

Mary Taylor, CPA
Auditor of State

PARMA CITY SCHOOL DISTRICT
CUYAHOGA COUNTY

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**PARMA CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

**SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2008**

Federal Grantor/ Pass Through Grantor Program Title	Grant Year	Federal CFDA Number	Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
<u>U.S. DEPARTMENT OF AGRICULTURE</u>						
<i>Passed Through Ohio Department of Education:</i>						
Child Nutrition Cluster:						
National School Breakfast	2008	10.553	\$67,319	\$22,865	\$67,319	\$22,865
National School Lunch Program	2008	10.555	1,440,434	262,948	1,440,434	262,948
Total Nutrition Cluster			1,507,753	285,813	1,507,753	285,813
Total U.S. Department of Agriculture - Nutrition Cluster			1,507,753	285,813	1,507,753	285,813
<u>U.S. DEPARTMENT OF EDUCATION</u>						
<i>Passed Through Ohio Department of Education:</i>						
Special Education Cluster:						
Special Education Grants to States	2007	84.027	386,610	0	457,391	0
	2008	84.027	3,344,069	0	3,387,522	0
			3,730,679	0	3,844,913	0
Special Education - Preschool Grant	2007	84.173	59,222	0	39,134	0
	2008	84.173	100,882	0	104,174	0
			160,104	0	143,308	0
Total Special Education Cluster			3,890,783	0	3,988,221	0
Adult Education- State Grant Program	2007	84.002	3,882	0	1,632	0
	2008	84.002	141,391	0	145,332	0
			145,273	0	146,964	0
Grants to Local Educational Agencies (ESEA Title I)	2005	84.010		0	4,376	0
	2006	84.010		0	17,043	0
	2007	84.010	253,364	0	240,423	0
	2008	84.010	1,242,064	0	1,251,407	0
			1,495,428	0	1,513,249	0
Education Technology State Grants	2007	84.318		0	4,506	0
	2008	84.318	12,652	0	35,715	0
			12,652	0	40,221	0
Innovative Educational Program Strategies	2007	84.298	16,085	0	982	0
	2008	84.298	16,946	0	18,728	0
			33,031	0	19,710	0
Drug-Free Schools Grant	2007	84.186	0	0	(35,580)	0
	2008	84.186	38,670	0	38,528	0
			38,670	0	2,948	0
Vocational Education - Basic Grants to States	2007	84.048		0	27,224	0
	2008	84.048	99,488	0	123,743	0
			99,488	0	150,967	0
Twenty-First Century Community Learning Centers	2008	84.287	156,771	0	182,092	0
English Language Acquisition Grant	2007	84.365	1,988	0	13,310	0
	2008	84.365	69,469	0	62,179	0
			71,457	0	75,489	0
Title II-A - Improving Teacher Quality	2007	84.367	47,001	0	57,354	0
	2008	84.367	358,755	0	346,146	0
			405,756	0	403,500	0
Total U.S. Department of Education			6,349,309	0	6,523,361	0
<u>U.S. DEPARTMENT OF HUMAN SERVICES</u>						
<i>Passed Through Ohio Department of Education:</i>						
Refugee and Entrant Assistance	2008	93.576	20,685	0	0	0
Total U.S. Department of Human Services			20,685	0	0	0
<u>U.S. Department of Justice</u>						
<i>Direct Program</i>						
Gang Resistance Education and Training	2008	16.737	51,416	0	43,707	0
Total U.S. Department of Justice			51,416	0	43,707	0
Total All Federal Awards			\$7,929,163	\$285,813	\$8,074,821	\$285,813

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

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**PARMA CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

**NOTES TO THE SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES
FISCAL YEAR ENDED JUNE 30, 2008**

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B - CHILD NUTRITION CLUSTER

Cash receipts from the U.S. Department of Agriculture are commingled with State grants. It is assumed federal monies are expended first.

Program regulations do not require the District to maintain separate inventory records for purchased food and food received from the U.S. Department of Agriculture. This non-monetary assistance (expenditures) is reported in the Schedule at the fair value of the commodities received.

CFDA – Catalog of Federal Domestic Assistance.

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Mary Taylor, CPA

Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS REQUIRED BY *GOVERNMENT AUDITING STANDARDS*

Parma City School District
Cuyahoga County
5311 Longwood Avenue
Parma, Ohio 44129

To the Board of Education:

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Parma City School District, Cuyahoga County, Ohio, (the District) as of and for the year ended June 30, 2008, which collectively comprise the District's basic financial statements and have issued our report thereon dated November 20, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting as a basis for designing our audit procedures for expressing our opinion on the financial statements, but not to opine on the effectiveness of the District's internal control over financial reporting. Accordingly, we have not opined on the effectiveness of the District's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. However, as discussed below, we identified a certain deficiency in internal control over financial reporting that we consider a significant deficiency.

A control deficiency exists when the design or operation of a control does not allow management or employees, in performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the District's ability to initiate, authorize, record, process, or report financial data reliably in accordance with its applicable accounting basis, such that there is more than a remote likelihood that the District's internal control will not prevent or detect a more-than-inconsequential financial statement misstatement.

We consider the following deficiency described in the accompanying schedule of findings to be a significant deficiency in internal control over financial reporting: 2008-001.

A material weakness is a significant deficiency, or combination of significant deficiencies resulting in more than a remote likelihood that the District's internal control will not prevent or detect a material financial statement misstatement.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in the internal control that might be significant deficiencies and accordingly, would not necessarily disclose all significant deficiencies that are also material weaknesses.

However, of the significant deficiency described above, we believe the significant deficiency is also a material weakness.

We noted certain matters that we reported to the District's management in a separate letter dated November 20, 2009.

Compliance and Other Matters

As part of reasonably assuring whether the District's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect 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 an opinion. The results of our tests disclosed no instances of noncompliance or other matters we must report under *Government Auditing Standards*.

We did note certain noncompliance or other matters that we reported to the District's management in a separate letter dated November 20, 2009.

We intend this report solely for the information and use of the Board of Education, management and federal awarding agencies and pass-through entities. We intend it for no one other than these specified parties.



Mary Taylor, CPA
Auditor of State

November 20, 2009



Mary Taylor, CPA

Auditor of State

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

Parma City School District
Cuyahoga County
5311 Longwood Avenue
Parma, Ohio 44129

To the Board of Education:

Compliance

We have audited the compliance of Parma City School District, Cuyahoga County, Ohio, (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 apply to each of its major federal programs for the year ended June 30, 2008. The summary of auditor's results section of the accompanying schedule of findings identifies the District's major federal programs. The District's management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to each major federal program. Our responsibility is to express an opinion on the District's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to reasonably assure whether noncompliance occurred with the types of compliance requirements referred to above that could directly and materially affect a major federal program. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements and performing other procedures we considered necessary in the circumstances. We believe 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 Parma City School District, Cuyahoga County, Ohio complied, in all material respects, with the requirements referred to above that apply to each of its major federal programs for the year ended June 30, 2008.

Internal Control Over Compliance

The District's management is responsible for establishing and maintaining effective internal control over compliance with the 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 directly and materially affect a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

Lausche Building / 615 Superior Ave., NW / Twelfth Floor / Cleveland, OH 44113-1801
Telephone: (216) 787-3665 (800) 626-2297 Fax: (216) 787-3361

www.auditor.state.oh.us

A *control deficiency* in internal control over compliance exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent or detect noncompliance with a federal program compliance requirement on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the District's ability to administer a federal program such that there is more than a remote likelihood that the District's internal control will not prevent or detect more-than-inconsequential noncompliance with a federal program compliance requirement.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that the District's internal control will not prevent or detect material noncompliance with a federal program's compliance requirements.

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

Federal Awards Receipts and Expenditures Schedule

We have also audited the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Parma City School District as of and for the year ended June 30, 2008, and have issued our report thereon dated November 20, 2009. Our audit was performed to form an opinion on the financial statements that collectively comprise the District's basic financial statements. The accompanying federal awards receipts and expenditures schedule provides additional information as required by OMB Circular A-133 and is not a required part of the basic financial statements. We subjected this information to the auditing procedures applied in the audit of the basic financial statements. In our opinion, this information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

We intend this report solely for the information and use of management, the Board of Education, and federal awarding agencies, and pass-through entities. It is not intended for anyone other than these specified parties.



Mary Taylor, CPA
Auditor of State

November 20, 2009

**PARMA CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
FOR THE FISCAL YEAR ENDED JUNE 30, 2008**

1. SUMMARY OF AUDITOR'S RESULTS
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<i>(d)(1)(i)</i>	Type of Financial Statement Opinion	Unqualified
<i>(d)(1)(ii)</i>	Were there any material control weaknesses reported at the financial statement level (GAGAS)?	Yes
<i>(d)(1)(ii)</i>	Were there any other significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
<i>(d)(1)(iii)</i>	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
<i>(d)(1)(iv)</i>	Were there any material internal control weaknesses reported for major federal programs?	No
<i>(d)(1)(iv)</i>	Were there any other significant deficiencies in internal control reported for major federal programs?	No
<i>(d)(1)(v)</i>	Type of Major Programs' Compliance Opinion	Unqualified
<i>(d)(1)(vi)</i>	Are there any reportable findings under § .510?	No
<i>(d)(1)(vii)</i>	Major Programs (list):	Special Education Cluster: Special Education Grants to States – CFDA #84.027, and Special Education, Preschool Grant – CFDA #84.173 Improving Teacher Quality – CFDA #84.367
<i>(d)(1)(viii)</i>	Dollar Threshold: Type A/B Programs	Type A: > \$ 300,000 Type B: all others
<i>(d)(1)(ix)</i>	Low Risk Auditee?	No

**PARMA CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
FOR THE FISCAL YEAR ENDED JUNE 30, 2008**

(Continued)

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

FINDING NUMBER	2008-001
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Related Party Transactions

The District entered into a contract, through the Ohio School Facility Commission, for certain school building improvements with a Vendor. A member of the Board of Education, who voted to approve the contract, appears in advertisements for this Vendor and may or may not be paid for his endorsement. Also, the School board member failed to sign a letter of representation asserting that he was unaffiliated with the Vendor.

The District does not have procedures in place to identify related party transactions. The District did not require full disclosure statements from all elected and appointed officials and employees. The failure to disclose related party transactions could lead to financial transactions being entered into which are in disagreement with the directives of the Board of Education and the administration of the School District.

We recommend the Board of Education request full disclosure of all related party transactions of the Board members and all employees of the District.

Officials Response:

For clarification, J. Kevin Kelly was the Board member who is referred to above. He resigned from the Board in March 2009.

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS
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None

Parma City School District

Parma, Ohio

Comprehensive Annual Financial Report

For The Fiscal Year Ended June 30, 2008

Prepared by:

Chief Financial Officer/Budget Director

Bruce Basalla

Parma City School District, Ohio
Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2008
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Administration

Sarah Zatik, Ed.D., Superintendent
Christina Dinklocker, Ed.D., Deputy Supt.
Bruce Basalla, Chief Financial Officer
Mark Daniels, Business Manager



Office of the Treasurer

Serving Parma, Parma Heights and Seven Hills

Board of Education

Cynthia Lee Bratz, President
Rosemary C. Gulick, Vice President
Karen S. Dendorfer
J. Kevin Kelley
Kathleen A. Petro

November 20, 2009

Board of Education Members and Residents of Parma City School District:

We are pleased to present the twelfth annual Comprehensive Annual Financial Report (CAFR) for the Parma City School District. This CAFR conforms to Generally Accepted Accounting Principles (GAAP) as applicable to government entities and includes the reporting model as promulgated by GASB Statement No. 34.

This report enables the School District to comply with Ohio Administrative Code Section 117-2-03 (B), which requires reporting on a GAAP basis, and Ohio Revised Code Section 117.38 which requires all school districts to file unaudited general purpose external financial statements with the Auditor of State within 150 days of fiscal year end.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed the anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

State statutes require the School District to be subjected to an annual examination by the Auditor of State. The Auditor of State's office rendered an opinion on the School District's financial statements as of June 30, 2008, and the Independent Accountants' Report on the basic financial statements is included in the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent accountant's report and provides a narrative introduction, overview and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

PROFILE OF THE GOVERNMENT

Parma City School District is the thirteenth largest of the 612 school districts in the State of Ohio and the second largest of 31 school districts in Cuyahoga County. The School District provides education to 12,874 students in grades kindergarten through twelve. The average pupil/teacher ratio for fiscal year 2008 was 18.1 to 1. Additionally, the School District provides preschool, after school, twilight and summer school education services to a large number of students. The Parma City School District is located in northeastern Ohio, approximately ten miles south of Lake Erie.

The Parma City School District serves the communities of Parma, Parma Heights and Seven Hills. The City of Parma is the largest of the three communities served by the Parma City School District. Within the boundaries of the City of Parma there are two high schools, two middle schools and twelve elementary schools. Within the City of Parma Heights, there is one high school and two elementary schools. Within the City of Seven Hills, there is one middle school and one elementary school.

Statutorily, the School District operates under the standards prescribed by the Ohio State Board of Education as provided in division (D) of Section 3301.07 of the Ohio Revised Code, to provide education services prescribed by State and Federal agencies. The Board of Education is made up of five members elected at large for overlapping four-year terms. The Board of Education elects its President and Vice President annually, and appoints two officials: the Superintendent, who serves as the Chief Executive Officer, and the Treasurer, who serves as the Chief Financial Officer.

Kindergarten The School District operates half-day kindergarten programs in fifteen elementary school buildings. These programs are designed to prepare children for school, to develop academic and social skills and to promote the foundation for future learning.

Elementary The elementary school program provides students with exposure to reading, language arts, mathematics, science, social studies, health, music, art and physical education. Basic skill development is the key, and problem solving has been a focus in the mathematics area. Science is taught in a hands-on manner at our fifteen elementary schools, and manipulative models are used extensively in the math classes. Currently, our elementary schools service students in kindergarten through grade six. Fifteen buildings receive reading and math remediation services through Title I staff members. Half of our elementary schools now participate in a conflict resolution program, and most of the elementary schools are now serviced by the Parma Police Department through the D.A.R.E. program.

Middle School The middle school program centers around the “house” concept whereby students are assigned to teams with core academic teachers to ease the transition from elementary school to middle school. Students participate in interdisciplinary units of study to enhance instruction. Our middle schools offer an array of exploratory courses, such as: art, family and consumer sciences, health, physical education, French, Spanish, computer keyboarding and industrial technology where students use the latest technology. Currently, our middle schools service students only in grades seven and eight. Each middle school has two guidance counselors that offer students critical support when needed, a comprehensive group guidance program and a conflict resolution program called “Peace Makers.”

Transitional Learning Center - Alternative School - Grade 9 The Transitional Learning Center (TLC) is an alternative school program targeted for ninth graders. The program runs like a middle school “team” and focuses on instruction through hands on lessons and interdisciplinary units. Students are closely monitored for performance and attendance. Parents sign a contract to be involved with the school and to work with their son/daughter toward excellence.

High School The School District has three comprehensive high schools of over 1,300 students each. The high school educational program offers students a wide array of curricular offerings in college preparatory and career preparatory courses. Students must earn twenty-one credits in order to be eligible for graduation and must pass the high school graduation tests. Each high school offers courses at the regular student achievement level and at the honors and advanced placement levels. The “honors” program presents students with opportunities for in-depth study and research in the subjects of English, math, science, social studies and foreign language. In addition, the high schools offer Advanced Placement courses in every core subject and art for students who can meet the challenges of a college level course requiring the use of higher level thinking skills and self-discipline. High school courses have been expanded to include course offerings in business, computer science, art, music, family and consumer sciences, and physical education. A well-rounded, well-educated student is our goal. A comprehensive guidance program (individual and group) is maintained at each high school. A home liaison works with targeted students at the high school level and intercedes with their families when needed. Again this year, through drug free school monies, the high schools were able to hire drug and alcohol intervention specialists to work with students with substance abuse issues.

Additional Programs and Services

High School Athletics Normandy, Parma Senior and Valley Forge High Schools compete in the Northeast Ohio Athletic Conference. All three high schools qualify for the highly competitive Division I classification. Fall, winter and spring varsity sports are available for students, including football, soccer, volleyball, track, cross country, basketball, baseball, softball, wrestling, tennis, golf, swimming, diving and hockey. There are also ninth grade, junior varsity and middle school athletic programs offered. Cheerleading and flag corps are offered at all levels.

The School District owns and operates Byers Field, one of the premier athletic/entertainment complexes in Northeast Ohio. Byers Field is currently the largest stadium complex in the area with the exception of Progressive Field and the Cleveland Browns Stadium, both located in downtown Cleveland and home of the Indians and Browns, respectively. A new state-of-the-art artificial surface was installed during the summer of 2002, and an extensive scoreboard system was installed in the summer of 2007.

Transportation The transportation policy of the Parma City School District exceeds the State's minimum standards and allows kindergarten through eighth grade students who live more than 1.5 miles from their schools to be transported. The School District maintains a fleet of buses for this purpose and has additional vehicles to transport disabled students. A computer program assigns students to the appropriate bus route. Parents and students are informed by mail of appropriate bus number, time and location of street pick-up to school and drop-off for the return trip home.

Certified Staff The average experience of the certified staff is 13.7 years and 66.2 percent of the certified staff has a master's or doctorate degree. Textbook authors, doctorates, nationally known speakers and recognized experts in specific fields of study are among the School District's teachers and administrators. Along with many new teachers, a blend of experienced staff offer students of the Parma City School District one of the strongest faculties in the area.

Programs of Special Interest

Media Center Program Each school has its own library/media center. These centers provide students with access to books, magazines, CDs, Internet access, and computers to work on research papers or to just stay in touch with the changes around the world. Printed, audio-visual and computer based materials are available in an "open" atmosphere where students are encouraged to use library skills. All schools have multi-media computer workstations.

Music Program Music training and courses are available at all elementary school buildings. Students in these fifteen schools have the choice to participate in choir, band or orchestra. Middle schools offer choral and instrumental programs, while the three high schools work hard to "encourage" students to perform. Students at this level can participate in the marching band, flag corps, orchestra, show choir, string ensembles, choral and glee clubs, and a variety of other musical experiences.

Art Program The School District has increased the amount of time devoted to art instruction at the elementary level. At the middle school, a student takes art to appreciate the complexity of the offerings at the high school level. In high school, students can take photography, sketch, graphic design, computer graphics, jewelry, ceramics, and more to become well rounded in the arts. Traditionally, students from the high school win in local scholarship art competitions and have received national recognition for their talent.

Computer Instruction Computer education and exposure to individual productivity programs begins in the kindergarten and continues into high school. Ohio's SchoolNet funding has played a very large part in getting computers into our elementary classrooms. Seventh and eighth graders take courses in introductory keyboarding and program usage. These programs focus on the use of the computer as a tool for instruction. Skills are then generalized and applied in all curricular areas. Additionally, there are offerings in business, mathematics, industrial arts and other subjects that stress using the computer as a tool for productivity. Each high school also has a separate "computer resource lab" with a designated "instructor" to support projects assigned in other classes and to assist students with organization.

Special Education Program All children in the Parma City School District are serviced through the educational programs provided. Services to children with diversified needs include multi-handicap, speech/language handicap, cognitive disability, severe emotional disturbance, visual impairment, orthopedic handicap/other health impairment, specific learning disability, autistic, traumatic brain injury and the gifted program. Students are placed in the least restrictive environment in which they can learn and are serviced according to the plan identified on the IEP (Individualized Education Plan). The schools provide inclusion classes at every grade level that permit challenged students to work alongside other students with the support of specialized instruction. Some students need to be served in a pull out fashion for short-term intervention, while still others need more complete supervision and instruction. A full spectrum of services is provided based on the needs of the students.

Gifted Program Serving students identified as gifted in the area of Superior Cognitive Ability in grades 3 – 6, the Able Learner Program (ALP) is a one-day per week pull-out program located within Parma Senior High School. The major curricular emphasis is the development of thinking competencies and skills which will help students identify value and develop their specific abilities, gifts and /or talents.

In the third and fourth grades, students are taught problem solving strategies along with creative thinking. Fifth and sixth graders use learning centers and the Future Problem-Solving Program as they further apply those skills learned in third and fourth grade. These students also practice organization and self-directed learning. In addition, the School District employs a K-12 gifted education supervisor as well as middle school and high school teachers of the gifted.

ALP is a continuum of services provided for gifted and high ability students in the Parma City School District including Honors and AP classes, Post Secondary Enrollment Options and various enrichment opportunities.

High School Career Preparatory Program The high schools offer one and two-year career-technology courses in many areas. Currently students can take courses in cooperative business education, cooperative marketing and management, executive assistant, office services, cosmetology, culinary arts, medical professions/dental technologies, hospitality and facility care services, radio and TV production, auto collision, construction trades, carpentry, visual communications, tech-prep automotive service technology, and occupational work experience, and networking (CISCO) academy. Some of these programs allow the students to earn college credit while still in high school. About 29 percent of the high school students participate in career-technology course programming. The School District continues to re-evaluate every career-technology program for validity in the work world and for upgrading as a result of technology advances.

High School College Preparatory Program The College bound program offers academically challenging courses for students planning to attend college. A student following this course pathway can gain unrestricted access to most colleges since qualifications are met on a general and extensive level. Students can also generally meet the requirements to obtain an "honors" diploma from the State Department of Education. Approximately 60 percent of the students in the School District participate in post secondary programs, including the challenging Advanced Placement Program through which they can earn college credit for high school course work. Students also enroll in post-secondary options through our local colleges and universities and have the opportunity to participate in district operated virtual and summer school offerings.

First Step Program The Arlington School First Step Preschool Program is sponsored by the Parma City School District and is designed to provide early intervention for children with disabilities, between the ages of three and six, identified as having special needs. Children who qualify for these services demonstrate significant delays in one or more areas of development. Areas of disability include physical/orthopedic impairment, speech/language delays, cognitive delays, significant behavioral impairments, delays in social and/or emotional development, visual or hearing impairments and medically fragile children. Special Education services are individualized for each child, and the children are taught through developmentally appropriate curriculum and a multi-sensory approach. Support services are provided by a speech-language pathologist, an occupational therapist, a physical therapist and a school psychologist.

Daycare Center Program The Parma City School District sponsors a self supported tuition based Day Care Center located at Normandy High School. The Center opens at 7 a.m. and closes at 6 p.m. Children between the ages of six weeks and five years old are cared for at the Center. The morning portion of the daily schedule includes a preschool component. The Center is licensed by the Ohio Department of Education and inspected by the Cuyahoga County Board of Health. The Center is staffed with certificated and trained caregivers. Tuition varies depending upon the age of the child and number of days needed. The Center follows the school calendar.

Extended Daycare Program The Parma City School District sponsors a self-supported, tuition-based Extended Day Care and Kindergarten Extended Day Care program. The Extended Day Care program is available in elementary schools from 6:00 a.m. to 9:15 a.m. and 3:00 p.m. to 6:00 p.m. and open to any child enrolled in those buildings. The Kindergarten Extended Day Care program is offered at a limited number of school buildings and operates from 11:45 a.m. to 6:00 p.m. These programs provide child care for children kindergarten through sixth grade on regularly scheduled school days. Tuition is based upon number of scheduled days.

Adult Basic Literacy Education Day and evening classes in English Speakers of Other Languages (ESOL), Adult Basic Literacy Education (ABLE) and the Graduate Equivalence Diploma (GED) are offered. Grant money is available to support the program. Expenditures are monitored closely so that the program can run in the black with no drain on the general fund budget.

Graduate Equivalence Diploma (GED) Testing The Parma City School's GED program is one of the top test centers in the State of Ohio, testing 662 students in fiscal year 2007 with a passage rate of 75 percent. Individuals who prepare to take the test and meet requirements for test readiness have over a 90.0 percent chance of passing the GED test. Individuals must be 18 years old or older and formally withdrawn from school; however, 16 and 17 year-olds can be eligible with completion of an age waiver form. Individuals do not have to live in the Parma area to participate in this program. Anyone who passes the pretest will receive a waiver for the test fee. The GED test is offered at least six times a month throughout the fiscal year. A recognition ceremony is held annually to honor those who participated in the program.

LOCAL ECONOMY

The City of Parma and the surrounding areas have a strong and stable economic base. In the last two decades apartment buildings have been constructed to accommodate the large number of families moving into Parma out of the more heavily populated Cleveland area.

Major employers include General Motors, Parma Community General Hospital and the Parma City School District. Recent economic developments include the comprehensive renovation of Parmatown Mall, which included the addition of a Wal-Mart store, and the building of an Aldi supermarket and a Ruby Tuesday restaurant.

The involvement of local businesses and community groups in partnership with Parma City School District enhances the relationship between free enterprise and government entities. The CBS Group (Community/Business/Schools) collaboration boasts over 120 partnerships with the School District.

LONG-TERM FINANCIAL PLANNING

The Board of Education is committed to long-term planning as is evidenced by its policy 6210 “Fiscal Accounting and Reporting”, 6220 “Tax Budget”, and 6231 “Appropriations and Spending Plan”. These policies state the following:

Budget planning is an integral part of program planning so that the annual operating budget may effectively express and implement all programs and activities of the School District. Budget planning is a year-round process involving broad participation by administrators, teachers, and other personnel throughout the School District. The spending plan shall set forth all revenues available for appropriation during such year; the nature and amount of expenses to be incurred during the year.

The Treasurer is responsible for preparing financial forecasts for at least four years beyond the current fiscal year and any other financial reports required by law or by State agencies.

The budget reflects the School District’s goals, objectives and programs. The budget shall be designed to carry out School District operations in a thorough and efficient manner, maintain facilities properly and honor continuing obligations of the Board. Any changes or alterations in programs are approved by vote of the Board.

The budget is prepared by January 1 of each year and covers the period from July 1 to June 30 of the succeeding year.

RELEVANT FINANCIAL POLICIES

The Parma City Schools Board of Education has developed a practice of establishing appropriations based only on anticipated revenues as certified by the County Budget Commission and the Ohio Department of Education. The Board of Education has revenues of three mills from the passage of permanent improvement levies to retire debt of past School District improvements plus the funding of future capital projects.

MAJOR INITIATIVES

The driving force of education in the Parma City School District is our continuous improvement planning process. Currently all departments and schools in our School District are required to submit a continuous improvement plan (CIP) for review at the beginning of every school year to both the Deputy Superintendent of School Operations and the Director of Academic Services. Our continuous improvement process involves all departments and schools in the Parma City School District. These CIP plans serve the purpose of outlining specific goals and objectives pertinent to each building and school that will work to improve student achievement.

Upon receiving the data driven District-wide objectives, buildings then begin the writing of their individual plans. Each plan affords our schools the opportunity to address the needs of their community while at the same time incorporating the District vision. The writing of CIP plans is completed by school and department teams designated by building administration. Writing teams often consist of administration, faculty, community business partners, students, and parents. Upon review by the Deputy Superintendent, plans are then submitted to the Board of Education for approval.

Several recent School District initiatives continue to have a positive impact upon our School District. The Staff Development department is continuing a comprehensive staff development plan for the School District. The plan has facilitated District-wide initiatives in the areas of special education and literacy, provided assistance with a Leadership Academy for all certified and classified administrators, arranged for principals to attend the SMART Consortium Principal's Academy on leadership, and supported individual building initiatives ranging from work on site-based management, to curriculum mapping, to review of best instructional practices. The School District has also launched a highly aggressive program of staff training in research-based classroom practice, particularly in value-added education.

The School District is committed to providing students in grades kindergarten through eighth grade with a solid literacy program. This initiative is in line with those of the Ohio Department of Education. Two literacy specialists have been hired to work full time with elementary teachers on what to teach and how to teach with regard to literacy. The specialists also hold classes after school to explain the core language arts curriculum to interested colleagues and to focus on action research in an effort to help interested teachers improve their delivery of instruction. The School District also employs a science specialist, a social studies specialist, a language arts specialist, and two mathematics specialists.

The Department of Safety and Security has expanded the use of motion detectors to all school buildings. A swipe card system of entry is utilized for exclusive employee entry to all buildings. Police dogs are used to detect illegal substances in the schools in an ongoing procedure. The Department has developed a District crisis plan and worked with administrators to develop individual building crisis plans. The Department works closely with the three local police departments to provide students with a safe and secure environment throughout the school day. Since the September 11th terrorist attack, all security procedures and crisis plans have been reviewed and updated.

The School District is participating in the Urban School Initiative (USI) through the Ohio Department of Education (ODE) with twenty other urban districts. Attendance at Urban Congress meetings and subcommittees studying proficiency, literacy, science and math is promoted. In addition, through the USI noted above, the School District is working with Cleveland State University and four inner ring urban districts (Cleveland, East Cleveland, Cleveland Heights-University Heights, and Euclid) through the Urban Collaborative, funded by the Jennings Foundation. The focus is on researching issues of concern to the districts and seeking solutions that will positively impact student achievement.

The Community/Business/Schools (CBS) Partnership Program is a major success story of the School District. Initiated in 1991, this program has over ten members on its steering committee, including representatives from community groups, local businesses, and the School District. It serves as an advisory committee to the Superintendent. The different businesses partner with individual schools to provide financial support as well as support for programs in other ways. General Motors, Cox Communications, Cuyahoga Community College, Bryant and Stratton College, the VFW, and Parma Community General Hospital are some of the CBS business partners active with the School District.

Communication with employees and stakeholders in the community continues through the publication of "Images" and "Images Online." "Images" is a publication from the Superintendent. It was developed to inform the greater public of the activities of the district. It is published five times per year and mailed to local residents. The "Images Online" is the weekly e-publication that is created by the School District and distributed to all employees. The Superintendent discusses current initiatives, highlights outstanding employees, and recaps student performance. The School District also has on-line monthly staff bulletins and curricular newsletters.

AWARDS AND ACKNOWLEDGEMENTS

Awards This is the twelfth Comprehensive Annual Financial Report published by Parma City School District. The report will be submitted to the Government Finance Officers Association of the United States and Canada (GFOA) and to the Association of School Business Officials International (ASBO). It is felt that this report qualifies to earn GFOA's Certificate of Achievement for Excellence in Financial Reporting and ASBO's Certificate of Excellence in Financial Reporting. These Certificates are the highest forms of recognition available for governmental accounting and financial reporting. GFOA's and ASBO's certificates were awarded for last year's report. Attainment of these Certificates represents a substantial accomplishment for any governmental entity.

In order to be awarded a Certificate of Achievement or Certificate of Excellence, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report (CAFR), whose content conforms to program standards. Such a report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement program requirements and we are submitting it to GFOA and ASBO.

Acknowledgments The publication of this CAFR represents an important achievement in the ability of the School District to provide significantly enhanced financial information and accountability to the taxpayers of the Parma City School District, its elected officials, management, staff, and investors. This report is a continuation of the efforts of the Treasurer's Office to improve overall financial accounting, management and reporting capabilities.

The accomplishment of this report would not have been made possible without the assistance, support and efforts of the Treasurer's Office employees, various administrators, employees of the School District and the Local Government Services Section of the Auditor of State's office. Assistance from the County Auditor's office staff and outside agencies made possible the fair presentation of statistical data.

Sincere appreciation is extended to the Board of Education, where the commitment to excellence begins. Without their support, this report would not have been possible.

Respectfully submitted,

Bruce Basalla
Chief Financial Officer/Budget Director
Parma City School District

Dr. Sarah C. Zatik
Superintendent
Parma City School District

Parma City School District
Principal Officials
June 30, 2008

Board of Education

Cynthia Lee Bratz President
Rosemary C. Gulick..... Vice-President
Karen S. DendorferMember
J. Kevin KelleyMember
Kathleen A. Petro.....Member

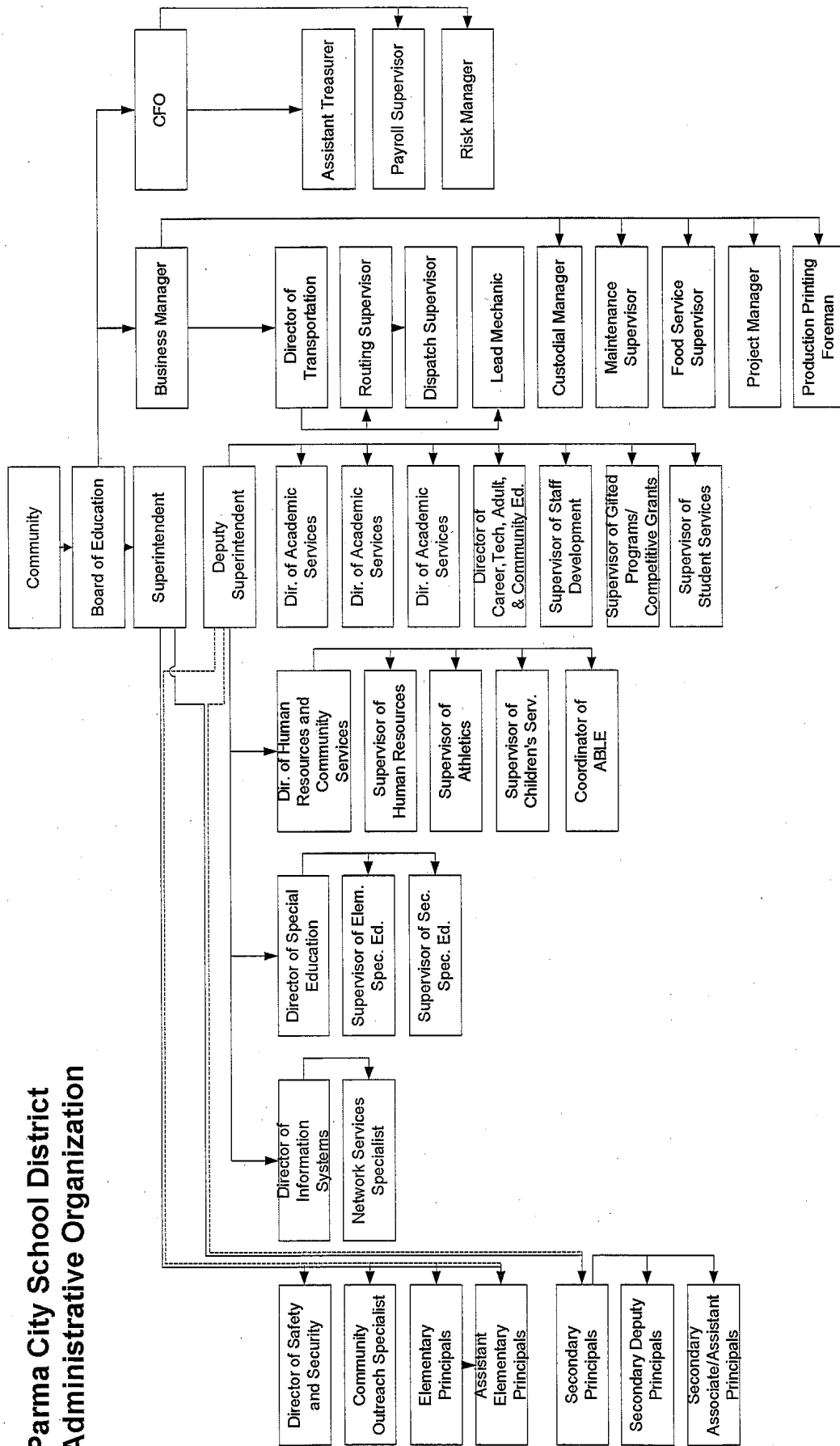
Chief Financial Officer/Budget Director

Bruce Basalla

Administration

Dr. Sarah C. Zatik..... Superintendent
Dr. Christina M. Dinklocker Deputy Superintendent
Mark Daniels Business Manager

Parma City School District Administrative Organization



**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

PARMA CITY SCHOOL DISTRICT

For its Comprehensive Annual Financial Report (CAFR)

For the Fiscal Year Ended June 30, 2007

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

Thome E. Brundel

President

John D. Mueser

Executive Director

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Parma City School District
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2007

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.



Charles S. Cox

President

Jeffrey R. Emer

Executive Director



Mary Taylor, CPA

Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT

Parma City School District
Cuyahoga County
5311 Longwood Avenue
Parma, Ohio 44129

To the Board of Education:

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Parma City School District, Cuyahoga County, Ohio (the District), as of and for the year ended June 30, 2008, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require that we plan and perform the audit to reasonably assure 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 our audit provides a reasonable basis for our opinions.

In our opinion the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Parma City School District, Cuyahoga County, Ohio, as of June 30, 2008, and the respective changes in financial position and where applicable, cash flows, thereof and the budgetary comparison for the General fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 21 there are allegations that a member of the District's Board of Education had improper interests in certain public contracts.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 20, 2009, 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 grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

Management's Discussion and Analysis is not a required part of the basic financial statements but is supplementary information accounting principles generally accepted in the United States of America requires. We have applied certain limited procedures, consisting principally of inquiries of management regarding the methods of measuring and presenting the required supplementary information. However, we did not audit the information and express no opinion on it.

We conducted our audit to opine on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining nonmajor fund statements and schedules and statistical tables provide additional information and are not a required part of the basic financial statements. We subjected the combining nonmajor fund statements and schedules to the auditing procedures applied in the audit of the basic financial statements. In our opinion, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole. We did not subject the introductory section and statistical tables to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we express no opinion on them.

A handwritten signature in cursive script that reads "Mary Taylor".

Mary Taylor, CPA
Auditor of State

November 20, 2009

Parma City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2008
Unaudited

The discussion and analysis of Parma City School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2008. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the transmittal letter, the basic financial statements and the notes to the basic financial statements to enhance their understanding of the School District's financial performance.

Financial Highlights

Key financial highlights for 2008 are as follows:

- Total net assets decreased \$3.2 million, a decrease of \$3.3 million in Governmental Activities and an increase of \$0.1 million in Business-Type Activities.
- General revenues accounted for \$127.1 million in revenue or 84.68 percent of all revenues for all Governmental Activities. Program specific revenues in the form of charges for services and sales and operating grants and contributions accounted for \$23.0 million or 15.32 percent of total revenues of \$150.1 million.
- Total program expenses were \$153.4 million in Governmental Activities and \$5.0 million in Business-Type Activities.
- Outstanding long-term debt decreased by \$2.2 million to \$51.4 million.

Using this Comprehensive Annual Financial Report (CAFR)

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Parma City School District as an entire operating entity. The statements begin at a summary level and expand to detailed financial activities.

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

Reporting the School District as a Whole

Statement of Net Assets and the Statement of Activities

While this document contains the large number of funds used by the School District to provide programs and activities, the view of the School District as an entity looks at all financial transactions and asks the question, "How did we do financially during the 2008 fiscal year?" The Statement of Net Assets and the Statement of Activities answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

Parma City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2008
Unaudited

These two statements report the School District's net assets and changes in those assets. This change in net assets is important because it tells the reader that, for the School District as a whole, the financial position of the School District has improved or diminished. Changes to our net assets are a direct result of property tax base, current property tax laws in Ohio restricting revenue growth, facility conditions, mandated educational programs, state funding, student enrollment, and general inflation.

In the Statement of Net Assets and the Statement of Activities, the School District is divided into two major activities:

- **Governmental Activities** – Most of the School District's programs and services are reported here including instruction, support services, operation and maintenance of plant, pupil transportation, extracurricular activities and general administration.
- **Business-Type Activities** – These services are provided on a fee basis to recover all of the expenses of the goods or services provided. The School District's business-type activities are food service, adult continuing education and extended daycare/preschool.

Reporting the School District's Most Significant Funds

Fund Financial Statements

The analysis of the School District's major funds begins on page 8. Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for its financial transactions. However, these fund financial statements concentrate on the School District's most significant funds. The School District's major governmental funds are the general fund, the bond retirement debt service fund, the permanent improvement capital projects fund and the building capital projects fund.

Governmental Funds Most of the School District's activities are reported in governmental funds, which accounts for flow of money into and out of those funds and the year-end balances available for spending in future years. These funds are reported using modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the School District's general government operations and the basic services it provides. Governmental fund information helps the reader determine the amount of financial resources that can be spent in the near future to finance educational programs. The relationship (or differences) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds is reconciled in the financial statements.

Proprietary Funds Proprietary funds use the same basis of accounting as business-type activities; therefore, these statements will essentially match.

Parma City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2008
Unaudited

The School District as a Whole

The Statement of Net Assets provides the perspective of the School District as a whole.

