements to retire the energy conservation notes outstanding at June 30, 1999, were as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2000	\$298,527	\$84,627	\$383,154
2001	212,590	42,845	255,435
2002	224,222	31,213	255,435
2003	236,563	18,873	255,436
2004	249,659	5,782	255,441
Total	<u>\$1,221,561</u>	<u>\$183,340</u>	<u>\$1,404,901</u>

NOTE 19 - RESERVATIONS OF FUND BALANCE

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

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 19 - RESERVATIONS OF FUND BALANCE (continued)

The following cash basis information identifies the changes in the fund balance reserves for textbooks, capital improvements, and budget stabilization during fiscal year 1999.

	Textbooks	Capital Improvements	Budget Stabilization	Total
Balance June 30, 1998	\$0	\$0	\$160,488	\$160,488
Current Year Set Aside Requirement	423,628	423,628	211,814	1,059,070
Current Year Offsets	(74,287)	0	0	(74,287)
Qualifying Expenditures	(349,341)	(423,628)	0	(772,969)
Balance June 30, 1999	<u>\$0</u>	<u>\$0</u>	<u>\$372,302</u>	<u>\$372,302</u>

Amounts of offsets and qualifying expenditures presented in the table were limited to those necessary to reduce the year end balance to zero. Although the School District may have had additional qualifying expenditures during the year, by rule, these amounts may not be used to reduce the set aside requirements of future years and are therefore not presented.

NOTE 20 - SEGMENT INFORMATION FOR ENTERPRISE FUNDS

The School District maintains two enterprise funds to account for the operations of food service and uniform school supplies. The table below reflects the more significant financial data relating to the enterprise funds of the Fremont City School District as of and for the fiscal year ended June 30, 1999.

	Food Service	Uniform School Supplies	Total Enterprise Funds
Operating Revenues	\$572,808	\$115,667	\$688,475
Depreciation Expense	33,412	0	33,412
Operating Income (Loss)	(735,848)	17,250	(718,598)
Federal Donated Commodities	122,166	0	122,166
Operating Grants	559,000	0	559,000
Net Income (Loss)	(56,513)	17,250	(39,263)
Fixed Asset Additions	20,649	0	20,649
Fixed Asset Reductions	11,613	0	11,613

(continued)

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 20 - SEGMENT INFORMATION FOR ENTERPRISE FUNDS (continued)

	Food Service	Uniform School Supplies	Total Enterprise Funds
Net Working Capital	\$45,825	\$104,151	\$149,976
Total Assets	255,092	107,214	362,306
Total Equity	80,875	104,151	185,026
Encumbrances Outstanding at Year End (Budget Basis)	0	22,638	22,638

NOTE 21 - JOINTLY GOVERNED ORGANIZATIONS

A. Northern Ohio Educational Computer Association

The Northern Ohio Educational Computer Association (NOECA) is a jointly governed organization among thirty-eight school districts. The organization was formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and instructional functions among member school districts.

The NOECA Assembly consists of a representative from each participating school district. NOECA is governed by a Board of Directors chosen from the general membership of the NOECA Assembly. The degree of control exercised by any participating school district is limited to its representation on the Board of Directors. Financial information can be obtained from Betty Schwiefert, who serves as Controller, 2900 South Columbus Avenue, Sandusky, Ohio 44870.

B. Vanguard-Sentinel Joint Vocational School

The Vanguard-Sentinel Joint Vocational School (JVS) is a distinct political subdivision of the State of Ohio which provides vocational education to students. The JVS is operated under the direction of a Board consisting of two representatives from the Fremont City School District and one representative from the other thirteen participating school districts' elected boards. The degree of control exercised by any participating school district is limited to its representation on the Board. The JVS possesses its own budgeting and taxing authority. Financial information can be obtained from the Vanguard-Sentinel Joint Vocational School, Jay Valasek, who serves as Treasurer, 1306 Cedar Street, Fremont, Ohio 43420.

NOTE 22 - INSURANCE POOL

Ohio School Boards Association Workers' Compensation Group Rating Plan - The School 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 an insurance purchasing pool.

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 22 - INSURANCE POOL (continued)

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 districts pay an enrollment fee to the Plan to cover the costs of administering the program.

NOTE 23 - STATE SCHOOL FUNDING DECISION

On March 24, 1997, the Ohio Supreme Court rendered a decision declaring certain portions of the Ohio school funding plan unconstitutional. The Court stayed the effect of its ruling for one year to allow the State's Legislature to design a plan to remedy the perceived defects in the system. Declared unconstitutional was the State's "School Foundation Program", which provides significant monetary support to the School District. During the fiscal year ended June 30, 1999, the School District received \$10,380,186 of school foundation support for its General Fund.

Since the Supreme Court ruling, numerous pieces of legislation have been passed by the State Legislature in an attempt to address the issues identified by the Court. The Court of Common of Pleas in Perry County has reviewed the new laws and, in a decision issued on February 26, 1999, determined they are not sufficiently responsive to the constitutional issues raised under the "thorough and efficient" clause of the Ohio Constitution. The State has appealed the decision made by the Court of Common Pleas to the Ohio Supreme Court. As of the date of these financial statements, the Ohio Supreme Court has not rendered an opinion on this issue. The decision of the Court of Common Pleas in Perry County has been stayed by the Ohio Supreme Court, and, as such, school districts are still operating under the laws that the Court of Common Pleas declared unconstitutional.

As of the date of these financial statements, the School District is unable to determine what effect, if any, this ongoing litigation will have on its future State funding under this program and on its financial operations.

NOTE 24 - YEAR 2000 ISSUE

The Year 2000 Issue is the result of shortcomings in many electronic data processing systems and other electronic equipment that may adversely affect the School District's operations.

The School District has completed an inventory of computer systems and other electronic equipment that may be affected by the Year 2000 Issue and that are necessary for conducting School District operations. The School District has identified such systems as being financial reporting, payroll and employee benefits, and educational statistics reporting.

The School District uses the State of Ohio Uniform School Accounting System software for financial reporting, and the State of Ohio Uniform Staff Payroll System software for payroll and employee benefits. The State is responsible for remediating these systems and for any costs associated with this project.

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 24 - YEAR 2000 ISSUE (continued)

The State processes a significant amount of financial and non-financial information about the School District through the State's Education Management and Information System (EMIS). Further, the State of Ohio distributes resources to the School District in the form of "foundation payments" and federal and state grant payments. The State is responsible for remediating these systems and for any costs associated with this project.

Sandusky County collects property taxes for distribution to the School District. Sandusky County is responsible for remediating the tax collection system and for any costs associated with the tax collection system.

Because of the unprecedented nature of the Year 2000 Issue, its effects and the success of related remediation efforts will not be fully determinable until the year 2000 and thereafter. Management cannot assure that the School District is, or will be, year 2000 ready; that the School District's remediation efforts will be successful in whole or in part; or that parties with whom the School District does business will be year 2000 ready.

NOTE 25 - CONTINGENCIES

A. Grants

The School District received financial assistance from Federal and State agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the School District at June 30, 1999.

B. Litigation

There are currently no matters in litigation with the School District as defendant.

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COMBINING, INDIVIDUAL FUND AND
ACCOUNT GROUP STATEMENTS AND SCHEDULES

GENERAL FUND

To account for all financial resources except, those required to be accounted for in another fund.

Fremont City School District
General Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Property Taxes	\$10,728,336	\$10,728,336	\$0
Income Taxes	3,414,266	3,414,266	0
Intergovernmental	11,616,272	11,616,272	0
Interest	215,787	215,787	0
Tuition	34,730	34,730	0
Rent	20,073	20,073	0
Gifts and Donations	67,355	67,355	0
Miscellaneous	65,753	65,753	0
Total Revenues	<u>26,162,572</u>	<u>26,162,572</u>	<u>0</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular			
Salaries	10,433,656	10,433,656	0
Fringe Benefits	2,559,613	2,559,613	0
Purchased Services	53,338	53,338	0
Materials and Supplies	434,829	434,829	0
Capital Outlay - New	341,544	341,544	0
Capital Outlay - Replacement	18,558	18,558	0
Total Regular	<u>13,841,538</u>	<u>13,841,538</u>	<u>0</u>
Special			
Salaries	1,046,273	1,046,273	0
Fringe Benefits	263,003	263,003	0
Purchased Services	1,175,487	1,175,487	0
Materials and Supplies	7,863	7,863	0
Capital Outlay - New	7,399	7,399	0
Total Special	<u>2,500,025</u>	<u>2,500,025</u>	<u>0</u>
Vocational			
Salaries	148,321	148,321	0
Fringe Benefits	34,672	34,672	0
Purchased Services	4,590	4,590	0
Materials and Supplies	404	404	0
Capital Outlay - Replacement	684	684	0
Total Vocational	<u>188,671</u>	<u>188,671</u>	<u>0</u>
Other			
Fringe Benefits	2,091	2,091	0
Purchased Services	426,070	426,070	0
Total Other	<u>428,161</u>	<u>428,161</u>	<u>0</u>
Total Instruction	<u>16,958,395</u>	<u>16,958,395</u>	<u>0</u>

(continued)

Fremont City School District
General Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999
(continued)

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Support Services:			
Pupils			
Salaries	\$998,326	\$998,326	\$0
Fringe Benefits	278,259	278,259	0
Purchased Services	330,883	330,883	0
Materials and Supplies	57,414	57,414	0
Capital Outlay - New	41,363	41,363	0
Other	660	660	0
Total Pupils	<u>1,706,905</u>	<u>1,706,905</u>	<u>0</u>
Instructional Staff			
Salaries	528,541	528,541	0
Fringe Benefits	153,742	153,742	0
Purchased Services	24,233	24,233	0
Materials and Supplies	74,740	74,740	0
Capital Outlay - New	16,955	16,955	0
Other	5,889	5,889	0
Total Instructional Staff	<u>804,100</u>	<u>804,100</u>	<u>0</u>
Board of Education			
Salaries	5,600	5,600	0
Fringe Benefits	988	988	0
Purchased Services	10,322	10,322	0
Materials and Supplies	1,526	1,526	0
Other	39,809	39,809	0
Total Board of Education	<u>58,245</u>	<u>58,245</u>	<u>0</u>
Administration			
Salaries	1,295,510	1,295,510	0
Fringe Benefits	413,565	413,565	0
Purchased Services	410,894	410,894	0
Materials and Supplies	93,367	93,367	0
Capital Outlay - New	11,243	11,243	0
Capital Outlay - Replacement	11,524	11,524	0
Other	2,329	2,329	0
Total Administration	<u>2,238,432</u>	<u>2,238,432</u>	<u>0</u>

(continued)

Fremont City School District
General Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999
(continued)

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Fiscal			
Salaries	\$150,996	\$150,996	\$0
Fringe Benefits	58,760	58,760	0
Purchased Services	32,235	32,235	0
Materials and Supplies	7,661	7,661	0
Capital Outlay - New	4,168	4,168	0
Capital Outlay - Replacement	430	430	0
Other	340,396	340,396	0
Total Fiscal	<u>594,646</u>	<u>594,646</u>	<u>0</u>
Business			
Salaries	58,382	58,382	0
Fringe Benefits	21,394	21,394	0
Purchased Services	110	110	0
Materials and Supplies	271	271	0
Other	125	125	0
Total Business	<u>80,282</u>	<u>80,282</u>	<u>0</u>
Operation and Maintenance of Plant			
Salaries	1,074,393	1,074,393	0
Fringe Benefits	372,040	372,040	0
Purchased Services	718,071	718,071	0
Materials and Supplies	289,758	289,758	0
Capital Outlay - New	1,998	1,998	0
Capital Outlay - Replacement	5,395	5,395	0
Other	25,365	25,365	0
Total Operation and Maintenance of Plant	<u>2,487,020</u>	<u>2,487,020</u>	<u>0</u>
Pupil Transportation			
Salaries	723,314	723,314	0
Fringe Benefits	295,528	295,528	0
Purchased Services	37,918	37,918	0
Materials and Supplies	159,717	159,717	0
Capital Outlay - New	2,438	2,438	0
Capital Outlay - Replacement	166,747	166,747	0
Other	17,597	17,597	0
Total Pupil Transportation	<u>1,403,259</u>	<u>1,403,259</u>	<u>0</u>
Central			
Salaries	22,556	22,556	0
Fringe Benefits	4,784	4,784	0
Purchased Services	13,727	13,727	0
Other	66,595	66,595	0
Total Central	<u>107,662</u>	<u>107,662</u>	<u>0</u>
Total Support Services	<u>9,480,551</u>	<u>9,480,551</u>	<u>0</u>

(continued)

Fremont City School District
General Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999
(continued)

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Non-Instructional Services			
Food Service Operations			
Salaries	\$11,271	\$11,271	\$0
Fringe Benefits	28	28	0
Total Food Service Operations	<u>11,299</u>	<u>11,299</u>	<u>0</u>
Community Services			
Salaries	2,151	2,151	0
Fringe Benefits	316	316	0
Total Community Services	<u>2,467</u>	<u>2,467</u>	<u>0</u>
Other Operations			
Other	1,616	1,616	0
Total Non-Instructional Services	<u>15,382</u>	<u>15,382</u>	<u>0</u>
Extracurricular Activities			
Academic and Subject Oriented Activities			
Salaries	50,386	50,386	0
Fringe Benefits	7,011	7,011	0
Total Academic and Subject Oriented Activities	<u>57,397</u>	<u>57,397</u>	<u>0</u>
Occupational Oriented Activities			
Salaries	2,985	2,985	0
Fringe Benefits	399	399	0
Total Occupational Oriented Activities	<u>3,384</u>	<u>3,384</u>	<u>0</u>
Sports Oriented Activities			
Salaries	292,164	292,164	0
Fringe Benefits	49,582	49,582	0
Purchased Services	5,785	5,785	0
Materials and Supplies	735	735	0
Capital Outlay - New	1,572	1,572	0
Total Sports Oriented Activities	<u>349,838</u>	<u>349,838</u>	<u>0</u>
School and Public Service			
Co-Curricular Activities			
Salaries	31,639	31,639	0
Fringe Benefits	4,525	4,525	0
Total School and Public Service Co-Curricular Activities	<u>36,164</u>	<u>36,164</u>	<u>0</u>
Total Extracurricular Activities	<u>446,783</u>	<u>446,783</u>	<u>0</u>

(continued)

Fremont City School District
General Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999
(continued)

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Capital Outlay			
Building Acquisition and Construction Services			
Capital Outlay - Replacement	\$152,685	\$152,685	\$0
Total Expenditures	<u>27,053,796</u>	<u>27,053,796</u>	<u>0</u>
Excess of Revenues Under Expenditures	<u>(891,224)</u>	<u>(891,224)</u>	<u>0</u>
<u>Other Financing Sources (Uses):</u>			
Proceeds from Sale of Fixed Assets	18,785	18,785	0
Refund of Prior Year Expenditures	24,638	24,638	0
Advances Out	(15,043)	(15,043)	0
Total Other Financing Sources (Uses)	<u>28,380</u>	<u>28,380</u>	<u>0</u>
Excess of Revenues and Other Financing Sources Under Expenditures	<u>(862,844)</u>	<u>(862,844)</u>	<u>0</u>
Fund Balance at Beginning of Year	998,649	998,649	0
Prior Year Encumbrances Appropriated	369,314	369,314	0
Fund Balance at End of Year	<u>\$505,119</u>	<u>\$505,119</u>	<u>\$0</u>

SPECIAL REVENUE FUNDS

To account for the proceeds of specific revenue sources (other than major capital projects or expendable trusts) that are legally restricted to expenditure for specified purposes.

Public School Support

To account for the proceeds of book sales or other revenue sources. Expenditures are restricted to the individual school which raised the money.

Cooperative Learning

To account for local resources provided by the Northwest Ohio Regional Professional Development Council to support professional team development training on cooperative learning with the inclusion of multiple intelligences.

Venture Capital Grant

To account for State resources provided to support reorganization of the student school day and teacher work day for school improvement.

Athletic

To account for gate receipts and other revenues from athletic events and all costs (except supplemental coaching contracts) of the School District's athletic program.

Auxiliary Services

To account for resources which provide services and materials to pupils attending non-public schools within the School District.

Professional Development Block Grant

To account for State resources which provide professional development and training of local teachers.

School Age Child Care Program

To account for resources used to pay the costs of preschool programs.

Management Information System

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

Public School Preschool

To account for resources used to pay the costs of preschool programs for three- and four-year-olds.

Disadvantaged Pupil Impact Aid

To account for State resources provided in support of academic and enrichment programs focusing on children from families qualifying for aid to dependent children.

Data Communications

To account for resources used to install and provide support for data communication links to any school in the Data Acquisition Site and the Ohio Education Computer Network.

Textbook/Instructional Materials

To account for State resources used for purchasing textbooks and other instructional materials.

(continued)

SPECIAL REVENUE FUNDS (continued)

Recruitment Grant

To account for resources used to recruit minority teachers from colleges and universities.

Migrant Education

To account for resources used for instructional programs for children of migratory agricultural workers; efforts to help youngsters who are deficient in oral English language facility and related language arts skills; and efforts to build a foundation for expanded opportunities for useful adult employment.

Eisenhower

To account for resources used to improve the skills of teachers and the quality of instruction in mathematics, science, foreign languages, and computer learning, and to increase the access of all students to that instruction.

Title VI-B

To account for Federal resources used to assist schools in the identification of handicapped children, development of procedural safeguards, implementation of least restrictive alternative service patterns, and provision of full educational opportunities to handicapped children at the preschool, elementary, and secondary levels.

Title I

To account for Federal resources used to assist the School District in meeting the special needs of educationally deprived children.

Title VI

To account for Federal resources which support the implementation of a variety of programs including computer education, gifted and talented programs, inservice training, and staff development.

Goals 2000

To account for Federal resources used to implement a plan to achieve and measure improvements in the School District's performance.

Fremont City School District
Special Revenue Funds

Combining Balance Sheet
June 30, 1999

	Public School Support	Venture Capital Grant	Athletic	Auxiliary Services
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$17,738	\$8,764	\$28,812	\$139,342
Receivables:				
Accounts	397	0	0	0
Intergovernmental	0	0	0	0
Prepaid Items	0	0	0	203
Total Assets	\$18,135	\$8,764	\$28,812	\$139,545
Liabilities and Fund Equity:				
Liabilities:				
Accounts Payable	\$111	\$0	\$3,436	\$276
Accrued Wages and Benefits	0	0	0	37,828
Compensated Absences Payable	0	0	0	0
Intergovernmental Payable	0	0	40	26,756
Interfund Payable	14	0	0	0
Due to Other Funds	74	0	0	0
Deferred Revenue	350	0	0	0
Total Liabilities	549	0	3,476	64,860
Fund Equity:				
Fund Balance:				
Reserved for Encumbrances	639	8,108	7,043	118,291
Unreserved (Deficit)	16,947	656	18,293	(43,606)
Total Fund Equity (Deficit)	17,586	8,764	25,336	74,685
Total Liabilities and Fund Equity	\$18,135	\$8,764	\$28,812	\$139,545

<u>Professional Development Block Grant</u>	<u>School Age Child Care Program</u>	<u>Management Information System</u>	<u>Public School Preschool</u>	<u>Disadvantaged Pupil Impact Aid</u>	<u>Textbook/ Instructional Materials</u>
\$29,151	\$1,564	\$5,359	\$0	\$37,104	\$74,287
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$29,151</u>	<u>\$1,564</u>	<u>\$5,359</u>	<u>\$0</u>	<u>\$37,104</u>	<u>\$74,287</u>
\$677	\$290	\$28	\$0	\$0	\$0
0	0	0	0	7,819	0
0	0	0	0	0	0
4	0	0	19	1,830	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>681</u>	<u>290</u>	<u>28</u>	<u>19</u>	<u>9,649</u>	<u>0</u>
7,724	0	314	0	83	0
20,746	1,274	5,017	(19)	27,372	74,287
<u>28,470</u>	<u>1,274</u>	<u>5,331</u>	<u>(19)</u>	<u>27,455</u>	<u>74,287</u>
<u>\$29,151</u>	<u>\$1,564</u>	<u>\$5,359</u>	<u>\$0</u>	<u>\$37,104</u>	<u>\$74,287</u>

(continued)

Fremont City School District
Special Revenue Funds

Combining Balance Sheet
June 30, 1999

(continued)

	Recruitment Grant	Migrant Education	Eisenhower	Title VI-B
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$19,841	\$91,088	\$12,343	\$57,696
Receivables:				
Accounts	0	0	0	0
Intergovernmental	0	0	0	0
Prepaid Items	0	0	0	0
Total Assets	<u>\$19,841</u>	<u>\$91,088</u>	<u>\$12,343</u>	<u>\$57,696</u>
<u>Liabilities and Fund Equity:</u>				
<u>Liabilities:</u>				
Accounts Payable	\$0	\$0	\$0	\$154
Accrued Wages and Benefits	0	10,629	0	395
Compensated Absences Payable	0	139	0	0
Intergovernmental Payable	0	9,746	0	2,132
Interfund Payable	0	0	0	0
Due to Other Funds	0	0	0	66
Deferred Revenue	0	0	0	0
Total Liabilities	<u>0</u>	<u>20,514</u>	<u>0</u>	<u>2,747</u>
<u>Fund Equity:</u>				
Fund Balance:				
Reserved for Encumbrances	7,862	3,714	1,608	4,911
Unreserved (Deficit)	11,979	66,860	10,735	50,038
Total Fund Equity (Deficit)	<u>19,841</u>	<u>70,574</u>	<u>12,343</u>	<u>54,949</u>
Total Liabilities and Fund Equity	<u>\$19,841</u>	<u>\$91,088</u>	<u>\$12,343</u>	<u>\$57,696</u>

<u>Title I</u>	<u>Title IV</u>	<u>Goals 2000</u>	<u>Totals</u>
\$60,385	\$6,398	\$18,700	\$608,572
0	0	0	397
57,300	0	0	57,300
0	0	0	203
<u>\$117,685</u>	<u>\$6,398</u>	<u>\$18,700</u>	<u>\$666,472</u>

\$249	\$640	\$0	\$5,861
77,891	2	0	134,564
1,081	0	0	1,220
13,038	76	0	53,641
0	0	0	14
19	0	0	159
0	0	0	350
<u>92,278</u>	<u>718</u>	<u>0</u>	<u>195,809</u>

22,813	1,176	2,374	186,660
2,594	4,504	16,326	284,003
<u>25,407</u>	<u>5,680</u>	<u>18,700</u>	<u>470,663</u>
<u>\$117,685</u>	<u>\$6,398</u>	<u>\$18,700</u>	<u>\$666,472</u>

Fremont City School District
Special Revenue Funds

Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
For the Fiscal Year Ended June 30, 1999

	Public School Support	Venture Capital Grant	Athletic	Auxiliary Services
<u>Revenues:</u>				
Intergovernmental	\$0	\$0	\$0	\$434,516
Extracurricular Activities	29,266	0	203,946	0
Gifts and Donations	2,175	0	0	0
Miscellaneous	0	0	3,467	0
Total Revenues	<u>31,441</u>	<u>0</u>	<u>207,413</u>	<u>434,516</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	4,859	0	0	0
Special	4,576	0	0	0
Support Services:				
Pupils	0	0	0	0
Instructional Staff	17,231	63,214	0	0
Administration	1,816	0	0	0
Fiscal	0	0	0	0
Operation and Maintenance of Plant	0	0	0	0
Pupil Transportation	0	0	0	0
Central	0	0	0	0
Non-Instructional Services	0	0	19,130	454,892
Extracurricular Activities	0	0	184,051	0
Total Expenditures	<u>28,482</u>	<u>63,214</u>	<u>203,181</u>	<u>454,892</u>
Excess of Revenues Over (Under) Expenditures	2,959	(63,214)	4,232	(20,376)
Fund Balances at Beginning of Year	14,627	71,978	21,104	95,061
Fund Balances (Deficit) at End of Year	<u>\$17,586</u>	<u>\$8,764</u>	<u>\$25,336</u>	<u>\$74,685</u>

<u>Professional Development Block Grant</u>	<u>School Age Child Care Program</u>	<u>Management Information System</u>	<u>Public School Preschool</u>	<u>Disadvantaged Pupil Impact Aid</u>	<u>Data Communications</u>
\$28,876	\$10,000	\$14,333	\$107,320	\$252,508	\$0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>28,876</u>	<u>10,000</u>	<u>14,333</u>	<u>107,320</u>	<u>252,508</u>	<u>0</u>
0	6,261	9,989	14,968	56,854	12,136
0	0	0	0	6,756	0
0	0	5,506	35,137	143	0
20,083	0	0	13,174	170,148	0
1,419	0	1,384	8,687	0	0
0	400	1,408	6,993	0	0
0	2,065	0	10,274	0	0
0	0	0	15,906	0	0
0	0	6,979	2,200	0	0
6,277	0	0	0	0	0
0	0	0	0	0	0
<u>27,779</u>	<u>8,726</u>	<u>25,266</u>	<u>107,339</u>	<u>233,901</u>	<u>12,136</u>
1,097	1,274	(10,933)	(19)	18,607	(12,136)
27,373	0	16,264	0	8,848	12,136
<u>\$28,470</u>	<u>\$1,274</u>	<u>\$5,331</u>	<u>(\$19)</u>	<u>\$27,455</u>	<u>\$0</u>

(continued)

Fremont City School District
Special Revenue Funds

Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
For the Fiscal Year Ended June 30, 1999
(continued)

	Textbook/ Instructional Materials	Recruitment Grant	Migrant Education	Eisenhower
Revenues:				
Intergovernmental	\$74,287	\$50,000	\$214,745	\$6,738
Extracurricular Activities	0	0	0	0
Gifts and Donations	0	0	0	0
Miscellaneous	0	0	0	0
Total Revenues	<u>74,287</u>	<u>50,000</u>	<u>214,745</u>	<u>6,738</u>
Expenditures:				
Current:				
Instruction:				
Regular	0	0	0	0
Special	0	0	40,681	0
Support Services:				
Pupils	0	35,912	25,580	0
Instructional Staff	0	12,081	42,528	23,805
Administration	0	6,384	16,191	754
Fiscal	0	0	8,471	0
Operation and Maintenance of Plant	0	0	10,575	0
Pupil Transportation	0	0	13,743	0
Central	0	0	0	0
Non-Instructional Services	0	0	2,934	0
Extracurricular Activities	0	0	0	0
Total Expenditures	<u>0</u>	<u>54,377</u>	<u>160,703</u>	<u>24,559</u>
Excess of Revenues Over (Under) Expenditures	74,287	(4,377)	54,042	(17,821)
Fund Balances at Beginning of Year	0	24,218	16,532	30,164
Fund Balances (Deficit) at End of Year	<u>\$74,287</u>	<u>\$19,841</u>	<u>\$70,574</u>	<u>\$12,343</u>

<u>Title VI-B</u>	<u>Title I</u>	<u>Title VI</u>	<u>Goals 2000</u>	<u>Totals</u>
\$329,634	\$673,197	\$27,078	\$20,000	\$2,243,232
0	0	0	0	233,212
0	0	0	0	2,175
0	0	0	0	3,467
<u>329,634</u>	<u>673,197</u>	<u>27,078</u>	<u>20,000</u>	<u>2,482,086</u>
0	0	3,009	0	108,076
98,291	615,219	0	0	765,523
53,411	22,607	6	0	178,302
68,803	38,221	16,697	0	485,985
20,673	3,763	0	1,300	62,371
0	9,657	0	0	26,929
0	407	0	0	23,321
0	0	0	0	29,649
0	0	0	0	9,179
38,604	9,202	4,063	0	535,102
0	0	0	0	184,051
<u>279,782</u>	<u>699,076</u>	<u>23,775</u>	<u>1,300</u>	<u>2,408,488</u>
49,852	(25,879)	3,303	18,700	73,598
5,097	51,286	2,377	0	397,065
<u>\$54,949</u>	<u>\$25,407</u>	<u>\$5,680</u>	<u>\$18,700</u>	<u>\$470,663</u>

Fremont City School District
Public School Support Special Revenue Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Extracurricular Activities	\$29,233	\$29,233	\$0
Gifts and Donations	2,175	2,175	0
Total Revenues	<u>31,408</u>	<u>31,408</u>	<u>0</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular			
Other	5,078	5,078	0
Special			
Materials and Supplies	4,576	4,576	0
Total Instruction	<u>9,654</u>	<u>9,654</u>	<u>0</u>
Support Services:			
Instructional Staff			
Materials and Supplies	17,481	17,481	0
Administration			
Purchased Services	56	56	0
Materials and Supplies	1,545	1,545	0
Other	200	200	0
Total Administration	<u>1,801</u>	<u>1,801</u>	<u>0</u>
Total Support Services	<u>19,282</u>	<u>19,282</u>	<u>0</u>
Total Expenditures	<u>28,936</u>	<u>28,936</u>	<u>0</u>
Excess of Revenues Over Expenditures	2,472	2,472	0
<u>Other Financing Sources:</u>			
Advances In	14	14	0
Excess of Revenues and Other Financing Sources Over Expenditures	2,486	2,486	0
Fund Balance at Beginning of Year	14,587	14,587	0
Prior Year Encumbrances Appropriated	26	26	0
Fund Balance at End of Year	<u>\$17,099</u>	<u>\$17,099</u>	<u>\$0</u>

Fremont City School District
Cooperative Learning Special Revenue Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues:</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Expenditures:</u>			
Current:			
Support Services:			
Instructional Staff			
Purchased Services	200	0	200
Materials and Supplies	1,000	0	1,000
Total Expenditures	<u>1,200</u>	<u>0</u>	<u>1,200</u>
Excess of Revenues Over (Under) Expenditures	(1,200)	0	1,200
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance (Deficit) at End of Year	<u>(\$1,200)</u>	<u>\$0</u>	<u>\$1,200</u>

Fremont City School District
Venture Capital Grant Special Revenue Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Expenditures:</u>			
Current:			
Support Services:			
Instructional Staff			
Salaries	590	590	0
Fringe Benefits	122	122	0
Purchased Services	26,833	26,452	381
Materials and Supplies	16,152	15,877	275
Capital Outlay - New	24,697	24,697	0
Other	5,000	5,000	0
Total Expenditures	<u>73,394</u>	<u>72,738</u>	<u>656</u>
Excess of Revenues Under Expenditures	(73,394)	(72,738)	656
Fund Balance at Beginning of Year	70,204	70,204	0
Prior Year Encumbrances Appropriated	<u>3,190</u>	<u>3,190</u>	<u>0</u>
Fund Balance at End of Year	<u>\$0</u>	<u>\$656</u>	<u>\$656</u>

Fremont City School District
Athletic Special Revenue Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Extracurricular Activities	\$203,946	\$203,946	\$0
Miscellaneous	3,467	3,467	0
Total Revenues	<u>207,413</u>	<u>207,413</u>	<u>0</u>
<u>Expenditures:</u>			
Current:			
Non-Instructional Services			
Community Services			
Purchased Services	14,313	14,313	0
Materials and Supplies	2,758	2,758	0
Other	2,059	2,059	0
Total Non-Instructional Services	<u>19,130</u>	<u>19,130</u>	<u>0</u>
Extracurricular Activities			
Sports Oriented Activities			
Salaries	7,260	7,260	0
Fringe Benefits	1,109	1,109	0
Purchased Services	68,020	68,020	0
Materials and Supplies	80,582	80,582	0
Capital Outlay - New	3,474	3,474	0
Capital Outlay - Replacement	800	800	0
Other	32,048	31,878	170
Total Extracurricular Activities	<u>193,293</u>	<u>193,123</u>	<u>170</u>
Total Expenditures	<u>212,423</u>	<u>212,253</u>	<u>170</u>
Excess of Revenues			
Under Expenditures	(5,010)	(4,840)	170
Fund Balance at Beginning of Year	21,834	21,834	0
Prior Year Encumbrances Appropriated	4,004	4,004	0
Fund Balance at End of Year	<u>\$20,828</u>	<u>\$20,998</u>	<u>\$170</u>

Fremont City School District
Auxiliary Services Special Revenue Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$456,000	\$440,267	(\$15,733)
<u>Expenditures:</u>			
Current:			
Non-Instructional Services			
Community Services			
Salaries	269,237	269,237	0
Fringe Benefits	80,829	80,829	0
Purchased Services	68,882	68,882	0
Materials and Supplies	126,062	126,062	0
Capital Outlay - New	6,188	6,188	0
Other	17,611	17,611	0
Total Expenditures	568,809	568,809	0
Excess of Revenues Under Expenditures	(112,809)	(128,542)	(15,733)
Fund Balance at Beginning of Year	48,690	48,690	0
Prior Year Encumbrances Appropriated	79,852	79,852	0
Fund Balance at End of Year	\$15,733	\$0	(\$15,733)

Fremont City School District
Professional Development Block Grant Special Revenue Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$31,500	\$28,876	(\$2,624)
<u>Expenditures:</u>			
Current:			
Support Services:			
Instructional Staff			
Salaries	2,000	731	1,269
Fringe Benefits	322	102	220
Purchased Services	35,803	20,179	15,624
Materials and Supplies	10,510	6,873	3,637
Total Instructional Staff	48,635	27,885	20,750
Administration			
Purchased Services	1,419	1,419	0
Total Support Services	50,054	29,304	20,750
Non-Instructional Services			
Community Services			
Purchased Services	6,277	6,277	0
Total Expenditures	56,331	35,581	20,750
Excess of Revenues			
Under Expenditures	(24,831)	(6,705)	18,126
Fund Balance at Beginning of Year	25,565	25,565	0
Prior Year Encumbrances Appropriated	1,890	1,890	0
Fund Balance at End of Year	\$2,624	\$20,750	\$18,126

Fremont City School District
School Age Child Care Program Special Revenue Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$10,000	\$10,000	\$0
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular			
Purchased Services	2,000	1,520	480
Materials and Supplies	1,785	1,451	334
Capital Outlay - New	3,250	3,000	250
Total Instruction	<u>7,035</u>	<u>5,971</u>	<u>1,064</u>
Support Services:			
Fiscal			
Purchased Services	400	400	0
Operation and Maintenance of Plant			
Materials and Supplies	2,065	2,065	0
Pupil Transportation			
Purchased Services	500	0	500
Total Support Services	<u>2,965</u>	<u>2,465</u>	<u>500</u>
Total Expenditures	<u>10,000</u>	<u>8,436</u>	<u>1,564</u>
Excess of Revenues Over Expenditures	0	1,564	1,564
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	<u>\$0</u>	<u>\$1,564</u>	<u>\$1,564</u>

Fremont City School District
Management Information System Special Revenue Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$15,000	\$14,333	(\$667)
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular			
Capital Outlay - New	9,989	9,989	0
Support Services:			
Pupils			
Capital Outlay - New	5,506	5,506	0
Administration			
Purchased Services	850	850	0
Materials and Supplies	534	534	0
Total Administration	1,384	1,384	0
Fiscal			
Materials and Supplies	117	117	0
Capital Outlay - New	1,503	1,291	212
Total Fiscal	1,620	1,408	212
Central			
Purchased Services	1,838	997	841
Materials and Supplies	5,018	1,054	3,964
Capital Outlay - New	5,243	5,243	0
Total Central	12,099	7,294	4,805
Total Support Services	20,609	15,592	5,017
Total Expenditures	30,598	25,581	5,017
Excess of Revenues			
Under Expenditures	(15,598)	(11,248)	4,350
Fund Balance at Beginning of Year	12,697	12,697	0
Prior Year Encumbrances Appropriated	3,568	3,568	0
Fund Balance at End of Year	\$667	\$5,017	\$4,350

Fremont City School District
Public School Preschool Special Revenue Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$110,000	\$107,320	(\$2,680)
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular			
Purchased Services	14,968	14,968	0
Support Services:			
Pupils			
Purchased Services	35,137	35,137	0
Instructional Staff			
Purchased Services	13,174	13,174	0
Administration			
Purchased Services	8,687	8,687	0
Fiscal			
Salaries	3,334	3,334	0
Fringe Benefits	588	588	0
Purchased Services	1,608	1,608	0
Materials and Supplies	1,444	1,444	0
Total Fiscal	6,974	6,974	0
Operation and Maintenance of Plant			
Purchased Services	10,274	10,274	0
Pupil Transportation			
Purchased Services	15,906	15,906	0
Central			
Purchased Services	2,200	2,200	0
Total Support Services	92,352	92,352	0
Total Expenditures	107,320	107,320	0
Excess of Revenues Over Expenditures	2,680	0	(2,680)
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$2,680	\$0	(\$2,680)

