

# Westlake City School District

## Westlake, Ohio

**We Educate For Excellence...**



**Comprehensive Annual Financial Report**  
**For the Fiscal Year Ended**  
**June 30, 2006**



*Westlake City Schools Board of Education 2005-2006*

***Comprehensive  
Annual Financial Report  
For the Fiscal Year Ended June 30, 2006***

Prepared By  
Mark C. Pepera, CFO

**WESTLAKE CITY SCHOOL DISTRICT**  
**CUYAHOGA COUNTY, OHIO**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

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December 22, 2006

Board of Education Members  
Westlake City School District

We are please to submit to you the Comprehensive Annual Financial Report (CAFR) of the Westlake City School District (the "District") for the fiscal year ended June 30, 2006. This CAFR includes an opinion from the State Auditor and conforms to generally accepted accounting principles as applicable to governmental entities. Responsibility for the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rest with the District. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the District. This report will provide the taxpayers of the Westlake City School District with comprehensive financial data in a format which will enable them to gain an understanding of the District's financial affairs. Copies will be made available to the Porter Public Library, major taxpayers, financial rating services and other interest parties.

The comprehensive annual financial report is presented in three sections as follows:

1. The Introductory Section which contains a Table of Contents, Letter of Transmittal, List of Principal Officials, and Organizational Chart of the District and the GFOA Certificate of Achievement.
2. The Financial Section which begins with the Independent Accountants' Report and includes Management's Discussion and Analysis, the Basic Financial Statements and Notes that provide an overview of the District's financial position and operating results, the Combining Statements and other schedules that provide detailed budgetary information.
3. The Statistical Section, which presents social and economic data, financial trends and the fiscal capacity of the Westlake City School District.

### **The Reporting Entity**

The District has reviewed its reporting entity definition in order to insure conformance with Governmental Accounting Standards Board Statement No. 14, "The Financial Reporting Entity." In evaluating how to define the District for financial reporting purposes, management has considered all agencies, departments and organizations making up the Westlake City School District (the primary government) and its potential component units.

Excluded from the reporting entity because they are fiscally independent of the District are the City of Westlake, the Parent Teacher Organization, and Westshore Vocational Cooperative.

The Lake Erie Educational Computer Association and the Ohio Schools Council Association are jointly governed organizations and the Porter Public Library is a related organization whose relationships to the District are described in Note 2, to the basic financial statements.

A complete discussion of the District's reporting entity is provided in Note 2.A to the basic financial statements.

**WESTLAKE  
CITY SCHOOLS**

**Board of Education**

27200 Hilliard Blvd.  
Westlake, Ohio 44145  
(440) 871-7300 tel  
(440) 871-6034 fax

**Bassett  
Elementary School**  
2155 Bassett Rd.  
(440) 835-6330

**Dover  
Elementary School**  
2300 Dover Center Rd  
(440) 835-6322

**Hilliard  
Elementary School**  
24365 Hilliard Rd.  
(440) 835-6343

**Holly Lane  
Elementary School**  
3057 Holly Lane  
(440) 835-6332

**Lee Burneson  
Middle School**  
2240 Dover Center Rd  
(440) 835-6340

**Parkside  
Intermediate School**  
24525 Hilliard Rd.  
(440) 835-6325

**Westlake  
High School**  
27630 Hilliard Rd.  
(440) 835-6352

## **Organizational Structure**

Statutorily, the District operates under the standard prescribed by the Ohio State Board of Education as provided in division (D) of Section 3301.07 of the Ohio Revised Code, to provide educational 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.

The Westlake City School District is one of 613 school districts in the State of Ohio and one of 31 school districts in Cuyahoga County. The District provides education to 4,110 students in grades kindergarten through twelfth and projects enrollment for fiscal year 2007 of 4,149 students. The District provides general education, special education and vocational type academic programs.

## **The Westlake City School District**

The Westlake City School District (formerly known as the Dover School District) was originally organized in 1898. Later in 1913, the school burned and a new school building was constructed to educate students. Over the years, the District has grown in size and now supports seven buildings: high school, middle school, intermediate school and four elementary buildings. The schools range in age from 35 to 57 years old. In addition, the District owns and operates an administrative and transportation facility to accommodate the oversight needs within the District.

## **Economic Condition and Outlook**

The City of Westlake is one of the leaders in Cuyahoga County in growth and development. The City's proximity to Interstates 90, 80 and I-480, coupled with the fact that land is available for future development provides the basis for continued economic growth. The City has carefully planned for a balance of residential, commercial and industrial development in order to maintain a substantial tax base in an effort to maintain its relatively low tax rate.

While primarily developed as a residential suburb the city contains a significant number of corporate facilities, office parks, hotels, wholesale distribution facilities and other industrial and commercial developments. While most of the residentially zoned land has been developed some commercial and industrial zoned land remains available for use. The City's development plan forecasts full growth by 2020.

In November of 2000, voters approved the construction of Crocker Park, a mixed-use planned development on eighty acres in western Westlake. When fully completed, this development will create a downtown center for Westlake with retail, office, restaurant, and residential spaces. A grand opening for the first phase of this development was held in November 2004. In 2006, construction began on 116 units of residential housing consisting of lofts and townhomes that will surround themed gardens.

In addition to new commercial/industrial development Westlake approved plans for several additional upscale subdivisions throughout the City. Strong housing values continue to provide evidence of this upscale community. Recent new home sales range from \$600,000-\$800,000 with some topping \$1,000,000.

The city contains the newest full service hospital in the region, St. John Westshore Hospital, which is affiliated with the University Hospital Health System. Westlake has clinic and outpatient facilities for every major health care provider in the Cleveland area, including the renowned Cleveland Clinic.

The District's enrollment has remained relatively flat over the last several years and is projected to slightly increase in the foreseeable future. The 2005-2006 October student enrollment reported to the Ohio Department of Education was 4,168 (head count).



## **Major Initiatives**

The Westlake City School District continued its major focus on student achievement during the 2005-2006 school year. Westlake is one of 22 Ohio school districts to achieve the state's highest rating of "Excellent" in each of the seven years since the program has been established. A further recognition was achieved during the past year by Hilliard elementary school recognized by the State Department of Education as a "School of Distinction" as a result of the high levels of achievement for regular education and special needs children. In addition, student achievement, as measured by college admissions tests, continues to be very strong. Students taking both the SAT and ACT tests have scored above both the state and national averages. The District, however, did not achieve the Adequate Yearly Progress standard for a group of special needs students in grades 6 and 7 and a group of economically disadvantaged students in grade 8. A major initiative for the 2006-07 will focus on achieving this standard.

A Continuous Improvement Plan guides the district's educational program. The Plan -- first adopted by the Board of Education in 2000 and revised regularly -- defines the goals of the school district and specifies specific action plans to accomplish them. A committee of representatives from each building and the district office regularly monitors the plan. This group is charged with gathering the data to document progress toward the plan goals and to report to the district and Board of Education. The district plan is supported by school improvement plans in each building. All of these plans were updated during the past year.

The curriculum emphasis for the past year continues to focus on developing pacing guides and assessments in language arts, mathematics, social studies and science in grades K-6, and in developing common assessments for courses in grades 7-10 that prepare students for the Ohio Graduation Test taken in grade 10. The Westlake City Schools are committed to a Standards-Based Education System with explicit learning outcomes communicated to the learners, implemented with a research-based instructional design and ongoing, focused formative and summative assessments. The district is working toward supporting this program by a pyramid of strategies to intervene with students who are having difficulty learning. Work continues in each building and at the district level to develop a professional learning community that promotes collaboration and collective responsibility for all students. This program is supported with job-embedded professional learning. The ultimate goal is high levels of learning for all students.

Impacting the growth and extension of the district's instructional program was the failure of an operating levy during the 2004-05 school year. This failure resulted in the district containing or postponing a number of expenses, including equipment replacement and permanent improvements. An operating levy was resubmitted to the votes in May 2006 and approved by a 57% majority. This has enabled the district to reinstate an equipment replacement schedule and resume permanent improvement projects.

The establishment of a retirement incentive program resulted in the infusion of 30 new staff members into the district. Extensive recruitment and selection enabled the district to select highly qualified teachers. The district is looking forward to the energy these new staff members will bring.

The 2005-06 school year was the first year of full operation for the district Performing Arts Center opened in March 2005. The 825-seat auditorium was used for over 200 student performances as well as community activities including ballets, musicals and a corporate meeting. In addition the district's new television studio was completed with the construction of several new sets to facilitate operations. The station provides a variety of student and public programming on its own cable access channel.

The school district continues to use technology to communicate with the community and parents. The district web site was renovated based on comments made from a focus group of internal and external users. The site provides information about school schedules and educational activities, as well downloadable forms and links to a number of educational resources. The school district's courses of study are available for student and parent review. In addition the school district policy manual is accessible via the web site. All staff members have e-mail and voice mail accounts.

School safety continues to be a persistent concern. The district's safety committee -- including representatives from various departments and schools within the district, as well the Westlake safety forces -- updates and revises the district safety plan each year. Police-supervised lock down drills were conducted in each building. A risk consultant surveyed the entire district and made recommendations for improved practices and equipment.

As part of the federal requirements a school wellness committee of school, health department and community representatives was organized. This group used the U.S. Centers for Disease Control and Prevention School Health Index to assess various aspects of school district operations. Based on this assessment a revised Board policy and action plan was developed. Highlights include a significant restructuring of the beverages and snacks available to students during the school day, a review of the physical education curriculum, and more staff and student education programs regarding good health practices.

District enrollment in special needs programs continue to increase, approaching 14% of the overall student population. Emphasis in the special needs area continued on integrating the state grade-level standards for regular education students into the Individual Education Plans (IEP) of special needs students. Providing special needs students access to the regular education curriculum is one of the essential elements of the federal IDEA legislation.

Focus was on improving basic literacy skills for both regular education and special needs students. A considerable amount of time was spent developing the K-1 instructional staffs' knowledge of phonemic awareness and phonics programs. In addition, more time was spent providing staff development regarding a research-based assessment program -- Dynamic Indicators of Basic Literacy Skills (DIBELS). When used in tandem, district reading intervention specialists are better able to diagnose early reading difficulty, provide instructional interventions based on practices as outlined by the National Reading Panel, and monitor the progress of those interventions using DIBELS. An assessment schedule was developed that entails measuring the progress of students in reading intervention on at least a monthly basis. This data is then entered into a web-based data collection system that prints out individual and class progress reports. Teachers use this information to make timely interventions that increase student achievement.

## **Financial Information**

### ***Internal Accounting and Budgetary Control***

In developing the District's accounting system much consideration was given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute assurance regarding the safeguarding of assets against loss from unauthorized use or disposition and the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance is based on the assumption that the cost of internal accounting controls should not exceed the benefits expected to be derived from their implementation.

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

At the beginning of each fiscal year, the Board of Education adopts either a temporary appropriation measure or a permanent appropriation measure for that fiscal year. If a temporary appropriation measure is first adopted, the permanent appropriation measure must be adopted upon receipt from the County Auditor of an amended certificate of estimated resources based on final assessed values and tax rates, which is usually within the first three months of the fiscal year.

Annual appropriations may not exceed the County Budget Commission's official estimate of resources. The County Auditor must certify that the Board of education's appropriation measure, including any supplements or amendments, do not exceed the amount set forth in the latest of those official estimates.

All disbursements and transfers of cash between funds require appropriation authority from the Board. Budgets are controlled at the object level for the general fund and special cost center level for all other funds. All purchase order requests must be approved by either the Superintendent or the Assistant Superintendent and certified by the Treasurer; necessary funds are then encumbered and purchase orders are released to vendors. Those requests which exceed the available appropriation are rejected until additional appropriations are secured.

The accounting system used by the District provides interim financial reports which detail year-to-date expenditures and encumbrances versus the original appropriation plus any additional appropriations made to date.

Each administrator and school principal is furnished with monthly reports showing the status of the budget accounts for which they are responsible. In addition, an on-line inquiry system is available at each cost center site.

The basis of accounting and the various funds utilized by Westlake City Schools are fully described in Note 2 of the basic financial statements. Additional information on the District's budgetary accounting can also be found in Note 2.

### ***Financial Condition***

The District has prepared financial statements following GASB Statement 34, "Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments." The District's basic financial statements consist of the following:

***Government-wide financial statements*** These statements are prepared on an accrual basis of accounting which is similar to the basis of accounting followed by businesses. The government-wide statements distinguish between those activities of the District that are governmental and those that are considered business-type activities.

***Fund financial statements*** These statements present information for individual major funds rather than by fund type. Nonmajor funds are presented in total in one column. Governmental funds use the modified accrual basis of accounting and include a reconciliation to the governmental activities accrual information presented in the government-wide financial statements. Proprietary and fiduciary funds use the accrual basis of accounting.

***Statement of budgetary comparisons*** These statements present comparisons of actual information to the legally adopted budget. The budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances.

Management is responsible for preparing a Management Discussion and Analysis of the District. This discussion follows the Report of Independent Accountants, providing an assessment of the District's finances for fiscal year 2006 and a discussion of current issues affecting the District in the future. Because that discussion focuses on major funds, other nonmajor funds are discussed briefly in this letter.

### ***Financial Highlights – Internal Service Fund***

The only internal service fund carried on the financial records relates to self-insurance. This fund accounts for the revenues and expenses related to the provision of medical, surgical, prescription drug, dental and vision benefits to the District employees. The internal service fund had net assets of \$1,040,916 at June 30, 2006, compared with net assets of (\$343,201) at June 30, 2005, reflecting a net increase in net assets of \$1,384,117.

### ***Financial Highlights – Fiduciary Fund***

The trust fund carried on the financial records of the District is a college scholarship private-purpose trust fund that has net assets totaling \$29,195 as of June 30, 2006.

### **Cash Management**

The Board has an aggressive cash management program which consists of expediting the receipt of revenues and prudently depositing cash which is insured by the Federal Deposit Insurance Corporation as well as investing available cash in instruments issued by the United States Government or the State of Ohio. The program is beneficial because of access to daily balances which enables the Board to maintain minimum balance accounts and invest to the maximum extent. The total amount of interest earned by District funds was \$664,008 for the fiscal year ended June 30, 2006, \$644,125 being credited directly to the general fund.

Protection of the District's deposits is provided by the federal deposit insurance corporation as well as by qualified securities pledged by the institution holding the assets. By law, financial institutions may establish a collateral pool to cover all public deposits. The market value of the pooled collateral must equal at least 105 percent of public funds deposited. Collateral is held by trustees including the Federal Reserve Bank and designated third party trustees of the financial institutions.

### **Risk Management**

The District provides employee medical, surgical, prescription drug, dental and vision benefits for all eligible employees of the District. A self-insurance internal service fund is maintained to account for and finance this program. In February 2004, the District opted to participate in a cooperative health insurance arrangement with four other local school districts. This cooperative was formed in order for school districts to achieve additional purchasing power in buying insurance services. Bridge Benefits administered the plan and reviewed all claims. Stop-loss coverage was provided by American National Insurance Company and the pharmacy benefit manager for the plan was Express Scripts. In addition, the District contracted with Quantum LLC to provide a comprehensive utilization review program.