Table 1 provides a summary of the School District's net assets for 2008 compared to 2007:

Table 1
Net Assets
(In millions)

	Governmental Activities		Business-Type Activities		Total	
	2008	2007	2008	2007	2008	2007
Assets						
Current and Other Assets	\$116.2	\$130.2	\$1.3	\$1.2	\$117.5	\$131.4
Capital Assets, Net	71.1	66.8	0.3	0.1	71.4	66.9
Total Assets	187.3	197.0	1.6	1.3	188.9	198.3
Liabilities						
Current and Other Liabilities	89.2	94.9	0.2	0.1	89.4	95.0
Long-Term Liabilities:						
Due Within One Year	6.0	5.5	0.0	0.0	6.0	5.5
Due in More than One Year	57.2	58.4	0.1	0.1	57.3	58.5
Total Liabilities	152.4	158.8	0.3	0.2	152.7	159.0
Net Assets						
Invested in Capital Assets, Net of Debt	18.0	15.1	0.3	0.1	18.3	15.2
Restricted						
Capital Projects	1.4	3.1	0.0	0.0	1.4	3.1
Debt Service	0.5	1.3	0.0	0.0	0.5	1.3
Other Purposes	2.3	2.3	0.0	0.0	2.3	2.3
Unrestricted	12.7	16.4	0.9	1.0	13.6	17.4
Total Net Assets	\$34.9	\$38.2	\$1.2	\$1.1	\$36.1	\$39.3

Total assets of governmental activities decreased \$9.7 million. This decrease was due mainly to cash and cash equivalents decreasing \$10.9 million and property taxes receivable decreasing by \$3.2 million while capital assets increased by \$4.3 million. The decrease in cash and cash equivalents and increase in capital assets are directly related to the capital improvements made by the School District during the fiscal year.

Total liabilities for governmental activities decreased \$6.4 million. This decrease was due mainly to decreased deferred revenue of \$5.7 million, and decreased long-term liabilities of \$0.7 million. The decrease of \$5.7 million in deferred revenue is due to a decrease in estimated tax collections for the year. The decrease of 0.7 million in long-term liabilities is a direct result of the fiscal year 2008 debt principal payments being made.

Parma City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2008
Unaudited

Table 2 shows the changes in net assets for the fiscal year 2008 for both our governmental activities and our business-type activities.

Table 2
Change in Net Assets
(In millions)

	Governmental Activities		Business-Type Activities		Total	
	2008	2007	2008	2007	2008	2007
Revenues						
Program Revenues:						
Charges for Services and Sales	\$6.1	\$4.8	\$3.7	\$3.6	\$9.8	\$8.4
Operating Grants and Contributions	16.8	17.2	1.4	1.3	18.2	18.5
Capital Grants and Contributions	0.1	0.1	0.0	0.0	0.1	0.1
<i>Total Program Revenues</i>	<u>23.0</u>	<u>22.1</u>	<u>5.1</u>	<u>4.9</u>	<u>28.1</u>	<u>27.0</u>
General Revenues:						
Property Taxes	91.7	94.7	0.0	0.0	91.7	94.7
Grants and Entitlements	33.0	29.9	0.0	0.0	33.0	29.9
Investment Earnings	1.5	2.7	0.0	0.0	1.5	2.7
Miscellaneous	0.9	1.8	0.0	0.0	0.9	1.8
<i>Total General Revenues</i>	<u>127.1</u>	<u>129.1</u>	<u>0.0</u>	<u>0.0</u>	<u>127.1</u>	<u>129.1</u>
Total Revenues	<u>150.1</u>	<u>151.2</u>	<u>5.1</u>	<u>4.9</u>	<u>155.2</u>	<u>156.1</u>
Program Expenses						
Instruction	84.8	81.6	0.0	0.0	84.8	81.6
Support Services:						
Pupils and Instructional Staff	14.8	14.0	0.0	0.0	14.8	14.0
Board of Education, Administration, Fiscal and Business	17.1	13.8	0.0	0.0	17.1	13.8
Operation and Maintenance of Plant	17.6	16.9	0.0	0.0	17.6	16.9
Pupil Transportation	6.9	6.3	0.0	0.0	6.9	6.3
Central	2.2	1.7	0.0	0.0	2.2	1.7
Operation of Non-Instructional Services	4.3	4.5	0.0	0.0	4.3	4.5
Enterprise Operations	0.0	0.0	5.0	4.6	5.0	4.6
Extracurricular Activities	3.4	3.4	0.0	0.0	3.4	3.4
Interest and Fiscal Charges	2.3	2.0	0.0	0.0	2.3	2.0
Total Program Expenses	<u>153.4</u>	<u>144.2</u>	<u>5.0</u>	<u>4.6</u>	<u>158.4</u>	<u>148.8</u>
Change in Net Assets	(3.3)	7.0	0.1	0.3	(3.2)	7.3
<i>Net Assets Beginning of Year</i>	<u>38.2</u>	<u>31.2</u>	<u>1.1</u>	<u>0.8</u>	<u>39.3</u>	<u>32.0</u>
<i>Net Assets End of Year</i>	<u>\$34.9</u>	<u>\$38.2</u>	<u>\$1.2</u>	<u>\$1.1</u>	<u>\$36.1</u>	<u>\$39.3</u>

Total governmental activities net assets decreased \$3.3 million. Property taxes decreased \$3.0 million due to a decrease in collections by the county because of current economic conditions; grants and entitlements increased \$3.1 million due to increases in homestead and rollback and personal property tax reimbursements from the State.

The increase of \$3.2 million in instructional program expenses and \$0.8 million in pupil and instructional staff expenses reflects both the increased cost of wages and benefits.

Parma City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2008
Unaudited

The unusual nature of property taxes in Ohio creates the need to routinely seek voter approval for operating funds. As a result of legislation enacted in 1976, the overall revenue generated by a voted tax levy does not increase as a result of inflation. As an example, a homeowner with a home valued at \$100,000 (Assessed value of \$35,000) and taxed at 1.0 mill would pay \$35.00 annually in taxes. If three years later the homes were reappraised and increased to \$200,000 (assessed value of \$70,000) the effective tax rate would become .5 mills and the owner would still pay \$35.00.

Our School District, which is dependent upon property taxes, is hampered by a lack of revenue growth and must periodically ask the voters to increase property taxes to maintain a constant level of service. Property taxes made up 61.1 percent of revenues for governmental activities for Parma Schools in fiscal year 2008.

The largest Governmental Activities program expense remains instruction, comprising 55.3 percent of total expenses. When combined with pupils and instructional support these categories make up 64.9 percent of expenses.

Management recognizes a continued loss of personal property tax revenue due to the continued phase-out of personal property tax and phase-in of public utility deregulation as well as board of revision and board of tax appeal decisions.

Interest expense was attributable to the outstanding bonds and notes and borrowing for capital projects.

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

Table 3
 Governmental Activities
 (In millions)

	Total Cost of Services 2008	Net Cost of Services 2008	Total Cost of Services 2007	Net Cost of Services 2007
Instruction	\$84.8	\$76.4	\$81.6	\$72.8
Support Services:				
Pupils and Instructional Staff	14.8	11.1	14.0	10.9
Board of Education, Administration				
Fiscal and Business	17.1	15.5	13.8	12.6
Operation and Maintenance of Plant	17.6	17.0	16.9	16.5
Pupil Transportation	6.9	3.8	6.3	3.1
Central	2.2	2.1	1.7	1.5
Operation of Non-Instructional Services	4.3	(0.2)	4.5	0.1
Extracurricular Activities	3.4	2.4	3.4	2.6
Interest and Fiscal Charges	2.3	2.3	2.0	2.0
Total	\$153.4	\$130.4	\$144.2	\$122.1

Parma City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2008
Unaudited

The dependence upon tax revenues for governmental activities is apparent. Approximately 90 percent of instruction activities are supported through taxes and other general revenues. Our three communities are responsible for the primary support for Parma City School District students.

Business-Type Activities

Business-type activities include the food service, adult continuing education, and extended daycare/preschool programs.

Overall net assets increased \$0.1 million in 2008. Business-type activities cash positions have allowed individual business-type activities to absorb additional program expenses over the last three years.

The School District's Funds

Information about the School District's major funds starts on page 16. These funds are accounted for using the modified accrual basis of accounting. The general fund had total revenues of \$127.6 million and expenditures of \$135.1 million. The net change in fund balance for the year was a decrease of \$6.3 million. This change was due to decreased revenues from taxes and an increase of expenditures throughout the year.

The bond retirement debt service fund had total revenues of \$2.7 million and expenditures of \$3.8 million. The net change in fund balance for the year was a decrease of \$1.1 million.

The permanent improvement capital projects fund had total revenues of \$3.7 million and expenditures of \$8.5 million. The net change in fund balance for the year was a decrease of \$1.9 million. This change was due to the completion of many of the capital projects throughout the School District.

The building capital projects fund had minimal revenues and total expenditures of \$1.9 million. The net change in fund balance for the year was a decrease of \$1.9 million. This change was due to the completion of many of the capital projects throughout the School District.

General Fund Budgeting Highlights

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

During the course of fiscal year 2008, the School District amended its general fund budget several times to allow for an additional advance to the permanent improvement fund and other less significant amendments.

For the general fund, original and final budget basis estimated revenues were \$121.6 million and \$128.5 million, respectively. This increase of \$6.9 million was due to a conservative approach to revenue estimates at the beginning of the fiscal year. Total actual revenues were \$128.1 million.

Final appropriations for the general fund increased by \$0.9 million from the original appropriations due to the inclusion of additional appropriations supported by revenues generated by a new 4.9 mill continuing operating levy passed in May 2005 and other revenue sources such as investment income. Total actual expenditures on the budget basis (cash outlays plus encumbrances) were \$134.9 million.

Parma City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2008
Unaudited

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal year 2008 the School District had \$71.4 million invested in land, land improvements, buildings and improvements, furniture and equipment, vehicles, and construction in progress, \$71.1 million of which is in governmental activities. Table 4 shows fiscal 2008 balances compared to 2007:

Table 4
 Capital Assets at June 30
 (Net of Depreciation)
 (In millions)

	Governmental Activities		Business-Type Activities		Total	
	2008	2007	2008	2007	2008	2007
Land	\$5.1	\$5.1	\$0.0	\$0.0	\$5.1	\$5.1
Land Improvements	9.2	8.1	0.0	0.0	9.2	8.1
Buildings and Improvements	44.8	44.1	0.0	0.0	44.8	44.1
Furniture and Equipment	6.2	3.5	0.3	0.1	6.5	3.6
Vehicles	2.8	2.6	0.0	0.0	2.8	2.6
Construction in Progress	3.0	3.4	0.0	0.0	3.0	3.4
Totals	\$71.1	\$66.8	\$0.3	\$0.1	\$71.4	\$66.9

The \$3.0 million in construction in progress resulted from District-wide permanent improvement projects paid for by debt issued by the School District for this purpose. For fiscal year 2008, an Ohio law required school districts to set aside three percent of certain revenues for capital improvements and an additional three percent for textbooks and other instructional materials; this amounted to \$2.0 million for each set aside. For fiscal year 2008, the School District had qualifying disbursements or offsets exceeding these requirements. See Note 8 to the basic financial statements for additional information on capital assets.

Debt

At June 30, 2008 the School District had \$51.4 million in bonds, notes, loans, and certificates of participation outstanding, with \$4.9 million due within one year. The debt will be serviced with tax revenue from the March 2000 2.0 mill permanent improvement levy, the May 2005 1.0 mill permanent improvement levy, and general property tax revenue. Table 5 summarizes the outstanding debt.

Parma City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2008
Unaudited

Table 5
 Outstanding Debt, at Year End
 (In millions)

	Governmental Activities	
	2008	2007
1999 Byers Field General Obligation Bonds	\$0.3	\$0.7
2002 Construction Note	11.0	13.0
2006 Construction Note	9.2	10.2
2006 Construction Note Unamortized Premium	0.1	0.1
2003 Energy Conservation Loan (Phase IV)	1.6	1.7
2004 Energy Conservation Loan (Phase V)	4.8	5.2
2004 Energy Conservation Loan (Phase VI)	4.4	4.6
2005 Energy Conservation Loan (Phase VII)	2.1	2.3
2006 Energy Conservation Loan (Phase VIII & IX)	3.1	3.3
2008 Energy Conservation Loan (Phase X)	2.5	0.0
2006 Certificates of Participation	12.4	12.6
2006 Certificates of Participation Unamortized Discount	(0.1)	(0.1)
Totals	<u>\$51.4</u>	<u>\$53.6</u>

The 1999 energy conservation note and Byers Field note were combined and converted to a 10 year bond, now referred to as the Byers Field bond, which will mature in 2008.

The 2002 construction note for capital repairs and improvements will mature in 2012.

In late 2002, the School District borrowed \$2.2 million for a HB 264 Energy Conservation project. The loan will be paid off in 2016.

In 2004, the School District borrowed \$12.3 million for two HB 264 Energy Conservation projects. One loan will be paid off in 2017 and the other loan will be paid off in 2019.

In 2005, the School District borrowed \$2.5 million for a HB 264 Energy Conservation project. The loan will be paid off in 2020.

In 2006, the School District borrowed \$11.0 million in a construction note, \$3.5 million in an energy conservation loan, and \$12.6 million in certificates of participation. The construction note is to provide for the general ongoing permanent improvements of the School District and will be paid off in 2015. The energy conservation loan is for two HB 264 Energy Conservation projects and will be paid off in 2021. The certificates of participation were issued for capital improvements to several school buildings and will be paid off in 2017.

In 2008, the School District borrowed \$2.5 million for a HB 264 Energy Conservation project. The loan will be paid off in 2023.

At June 30, 2008, the School District's overall legal debt margin was \$222.1 million with an unvoted debt margin of \$2.5 million. See Note 14 to the basic financial statements for additional information on debt.

Parma City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2008
Unaudited

School District Outlook

The Board of Education and administration have implemented fiscal management disciplines that utilize a variety of formal plans. We are working within the five-year budget plan, the five-year capital repairs and renovations plan, and the five-year enrollment projections. The School District will need to pass a renewal levy by December 31, 2009; also a levy for additional operating revenues will need to be passed sometime in calendar 2009.

Significant legislative and judicial actions continue to occur that will have a major impact on our School District. We believe that the ultimate resolution of funding reform is still sometime away. The downturn in the economy has put pressures on both the State budget as well as our local School District budget. We are concerned that the State may not have the ability to fully fund the previously approved subsidies for primary and secondary education in the State budget. We are also concerned that the local tax base may be weakened as a result of the current economic conditions and therefore negatively impact local tax revenues. The ongoing legislative efforts to support the existence of community (charter) schools come at the expense of our current State subsidy. For fiscal year 2008, \$4,038,939 was deducted from our State subsidy and redirected to local community (charter) schools. Our School District has been impacted by the continuing national trend of rapidly escalating employee benefit cost.

The Parma City School District has committed itself to a fiscal discipline based on long-term plans as well as a commitment to full disclosure of financial information and utilization of the highest standards of financial reporting.

Contacting the School District Fiscal Management

This financial report was designed to comply with the most current reporting requirements and is intended to provide our parents, citizens, taxpayers, investors and creditors an understanding of the School District's financial position. Bruce G. Basalla, Chief Financial Officer, can be contacted at the Parma City School District, 5311 Longwood Avenue, Parma, Ohio 44134 or by email at basallab@parmacityschools.org.

Basic Financial Statements

Parma City School District

Statement of Net Assets

June 30, 2008

	Governmental Activities	Business-Type Activities	Total
Assets			
Equity in Pooled Cash and Cash Equivalents	\$19,264,775	\$1,447,801	\$20,712,576
Accounts Receivable	927,131	154,149	1,081,280
Accrued Interest Receivable	48,409	0	48,409
Intergovernmental Receivable	1,712,149	52,177	1,764,326
Prepaid Items	95,627	0	95,627
Internal Balances	423,205	(423,205)	0
Materials and Supplies Inventory	319,057	0	319,057
Inventory Held for Resale	0	20,136	20,136
Property Taxes Receivable	92,845,179	0	92,845,179
Deferred Charges	580,365	0	580,365
Nondepreciable Capital Assets	8,121,818	0	8,121,818
Depreciable Capital Assets, Net	62,957,611	303,383	63,260,994
<i>Total Assets</i>	<u>187,295,326</u>	<u>1,554,441</u>	<u>188,849,767</u>
Liabilities			
Accounts Payable	1,695,856	3,193	1,699,049
Contracts Payable	174,992	0	174,992
Accrued Wages and Benefits	9,326,797	45,705	9,372,502
Intergovernmental Payable	5,165,915	125,211	5,291,126
Deferred Revenue	72,547,176	0	72,547,176
Accrued Interest Payable	227,469	0	227,469
Long-Term Liabilities:			
Due Within One Year	6,045,528	12,366	6,057,894
Due In More Than One Year	57,239,090	107,492	57,346,582
<i>Total Liabilities</i>	<u>152,422,823</u>	<u>293,967</u>	<u>152,716,790</u>
Net Assets			
Invested in Capital Assets, Net of Related Debt	17,993,627	303,383	18,297,010
Restricted for:			
Capital Projects	1,353,556	0	1,353,556
Debt Service	528,534	0	528,534
Public School Support	459,064	0	459,064
Local Grants	440,759	0	440,759
District Managed Student Activities	328,023	0	328,023
Auxiliary Services	452,574	0	452,574
Miscellaneous State Grants	111,872	0	111,872
Title VI-B Grant	67,181	0	67,181
Title I Grant	229,380	0	229,380
Other Purposes	228,419	0	228,419
Unrestricted	12,679,514	957,091	13,636,605
<i>Total Net Assets</i>	<u>\$34,872,503</u>	<u>\$1,260,474</u>	<u>\$36,132,977</u>

See accompanying notes to the basic financial statements

Parma City School District
Statement of Activities
For the Fiscal Year Ended June 30, 2008

	Program Revenues			
	Expenses	Charges for Services and Sales	Operating Grants, Contributions, and Interest	Capital Grants and Contributions
Governmental Activities				
Instruction:				
Regular	\$62,591,363	\$2,327,421	\$742,751	\$0
Special	18,650,354	652,409	4,553,371	0
Vocational	3,499,530	145,241	4,949	0
Adult/Continuing	117,571	531	111,600	0
Support Services:				
Pupils	8,416,014	293,452	1,161,216	0
Instructional Staff	6,381,186	172,741	2,014,166	0
Board of Education	1,118,628	43,602	666	0
Administration	11,526,294	449,156	819,951	0
Fiscal	2,753,764	106,265	1,622	1,757
Business	1,690,228	48,349	738	7,968
Operation and Maintenance of Plant	17,583,975	470,177	52,056	47,350
Pupil Transportation	6,920,614	277,965	2,787,331	44,722
Central	2,184,176	83,828	43,380	0
Operation of Non-Instructional Services	4,282,128	1,066	4,480,637	0
Extracurricular Activities	3,425,550	1,017,867	7,696	0
Interest and Fiscal Charges	2,317,695	0	0	0
<i>Total Governmental Activities</i>	<u>153,459,070</u>	<u>6,090,070</u>	<u>16,782,130</u>	<u>101,797</u>
Business-Type Activities				
Food Service	3,622,039	2,326,781	1,332,600	0
Adult Continuing Education	114,898	77,954	19,410	0
Extended Day Care/Preschool	1,310,755	1,284,827	121,577	0
<i>Total Business-Type Activities</i>	<u>5,047,692</u>	<u>3,689,562</u>	<u>1,473,587</u>	<u>0</u>
Totals	<u><u>\$158,506,762</u></u>	<u><u>\$9,779,632</u></u>	<u><u>\$18,255,717</u></u>	<u><u>\$101,797</u></u>

General Revenues

Property Taxes Levied for:
General Purposes
Debt Service
Capital Projects
Grants and Entitlements not
Restricted to Specific Programs
Investment Earnings
Miscellaneous

Total General Revenues

Transfers

Total General Revenues and Transfers

Change in Net Assets

Net Assets Beginning of Year

Net Assets End of Year

See accompanying notes to the basic financial statements

Net (Expense) Revenue and Changes in Net Assets		
Governmental Activities	Business-Type Activities	Total
(\$59,521,191)	\$0	(\$59,521,191)
(13,444,574)	0	(13,444,574)
(3,349,340)	0	(3,349,340)
(5,440)	0	(5,440)
(6,961,346)	0	(6,961,346)
(4,194,279)	0	(4,194,279)
(1,074,360)	0	(1,074,360)
(10,257,187)	0	(10,257,187)
(2,644,120)	0	(2,644,120)
(1,633,173)	0	(1,633,173)
(17,014,392)	0	(17,014,392)
(3,810,596)	0	(3,810,596)
(2,056,968)	0	(2,056,968)
199,575	0	199,575
(2,399,987)	0	(2,399,987)
(2,317,695)	0	(2,317,695)
<u>(130,485,073)</u>	<u>0</u>	<u>(130,485,073)</u>
0	37,342	37,342
0	(17,534)	(17,534)
0	95,649	95,649
<u>0</u>	<u>115,457</u>	<u>115,457</u>
<u>(130,485,073)</u>	<u>115,457</u>	<u>(130,369,616)</u>
86,009,810	0	86,009,810
2,846,136	0	2,846,136
2,860,787	0	2,860,787
32,989,823	0	32,989,823
1,525,954	0	1,525,954
881,252	13,175	894,427
127,113,762	13,175	127,126,937
(20,000)	20,000	0
<u>127,093,762</u>	<u>33,175</u>	<u>127,126,937</u>
(3,391,311)	148,632	(3,242,679)
<u>38,263,814</u>	<u>1,111,842</u>	<u>39,375,656</u>
<u>\$34,872,503</u>	<u>\$1,260,474</u>	<u>\$36,132,977</u>

Parma City School District

Balance Sheet

Governmental Funds

June 30, 2008

	General	Bond Retirement Debt Service	Permanent Improvement Capital Projects	Building Capital Projects	Other Governmental Funds
Assets					
Equity in Pooled Cash and Cash Equivalents	\$12,505,449	\$510,854	\$3,126,925	\$255,749	\$2,865,798
Accounts Receivable	914,283	0	7,852	0	4,996
Accrued Interest Receivable	45,607	0	247	461	2,094
Intergovernmental Receivable	3,667	0	0	0	1,708,482
Prepaid Items	95,627	0	0	0	0
Interfund Receivable	4,389,517	0	0	0	0
Materials and Supplies Inventory	319,057	0	0	0	0
Property Taxes Receivable	87,052,833	3,643,574	2,148,772	0	0
<i>Total Assets</i>	<u>\$105,326,040</u>	<u>\$4,154,428</u>	<u>\$5,283,796</u>	<u>\$256,210</u>	<u>\$4,581,370</u>
Liabilities and Fund Balances					
Liabilities					
Accounts Payable	\$786,528	\$0	\$305,652	\$0	\$603,676
Contracts Payable	480	0	164,504	10,008	0
Accrued Wages and Benefits	8,820,471	0	1,833	0	504,493
Intergovernmental Payable	4,834,552	0	4,562	0	326,801
Interfund Payable	0	617,823	1,840,748	0	1,507,741
Deferred Revenue	75,646,125	3,144,662	1,851,400	0	949,988
<i>Total Liabilities</i>	<u>90,088,156</u>	<u>3,762,485</u>	<u>4,168,699</u>	<u>10,008</u>	<u>3,892,699</u>
Fund Balances					
Reserved for Encumbrances	1,351,764	0	114,035	144,988	347,757
Reserved for Property Taxes	11,709,615	498,912	293,731	0	0
Unreserved, Undesignated (Deficit)					
Reported in:					
General Fund	2,176,505	0	0	0	0
Special Revenue Funds	0	0	0	0	1,083,553
Debt Service Fund	0	(106,969)	0	0	0
Capital Projects Funds	0	0	707,331	101,214	(742,639)
<i>Total Fund Balances</i>	<u>15,237,884</u>	<u>391,943</u>	<u>1,115,097</u>	<u>246,202</u>	<u>688,671</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$105,326,040</u>	<u>\$4,154,428</u>	<u>\$5,283,796</u>	<u>\$256,210</u>	<u>\$4,581,370</u>

See accompanying notes to the basic financial statements

Parma City School District
*Reconciliation of Total Governmental Fund Balances to
Net Assets of Governmental Activities
June 30, 2008*

Total Governmental Funds		Total Governmental Fund Balances	\$17,679,797
\$19,264,775		<i>Amounts reported for governmental activities in the statement of net assets are different because</i>	
927,131		Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds:	
48,409		Capital Assets, not being depreciated	8,121,818
1,712,149		Capital Assets, being depreciated	135,456,545
95,627		Accumulated Depreciation	<u>(72,498,934)</u>
4,389,517		Total	71,079,429
319,057		Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds:	
92,845,179		Delinquent Property Taxes	7,717,220
<u>\$119,601,844</u>		Grants	949,988
		Tuition and Fees	<u>377,791</u>
		Total	9,044,999
\$1,695,856		Unamortized issuance costs represent deferred charges, which do not provide current financial resources and, therefore, are not reported in the funds.	
174,992			580,365
9,326,797		In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.	
5,165,915			(227,469)
3,966,312		Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:	
81,592,175		General Obligation Bonds Payable	(340,000)
<u>101,922,047</u>		Notes Payable	(20,220,000)
		Premium on Notes	(128,258)
1,958,544		Loans Payable	(18,382,393)
12,502,258		Certificates of Participation Payable	(12,415,000)
		Discount on Certificates of Participation	84,015
		Capital Lease Payable	(2,392,789)
		Compensated Absences	<u>(9,490,193)</u>
		Total	<u>(63,284,618)</u>
		<i>Net Assets of Governmental Activities</i>	
			<u>\$34,872,503</u>

Parma City School District
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2008

	General	Bond Retirement Debt Service	Permanent Improvement Capital Projects	Building Capital Projects	Other Governmental Funds
Revenues					
Property Taxes	\$83,261,631	\$2,720,230	\$2,800,664	\$0	\$0
Intergovernmental	37,533,291	0	741,569	0	11,367,483
Interest	1,411,491	0	36,305	42,328	73,643
Tuition and Fees	2,045,771	0	0	0	0
Extracurricular Activities	209,862	0	0	0	853,325
Rentals	303,259	0	0	0	0
Charges for Services	2,485,820	0	0	0	124,001
Contributions and Donations	78,043	0	68,000	0	8,108
Miscellaneous	273,337	0	55,691	0	552,224
<i>Total Revenues</i>	<u>127,602,505</u>	<u>2,720,230</u>	<u>3,702,229</u>	<u>42,328</u>	<u>12,978,784</u>
Expenditures					
Current:					
Instruction:					
Regular	59,575,595	0	0	0	704,896
Special	16,736,322	0	0	0	2,047,915
Vocational	3,703,577	0	0	0	3,041
Adult/Continuing	9,528	0	0	0	109,284
Support Services:					
Pupils	7,371,935	0	0	0	1,181,361
Instructional Staff	4,477,366	0	0	0	2,089,412
Board of Education	1,116,321	0	0	0	0
Administration	11,315,760	0	0	0	845,375
Fiscal	2,750,331	0	0	0	0
Business	1,219,540	0	0	0	0
Operation and Maintenance of Plant	12,012,939	0	0	0	45,701
Pupil Transportation	6,652,175	0	0	0	57,385
Central	2,132,997	0	0	0	80,079
Operation of Non-Instructional Services	27,347	0	0	0	4,250,345
Extracurricular Activities	1,751,595	0	0	0	1,593,803
Capital Outlay	1,679,754	0	7,632,132	1,935,343	24,403
Debt Service:					
Principal Retirement	1,659,216	2,980,000	353,995	0	0
Interest and Fiscal Charges	891,075	806,903	536,899	0	0
<i>Total Expenditures</i>	<u>135,083,373</u>	<u>3,786,903</u>	<u>8,523,026</u>	<u>1,935,343</u>	<u>13,033,000</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(7,480,868)</u>	<u>(1,066,673)</u>	<u>(4,820,797)</u>	<u>(1,893,015)</u>	<u>(54,216)</u>
Other Financing Sources (Uses)					
Inception of Capital Lease	1,612,073	0	0	0	0
Sale of Capital Assets	20,510	0	0	0	0
Notes Issued	0	0	2,511,519	0	0
Transfers In	0	0	361,900	0	64,956
Transfers Out	(446,856)	0	0	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>1,185,727</u>	<u>0</u>	<u>2,873,419</u>	<u>0</u>	<u>64,956</u>
<i>Net Change in Fund Balances</i>	<u>(6,295,141)</u>	<u>(1,066,673)</u>	<u>(1,947,378)</u>	<u>(1,893,015)</u>	<u>10,740</u>
<i>Fund Balances Beginning of Year</i>	<u>21,533,025</u>	<u>1,458,616</u>	<u>3,062,475</u>	<u>2,139,217</u>	<u>677,931</u>
<i>Fund Balances End of Year</i>	<u>\$15,237,884</u>	<u>\$391,943</u>	<u>\$1,115,097</u>	<u>\$246,202</u>	<u>\$688,671</u>

See accompanying notes to the basic financial statements

Parma City School District
*Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
For the Fiscal Year Ended June 30, 2008*

Total Governmental Funds	Net Change in Fund Balances - Total Governmental Funds	(\$11,191,467)
	<i>Amounts reported for governmental activities in the statement of activities are different because</i>	
\$88,782,525	Governmental funds report capital outlays as expenditures.	
49,642,343	However, in the statement of activities, the cost of those assets	
1,563,767	are allocated over their estimated useful lives as depreciation	
2,045,771	expense. This is the amount by which capital outlay exceeded	
1,063,187	depreciation in the current period.	
303,259	Capital Asset Additions	7,455,340
2,609,821	Current Year Depreciation	(3,072,665)
154,151		
881,252	Total	4,382,675
147,046,076	Governmental funds only report the disposal of capital assets to	
	the extent proceeds are received from the sale. In the statement	
	of activities, a gain or loss is reported for each disposal.	(90,614)
	Revenues in the statement of activities that do not provide current	
	financial resources are not reported as revenues in the funds.	
60,280,491	Delinquent Property Taxes	2,934,208
18,784,237	Grants	39,443
3,706,618	Tuition and Fees	68,032
118,812		
8,553,296	Total	3,041,683
6,566,778	Repayment of bond, loan, and capital lease principal is an expenditure in	
1,116,321	the governmental funds, but the repayment reduces long-term	
12,161,135	liabilities in the statement of net assets.	4,993,211
2,750,331	Other financing sources in the governmental funds increase	
1,219,540	long-term liabilities in the statement of net assets.	
12,058,640	Energy Conservation Note	(2,511,519)
6,709,560	Compensated absences reported in the statement of activities do not	
2,213,076	require the use of current financial resources and therefore are not	
4,277,692	reported as an expenditure in governmental funds.	(320,389)
3,345,398	In the statement of activities, interest is accrued on outstanding debt.	
11,271,632	Debt premiums, debt discounts, and debt issuance costs are amortized	
4,993,211	over the term of the debt, whereas in governmental funds an interest	
2,234,877	expenditure is reported when due and premiums, discounts, and	
162,361,645	bond issuance costs are reported when the debt is due.	
(15,315,569)	Accrued Interest	(29,084)
	Amortization of Debt Premiums	16,032
1,612,073	Amortization of Debt Discounts	(8,401)
20,510	Amortization of Issuance Costs	(61,365)
2,511,519		
426,856	Total	(82,818)
(446,856)	Inception of a capital lease is an other financing source in the	
4,124,102	governmental funds, but increases liabilities in governmental	
	activities.	(1,612,073)
(11,191,467)	<i>Change in Net Assets of Governmental Activities</i>	<u><u>(\$3,391,311)</u></u>
28,871,264		
\$17,679,797		

Parma City School District
Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Revised Budget		
Revenues				
Property Taxes	\$78,599,879	\$83,119,495	\$83,636,256	\$516,761
Intergovernmental	35,129,877	37,138,842	37,529,624	390,782
Interest	1,492,279	1,577,963	1,587,760	9,797
Tuition and Fees	1,973,697	2,082,961	2,087,204	4,243
Extracurricular Activities	2,549,875	2,695,349	209,862	(2,485,487)
Rentals	286,847	303,289	304,669	1,380
Charges for Services	1,216,026	1,216,026	2,485,820	1,269,794
Contributions and Donations	90,557	91,396	78,043	(13,353)
Miscellaneous	270,891	289,133	218,193	(70,940)
<i>Total Revenues</i>	121,609,928	128,514,454	128,137,431	(377,023)
Expenditures				
Current:				
Instruction:				
Regular	60,987,354	60,444,158	59,629,216	814,942
Special	15,775,047	16,713,676	16,683,222	30,454
Vocational	3,745,376	3,867,708	3,828,102	39,606
Adult/Continuing	560,625	560,625	9,528	551,097
Support Services:				
Pupils	7,135,649	7,409,813	7,337,067	72,746
Instructional Staff	4,655,538	4,646,127	4,619,403	26,724
Board of Education	1,033,884	1,200,729	1,170,026	30,703
Administration	11,264,159	11,510,058	11,461,005	49,053
Fiscal	2,337,166	2,854,244	2,767,574	86,670
Business	1,314,243	1,315,701	1,191,388	124,313
Operation and Maintenance of Plant	13,911,163	13,436,493	12,389,334	1,047,159
Pupil Transportation	7,880,720	7,398,508	6,938,587	459,921
Central	2,594,540	2,680,992	2,504,494	176,498
Operation of Non-Instructional Services	25,228	28,485	27,450	1,035
Extracurricular Activities	1,858,347	1,864,451	1,757,710	106,741
Capital Outlay	190,595	221,189	159,337	61,852
Debt Service:				
Principal Retirement	1,570,245	1,570,245	1,570,245	0
Interest and Fiscal Charges	816,406	816,406	816,406	0
<i>Total Expenditures</i>	137,656,285	138,539,608	134,860,094	3,679,514
<i>Excess of Revenues Under Expenditures</i>	(16,046,357)	(10,025,154)	(6,722,663)	3,302,491
Other Financing Sources (Uses)				
Sale of Capital Assets	35,200	35,200	20,510	(14,690)
Advances In	0	0	816,826	816,826
Advances Out	(366,000)	(1,198,000)	(1,198,000)	0
Transfers Out	0	(447,668)	(446,856)	812
<i>Total Other Financing Sources (Uses)</i>	(330,800)	(1,610,468)	(807,520)	802,948
<i>Net Change in Fund Balance</i>	(16,377,157)	(11,635,622)	(7,530,183)	4,105,439
<i>Fund Balance Beginning of Year</i>	15,906,050	15,906,050	15,906,050	0
Prior Year Encumbrances Appropriated	2,307,998	2,307,998	2,307,998	0
<i>Fund Balance End of Year</i>	\$1,836,891	\$6,578,426	\$10,683,865	\$4,105,439

See accompanying notes to the basic financial statements

Parma City School District
Statement of Fund Net Assets
Enterprise Funds
June 30, 2008

Assets	
<i>Current Assets:</i>	
Equity in Pooled Cash and Cash Equivalents	\$1,447,801
Accounts Receivable	154,149
Intergovernmental Receivable	52,177
Inventory Held for Resale	20,136
	<hr/>
<i>Total Current Assets</i>	1,674,263
 <i>Noncurrent Assets:</i>	
Capital Assets, Net	303,383
	<hr/>
<i>Total Assets</i>	1,977,646
	<hr/>
Liabilities	
<i>Current Liabilities:</i>	
Accounts Payable	3,193
Accrued Wages and Benefits	45,705
Compensated Absences Payable	12,366
Intergovernmental Payable	125,211
Interfund Payable	423,205
	<hr/>
<i>Total Current Liabilities</i>	609,680
 <i>Long-Term Liabilities:</i>	
Compensated Absences Payable	107,492
	<hr/>
<i>Total Liabilities</i>	717,172
	<hr/>
Net Assets	
Invested in Capital Assets	303,383
Unrestricted	957,091
	<hr/>
<i>Total Net Assets</i>	\$1,260,474
	<hr/> <hr/>

See accompanying notes to the basic financial statements

Parma City School District
*Statement of Revenues,
Expenses and Changes in Fund Net Assets
Enterprise Funds
For the Fiscal Year Ended June 30, 2008*

Operating Revenues	
Tuition	\$1,361,900
Sales	2,327,662
Miscellaneous	13,175
	3,702,737
 <i>Total Operating Revenues</i>	
 Operating Expenses	
Salaries	2,039,324
Fringe Benefits	880,925
Purchased Services	350,564
Materials and Supplies	129,069
Cost of Sales	1,610,962
Depreciation	25,345
Other	11,503
	5,047,692
 <i>Total Operating Expenses</i>	
 <i>Operating Loss</i>	 (1,344,955)
 Non-Operating Revenues	
Operating Grants	1,473,587
	128,632
 <i>Income Before Transfers</i>	
Transfer In	20,000
	148,632
 <i>Change in Net Assets</i>	
 <i>Net Assets Beginning of Year</i>	 1,111,842
	\$1,260,474
	\$1,260,474

See accompanying notes to the basic financial statements

Parma City School District
Statement of Cash Flows
Enterprise Funds
For the Fiscal Year Ended June 30, 2008

Increase (Decrease) in Cash and Cash Equivalents

Cash Flows from Operating Activities

Cash Received from Customers	\$3,620,974
Other Cash Receipts	5,853
Cash Payments to Employees for Services	(2,033,231)
Cash Payments for Employee Benefits	(853,748)
Cash Payments for Goods and Services	(2,072,138)
Other Cash Payments	(11,503)

<i>Net Cash Used for Operating Activities</i>	<u>(1,343,793)</u>
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Cash Flows from Noncapital

Financing Activities

Operating Grants Received	1,719,541
Advances Out	(23,685)
Transfers In	20,000

<i>Net Cash Provided by Noncapital Financing Activities</i>	<u>1,715,856</u>
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**Cash Flows from Capital and
Related Financing Activities**

Payments for Capital Acquisitions	<u>(201,529)</u>
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<i>Net Increase in Cash and Cash Equivalents</i>	170,534
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<i>Cash and Cash Equivalents Beginning of Year</i>	<u>1,277,267</u>
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<i>Cash and Cash Equivalents End of Year</i>	<u><u>\$1,447,801</u></u>
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(continued)

Parma City School District
Statement of Cash Flows
Enterprise Funds (continued)
For the Fiscal Year Ended June 30, 2008

**Reconciliation of Operating Loss to Net Cash
Used for Operating Activities**

Operating Loss	(\$1,344,955)
Adjustments:	
Depreciation	25,345
(Increase) Decrease in Assets:	
Accounts Receivable	(75,910)
Inventory Held for Resale	(1,614)
Increase (Decrease) in Liabilities:	
Accounts Payable	(1,940)
Accrued Wages and Benefits	6,092
Compensated Absences Payable	18,905
Intergovernmental Payable	30,284
	<hr/>
<i>Net Cash Used for Operating Activities</i>	<u><u>(\$1,343,793)</u></u>

See accompanying notes to the basic financial statements

Parma City School District
Statement of Fiduciary Assets and Liabilities
Agency Funds
June 30, 2008

Assets

Equity in Pooled Cash and Cash Equivalents	<u>\$1,243,792</u>
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Liabilities

Undistributed Monies	\$757,953
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Due to Students	<u>485,839</u>
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<i>Total Liabilities</i>	<u>\$1,243,792</u>
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See accompanying notes to the basic financial statements

Parma City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2008

Note 1 - Description of the School District and Reporting Entity

Parma City School District (School District) is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio.

The School District operates under a locally-elected five-member Board form of government and provides educational services as mandated by state and federal agencies. This Board of Education controls the School District's twenty-four instructional/support facilities staffed by 814 noncertified and 936 certificated full time teaching personnel who provide services to 12,874 students and other community members.

Reporting Entity

A reporting entity is comprised of the primary government, component units and other organizations that are included to ensure 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 Parma City School District, this includes general operations, food service, adult continuing education, preschool and student related activities of the School District. The following activities are also included within the reporting entity.

Nonpublic Schools Within the School District boundaries, Bethany Lutheran, Community Elementary, Parma Heights Christian Academy and Bethel Christian Academy are operated independently, whereas Holy Family, Incarnate Word Academy, Holy Name High School, St. Anthony of Padua, St. Bridget, St. Charles, St. Columbkille, St. Francis de Sales, St. John Bosco, Padua Franciscan High School and St. Josaphat are operated through the Cleveland Catholic Diocese. Current State legislation provides funding to these nonpublic schools. These monies are received and disbursed on behalf of the nonpublic schools by the Treasurer of the School District, as directed by the nonpublic schools. These transactions are reported as a special revenue fund and a governmental activity 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 for the organization. The School District does not have any component units.

The following entities which perform activities within the School District boundaries for the benefit of its residents are excluded from the accompanying financial statements because the School District is not financially accountable for these entities nor are they fiscally dependent on the School District.

Cities of Parma, Parma Heights and Seven Hills The city governments of Parma, Parma Heights and Seven Hills are separate bodies politic and corporate. A mayor and council are elected independent of any School District relationships and administer the provision of traditional City services. Council acts as the taxing and budgeting authority for these City services.