Fremont City School District
Disadvantaged Pupil Impact Aid Special Revenue Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$253,000	\$252,508	(\$492)
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular			
Salaries	54,861	47,421	7,440
Fringe Benefits	10,875	9,190	1,685
Materials and Supplies	250	0	250
Total Regular	65,986	56,611	9,375
Special			
Other	8,788	6,701	2,087
Total Instruction	74,774	63,312	11,462
Support Services:			
Instructional Staff			
Salaries	130,655	123,662	6,993
Fringe Benefits	62,748	45,382	17,366
Materials and Supplies	2,101	901	1,200
Total Support Services	195,504	169,945	25,559
Total Expenditures	270,278	233,257	37,021
Excess of Revenues Over (Under) Expenditures	(17,278)	19,251	36,529
Fund Balance at Beginning of Year	11,263	11,263	0
Prior Year Encumbrances Appropriated	6,507	6,507	0
Fund Balance at End of Year	\$492	\$37,021	\$36,529

Fremont City School District
Data Communications Special Revenue Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues:</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular			
Capital Outlay - New	<u>12,136</u>	<u>12,136</u>	<u>0</u>
Excess of Revenues Under Expenditures	<u>(12,136)</u>	<u>(12,136)</u>	<u>0</u>
Fund Balance at Beginning of Year	<u>12,136</u>	<u>12,136</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

Fremont City School District
Textbook/Instructional Materials Special Revenue Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues:</u>			
Intergovernmental	<u>\$75,000</u>	<u>\$74,287</u>	<u>(\$713)</u>
<u>Expenditures:</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess of Revenues Over Expenditures	75,000	74,287	(713)
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$75,000</u></u>	<u><u>\$74,287</u></u>	<u><u>(\$713)</u></u>

Fremont City School District
Recruitment Grant Special Revenue Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$50,000	\$50,000	\$0
<u>Expenditures:</u>			
Current:			
Support Services:			
Pupils			
Purchased Services	33,770	28,205	5,565
Materials and Supplies	2,337	2,337	0
Other	9,000	9,000	0
Total Pupils	<u>45,107</u>	<u>39,542</u>	<u>5,565</u>
Instructional Staff			
Salaries	1,743	65	1,678
Fringe Benefits	332	10	322
Purchased Services	14,678	10,516	4,162
Materials and Supplies	1,817	1,815	2
Total Instructional Staff	<u>18,570</u>	<u>12,406</u>	<u>6,164</u>
Administration			
Purchased Services	10,588	10,338	250
Total Expenditures	<u>74,265</u>	<u>62,286</u>	<u>11,979</u>
Excess of Revenues Under Expenditures	(24,265)	(12,286)	11,979
Fund Balance at Beginning of Year	24,092	24,092	0
Prior Year Encumbrances Appropriated	173	173	0
Fund Balance at End of Year	<u>\$0</u>	<u>\$11,979</u>	<u>\$11,979</u>

Fremont City School District
Migrant Education Special Revenue Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$263,000	\$214,745	(\$48,255)
<u>Expenditures:</u>			
Current:			
Instruction:			
Special			
Salaries	48,554	27,114	21,440
Fringe Benefits	11,372	5,317	6,055
Purchased Services	1,862	972	890
Materials and Supplies	11,247	11,187	60
Total Instruction	<u>73,035</u>	<u>44,590</u>	<u>28,445</u>
Support Services:			
Pupils			
Salaries	29,789	19,787	10,002
Fringe Benefits	7,347	3,898	3,449
Purchased Services	2,528	1,349	1,179
Materials and Supplies	958	1,007	(49)
Capital Outlay - New	2,000	1,783	217
Total Pupils	<u>42,622</u>	<u>27,824</u>	<u>14,798</u>
Instructional Staff			
Salaries	47,838	31,003	16,835
Fringe Benefits	15,528	8,178	7,350
Purchased Services	621	679	(58)
Total Instructional Staff	<u>63,987</u>	<u>39,860</u>	<u>24,127</u>
Administration			
Salaries	25,796	14,703	11,093
Fringe Benefits	7,052	4,078	2,974
Purchased Services	800	127	673
Materials and Supplies	300	102	198
Capital Outlay - New	240	240	0
Total Administration	<u>34,188</u>	<u>19,250</u>	<u>14,938</u>
Fiscal			
Salaries	8,869	5,788	3,081
Fringe Benefits	2,170	2,438	(268)
Materials and Supplies	226	66	160
Total Fiscal	<u>11,265</u>	<u>8,292</u>	<u>2,973</u>

(continued)

Fremont City School District
Migrant Education Special Revenue Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999
(continued)

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operation and Maintenance of Plant			
Salaries	\$8,333	\$5,353	\$2,980
Fringe Benefits	1,311	831	480
Purchased Services	8,696	3,995	4,701
Materials and Supplies	753	353	400
Total Operation and Maintenance of Plant	<u>19,093</u>	<u>10,532</u>	<u>8,561</u>
Pupil Transportation			
Salaries	9,467	4,967	4,500
Fringe Benefits	1,410	732	678
Purchased Services	8,147	8,147	0
Materials and Supplies	4,500	0	4,500
Total Pupil Transportation	<u>23,524</u>	<u>13,846</u>	<u>9,678</u>
Total Support Services	<u>194,679</u>	<u>119,604</u>	<u>75,075</u>
Non-Instructional Services			
Food Service Operations			
Salaries	6,540	3,220	3,320
Fringe Benefits	614	81	533
Total Non-Instructional Services	<u>7,154</u>	<u>3,301</u>	<u>3,853</u>
Total Expenditures	<u>274,868</u>	<u>167,495</u>	<u>107,373</u>
Excess of Revenues Over (Under) Expenditures	(11,868)	47,250	59,118
<u>Other Financing Uses:</u>			
Refund of Prior Year Receipts	<u>(25,191)</u>	<u>0</u>	<u>25,191</u>
Excess of Revenues Over (Under) Expenditures and Other Financing Uses	(37,059)	47,250	84,309
Fund Balance at Beginning of Year	36,827	36,827	0
Prior Year Encumbrances Appropriated	<u>3,297</u>	<u>3,297</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$3,065</u></u>	<u><u>\$87,374</u></u>	<u><u>\$84,309</u></u>

Fremont City School District
Eisenhower Special Revenue Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues:</u>			
Intergovernmental	<u>\$7,000</u>	<u>\$6,738</u>	<u>(\$262)</u>
<u>Expenditures:</u>			
Current:			
Support Services:			
Instructional Staff			
Salaries	10,194	900	9,294
Fringe Benefits	1,424	140	1,284
Purchased Services	22,558	16,007	6,551
Materials and Supplies	16,073	8,491	7,582
Total Instructional Staff	<u>50,249</u>	<u>25,538</u>	<u>24,711</u>
Administration			
Purchased Services	<u>2,500</u>	<u>754</u>	<u>1,746</u>
Total Expenditures	<u>52,749</u>	<u>26,292</u>	<u>26,457</u>
Excess of Revenues			
Under Expenditures	(45,749)	(19,554)	26,195
Fund Balance at Beginning of Year	24,689	24,689	0
Prior Year Encumbrances Appropriated	5,600	5,600	0
Fund Balance (Deficit) at End of Year	<u>(\$15,460)</u>	<u>\$10,735</u>	<u>\$26,195</u>

Fremont City School District
Title VI-B Special Revenue Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$354,000	\$329,634	(\$24,366)
<u>Expenditures:</u>			
Current:			
Instruction:			
Special			
Salaries	3,098	3,098	0
Fringe Benefits	635	635	0
Purchased Services	125,771	79,999	45,772
Materials and Supplies	19,213	19,215	(2)
Capital Outlay - New	2,016	1,945	71
Total Instruction	<u>150,733</u>	<u>104,892</u>	<u>45,841</u>
Support Services:			
Pupils			
Salaries	8,990	7,513	1,477
Fringe Benefits	36	46	(10)
Purchased Services	49,315	43,356	5,959
Materials and Supplies	3,520	3,537	(17)
Other	900	810	90
Total Pupils	<u>62,761</u>	<u>55,262</u>	<u>7,499</u>
Instructional Staff			
Salaries	46,000	46,573	(573)
Fringe Benefits	26,479	22,095	4,384
Total Instructional Staff	<u>72,479</u>	<u>68,668</u>	<u>3,811</u>
Administration			
Salaries	17,372	14,078	3,294
Fringe Benefits	6,463	5,029	1,434
Materials and Supplies	4,355	1,835	2,520
Total Administration	<u>28,190</u>	<u>20,942</u>	<u>7,248</u>
Total Support Services	<u>163,430</u>	<u>144,872</u>	<u>18,558</u>
Non-Instructional Services			
Community Services			
Purchased Services	38,604	38,604	0
Total Expenditures	<u>352,767</u>	<u>288,368</u>	<u>64,399</u>
Excess of Revenues Over Expenditures	1,233	41,266	40,033
Fund Balance at Beginning of Year	7,652	7,652	0
Prior Year Encumbrances Appropriated	3,815	3,815	0
Fund Balance at End of Year	<u>\$12,700</u>	<u>\$52,733</u>	<u>\$40,033</u>

Fremont City School District
Title I Special Revenue Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$870,000	\$616,132	(\$253,868)
<u>Expenditures:</u>			
Current:			
Instruction:			
Special			
Salaries	587,679	479,534	108,145
Fringe Benefits	154,975	114,163	40,812
Purchased Services	15,724	11,264	4,460
Materials and Supplies	36,284	20,208	16,076
Total Instruction	<u>794,662</u>	<u>625,169</u>	<u>169,493</u>
Support Services:			
Pupils			
Salaries	16,136	15,644	492
Fringe Benefits	5,497	3,142	2,355
Purchased Services	950	292	658
Materials and Supplies	597	577	20
Total Pupils	<u>23,180</u>	<u>19,655</u>	<u>3,525</u>
Instructional Staff			
Salaries	36,283	27,088	9,195
Fringe Benefits	12,832	8,441	4,391
Purchased Services	2,005	1,501	504
Materials and Supplies	1,170	1,079	91
Total Instructional Staff	<u>52,290</u>	<u>38,109</u>	<u>14,181</u>
Administration			
Salaries	2,975	2,975	0
Fringe Benefits	1,287	1,293	(6)
Total Administration	<u>4,262</u>	<u>4,268</u>	<u>(6)</u>
Fiscal			
Salaries	9,890	6,144	3,746
Fringe Benefits	2,477	1,756	721
Purchased Services	3,200	1,600	1,600
Materials and Supplies	1,000	130	870
Total Fiscal	<u>16,567</u>	<u>9,630</u>	<u>6,937</u>
Total Support Services	<u>96,299</u>	<u>71,662</u>	<u>24,637</u>

(continued)

Fremont City School District
 Title I Special Revenue Fund

Schedule of Revenues, Expenditures,
 and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
 For the Fiscal Year Ended June 30, 1999
 (continued)

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Non-Instructional Services			
Community Services			
Salaries	\$7,422	\$4,315	\$3,107
Fringe Benefits	2,345	1,951	394
Purchased Services	4,680	4,431	249
Materials and Supplies	481	448	33
Total Non-Instructional Services	<u>14,928</u>	<u>11,145</u>	<u>3,783</u>
Total Expenditures	<u>905,889</u>	<u>707,976</u>	<u>197,913</u>
Excess of Revenues Under Expenditures	(35,889)	(91,844)	(55,955)
<u>Other Financing Uses:</u>			
Refund of Prior Year Receipts	<u>(71,491)</u>	<u>0</u>	<u>71,491</u>
Excess of Revenues Under Expenditures and Other Financing Uses	(107,380)	(91,844)	15,536
Fund Balance at Beginning of Year	122,741	122,741	0
Prior Year Encumbrances Appropriated	<u>6,426</u>	<u>6,426</u>	<u>0</u>
Fund Balance at End of Year	<u>\$21,787</u>	<u>\$37,323</u>	<u>\$15,536</u>

Fremont City School District
Title VI Special Revenue Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$28,200	\$27,078	(\$1,122)
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular			
Salaries	2,610	2,610	0
Fringe Benefits	415	387	28
Total Instruction	3,025	2,997	28
Support Services:			
Instructional Staff			
Salaries	1,849	1,578	271
Fringe Benefits	2,536	236	2,300
Purchased Services	6,138	5,468	670
Materials and Supplies	10,460	10,412	48
Capital Outlay - New	5,800	5,800	0
Total Support Services	26,783	23,494	3,289
Non-Instructional Services			
Community Services			
Purchased Services	400	250	150
Materials and Supplies	3,818	2,702	1,116
Capital Outlay - New	1,180	1,180	0
Total Non-Instructional Services	5,398	4,132	1,266
Total Expenditures	35,206	30,623	4,583
Excess of Revenues Under Expenditures	(7,006)	(3,545)	3,461
Fund Balance at Beginning of Year	8,007	8,007	0
Prior Year Encumbrances Appropriated	120	120	0
Fund Balance at End of Year	\$1,121	\$4,582	\$3,461

Fremont City School District
Goals 2000 Special Revenue Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues:</u>			
Intergovernmental	\$20,000	\$20,000	\$0
<u>Expenditures:</u>			
Current:			
Support Services:			
Administration			
Purchased Services	18,500	3,674	14,826
Materials and Supplies	1,500	0	1,500
Total Expenditures	<u>20,000</u>	<u>3,674</u>	<u>16,326</u>
Excess of Revenues Over Expenditures	0	16,326	16,326
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$0</u></u>	<u><u>\$16,326</u></u>	<u><u>\$16,326</u></u>

DEBT SERVICE FUND

To account for the accumulation of resources for, and the payment of, general long-term obligation principal, interest, and related costs.

Bond Retirement

To account for property taxes collected for the payment of general obligation debt. The legal level of budgetary control is the same level reported in the general purpose financial statements.

CAPITAL PROJECTS FUNDS

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

Permanent Improvement

To account for the acquisition, construction, or improvement of capital facilities, other than those financed by proprietary funds or trust funds.

SchoolNet

To account for resources used for wiring all classrooms to support the transmission of voice, video, and data, and provide a computer workstation and related technology to all classrooms.

Video Distance Learning

To account for State resources used to finance the interactive video distance learning project.

E-Rate Grant

To account for Federal resources used to purchase new computers and other essential hardware items.

Fremont City School District
Capital Projects Funds

Combining Balance Sheet
June 30, 1999

	<u>Permanent Improvement</u>	<u>SchoolNet</u>	<u>Video Distance Learning</u>	<u>E-Rate Grant</u>	<u>Totals</u>
<u>Assets:</u>					
Equity in Pooled Cash and Cash Equivalents	\$13,073	\$84,711	\$3,150	\$34,304	\$135,238
Receivables:					
Intergovernmental	0	0	0	16,080	16,080
Total Assets	<u>\$13,073</u>	<u>\$84,711</u>	<u>\$3,150</u>	<u>\$50,384</u>	<u>\$151,318</u>
<u>Liabilities and Fund Equity:</u>					
<u>Liabilities:</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Fund Equity:</u>					
Fund Balance:					
Reserved for Encumbrances	0	242	0	60	302
Unreserved	13,073	84,469	3,150	50,324	151,016
Total Fund Equity	<u>13,073</u>	<u>84,711</u>	<u>3,150</u>	<u>50,384</u>	<u>151,318</u>
Total Liabilities and Fund Equity	<u>\$13,073</u>	<u>\$84,711</u>	<u>\$3,150</u>	<u>\$50,384</u>	<u>\$151,318</u>

Fremont City School District
Capital Projects Funds

Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
For the Fiscal Year Ended June 30, 1999

	Permanent Improvement	SchoolNet	Video Distance Learning	E-Rate Grant	Totals
<u>Revenues:</u>					
Intergovernmental	\$0	\$4,521	\$3,150	\$65,135	\$72,806
<u>Expenditures:</u>					
Current:					
Instruction:					
Regular	0	64,129	0	0	64,129
Support Services:					
Pupils	0	0	0	39	39
Capital Outlay	0	307,993	0	14,712	322,705
Total Expenditures	0	372,122	0	14,751	386,873
Excess of Revenues Over (Under) Expenditures	0	(367,601)	3,150	50,384	(314,067)
Fund Balances at Beginning of Year	13,073	452,312	0	0	465,385
Fund Balances at End of Year	<u>\$13,073</u>	<u>\$84,711</u>	<u>\$3,150</u>	<u>\$50,384</u>	<u>\$151,318</u>

Fremont City School District
 Permanent Improvement Capital Projects Fund

Schedule of Revenues, Expenditures,
 and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
 For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Expenditures:</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess of Revenues Over Expenditures	0	0	0
Fund Balance at Beginning of Year	<u>13,073</u>	<u>13,073</u>	<u>0</u>
Fund Balance at End of Year	<u>\$13,073</u>	<u>\$13,073</u>	<u>\$0</u>

Fremont City School District
SchoolNet Capital Projects Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$5,000	\$4,521	(\$479)
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular			
Purchased Services	7,045	405	6,640
Materials and Supplies	72,870	63,966	8,904
Capital Outlay - New	370,525	307,993	62,532
Total Instruction	<u>450,440</u>	<u>372,364</u>	<u>78,076</u>
Support Services:			
Instructional Staff			
Salaries	1,600	0	1,600
Fringe Benefits	272	0	272
Total Support Services	<u>1,872</u>	<u>0</u>	<u>1,872</u>
Total Expenditures	<u>452,312</u>	<u>372,364</u>	<u>79,948</u>
Excess of Revenues Under Expenditures	(447,312)	(367,843)	79,469
Fund Balance at Beginning of Year	172,470	172,470	0
Prior Year Encumbrances Appropriated	<u>279,842</u>	<u>279,842</u>	<u>0</u>
Fund Balance at End of Year	<u>\$5,000</u>	<u>\$84,469</u>	<u>\$79,469</u>

Fremont City School District
Video Distance Learning Capital Projects Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues:</u>			
Intergovernmental	\$3,150	\$3,150	\$0
<u>Expenditures:</u>	0	0	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	<u>\$3,150</u>	<u>\$3,150</u>	<u>\$0</u>

Fremont City School District
E-Rate Grant Capital Projects Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$50,000	\$49,055	(\$945)
<u>Expenditures:</u>			
Current:			
Support Services:			
Pupils			
Materials and Supplies	0	99	(99)
Capital Outlay - Replacement	49,055	14,712	34,343
Total Expenditures	49,055	14,811	34,244
Excess of Revenues Over Expenditures	945	34,244	33,299
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$945	\$34,244	\$33,299

ENTERPRISE FUNDS

To account for activities that are financed and operated in a manner similar to private business enterprises where the intent 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 where it has been 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

To account for food service operations of the School District.

Uniform School Supplies

To account for the purchase and sale of school supplies used in the School District.

Fremont City School District
Enterprise Funds

Combining Balance Sheet
June 30, 1999

	Food Service	Uniform School Supplies	Totals
<u>Assets:</u>			
<u>Current Assets:</u>			
Equity in Pooled Cash and Cash Equivalents	\$0	\$94,289	\$94,289
Receivables:			
Accounts	155	12,925	13,080
Intergovernmental	87,732	0	87,732
Prepaid Items	452	0	452
Inventory Held for Resale	23,656	0	23,656
Total Current Assets	<u>111,995</u>	<u>107,214</u>	<u>219,209</u>
<u>Noncurrent Assets:</u>			
Fixed Assets (net of accumulated depreciation)	143,097	0	143,097
Total Assets	<u>\$255,092</u>	<u>\$107,214</u>	<u>\$362,306</u>
<u>Liabilities and Fund Equity:</u>			
<u>Liabilities:</u>			
<u>Current Liabilities:</u>			
Accounts Payable	\$1,925	\$2,411	\$4,336
Accrued Wages and Benefits	6,065	0	6,065
Compensated Absences Payable	7,393	0	7,393
Intergovernmental Payable	21,265	0	21,265
Interfund Payable	15,029	652	15,681
Deferred Revenue	14,493	0	14,493
Total Current Liabilities	<u>66,170</u>	<u>3,063</u>	<u>69,233</u>
<u>Long-Term Liabilities:</u>			
Compensated Absences Payable	108,047	0	108,047
Total Liabilities	<u>174,217</u>	<u>3,063</u>	<u>177,280</u>
<u>Fund Equity</u>			
Retained Earnings:			
Unreserved	67,624	104,151	171,775
Contributed Capital:			
Governmental Funds	13,251	0	13,251
Total Fund Equity	<u>80,875</u>	<u>104,151</u>	<u>185,026</u>
Total Liabilities and Fund Equity	<u>\$255,092</u>	<u>\$107,214</u>	<u>\$362,306</u>

Fremont City School District
Enterprise Funds

Combining Statement of Revenues, Expenses,
and Changes in Fund Equity
For the Fiscal Year Ended June 30, 1999

	Food Service	Uniform School Supplies	Totals
<u>Operating Revenues:</u>			
Sales	\$572,764	\$115,667	\$688,431
Other Operating Revenues	44	0	44
Total Operating Revenues	<u>572,808</u>	<u>115,667</u>	<u>688,475</u>
<u>Operating Expenses:</u>			
Salaries	530,822	0	530,822
Fringe Benefits	212,335	0	212,335
Purchased Services	49,610	5,528	55,138
Materials and Supplies	32,391	2,759	35,150
Cost of Sales	450,016	90,130	540,146
Depreciation	33,412	0	33,412
Other Operating Expenses	70	0	70
Total Operating Expenses	<u>1,308,656</u>	<u>98,417</u>	<u>1,407,073</u>
Operating Income (Loss)	<u>(735,848)</u>	<u>17,250</u>	<u>(718,598)</u>
<u>Non-Operating Revenues (Expenses):</u>			
Federal Donated Commodities	122,166	0	122,166
Operating Grants	559,000	0	559,000
Interest	958	0	958
Loss on Disposal of Fixed Assets	(2,789)	0	(2,789)
Total Non-Operating Revenues (Expenses)	<u>679,335</u>	<u>0</u>	<u>679,335</u>
Net Income (Loss)	(56,513)	17,250	(39,263)
Retained Earnings at Beginning of Year	<u>124,137</u>	<u>86,901</u>	<u>211,038</u>
Retained Earnings at End of Year	67,624	104,151	171,775
Contributed Capital at Beginning and End of Year	<u>13,251</u>	<u>0</u>	<u>13,251</u>
Total Fund Equity at End of Year	<u>\$80,875</u>	<u>\$104,151</u>	<u>\$185,026</u>

Fremont City School District
Food Service Enterprise Fund

Schedule of Revenues, Expenses,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Sales	\$572,808	\$572,808	\$0
Interest	958	958	0
Other Revenues	44	44	0
Operating Grants	540,486	540,486	0
Total Revenues	<u>1,114,296</u>	<u>1,114,296</u>	<u>0</u>
<u>Expenses:</u>			
Salaries	530,411	530,411	0
Fringe Benefits	212,871	212,871	0
Purchased Services	49,234	49,234	0
Materials and Supplies	361,135	361,135	0
Capital Outlay	20,495	20,495	0
Other Expenses	70	70	0
Total Expenses	<u>1,174,216</u>	<u>1,174,216</u>	<u>0</u>
Excess of Revenues Under Expenses	(59,920)	(59,920)	0
Advances In	<u>15,029</u>	<u>15,029</u>	<u>0</u>
Excess of Revenues Under Expenses and Advances	(44,891)	(44,891)	0
Fund Balance at Beginning of Year	32,848	32,848	0
Prior Year Encumbrances Appropriated	12,043	12,043	0
Fund Balance at End of Year	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Fremont City School District
Uniform School Supplies Enterprise Fund

Schedule of Revenues, Expenses,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Sales	\$103,695	\$103,695	\$0
Other Revenues	14,000	14,000	0
Total Revenues	<u>117,695</u>	<u>117,695</u>	<u>0</u>
<u>Expenses:</u>			
Purchased Services	5,069	5,069	0
Materials and Supplies	113,016	113,016	0
Capital Outlay	807	807	0
Total Expenses	<u>118,892</u>	<u>118,892</u>	<u>0</u>
Excess of Revenues Under Expenses	(1,197)	(1,197)	0
Fund Balance at Beginning of Year	71,394	71,394	0
Prior Year Encumbrances Appropriated	1,454	1,454	0
Fund Balance at End of Year	<u>\$71,651</u>	<u>\$71,651</u>	<u>\$0</u>

Fremont City School District
Enterprise Funds

Combining Statement of Cash Flows
For the Fiscal Year Ended June 30, 1999

	Food Service	Uniform School Supplies	Totals
<u>Increase (Decrease) in Cash and Cash Equivalents</u>			
<u>Cash Flows from Operating Activities:</u>			
Cash Received from Customers	\$572,808	\$103,695	\$676,503
Cash Received from Other Revenues	44	14,000	14,044
Cash Payments for Salaries	(530,411)	0	(530,411)
Cash Payments for Fringe Benefits	(212,871)	0	(212,871)
Cash Payments to Suppliers for Goods and Services	(410,215)	(96,254)	(506,469)
Cash Payments for Other Expenses	(70)	0	(70)
Net Cash Provided by (Used for) Operating Activities	<u>(580,715)</u>	<u>21,441</u>	<u>(559,274)</u>
<u>Cash Flows from Noncapital Financing Activities:</u>			
Cash Received from Operating Grants	540,486	0	540,486
Cash Received from Advances In	15,029	0	15,029
Net Cash Provided by Noncapital Financing Activities	<u>555,515</u>	<u>0</u>	<u>555,515</u>
<u>Cash Flows from Capital and Related Financing Activities:</u>			
Cash Payments for Fixed Assets	(20,649)	0	(20,649)
<u>Cash Flows from Investing Activities:</u>			
Cash Received from Interest	958	0	958
Net Increase (Decrease) in Cash and Cash Equivalents	(44,891)	21,441	(23,450)
Cash and Cash Equivalents at Beginning of Year	44,891	72,848	117,739
Cash and Cash Equivalents at End of Year	<u>\$0</u>	<u>\$94,289</u>	<u>\$94,289</u>

(continued)

Fremont City School District
Enterprise Funds

Combining Statement of Cash Flows
For the Fiscal Year Ended June 30, 1999
(continued)

	<u>Food Service</u>	<u>Uniform School Supplies</u>	<u>Totals</u>
<u>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:</u>			
Operating Income (Loss)	(\$735,848)	\$17,250	(\$718,598)
<u>Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:</u>			
Depreciation	33,412	0	33,412
Donated Commodities Used During Year	122,166	0	122,166
<u>Changes in Assets and Liabilities:</u>			
Increase (Decrease) in Accounts Receivable	(39)	2,027	1,988
Decrease in Due from Other Funds	84	0	84
Increase in Prepaid Items	(452)	0	(452)
Increase in Inventory Held for Resale	(1,551)	0	(1,551)
Increase in Accounts Payable	1,638	2,164	3,802
Increase in Accrued Wages and Benefits	747	0	747
Increase in Compensated Absences Payable	2,459	0	2,459
Decrease in Intergovernmental Payable	(3,331)	0	(3,331)
Net Cash Provided by (Used for)			0
Operating Activities	<u>(\$580,715)</u>	<u>\$21,441</u>	<u>(\$559,274)</u>

INTERNAL SERVICE FUND

To account for the financing of services provided by one department or agency to other departments or agencies of the School District on a cost reimbursement basis.

Self Insurance

To account for the self insurance program for hospital/medical, prescription, and dental insurance benefits. The legal level of budgetary control is the same level reported in the general purpose financial statements.

FIDUCIARY FUNDS

To account for assets held by the School District in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds.

EXPENDABLE TRUST FUNDS

Special Trusts

To account for assets held by the School District in a trustee capacity to be distributed in the form of scholarships and loans. The activities of the fund are as follows:

Pearl Setzler Trust - To provide loans to graduates who plan to further their high school education. Applicants are selected based on the recommendation of the loan committee, consisting of the senior class advisor, principal of Ross High School, and the superintendent of Fremont City School District.

Dora O'Farrell Art Scholarship - To award an annual scholarship of \$400 to any graduating senior pursuing an undergraduate degree in an art or art-related field. The award is selected by the family based on an art piece submitted.

Laura M. Kridler Trust - To award a scholarship to the graduate who has the highest scholastic rank over four years.

Margaret E. Fox Trust - To provide loans to graduates that have completed two to three years of college and who need the funds for completion of advanced training.

Bertha Youngman Trust - To provide loans to encourage students and graduates to attend the college or vocational training school of their choice to better prepare them for life's work or chosen profession.

Imogene Forsyth Trust - To provide loans to needy foreign language graduates who wish to attend college.

Rusty Loughlin Memorial Scholarship - To grant a scholarship to deserving senior(s) based upon academic achievements, school-community involvement, and personal characteristics.

Unclaimed Monies

To account for checks issued but not cashed.

NONEXPENDABLE TRUST FUND

Endowment Fund

To account for assets which have been set aside to earn interest. The interest is distributed annually as scholarships. The legal level of budgetary control is the same level reported in the general purpose financial statements. The activities of the fund are as follows:

Al Hetrick Scholarship Trust - To award a scholarship to a senior who will attend college and major in a business field. The student will be selected by the principal and the senior class advisor based on outstanding scholastic work and participation in a sport and/or other extracurricular activity.

(continued)

NONEXPENDABLE TRUST FUND (continued)

Mary A. Hedrick Trust - To provide for the betterment and maintenance of the Manuel Training Department of the School District for any purpose designed for a useful occupation in life.

Linda Schwartz Scholarship - To award a scholarship for advanced education to a deserving student regardless of position academically in his/her class.

Charles Fox Trust - To award a scholarship to assist graduates who are worthy students in the field of medicine, nursing, home economics, or similar areas of study.

Edward L. Forgatsch Scholarship - To award a scholarship to a senior who will pursue a post-secondary education. The recipient must demonstrate excellence in scholastic achievement and have participated with success in wrestling and/or football.

Beth Israel Congregation - To award one scholarship per graduating class to a student selected from the second quantile of his/her graduating class.

AGENCY FUNDS

Faculty

To account for sales from faculty pop machines.

Student Managed Activities

To account for student activity programs which have student participation in the activity and have student involvement in the management of the program.

Fremont City School District
Trust and Agency Funds

Combining Balance Sheet
June 30, 1999

	Expendable Trust		Nonexpendable Trust	Agency		Totals
	Special Trusts	Unclaimed Monies	Endowment	Faculty	Student Managed Activities	
<u>Assets:</u>						
Equity in Pooled Cash and Cash Equivalents	\$6,063	\$5,000	\$8,012	\$1,480	\$74,263	\$94,818
Investments	71,500	0	20,500	0	0	92,000
<u>Receivables:</u>						
Accrued Interest	196	0	43	0	0	239
Notes	4,373	0	0	0	0	4,373
Judgements	4,223	0	0	0	0	4,223
Total Assets	\$86,355	\$5,000	\$28,555	\$1,480	\$74,263	\$195,653
<u>Liabilities and Fund Equity:</u>						
<u>Liabilities:</u>						
Accounts Payable	\$0	\$0	\$0	\$60	\$142	\$202
Due to Other Funds	0	0	0	0	288	288
Deferred Revenue	4,223	0	0	0	0	4,223
Undistributed Assets	0	0	0	1,420	73,833	75,253
Total Liabilities	4,223	0	0	1,480	74,263	79,966
<u>Fund Equity:</u>						
<u>Fund Balance:</u>						
Reserved for Notes Receivable	4,373	0	0	0	0	4,373
Reserved for Contributions	0	0	24,500	0	0	24,500
Unreserved	77,759	5,000	4,055	0	0	86,814
Total Fund Equity	82,132	5,000	28,555	0	0	115,687
Total Liabilities and Fund Equity	\$86,355	\$5,000	\$28,555	\$1,480	\$74,263	\$195,653

Fremont City School District
Expendable Trust Funds

Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
For the Fiscal Year Ended June 30, 1999

	Special Trusts	Unclaimed Monies	Totals
<u>Revenues:</u>			
Interest	\$3,701	\$0	\$3,701
Miscellaneous	491	824	1,315
Total Revenues	4,192	824	5,016
<u>Expenditures:</u>			
<u>Current:</u>			
Non-Instructional Services	902	0	902
Excess of Revenues Over Expenditures	3,290	824	4,114
Fund Balances at Beginning of Year	78,842	4,176	83,018
Fund Balances at End of Year	\$82,132	\$5,000	\$87,132

Fremont City School District
Special Trusts Expendable Trust Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Interest	\$3,651	\$3,651	\$0
Miscellaneous	3,800	3,800	0
Total Revenues	<u>7,451</u>	<u>7,451</u>	<u>0</u>
<u>Expenditures:</u>			
Current:			
Community Services			
Other	902	902	0
Excess of Revenues Over Expenditures	6,549	6,549	0
Fund Balance at Beginning of Year	71,014	71,014	0
Fund Balance at End of Year	<u>\$77,563</u>	<u>\$77,563</u>	<u>\$0</u>

Fremont City School District
Unclaimed Monies Expendable Trust Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Miscellaneous	\$824	\$824	\$0
<u>Expenditures:</u>	0	0	0
Excess of Revenues Over Expenditures	824	824	0
Fund Balance at Beginning of Year	4,176	4,176	0
Fund Balance at End of Year	<u>\$5,000</u>	<u>\$5,000</u>	<u>\$0</u>

Fremont City School District
Agency Funds

Combining Statement of Changes in Assets and Liabilities
For the Fiscal Year Ended June 30, 1999

	<u>Balance at 6/30/98</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance at 6/30/99</u>
<u>Faculty</u>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$2,017	\$4,559	\$5,096	\$1,480
Total Assets	\$2,017	\$4,559	\$5,096	\$1,480
<u>Liabilities:</u>				
Accounts Payable	\$168	\$60	\$168	\$60
Undistributed Assets	1,849	1,420	1,849	1,420
Total Liabilities	\$2,017	\$1,480	\$2,017	\$1,480
<u>Student Managed Activities</u>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$63,547	\$196,012	\$185,296	\$74,263
Total Assets	\$63,547	\$196,012	\$185,296	\$74,263
<u>Liabilities:</u>				
Accounts Payable	\$3,021	\$142	\$3,021	\$142
Due to Other Funds	0	288	0	288
Undistributed Assets	60,526	73,833	60,526	73,833
Total Liabilities	\$63,547	\$74,263	\$63,547	\$74,263
<u>All Agency Funds</u>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$65,564	\$200,571	\$190,392	\$75,743
Total Assets	\$65,564	\$200,571	\$190,392	\$75,743
<u>Liabilities:</u>				
Accounts Payable	\$3,189	\$202	\$3,189	\$202
Due to Other Funds	0	288	0	288
Undistributed Assets	62,375	75,253	62,375	75,253
Total Liabilities	\$65,564	\$75,743	\$65,564	\$75,743

GENERAL FIXED ASSETS ACCOUNT GROUP

To account for all fixed assets, other than those accounted for in proprietary funds or trust funds.