All employees of Westlake City School District are covered by a blanket bond, while certain individuals in policy-making roles are covered by separate, higher limit bond coverage.

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. During fiscal year 2004, the District contracted through the Ohio Schools Council with various insurance carriers for specific coverage types.

The District contracts with Indiana Insurance and Travelers Insurance to provide property and general liability insurance, as well as boiler and machinery coverage. There is a \$5,000 deductible with a one hundred percent co-insurance for property and a \$1,000 deductible for boiler and machinery coverage. There is no deductible for general liability.

General liability is protected by Indiana Insurance Company with a \$1,000,000 single occurrence limit, a \$2,000,000 aggregate limit including a \$10,000,000 umbrella coverage policy. Employee dishonesty coverage is provided by Ohio Casualty with a \$1,000 deductible. Vehicles are covered by Indiana Insurance Agency and have a \$1,000 deductible for comprehensive and \$1,000 deductible for collision. Automobile liability has a \$1,000,000 combined single limit of liability excluding the umbrella coverage indicated above.

## **Independent Audit**

State statutes require the District to be subjected to an annual examination by an independent auditor. An annual audit serves to maintain and strengthen the District's accounting and budgetary controls. Independent auditor Betty Montgomery, Auditor of State, was selected to render an opinion on the District's financial statements as of and for the year ended June 30, 2006. The opinion appears at the beginning of the financial section of this report.

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

## **Awards**

### ***GFOA Certificate of Achievement***

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Westlake City School District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2005. The Certificate of Achievement is the highest form of recognition in the area of governmental financial reporting.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose contents conform to program standards. Such 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.

## **Acknowledgments**

The publication of this report is a significant step toward professionalizing the Westlake City School District's financial reporting. It enhances the District's accountability to the residents of the Westlake City School District.

The preparation of this report would not have been possible without the assistance and support of the staff of the Treasurer's office, various administrators and staff members of the District. In addition, assistance from the County Auditor's staff and outside agencies made possible the fair presentation of statistical data.

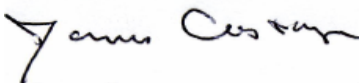
Special appreciation is expressed to the accounting firm of Julian & Grube, Inc. for assistance in planning, designing and reviewing this financial report.

Finally, sincere appreciation is extended to the Board of Education for their support on this project.

Respectfully submitted,



Mark C. Pepera  
Chief Financial Officer



James Costanza  
Superintendent of Schools

**Westlake City School District**  
*Principal Officials*  
*June 30, 2006*

***Board of Education***

Ms. Renee Wargo..... President  
Ms. David Beal..... Vice-President  
Mr. Andrea Rocco.....Member  
Mr. Joseph O'Malley .....Member  
Mr. Thomas Mays .....Member

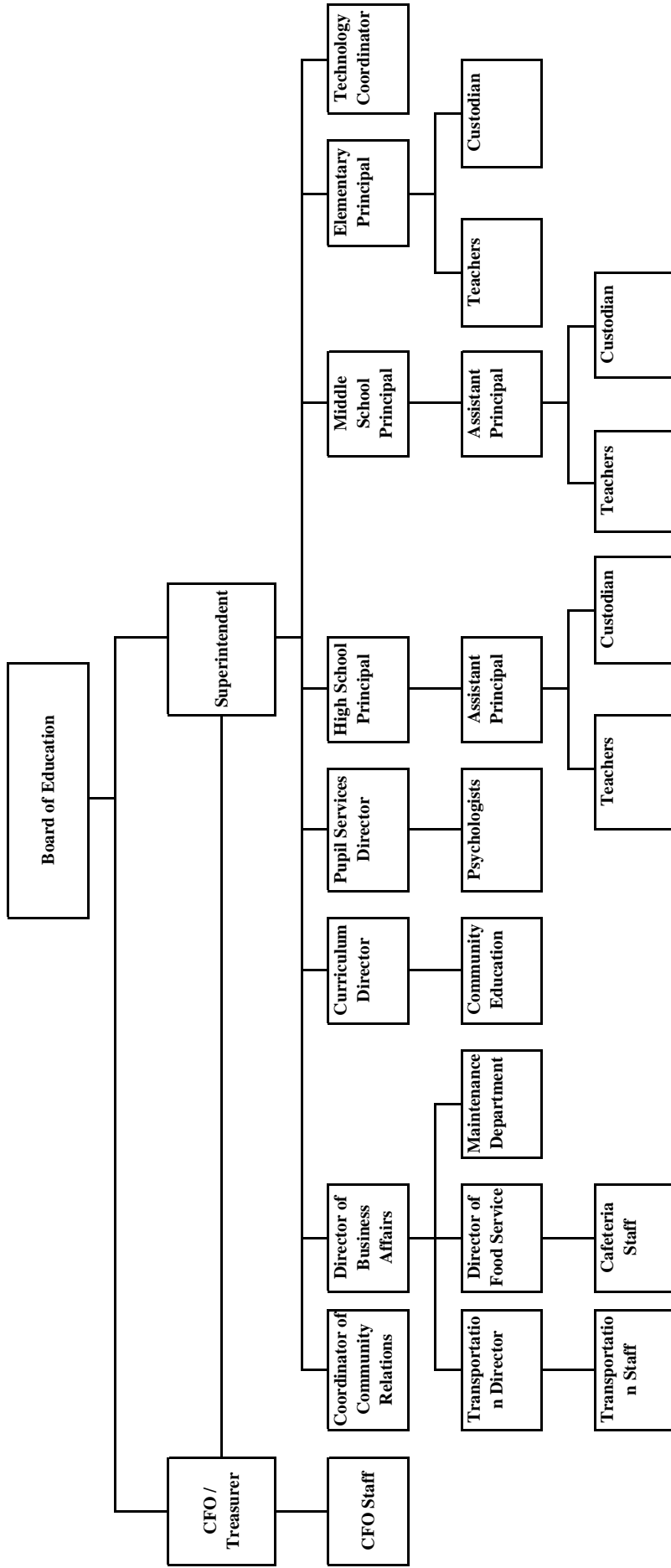
***Chief Financial Officer***

Mr. Mark C. Pepera

***Executive Administration***

Dr. James Costanza, Ed.D..... Superintendent  
Mr. David Puffer ..... Director of Business Affairs

# Westlake City School District Organizational Chart





# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Westlake City School District  
Ohio

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2005

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.



President

Executive Director



## **Auditor of State Betty Montgomery**

### **INDEPENDENT ACCOUNTANTS' REPORT**

Westlake City School District  
Cuyahoga County  
27200 Hilliard Boulevard  
Westlake, Ohio 44145

To the Board of Education:

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Westlake City School District, Cuyahoga County, Ohio, (the District) as of and for the year ended June 30, 2006, 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, each major fund, and the aggregate remaining fund information of the Westlake City School District, Cuyahoga County, Ohio, as of June 30, 2006, 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.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 22, 2006, 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 of 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 financials 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 black ink that reads "Betty Montgomery". The signature is written in a cursive, flowing style.

**Betty Montgomery**  
Auditor of State

December 22, 2006

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

The management's discussion and analysis of the Westlake City School District's (the "District") financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2006. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should also review the transmittal letter, basic financial statements and the notes to the basic financial statements to enhance their understanding of the District's financial performance.

**Financial Highlights**

Key financial highlights for 2006 are as follows:

- In total, net assets of governmental activities increased \$2,140,482 which represents a 9.70% increase from 2005.
- General revenues accounted for \$45,622,174 in revenue or 92.24% of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$3,840,710 or 7.76% of total revenues of \$49,462,884.
- The District had \$47,322,402 in expenses related to governmental activities; only \$3,840,710 of these expenses was offset by program specific charges for services, grants or contributions. General revenues supporting governmental activities (primarily taxes and unrestricted grants and entitlements) of \$45,622,174 were adequate to provide for these programs.
- The District's major governmental funds are the general fund and bond retirement fund. The general fund had \$41,109,167 in revenues and \$42,680,793 in expenditures and other financing uses. During fiscal 2006, the general fund's fund balance decreased \$1,571,626 from \$3,466,156 to \$1,894,530.
- The bond retirement fund had \$4,327,318 in revenues and \$3,908,559 in expenditures. During fiscal 2006, the bond retirement fund's fund balance increased \$418,759 from \$3,496,820 to \$3,915,579.

**Using this Comprehensive Annual Financial Report (CAFR)**

This annual report consists of a series of financial statements and notes pertaining to those statements. These statements are organized so the reader can understand the District as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

The *Statement of Net Assets* and *Statement of Activities* provide information about the activities of the whole District, presenting both an aggregate view of the District's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the District's most significant funds with all other nonmajor funds presented in total in one column. In the case of the District, the general fund and bond retirement fund are by far the most significant funds, and the only governmental funds reported as major funds.

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

**Reporting the 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 District to provide programs and activities, the view of the District as a whole looks at all financial transactions and asks the question, "How did we do financially during 2006?" The Statement of Net Assets and the Statement of Activities answer this question. These statements include *all assets, liabilities, revenues and expenses* using the *accrual basis of accounting* similar to the accounting used by most private-sector companies. This basis of accounting will take into account all of the current year's revenues and expenses regardless of when cash is received or paid.

These two statements report the District's *net assets* and changes in those assets. This change in net assets is important because it tells the reader that, for the District as a whole, the *financial position* of the District has improved or diminished. The causes of this change may be the result of many factors, some financial, some not. Non-financial factors include the District's property tax base, current property tax laws in Ohio restricting revenue growth, facility conditions, required educational programs and other factors.

In the Statement of Net Assets and the Statement of Activities, the Governmental Activities include the District's programs and services, including instruction, support services, operation and maintenance of plant, pupil transportation, extracurricular activities, and food service operations.

The District's statement of net assets and statement of activities can be found on pages 17-18 of this report.

**Reporting the District's Most Significant Funds**

***Fund Financial Statements***

The analysis of the District's major governmental funds begins on page 10. Fund financial reports provide detailed information about the District's major funds. The District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the District's most significant funds. The District's major governmental funds are the general fund and bond retirement fund.

***Governmental Funds***

Most of the District's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in future periods. These funds are reported using an accounting method called *modified accrual* accounting, which measures cash and all other *financial assets* that can readily be converted to cash. The governmental fund financial statements provide a detailed *short-term* view of the District's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer 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 basic financial statements. The basic governmental fund financial statements can be found on pages 19-23 of this report.

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

***Proprietary Funds***

Proprietary funds focus on the District's ongoing activities which are similar to those found in the private sector where net income is necessary or useful to sound financial management. Proprietary funds utilize the *accrual basis* of accounting under which revenues are recorded when earned and expenses are recorded at the time the liabilities are incurred. The District's proprietary funds are internal service funds which are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the District, or to other governments, on a cost-reimbursement basis. Proprietary fund statements can be found on pages 24 through 26 of the basic financial statements. For reporting on the statement of net assets and the statement of activities, internal service fund activities are eliminated and consolidated with governmental activities.

***Reporting the District's Fiduciary Responsibilities***

The District is the trustee, or fiduciary, for its scholarship programs. This activity is presented as a private-purpose trust fund. The District also acts in a trustee capacity as an agent for individuals or other entities. These activities are reported in an agency fund. All of the District's fiduciary activities are reported in separate Statements of Fiduciary Net Assets and Changes in Fiduciary Net Assets on pages 27 and 28. These activities are excluded from the District's other financial statements because the assets cannot be utilized by the District to finance its operations.

***Notes to the Basic Financial Statements***

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. These notes to the basic financial statements can be found on pages 29-59 of this report.

***The District as a Whole***

The Statement of Net Assets provides the perspective of the District as a whole. The table below provides a summary of the District's net assets for 2006 and 2005.

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

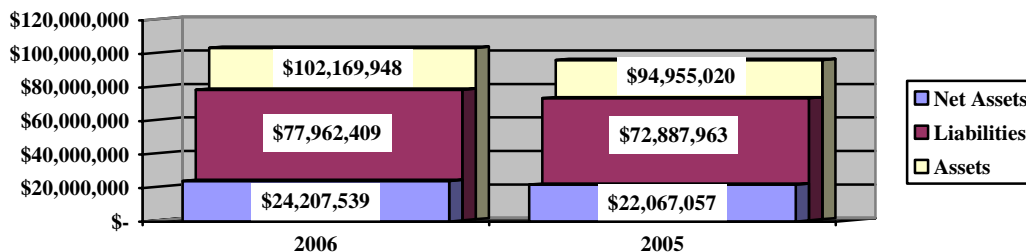
	<b>Net Assets</b>	
	Governmental Activities <u>2006</u>	Governmental Activities <u>2005</u>
<b><u>Assets</u></b>		
Current and other assets	\$ 56,049,360	\$ 47,210,596
Capital assets	<u>46,120,588</u>	<u>47,744,424</u>
Total assets	<u>102,169,948</u>	<u>94,955,020</u>
<b><u>Liabilities</u></b>		
Current liabilities	44,469,701	37,643,746
Long-term liabilities	<u>33,492,708</u>	<u>35,244,217</u>
Total liabilities	<u>77,962,409</u>	<u>72,887,963</u>
<b><u>Net Assets</u></b>		
Invested in capital assets, net of related debt	22,301,426	23,730,387
Restricted	4,860,941	2,623,364
Unrestricted (deficit)	<u>(2,954,828)</u>	<u>(4,286,694)</u>
Total net assets	<u>\$ 24,207,539</u>	<u>\$ 22,067,057</u>

Over time, net assets can serve as a useful indicator of a government's financial position. At June 30, 2006, the District's assets exceeded liabilities by \$24,207,539. Of this total, \$4,860,941 is restricted in use.

At year-end, capital assets represented 45.14% of total assets. Capital assets include land, land improvements, buildings and improvements, furniture and equipment, vehicles and textbooks. Capital assets, net of related debt to acquire the assets at June 30, 2006, were \$22,301,426. These capital assets are used to provide services to the students and are not available for future spending. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

A portion of the District's net assets, \$4,860,941, represents resources that are subject to external restriction on how they may be used. The remaining balance of unrestricted net assets is a deficit of \$2,954,828.

**Governmental Activities**





**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

The table below shows the change in net assets for fiscal years 2006 and 2005.