Parent Teacher Association The School District is not involved in the budgeting or management, is not responsible for any debt and has no influence over the organization.

Parma City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2008

The School District participates in three jointly governed organizations. These organizations are the Lakeshore Northeast Ohio Computer Association, the Northeast Ohio Network for Educational Technology and Ohio Schools Council Association, all jointly governed organizations. These organizations are discussed in Note 15 of the basic financial statements.

Note 2 - Summary of Significant Accounting Policies

The financial statements of Parma 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 governmental and business-type activities and to its enterprise funds unless those pronouncements conflict with or contradict GASB pronouncements. The School District has elected not to apply FASB statements and interpretations issued after November 30, 1989, to its business-type activities and enterprise funds. The more significant of the School District's accounting policies are described below.

A. Basis of Presentation

The School District's basic financial statements consist of government-wide statements, including a statement of net assets and a statement of activities and fund financial statements which provide a more detailed level of financial information.

Government-wide Financial Statements The statement of net assets and the statement of activities display information about the School District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the School District that are governmental and those that are considered business-type activities.

The statement of net assets presents the financial condition of the governmental and business-type activities of the School District at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the School District's governmental activities and for three business-type activities of the School District. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program. Revenues which are not classified as program revenues are presented as general revenues of the School District, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the School District.

Fund Financial Statements During the year, the School District segregates transactions related to certain School District functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the School District at this more detailed level. The focus of governmental and enterprise fund financial statements is on major funds. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. The fiduciary funds are reported by type.

Parma City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2008

B. Fund Accounting

The School District uses funds to maintain its financial records during the year. A fund is defined as a fiscal and accounting entity with a self balancing set of accounts. The funds of the School District are divided into three categories: governmental, proprietary and fiduciary.

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

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.

Bond Retirement Debt Service Fund The bond retirement fund is used to account for the accumulation of property tax revenues for, and the payment of, general obligation bonds issued for energy conservation.

Permanent Improvement Capital Projects Fund The permanent improvement capital projects fund accounts for taxes and other revenue to be used for the acquisition, construction, or improvement of capital facilities other than those financed by proprietary funds.

Building Capital Projects Fund The building capital projects fund accounts for debt proceeds and other revenue to be used for the acquisition, construction, or improvement of capital facilities other than those financed by proprietary funds.

The other governmental funds of the School District account for grants and other resources whose use is restricted to a particular purpose.

Proprietary Fund Type Proprietary funds focus on the determination of operating income, changes in net assets, financial position and cash flows and are classified as either enterprise or internal service. The School District only has enterprise funds.

Enterprise Funds Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The School District's enterprise funds are used to account for food service operations, adult continuing education operations and extended daycare/preschool operations.

Fiduciary Fund Type Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the School District under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the School District's own programs. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The School District's only fiduciary funds are agency funds which reflect resources that either belong to the student bodies of the various schools for student activities or that are withheld from part-time employees' paychecks for insurance.

Parma City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2008

C. Measurement Focus

Government-wide Financial Statements The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the School District are included on the statement of net assets. The statement of activities presents increases (i.e. revenues) and decreases (i.e. expenses) in total net assets.

Fund Financial Statements All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

Like the government-wide statements, all proprietary fund types are accounted for on a flow of economic resources measurement focus. All assets and all liabilities associated with the operation of these funds are included on the statement of net assets. The statement of revenues, expenses and changes in fund net assets presents increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The statement of cash flows provides information about how the School District finances and meets the cash flow needs of its proprietary activities.

D. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements and the statements presented for the proprietary and fiduciary funds are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures.

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

Nonexchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied (see Note 7). Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted; matching requirements, in which the School District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Parma City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2008

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

Deferred Revenue Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

Property taxes for which there is an enforceable legal claim as of June 30, 2008, but which were levied to finance fiscal year 2009 operations, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

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

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

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

E. Cash and Cash Equivalents

To improve cash management, cash received by the School District is pooled. Monies for all funds are maintained in this pool. Individual fund integrity is maintained through School District records. Interest in the pool is presented as "equity in pooled cash and cash equivalents."

At June 30, 2008, investments were limited to STAROhio. STAROhio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAROhio 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 STAROhio are valued at STAROhio's share price which is the price the investment could be sold for on June 30, 2008.

Following Ohio statutes, the Board of Education has, by resolution, identified the funds to receive an allocation of interest earnings. Interest revenue credited to the general fund during fiscal year 2008 amounted to \$1,411,491 which includes \$1,015,097 assigned from other School District funds.

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 presented on the financial statements as cash equivalents.

F. Inventory

Inventories are presented at cost on a first-in, first-out basis and are expended/expensed when used.

Inventories consist of purchased food and school supplies held for resale, and materials and supplies held for consumption.

Parma City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2008

G. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2008, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed.

H. Deferred Charges

On government-wide financial statements, debt issuance costs are deferred and amortized over the term of the bonds using the straight-line method since the results are not significantly different from the effective interest method. Debt issuance costs are reported as an expenditure on the governmental fund financial statements when incurred. Issuance costs are generally paid from the debt proceeds.

I. Capital Assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net assets but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net assets and in the respective funds.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. The School District was able to estimate the historical cost for the initial reporting of assets by backtrending (i.e., estimating the current replacement cost of the asset to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year.) Donated capital assets are recorded at their fair market values as of the date received. The School District maintains a capitalization threshold of one thousand dollars. The School District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not.

All reported capital assets except land and construction in progress are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

Description	Governmental Activities Estimated Lives	Business-Type Activities Estimated Lives
Land Improvements	20 years	N/A
Buildings and Improvements	20-50 years	10-30 years
Furniture and Equipment	5-15 years	10-15 years
Vehicles	10 years	10 years
Textbooks	5 years	N/A

Parma City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2008

J. Interfund Balances

On fund financial statements, receivables and payables resulting from short-term interfund loans and unpaid amounts for interfund services are classified as "interfund receivables/payables." These amounts are eliminated in the governmental and business-type activities columns of the statement of net assets, except for the net residual amounts due between governmental and business-type activities, which are presented as internal balances.

K. 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 employer 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 classified employees, certified employees and administrators after 14 years of current service with the School District.

L. Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgments, compensated absences, contractually required pension contributions and special termination benefits that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for the payment during the current fiscal year. Bonds, loans, and capital leases are recognized as a liability on the governmental fund financial statements when due.

M. Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net assets restricted for other purposes include student activities, special education, computer networking, and programs to help students prepare for the proficiency test.

The School District applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

Parma City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2008

N. 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 encumbrances and property taxes.

The reserve for property taxes represents taxes recognized as revenue under generally accepted accounting principles but not available for appropriation under State statute.

O. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the School District, these revenues are sales and fees for food service, adult continuing education and extended daycare/preschool programs. Operating expenses are necessary costs incurred to provide the good or service that are the primary activity of the fund. All revenue and expenses not meeting these definitions are reported as non-operating.

P. Contributions of Capital

Contributions of capital in proprietary fund financial statements arise from outside contributions of capital assets, or from grants or outside contributions of resources restricted to capital acquisition and construction.

Q. Internal Activity

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues. Internal allocations of overhead expenses from one function to another or within the same function are eliminated on the statement of activities. Interfund payments for services provided and used are not eliminated.

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after nonoperating revenues/expenses in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

R. 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.

Parma City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2008

S. Budgetary Data

All funds, other than agency funds, are legally required to be budgeted and appropriated. The major documents prepared are the tax budget, the appropriation resolution and the certificate of estimated resources, which are prepared on the budgetary basis of accounting. The tax budget demonstrates a need for existing or increased tax rates. The certificate of estimated resources establishes a limit on the amounts that the Board of Education may appropriate. The appropriation resolution is the Board's authorization to spend resources and set annual limits on expenditures plus encumbrances at a level of control selected by the Board. The legal level of control has been established by the Board of Education at the fund level. The Chief Financial Officer/Budget Director has been given the authority to allocate Board appropriations to the function and object levels.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the Chief Financial Officer/Budget Director. The amounts reported as the original budgeted amounts in the budgetary statements reflect the amounts in the certificate when the original appropriations were adopted. The amounts reported as the final budgeted amounts in the budgetary statements reflect the amounts in the amended certificate that were in effect at the time the final appropriations were passed by the Board of Education.

The appropriation resolution is subject to amendment by the Board throughout the year with the restriction that appropriations may not exceed estimated revenues by fund. The amounts reported as the original budgeted amounts reflect the first appropriation for that fund that covered the entire fiscal year, including amounts automatically carried over from prior fiscal years. The amounts reported as the final budgeted amounts represent the final appropriation amounts passed by the Board during the fiscal year.

Note 3 - Change in Accounting Principles

For fiscal year 2008, the School District has implemented Governmental Accounting Standards Board (GASB) Statement No. 45, "Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions", GASB Statement No. 48, "Sales and Pledges of Receivables and Future Revenues and Intra-Entity Transfers of Assets and Future Revenues", and GASB Statement No. 50, "Pension Disclosures".

GASB Statement No. 45 improves the relevance and usefulness of financial reporting by requiring systematic, accrual-basis measurement and recognition of OPEB costs over a period that approximates employees' years of service and providing information about actuarial accrued liabilities associated with OPEB and whether and to what extent progress is being made in funding the plan. An OPEB liability at transition was determined in accordance with this statement for both the STRS and the SERS post-employment healthcare plan in the amount of \$119,231 and \$556,873, respectively, which are the same as the previously reported liabilities.

GASB Statement No. 48 addresses how to account for the exchange of an interest in expected cash flows from collecting specific receivables or specific future revenues for immediate cash payments. The statement established criteria used to determine whether the transaction should be recorded as revenue or as a liability (a sale or a collateralized borrowing). The implementation of this statement did not result in any change to the financial statements.

GASB Statement No. 50 requires employers contributing to defined benefit pension plans to include the legal or contractual maximum contribution rates in the notes to the financial statements. The implementation of this statement did not result in any change to the financial statements.

Parma City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2008

Note 4 - Accountability

Fund balances at June 30, 2008, included the following individual fund deficits:

Special Revenue Funds	
Alternative Schools	(\$165,887)
Adult Basic Education	(2,436)
Vocational Education	(57,924)
Preschool Grants	(3,964)
Title VI-R	(57,365)
Capital Projects Fund	
Turf Replacement	(742,639)
Enterprise Fund	
Adult Continuing Education	(212,284)

The special revenue funds' deficits are due to adjustments for accrued liabilities. The general fund is liable for any deficit in these funds and provides operating transfers when cash is required, rather than when accruals occur. The capital project and enterprise funds' deficits are due to interfund payables to the general fund. These are due to the timing of receipts and will be repaid to the general fund once revenues are received.

Note 5 - Budgetary Basis of Accounting

While the School District is reporting financial position, results of operations and changes in fund balance on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The Statement of Revenues, Expenditures and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual, General Fund is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and 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 are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Encumbrances are treated as expenditures (budget basis) rather than as a reservation of fund balance (GAAP basis).
4. Unreported cash represents amounts received but not included as revenue on the budgetary statements, but which are reported on the operating statement prepared using GAAP.
5. Investments are reported at fair value (GAAP basis) rather than cost (budget basis).
6. Advances-In and Advances-Out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis).

Parma City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2008

The following tables summarize the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements on a fund type basis for the general fund.

Net Change in Fund Balance	
GAAP Basis	(\$6,295,141)
Net Adjustment for Revenue Accruals	(969,280)
Advances In	816,826
Beginning Fair Value Adjustment for Investments	(107,867)
Net Adjustment for Expenditure Accruals	2,044,863
Advances Out	(1,198,000)
Adjustment for Encumbrances	<u>(1,821,584)</u>
Budget Basis	<u><u>(\$7,530,183)</u></u>

Note 6 - Deposits and Investments

Monies held by the School District are classified by State statute into three categories.

Active monies are public monies determined to be necessary to meet current demands upon the School District treasury. Active 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 that the Board has identified as not required for use within the current five year period of designation of depositories. Inactive deposits must either be evidenced by certificates of deposit maturing not later than the end of the current period of designation of depositories, or by savings or deposit accounts including, but not limited to, passbook accounts.

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

Interim monies held by the School District can 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;

Parma City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2008

4. Bonds and other obligations of the State of Ohio;
5. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;
6. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2);
7. The State Treasurer's investment pool (STAROhio); and
8. Commercial paper and banker's acceptances if training requirements have been met.

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. Investments may only be made through specified dealers and institutions.

Deposits

Custodial Credit Risk. Custodial credit risk for deposits is the risk that in the event of bank failure, the School District will not be able to recover deposits or collateral securities that are in the possession of an outside party. At fiscal year end, \$3,609,387 of the School District's bank balance of \$3,909,387 was exposed to custodial credit risk because it was uninsured and uncollateralized. Although the securities were held by the pledging financial institutions' trust department and all 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 has no deposit policy for custodial risk beyond the requirements of State statute. Ohio law requires that deposits be either insured or be protected by eligible securities pledged to and deposited either with the School District or a qualified trustee by the financial institution as security for repayment, or by a collateral pool of eligible securities deposited with a qualified trustee and pledged to secure the repayment of all public monies deposited in the financial institution whose market value at all times shall be at least one hundred five percent of the deposits being secured.

Investments

As of June 30, 2008, the School District only had an investment of \$19,695,227 in STAROhio, the State Treasurer's Investment Pool. This investment has an average maturity of 53.8 days.

Interest Rate Risk. The School District has no investment policy that addresses interest rate risk. State statute requires that an investment mature within five years from the date of purchase, unless matched to a specific obligation or debt of the School District, and that an investment must be purchased with the expectation that it will be held to maturity.

Credit Risk. STAROhio carries a rating of AAAM by Standard and Poor's. Ohio law requires that STAROhio maintain the highest rating provided by at least one nationally recognized standard rating service. The School District has no policy regarding credit risk other than statutory guidelines which limit investment choices.

Parma City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2008

Note 7 - Property Taxes

Property taxes are levied and assessed on a calendar year basis while the School District fiscal year runs from July through June. First half tax collections are received by the School District in the second half of the fiscal year. Second half tax distributions occur in the first half of the following fiscal year.

Property taxes include amounts levied against all real, public utility and tangible personal property (used in business) located in the School District. Real property tax revenue received in calendar 2008 represents collections of calendar year 2007 taxes. Real property taxes received in calendar year 2008 were levied after April 1, 2007, on the assessed value listed as of January 1, 2007, the lien date. Assessed values for real property taxes are established by State law at thirty-five percent of appraised market 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.

Public utility property tax revenue received in calendar 2008 represents collections of calendar year 2007 taxes. Public utility real and tangible personal property taxes received in calendar year 2008 became a lien December 31, 2006, were levied after April 1, 2007 and are collected in 2008 with real property taxes. Public utility real property is assessed at thirty-five percent of true value; public utility tangible personal property currently is assessed at varying percentages of true value.

Tangible personal property tax revenue received during calendar 2008 (other than public utility property) represents the collection of 2008 taxes. Tangible personal property taxes received in calendar year 2008 were levied after April 1, 2007, on the value as of December 31, 2007. The tangible personal property tax is being phased out – the assessment percentage for all property including inventory for 2008 is 6.25 percent. This will be reduced to zero for 2009. Payments by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable by September 20. Tangible personal property taxes paid by April 30 are usually received by the School District prior to June 30. This year, the June 2008 tangible personal property tax settlement was not received until July 2008.

The School District receives property taxes from Cuyahoga 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, 2008, are available to finance fiscal year 2008 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable includes real property, public utility property and tangible personal property taxes which are measurable as of June 30, 2008 and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the amount of real property taxes available as an advance at June 30 and the personal property tax settlements were levied to finance current fiscal year operations and are reported as revenue at fiscal year end. The portion of the receivable not levied to finance current fiscal year operations is offset by a credit to deferred revenue.

The amount available as an advance at June 30, 2008 was \$11,709,615 in the general fund, \$498,912 in the bond retirement debt service fund, and \$293,731 in the permanent improvement capital projects fund. The amount available as an advance at June 30, 2007, was \$11,954,664 in the general fund, \$485,852 in the bond retirement debt service fund and \$323,409 in the permanent improvement capital projects fund.

The late tax settlement made by the County for fiscal year 2008 was \$74,883 in the general fund and \$3,641 in the permanent improvement capital projects fund.

Parma City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2008

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

The assessed values upon which the fiscal year 2008 taxes were collected are:

	2007 Second Half Collections		2008 First Half Collections	
	Amount	Percent	Amount	Percent
Agricultural/Residential and Other Real Estate	\$2,450,547,260	95.99 %	\$2,449,104,240	97.70 %
Public Utility Personal	39,949,200	1.56	26,351,330	1.05
Tangible Personal Property	62,555,744	2.45	31,277,872	1.25
Total	\$2,553,052,204	100.00 %	\$2,506,733,442	100.00 %
Tax rate per \$1,000 of assessed valuation	\$64.70		\$64.70	

The School District issued debt in anticipation of tax revenue from the permanent improvement levy. Each year, tax revenues are allocated from the permanent improvement capital projects fund to the bond retirement debt service fund in an amount that is sufficient to pay the debt principal and interest payments.

Note 8 - Capital Assets

Capital asset activity for the fiscal year ended June 30, 2008, was as follows:

	Balance 6/30/2007	Additions	Deletions	Balance 6/30/2008
Governmental Activities				
<i>Capital Assets, not being depreciated:</i>				
Land	\$5,096,730	\$0	\$0	5,096,730
Construction in Progress	3,419,716	3,025,088	(3,419,716)	3,025,088
<i>Total Capital Assets, not being depreciated</i>	<u>8,516,446</u>	<u>3,025,088</u>	<u>(3,419,716)</u>	<u>8,121,818</u>
<i>Capital Assets, being depreciated:</i>				
Land Improvements	13,126,225	1,702,321	0	14,828,546
Buildings and Improvements	93,502,595	2,027,904	(145,676)	95,384,823
Furniture and Equipment	11,831,387	3,457,813	(162,415)	15,126,785
Vehicles	6,905,889	661,930	(370,337)	7,197,482
Textbooks	5,485,137	0	(2,566,228)	2,918,909
<i>Total Capital Assets, being depreciated</i>	<u>130,851,233</u>	<u>7,849,968</u>	<u>(3,244,656)</u>	<u>135,456,545</u>
Less Accumulated Depreciation:				
Land Improvements	(5,045,885)	(526,907)	0	(5,572,792)
Buildings and Improvements	(49,393,223)	(1,310,396)	67,015	(50,636,604)
Furniture and Equipment	(8,294,041)	(808,150)	150,462	(8,951,729)
Vehicles	(4,362,025)	(427,212)	370,337	(4,418,900)
Textbooks	(5,485,137)	0	2,566,228	(2,918,909)
<i>Total Accumulated Depreciation</i>	<u>(72,580,311)</u>	<u>(3,072,665)*</u>	<u>3,154,042</u>	<u>(72,498,934)</u>
Total Capital Assets, being depreciated, net	<u>58,270,922</u>	<u>4,777,303</u>	<u>(90,614)</u>	<u>62,957,611</u>
Governmental Activities Capital Assets, Net	<u>\$66,787,368</u>	<u>\$7,802,391</u>	<u>(\$3,510,330)</u>	<u>\$71,079,429</u>

Parma City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2008

* Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	\$1,619,808
Special	38,603
Vocational	31,416
Adult/Continuing	914
Support Services:	
Pupils	60,591
Instructional Staff	22,303
Board of Education	1,926
Administration	137,664
Fiscal	8,166
Business	149,260
Operation and Maintenance of Plant	436,092
Pupil Transportation	286,843
Central	9,595
Operation of Non-Instructional Services	45,827
Extracurricular Activities	223,657
Total Depreciation Expense	\$3,072,665

	Balance 6/30/2007	Additions	Deletions	Balance 6/30/2008
Business-Type Activities				
Buildings and Improvements	\$8,000	\$1,800	\$0	\$9,800
Furniture and Equipment	1,493,565	203,760	(25,250)	1,672,075
Vehicles	23,132	0	0	23,132
Totals at Historical Cost	1,524,697	205,560	(25,250)	1,705,007
Less Accumulated Depreciation:				
Buildings and Improvements	(1,360)	(178)	0	(1,538)
Furniture and Equipment	(1,388,042)	(22,854)	21,219	(1,389,677)
Vehicles	(8,096)	(2,313)	0	(10,409)
Total Accumulated Depreciation	(1,397,498)	(25,345) **	21,219	(1,401,624)
Business-Type Activities Capital Asset, Net	\$127,199	\$180,215	(\$4,031)	\$303,383

** Depreciation expense was charged to business-type activities as follows:

Food Service	\$18,945
Adult Continuing Education	1,047
Extended Daycare/Preschool	5,353
Total Depreciation Expense	\$25,345

Parma City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2008

Note 9 - Receivables

Receivables at June 30, 2008, consisted of taxes, accounts (rent and tuition), interfund and intergovernmental grants. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current fiscal year guarantee of federal funds. All receivables except for delinquent property taxes and certain interfund receivables are expected to be collected within one year. Property taxes, although ultimately collectible, include some portion of delinquencies that will not be collected within one year.

A summary of the principal items of governmental activities intergovernmental receivables follows:

Governmental Activities	Amounts
Title VI-B	\$472,310
Title I	425,335
Other Grants	379,018
Title VI-R	103,567
Vocational Education	82,424
Auxiliary Services	72,038
Other Special Revenue	54,401
Preschool Grant	32,378
Title V	28,275
State Grants	26,342
Alternative Schools	16,668
Adult Basic Education	14,467
General	3,667
Drug Free Schools	1,259
Total Governmental Activities	\$1,712,149

Business-type activities had intergovernmental receivables in the amount of \$52,177, all of which was receivable in the food service fund.

Note 10 - 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. At June 30, 2008, the School District contracted with the following insurance companies:

Company	Type of Coverage	Limit	Deductible
Indiana Insurance Company	Auto Liability	\$1,000,000	\$1,000
	Comprehensive General Liability		
	General Liability	1,000,000	N/A
	Personal Injury	1,000,000	N/A
	General Aggregate	2,000,000	N/A
	Errors and Omissions	1,000,000	25,000
	School Leaders' Error and Omissions	1,000,000	10,000
	Property Coverage		
Blanket Building and Contents	261,174,160	25,000	

Parma City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2008

Settled claims have not exceeded this commercial coverage in any of the past three years and there have been no significant reductions in insurance coverage from last year.

The School District pays the State Workers' Compensation System a premium based on a rate per \$100 of salaries. This rate is calculated based on accident history and administrative costs.

Note 11 - Defined Benefit Pension Plans

A. School Employee Retirement System

Plan Description - The School District contributes to the School Employees Retirement System (SERS), a cost-sharing multiple employer pension plan. SERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the School Employees Retirement System, 300 East Broad Street, Suite 100, Columbus, OH 43215-3746.

Funding Policy - Plan members are required to contribute 10 percent of their annual covered salary and the School District is required to contribute at an actuarially determined rate. The current School District rate is 14 percent of annual covered payroll. A portion of the School District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for fiscal year 2008, 9.16 percent of annual covered salary was the portion used to fund pension obligations. The contribution requirements of plan members and employers are established and may be amended by the SERS' Retirement Board up to a statutory maximum amount of 10 percent for plan members and 14 percent for employers. Chapter 3309 of the Ohio Revised Code provides statutory authority for member and employer contributions. The School District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2008, 2007 and 2006 were \$1,876,640, \$1,926,593, and \$1,762,464, respectively; 43.10 percent has been contributed for fiscal year 2008 and 100 percent for fiscal years 2007 and 2006.

B. State Teachers Retirement System

Plan Description - The School District participates in the State Teachers Retirement System of Ohio (STRS Ohio), a cost-sharing, multiple employer public employee retirement plan. STRS Ohio provides retirement and disability benefits to members and death and survivor benefits to beneficiaries. STRS Ohio issues a stand-alone financial report that may be obtained by writing to STRS Ohio, 275 East Broad Street, Columbus, OH 43215-3771, by calling (888) 227-7877, or by visiting the STRS Ohio Web site at www.strsoh.org.

New members have a choice of three retirement plans, a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. The DB plan offers an annual retirement allowance based on final average salary times a percentage that varies based on years of service, or an allowance based on a member's lifetime contributions and earned interest matched by STRS Ohio funds divided by an actuarially determined annuity factor. The DC Plan allows members to place all their member contributions and employer contributions equal to 10.5 percent of earned compensation into an investment account. Investment decisions are made by the member. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The member may elect to receive a lifetime monthly annuity or a lump sum withdrawal. The Combined Plan offers features of both the DC Plan and the DB Plan. In the Combined Plan, member contributions are invested by the member, and employer

Parma City School District
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contributions are used to fund the defined benefit payment at a reduced level from the regular DB Plan. The DB portion of the Combined Plan payment is payable to a member on or after age 60; the DC portion of the account may be taken as a lump sum or converted to a lifetime monthly annuity at age 50. Benefits are established by Chapter 3307 of the Ohio Revised Code.

A DB or Combined Plan member with five or more years credited service who becomes disabled may qualify for a disability benefit. Eligible spouses and dependents of these active members who die before retirement may qualify for survivor benefits. Members in the DC Plan who become disabled are entitled only to their account balance. If a member of the DC Plan dies before retirement benefits begin, the member's designated beneficiary is entitled to receive the member's account balance.

Funding Policy - For the fiscal year ended June 30, 2008, plan members were required to contribute 10 percent of their annual covered salaries. The School District was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations. For fiscal year 2007, the portion used to fund pension obligations was also 13 percent. Contribution rates are established by the State Teachers Retirement Board, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions.

The School District's required contributions for pension obligations to STRS Ohio for the fiscal years ended June 30, 2008, 2007, and 2006 were \$8,592,035, \$8,244,660, and \$8,251,789, respectively; 80.94 percent has been contributed for fiscal year 2008 and 100 percent for fiscal years 2007 and 2006. Contributions to the DC and Combined Plans for fiscal year 2008 were \$94,994 made by the School District and \$258,852 made by the plan members.

Note 12 - Postemployment Benefits

A. School Employee Retirement System

Plan Description - The School District participates in two cost-sharing multiple employer defined benefit OPEB plans administered by the School Employees Retirement System for non-certificated retirees and their beneficiaries, a Health Care Plan and a Medicare Part B Plan. The Health Care Plan includes hospitalization and physicians' fees through several types of plans including HMO's, PPO's and traditional indemnity plans as well as a prescription drug program. The Medicare Part B Plan reimburses Medicare Part B premiums paid by eligible retirees and beneficiaries up to a statutory limit. Benefit provisions and the obligations to contribute are established by the System based on authority granted by State statute. The financial reports of both Plans are included in the SERS Comprehensive Annual Financial Report which is available by contacting SERS at 300 East Broad Street, Suite 100, Columbus, OH 43215-3746.

Funding Policy - State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required benefits, the Retirement Board allocates the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund. The Health Care Fund was established and is administered in accordance with Internal Revenue Code Section 401h. For 2008, 4.18 percent of covered payroll was allocated to health care. In addition, employers pay a surcharge for employees earning less than an actuarially determined amount; for 2008, this amount was \$306,304.

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For the Fiscal Year Ended June 30, 2008

Active employee members do not contribute to the Health Care Plan. Retirees and their beneficiaries are required to pay a health care premium that varies depending on the plan selected, the number of qualified years of service, Medicare eligibility and retirement status.

The School District's contributions for health care for the fiscal years ended June 30, 2008, 2007, and 2006 were \$1,162,675, \$910,072, and \$874,977, respectively; 43.10 percent has been contributed for fiscal year 2008 and 100 percent for fiscal years 2007 and 2006.

The Retirement Board, acting with advice of the actuary, allocates a portion of the employer contribution to the Medicare B Fund. For 2008, this actuarially required allocation was 0.66 percent of covered payroll. The School District's contributions for Medicare Part B for the fiscal years ended June 30, 2008, 2007, and 2006 were \$135,216, \$131,008, and \$140,278, respectively; 43.10 percent has been contributed for fiscal year 2008 and 100 percent for fiscal years 2007 and 2006.

B. State Teachers Retirement System

Plan Description - The School District contributes to the cost sharing multiple employer defined benefit Health Plan administered by the State Teachers Retirement System of Ohio (STRS Ohio) for eligible retirees who participated in the defined benefit or combined pension plans offered by STRS Ohio. Benefits include hospitalization, physicians' fees, prescription drugs and reimbursement of monthly Medicare Part B premiums. The Plan is included in the report of STRS Ohio which may be obtained by visiting www.strsoh.org or by calling (888) 227-7877.

Funding Policy - Ohio law authorizes STRS Ohio to offer the Plan and gives the Retirement Board authority over how much, if any, of the health care costs will be absorbed by STRS Ohio. Active employee members do not contribute to the Plan. All benefit recipients pay a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions. For 2008, STRS Ohio allocated employer contributions equal to 1 percent of covered payroll to the Health Care Stabilization Fund. The School District's contributions for health care for the fiscal years ended June 30, 2008, 2007, and 2006 were \$660,926, \$634,205, and \$634,753, respectively; 80.94 percent has been contributed for fiscal year 2008 and 100 percent for fiscal years 2007 and 2006.

Note 13 - Other Employee Benefits

A. Compensated Absences

The criteria for determining vacation and sick leave benefits are derived from negotiated agreements and State laws. Classified employees and administrators who are on twelve month contracts earn up to twenty-five days of vacation per year, depending upon length of service. Accumulated unused vacation time is paid to classified employees and administrators who are on twelve month contracts upon termination of employment. Teachers and administrators who are not on a twelve month contract do not earn vacation time.

Teachers, administrators and classified employees earn sick leave at the rate of one and one-fourth days per month of service or fifteen days for each completed year of service. There is no limit on the maximum number of sick leave days that may be accumulated.

Upon retirement, certified employees with less than fourteen years of service with the School District are paid a sum equal to one-fourth of their unused sick leave balance times their daily rate up to a maximum accumulation of thirty days. Upon separation, certified employees with fourteen years of service or more with the School District, hired prior to May 1, 1996, receive a lump sum payment for their total

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accumulated sick leave balance times their daily rate, up to a maximum accumulation of sixty days. Any certified employee with a balance of greater than 150 days also receives an additional ten percent of accrued and unused sick leave above the 150 days. Certified employees with fourteen years of service or more, hired after May 1, 1996 who retire from employment, receive a lump sum payment for one-fourth of their accrued and unused sick leave times their daily rate up to a maximum accumulation of ninety-five days.

Classified employees with fourteen years of service or more with the School District are paid a sum upon separation (regardless of whether retiring) equal to the value of the percentages below, to a maximum of 82.5 days:

Accrued and Unused Sick Days	Maximum Days Paid Upon Separation
0 - 100 days at 30%	30.0
101 - 146 days at 50%	22.5
147 - 197 days at 75%	37.5
198 - 242 days at 100%	44.0
	134.0

B. Insurance Benefits

The School District provides life insurance and accidental death and dismemberment insurance through Anthem Life. Certified employees working two and one-half hours or more per day and administrators receive \$50,000 term life and accidental death and dismemberment coverage. Classified employees who work four to six hours per day receive \$20,000 coverage, and those who work six hours or more per day receive \$30,000 coverage for term life insurance and accidental death and dismemberment.

The School District also provides medical/surgical insurance and prescription drug coverage through Anthem Blue Cross and Blue Shield and Kaiser, and vision insurance through Anthem Blue Cross and Blue Shield, and dental insurance through MetLife to all eligible employees.

Note 14 - Long-Term Obligations

The original issue date, interest rate, original issue amount and date of maturity of each of the School District's bonds and note follows:

Debt Issue	Interest Rate	Original Issue Amount	Date of Maturity
Byers Field General Obligation Bonds - 1999	5.5400%	\$2,485,000	December 1, 2008
Construction Note - 2002	3.6036%	20,000,000	December 1, 2012
Construction Note - 2006	3.0000%	11,000,000	December 1, 2015
Energy Conservation Loan - 2003 (Phase IV)	3.0000-4.7500%	2,240,000	December 28, 2016
Energy Conservation Loan - 2004 (Phase V)	4.6000%	6,817,000	June 28, 2017
Energy Conservation Loan - 2004 (Phase VI)	4.3900%	5,477,606	April 23, 2019
Energy Conservation Loan - 2005 (Phase VII)	4.4900%	2,500,000	February 18, 2020
Energy Conservation Loan - 2006 (Phases VIII & IX)	4.3500%	3,458,570	May 31, 2021
Energy Conservation Loan - 2008 (Phase X)	4.2900%	2,511,519	July 30, 2022
Certificates of Participation - 2006	4.0000%	12,580,000	December 1, 2017

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Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2008

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

	Principal Outstanding 6/30/2007	Additions	(Reductions)	Principal Outstanding 6/30/2008	Amount Due in One Year
Governmental Activities:					
1999 Byers Field General Obligation Bonds	\$665,000	\$0	(\$325,000)	\$340,000	\$340,000
2002 Construction Note	13,020,000	0	(1,990,000)	11,030,000	2,050,000
2006 Construction Note	10,180,000	0	(990,000)	9,190,000	1,015,000
Unamortized Premium on Construction Note	144,290	0	(16,032)	128,258	0
2003 Energy Conservation Loan (Phase IV)	1,733,000	0	(142,000)	1,591,000	148,000
2004 Energy Conservation Loan (Phase V)	5,190,000	0	(435,000)	4,755,000	449,000
2004 Energy Conservation Loan (Phase VI)	4,647,524	0	(301,610)	4,345,914	314,996
2005 Energy Conservation Loan (Phase VII)	2,254,712	0	(131,059)	2,123,653	137,009
2006 Energy Conservation Loan (Phases VIII & IX)	3,290,883	0	(175,061)	3,115,822	182,758
2008 Energy Conservation Loan (Phase X)	0	2,511,519	(60,515)	2,451,004	124,952
2006 Certificates of Participation	12,580,000	0	(165,000)	12,415,000	180,000
Unamortized Discount on Certificates of Participation	(92,416)	0	8,401	(84,015)	0
Capital Lease	1,058,682	1,612,073	(277,966)	2,392,789	322,411
Compensated Absences	9,169,804	922,435	(602,046)	9,490,193	781,402
Total Governmental Activities	\$63,841,479	\$5,046,027	(\$5,602,888)	\$63,284,618	\$6,045,528
Business-Type Activities:					
Compensated Absences	\$100,953	\$21,837	(\$2,932)	\$119,858	\$12,366

On July 15, 1999, the School District issued bonds in the amount of \$2,485,000. The proceeds were used to repay the \$370,000 Byers Field bond anticipation note and the \$2,350,000 House Bill 264 Energy Conservation Note.

In December 2002, June 2003, April 2004, February 2005, May 2006, and July 2007 the School District issued energy conservation loans in the amounts of \$2,240,000, \$6,817,000, \$5,477,606, \$2,500,000, \$3,458,570, and \$2,511,519, respectively. The proceeds were used to renovate school facilities in order to improve energy conservation measures.

The 2002 construction note was used for the purpose of acquiring, constructing, enlarging and renovating certain property of the School District. This note will be repaid over 10 years.

The 2006 construction note was used for the purpose of providing for general permanent improvements of the School District. This note will be repaid over 11 years.

In June 2006, the School District entered a lease agreement with the Parma CSD Leasing Corporation for the purpose of constructing, furnishing, improving and equipping Parma Senior High School, Valley Forge Senior High School, Pleasant Valley Elementary School and Greenbriar Middle School. The Parma CSD Leasing Corporation entered an agreement with a trustee through which it assigned and transferred its rights, title, and interest under the lease to Huntington National Bank as Trustee. The Trustee issued Certificates of Participation in the lease agreement enabling holders of the Certificates to receive a portion of the semiannual lease payments. The Certificates of Participation will be repaid over 12 years. Principal payment began in fiscal year 2008.

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The note liability will be paid from the bond retirement fund. The certificates of participation will be paid from the permanent improvement capital projects fund. The general obligation bonds and energy conservation loans will be paid from the general fund. Capital leases will be paid from the general fund and permanent improvement fund. Compensated absences will be paid from the general fund and the food service, adult continuing education and extended daycare/preschool enterprise funds.

The School District's overall legal debt margin was \$222,085,086 with an unvoted debt margin of \$2,467,035 at June 30, 2008. Principal and interest requirements to retire the debt outstanding at June 30, 2008, are as follows:

Fiscal Year Ending June 30,	General Obligation Bonds		Construction Notes		Energy Conservation Loans	
	Principal	Interest	Principal	Interest	Principal	Interest
2009	\$340,000	\$9,435	\$3,065,000	\$711,389	\$1,356,716	\$791,045
2010	0	0	3,170,000	607,660	1,412,371	733,704
2011	0	0	3,275,000	484,156	1,471,518	673,953
2012	0	0	3,415,000	350,506	1,535,223	609,507
2013	0	0	3,540,000	218,563	1,602,552	542,232
2014-2018	0	0	3,755,000	242,338	8,272,861	1,582,683
2019-2023	0	0	0	0	2,731,153	211,368
Total	\$340,000	\$9,435	\$20,220,000	\$2,614,612	\$18,382,394	\$5,144,492

Fiscal Year Ending June 30,	Certificates of Participation		Total	
	Principal	Interest	Principal	Interest
2009	\$180,000	\$488,025	\$4,941,716	\$1,999,894
2010	180,000	480,825	4,762,371	1,822,189
2011	190,000	473,425	4,936,518	1,631,534
2012	200,000	465,625	5,150,223	1,425,638
2013	210,000	457,425	5,352,552	1,218,220
2014-2018	9,780,000	1,145,312	21,807,861	2,970,333
2019-2023	1,675,000	33,500	4,406,153	244,868
Total	\$12,415,000	\$3,544,137	\$51,357,394	\$11,312,676

Note 15 - Jointly Governed Organizations

A. Lakeshore Northeast Ohio Computer Association

The Lakeshore Northeast Ohio Computer Association (LNOCA) is a jointly governed computer service bureau that was formed for the purpose of providing data services to the sixteen member districts. Major areas of service provided by LNOCA include accounting, payroll, inventory, career guidance services, handicapped student tracking, pupil scheduling, attendance reporting and grade reporting. Each school is represented on the LNOCA Board of Directors by its superintendent. Each year, the Board of Directors

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elects a Chairman, a Vice Chairman and a Recording Secretary. The Treasurer of the fiscal agent is a nonvoting, ex-officio member of the Board of Directors. The Cuyahoga County Educational Service Center serves as the fiscal agent of LNOCA. Each school district supports LNOCA based upon a per pupil charge dependent upon the software packages used. In fiscal year 2008, the School District paid \$9,313 to LNOCA. Financial information can be obtained by contacting the Treasurer of the fiscal agent at 5700 West Canal Road, Valley View, OH 44125.

B. Northeast Ohio Network for Educational Technology

The Northeast Ohio Network for Educational Technology (NEONET) is the computer service organization or Data Acquisition Site (DAS) used by the School District. NEONET is a jointly governed organization among twenty-seven school districts and the Summit County Educational Service Center. The Summit County Educational Service Center acts as the fiscal agent for the consortium. The jointly governed 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 Board of Directors consists of member district superintendents and treasurers. The manager/director is a permanent, non-voting member of the board of directors. Each school district's control is limited to its representation on the board. The Board of Directors exercise total control over the operations of the association including budgeting, appropriating, contracting and designating management. All association revenues are generated from charges for services and State funding. The School District does not retain an ongoing financial interest or an ongoing financial responsibility in NEONET. Payments to NEONET are made from the general fund. During the current fiscal year, the School District paid \$132,540 to NEONET. Financial information can be obtained by writing to the Summit County Educational Service Center, 420 Washington Avenue, Suite 200, Cuyahoga Falls, OH 44221.

C. Ohio Schools Council Association

The Ohio Schools Council Association (Council) is a jointly governed organization among 121 school districts. The jointly governed organization was created by school districts for the purpose of saving money through volume purchases. Each district supports the Council by paying an annual participation fee. Each school district member superintendent serves as a representative of the Assembly. The Assembly elects five of the Council's Board members and the remaining four are representatives of the Greater Cleveland School Superintendents' Association. The Council operates under a nine-member Board of Directors (the Board). The Board is the policy making authority of the Council. The Board meets monthly September through June. The Board appoints an Executive Director who is responsible for receiving and disbursing funds, investing available funds, preparing financial reports for the Board and Assembly and carrying out such other responsibilities as designated by the Board. In fiscal year 2008, the School District paid \$5,450 to the Council. Financial information can be obtained by contacting Dr. David A. Cottrell, the Executive Director of the Ohio Schools Council at 6133 Rockside Road, Suite 10, Independence, Ohio 44131.