Fremont City School District
 Schedule of General Fixed Assets by Source
 June 30, 1999

General Fixed Assets:

Land	\$306,154
Buildings and Improvements	14,461,961
Furniture, Fixtures, and Equipment	4,062,663
Vehicles	2,458,096
Total General Fixed Assets	<u><u>\$21,288,874</u></u>

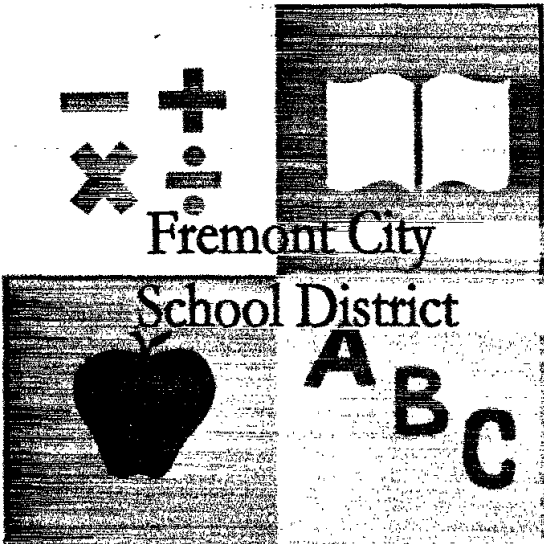
Investment in General Fixed Assets from:

General Fund Resources:	\$2,906,668
Special Revenue Fund Resources:	
Venture Capital Grant	24,618
Athletic	46,241
Auxiliary Services	71,996
Disadvantaged Pupil Program	6,592
Professional Development Block Grant	229
Excellence in Education	20,486
School Age Child Care Program	20,220
Management Information System	63,894
Disadvantaged Pupil Impact Aid	4,409
Recruitment Grant	3,040
Migrant Education	10,720
Education for Economic Security	1,126
Title VI-B	37,270
Title I	144,779
Title VI	62,633
Capital Projects Fund Resources:	
Permanent Improvement	1,697,130
SchoolNet	1,263,857
E-Rate Grant	14,711
Enterprise Fund Resources:	
Food Service	250
 Gifts and Donations	 74,643
 Acquired Prior to July 1, 1991	 <u>14,813,362</u>
Total Investment in General Fixed Assets	<u><u>\$21,288,874</u></u>

Fremont City School District
Schedule of General Fixed Assets by Function and Type
June 30, 1999

Function	Land	Buildings and Improvements	Furniture, Fixtures, and Equipment	Vehicles	Total
Instruction:					
Regular	\$306,154	\$13,913,665	\$2,442,859	\$0	\$16,662,678
Special	0	0	253,862	0	253,862
Vocational	0	0	14,710	0	14,710
Other	0	0	0	15,546	15,546
Total Instruction	<u>306,154</u>	<u>13,913,665</u>	<u>2,711,431</u>	<u>15,546</u>	<u>16,946,796</u>
Support Services:					
Pupils	0	0	180,498	0	180,498
Instructional Staff	0	0	326,686	0	326,686
Administration	0	0	356,011	0	356,011
Fiscal	0	0	57,993	0	57,993
Operation and Maintenance of Plant	0	6,413	137,589	308,652	452,654
Pupil Transportation	0	0	48,823	2,133,898	2,182,721
Total Support Services	<u>0</u>	<u>6,413</u>	<u>1,107,600</u>	<u>2,442,550</u>	<u>3,556,563</u>
Non-Instructional Services	<u>0</u>	<u>0</u>	<u>111,219</u>	<u>0</u>	<u>111,219</u>
Extracurricular Activities	<u>0</u>	<u>541,883</u>	<u>132,413</u>	<u>0</u>	<u>674,296</u>
Total General Fixed Assets	<u>\$306,154</u>	<u>\$14,461,961</u>	<u>\$4,062,663</u>	<u>\$2,458,096</u>	<u>\$21,288,874</u>

STATISTICAL SECTION



**Comprehensive Annual
Financial Report
Fiscal Year
1999**

Fremont City School District
Schedule of Changes in General Fixed Assets by Function
For the Fiscal Year Ended June 30, 1999

Function	Balance at 6/30/98	Additions	Reductions	Balance at 6/30/99
Instruction:				
Regular	\$16,142,214	\$598,036	(\$77,572)	\$16,662,678
Special	253,159	3,633	(2,930)	253,862
Vocational	14,543	718	(551)	14,710
Other	15,546	0	0	15,546
Total Instruction	<u>16,425,462</u>	<u>602,387</u>	<u>(81,053)</u>	<u>16,946,796</u>
Support Services:				
Pupils	116,599	67,879	(3,980)	180,498
Instructional Staff	305,884	44,386	(23,584)	326,686
Administration	340,162	25,699	(9,850)	356,011
Fiscal	50,828	10,926	(3,761)	57,993
Operation and Maintenance of Plant	455,651	7,133	(10,130)	452,654
Pupil Transportation	2,058,260	124,461	0	2,182,721
Total Support Services	<u>3,327,384</u>	<u>280,484</u>	<u>(51,305)</u>	<u>3,556,563</u>
Non-Instructional Services	99,754	11,465	0	111,219
Extracurricular Activities	668,154	6,142	0	674,296
Total General Fixed Assets by Function	<u>\$20,520,754</u>	<u>\$900,478</u>	<u>(\$132,358)</u>	<u>\$21,288,874</u>

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STATISTICAL SECTION

THE FOLLOWING UNAUDITED STATISTICAL TABLES
REFLECT SOCIAL AND ECONOMIC DATA, FINANCIAL TRENDS, AND
FISCAL CAPACITY OF THE SCHOOL DISTRICT.

Fremont City School District
 General Fund Expenditures by Function and Other Financing Uses
 Last Ten Fiscal Years

	<u>1999</u>	<u>1998</u>	<u>1997</u>	<u>1996</u>
Current:				
Instruction:				
Regular	\$14,058,827	\$13,324,572	\$12,527,758	\$12,511,252
Special	2,326,883	1,792,901	1,636,139	1,635,813
Vocational	188,199	178,214	144,584	122,666
Adult/Continuing	0	10	783	6,049
Other	430,825	54,584	55,525	79,020
Support Services:				
Pupils	1,699,719	1,350,761	1,270,104	1,145,412
Instructional Staff	811,347	623,991	598,731	531,347
Board of Education	56,682	50,653	47,141	72,959
Administration	2,237,206	2,173,787	2,114,667	1,866,070
Fiscal	600,951	505,937	505,732	522,594
Business	80,556	84,678	74,148	74,159
Operation and Maintenance of Plant	2,407,608	2,130,218	2,201,616	1,965,600
Pupil Transportation	1,323,320	1,305,644	1,500,425	1,301,797
Central	111,751	73,363	74,831	141,139
Non-Instructional Services	12,960	13,742	9,857	26,280
Extracurricular Activities	445,970	399,458	387,413	366,346
Capital Outlay	107,383	479,907	123,668	141,987
Debt Service	0	0	0	938
Other Financing Uses	0	0	172,961	1,917
Total	<u>\$26,900,187</u>	<u>\$24,542,420</u>	<u>\$23,446,083</u>	<u>\$22,513,345</u>

Source: Fremont City School District Records

(1) 1990 - 1991 are reported on a cash basis; all others are reported on a GAAP basis.

<u>1995</u>	<u>1994</u>	<u>1993</u>	<u>1992</u>	<u>1991 (1)</u>	<u>1990 (1)</u>
\$11,661,520	\$10,981,076	\$10,877,602	\$10,816,494	\$10,071,779	\$10,126,250
1,408,163	1,295,376	1,290,550	1,245,566	1,079,785	1,031,388
150,611	151,876	164,550	215,337	186,293	214,339
5,997	5,987	6,443	29,284	28,232	52,510
55,718	43,265	30,987	0	0	0
1,008,693	990,896	1,005,254	808,318	871,942	881,004
448,707	449,288	425,779	409,518	449,596	420,771
45,052	49,256	32,614	41,894	40,909	35,017
1,880,564	1,721,420	1,705,985	1,672,919	1,519,588	1,471,016
543,513	465,703	430,499	450,872	412,606	421,996
71,559	66,231	68,646	65,391	60,902	56,183
1,897,027	1,855,819	1,904,760	1,868,686	1,930,335	1,820,944
1,199,723	1,085,542	1,230,721	1,204,440	1,140,177	1,068,835
103,508	78,119	44,936	32,318	75,637	16,825
101,415	27,333	25,577	18,206	21,827	13,051
330,863	294,196	318,805	308,484	299,063	276,784
50,153	48,746	47,963	63,211	186,085	137,834
19,826	2,366	2,905	3,444	0	0
4,308	423,270	97,513	0	351,650	452,682
<u>\$20,986,920</u>	<u>\$20,035,765</u>	<u>\$19,712,089</u>	<u>\$19,254,382</u>	<u>\$18,726,406</u>	<u>\$18,497,429</u>

Fremont City School District
 General Fund Revenues by Source and Other Financing Sources
 Last Ten Fiscal Years

	<u>1999</u>	<u>1998</u>	<u>1997</u>	<u>1996</u>
Property Taxes	\$11,517,755	\$10,598,755	\$9,711,298	\$11,744,668
Income Taxes (2)	3,560,107	3,239,876	3,066,771	0
Intergovernmental	11,575,334	10,575,619	9,963,160	9,688,467
Interest	218,555	255,957	297,194	223,973
Tuition	34,730	37,605	48,268	67,991
Classroom Materials and Fees	0	0	0	59,692
Rent	44,711	8,870	43,095	0
Gifts and Donations	67,355	0	0	0
Miscellaneous	42,849	326,086	109,076	51,785
Other Financing Sources	<u>18,785</u>	<u>1,567</u>	<u>71,237</u>	<u>2,367</u>
Total	<u>\$27,080,181</u>	<u>\$25,044,335</u>	<u>\$23,310,099</u>	<u>\$21,838,943</u>

Source: Fremont City School District Records

(1) 1990 - 1991 are reported on a cash basis; all others are reported on a GAAP basis.

(2) Prior to fiscal year 1997 property and income taxes were combined.

<u>1995</u>	<u>1994</u>	<u>1993</u>	<u>1992</u>	<u>1991 (1)</u>	<u>1990 (1)</u>
\$13,132,592	\$9,877,409	\$9,195,961	\$8,923,092	\$8,275,189	\$8,587,366
0	0	0	0	0	0
9,231,324	9,249,373	9,751,363	9,867,052	9,651,624	8,769,830
216,044	131,284	126,095	189,269	268,231	330,301
22,339	49,794	46,794	39,225	60,924	53,043
14,668	19,199	34,365	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
202,746	168,995	122,113	150,486	107,787	147,498
0	0	4,526	0	159,239	169,576
<u>\$22,819,713</u>	<u>\$19,496,054</u>	<u>\$19,281,217</u>	<u>\$19,169,124</u>	<u>\$18,522,994</u>	<u>\$18,057,614</u>

Fremont City School District
Property Tax Levies and Collections
Real Estate Property Tax
Last Ten Years

Year	Current Tax Levy	Current Tax Collections	Percent Collected	Delinquent Tax Collections	Total Tax Collections	Percent of Total Collections to Current Tax Levy	Outstanding Delinquent Taxes	Percent of Outstanding Delinquent Taxes to Current Tax Levy
1999	\$7,775,394	\$7,294,189	93.81%	\$299,290	\$7,593,479	97.66%	\$397,493	5.11%
1998	7,580,706	7,403,377	97.66	182,302	7,585,679	100.07	275,530	3.63
1997	6,791,853	6,717,016	98.90	151,973	6,868,989	101.14	248,110	3.65
1996	6,654,755	6,578,847	98.86	133,697	6,712,544	100.87	243,148	3.65
1995	6,689,726	6,539,201	97.75	150,735	6,689,936	100.00	267,317	4.00
1994	6,434,676	6,356,545	98.79	136,317	6,492,862	100.90	241,002	3.75
1993	6,550,699	6,421,229	98.02	148,083	6,569,312	100.28	272,719	4.16
1992	6,468,776	6,355,713	98.25	203,680	6,559,393	101.40	255,472	3.95
1991	6,222,273	6,082,561	97.75	151,140	6,233,701	100.18	306,480	4.93
1990	6,010,763	5,866,514	97.60	207,083	6,073,597	101.05	276,629	4.60

Source: Sandusky County Auditor - Presented on a calendar year basis because that is the manner that information is maintained by the County Auditor.

Does not include state reimbursement of homestead and rollback exemptions.

Fremont City School District
Property Tax Levies and Collections
Tangible Personal Property Tax
Last Ten Years

Year	Current Tax Levy	Current Tax Collections	Percent Collected	Delinquent Tax Collections	Total Tax Collections	Percent of Total		Outstanding Delinquent Taxes	Percent of Outstanding Delinquent Taxes to Current Tax Levy
						Collections to Current Tax Levy	Delinquent Taxes		
1999 (1)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1998	\$3,085,644	\$2,867,355	92.93%	\$241,543	\$3,108,898	100.75%	\$314,148	10.18%	
1997	3,152,613	3,208,629	101.78	26,955	\$3,235,584	102.63	88,979	2.82	
1996	3,018,822	3,100,496	102.71	79,244	3,179,740	105.33	289,073	9.58	
1995	2,789,800	2,933,792	105.16	30,447	2,964,239	106.25	444,955	15.95	
1994	2,474,478	2,347,852	94.88	44,013	2,391,865	96.66	613,284	24.78	
1993	3,187,817	2,282,572	71.60	317,150	2,599,722	81.55	588,481	18.46	
1992	2,884,190	2,720,838	94.34	58,762	2,779,600	96.37	509,595	17.67	
1991	2,759,109	2,684,645	97.30	7,821	2,692,466	97.58	398,489	14.44	
1990	2,757,398	2,711,946	98.35	19,975	2,731,921	99.08	330,559	11.99	

Source: Sandusky County Auditor - Presented on a calendar year basis because that is the manner that information is maintained by the County Auditor.

(1) The information for 1999 is not available.

N/A Not Available

Fremont City School District
Assessed and Estimated Actual Value of Taxable Property
Last Ten Years

Year	Agricultural/Residential and Other Real Estate		Public Utility (1)	
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
1999	\$366,462,820	\$1,047,036,629	\$38,345,260	\$124,497,597
1998	361,181,680	1,031,947,657	35,924,930	116,639,383
1997	308,236,380	880,675,371	37,630,790	122,177,890
1996	298,646,380	853,275,371	36,902,180	119,812,273
1995	292,485,390	835,672,543	40,894,180	132,773,312
1994	263,714,210	753,469,171	40,187,950	130,480,357
1993	261,109,420	745,794,543	37,987,150	123,334,903
1992	259,879,850	742,513,857	39,052,610	126,794,188
1991	224,278,740	640,796,400	37,656,680	122,261,948
1990	219,386,160	626,817,600	34,303,610	98,010,314

Source: Sandusky County Auditor - Presented on a calendar year basis because that is the manner that information is maintained by the County Auditor.

(1) Public Utility includes both real property and personal property.

Real Estate is assessed at 35 percent of actual value.

Public Utility Real Estate is assessed at 35 percent of actual value.

Public Utility Tangible Personal is assessed at 88 percent of actual value.

Tangible Personal is assessed at 25 percent of actual value.

Tangible Personal		Total		Ratio
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	
\$94,283,864	\$377,135,456	\$499,091,944	\$1,548,669,682	32.23%
97,058,210	388,232,840	494,164,820	1,536,819,880	32.16
89,923,106	359,692,424	435,790,276	1,362,545,685	31.98
79,103,944	316,415,776	414,652,504	1,289,503,420	32.16
79,903,560	319,614,240	413,283,130	1,288,060,095	32.09
82,055,447	328,221,788	385,957,607	1,212,171,316	31.84
83,880,659	335,522,636	382,977,229	1,204,652,082	31.79
86,015,654	330,829,438	384,948,114	1,200,137,483	32.08
84,062,366	311,342,096	345,997,786	1,074,400,444	32.20
83,558,865	298,424,518	337,248,635	1,023,252,432	32.96

Fremont City School District
Property Tax Rates - Direct and Overlapping Governments
(Per \$1,000 of Assessed Valuation)
Last Ten Years

	1999	1998	1997	1996
Fremont School District Levy	\$32.10	\$32.10	\$32.10	\$32.10
Sandusky County Levy	7.10	7.10	7.10	7.10
Vanguard-Sentinal JVS Levy	1.60	1.60	1.60	1.60
Fremont City Levy	3.20	3.20	3.20	3.20
Lindsey Village Levy	6.80	6.80	6.80	6.80
Health District Levy	0.50	0.50	0.50	0.50
Birchard Library Levy	0.60	0.60	0.70	0.80
E911 District Levy	0.10	0.10	0.10	0.20
Ballville Township Levy	4.75	4.75	3.50	3.50
Rice Township Levy	3.60	3.60	3.60	2.70
Washington Township Levy	5.40	5.40	5.40	1.30
Sandusky Township Levy	5.20	5.20	5.20	5.20
Greencreek Township Levy	3.20	3.20	3.20	3.20
Debt Service included				
in Total Levy				
School	0.00	0.00	0.00	0.00
Library	0.60	0.60	0.70	0.80

Source: Sandusky County Auditor - Presented on a calendar year basis because that is the manner that information is maintained by the County Auditor.

Note: Totals were not presented because of overlapping governmental entities.

1995	1994	1993	1992	1991	1990
\$32.10	\$32.10	\$33.00	\$32.80	\$32.80	\$32.80
7.10	7.10	7.10	7.10	7.30	7.60
1.60	1.60	1.60	1.60	1.60	1.60
3.20	3.20	3.20	3.20	3.20	3.20
6.80	6.80	6.80	6.80	6.80	6.80
0.50	0.50	0.50	0.50	0.50	0.50
0.80	0.80	0.80	0.80	0.90	0.90
0.20	0.20	0.20	0.20	0.00	0.00
3.50	5.00	5.00	5.00	5.00	5.00
2.70	2.50	2.50	2.40	2.40	2.40
1.30	1.30	1.30	1.30	3.90	3.90
5.20	5.20	5.20	5.20	5.20	5.20
3.20	3.20	3.20	3.20	3.20	3.20
0.00	0.00	0.90	0.70	0.70	0.70
0.80	0.80	0.80	0.80	0.90	0.90

Fremont City School District
Principal Taxpayers
Real Estate Property Tax
December 31, 1998

Name of Taxpayer	Assessed Value (1)	Percentage of Total Assessment
GMH Enterprises, Inc.	\$3,747,660	1.02%
Mid Peninsula Properties	3,029,800	0.83
Fangboner & Associates	2,125,590	0.58
Wal-Mart Stores, Inc. #1492	2,059,260	0.56
Kelsey Hayes Company	1,697,980	0.46
Fremont Building Company	1,641,580	0.45
H.J. Heinz Company	1,568,780	0.43
Poly Foam International, Inc.	1,557,020	0.42
Croghan Colonial Bank	1,522,900	0.42
Aufrecht-Grabman Ltd.	1,493,690	0.41
Total	<u>\$20,444,260</u>	<u>5.58%</u>

Total Assessed Values of All Taxpayers \$366,462,820

Source: Sandusky County Auditor

(1) Assessed values are for the 1999 collection year.

Fremont City School District
Principal Taxpayers
Public Utility Property Tax
December 31, 1998

Name of Taxpayer	Assessed Value (1)	Percentage of Total Assessment
Ohio Power	\$11,953,290	31.17%
Toledo Edison	8,350,140	21.78
Ohio Bell Telephone	5,979,770	15.59
Columbia Gas Company	3,753,430	9.79
East Ohio Gas Company	2,899,100	7.56
LCI International	2,004,400	5.23
Norfolk Southern	892,350	2.33
Ohio Telephone & Telegraph	869,350	2.27
Columbia Gas Transmission Corp.	515,870	1.34
Ohio Edison Company	451,780	1.18
Total	<u>\$37,669,480</u>	<u>98.24%</u>

Total Assessed Values of All Taxpayers \$38,345,260

Source: Sandusky County Auditor

(1) Assessed values are for the 1999 collection year.

Fremont City School District
Principal Taxpayers
Tangible Personal Property Tax
December 31, 1998

Name of Taxpayer	Assessed Value (1)	Percentage of Total Assessment
H.J. Heinz Company	\$9,361,100	9.93%
Kelsey Hayes Company	6,392,440	6.78
Aeroquip Inoac Company	4,399,490	4.67
American National Can Company	4,050,800	4.29
Curwood, Inc.	2,563,960	2.72
Great Lakes Sugar Company	2,362,090	2.51
Green Bay Packaging	2,193,930	2.33
Crown Battery Mfg. Co., Inc.	2,155,770	2.29
Ludlow Composite Corporation	2,121,880	2.25
Lear Corp.	2,024,640	2.14
Total	<u>\$37,626,100</u>	<u>39.91%</u>

Total Assessed Values of All Taxpayers \$94,283,864

Source: Sandusky County Auditor

(1) Assessed values are for the 1999 collection year.

Fremont City School District
 Computation of Legal Debt Margin
 June 30, 1999

	<u>Overall Debt Margin</u>	<u>Unvoted Debt Margin</u>
Net Assessed Value	<u>\$499,091,944</u>	<u>\$499,091,944</u>
Debt Limitation of Assessed Value (1)	<u>\$44,918,275</u>	<u>\$499,092</u>
Outstanding Debt		
Energy Conservation Notes	1,221,561	1,221,561
Less Debt Exempt from Limitation		
Energy Conservation Notes	<u>(1,221,561)</u>	<u>(1,221,561)</u>
Net Debt Applicable to Debt Limitation	0	0
Total Legal Debt Margin	<u>\$44,918,275</u>	<u>\$499,092</u>

Source: Sandusky County Auditor and Fremont City School District Records

(1) Ohio Bond Law sets a limit of 9 percent for voted debt and 1/10 of 1 percent for unvoted debt.

Fremont City School District
Ratio of General Obligation Bonded Debt to Assessed Value
and General Bonded Debt Per Capita
Last Ten Years

<u>Year</u>	<u>Population (1)</u>	<u>General Obligation Debt (2)</u>	<u>Assessed Value</u>	<u>Ratio of Debt to Assessed Value</u>	<u>Bonded Debt per Capita</u>
1999	17,647	\$0	\$499,091,944	0.00%	\$0
1998	17,647	0	494,164,820	0.00	0
1997	17,647	0	435,790,276	0.00	0
1996	17,647	0	414,652,504	0.00	0
1995	17,647	0	413,283,130	0.00	0
1994	17,647	220,000	385,957,607	0.06	12
1993	17,647	440,000	382,977,229	0.11	25
1992	17,647	660,000	384,948,114	0.17	37
1991	17,647	880,000	345,997,786	0.25	50
1990	17,647	1,100,000	337,248,635	0.33	62

Source: Sandusky County Auditor

(1) Includes City of Fremont only.

(2) Includes all general obligation bonded debt.

Fremont City School District
Ratio of Annual Debt Service Expenditures for
General Obligation Bonded Debt to Total General Fund Expenditures
Last Ten Fiscal Years

<u>Year</u>	<u>Principal</u>	<u>Interest and Fiscal Charges</u>	<u>Total Debt Service</u>	<u>Total General Fund Expenditures (1)</u>	<u>Ratio of Debt Service to General Fund Expenditures (Percentage)</u>
1999	\$0	\$0	\$0	\$26,900,187	0.00%
1998	0	0	0	24,542,420	0.00
1997	0	0	0	23,446,083	0.00
1996	0	0	0	22,513,345	0.00
1995	220,000	6,188	226,188	20,986,920	1.08
1994	220,000	18,562	238,562	20,035,765	1.19
1993	220,000	30,938	250,938	19,712,089	1.27
1992	220,000	43,313	263,313	19,254,382	1.37
1991	220,000	55,688	275,688	18,726,406	1.47
1990	220,000	68,062	288,062	18,497,429	1.56

Source: Fremont City School District Records.

(1) 1990 - 1991 are reported on a cash basis; all others are reported on a GAAP basis. Includes Other Financing Uses.

Fremont City School District
 Computation of Overlapping Debt
 December 31, 1998

<u>Jurisdiction</u>	<u>Net General Obligation Debt Outstanding</u>	<u>Percentage Applicable to Fremont City School District</u>	<u>Amount Applicable to Fremont City School District</u>
Sandusky County	\$7,164,042	54.38%	\$3,895,806
City of Fremont	8,805,000	100.00	8,805,000
Birchard Library	1,400,000	71.38	999,320
Total			<u>\$13,700,126</u>

The percentage of gross indebtedness of the School District's overlapping political subdivisions was determined by dividing each overlapping subdivision's assessed valuation within the School District by its total assessed valuation.

Fremont City School District
Property Values, Bank Deposits, and Construction Activity
Last Ten Years

Year	Assessed Value Real, Public Utility, and Tangible Personal Property (1)	Sandusky County Bank Deposits (2)	Valuation of Building Permits Issued (3)
1999	\$499,091,944	N/A	N/A
1998	494,164,820	\$361,850,000	\$6,646,015
1997	435,790,276	347,412,000	13,309,903
1996	414,652,504	586,865,000	7,759,030
1995	413,283,130	509,528,000	11,277,608
1994	385,957,607	515,599,000	18,488,806
1993	382,977,229	513,711,000	13,685,879
1992	384,948,114	553,960,000	8,698,999
1991	345,997,786	430,429,000	2,646,048
1990	337,248,635	422,836,000	5,952,450

(1) Source: Sandusky County Auditor

(2) Source: Federal Reserve Bank, Cleveland Ohio. The information for 1999 is not available.

(3) Source: City of Fremont Engineer, City of Fremont only. The information for 1999 is not available.

N/A Not Available

Fremont City School District
 Ten Largest Employers by Employee Income Tax Withholding
 December 31, 1998

Name	Amount (1)	Percentage of Total Employee Withholding
Fremont Board of Education	\$255,864	5.39%
Sandusky County	231,667	4.88
H.J. Heinz Company	228,442	4.81
Memorial Hospital	170,881	3.60
Poly Foam International, Inc.	130,096	2.75
Tera Community College	109,250	2.30
American National Can Company	103,596	2.18
Ludlow Composit Corporation	95,331	2.01
Crown Battery Mfg. Co., Inc.	94,668	2.00
Aeroquip Inoac Company	88,546	1.87
	\$1,508,341	31.79%

Total Employee Withholding \$4,744,813

Source: City of Fremont Income Tax Department

(1) Amount rounded to nearest hundred.

Fremont City School District
Enrollment Statistics
Last Ten Fiscal Years

Year	General Fund Expenditures (1)	Average Daily Membership	Per Pupil Cost
1999	\$26,900,187	5,161	\$5,212
1998	25,542,420	5,138	4,971
1997	23,446,083	5,291	4,431
1996	22,513,345	5,361	4,199
1995	20,986,920	5,415	3,876
1994	20,035,765	5,443	3,681
1993	19,712,089	5,475	3,600
1992	19,254,382	5,553	3,467
1991	18,726,406	5,510	3,399
1990	18,497,429	5,554	3,330

Source: Fremont City School District Records

(1) 1990 - 1991 are reported on a cash basis; all others are reported on a GAAP basis. Includes Other Financing Uses.

Fremont City School District
 Teacher Education and Experience
 June 30, 1999

<u>Degree</u>	<u>Number of Teachers</u>	<u>Percentage of Total</u>
Bachelor's Degree	57	19.06%
Bachelor + 15	59	19.73
Bachelor + 30	57	19.07
Master's Degree	63	21.07
Master + 15	23	7.69
Master + 30	40	13.38
Total	299	100.00%

<u>Years of Experience</u>	<u>Number of Teachers</u>	<u>Percentage of Total</u>
0-5	57	19.06%
6-10	41	13.71
11-14	53	17.72
15-19	43	14.38
20-24	36	12.04
25 and over	69	23.09
Total	299	100.00%

Source: Fremont City School District Personnel Records.

**Matt A. Feasel, Treasurer
Fremont Board of Education
1220 Cedar Street, Suite A
Fremont, Ohio 43420
(419) 332-6454 or Fax 332-4051**

FREMONT CITY SCHOOL DISTRICT

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Issued by: Fremont Board
of Education
Fremont, Ohio

John J. Rhodes, Board President

Cynthia Anderson Wise, Board Vice President

Daniel W. Lease, Board Member

Stanley P. Root, Jr., Board Member

Charles F. Schwochow, Board Member



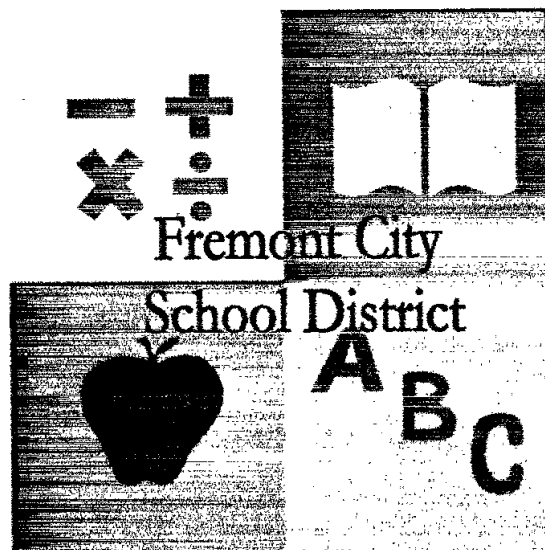
Matt A. Feasel, Treasurer/
Director of Business Affairs

Donald G. King,
Superintendent of Schools

FOR FISCAL YEAR ENDED

JUNE 30, 1999

INTRODUCTION SECTION



Comprehensive Annual Financial Report Fiscal Year 1999

Fremont City School District
Fremont, Ohio

Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 1999

Issued by:
Fremont City School District
Treasurer's Office

Matt A. Feasel
Treasurer

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Fremont City School District
 Comprehensive Annual Financial Report
 For the Fiscal Year Ended June 30, 1999
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Fremont City Schools

1220 CEDAR ST. • SUITE A • FREMONT, OHIO 43420-1156
TELEPHONE (419) 332-6454
FAX (419) 334-5454

Superintendent of Schools
DONALD G. KING

Board of Education

DANIEL W. LEASE
JOHN J. RHODES
STANLEY P. ROOT, JR.
CHARLES F. SCHWOCHOW
CYNTHIA ANDERSON WISE

Treasurer

MATT A. FEASEL



December 20, 1999

Board of Education
Fremont City School District

The Comprehensive Annual Financial Report (CAFR) for the Fremont City School District is hereby submitted. This report provides full disclosure of the financial operation of the School District for the fiscal year ended June 30, 1999. This CAFR, which includes an opinion from the Auditor of State, conforms to generally accepted accounting principles as applicable to governmental entities. Responsibility for both the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the School District. This report will provide the taxpayers of the Fremont City School District with comprehensive financial data in a format which will enable them to gain an understanding of the School District's financial affairs. Copies will be made available to the Chamber of Commerce, major taxpayers, the Birchard Public Library, financial rating services, banking institutions, and other interested parties.

The CAFR is composed of three distinct sections. The Introduction Section includes the table of contents, letter of transmittal, Certificates of Achievement and Excellence, list of principal officials, and an organizational chart. The Financial Section includes the report of independent accountants, general purpose financial statements and explanatory notes, and combining and individual fund and account group statements and schedules. The Statistical Section includes various tables reflecting social and economic data, financial trends, and fiscal capacity of the School District.

SCHOOL DISTRICT ORGANIZATION

The Reverend Joseph Badger, an Indian Missionary and teacher, often stopped in Fremont on his travels. Teaching on his visits, he encouraged the settlers, consisting of about twenty families, to build a schoolhouse. This area was then known as Lower Sandusky, later named Fremont in 1849 for John C. Fremont, a well-known explorer, soldier, and political leader in the 1800's.

The first schoolhouse was built in 1816 a few rods west of Fort Stephenson and consisted of rough, unhewn logs with oiled-paper windows and primitive seats, which were actually benches made from hewn timbers held on posts driven into the ground. This school was replaced on the same site in 1817 by a more substantial building of hewn logs, with glass windowpanes, a row of desks around the walls, and a fireplace in the front. When the second log schoolhouse burned in 1834, a rough stone building was erected on the same location.

In January 1850, the citizens of Fremont took preliminary steps toward organizing the school according to the graded or union school plan under the state law of 1849. The question of organization was submitted to a vote of the people and was carried by a majority of forty-four in a total of two hundred eighteen votes. Jess Homestead, the Reverend H. Lang, Homer Everett, J. B. G. Downs, Horace E. Clark, D. Capper, and J. H. Hafford were elected members of the first Board of Education. Horace E. Clark, a former teacher and county auditor, served as the first superintendent in 1853.

Riley Center School, a one-room school located east of Fremont on County Road 232 in Riley Township, was the oldest school in that district, having been built prior to 1833. The last one-room school in Sandusky County was replaced on the same site with the Riley Centralized School in 1950. This latter school became part of the Fremont City School system in 1967.

Washington Township Elementary School in Lindsey was built in 1929 with an addition in 1955. It became part of the Fremont City School system in 1968.

According to information furnished by the Boards of Education, the one-room schools in Ballville and Rice Townships were closed in 1946. At that time, Rice Township and the students in the northwestern section of Ballville Township became a part of the Fremont City School system.

Statutorily, the School District operates under standards prescribed by the Ohio State Board of Education as provided in division (D) of section 3301.07 of the Ohio Revised Code for the purpose of providing educational services authorized by charter and further mandated by state and/or federal agencies.

A five member Board of Education serves as the taxing authority, contracting body, and policy maker for the School District. The Board adopts the annual operating budget and approves all expenditures of School District monies.

The Superintendent is the chief administrative officer of the School District, responsible for both education and support operations. The Treasurer is the chief fiscal officer of the School District, responsible for maintaining records of all financial matters, issuing checks in payment of liabilities incurred by the School District, and investing idle funds as specified by Ohio law.

REPORTING ENTITY AND SERVICES PROVIDED

The Fremont City School District's financial report is composed solely of the primary government; there are no component units. The primary government consists of all funds, departments, boards, and agencies that are not legally separate from the School District. For Fremont City School District, this includes general operations, food service, preschool, and student related activities of the School District.

MAJOR INITIATIVES

The 5-Year Continuous Improvement Plan (CIP) developed by district administrators in August of 1999, and subsequently approved by the Fremont Board of Education, embodies the major initiatives, both current and planned for the Fremont City School District. In addition to the district-wide plan, each of the School District's nine schools will be creating their own CIPs modeled from the School District framework with input from parents, teachers, and students. The School District's CIP identifies the following targeted components:

Teaching and Learning – improve student achievement for all students; increase state test scores by 25 percent annually; improve teaching methodologies in all curricular areas.

Assessment – authentic assessment will improve the measuring of student academic performance.

Student Services – evaluation and increased student participation in student services programs will enhance student readiness for learning.

Professional Development – 100 percent of the School District’s instructional staff will participate in inservice programs focused on teaching, learning, and assessment.

Facilities/School Environments - 100 percent of the 5-year permanent improvement priority list will be achieved resulting in enhanced learning environments for children.

Organization/Governance – all School District committees will develop a purpose statement to help evaluate the effectiveness of decision making that contributes to better student performance.

Family, Business, and Community – each school will develop a public relations plan that will focus on improving student learning; the School District will collaborate with parents and the community to maximize partnerships for educational opportunities for all students.

ECONOMIC CONDITION AND OUTLOOK

The most recent positive economic news for Fremont and the surrounding area was the H.J. Heinz Company’s announcement of a pending major expansion which will add approximately 250 jobs and make the Fremont ketchup plant the biggest in the world. In addition, the new Sandusky County Regional Airport opened on July 10, 1999.

Following is a list of 1999 business expansions, 1999 new businesses, and 1999 announced projects which in total, appear to bode extremely well for Fremont and the surrounding area, including a total of at least 650 new jobs and capital investments of \$192,000,000 or more.

EXPANSIONS

Tower Automotive Products Co.
K & W Distributing Co.
Whirlpool Corporation
Precision Automotive
Polychem Corporation
FSI – Fultz & Son
Let’s Celebrate
Country Springs Co-op
Wichita Restaurant-formerly JR’s
H.J. Heniz Company
Erie Islands & Commodore Travel
Sports Express
McDonald’s
Spader Freight Services
Rite-Aid Pharmacy
Young’s Mobile Home Park
I.M. Chuckles
Robert Apling & Associates
The Freeman Company
Gift Baskets & Bouquets
Bethesda Care Center

NEW BUSINESSES

Rite-Aid Pharmacy
Fremont Banking Center
KF-3
Family Dollar Store
The Pharm
Our Town’s Brewin’
Personal Pagers Plus
Old Fort Banking
Track Action
Toys 4 Trucks
Big D’s Varsity Barber Shop
First American Cash Advance
New Experiences Scuba Center
Advance Plumbing & Heating
The Apple Dumpling Restaurant
The House of Donuts
Aaron’s Plus Rental Store
Premiere Home Inspection
Sports Supplement Warehouse
Industrial Image
J. Patrick O’Flaherty’s
Red Roof Inn
Burger King
Arthur Treacher’s
Dairy Mart
Burkin Enterprise

ANNOUNCED PROJECTS

Spicer Distribution Service
Tower Automotive Products Co.
The Freeman Company
E-Z Color Corporation
Predator Trucking
APAC Customer Service

FINANCIAL INFORMATION

The School District's records are maintained on a cash basis for all fund types. Prior to year end closing, adjusting entries were prepared for the various funds to convert the cash basis records to the modified accrual basis for all governmental fund types, expendable trust and agency funds, and the accrual basis for the proprietary fund types and nonexpendable trust fund. The modified accrual basis of accounting requires that revenues be recognized when they are both measurable and available. Expenditures, other than interest and principal on long-term debt, are generally recorded when the related fund liability is incurred. The accrual basis of accounting recognizes revenues when earned and expenses when incurred.