	<b>Change in Net Assets</b>	
	Governmental Activities <u>2006</u>	Governmental Activities <u>2005</u>
<b><u>Revenues</u></b>		
Program revenues:		
Charges for services and sales	\$ 1,956,579	\$ 1,828,264
Operating grants and contributions	1,884,131	1,754,486
Capital grants and contributions	-	36,225
General revenues:		
Property taxes	37,444,864	34,136,507
Grants and entitlements	7,357,649	7,522,123
Investment earnings	730,754	397,000
Miscellaneous	88,907	126,292
Total revenues	<u>49,462,884</u>	<u>45,800,897</u>
<b><u>Expenses</u></b>		
Program expenses:		
Instruction:		
Regular	20,190,940	20,578,822
Special	3,555,142	3,801,153
Vocational	477,265	475,462
Adult/continuing	56,634	45,809
Other	1,214,300	-
Support services:		
Pupil	2,963,597	2,625,987
Instructional staff	2,671,046	2,790,065
Board of education	27,125	29,261
Administration	2,829,414	2,890,037
Fiscal	1,084,520	1,071,904
Business	394,801	439,462
Operations and maintenance	4,126,995	3,745,704
Pupil transportation	3,307,927	3,752,277
Central	142,244	187,161
Food service operations	927,577	961,507
Operations of non-instructional services	273,130	978,734
Extracurricular activities	1,352,070	1,359,205
Intergovernmental pass through	423,059	-
Interest and fiscal charges	<u>1,304,616</u>	<u>1,436,038</u>
Total expenses	<u>47,322,402</u>	<u>47,168,588</u>
Change in net assets	2,140,482	(1,367,691)
Net assets at beginning of year	<u>22,067,057</u>	<u>23,434,748</u>
Net assets at end of year	<u>\$ 24,207,539</u>	<u>\$ 22,067,057</u>

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

**Governmental Activities**

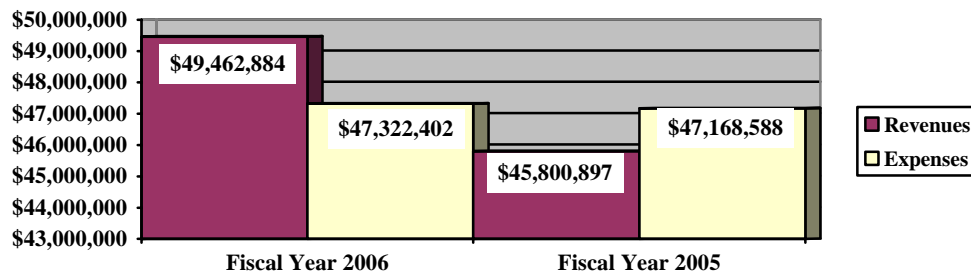
Net assets of the District's governmental activities increased \$2,140,482. Total governmental expenses of \$47,322,402 were offset by program revenues of \$3,840,710 and general revenues of \$45,622,174. Program revenues supported 8.12% of the total governmental expenses.

The primary sources of revenue for governmental activities are derived from property taxes, and grants and entitlements. These revenue sources represent 90.58% of total governmental revenue.

The largest expense of the District is for instructional programs. Instruction expenses totaled \$25,494,281 or 53.87% of total governmental expenses for fiscal 2006.

The graph below presents the District's governmental activities revenue and expenses for fiscal year 2006 and 2005.

**Governmental Activities - Revenues and Expenses**



The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. The following table shows, for governmental activities, the total cost of services and the net cost of services. That is, it identifies the cost of these services supported by tax revenue and unrestricted State grants and entitlements.

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

**Governmental Activities**

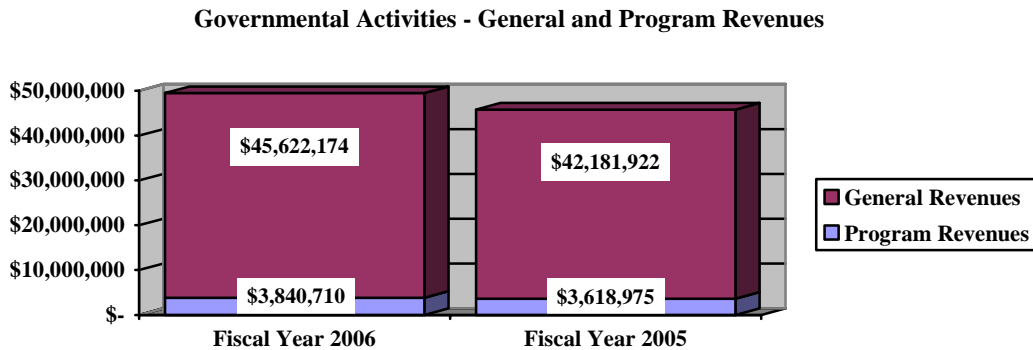
	Total Cost of Services <u>2006</u>	Net Cost of Services <u>2006</u>	Total Cost of Services <u>2005</u>	Net Cost of Services <u>2005</u>
<b>Program expenses</b>				
Instruction:				
Regular	\$ 20,190,940	\$ 20,034,761	\$ 20,578,822	\$ 20,383,207
Special	3,555,142	3,137,904	3,801,153	3,238,100
Vocational	477,265	477,265	475,462	474,089
Adult/continuing	56,634	(8,655)	45,809	1,178
Other	1,214,300	1,214,300	-	-
Support services:				
Pupil	2,963,597	2,779,630	2,625,987	2,560,951
Instructional staff	2,671,046	2,412,275	2,790,065	2,559,534
Board of education	27,125	27,125	29,261	28,392
Administration	2,829,414	2,701,414	2,890,037	2,797,012
Fiscal	1,084,520	1,084,520	1,071,904	1,068,746
Business	394,801	394,801	439,462	438,168
Operations and maintenance	4,126,995	4,043,951	3,745,704	3,730,994
Pupil transportation	3,307,927	3,285,685	3,752,277	3,742,206
Central	142,244	107,485	187,161	153,103
Food service operations	927,577	(79,171)	961,507	22,902
Operations of non-instructional services	273,130	(70,600)	978,734	131,345
Extracurricular activities	1,352,070	711,076	1,359,205	783,648
Intergovernmental pass through	423,059	(76,690)	-	-
Interest and fiscal charges	<u>1,304,616</u>	<u>1,304,616</u>	<u>1,436,038</u>	<u>1,436,038</u>
Total expenses	<u>\$ 47,322,402</u>	<u>\$ 43,481,692</u>	<u>\$ 47,168,588</u>	<u>\$ 43,549,613</u>

The dependence upon tax and other general revenues for governmental activities is apparent, 97.49% of instruction activities are supported through taxes, grants and entitlements and other general revenues. For all governmental activities, general revenue support is 91.88%. Taxes, as a whole, are by far the primary support for the District's students.

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

The graph below presents the District's governmental activities revenue for fiscal year 2006 and 2005.



**The District's Funds**

The District's governmental funds (as presented on page 19) reported a combined fund balance of \$6,660,800, which is lower than last year's total of \$7,767,128. The schedule below indicates the fund balance and the total change in fund balance as of June 30, 2006 and 2005.

	Fund Balance <u>June 30, 2006</u>	Fund Balance <u>June 30, 2005</u>	Increase <u>(Decrease)</u>
General	\$ 1,894,530	\$ 3,466,156	\$ (1,571,626)
Bond Retirement	3,915,579	3,496,820	418,759
Other Governmental	<u>850,691</u>	<u>804,152</u>	<u>46,539</u>
Total	<u>\$ 6,660,800</u>	<u>\$ 7,767,128</u>	<u>\$ (1,106,328)</u>

**General Fund**

The District's general fund balance decreased \$1,571,626. The decrease is primarily attributable to a decrease in the amount of tax advance available to the District at June 30, 2006 versus June 30, 2005. At June 30, 2006, the amount of tax advance available in the general fund was \$3,196,629 and the amount of tax advance available at June 30, 2005 was \$4,183,382. The decrease is reflected as a reduction to tax revenue on the modified accrual basis of accounting. The amount of tax advance available can vary depending upon when tax bills are sent out by the Cuyahoga County.

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

The table that follows assists in illustrating the financial activities and fund balance of the general fund.

	<u>2006</u> <u>Amount</u>	<u>2005</u> <u>Amount</u>	<u>Increase</u> <u>(Decrease)</u>	<u>Percentage</u> <u>Change</u>
<b><u>Revenues</u></b>				
Taxes	\$ 33,403,474	\$ 30,336,582	\$ 3,066,892	10.11 %
Tuition	6,060	55,538	(49,478)	(89.09) %
Earnings on investments	644,125	324,615	319,510	98.43 %
Intergovernmental	6,918,119	7,044,684	(126,565)	(1.80) %
Other revenues	<u>137,389</u>	<u>119,599</u>	<u>17,790</u>	14.87 %
Total	<u>\$ 41,109,167</u>	<u>\$ 37,881,018</u>	<u>\$ 3,228,149</u>	8.52 %
<b><u>Expenditures</u></b>				
Instruction	\$ 25,168,451	\$ 23,655,033	1,513,418	6.40 %
Support services	16,721,213	17,077,476	(356,263)	(2.09) %
Extracurricular activities	752,083	753,304	(1,221)	(0.16) %
Facilities acquisition and construction	17,662	-	17,662	100.00 %
Capital outlay	-	3,336	(3,336)	(100.00) %
Debt service	<u>11,384</u>	<u>10,934</u>	<u>450</u>	4.12 %
Total	<u>\$ 42,670,793</u>	<u>\$ 41,500,083</u>	<u>\$ 1,170,710</u>	2.82 %

The increase in tax revenue is primarily attributable to increased assessed valuation in the District. The fiscal year 2006 tax collections include assessed valuation for the newly opened Crocker Park mixed-use development. This development comprises retail shopping, a business park and residential area located within the District boundaries. The increase in investment earnings is due to increased interest rate hikes from the Federal Reserve Board.

Instruction expenditures increased due to normal and customary increases in employee wage, benefit and retirement contributions. Employee health insurance premiums continue to increase over the prior year.

All other general fund revenue and expenditure items remained consistent with the prior year or were immaterial in amount.

***Bond Retirement Fund***

The bond retirement fund had \$4,327,318 in revenues and \$3,908,559 in expenditures. During fiscal 2006, the bond retirement fund's fund balance increased \$418,759 from \$3,496,820 to \$3,915,579.

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

***General Fund Budgeting Highlights***

The 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 2006 the District amended its general fund budget several times. For the general fund, final budgeted revenues and other financing sources were \$41,702,802, which is higher than original budgeted revenues and other financing sources estimate of \$39,773,036. Actual revenues and other financing sources for fiscal 2006 were \$42,052,743.

General fund original appropriations (appropriated expenditures plus other financing uses) of \$44,166,079 were left the same in the final budget. The actual budget basis expenditures and other financing uses for fiscal year 2006 totaled \$43,404,531, which were \$761,548 lower than the final budget appropriations.

**Capital Assets and Debt Administration**

***Capital Assets***

At the end of fiscal 2006, the District had \$46,120,588 invested in land, land improvements, buildings and improvements, furniture and equipment, vehicles and textbooks. This entire amount is reported in governmental activities. The following table shows fiscal 2006 balances compared to 2005:

**Capital Assets at June 30  
(Net of Depreciation)**

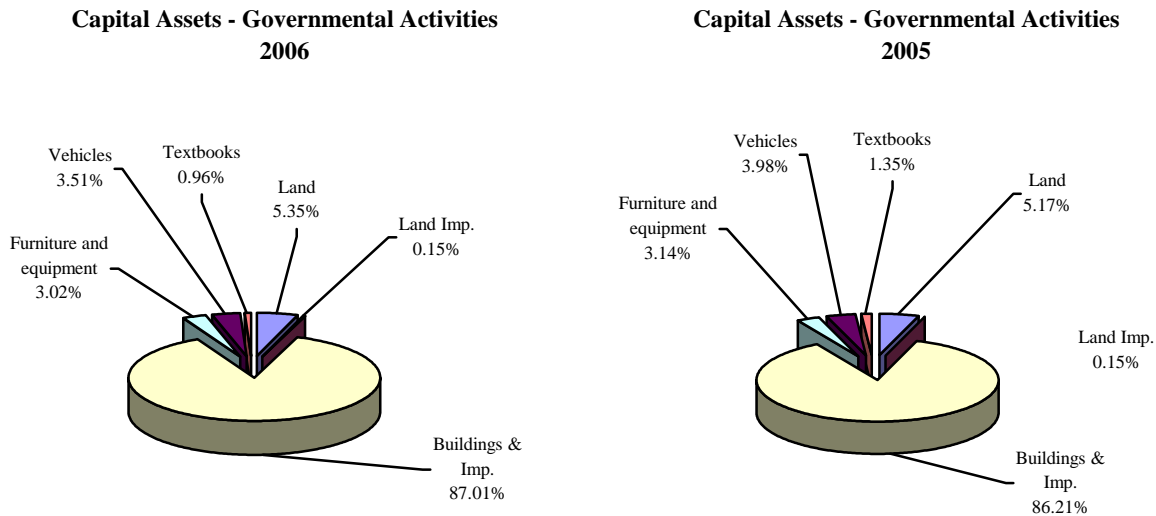
	Governmental Activities	
	2006	2005
Land	\$ 2,468,751	\$ 2,468,751
Land improvements	70,318	73,179
Building and improvements	40,127,848	41,160,787
Furniture and equipment	1,393,774	1,499,585
Vehicles	1,619,270	1,899,608
Textbooks	440,627	642,514
Total	<u>\$ 46,120,588</u>	<u>\$ 47,744,424</u>

The overall decrease in capital assets of \$1,623,836 is primarily due to depreciation expense of \$1,905,850 and disposals of \$3,103 (net of accumulated depreciation) exceeding capital outlays of \$285,117 in the fiscal year.

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

The graphs below present the District's capital assets for fiscal 2006 and fiscal 2005.



See Note 9 to the basic financial statements for additional information on the District's capital assets.

***Debt Administration***

At June 30, 2006 the District had \$28,798,573 in general obligation bonds (the issue is comprised of current issue bonds and capital appreciation bonds) outstanding. Of this total, \$2,960,000 is due within one year and \$25,838,573 is due within greater than one year. The following table summarizes the bonds outstanding.

**Outstanding Debt, at Year End**

	Governmental Activities <u>2006</u>	Governmental Activities <u>2005</u>
Current interest bonds	\$ 27,810,000	\$ 30,525,000
Capital appreciation bonds	<u>988,573</u>	<u>874,927</u>
Total	<u>\$ 28,798,573</u>	<u>\$ 31,399,927</u>

See Note 10 to the basic financial statements for detail on the District's debt administration.



**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

**Current Financial Related Activities**

The Westlake Board of Education and administration closely monitor its revenues and expenditures in accordance with its financial forecast and the School District Continuous Improvement Plan, which provides a roadmap for District achievement and performance measurement.

The financial future of the District is not without its internal as well as external challenges though. In the foreseeable future, the internal challenges will continue as long as the District must rely on local property taxes to fund its operations. External challenges continue to evolve as the State of Ohio determines the outcome of the Ohio Supreme Court case dealing with the unconstitutionality of the State's educational funding system and the recent mandates imposed by Federal initiatives.

While the District relies heavily on its property taxpayers to support its operations, the fiscal capacity and community support for the schools is quite strong. In May of 2000, the Westlake voters had passed a 5.5 mill replacement levy, which helped fund the general operations and permanent improvements of the District over the last several years. In addition, the community overwhelmingly passed a bond issue in late 2002 to support the construction of a new District Performing Arts center. Recently, in May of 2006, the community passed a 6.9 mill continuing levy for general operations.