The Council provides participating school districts the ability to purchase natural gas at reduced rates, if the school districts will commit to participating for a twelve year period. There are currently 137 districts in the Program, including Parma City School District. The participants make monthly payments based on estimated usage. Each September, these estimated payments are compared to their actual usage for the year (July to June). Districts that paid more in estimated billings than their actual billings are issued credits on future billings beginning in September until the credits are exhausted and districts that did not pay enough on estimated billings are invoiced for the difference on the September monthly estimated billing.

Parma City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2008

The School District also participates in the Council's electric purchase program. The Council provides 238 school districts and 11 MR/DD boards in the First Energy territory (Cleveland Electric Illuminating, Ohio Edison, Toledo Edison) the ability to purchase electricity at reduced rates if the school district committed to participating in either a thirty-six month (Cleveland Electric Illuminating Company) or a forty-four month (Ohio Edison and Toledo Edison) program beginning either May 1, 2005 or January 1, 2006 and ending December 31, 2008. Each month, the Council invoices participants based on estimated usage that was determined when the program was established. Each September, these estimated payments are compared to their actual usage for the year (July to June). Refund checks are issued to districts that consumed less than their projected usage of electrical energy and districts that over-consumed are invoiced.

Note 16 - Set-Asides

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 fiscal year end or offset by similarly restricted resources received during the year must be held in cash at fiscal year end and carried forward to be used for the same purposes in future years.

The following cash basis information describes the change in the fiscal year end set-aside amounts for textbooks and capital acquisitions. Disclosure of this information is required by State statute.

	Textbooks Instructional Materials Reserve	Capital Improvement Reserve
Set-aside Reserve Balance as of June 30, 2007	(\$1,953,046)	\$0
Current Year Set-aside Requirement	2,009,193	2,009,193
Offsets During the Fiscal Year	0	(3,734,110)
Qualifying Disbursements	(2,552,223)	(925,130)
Totals	(\$2,496,076)	(\$2,650,047)
Set-aside Balance Carried Forward to Future Fiscal Years	(\$2,496,076)	\$0
Set-aside Reserve Balance as of June 30, 2008	\$0	\$0

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

Parma City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2008

Note 17 - Contingencies

A. Grants

The School District received financial assistance from federal and state agencies in the form of grants. The disbursements of funds received under these programs generally require compliance with terms and conditions specified in the grant agreements and are 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 disallowed claims will not have a material adverse effect on the overall financial position of the School District at June 30, 2008.

B. Litigation

The School District is party to legal proceedings. The School Board is of the opinion that the ultimate disposition of the current proceedings will not have a material effect, if any, on the financial condition of the School District.

Note 18 - Capital Leases

The School District entered into capital leases for copier machines and fax machines. In fiscal year 2008, the School District entered into a capital lease with AT&T for phones throughout the School District. These leases meet the criteria of a capital lease as defined by FASB Statement No. 13, "Accounting for Leases." Capital lease payments have been reclassified and are reflected as debt service expenditures in the general and permanent improvement funds on the basic financial statements. These expenditures are reflected as program/function expenditures on a budgetary basis.

Capital assets acquired by lease have been capitalized and depreciated as follows:

Furniture and Equipment	\$2,719,054
Less: Accumulated Depreciation:	(390,166)
	\$2,328,888
<i>Total Capital Assets, being depreciated, net</i>	<i>\$2,328,888</i>

The lease agreements provide for minimum, annual lease payments as follows:

	Governmental Activities
2009	\$448,932
2010	448,932
2011	448,932
2012	412,734
2013	282,622
2014-2018	926,354
Total Minimum Lease Payments	2,968,506
Less: Amounts Representing Interest	(575,717)
Present Value of Minimum Lease Payments	\$2,392,789

Parma City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2008

Note 19 - Interfund Transactions

Interfund balances at June 30, 2008, consist of the following individual fund receivables and payables:

	Interfund Receivable	Interfund Payable
General Fund	\$4,389,517	\$0
Debt Service Fund:		
Bond Retirement	0	617,823
Special Revenue Funds:		
Public School Support	0	16,400
Other Grants	0	25,000
Alternative Schools	0	165,000
Adult Basic Education	0	7,000
Title VI-B	0	203,012
Vocational Education	0	80,297
Title I	0	45,000
Title V	0	8,000
Preschool Grant	0	17,000
Title VI-R	0	83,000
Vocational Education Enhancement	0	7,682
Limited English Proficiency	0	24,000
<i>Total Special Revenue Funds</i>	<i>0</i>	<i>681,391</i>
Capital Projects Funds:		
Permanent Improvement	0	1,840,748
Turf Replacement	0	826,350
<i>Total Capital Projects Funds</i>	<i>0</i>	<i>2,667,098</i>
Enterprise Funds:		
Adult Continuing Education	0	252,802
Extended Daycare/Preschool	0	170,403
<i>Total Enterprise Funds</i>	<i>0</i>	<i>423,205</i>
Total All Funds	\$4,389,517	\$4,389,517

Interfund payables in the special revenue funds are due to the timing of the receipt of grant monies received by the various funds. The payable in the bond retirement fund is related to debt payments, to be repaid with tax revenues. The capital projects payable is due to the start of improvement projects before the permanent improvement tax levy collections began. Interfund payables exist in the enterprise funds due to the timing of the receipt of various revenue sources. All balances are expected to be paid next fiscal year except for the advances between the general fund and the turf replacement capital projects and adult continuing education enterprise funds.

Parma City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2008

Transfers made during the year ended June 30, 2008 were as follows:

Transfers To	Transfer From General Fund
Permanent Improvement Fund	\$361,900
Nonmajor Special Revenue Funds	64,956
Enterprise Fund	20,000
Total	\$446,856

The transfers are to move unrestricted balances to support programs and projects accounted for in other funds.

Note 20 - Contractual Commitments

At June 30, 2008, the School District had the following outstanding contractual commitments for various improvements:

Contractor	Contract Amount Outstanding
Johnson Controls, Inc.	\$283,680
Inland Electric Company, Incorporated	4,500
Inland Electric Company, Incorporated	2,970
Inland Electric Company, Incorporated	2,049
Precision Environmental Company	1,694
Precision Environmental Company	1,406
Inland Electric Company, Incorporated	1,288
Precision Environmental Company	477
Total	\$298,064

Note 21 – Subsequent Event

During 2009, the United States Attorney from the U.S. District Court for the Northeast District of Ohio charged that a member of the District’s Board of Education improperly benefited from public contracts. The matter is still under investigation. Any adverse outcome from these charges would apply to the Board of Education member and not to the School District. J. Kevin Kelley, the Board member referred to above, resigned from the Board in March 2009.

Combining Statements and Individual Fund Schedules

Fund Descriptions - Nonmajor Governmental Funds

Nonmajor Special Revenue Funds

To account for revenues from specific sources which legally, otherwise, are restricted to expenditures for specific purposes.

Public School Support Fund - This fund accounts for school sites sales revenue and expenditures for field trips, assemblies and other activity costs.

Other Grants Fund - This fund accounts for several miscellaneous scholarships that the School District receives and disburses during the year.

District Managed Student Activity Fund - This fund accounts 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 Fund - This fund accounts for grant monies which provide services and materials to pupils attending non-public schools within the School District.

Disadvantaged Pupil Impact Aid Fund - This fund accounts for State monies from disadvantaged pupil impact aid.

Network Connectivity Fund - This fund accounts for State monies to operate and develop the School District's computer networking system.

Ohio Reads Fund - This fund accounts for State monies used for discovering and helping students who have reading deficiencies.

Alternative Schools Fund - This fund accounts for State monies for misbehaving students who cannot function in a regular classroom.

State Grants Fund - This fund accounts for several miscellaneous State grants that the School District receives and disburses during the year.

Adult Basic Education Fund - This fund accounts for Federal monies used to provide reading, writing and math competency programs for adults that do not have a high school diploma.

Title VI-B Fund - This fund accounts for Federal monies used to assist schools in the identification of handicapped children, development of procedural safeguards, implementation of least restrictive alternative patterns and provision of full educational opportunities to handicapped children at the preschool, elementary and secondary levels.

(continued)

Fund Descriptions – Nonmajor Governmental Funds (continued)

Vocational Education Fund - This fund accounts for monies used for the development of vocational education programs in the following categories: secondary, post-secondary, adult, disadvantaged and disabled persons, exemplary programs, cooperative education, construction of area vocational school ancillary services, research, advisory committees and work study projects.

Title I Fund - This fund accounts for Federal monies used to assist the School District in meeting the special needs of educationally deprived children.

Title V Fund - This fund accounts for Federal monies which support the implementation of a variety of programs such as computer education, gifted and talented programs and in-service and staff development.

Drug Free Schools Fund - This fund accounts for Federal monies which support the implementation of drug abuse education and prevention programs.

Preschool Grant Fund - This fund accounts for Federal monies used for speech therapy services and instructional supplies used in preschool programs.

Title VI-R Fund - This fund accounts for Federal monies used for preparing students and teachers for the proficiency test.

Other small Special Revenue Funds operated by the School District and subsidized in part by local, state and federal monies as well as miscellaneous resources. These funds are as follows:

Scholarship Fund
Venture Capital Fund
Managed Information Systems Fund
Entry Year Grant Fund
School Net Subsidy Grant Fund
Vocational Education Enhancements Fund
Poverty Aid Fund
Limited English Proficiency Grant Fund
Federal Refugee Children Fund

(continued)

Fund Descriptions - Nonmajor Governmental Funds (continued)

Nonmajor Capital Projects Funds

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

Turf Replacement Fund - This fund accounts for monies used for rebuilding, restoring and improving Byers Field.

School Net Fund - This fund accounts for grant money used to purchase computer hardware and software.

Parma City School District
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2008

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Fund	Total Nonmajor Governmental Funds
Assets			
Equity in Pooled Cash and Cash Equivalents	\$2,782,498	\$83,300	\$2,865,798
Accounts Receivable	4,585	411	4,996
Accrued Interest Receivable	2,094	0	2,094
Intergovernmental Receivable	1,708,482	0	1,708,482
<i>Total Assets</i>	<u>\$4,497,659</u>	<u>\$83,711</u>	<u>\$4,581,370</u>
Liabilities and Fund Balances			
Liabilities			
Accounts Payable	\$603,676	\$0	\$603,676
Accrued Wages and Benefits	504,493	0	504,493
Intergovernmental Payable	326,801	0	326,801
Interfund Payable	681,391	826,350	1,507,741
Deferred Revenue	949,988	0	949,988
<i>Total Liabilities</i>	<u>3,066,349</u>	<u>826,350</u>	<u>3,892,699</u>
Fund Balances			
Reserved for Encumbrances	347,757	0	347,757
Unreserved, Undesignated (Deficit)			
Reported in:			
Special Revenue Funds	1,083,553	0	1,083,553
Capital Projects Funds	0	(742,639)	(742,639)
<i>Total Fund Balances (Deficit)</i>	<u>1,431,310</u>	<u>(742,639)</u>	<u>688,671</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$4,497,659</u>	<u>\$83,711</u>	<u>\$4,581,370</u>

Parma City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2008

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues			
Intergovernmental	\$11,367,483	\$0	\$11,367,483
Interest	73,643	0	73,643
Extracurricular Activities	853,325	0	853,325
Charges for Services	124,001	0	124,001
Contributions and Donations	8,108	0	8,108
Miscellaneous	531,307	20,917	552,224
<i>Total Revenues</i>	<u>12,957,867</u>	<u>20,917</u>	<u>12,978,784</u>
Expenditures			
Current:			
Instruction:			
Regular	704,896	0	704,896
Special	2,047,915	0	2,047,915
Vocational	3,041	0	3,041
Adult/Continuing	109,284	0	109,284
Support Services:			
Pupils	1,181,361	0	1,181,361
Instructional Staff	2,089,412	0	2,089,412
Administration	845,375	0	845,375
Operation and Maintenance of Plant	45,701	0	45,701
Pupil Transportation	57,385	0	57,385
Central	80,079	0	80,079
Operation of Non-Instructional Services	4,250,345	0	4,250,345
Extracurricular Activities	1,593,803	0	1,593,803
Capital Outlay	294	24,109	24,403
<i>Total Expenditures</i>	<u>13,008,891</u>	<u>24,109</u>	<u>13,033,000</u>
<i>Excess of Revenues Under Expenditures</i>	(51,024)	(3,192)	(54,216)
Other Financing Sources			
Transfers In	64,956	0	64,956
<i>Net Change in Fund Balances</i>	13,932	(3,192)	10,740
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>1,417,378</u>	<u>(739,447)</u>	<u>677,931</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$1,431,310</u>	<u>(\$742,639)</u>	<u>\$688,671</u>

Parma City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2008

	Public School Support	Other Grants	District Managed Student Activity	Auxiliary Services
Assets				
Equity in Pooled Cash and Cash Equivalents	\$512,283	\$112,172	\$357,327	\$1,097,669
Accounts Receivable	4,585	0	0	0
Accrued Interest Receivable	2,094	0	0	0
Intergovernmental Receivable	0	379,018	0	72,038
<i>Total Assets</i>	<u>\$518,962</u>	<u>\$491,190</u>	<u>\$357,327</u>	<u>\$1,169,707</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$31,883	\$9,593	\$27,203	\$342,495
Accrued Wages and Benefits	0	2,869	0	146,984
Intergovernmental Payable	11,615	12,969	2,101	58,790
Interfund Payable	16,400	25,000	0	0
Deferred Revenue	0	345,838	0	72,038
<i>Total Liabilities</i>	<u>59,898</u>	<u>396,269</u>	<u>29,304</u>	<u>620,307</u>
Fund Balances				
Reserved for Encumbrances	36,390	14,379	6,692	117,925
Unreserved, Undesignated (Deficit)	422,674	80,542	321,331	431,475
<i>Total Fund Balances (Deficit)</i>	<u>459,064</u>	<u>94,921</u>	<u>328,023</u>	<u>549,400</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$518,962</u>	<u>\$491,190</u>	<u>\$357,327</u>	<u>\$1,169,707</u>

Disadvantaged Pupil Impact Aid	Ohio Reads	Alternative Schools	State Grants	Adult Basic Education	Title VI-B
\$1,175	\$3,908	\$9,596	\$104,298	\$744	\$136,828
0	0	0	0	0	0
0	0	0	0	0	0
0	0	16,668	26,342	14,467	472,310
<u>\$1,175</u>	<u>\$3,908</u>	<u>\$26,264</u>	<u>\$130,640</u>	<u>\$15,211</u>	<u>\$609,138</u>
\$0	\$0	\$0	\$5,520	\$680	\$46,681
0	0	17,631	1,546	97	126,456
0	0	9,520	11,702	6,407	115,226
0	0	165,000	0	7,000	203,012
0	0	0	1,552	3,463	96,676
0	0	192,151	20,320	17,647	588,051
0	0	312	2,332	42	89,111
1,175	3,908	(166,199)	107,988	(2,478)	(68,024)
1,175	3,908	(165,887)	110,320	(2,436)	21,087
<u>\$1,175</u>	<u>\$3,908</u>	<u>\$26,264</u>	<u>\$130,640</u>	<u>\$15,211</u>	<u>\$609,138</u>

(continued)

Parma City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds (continued)
June 30, 2008

	Vocational Education	Title I	Title V	Drug Free Schools
Assets				
Equity in Pooled Cash and				
Cash Equivalents	\$57,336	\$83,330	\$9,779	\$1,264
Accounts Receivable	0	0	0	0
Accrued Interest Receivable	0	0	0	0
Intergovernmental Receivable	82,424	425,335	28,275	1,259
<i>Total Assets</i>	<u>\$139,760</u>	<u>\$508,665</u>	<u>\$38,054</u>	<u>\$2,523</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$54,997	\$29,640	\$4,570	\$0
Accrued Wages and Benefits	0	146,850	0	0
Intergovernmental Payable	168	57,795	0	620
Interfund Payable	80,297	45,000	8,000	0
Deferred Revenue	62,222	227,244	23,753	1,259
<i>Total Liabilities</i>	<u>197,684</u>	<u>506,529</u>	<u>36,323</u>	<u>1,879</u>
Fund Balances				
Reserved for Encumbrances	1,746	53,071	5,568	0
Unreserved, Undesignated (Deficit)	(59,670)	(50,935)	(3,837)	644
<i>Total Fund Balances (Deficit)</i>	<u>(57,924)</u>	<u>2,136</u>	<u>1,731</u>	<u>644</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$139,760</u>	<u>\$508,665</u>	<u>\$38,054</u>	<u>\$2,523</u>

Preschool Grant	Title VI-R	Other	Total Nonmajor Special Revenue Funds
\$15,874	\$45,560	\$233,355	\$2,782,498
0	0	0	4,585
0	0	0	2,094
32,378	103,567	54,401	1,708,482
<u>\$48,252</u>	<u>\$149,127</u>	<u>\$287,756</u>	<u>\$4,497,659</u>
\$9,122	\$7,622	\$33,670	\$603,676
6,747	41,094	14,219	504,493
3,733	25,434	10,721	326,801
17,000	83,000	31,682	681,391
15,614	49,342	50,987	949,988
<u>52,216</u>	<u>206,492</u>	<u>141,279</u>	<u>3,066,349</u>
5,943	5,588	8,658	347,757
(9,907)	(62,953)	137,819	1,083,553
<u>(3,964)</u>	<u>(57,365)</u>	<u>146,477</u>	<u>1,431,310</u>
<u>\$48,252</u>	<u>\$149,127</u>	<u>\$287,756</u>	<u>\$4,497,659</u>

Parma City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2008

	Public School Support	Other Grants	District Managed Student Activity	Auxiliary Services
Revenues				
Intergovernmental	\$0	\$396,300	\$0	\$3,768,229
Interest	25,954	0	9,876	37,813
Extracurricular Activities	459,481	2,555	391,289	0
Charges for Services	0	4,870	119,131	0
Contributions and Donations	6,358	1,750	0	0
Miscellaneous	518,236	2,093	10,978	0
<i>Total Revenues</i>	<u>1,010,029</u>	<u>407,568</u>	<u>531,274</u>	<u>3,806,042</u>
Expenditures				
Current:				
Instruction:				
Regular	0	17,331	0	0
Special	3,218	0	0	0
Vocational	0	0	0	0
Adult/Continuing	0	9,880	0	0
Support Services:				
Pupils	0	337,244	0	0
Instructional Staff	0	3,061	0	0
Administration	0	85,836	0	0
Operation and Maintenance of Plant	0	0	0	0
Pupil Transportation	0	0	21,003	0
Central	0	7,322	0	0
Operation of Non-Instructional Services	0	0	0	3,597,658
Extracurricular Activities	1,048,599	350	544,854	0
Capital Outlay	294	0	0	0
<i>Total Expenditures</i>	<u>1,052,111</u>	<u>461,024</u>	<u>565,857</u>	<u>3,597,658</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(42,082)	(53,456)	(34,583)	208,384
Other Financing Sources				
Transfers In	0	0	63,768	0
<i>Net Change in Fund Balances</i>	(42,082)	(53,456)	29,185	208,384
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>501,146</u>	<u>148,377</u>	<u>298,838</u>	<u>341,016</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$459,064</u>	<u>\$94,921</u>	<u>\$328,023</u>	<u>\$549,400</u>

Disadvantaged Pupil Impact Aid	Network Connectivity	Ohio Reads	Alternative Schools	State Grants	Adult Basic Education	Title VI-B
\$0	\$0	\$3,889	\$247,489	\$130,186	\$156,277	\$3,738,375
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	3,889	247,489	130,186	156,277	3,738,375
0	0	768	121,712	24,219	0	25,914
0	0	0	0	0	0	775,931
0	0	0	0	0	0	0
0	0	0	0	0	98,404	0
0	0	0	32,272	69,376	48,145	285,460
0	0	0	0	44,123	0	1,719,885
0	0	0	90,455	1,137	0	571,683
0	0	0	0	0	0	0
0	0	0	0	0	0	36,382
0	6,060	0	0	0	0	0
0	0	0	0	0	0	407,295
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	6,060	768	244,439	138,855	146,549	3,822,550
0	(6,060)	3,121	3,050	(8,669)	9,728	(84,175)
1,188	0	0	0	0	0	0
1,188	(6,060)	3,121	3,050	(8,669)	9,728	(84,175)
(13)	6,060	787	(168,937)	118,989	(12,164)	105,262
\$1,175	\$0	\$3,908	(\$165,887)	\$110,320	(\$2,436)	\$21,087

(continued)

Parma City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds (continued)
For the Fiscal Year Ended June 30, 2008

	Vocational Education	Title I	Title V	Drug Free Schools
Revenues				
Intergovernmental	\$119,690	\$1,550,572	\$34,993	\$38,670
Interest	0	0	0	0
Extracurricular Activities	0	0	0	0
Charges for Services	0	0	0	0
Contributions and Donations	0	0	0	0
Miscellaneous	0	0	0	0
<i>Total Revenues</i>	<u>119,690</u>	<u>1,550,572</u>	<u>34,993</u>	<u>38,670</u>
Expenditures				
Current:				
Instruction:				
Regular	0	0	0	0
Special	0	1,240,399	0	0
Vocational	3,041	0	0	0
Adult/Continuing	0	0	0	0
Support Services:				
Pupils	170,415	0	0	416
Instructional Staff	29,054	41,638	15,029	0
Administration	0	43,603	0	0
Operation and Maintenance of Plant	0	0	0	0
Pupil Transportation	0	0	0	0
Central	0	0	0	0
Operation of Non-Instructional Services	0	220,172	8,086	3,152
Extracurricular Activities	0	0	0	0
Capital Outlay	0	0	0	0
<i>Total Expenditures</i>	<u>202,510</u>	<u>1,545,812</u>	<u>23,115</u>	<u>3,568</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(82,820)	4,760	11,878	35,102
Other Financing Sources				
Transfers In	0	0	0	0
<i>Net Change in Fund Balances</i>	(82,820)	4,760	11,878	35,102
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>24,896</u>	<u>(2,624)</u>	<u>(10,147)</u>	<u>(34,458)</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>(\$57,924)</u>	<u>\$2,136</u>	<u>\$1,731</u>	<u>\$644</u>

Preschool Grant	Title VI-R	Other	Total Nonmajor Special Revenue Funds
\$163,697	\$618,226	\$400,890	\$11,367,483
0	0	0	73,643
0	0	0	853,325
0	0	0	124,001
0	0	0	8,108
0	0	0	531,307
<u>163,697</u>	<u>618,226</u>	<u>400,890</u>	<u>12,957,867</u>
0	353,760	161,192	704,896
20	0	28,347	2,047,915
0	0	0	3,041
0	0	1,000	109,284
48,789	79,965	109,279	1,181,361
63,484	135,890	37,248	2,089,412
2,950	49,711	0	845,375
0	45,701	0	45,701
0	0	0	57,385
0	0	66,697	80,079
10,587	2,256	1,139	4,250,345
0	0	0	1,593,803
0	0	0	294
<u>125,830</u>	<u>667,283</u>	<u>404,902</u>	<u>13,008,891</u>
37,867	(49,057)	(4,012)	(51,024)
<u>0</u>	<u>0</u>	<u>0</u>	<u>64,956</u>
37,867	(49,057)	(4,012)	13,932
<u>(41,831)</u>	<u>(8,308)</u>	<u>150,489</u>	<u>1,417,378</u>
<u>(\$3,964)</u>	<u>(\$57,365)</u>	<u>\$146,477</u>	<u>\$1,431,310</u>

Parma City School District

Combining Statement of Revenues, Expenditures and Changes in Fund Balances

Nonmajor Capital Projects Funds

For the Fiscal Year Ended June 30, 2008

	<u>Turf Replacement</u>	<u>School Net</u>	<u>Total Nonmajor Capital Projects Funds</u>
Revenues			
Miscellaneous	\$20,917	\$0	\$20,917
Expenditures			
Capital Outlay	<u>0</u>	<u>24,109</u>	<u>24,109</u>
<i>Net Change in Fund Balances</i>	20,917	(24,109)	(3,192)
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>(763,556)</u>	<u>24,109</u>	<u>(739,447)</u>
<i>Fund Balances (Deficit) End of Year</i>	<u><u>(\$742,639)</u></u>	<u><u>\$0</u></u>	<u><u>(\$742,639)</u></u>

Fund Descriptions - Nonmajor Proprietary Funds

Nonmajor Enterprise Funds

Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services.

Food Service Fund - This fund accounts for the financial transactions related to the food service operations of the School District.

Adult Continuing Education Fund - This fund accounts for the educational programs offered to the community to enhance their education and complete their general education diploma (GED) qualifications.

Extended Daycare/Preschool Fund - This fund accounts for the funds used to provide day care and preschool programs for children of the staff and community.

Parma City School District
Combining Statement of Fund Net Assets
Nonmajor Enterprise Funds
June 30, 2008

	Food Service	Adult Continuing Education	Extended Daycare/ Preschool	Total Nonmajor Enterprise Funds
Assets				
<i>Current Assets:</i>				
Equity in Pooled Cash and Cash Equivalents	\$1,134,943	\$14,372	\$298,486	\$1,447,801
Accounts Receivable	17,328	25,235	111,586	154,149
Intergovernmental Receivable	52,177	0	0	52,177
Inventory Held for Resale	20,136	0	0	20,136
<i>Total Current Assets</i>	1,224,584	39,607	410,072	1,674,263
<i>Noncurrent Assets:</i>				
Capital Assets, Net	201,599	10,327	91,457	303,383
<i>Total Assets</i>	1,426,183	49,934	501,529	1,977,646
Liabilities				
<i>Current Liabilities:</i>				
Accounts Payable	1,139	349	1,705	3,193
Accrued Wages and Benefits	28,915	117	16,673	45,705
Compensated Absences Payable	10,267	513	1,586	12,366
Intergovernmental Payable	63,224	3,982	58,005	125,211
Interfund Payable	0	252,802	170,403	423,205
<i>Total Current Liabilities</i>	103,545	257,763	248,372	609,680
<i>Long-Term Liabilities:</i>				
Compensated Absences Payable	89,250	4,455	13,787	107,492
<i>Total Liabilities</i>	192,795	262,218	262,159	717,172
Net Assets				
Invested in Capital Assets	201,599	10,327	91,457	303,383
Unrestricted (Deficit)	1,031,789	(222,611)	147,913	957,091
<i>Total Net Assets (Deficit)</i>	\$1,233,388	(\$212,284)	\$239,370	\$1,260,474

Parma City School District
*Combining Statement of Revenues,
Expenses and Changes in Fund Net Assets
Nonmajor Enterprise Funds
For the Fiscal Year Ended June 30, 2008*

	Food Service	Adult Continuing Education	Extended Daycare/ Preschool	Total Nonmajor Enterprise Funds
Operating Revenues				
Tuition	\$0	\$77,073	\$1,284,827	\$1,361,900
Sales	2,326,781	881	0	2,327,662
Miscellaneous	7,322	0	5,853	13,175
<i>Total Operating Revenues</i>	<u>2,334,103</u>	<u>77,954</u>	<u>1,290,680</u>	<u>3,702,737</u>
Operating Expenses				
Salaries	1,154,535	73,890	810,899	2,039,324
Fringe Benefits	648,158	26,525	206,242	880,925
Purchased Services	75,352	6,339	268,873	350,564
Materials and Supplies	104,946	7,097	17,026	129,069
Cost of Sales	1,610,962	0	0	1,610,962
Depreciation	18,945	1,047	5,353	25,345
Other	9,141	0	2,362	11,503
<i>Total Operating Expenses</i>	<u>3,622,039</u>	<u>114,898</u>	<u>1,310,755</u>	<u>5,047,692</u>
<i>Operating Loss</i>	(1,287,936)	(36,944)	(20,075)	(1,344,955)
Non-Operating Revenues				
Operating Grants	1,332,600	19,410	121,577	1,473,587
<i>Income (Loss) Before Transfers</i>	44,664	(17,534)	101,502	128,632
Transfer In	0	20,000	0	20,000
<i>Change in Net Assets</i>	44,664	2,466	101,502	148,632
<i>Net Assets (Deficit) Beginning of Year</i>	<u>1,188,724</u>	<u>(214,750)</u>	<u>137,868</u>	<u>1,111,842</u>
<i>Net Assets (Deficit) End of Year</i>	<u>\$1,233,388</u>	<u>(\$212,284)</u>	<u>\$239,370</u>	<u>\$1,260,474</u>

Parma City School District
Combining Statement of Cash Flows
Nonmajor Enterprise Funds
For the Fiscal Year Ended June 30, 2008

	Food Service	Adult Continuing Education	Extended Daycare/ Preschool	Total Nonmajor Enterprise Funds
Increase (Decrease) in Cash and Cash Equivalents				
Cash Flows from Operating Activities				
Cash Received from Customers	\$2,321,228	\$61,003	\$1,238,743	\$3,620,974
Other Cash Receipts	0	0	5,853	5,853
Cash Payments to Employees for Services	(1,152,640)	(75,510)	(805,081)	(2,033,231)
Cash Payments for Employee Benefits	(641,337)	(27,616)	(184,795)	(853,748)
Cash Payments for Goods and Services	(1,787,497)	(14,036)	(270,605)	(2,072,138)
Other Cash Payments	(9,141)	0	(2,362)	(11,503)
<i>Net Cash Used for Operating Activities</i>	<u>(1,269,387)</u>	<u>(56,159)</u>	<u>(18,247)</u>	<u>(1,343,793)</u>
Cash Flows from Noncapital Financing Activities				
Operating Grants Received	1,548,522	31,875	139,144	1,719,541
Advances Out	0	(23,685)	0	(23,685)
Transfers In	0	20,000	0	20,000
<i>Net Cash Provided by Noncapital Financing Activities</i>	<u>1,548,522</u>	<u>28,190</u>	<u>139,144</u>	<u>1,715,856</u>
Cash Flows from Capital and Related Financing Activities				
Payments for Capital Acquisitions	(109,212)	(4,310)	(88,007)	(201,529)
<i>Net Increase in Cash and Cash Equivalents</i>	169,923	(32,279)	32,890	170,534
<i>Cash and Cash Equivalents Beginning of Year</i>	<u>965,020</u>	<u>46,651</u>	<u>265,596</u>	<u>1,277,267</u>
<i>Cash and Cash Equivalents End of Year</i>	<u>\$1,134,943</u>	<u>\$14,372</u>	<u>\$298,486</u>	<u>\$1,447,801</u>

(continued)

Parma City School District
Combining Statement of Cash Flows
Nonmajor Enterprise Funds (continued)
For the Fiscal Year Ended June 30, 2008

	Food Service	Adult Continuing Education	Extended Daycare/ Preschool	Total Nonmajor Enterprise Funds
Reconciliation of Operating Loss to Net Cash Used for Operating Activities				
Operating Loss	(\$1,287,936)	(\$36,944)	(\$20,075)	(\$1,344,955)
Adjustments:				
Depreciation	18,945	1,047	5,353	25,345
(Increase) Decrease in Assets:				
Accounts Receivable	(12,875)	(16,951)	(46,084)	(75,910)
Inventory Held for Resale	(1,614)	0	0	(1,614)
Increase (Decrease) in Liabilities:				
Accounts Payable	(2,469)	(600)	1,129	(1,940)
Accrued Wages and Benefits	1,894	(1,620)	5,818	6,092
Compensated Absences Payable	6,233	(1,039)	13,711	18,905
Intergovernmental Payable	8,435	(52)	21,901	30,284
<i>Net Cash Used for Operating Activities</i>	<u>(\$1,269,387)</u>	<u>(\$56,159)</u>	<u>(\$18,247)</u>	<u>(\$1,343,793)</u>

Fund Descriptions - Agency Funds

Student Activities Fund - This fund reflects resources that belong to the student bodies of the various schools, accounting for sales and other revenue generating activities.

Voluntary Benefits Fund - This fund accounts for monies withheld from part-time employees paychecks for insurance.

Parma City School District
Combining Statement of Changes in Assets and Liabilities
All Agency Funds
For the Fiscal Year Ended June 30, 2008

	Balance 06/30/07	Additions	Deductions	Balance 06/30/08
<i>Student Activities</i>				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$460,912	\$1,151,180	\$1,126,253	\$485,839
Liabilities				
Due to Students	\$460,912	\$1,151,180	\$1,126,253	\$485,839
<i>Voluntary Benefits</i>				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$701,217	\$220,198	\$163,462	\$757,953
Liabilities				
Undistributed Monies	\$701,217	\$220,198	\$163,462	\$757,953
<i>Total - All Agency Funds</i>				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$1,162,129	\$1,371,378	\$1,289,715	\$1,243,792
Liabilities				
Undistributed Monies	\$701,217	\$220,198	\$163,462	\$757,953
Due to Students	460,912	1,151,180	1,126,253	485,839
<i>Total Liabilities</i>	\$1,162,129	\$1,371,378	\$1,289,715	\$1,243,792

**Individual Fund Schedules of Revenues, Expenditures/Expenses and Changes
in Fund Balance/Fund Equity – Budget (Non-GAAP Basis) and Actual**

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original Budget	Revised Budget	Actual	
Revenues				
Property Taxes	\$78,599,879	\$83,119,495	\$83,636,256	\$516,761
Intergovernmental	35,129,877	37,138,842	37,529,624	390,782
Interest	1,492,279	1,577,963	1,587,760	9,797
Tuition and Fees	1,973,697	2,082,961	2,087,204	4,243
Extracurricular Activities	2,549,875	2,695,349	209,862	(2,485,487)
Rentals	286,847	303,289	304,669	1,380
Charges for Services	1,216,026	1,216,026	2,485,820	1,269,794
Contributions and Donations	90,557	91,396	78,043	(13,353)
Miscellaneous	270,891	289,133	218,193	(70,940)
<i>Total Revenues</i>	<u>121,609,928</u>	<u>128,514,454</u>	<u>128,137,431</u>	<u>(377,023)</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries	40,799,904	38,996,932	38,352,357	644,575
Fringe Benefits	15,514,379	16,399,976	16,398,018	1,958
Purchased Services	2,116,576	2,374,262	2,361,031	13,231
Materials and Supplies	2,042,172	2,049,569	1,951,166	98,403
Capital Outlay - New	281,756	383,962	369,498	14,464
Other	232,567	239,457	197,146	42,311
Total Regular	<u>60,987,354</u>	<u>60,444,158</u>	<u>59,629,216</u>	<u>814,942</u>
Special:				
Salaries	10,730,400	11,467,400	11,462,015	5,385
Fringe Benefits	4,662,748	4,733,271	4,728,087	5,184
Purchased Services	320,531	373,655	360,322	13,333
Materials and Supplies	48,207	125,044	119,394	5,650
Capital Outlay - New	13,161	13,856	13,079	777
Other	0	450	325	125
Total Special	<u>15,775,047</u>	<u>16,713,676</u>	<u>16,683,222</u>	<u>30,454</u>
Vocational:				
Salaries and Wages	2,410,240	2,480,240	2,468,319	11,921
Fringe Benefits	946,327	976,327	970,107	6,220
Purchased Services	66,245	78,400	60,877	17,523
Materials and Supplies	199,453	227,414	224,088	3,326
Capital Outlay - New	5,071	12,287	11,672	615
Capital Outlay - Replacement	118,040	93,040	93,039	1
Total Vocational	<u>\$3,745,376</u>	<u>\$3,867,708</u>	<u>\$3,828,102</u>	<u>\$39,606</u>

(continued)

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original Budget	Revised Budget	Actual	
Adult/Continuing:				
Salaries	\$550,000	\$550,000	\$0	\$550,000
Materials and Supplies	720	720	428	292
Other	9,905	9,905	9,100	805
Total Adult/Continuing	560,625	560,625	9,528	551,097
Total Instruction	81,068,402	81,586,167	80,150,068	1,436,099
Support Services:				
Pupils:				
Salaries	4,602,000	4,839,600	4,833,330	6,270
Fringe Benefits	2,017,691	2,017,691	1,951,445	66,246
Purchased Services	469,112	495,647	495,457	190
Materials and Supplies	43,846	53,983	53,945	38
Capital Outlay - New	3,000	2,892	2,890	2
Total Pupils	7,135,649	7,409,813	7,337,067	72,746
Instructional Staff:				
Salaries	2,637,000	2,824,564	2,816,964	7,600
Fringe Benefits	1,338,200	1,218,199	1,209,986	8,213
Purchased Services	210,206	147,213	139,874	7,339
Materials and Supplies	144,089	160,344	158,528	1,816
Capital Outlay - New	308,251	275,015	274,959	56
Other	17,792	20,792	19,092	1,700
Total Instructional Staff	4,655,538	4,646,127	4,619,403	26,724
Board of Education:				
Salaries	107,000	104,500	92,900	11,600
Fringe Benefits	24,346	26,846	26,222	624
Purchased Services	884,014	1,045,774	1,033,580	12,194
Materials and Supplies	2,364	7,449	4,342	3,107
Capital Outlay - New	1,000	1,000	0	1,000
Other	15,160	15,160	12,982	2,178
Total Board of Education	1,033,884	1,200,729	1,170,026	30,703
Administration:				
Salaries	6,999,000	7,588,817	7,560,952	27,865
Fringe Benefits	3,863,094	3,594,032	3,582,994	11,038
Purchased Services	294,983	222,247	219,281	2,966
Materials and Supplies	66,184	87,774	83,659	4,115
Capital Outlay - New	35,334	11,084	11,046	38
Capital Outlay - Replacement	500	500	0	500
Other	5,064	5,604	3,073	2,531
Total Administration	\$11,264,159	\$11,510,058	\$11,461,005	\$49,053

(continued)

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original Budget	Revised Budget	Actual	
Fiscal:				
Salaries	\$572,000	\$582,000	\$581,733	\$267
Fringe Benefits	322,442	312,442	277,174	35,268
Purchased Services	777,028	1,246,640	1,245,497	1,143
Materials and Supplies	23,613	23,613	23,487	126
Capital Outlay - New	50,010	25,475	25,475	0
Other	592,073	664,074	614,208	49,866
Total Fiscal	2,337,166	2,854,244	2,767,574	86,670
Business:				
Salaries	526,000	586,000	576,319	9,681
Fringe Benefits	280,461	280,461	266,616	13,845
Purchased Services	130,383	66,350	50,101	16,249
Materials and Supplies	254,047	259,538	213,355	46,183
Capital Outlay - New	118,331	118,331	82,028	36,303
Other	5,021	5,021	2,969	2,052
Total Business	1,314,243	1,315,701	1,191,388	124,313
Operation and Maintenance of Plant:				
Salaries	4,922,000	4,954,289	4,839,620	114,669
Fringe Benefits	2,645,810	2,315,812	2,282,659	33,153
Purchased Services	5,115,245	4,920,448	4,087,010	833,438
Materials and Supplies	732,422	739,487	697,095	42,392
Capital Outlay - New	112,461	167,161	166,450	711
Capital Outlay - Replacement	87,225	63,546	55,545	8,001
Other	296,000	275,750	260,955	14,795
Total Operation and Maintenance of Plant	13,911,163	13,436,493	12,389,334	1,047,159
Pupil Transportation:				
Salaries	3,985,000	3,732,177	3,522,043	210,134
Fringe Benefits	2,091,177	1,920,178	1,741,708	178,470
Purchased Services	672,981	670,457	617,756	52,701
Materials and Supplies	1,005,404	896,440	884,653	11,787
Capital Outlay - Replacement	0	73,348	73,348	0
Other	126,158	105,908	99,079	6,829
Total Pupil Transportation	7,880,720	7,398,508	6,938,587	459,921
Central:				
Salaries	659,114	659,114	588,419	70,695
Fringe Benefits	347,264	347,264	285,286	61,978
Purchased Services	1,082,577	1,205,341	1,178,629	26,712
Materials and Supplies	394,190	374,765	364,150	10,615
Capital Outlay - New	101,681	85,719	81,388	4,331
Other	9,714	8,789	6,622	2,167
Total Central	2,594,540	2,680,992	2,504,494	176,498
Total Support Services	\$52,127,062	\$52,452,665	\$50,378,878	\$2,073,787

(continued)