Internal Accounting and Budgetary Control

In developing the School District's accounting system, much consideration was given to the adequacy of internal accounting controls. Internal accounting controls are designed 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 is based on the assumption that the cost of internal accounting controls should not exceed the benefits expected to be derived from their implementation.

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

At the beginning of each fiscal year, the Board of Education adopts either a temporary appropriation measure or a permanent appropriation measure for that fiscal year. If a temporary appropriation measure is adopted first, the permanent appropriation measure must be adopted once the County Auditor has completed the tax duplicate for the upcoming calendar year.

Annual appropriations may not exceed the County Budget Commission's official certificate of estimated resources. The County Auditor must certify that the Board of Education's appropriation measure, including any supplements or amendments, does not exceed the amounts set forth in the latest of those official estimates.

All disbursements and transfers of cash between funds require appropriation authority from the Board of Education. Budgets are controlled at the object level within a function and fund. All purchase order requests must be approved by the individual program managers and Superintendent, and certified by the Treasurer; necessary funds are then encumbered and purchase orders released to vendors.

The accounting system used by the School District provides interim financial reports, which detail year-to-date expenditures and encumbrances versus the original appropriation plus any additional appropriations made to date. In addition to interim financial statements, each program manager is furnished monthly reports showing the status of the budget accounts for which he or she is responsible. Each program manager may request additional reports during the month when necessary.

As an additional safeguard, all employees involved with receiving and depositing funds are covered by a blanket bond, and certain individuals in policy-making roles are covered by separate, higher bonds.

The basis of accounting and the various funds and account groups utilized by Fremont City School District are fully described in the notes to the general purpose financial statements. Additional information on the School District's budgetary accounts may also be found in the notes to the general purpose financial statements.

General Fund Functions

General fund revenues, percent of total, increases and decreases from fiscal year 1998, and percent of increase (decrease) from fiscal year 1998 are summarized in the following schedule.

Revenues	1998	1999	Percent of Total	Increase (Decrease)	Percent of Increase (Decrease)
Property Taxes	\$10,598,755	\$11,517,755	42.56%	\$919,000	8.67%
Income Taxes	3,239,876	3,560,107	13.16	320,231	9.88
Intergovernmental	10,575,619	11,575,334	42.77	999,715	9.45
Interest	255,957	218,555	0.80	(37,402)	(14.61)
Tuition	37,605	34,730	0.13	(2,875)	(7.65)
Rent	8,870	44,711	0.17	35,841	404.07
Gifts and Donations	0	67,355	0.25	67,355	100.00
Miscellaneous	326,086	42,849	0.16	(283,237)	(86.86)
Total Revenues	<u>\$25,042,768</u>	<u>\$27,061,396</u>	<u>100.00%</u>	<u>\$2,018,628</u>	

Although School District revenues remained relatively consistent with the prior fiscal year, the financial future of the Fremont City School District continues to move toward a brighter and promising future. Locally, property values continue to rise, with a number of construction projects taking place throughout the School District. A number of local businesses have already completed major renovations or expansions, with a number of others already announcing major projects. Tax abatement was common terminology used throughout this past year. Negotiations took place with the H.J. Heinz Company for a 400,000 plus square foot addition to their existing facility.

The public was very kind to the students of the Fremont City School District throughout the past year. Two funding issues were placed before the local voters and both received sound approval. The School District's three-fourths of one percent income tax was renewed for an additional five years in May of 1998 by a fifty-three to forty-seven percent approval rating. Collection on this renewed assessment began on January 1, 1999. It is conservatively estimated that proceeds from this levy will generate approximately 3.3 million dollars annually for School District operations.

The voters were asked once again, in May of 1999, to consider a five year two-mill property tax levy for meeting the permanent improvement needs throughout the School District. This issue was approved with fifty-four percent of those turning out to vote giving it a "thumbs up". This is the first permanent improvement levy ever in the history of the School District. The estimated 1.0 million dollars generated annually from this levy will be designated for permanent improvement projects with minimal useful life expectancy of at least five years.

Within a year's period of time, voters of this School District pledged more than twenty one and a half million dollars to not only assure that the quality of educational programs be continued, but to insure their sons/daughters' safety in the aging facilities.

General fund expenditures are summarized by major function as follows:

Expenditures	1998	1999	Percent of Total	Increase (Decrease)	Percent of Increase (Decrease)
Instruction:					
Regular	\$13,324,572	\$14,058,827	52.26%	\$734,255	5.51%
Special	1,792,901	2,326,883	8.65	533,982	29.78
Vocational	178,214	188,199	0.70	9,985	5.60
Adult/Continuing	10	0	0	(10)	(100.00)
Other	54,584	430,825	1.60	376,241	689.29
Support Services:					
Pupils	1,350,761	1,699,719	6.32	348,958	25.83
Instructional Staff	623,991	811,347	3.02	187,356	30.03
Board of Education	50,653	56,682	0.21	6,029	11.90
Administration	2,173,787	2,237,206	8.32	63,419	2.92
Fiscal	505,937	600,951	2.23	95,014	18.78
Business	84,678	80,556	0.30	(4,122)	(4.87)
Operation and Maintenance of Plant	2,130,218	2,407,608	8.95	277,390	13.02
Pupil Transportation	1,305,644	1,323,320	4.92	17,676	1.35
Central	73,363	111,751	0.41	38,388	52.33
Non-Instructional Services	13,742	12,960	0.05	(782)	(5.69)
Extracurricular Activities	399,458	445,970	1.66	46,512	11.64
Capital Outlay	479,907	107,383	0.40	(372,524)	(77.62)
Total Expenditures	\$24,542,420	\$26,900,187	100.00%	\$2,357,766	

School District expenditures, like revenues, remained consistent with the prior fiscal year. Expenditures are structured for continuous improvements of educational opportunities for the students of Fremont City School District, the main objective of the administrators and the Board of Education. Instruction continues to be the primary focus of the Fremont City School District's finances, therefore over 60 percent of the budget is attributable to classroom instruction.

Technology continued to be a very vital part of this past years instructional efforts. A state-of-the-art industrial tech lab was installed during the summer. This coincides with the industrial technology investment made a couple of years ago at the Fremont Middle School. Through the help of some state funding, the School District was able to install our first Video Distance Learning Lab at Ross High School. Through the use of video technology, the School District is capable of visually transmitting information over the internet. We are able to share some of our advanced math classes with students from other School Districts.

Current and future School District expenditures are also focused on capital improvements. With the passage of the two-mill permanent improvement levy, the School District's Buildings and Grounds Committee reviewed various projects throughout the School District that were included on the permanent improvement priority list. Safety was the primary rationale for determining the various district-wide needs. Roof replacements, masonry restorations, general building renovations, classroom furniture replacement, and bus replacement are just a few areas that are being funded by revenue generated from this property tax. As a result, this relieves pressure from an already strained budget and should allow the School District to establish a more stable financial picture.

Financial Highlights - General Fund

The General Fund fund balance at June 30, 1999, was \$1,916,652. Controlled spending and continued growth of various revenue sources have been the main factors attributing to the School District remaining in acceptable financial status.

The Administration and Board of Education will continue to study the financial needs of the School District and will continue to manage a financially restrictive budget to provide the highest quality of education possible for the students of Fremont City School District. The Administration will continue to monitor revenue and expenditure levels in accordance with the School District's projected spending plan. The future financial picture of the School District ultimately lies with the students, parents, and members of the community of the Fremont City School District.

Financial Highlights - Enterprise Funds

Food Service and Uniform School Supplies are classified as enterprise operations since they resemble those activities found in private industry; management periodically desires to determine the amount of profit/loss resulting from operations that are significantly financed from user fees. In total, the enterprise funds had a net loss of \$39,263 for the fiscal year ended June 30, 1999. The operating revenues were \$688,475, compared to total revenues of \$1,370,599; thus, reliance on outside support (federal funding of the National School Breakfast and Lunch Program and Government Donated Commodities) is apparent.

Financial Highlights - Internal Service Fund

The School District implemented a self funded employee insurance program on July 1, 1996. The retained earnings deficit at June 30, 1999, was \$379,795, and was the result of claims expenses in excess of the premiums charged for the payment of those claims in fiscal year 1999. The School District employed United Medical Resources of Cincinnati, Ohio to act as the School District's third party administrator. It is the desire of the Administration that these measures provide the employees with an efficient benefit plan while at the same time be financially responsible to the residents of the School District. The School District is currently reviewing the fund to determine whether an increase in premiums is needed.

Financial Highlights - Trust and Agency Funds

The trust funds carried on the financial records of the School District relate to loan and scholarship funds. The School District also functions as fiscal agent for student activity funds.

General Fixed Assets

The general fixed assets of Fremont City School District are used to carry on the main education and support functions of the School District and are not financial resources available for expenditure. The total general fixed assets at June 30, 1999, were \$21,288,874. Such assets are accounted for at estimated historical cost, or purchase price if purchased on or after November 1, 1988. Depreciation is not recognized on general fixed assets.

Debt Administration

At June 30, 1999, the School District's only outstanding debt was energy conservation notes, in the amount of \$1,221,561. During the 1999 fiscal year, principal, in the amount of \$53,083, was retired. This general obligation debt is backed by the full faith and credit of the School District and will be fully retired by fiscal year 2004.

The ratio of general obligation bonded debt to assessed value was zero percent as of June 30, 1999. The legal debt restriction in the State of Ohio is a limit of 9 percent on the net assessed value of the School District. As of June 30, 1999, the overall debt margin was \$44,918,275 with an unvoted debt margin of \$499,092.

CASH MANAGEMENT

The Board of Education has an aggressive cash management program which consists of expediting the receipt of revenues and prudently depositing and investing available cash. The School District's deposits are insured by the Federal Deposit Insurance Corporation or collateralized by securities held by the bank as required by State statutes. The total amount of interest earned during fiscal year 1999 was \$224,486, with \$218,555 being credited to the General Fund. The cash management program is particularly successful because of access to daily balances which enables the Board to maintain minimum balance accounts and invest to the maximum extent.

RISK MANAGEMENT

The School District constantly faces the risk of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The School District shifts all or a portion of the burden of such losses by entering into contracts with various insurance companies.

The Indiana Insurance Company provides building and contents, inland marine, boiler and machinery, crime, and automobile liability insurance. All employees are covered under a School District liability policy with Nationwide Insurance. The limits of liability are \$2 million for each occurrence and \$5 million in aggregate.

The Superintendent and the President of the Board are covered with performance bonds from the Nationwide Insurance Company, in the amount of \$20,000 each. The School District Treasurer is covered with a performance bond from the Nationwide Insurance Company, in the amount of \$50,000.

INDEPENDENT AUDIT

Provisions of State statute require that the School District's financial statements be subjected to an annual examination by an independent auditor. Those provisions have been satisfied, and the opinion of the Auditor of State's office is included herein.

Pursuant to statute, the State prescribes a uniform accounting system to standardize accounting classification and financial reporting for all units of local education in Ohio. The School District adopted and has been in conformance with that system effective with its annual financial report for the 1979 calendar year.

AWARDS

Government Financial Officers Association Certificate of Achievement for Excellence in Financial Reporting

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Fremont City School District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 1998. 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 reports must satisfy both generally accepted accounting principles and applicable legal requirements.

We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting this report to the GFOA.

Association of School Business Officials Certificate of Excellence in Financial Reporting

The Association of School Business Officials (ASBO) awarded a Certificate of Excellence in Financial Reporting to the Fremont City School District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 1998.

In order to be awarded a Certificate of Excellence, a Comprehensive Annual Financial Report must conform to the principles and standards of financial reporting as adopted by ASBO. This award is granted only after an extensive review of the report by a panel of certified public accountants and practicing school business officials.

We believe our current report continues to conform to the Certificate of Excellence program standards, and we are submitting this report to the ASBO.

ACKNOWLEDGMENTS


The publication of this Comprehensive Annual Financial Report for the School District is a major step in reinforcing the accountability of the School District to the taxpayers of the community.

We wish to express appreciation to the members of the Fremont Board of Education for supporting us in this endeavor and to the staff of the Treasurer's office and various administrators and employees of the Fremont City School District who contributed their time and effort to complete this project.


A note of appreciation is extended to the Local Government Services Division of the Ohio Auditor of State's office for their assistance in the preparation of this CAFR.

And, as always, a special thank you is given to the taxpayers and voters who demonstrate their continuing faith in public education and in the Fremont City School District.

Respectfully Submitted,



Matt A. Feasel, Treasurer



Donald G. King, Superintendent

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Fremont City School
District, Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 1998

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.



Cary Brubaker
President

Jeffrey L. Esser
Executive Director

**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

FREMONT CITY SCHOOL DISTRICT

For its Comprehensive Annual Financial Report (CAFR)

For the Fiscal Year Ended June 30, 1998

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

Glen A. Kuehn

President

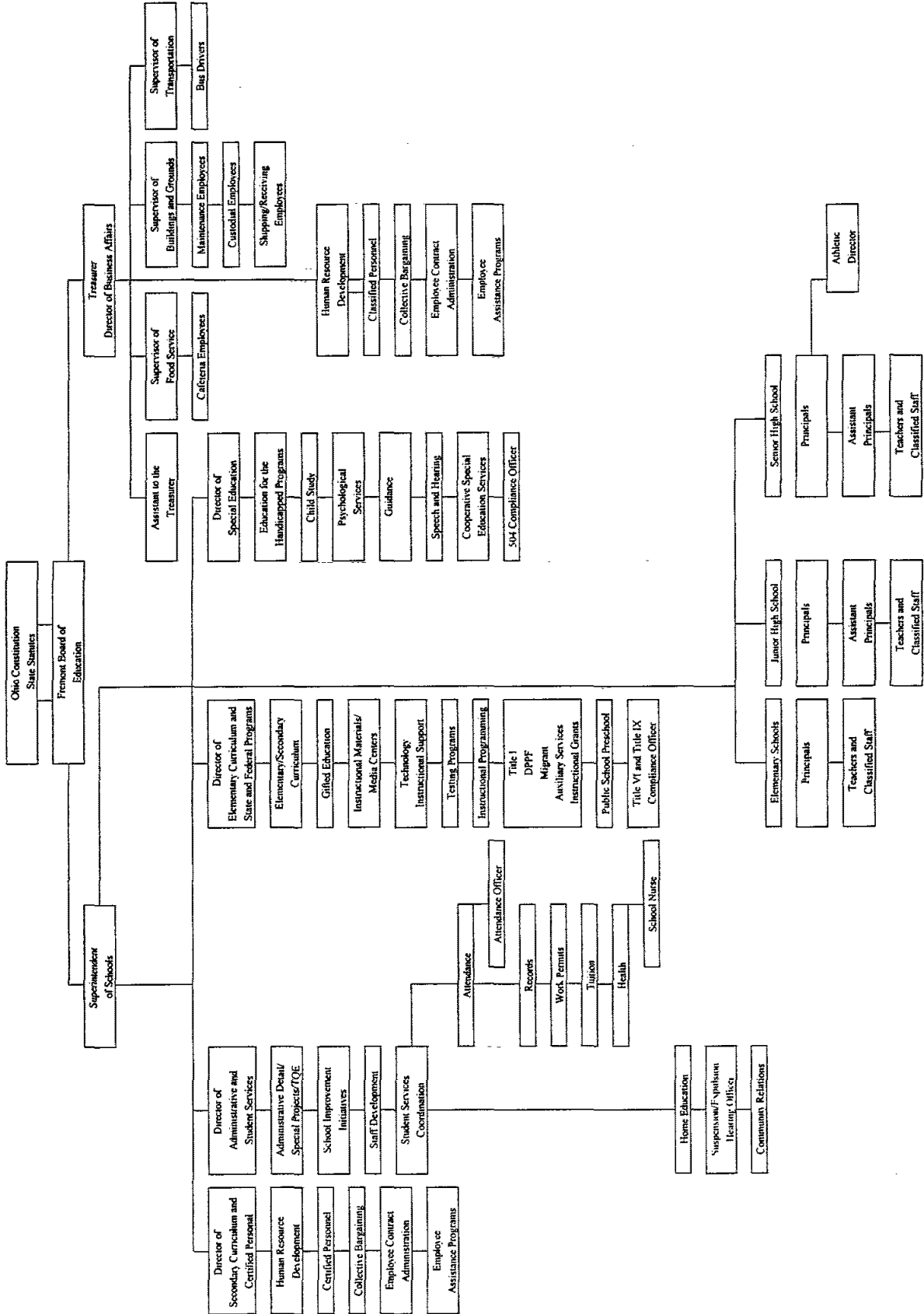
Don F. Harper

Executive Director

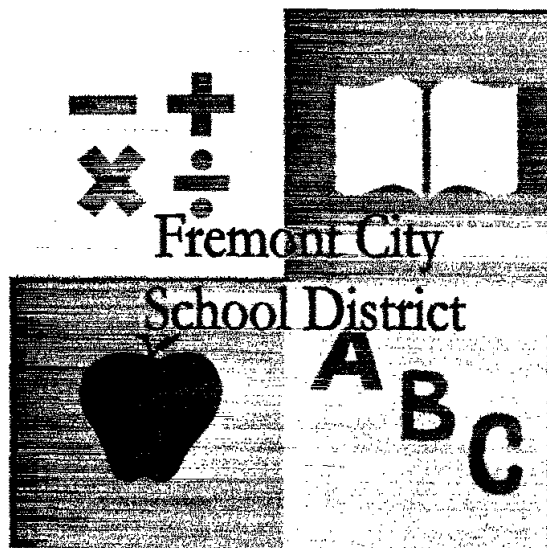
Fremont City School District
List of Principal Officials

John J. Rhodes	Board Member, President
Cynthia Anderson Wise	Board Member, Vice President
Daniel W. Lease	Board Member
Stanley P. Root, Jr.	Board Member
Charles F. Schwochow	Board Member
Matt A. Feasel	Treasurer/Director of Business Affairs
Donald G. King	Superintendent
David B. Brickner	Director of Administrative and Student Services
Diane S. Kershaw	Director of Secondary Curriculum and Certified Staff
Alex T. Gorobetz	Director of Special Education

Fremont City School District
Organizational Chart



FINANCIAL SECTION



Comprehensive Annual Financial Report Fiscal Year 1999



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

One Government Center
Room 1420
Toledo, Ohio 43604-2246
Telephone 419-245-2811
800-443-9276
Facsimile 419-245-2484
www.auditor.state.oh.us

REPORT OF INDEPENDENT ACCOUNTANTS

Fremont City School District
Sandusky County
1220 Cedar Street
Fremont, Ohio 43420-1156

To the Board of Education:

We have audited the accompanying general-purpose financial statements of the Fremont City School District, Sandusky County, (the District) as of and for the year ended June 30, 1999, as listed in the table of contents. These general-purpose financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these general-purpose financial statements based on our audit.

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

In our opinion, the general-purpose financial statements referred to above present fairly, in all material respects, the financial position of the District as of June 30, 1999, and the results of its operations and the cash flows of its proprietary fund types and nonexpendable trust fund for the year then ended in conformity with generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 20, 1999 on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants.

Our audit was performed for the purpose of forming an opinion on the general-purpose financial statements of the District, taken as a whole. The combining and individual fund and account group financial statements and schedules listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the general-purpose financial statements. 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 presented, in all material respects, in relation to the general-purpose financial statements taken as a whole.

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

A handwritten signature in black ink, appearing to read "Jim Petro", written over a horizontal line.

Jim Petro
Auditor of State

December 20, 1999

GENERAL PURPOSE FINANCIAL STATEMENTS

The following general purpose financial statements, along with the notes to the general purpose financial statements, present an overview of the School District's financial position at June 30, 1999, and the results of operations and cash flows of its proprietary fund types and nonexpendable trust fund for the fiscal year then ended.

Fremont City School District
 Combined Balance Sheet
 All Fund Types and Account Groups
 June 30, 1999

	Governmental Fund Types		
	General	Special Revenue	Capital Projects
<u>Assets and Other Debits:</u>			
<u>Assets:</u>			
Equity in Pooled Cash and			
Cash Equivalents	\$651,565	\$608,572	\$135,238
Investments	0	0	0
Receivables:			
Property Taxes	10,890,540	0	0
Income Taxes	1,267,569	0	0
Accounts	12,002	397	0
Intergovernmental	3,683	57,300	16,080
Accrued Interest	528	0	0
Interfund	15,695	0	0
Notes	0	0	0
Judgements	0	0	0
Due from Other Funds	447	0	0
Prepaid Items	28,379	203	0
Inventory Held for Resale	0	0	0
Materials and Supplies Inventory	70,840	0	0
Restricted Assets:			
Equity in Pooled Cash and			
Cash Equivalents	372,302	0	0
Fixed Assets (net, where applicable, of accumulated depreciation)	0	0	0
<u>Other Debits:</u>			
Amount to be Provided from			
General Governmental Resources	0	0	0
Total Assets and Other Debits	<u>\$13,313,550</u>	<u>\$666,472</u>	<u>\$151,318</u>

Proprietary Fund Types		Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)
Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Obligations	
\$94,289	\$184,549	\$94,818	\$0	\$0	\$1,769,031
0	0	92,000	0	0	92,000
0	0	0	0	0	10,890,540
0	0	0	0	0	1,267,569
13,080	0	0	0	0	25,479
87,732	0	0	0	0	164,795
0	0	239	0	0	767
0	0	0	0	0	15,695
0	0	4,373	0	0	4,373
0	0	4,223	0	0	4,223
0	0	0	0	0	447
452	0	0	0	0	29,034
23,656	0	0	0	0	23,656
0	0	0	0	0	70,840
0	0	0	0	0	372,302
143,097	0	0	21,288,874	0	21,431,971
0	0	0	0	5,229,906	5,229,906
<u>\$362,306</u>	<u>\$184,549</u>	<u>\$195,653</u>	<u>\$21,288,874</u>	<u>\$5,229,906</u>	<u>\$41,392,628</u>

(continued)

Fremont City School District
 Combined Balance Sheet
 All Fund Types and Account Groups
 June 30, 1999
 (continued)

	Governmental Fund Types		
	General	Special Revenue	Capital Projects
<u>Liabilities, Fund Equity, and Other Credits:</u>			
<u>Liabilities:</u>			
Accounts Payable	\$34,184	\$5,861	\$0
Accrued Wages and Benefits	2,093,017	134,564	0
Compensated Absences Payable	249,352	1,220	0
Intergovernmental Payable	584,536	53,641	0
Interfund Payable	0	14	0
Due to Other Funds	0	159	0
Deferred Revenue	8,435,810	350	0
Claims Payable	0	0	0
Undistributed Assets	0	0	0
Energy Conservation Notes Payable	0	0	0
Total Liabilities	11,396,899	195,809	0
<u>Fund Equity and Other Credits:</u>			
Investment in General Fixed Assets	0	0	0
Retained Earnings:			
Unreserved (Deficit)	0	0	0
Contributed Capital	0	0	0
Fund Balance:			
Reserved for Property Taxes	2,461,863	0	0
Reserved for Notes Receivable	0	0	0
Reserved for Inventory	70,840	0	0
Reserved for Budget Stabilization	372,302	0	0
Reserved for Contributions	0	0	0
Reserved for Encumbrances	517,287	186,660	302
Unreserved (Deficit)	(1,505,641)	284,003	151,016
Total Fund Equity (Deficit) and Other Credits	1,916,651	470,663	151,318
Total Liabilities, Fund Equity, and Other Credits	\$13,313,550	\$666,472	\$151,318

See Accompanying Notes to the General Purpose Financial Statements

Proprietary Fund Types		Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)
Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Obligations	
\$4,336	\$8,509	\$202	\$0	\$0	\$53,092
6,065	0	0	0	0	2,233,646
115,440	0	0	0	3,775,071	4,141,083
21,265	0	0	0	233,274	892,716
15,681	0	0	0	0	15,695
0	0	288	0	0	447
14,493	0	4,223	0	0	8,454,876
0	555,835	0	0	0	555,835
0	0	75,253	0	0	75,253
0	0	0	0	1,221,561	1,221,561
<u>177,280</u>	<u>564,344</u>	<u>79,966</u>	<u>0</u>	<u>5,229,906</u>	<u>17,644,204</u>
0	0	0	21,288,874	0	21,288,874
171,775	(379,795)	0	0	0	(208,020)
13,251	0	0	0	0	13,251
0	0	0	0	0	2,461,863
0	0	4,373	0	0	4,373
0	0	0	0	0	70,840
0	0	0	0	0	372,302
0	0	24,500	0	0	24,500
0	0	0	0	0	704,249
0	0	86,814	0	0	(983,808)
<u>185,026</u>	<u>(379,795)</u>	<u>115,687</u>	<u>21,288,874</u>	<u>0</u>	<u>23,748,424</u>
<u>\$362,306</u>	<u>\$184,549</u>	<u>\$195,653</u>	<u>\$21,288,874</u>	<u>\$5,229,906</u>	<u>\$41,392,628</u>

Fremont City School District
 Combined Statement of Revenues, Expenditures,
 and Changes in Fund Balances
 All Governmental Fund Types and Expendable Trust Funds
 For the Fiscal Year Ended June 30, 1999

	Governmental Fund Types			Fiduciary	Totals (Memorandum Only)	
	General	Special Revenue	Debt Service	Capital Projects		Expendable Trust
Revenues:						
Property Taxes	\$11,517,755	\$0	\$86,151	\$0	\$0	\$11,603,906
Income Taxes	3,560,107	0	0	0	0	3,560,107
Intergovernmental	11,575,334	2,243,232	0	72,806	0	13,891,372
Interest	218,555	0	0	0	3,701	222,256
Tuition	34,730	0	0	0	0	34,730
Rent	44,711	0	0	0	0	44,711
Extracurricular Activities	0	233,212	0	0	0	233,212
Gifts and Donations	67,355	2,175	0	0	0	69,530
Miscellaneous	42,849	3,467	0	0	1,315	47,631
Total Revenues	27,061,396	2,482,086	86,151	72,806	5,016	29,707,455
Expenditures:						
Current:						
Instruction:						
Regular	14,058,827	108,076	0	64,129	0	14,231,032
Special	2,326,883	765,523	0	0	0	3,092,406
Vocational	188,199	0	0	0	0	188,199
Other	430,825	0	0	0	0	430,825
Support Services:						
Pupils	1,699,719	178,302	0	39	0	1,878,060
Instructional Staff	811,347	485,985	0	0	0	1,297,332
Board of Education	56,682	0	0	0	0	56,682
Administration	2,237,206	62,371	0	0	0	2,299,577
Fiscal	600,951	26,929	0	0	0	627,880
Business	80,556	0	0	0	0	80,556
Operation and Maintenance of Plant	2,407,608	23,321	0	0	0	2,430,929
Pupil Transportation	1,323,320	29,649	0	0	0	1,352,969
Central	111,751	9,179	0	0	0	120,930
Non-Instructional Services	12,960	535,102	0	0	902	548,964
Extracurricular Activities	445,970	184,051	0	0	0	630,021
Capital Outlay	107,383	0	0	322,705	0	430,088
Debt Service:						
Principal Retirement	0	0	53,083	0	0	53,083
Interest and Fiscal Charges	0	0	33,068	0	0	33,068
Total Expenditures	26,900,187	2,408,488	86,151	386,873	902	29,782,601
Excess of Revenues Over (Under) Expenditures	161,209	73,598	0	(314,067)	4,114	(75,146)
Other Financing Sources:						
Proceeds from Sale of Fixed Assets	18,785	0	0	0	0	18,785
Excess of Revenues and Other Financing Sources Over (Under) Expenditures	179,994	73,598	0	(314,067)	4,114	(56,361)
Fund Balances at Beginning of Year	1,730,065	397,065	0	465,385	83,018	2,675,533
Increase in Reserve for Inventory	6,592	0	0	0	0	6,592
Fund Balances at End of Year	\$1,916,651	\$470,663	\$0	\$151,318	\$87,132	\$2,625,764

See Accompanying Notes to the General Purpose Financial Statements

Fremont City School District
 Combined Statement of Revenues, Expenditures,
 and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual
 All Governmental Fund Types and Expendable Trust Funds
 For the Fiscal Year Ended June 30, 1999

	General Fund			Special Revenue Funds		
	Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:						
Property Taxes	\$10,728,336	\$10,728,336	\$0	\$0	\$0	\$0
Income Taxes	3,414,266	3,414,266	0	0	0	0
Intergovernmental	11,616,272	11,616,272	0	2,542,700	2,191,918	(350,782)
Interest	215,787	215,787	0	0	0	0
Tuition	34,730	34,730	0	0	0	0
Rent	20,073	20,073	0	0	0	0
Extracurricular Activities	0	0	0	233,179	233,179	0
Gifts and Donations	67,355	67,355	0	2,175	2,175	0
Miscellaneous	65,753	65,753	0	3,467	3,467	0
Total Revenues	26,162,572	26,162,572	0	2,781,521	2,430,739	(350,782)
Expenditures:						
Current:						
Instruction:						
Regular	13,841,538	13,841,538	0	118,217	107,750	10,467
Special	2,500,025	2,500,025	0	1,031,794	785,928	245,866
Vocational	188,671	188,671	0	0	0	0
Other	428,161	428,161	0	0	0	0
Support Services:						
Pupils	1,706,905	1,706,905	0	214,315	182,926	31,389
Instructional Staff	804,100	804,100	0	633,747	509,299	124,448
Board of Education	58,245	58,245	0	0	0	0
Administration	2,238,432	2,238,432	0	113,019	72,518	40,501
Fiscal	594,646	594,646	0	36,826	26,704	10,122
Business	80,282	80,282	0	0	0	0
Operation and Maintenance of Plant	2,487,020	2,487,020	0	31,431	22,871	8,560
Pupil Transportation	1,403,259	1,403,259	0	39,930	29,752	10,178
Central	107,662	107,662	0	14,298	9,493	4,805
Non-Instructional Services	15,382	15,382	0	660,300	651,398	8,902
Extracurricular Activities	446,783	446,783	0	193,293	193,123	170
Capital Outlay	152,685	152,685	0	0	0	0
Debt Service:						
Principal Retirement	0	0	0	0	0	0
Interest and Fiscal Charges	0	0	0	0	0	0
Total Expenditures	27,053,796	27,053,796	0	3,087,170	2,591,762	495,408
Excess of Revenues Over (Under) Expenditures	(891,224)	(891,224)	0	(305,649)	(161,023)	144,626
Other Financing Sources (Uses):						
Proceeds from Sale of Fixed Assets	18,785	18,785	0	0	0	0
Refund of Prior Year Expenditures	24,638	24,638	0	0	0	0
Refund of Prior Year Receipts	0	0	0	(96,682)	0	96,682
Advances In	0	0	0	14	14	0
Advances Out	(15,043)	(15,043)	0	0	0	0
Total Other Financing Sources (Uses)	28,380	28,380	0	(96,668)	14	96,682
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(862,844)	(862,844)	0	(402,317)	(161,009)	241,308
Fund Balances at Beginning of Year	998,649	998,649	0	440,985	440,985	0
Prior Year Encumbrances Appropriated	369,314	369,314	0	118,468	118,468	0
Fund Balances at End of Year	\$505,119	\$505,119	\$0	\$157,136	\$398,444	\$241,308

(continued)

Fremont City School District
 Combined Statement of Revenues, Expenditures,
 and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual
 All Governmental Fund Types and Expendable Trust Funds
 For the Fiscal Year Ended June 30, 1999
 (continued)

	Debt Service Fund			Capital Projects Funds		
	Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:						
Property Taxes	\$86,151	\$86,151	\$0	\$0	\$0	\$0
Income Taxes	0	0	0	0	0	0
Intergovernmental	0	0	0	58,150	56,726	(1,424)
Interest	0	0	0	0	0	0
Tuition	0	0	0	0	0	0
Rent	0	0	0	0	0	0
Extracurricular Activities	0	0	0	0	0	0
Gifts and Donations	0	0	0	0	0	0
Miscellaneous	0	0	0	0	0	0
Total Revenues	<u>86,151</u>	<u>86,151</u>	<u>0</u>	<u>58,150</u>	<u>56,726</u>	<u>(1,424)</u>
Expenditures:						
Current:						
Instruction:						
Regular	0	0	0	450,440	372,363	78,077
Special	0	0	0	0	0	0
Vocational	0	0	0	0	0	0
Other	0	0	0	0	0	0
Support Services:						
Pupils	0	0	0	49,055	14,812	34,243
Instructional Staff	0	0	0	1,872	0	1,872
Board of Education	0	0	0	0	0	0
Administration	0	0	0	0	0	0
Fiscal	0	0	0	0	0	0
Business	0	0	0	0	0	0
Operation and Maintenance of Plant	0	0	0	0	0	0
Pupil Transportation	0	0	0	0	0	0
Central	0	0	0	0	0	0
Non-Instructional Services	0	0	0	0	0	0
Extracurricular Activities	0	0	0	0	0	0
Capital Outlay	0	0	0	0	0	0
Debt Service:						
Principal Retirement	53,083	53,083	0	0	0	0
Interest and Fiscal Charges	33,068	33,068	0	0	0	0
Total Expenditures	<u>86,151</u>	<u>86,151</u>	<u>0</u>	<u>501,367</u>	<u>387,175</u>	<u>114,192</u>
Excess of Revenues Over (Under) Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>(443,217)</u>	<u>(330,449)</u>	<u>112,768</u>
Other Financing Sources (Uses):						
Proceeds from Sale of Fixed Assets	0	0	0	0	0	0
Refund of Prior Year Expenditures	0	0	0	0	0	0
Refund of Prior Year Receipts	0	0	0	0	0	0
Advances In	0	0	0	0	0	0
Advances Out	0	0	0	0	0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>0</u>	<u>0</u>	<u>0</u>	<u>(443,217)</u>	<u>(330,449)</u>	<u>112,768</u>
Fund Balances at Beginning of Year	0	0	0	185,543	185,543	0
Prior Year Encumbrances Appropriated	0	0	0	279,842	279,842	0
Fund Balances at End of Year	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$22,168</u>	<u>\$134,936</u>	<u>\$112,768</u>

See Accompanying Notes to the General Purpose Financial Statements

Expendable Trust Funds			Totals (Memorandum Only)		
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
\$0	\$0	\$0	\$10,814,487	\$10,814,487	\$0
0	0	0	3,414,266	3,414,266	0
0	0	0	14,217,122	13,864,916	(352,206)
3,651	3,651	0	219,438	219,438	0
0	0	0	34,730	34,730	0
0	0	0	20,073	20,073	0
0	0	0	233,179	233,179	0
0	0	0	69,530	69,530	0
4,624	4,624	0	73,844	73,844	0
8,275	8,275	0	29,096,669	28,744,463	(352,206)
0	0	0	14,410,195	14,321,651	88,544
0	0	0	3,531,819	3,285,953	245,866
0	0	0	188,671	188,671	0
0	0	0	428,161	428,161	0
0	0	0	1,970,275	1,904,643	65,632
0	0	0	1,439,719	1,313,399	126,320
0	0	0	58,245	58,245	0
0	0	0	2,351,451	2,310,950	40,501
0	0	0	631,472	621,350	10,122
0	0	0	80,282	80,282	0
0	0	0	2,518,451	2,509,891	8,560
0	0	0	1,443,189	1,433,011	10,178
0	0	0	121,960	117,155	4,805
902	902	0	676,584	667,682	8,902
0	0	0	640,076	639,906	170
0	0	0	152,685	152,685	0
0	0	0	53,083	53,083	0
0	0	0	33,068	33,068	0
902	902	0	30,729,386	30,119,786	609,600
7,373	7,373	0	(1,632,717)	(1,375,323)	257,394
0	0	0	18,785	18,785	0
0	0	0	24,638	24,638	0
0	0	0	(96,682)	0	96,682
0	0	0	14	14	0
0	0	0	(15,043)	(15,043)	0
0	0	0	(68,288)	28,394	96,682
7,373	7,373	0	(1,701,005)	(1,346,929)	354,076
75,190	75,190	0	1,700,367	1,700,367	0
0	0	0	767,624	767,624	0
\$82,563	\$82,563	\$0	\$766,986	\$1,121,062	\$354,076

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Fremont City School District
 Combined Statement of Revenues, Expenses,
 and Changes in Fund Equity
 All Proprietary Fund Types and Nonexpendable Trust Fund
 For the Fiscal Year Ended June 30, 1999