Looking at financial ratios, one is able to better gauge the financial health of the District. Liquidity, or the ability for the District to meet its short-term obligations is favorable at 1.23, which means the district can meet current obligations in having enough assets to cover its liabilities. As expected though, and as a result of decreasing cash reserves, this ratio declined slightly from 2005. Another important financial concept is solvency. The District's solvency ratio is .23 and indicates the ability of the District to cover obligations in the short and long term. In addition, the debt ratio for the District remained relatively low at .28.

Externally, the State of Ohio was found by the Ohio Supreme Court in March 1997 to be operating an unconstitutional educational funding system, one that was neither 'adequate' nor 'equitable'. Since 1997, the State has directed its additional financial support toward school districts with little property tax wealth. In May of 2000, the Ohio Supreme Court again, ruled that, while the State had made some progress, the current funding system for schools is far too dependent on property taxes, which are inherently not 'equitable' nor 'adequate'. The court directed the Governor and the legislature to address the fundamental issue creating the inequities. On December 11, 2002, the Ohio Supreme Court issued its latest opinion regarding the State's school funding plan. The decision reaffirmed earlier decisions that Ohio's current school-funding decision is unconstitutional. The Supreme Court relinquished jurisdiction over the case and directed "...the Ohio General Assembly to enact a school-funding scheme that is thorough and efficient...". The District is currently unable to determine what effect, if any, this decision will have on its future State funding and on its financial operations.

Westlake City School District has not projected any meaningful growth in State revenues due to the concern regarding potential legislation that may require the redistribution of commercial and industrial property taxes. With approximately 83 percent of general fund revenues being derived from local sources, one can see the significant impact this change would have on the District and ultimately, the residential taxpayers.

As a result of the challenges mentioned above, it will be imperative that management continues to carefully and prudently plan in order to provide the resources required to meet student needs over the next several years. The District continues to communicate to the community the reliance upon their support for the majority of its operations and will continue to work diligently to plan expenses, staying carefully within the District's financial five-year plan. The Westlake community understands the income generated by local levies remains relatively constant, thereby forcing the District to come back to the voters from time to time asking for additional support.

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

In summary, the District has committed itself to financial and educational excellence for many years to come. The District has received the Government Finance Officers Association (GFOA) Certificate of Achievement for Excellence in Financial Reporting since 1993. Educationally, the District continues to rank among the top schools in Ohio for educational excellence receiving the top performance designation by the Ohio Department of Education for the last 7 years.

**Contacting the District's Financial Management**

This financial report is designed to provide our citizens, taxpayers, investors and creditors with a general overview of the District's finances and to report the District's accountability for the money it receives.

If you have questions about this report or need additional financial information please contact: Mark C. Pepera, Chief Financial Officer, Westlake City School District, 27200 Hilliard Boulevard, Westlake, Ohio 44145. Or if you prefer, you may email inquiries to: **Pepera@wlake.org**.

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**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

STATEMENT OF NET ASSETS  
JUNE 30, 2006

	<b>Governmental Activities</b>
<b>Assets:</b>	
Equity in pooled cash and cash equivalents. . .	\$ 12,313,680
Receivables:	
Taxes . . . . .	43,311,831
Accounts . . . . .	18,378
Intergovernmental . . . . .	71,147
Accrued interest . . . . .	81,390
Inventory held for resale . . . . .	3,943
Materials and supplies inventory . . . . .	4,966
Deferred charges . . . . .	244,025
Capital assets:	
Land . . . . .	2,468,751
Depreciable capital assets, net . . . . .	43,651,837
Capital assets, net. . . . .	<u>46,120,588</u>
 Total assets. . . . .	 <u>102,169,948</u>
 <b>Liabilities:</b>	
Accounts payable. . . . .	345,962
Accrued wages and benefits . . . . .	4,467,449
Intergovernmental payable . . . . .	1,553,050
Deferred revenue . . . . .	37,517,377
Accrued interest payable . . . . .	105,183
Claims payable . . . . .	480,680
Long-term liabilities:	
Due within one year. . . . .	3,378,833
Due within more than one year . . . . .	30,113,875
 Total liabilities . . . . .	 <u>77,962,409</u>
 <b>Net Assets:</b>	
Invested in capital assets, net of related debt. . . . .	22,301,426
Restricted for:	
Capital projects . . . . .	157,702
Debt service. . . . .	4,048,838
School supplies. . . . .	8,332
State funded programs . . . . .	109,767
Federally funded programs . . . . .	72,128
Extracurricular activities . . . . .	219,261
Public school support. . . . .	244,913
Unrestricted (deficit) . . . . .	<u>(2,954,828)</u>
 Total net assets . . . . .	 <u><u>\$ 24,207,539</u></u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**STATEMENT OF ACTIVITIES  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

		<b>Program Revenues</b>		<b>Net (Expense) Revenue and Changes in Net Assets</b>
	<b>Expenses</b>	<b>Charges for Services and Sales</b>	<b>Operating Grants and Contributions</b>	<b>Governmental Activities</b>
<b>Governmental Activities:</b>				
Instruction:				
Regular . . . . .	\$ 20,190,940	\$ 109,724	\$ 46,455	\$ (20,034,761)
Special . . . . .	3,555,142	-	417,238	(3,137,904)
Vocational . . . . .	477,265	-	-	(477,265)
Adult/continuing . . . . .	56,634	-	65,289	8,655
Other . . . . .	1,214,300	-	-	(1,214,300)
Support services:				
Pupil . . . . .	2,963,597	-	183,967	(2,779,630)
Instructional staff . . . . .	2,671,046	-	258,771	(2,412,275)
Board of education . . . . .	27,125	-	-	(27,125)
Administration . . . . .	2,829,414	128,000	-	(2,701,414)
Fiscal . . . . .	1,084,520	-	-	(1,084,520)
Business . . . . .	394,801	-	-	(394,801)
Operations and maintenance . . . . .	4,126,995	83,044	-	(4,043,951)
Pupil transportation . . . . .	3,307,927	22,242	-	(3,285,685)
Central . . . . .	142,244	-	34,759	(107,485)
Operation of non-instructional services:				
Food service operations . . . . .	927,577	867,448	139,300	79,171
Other non-instructional services . . . . .	273,130	212,786	130,944	70,600
Extracurricular activities . . . . .	1,352,070	533,335	107,659	(711,076)
Intergovernmental pass-through . . . . .	423,059	-	499,749	76,690
Interest and fiscal charges . . . . .	1,304,616	-	-	(1,304,616)
Total governmental activities . . . . .	<u>\$ 47,322,402</u>	<u>\$ 1,956,579</u>	<u>\$ 1,884,131</u>	<u>(43,481,692)</u>
<b>General Revenues:</b>				
Property taxes levied for:				
General purposes . . . . .				33,550,807
Debt service . . . . .				3,894,057
Grants and entitlements not restricted to specific programs . . . . .				7,357,649
Investment earnings . . . . .				730,754
Miscellaneous . . . . .				88,907
Total general revenues . . . . .				<u>45,622,174</u>
Change in net assets . . . . .				2,140,482
Net assets at beginning of year . . . . .				<u>22,067,057</u>
Net assets at end of year . . . . .				<u>\$ 24,207,539</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2006

	<b>General</b>	<b>Bond Retirement</b>	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
<b>Assets:</b>				
Equity in pooled cash and cash equivalents . . . . .	\$ 6,139,212	\$ 3,466,663	\$ 1,186,209	\$ 10,792,084
Receivables:				
Taxes. . . . .	39,798,417	3,513,414	-	43,311,831
Accounts . . . . .	17,034	-	1,344	18,378
Intergovernmental . . . . .	-	-	71,147	71,147
Accrued interest . . . . .	81,390	-	-	81,390
Interfund loans . . . . .	77,864	-	-	77,864
Inventory held for resale. . . . .	-	-	3,943	3,943
Materials and supplies inventory . . . . .	3,845	-	1,121	4,966
<b>Total assets . . . . .</b>	<b><u>\$ 46,117,762</u></b>	<b><u>\$ 6,980,077</u></b>	<b><u>\$ 1,263,764</u></b>	<b><u>\$ 54,361,603</u></b>
<b>Liabilities:</b>				
Accounts payable . . . . .	\$ 265,608	\$ -	\$ 80,354	\$ 345,962
Accrued wages and benefits . . . . .	4,331,887	-	135,562	4,467,449
Compensated absences payable . . . . .	785,714	-	-	785,714
Retirement incentive payable . . . . .	850,000	-	-	850,000
Intergovernmental payable. . . . .	1,449,712	-	103,338	1,553,050
Interfund loan payable . . . . .	-	-	77,864	77,864
Deferred revenue. . . . .	36,540,311	3,064,498	15,955	39,620,764
<b>Total liabilities . . . . .</b>	<b><u>44,223,232</u></b>	<b><u>3,064,498</u></b>	<b><u>413,073</u></b>	<b><u>47,700,803</u></b>
<b>Fund Balances:</b>				
Reserved for encumbrances . . . . .	1,388,577	-	103,558	1,492,135
Reserved for property tax unavailable for appropriation . . . . .	3,196,629	427,668	-	3,624,297
Reserved for debt service . . . . .	-	3,487,911	-	3,487,911
Unreserved, undesignated (deficit), reported in:				
General fund . . . . .	(2,690,676)	-	-	(2,690,676)
Special revenue funds. . . . .	-	-	604,950	604,950
Capital projects funds. . . . .	-	-	142,183	142,183
<b>Total fund balances . . . . .</b>	<b><u>1,894,530</u></b>	<b><u>3,915,579</u></b>	<b><u>850,691</u></b>	<b><u>6,660,800</u></b>
<b>Total liabilities and fund balances . . . . .</b>	<b><u>\$ 46,117,762</u></b>	<b><u>\$ 6,980,077</u></b>	<b><u>\$ 1,263,764</u></b>	<b><u>\$ 54,361,603</u></b>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO  
NET ASSETS OF GOVERNMENTAL ACTIVITIES  
JUNE 30, 2006**

<b>Total governmental fund balances</b>		\$ 6,660,800
<i>Amounts reported for governmental activities in the statement of net assets are different because:</i>		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		46,120,588
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.		
Taxes	\$ 2,020,686	
Intergovernmental revenue	15,955	
Accrued interest	<u>66,746</u>	
Total		2,103,387
Bond issuance costs are amortized over the life of the bonds on the statement of net assets.		244,025
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.		(105,183)
An internal service fund used by management to charge the costs of medical, dental and vision insurance to individual funds. The assets and liabilities of the internal service fund are included on the statement of net assets.		1,040,916
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.		
Compensated absences	2,730,234	
General obligation bonds payable	29,097,239	
Capital lease obligation	<u>29,521</u>	
Total		<u>(31,856,994)</u>
<b>Net assets of governmental activities</b>		<u><u>\$ 24,207,539</u></u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS



**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	<b>General</b>	<b>Bond Retirement</b>	<b>Other Governmental Funds</b>	<b>Total Governmental Funds</b>
<b>Revenues:</b>				
From local sources:				
Taxes . . . . .	\$ 33,403,474	\$ 3,887,788	\$ -	\$ 37,291,262
Tuition. . . . .	6,060	-	405,680	411,740
Transportation fees . . . . .	22,242	-	-	22,242
Charges for services. . . . .	-	-	867,448	867,448
Earnings on investments. . . . .	644,125	-	19,883	664,008
Extracurricular. . . . .	-	-	297,213	297,213
Classroom materials and fees . . . . .	10,650	-	264,242	274,892
Rentals. . . . .	83,044	-	-	83,044
Contributions and donations . . . . .	-	-	108,268	108,268
Other local revenues. . . . .	21,453	-	67,454	88,907
Intergovernmental - State. . . . .	6,918,119	439,530	582,518	7,940,167
Intergovernmental - Federal . . . . .	-	-	1,296,409	1,296,409
Total revenue . . . . .	<u>41,109,167</u>	<u>4,327,318</u>	<u>3,909,115</u>	<u>49,345,600</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular . . . . .	20,278,685	-	118,216	20,396,901
Special. . . . .	3,236,808	-	470,033	3,706,841
Vocational. . . . .	464,226	-	-	464,226
Adult/continuing. . . . .	-	-	63,625	63,625
Other. . . . .	1,188,732	-	-	1,188,732
Support services:				
Pupil. . . . .	2,795,031	-	202,848	2,997,879
Instructional staff . . . . .	2,422,741	-	305,424	2,728,165
Board of education . . . . .	27,125	-	-	27,125
Administration. . . . .	2,766,750	-	101,680	2,868,430
Fiscal . . . . .	1,103,167	3,462	600	1,107,229
Business . . . . .	424,687	-	-	424,687
Operations and maintenance. . . . .	3,837,147	-	-	3,837,147
Pupil transportation . . . . .	3,246,356	-	-	3,246,356
Central. . . . .	98,209	-	42,657	140,866
Operation of non-instructional services:				
Food service operations . . . . .	-	-	925,578	925,578
Other non-instructional services . . . . .	-	-	319,123	319,123
Extracurricular activities. . . . .	752,083	-	618,745	1,370,828
Intergovernmental pass-through . . . . .	-	-	416,437	416,437
Facilities acquisition and construction . . . . .	17,662	-	287,610	305,272
Debt service:				
Principal retirement . . . . .	7,834	2,715,000	-	2,722,834
Interest and fiscal charges . . . . .	3,550	1,190,097	-	1,193,647
Total expenditures . . . . .	<u>42,670,793</u>	<u>3,908,559</u>	<u>3,872,576</u>	<u>50,451,928</u>
Excess of revenues over (under) expenditures . . . . .	<u>(1,561,626)</u>	<u>418,759</u>	<u>36,539</u>	<u>(1,106,328)</u>
<b>Other financing sources (uses):</b>				
Transfers in . . . . .	-	-	10,000	10,000
Transfers (out). . . . .	(10,000)	-	-	(10,000)
Total other financing sources (uses) . . . . .	<u>(10,000)</u>	<u>-</u>	<u>10,000</u>	<u>-</u>
Net change in fund balances . . . . .	(1,571,626)	418,759	46,539	(1,106,328)
<b>Fund balances at beginning of year. . . . .</b>	<u>3,466,156</u>	<u>3,496,820</u>	<u>804,152</u>	<u>7,767,128</u>
<b>Fund balances at end of year . . . . .</b>	<u>\$ 1,894,530</u>	<u>\$ 3,915,579</u>	<u>\$ 850,691</u>	<u>\$ 6,660,800</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**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, 2006**

**Net change in fund balances - total governmental funds** \$ (1,106,328)

*Amounts reported for governmental activities in the  
statement of activities are different because:*

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation expense exceeds capital outlays in the current period.