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original Budget	Revised Budget	Actual	
Operation of Non-Instructional Services:				
Community Services:				
Salaries and Wages	\$20,157	\$22,757	\$22,724	\$33
Fringe Benefits	4,848	3,948	3,865	83
Materials and Supplies	223	1,780	861	919
Total Operation of Non-Instructional Services	25,228	28,485	27,450	1,035
Extracurricular Activities:				
Academic and Subject Oriented Activities:				
Salaries and Wages	208,700	247,700	211,969	35,731
Fringe Benefits	41,638	41,638	34,998	6,640
Purchased Services	15,548	36,461	34,692	1,769
Materials and Supplies	90,288	76,317	75,782	535
Total Academic and Subject Oriented Activities	356,174	402,116	357,441	44,675
Occupation Oriented Activities:				
Materials and Supplies	100	209	109	100
Sport Oriented Activities:				
Salaries and Wages	992,427	995,666	987,681	7,985
Fringe Benefits	258,331	223,331	204,785	18,546
Purchased Services	33,500	18,500	500	18,000
Total Sport Oriented Activities	1,284,258	1,237,497	1,192,966	44,531
School and Public Service Co-Curricular Activities:				
Salaries and Wages	160,932	175,932	172,597	3,335
Fringe Benefits	40,554	40,554	28,926	11,628
Materials and Supplies	625	625	150	475
Other	15,704	7,518	5,521	1,997
Total School and Public Service Co-Curricular Activities	217,815	224,629	207,194	17,435
Total Extracurricular Activities	1,858,347	1,864,451	1,757,710	106,741
Capital Outlay:				
Building Improvement Services:				
Purchased Services	166,475	197,069	147,032	50,037
Materials and Supplies	15,000	15,000	3,185	11,815
Total Building Improvement Services	181,475	212,069	150,217	61,852
Other Facilities Acquisition and Construction Services:				
Purchased Services	9,120	9,120	9,120	0
Total Capital Outlay	\$190,595	\$221,189	\$159,337	\$61,852

(continued)

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original Budget	Revised Budget	Actual	
Debt Service:				
Principal Retirement	\$1,570,245	\$1,570,245	\$1,570,245	\$0
Interest and Fiscal Charges	816,406	816,406	816,406	0
Total Debt Service	2,386,651	2,386,651	2,386,651	0
<i>Total Expenditures</i>	137,656,285	138,539,608	134,860,094	3,679,514
<i>Excess of Revenues Under Expenditures</i>	(16,046,357)	(10,025,154)	(6,722,663)	3,302,491
Other Financing Sources (Uses)				
Sale of Capital Assets	35,200	35,200	20,510	(14,690)
Advances In	0	0	816,826	816,826
Advances Out	(366,000)	(1,198,000)	(1,198,000)	0
Transfers Out	0	(447,668)	(446,856)	812
<i>Total Other Financing Sources (Uses)</i>	(330,800)	(1,610,468)	(807,520)	802,948
<i>Net Change in Fund Balance</i>	(16,377,157)	(11,635,622)	(7,530,183)	4,105,439
<i>Fund Balance Beginning of Year</i>	15,906,050	15,906,050	15,906,050	0
Prior Year Encumbrances Appropriated	2,307,998	2,307,998	2,307,998	0
<i>Fund Balance End of Year</i>	\$1,836,891	\$6,578,426	\$10,683,865	\$4,105,439

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Bond Retirement Fund
For the Fiscal Year Ended June 30, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	
Revenues				
Property Taxes	<u>\$3,960,000</u>	<u>\$3,080,000</u>	<u>\$2,707,170</u>	<u>(\$372,830)</u>
Expenditures				
Debt Service:				
Principal Retirement	990,000	2,980,000	2,980,000	0
Interest and Fiscal Charges	<u>565,037</u>	<u>806,903</u>	<u>806,903</u>	<u>0</u>
<i>Total Expenditures</i>	<u>1,555,037</u>	<u>3,786,903</u>	<u>3,786,903</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	2,404,963	(706,903)	(1,079,733)	(372,830)
<i>Fund Balance Beginning of Year</i>	<u>1,590,590</u>	<u>1,590,590</u>	<u>1,590,590</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$3,995,553</u></u>	<u><u>\$883,687</u></u>	<u><u>\$510,857</u></u>	<u><u>(\$372,830)</u></u>

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Permanent Improvement Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Revised Budget		
Revenues				
Property Taxes	\$4,796,418	\$5,298,803	\$2,836,642	(\$2,462,161)
Intergovernmental	1,247,912	1,377,711	741,569	(636,142)
Interest	60,909	71,280	36,058	(35,222)
Contributions and Donations	114,866	126,880	68,000	(58,880)
Miscellaneous	87,568	96,727	51,841	(44,886)
<i>Total Revenues</i>	6,307,673	6,971,401	3,734,110	(3,237,291)
Expenditures				
Current:				
Support Services:				
Fiscal:				
Other	0	85,154	85,154	0
Business:				
Salaries	77,772	85,945	85,945	0
Fringe Benefits	35,554	39,156	38,723	433
Purchased Services	0	468,000	468,000	0
Capital Outlay - New	22,165	19,163	19,163	0
Total Business	135,491	612,264	611,831	433
Operation and Maintenance of Plant:				
Capital Outlay - New	3,071	2,512,499	2,011,083	501,416
Other	0	2,500	0	2,500
Total Operation and Maintenance of Plant	3,071	2,514,999	2,011,083	503,916
Pupil Transportation:				
Capital Outlay - New	150,000	250,000	29,455	220,545
Capital Outlay - Replacement	0	585,000	500,000	85,000
Total Pupil Transportation	150,000	835,000	529,455	305,545
Central:				
Purchased Services	55,701	55,701	0	55,701
Total Support Services	344,263	4,103,118	3,237,523	865,595
Capital Outlay:				
Building Acquisition and Construction Services:				
Capital Outlay - New	\$117,459	\$294,238	\$193,696	\$100,542

(continued)

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Permanent Improvement Fund (continued)
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Revised Budget		
Building Improvement Services:				
Purchased Services	\$542,378	\$642,010	\$606,005	\$36,005
Materials and Supplies	545	0	0	0
Capital Outlay - New	3,556,214	4,882,497	4,383,757	498,740
Other	9,204	11,204	9,775	1,429
Total Building Improvement Services	4,108,341	5,535,711	4,999,537	536,174
Total Capital Outlay	4,225,800	5,829,949	5,193,233	636,716
Debt Service:				
Principal Retirement	165,000	165,000	165,000	0
Interest and Fiscal Charges	494,925	494,925	494,925	0
Total Debt Service	659,925	659,925	659,925	0
<i>Total Expenditures</i>	5,229,988	10,592,992	9,090,681	1,502,311
<i>Excess of Revenues Over (Under) Expenditures</i>	1,077,685	(3,621,591)	(5,356,571)	(1,734,980)
Other Financing Sources (Uses)				
Proceeds of Notes	0	2,511,519	2,511,519	0
Advances In	0	0	600,000	600,000
Advances Out	0	(1,366,000)	(366,906)	999,094
Transfers In	0	0	361,900	361,900
<i>Total Other Financing Sources (Uses)</i>	0	1,145,519	3,106,513	1,960,994
<i>Net Change in Fund Balance</i>	1,077,685	(2,476,072)	(2,250,058)	226,014
<i>Fund Balance Beginning of Year</i>	2,476,073	2,476,073	2,476,073	0
Prior Year Encumbrances Appropriated	2,654,800	2,654,800	2,654,800	0
<i>Fund Balance End of Year</i>	<u>\$6,208,558</u>	<u>\$2,654,801</u>	<u>\$2,880,815</u>	<u>\$226,014</u>

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Building Fund
For the Fiscal Year Ended June 30, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Revised Budget</u>		
Revenues				
Intergovernmental	\$0	\$1,985,783	\$0	(\$1,985,783)
Interest	42,000	42,000	41,867	(133)
<i>Total Revenues</i>	<u>42,000</u>	<u>2,027,783</u>	<u>41,867</u>	<u>(1,985,916)</u>
Expenditures				
Current:				
Support Services:				
Operation and Maintenance of Plant:				
Purchased Services	650,746	482,126	428,618	53,508
Capital Outlay:				
Building Improvement Services:				
Capital Outlay - New	1,776,550	1,903,542	1,897,723	5,819
Other	12,985	12,985	12,979	6
Total Capital Outlay	<u>1,789,535</u>	<u>1,916,527</u>	<u>1,910,702</u>	<u>5,825</u>
<i>Total Expenditures</i>	<u>2,440,281</u>	<u>2,398,653</u>	<u>2,339,320</u>	<u>59,333</u>
<i>Net Change in Fund Balance</i>	(2,398,281)	(370,870)	(2,297,453)	(1,926,583)
<i>Fund Balance Beginning of Year</i>	370,870	370,870	370,870	0
Prior Year Encumbrances Appropriated	<u>2,027,813</u>	<u>2,027,813</u>	<u>2,027,813</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$402</u>	<u>\$2,027,813</u>	<u>\$101,230</u>	<u>(\$1,926,583)</u>

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Public School Support Fund
For the Fiscal Year Ended June 30, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	
Revenues				
Interest	\$0	\$0	\$29,800	\$29,800
Extracurricular Activities	768,067	781,837	459,481	(322,356)
Charges for Services	6,400	6,400	442	(5,958)
Contributions and Donations	19,405	19,505	6,358	(13,147)
Miscellaneous	526,128	266,845	513,759	246,914
<i>Total Revenues</i>	<u>1,320,000</u>	<u>1,074,587</u>	<u>1,009,840</u>	<u>(64,747)</u>
Expenditures				
Current:				
Instruction:				
Special:				
Other	5,611	10,211	6,553	3,658
Support Services:				
Administration:				
Materials and Supplies	2,400	400	0	400
Extracurricular Activities:				
Academic and Subject Oriented Activities:				
Purchased Services	78,600	3,599	3,084	515
Materials and Supplies	24,691	21,775	11,801	9,974
Capital Outlay - New	0	4,959	4,871	88
Other	469,230	435,235	370,249	64,986
Total Academic and Subject Oriented Activities	<u>572,521</u>	<u>465,568</u>	<u>390,005</u>	<u>75,563</u>
Occupational Oriented Activities:				
Materials and Supplies	1,785	1,916	1,631	285
School and Public Service				
Co-Curricular Activities:				
Purchased Services	217,004	160,204	118,257	41,947
Materials and Supplies	965,274	814,269	549,987	264,282
Capital Outlay - New	48,557	61,526	35,655	25,871
Other	67,694	59,443	24,190	35,253
Total School and Public Service Co-Curricular Activities	<u>1,298,529</u>	<u>1,095,442</u>	<u>728,089</u>	<u>367,353</u>
Total Extracurricular Activities	<u>\$1,872,835</u>	<u>\$1,562,926</u>	<u>\$1,119,725</u>	<u>\$443,201</u>

(continued)

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Public School Support Fund (continued)
For the Fiscal Year Ended June 30, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	
Capital Outlay:				
Building Improvement Services:				
Purchased Services	\$2,957	\$377	\$294	\$83
<i>Total Expenditures</i>	<u>1,883,803</u>	<u>1,573,914</u>	<u>1,126,572</u>	<u>447,342</u>
<i>Net Change in Fund Balance</i>	(563,803)	(499,327)	(116,732)	382,595
<i>Fund Balance Beginning of Year</i>	500,842	500,842	500,842	0
Prior Year Encumbrances Appropriated	<u>63,239</u>	<u>63,239</u>	<u>63,239</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$278</u></u>	<u><u>\$64,754</u></u>	<u><u>\$447,349</u></u>	<u><u>\$382,595</u></u>

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Other Grants Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Revised Budget		
Revenues				
Intergovernmental	\$285,000	\$376,770	\$378,125	\$1,355
Extracurricular Activities	0	0	2,555	2,555
Charges for Services	0	900	4,870	3,970
Contributions and Donations	0	6,000	1,750	(4,250)
Miscellaneous	0	60,225	6,388	(53,837)
<i>Total Revenues</i>	<i>285,000</i>	<i>443,895</i>	<i>393,688</i>	<i>(50,207)</i>
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries	4,402	8,772	3,721	5,051
Fringe Benefits	1,189	1,954	622	1,332
Purchased Services	805	805	276	529
Materials and Supplies	4,793	9,847	9,198	649
Capital Outlay - New	16,833	17,903	12,326	5,577
Total Regular	28,022	39,281	26,143	13,138
Vocational:				
Salaries and Wages	2,567	0	0	0
Fringe Benefits	433	0	0	0
Total Vocational	3,000	0	0	0
Adult/Continuing:				
Salaries and Wages	0	12,489	7,659	4,830
Fringe Benefits	0	2,979	1,968	1,011
Total Adult/Continuing	0	15,468	9,627	5,841
Total Instruction	31,022	54,749	35,770	18,979
Support Services:				
Pupils:				
Salaries	6,956	150,116	148,960	1,156
Fringe Benefits	27,457	57,781	44,064	13,717
Purchased Services	24,528	127,730	109,195	18,535
Materials and Supplies	10,988	42,925	32,810	10,115
Capital Outlay - New	5,757	5,302	4,421	881
Other	0	7,084	7,071	13
Total Pupils	\$75,686	\$390,938	\$346,521	\$44,417

(continued)

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Other Grants Fund (continued)
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance With Final Budget Positive (Negative)
	Original Budget	Revised Budget		
Instructional Staff:				
Salaries	\$10,080	\$2,555	\$2,555	\$0
Fringe Benefits	2,087	862	459	403
Purchased Services	1,935	350	150	200
Materials and Supplies	1,250	750	36	714
Total Instructional Staff	15,352	4,517	3,200	1,317
Administration:				
Salaries	0	54,226	54,226	0
Fringe Benefits	16,085	35,815	24,318	11,497
Purchased Services	0	7,500	7,500	0
Capital Outlay - New	500	500	500	0
Total Administration	16,585	98,041	86,544	11,497
Central:				
Salaries	3,558	819	0	819
Fringe Benefits	600	111	0	111
Purchased Services	5,056	13,471	5,617	7,854
Materials and Supplies	2,728	4,159	1,842	2,317
Other	0	2,100	0	2,100
Total Central	11,942	20,660	7,459	13,201
Total Support Services	119,565	514,156	443,724	70,432
Extracurricular Activities:				
Academic Oriented Activities:				
Purchased Services	0	520	350	170
Total Expenditures	150,587	569,425	479,844	89,581
<i>Excess of Revenues Over (Under) Expenditures</i>	<i>134,413</i>	<i>(125,530)</i>	<i>(86,156)</i>	<i>39,374</i>
Other Financing Sources				
Advances In	0	0	25,000	25,000
Net Change in Fund Balance	134,413	(125,530)	(61,156)	64,374
<i>Fund Balance Beginning of Year</i>	<i>126,467</i>	<i>126,467</i>	<i>126,467</i>	<i>0</i>
Prior Year Encumbrances Appropriated	24,271	24,271	24,271	0
Fund Balance End of Year	\$285,151	\$25,208	\$89,582	\$64,374

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
District Managed Student Activity Fund
For the Fiscal Year Ended June 30, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	
Revenues				
Interest	\$5,000	\$5,000	\$13,638	\$8,638
Extracurricular Activities	137,650	212,650	391,289	178,639
Charges for Services	190,000	190,000	119,131	(70,869)
Miscellaneous	7,350	7,350	10,978	3,628
<i>Total Revenues</i>	<u>340,000</u>	<u>415,000</u>	<u>535,036</u>	<u>120,036</u>
Expenditures				
Current:				
Support Services:				
Pupil Transportation:				
Purchased Services	20,000	24,000	22,303	1,697
Extracurricular Activities:				
Sports Oriented Activities:				
Salaries and Wages	58,655	58,658	37,795	20,863
Fringe Benefits	10,777	10,931	6,030	4,901
Purchased Services	418,887	414,586	311,300	103,286
Materials and Supplies	176,564	172,552	138,062	34,490
Capital Outlay - New	74,000	78,012	23,915	54,097
Capital Outlay - Replacement	2,000	2,000	0	2,000
Other	75,513	75,657	44,657	31,000
Total Extracurricular Activities	<u>816,396</u>	<u>812,396</u>	<u>561,759</u>	<u>250,637</u>
<i>Total Expenditures</i>	<u>836,396</u>	<u>836,396</u>	<u>584,062</u>	<u>252,334</u>
<i>Excess of Revenues Under Expenditures</i>	(496,396)	(421,396)	(49,026)	372,370
Other Financing Sources				
Transfers In	183,000	183,000	63,768	(119,232)
<i>Net Change in Fund Balance</i>	(313,396)	(238,396)	14,742	253,138
<i>Fund Balance Beginning of Year</i>	296,099	296,099	296,099	0
Prior Year Encumbrances Appropriated	17,549	17,549	17,549	0
<i>Fund Balance End of Year</i>	<u>\$252</u>	<u>\$75,252</u>	<u>\$328,390</u>	<u>\$253,138</u>

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Auxiliary Services Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original Budget	Revised Budget	Actual	
Revenues				
Intergovernmental	\$4,034,000	\$4,600,208	\$3,768,229	(\$831,979)
Interest	0	0	37,813	37,813
<i>Total Revenues</i>	<u>4,034,000</u>	<u>4,600,208</u>	<u>3,806,042</u>	<u>(794,166)</u>
Expenditures				
Current:				
Operation of Non-Instructional Services:				
Community Services:				
Salaries and Wages	85,198	990,187	914,998	75,189
Fringe Benefits	41,208	473,502	387,944	85,558
Purchased Services	628,599	1,895,195	1,593,234	301,961
Materials and Supplies	475,206	1,024,601	874,812	149,789
Capital Outlay - New	156,513	332,166	297,999	34,167
<i>Total Expenditures</i>	<u>1,386,724</u>	<u>4,715,651</u>	<u>4,068,987</u>	<u>646,664</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	2,647,276	(115,443)	(262,945)	(147,502)
Other Financing Uses				
Advances Out	0	(43,893)	(15,235)	28,658
<i>Net Change in Fund Balance</i>	2,647,276	(159,336)	(278,180)	(118,844)
<i>Fund Balance Beginning of Year</i>	159,336	159,336	159,336	0
Prior Year Encumbrances Appropriated	794,166	794,166	794,166	0
<i>Fund Balance End of Year</i>	<u>\$3,600,778</u>	<u>\$794,166</u>	<u>\$675,322</u>	<u>(\$118,844)</u>

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Disadvantaged Pupil Impact Aid Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original Budget	Revised Budget	Actual	
Revenues	\$0	\$0	\$0	\$0
Expenditures	0	0	0	0
<i>Excess of Revenues Over Expenditures</i>	0	0	0	0
Other Financing Sources				
Transfers In	2,900	1,200	1,188	(12)
<i>Net Change in Fund Balance</i>	2,900	1,200	1,188	(12)
<i>Fund Balance (Deficit) Beginning of Year</i>	(13)	(13)	(13)	0
<i>Fund Balance End of Year</i>	<u>\$2,887</u>	<u>\$1,187</u>	<u>\$1,175</u>	<u>(\$12)</u>

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Network Connectivity Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Revised Budget		
Revenues				
Intergovernmental	\$66,000	\$32,655	\$0	(\$32,655)
Expenditures				
Current:				
Support Services:				
Central:				
Capital Outlay - New	32,655	32,655	32,655	0
<i>Net Change in Fund Balance</i>	33,345	0	(32,655)	(32,655)
<i>Fund Balance Beginning of Year</i>	0	0	0	0
Prior Year Encumbrances Appropriated	32,655	32,655	32,655	0
<i>Fund Balance End of Year</i>	<u>\$66,000</u>	<u>\$32,655</u>	<u>\$0</u>	<u>(\$32,655)</u>

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Ohio Reads Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Revised Budget		
Revenues				
Intergovernmental	\$46,000	\$4,100	\$3,889	(\$211)
Expenditures				
Current:				
Instruction:				
Regular:				
Purchased Services	3	3	0	3
Materials and Supplies	3,315	3,245	3,243	2
Total Instruction	3,318	3,248	3,243	5
Support Services:				
Instructional Staff:				
Fringe Benefits	0	125	125	0
Purchased Services	69	14	0	14
Capital Outlay - New	680	680	680	0
Total Support Services	749	819	805	14
<i>Total Expenditures</i>	4,067	4,067	4,048	19
<i>Net Change in Fund Balance</i>	41,933	33	(159)	(192)
<i>Fund Balance Beginning of Year</i>	0	0	0	0
Prior Year Encumbrances Appropriated	4,067	4,067	4,067	0
<i>Fund Balance End of Year</i>	\$46,000	\$4,100	\$3,908	(\$192)

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Alternative Schools Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Revised Budget		
Revenues				
Intergovernmental	\$223,000	\$420,302	\$255,908	(\$164,394)
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries	0	85,275	85,271	4
Fringe Benefits	185	41,140	41,140	0
Total Instruction	185	126,415	126,411	4
Support Services:				
Pupils:				
Salaries	0	16,604	16,604	0
Fringe Benefits	93	15,756	15,756	0
Total Pupils	93	32,360	32,360	0
Administration:				
Salaries	0	67,387	67,387	0
Fringe Benefits	93	25,080	24,405	675
Total Administration	93	92,467	91,792	675
Total Support Services	186	124,827	124,152	675
<i>Total Expenditures</i>	371	251,242	250,563	679
<i>Excess of Revenues Over Expenditures</i>	222,629	169,060	5,345	(163,715)
Other Financing Sources (Uses)				
Advances In	0	0	165,000	165,000
Advances Out	0	(162,000)	(162,000)	0
<i>Total Other Financing Sources (Uses)</i>	0	(162,000)	3,000	165,000
<i>Net Change in Fund Balance</i>	222,629	7,060	8,345	1,285
<i>Fund Balance Beginning of Year</i>	568	568	568	0
Prior Year Encumbrances Appropriated	371	371	371	0
<i>Fund Balance End of Year</i>	\$223,568	\$7,999	\$9,284	\$1,285

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
State Grants Fund
For the Fiscal Year Ended June 30, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$121,000	\$105,000	\$105,396	\$396
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries	7,757	15,105	14,796	309
Fringe Benefits	2,889	4,263	2,677	1,586
Purchased Services	259	409	409	0
Materials and Supplies	1,990	2,490	2,490	0
Capital Outlay - New	2,500	6,000	6,000	0
Total Instruction	15,395	28,267	26,372	1,895
Support Services:				
Pupils:				
Salaries	2,400	22,240	20,062	2,178
Fringe Benefits	816	5,107	4,470	637
Purchased Services	50	5,039	5,039	0
Materials and Supplies	0	29,842	29,842	0
Total Pupils	3,266	62,228	59,413	2,815
Instructional Staff:				
Salaries	0	5,563	1,164	4,399
Fringe Benefits	0	1,081	193	888
Purchased Services	9,571	35,177	35,133	44
Materials and Supplies	4,189	18,089	18,060	29
Total Instructional Staff	13,760	59,910	54,550	5,360
Administration:				
Salaries	250	250	250	0
Fringe Benefits	42	42	39	3
Purchased Services	0	800	800	0
Total Administration	\$292	\$1,092	\$1,089	\$3

(continued)

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
State Grants Fund (continued)
For the Fiscal Year Ended June 30, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	
Total Support Services	\$17,318	\$123,230	\$115,052	\$8,178
<i>Total Expenditures</i>	<u>32,713</u>	<u>151,497</u>	<u>141,424</u>	<u>10,073</u>
<i>Net Change in Fund Balance</i>	88,287	(46,497)	(36,028)	10,469
<i>Fund Balance Beginning of Year</i>	120,968	120,968	120,968	0
Prior Year Encumbrances Appropriated	<u>1,673</u>	<u>1,673</u>	<u>1,673</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$210,928</u>	<u>\$76,144</u>	<u>\$86,613</u>	<u>\$10,469</u>

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Adult Basic Education Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Revised Budget		
Revenues				
Intergovernmental	\$161,000	\$152,428	\$145,273	(\$7,155)
Expenditures				
Current:				
Instruction:				
Adult/Continuing:				
Salaries	0	83,614	83,594	20
Fringe Benefits	0	11,958	11,958	0
Purchased Services	0	2,000	2,000	0
Materials and Supplies	0	1,000	1,000	0
Total Instruction	0	98,572	98,552	20
Support Services:				
Pupils:				
Salaries	0	34,190	34,190	0
Fringe Benefits	44	12,686	12,686	0
Purchased Services	0	1,000	1,000	0
Materials and Supplies	110	1,110	1,110	0
Other	0	150	148	2
Total Support Services	154	49,136	49,134	2
<i>Total Expenditures</i>	154	147,708	147,686	22
<i>Excess of Revenues Over (Under) Expenditures</i>	160,846	4,720	(2,413)	(7,133)
Other Financing Sources (Uses)				
Advances In	0	0	7,000	7,000
Advances Out	0	(5,000)	(5,000)	0
<i>Total Other Financing Sources (Uses)</i>	0	(5,000)	2,000	7,000
<i>Net Change in Fund Balance</i>	160,846	(280)	(413)	(133)
<i>Fund Balance Beginning of Year</i>	281	281	281	0
Prior Year Encumbrances Appropriated	154	154	154	0
<i>Fund Balance End of Year</i>	\$161,281	\$155	\$22	(\$133)

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title VI-B Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original Budget	Revised Budget	Actual	
Revenues				
Intergovernmental	\$3,347,000	\$4,100,540	\$3,731,304	(\$369,236)
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries	609	22,000	22,000	0
Fringe Benefits	108	3,767	3,767	0
Total Regular	717	25,767	25,767	0
Special:				
Salaries	70,288	336,641	336,641	0
Fringe Benefits	20,619	110,812	110,812	0
Purchased Services	119,637	251,688	251,688	0
Materials and Supplies	75,706	173,742	173,742	0
Capital Outlay - New	32,778	42,281	42,281	0
Total Special	319,028	915,164	915,164	0
Total Instruction	319,745	940,931	940,931	0
Support Services:				
Pupils:				
Salaries	7,294	135,684	135,684	0
Fringe Benefits	481	52,961	52,961	0
Purchased Services	12,931	40,242	40,242	0
Materials and Supplies	1,441	11,654	11,654	0
Capital Outlay - New	38,614	46,508	46,508	0
Total Pupils	60,761	287,049	287,049	0
Instructional Staff:				
Salaries	47,463	948,495	948,495	0
Fringe Benefits	108,451	718,392	718,392	0
Purchased Services	9,567	25,886	25,886	0
Materials and Supplies	13,942	20,629	20,629	0
Capital Outlay - New	7,894	8,571	8,571	0
Total Instructional Staff	\$187,317	\$1,721,973	\$1,721,973	\$0

(continued)

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title VI-B Fund (continued)
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with
	Original Budget	Revised Budget		Final Budget Positive (Negative)
Administration:				
Salaries	\$42,111	\$387,380	\$387,380	\$0
Fringe Benefits	29,100	176,095	176,095	0
Purchased Services	12,659	1,874	1,874	0
Materials and Supplies	9,849	10,142	10,142	0
Capital Outlay - New	11,121	7,285	7,285	0
Total Administration	104,840	582,776	582,776	0
Pupil Transportation:				
Salaries	0	22,951	22,951	0
Fringe Benefits	0	12,660	12,660	0
Purchased Services	0	265	265	0
Total Pupil Transportation	0	35,876	35,876	0
Total Support Services	352,918	2,627,674	2,627,674	0
Operation of Non-Instructional Services:				
Community Services:				
Salaries and Wages	0	289,328	289,328	0
Fringe Benefits	0	84,551	84,551	0
Purchased Services	0	36,410	36,410	0
Materials and Supplies	858	2,847	2,314	533
Total Operation of Non-Instructional Services	858	413,136	412,603	533
Total Expenditures	673,521	3,981,741	3,981,208	533
Excess of Revenues Over (Under) Expenditures	2,673,479	118,799	(249,904)	(368,703)
Other Financing Sources (Uses)				
Advances In	0	0	169,000	169,000
Advances Out	0	(120,000)	(120,000)	0
Total Other Financing Sources (Uses)	0	(120,000)	49,000	169,000
Net Change in Fund Balance	2,673,479	(1,201)	(200,904)	(199,703)
Fund Balance Beginning of Year	1,202	1,202	1,202	0
Prior Year Encumbrances Appropriated	200,235	200,235	200,235	0
Fund Balance End of Year	\$2,874,916	\$200,236	\$533	(\$199,703)

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Vocational Education Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original Budget	Revised Budget	Actual	
Revenues				
Intergovernmental	\$184,000	\$184,800	\$99,488	(\$85,312)
Expenditures				
Current:				
Instruction:				
Vocational:				
Salaries and Wages	0	2,712	2,712	0
Fringe Benefits	0	468	468	0
Total Instruction	0	3,180	3,180	0
Support Services:				
Pupils:				
Purchased Services	161	15,231	15,231	0
Capital Outlay - New	29,576	160,622	160,224	398
Total Pupils	29,737	175,853	175,455	398
Instructional Staff:				
Materials and Supplies	429	29,127	29,075	52
Central:				
Purchased Services	143	143	0	143
Total Support Services	30,309	205,123	204,530	593
<i>Total Expenditures</i>	30,309	208,303	207,710	593
<i>Excess of Revenues Over (Under) Expenditures</i>	153,691	(23,503)	(108,222)	(84,719)
Other Financing Sources				
Advances In	0	0	55,000	55,000
<i>Net Change in Fund Balance</i>	153,691	(23,503)	(53,222)	(29,719)
<i>Fund Balance Beginning of Year</i>	23,506	23,506	23,506	0
Prior Year Encumbrances Appropriated	30,309	30,309	30,309	0
<i>Fund Balance End of Year</i>	\$207,506	\$30,312	\$593	(\$29,719)

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title I Fund
For the Fiscal Year Ended June 30, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Revised Budget</u>		
Revenues				
Intergovernmental	\$1,332,000	\$1,578,327	\$1,495,428	(\$82,899)
Expenditures				
Current:				
Instruction:				
Special:				
Salaries	150,631	840,247	840,247	0
Fringe Benefits	71,602	332,313	332,313	0
Purchased Services	118	137	137	0
Materials and Supplies	138,075	65,192	65,192	0
Capital Outlay - New	0	8,797	8,797	0
Total Instruction	360,426	1,246,686	1,246,686	0
Support Services:				
Pupils:				
Purchased Services	910	1,200	1,200	0
Instructional Staff:				
Salaries	0	12,282	12,282	0
Fringe Benefits	0	5,843	5,843	0
Purchased Services	16,680	46,501	46,501	0
Total Instructional Staff	16,680	64,626	64,626	0
Administration:				
Salaries	24,762	26,589	26,589	0
Fringe Benefits	17,800	13,602	13,602	0
Materials and Supplies	892	3,890	3,890	0
Total Administration	43,454	44,081	44,081	0
Total Support Services	\$61,044	\$109,907	\$109,907	\$0

(continued)

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title I Fund (continued)
For the Fiscal Year Ended June 30, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Revised Budget</u>		
Operation of Non-Instructional Services:				
Community Services:				
Salaries	\$18,397	\$126,199	\$126,199	\$0
Fringe Benefits	3,580	32,575	32,575	0
Purchased Services	38,537	59,081	59,081	0
Materials and Supplies	16,980	22,132	21,326	806
Total Operation of Non-Instructional Services	<u>77,494</u>	<u>239,987</u>	<u>239,181</u>	<u>806</u>
<i>Total Expenditures</i>	<u>498,964</u>	<u>1,596,580</u>	<u>1,595,774</u>	<u>806</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	833,036	(18,253)	(100,346)	(82,093)
Other Financing Sources				
Advances In	<u>0</u>	<u>0</u>	<u>45,000</u>	<u>45,000</u>
<i>Net Change in Fund Balance</i>	833,036	(18,253)	(55,346)	(37,093)
<i>Fund Balance Beginning of Year</i>	18,256	18,256	18,256	0
Prior Year Encumbrances Appropriated	<u>37,895</u>	<u>37,895</u>	<u>37,895</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$889,187</u></u>	<u><u>\$37,898</u></u>	<u><u>\$805</u></u>	<u><u>(\$37,093)</u></u>

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title V Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original Budget	Revised Budget	Actual	
Revenues				
Intergovernmental	\$6,000	\$43,414	\$33,031	(\$10,383)
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries	5,711	0	0	0
Fringe Benefits	0	0	0	0
Total Instruction	5,711	0	0	0
Support Services:				
Instructional Staff:				
Purchased Services	0	10,581	10,581	0
Materials and Supplies	1,415	8,424	8,424	0
Total Support Services	1,415	19,005	19,005	0
Operation of Non-Instructional Services:				
Community Services:				
Purchased Services	970	1,482	509	973
Materials and Supplies	915	7,958	7,940	18
Capital Outlay - New	0	1,043	1,043	0
Total Operation of Non-Instructional Services	1,885	10,483	9,492	991
<i>Total Expenditures</i>	9,011	29,488	28,497	991
<i>Excess of Revenues Over (Under) Expenditures</i>	(3,011)	13,926	4,534	(9,392)
Other Financing Sources (Uses)				
Advances In	0	0	8,000	8,000
Advances Out	0	(15,000)	(15,000)	0
<i>Total Other Financing Sources (Uses)</i>	0	(15,000)	(7,000)	8,000
<i>Net Change in Fund Balance</i>	(3,011)	(1,074)	(2,466)	(1,392)
<i>Fund Balance Beginning of Year</i>	1,083	1,083	1,083	0
Prior Year Encumbrances Appropriated	2,374	2,374	2,374	0
<i>Fund Balance End of Year</i>	\$446	\$2,383	\$991	(\$1,392)

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Drug Free Schools Fund
For the Fiscal Year Ended June 30, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$38,000	\$39,480	\$38,670	(\$810)
Expenditures				
Current:				
Support Services:				
Pupils:				
Salaries	0	416	416	0
Fringe Benefits	93	0	0	0
Total Support Services	93	416	416	0
Operation of Non-Instructional Services:				
Community Services:				
Materials and Supplies	701	3,795	2,532	1,263
Total Expenditures	794	4,211	2,948	1,263
Excess of Revenues Over Expenditures	37,206	35,269	35,722	453
Other Financing Uses				
Advances Out	0	(36,000)	(36,000)	0
Net Change in Fund Balance	37,206	(731)	(278)	453
Fund Balance Beginning of Year	747	747	747	0
Prior Year Encumbrances Appropriated	794	794	794	0
Fund Balance End of Year	<u>\$38,747</u>	<u>\$810</u>	<u>\$1,263</u>	<u>\$453</u>

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Preschool Grant Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original Budget	Revised Budget	Actual	
Revenues				
Intergovernmental	\$197,000	\$205,328	\$160,104	(\$45,224)
Expenditures				
Current:				
Instruction:				
Special:				
Fringe Benefits	21,513	0	0	0
Materials and Supplies	6,718	6,556	6,556	0
Total Instruction	28,231	6,556	6,556	0
Support Services:				
Pupils:				
Salaries	1,659	22,644	22,644	0
Fringe Benefits	1,118	8,772	8,772	0
Materials and Supplies	6,945	22,287	22,287	0
Capital Outlay - New	4,418	9,813	9,813	0
Total Pupils	14,140	63,516	63,516	0
Instructional Staff:				
Salaries	1,771	43,429	43,429	0
Fringe Benefits	3,674	15,489	15,489	0
Materials and Supplies	4,340	9,029	9,029	0
Total Instructional Staff	9,785	67,947	67,947	0
Administration:				
Purchased Services	1,470	3,140	2,950	190
Total Support Services	\$25,395	\$134,603	\$134,413	\$190

(continued)

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Preschool Grant Fund (continued)
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Revised Budget		
Operation of Non-Instructional Services:				
Community Services:				
Purchased Services	\$5,304	\$16,308	\$16,158	\$150
Materials and Supplies	1,716	1,716	1,246	470
Total Community Services	7,020	18,024	17,404	620
<i>Total Expenditures</i>	60,646	159,183	158,373	810
<i>Excess of Revenues Over Expenditures</i>	136,354	46,145	1,731	(44,414)
Other Financing Sources (Uses)				
Advances In	0	0	17,000	17,000
Advances Out	0	(47,000)	(47,000)	0
<i>Total Other Financing Sources (Uses)</i>	0	(47,000)	(30,000)	17,000
<i>Net Change in Fund Balance</i>	136,354	(855)	(28,269)	(27,414)
<i>Fund Balance Beginning of Year</i>	875	875	875	0
Prior Year Encumbrances Appropriated	28,204	28,204	28,204	0
<i>Fund Balance End of Year</i>	\$165,433	\$28,224	\$810	(\$27,414)

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title VI-R Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Revised Budget		
Revenues				
Intergovernmental	\$487,000	\$710,793	\$626,593	(\$84,200)
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries	42,093	267,131	267,131	0
Fringe Benefits	7,970	86,136	85,056	1,080
Purchased Services	0	5,000	4,909	91
Total Instruction	50,063	358,267	357,096	1,171
Support Services:				
Pupils:				
Salaries	0	19,757	19,757	0
Fringe Benefits	0	5,200	3,997	1,203
Purchased Services	0	44,622	43,613	1,009
Materials and Supplies	0	16,854	16,492	362
Capital Outlay - New	0	6,560	6,559	1
Total Pupils	0	92,993	90,418	2,575
Instructional Staff:				
Salaries	10,995	94,995	94,995	0
Fringe Benefits	15,084	42,617	33,663	8,954
Purchased Services	0	6,500	6,269	231
Total Instructional Staff	26,079	144,112	134,927	9,185
Administration:				
Salaries	0	41,400	41,100	300
Fringe Benefits	0	6,500	6,350	150
Total Administration	0	47,900	47,450	450
Operation and Maintenance of Plant:				
Salaries	7,321	32,441	32,441	0
Fringe Benefits	1,129	7,901	5,656	2,245
Purchased Services	1,000	8,937	5,317	3,620
Materials and Supplies	171	5,368	295	5,073
Other	0	1,500	1,500	0
Total Operation and Maintenance of Plant	9,621	56,147	45,209	10,938
Total Support Services	\$35,700	\$341,152	\$318,004	\$23,148

(continued)

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title VI-R Fund (continued)
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Revised Budget		
Operation of Non-Instructional Services:				
Community Services:				
Purchased Services	\$2,256	\$4,256	\$527	\$3,729
Materials and Supplies	348	8,685	4,208	4,477
Capital Outlay - New	0	2,719	2,707	12
Total Operation of Non-Instructional Services	2,604	15,660	7,442	8,218
<i>Total Expenditures</i>	88,367	715,079	682,542	32,537
<i>Excess of Revenues Over (Under) Expenditures</i>	398,633	(4,286)	(55,949)	(51,663)
Other Financing Sources (Uses)				
Advances In	0	0	83,000	83,000
Advances Out	0	(26,000)	(26,000)	0
<i>Total Other Financing Sources (Uses)</i>	0	(26,000)	57,000	83,000
<i>Net Change in Fund Balance</i>	398,633	(30,286)	1,051	31,337
<i>Fund Balance Beginning of Year</i>	30,297	30,297	30,297	0
Prior Year Encumbrances Appropriated	1,189	1,189	1,189	0
<i>Fund Balance End of Year</i>	\$430,119	\$1,200	\$32,537	\$31,337

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Scholarship Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Revised Budget		
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Current:				
Instruction:				
Adult/Continuing:				
Materials and Supplies	90	90	0	90
Other	1,000	1,000	1,000	0
Total Expenditures	1,090	1,090	1,000	90
<i>Net Change in Fund Balance</i>	(1,090)	(1,090)	(1,000)	90
<i>Fund Balance Beginning of Year</i>	11,653	11,653	11,653	0
<i>Fund Balance End of Year</i>	<u>\$10,563</u>	<u>\$10,563</u>	<u>\$10,653</u>	<u>\$90</u>

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Managed Information Systems Fund
For the Fiscal Year Ended June 30, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$43,000	\$63,873	\$44,910	(\$18,963)
Expenditures				
Current:				
Support Services:				
Instructional Staff:				
Capital Outlay - New	24,659	24,536	24,536	0
Central:				
Salaries	5,556	51,489	51,489	0
Fringe Benefits	964	15,478	15,456	22
Total Central	6,520	66,967	66,945	22
<i>Total Expenditures</i>	31,179	91,503	91,481	22
<i>Net Change in Fund Balance</i>	11,821	(27,630)	(46,571)	(18,941)
<i>Fund Balance Beginning of Year</i>	27,630	27,630	27,630	0
Prior Year Encumbrances Appropriated	24,659	24,659	24,659	0
<i>Fund Balance End of Year</i>	<u>\$64,110</u>	<u>\$24,659</u>	<u>\$5,718</u>	<u>(\$18,941)</u>

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Venture Capital Fund
For the Fiscal Year Ended June 30, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	
Revenues	\$0	\$0	\$0	\$0
Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	0	0	0	0
<i>Fund Balance Beginning of Year</i>	<u>1,925</u>	<u>1,925</u>	<u>1,925</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$1,925</u></u>	<u><u>\$1,925</u></u>	<u><u>\$1,925</u></u>	<u><u>\$0</u></u>