	<u>Proprietary Fund Types</u>		<u>Fiduciary Fund Type</u>	<u>Totals (Memorandum Only)</u>
	<u>Enterprise</u>	<u>Internal Service</u>	<u>Nonexpendable Trust</u>	
<u>Operating Revenues:</u>				
Sales	\$688,431	\$0	\$0	\$688,431
Interest	0	0	1,272	1,272
Charges for Services	0	2,303,476	0	2,303,476
Other Operating Revenues	44	0	0	44
Total Operating Revenues	<u>688,475</u>	<u>2,303,476</u>	<u>1,272</u>	<u>2,993,223</u>
<u>Operating Expenses:</u>				
Salaries	530,822	0	0	530,822
Fringe Benefits	212,335	0	0	212,335
Purchased Services	55,138	125,997	0	181,135
Materials and Supplies	35,150	0	0	35,150
Cost of Sales	540,146	0	0	540,146
Depreciation	33,412	0	0	33,412
Claims	0	2,719,639	0	2,719,639
Other Operating Expenses	70	0	835	905
Total Operating Expenses	<u>1,407,073</u>	<u>2,845,636</u>	<u>835</u>	<u>4,253,544</u>
Operating Income (Loss)	<u>(718,598)</u>	<u>(542,160)</u>	<u>437</u>	<u>(1,260,321)</u>
<u>Non-Operating Revenues (Expenses):</u>				
Federal Donated Commodities	122,166	0	0	122,166
Operating Grants	559,000	0	0	559,000
Interest	958	0	0	958
Loss on Disposal of Fixed Assets	(2,789)	0	0	(2,789)
Total Non-Operating Revenues (Expenses)	<u>679,335</u>	<u>0</u>	<u>0</u>	<u>679,335</u>
Net Income (Loss)	<u>(39,263)</u>	<u>(542,160)</u>	<u>437</u>	<u>(580,986)</u>
Retained Earnings/Fund Balance at Beginning of Year - Restated (Note 3)	<u>211,038</u>	<u>162,365</u>	<u>28,118</u>	<u>401,521</u>
Retained Earnings (Deficit)/Fund Balance at End of Year	171,775	(379,795)	28,555	(179,465)
Contributed Capital at Beginning and End of Year	13,251	0	0	13,251
Total Fund Equity (Deficit) at End of Year	<u>\$185,026</u>	<u>(\$379,795)</u>	<u>\$28,555</u>	<u>(\$166,214)</u>

See Accompanying Notes to the General Purpose Financial Statements

Fremont City School District
 Combined Statement of Revenues, Expenses,
 and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual
 All Proprietary Fund Types and Nonexpendable Trust Fund
 For the Fiscal Year Ended June 30, 1999

	Enterprise Funds			Internal Service Fund		
	Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
Revenues:						
Sales	\$676,503	\$676,503	\$0	\$0	\$0	\$0
Interest	958	958	0	0	0	0
Charges for Services	0	0	0	2,303,476	2,303,476	0
Other Revenues	14,044	14,044	0	198,963	198,963	0
Operating Grants	540,486	540,486	0	0	0	0
Total Revenues	<u>1,231,991</u>	<u>1,231,991</u>	<u>0</u>	<u>2,502,439</u>	<u>2,502,439</u>	<u>0</u>
Expenses:						
Salaries	530,411	530,411	0	0	0	0
Fringe Benefits	212,871	212,871	0	0	0	0
Purchased Services	54,303	54,303	0	135,439	135,439	0
Materials and Supplies	474,151	474,151	0	0	0	0
Claims	0	0	0	2,647,015	2,647,015	0
Capital Outlay	21,302	21,302	0	0	0	0
Other Expenses	70	70	0	0	0	0
Total Expenses	<u>1,293,108</u>	<u>1,293,108</u>	<u>0</u>	<u>2,782,454</u>	<u>2,782,454</u>	<u>0</u>
Excess of Revenues Over (Under) Expenses	(61,117)	(61,117)	0	(280,015)	(280,015)	0
Advances In	<u>15,029</u>	<u>15,029</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess of Revenues Over (Under) Expenses and Advances	(46,088)	(46,088)	0	(280,015)	(280,015)	0
Fund Balances at Beginning of Year	104,242	104,242	0	423,979	423,979	0
Prior Year Encumbrances Appropriated	13,497	13,497	0	22,634	22,634	0
Fund Balances at End of Year	<u>\$71,651</u>	<u>\$71,651</u>	<u>\$0</u>	<u>\$166,598</u>	<u>\$166,598</u>	<u>\$0</u>

See Accompanying Notes to the General Purpose Financial Statements

Nonexpendable Trust Fund			Totals (Memorandum Only)		
Revised Budget	Actual	Variance Favorable (Unfavorable)	Revised Budget	Actual	Variance Favorable (Unfavorable)
\$0	\$0	\$0	\$676,503	\$676,503	\$0
1,364	1,364	0	2,322	2,322	0
0	0	0	2,303,476	2,303,476	0
0	0	0	213,007	213,007	0
0	0	0	540,486	540,486	0
<u>1,364</u>	<u>1,364</u>	<u>0</u>	<u>3,735,794</u>	<u>3,735,794</u>	<u>0</u>
0	0	0	530,411	530,411	0
0	0	0	212,871	212,871	0
0	0	0	189,742	189,742	0
0	0	0	474,151	474,151	0
0	0	0	2,647,015	2,647,015	0
0	0	0	21,302	21,302	0
835	835	0	905	905	0
<u>835</u>	<u>835</u>	<u>0</u>	<u>4,076,397</u>	<u>4,076,397</u>	<u>0</u>
529	529	0	(340,603)	(340,603)	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>15,029</u>	<u>15,029</u>	<u>0</u>
529	529	0	(325,574)	(325,574)	0
27,983	27,983	0	556,204	556,204	0
0	0	0	36,131	36,131	0
<u>\$28,512</u>	<u>\$28,512</u>	<u>\$0</u>	<u>\$266,761</u>	<u>\$266,761</u>	<u>\$0</u>

Fremont City School District
 Combined Statement of Cash Flows
 All Proprietary Fund Types and Nonexpendable Trust Fund
 For the Fiscal Year Ended June 30, 1999

	Proprietary Fund Types		Fiduciary	Totals (Memorandum Only)
	Enterprise	Internal Service	Fund Type Nonexpendable Trust	
<u>Increase (Decrease) in Cash and Cash Equivalents</u>				
<u>Cash Flows from Operating Activities:</u>				
Cash Received from Customers	\$676,503	\$0	\$0	\$676,503
Cash Received from Quasi-External Transactions with Other Funds	0	2,303,476	0	2,303,476
Cash Received from Other Revenues	14,044	198,963	0	213,007
Cash Payments for Salaries	(530,411)	0	0	(530,411)
Cash Payments for Fringe Benefits	(212,871)	0	0	(212,871)
Cash Payments to Suppliers for Goods and Services	(506,469)	(117,488)	0	(623,957)
Cash Payments for Claims	0	(2,647,015)	0	(2,647,015)
Cash Payments for Other Expenses	(70)	0	(835)	(905)
Net Cash Used for Operating Activities	<u>(559,274)</u>	<u>(262,064)</u>	<u>(835)</u>	<u>(822,173)</u>
<u>Cash Flows from Noncapital Financing Activities:</u>				
Cash Received from Operating Grants	540,486	0	0	540,486
Cash Received from Advances In	15,029	0	0	15,029
Net Cash Provided by Noncapital Financing Activities	<u>555,515</u>	<u>0</u>	<u>0</u>	<u>555,515</u>
<u>Cash Flows from Capital and Related Financing Activities:</u>				
Cash Payments for Fixed Assets	<u>(20,649)</u>	<u>0</u>	<u>0</u>	<u>(20,649)</u>
<u>Cash Flows from Investing Activities:</u>				
Cash Received from Interest	<u>958</u>	<u>0</u>	<u>1,364</u>	<u>2,322</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(23,450)	(262,064)	529	(284,985)
Cash and Cash Equivalents at Beginning of Year	117,739	446,613	7,483	571,835
Cash and Cash Equivalents at End of Year	<u>\$94,289</u>	<u>\$184,549</u>	<u>\$8,012</u>	<u>\$286,850</u>

(continued)

Fremont City School District
 Combined Statement of Cash Flows
 All Proprietary Fund Types and Nonexpendable Trust Fund
 For the Fiscal Year Ended June 30, 1999
 (continued)

	<u>Proprietary Fund Types</u>		<u>Fiduciary Fund Type</u>	<u>Totals (Memorandum Only)</u>
	<u>Enterprise</u>	<u>Internal Service</u>	<u>Nonexpendable Trust</u>	
<u>Reconciliation of Operating Income (Loss) to Net Cash Used for Operating Activities:</u>				
Operating Income (Loss)	(\$718,598)	(\$542,160)	\$437	(\$1,260,321)
<u>Adjustments to Reconcile Operating Income (Loss) to Net Cash Used for Operating Activities:</u>				
Depreciation	33,412	0	0	33,412
Donated Commodities Used During Year	122,166	0	0	122,166
Interest Reported as Operating Income	0	0	(1,364)	(1,364)
Changes in Assets and Liabilities:				
Decrease in Accounts Receivable	1,988	0	0	1,988
Decrease in Accrued Interest Receivable	0	0	92	92
Increase in Due from Other Funds	84	0	0	84
Increase in Prepaid Items	(452)	0	0	(452)
Decrease in Inventory Held for Resale	(1,551)	0	0	(1,551)
Increase in Accounts Payable	3,802	8,509	0	12,311
Increase in Accrued Wages and Benefits	747	0	0	747
Increase in Compensated Absences Payable	2,459	0	0	2,459
Decrease in Intergovernmental Payable	(3,331)	0	0	(3,331)
Increase in Claims Payable	0	271,587	0	271,587
Net Cash Used for Operating Activities	<u>(\$559,274)</u>	<u>(\$262,064)</u>	<u>(\$835)</u>	<u>(\$822,173)</u>

Reconciliation of Nonexpendable Trust Fund Cash and Cash Equivalents to Balance Sheet:

All Fiduciary Fund Types	\$94,818
Less Expendable Trust Fund	(11,063)
Less Agency Funds	(75,743)
Cash and Cash Equivalents-Nonexpendable Trust Fund	<u>\$8,012</u>

See Accompanying Notes to the General Purpose Financial Statements

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY

Fremont City School District (the "School District") is organized under Article VI, Sections 2 and 3 of the Constitution of the State of Ohio. The School District operates under a locally-elected Board form of government consisting of five members elected at-large for staggered four year terms. The School District provides educational services as authorized by state statute and/or federal guidelines.

The School District was established in 1968 through the consolidation of existing land areas and school districts. The School District serves an area of approximately one hundred sixty-two square miles. It is located in central Sandusky County, including all of the City of Fremont and portions of surrounding townships. The School District is the 70th largest in the State of Ohio (among 611 school districts) in terms of enrollment and the largest in Sandusky County. It is staffed by two hundred nine classified employees, two hundred ninety-nine certified teaching personnel, and twenty-five administrative employees who provide services to 5,161 students and other community members. The School District currently operates seven elementary schools, a middle school, and a comprehensive high school.

Reporting Entity:

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

Component units are legally separate organizations for which the School District is financially accountable. The School District is financially accountable for an organization if the School District appoints a voting majority of the organization's governing board and (1) the School District is able to significantly influence the programs or services performed or provided by the organization; or (2) the School District is legally entitled to or can otherwise access the organization's resources; the School District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the School District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the School District in that the School District approves the budget, the issuance of debt, or the levying of taxes. There are no component units of the Fremont City School District.

The following activities are included within the School District's reporting entity:

WSOS Preschool Program - The School District acts as fiscal agent for a four county consortium (Ottawa, Sandusky, Seneca, and Wood) which provides preschool programs for children in these counties. Current state legislation provides funding for this program. The monies are received and disbursed on behalf of WSOS by the Treasurer of the School District, as directed by WSOS. The activity of these monies is reflected in a special revenue fund for financial reporting purposes by the School District.

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY (continued)

Parochial Schools - Within the School District boundaries, St. Ann, St. Joseph Elementary, and St. Joseph High School are operated through the Toledo Catholic Diocese; Sacred Heart is operated as a private school. Current state legislation provides funding to these parochial schools. The monies are received and disbursed on behalf of the parochial schools by the Treasurer of the School District, as directed by the parochial schools. The activity of these monies is reflected in a special revenue fund for financial reporting purposes by the School District.

The School District is associated with two jointly governed organizations and an insurance pool. These organizations are the Northern Ohio Educational Computer Association, Vanguard-Sentinel Joint Vocational School, and the Ohio School Boards Association Workers' Compensation Group Rating Plan. These organizations are presented in Notes 21 and 22 to the general purpose financial statements.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Fremont City School District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The School District also applies Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, to its proprietary activities provided they do not conflict with or contradict GASB pronouncements. Following are the more significant of the School District's accounting policies.

A. Basis of Presentation - Fund Accounting

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

A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special restrictions or limitations. An account group is a financial reporting device designed to provide accountability for certain assets and liabilities not recorded in the funds because they do not directly affect net available expendable resources.

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

Governmental Fund Types:

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

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

Special Revenue Funds - Special revenue funds are used to account for the proceeds of specific revenue sources (other than major capital projects or expendable trusts) that are legally restricted to expenditure 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 obligation principal, interest, and related costs.

Capital Projects Funds - 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 or trust funds).

Proprietary Fund Types:

Proprietary funds are used to account for the School District's ongoing activities which are similar to those found in the private sector. The following are the School District's proprietary fund types:

Enterprise Funds - Enterprise funds are used to account for School District activities that are financed and operated in a manner similar to private business enterprises where the intent 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 where it has been 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.

Internal Service Fund - The internal service fund is used to account for the financing of services provided by one department or agency to other departments or agencies of the School District on a cost reimbursement basis.

Fiduciary Fund Types:

Fiduciary funds are used to account for assets held by the School District in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds. These include expendable trust, nonexpendable trust, and agency funds. The expendable trust funds are accounted for in essentially the same manner as governmental funds. The nonexpendable trust fund is accounted for in essentially the same manner as proprietary 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 a general nature, the following account groups are used:

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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

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

B. Measurement Focus and Basis of Accounting

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

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

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

The modified accrual basis of accounting is followed for the governmental fund types, expendable trust and agency funds. Under this basis, revenues are recognized in the accounting period when they become both measurable and available. "Measurable" means the amount of the transaction can be determined, and "available" means collectible within the current fiscal year or soon enough thereafter to be used to pay liabilities of the current fiscal year. The available period for the School District is sixty days after fiscal year end.

In applying the susceptible to accrual concept under the modified accrual basis, the following revenue sources are deemed both measurable and available: taxpayer-assessed income taxes, grants, interest, tuition, and rent.

The School District reports deferred revenues 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. In the subsequent period, when both revenue recognition criteria are met, the liability for deferred revenue is removed from the combined balance sheet and revenue is recognized. Property taxes measurable as of June 30, 1999, and delinquent property taxes, whose availability is indeterminable and which are intended to finance fiscal year 2000 operations, have been recorded as deferred revenue.

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

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

The accrual basis of accounting is utilized for reporting purposes by the proprietary fund types and the nonexpendable trust fund. Revenues are recognized in the accounting period in which they are earned, and expenses are recognized at the time they 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 revenue. Unused donated commodities are reported as deferred revenue.

C. Budgetary Process

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.

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

Tax Budget:

Prior to January 15, the Superintendent and Treasurer submit, to the Board of Education, a proposed operating budget for the fiscal year commencing 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 express purpose of this budget document is to reflect the need for existing or increased tax rates.

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

Estimated Resources:

Prior to April 1, the Board of Education accepts, by formal resolution, the tax rates, as determined by the County Budget Commission, and receives the commission's certificate of estimated resources which states the projected revenue of each fund. Prior to June 30, the School District must revise its budget so that total contemplated expenditures from any fund during the ensuing fiscal year will not exceed the amount stated in the certificate of estimated resources. The revised budget then serves as the basis for the appropriation measure. On or about July 1, the certificate of estimated is amended to include any unencumbered cash balances from the preceding fiscal year. The certificate of estimated resources may be further amended during the year if projected increases or decreases in revenue are identified by the School District Treasurer. The amounts reported in the budgetary statements reflect the amounts in the final amended certificate of estimated resources issued during fiscal year 1999.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Appropriations:

Upon receipt from the County Auditor of an amended certificate of estimated resources, based on final assessed values and tax rates, or a certificate saying no new certificate is necessary, the annual appropriation resolution is legally enacted by the Board of Education at the fund, function, and object level of expenditures, which are the legal levels of budgetary control. Prior to the passage of the annual appropriation measure, the Board may pass a temporary appropriation measure to meet the ordinary expenses of the School District. The appropriation resolution, by fund, must be within the estimated resources as certified by the County Budget Commission, and the total of expenditures and encumbrances may not exceed the appropriation totals at any level of control. Any revisions that alter the total of any fund appropriation, or alter total function appropriations within a fund, or alter object appropriations within functions must be approved by the Board of Education.

The Board may pass supplemental fund appropriations as long as the total appropriations by fund do not exceed the amounts set forth in the most recent certificate of estimated resources. During the year, one supplemental appropriation resolution was legally enacted.

The budget figures which appear in the statements of budgetary comparisons represent the final appropriation amounts, including all supplemental appropriations. Formal budgetary integration is employed as a management control device during the year for all funds, except agency funds, consistent with statutory provisions.

Encumbrances:

As part of formal budgetary control, purchase orders, contracts, and other commitments for the expenditure of monies are recorded as the equivalent of expenditures on the non-GAAP budgetary basis in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. On the GAAP basis, encumbrances outstanding at fiscal year end are reported as a reservation of fund balance for subsequent-year expenditures for governmental fund types and the expendable trust funds and reported in the notes to the financial statements for proprietary fund types and the nonexpendable trust fund.

Lapsing of Appropriations:

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

D. Cash and Investments

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

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

During fiscal year 1999, investments were limited to nonnegotiable certificates of deposit and STAR Ohio. Nonnegotiable certificates of deposit are reported at cost. 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, 1999.

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the General Fund during fiscal year 1999 amounted to \$218,555, which includes \$77,297 assigned from other School 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 an original maturity of three months or less at the time they are purchased by the School District are considered to be cash equivalents. Investments with an initial maturity of more than three months, and those not purchased from the pool, are reported as investments.

E. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 1999, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of purchase and an expenditure/expense is reported in the year in which services are consumed.

F. Inventory

Inventory in the governmental funds is stated at cost while inventory in the proprietary funds is stated at the lower of cost or market. For all funds, cost is determined on a first-in, first-out basis. Inventory in the governmental funds consists of expendable supplies held for consumption. The costs of inventory items are recorded as expenditures in the governmental fund types when purchased. Reported materials and supplies inventory is equally offset by a fund balance reserve in the governmental funds which indicates that it does not constitute available expendable resources even though it is a component of net current assets. Inventory in the proprietary funds consists of donated food, purchased food, and school supplies held for resale and is expensed when used.

G. Restricted Assets

Restricted assets in the General Fund represent cash and cash equivalents whose use is limited by legal requirements. Restricted assets represent amounts required by State statute to be set aside to create a reserve for budget stabilization.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

H. Fixed Assets and Depreciation

General fixed assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction costs are reflected as expenditures in governmental funds, and the related assets are reported in the general fixed assets account group. Fixed assets utilized in proprietary funds are capitalized in the respective fund. All fixed assets are capitalized at cost (or estimated historical cost) and updated for additions and reductions during the year. Donated fixed assets are recorded at their fair market value as of the date received. The School District maintains a capitalization threshold of two hundred dollars. The School District does not have any infrastructure.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not capitalized. Improvements are capitalized. Improvements to proprietary fund fixed assets are depreciated over the remaining useful lives of the related fixed assets.

Assets in the general fixed assets account group are not depreciated. Depreciation of furniture and equipment in the proprietary funds is computed using the straight-line method over an estimated useful life of ten years.

I. Interfund Assets/Liabilities

Short-term interfund loans are classified as "Interfund Receivables/Payables".

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "Due from/to Other Funds".

J. Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the School District will compensate the employees for the benefits through paid time off or some other means. The School District records a liability for accumulated unused vacation time when earned for all employees with more than one year of service.

Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those the School District has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employees' wage rates at fiscal year end, taking into consideration any limits specified in the School District's termination policy. The School District records a liability for accumulated unused sick leave for principals and assistant principals after ten years of service with the School District, and after five years of service for all other positions (including certified and classified staff).

For governmental funds, the current portion of unpaid compensated absences is the amount expected to be paid using available expendable resources. These amounts are recorded in the account "Compensated Absences Payable" in the fund from which the employees who have accumulated unpaid leave are paid. The remainder is reported in the general long-term obligations account group. In proprietary funds, the entire amount of compensated absences is reported as a fund liability.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

K. Accrued Liabilities and Long-Term Obligations

In general, governmental fund payables and accrued liabilities are reported as obligations of the funds regardless of whether they will be liquidated with current resources. However, compensated absences and contractually required pension contributions that will be paid from governmental funds are reported as liabilities 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 sixty days after fiscal year end are considered not to have used current available financial resources. Long-term notes are reported as a liability in 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 fund.

L. Contributed Capital

Contributed capital represents resources from other funds, other governments, and private sources provided to proprietary funds that is not subject to repayment. These assets are recorded at their fair market value on the date donated. Depreciation on those assets acquired or constructed with contributed resources is expensed and closed to unreserved retained earnings at fiscal year end.

Because the School District did not prepare financial statements in accordance with generally accepted accounting principles prior to fiscal year 1991, the exact amount of contributed capital cannot be determined. Consequently, only those amounts that have been specifically identified have been classified as contributed capital in the accompanying combined financial statements. All other fund equity amounts pertaining to proprietary funds have been classified as retained earnings.

M. Fund Balance Reserves

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

The reserve for property taxes represents taxes recognized as revenue under generally accepted accounting principles but not available for appropriation under State statute. The reserve for budget stabilization represents monies required to be set aside by State statute to protect against cyclical changes in revenues and expenditures. The reserve for contributions signifies legal restrictions on the use of principal in the non-expendable trust fund.

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

N. Intergovernmental Revenues

For governmental funds, intergovernmental revenues, such as grants awarded on a non-reimbursement basis, entitlements, and shared revenues are recorded as receivables and revenues when measurable and available. Reimbursement type grants are recorded as receivables and revenues when the related expenditures are incurred. Other than commodities, grants and entitlements for proprietary fund operations are recognized as non-operating revenues in the accounting period in which they are earned and become measurable.

The School District currently participates in several State and Federal programs, categorized as follows:

Entitlements

General Fund

- State Foundation Program
- State Property Tax Relief
- School Bus Purchase Allocation

Non-Reimbursable Grants

Special Revenue Funds

- Venture Capital Grant
- Auxiliary Services
- Professional Development Block Grant
- School Age Child Care Program
- Management Information System
- Public School Preschool
- Disadvantaged Pupil Impact Aid
- Data Communications
- Textbook/Instructional Materials
- Recruitment Grant
- Migrant Education
- Eisenhower
- Title VI-B
- Title I
- Title VI
- Goals 2000

Capital Projects Funds

- SchoolNet
- Video Distance Learning
- E-Rate Grant

Reimbursable Grants

General Fund

- Driver Education

Proprietary Funds

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

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Grants and entitlements amounted to approximately 47 percent of the revenues of the School District's governmental fund types during the 1999 fiscal year.

O. Interfund Transactions

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

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

P. Use of Estimates

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

Q. Total Columns on Combined Financial Statements

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

NOTE 3 - CORRECTION OF ERROR AND RESTATEMENT OF PRIOR YEAR FUND EQUITY

Depreciation expense in the Food Service enterprise fund was misstated in prior years due to improperly recorded depreciation. Accumulated depreciation decreased \$88,469. The effect of this change on net loss as previously reported for the fiscal year ended June 30, 1998, was an increase of \$20,376, from (\$37,899) to (\$58,275). Retained earnings increased \$88,469, from \$122,569 to \$211,038 due to the restatement.

NOTE 4 - ACCOUNTABILITY AND COMPLIANCE

A. Accountability

The Public School Preschool special revenue fund had a deficit fund balance of \$19 at June 30, 1999. The deficit was created by the application of generally accepted accounting principles. The General Fund provides transfers to cover deficit balances; however, this is done when cash is needed rather than when accruals occur.

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 4 - ACCOUNTABILITY AND COMPLIANCE (continued)

The Self Insurance internal service fund had deficit retained earnings of \$379,795 at June 30, 1999, as a result of claims expenses in excess of the premiums charged for the payment of those claims in fiscal year 1999. The School District is currently reviewing the fund to determine whether an increase in premiums is needed.

B. Compliance

The following accounts had expenditures in excess of appropriations for the fiscal year ended June 30, 1999.

Fund Type/Fund/ Function/Object	Appropriations	Expenditures	Excess
Special Revenue Funds:			
Migrant Education			
Pupils/Materials and Supplies	\$958	\$1,007	\$49
Instructional Staff/Purchased Services	621	679	58
Fiscal/Fringe Benefits	2,170	2,438	268
Title VI-B			
Special/Materials and Supplies	19,213	19,215	2
Pupils/Fringe Benefits	36	46	10
Pupils/Materials and Supplies	3,520	3,537	17
Instructional Staff/Salaries	46,000	46,573	573
Title I			
Administration/Fringe benefits	1,287	1,293	6
Capital Projects Fund:			
E-Rate Grant			
Pupils/Materials and Supplies	0	99	99

The following funds had appropriations in excess of estimated resources plus available balances for the fiscal year ended June 30, 1999.

Fund Type/Fund	Estimated Resources Plus Available Balances	Appropriations	Excess
Special Revenue Funds:			
Cooperative Learning	\$0	\$1,200	\$1,200
Eisenhower	37,289	52,749	15,460

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 5 - BUDGETARY BASIS OF ACCOUNTING

While the School District is reporting financial position, results of operations, and changes in fund balances/retained earnings on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements, and encumbrances. The Combined Statement of Revenues, Expenditures, and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual - All Governmental Fund Types and Expendable Trust Funds and the Combined Statement of Revenues, Expenses, and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual - All Proprietary Fund Types and Nonexpendable Trust Fund are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and GAAP basis are that:

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures/expenses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Encumbrances are treated as expenditures/expenses for all funds (budget basis) rather than as a reservation of fund balance for governmental fund types and the expendable trust funds and as note disclosure in proprietary fund types and the nonexpendable trust fund (GAAP basis).
4. For proprietary funds, the acquisition and construction of fixed assets are reported on the operating statement (budget basis) rather than as balance sheet transactions (GAAP basis).

The following tables summarize the adjustments necessary to reconcile the GAAP and budgetary basis statements by fund type.

Excess of Revenues and Other Financing Sources
Over (Under) Expenditures and Other Financing Uses
Governmental Fund Types and Expendable Trust Funds

	Governmental Fund Types			Expendable Trust
	General	Special Revenue	Capital Projects	
GAAP Basis	\$179,994	\$73,598	(\$314,067)	\$4,114
<u>Increase (Decrease) Due to:</u>				
Revenue Accruals:				
Accrued FY 1998, Received in Cash FY 1999	2,864,754	250	0	146
Accrued FY 1999, Not Yet Received in Cash	(3,738,940)	(51,597)	(16,080)	(196)
				(continued)

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 5 - BUDGETARY BASIS OF ACCOUNTING (continued)

Excess of Revenues and Other Financing Sources
Over (Under) Expenditures and Other Financing Uses
Governmental Fund Types and Expendable Trust Funds
(continued)

	Governmental Fund Types			Expendable Trust
	General	Special Revenue	Capital Projects	
Expenditure Accruals:				
Accrued FY 1998, Paid in Cash FY 1999	(\$2,594,979)	(\$162,854)	\$0	\$0
Accrued FY 1999, Not Yet Paid in Cash	2,961,071	189,695	0	0
Notes Receivable:				
Repaid	0	0	0	3,309
Prepaid Items	(953)	13	0	0
Advances In	0	14	0	0
Advances Out	(15,043)	0	0	0
Encumbrances Outstanding at Year End (Budget Basis)	(518,748)	(210,128)	(302)	0
Budget Basis	<u>(\$862,844)</u>	<u>(\$161,009)</u>	<u>(\$330,449)</u>	<u>\$7,373</u>

Net Income (Loss)/Excess of Revenues
Over (Under) Expenses and Advances
All Proprietary Fund Types and Nonexpendable Trust Fund

	Proprietary Fund Types		Nonexpendable Trust
	Enterprise	Internal Service	
GAAP Basis	(\$39,263)	(\$542,160)	\$437
<u>Increase (Decrease) Due to:</u>			
Revenue Accruals:			
Accrued FY 1998, Received in Cash FY 1999	84,370	0	135
Accrued FY 1999, Not Yet Received in Cash	(100,812)	0	(43)

(continued)

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 5 - BUDGETARY BASIS OF ACCOUNTING (continued)

Net Income (Loss)/Excess of Revenues
Over (Under) Expenses and Advances
All Proprietary Fund Types and Nonexpendable Trust Fund
(continued)

	Proprietary Fund Types		Nonexpendable Trust
	Enterprise	Internal Service	
Expense Accruals:			
Accrued FY 1998, Paid in Cash FY 1999	(\$143,429)	(\$284,248)	\$0
Accrued FY 1999, Not Yet Paid in Cash	147,106	564,344	0
Prepaid Items	(452)		
Inventory Held for Resale	(1,551)	0	0
Acquisition of Fixed Assets	(20,649)	0	0
Depreciation Expense	33,412	0	0
Loss on Disposal of Fixed Assets	2,789		
Advances In	15,029	0	0
Encumbrances Outstanding at Year End (Budget Basis)	(22,638)	(17,951)	0
Budget Basis	<u>(\$46,088)</u>	<u>(\$280,015)</u>	<u>\$529</u>

NOTE 6 - CASH AND CASH EQUIVALENTS

State statutes classify monies held by the School 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 School 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.

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 6 - CASH AND CASH EQUIVALENTS (continued)

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

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

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

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

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 School 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.

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 6 - CASH AND CASH EQUIVALENTS (continued)

At fiscal year end, the School District had \$1,700 in undeposited cash on hand which is included on the balance sheet of the School District as part of "Equity in Pooled Cash and Cash Equivalents".

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

At fiscal year end, the carrying amount of the School District's deposits was \$346,220 and the bank balance was \$797,872. Of the bank balance, \$360,232 was covered by federal depository insurance; and \$437,640 was uninsured and uncollateralized. Although all state statutory requirements for the deposit of money had been followed, noncompliance with federal requirements could potentially subject the School District to a successful claim by the FDIC.

The School District's investments are categorized to give an indication of the level of risk assumed by the School District at fiscal year end. Category 1 includes investments that are insured or registered for which the securities are held by the School District or its agent in the School 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 School 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 School District's name. The School District's investment in STAR Ohio is unclassified since it is not evidenced by securities that exist in physical or book entry form. At June 30, 1999, the fair value of funds on deposit with STAR Ohio was \$1,885,413.

The classification of cash and cash equivalents and investments on the combined financial statements is based on the criteria set forth in GASB Statement No. 9, "Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting". A reconciliation between the classification of cash and cash equivalents and investments on the combined financial statements and the classification of deposits and investments according to GASB Statement No. 3 is as follows:

	Cash and Cash Equivalents/Deposits	Investments
GASB Statement No. 9	\$2,141,333	\$92,000
Cash on Hand	(1,700)	0
Certificates of Deposit	92,000	(92,000)
STAR Ohio	(1,885,413)	1,885,413
GASB Statement No. 3	\$346,220	\$1,885,413

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 7 - PROPERTY TAXES

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

Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

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

The School District receives property taxes from Sandusky County. The County Auditor periodically advances to the School District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 1999, are available to finance fiscal year 1999 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable represents delinquent taxes outstanding and real property, public utility property, and tangible personal property taxes which became measurable as of June 30, 1999. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is intended to finance current fiscal year operations. The receivable is therefore offset by a credit to deferred revenue for that portion not intended to finance current year operations. The amount available as an advance at June 30, 1999, was \$2,461,863 in the General Fund. The amount available as an advance at June 30, 1998, was \$1,672,444 in the General Fund.

The assessed values upon which the fiscal year 1999 taxes were collected are:

	1998 Second- Half Collections		1999 First- Half Collections	
	Amount	Percent	Amount	Percent
Agricultural/Residential and Other Real Estate	\$361,181,680	73.09%	\$366,462,820	73.43%
Public Utility	35,924,930	7.27	38,345,260	7.68
Tangible Personal	97,058,210	19.64	94,283,864	18.89
Total Assessed Value	<u>\$494,164,820</u>	<u>100.00%</u>	<u>\$499,091,944</u>	<u>100.00%</u>
Tax rate per \$1,000 of assessed valuation	\$32.10		\$32.10	

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 8 - INCOME TAXES

The School District levies a voted tax of .75 percent for general operations on the income of residents and of estates. The tax was effective on January 1, 1999, and will continue for five years. Employers of residents are required to withhold income tax on compensation and remit the tax to the State. Taxpayers are required to file an annual return. The State makes quarterly distributions to the School District after withholding amounts for administrative fees and estimated refunds. Income tax revenue is credited to the General Fund.

NOTE 9 - RECEIVABLES

Receivables at June 30, 1999, consisted of both property and income taxes, accounts (rent, billings for user charged services, and student fees), intergovernmental, accrued interest, interfund, notes, judgement, and services charged to other funds. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of state programs, and the current year guarantee of federal funds. Student fees are also considered collectible in full due to the withholding of diplomas and grade cards. Accounts receivable at June 30 were \$25,479.

A summary of the principal items of intergovernmental receivables follows:

	Amount
General Fund	
Driver Education	\$2,350
State of Ohio	1,333
Total General Fund	3,683
Special Revenue Fund	
Title I	57,300
Capital Projects Fund	
E-Rate Grant	16,080
Enterprise Fund	
Food Service	
National School Lunch Program	87,732
Total Intergovernmental Receivables	\$164,795

NOTE 10 - NOTES RECEIVABLE

The Special Trusts expendable trust fund provides loans to students to assist in the payment of costs of higher education. Repayments begin upon graduation or withdrawal from college. At that time, the principal also begins accruing interest.

At the close of fiscal year 1999, there were two students making repayments with a total outstanding principal balance of \$4,373.

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 11 - FIXED ASSETS

A summary of the enterprise funds' fixed assets at June 30, 1999, follows:

Furniture and Equipment	\$348,129
Less Accumulated Depreciation	(205,032)
Net Fixed Assets	\$143,097

A summary of the changes in general fixed assets during fiscal year 1999 follows:

Asset Category	Balance at 6/30/98	Additions	Reductions	Balance at 6/30/99
Land	\$304,105	\$2,049	\$0	\$306,154
Buildings and Improvements	14,366,633	95,328	0	14,461,961
Furniture, Fixtures, and Equipment	3,511,270	683,751	132,358	4,062,663
Vehicles	2,338,746	119,350	0	2,458,096
Totals	\$20,520,754	\$900,478	\$132,358	\$21,288,874

NOTE 12 - INTERFUND ASSETS/LIABILITIES

At June 30, 1999, interfund receivables and payables that resulted from various interfund transactions were as follows:

Fund Type/Fund	Receivable		Payable	
	Due from	Interfund	Due to	Interfund
General Fund	\$447	\$15,695	\$0	\$0
Special Revenue Funds:				
Public School Support	0	0	74	14
Title VI-B	0	0	66	0
Title I	0	0	19	0
Total Special Revenue Funds	0	0	159	14
Enterprise Funds:				
Food Service	0	0	0	15,029
Uniform School Supplies	0	0	0	652
Total Enterprise Funds	0	0	0	15,681
Agency Fund				
Student Managed Activities	0	0	288	0
Totals	\$447	\$15,695	\$447	\$15,695

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 13 - RISK MANAGEMENT

The School District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. During fiscal year 1999, the School District contracted for the following insurance coverages:

Coverages provided by Indiana Insurance are as follows:

Building and Contents - replacement cost (\$1,000 deductible)	\$57,524,120
Inland Marine Coverage (\$250 deductible)	39,016
Boiler and Machinery - limit per accident (\$1,000 deductible)	15,000,000
Crime Insurance	23,000
Automobile Liability (\$500 deductible)	1,000,000

Coverages provided by Nationwide Insurance are as follows:

General Liability	
Per Occurrence	2,000,000
Total per Year	5,000,000
Umbrella	1,000,000

Coverages provided by Pearce Insurance are as follows:

Inland Marine Coverage (\$250 deductible)	150,677
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Settled claims have not exceeded this commercial coverage in any of the past three years, and there has been no significant reduction in insurance coverage from last year.