Capital asset additions	\$ 285,117	
Current year depreciation	(1,905,850)	
<b>Total</b>		<b>(1,620,733)</b>

The net effect of various miscellaneous transactions involving capital assets (i.e., sales, disposals, trade-ins, and donations) is to decrease net assets. (3,103)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds:

Delinquent property taxes	153,602	
Interest	66,746	
Intergovernmental	(103,064)	
<b>Total</b>		<b>117,284</b>

In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. The following items resulted in additional interest being reported on the statement of activities:

Increase in accrued interest payable	(421)	
Accretion of interest on "capital appreciation" bonds	(113,646)	
Amortization of bond premiums	168,716	
Amortization of loss on refunding	(148,061)	
Amortization of issuance costs	(17,557)	
<b>Total</b>		<b>(110,969)</b>

The internal service fund used by management to charge the costs of medical, dental and vision insurance to individual funds is not reported in the statement of activities. Governmental fund expenditures and the related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund is allocated among the governmental activities. 1,384,117

Repayment of bond and capital lease obligations is an expenditure in the governmental funds, but the repayment reduces long-term liabilities on the statement of net assets. Principal payments during the year were:

Bonds	2,715,000	
Capital lease	7,834	
<b>Total</b>		<b>2,722,834</b>

Some expenses reported in the statement of activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. 757,380

**Change in net assets of governmental activities** \$ 2,140,482

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues:</b>				
From local sources:				
Taxes . . . . .	\$ 32,392,216	\$ 33,963,867	\$ 34,248,869	\$ 285,002
Tuition. . . . .	5,731	6,010	6,060	50
Transportation fees . . . . .	20,563	21,561	21,742	181
Earnings on investments. . . . .	583,395	611,701	616,834	5,133
Classroom materials and fees . . . . .	10,073	10,561	10,650	89
Other local revenues . . . . .	95,374	100,002	100,841	839
Other revenue . . . . .	4,922	5,161	5,204	43
Intergovernmental - State . . . . .	6,543,083	6,860,550	6,918,119	57,569
Total revenue . . . . .	<u>39,655,357</u>	<u>41,579,413</u>	<u>41,928,319</u>	<u>348,906</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular . . . . .	20,106,275	19,757,757	19,752,425	5,332
Special. . . . .	3,370,446	3,140,788	3,135,797	4,991
Vocational. . . . .	475,706	476,990	469,221	7,769
Other. . . . .	1,337,760	1,713,145	1,661,425	51,720
Support services:				
Pupil. . . . .	3,091,177	3,040,040	2,894,474	145,566
Instructional staff . . . . .	2,616,981	2,533,956	2,476,052	57,904
Board of education . . . . .	34,494	35,448	28,285	7,163
Administration. . . . .	2,894,763	2,899,987	2,793,079	106,908
Fiscal . . . . .	1,132,054	1,144,591	1,083,711	60,880
Business . . . . .	444,120	448,385	434,526	13,859
Operations and maintenance. . . . .	4,108,894	4,214,443	4,140,284	74,159
Pupil transportation . . . . .	3,518,330	3,612,083	3,436,583	175,500
Central. . . . .	115,691	116,435	102,517	13,918
Extracurricular activities. . . . .	781,738	782,415	754,640	27,775
Facilities acquisition and construction. . . . .	47,650	137,502	129,398	8,104
Total expenditures . . . . .	<u>44,076,079</u>	<u>44,053,965</u>	<u>43,292,417</u>	<u>761,548</u>
Excess of revenues under expenditures. . . . .	<u>(4,420,722)</u>	<u>(2,474,552)</u>	<u>(1,364,098)</u>	<u>1,110,454</u>
<b>Other financing sources (uses):</b>				
Refund of prior year expenditure. . . . .	117,679	123,389	124,424	1,035
Refund of prior year receipts. . . . .	-	(566)	(566)	-
Transfers (out) . . . . .	(60,000)	(10,000)	(10,000)	-
Advances (out) . . . . .	(30,000)	(51,548)	(51,548)	-
Other uses . . . . .	-	(50,000)	(50,000)	-
Total other financing sources (uses) . . . . .	<u>27,679</u>	<u>11,275</u>	<u>12,310</u>	<u>1,035</u>
Net change in fund balance . . . . .	(4,393,043)	(2,463,277)	(1,351,788)	1,111,489
<b>Fund balance at beginning of year. . . . .</b>	4,437,428	4,437,428	4,437,428	-
<b>Prior year encumbrances appropriated . . . . .</b>	1,412,728	1,412,728	1,412,728	-
<b>Fund balance at end of year . . . . .</b>	<u>\$ 1,457,113</u>	<u>\$ 3,386,879</u>	<u>\$ 4,498,368</u>	<u>\$ 1,111,489</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**STATEMENT OF NET ASSETS  
PROPRIETARY FUND  
JUNE 30, 2006**

	<b>Internal Service Fund</b>
<b>Assets:</b>	
Current assets:	
Equity in pooled cash and cash equivalents. . . . .	\$ 1,521,596
Total assets . . . . .	<u>1,521,596</u>
<b>Liabilities:</b>	
Claims payable . . . . .	<u>480,680</u>
Total liabilities . . . . .	<u>480,680</u>
<b>Net assets:</b>	
Unrestricted . . . . .	<u>1,040,916</u>
Total net assets . . . . .	<u><u>\$ 1,040,916</u></u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN NET ASSETS  
PROPRIETARY FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<b>Internal Service Fund</b>
<b>Operating revenues:</b>	
Charges for services. . . . .	\$ 5,845,122
Other . . . . .	<u>33,446</u>
Total operating revenues . . . . .	<u>5,878,568</u>
<b>Operating expenses:</b>	
Purchased services. . . . .	323,353
Claims . . . . .	<u>4,171,098</u>
Total operating expenses . . . . .	<u>4,494,451</u>
Change in net assets. . . . .	1,384,117
<b>Net assets (deficit) at beginning of year . .</b>	<u>(343,201)</u>
<b>Net assets at end of year . . . . .</b>	<u><u>\$ 1,040,916</u></u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**STATEMENT OF CASH FLOWS  
PROPRIETARY FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	<b>Internal Service Fund</b>
<b>Cash flows from operating activities:</b>	
Cash received from interfund services . . . . .	\$ 5,845,122
Cash received from other operations . . . . .	33,446
Cash payments for purchased services . . . . .	(363,995)
Cash payments for claims . . . . .	(5,087,664)
	<hr/>
Net cash provided by operating activities . . . . .	426,909
	<hr/>
Net increase in cash and cash equivalents . . . . .	426,909
	<hr/>
<b>Cash and cash equivalents at beginning of year . . .</b>	<b>1,094,687</b>
<b>Cash and cash equivalents at end of year . . . . .</b>	<b><u>\$ 1,521,596</u></b>
	<hr/>
<b>Reconciliation of operating income to net cash provided by operating activities:</b>	
Operating income . . . . .	\$ 1,384,117
Changes in assets and liabilities:	
Decrease in accounts payable . . . . .	(40,642)
Decrease in claims payable . . . . .	(916,566)
	<hr/>
Net cash provided by operating activities . . . . .	<u>\$ 426,909</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

STATEMENT OF FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
JUNE 30, 2006

	<u>Private-Purpose Trust</u>	
	<u>Scholarship</u>	<u>Agency</u>
<b>Assets:</b>		
Equity in pooled cash and cash equivalents . . . . .	\$ 29,195	\$ 212,190
Total assets. . . . .	<u>29,195</u>	<u><u>212,190</u></u>
<b>Liabilities:</b>		
Due to students . . . . .	-	\$ 212,190
Total liabilities . . . . .	<u>-</u>	<u><u>212,190</u></u>
<b>Net Assets:</b>		
Held in trust for scholarships . . . . .	<u><u>\$ 29,195</u></u>	

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<u>Private-Purpose Trust</u>
	<u>Scholarship</u>
<b>Additions:</b>	
Interest . . . . .	\$ 1,215
Change in net assets . . . . .	1,215
<b>Net assets at beginning of year. . . . .</b>	<u>27,980</u>
<b>Net assets at end of year . . . . .</b>	<u><u>\$ 29,195</u></u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS



**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

**NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT**

Westlake City School District (the "District") is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio. The District operates under a locally-elected five-member Board form of government and provides educational services as authorized by its charter and further mandated by state and federal agencies.

The District is located in Westlake, Ohio, Cuyahoga County. The Board of Education controls the District's seven instructional/support facilities staffed by 263 classified employees, 276 certificated full-time teaching personnel and 19 administrators who provide services to 4,110 students and other community members.

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to local governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The District also applies Financial Accounting Standards Board (FASB) Statements and Interpretations issued on or before November 30, 1989, to its governmental activities and internal service fund provided they do not conflict with or contradict GASB pronouncements. The most significant of the District's accounting policies are described below.

**A. Reporting Entity**

The reporting entity has been defined in accordance with GASB Statement No. 14, "The Financial Reporting Entity" as amended by GASB Statement No. 39, "Determining Whether Certain Organizations Are Component Units". When applying GASB Statement No. 14, management has considered all potential component units. Component units are legally separate organizations for which the District is financially accountable. The District is financially accountable for an organization if the District appoints a voting majority of the organization's governing board and (1) the District is able to significantly influence the programs or services performed or provided by the organization; or (2) the District is legally entitled to or can otherwise access the organization's resources; or (3) the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to the organization; or (4) the District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the District in that the District approves the debt, the issuance of debt, or the levying of taxes. Based upon the application of these criteria, the District has no component units. The financial statements of the reporting entity include only those of the District (the primary government). The primary government consists of all funds, departments, boards and agencies that are not legally separate from the District. For Westlake City School District, this includes general operations, food service and student related activities of the District.

**Nonpublic Schools** - Within the District boundaries, there are various nonpublic schools. Current State legislation provides funding to these non-public schools. These monies are received and disbursed by the District on behalf of the non-public schools by the Treasurer of the District, as directed by the non-public schools. These transactions are reported as a governmental activity of the District.

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

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

The following organizations are described due to their relationship to the District.

*RELATED ORGANIZATION*

Porter Public Library

The Porter Public Library (the "Library") is a distinct political subdivision of the State of Ohio created under Chapter 3375 of the Ohio Revised Code. The Library is governed by a Board of Trustees appointed by the Westlake City School District Board of Education. The Board of Trustees possesses its own contracting and budgeting authority, hires and fires personnel and does not depend on the District for operational subsidies. Although the District does serve as the taxing authority and may issue tax related debt on behalf of the Library, its role is limited to a ministerial function. The determination to request approval of a tax, the rate and the purpose are discretionary decisions made solely by the Board of Trustees. Financial information can be obtained from the Porter Public Library, Ms. Judy Dobbs, Clerk/Treasurer, at 27333 Center Ridge Road, Westlake, Ohio 44145.

*JOINTLY GOVERNED ORGANIZATIONS*

Lake Erie Educational Computer Association

The Lake Erie Educational Computer Association (LEECA) is a jointly governed organization among thirty School Districts. 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 districts. Each of the governments of these schools supports LEECA based upon a per pupil charge dependent upon the software package utilized. The LEECA assembly consists of a superintendent or designated representative from each participating school district and a representative from the fiscal agent. LEECA is governed by a Board of Directors chosen from the general membership of the LEECA assembly. The Board of Directors consists of a representative from the fiscal agent, the chairman of each of the operating committees, and at least one Assembly member from each county in which participating school districts are located. The degree of control exercised by any participating school district is limited to its representation on the Board. The District paid \$61,659 to LEECA in fiscal year 2006. Financial information can be obtained by contacting the Treasurer at the Lorain County Educational Service Center, who serves as the fiscal agent, at 1885 Lake Avenue, Elyria, Ohio 44035.

Ohio Schools Council Association

The Ohio Schools Council Association (Council) is a jointly governed organization among ninety-one school districts. The jointly governed organization was formed to purchase quality products and services at the lowest possible cost to the member districts. Each district supports the Council by paying an annual participation fee. The council's Board consists of seven superintendents of the participating districts whose term rotates every year. The degree of control exercised by any school district is limited to its representation on the Board. In fiscal year 2006, the District paid \$3,342 to the Council for annual membership and other fees. Financial information can be obtained by contacting David A. Cottrell, the Executive Secretary/Treasurer of the Ohio Schools Council at 6133 Rockside Road, Suite 10, Independence, Ohio 44131.

The District participates in the Council's electric purchase program which was implemented during fiscal year 1998. This program allows school districts to purchase electricity at reduced rates, if the school districts will commit to participating for an eight year period. The participants make monthly payment based on estimated usage. Each June these estimated payments are compared to their actual usage for the year and any necessary adjustments are made.

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

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

Energy Acquisition Corp., a non-profit corporation with a self-appointing board, issued \$119,140,000 in debt to purchase eight years of electricity from Cleveland Electric Illuminating (CEI) for the participants. The participating school districts are not obligated in any manner for this debt. If participating school districts terminates its agreement, the district is required to repay the savings to CEI and CEI will refund the remaining prepayment related to the participant to Energy Acquisition Corp.

The District also participates in the Council's prepaid natural gas program which was implemented during fiscal year 2000. This program allows school districts to purchase natural gas at reduced rates, if the school districts will commit to participating for a twelve year period. The participants make monthly payments based on estimated usage. Each month these estimated payments are compared to their actual usage and any necessary adjustments are made.

The City of Hamilton, a municipal corporation and political subdivision duly organized and existing under the laws of the State of Ohio, issued \$89,450,000 in debt to purchase twelve years of natural gas from CMS Energy Corporation for the participants. The participating school districts are not obligated in any manner for this debt. If a participating school district terminates its agreement the district is entitled to recover that amount, if any, of its contributions to the operating fund which are not encumbered for its share of program administrative costs.

**B. Fund Accounting**

The District uses funds to report its financial position and the results of its operations. A fund is a separate accounting entity with a self-balancing set of accounts. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain school district activities or functions. Funds are classified into three categories: governmental, proprietary and fiduciary. Each category is divided into separate fund types.

***GOVERNMENTAL FUNDS***

Governmental funds focus 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 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 for the accumulation of property tax revenues for, and the payment of, general obligation bonds issued for various school improvements, additions to the High School and Bassett School and for improvements to the Porter Public Library.

Other governmental funds of the District are used to account for (a) financial resources to be used for the acquisition, construction, or improvement of capital facilities; (b) food service operations and; (c) for grants and other resources whose use is restricted to a particular purpose.

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

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

*PROPRIETARY FUNDS*

Proprietary funds are used to account for the District's ongoing activities which are similar to those often found in the private sector where the determination of net income is necessary or useful to sound financial administration. Proprietary funds consist of enterprise funds and internal service funds. The District has only an internal service fund.

Internal Service Fund - The internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the District, or to other governments, on a cost-reimbursement basis. The only internal service fund of the District is used to account for employee health benefits, as well as prescription drug and dental claims.

*FIDUCIARY FUNDS*

Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into two classifications: private-purpose trust funds and agency funds. Trust funds are used to account for assets held by the District under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the District's own programs. The District's only trust fund is a private-purpose trust which accounts for a college scholarship program for students. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The District's agency fund accounts for resources belonging to the student bodies of the various schools.

**C. Basis of Presentation and Measurement Focus**

The 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 District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. Internal service fund activity is eliminated to avoid "doubling up" revenues and expenses.

The government-wide statements are prepared using the economic resources measurement focus. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund 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.

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

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

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each function or program of the District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and are therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues not classified as program revenues are presented as general revenues of the District. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the District.