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Entry Year Grant Fund
For the Fiscal Year Ended June 30, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Revised Budget</u>		
Revenues				
Intergovernmental	\$42,000	\$24,000	\$24,800	\$800
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries	0	19,160	19,160	0
Fringe Benefits	0	3,340	3,340	0
Total Instruction	0	22,500	22,500	0
Support Services:				
Pupils:				
Purchased Services	0	800	800	0
Materials and Supplies	0	3,734	3,716	18
Total Support Services	0	4,534	4,516	18
<i>Total Expenditures</i>	0	27,034	27,016	18
<i>Net Change in Fund Balance</i>	42,000	(3,034)	(2,216)	818
<i>Fund Balance Beginning of Year</i>	66,734	66,734	66,734	0
<i>Fund Balance End of Year</i>	<u>\$108,734</u>	<u>\$63,700</u>	<u>\$64,518</u>	<u>\$818</u>

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
School Net Subsidy Grant Fund
For the Fiscal Year Ended June 30, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Revised Budget</u>		
Revenues				
Intergovernmental	\$8,700	\$14,830	\$7,830	(\$7,000)
Expenditures				
Current:				
Support Services:				
Instructional Staff:				
Salaries	818	2,308	2,044	264
Fringe Benefits	321	356	356	0
Purchased Services	6,446	12,430	12,430	0
<i>Total Expenditures</i>	<u>7,585</u>	<u>15,094</u>	<u>14,830</u>	<u>264</u>
<i>Net Change in Fund Balance</i>	1,115	(264)	(7,000)	(6,736)
<i>Fund Balance Beginning of Year</i>	264	264	264	0
Prior Year Encumbrances Appropriated	<u>7,000</u>	<u>7,000</u>	<u>7,000</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$8,379</u></u>	<u><u>\$7,000</u></u>	<u><u>\$264</u></u>	<u><u>(\$6,736)</u></u>

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Vocational Education Enhancements Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Revised Budget		
Revenues	\$0	\$0	\$0	\$0
Expenditures	0	0	0	0
<i>Net Change in Fund Balance</i>	0	0	0	0
<i>Fund Balance Beginning of Year</i>	4,379	4,379	4,379	0
<i>Fund Balance End of Year</i>	<u>\$4,379</u>	<u>\$4,379</u>	<u>\$4,379</u>	<u>\$0</u>

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Poverty Aid Fund
For the Fiscal Year Ended June 30, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$178,000	\$235,019	\$234,174	(\$845)
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries	11,140	134,199	84,368	49,831
Fringe Benefits	17,967	71,947	40,315	31,632
Total Instruction	29,107	206,146	124,683	81,463
Support Services:				
Pupils:				
Fringe Benefits	0	7	7	0
Purchased Services	0	18,224	17,181	1,043
Materials and Supplies	597	14,903	14,826	77
Capital Outlay - New	0	25,001	25,001	0
Total Support Services	597	58,135	57,015	1,120
<i>Total Expenditures</i>	29,704	264,281	181,698	82,583
<i>Net Change in Fund Balance</i>	148,296	(29,262)	52,476	81,738
<i>Fund Balance Beginning of Year</i>	29,263	29,263	29,263	0
Prior Year Encumbrances Appropriated	844	844	844	0
<i>Fund Balance End of Year</i>	\$178,403	\$845	\$82,583	\$81,738

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Limited English Proficiency Grant Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original Budget	Revised Budget	Actual	
Revenues				
Intergovernmental	\$120,000	\$95,776	\$71,457	(\$24,319)
Expenditures				
Current:				
Instruction:				
Special:				
Salaries	23,384	9,113	9,113	0
Fringe Benefits	6,419	4,078	4,078	0
Materials and Supplies	0	24,753	24,753	0
Total Instruction	29,803	37,944	37,944	0
Support Services:				
Pupils:				
Salaries	0	33,757	33,757	0
Fringe Benefits	0	21,545	21,283	262
Total Pupils	0	55,302	55,040	262
Instructional Staff:				
Purchased Services	0	4,795	4,721	74
Materials and Supplies	0	3,000	3,000	0
Total Instructional Staff	0	7,795	7,721	74
Total Support Services	0	63,097	62,761	336
Operation of Non-Instructional Services:				
Community Services:				
Purchased Services	194	1,194	1,190	4
Total Expenditures	29,997	102,235	101,895	340
Excess of Revenues Over (Under) Expenditures	90,003	(6,459)	(30,438)	(23,979)
Other Financing Sources				
Advances In	0	0	24,000	24,000
Net Change in Fund Balance	90,003	(6,459)	(6,438)	21
Fund Balance Beginning of Year	6,481	6,481	6,481	0
Prior Year Encumbrances Appropriated	298	298	298	0
Fund Balance End of Year	\$96,782	\$320	\$341	\$21

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Federal Refugee Children Fund
For the Fiscal Year Ended June 30, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original Budget</u>	<u>Revised Budget</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$3,000	\$1,347	\$20,685	\$19,338
Expenditures				
Current:				
Instruction:				
Special:				
Salaries	0	1,054	0	1,054
Fringe Benefits	0	184	0	184
Materials and Supplies	0	2,442	2,360	82
<i>Total Expenditures</i>	<u>0</u>	<u>3,680</u>	<u>2,360</u>	<u>1,320</u>
<i>Net Change in Fund Balance</i>	3,000	(2,333)	18,325	20,658
<i>Fund Balance Beginning of Year</i>	<u>2,334</u>	<u>2,334</u>	<u>2,334</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$5,334</u></u>	<u><u>\$1</u></u>	<u><u>\$20,659</u></u>	<u><u>\$20,658</u></u>

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Turf Replacement Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Revised Budget		
Revenues				
Miscellaneous	\$16,000	\$16,000	\$20,506	\$4,506
Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	16,000	16,000	20,506	4,506
<i>Fund Balance Beginning of Year</i>	<u>62,794</u>	<u>62,794</u>	<u>62,794</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$78,794</u></u>	<u><u>\$78,794</u></u>	<u><u>\$83,300</u></u>	<u><u>\$4,506</u></u>

Parma City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
School Net Fund
For the Fiscal Year Ended June 30, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original Budget</u>	<u>Revised Budget</u>		
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Current:				
Support Services:				
Instructional Staff:				
Capital Outlay - New	0	1,194	1,194	0
Central:				
Capital Outlay - New	0	22,915	22,915	0
<i>Total Expenditures</i>	<u>0</u>	<u>24,109</u>	<u>24,109</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	0	(24,109)	(24,109)	0
<i>Fund Balance Beginning of Year</i>	<u>24,109</u>	<u>24,109</u>	<u>24,109</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$24,109</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

Parma City School District
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Food Service Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original Budget	Revised Budget	Actual	
Revenues				
Sales	\$2,333,850	\$1,914,850	\$2,321,228	\$406,378
Federal and State Subsidies	1,116,150	1,116,150	1,548,522	432,372
<i>Total Revenues</i>	<u>3,450,000</u>	<u>3,031,000</u>	<u>3,869,750</u>	<u>838,750</u>
Expenses				
Salaries	1,146,590	1,152,640	1,152,640	0
Fringe Benefits	659,354	653,304	644,100	9,204
Purchased Services	66,750	94,500	78,263	16,237
Materials and Supplies	1,632,100	1,814,086	1,709,584	104,502
Capital Outlay - New	257,000	249,214	183,122	66,092
Other	9,533	12,583	9,141	3,442
<i>Total Expenses</i>	<u>3,771,327</u>	<u>3,976,327</u>	<u>3,776,850</u>	<u>199,477</u>
<i>Net Change in Fund Equity</i>	(321,327)	(945,327)	92,900	1,038,227
<i>Fund Equity Beginning of Year</i>	962,082	962,082	962,082	0
Prior Year Encumbrances Appropriated	2,938	2,938	2,938	0
<i>Fund Equity End of Year</i>	<u>\$643,693</u>	<u>\$19,693</u>	<u>\$1,057,920</u>	<u>\$1,038,227</u>

Parma City School District
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Adult Continuing Education Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Revised Budget		
Revenues				
Tuition and Fees	\$124,000	\$113,550	\$60,122	(\$53,428)
Sales	0	0	881	881
Federal and State Subsidies	0	0	31,875	31,875
<i>Total Revenues</i>	<u>124,000</u>	<u>113,550</u>	<u>92,878</u>	<u>(20,672)</u>
Expenses				
Salaries	18,109	87,018	75,510	11,508
Fringe Benefits	7,771	29,738	27,667	2,071
Purchased Services	3,267	6,697	6,645	52
Materials and Supplies	14,074	8,082	8,069	13
Capital Outlay	2,930	4,310	4,310	0
Other	500	0	0	0
<i>Total Expenses</i>	<u>46,651</u>	<u>135,845</u>	<u>122,201</u>	<u>13,644</u>
<i>Excess of Revenues Over (Under) Expenses</i>	77,349	(22,295)	(29,323)	(7,028)
Advances Out	0	(23,685)	(23,685)	0
Transfers In	0	0	20,000	20,000
<i>Net Change in Fund Equity</i>	77,349	(45,980)	(33,008)	12,972
<i>Fund Equity Beginning of Year</i>	45,984	45,984	45,984	0
Prior Year Encumbrances Appropriated	669	669	669	0
<i>Fund Equity End of Year</i>	<u>\$124,002</u>	<u>\$673</u>	<u>\$13,645</u>	<u>\$12,972</u>

Parma City School District
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP Basis) and Actual
Extended Daycare/Preschool Fund
For the Fiscal Year Ended June 30, 2008

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original Budget	Revised Budget		
Revenues				
Tuition and Fees	\$1,280,000	\$1,296,573	\$1,238,743	(\$57,830)
Federal and State Subsidies	0	0	139,144	139,144
Miscellaneous	0	0	5,853	5,853
<i>Total Revenues</i>	<u>1,280,000</u>	<u>1,296,573</u>	<u>1,383,740</u>	<u>87,167</u>
Expenses				
Salaries	339,347	871,866	805,081	66,785
Fringe Benefits	81,586	205,119	184,837	20,282
Purchased Services	9,607	328,520	278,831	49,689
Materials and Supplies	41,117	20,156	3,316	16,840
Capital Outlay - New	4,082	99,481	89,610	9,871
Other	1,445	6,027	2,550	3,477
<i>Total Expenses</i>	<u>477,184</u>	<u>1,531,169</u>	<u>1,364,225</u>	<u>166,944</u>
<i>Net Change in Fund Equity</i>	802,816	(234,596)	19,515	254,111
<i>Fund Equity Beginning of Year</i>	260,032	260,032	260,032	0
Prior Year Encumbrances Appropriated	5,564	5,564	5,564	0
<i>Fund Equity End of Year</i>	<u>\$1,068,412</u>	<u>\$31,000</u>	<u>\$285,111</u>	<u>\$254,111</u>

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Statistical Section

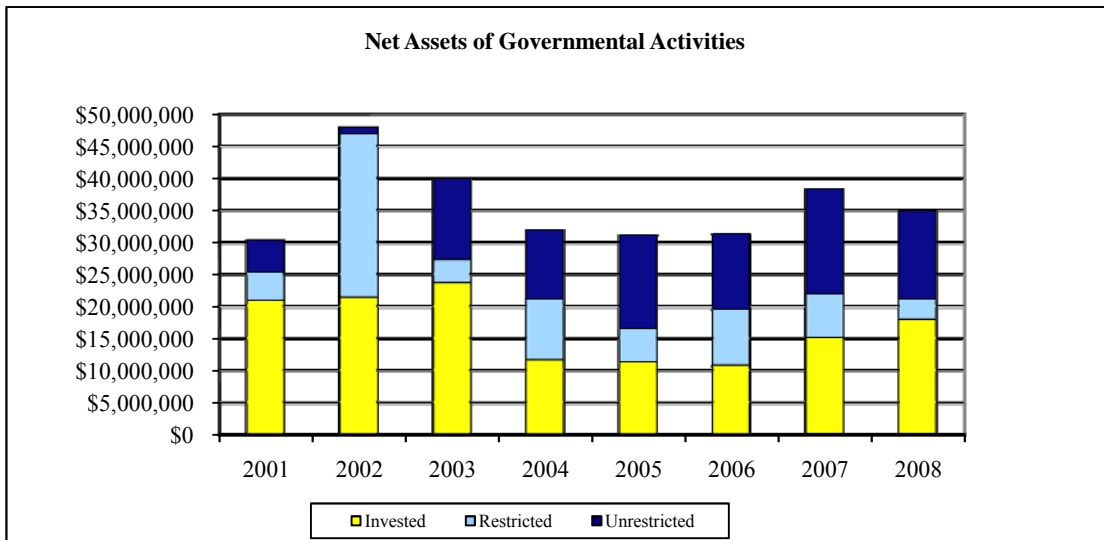
This part of School District's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the School District's overall financial health.

<u>Contents</u>	<u>Page(s)</u>
Financial Trends These schedules contain trend information to help the reader understand how the School District's financial position has changed over time.	S2 - S13
Revenue Capacity These schedules contain information to help the reader understand and assess the factors affecting the School District's ability to generate its most significant local revenue source(s), the property tax.	S14 - S23
Debt Capacity These schedules present information to help the reader assess the affordability of the School District's current levels of outstanding debt and the School District's ability to issue additional debt in the future.	S24 - S28
Economic and Demographic Information These schedules offer economic and demographic indicators to help the reader understand the environment within which the School District's financial activities take place and to provide information that facilitates comparisons of financial information over time and among governments.	S30 - S32
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the School District's financial report relates to the services the School District provides and the activities it performs.	S33 - S47

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

Parma City School District
Net Assets by Component
Last Eight Fiscal Years
(accrual basis of accounting)

	2001	2002	2003	2004
Governmental Activities:				
Invested in Capital Assets, Net of Related Debt	\$20,827,338	\$21,358,370	\$23,627,984	\$11,594,506
Restricted for:				
Capital Projects	640,534	21,120,494	0	5,507,722
Debt Service	1,726,416	1,569,261	653,054	707,547
Set Asides	0	588,782	588,782	588,782
Other Purposes	2,099,825	2,266,099	2,390,877	2,630,519
Unrestricted	5,004,137	1,035,192	12,654,442	10,835,063
Total Governmental Activities Net Assets	30,298,250	47,938,198	39,915,139	31,864,139
Business-type Activities:				
Invested in Capital Assets, Net of Related Debt	98,818	96,218	110,996	119,920
Unrestricted	902,213	295,617	281,164	166,458
Total Business-type Activities Net Assets	1,001,031	391,835	392,160	286,378
Primary Government:				
Invested in Capital Assets, Net of Related Debt	20,926,156	21,454,588	23,738,980	11,714,426
Restricted	4,466,775	25,544,636	3,632,713	9,434,570
Unrestricted	5,906,350	1,330,809	12,935,606	11,001,521
Total Primary Government Net Assets	\$31,299,281	\$48,330,033	\$40,307,299	\$32,150,517



2005	2006	2007	2008
\$11,251,853	\$10,762,705	\$15,120,924	\$17,993,627
3,297,860	6,482,337	3,127,777	246,202
262,980	210,273	1,297,997	528,534
0	0	0	0
1,692,330	2,064,575	2,278,900	2,317,272
14,535,471	11,733,273	16,438,216	13,786,868
<u>31,040,494</u>	<u>31,253,163</u>	<u>38,263,814</u>	<u>34,872,503</u>
128,255	114,337	127,199	303,383
474,619	711,907	984,643	957,091
<u>602,874</u>	<u>826,244</u>	<u>1,111,842</u>	<u>1,260,474</u>
11,380,108	10,877,042	15,248,123	18,297,010
5,253,170	8,757,185	6,704,674	3,092,008
15,010,090	12,445,180	17,422,859	14,743,959
<u>\$31,643,368</u>	<u>\$32,079,407</u>	<u>\$39,375,656</u>	<u>\$36,132,977</u>

Parma City School District
Changes in Net Assets
Last Eight Fiscal Years
(accrual basis of accounting)

	2001	2002	2003	2004
Expenses				
Governmental Activities:				
Regular Instruction	\$46,171,336	\$52,549,702	\$56,735,679	\$55,727,837
Special Instruction	10,151,082	11,657,885	13,502,318	14,786,344
Vocational Instruction	2,412,894	1,942,972	2,421,619	2,177,517
Adult/Continuing Instruction	131,614	146,408	103,058	104,805
Pupil Support	5,702,894	6,028,497	6,280,658	6,898,816
Instructional Staff Support	4,373,868	5,620,956	4,689,359	5,420,181
Board of Education	445,182	722,338	808,105	1,199,052
Administration	6,800,226	8,561,814	9,085,121	9,484,263
Fiscal	2,122,588	1,961,584	1,878,329	3,173,100
Business	608,938	760,916	704,215	792,836
Operation and Maintenance of Plant	10,154,889	14,323,751	15,370,578	20,715,391
Pupil Transportation	4,298,362	6,381,700	5,464,548	5,861,535
Central	1,489,597	2,142,312	1,987,681	1,942,312
Operation of Non-Instructional Services	4,263,121	4,059,216	4,777,508	4,122,981
Extracurricular Activities	2,279,498	2,449,230	2,751,996	3,284,535
Interest and Fiscal Charges	484,966	576,680	1,081,240	170,934
<i>Total Governmental Activities Expenses</i>	<u>101,891,055</u>	<u>119,885,961</u>	<u>127,642,012</u>	<u>135,862,439</u>
Business-type Activities:				
Food Service	3,043,913	3,287,831	3,271,012	3,183,170
Adult Continuing Education	926,264	999,882	452,074	329,589
Extended Day Care/Preschool	1,181,824	1,585,266	1,166,063	1,288,939
<i>Total Business-type Activities Expenses</i>	<u>5,152,001</u>	<u>5,872,979</u>	<u>4,889,149</u>	<u>4,801,698</u>
<i>Total Primary Government Expenses</i>	<u>107,043,056</u>	<u>125,758,940</u>	<u>132,531,161</u>	<u>140,664,137</u>
Program Revenues				
Governmental Activities:				
Charges for Services and Sales				
Regular Instruction	1,711,772	1,493,438	1,579,616	1,749,000
Special Instruction	166,291	42,230	87,756	411,703
Vocational Instruction	0	0	87,757	82,789
Adult/Continuing Instruction	0	0	0	0
Pupil Support	0	0	0	119,311
Instructional Staff Support	0	0	0	78,931
Board of Education	0	0	0	18,778
Administration	0	0	0	179,474
Fiscal	0	26	0	60,519
Business	0	0	0	13,629
Operation and Maintenance of Plant	2,675	280,253	266,448	213,563
Pupil Transportation	522,180	0	599,746	330,252
Central	0	0	0	36,149
Operation of Non-Instructional Services	94,526	0	0	451
Extracurricular Activities	1,459,290	1,134,475	832,077	965,479
Operating Grants, Contributions, and Interest				
Regular Instruction	1,319,226	902,920	2,730,556	1,245,871
Special Instruction (1)	1,856,864	910,160	1,553,750	1,930,920
Vocational Instruction	340,317	122,697	0	11,221
Adult/Continuing Instruction	115,426	9,992	164,286	107,983
Pupil Support	405,996	663,701	447,703	1,063,490
Instructional Staff Support	397,263	1,253,171	870,145	1,201,308
Board of Education	0	3,447	0	4,341
Administration	120,212	257,659	0	395,841
Fiscal	0	0	0	13,994
Business	0	232	0	3,151
Operation and Maintenance of Plant	354,675	3,445	0	56,744
Pupil Transportation (1)	0	150	0	138,692
Central	100,553	13,892	0	87,130
Operation of Non-Instructional Services	3,333,925	4,357,532	4,158,729	4,469,686
Extracurricular Activities	17,363	32,156	5,929	9,909
Capital Grants and Contributions				
Instructional Staff Support	0	0	191,504	0
Fiscal	0	160	0	0
Business	0	0	0	0
Operation and Maintenance of Plant	13,459	2,323,190	0	0
Pupil Transportation (1)	138,557	66,727	0	0
Central	0	0	0	0
<i>Total Governmental Activities Program Revenues</i>	<u>12,470,570</u>	<u>13,871,653</u>	<u>13,576,002</u>	<u>15,000,309</u>

2005	2006	2007	2008
\$55,590,833	\$57,535,170	\$60,424,634	\$62,591,363
16,524,948	16,913,097	17,425,594	18,650,354
3,442,447	3,572,570	3,617,757	3,499,530
138,911	138,768	119,114	117,571
7,102,167	7,480,653	7,576,597	8,416,014
5,134,353	5,700,431	6,377,228	6,381,186
648,076	955,548	1,024,815	1,118,628
10,361,043	10,516,633	9,604,845	11,526,294
2,011,493	2,219,018	2,343,337	2,753,764
1,020,693	1,239,503	818,024	1,690,228
13,062,866	13,561,145	16,914,869	17,583,975
5,409,391	6,177,626	6,263,119	6,920,614
2,106,373	1,616,584	1,717,231	2,184,176
4,861,629	4,112,226	4,506,655	4,282,128
2,818,687	3,077,275	3,391,752	3,425,550
1,397,634	1,708,765	2,043,222	2,317,695
<u>131,631,544</u>	<u>136,525,012</u>	<u>144,168,793</u>	<u>153,459,070</u>
3,079,727	3,190,388	3,240,847	3,622,039
71,024	115,088	122,192	114,898
1,280,779	1,332,056	1,226,085	1,310,755
<u>4,431,530</u>	<u>4,637,532</u>	<u>4,589,124</u>	<u>5,047,692</u>
<u>136,063,074</u>	<u>141,162,544</u>	<u>148,757,917</u>	<u>158,506,762</u>
2,372,336	2,032,299	1,859,167	2,327,421
629,722	530,000	489,815	652,409
153,447	130,879	117,904	145,241
0	324	274	531
34,567	243,345	220,874	293,452
20,715	153,467	148,167	172,741
4,841	35,092	33,201	43,602
51,011	364,185	338,752	449,156
20,112	79,325	73,680	106,265
5,002	41,479	37,417	48,349
54,994	425,144	394,311	470,177
231,247	218,818	223,157	277,965
10,489	55,814	51,975	83,828
138	1,093	887	1,066
1,160,556	906,445	809,359	1,017,867
890,031	1,168,125	634,226	742,751
2,679,874	2,646,729	4,981,600	4,553,371
13,513	39,423	6,284	4,949
117,102	122,330	713,695	111,600
1,756,860	857,786	861,409	1,161,216
1,226,265	1,535,647	1,807,269	2,014,166
0	9,040	0	666
504,800	690,472	684,465	819,951
0	20,435	0	1,622
0	10,685	0	738
15,526	110,804	32,741	52,056
81,621	96,023	2,857,360	2,787,331
57,007	130,323	134,860	43,380
4,468,816	4,415,845	4,435,583	4,480,637
3,882	21,488	26,002	7,696
0	0	0	0
0	0	0	1,757
0	0	0	7,968
0	0	0	47,350
0	0	56,259	44,722
118,650	0	0	0
<u>16,683,124</u>	<u>17,092,864</u>	<u>22,030,693</u>	<u>22,973,997</u>

(continued)

Parma City School District
Changes in Net Assets (continued)
Last Eight Fiscal Years
(accrual basis of accounting)

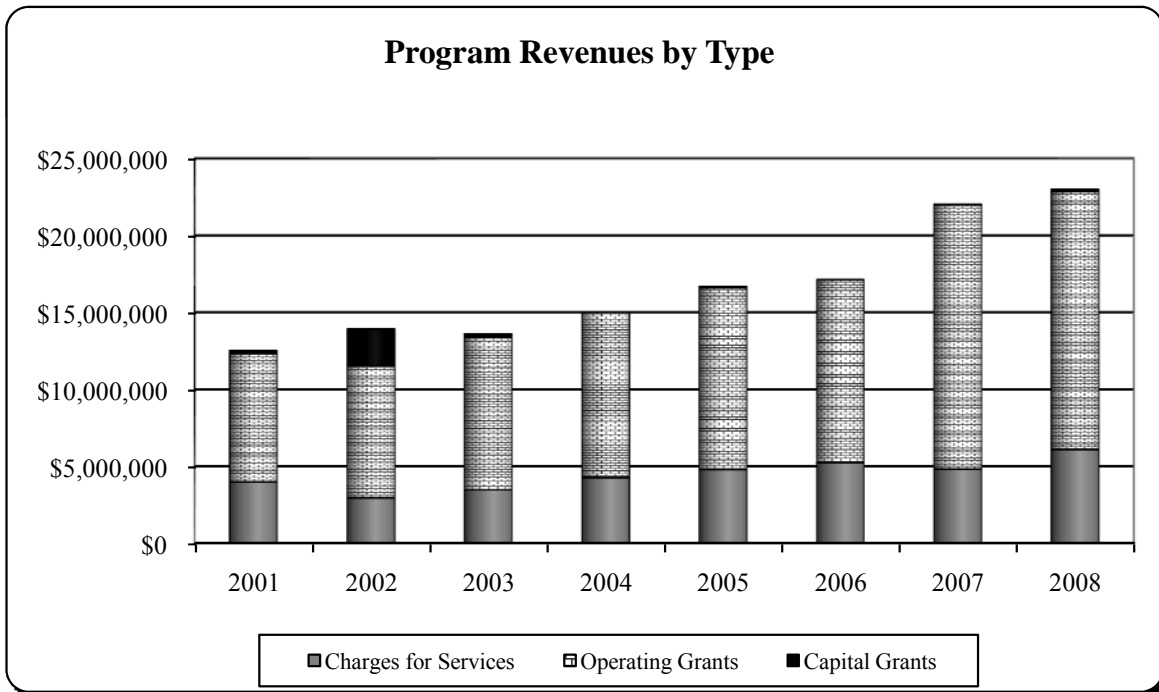
	2001	2002	2003	2004
Business-type Activities:				
Charges for Services				
Food Service	\$2,141,770	\$2,173,383	\$2,209,174	\$2,265,903
Adult Continuing Education	793,337	609,868	210,227	159,008
Extended Day Care/Preschool	1,040,067	1,104,589	991,293	1,123,457
Operating Grants and Contributions	1,265,260	1,333,755	1,461,541	1,130,385
<i>Total Business-type Activities Program Revenues</i>	<u>5,240,434</u>	<u>5,221,595</u>	<u>4,872,235</u>	<u>4,678,753</u>
<i>Total Primary Government Program Revenues</i>	<u>17,711,004</u>	<u>19,093,248</u>	<u>18,448,237</u>	<u>19,679,062</u>
Net (Expense)/Revenue				
Governmental Activities	(89,420,485)	(106,014,308)	(114,066,010)	(120,862,130)
Business-type Activities	88,433	(651,384)	(16,914)	(122,945)
<i>Total Primary Government Net (Expense)/Revenue</i>	<u>(89,332,052)</u>	<u>(106,665,692)</u>	<u>(114,082,924)</u>	<u>(120,985,075)</u>
General Revenues and Other Changes in Net Assets				
Governmental Activities:				
Property Taxes Levied for:				
General Purposes	70,818,304	84,363,645	68,717,395	73,923,631
Debt Service	852,293	57,603	466,239	2,392,758
Capital Projects	2,203,382	4,071,141	2,102,542	1,305,697
Grants and Entitlements not Restricted to Specific Programs	23,777,006	36,323,272	32,873,674	33,989,650
Investment Earnings	1,473,616	1,184,907	910,019	455,946
Gain on Sale of Capital Assets	11,625	0	42,563	41,658
Miscellaneous	902,636	163,388	941,427	712,760
Transfers	0	0	(10,908)	(10,970)
<i>Total Governmental Activities</i>	<u>100,038,862</u>	<u>126,163,956</u>	<u>106,042,951</u>	<u>112,811,130</u>
Business-type Activities:				
Gain on Sale of Capital Assets	0	0	0	0
Miscellaneous	0	51,098	6,331	6,193
Transfers	0	0	10,908	10,970
<i>Total Business-type Activities</i>	<u>0</u>	<u>51,098</u>	<u>17,239</u>	<u>17,163</u>
<i>Total Primary Government</i>	<u>100,038,862</u>	<u>126,215,054</u>	<u>106,060,190</u>	<u>112,828,293</u>
Change in Net Assets				
Governmental Activities	10,618,377	20,149,648	(8,023,059)	(8,051,000)
Business-type Activities	88,433	(600,286)	325	(105,782)
<i>Total Primary Government Change in Net Assets</i>	<u>\$10,706,810</u>	<u>\$19,549,362</u>	<u>(\$8,022,734)</u>	<u>(\$8,156,782)</u>

(1) The large increases from fiscal year 2006 to fiscal year 2007 are due to the method of classification used for program revenues.

2005	2006	2007	2008
\$2,240,812	\$2,283,014	\$2,350,372	\$2,326,781
23,476	87,919	55,416	77,954
1,156,901	1,120,330	1,163,561	1,284,827
1,223,416	1,361,366	1,298,267	1,473,587
<u>4,644,605</u>	<u>4,852,629</u>	<u>4,867,616</u>	<u>5,163,149</u>
<u>21,327,729</u>	<u>21,945,493</u>	<u>26,898,309</u>	<u>28,137,146</u>
(114,948,420)	(119,432,148)	(122,138,100)	(130,485,073)
213,075	215,097	278,492	115,457
<u>(114,735,345)</u>	<u>(119,217,051)</u>	<u>(121,859,608)</u>	<u>(130,369,616)</u>
75,071,978	78,493,416	89,252,646	86,009,810
1,975,713	3,434,573	4,086,494	2,846,136
1,133,492	1,885,293	1,340,604	2,860,787
34,172,968	32,796,036	29,921,269	32,989,823
815,547	1,778,835	2,690,152	1,525,954
0	35,938	6,234	0
1,030,002	1,220,726	1,851,352	881,252
(74,925)	0	0	(20,000)
<u>114,124,775</u>	<u>119,644,817</u>	<u>129,148,751</u>	<u>127,093,762</u>
23,464	0	1,791	0
5,032	8,273	5,315	13,175
74,925	0	0	20,000
<u>103,421</u>	<u>8,273</u>	<u>7,106</u>	<u>33,175</u>
<u>114,228,196</u>	<u>119,653,090</u>	<u>129,155,857</u>	<u>127,126,937</u>
(823,645)	212,669	7,010,651	(3,391,311)
316,496	223,370	285,598	148,632
<u>(\$507,149)</u>	<u>\$436,039</u>	<u>\$7,296,249</u>	<u>(\$3,242,679)</u>

Parma City School District
Program Revenues of Governmental Activities by Function
Last Eight Fiscal Years
(accrual basis of accounting)

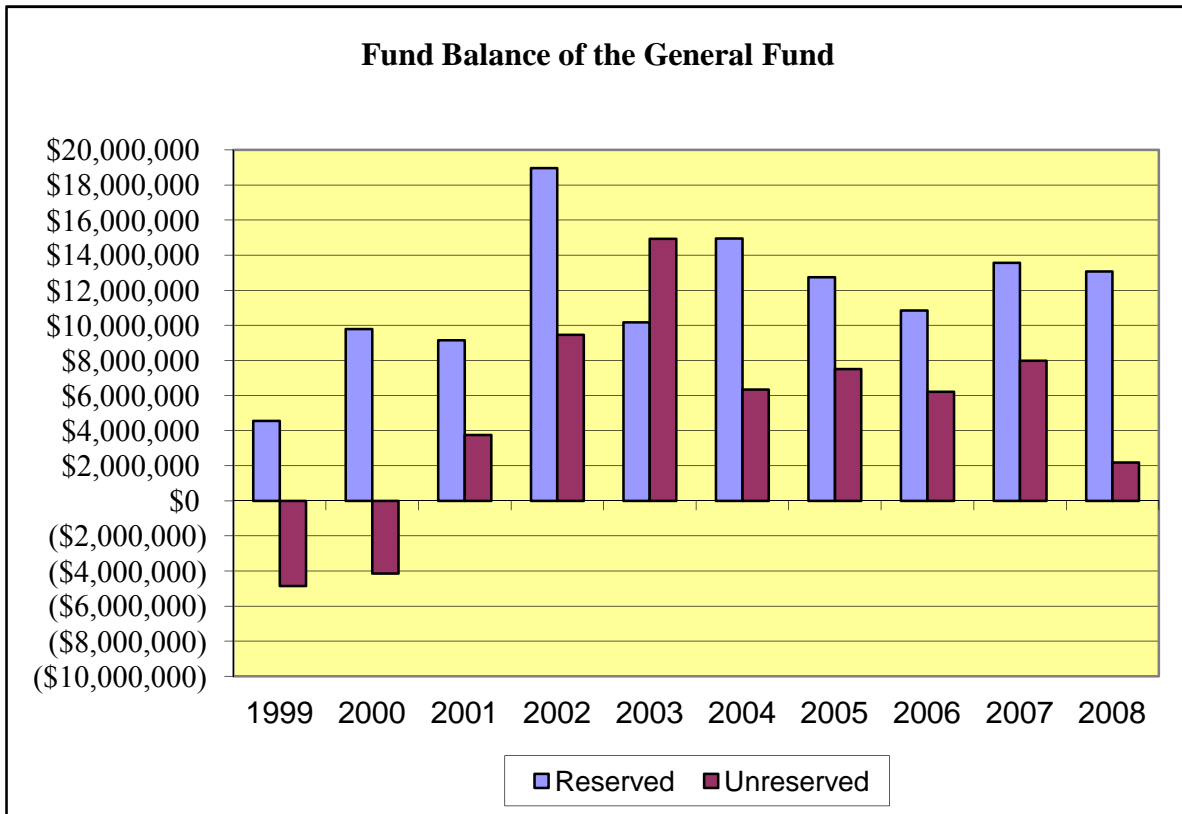
<i>Governmental Activities</i>	2001	2002	2003	2004
<i>Function:</i>				
Regular Instruction	\$3,030,998	\$2,396,358	\$4,310,172	\$2,994,871
Special Instruction	2,023,155	952,390	1,641,506	2,342,623
Vocational Instruction	340,317	122,697	87,757	94,010
Adult/Continuing Instruction	115,426	9,992	164,286	107,983
Pupils	405,996	663,701	447,703	1,182,801
Instructional Staff	397,263	1,253,171	1,061,649	1,280,239
Board of Education	0	3,447	0	23,119
Administration	120,212	257,659	0	575,315
Fiscal	0	186	0	74,513
Business	0	232	0	16,780
Operation and Maintenance of Plant	370,809	2,606,888	266,448	270,307
Pupil Transportation	660,737	66,877	599,746	468,944
Central	100,553	13,892	0	123,279
Operation of Non-Instructional Services	3,428,451	4,357,532	4,158,729	4,470,137
Extracurricular Activities	1,476,653	1,166,631	838,006	975,388
Total Program Revenues	\$12,470,570	\$13,871,653	\$13,576,002	\$15,000,309



2005	2006	2007	2008
\$3,262,367	\$3,200,424	\$2,493,393	\$3,070,172
3,309,596	3,176,729	5,471,415	5,205,780
166,960	170,302	124,188	150,190
117,102	122,654	713,969	112,131
1,791,427	1,101,131	1,082,283	1,454,668
1,246,980	1,689,114	1,955,436	2,186,907
4,841	44,132	33,201	44,268
555,811	1,054,657	1,023,217	1,269,107
20,112	99,760	73,680	109,644
5,002	52,164	37,417	57,055
70,520	535,948	427,052	569,583
312,868	314,841	3,136,776	3,110,018
186,146	186,137	186,835	127,208
4,468,954	4,416,938	4,436,470	4,481,703
1,164,438	927,933	835,361	1,025,563
<u>\$16,683,124</u>	<u>\$17,092,864</u>	<u>\$22,030,693</u>	<u>\$22,973,997</u>

Parma City School District
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	1999	2000	2001	2002
General Fund				
Reserved	\$4,545,129	\$9,779,814	\$9,152,684	\$18,962,860
Unreserved (Deficit)	(4,853,984)	(4,138,071)	3,743,995	9,452,641
Total General Fund	<u>(308,855)</u>	<u>5,641,743</u>	<u>12,896,679</u>	<u>28,415,501</u>
All Other Governmental Funds				
Reserved	1,050,626	1,013,704	2,938,272	12,784,788
Unreserved, Undesignated, Reported in:				
Special Revenue Funds	1,339,591	2,616,462	1,769,639	1,835,545
Debt Service Funds (Deficit)	1,756,808	1,315,616	1,459,645	993,561
Capital Projects Funds (Deficit)	638,075	398,646	(1,512,870)	9,686,569
Total All Other Governmental Funds	<u>4,785,100</u>	<u>5,344,428</u>	<u>4,654,686</u>	<u>25,300,463</u>
Total Governmental Funds	<u><u>\$4,476,245</u></u>	<u><u>\$10,986,171</u></u>	<u><u>\$17,551,365</u></u>	<u><u>\$53,715,964</u></u>



<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
\$10,171,657	\$14,948,935	\$12,736,903	\$10,836,748	\$13,554,978	\$13,061,379
<u>14,929,177</u>	<u>6,331,604</u>	<u>7,511,755</u>	<u>6,207,591</u>	<u>7,978,047</u>	<u>2,176,505</u>
<u>25,100,834</u>	<u>21,280,539</u>	<u>20,248,658</u>	<u>17,044,339</u>	<u>21,533,025</u>	<u>15,237,884</u>
3,336,683	1,191,882	1,151,059	11,135,808	5,246,295	1,399,423
1,795,851	2,183,430	1,154,358	1,284,174	774,765	1,083,553
606,237	749,477	292,771	682,170	972,764	(106,969)
<u>(4,790,098)</u>	<u>1,184,954</u>	<u>1,868,714</u>	<u>10,519,187</u>	<u>344,415</u>	<u>65,906</u>
<u>948,673</u>	<u>5,309,743</u>	<u>4,466,902</u>	<u>23,621,339</u>	<u>7,338,239</u>	<u>2,441,913</u>
<u>\$26,049,507</u>	<u>\$26,590,282</u>	<u>\$24,715,560</u>	<u>\$40,665,678</u>	<u>\$28,871,264</u>	<u>\$17,679,797</u>

Parma City School District
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	1999	2000	2001	2002
Revenues				
Property Taxes	\$64,801,975	\$63,979,640	\$73,263,088	\$88,326,725
Intergovernmental	29,336,982	31,562,955	32,489,640	44,784,732
Interest	911,990	1,241,930	1,473,616	1,184,907
Tuition and Fees	1,264,113	1,520,317	1,832,502	1,377,030
Extracurricular Activities	1,395,082	1,363,197	908,940	1,135,757
Rentals	84,629	230,444	576,153	279,729
Charges for Services	227,820	332,983	639,139	550
Contributions and Donations	85,301	56,406	79,121	2,353,647
Miscellaneous	460,166	351,055	902,636	163,388
<i>Total Revenues</i>	<u>98,568,058</u>	<u>100,638,927</u>	<u>112,164,835</u>	<u>139,606,465</u>
Expenditures				
Current:				
Instruction:				
Regular	44,493,411	42,121,709	45,678,906	52,921,929
Special	8,527,584	9,009,861	10,275,154	11,510,571
Vocational	1,589,698	2,365,948	2,421,717	1,894,917
Adult/Continuing	247,818	1,249,792	125,977	152,600
Support Services:				
Pupils	5,328,169	4,980,936	5,854,037	6,032,820
Instructional Staff	4,477,718	3,839,009	4,371,538	5,498,899
Board of Education	61,895	68,594	442,794	716,927
Administration	7,125,281	6,404,442	7,254,890	8,612,610
Fiscal	1,522,202	1,268,946	2,132,139	1,878,590
Business	760,549	625,702	619,083	754,317
Operation and Maintenance of Plant	9,632,433	9,060,406	9,485,597	10,836,202
Pupil Transportation	3,848,234	3,795,132	4,576,746	6,329,352
Central	1,033,112	1,190,863	1,701,377	2,142,270
Operation of Non-Instructional Services	3,537,697	3,609,676	4,585,118	4,140,970
Extracurricular Activities	2,200,277	2,489,889	2,250,836	2,526,666
Capital Outlay	1,299,669	707,129	2,926,295	6,638,144
Debt Service:				
Principal Retirement	4,925,000	3,185,000	465,000	500,000
Interest and Fiscal Charges	438,759	598,150	475,271	590,559
Issuance Costs	0	0	0	0
<i>Total Expenditures</i>	<u>101,049,506</u>	<u>96,571,184</u>	<u>105,642,475</u>	<u>123,678,343</u>
<i>Excess of Revenues Over</i> <i>(Under) Expenditures</i>	<u>(2,481,448)</u>	<u>4,067,743</u>	<u>6,522,360</u>	<u>15,928,122</u>
Other Financing Sources (Uses)				
Sale of Capital Assets	43,665	35,730	11,625	0
General Obligation Bonds Issued	0	2,485,254	0	0
Notes Issued	2,721,535	0	0	20,000,000
Loans Issued	0	0	0	0
Certificates of Participation Proceeds	0	0	0	0
Premium on Note	0	0	0	0
Discount on Certificates of Participation	0	0	0	0
Inception of Capital Lease	0	0	0	0
Transfers In	309,479	165,256	175,418	333,174
Transfers Out	(309,479)	(260,408)	(175,418)	(333,174)
<i>Total Other Financing Sources (Uses)</i>	<u>2,765,200</u>	<u>2,425,832</u>	<u>11,625</u>	<u>20,000,000</u>
<i>Net Change in Fund Balances</i>	<u>\$283,752</u>	<u>\$6,493,575</u>	<u>\$6,533,985</u>	<u>\$35,928,122</u>
Debt Service as a Percentage of Noncapital Expenditures	5.4%	3.9%	0.9%	0.9%