For fiscal year 1999, the School District participated in the Ohio School Boards Association Workers' Compensation Group Rating Plan (the Plan), an insurance purchasing pool. The intent of the Plan is to achieve the benefit of a reduced premium for the School District by virtue of its grouping and representation with other participants in the Plan. The workers' compensation experience of the participants is calculated as one experience and a common premium rate is applied to all participants in the Plan. Each participant pays its workers' compensation premium to the State based on the rate for the Plan rather than its individual rate. Total savings are then calculated and each participant's individual performance is compared to the overall savings percentage of the Plan.

A participant will then either receive money from or be required to contribute to the "Equity Pooling Fund". This "equity pooling" arrangement insures that each participant shares equally in the overall performance of the Plan. Participation in the Plan is limited to participants that can meet the Plan's selection criteria. The firm of Gates McDonald & Co. provides administrative, cost control, and actuarial services to the Plan.

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 13 - RISK MANAGEMENT (continued)

The School District provides employee hospital/medical, prescription, and dental insurance benefits through a partially self insured program. The School District established a Self Insurance internal service fund to account for and finance the cost of this program. Under this program, the Self Insurance internal service fund pays claims up to a maximum of \$2,500,000 per individual, per lifetime, and has \$50,000 stop-loss coverage per individual, per year. The School District purchases commercial insurance for claims in excess of the coverages provided by the Self Insurance internal service fund. Settled claims have not exceeded this commercial coverage for the past three years. All funds of the School District participate in the program and make payments to the Self Insurance internal service fund based upon an actuarial study.

The claims liability of \$555,835 reported in the Self Insurance internal service fund at June 30, 1999, is based on an estimate provided by the third party administrator and the requirements of Governmental Accounting Standards Board Statement No. 30 "Accounting and Financial Reporting for Risk Financing and Related Insurance Issues", which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported if information prior to issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount can be reasonably estimated. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses. Changes in the claims activity for the last two fiscal years were as follows:

Fiscal Year	Balance at 6/30/98	Current Year Claims	Claims Payments	Stop-Loss Reimbursement	Balance at 6/30/99
1999	\$284,248	\$2,719,639	(\$2,647,015)	\$198,963	\$555,835
1998	294,788	2,155,125	(2,418,496)	252,831	284,248

NOTE 14 - OTHER SIGNIFICANT COMMITMENTS

As of June 30, 1999, the School District had contracted for various professional services. The following amounts were outstanding on these contracts at June 30, 1999:

Company	Outstanding Balance
J.B. & Company	\$39,721
Myers Equipment	96,897
Nollenberger Truck Center	121,350

NOTE 15 - DEFINED BENEFIT PENSION PLANS

A. State Teachers Retirement System

The School District contributes to the State Teachers Retirement System of Ohio (STRS), a cost-sharing multiple employer public employee retirement system administered by the State Teachers Retirement Board. STRS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits 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. 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 percent of their annual covered salary and the School District is required to contribute 14 percent; 6 percent was the portion used to fund pension obligations for fiscal year 1999. For fiscal year 1998, 10.5 percent was the portion used to fund pension obligations. Contribution rates are established by STRS, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. The School District's required contribution for pension obligations to STRS for the fiscal years ended June 30, 1999, 1998, and 1997, were \$867,258, \$1,488,371, and \$1,422,611, respectively; 82.23 percent has been contributed for fiscal year 1999 and 100 percent for fiscal years 1998 and 1997. The unpaid contribution for fiscal year 1999, in the amount of \$154,090, is recorded as a liability within the respective funds.

B. School Employees Retirement System

The School 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 members and beneficiaries. Authority to establish and amend benefits is provided by Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to the School Employees Retirement System, 45 North Fourth Street, Columbus, Ohio 43215-3634.

Plan members are required to contribute 9 percent of their annual covered salary and the School District is required to contribute an actuarially determined rate. The current rate is 14 percent of annual covered payroll; 7.7 percent was the portion used to fund pension obligations for fiscal year 1999. For fiscal year 1998, 9.02 percent was the portion used to fund pension obligations. The contribution requirements of plan members and employers are established and may be amended, up to statutory maximum amounts, by the SERS Retirement Board. The School District's required contribution for pension obligations to SERS for the fiscal years ended June 30, 1999, 1998, and 1997, were \$290,307, \$306,035, and \$325,298, respectively; 43.36 percent has been contributed for fiscal year 1999 and 100 percent for fiscal years 1998 and 1997. The unpaid contribution for fiscal year 1999, in the amount of \$164,416, is recorded as a liability within the respective funds and the general long-term obligations account group.

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 15 - DEFINED BENEFIT PENSION PLANS (continued)

C. Social Security System

Effective July 1, 1991, all employees not otherwise covered by the State Teachers Retirement System or the School Employees Retirement System have an option to choose Social Security or the State Teachers Retirement System/School Employees Retirement System. As of June 30, 1999, all of the Board of Education members have elected Social Security. The Board's liability is 6.2 percent of wages paid.

NOTE 16 - POSTEMPLOYMENT BENEFITS

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

The State Teachers Retirement Board has statutory authority over how much, if any, of the health care costs will be absorbed by STRS. Most benefit recipients pay a portion of the health care cost in the form of a monthly premium. By law, the cost of coverage paid from STRS funds shall be included in the employer contribution rate, currently 14 percent of covered payroll. For fiscal year 1999, the Board allocated employer contributions equal to 8 percent of covered payroll to the Health Care Reserve Fund, an increase from 3.5 percent for fiscal year 1998. For the School District, this amount equaled \$1,156,344 for fiscal year 1999.

STRS pays health care benefits from the Health Care Reserve Fund. The balance in the Fund was \$2,156 million at June 30, 1998 (the latest information available). For the fiscal year ended June 30, 1998, net health care costs paid by STRS were \$219,224,000, and STRS had 91,999 eligible benefit recipients.

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

For this fiscal year, employer contributions to fund health care benefits were 6.3 percent of covered payroll, an increase from 4.98 percent for fiscal year 1998. 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 1999, the minimum pay has been established at \$12,400. For the School District, the amount to fund health care benefits, including the surcharge, was \$287,976 for fiscal year 1999.

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 125 percent of annual health care expenses. Expenses for health care at June 30, 1998, were \$111,900,575, and the target level was \$139.9 million. At June 30, 1998, SERS had net assets available for payment of health care benefits of \$160.3 million. SERS has approximately 50,000 participants currently receiving health care benefits.

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 17 - EMPLOYEE BENEFITS

A. Compensated Absences

The criteria for determining vacation and sick leave components is derived from negotiated agreements and State laws. Classified employees earn ten to twenty days of vacation per year, depending upon length of service. Accumulated unused vacation time is paid to classified employees and administrators upon termination of employment. Teachers do not earn vacation time.

Teachers, administrators, and classified employees earn sick leave at a rate of one and one-fourth days per month. Sick leave may be accumulated up to a maximum of two hundred days for teachers, two hundred twenty-five days for administrators, and two hundred twenty days for classified employees.

Upon retirement, payment is made for one-half of accrued, but unused sick leave credit to a maximum of forty-seven days for teachers and administrators, and thirty-five days for classified employees. In addition, classified employees receive one-half of accrued, but unused sick leave credit in excess of seventy days, up to a maximum of twelve days.

B. Health Care Benefits

The School District provides hospital/medical, prescription, and dental insurance to most employees through the School District's self insured program.

C. Special Termination Benefit

Any classified employee who is eligible for retirement, and who has seventeen or more years of consecutive (concurrent) service, and retires into SERS, shall receive an additional severance bonus. The bonus, of twenty days pay calculated at the employee's daily rate at the time of retirement, will be paid within ninety days of acceptance into SERS. The bonus carries a provision that the employee must have accrued in excess of one hundred fifty days unused sick leave at the time of retirement. There was no outstanding liability for special termination benefits at June 30, 1999. This special termination benefit program expired on June 30, 1999.

NOTE 18 - LONG-TERM OBLIGATIONS

The changes in the School District's long-term obligations during fiscal year 1999 were as follows:

	Balance at 6/30/98	Additions	Reductions	Balance at 6/30/99
Energy Conservation				
Notes 1994 3.625%	\$1,274,644	\$0	\$53,083	\$1,221,561
Other Long-Term Obligations:				
Compensated Absences Payable	3,705,849	69,222	0	3,775,071
Intergovernmental Payable	255,785	233,274	255,785	233,274
Total General Long-Term Obligations	<u>\$5,236,278</u>	<u>\$302,496</u>	<u>\$308,868</u>	<u>\$5,229,906</u>

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 18 - LONG-TERM OBLIGATIONS (continued)

Energy Conservation Notes 1994 - On May 11, 1994, the School District issued \$1,723,022 in unvoted general obligation notes for providing energy conservation measures for the School District. The notes were issued under the authority of Ohio Revised Code Sections 133.06(G) and 3313.372. The notes were issued for a ten year period with final maturity during fiscal year 2004.

Compensated absences and intergovernmental payables, representing the School District's contractually required pension contributions, will be paid from the fund from which the employees' salaries are paid.

The School District's overall debt margin was \$44,918,275 with an unvoted debt margin of \$499,092 at June 30, 1999.

Principal and interest requirements to retire the energy conservation notes outstanding at June 30, 1999, were as follows:

Fiscal Year Ending June 30,	Principal	Interest	Total
2000	\$298,527	\$84,627	\$383,154
2001	212,590	42,845	255,435
2002	224,222	31,213	255,435
2003	236,563	18,873	255,436
2004	249,659	5,782	255,441
Total	<u>\$1,221,561</u>	<u>\$183,340</u>	<u>\$1,404,901</u>

NOTE 19 - RESERVATIONS OF FUND BALANCE

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

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 19 - RESERVATIONS OF FUND BALANCE (continued)

The following cash basis information identifies the changes in the fund balance reserves for textbooks, capital improvements, and budget stabilization during fiscal year 1999.

	Textbooks	Capital Improvements	Budget Stabilization	Total
Balance June 30, 1998	\$0	\$0	\$160,488	\$160,488
Current Year Set Aside Requirement	423,628	423,628	211,814	1,059,070
Current Year Offsets	(74,287)	0	0	(74,287)
Qualifying Expenditures	(349,341)	(423,628)	0	(772,969)
Balance June 30, 1999	<u>\$0</u>	<u>\$0</u>	<u>\$372,302</u>	<u>\$372,302</u>

Amounts of offsets and qualifying expenditures presented in the table were limited to those necessary to reduce the year end balance to zero. Although the School District may have had additional qualifying expenditures during the year, by rule, these amounts may not be used to reduce the set aside requirements of future years and are therefore not presented.

NOTE 20 - SEGMENT INFORMATION FOR ENTERPRISE FUNDS

The School District maintains two enterprise funds to account for the operations of food service and uniform school supplies. The table below reflects the more significant financial data relating to the enterprise funds of the Fremont City School District as of and for the fiscal year ended June 30, 1999.

	Food Service	Uniform School Supplies	Total Enterprise Funds
Operating Revenues	\$572,808	\$115,667	\$688,475
Depreciation Expense	33,412	0	33,412
Operating Income (Loss)	(735,848)	17,250	(718,598)
Federal Donated Commodities	122,166	0	122,166
Operating Grants	559,000	0	559,000
Net Income (Loss)	(56,513)	17,250	(39,263)
Fixed Asset Additions	20,649	0	20,649
Fixed Asset Reductions	11,613	0	11,613

(continued)

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 20 - SEGMENT INFORMATION FOR ENTERPRISE FUNDS (continued)

	Food Service	Uniform School Supplies	Total Enterprise Funds
Net Working Capital	\$45,825	\$104,151	\$149,976
Total Assets	255,092	107,214	362,306
Total Equity	80,875	104,151	185,026
Encumbrances Outstanding at Year End (Budget Basis)	0	22,638	22,638

NOTE 21 - JOINTLY GOVERNED ORGANIZATIONS

A. Northern Ohio Educational Computer Association

The Northern Ohio Educational Computer Association (NOECA) is a jointly governed organization among thirty-eight school districts. The organization was formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and instructional functions among member school districts.

The NOECA Assembly consists of a representative from each participating school district. NOECA is governed by a Board of Directors chosen from the general membership of the NOECA Assembly. The degree of control exercised by any participating school district is limited to its representation on the Board of Directors. Financial information can be obtained from Betty Schwiefert, who serves as Controller, 2900 South Columbus Avenue, Sandusky, Ohio 44870.

B. Vanguard-Sentinel Joint Vocational School

The Vanguard-Sentinel Joint Vocational School (JVS) is a distinct political subdivision of the State of Ohio which provides vocational education to students. The JVS is operated under the direction of a Board consisting of two representatives from the Fremont City School District and one representative from the other thirteen participating school districts' elected boards. The degree of control exercised by any participating school district is limited to its representation on the Board. The JVS possesses its own budgeting and taxing authority. Financial information can be obtained from the Vanguard-Sentinel Joint Vocational School, Jay Valasek, who serves as Treasurer, 1306 Cedar Street, Fremont, Ohio 43420.

NOTE 22 - INSURANCE POOL

Ohio School Boards Association Workers' Compensation Group Rating Plan - The School 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 an insurance purchasing pool.

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 22 - INSURANCE POOL (continued)

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 districts pay an enrollment fee to the Plan to cover the costs of administering the program.

NOTE 23 - STATE SCHOOL FUNDING DECISION

On March 24, 1997, the Ohio Supreme Court rendered a decision declaring certain portions of the Ohio school funding plan unconstitutional. The Court stayed the effect of its ruling for one year to allow the State's Legislature to design a plan to remedy the perceived defects in the system. Declared unconstitutional was the State's "School Foundation Program", which provides significant monetary support to the School District. During the fiscal year ended June 30, 1999, the School District received \$10,380,186 of school foundation support for its General Fund.

Since the Supreme Court ruling, numerous pieces of legislation have been passed by the State Legislature in an attempt to address the issues identified by the Court. The Court of Common of Pleas in Perry County has reviewed the new laws and, in a decision issued on February 26, 1999, determined they are not sufficiently responsive to the constitutional issues raised under the "thorough and efficient" clause of the Ohio Constitution. The State has appealed the decision made by the Court of Common Pleas to the Ohio Supreme Court. As of the date of these financial statements, the Ohio Supreme Court has not rendered an opinion on this issue. The decision of the Court of Common Pleas in Perry County has been stayed by the Ohio Supreme Court, and, as such, school districts are still operating under the laws that the Court of Common Pleas declared unconstitutional.

As of the date of these financial statements, the School District is unable to determine what effect, if any, this ongoing litigation will have on its future State funding under this program and on its financial operations.

NOTE 24 - YEAR 2000 ISSUE

The Year 2000 Issue is the result of shortcomings in many electronic data processing systems and other electronic equipment that may adversely affect the School District's operations.

The School District has completed an inventory of computer systems and other electronic equipment that may be affected by the Year 2000 Issue and that are necessary for conducting School District operations. The School District has identified such systems as being financial reporting, payroll and employee benefits, and educational statistics reporting.

The School District uses the State of Ohio Uniform School Accounting System software for financial reporting, and the State of Ohio Uniform Staff Payroll System software for payroll and employee benefits. The State is responsible for remediating these systems and for any costs associated with this project.

Fremont City School District
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 24 - YEAR 2000 ISSUE *(continued)*

The State processes a significant amount of financial and non-financial information about the School District through the State's Education Management and Information System (EMIS). Further, the State of Ohio distributes resources to the School District in the form of "foundation payments" and federal and state grant payments. The State is responsible for remediating these systems and for any costs associated with this project.

Sandusky County collects property taxes for distribution to the School District. Sandusky County is responsible for remediating the tax collection system and for any costs associated with the tax collection system.

Because of the unprecedented nature of the Year 2000 Issue, its effects and the success of related remediation efforts will not be fully determinable until the year 2000 and thereafter. Management cannot assure that the School District is, or will be, year 2000 ready; that the School District's remediation efforts will be successful in whole or in part; or that parties with whom the School District does business will be year 2000 ready.

NOTE 25 - CONTINGENCIES

A. Grants

The School District received financial assistance from Federal and State agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the School District at June 30, 1999.

B. Litigation

There are currently no matters in litigation with the School District as defendant.

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COMBINING, INDIVIDUAL FUND AND
ACCOUNT GROUP STATEMENTS AND SCHEDULES

GENERAL FUND

To account for all financial resources except, those required to be accounted for in another fund.

Fremont City School District
General Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Property Taxes	\$10,728,336	\$10,728,336	\$0
Income Taxes	3,414,266	3,414,266	0
Intergovernmental	11,616,272	11,616,272	0
Interest	215,787	215,787	0
Tuition	34,730	34,730	0
Rent	20,073	20,073	0
Gifts and Donations	67,355	67,355	0
Miscellaneous	65,753	65,753	0
Total Revenues	<u>26,162,572</u>	<u>26,162,572</u>	<u>0</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular			
Salaries	10,433,656	10,433,656	0
Fringe Benefits	2,559,613	2,559,613	0
Purchased Services	53,338	53,338	0
Materials and Supplies	434,829	434,829	0
Capital Outlay - New	341,544	341,544	0
Capital Outlay - Replacement	18,558	18,558	0
Total Regular	<u>13,841,538</u>	<u>13,841,538</u>	<u>0</u>
Special			
Salaries	1,046,273	1,046,273	0
Fringe Benefits	263,003	263,003	0
Purchased Services	1,175,487	1,175,487	0
Materials and Supplies	7,863	7,863	0
Capital Outlay - New	7,399	7,399	0
Total Special	<u>2,500,025</u>	<u>2,500,025</u>	<u>0</u>
Vocational			
Salaries	148,321	148,321	0
Fringe Benefits	34,672	34,672	0
Purchased Services	4,590	4,590	0
Materials and Supplies	404	404	0
Capital Outlay - Replacement	684	684	0
Total Vocational	<u>188,671</u>	<u>188,671</u>	<u>0</u>
Other			
Fringe Benefits	2,091	2,091	0
Purchased Services	426,070	426,070	0
Total Other	<u>428,161</u>	<u>428,161</u>	<u>0</u>
Total Instruction	<u>16,958,395</u>	<u>16,958,395</u>	<u>0</u>

(continued)

Fremont City School District
General Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999
(continued)

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Support Services:			
Pupils			
Salaries	\$998,326	\$998,326	\$0
Fringe Benefits	278,259	278,259	0
Purchased Services	330,883	330,883	0
Materials and Supplies	57,414	57,414	0
Capital Outlay - New	41,363	41,363	0
Other	660	660	0
Total Pupils	<u>1,706,905</u>	<u>1,706,905</u>	<u>0</u>
Instructional Staff			
Salaries	528,541	528,541	0
Fringe Benefits	153,742	153,742	0
Purchased Services	24,233	24,233	0
Materials and Supplies	74,740	74,740	0
Capital Outlay - New	16,955	16,955	0
Other	5,889	5,889	0
Total Instructional Staff	<u>804,100</u>	<u>804,100</u>	<u>0</u>
Board of Education			
Salaries	5,600	5,600	0
Fringe Benefits	988	988	0
Purchased Services	10,322	10,322	0
Materials and Supplies	1,526	1,526	0
Other	39,809	39,809	0
Total Board of Education	<u>58,245</u>	<u>58,245</u>	<u>0</u>
Administration			
Salaries	1,295,510	1,295,510	0
Fringe Benefits	413,565	413,565	0
Purchased Services	410,894	410,894	0
Materials and Supplies	93,367	93,367	0
Capital Outlay - New	11,243	11,243	0
Capital Outlay - Replacement	11,524	11,524	0
Other	2,329	2,329	0
Total Administration	<u>2,238,432</u>	<u>2,238,432</u>	<u>0</u>

(continued)

Fremont City School District
General Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999
(continued)

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Fiscal			
Salaries	\$150,996	\$150,996	\$0
Fringe Benefits	58,760	58,760	0
Purchased Services	32,235	32,235	0
Materials and Supplies	7,661	7,661	0
Capital Outlay - New	4,168	4,168	0
Capital Outlay - Replacement	430	430	0
Other	340,396	340,396	0
Total Fiscal	<u>594,646</u>	<u>594,646</u>	<u>0</u>
Business			
Salaries	58,382	58,382	0
Fringe Benefits	21,394	21,394	0
Purchased Services	110	110	0
Materials and Supplies	271	271	0
Other	125	125	0
Total Business	<u>80,282</u>	<u>80,282</u>	<u>0</u>
Operation and Maintenance of Plant			
Salaries	1,074,393	1,074,393	0
Fringe Benefits	372,040	372,040	0
Purchased Services	718,071	718,071	0
Materials and Supplies	289,758	289,758	0
Capital Outlay - New	1,998	1,998	0
Capital Outlay - Replacement	5,395	5,395	0
Other	25,365	25,365	0
Total Operation and Maintenance of Plant	<u>2,487,020</u>	<u>2,487,020</u>	<u>0</u>
Pupil Transportation			
Salaries	723,314	723,314	0
Fringe Benefits	295,528	295,528	0
Purchased Services	37,918	37,918	0
Materials and Supplies	159,717	159,717	0
Capital Outlay - New	2,438	2,438	0
Capital Outlay - Replacement	166,747	166,747	0
Other	17,597	17,597	0
Total Pupil Transportation	<u>1,403,259</u>	<u>1,403,259</u>	<u>0</u>
Central			
Salaries	22,556	22,556	0
Fringe Benefits	4,784	4,784	0
Purchased Services	13,727	13,727	0
Other	66,595	66,595	0
Total Central	<u>107,662</u>	<u>107,662</u>	<u>0</u>
Total Support Services	<u>9,480,551</u>	<u>9,480,551</u>	<u>0</u>

(continued)

Fremont City School District
General Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999
(continued)

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Non-Instructional Services			
Food Service Operations			
Salaries	\$11,271	\$11,271	\$0
Fringe Benefits	28	28	0
Total Food Service Operations	<u>11,299</u>	<u>11,299</u>	<u>0</u>
Community Services			
Salaries	2,151	2,151	0
Fringe Benefits	316	316	0
Total Community Services	<u>2,467</u>	<u>2,467</u>	<u>0</u>
Other Operations			
Other	1,616	1,616	0
Total Non-Instructional Services	<u>15,382</u>	<u>15,382</u>	<u>0</u>
Extracurricular Activities			
Academic and Subject Oriented Activities			
Salaries	50,386	50,386	0
Fringe Benefits	7,011	7,011	0
Total Academic and Subject Oriented Activities	<u>57,397</u>	<u>57,397</u>	<u>0</u>
Occupational Oriented Activities			
Salaries	2,985	2,985	0
Fringe Benefits	399	399	0
Total Occupational Oriented Activities	<u>3,384</u>	<u>3,384</u>	<u>0</u>
Sports Oriented Activities			
Salaries	292,164	292,164	0
Fringe Benefits	49,582	49,582	0
Purchased Services	5,785	5,785	0
Materials and Supplies	735	735	0
Capital Outlay - New	1,572	1,572	0
Total Sports Oriented Activities	<u>349,838</u>	<u>349,838</u>	<u>0</u>
School and Public Service			
Co-Curricular Activities			
Salaries	31,639	31,639	0
Fringe Benefits	4,525	4,525	0
Total School and Public Service Co-Curricular Activities	<u>36,164</u>	<u>36,164</u>	<u>0</u>
Total Extracurricular Activities	<u>446,783</u>	<u>446,783</u>	<u>0</u>

(continued)

Fremont City School District
General Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999
(continued)

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Capital Outlay			
Building Acquisition and Construction Services			
Capital Outlay - Replacement	\$152,685	\$152,685	\$0
Total Expenditures	<u>27,053,796</u>	<u>27,053,796</u>	<u>0</u>
Excess of Revenues Under Expenditures	<u>(891,224)</u>	<u>(891,224)</u>	<u>0</u>
<u>Other Financing Sources (Uses):</u>			
Proceeds from Sale of Fixed Assets	18,785	18,785	0
Refund of Prior Year Expenditures	24,638	24,638	0
Advances Out	(15,043)	(15,043)	0
Total Other Financing Sources (Uses)	<u>28,380</u>	<u>28,380</u>	<u>0</u>
Excess of Revenues and Other Financing Sources Under Expenditures	<u>(862,844)</u>	<u>(862,844)</u>	<u>0</u>
Fund Balance at Beginning of Year	998,649	998,649	0
Prior Year Encumbrances Appropriated	369,314	369,314	0
Fund Balance at End of Year	<u>\$505,119</u>	<u>\$505,119</u>	<u>\$0</u>

SPECIAL REVENUE FUNDS

To account for the proceeds of specific revenue sources (other than major capital projects or expendable trusts) that are legally restricted to expenditure for specified purposes.

Public School Support

To account for the proceeds of book sales or other revenue sources. Expenditures are restricted to the individual school which raised the money.

Cooperative Learning

To account for local resources provided by the Northwest Ohio Regional Professional Development Council to support professional team development training on cooperative learning with the inclusion of multiple intelligences.

Venture Capital Grant

To account for State resources provided to support reorganization of the student school day and teacher work day for school improvement.

Athletic

To account for gate receipts and other revenues from athletic events and all costs (except supplemental coaching contracts) of the School District's athletic program.

Auxiliary Services

To account for resources which provide services and materials to pupils attending non-public schools within the School District.

Professional Development Block Grant

To account for State resources which provide professional development and training of local teachers.

School Age Child Care Program

To account for resources used to pay the costs of preschool programs.

Management Information System

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

Public School Preschool

To account for resources used to pay the costs of preschool programs for three- and four-year-olds.

Disadvantaged Pupil Impact Aid

To account for State resources provided in support of academic and enrichment programs focusing on children from families qualifying for aid to dependent children.

Data Communications

To account for resources used to install and provide support for data communication links to any school in the Data Acquisition Site and the Ohio Education Computer Network.

Textbook/Instructional Materials

To account for State resources used for purchasing textbooks and other instructional materials.

(continued)

SPECIAL REVENUE FUNDS *(continued)*

Recruitment Grant

To account for resources used to recruit minority teachers from colleges and universities.

Migrant Education

To account for resources used for instructional programs for children of migratory agricultural workers; efforts to help youngsters who are deficient in oral English language facility and related language arts skills; and efforts to build a foundation for expanded opportunities for useful adult employment.

Eisenhower

To account for resources used to improve the skills of teachers and the quality of instruction in mathematics, science, foreign languages, and computer learning, and to increase the access of all students to that instruction.

Title VI-B

To account for Federal resources used to assist schools in the identification of handicapped children, development of procedural safeguards, implementation of least restrictive alternative service patterns, and provision of full educational opportunities to handicapped children at the preschool, elementary, and secondary levels.

Title I

To account for Federal resources used to assist the School District in meeting the special needs of educationally deprived children.

Title VI

To account for Federal resources which support the implementation of a variety of programs including computer education, gifted and talented programs, inservice training, and staff development.

Goals 2000

To account for Federal resources used to implement a plan to achieve and measure improvements in the School District's performance.

Fremont City School District
Special Revenue Funds

Combining Balance Sheet
June 30, 1999

	Public School Support	Venture Capital Grant	Athletic	Auxiliary Services
Assets:				
Equity in Pooled Cash and Cash Equivalents	\$17,738	\$8,764	\$28,812	\$139,342
Receivables:				
Accounts	397	0	0	0
Intergovernmental	0	0	0	0
Prepaid Items	0	0	0	203
Total Assets	\$18,135	\$8,764	\$28,812	\$139,545
Liabilities and Fund Equity:				
Liabilities:				
Accounts Payable	\$111	\$0	\$3,436	\$276
Accrued Wages and Benefits	0	0	0	37,828
Compensated Absences Payable	0	0	0	0
Intergovernmental Payable	0	0	40	26,756
Interfund Payable	14	0	0	0
Due to Other Funds	74	0	0	0
Deferred Revenue	350	0	0	0
Total Liabilities	549	0	3,476	64,860
Fund Equity:				
Fund Balance:				
Reserved for Encumbrances	639	8,108	7,043	118,291
Unreserved (Deficit)	16,947	656	18,293	(43,606)
Total Fund Equity (Deficit)	17,586	8,764	25,336	74,685
Total Liabilities and Fund Equity	\$18,135	\$8,764	\$28,812	\$139,545

<u>Professional Development Block Grant</u>	<u>School Age Child Care Program</u>	<u>Management Information System</u>	<u>Public School Preschool</u>	<u>Disadvantaged Pupil Impact Aid</u>	<u>Textbook/ Instructional Materials</u>
\$29,151	\$1,564	\$5,359	\$0	\$37,104	\$74,287
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$29,151</u>	<u>\$1,564</u>	<u>\$5,359</u>	<u>\$0</u>	<u>\$37,104</u>	<u>\$74,287</u>
\$677	\$290	\$28	\$0	\$0	\$0
0	0	0	0	7,819	0
0	0	0	0	0	0
4	0	0	19	1,830	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>681</u>	<u>290</u>	<u>28</u>	<u>19</u>	<u>9,649</u>	<u>0</u>
7,724	0	314	0	83	0
20,746	1,274	5,017	(19)	27,372	74,287
<u>28,470</u>	<u>1,274</u>	<u>5,331</u>	<u>(19)</u>	<u>27,455</u>	<u>74,287</u>
<u>\$29,151</u>	<u>\$1,564</u>	<u>\$5,359</u>	<u>\$0</u>	<u>\$37,104</u>	<u>\$74,287</u>

(continued)

Fremont City School District
Special Revenue Funds

Combining Balance Sheet
June 30, 1999

(continued)

	Recruitment Grant	Migrant Education	Eisenhower	Title VI-B
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$19,841	\$91,088	\$12,343	\$57,696
Receivables:				
Accounts	0	0	0	0
Intergovernmental	0	0	0	0
Prepaid Items	0	0	0	0
Total Assets	<u>\$19,841</u>	<u>\$91,088</u>	<u>\$12,343</u>	<u>\$57,696</u>
<u>Liabilities and Fund Equity:</u>				
<u>Liabilities:</u>				
Accounts Payable	\$0	\$0	\$0	\$154
Accrued Wages and Benefits	0	10,629	0	395
Compensated Absences Payable	0	139	0	0
Intergovernmental Payable	0	9,746	0	2,132
Interfund Payable	0	0	0	0
Due to Other Funds	0	0	0	66
Deferred Revenue	0	0	0	0
Total Liabilities	<u>0</u>	<u>20,514</u>	<u>0</u>	<u>2,747</u>
<u>Fund Equity:</u>				
Fund Balance:				
Reserved for Encumbrances	7,862	3,714	1,608	4,911
Unreserved (Deficit)	11,979	66,860	10,735	50,038
Total Fund Equity (Deficit)	<u>19,841</u>	<u>70,574</u>	<u>12,343</u>	<u>54,949</u>
Total Liabilities and Fund Equity	<u>\$19,841</u>	<u>\$91,088</u>	<u>\$12,343</u>	<u>\$57,696</u>

<u>Title I</u>	<u>Title IV</u>	<u>Goals 2000</u>	<u>Totals</u>
\$60,385	\$6,398	\$18,700	\$608,572
0	0	0	397
57,300	0	0	57,300
0	0	0	203
<u>\$117,685</u>	<u>\$6,398</u>	<u>\$18,700</u>	<u>\$666,472</u>

\$249	\$640	\$0	\$5,861
77,891	2	0	134,564
1,081	0	0	1,220
13,038	76	0	53,641
0	0	0	14
19	0	0	159
0	0	0	350
<u>92,278</u>	<u>718</u>	<u>0</u>	<u>195,809</u>

22,813	1,176	2,374	186,660
2,594	4,504	16,326	284,003
<u>25,407</u>	<u>5,680</u>	<u>18,700</u>	<u>470,663</u>
<u>\$117,685</u>	<u>\$6,398</u>	<u>\$18,700</u>	<u>\$666,472</u>

Fremont City School District
Special Revenue Funds

Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
For the Fiscal Year Ended June 30, 1999

	Public School Support	Venture Capital Grant	Athletic	Auxiliary Services
<u>Revenues:</u>				
Intergovernmental	\$0	\$0	\$0	\$434,516
Extracurricular Activities	29,266	0	203,946	0
Gifts and Donations	2,175	0	0	0
Miscellaneous	0	0	3,467	0
Total Revenues	<u>31,441</u>	<u>0</u>	<u>207,413</u>	<u>434,516</u>
<u>Expenditures:</u>				
Current:				
Instruction:				
Regular	4,859	0	0	0
Special	4,576	0	0	0
Support Services:				
Pupils	0	0	0	0
Instructional Staff	17,231	63,214	0	0
Administration	1,816	0	0	0
Fiscal	0	0	0	0
Operation and Maintenance of Plant	0	0	0	0
Pupil Transportation	0	0	0	0
Central	0	0	0	0
Non-Instructional Services	0	0	19,130	454,892
Extracurricular Activities	0	0	184,051	0
Total Expenditures	<u>28,482</u>	<u>63,214</u>	<u>203,181</u>	<u>454,892</u>
Excess of Revenues Over (Under) Expenditures	2,959	(63,214)	4,232	(20,376)
Fund Balances at Beginning of Year	14,627	71,978	21,104	95,061
Fund Balances (Deficit) at End of Year	<u>\$17,586</u>	<u>\$8,764</u>	<u>\$25,336</u>	<u>\$74,685</u>

<u>Professional Development Block Grant</u>	<u>School Age Child Care Program</u>	<u>Management Information System</u>	<u>Public School Preschool</u>	<u>Disadvantaged Pupil Impact Aid</u>	<u>Data Communications</u>
\$28,876	\$10,000	\$14,333	\$107,320	\$252,508	\$0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>28,876</u>	<u>10,000</u>	<u>14,333</u>	<u>107,320</u>	<u>252,508</u>	<u>0</u>
0	6,261	9,989	14,968	56,854	12,136
0	0	0	0	6,756	0
0	0	5,506	35,137	143	0
20,083	0	0	13,174	170,148	0
1,419	0	1,384	8,687	0	0
0	400	1,408	6,993	0	0
0	2,065	0	10,274	0	0
0	0	0	15,906	0	0
0	0	6,979	2,200	0	0
6,277	0	0	0	0	0
0	0	0	0	0	0
<u>27,779</u>	<u>8,726</u>	<u>25,266</u>	<u>107,339</u>	<u>233,901</u>	<u>12,136</u>
1,097	1,274	(10,933)	(19)	18,607	(12,136)
27,373	0	16,264	0	8,848	12,136
<u>\$28,470</u>	<u>\$1,274</u>	<u>\$5,331</u>	<u>(\$19)</u>	<u>\$27,455</u>	<u>\$0</u>

(continued)

Fremont City School District
Special Revenue Funds

Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
For the Fiscal Year Ended June 30, 1999
(continued)

	Textbook/ Instructional Materials	Recruitment Grant	Migrant Education	Eisenhower
Revenues:				
Intergovernmental	\$74,287	\$50,000	\$214,745	\$6,738
Extracurricular Activities	0	0	0	0
Gifts and Donations	0	0	0	0
Miscellaneous	0	0	0	0
Total Revenues	74,287	50,000	214,745	6,738
Expenditures:				
Current:				
Instruction:				
Regular	0	0	0	0
Special	0	0	40,681	0
Support Services:				
Pupils	0	35,912	25,580	0
Instructional Staff	0	12,081	42,528	23,805
Administration	0	6,384	16,191	754
Fiscal	0	0	8,471	0
Operation and Maintenance of Plant	0	0	10,575	0
Pupil Transportation	0	0	13,743	0
Central	0	0	0	0
Non-Instructional Services	0	0	2,934	0
Extracurricular Activities	0	0	0	0
Total Expenditures	0	54,377	160,703	24,559
Excess of Revenues Over (Under) Expenditures	74,287	(4,377)	54,042	(17,821)
Fund Balances at Beginning of Year	0	24,218	16,532	30,164
Fund Balances (Deficit) at End of Year	\$74,287	\$19,841	\$70,574	\$12,343