*Fund Financial Statements* - Fund financial statements report detailed information about the District. The focus of governmental and enterprise fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Internal service funds are combined and the totals are presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by fund type.

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources measurement focus. The financial statements for governmental funds are a balance sheet, which generally includes only current assets and current liabilities, and a statement of revenues, expenditures and changes in fund balances, which reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

All proprietary fund types are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the statement of net assets. The statement of 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 District finances and meets the cash flow needs of its proprietary activities.

Private-purpose trust funds are reported using the economic resources measurement focus. Agency funds do not report a measurement focus as they do not report operations.

**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 are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting on the fund financial statements. Proprietary and fiduciary funds also use the 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.

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

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

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. 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 District, available means expected to be received within sixty days of fiscal year-end.

Nonexchange transactions, in which the 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 6). 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 fiscal year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

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

Deferred Revenue - 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, 2006, but which were levied to finance fiscal year 2007 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.

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

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

**E. Budgetary Process**

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 sets 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 object level for the general fund and the special cost center level for all other funds. The District Treasurer has been given authority to allocate Board appropriations to the function and object levels within each fund.

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the District Treasurer. 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 final amended certificate in effect when 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. 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 years. The amounts reported as the final budgeted amounts represent the final appropriation amounts passed by the Board of Education during the fiscal year.

**F. Cash and Cash Equivalents**

To improve cash management, cash received by the District is pooled. Individual fund integrity is maintained through the District's records. Each fund's interest in the pool is presented as "Equity in Pooled Cash and Cash Equivalents" on the financial statements.

During fiscal year 2006, investments were limited to certificates of deposit, federal agency securities and investments in the State Treasury Asset Reserve of Ohio (STAR Ohio).

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

The District has invested funds in STAR Ohio during fiscal 2006. STAR Ohio is an investment pool managed by the State Treasurer's Office, which allows governments within the state to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price which is the price the investment could be sold for on June 30, 2006.

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

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

Under existing Ohio statute, interest earnings are allotted to the general fund unless the Board of Education has, by resolution, specified funds to receive an allocation of interest earnings. Interest revenue credited to the general fund during fiscal 2006 amounted to \$644,125 which includes \$312,616 assigned from other District funds.

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

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

**G. Inventory**

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

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

**H. Capital Assets**

All capital assets of the District are classified as general capital assets. 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.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The District maintains a capitalization threshold of \$1,000 for its general capital assets. The 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. Interest incurred during the construction of capital assets is also capitalized.

All reported capital assets except land 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:

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>
Buildings and improvements	30 - 50 years
Furniture and equipment	5 - 10 years
Vehicles	10 years
Land improvements	30 years
Textbooks	5 years
Library books	2 years



**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

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

**I. Interfund Loans**

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund receivables/payables." These amounts are eliminated in the statement of net assets.

**J. Bond Issuance Costs**

On the government-wide financial statements, bond issuance costs are deferred and amortized over the term of the applicable bonds using the effective interest method. Within the governmental fund statements, bond issuance costs are expended when incurred.

**K. Bond Premium**

On the government-wide financial statements, bond premiums are deferred and amortized over the term of the bonds using the effective interest method. Bond premiums are presented as an increase of the face amount of the bonds payable. On the governmental fund statements, bond premiums are reported as an other financing source when received.

**L. Gain/Loss on Refunding**

On the government financial statements, the difference between the reacquisition price (funds required to refund the old debt) and the net carrying amount of the old debt, the gain/loss on refunding, is being amortized as a component of interest expense. This deferred amount is amortized over the life of the old or new debt, whichever is shorter.

**M. Compensated Absences**

Vacation benefits are accrued as a liability as the benefits are earned if the employee's 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.

Sick leave benefits are accrued as a liability using the termination method. An accrual for earned sick leave is made to the extent that it is probable that benefits will result in termination payments. The liability is an estimate based on the District's past experience of making termination payments.

**N. 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 and accrued liabilities payable from internal service funds are reported on the internal service 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 and future retirement obligations 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 payment during the current year. Bonds and notes are recognized as a liability in the fund financial statements when due.

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

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

**O. Fund Balance Reserves**

The 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, debt service, and property taxes unavailable for appropriation.

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

**P. 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 or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

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

**Q. Estimates**

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

**R. Operating Revenues and Expenses**

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the District, these revenues are charges for services for self-insurance program. Operating expenses are necessary costs incurred to provide the goods or service that is the primary activity of the fund. All revenues and expenses not meeting this definition are reported as non-operating.

**S. Extraordinary and Special Items**

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board of Education and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during fiscal 2006.

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

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

**T. Interfund Activity**

Transfers between governmental funds are eliminated for reporting of governmental activities on the government-wide financial statements. 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. Interfund services provided and used are not eliminated on the government-wide financial statements.

**NOTE 3 – ACCOUNTABILITY AND COMPLIANCE**

**A. Changes in Accounting Principles**

For fiscal year 2006, the District has implemented GASB Statement No. 42, “Accounting and Financial Reporting for Impairment of Capital Assets and for Insurance Recoveries”, GASB Statement No. 44, “Economic Condition Reporting: The Statistical Section”, GASB Statement No. 46, “Net Assets Restricted by Enabling Legislation” and GASB Statement No. 47, “Accounting for Termination Benefits”.

GASB Statement No. 42 amends GASB Statement No. 34 and establishes accounting and financial reporting standards for impairment of capital assets and accounting requirements for insurance recoveries.

The purpose of GASB Statement No. 44 is to improve the understandability and usefulness of the information that state and local governments present as supplementary information in the statistical section.

GASB Statement No. 46 defines enabling legislation and specifies how net assets should be reported in the financial statements when there are changes in such legislation. The Statement also requires governments to disclose in the notes to the financial statements the amount of net assets restricted by enabling legislation.

GASB Statement No. 47 establishes accounting standards for termination benefits.

The implementation of these GASB Statements did not have an effect on the fund balances/net assets of the District as previously reported at June 30, 2005.

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

**NOTE 3 – ACCOUNTABILITY AND COMPLIANCE – (Continued)**

**B. Deficit Fund Balances**

Fund balances at June 30, 2006 included the following individual fund deficits:

	<u>Deficit</u>
<u>Nonmajor Funds</u>	
Community education	\$ 64,776
Professional development grant	1,554
Entry Year Program	33
Title V	752
Drug free schools	45

The 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.

**C. Compliance**

Contrary to 5705.39, Ohio Revised Code, the District's IDEA, Part B Special Education Fund and Early Childhood Education Development Fund had appropriations in excess of estimated resources at June 30, 2006.

**NOTE 4 - DEPOSITS AND INVESTMENTS**

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

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

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

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

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

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

**NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)**

2. Bonds, notes, debentures, or any other obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasurer's investment pool (STAR Ohio);
7. Certain banker's acceptance and commercial paper notes for a period not to exceed one hundred eighty days from the purchase date in an amount not to exceed twenty-five percent of the interim monies available for investment at any one time; and,
8. Under limited circumstances, corporate debt interests rated in either of the two highest classifications by at least two nationally recognized rating agencies.

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

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

**NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)**

**A. Deposits with Financial Institutions**

At June 30, 2006, the carrying amount of all District deposits was \$5,108,224. Based on the criteria described in GASB Statement No. 40, "Deposits and Investment Risk Disclosures", as of June 30, 2006, \$5,362,800 of the District's bank balance of \$5,734,184 was exposed to custodial risk as discussed below, while \$371,384 was covered by Federal Deposit Insurance Corporation.

Custodial credit risk is the risk that, in the event of bank failure, the District's deposits may not be returned. All deposits are collateralized with eligible securities in amounts equal to at least 105% of the carrying value of the deposits. Such collateral, as permitted by the Ohio Revised Code, is held in single financial institution collateral pools at Federal Reserve Banks, or at member banks of the federal reserve system, in the name of the respective depository bank and pledged as a pool of collateral against all of the public deposits it holds or as specific collateral held at the Federal Reserve Bank in the name of the District. The District has no deposit policy for custodial risk beyond the requirements of State statute.

**B. Investments**

As of June 30, 2006, the District had the following investments and maturities:

<u>Investment type</u>	<u>Fair Value</u>	<u>Investment Maturities</u>		
		<u>6 months or less</u>	<u>7 to 12 months</u>	<u>13 to 18 months</u>
FHLB	\$ 1,479,299	\$ 994,389	\$ 484,910	\$ -
FHLMC	996,795	497,748	499,047	-
FNMA	4,460,953	3,466,612	-	994,341
STAR Ohio	509,794	509,794	-	-
	<u>\$ 7,446,841</u>	<u>\$ 5,468,543</u>	<u>\$ 983,957</u>	<u>\$ 994,341</u>

The weighted average maturity of investments is .50 years.

*Interest Rate Risk:* As a means of limiting its exposure to fair value losses arising from rising interest rates and according to state law, the District's investment policy limits investment portfolio maturities to five years or less. The District's investment policy also requires that the investment portfolio be structured so that securities mature to meet cash requirements for ongoing operations and/or long-term debt payments. The stated intent of the policy is to avoid the need to sell securities prior to maturity. To date, no investments have been purchased with a life greater than two years.

*Credit Risk:* The District's investments, except for STAR Ohio, were rated AAA and Aaa by Standard & Poor's and Moody's Investor Services, respectively. Standard & Poor's has assigned STAR Ohio an AAAM money market rating. The District has no investment policy that would further limit its investment choices.

**WESTLAKE CITY SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

**NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)**

*Custodial Credit Risk:* For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The federal agency securities are exposed to custodial credit risk in that they are uninsured, unregistered and held by the counterparty's trust department or agent but not in the District's name. The District has no investment policy dealing with investment custodial risk beyond the requirement in State statute that prohibits payment for investments prior to the delivery of the securities representing such investments to the treasurer or qualified trustee.

*Concentration of Credit Risk:* The District places no limit on the amount that may be invested in any one issuer. The following table includes the percentage of each investment type held by the District at June 30, 2006:

<u>Investment type</u>	<u>Fair Value</u>	<u>% of Total</u>
FHLB	\$ 1,479,299	19.86
FHLMC	996,795	13.39
FNMA	4,460,953	59.90
STAR Ohio	509,794	6.85
	<u>\$ 7,446,841</u>	<u>100.00</u>

**C. Reconciliation of Cash and Investment to the Statement of Net Assets**

The following is a reconciliation of cash and investments as reported in the footnote above to cash and investments as reported on the statement of net assets as of June 30, 2006:

<u>Cash and Investments per footnote</u>	
Carrying amount of deposits	\$ 5,108,224
Investments	7,446,841
Total	<u>\$ 12,555,065</u>
<u>Cash and investments per Statement of Net Assets</u>	
Governmental activities	\$ 12,313,680
Private-purpose trust fund	29,195
Agency fund	212,190
Total	<u>\$ 12,555,065</u>

**WESTLAKE CITY SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

**NOTE 5 - INTERFUND TRANSACTIONS**

- A.** Interfund loans receivable/payable consisted of the following at June 30, 2006, as reported on the fund statements:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Nonmajor Governmental Funds	<u>\$ 77,864</u>

The primary purpose of the interfund balances is to cover costs in specific funds where revenues were not received by June 30. These interfund balances will be repaid once the anticipated revenues are received.

Interfund balances between governmental funds are eliminated on the government-wide financial statements; therefore, no internal balances at June 30, 2006 are reported on the Statement of Net Assets.

- B.** Interfund transfers for the year ended June 30, 2006, consisted of the following, as reported on the fund statements:

	<u>Amount</u>
Transfers from general fund to:	
Nonmajor governmental funds	<u>\$ 10,000</u>

Transfers are used to move revenues from the fund that statute or budget required to collect them to the fund that statute or budget requires to expend them and to use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

Interfund transfers between governmental funds are eliminated on the government-wide financial statements; therefore, no transfers are reported on the statement of activities.

**NOTE 6 - PROPERTY TAXES**

Property taxes are levied and assessed on a calendar year basis while the District fiscal year runs from July through June. First half tax collections are received by the 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 District. Real property tax revenue received in calendar 2006 represents collections of calendar year 2005 taxes. Real property taxes received in calendar year 2006 were levied after April 1, 2005, on the assessed value listed as of January 1, 2005, 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.



**WESTLAKE CITY SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

**NOTE 6 - PROPERTY TAXES - (Continued)**

Public utility property tax revenue received in calendar 2006 represents collections of calendar year 2005 taxes. Public utility real and tangible personal property taxes received in calendar year 2006 became a lien January 1, 2005, were levied after April 1, 2005 and are collected in 2006 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 2006 (other than public utility property) represents the collection of 2006 taxes. Tangible personal property taxes received in calendar year 2006 were levied after April 1, 2005, on the value as of January 1, 2005. In prior years, tangible personal property assessments were twenty-five percent of true value for capital assets and twenty-three percent of true value for inventory. The tangible personal property tax is being phased out – the assessment percentage for property including inventory for 2006 is 18.75%. This will be reduced to 12.5% for 2007, 6.25% for 2008 and zero for 2009.

House Bill No. 66 was signed into law on June 30, 2005. House Bill No. 66 phases out the tax on tangible personal property of general businesses, telephone and telecommunications companies, and railroads. The tax on general business and railroad property will be eliminated by calendar year 2009, and the tax on telephone and telecommunications property will be eliminated by calendar year 2011. The tax is phased out by reducing the assessment rate on the property each year. The bill replaces the revenue lost by the District due to the phasing out of the tax. In calendar years 2006-2010, the District will be fully reimbursed for the lost revenue. In calendar years 2011-2017, the reimbursements will be phased out.

The District receives property taxes from Cuyahoga County. The County Auditor periodically advances to the District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2006, are available to finance fiscal year 2006 operations. The amount available as an advance at June 30, 2006 was \$3,196,629 in the general fund and \$427,668 in the bond retirement debt service fund. The amount available for advance at June 30, 2005 was \$4,183,382 in the general fund, \$542,802 in the bond retirement debt service fund. The amount of second-half real property taxes available for advance at fiscal year-end can vary depending upon when the tax bills are sent by the County Auditor.

Accrued property taxes receivable includes real property, public utility property and tangible personal property taxes which are measurable as of June 30, 2006 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 was levied to finance current fiscal year operations and is 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.

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.

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

**NOTE 6 - PROPERTY TAXES - (Continued)**

The assessed values upon which the fiscal year 2006 taxes were collected are:

	2005 Second Half Collections		2006 First Half Collections	
	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>
Agricultural/Residential and Other Real Estate	\$ 1,209,509,470	93.28	\$ 1,230,619,170	93.23
Public Utility Personal	22,225,550	1.71	20,367,010	1.54
Tangible Personal Property	<u>64,928,167</u>	<u>5.01</u>	<u>68,945,138</u>	<u>5.23</u>
Total	<u>\$ 1,296,663,187</u>	<u>100.00</u>	<u>\$ 1,319,931,318</u>	<u>100.00</u>
Tax rate per \$1,000 of assessed valuation:	\$60.70		\$60.80	

**NOTE 7 - RECEIVABLES**

Receivables at June 30, 2006 consisted of taxes, accounts (billings for user charged services and student fees), accrued interest, and intergovernmental grants and entitlements. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of state programs and the current year guarantee of federal funds. A summary of the principal items of receivables reported on the statement of net assets follows:

**Governmental Activities**

Taxes	\$ 43,311,831
Accounts	18,378
Intergovernmental	71,147
Accrued interest	<u>81,390</u>
Total governmental activities	<u>\$ 43,482,746</u>

Receivables have been disaggregated on the face of the basic finance statements. All receivables are expected to be collected within the subsequent year.