2003	2004	2005	2006	2007	2008
\$71,186,517	\$76,557,202	\$77,756,216	\$84,402,165	\$93,689,423	\$88,782,525
42,929,314	44,645,322	46,218,464	44,339,575	46,696,787	49,642,343
910,019	455,946	815,547	1,778,835	2,690,152	1,563,767
1,718,752	1,978,176	1,597,530	2,100,191	1,900,805	2,045,771
732,473	756,477	1,061,093	954,879	961,637	1,063,187
248,548	448,397	312,211	314,040	347,599	303,259
717,250	958,193	1,676,475	1,810,945	1,731,180	2,609,821
68,031	20,299	26,607	33,593	69,663	154,151
941,427	712,760	1,030,002	1,220,726	1,851,352	881,252
<u>119,452,331</u>	<u>126,532,772</u>	<u>130,494,145</u>	<u>136,954,949</u>	<u>149,938,598</u>	<u>147,046,076</u>
54,359,448	54,594,280	54,799,796	56,685,742	57,889,368	60,280,491
13,585,692	14,716,340	16,573,014	16,812,367	17,468,605	18,784,237
2,305,655	2,565,455	3,503,935	3,601,404	3,633,004	3,706,618
116,695	112,051	139,464	137,962	118,308	118,812
6,347,047	6,901,671	7,132,634	7,546,020	7,580,816	8,553,296
4,633,850	5,382,228	5,136,908	5,697,283	6,346,646	6,566,778
807,146	899,528	943,937	952,991	1,022,754	1,116,321
9,314,356	9,753,813	10,132,080	10,564,478	11,117,300	12,161,135
1,862,815	3,167,385	2,013,833	2,144,582	2,254,587	2,750,331
866,759	832,219	1,064,690	1,125,177	1,144,960	1,219,540
10,368,030	11,127,414	10,366,982	11,798,488	12,081,404	12,058,640
6,038,084	6,276,305	5,239,297	6,015,584	6,000,721	6,709,560
1,961,222	1,929,958	2,003,061	1,654,343	1,711,740	2,213,076
4,640,419	4,230,319	4,849,464	4,233,559	4,481,897	4,277,692
2,810,305	3,175,537	2,746,811	3,171,294	3,238,184	3,345,398
28,235,753	10,201,052	3,860,690	10,547,225	20,403,216	11,271,632
631,822	2,253,521	2,980,251	3,205,190	4,350,851	4,993,211
1,083,839	56,678	1,358,015	1,659,772	1,975,924	2,234,877
0	144,046	0	601,414	0	0
<u>149,968,937</u>	<u>138,319,800</u>	<u>134,844,862</u>	<u>148,154,875</u>	<u>162,820,285</u>	<u>162,361,645</u>
<u>(30,516,606)</u>	<u>(11,787,028)</u>	<u>(4,350,717)</u>	<u>(11,199,926)</u>	<u>(12,881,687)</u>	<u>(15,315,569)</u>
42,563	44,167	50,920	35,938	22,507	20,510
0	0	0	0	0	0
0	0	0	11,000,000	0	2,511,519
2,202,000	12,294,606	2,500,000	3,458,570	0	0
0	0	0	12,580,000	0	0
0	0	0	176,354	0	0
0	0	0	(100,818)	0	0
616,494	0	0	0	1,064,766	1,612,073
136,918	162,837	183,242	174,082	114,073	426,856
<u>(147,826)</u>	<u>(173,807)</u>	<u>(258,167)</u>	<u>(174,082)</u>	<u>(114,073)</u>	<u>(446,856)</u>
<u>2,850,149</u>	<u>12,327,803</u>	<u>2,475,995</u>	<u>27,150,044</u>	<u>1,087,273</u>	<u>4,124,102</u>
<u>(\$27,666,457)</u>	<u>\$540,775</u>	<u>(\$1,874,722)</u>	<u>\$15,950,118</u>	<u>(\$11,794,414)</u>	<u>(\$11,191,467)</u>
1.4%	2.0%	3.3%	3.9%	4.4%	4.7%

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

Collection Year	Real Property			Estimated Actual Value	Tangible Personal Property	
	Assessed Value		Total		Public Utility	
	Residential/ Agricultural	Commercial/ Industrial/PU			Assessed Value	Estimated Actual Value
1999	\$1,492,634,760	\$343,431,990	\$1,836,066,750	\$5,245,905,000	\$71,855,030	\$81,653,443
2000	1,501,273,010	349,437,930	1,850,710,940	5,287,745,543	62,799,720	71,363,318
2001	1,660,692,760	396,516,490	2,057,209,250	5,877,740,714	60,432,510	68,673,307
2002	1,666,456,250	401,605,240	2,068,061,490	5,908,747,114	46,260,140	52,568,341
2003	1,673,545,860	399,184,240	2,072,730,100	5,922,086,000	44,007,640	50,008,682
2004	1,803,588,770	417,359,700	2,220,948,470	6,345,567,057	45,166,030	51,325,034
2005	1,814,515,570	429,115,620	2,243,631,190	6,410,374,829	44,928,120	51,054,682
2006	1,813,451,700	421,589,570	2,235,041,270	6,385,832,200	40,541,500	46,069,886
2007	2,002,988,150	447,559,110	2,450,547,260	7,001,563,600	39,949,200	45,396,818
2008	2,008,877,120	440,227,120	2,449,104,240	6,997,440,686	26,351,330	29,944,693

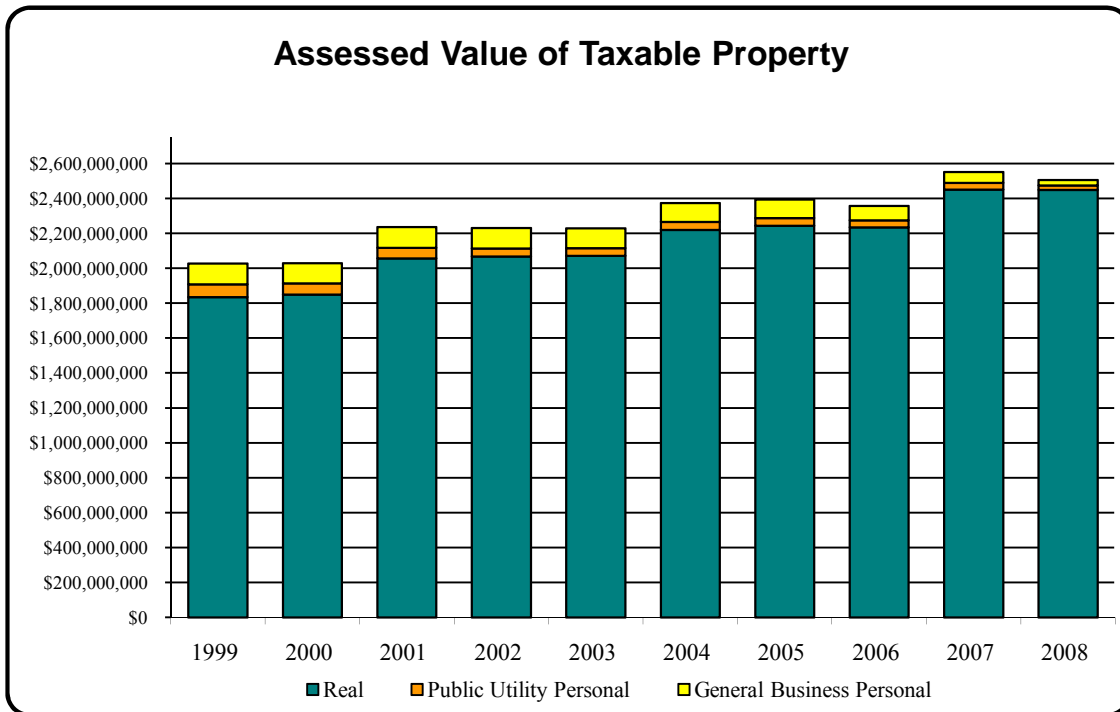
Real property is reappraised every six years with a State mandated update of the current market value in the third year following each reappraisal.

The assessed value of real property (including public utility real property) is 35 percent of estimated true value. Personal property tax is assessed on all tangible personal property used in business in Ohio. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property was assessed in previous years at 25 percent for machinery and equipment and 23 percent for inventories. General business tangible personal property tax started being phased out in 2006. The listing percentage is 6.25 percent for 2008 and zero for 2009.

The tangible personal property values associated with each year are the values that, when multiplied by the applicable rates, generated the property tax revenue billed in that year. For real property, the amounts generated by multiplying the assessed values by the applicable rates would be reduced by the 10 percent, 2 1/2 percent and homestead exemptions before being billed. Beginning in the 2006 collection year, the 10 percent rollback for commercial/industrial property has been eliminated.

Source: Office of the County Auditor, Cuyahoga County, Ohio

Tangible Personal Property					
General Business		Total			
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Ratio	Weighted Average Tax Rate
\$119,090,817	\$476,363,268	\$2,027,012,597	\$5,803,921,711	34.92 %	\$30.310228
115,972,283	463,889,132	2,029,482,943	5,822,997,993	34.85	30.084833
119,158,280	476,633,120	2,236,800,040	6,423,047,141	34.82	34.761814
116,622,201	466,488,804	2,230,943,831	6,427,804,259	34.71	34.584073
112,292,038	449,168,152	2,229,029,778	6,421,262,834	34.71	34.620062
108,079,727	432,318,908	2,374,194,227	6,829,210,999	34.77	32.522606
106,774,595	427,098,380	2,395,333,905	6,888,527,891	34.77	32.348538
82,841,440	441,821,013	2,358,424,210	6,873,723,099	34.31	37.931452
62,555,744	500,445,952	2,553,052,204	7,547,406,370	33.83	35.041929
31,277,872	500,445,952	2,506,733,442	7,527,831,331	33.30	34.685131



Parma City School District
Property Tax Rates - Direct and Overlapping Governments
(per \$1,000 of assessed value)
Last Ten Years

	1999	2000	2001	2002
Unvoted Millage				
Operating	\$4.600000	\$4.600000	\$5.100000	\$5.100000
Debt	0.500000	0.500000	0.000000	0.000000
Total Unvoted Millage	<u>5.100000</u>	<u>5.100000</u>	<u>5.100000</u>	<u>5.100000</u>
Voted Millage - by levy				
1976 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural Real	11.263000	11.263800	10.221200	10.218000
Commercial/Industrial and Public Utility Real	12.990300	12.960000	11.605400	11.566600
General Business and Public Utility Personal	28.900000	28.900000	28.900000	28.900000
1982 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural Real	4.137000	4.136200	3.753400	3.752200
Commercial/Industrial and Public Utility Real	4.223900	4.214100	3.773600	3.761000
General Business and Public Utility Personal	6.700000	6.700000	6.700000	6.700000
1990 Bond Levy (debt service) (\$5,000,000)	0.200000	0.000000	0.000000	0.000000
1994 Five Year Emergency Operating - Renewal (\$7,603,000)	4.050000	0.000000	0.000000	0.000000
1995 Five Year Emergency Operating - Renewal (\$9,197,860)	4.620000	4.620000	0.000000	0.000000
1997 Five Year Emergency Operating - New (\$8,062,500)	3.830000	3.850000	3.750000	3.750000
1999 Five Year Emergency Operating - Renewal (\$7,603,000)	0.000000	4.130000	3.550000	3.550000
2000 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural Real	0.000000	0.000000	5.444600	5.442900
Commercial/Industrial and Public Utility Real	0.000000	0.000000	5.372800	5.354900
General Business and Public Utility Personal	0.000000	0.000000	6.000000	6.000000
2000 Five Year Emergency Operating - Renewal (\$9,197,860)	0.000000	0.000000	4.200000	4.200000
2000 Permanent Improvement Continuing				
Effective Millage Rates				
Residential/Agricultural Real	0.000000	0.000000	1.814900	1.814300
Commercial/Industrial and Public Utility Real	0.000000	0.000000	1.790900	1.785000
General Business and Public Utility Personal	0.000000	0.000000	2.000000	2.000000
2002 Five Year Emergency Operating - Renewal (\$8,062,500)	0.000000	0.000000	0.000000	0.000000
2004 Five Year Emergency Operating - Renewal (\$7,603,000)	0.000000	0.000000	0.000000	0.000000
2005 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural Real	0.000000	0.000000	0.000000	0.000000
Commercial/Industrial and Public Utility Real	0.000000	0.000000	0.000000	0.000000
General Business and Public Utility Personal	0.000000	0.000000	0.000000	0.000000
2005 Five Year Emergency Operating - Renewal (\$9,197,860)	0.000000	0.000000	0.000000	0.000000
2005 Permanent Improvement Continuing				
Effective Millage Rates				
Residential/Agricultural Real	0.000000	0.000000	0.000000	0.000000
Commercial/Industrial and Public Utility Real	0.000000	0.000000	0.000000	0.000000
General Business and Public Utility Personal	0.000000	0.000000	0.000000	0.000000
2007 Five Year Emergency Operating - Renewal (\$8,062,500)	0.000000	0.000000	0.000000	0.000000
Total voted millage by type of property				
Residential/Agricultural Real	28.100000	28.000000	32.734100	32.727400
Commercial/Industrial and Public Utility Real	29.914200	29.774100	34.042700	33.967500
General Business and Public Utility Personal	<u>48.300000</u>	<u>48.200000</u>	<u>55.100000</u>	<u>55.100000</u>

2003	2004	2005	2006	2007	2008
\$5.100000	\$5.100000	\$5.100000	\$5.100000	\$5.100000	\$5.100000
0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
5.100000	5.100000	5.100000	5.100000	5.100000	5.100000
10.215800	9.499300	9.473600	9.474400	8.606600	8.609000
11.869200	11.471100	11.433000	11.565900	10.983100	11.186000
28.900000	28.900000	28.900000	28.900000	28.900000	28.900000
3.751400	3.488300	3.478900	3.479100	3.160500	3.161400
3.859400	3.730000	3.717600	3.760800	3.571300	3.637300
6.700000	6.700000	6.700000	6.700000	6.700000	6.700000
0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
3.550000	3.350000	0.000000	0.000000	0.000000	0.000000
5.441700	5.060000	5.046400	5.046800	4.584500	4.585800
5.495000	5.310700	5.293000	5.354600	5.084800	5.178700
6.000000	6.000000	6.000000	6.000000	6.000000	6.000000
4.250000	3.950000	3.940000	0.000000	0.000000	0.000000
1.813900	1.686700	1.682100	1.682300	1.528200	1.528600
1.831700	1.770200	1.764300	1.784900	1.694900	1.726200
2.000000	2.000000	2.000000	2.000000	2.000000	2.000000
3.700000	3.500000	3.460000	3.430000	3.300000	0.000000
0.000000	0.000000	3.300000	3.250000	3.090000	3.090000
0.000000	0.000000	0.000000	4.900000	4.451200	4.452500
0.000000	0.000000	0.000000	4.900000	4.653100	4.739000
0.000000	0.000000	0.000000	4.900000	4.900000	4.900000
0.000000	0.000000	0.000000	3.920000	3.710000	3.710000
0.000000	0.000000	0.000000	1.000000	0.908400	0.908700
0.000000	0.000000	0.000000	1.000000	0.949600	0.967200
0.000000	0.000000	0.000000	1.000000	1.000000	1.000000
0.000000	0.000000	0.000000	0.000000	0.000000	3.300000
32.722800	30.534300	30.381000	36.182600	33.339400	33.346000
34.555300	33.082000	32.907900	38.966200	37.036800	37.534400
55.100000	54.400000	54.300000	60.100000	59.600000	59.600000

(continued)

Parma City School District
Property Tax Rates - Direct and Overlapping Governments (continued)
(per \$1,000 of assessed value)
Last Ten Years

	1999	2000	2001	2002
Overlapping Rates by Taxing District				
City of Parma				
Effective Millage Rates				
Residential/Agricultural Real	\$6.282400	\$6.281500	\$5.921700	\$5.821300
Commercial/Industrial and Public Utility Real	6.443100	6.436100	6.026200	5.914000
General Business and Public Utility Personal	7.100000	7.100000	7.000000	6.900000
City of Parma Heights				
Effective Millage Rates				
Residential/Agricultural Real	10.000000	10.000000	10.000000	10.200000
Commercial/Industrial and Public Utility Real	10.000000	10.000000	10.000000	10.200000
General Business and Public Utility Personal	10.000000	10.000000	10.000000	10.200000
City of Seven Hills				
Effective Millage Rates				
Residential/Agricultural Real	6.591000	6.590100	7.308300	7.305900
Commercial/Industrial and Public Utility Real	6.894700	6.874500	7.408000	7.415000
General Business and Public Utility Personal	7.200000	7.200000	8.000000	8.000000
Cuyahoga County Library				
Effective Millage Rates				
Residential/Agricultural Real	1.131500	1.397500	1.261000	1.258300
Commercial/Industrial and Public Utility Real	1.267500	1.388400	1.200600	1.198500
General Business and Public Utility Personal	1.400000	1.400000	1.400000	1.400000
Cleveland Metro Parks				
Effective Millage Rates				
Residential/Agricultural Real	1.429500	1.426700	1.281200	1.277100
Commercial/Industrial and Public Utility Real	1.508300	1.503900	1.324700	1.333500
General Business and Public Utility Personal	1.550000	1.550000	1.550000	1.550000
Cuyahoga Port Authority				
Effective Millage Rates				
Residential/Agricultural Real	0.000000	0.000000	0.000000	0.000000
Commercial/Industrial and Public Utility Real	0.000000	0.000000	0.000000	0.000000
General Business and Public Utility Personal	0.000000	0.000000	0.000000	0.000000
Cuyahoga Community College				
Effective Millage Rates				
Residential/Agricultural Real	0.000000	0.000000	0.000000	0.000000
Commercial/Industrial and Public Utility Real	0.000000	0.000000	0.000000	0.000000
General Business and Public Utility Personal	0.000000	0.000000	0.000000	0.000000
Cuyahoga County				
Effective Millage Rates				
Residential/Agricultural Real	11.423000	11.411400	11.396700	11.381500
Commercial/Industrial and Public Utility Real	12.406500	12.373600	11.929800	12.002300
General Business and Public Utility Personal	13.750000	13.750000	14.650000	14.650000

The rates presented for a particular calendar year are the rates that, when applied to the assessed values presented in the Assessed Value Table, generated the property tax revenue billed in that year.

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

Real property tax rates of continuing operating and permanent improvement levies are reduced so that inflationary increases in value do not generate additional taxes.

Source: Ohio Department of Taxation

Note: Emergency and Debt Service levies are designed to raise a fixed amount of revenue each year. A rate is set each year so that when it is applied to the total assessed value, that fixed amount is generated.

2003	2004	2005	2006	2007	2008
\$5.568400	\$5.615400	\$4.607500	\$4.607700	\$4.515700	\$6.516000
5.686800	5.809400	4.697600	4.716100	4.670000	6.696500
6.400000	6.600000	5.100000	5.100000	5.100000	7.100000
10.200000	10.200000	10.200000	10.200000	10.200000	10.200000
10.200000	10.200000	10.200000	10.200000	10.200000	10.200000
10.200000	10.200000	10.200000	10.200000	10.200000	10.200000
7.399000	7.827300	7.685700	7.684900	8.709600	8.607500
7.486400	7.935900	7.898200	7.820500	9.007800	8.907800
8.100000	8.100000	7.900000	7.900000	9.300000	9.200000
1.256500	1.159300	1.993100	1.993500	1.809300	1.808600
1.205000	1.171500	1.989200	2.000000	1.876400	1.871900
0.000000	1.400000	2.000000	2.000000	2.000000	2.000000
1.275800	1.166100	1.845700	1.846500	1.671500	1.672000
1.344700	1.316600	1.839700	1.850000	1.718700	1.712500
1.550000	1.550000	1.850000	1.850000	1.850000	1.850000
0.000000	0.105000	0.104900	0.104900	0.094600	0.094600
0.000000	0.112900	0.112200	0.113400	0.105300	0.104900
0.000000	0.130000	0.130000	0.130000	0.130000	0.130000
0.000000	2.347900	2.344300	2.345100	2.391500	2.392400
0.000000	2.580100	2.565600	2.591800	2.572200	2.562600
0.000000	2.800000	2.800000	2.800000	2.800000	2.800000
12.460900	10.989900	10.975400	11.722700	11.865500	11.868800
12.876400	12.043300	11.984600	12.576200	12.494100	12.453500
14.650000	13.520000	13.520000	13.520000	13.420000	13.420000

Parma City School District
Property Tax Levies and Collections (1)
Last Ten Years

Collection Year (2)	Current Tax Levy	Current Tax Collections	Percent of Current Tax Collections to Current Tax Levy	Delinquent Tax Collections (3)	Total Tax Collections	Percent of Total Tax Collections to Current Tax Levy
1998	\$67,287,295	\$64,014,755	95.14%	\$520,400	\$64,535,155	95.91%
1999	67,291,297	64,156,335	95.34	1,124,762	65,281,097	97.01
2000	67,096,069	64,104,921	95.54	1,321,288	65,426,209	97.51
2001	83,966,683	79,517,206	94.70	1,185,154	80,702,360	96.11
2002	84,635,846	79,054,266	93.41	1,820,038	80,874,304	95.56
2003	88,732,395	85,824,529	96.72	1,713,934	87,538,463	98.65
2004	89,400,539	86,698,774	96.98	2,137,399	88,836,173	99.37
2005	89,763,908	86,204,437	96.03	2,280,302	88,484,739	98.57
2006	101,719,568	98,270,070	96.61	2,762,066	101,032,136	99.32
2007	102,588,694	98,040,248	95.57	3,751,827	101,792,075	99.22

Source: Office of the County Auditor, Cuyahoga County, Ohio

- (1) Includes Homestead/Rollback taxes assessed locally, but distributed through the State and reported as Intergovernmental revenue.
- (2) The 2008 information cannot be presented because all collections have not been made by June 30, 2008.
- (3) The County does not identify delinquent tax collections by tax year.

Parma City School District

Principal Taxpayers

Real Estate Tax

2008 and 1999

Name of Taxpayer	2008	
	Assessed Valuation	Percent of Real Assessed Value
Parmatown One, LLC	\$27,215,000	1.11 %
Regency Apartments, LLC	8,867,250	0.36
General Motors Corporation	7,806,120	0.32
Midtown Plaza	7,210,010	0.29
Pleasant Lake Apartments, LLC	7,192,580	0.29
Dayton Hudson Corporation	6,380,720	0.26
Pleasant Valley Shopping Center, LTD	5,970,020	0.24
Genesis Building LTD, LLC	5,510,510	0.23
Cleveland Industrial	5,355,980	0.22
Franciscan Communities, Incorporated	5,097,400	0.21
Big Creek Apartments, LTD	4,686,090	0.19
HRD Manorcare Properties	4,279,490	0.17
Parma Community General Hospital	4,189,370	0.17
F.C. Parmatown Association, LP	4,069,650	0.17
Total	\$103,830,190	4.23 %
Total Real Estate Valuation	\$2,449,104,240	

Name of Taxpayer	1999	
	Assessed Valuation	Percent of Real Assessed Value
Albert B. Ratner Trust	\$28,499,180	1.55 %
General Motors Corporation	15,306,590	0.83
Paris Julius Company	8,008,000	0.44
Genesis Holding Corporation	5,442,500	0.30
VCAR Carbon Company	4,370,210	0.24
May Company Seventy Four Corporation	3,927,000	0.21
Total	\$65,553,480	3.57 %
Total Real Estate Valuation	\$1,836,066,750	

Source: Office of the Auditor, Cuyahoga County, Ohio

Parma City School District
Principal Taxpayers
Tangible Personal Property Tax
2008 and 1999

Name of Taxpayer	2008	
	Assessed Valuation	Percent of Tangible Assessed Value
General Motors Corporation	\$6,865,060	21.95 %
Ohio Bell Telephone Company	4,258,800	13.62
Cox Cable Cleveland	626,350	2.00
Reiser Foods Company	552,460	1.77
Graftech International Holding	523,310	1.67
Relational, LLC	506,960	1.62
Prince and Izant Company	413,950	1.32
Wal-Mart Stores East, LP	407,070	1.30
Liberty Ford Southwest, Incorporated	401,120	1.28
BJ's Wholesale Club, Incorporated	327,640	1.05
Bob Gillingham Ford, Incorporated	323,230	1.03
Marc Glassman, Incorporated	319,000	1.02
Axelrod Pontiac Incorporated	290,150	0.93
Melin Tool Company, Incorporated	286,440	0.92
JC Penney Company	276,030	0.88
Total	\$16,377,570	52.36 %
Total Tangible Assessed Valuation	\$31,277,872	
Name of Taxpayer	1999	
	Assessed Valuation	Percent of Tangible Assessed Value
General Motors Corporation	\$33,755,370	28.34 %
MTD Products, Incorporated	10,436,830	8.76
K-Mart Corporation	2,310,720	1.94
First National Supermarkets	2,262,590	1.90
Triad Metal Products Company	2,037,950	1.71
May Department Stores Company	2,010,000	1.69
Southwest Ford Sales Company	1,751,770	1.47
JC Penney Company	1,549,550	1.30
Spitzer Buick, Incorporated	1,489,260	1.25
Bob Gillingham Ford, Incorporated	1,474,140	1.24
Reiser Foods Company	1,438,590	1.21
Total	\$60,516,770	50.81 %
Total Tangible Assessed Valuation	\$119,090,817	

Source: Office of the Auditor, Cuyahoga County, Ohio

Parma City School District

Principal Taxpayers

Public Utilities Tax

2008 and 1999

Name of Taxpayer	2008	
	Assessed Valuation	Percent of Public Utility Assessed Value
Cleveland Electric Illuminating Company	\$18,585,470	70.53 %
Columbia Gas of Ohio, Incorporated	4,898,140	18.59
American Transmission Company	1,873,530	7.11
East Ohio Gas Company	454,570	1.73
CXS Transportation, Incorporated	55,960	0.21
Total	<u>\$25,867,670</u>	<u>98.17 %</u>
Total Public Utility Valuation	<u>\$26,351,330</u>	

Name of Taxpayer	1999	
	Assessed Valuation	Percent of Public Utility Assessed Value
Cleveland Electric Illuminating Company	\$28,026,770	39.00 %
Ohio Bell Telephone Company	23,173,290	32.25
Columbia Gas of Ohio, Incorporated	14,277,730	19.87
Total	<u>\$65,477,790</u>	<u>91.12 %</u>
Total Public Utility Valuation	<u>\$71,855,030</u>	

Source: Office of the Auditor, Cuyahoga County, Ohio

Parma City School District
Ratio of Outstanding Debt
to Estimated Actual Value and Debt per Capita
Last Ten Fiscal Years

Fiscal Year	Estimated Population	Estimated Actual Value	General Obligation Bonded Debt		
			General Obligation Bonded Debt	Ratio of General Obligation Bonded Debt to Estimated Actual Value	General Obligation Bonded Debt per Capita
1999	113,875	\$5,803,921,711	\$1,270,000	0.02%	\$11
2000	119,323	5,822,997,993	3,290,000	0.06	28
2001	119,394	6,423,047,141	2,825,000	0.04	24
2002	119,394	6,427,804,259	2,325,000	0.04	19
2003	119,394	6,421,262,834	1,795,000	0.03	15
2004	119,394	6,829,210,999	1,535,000	0.02	13
2005	119,394	6,888,527,891	1,260,000	0.02	11
2006	114,185	6,873,723,099	970,000	0.01	8
2007	112,217	7,547,406,370	665,000	0.01	6
2008	110,455	7,527,831,331	340,000	0.00	3

Source: Office of the Treasurer, Parma City School District and the U.S. Census Bureau (Census 2000)

(1) Personal income and population for this calculation are from the Demographic and Economic Statistics table on S30.

Other Governmental Activities Debt					(1)	
Notes	Energy Conservation Loans	Certificates of Participation	Capital Leases	Total Debt	Percentage of Personal Income	Per Capita
\$9,520,000	\$0	\$0	\$0	\$10,790,000	N/A	\$94.75
6,800,000	0	0	0	10,090,000	N/A	84.56
5,440,000	0	0	0	8,265,000	0.32%	69.22
24,080,000	0	0	0	26,405,000	1.03	221.16
20,000,000	2,202,000	0	514,672	24,511,672	0.95	205.30
18,580,000	14,039,606	0	398,151	34,552,757	1.34	289.40
16,795,000	15,741,837	0	275,669	34,072,506	1.33	285.38
26,110,322	18,258,965	12,479,182	146,921	57,965,390	2.36	507.64
23,344,290	17,116,119	12,487,584	1,058,682	54,671,675	2.17	487.20
20,348,258	18,382,393	12,330,985	2,392,789	53,794,425	2.14	487.03

Parma City School District
Computation of Legal Debt Margin
Last Ten Fiscal Years

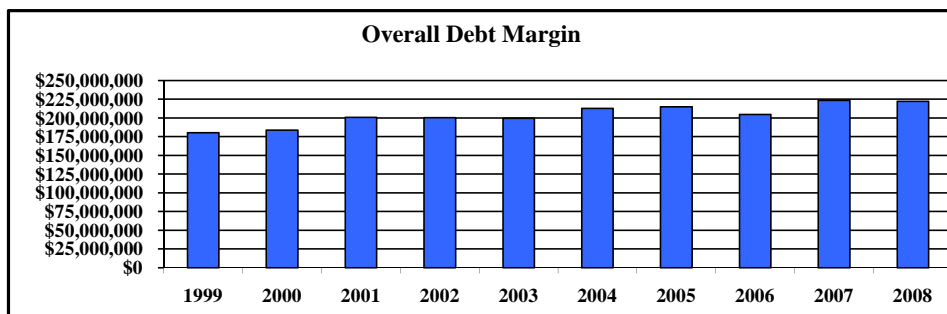
	1999	2000	2001	2002
Assessed Valuation (1)	<u>\$2,027,012,597</u>	<u>\$2,029,482,943</u>	<u>\$2,236,800,040</u>	<u>\$2,230,943,831</u>
Debt Limit - 9% of Assessed Value (2)	\$182,431,134	\$182,653,465	\$201,312,004	\$200,784,945
Amount of Debt Outstanding				
Construction Notes	6,800,000	6,800,000	5,440,000	24,080,000
Bond Anticipation Notes	2,350,000	0	0	0
Byers Field Note	370,000	0	0	0
School Improvement Note	0	0	0	0
Energy Conservation Note	0	0	0	0
General Obligation Bonds	225,000	370,000	2,270,000	2,040,000
Energy Conservation Bonds	1,045,000	2,920,000	555,000	285,000
Energy Conservation Loans	0	0	0	0
Certificates of Participation	0	0	0	0
Less Amount Available in Debt Service	<u>(1,932,492)</u>	<u>(1,414,099)</u>	<u>(1,651,406)</u>	<u>(1,499,812)</u>
Total	<u>8,857,508</u>	<u>8,675,901</u>	<u>6,613,594</u>	<u>24,905,188</u>
Exemptions:				
Construction Notes	(6,800,000)	(6,800,000)	(5,440,000)	(24,080,000)
Bond Anticipation Notes	0	0	-	-
Construction Note	0	0	-	-
Energy Conservation Bonds	0	(2,920,000)	(555,000)	(285,000)
Energy Conservation Loans	0	0	-	-
Certificates of Participation	0	0	-	-
Total	<u>(6,800,000)</u>	<u>(9,720,000)</u>	<u>(5,995,000)</u>	<u>(24,365,000)</u>
Amount of Debt Subject to Limit	<u>2,057,508</u>	<u>(1,044,099)</u>	<u>618,594</u>	<u>540,188</u>
Overall Debt Margin	<u>\$180,373,626</u>	<u>\$183,697,564</u>	<u>\$200,693,410</u>	<u>\$200,244,757</u>
Legal Debt Margin as a Percentage of Debt Limit	98.87%	100.57%	99.69%	99.73%
Unvoted Legal Debt Limit - .10% of Assessed Value (1)	\$2,027,013	\$2,029,483	\$2,236,800	\$2,230,944
Amount of Debt Subject to Limit	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Unvoted Debt Margin	<u>\$2,027,013</u>	<u>\$2,029,483</u>	<u>\$2,236,800</u>	<u>\$2,230,944</u>
Unvoted Legal Debt Margin as a Percentage of the Unvoted Debt Limitation	100.00%	100.00%	100.00%	100.00%
Additional Limit for Unvoted Energy Conservation Bonds/Loans				
Debt Limit - 1% of Assessed Valuation	\$20,270,126	\$20,294,829	\$22,368,000	\$22,309,438
Energy Conservation Bonds/Loans	<u>0</u>	<u>(2,920,000)</u>	<u>(555,000)</u>	<u>(285,000)</u>
Additional Unvoted Debt Margin	<u>\$20,270,126</u>	<u>\$17,374,829</u>	<u>\$21,813,000</u>	<u>\$22,024,438</u>
Additional Unvoted Debt Margin as a Percentage of the Unvoted Debt Limitation	100.00%	85.61%	97.52%	98.72%

Source: Cuyahoga County Auditor and School District Financial Records

(1) Beginning in fiscal year 2006, HB530 changed the assessed valuation utilized in the legal debt margin calculation to exclude tangible personal property as well as railroad and telephone tangible property.

(2) Ohio Bond Law sets a limit of 9% for overall debt and 1/10 of 1% for unvoted debt.

2003	2004	2005	2006	2007	2008
<u>\$2,229,029,778</u>	<u>\$2,374,194,227</u>	<u>\$2,395,333,905</u>	<u>\$2,275,582,770</u>	<u>\$2,476,213,350</u>	<u>\$2,467,034,920</u>
\$200,612,680	\$213,677,480	\$215,697,513	\$204,802,449	\$222,859,202	\$222,033,143
22,720,000	19,940,000	16,795,000	25,950,000	23,200,000	20,220,000
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
1,795,000	1,535,000	1,260,000	970,000	665,000	340,000
0	0	0	0	0	0
2,202,000	14,039,606	15,741,837	18,258,965	17,116,119	18,382,393
0	0	0	12,580,000	12,580,000	12,415,000
<u>(641,573)</u>	<u>(804,058)</u>	<u>(337,817)</u>	<u>(1,063,061)</u>	<u>(1,458,616)</u>	<u>(391,943)</u>
<u>26,075,427</u>	<u>34,710,548</u>	<u>33,459,020</u>	<u>56,695,904</u>	<u>52,102,503</u>	<u>50,965,450</u>
(22,720,000)	(1,360,000)	(16,795,000)	(25,950,000)	(23,200,000)	(20,220,000)
0	0	0	0	0	0
0	(18,580,000)	0	0	0	0
0	0	0	0	0	0
(2,202,000)	(14,039,606)	(15,741,837)	(18,258,965)	(17,116,119)	(18,382,393)
0	0	0	(12,580,000)	(12,580,000)	(12,415,000)
<u>(24,922,000)</u>	<u>(33,979,606)</u>	<u>(32,536,837)</u>	<u>(56,788,965)</u>	<u>(52,896,119)</u>	<u>(51,017,393)</u>
<u>1,153,427</u>	<u>730,942</u>	<u>922,183</u>	<u>(93,061)</u>	<u>(793,616)</u>	<u>(51,943)</u>
<u>\$199,459,253</u>	<u>\$212,946,538</u>	<u>\$214,775,330</u>	<u>\$204,895,510</u>	<u>\$223,652,818</u>	<u>\$222,085,086</u>
99.43%	99.66%	99.57%	100.05%	100.36%	100.02%
\$2,229,030	\$2,374,194	\$2,395,334	\$2,275,583	\$2,476,213	\$2,467,035
0	0	0	0	0	0
<u>\$2,229,030</u>	<u>\$2,374,194</u>	<u>\$2,395,334</u>	<u>\$2,275,583</u>	<u>\$2,476,213</u>	<u>\$2,467,035</u>
100.00%	100.00%	100.00%	100.00%	100.00%	100.00%
\$22,290,298	\$23,741,942	\$23,953,339	\$22,755,828	\$24,762,134	\$24,670,349
(2,202,000)	(14,039,606)	(15,741,837)	(18,258,965)	(17,116,119)	(18,382,393)
<u>\$20,088,298</u>	<u>\$9,702,336</u>	<u>\$8,211,502</u>	<u>\$4,496,863</u>	<u>\$7,646,015</u>	<u>\$6,287,956</u>
90.12%	40.87%	34.28%	19.76%	30.88%	25.49%



Parma City School District
Computation of Direct and Overlapping
Debt Attributable to Governmental Activities
June 30, 2008

	Long-Term Debt Outstanding	Percentage Applicable to School District (1)	Amount of Direct and Overlapping Debt
Direct:			
Parma City School District			
General Obligation Bonds	\$340,000	100.00%	\$340,000
Construction Notes	20,348,258	100.00	20,348,258
Energy Conservation Loans	18,382,393	100.00	18,382,393
Certificates of Participation	12,330,985	100.00	12,330,985
Capital Lease Obligations	<u>2,392,789</u>	100.00	<u>2,392,789</u>
Total Direct	<u>53,794,425</u>	100.00	<u>53,794,425</u>
Overlapping:			
City of Parma			
General Obligation Bonds	25,320,000	100.00	25,320,000
Special Assessment Bonds	1,622,646	100.00	1,622,646
OPWC Loans	1,794,993	100.00	1,794,993
OWDA Loans	2,910,880	100.00	2,910,880
Police and Fire Pension	18,745	100.00	18,745
Capital Lease Obligations	4,428,466	100.00	4,428,466
City of Parma Heights			
General Obligation Bonds	5,640,762	100.00	5,640,762
Special Assessment Bonds	315,031	100.00	315,031
OPWC Loans	803,187	100.00	803,187
OWDA Loans	102,418	100.00	102,418
Capital Lease Obligations	67,486	100.00	67,486
City of Seven Hills			
General Obligation Bonds	9,574,994	100.00	9,574,994
Special Assessment Bonds	840,000	100.00	840,000
Manuscript Bonds	95,000	100.00	95,000
OPWC Loans	27,805	100.00	27,805
Cuyahoga County			
General Obligation Bonds	188,814,000	7.76	14,651,966
Revenue Bonds	101,906,000	7.76	7,907,906
Capital Lease Obligations	27,202,000	7.76	2,110,875
Loans Payable	7,293,000	7.76	565,937
Regional Transit Authority			
General Obligation Bonds	147,385,000	7.76	11,437,076
Loans Payable	4,088,320	7.76	317,254
Capital Lease Obligations	<u>25,000,000</u>	7.76	<u>1,940,000</u>
Total Overlapping	<u>555,250,733</u>		<u>92,493,427</u>
Total	<u>\$609,045,158</u>		<u>\$146,287,852</u>

Source: Office of the Auditor, Cuyahoga County, Ohio

(1) Percentages were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the School District by the total assessed valuation of the subdivision. The valuations used were for the 2008 collection year.