<u>Title VI-B</u>	<u>Title I</u>	<u>Title VI</u>	<u>Goals 2000</u>	<u>Totals</u>
\$329,634	\$673,197	\$27,078	\$20,000	\$2,243,232
0	0	0	0	233,212
0	0	0	0	2,175
0	0	0	0	3,467
<u>329,634</u>	<u>673,197</u>	<u>27,078</u>	<u>20,000</u>	<u>2,482,086</u>
0	0	3,009	0	108,076
98,291	615,219	0	0	765,523
53,411	22,607	6	0	178,302
68,803	38,221	16,697	0	485,985
20,673	3,763	0	1,300	62,371
0	9,657	0	0	26,929
0	407	0	0	23,321
0	0	0	0	29,649
0	0	0	0	9,179
38,604	9,202	4,063	0	535,102
0	0	0	0	184,051
<u>279,782</u>	<u>699,076</u>	<u>23,775</u>	<u>1,300</u>	<u>2,408,488</u>
49,852	(25,879)	3,303	18,700	73,598
5,097	51,286	2,377	0	397,065
<u>\$54,949</u>	<u>\$25,407</u>	<u>\$5,680</u>	<u>\$18,700</u>	<u>\$470,663</u>

Fremont City School District
Public School Support Special Revenue Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Extracurricular Activities	\$29,233	\$29,233	\$0
Gifts and Donations	2,175	2,175	0
Total Revenues	<u>31,408</u>	<u>31,408</u>	<u>0</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular			
Other	5,078	5,078	0
Special			
Materials and Supplies	4,576	4,576	0
Total Instruction	<u>9,654</u>	<u>9,654</u>	<u>0</u>
Support Services:			
Instructional Staff			
Materials and Supplies	17,481	17,481	0
Administration			
Purchased Services	56	56	0
Materials and Supplies	1,545	1,545	0
Other	200	200	0
Total Administration	<u>1,801</u>	<u>1,801</u>	<u>0</u>
Total Support Services	<u>19,282</u>	<u>19,282</u>	<u>0</u>
Total Expenditures	<u>28,936</u>	<u>28,936</u>	<u>0</u>
Excess of Revenues Over Expenditures	2,472	2,472	0
<u>Other Financing Sources:</u>			
Advances In	14	14	0
Excess of Revenues and Other Financing Sources Over Expenditures	2,486	2,486	0
Fund Balance at Beginning of Year	14,587	14,587	0
Prior Year Encumbrances Appropriated	26	26	0
Fund Balance at End of Year	<u>\$17,099</u>	<u>\$17,099</u>	<u>\$0</u>

Fremont City School District
Cooperative Learning Special Revenue Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>	\$0	\$0	\$0
<u>Expenditures:</u>			
Current:			
Support Services:			
Instructional Staff			
Purchased Services	200	0	200
Materials and Supplies	1,000	0	1,000
Total Expenditures	1,200	0	1,200
Excess of Revenues Over (Under) Expenditures	(1,200)	0	1,200
Fund Balance at Beginning of Year	0	0	0
Fund Balance (Deficit) at End of Year	(\$1,200)	\$0	\$1,200

Fremont City School District
Venture Capital Grant Special Revenue Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Expenditures:</u>			
Current:			
Support Services:			
Instructional Staff			
Salaries	590	590	0
Fringe Benefits	122	122	0
Purchased Services	26,833	26,452	381
Materials and Supplies	16,152	15,877	275
Capital Outlay - New	24,697	24,697	0
Other	5,000	5,000	0
Total Expenditures	<u>73,394</u>	<u>72,738</u>	<u>656</u>
Excess of Revenues Under Expenditures	(73,394)	(72,738)	656
Fund Balance at Beginning of Year	70,204	70,204	0
Prior Year Encumbrances Appropriated	<u>3,190</u>	<u>3,190</u>	<u>0</u>
Fund Balance at End of Year	<u>\$0</u>	<u>\$656</u>	<u>\$656</u>

Fremont City School District
Athletic Special Revenue Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Extracurricular Activities	\$203,946	\$203,946	\$0
Miscellaneous	3,467	3,467	0
Total Revenues	<u>207,413</u>	<u>207,413</u>	<u>0</u>
<u>Expenditures:</u>			
Current:			
Non-Instructional Services			
Community Services			
Purchased Services	14,313	14,313	0
Materials and Supplies	2,758	2,758	0
Other	2,059	2,059	0
Total Non-Instructional Services	<u>19,130</u>	<u>19,130</u>	<u>0</u>
Extracurricular Activities			
Sports Oriented Activities			
Salaries	7,260	7,260	0
Fringe Benefits	1,109	1,109	0
Purchased Services	68,020	68,020	0
Materials and Supplies	80,582	80,582	0
Capital Outlay - New	3,474	3,474	0
Capital Outlay - Replacement	800	800	0
Other	32,048	31,878	170
Total Extracurricular Activities	<u>193,293</u>	<u>193,123</u>	<u>170</u>
Total Expenditures	<u>212,423</u>	<u>212,253</u>	<u>170</u>
Excess of Revenues			
Under Expenditures	(5,010)	(4,840)	170
Fund Balance at Beginning of Year	21,834	21,834	0
Prior Year Encumbrances Appropriated	4,004	4,004	0
Fund Balance at End of Year	<u>\$20,828</u>	<u>\$20,998</u>	<u>\$170</u>

Fremont City School District
 Auxiliary Services Special Revenue Fund

Schedule of Revenues, Expenditures,
 and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
 For the Fiscal Year Ended June 30, 1999

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues:</u>			
Intergovernmental	\$456,000	\$440,267	(\$15,733)
<u>Expenditures:</u>			
Current:			
Non-Instructional Services			
Community Services			
Salaries	269,237	269,237	0
Fringe Benefits	80,829	80,829	0
Purchased Services	68,882	68,882	0
Materials and Supplies	126,062	126,062	0
Capital Outlay - New	6,188	6,188	0
Other	17,611	17,611	0
Total Expenditures	<u>568,809</u>	<u>568,809</u>	<u>0</u>
Excess of Revenues Under Expenditures	(112,809)	(128,542)	(15,733)
Fund Balance at Beginning of Year	48,690	48,690	0
Prior Year Encumbrances Appropriated	<u>79,852</u>	<u>79,852</u>	<u>0</u>
Fund Balance at End of Year	<u>\$15,733</u>	<u>\$0</u>	<u>(\$15,733)</u>

Fremont City School District
Professional Development Block Grant Special Revenue Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$31,500	\$28,876	(\$2,624)
<u>Expenditures:</u>			
Current:			
Support Services:			
Instructional Staff			
Salaries	2,000	731	1,269
Fringe Benefits	322	102	220
Purchased Services	35,803	20,179	15,624
Materials and Supplies	10,510	6,873	3,637
Total Instructional Staff	48,635	27,885	20,750
Administration			
Purchased Services	1,419	1,419	0
Total Support Services	50,054	29,304	20,750
Non-Instructional Services			
Community Services			
Purchased Services	6,277	6,277	0
Total Expenditures	56,331	35,581	20,750
Excess of Revenues			
Under Expenditures	(24,831)	(6,705)	18,126
Fund Balance at Beginning of Year	25,565	25,565	0
Prior Year Encumbrances Appropriated	1,890	1,890	0
Fund Balance at End of Year	\$2,624	\$20,750	\$18,126

Fremont City School District
School Age Child Care Program Special Revenue Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$10,000	\$10,000	\$0
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular			
Purchased Services	2,000	1,520	480
Materials and Supplies	1,785	1,451	334
Capital Outlay - New	3,250	3,000	250
Total Instruction	7,035	5,971	1,064
Support Services:			
Fiscal			
Purchased Services	400	400	0
Operation and Maintenance of Plant			
Materials and Supplies	2,065	2,065	0
Pupil Transportation			
Purchased Services	500	0	500
Total Support Services	2,965	2,465	500
Total Expenditures	10,000	8,436	1,564
Excess of Revenues Over Expenditures	0	1,564	1,564
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$0	\$1,564	\$1,564

Fremont City School District
Management Information System Special Revenue Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$15,000	\$14,333	(\$667)
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular			
Capital Outlay - New	9,989	9,989	0
Support Services:			
Pupils			
Capital Outlay - New	5,506	5,506	0
Administration			
Purchased Services	850	850	0
Materials and Supplies	534	534	0
Total Administration	1,384	1,384	0
Fiscal			
Materials and Supplies	117	117	0
Capital Outlay - New	1,503	1,291	212
Total Fiscal	1,620	1,408	212
Central			
Purchased Services	1,838	997	841
Materials and Supplies	5,018	1,054	3,964
Capital Outlay - New	5,243	5,243	0
Total Central	12,099	7,294	4,805
Total Support Services	20,609	15,592	5,017
Total Expenditures	30,598	25,581	5,017
Excess of Revenues			
Under Expenditures	(15,598)	(11,248)	4,350
Fund Balance at Beginning of Year	12,697	12,697	0
Prior Year Encumbrances Appropriated	3,568	3,568	0
Fund Balance at End of Year	\$667	\$5,017	\$4,350

Fremont City School District
Public School Preschool Special Revenue Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$110,000	\$107,320	(\$2,680)
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular			
Purchased Services	14,968	14,968	0
Support Services:			
Pupils			
Purchased Services	35,137	35,137	0
Instructional Staff			
Purchased Services	13,174	13,174	0
Administration			
Purchased Services	8,687	8,687	0
Fiscal			
Salaries	3,334	3,334	0
Fringe Benefits	588	588	0
Purchased Services	1,608	1,608	0
Materials and Supplies	1,444	1,444	0
Total Fiscal	6,974	6,974	0
Operation and Maintenance of Plant			
Purchased Services	10,274	10,274	0
Pupil Transportation			
Purchased Services	15,906	15,906	0
Central			
Purchased Services	2,200	2,200	0
Total Support Services	92,352	92,352	0
Total Expenditures	107,320	107,320	0
Excess of Revenues Over Expenditures	2,680	0	(2,680)
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$2,680	\$0	(\$2,680)

Fremont City School District
Disadvantaged Pupil Impact Aid Special Revenue Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$253,000	\$252,508	(\$492)
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular			
Salaries	54,861	47,421	7,440
Fringe Benefits	10,875	9,190	1,685
Materials and Supplies	250	0	250
Total Regular	65,986	56,611	9,375
Special			
Other	8,788	6,701	2,087
Total Instruction	74,774	63,312	11,462
Support Services:			
Instructional Staff			
Salaries	130,655	123,662	6,993
Fringe Benefits	62,748	45,382	17,366
Materials and Supplies	2,101	901	1,200
Total Support Services	195,504	169,945	25,559
Total Expenditures	270,278	233,257	37,021
Excess of Revenues Over (Under) Expenditures	(17,278)	19,251	36,529
Fund Balance at Beginning of Year	11,263	11,263	0
Prior Year Encumbrances Appropriated	6,507	6,507	0
Fund Balance at End of Year	\$492	\$37,021	\$36,529

Fremont City School District
Data Communications Special Revenue Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues:</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular			
Capital Outlay - New	<u>12,136</u>	<u>12,136</u>	<u>0</u>
Excess of Revenues Under Expenditures	(12,136)	(12,136)	0
Fund Balance at Beginning of Year	<u>12,136</u>	<u>12,136</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

Fremont City School District
Textbook/Instructional Materials Special Revenue Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues:</u>			
Intergovernmental	<u>\$75,000</u>	<u>\$74,287</u>	<u>(\$713)</u>
<u>Expenditures:</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess of Revenues Over Expenditures	75,000	74,287	(713)
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u><u>\$75,000</u></u>	<u><u>\$74,287</u></u>	<u><u>(\$713)</u></u>

Fremont City School District
Recruitment Grant Special Revenue Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$50,000	\$50,000	\$0
<u>Expenditures:</u>			
Current:			
Support Services:			
Pupils			
Purchased Services	33,770	28,205	5,565
Materials and Supplies	2,337	2,337	0
Other	9,000	9,000	0
Total Pupils	<u>45,107</u>	<u>39,542</u>	<u>5,565</u>
Instructional Staff			
Salaries	1,743	65	1,678
Fringe Benefits	332	10	322
Purchased Services	14,678	10,516	4,162
Materials and Supplies	1,817	1,815	2
Total Instructional Staff	<u>18,570</u>	<u>12,406</u>	<u>6,164</u>
Administration			
Purchased Services	10,588	10,338	250
Total Expenditures	<u>74,265</u>	<u>62,286</u>	<u>11,979</u>
Excess of Revenues Under Expenditures	(24,265)	(12,286)	11,979
Fund Balance at Beginning of Year	24,092	24,092	0
Prior Year Encumbrances Appropriated	173	173	0
Fund Balance at End of Year	<u>\$0</u>	<u>\$11,979</u>	<u>\$11,979</u>

Fremont City School District
Migrant Education Special Revenue Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$263,000	\$214,745	(\$48,255)
<u>Expenditures:</u>			
Current:			
Instruction:			
Special			
Salaries	48,554	27,114	21,440
Fringe Benefits	11,372	5,317	6,055
Purchased Services	1,862	972	890
Materials and Supplies	11,247	11,187	60
Total Instruction	<u>73,035</u>	<u>44,590</u>	<u>28,445</u>
Support Services:			
Pupils			
Salaries	29,789	19,787	10,002
Fringe Benefits	7,347	3,898	3,449
Purchased Services	2,528	1,349	1,179
Materials and Supplies	958	1,007	(49)
Capital Outlay - New	2,000	1,783	217
Total Pupils	<u>42,622</u>	<u>27,824</u>	<u>14,798</u>
Instructional Staff			
Salaries	47,838	31,003	16,835
Fringe Benefits	15,528	8,178	7,350
Purchased Services	621	679	(58)
Total Instructional Staff	<u>63,987</u>	<u>39,860</u>	<u>24,127</u>
Administration			
Salaries	25,796	14,703	11,093
Fringe Benefits	7,052	4,078	2,974
Purchased Services	800	127	673
Materials and Supplies	300	102	198
Capital Outlay - New	240	240	0
Total Administration	<u>34,188</u>	<u>19,250</u>	<u>14,938</u>
Fiscal			
Salaries	8,869	5,788	3,081
Fringe Benefits	2,170	2,438	(268)
Materials and Supplies	226	66	160
Total Fiscal	<u>11,265</u>	<u>8,292</u>	<u>2,973</u>

(continued)

Fremont City School District
Migrant Education Special Revenue Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999
(continued)

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Operation and Maintenance of Plant			
Salaries	\$8,333	\$5,353	\$2,980
Fringe Benefits	1,311	831	480
Purchased Services	8,696	3,995	4,701
Materials and Supplies	753	353	400
Total Operation and Maintenance of Plant	<u>19,093</u>	<u>10,532</u>	<u>8,561</u>
Pupil Transportation			
Salaries	9,467	4,967	4,500
Fringe Benefits	1,410	732	678
Purchased Services	8,147	8,147	0
Materials and Supplies	4,500	0	4,500
Total Pupil Transportation	<u>23,524</u>	<u>13,846</u>	<u>9,678</u>
Total Support Services	<u>194,679</u>	<u>119,604</u>	<u>75,075</u>
Non-Instructional Services			
Food Service Operations			
Salaries	6,540	3,220	3,320
Fringe Benefits	614	81	533
Total Non-Instructional Services	<u>7,154</u>	<u>3,301</u>	<u>3,853</u>
Total Expenditures	<u>274,868</u>	<u>167,495</u>	<u>107,373</u>
Excess of Revenues Over (Under) Expenditures	(11,868)	47,250	59,118
<u>Other Financing Uses:</u>			
Refund of Prior Year Receipts	<u>(25,191)</u>	<u>0</u>	<u>25,191</u>
Excess of Revenues Over (Under) Expenditures and Other Financing Uses	(37,059)	47,250	84,309
Fund Balance at Beginning of Year	36,827	36,827	0
Prior Year Encumbrances Appropriated	<u>3,297</u>	<u>3,297</u>	<u>0</u>
Fund Balance at End of Year	<u>\$3,065</u>	<u>\$87,374</u>	<u>\$84,309</u>

Fremont City School District
Eisenhower Special Revenue Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues:</u>			
Intergovernmental	\$7,000	\$6,738	(\$262)
<u>Expenditures:</u>			
<u>Current:</u>			
<u>Support Services:</u>			
Instructional Staff			
Salaries	10,194	900	9,294
Fringe Benefits	1,424	140	1,284
Purchased Services	22,558	16,007	6,551
Materials and Supplies	16,073	8,491	7,582
Total Instructional Staff	<u>50,249</u>	<u>25,538</u>	<u>24,711</u>
Administration			
Purchased Services	2,500	754	1,746
Total Expenditures	<u>52,749</u>	<u>26,292</u>	<u>26,457</u>
Excess of Revenues			
Under Expenditures	(45,749)	(19,554)	26,195
Fund Balance at Beginning of Year	24,689	24,689	0
Prior Year Encumbrances Appropriated	5,600	5,600	0
Fund Balance (Deficit) at End of Year	<u>(\$15,460)</u>	<u>\$10,735</u>	<u>\$26,195</u>

Fremont City School District
Title VI-B Special Revenue Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$354,000	\$329,634	(\$24,366)
<u>Expenditures:</u>			
Current:			
Instruction:			
Special			
Salaries	3,098	3,098	0
Fringe Benefits	635	635	0
Purchased Services	125,771	79,999	45,772
Materials and Supplies	19,213	19,215	(2)
Capital Outlay - New	2,016	1,945	71
Total Instruction	<u>150,733</u>	<u>104,892</u>	<u>45,841</u>
Support Services:			
Pupils			
Salaries	8,990	7,513	1,477
Fringe Benefits	36	46	(10)
Purchased Services	49,315	43,356	5,959
Materials and Supplies	3,520	3,537	(17)
Other	900	810	90
Total Pupils	<u>62,761</u>	<u>55,262</u>	<u>7,499</u>
Instructional Staff			
Salaries	46,000	46,573	(573)
Fringe Benefits	26,479	22,095	4,384
Total Instructional Staff	<u>72,479</u>	<u>68,668</u>	<u>3,811</u>
Administration			
Salaries	17,372	14,078	3,294
Fringe Benefits	6,463	5,029	1,434
Materials and Supplies	4,355	1,835	2,520
Total Administration	<u>28,190</u>	<u>20,942</u>	<u>7,248</u>
Total Support Services	<u>163,430</u>	<u>144,872</u>	<u>18,558</u>
Non-Instructional Services			
Community Services			
Purchased Services	38,604	38,604	0
Total Expenditures	<u>352,767</u>	<u>288,368</u>	<u>64,399</u>
Excess of Revenues Over Expenditures	1,233	41,266	40,033
Fund Balance at Beginning of Year	7,652	7,652	0
Prior Year Encumbrances Appropriated	3,815	3,815	0
Fund Balance at End of Year	<u>\$12,700</u>	<u>\$52,733</u>	<u>\$40,033</u>

Fremont City School District
Title I Special Revenue Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$870,000	\$616,132	(\$253,868)
<u>Expenditures:</u>			
Current:			
Instruction:			
Special			
Salaries	587,679	479,534	108,145
Fringe Benefits	154,975	114,163	40,812
Purchased Services	15,724	11,264	4,460
Materials and Supplies	36,284	20,208	16,076
Total Instruction	794,662	625,169	169,493
Support Services:			
Pupils			
Salaries	16,136	15,644	492
Fringe Benefits	5,497	3,142	2,355
Purchased Services	950	292	658
Materials and Supplies	597	577	20
Total Pupils	23,180	19,655	3,525
Instructional Staff			
Salaries	36,283	27,088	9,195
Fringe Benefits	12,832	8,441	4,391
Purchased Services	2,005	1,501	504
Materials and Supplies	1,170	1,079	91
Total Instructional Staff	52,290	38,109	14,181
Administration			
Salaries	2,975	2,975	0
Fringe Benefits	1,287	1,293	(6)
Total Administration	4,262	4,268	(6)
Fiscal			
Salaries	9,890	6,144	3,746
Fringe Benefits	2,477	1,756	721
Purchased Services	3,200	1,600	1,600
Materials and Supplies	1,000	130	870
Total Fiscal	16,567	9,630	6,937
Total Support Services	96,299	71,662	24,637

(continued)

Fremont City School District
 Title I Special Revenue Fund

Schedule of Revenues, Expenditures,
 and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
 For the Fiscal Year Ended June 30, 1999
 (continued)

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Non-Instructional Services			
Community Services			
Salaries	\$7,422	\$4,315	\$3,107
Fringe Benefits	2,345	1,951	394
Purchased Services	4,680	4,431	249
Materials and Supplies	481	448	33
Total Non-Instructional Services	<u>14,928</u>	<u>11,145</u>	<u>3,783</u>
Total Expenditures	<u>905,889</u>	<u>707,976</u>	<u>197,913</u>
Excess of Revenues Under Expenditures	(35,889)	(91,844)	(55,955)
<u>Other Financing Uses:</u>			
Refund of Prior Year Receipts	<u>(71,491)</u>	<u>0</u>	<u>71,491</u>
Excess of Revenues Under Expenditures and Other Financing Uses	(107,380)	(91,844)	15,536
Fund Balance at Beginning of Year	122,741	122,741	0
Prior Year Encumbrances Appropriated	<u>6,426</u>	<u>6,426</u>	<u>0</u>
Fund Balance at End of Year	<u>\$21,787</u>	<u>\$37,323</u>	<u>\$15,536</u>

Fremont City School District
 Title VI Special Revenue Fund

Schedule of Revenues, Expenditures,
 and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
 For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$28,200	\$27,078	(\$1,122)
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular			
Salaries	2,610	2,610	0
Fringe Benefits	415	387	28
Total Instruction	3,025	2,997	28
Support Services:			
Instructional Staff			
Salaries	1,849	1,578	271
Fringe Benefits	2,536	236	2,300
Purchased Services	6,138	5,468	670
Materials and Supplies	10,460	10,412	48
Capital Outlay - New	5,800	5,800	0
Total Support Services	26,783	23,494	3,289
Non-Instructional Services			
Community Services			
Purchased Services	400	250	150
Materials and Supplies	3,818	2,702	1,116
Capital Outlay - New	1,180	1,180	0
Total Non-Instructional Services	5,398	4,132	1,266
Total Expenditures	35,206	30,623	4,583
Excess of Revenues Under Expenditures	(7,006)	(3,545)	3,461
Fund Balance at Beginning of Year	8,007	8,007	0
Prior Year Encumbrances Appropriated	120	120	0
Fund Balance at End of Year	\$1,121	\$4,582	\$3,461

Fremont City School District
Goals 2000 Special Revenue Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$20,000	\$20,000	\$0
<u>Expenditures:</u>			
Current:			
Support Services:			
Administration			
Purchased Services	18,500	3,674	14,826
Materials and Supplies	1,500	0	1,500
Total Expenditures	20,000	3,674	16,326
Excess of Revenues Over Expenditures	0	16,326	16,326
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	\$0	\$16,326	\$16,326

DEBT SERVICE FUND

To account for the accumulation of resources for, and the payment of, general long-term obligation principal, interest, and related costs.

Bond Retirement

To account for property taxes collected for the payment of general obligation debt. The legal level of budgetary control is the same level reported in the general purpose financial statements.

CAPITAL PROJECTS FUNDS

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

Permanent Improvement

To account for the acquisition, construction, or improvement of capital facilities, other than those financed by proprietary funds or trust funds.

SchoolNet

To account for resources used for wiring all classrooms to support the transmission of voice, video, and data, and provide a computer workstation and related technology to all classrooms.

Video Distance Learning

To account for State resources used to finance the interactive video distance learning project.

E-Rate Grant

To account for Federal resources used to purchase new computers and other essential hardware items.

Fremont City School District
Capital Projects Funds

Combining Balance Sheet
June 30, 1999

	<u>Permanent Improvement</u>	<u>SchoolNet</u>	<u>Video Distance Learning</u>	<u>E-Rate Grant</u>	<u>Totals</u>
<u>Assets:</u>					
Equity in Pooled Cash and Cash Equivalents	\$13,073	\$84,711	\$3,150	\$34,304	\$135,238
Receivables:					
Intergovernmental	0	0	0	16,080	16,080
Total Assets	<u>\$13,073</u>	<u>\$84,711</u>	<u>\$3,150</u>	<u>\$50,384</u>	<u>\$151,318</u>
<u>Liabilities and Fund Equity:</u>					
<u>Liabilities:</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Fund Equity:</u>					
Fund Balance:					
Reserved for Encumbrances	0	242	0	60	302
Unreserved	13,073	84,469	3,150	50,324	151,016
Total Fund Equity	<u>13,073</u>	<u>84,711</u>	<u>3,150</u>	<u>50,384</u>	<u>151,318</u>
Total Liabilities and Fund Equity	<u>\$13,073</u>	<u>\$84,711</u>	<u>\$3,150</u>	<u>\$50,384</u>	<u>\$151,318</u>

Fremont City School District
Capital Projects Funds

Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
For the Fiscal Year Ended June 30, 1999

	Permanent Improvement	SchoolNet	Video Distance Learning	E-Rate Grant	Totals
<u>Revenues:</u>					
Intergovernmental	\$0	\$4,521	\$3,150	\$65,135	\$72,806
<u>Expenditures:</u>					
Current:					
Instruction:					
Regular	0	64,129	0	0	64,129
Support Services:					
Pupils	0	0	0	39	39
Capital Outlay	0	307,993	0	14,712	322,705
Total Expenditures	0	372,122	0	14,751	386,873
Excess of Revenues Over (Under) Expenditures	0	(367,601)	3,150	50,384	(314,067)
Fund Balances at Beginning of Year	13,073	452,312	0	0	465,385
Fund Balances at End of Year	<u>\$13,073</u>	<u>\$84,711</u>	<u>\$3,150</u>	<u>\$50,384</u>	<u>\$151,318</u>

Fremont City School District
 Permanent Improvement Capital Projects Fund

Schedule of Revenues, Expenditures,
 and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
 For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>	\$0	\$0	\$0
<u>Expenditures:</u>	0	0	0
Excess of Revenues Over Expenditures	0	0	0
Fund Balance at Beginning of Year	13,073	13,073	0
Fund Balance at End of Year	\$13,073	\$13,073	\$0

Fremont City School District
SchoolNet Capital Projects Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Intergovernmental	\$5,000	\$4,521	(\$479)
<u>Expenditures:</u>			
Current:			
Instruction:			
Regular			
Purchased Services	7,045	405	6,640
Materials and Supplies	72,870	63,966	8,904
Capital Outlay - New	370,525	307,993	62,532
Total Instruction	450,440	372,364	78,076
Support Services:			
Instructional Staff			
Salaries	1,600	0	1,600
Fringe Benefits	272	0	272
Total Support Services	1,872	0	1,872
Total Expenditures	452,312	372,364	79,948
Excess of Revenues Under Expenditures	(447,312)	(367,843)	79,469
Fund Balance at Beginning of Year	172,470	172,470	0
Prior Year Encumbrances Appropriated	279,842	279,842	0
Fund Balance at End of Year	\$5,000	\$84,469	\$79,469

Fremont City School District
Video Distance Learning Capital Projects Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues:</u>			
Intergovernmental	\$3,150	\$3,150	\$0
<u>Expenditures:</u>	0	0	0
Fund Balance at Beginning of Year	0	0	0
Fund Balance at End of Year	<u>\$3,150</u>	<u>\$3,150</u>	<u>\$0</u>

Fremont City School District
E-Rate Grant Capital Projects Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
<u>Revenues:</u>			
Intergovernmental	\$50,000	\$49,055	(\$945)
<u>Expenditures:</u>			
Current:			
Support Services:			
Pupils			
Materials and Supplies	0	99	(99)
Capital Outlay - Replacement	49,055	14,712	34,343
Total Expenditures	<u>49,055</u>	<u>14,811</u>	<u>34,244</u>
Excess of Revenues Over Expenditures	945	34,244	33,299
Fund Balance at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance at End of Year	<u>\$945</u>	<u>\$34,244</u>	<u>\$33,299</u>

ENTERPRISE FUNDS

To account for activities that are financed and operated in a manner similar to private business enterprises where the intent 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 where it has been 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

To account for food service operations of the School District.

Uniform School Supplies

To account for the purchase and sale of school supplies used in the School District.

Fremont City School District
Enterprise Funds

Combining Balance Sheet
June 30, 1999

	Food Service	Uniform School Supplies	Totals
<u>Assets:</u>			
<u>Current Assets:</u>			
Equity in Pooled Cash and Cash Equivalents	\$0	\$94,289	\$94,289
Receivables:			
Accounts	155	12,925	13,080
Intergovernmental	87,732	0	87,732
Prepaid Items	452	0	452
Inventory Held for Resale	23,656	0	23,656
Total Current Assets	<u>111,995</u>	<u>107,214</u>	<u>219,209</u>
<u>Noncurrent Assets:</u>			
Fixed Assets (net of accumulated depreciation)	143,097	0	143,097
Total Assets	<u>\$255,092</u>	<u>\$107,214</u>	<u>\$362,306</u>
<u>Liabilities and Fund Equity:</u>			
<u>Liabilities:</u>			
<u>Current Liabilities:</u>			
Accounts Payable	\$1,925	\$2,411	\$4,336
Accrued Wages and Benefits	6,065	0	6,065
Compensated Absences Payable	7,393	0	7,393
Intergovernmental Payable	21,265	0	21,265
Interfund Payable	15,029	652	15,681
Deferred Revenue	14,493	0	14,493
Total Current Liabilities	<u>66,170</u>	<u>3,063</u>	<u>69,233</u>
<u>Long-Term Liabilities:</u>			
Compensated Absences Payable	108,047	0	108,047
Total Liabilities	<u>174,217</u>	<u>3,063</u>	<u>177,280</u>
<u>Fund Equity</u>			
Retained Earnings:			
Unreserved	67,624	104,151	171,775
Contributed Capital:			
Governmental Funds	13,251	0	13,251
Total Fund Equity	<u>80,875</u>	<u>104,151</u>	<u>185,026</u>
Total Liabilities and Fund Equity	<u>\$255,092</u>	<u>\$107,214</u>	<u>\$362,306</u>

Fremont City School District
Enterprise Funds

Combining Statement of Revenues, Expenses,
and Changes in Fund Equity
For the Fiscal Year Ended June 30, 1999

	Food Service	Uniform School Supplies	Totals
<u>Operating Revenues:</u>			
Sales	\$572,764	\$115,667	\$688,431
Other Operating Revenues	44	0	44
Total Operating Revenues	<u>572,808</u>	<u>115,667</u>	<u>688,475</u>
<u>Operating Expenses:</u>			
Salaries	530,822	0	530,822
Fringe Benefits	212,335	0	212,335
Purchased Services	49,610	5,528	55,138
Materials and Supplies	32,391	2,759	35,150
Cost of Sales	450,016	90,130	540,146
Depreciation	33,412	0	33,412
Other Operating Expenses	70	0	70
Total Operating Expenses	<u>1,308,656</u>	<u>98,417</u>	<u>1,407,073</u>
Operating Income (Loss)	<u>(735,848)</u>	<u>17,250</u>	<u>(718,598)</u>
<u>Non-Operating Revenues (Expenses):</u>			
Federal Donated Commodities	122,166	0	122,166
Operating Grants	559,000	0	559,000
Interest	958	0	958
Loss on Disposal of Fixed Assets	(2,789)	0	(2,789)
Total Non-Operating Revenues (Expenses)	<u>679,335</u>	<u>0</u>	<u>679,335</u>
Net Income (Loss)	(56,513)	17,250	(39,263)
Retained Earnings at Beginning of Year	<u>124,137</u>	<u>86,901</u>	<u>211,038</u>
Retained Earnings at End of Year	67,624	104,151	171,775
Contributed Capital at Beginning and End of Year	<u>13,251</u>	<u>0</u>	<u>13,251</u>
Total Fund Equity at End of Year	<u>\$80,875</u>	<u>\$104,151</u>	<u>\$185,026</u>

Fremont City School District
Food Service Enterprise Fund

Schedule of Revenues, Expenses,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Sales	\$572,808	\$572,808	\$0
Interest	958	958	0
Other Revenues	44	44	0
Operating Grants	540,486	540,486	0
Total Revenues	<u>1,114,296</u>	<u>1,114,296</u>	<u>0</u>
<u>Expenses:</u>			
Salaries	530,411	530,411	0
Fringe Benefits	212,871	212,871	0
Purchased Services	49,234	49,234	0
Materials and Supplies	361,135	361,135	0
Capital Outlay	20,495	20,495	0
Other Expenses	70	70	0
Total Expenses	<u>1,174,216</u>	<u>1,174,216</u>	<u>0</u>
Excess of Revenues Under Expenses	(59,920)	(59,920)	0
Advances In	<u>15,029</u>	<u>15,029</u>	<u>0</u>
Excess of Revenues Under Expenses and Advances	(44,891)	(44,891)	0
Fund Balance at Beginning of Year	32,848	32,848	0
Prior Year Encumbrances Appropriated	12,043	12,043	0
Fund Balance at End of Year	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Fremont City School District
Uniform School Supplies Enterprise Fund

Schedule of Revenues, Expenses,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Sales	\$103,695	\$103,695	\$0
Other Revenues	14,000	14,000	0
Total Revenues	<u>117,695</u>	<u>117,695</u>	<u>0</u>
<u>Expenses:</u>			
Purchased Services	5,069	5,069	0
Materials and Supplies	113,016	113,016	0
Capital Outlay	807	807	0
Total Expenses	<u>118,892</u>	<u>118,892</u>	<u>0</u>
Excess of Revenues Under Expenses	(1,197)	(1,197)	0
Fund Balance at Beginning of Year	71,394	71,394	0
Prior Year Encumbrances Appropriated	1,454	1,454	0
Fund Balance at End of Year	<u>\$71,651</u>	<u>\$71,651</u>	<u>\$0</u>

Fremont City School District
Enterprise Funds

Combining Statement of Cash Flows
For the Fiscal Year Ended June 30, 1999

	Food Service	Uniform School Supplies	Totals
<u>Increase (Decrease) in Cash and Cash Equivalents</u>			
<u>Cash Flows from Operating Activities:</u>			
Cash Received from Customers	\$572,808	\$103,695	\$676,503
Cash Received from Other Revenues	44	14,000	14,044
Cash Payments for Salaries	(530,411)	0	(530,411)
Cash Payments for Fringe Benefits	(212,871)	0	(212,871)
Cash Payments to Suppliers for Goods and Services	(410,215)	(96,254)	(506,469)
Cash Payments for Other Expenses	(70)	0	(70)
Net Cash Provided by (Used for) Operating Activities	<u>(580,715)</u>	<u>21,441</u>	<u>(559,274)</u>
<u>Cash Flows from Noncapital Financing Activities:</u>			
Cash Received from Operating Grants	540,486	0	540,486
Cash Received from Advances In	15,029	0	15,029
Net Cash Provided by Noncapital Financing Activities	<u>555,515</u>	<u>0</u>	<u>555,515</u>
<u>Cash Flows from Capital and Related Financing Activities:</u>			
Cash Payments for Fixed Assets	(20,649)	0	(20,649)
<u>Cash Flows from Investing Activities:</u>			
Cash Received from Interest	958	0	958
Net Increase (Decrease) in Cash and Cash Equivalents	(44,891)	21,441	(23,450)
Cash and Cash Equivalents at Beginning of Year	44,891	72,848	117,739
Cash and Cash Equivalents at End of Year	<u>\$0</u>	<u>\$94,289</u>	<u>\$94,289</u>

(continued)

Fremont City School District
Enterprise Funds

Combining Statement of Cash Flows
For the Fiscal Year Ended June 30, 1999
(continued)

	<u>Food Service</u>	<u>Uniform School Supplies</u>	<u>Totals</u>
<u>Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:</u>			
Operating Income (Loss)	(\$735,848)	\$17,250	(\$718,598)
<u>Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:</u>			
Depreciation	33,412	0	33,412
Donated Commodities Used During Year	122,166	0	122,166
<u>Changes in Assets and Liabilities:</u>			
Increase (Decrease) in Accounts Receivable	(39)	2,027	1,988
Decrease in Due from Other Funds	84	0	84
Increase in Prepaid Items	(452)	0	(452)
Increase in Inventory Held for Resale	(1,551)	0	(1,551)
Increase in Accounts Payable	1,638	2,164	3,802
Increase in Accrued Wages and Benefits	747	0	747
Increase in Compensated Absences Payable	2,459	0	2,459
Decrease in Intergovernmental Payable	(3,331)	0	(3,331)
Net Cash Provided by (Used for)			0
Operating Activities	<u>(\$580,715)</u>	<u>\$21,441</u>	<u>(\$559,274)</u>

INTERNAL SERVICE FUND

To account for the financing of services provided by one department or agency to other departments or agencies of the School District on a cost reimbursement basis.