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

**NOTE 8 - CAPITAL LEASES - LESSEE DISCLOSURE**

During the prior fiscal years, the District entered into several lease agreements for copiers. The District's lease obligations met the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13, "Accounting for Leases." Capital lease payments have been reclassified and are reflected as debt service expenditures in 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:

**Governmental Activities**

**Capital Assets, being depreciated:**

Furniture/equipment	\$ 45,559
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**Less: Accumulated Depreciation**

Furniture/equipment	(18,223)
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<i>Total Capital Assets, being depreciated, net</i>	<u>\$ 27,336</u>
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The following is a schedule of the future long-term minimum lease payments required under the capital leases and the present value of the minimum lease payments as of June 30, 2006.

<u>Fiscal Year Ending June 30</u>	<u>Governmental Activities</u>
2007	\$ 11,384
2008	11,384
2009	11,333
2010	453
	<u>34,554</u>
Less: Amount Representing interest	(5,033)
Present Value of Minimum Lease Payments	<u>\$ 29,521</u>

**WESTLAKE CITY SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

**NOTE 9 - CAPITAL ASSETS**

Capital asset activity for the fiscal year-ended June 30, 2006, was as follows:

	Balance <u>June 30, 2005</u>	<u>Additions</u>	<u>Deductions</u>	Balance <u>June 30, 2006</u>
<b>Governmental Activities</b>				
<i>Capital assets, not being depreciated:</i>				
Land	\$ 2,468,751	\$ -	\$ -	\$ 2,468,751
Total capital assets, not being depreciated	<u>2,468,751</u>	<u>-</u>	<u>-</u>	<u>2,468,751</u>
<i>Capital assets, being depreciated:</i>				
Land improvements	83,051	-	-	83,051
Buildings and improvements	54,097,199	57,789	-	54,154,988
Furniture and equipment	5,146,606	115,687	(11,478)	5,250,815
Vehicles	3,776,697	31,529	(14,903)	3,793,323
Textbooks and library books	2,025,798	80,112	-	2,105,910
Total capital assets, being depreciated	<u>65,129,351</u>	<u>285,117</u>	<u>(26,381)</u>	<u>65,388,087</u>
<i>Less: accumulated depreciation</i>				
Land improvements	(9,872)	(2,861)	-	(12,733)
Buildings and improvements	(12,936,412)	(1,090,728)	-	(14,027,140)
Furniture and equipment	(3,647,021)	(221,376)	11,356	(3,857,041)
Vehicles	(1,877,089)	(308,886)	11,922	(2,174,053)
Textbooks and library books	(1,383,284)	(281,999)	-	(1,665,283)
Total accumulated depreciation	<u>(19,853,678)</u>	<u>(1,905,850)</u>	<u>23,278</u>	<u>(21,736,250)</u>
Governmental activities capital assets, net	<u>\$ 47,744,424</u>	<u>\$ (1,620,733)</u>	<u>\$ (3,103)</u>	<u>\$ 46,120,588</u>

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

**NOTE 9 - CAPITAL ASSETS – (Continued)**

Depreciation expense was charged to governmental functions as follows:

Instruction:		
Regular	\$	962,421
Special		117,639
Vocational		17,213
Support Services:		
Pupil		85,207
Instructional staff		118,702
Administration		80,703
Fiscal		8,736
Business		8,042
Operations and maintenance		88,904
Pupil transportation		320,425
Central		5,881
Operation of non instruction		469
Food service operations		41,552
Extracurricular activities		49,956
Total depreciation expense	\$	<u>1,905,850</u>

**NOTE 10 - LONG-TERM OBLIGATIONS**

The original issue date, interest rate, original issue amount and date of maturity of each of the District's long-term obligations follows:

<u>Debt Issue</u>	<u>Original Issue Date</u>	<u>Original Issue Amount</u>	<u>Interest Rate</u>	<u>Date of Maturity</u>
General Obligation Bonds:				
School Improvements	1997	\$ 2,500,000	5.08%	December 1, 2006
School Improvements	1997	24,450,000	5.51%	December 1, 2007
Library Improvements	1998	7,250,000	4.55-5.35%	December 1, 2017
School Improvements	2003	8,700,000	2.0-5.0%	December 1, 2027
School Improvements				
Refunding	2004	13,925,000	2.0-15.4%	December 1, 2016

**WESTLAKE CITY SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

**NOTE 10 - LONG-TERM OBLIGATIONS - (Continued)**

The following is a schedule of the changes in long-term obligations during fiscal year 2006:

	Balance <u>June 30, 2005</u>	<u>Additions</u>	<u>Reductions</u>	Balance <u>June 30, 2006</u>	Amounts Due in <u>One Year</u>
<b>Governmental Activities</b>					
General Obligation bonds:					
School improvements	\$ 200,000	\$ -	\$ (100,000)	\$ 100,000	\$ 100,000
School improvements	4,120,000	-	(1,560,000)	2,560,000	1,735,000
Library improvements	5,235,000	-	(435,000)	4,800,000	480,000
School improvements:					
Serial bonds	8,240,000	-	(260,000)	7,980,000	280,000
Unamortized premium	157,227	-	(7,147)	150,080	-
School Improvements Refunding:					
Serial bonds	12,730,000	-	(360,000)	12,370,000	365,000
Unamortized premium	244,008	-	(20,334)	223,674	-
Capital appreciation bonds	725,000	-	-	725,000	-
Accretion on capital appreciation bonds	149,927	113,646	-	263,573	-
Unamortized premium	1,694,822	-	(141,235)	1,553,587	-
Deferred amount on refunding	(1,776,736)	-	148,061	(1,628,675)	-
Total general obligation bonds	<u>31,719,248</u>	<u>113,646</u>	<u>(2,735,655)</u>	<u>29,097,239</u>	<u>2,960,000</u>
Capital lease obligation	37,355	-	(7,834)	29,521	8,696
Retirement incentive	-	850,000	-	850,000	-
Compensated absences	<u>3,487,614</u>	<u>317,093</u>	<u>(288,759)</u>	<u>3,515,948</u>	<u>410,137</u>
Total governmental activities long-term liabilities	<u>\$ 35,244,217</u>	<u>\$ 1,280,739</u>	<u>\$ (3,032,248)</u>	<u>\$ 33,492,708</u>	<u>\$ 3,378,833</u>

All general obligation bonds will be paid from property taxes in the bond retirement fund. Compensated absences will be paid from the general fund and the food service fund, interdistrict summer school fund, community education fund, auxiliary services fund, Title VI-B fund and early childhood educational development special revenue funds. Capital lease obligations will be paid from the general fund.

In 1998, the District issued bonds for renovations at the Porter Public Library in the amount of \$7,250,000 which matures on December 1, 2017. According to the Ohio Revised Code, the District is allowed to issue tax related debt for the Library. This debt is not included in the District's calculation of investments in capital assets, net of related debt since the capital assets are not owned by the District.

On March 1, 2003, the District issued bonds for the purpose of constructing a performing arts center in the amount of \$8,700,000. The bonds were issued at a premium of \$171,520 for a 25 year period with final maturity at December 1, 2027.

On March 15, 2004, the District issued \$13,925,000, in general obligation refunding bonds, which included \$13,200,000 in serial bonds and \$725,000 in capital appreciation bonds at interest rates varying from 2.0 percent to 15.417 percent. Proceeds were used to refund \$13,925,000 of the outstanding 1997 school improvement bonds.

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

**NOTE 10 - LONG-TERM OBLIGATIONS - (Continued)**

The bonds were sold at a premium of \$2,140,791. Proceeds of \$15,886,812 (after the underwriting fees and other issuance costs) were deposited in an irrevocable trust with an escrow agent to provide for all future debt payments on the refunded portion of the 1995 classroom facilities improvement bonds. As a result, \$13,925,000 of these bonds were considered defeased and the liability for the refunding portion of these bonds has been removed from the basic financial statements. As of June 30, 2006 the outstanding amount of the refunded bonds are \$12,985,000.

The refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of \$1,961,812. This difference, reported as a deduction from bonds payable, is being charged to interest through fiscal year 2017.

The serial bonds were issued for an 11 year period with a final maturity at December 1, 2014. The capital appreciation bonds were issued for a 13 year period with a final maturity at December 1, 2016 in the amount of \$4,305,000. At June 30, 2006, a total of \$263,573 in accreted interest has been recorded on the capital appreciation bonds. The bonds are being retired from the bond retirement fund. The 2004 school improvement refunding bonds are not subject to redemption prior to stated maturity.

The Ohio Revised Code provides that voted net general obligation debt of the District shall never exceed 9% of the total assessed valuation of the District. The Code further provides that unvoted indebtedness shall not exceed 1/10 of 1% of the property valuation of the District. The overall debt margin of the District as of June 30, 2006, was \$94,174,398 with an unvoted debt margin of \$1,319,931.

Principal and interest requirements to retire general obligation bonds outstanding at June 30, 2006, are as follows:

<u>Fiscal Year Ending</u>	<u>General Obligation Bonds</u>		<u>Capital Appreciation Bonds</u>		<u>Total</u>	
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>
2007	\$ 2,960,000	\$ 1,042,267	\$ -	\$ -	\$ 2,960,000	\$ 1,042,267
2008	1,680,000	933,054	-	-	1,680,000	933,054
2009	1,800,000	877,495	-	-	1,800,000	877,495
2010	1,925,000	828,699	-	-	1,925,000	828,699
2011	2,050,000	761,605	-	-	2,050,000	761,605
2012 - 2016	10,630,000	2,575,665	380,000	1,745,000	11,010,000	4,320,665
2017 - 2021	3,105,000	1,138,451	345,000	1,835,000	3,450,000	2,973,451
2022 - 2026	2,490,000	597,199	-	-	2,490,000	597,199
2027 - 2028	1,170,000	59,250	-	-	1,170,000	59,250
Total	<u>\$ 27,810,000</u>	<u>\$ 8,813,685</u>	<u>\$ 725,000</u>	<u>\$ 3,580,000</u>	<u>\$ 28,535,000</u>	<u>\$ 12,393,685</u>

**WESTLAKE CITY SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

**NOTE 11 – 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 earn ten to twenty-one days of vacation per year, depending upon length of service and hours worked. Teachers and administrators who are not on a twelve month contract do not earn vacation time. Administrators employed to work 260 days per year earn vacation annually as specified in their individual contracts. Classified employees and administrators who earn vacation are paid for accumulated unused vacation time upon termination of employment. Teachers, administrators and classified employees earn sick leave at the rate of one and one-fourth days per month. Sick leave may be accumulated to a maximum of 325 days for classified employees. The certified employees' sick leave accrual is continuous, without limit. Upon retirement, certified employees receive payment for one-fourth of the total sick leave accumulation, up to a maximum accumulation of 240 days. Classified employees receive payment for one-fourth of the total sick leave accumulation, up to a maximum accumulation of 224 days. Administrative employees with five or more years of service receive payment for one-fourth of the total sick leave accumulation, up to a maximum accumulation of 240 days. In addition, administrative employees with 10 or more years of service receive an additional 10 days for every year worked in excess of 10 years to a maximum of 30 additional days.

**B. Insurance Benefits**

The District provides term life insurance and accidental death and dismemberment insurance to most employees through Anthem Life Insurance, in the amount of \$50,000 or \$25,000 for all certified employees depending upon full and part time teaching, \$45,000 or \$30,000 for all noncertified employees depending upon the number of years each employee worked, and \$70,000 for each administrator except the superintendent and treasurer which are \$100,000.

**C. Retirement Incentive Plan**

During fiscal year 2006, the District offered a Retirement Incentive Bonus ("RIB") and a Health Care Reimbursement Account ("HRA") to certified teaching employees who are currently eligible to retire with the State Teachers Retirement System. Teachers electing to retire and accept the RIB and HRA are entitled to their normal severance payment (See Note 11.A.) plus a \$17,000 RIB plus an \$8,000 HRA. The employees severance payment is payable in three substantially-equal payments with the first payment being made on or about the one-year anniversary date of the employees retirement and each subsequent payment being payable on or about the yearly anniversary of the retirement date. The employees RIB payment is payable in four substantially-equal payments with the first payment being made on or about the one-year anniversary date of the employees retirement and each subsequent payment being payable on or about the yearly anniversary of the retirement date. The employees HRA payment is payable in four substantially-equal payments with the first payment being made on or about the one-year anniversary date of the employees retirement and each subsequent payment being payable on or about the yearly anniversary of the retirement date.



**WESTLAKE CITY SCHOOL DISTRICT  
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**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

**NOTE 11 – OTHER EMPLOYEE BENEFITS – (Continued)**

The District entered into a Memorandum of Agreement (MOA) with the Westlake Teachers Association whereby any teacher who would like to retire under the STRS parameters of age 55 with at least 25 years of service credit, or age 60 with at least 5 years of service credit. Under the MOA, any teacher who first becomes eligible to retire under this STRS parameter between July 2, 2006 and July 7, 2007, can retire under the retirement incentive plan. In addition, any teacher who first becomes eligible to retire under this STRS parameter between July 2, 2007 and July 1, 2008, can retire under the retirement incentive plan.

The employee's severance payment has been recorded as component "compensated absences payable" on the fund financial statements and the RIB and HRA payments have been recorded as "retirement incentive" on the fund financial statements.

**NOTE 12 - RISK MANAGEMENT**

**A. Property and Liability**

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. For fiscal year 2006, the District contracted through the Ohio Schools Council with various insurance carriers for specific coverage types.

The District contracts with Indiana Insurance and Travelers Insurance to provide property and general liability insurance, as well as boiler and machinery coverage. There is a \$5,000 deductible with a one hundred percent co-insurance for property and a \$1,000 deductible for boiler and machinery coverage. There is no deductible for general liability.

General liability is protected by Indiana Insurance Company with a \$1,000,000 single occurrence limit, a \$2,000,000 aggregate limit including a \$10,000,000 umbrella coverage policy. Employee dishonesty coverage is provided by Ohio Casualty with a \$1,000 deductible. Vehicles are covered by Indiana Insurance Agency and have a \$1,000 deductible for comprehensive and \$1,000 deductible for collision. Automobile liability has a \$1,000,000 combined single limit of liability excluding the umbrella coverage indicated above.

Settle claims have not exceeded this commercial coverage in any of the past three years. There have been no significant reductions in coverage from last year.

**B. Worker's Compensation**

The 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.