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Parma City School District
Demographic and Economic Statistics
Last Eight Years (1)

Year	Estimated Population	Personal Income	Per Capita Personal Income	Median Household Income	Median Age
2000	119,394	\$2,570,552,820	\$21,530	\$43,724	40.82
2001	119,394	2,570,552,820	21,530	43,724	40.82
2002	119,394	2,570,552,820	21,530	43,724	40.82
2003	119,394	2,570,552,820	21,530	43,724	40.82
2004	119,394	2,570,552,820	21,530	43,724	40.82
2005	114,185	2,460,230,010	21,546	43,771	40.85
2006	112,217	2,519,897,841	22,456	46,460	40.78
2007	110,455	2,519,164,503	22,807	46,804	41.99

Source: U.S. Census Bureau

(1) Information prior to 2000 not available

Median Value of Residential Property	Cuyahoga County Unemployment Rate	Total Assessed Property Value
\$119,227	4.5%	\$2,236,800,040
119,227	4.5	2,230,943,831
119,227	4.6	2,229,029,778
119,227	6.7	2,374,194,227
119,227	6.6	2,395,333,905
119,227	5.9	2,358,424,210
133,530	6.3	2,553,052,204
133,974	8.1	2,506,733,442

Parma City School District
Principal Employers
December 31, 2007 and December 31, 1998

2007			
Employer	City	Nature of Business or Activity	Number of Employees
General Motors	Parma	Automobile Manufacturer	1,822
Parma Board of Education (1)	Parma, Parma Heights, and Seven Hills	Public Education	1,750
Parma Hospital	Parma	Health Services	1,750
Kaiser Foundation	Parma	Health Services	1,269
Cuyahoga Community College	Parma	Community College	992
Union Carbide	Parma	Manufacturing	759
Cuyahoga County Public Library	Parma, Parma Heights	Public Library	749
Marc's, Incorporated	Parma	Retail Sales	742
City of Parma	Parma	Municipal Government	532
Cuyahoga County Auditor	Parma	County Government	430
Riser Foods	Parma	Retail Grocery	410
Con-Way Transportation	Parma	Moving and Storage	258
Pleasant Lake Villa	Parma	Retirement Home	251
Pleasantview Care Center	Parma	Nursing Home	228
Catholic Charities	Parma	Nursing Home	223
Broadview Nursing Home	Parma	Nursing Home	210
Monarch Electric	Parma	Manufacturing	198
Cardiovascular Clinic	Parma	Health Services	130
Total			<u>12,703</u>
Total Employment within the School District			<u>n/a</u>
1998			
Employer	City	Nature of Business or Activity	Number of Employees
General Motors	Parma	Automobile Manufacturer	3,247
Parma Board of Education	Parma, Parma Heights, and Seven Hills	Public Education	1,792
Parma Hospital	Parma	Health Services	1,141
Kaiser Permanente	Parma	Health Services	1,137
Modern Tool and Die	Parma	Auto Parts Manufacturer	1,007
Cuyahoga Community College	Parma	Community College	943
Marc's, Incorporated	Parma	Retail Sales	700
Cuyahoga County Public Library	Parma, Parma Heights	Public Library	594
City of Parma	Parma	Municipal Government	469
First National Supermarkets	Parma	Retail Grocery	432
Union Carbide	Parma	Manufacturing	310
Parmadale St. Anthony	Parma	Children's Home	224
Cuyahoga County	Parma	County Government	209
Broadview Nursing Home	Parma	Nursing Home	203
Mt. Alverna	Parma	Nursing Home	192
Triad Metal Products	Parma	Manufacturing	175
Total			<u>12,775</u>
Total Employment within the School District			<u>n/a</u>

Source: Cities of Parma, Parma Heights, and Seven Hills
Ohio Job and Family Services
Crain's Cleveland Business
Parma City School District records

(1) The number of employees represents only full time employees of the School District.

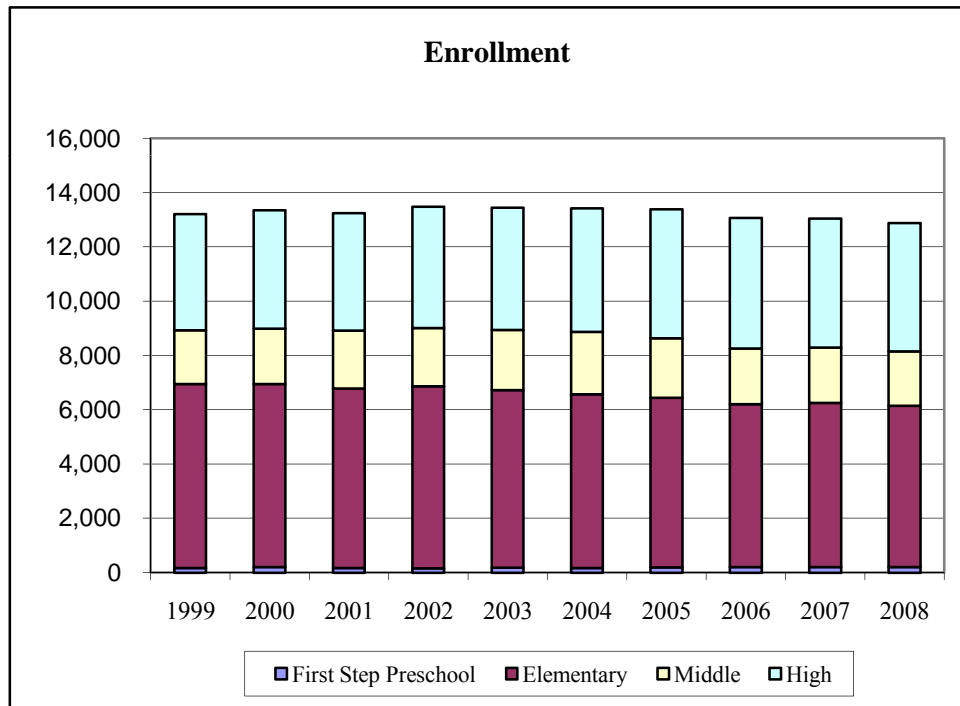
n/a - Information not available

Parma City School District

Enrollment Statistics

Last Ten Fiscal Years

Fiscal Year	First Step Preschool	Elementary Schools	Middle School	High School	Total
1999	163	6,782	1,986	4,276	13,207
2000	206	6,745	2,035	4,361	13,347
2001	171	6,613	2,129	4,335	13,248
2002	156	6,705	2,150	4,466	13,477
2003	178	6,549	2,214	4,500	13,441
2004	169	6,397	2,302	4,559	13,427
2005	190	6,249	2,196	4,750	13,385
2006	200	6,004	2,054	4,811	13,069
2007	202	6,046	2,043	4,758	13,049
2008	196	5,951	2,002	4,725	12,874



Source: Ohio Department of Education Local Report Cards and Data Warehouse Reports.

Parma City School District
School District Employees by Function/Program
Last Eight Fiscal Years (1)

Function/Program	2001	2002	2003	2004	2005	2006	2007	2008
Regular Instruction								
Elementary Classroom Teachers	366	342	352	336	329	317	310	299
Middle School Classroom Teachers	135	123	137	135	142	135	127	118
High School Classroom Teachers	256	230	232	231	234	223	239	217
Special Instruction								
Preschool Teachers	12	12	11	10	13	13	12	12
Elementary Classroom Teachers	91	84	97	115	113	103	111	94
Gifted Education Teachers	6	5	4	5	5	5	5	5
Middle School Classroom Teachers	26	25	30	31	30	41	43	44
High School Classroom Teachers	36	37	44	47	43	47	51	59
Vocational Instruction								
High School Classroom Teachers	38	26	30	53	48	50	46	40
Middle School Classroom Teachers	1	1	0	1	8	10	6	5
Adult/Continuing Instruction								
Basic Education Teachers	1	1	1	0	0	0	0	0
Occupational Teachers	5	5	5	0	0	0	0	0
Pupil Support Services								
Guidance	34	30	25	24	26	29	26	23
Health	6	6	9	9	10	9	11	12
Psychological	14	12	13	10	11	12	12	11
Speech Pathology	16	17	21	19	19	19	20	19
Attendance and Social Work	3	2	3	3	4	4	5	8
Other Support	164	159	169	171	174	185	172	165
Instructional Staff Support Services								
Improvement of Instruction Services	70	50	42	50	52	64	74	74
Educational Media Services	48	49	49	49	48	48	50	47
Support Services								
Administration:								
Executive Administration	18	22	24	26	27	31	30	30
School Administration	135	133	132	134	144	144	136	125
Fiscal	12	13	11	12	12	12	12	12
Business	7	9	8	13	13	15	15	15
Operation and Maintenance of Plant Services								
Care and Upkeep of Building Service	112	113	111	105	107	107	102	104
Care and Upkeep of Grounds Services	8	8	7	8	6	6	6	6
Security Services	35	37	35	34	33	32	32	37
Other Operation and Maintenance Services	14	12	16	14	13	13	13	14
Pupil Transportation Support Services								
Service Area Direction	5	4	5	4	4	4	4	4
Vehicle Operation Services	94	112	118	115	96	123	108	112
Monitoring Services	22	24	26	26	27	31	29	31
Vehicle Servicing and Maintenance Services	9	9	9	10	9	10	9	9
Other Pupil Transportation Services	1	1	1	1	1	1	1	1
Central Support Services								
Information Services	3	2	2	2	2	1	2	2
Staff Services	7	8	9	10	9	9	8	8
Data Processing Services	4	4	3	3	4	4	3	3

(continued)

Parma City School District
School District Employees by Function/Program (continued)
Last Eight Fiscal Years (1)

Function/Program	2001	2002	2003	2004	2005	2006	2007	2008
Food Service Program								
Service Area Direction	14	13	14	9	11	13	8	8
Purchasing, Preparation and Dispensing Services	71	74	73	73	76	74	87	89
Community Services								
Custody and Care of Children Services	76	71	68	65	74	68	63	63
Non-Public School Services	45	39	40	42	43	40	40	34
Sports Oriented Activities								
Other Sports Oriented Activities	0	0	3	3	3	3	3	3
Total	<u>2,020</u>	<u>1,924</u>	<u>1,989</u>	<u>2,008</u>	<u>2,023</u>	<u>2,055</u>	<u>2,031</u>	<u>1,962</u>

Method: The amounts are based on a headcount by function including both full and part-time employees.

Source: School District Payroll Records

(1) Information prior to 2001 is not available.

Parma City School District

Per Pupil Cost

Last Ten Fiscal Years

Fiscal Year	Student Enrollment		General Governmental		Governmental Activities		Students Receiving Free and Reduced Lunches	
	Average Enrollment	Percentage of Change	Total Expenditures (1)	Per Pupil Cost	Total Expenses (1)(2)	Per Pupil Cost	Number of Students (3)	Percentage of Average Enrollment
1999	13,207	(0.91) %	\$95,685,747	\$7,245	N/A	N/A	2,503	18.95 %
2000	13,347	1.06	92,788,034	6,952	N/A	N/A	2,428	18.19
2001	13,248	(0.74)	104,702,204	7,903	\$101,406,089	\$7,654	2,413	18.21
2002	13,477	1.73	122,587,784	9,096	119,309,281	8,853	2,659	19.73
2003	13,441	(0.27)	148,253,276	11,030	126,560,772	9,416	2,732	20.33
2004	13,427	(0.10)	135,865,555	10,119	130,780,471	9,740	2,870	21.37
2005	13,385	(0.31)	130,506,596	9,750	130,233,910	9,730	3,001	22.42
2006	13,069	(2.36)	142,688,499	10,918	134,816,247	10,316	3,467	26.53
2007	13,049	(0.15)	156,493,510	11,993	142,125,571	10,892	3,699	28.35
2008	12,874	(1.34)	155,133,557	12,050	151,141,375	11,740	3,973	30.86

(1) Debt Service totals have been excluded.

(2) The School District implemented GASB Statement No. 34 in fiscal year 2001.

(3) School District Records.

Parma City School District
Building Statistics by School Building/Facility
Last Eight Fiscal Years (1)

	2001	2002	2003	2004	2005	2006	2007	2008
Dag Hammarskjold Elementary School								
Constructed in 1968								
Addition in 1974								
Total Building Square Footage	30,375	30,375	30,375	30,375	30,375	30,375	30,375	30,375
Media Center Square Footage	3,008	3,008	3,008	3,008	3,008	3,008	3,008	3,008
Cafeteria and Gymnasium Square Footage	3,375	3,375	3,375	3,375	3,375	3,375	3,375	3,375
Enrollment - Grades K - 6	373	369	352	337	318	285	287	279
Student Capacity	500	500	500	500	500	500	500	500
Regular Instruction Classrooms	15	15	15	14	13	12	12	12
Regular Instruction Teachers	22	21	17	17	12	12	12	12
Special Instruction Classrooms	1	1	1	2	2	2	2	2
Special Instruction Teachers	2	2	1	3	3	2	2	2
Dentzler Elementary School								
Constructed in 1957								
Addition in 1964								
Total Building Square Footage	37,409	37,409	37,409	37,409	37,409	37,409	37,409	37,409
Media Center Square Footage	1,525	1,525	1,525	1,525	1,525	1,525	1,525	1,525
Cafeteria and Gymnasium Square Footage	1,840	1,840	1,840	1,840	1,840	1,840	1,840	1,840
Enrollment - Grades K - 6	412	408	424	409	385	374	385	383
Student Capacity	520	520	520	520	520	520	520	520
Regular Instruction Classrooms	18	18	21	21	14	14	14	14
Regular Instruction Teachers	18	19	21	21	14	14	14	14
Special Instruction Classrooms	5	5	5	5	5	4	4	4
Special Instruction Teachers	5	5	5	5	5	4	4	4
Green Valley Elementary School								
Constructed in 1967								
Addition in 1970								
Total Building Square Footage	35,185	35,185	35,185	35,185	35,185	35,185	35,185	35,185
Modular Units (2) Square Footage	2,880	2,880	2,880	2,880	2,880	2,880	2,880	2,880
Media Center Square Footage	1,932	1,932	1,932	1,932	1,932	1,932	1,932	1,932
Cafeteria and Gymnasium Square Footage	3,360	3,360	3,360	3,360	3,360	3,360	3,360	3,360
Enrollment - Grades K - 6	473	487	476	478	454	420	424	401
Student Capacity	450	450	450	450	450	450	450	450
Regular Instruction Classrooms	22	22	22	22	22	22	22	22
Regular Instruction Teachers	22	22	23	22	17	17	17	17
Special Instruction Classrooms	4	4	4	4	4	4	4	4
Special Instruction Teachers	5	6	6	6	4	4	4	4
James E. Hanna Elementary School								
Constructed in 1955								
Addition in 1958								
Total Building Square Footage	28,842	28,842	28,842	28,842	28,842	28,842	28,842	28,842
Modular Unit Square Footage	1,300	1,300	1,300	1,300	1,300	1,300	1,300	1,300
Media Center Square Footage	1,300	1,300	1,300	1,300	1,300	1,300	1,300	1,300
Cafeteria and Gymnasium Square Footage	1,750	1,750	1,750	1,750	1,750	1,750	1,750	1,750
Enrollment - Grades K - 6	381	378	377	383	349	333	365	363
Student Capacity	412	412	412	412	412	412	412	412
Regular Instruction Classrooms	21	19	22	21	13	13	13	13
Regular Instruction Teachers	21	19	22	21	13	13	13	13
Special Instruction Classrooms	3	3	1	3	3	3	3	3
Special Instruction Teachers	3	3	1	3	3	3	3	3

(continued)

Parma City School District
Building Statistics by School Building/Facility (continued)
Last Eight Fiscal Years (1)

	2001	2002	2003	2004	2005	2006	2007	2008
John Muir Elementary School								
Constructed in 1930								
Additions in 1951, 1959, 1997								
Total Building Square Footage	68,473	68,473	68,473	68,473	68,473	68,473	68,473	68,473
Media Center Square Footage	3,200	3,200	3,200	3,200	3,200	3,200	3,200	3,200
Cafeteria Square Footage	3,055	3,055	3,055	3,055	3,055	3,055	3,055	3,055
Gymnasium Square Footage	2,970	2,970	2,970	2,970	2,970	2,970	2,970	2,970
Enrollment - Grades K - 6	569	585	581	549	565	554	550	528
Student Capacity	525	525	525	525	525	525	525	525
Regular Instruction Classrooms	30	28	30	21	21	21	21	21
Regular Instruction Teachers	30	28	30	32	21	21	21	21
Special Instruction Classrooms	4	4	4	3	5	5	5	5
Special Instruction Teachers	4	4	4	3	5	5	5	5
Lt. Col. John Glenn Elementary School								
Constructed in 1967								
Addition in 1974								
Total Building Square Footage	32,255	32,255	32,255	32,255	32,255	32,255	32,255	32,255
Media Center Square Footage	3,045	3,045	3,045	3,045	3,045	3,045	3,045	3,045
Cafeteria and Gymnasium Square Footage	3,901	3,901	3,901	3,901	3,901	3,901	3,901	3,901
Enrollment - Grades K - 6	397	376	349	322	326	357	357	388
Student Capacity	420	420	420	420	420	420	420	420
Regular Instruction Classrooms	18	18	18	18	15	16	16	16
Regular Instruction Teachers	18	18	16	18	13	13	13	13
Special Instruction Classrooms	4	4	4	4	4	4	4	4
Special Instruction Teachers	4	4	4	4	4	5	5	5
Parkview Elementary School								
Constructed in 1959								
Addition in 1974								
Total Building Square Footage	30,858	30,858	30,858	30,858	30,858	30,858	30,858	30,858
Media Center Square Footage	810	810	810	810	810	810	810	810
Cafeteria and Gymnasium Square Footage	2,880	2,880	2,880	2,880	2,880	2,880	2,880	2,880
Enrollment - Grades K - 6	337	345	336	314	295	285	284	289
Student Capacity	350	350	350	350	350	350	350	350
Regular Instruction Classrooms	13	13	13	13	13	13	13	13
Regular Instruction Teachers	18	17	18	17	12	13	13	13
Special Instruction Classrooms	3	3	3	3	3	3	3	3
Special Instruction Teachers	2	3	3	3	3	3	3	3
Parma Park Elementary School								
Constructed in 1951								
Addition in 1954								
Total Building Square Footage	42,055	42,055	42,055	42,055	42,055	42,055	42,055	42,055
Media Center Square Footage	1,348	1,348	1,348	1,348	1,348	1,348	1,348	1,348
Cafeteria Square Footage	1,133	1,133	1,133	1,133	1,133	1,133	1,133	1,133
Gymnasium Square Footage	2,925	2,925	2,925	2,925	2,925	2,925	2,925	2,925
Enrollment - Grades K - 6	403	401	404	415	383	385	374	338
Student Capacity	405	405	405	405	405	405	405	405
Regular Instruction Classrooms	17	17	20	17	14	14	14	14
Regular Instruction Teachers	17	17	20	17	14	14	14	14
Special Instruction Classrooms	6	5	6	6	5	5	5	5
Special Instruction Teachers	6	5	6	6	5	5	5	5

(continued)

Parma City School District
Building Statistics by School Building/Facility (continued)
Last Eight Fiscal Years (1)

	2001	2002	2003	2004	2005	2006	2007	2008
Pearl Road Elementary School								
Constructed in 1921								
Additions in 1951, 1959, 1966								
Total Building Square Footage	32,369	32,369	32,369	32,369	32,369	32,369	32,369	32,369
Media Center Square Footage	1,440	1,440	1,440	1,440	1,440	1,440	1,440	1,440
Cafeteria Square Footage	1,122	1,122	1,122	1,122	1,122	1,122	1,122	1,122
Gymnasium Square Footage	2,145	2,145	2,145	2,145	2,145	2,145	2,145	2,145
Enrollment - Grades K - 6	418	418	417	384	380	375	388	362
Student Capacity	425	425	425	425	425	425	425	425
Regular Instruction Classrooms	21	22	21	20	13	13	13	13
Regular Instruction Teachers	21	22	21	20	13	13	13	13
Special Instruction Classrooms	3	3	3	2	2	4	4	4
Special Instruction Teachers	3	3	3	3	2	4	4	4
Pleasant Valley Elementary School								
Constructed in 1955								
Additions in 1956, 1967								
Total Building Square Footage	88,794	88,794	88,794	88,794	88,794	88,794	88,794	88,794
Media Center Square Footage	2,401	2,401	2,401	2,401	2,401	2,401	2,401	2,401
Cafeteria Square Footage	4,175	4,175	4,175	4,175	4,175	4,175	4,175	4,175
Gymnasiums (2) Square Footage	9,947	9,947	9,947	9,947	9,947	9,947	9,947	9,947
Enrollment - Grades K - 6	506	516	525	523	518	516	540	519
Student Capacity	705	705	705	705	705	705	705	705
Regular Instruction Classrooms	21	21	21	21	20	18	18	18
Regular Instruction Teachers	25	24	26	29	20	18	18	18
Special Instruction Classrooms	7	7	7	9	9	9	11	11
Special Instruction Teachers	13	13	16	16	15	15	15	15
Pleasantview Elementary School								
Constructed in 1959								
Addition in 1966								
Total Building Square Footage	36,678	36,678	36,678	36,678	36,678	36,678	36,678	36,678
Media Center Square Footage	2,112	2,112	2,112	2,112	2,112	2,112	2,112	2,112
Cafeteria and Gymnasium Square Footage	3,430	3,430	3,430	3,430	3,430	3,430	3,430	3,430
Enrollment - Grades K - 6	304	327	299	309	305	276	268	283
Student Capacity	400	400	400	400	400	400	400	400
Regular Instruction Classrooms	12	12	12	12	12	12	12	12
Regular Instruction Teachers	15	16	15	16	11	11	11	11
Special Instruction Classrooms	2	2	2	2	2	2	2	2
Special Instruction Teachers	4	5	5	5	4	4	4	4
Renwood Elementary School								
Constructed in 1952								
Additions in 1955, 1964								
Total Building Square Footage	28,710	28,710	28,710	28,710	28,710	28,710	28,410	28,710
Media Center Square Footage	1,419	1,419	1,419	1,419	1,419	1,419	1,419	1,419
Cafeteria and Gymnasium Square Footage	2,400	2,400	2,400	2,400	2,400	2,400	2,400	2,400
Enrollment - Grades K - 6	378	390	343	340	340	329	337	344
Student Capacity	350	350	350	350	350	350	350	350
Regular Instruction Classrooms	19	20	17	18	14	13	13	13
Regular Instruction Teachers	19	20	17	18	14	14	14	14
Special Instruction Classrooms	2	2	3	3	3	2	2	2
Special Instruction Teachers	2	2	3	3	3	3	3	3

(continued)

Parma City School District
Building Statistics by School Building/Facility (continued)
Last Eight Fiscal Years (1)

	2001	2002	2003	2004	2005	2006	2007	2008
Ridge-Brook Elementary School								
Constructed in 1955								
Additions in 1965, 1996								
Total Building Square Footage	36,255	36,255	36,255	36,255	36,255	36,255	36,255	36,255
Modular Unit Square Footage	1,536	1,536	1,536	1,536	1,536	1,536	1,536	1,536
Media Center Square Footage	2,134	2,134	2,134	2,134	2,134	2,134	2,134	2,134
Cafeteria and Gymnasium Square Footage	2,925	2,925	2,925	2,925	2,925	2,925	2,925	2,925
Enrollment - Grades K - 6	433	420	440	406	425	416	411	421
Student Capacity	475	475	475	475	475	475	475	475
Regular Instruction Classrooms	24	23	23	23	17	18	18	18
Regular Instruction Teachers	24	23	23	23	14	17	17	17
Special Instruction Classrooms	2	2	2	3	3	3	3	3
Special Instruction Teachers	2	2	2	3	3	2	2	2
State Road Elementary School								
Constructed in 1921								
Additions in 1951, 1959, 1966								
Total Building Square Footage	34,307	34,307	34,307	34,307	34,307	34,307	34,307	34,307
Modular Units (2) Square Footage	2,880	2,880	2,880	2,880	2,880	2,880	2,880	2,880
Media Center Square Footage	1,452	1,452	1,452	1,452	1,452	1,452	1,452	1,452
Cafeteria and Gymnasium Square Footage	2,145	2,145	2,145	2,145	2,145	2,145	2,145	2,145
Enrollment - Grades K - 6	497	510	503	483	479	437	429	410
Student Capacity	395	395	395	395	395	395	395	395
Regular Instruction Classrooms	16	16	16	16	16	16	16	16
Regular Instruction Teachers	24	27	25	25	16	18	18	18
Special Instruction Classrooms	3	3	3	3	3	3	3	3
Special Instruction Teachers	5	5	6	6	6	6	6	6
Thoreau Park Elementary School								
Constructed in 1926								
Additions in 1951, 1954								
Total Building Square Footage	65,957	65,957	65,957	65,957	65,957	65,957	65,957	65,957
Modular Units (2) Square Footage	2,988	2,988	2,988	2,988	2,988	2,988	2,988	2,988
Media Center Square Footage	2,622	2,622	2,622	2,622	2,622	2,622	2,622	2,622
Cafeteria Square Footage	3,280	3,280	3,280	3,280	3,280	3,280	3,280	3,280
Gymnasium Square Footage	4,550	4,550	4,550	4,550	4,550	4,550	4,550	4,550
Enrollment - Grades K - 6	834	844	762	736	711	665	655	643
Student Capacity	725	725	725	725	725	725	725	725
Regular Instruction Classrooms	43	40	39	41	26	26	26	26
Regular Instruction Teachers	43	40	39	41	29	27	27	27
Special Instruction Classrooms	4	5	5	5	6	5	5	5
Special Instruction Teachers	4	5	5	5	5	6	6	6

(continued)

Parma City School District
Building Statistics by School Building/Facility (continued)
Last Eight Fiscal Years (1)

	2001	2002	2003	2004	2005	2006	2007	2008
Greenbriar Middle School/Annex								
Constructed in 1962								
Addition in 1959 (Annex), 1976, 1996								
Total Building Square Footage	124,340	124,340	124,340	124,340	124,340	124,340	124,340	124,340
Media Center Square Footage	5,904	5,904	5,904	5,904	5,904	5,904	5,904	5,904
Cafeteria Square Footage	4,200	4,200	4,200	4,200	4,200	4,200	4,200	4,200
Gymnasium Square Footage	7,008	7,008	7,008	7,008	7,008	7,008	7,008	7,008
Enrollment - Grades 7 - 8	806	822	820	828	767	761	755	756
Student Capacity	976	976	976	976	976	976	976	976
Regular Instruction Classrooms	31	31	31	31	31	31	31	31
Regular Instruction Teachers	39	36	37	39	41	42	42	42
Special Instruction Classrooms	9	9	9	9	9	9	9	9
Special Instruction Teachers	9	11	8	8	9	8	8	8
Vocational Instruction Classrooms	4	4	4	4	4	4	4	4
Vocational Instruction Teachers	4	3	4	4	1	3	3	3
Hillside Middle School								
Constructed in 1959								
Addition in 1976								
Total Building Square Footage	90,195	90,195	90,195	90,195	90,195	90,195	90,195	90,195
Media Center Square Footage	4,171	4,171	4,171	4,171	4,171	4,171	4,171	4,171
Cafeteria Square Footage	3,920	3,920	3,920	3,920	3,920	3,920	3,920	3,920
Gymnasiums (2) Square Footage	8,644	8,644	8,644	8,644	8,644	8,644	8,644	8,644
Enrollment - Grades 7 - 8	574	572	583	592	568	558	554	546
Student Capacity	743	743	743	743	743	743	743	743
Regular Instruction Classrooms	25	25	25	25	27	28	28	28
Regular Instruction Teachers	27	27	25	28	29	29	29	29
Special Instruction Classrooms	5	5	5	5	5	6	6	6
Special Instruction Teachers	5	6	6	7	7	8	8	8
Vocational Instruction Classrooms	2	2	2	2	2	2	2	2
Vocational Instruction Teachers	3	3	3	3	1	1	1	1
Shiloh Middle School								
Constructed in 1966								
Additions in 1998, 2003								
Total Building Square Footage	95,189	95,189	95,189	106,189	106,189	106,189	106,189	106,189
Media Center Square Footage	6,642	6,642	6,642	6,642	6,642	6,642	6,642	6,642
Cafeteria Square Footage	6,480	6,480	6,480	6,480	6,480	6,480	6,480	6,480
Gymnasium Square Footage	6,642	6,642	6,642	6,642	6,642	6,642	6,642	6,642
Enrollment - Grades 7 - 8	747	723	772	849	830	733	734	700
Student Capacity	821	821	821	916	916	916	916	916
Regular Instruction Classrooms	25	25	25	32	31	31	31	31
Regular Instruction Teachers	37	37	37	37	38	43	43	43
Special Instruction Classrooms	4	4	4	4	5	5	5	5
Special Instruction Teachers	6	6	6	8	10	9	9	9
Vocational Instruction Classrooms	4	4	4	4	4	4	4	4
Vocational Instruction Teachers	4	3	3	3	4	2	2	2

(continued)

Parma City School District
Building Statistics by School Building/Facility (continued)
Last Eight Fiscal Years (1)

	2001	2002	2003	2004	2005	2006	2007	2008
Normandy High School								
Constructed in 1968								
Addition in 1975								
Total Building Square Footage	264,511	264,511	264,511	264,511	264,511	264,511	264,511	264,511
Auditorium/Stage Square Footage	4,272	4,272	4,272	4,272	4,272	4,272	4,272	4,272
Media Center Square Footage	7,530	7,530	7,530	7,530	7,530	7,530	7,530	7,530
Kitchen and Cafeteria Square Footage	10,618	10,618	10,618	10,618	10,618	10,618	10,618	10,618
Gymnasium Square Footage	9,690	9,690	9,690	9,690	9,690	9,690	9,690	9,690
Enrollment - Grades 9 - 12	1,137	1,160	1,207	1,230	1,263	1,296	1,292	1,323
Student Capacity	1,423	1,423	1,423	1,423	1,423	1,423	1,423	1,423
Regular Instruction Classrooms	45	45	45	45	45	45	45	45
Regular Instruction Teachers	56	48	50	52	59	57	57	57
Special Instruction Classrooms	5	5	5	5	5	5	5	5
Special Instruction Teachers	6	7	7	9	9	9	9	9
Vocational Instruction Classrooms	11	11	11	11	11	11	11	11
Vocational Instruction Teachers	10	12	13	14	13	16	16	16
Parma Senior High School								
Constructed in 1953								
Additions in 1964, 1975, 1976, 2007								
Total Building Square Footage	399,733	399,733	399,733	399,733	399,733	399,733	403,999	403,999
Auditorium/Stage (2) Square Footage	14,475	14,475	14,475	14,475	14,475	14,475	14,475	14,475
Media Center Square Footage	10,501	10,501	10,501	10,501	10,501	10,501	6,642	6,642
Kitchen and Cafeteria Square Footage	6,549	6,549	6,549	6,549	6,549	6,549	6,549	6,549
Gymnasiums (2) Square Footage	16,442	16,442	16,442	16,442	16,442	16,442	16,442	16,442
Administration Wing Square Footage	N/A	N/A	N/A	N/A	N/A	N/A	33,790	33,790
Enrollment - Grades 9 - 12	1,542	1,605	1,594	1,604	1,669	1,737	1,705	1,689
Student Capacity	1,869	1,869	1,869	1,869	1,869	1,869	1,869	1,869
Regular Instruction Classrooms	58	58	58	58	58	58	58	58
Regular Instruction Teachers	69	73	72	79	74	71	71	71
Special Instruction Classrooms	15	15	15	15	15	15	15	15
Special Instruction Teachers	16	14	15	15	19	21	21	21
Vocational Instruction Classrooms	12	12	12	12	12	12	12	12
Vocational Instruction Teachers	14	14	13	12	14	12	12	12
Valley Forge High School								
Constructed in 1961								
Additions in 1975, 1976								
Total Building Square Footage	270,310	270,310	270,310	270,310	270,310	270,310	270,310	270,310
Auditorium/Stage Square Footage	7,790	7,790	7,790	7,790	7,790	7,790	7,790	7,790
Media Center Square Footage	7,716	7,716	7,716	7,716	7,716	7,716	5,476	5,476
Kitchen and Cafeteria Square Footage	8,784	8,784	8,784	8,784	8,784	8,784	8,784	8,784
Gymnasiums (2) Square Footage	18,016	18,016	18,016	18,016	18,016	18,016	18,016	18,016
Maintenance Wing Square Footage	N/A	N/A	N/A	N/A	N/A	N/A	7,500	7,500
Enrollment - Grades 9 - 12	1,538	1,563	1,585	1,663	1,757	1,780	1,761	1,713
Student Capacity	1,810	1,810	1,810	1,810	1,810	1,810	1,810	1,810
Regular Instruction Classrooms	57	57	57	57	57	57	57	57
Regular Instruction Teachers	75	70	73	71	75	77	77	77
Special Instruction Classrooms	14	14	14	14	14	14	14	14
Special Instruction Teachers	11	11	13	15	13	15	15	15
Vocational Instruction Classrooms	5	5	5	5	4	4	4	4
Vocational Instruction Teachers	11	11	9	10	12	11	11	11

(continued)

Parma City School District
Building Statistics by School Building/Facility (continued)
Last Eight Fiscal Years (1)

	2001	2002	2003	2004	2005	2006	2007	2008
Arlington (First Step Program)								
Constructed in 1965								
Total Building Square Footage	32,500	32,500	32,500	32,500	32,500	32,500	32,500	32,500
Cafeteria and Gymnasium Square Footage	4,275	4,275	4,275	4,275	4,275	4,275	4,275	4,275
Enrollment - Pre-School	167	151	175	167	185	197	194	196
Special Instruction Teachers	13	13	12	12	11	11	11	11
Stuart L. Openlander Administration Center								
Constructed in 1921								
Addition in 1950								
Total Building Square Footage	31,622	31,622	31,622	31,622	31,622	31,622	31,622	31,622
Byers Field								
Constructed in 1940								
Additions in 1957, 1962, 1993, 1994, 1995, 2000, 2002								
Seating Capacity	11,800	11,800	11,800	11,800	11,800	11,800	11,800	11,800
Total Square Footage for Ticket Booths, Press Box, Concessions, Restrooms, and Storage	7,184	7,184	7,184	7,184	7,184	7,184	7,184	7,184
Total Square Footage for Bus Garage	18,000	18,000	18,000	18,000	18,000	18,000	18,000	18,000

Source: Ohio Facilities Commission Report
Valuation Engineers Inc.
District Records
ODE EMIS Certified/Licensed Staff Demographics Report

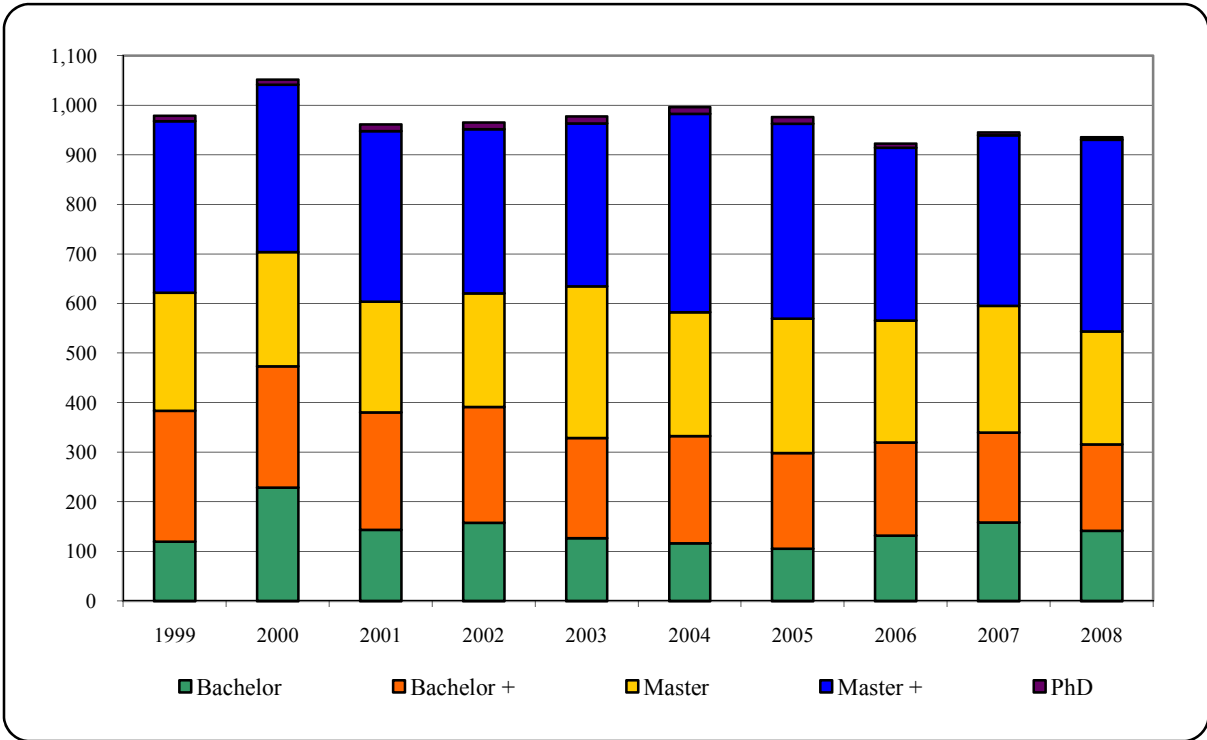
(1) Information prior to fiscal year 2001 not available

Parma City School District
Full-Time Equivalent Certified School District Employees by Education
Last Ten Fiscal Years

Degree	1999	2000	2001	2002
Bachelor	120	229	144	158
Bachelor + 12	79	75	75	72
Bachelor + 24	119	101	91	87
Bachelor + 36	66	69	71	75
Master	238	230	223	229
Master + 12	112	105	120	117
Master + 24	70	70	69	61
Master + 36	69	69	60	57
Master + 48	95	94	95	96
Doctorate	11	10	14	14
Total	979	1,052	962	966

Source: School District Records

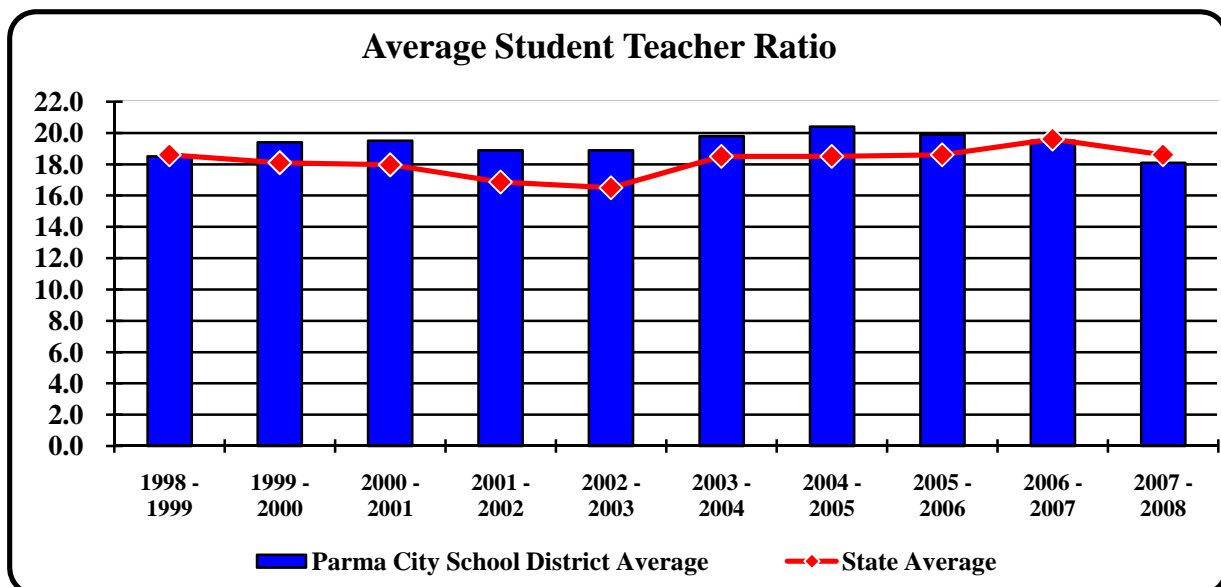
2003	2004	2005	2006	2007	2008
127	117	106	132	159	142
71	83	66	65	54	59
88	68	67	66	65	63
43	65	60	57	62	52
306	250	271	246	256	228
120	148	141	127	122	147
61	77	80	74	82	80
57	54	62	52	38	47
91	121	110	96	102	113
14	14	14	8	6	5
978	997	977	923	946	936



Parma City School District
Average Number of Students per Teacher
Last Ten School Years

School Year	Parma City School District Average	State Average
1998 - 1999	18.5	18.6
1999 - 2000	19.4	18.1
2000 - 2001	19.5	18.0
2001 - 2002	18.9	16.9
2002 - 2003	18.9	16.5
2003 - 2004	19.8	18.5
2004 - 2005	20.4	18.5
2005 - 2006	19.9	18.6
2006 - 2007	19.5	19.6
2007 - 2008	18.1	18.6

Source: Ohio Department of Education, EMIS Reports



Parma City School District
Attendance and Graduation Rates
Last Ten Fiscal Years

Fiscal Year	Parma City School District Attendance Rate	State Average	Parma City School District Graduation Rate	State Average
1999	94.20%	93.50%	81.40%	81.40%
2000	94.20	93.60	80.30	80.70
2001	94.20	93.90	77.40	81.20
2002	94.20	94.30	77.50	82.80
2003	94.90	94.50	79.70	83.90
2004	95.00	94.50	84.80	84.30
2005	94.50	94.30	81.20	85.90
2006	94.50	94.10	88.10	86.20
2007	94.70	94.10	84.20	86.90
2008	94.80	94.20	N/A	N/A

Source: Ohio Department of Education Local Report Cards
and Data Warehouse Reports.

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Mary Taylor, CPA
Auditor of State

PARMA CITY SCHOOL DISTRICT
CUYAHOGA COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

CERTIFIED
FEBRUARY 9, 2010