Self Insurance

To account for the self insurance program for hospital/medical, prescription, and dental insurance benefits. The legal level of budgetary control is the same level reported in the general purpose financial statements.

FIDUCIARY FUNDS

To account for assets held by the School District in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds.

EXPENDABLE TRUST FUNDS

Special Trusts

To account for assets held by the School District in a trustee capacity to be distributed in the form of scholarships and loans. The activities of the fund are as follows:

Pearl Setzler Trust - To provide loans to graduates who plan to further their high school education. Applicants are selected based on the recommendation of the loan committee, consisting of the senior class advisor, principal of Ross High School, and the superintendent of Fremont City School District.

Dora O'Farrell Art Scholarship - To award an annual scholarship of \$400 to any graduating senior pursuing an undergraduate degree in an art or art-related field. The award is selected by the family based on an art piece submitted.

Laura M. Kridler Trust - To award a scholarship to the graduate who has the highest scholastic rank over four years.

Margaret E. Fox Trust - To provide loans to graduates that have completed two to three years of college and who need the funds for completion of advanced training.

Bertha Youngman Trust - To provide loans to encourage students and graduates to attend the college or vocational training school of their choice to better prepare them for life's work or chosen profession.

Imogene Forsyth Trust - To provide loans to needy foreign language graduates who wish to attend college.

Rusty Loughlin Memorial Scholarship - To grant a scholarship to deserving senior(s) based upon academic achievements, school-community involvement, and personal characteristics.

Unclaimed Monies

To account for checks issued but not cashed.

NONEXPENDABLE TRUST FUND

Endowment Fund

To account for assets which have been set aside to earn interest. The interest is distributed annually as scholarships. The legal level of budgetary control is the same level reported in the general purpose financial statements. The activities of the fund are as follows:

Al Hetrick Scholarship Trust - To award a scholarship to a senior who will attend college and major in a business field. The student will be selected by the principal and the senior class advisor based on outstanding scholastic work and participation in a sport and/or other extracurricular activity.

(continued)

NONEXPENDABLE TRUST FUND (continued)

Mary A. Hedrick Trust - To provide for the betterment and maintenance of the Manuel Training Department of the School District for any purpose designed for a useful occupation in life.

Linda Schwartz Scholarship - To award a scholarship for advanced education to a deserving student regardless of position academically in his/her class.

Charles Fox Trust - To award a scholarship to assist graduates who are worthy students in the field of medicine, nursing, home economics, or similar areas of study.

Edward L. Forgatsch Scholarship - To award a scholarship to a senior who will pursue a post-secondary education. The recipient must demonstrate excellence in scholastic achievement and have participated with success in wrestling and/or football.

Beth Israel Congregation - To award one scholarship per graduating class to a student selected from the second quantile of his/her graduating class.

AGENCY FUNDS

Faculty

To account for sales from faculty pop machines.

Student Managed Activities

To account for student activity programs which have student participation in the activity and have student involvement in the management of the program.

Fremont City School District
Trust and Agency Funds

Combining Balance Sheet
June 30, 1999

	Expendable Trust		Nonexpendable Trust	Agency		Totals
	Special Trusts	Unclaimed Monies	Endowment	Faculty	Student Managed Activities	
<u>Assets:</u>						
Equity in Pooled Cash and Cash Equivalents	\$6,063	\$5,000	\$8,012	\$1,480	\$74,263	\$94,818
Investments	71,500	0	20,500	0	0	92,000
<u>Receivables:</u>						
Accrued Interest	196	0	43	0	0	239
Notes	4,373	0	0	0	0	4,373
Judgements	4,223	0	0	0	0	4,223
Total Assets	\$86,355	\$5,000	\$28,555	\$1,480	\$74,263	\$195,653
<u>Liabilities and Fund Equity:</u>						
<u>Liabilities:</u>						
Accounts Payable	\$0	\$0	\$0	\$60	\$142	\$202
Due to Other Funds	0	0	0	0	288	288
Deferred Revenue	4,223	0	0	0	0	4,223
Undistributed Assets	0	0	0	1,420	73,833	75,253
Total Liabilities	4,223	0	0	1,480	74,263	79,966
<u>Fund Equity:</u>						
<u>Fund Balance:</u>						
Reserved for Notes Receivable	4,373	0	0	0	0	4,373
Reserved for Contributions	0	0	24,500	0	0	24,500
Unreserved	77,759	5,000	4,055	0	0	86,814
Total Fund Equity	82,132	5,000	28,555	0	0	115,687
Total Liabilities and Fund Equity	\$86,355	\$5,000	\$28,555	\$1,480	\$74,263	\$195,653

Fremont City School District
Expendable Trust Funds

Combining Statement of Revenues, Expenditures,
and Changes in Fund Balances
For the Fiscal Year Ended June 30, 1999

	Special Trusts	Unclaimed Monies	Totals
<u>Revenues:</u>			
Interest	\$3,701	\$0	\$3,701
Miscellaneous	491	824	1,315
Total Revenues	<u>4,192</u>	<u>824</u>	<u>5,016</u>
<u>Expenditures:</u>			
Current:			
Non-Instructional Services	902	0	902
Excess of Revenues Over Expenditures	3,290	824	4,114
Fund Balances at Beginning of Year	78,842	4,176	83,018
Fund Balances at End of Year	<u>\$82,132</u>	<u>\$5,000</u>	<u>\$87,132</u>

Fremont City School District
Special Trusts Expendable Trust Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Interest	\$3,651	\$3,651	\$0
Miscellaneous	3,800	3,800	0
Total Revenues	<u>7,451</u>	<u>7,451</u>	<u>0</u>
<u>Expenditures:</u>			
Current:			
Community Services			
Other	902	902	0
Excess of Revenues Over Expenditures	6,549	6,549	0
Fund Balance at Beginning of Year	71,014	71,014	0
Fund Balance at End of Year	<u>\$77,563</u>	<u>\$77,563</u>	<u>\$0</u>

Fremont City School District
Unclaimed Monies Expendable Trust Fund

Schedule of Revenues, Expenditures,
and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
<u>Revenues:</u>			
Miscellaneous	\$824	\$824	\$0
<u>Expenditures:</u>	0	0	0
Excess of Revenues Over Expenditures	824	824	0
Fund Balance at Beginning of Year	4,176	4,176	0
Fund Balance at End of Year	<u>\$5,000</u>	<u>\$5,000</u>	<u>\$0</u>

Fremont City School District
Agency Funds

Combining Statement of Changes in Assets and Liabilities
For the Fiscal Year Ended June 30, 1999

	<u>Balance at 6/30/98</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance at 6/30/99</u>
<u>Faculty</u>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$2,017	\$4,559	\$5,096	\$1,480
Total Assets	<u>\$2,017</u>	<u>\$4,559</u>	<u>\$5,096</u>	<u>\$1,480</u>
<u>Liabilities:</u>				
Accounts Payable	\$168	\$60	\$168	\$60
Undistributed Assets	1,849	1,420	1,849	1,420
Total Liabilities	<u>\$2,017</u>	<u>\$1,480</u>	<u>\$2,017</u>	<u>\$1,480</u>
<u>Student Managed Activities</u>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$63,547	\$196,012	\$185,296	\$74,263
Total Assets	<u>\$63,547</u>	<u>\$196,012</u>	<u>\$185,296</u>	<u>\$74,263</u>
<u>Liabilities:</u>				
Accounts Payable	\$3,021	\$142	\$3,021	\$142
Due to Other Funds	0	288	0	288
Undistributed Assets	60,526	73,833	60,526	73,833
Total Liabilities	<u>\$63,547</u>	<u>\$74,263</u>	<u>\$63,547</u>	<u>\$74,263</u>
<u>All Agency Funds</u>				
<u>Assets:</u>				
Equity in Pooled Cash and Cash Equivalents	\$65,564	\$200,571	\$190,392	\$75,743
Total Assets	<u>\$65,564</u>	<u>\$200,571</u>	<u>\$190,392</u>	<u>\$75,743</u>
<u>Liabilities:</u>				
Accounts Payable	\$3,189	\$202	\$3,189	\$202
Due to Other Funds	0	288	0	288
Undistributed Assets	62,375	75,253	62,375	75,253
Total Liabilities	<u>\$65,564</u>	<u>\$75,743</u>	<u>\$65,564</u>	<u>\$75,743</u>

GENERAL FIXED ASSETS ACCOUNT GROUP

To account for all fixed assets, other than those accounted for in proprietary funds or trust funds.

Fremont City School District
 Schedule of General Fixed Assets by Source
 June 30, 1999

General Fixed Assets:

Land	\$306,154
Buildings and Improvements	14,461,961
Furniture, Fixtures, and Equipment	4,062,663
Vehicles	2,458,096
Total General Fixed Assets	\$21,288,874

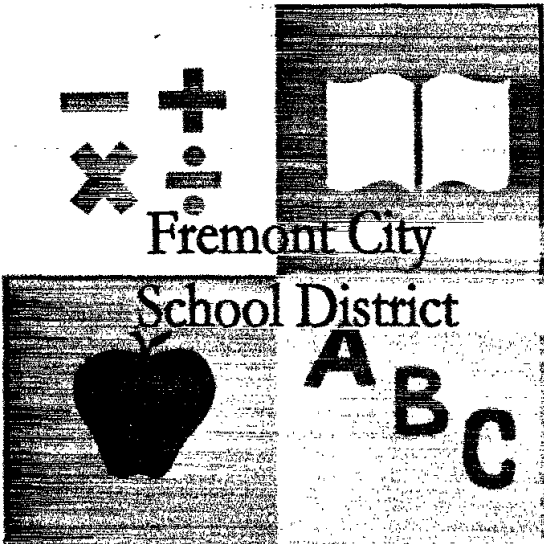
Investment in General Fixed Assets from:

General Fund Resources:	\$2,906,668
Special Revenue Fund Resources:	
Venture Capital Grant	24,618
Athletic	46,241
Auxiliary Services	71,996
Disadvantaged Pupil Program	6,592
Professional Development Block Grant	229
Excellence in Education	20,486
School Age Child Care Program	20,220
Management Information System	63,894
Disadvantaged Pupil Impact Aid	4,409
Recruitment Grant	3,040
Migrant Education	10,720
Education for Economic Security	1,126
Title VI-B	37,270
Title I	144,779
Title VI	62,633
Capital Projects Fund Resources:	
Permanent Improvement	1,697,130
SchoolNet	1,263,857
E-Rate Grant	14,711
Enterprise Fund Resources:	
Food Service	250
Gifts and Donations	74,643
Acquired Prior to July 1, 1991	14,813,362
Total Investment in General Fixed Assets	\$21,288,874

Fremont City School District
Schedule of General Fixed Assets by Function and Type
June 30, 1999

Function	Land	Buildings and Improvements	Furniture, Fixtures, and Equipment	Vehicles	Total
Instruction:					
Regular	\$306,154	\$13,913,665	\$2,442,859	\$0	\$16,662,678
Special	0	0	253,862	0	253,862
Vocational	0	0	14,710	0	14,710
Other	0	0	0	15,546	15,546
Total Instruction	<u>306,154</u>	<u>13,913,665</u>	<u>2,711,431</u>	<u>15,546</u>	<u>16,946,796</u>
Support Services:					
Pupils	0	0	180,498	0	180,498
Instructional Staff	0	0	326,686	0	326,686
Administration	0	0	356,011	0	356,011
Fiscal	0	0	57,993	0	57,993
Operation and Maintenance of Plant	0	6,413	137,589	308,652	452,654
Pupil Transportation	0	0	48,823	2,133,898	2,182,721
Total Support Services	<u>0</u>	<u>6,413</u>	<u>1,107,600</u>	<u>2,442,550</u>	<u>3,556,563</u>
Non-Instructional Services	<u>0</u>	<u>0</u>	<u>111,219</u>	<u>0</u>	<u>111,219</u>
Extracurricular Activities	<u>0</u>	<u>541,883</u>	<u>132,413</u>	<u>0</u>	<u>674,296</u>
Total General Fixed Assets	<u>\$306,154</u>	<u>\$14,461,961</u>	<u>\$4,062,663</u>	<u>\$2,458,096</u>	<u>\$21,288,874</u>

STATISTICAL SECTION



**Comprehensive Annual
Financial Report
Fiscal Year
1999**

Fremont City School District
 Schedule of Changes in General Fixed Assets by Function
 For the Fiscal Year Ended June 30, 1999

Function	Balance at 6/30/98	Additions	Reductions	Balance at 6/30/99
Instruction:				
Regular	\$16,142,214	\$598,036	(\$77,572)	\$16,662,678
Special	253,159	3,633	(2,930)	253,862
Vocational	14,543	718	(551)	14,710
Other	15,546	0	0	15,546
Total Instruction	<u>16,425,462</u>	<u>602,387</u>	<u>(81,053)</u>	<u>16,946,796</u>
Support Services:				
Pupils	116,599	67,879	(3,980)	180,498
Instructional Staff	305,884	44,386	(23,584)	326,686
Administration	340,162	25,699	(9,850)	356,011
Fiscal	50,828	10,926	(3,761)	57,993
Operation and Maintenance of Plant	455,651	7,133	(10,130)	452,654
Pupil Transportation	2,058,260	124,461	0	2,182,721
Total Support Services	<u>3,327,384</u>	<u>280,484</u>	<u>(51,305)</u>	<u>3,556,563</u>
Non-Instructional Services	99,754	11,465	0	111,219
Extracurricular Activities	668,154	6,142	0	674,296
Total General Fixed Assets by Function	<u>\$20,520,754</u>	<u>\$900,478</u>	<u>(\$132,358)</u>	<u>\$21,288,874</u>

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STATISTICAL SECTION

THE FOLLOWING UNAUDITED STATISTICAL TABLES
REFLECT SOCIAL AND ECONOMIC DATA, FINANCIAL TRENDS, AND
FISCAL CAPACITY OF THE SCHOOL DISTRICT.

Fremont City School District
 General Fund Expenditures by Function and Other Financing Uses
 Last Ten Fiscal Years

	<u>1999</u>	<u>1998</u>	<u>1997</u>	<u>1996</u>
Current:				
Instruction:				
Regular	\$14,058,827	\$13,324,572	\$12,527,758	\$12,511,252
Special	2,326,883	1,792,901	1,636,139	1,635,813
Vocational	188,199	178,214	144,584	122,666
Adult/Continuing	0	10	783	6,049
Other	430,825	54,584	55,525	79,020
Support Services:				
Pupils	1,699,719	1,350,761	1,270,104	1,145,412
Instructional Staff	811,347	623,991	598,731	531,347
Board of Education	56,682	50,653	47,141	72,959
Administration	2,237,206	2,173,787	2,114,667	1,866,070
Fiscal	600,951	505,937	505,732	522,594
Business	80,556	84,678	74,148	74,159
Operation and Maintenance of Plant	2,407,608	2,130,218	2,201,616	1,965,600
Pupil Transportation	1,323,320	1,305,644	1,500,425	1,301,797
Central	111,751	73,363	74,831	141,139
Non-Instructional Services	12,960	13,742	9,857	26,280
Extracurricular Activities	445,970	399,458	387,413	366,346
Capital Outlay	107,383	479,907	123,668	141,987
Debt Service	0	0	0	938
Other Financing Uses	0	0	172,961	1,917
Total	<u>\$26,900,187</u>	<u>\$24,542,420</u>	<u>\$23,446,083</u>	<u>\$22,513,345</u>

Source: Fremont City School District Records

(1) 1990 - 1991 are reported on a cash basis; all others are reported on a GAAP basis.

<u>1995</u>	<u>1994</u>	<u>1993</u>	<u>1992</u>	<u>1991 (1)</u>	<u>1990 (1)</u>
\$11,661,520	\$10,981,076	\$10,877,602	\$10,816,494	\$10,071,779	\$10,126,250
1,408,163	1,295,376	1,290,550	1,245,566	1,079,785	1,031,388
150,611	151,876	164,550	215,337	186,293	214,339
5,997	5,987	6,443	29,284	28,232	52,510
55,718	43,265	30,987	0	0	0
1,008,693	990,896	1,005,254	808,318	871,942	881,004
448,707	449,288	425,779	409,518	449,596	420,771
45,052	49,256	32,614	41,894	40,909	35,017
1,880,564	1,721,420	1,705,985	1,672,919	1,519,588	1,471,016
543,513	465,703	430,499	450,872	412,606	421,996
71,559	66,231	68,646	65,391	60,902	56,183
1,897,027	1,855,819	1,904,760	1,868,686	1,930,335	1,820,944
1,199,723	1,085,542	1,230,721	1,204,440	1,140,177	1,068,835
103,508	78,119	44,936	32,318	75,637	16,825
101,415	27,333	25,577	18,206	21,827	13,051
330,863	294,196	318,805	308,484	299,063	276,784
50,153	48,746	47,963	63,211	186,085	137,834
19,826	2,366	2,905	3,444	0	0
4,308	423,270	97,513	0	351,650	452,682
<u>\$20,986,920</u>	<u>\$20,035,765</u>	<u>\$19,712,089</u>	<u>\$19,254,382</u>	<u>\$18,726,406</u>	<u>\$18,497,429</u>

Fremont City School District
 General Fund Revenues by Source and Other Financing Sources
 Last Ten Fiscal Years

	<u>1999</u>	<u>1998</u>	<u>1997</u>	<u>1996</u>
Property Taxes	\$11,517,755	\$10,598,755	\$9,711,298	\$11,744,668
Income Taxes (2)	3,560,107	3,239,876	3,066,771	0
Intergovernmental	11,575,334	10,575,619	9,963,160	9,688,467
Interest	218,555	255,957	297,194	223,973
Tuition	34,730	37,605	48,268	67,991
Classroom Materials and Fees	0	0	0	59,692
Rent	44,711	8,870	43,095	0
Gifts and Donations	67,355	0	0	0
Miscellaneous	42,849	326,086	109,076	51,785
Other Financing Sources	<u>18,785</u>	<u>1,567</u>	<u>71,237</u>	<u>2,367</u>
Total	<u>\$27,080,181</u>	<u>\$25,044,335</u>	<u>\$23,310,099</u>	<u>\$21,838,943</u>

Source: Fremont City School District Records

(1) 1990 - 1991 are reported on a cash basis; all others are reported on a GAAP basis.

(2) Prior to fiscal year 1997 property and income taxes were combined.

<u>1995</u>	<u>1994</u>	<u>1993</u>	<u>1992</u>	<u>1991 (1)</u>	<u>1990 (1)</u>
\$13,132,592	\$9,877,409	\$9,195,961	\$8,923,092	\$8,275,189	\$8,587,366
0	0	0	0	0	0
9,231,324	9,249,373	9,751,363	9,867,052	9,651,624	8,769,830
216,044	131,284	126,095	189,269	268,231	330,301
22,339	49,794	46,794	39,225	60,924	53,043
14,668	19,199	34,365	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
202,746	168,995	122,113	150,486	107,787	147,498
0	0	4,526	0	159,239	169,576
<u>\$22,819,713</u>	<u>\$19,496,054</u>	<u>\$19,281,217</u>	<u>\$19,169,124</u>	<u>\$18,522,994</u>	<u>\$18,057,614</u>

Fremont City School District
Property Tax Levies and Collections
Real Estate Property Tax
Last Ten Years

Year	Current Tax Levy	Current Tax Collections	Percent Collected	Delinquent Tax Collections	Total Tax Collections	Percent of Total Collections to Current Tax Levy	Outstanding Delinquent Taxes	Percent of Outstanding Delinquent Taxes to Current Tax Levy
1999	\$7,775,394	\$7,294,189	93.81%	\$299,290	\$7,593,479	97.66%	\$397,493	5.11%
1998	7,580,706	7,403,377	97.66	182,302	7,585,679	100.07	275,530	3.63
1997	6,791,853	6,717,016	98.90	151,973	6,868,989	101.14	248,110	3.65
1996	6,654,755	6,578,847	98.86	133,697	6,712,544	100.87	243,148	3.65
1995	6,689,726	6,539,201	97.75	150,735	6,689,936	100.00	267,317	4.00
1994	6,434,676	6,356,545	98.79	136,317	6,492,862	100.90	241,002	3.75
1993	6,550,699	6,421,229	98.02	148,083	6,569,312	100.28	272,719	4.16
1992	6,468,776	6,355,713	98.25	203,680	6,559,393	101.40	255,472	3.95
1991	6,222,273	6,082,561	97.75	151,140	6,233,701	100.18	306,480	4.93
1990	6,010,763	5,866,514	97.60	207,083	6,073,597	101.05	276,629	4.60

Source: Sandusky County Auditor - Presented on a calendar year basis because that is the manner that information is maintained by the County Auditor.

Does not include state reimbursement of homestead and rollback exemptions.

Fremont City School District
Property Tax Levies and Collections
Tangible Personal Property Tax
Last Ten Years

Year	Current Tax Levy	Current Tax Collections	Percent Collected	Delinquent Tax Collections	Total Tax Collections	Percent of Total		Outstanding Delinquent Taxes	Percent of Outstanding Delinquent Taxes to Current Tax Levy
						Collections to Current Tax Levy	Delinquent Taxes		
1999 (1)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
1998	\$3,085,644	\$2,867,355	92.93%	\$241,543	\$3,108,898	100.75%	\$314,148	10.18%	
1997	3,152,613	3,208,629	101.78	26,955	\$3,235,584	102.63	88,979	2.82	
1996	3,018,822	3,100,496	102.71	79,244	3,179,740	105.33	289,073	9.58	
1995	2,789,800	2,933,792	105.16	30,447	2,964,239	106.25	444,955	15.95	
1994	2,474,478	2,347,852	94.88	44,013	2,391,865	96.66	613,284	24.78	
1993	3,187,817	2,282,572	71.60	317,150	2,599,722	81.55	588,481	18.46	
1992	2,884,190	2,720,838	94.34	58,762	2,779,600	96.37	509,595	17.67	
1991	2,759,109	2,684,645	97.30	7,821	2,692,466	97.58	398,489	14.44	
1990	2,757,398	2,711,946	98.35	19,975	2,731,921	99.08	330,559	11.99	

Source: Sandusky County Auditor - Presented on a calendar year basis because that is the manner that information is maintained by the County Auditor.

(1) The information for 1999 is not available.

N/A Not Available

Fremont City School District
Assessed and Estimated Actual Value of Taxable Property
Last Ten Years

Year	Agricultural/Residential and Other Real Estate		Public Utility (1)	
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
1999	\$366,462,820	\$1,047,036,629	\$38,345,260	\$124,497,597
1998	361,181,680	1,031,947,657	35,924,930	116,639,383
1997	308,236,380	880,675,371	37,630,790	122,177,890
1996	298,646,380	853,275,371	36,902,180	119,812,273
1995	292,485,390	835,672,543	40,894,180	132,773,312
1994	263,714,210	753,469,171	40,187,950	130,480,357
1993	261,109,420	745,794,543	37,987,150	123,334,903
1992	259,879,850	742,513,857	39,052,610	126,794,188
1991	224,278,740	640,796,400	37,656,680	122,261,948
1990	219,386,160	626,817,600	34,303,610	98,010,314

Source: Sandusky County Auditor - Presented on a calendar year basis because that is the manner that information is maintained by the County Auditor.

(1) Public Utility includes both real property and personal property.

Real Estate is assessed at 35 percent of actual value.

Public Utility Real Estate is assessed at 35 percent of actual value.

Public Utility Tangible Personal is assessed at 88 percent of actual value.

Tangible Personal is assessed at 25 percent of actual value.

Tangible Personal		Total		Ratio
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	
\$94,283,864	\$377,135,456	\$499,091,944	\$1,548,669,682	32.23%
97,058,210	388,232,840	494,164,820	1,536,819,880	32.16
89,923,106	359,692,424	435,790,276	1,362,545,685	31.98
79,103,944	316,415,776	414,652,504	1,289,503,420	32.16
79,903,560	319,614,240	413,283,130	1,288,060,095	32.09
82,055,447	328,221,788	385,957,607	1,212,171,316	31.84
83,880,659	335,522,636	382,977,229	1,204,652,082	31.79
86,015,654	330,829,438	384,948,114	1,200,137,483	32.08
84,062,366	311,342,096	345,997,786	1,074,400,444	32.20
83,558,865	298,424,518	337,248,635	1,023,252,432	32.96

Fremont City School District
Property Tax Rates - Direct and Overlapping Governments
(Per \$1,000 of Assessed Valuation)
Last Ten Years

	1999	1998	1997	1996
Fremont School District Levy	\$32.10	\$32.10	\$32.10	\$32.10
Sandusky County Levy	7.10	7.10	7.10	7.10
Vanguard-Sentinal JVS Levy	1.60	1.60	1.60	1.60
Fremont City Levy	3.20	3.20	3.20	3.20
Lindsey Village Levy	6.80	6.80	6.80	6.80
Health District Levy	0.50	0.50	0.50	0.50
Birchard Library Levy	0.60	0.60	0.70	0.80
E911 District Levy	0.10	0.10	0.10	0.20
Ballville Township Levy	4.75	4.75	3.50	3.50
Rice Township Levy	3.60	3.60	3.60	2.70
Washington Township Levy	5.40	5.40	5.40	1.30
Sandusky Township Levy	5.20	5.20	5.20	5.20
Greencreek Township Levy	3.20	3.20	3.20	3.20
Debt Service included in Total Levy				
School	0.00	0.00	0.00	0.00
Library	0.60	0.60	0.70	0.80

Source: Sandusky County Auditor - Presented on a calendar year basis because that is the manner that information is maintained by the County Auditor.

Note: Totals were not presented because of overlapping governmental entities.

1995	1994	1993	1992	1991	1990
\$32.10	\$32.10	\$33.00	\$32.80	\$32.80	\$32.80
7.10	7.10	7.10	7.10	7.30	7.60
1.60	1.60	1.60	1.60	1.60	1.60
3.20	3.20	3.20	3.20	3.20	3.20
6.80	6.80	6.80	6.80	6.80	6.80
0.50	0.50	0.50	0.50	0.50	0.50
0.80	0.80	0.80	0.80	0.90	0.90
0.20	0.20	0.20	0.20	0.00	0.00
3.50	5.00	5.00	5.00	5.00	5.00
2.70	2.50	2.50	2.40	2.40	2.40
1.30	1.30	1.30	1.30	3.90	3.90
5.20	5.20	5.20	5.20	5.20	5.20
3.20	3.20	3.20	3.20	3.20	3.20
0.00	0.00	0.90	0.70	0.70	0.70
0.80	0.80	0.80	0.80	0.90	0.90

Fremont City School District
Principal Taxpayers
Real Estate Property Tax
December 31, 1998

Name of Taxpayer	Assessed Value (1)	Percentage of Total Assessment
GMH Enterprises, Inc.	\$3,747,660	1.02%
Mid Peninsula Properties	3,029,800	0.83
Fangboner & Associates	2,125,590	0.58
Wal-Mart Stores, Inc. #1492	2,059,260	0.56
Kelsey Hayes Company	1,697,980	0.46
Fremont Building Company	1,641,580	0.45
H.J. Heinz Company	1,568,780	0.43
Poly Foam International, Inc.	1,557,020	0.42
Croghan Colonial Bank	1,522,900	0.42
Aufrecht-Grabman Ltd.	1,493,690	0.41
Total	<u>\$20,444,260</u>	<u>5.58%</u>

Total Assessed Values of All Taxpayers \$366,462,820

Source: Sandusky County Auditor

(1) Assessed values are for the 1999 collection year.

Fremont City School District
Principal Taxpayers
Public Utility Property Tax
December 31, 1998

Name of Taxpayer	Assessed Value (1)	Percentage of Total Assessment
Ohio Power	\$11,953,290	31.17%
Toledo Edison	8,350,140	21.78
Ohio Bell Telephone	5,979,770	15.59
Columbia Gas Company	3,753,430	9.79
East Ohio Gas Company	2,899,100	7.56
LCI International	2,004,400	5.23
Norfolk Southern	892,350	2.33
Ohio Telephone & Telegraph	869,350	2.27
Columbia Gas Transmission Corp.	515,870	1.34
Ohio Edison Company	451,780	1.18
Total	<u>\$37,669,480</u>	<u>98.24%</u>

Total Assessed Values of All Taxpayers \$38,345,260

Source: Sandusky County Auditor

(1) Assessed values are for the 1999 collection year.

Fremont City School District
Principal Taxpayers
Tangible Personal Property Tax
December 31, 1998

Name of Taxpayer	Assessed Value (1)	Percentage of Total Assessment
H.J. Heinz Company	\$9,361,100	9.93%
Kelsey Hayes Company	6,392,440	6.78
Aeroquip Inoac Company	4,399,490	4.67
American National Can Company	4,050,800	4.29
Curwood, Inc.	2,563,960	2.72
Great Lakes Sugar Company	2,362,090	2.51
Green Bay Packaging	2,193,930	2.33
Crown Battery Mfg. Co., Inc.	2,155,770	2.29
Ludlow Composite Corporation	2,121,880	2.25
Lear Corp.	2,024,640	2.14
Total	<u>\$37,626,100</u>	<u>39.91%</u>

Total Assessed Values of All Taxpayers \$94,283,864

Source: Sandusky County Auditor

(1) Assessed values are for the 1999 collection year.

Fremont City School District
 Computation of Legal Debt Margin
 June 30, 1999

	Overall Debt Margin	Unvoted Debt Margin
Net Assessed Value	\$499,091,944	\$499,091,944
Debt Limitation of Assessed Value (1)	\$44,918,275	\$499,092
Outstanding Debt		
Energy Conservation Notes	1,221,561	1,221,561
Less Debt Exempt from Limitation		
Energy Conservation Notes	(1,221,561)	(1,221,561)
Net Debt Applicable to Debt Limitation	0	0
Total Legal Debt Margin	\$44,918,275	\$499,092

Source: Sandusky County Auditor and Fremont City School District Records

(1) Ohio Bond Law sets a limit of 9 percent for voted debt and 1/10 of 1 percent for unvoted debt.

Fremont City School District
Ratio of General Obligation Bonded Debt to Assessed Value
and General Bonded Debt Per Capita
Last Ten Years

<u>Year</u>	<u>Population (1)</u>	<u>General Obligation Debt (2)</u>	<u>Assessed Value</u>	<u>Ratio of Debt to Assessed Value</u>	<u>Bonded Debt per Capita</u>
1999	17,647	\$0	\$499,091,944	0.00%	\$0
1998	17,647	0	494,164,820	0.00	0
1997	17,647	0	435,790,276	0.00	0
1996	17,647	0	414,652,504	0.00	0
1995	17,647	0	413,283,130	0.00	0
1994	17,647	220,000	385,957,607	0.06	12
1993	17,647	440,000	382,977,229	0.11	25
1992	17,647	660,000	384,948,114	0.17	37
1991	17,647	880,000	345,997,786	0.25	50
1990	17,647	1,100,000	337,248,635	0.33	62

Source: Sandusky County Auditor

(1) Includes City of Fremont only.

(2) Includes all general obligation bonded debt.

Fremont City School District
Ratio of Annual Debt Service Expenditures for
General Obligation Bonded Debt to Total General Fund Expenditures
Last Ten Fiscal Years

<u>Year</u>	<u>Principal</u>	<u>Interest and Fiscal Charges</u>	<u>Total Debt Service</u>	<u>Total General Fund Expenditures (1)</u>	<u>Ratio of Debt Service to General Fund Expenditures (Percentage)</u>
1999	\$0	\$0	\$0	\$26,900,187	0.00%
1998	0	0	0	24,542,420	0.00
1997	0	0	0	23,446,083	0.00
1996	0	0	0	22,513,345	0.00
1995	220,000	6,188	226,188	20,986,920	1.08
1994	220,000	18,562	238,562	20,035,765	1.19
1993	220,000	30,938	250,938	19,712,089	1.27
1992	220,000	43,313	263,313	19,254,382	1.37
1991	220,000	55,688	275,688	18,726,406	1.47
1990	220,000	68,062	288,062	18,497,429	1.56

Source: Fremont City School District Records.

(1) 1990 - 1991 are reported on a cash basis; all others are reported on a GAAP basis. Includes Other Financing Uses.

Fremont City School District
 Computation of Overlapping Debt
 December 31, 1998

<u>Jurisdiction</u>	<u>Net General Obligation Debt Outstanding</u>	<u>Percentage Applicable to Fremont City School District</u>	<u>Amount Applicable to Fremont City School District</u>
Sandusky County	\$7,164,042	54.38%	\$3,895,806
City of Fremont	8,805,000	100.00	8,805,000
Birchard Library	1,400,000	71.38	999,320
Total			<u>\$13,700,126</u>

The percentage of gross indebtedness of the School District's overlapping political subdivisions was determined by dividing each overlapping subdivision's assessed valuation within the School District by its total assessed valuation.

Fremont City School District
Property Values, Bank Deposits, and Construction Activity
Last Ten Years

Year	Assessed Value Real, Public Utility, and Tangible Personal Property (1)	Sandusky County Bank Deposits (2)	Valuation of Building Permits Issued (3)
1999	\$499,091,944	N/A	N/A
1998	494,164,820	\$361,850,000	\$6,646,015
1997	435,790,276	347,412,000	13,309,903
1996	414,652,504	586,865,000	7,759,030
1995	413,283,130	509,528,000	11,277,608
1994	385,957,607	515,599,000	18,488,806
1993	382,977,229	513,711,000	13,685,879
1992	384,948,114	553,960,000	8,698,999
1991	345,997,786	430,429,000	2,646,048
1990	337,248,635	422,836,000	5,952,450

(1) Source: Sandusky County Auditor

(2) Source: Federal Reserve Bank, Cleveland Ohio. The information for 1999 is not available.

(3) Source: City of Fremont Engineer, City of Fremont only. The information for 1999 is not available.

N/A Not Available

Fremont City School District
 Ten Largest Employers by Employee Income Tax Withholding
 December 31, 1998

Name	Amount (1)	Percentage of Total Employee Withholding
Fremont Board of Education	\$255,864	5.39%
Sandusky County	231,667	4.88
H.J. Heinz Company	228,442	4.81
Memorial Hospital	170,881	3.60
Poly Foam International, Inc.	130,096	2.75
Tera Community College	109,250	2.30
American National Can Company	103,596	2.18
Ludlow Composit Corporation	95,331	2.01
Crown Battery Mfg. Co., Inc.	94,668	2.00
Aeroquip Inoac Company	88,546	1.87
	<u>\$1,508,341</u>	<u>31.79%</u>

Total Employee Withholding \$4,744,813

Source: City of Fremont Income Tax Department

(1) Amount rounded to nearest hundred.

Fremont City School District
Enrollment Statistics
Last Ten Fiscal Years

Year	General Fund Expenditures (1)	Average Daily Membership	Per Pupil Cost
1999	\$26,900,187	5,161	\$5,212
1998	25,542,420	5,138	4,971
1997	23,446,083	5,291	4,431
1996	22,513,345	5,361	4,199
1995	20,986,920	5,415	3,876
1994	20,035,765	5,443	3,681
1993	19,712,089	5,475	3,600
1992	19,254,382	5,553	3,467
1991	18,726,406	5,510	3,399
1990	18,497,429	5,554	3,330

Source: Fremont City School District Records

(1) 1990 - 1991 are reported on a cash basis; all others are reported on a GAAP basis. Includes Other Financing Uses.

Fremont City School District
 Teacher Education and Experience
 June 30, 1999

<u>Degree</u>	<u>Number of Teachers</u>	<u>Percentage of Total</u>
Bachelor's Degree	57	19.06%
Bachelor + 15	59	19.73
Bachelor + 30	57	19.07
Master's Degree	63	21.07
Master + 15	23	7.69
Master + 30	40	13.38
Total	299	100.00%

<u>Years of Experience</u>	<u>Number of Teachers</u>	<u>Percentage of Total</u>
0-5	57	19.06%
6-10	41	13.71
11-14	53	17.72
15-19	43	14.38
20-24	36	12.04
25 and over	69	23.09
Total	299	100.00%

Source: Fremont City School District Personnel Records.

**Matt A. Feasel, Treasurer
Fremont Board of Education
1220 Cedar Street, Suite A
Fremont, Ohio 43420
(419) 332-6454 or Fax 332-4051**



STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

88 East Broad Street
P.O. Box 1140
Columbus, Ohio 43216-1140
Telephone 614-466-4514
800-282-0370
Facsimile 614-466-4490

FREMONT CITY SCHOOL DISTRICT

SANDUSKY COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
JANUARY 6, 2000**