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

**NOTE 12 - RISK MANAGEMENT - (Continued)**

**C. Employee Medical Benefits**

The District has elected to provide employee medical, surgical, prescription drug, vision and dental benefits through a self-funded program. The District maintains a self-insurance internal service fund to account for and finance this program. The District maintains a Traditional and PPO plan design option for its employees. Claims are subject to a \$200 single and \$400 family first dollar deductible and an 80/20 percent co-pay for the next \$2,000 single/\$4,000 family total of eligible expenses. The other plan is a Preferred Provider Organization for both physicians and hospitals. Claims are subject to a \$100 single and \$200 family first dollar deductible. The dental/vision benefits are subject to certain deductibles, co-pays and maximum benefits as outlined in the health plan document. The prescription drug plan utilizes a three-tier co-pay system and is applicable for all staff (\$7 generic, \$15 single-source and \$30 multi-source). Mail-order co-pays are \$14, \$30 and \$60, respectively.

CBCA (formerly know as Bridge Benefits), the third-party administrator, administered the plan from July 1, 2005 through December 31, 2005. The District opted to switch third-party administration to Medical Mutual of Ohio on January 1, 2006. The administrator monitors the plan and reviews all claims which are funded by the District. The District pays into the self-insurance internal service fund \$1,407.37 for full family coverage and \$554.74 for full single coverage per month. This represents the entire premium required to fund expected claims in conjunction with current healthcare reserves. The premium is paid by the fund that pays the salary of the employee and is based on historical and projected cost information.

The District maintains stop-loss coverage for its medical insurance program. Aggregate stop loss is maintained at 110 percent of expected claims. The aggregate stop-loss was not met in 2006. Under the new cooperative arrangement, the District maintains a \$175,000 specific and aggregate stop-loss based upon an appropriate attachment point. The third-party administrator provides claim review and processing for the medical insurance program as well.

The claims liability of \$480,680 reported in the self-insurance fund at June 30, 2006 is based on an estimate provided by the Treasurer and the requirements of Governmental Accounting Standards Board Statement No. 30 which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses.

Changes in the fund's claims liability amount for the last two fiscal years follows:

<u>Fiscal Year</u>	<u>Beginning Balance</u>	<u>Current Year Claims</u>	<u>Claims Payments</u>	<u>Ending Balance</u>
2006	\$ 1,397,246	\$ 4,171,098	\$ (5,087,664)	\$ 480,680
2005	876,899	6,026,333	(5,505,986)	1,397,246

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

**NOTE 13 - PENSION PLANS**

**A. School Employees Retirement System**

The District contributes to the School Employees Retirement System (SERS), a cost-sharing multiple employer defined benefit 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, Ohio 43215-3746 or by calling (800) 878-5853. It is also posted on SERS' website, [www.ohsers.org](http://www.ohsers.org), under Forms and Publications.

Plan members are required to contribute 10 percent of their annual covered salary and the District is required to contribute at an actuarially determined rate. The current District rate is 14 percent of annual covered payroll. A portion of the District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for fiscal year 2006, 10.58 percent of annual covered salary was the portion used to fund pension obligations. For fiscal year 2005, 10.57 percent of annual covered salary was the portion used to fund pension obligations. For fiscal year 2004, 9.09 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, up to statutory maximum amounts, by the SERS' Retirement Board. The District's required contribution for pension obligations to SERS for fiscal years ended 2006, 2005, and 2004 were \$689,871, \$672,331, and \$549,708, respectively; 43.20 percent has been contributed for fiscal year 2006 and 100 percent for fiscal years 2005 and 2004. \$391,835 represents the unpaid pension contribution for fiscal year 2006 and is recorded as a liability within the respective funds.

**B. State Teachers Retirement System**

The District participates in the State Teachers Retirement System of Ohio (STRS Ohio), a cost-sharing, multiple-employer public employee retirement system. 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 E. Broad St., Columbus, OH 43215-3371 by calling (614) 227-4090, or by visiting the STRS Ohio web site at [www.strsoh.org](http://www.strsoh.org).

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

**NOTE 13 - PENSION PLANS - (Continued)**

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 member 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 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 contributions are used to fund the defined benefit payment at a reduced level from the regular DB Plan. DC and Combined Plan members will transfer to the Defined Benefit Plan during their fifth year of membership unless they permanently select the DC or Combined Plan. Existing members with less than five years of service credit as of June 30, 2001, were given the option of making a one time irrevocable decision to transfer their account balances from the existing DB Plan into the DC Plan or the Combined Plan. This option expired on December 31, 2001. 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 dies before retirement benefits begin, the member's designated beneficiary is entitled to receive the member's account balance.

For the fiscal year ended June 30, 2006, plan members were required to contribute 10 percent of their annual covered salaries. The District was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations. For fiscal year 2005, 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 District's required contributions to fund pension obligations to the DB Plan for the fiscal years ended June 30, 2006, 2005, and 2004 were \$2,689,279, \$2,540,104 and \$2,440,061; 81.97 percent has been contributed for fiscal year 2006 and 100 percent for fiscal years 2005 and 2004. \$484,963 represents the unpaid pension contribution for fiscal year 2006 and is recorded as a liability within the respective funds. Contributions to the DC and Combined Plans for fiscal year 2006 were \$28,116 made by the District and \$46,330 made by plan members.

**C. Social Security System**

Effective July 1, 1991, all employees not otherwise covered by the School Employees Retirement System or the State Teachers Retirement System have an option to choose Social Security or the School Employees Retirement Systems/State Teachers Retirement System. As of June 30, 2006, certain members of the Board of Education have elected Social Security. The District's liability is 6.2% of wages paid.

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

**NOTE 14 - POSTEMPLOYMENT BENEFITS**

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

STRS Ohio retirees who participated in the DB or Combined Plans and their dependents are eligible for health care coverage. The STRS Ohio Board has statutory authority over how much, if any, of the health care costs will be absorbed by STRS Ohio. All benefit recipients pay a portion of health care cost in the form of a monthly premium. By law, the cost of coverage paid from STRS Ohio funds is included in the employer contribution rate, currently 14 percent of covered payroll. For the fiscal year ended June 30, 2006, the STRS Ohio Board allocated employer contributions equal to 1 percent of covered payroll to the Health Care Reserve Fund. For the District, this amount equaled \$206,868 for fiscal year 2006.

STRS Ohio pays health care benefits from the Health Care Stabilization Fund. At June 30, 2005 (the latest information available), the balance in the Health Care Stabilization Fund was \$3.3 billion. For the fiscal year ended June 30, 2005 (the latest information available), net health care costs paid by STRS Ohio were \$254.780 million and STRS Ohio had 115,395 eligible benefit recipients.

For SERS, coverage is made available to service retirees with ten or more fiscal years of qualifying service credit, and to disability and survivor benefit recipients. All retirees and beneficiaries are required to pay a portion of their premium for health care. The portion is based on years of service, Medicare eligibility, and retirement status.

After the allocation for basic benefits, the remainder of the employer's 14 percent contribution is allocated to providing health care benefits. For the fiscal year ended June 30, 2006, employer contributions to fund health care benefits were 3.42 percent of covered payroll, a decrease of 0.01 percent from fiscal year 2005. In addition, SERS levies a surcharge to fund health care benefits equal to 14 percent of the difference between a minimum pay and the member's pay, pro-rated for partial service credit. For fiscal year 2006, the minimum pay was established at \$35,800. However, the surcharge is capped at 2 percent of each employer's SERS salaries. For the 2006 fiscal year, District paid \$353,002 to fund health care benefits, including the surcharge.

The surcharge, added to the unallocated portion of the 14 percent employer contribution rate, provides for maintenance of the asset target level for the health care fund. The target level for the health care reserve is 150 percent of annual health care expenses. Expenses for health care for the fiscal year ended June 30, 2006 were \$158.751 million. At June 30, 2006, SERS had net assets available for payment of health care benefits of \$295.6 million. SERS has 59,492 participants currently receiving health care benefits.

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

**NOTE 15 - STATUTORY RESERVES**

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

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

	<u>Textbooks/ Instructional Materials</u>	<u>Capital Improvements Reserve</u>
Set-aside cash balance as of June 30, 2005	\$ (1,327,263)	\$ -
Current year set-aside requirement	588,587	588,587
Qualifying disbursements	<u>(472,378)</u>	<u>(602,393)</u>
Total	<u>\$ (1,211,054)</u>	<u>\$ (13,806)</u>
Balance carried forward to FY 2007	<u>\$ (1,211,054)</u>	<u>\$ -</u>

The District had qualifying disbursements during the year that reduced the set-aside amounts below zero for the textbook/instructional materials and capital acquisition reserves. These extra amounts may be used to reduce the set-aside requirement for future years for the textbook/instructional materials. The negative amount is therefore presented as being carried forward to next fiscal year. Although the District had qualifying disbursement 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.

**NOTE 16 - CONTINGENCIES**

**A. Grants**

The District receives significant financial assistance from numerous federal, state and local agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the District. However in the opinion of management, any such disallowed claims will not have a material effect on the financial position of the District.

**B. Litigation**

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

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**NOTES TO THE BASIC FINANCIAL STATEMENTS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

**NOTE 17 - BUDGETARY BASIS OF ACCOUNTING**

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

The Statement of Revenue, Expenditures, and Changes in Fund Balance - Budget and Actual (Non-GAAP Budgetary Basis) presented for the 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 the GAAP basis are that:

- (a) Revenues and other financing sources are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis);
- (b) Expenditures and other financing uses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis);
- (c) In order to determine compliance with Ohio law, and to reserve that portion of the applicable appropriation, total outstanding encumbrances (budget basis) are recorded as the equivalent of an expenditure, as opposed to a reservation of fund balance for that portion of outstanding encumbrances not already recognized as an account payable (GAAP basis).
- (d) Investments are reported at fair value (GAAP basis) rather than cost (budget basis).
- (e) Advances-In and Advances-Out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis).

The adjustments necessary to convert the results of operations for the year on the budget basis to the GAAP basis for the general fund is as follows:

**Net Change in Fund Balance**

	<u>General Fund</u>
Budget basis	\$ (1,351,788)
Net adjustment for revenue accruals	(819,152)
Net adjustment for expenditure accruals	(1,003,038)
Net adjustment for other sources/uses	(22,310)
Adjustment for encumbrances	<u>1,624,662</u>
GAAP basis	<u><u>\$ (1,571,626)</u></u>

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COMBINING STATEMENTS  
AND INDIVIDUAL FUND SCHEDULES

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**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO  
NONMAJOR GOVERNMENTAL FUND DESCRIPTIONS**

**Nonmajor Special Revenue Funds**

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

***Food Service Fund***

This fund accounts for the financial transactions related to the food service operations of the District

***Local Grants Fund***

This fund accounts for monies received to promote community involvement and to support activities between the school and the community.

***Uniform School Supplies Fund***

This fund accounts for the purchase and sale of school supplies for use in the District. Profits derived from such sales are used for school purposes or activities connected with the school.

***Interdistrict Summer School Fund***

This fund accounts for tuition received from four surrounding school districts as well as Westlake City School District students for the purpose of summer school education.

***Community Education Fund***

This fund accounts for revenues and expenses involved in upgrading and retraining out-of-school youths and adults for the purpose of improving their skills and knowledge in their occupation or planned occupation.

***Public School Support Fund***

This fund accounts for school site sales revenue and expenditures for field trips, assemblies and other activity costs.

***Professional Development Grant Fund***

This fund accounts for State monies that provide a limitation on the number of professional development subsidy grants.

***Athletic and Music Fund***

This fund accounts for gate receipts and other revenues from athletic events and all costs (except supplemental coaching contracts) of the District's athletic program and transportation of the band to and from athletic events.

***Auxiliary Services Fund***

This fund accounts for funds which provide services and materials to pupils attending non-public schools within the District.

***Educational Management Information Systems Fund***

This fund accounts for State monies which support the development of hardware and software or other costs associated with the requirements of the management information system.

***Entry Year Programs Fund***

This fund accounts for State monies which support the development of programs for teachers beginning employment with the District.

***Data Communications Support Fund***

This fund accounts for State monies received to provided Ohio Educational Computer Network Connections.

***School Net Professional Development Fund***

This fund accounts for State monies that provide a limitation on the number of professional development subsidy grants.

***Ohio Reads Grant Fund***

This fund accounts for monies that improve reading outcomes on the reading proficiency test and for volunteer coordinators in public school buildings.

***Career Education Program Fund***

This fund accounts for State monies provided to make special education students aware of career opportunities.

**WESTLAKE CITY SCHOOL DISTRICT**  
**CUYAHOGA COUNTY, OHIO**  
NONMAJOR GOVERNMENTAL FUND DESCRIPTIONS

**Nonmajor Special Revenue Funds - (Continued)**

***Adult Basic Education Fund***

This fund accounts for federal monies used to provide financial support to programs in reading, writing and math competency for adults that do not have a high school diploma.

***IDEA, Part B Special Education 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 service patterns, and provision of full educational opportunities to handicapped children at the preschool, elementary, and secondary levels.

***Energy Audit Fund***

This fund accounts for State monies used for energy efficient studies to make the District more energy efficient.

***Title V Fund***

This fund accounts for federal revenues which support the implementation of a variety of programs such as computer education, gifted and talented programs, in-service and staff developments.

***Drug Free Schools Grant Fund***

This fund accounts for federal revenues which support the implementation of programs for drug abuse education and prevention.

***Early Childhood Education Development Fund***

This fund accounts for State monies which partially support the preschool program focusing on the early education of handicapped children.

***E-Rate Grant Fund***

This fund accounts for federal funds which support the telecommunications activities within the District.

***Improving Teacher Quality Fund***

This fund accounts for various monies to hire additional classroom teachers, so that the number of students per teacher will be reduced.

**Nonmajor Capital Projects Funds**

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

***Permanent Improvement Fund***

This fund accounts for monies to be used for various improvements to the buildings within the District.

***Building Fund***

The building fund is used for property taxes levied to be used for various capital improvements within the District.

***School Net Plus Fund***

This fund accounts for State monies used to obtain computers and related educational technology and/or the necessary infrastructure for educational technology.

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
GENERAL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<b>Budgeted Amounts</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>Revenues:</b>				
From local sources:				
Taxes . . . . .	\$ 32,392,216	\$ 33,963,867	\$ 34,248,869	\$ 285,002
Tuition . . . . .	5,731	6,010	6,060	50
Transportation fees . . . . .	20,563	21,561	21,742	181
Earnings on investments . . . . .	583,395	611,701	616,834	5,133
Classroom materials and fees . . . . .	10,073	10,561	10,650	89
Other local revenues . . . . .	95,374	100,002	100,841	839
Other revenue . . . . .	4,922	5,161	5,204	43
Intergovernmental . . . . .	6,543,083	6,860,550	6,918,119	57,569
Total revenues . . . . .	<u>39,655,357</u>	<u>41,579,413</u>	<u>41,928,319</u>	<u>348,906</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular:				
Salaries and wages . . . . .	14,546,108	14,242,929	14,242,929	-
Fringe benefits . . . . .	4,885,184	4,819,558	4,819,558	-
Purchased services . . . . .	46,118	48,563	43,925	4,638
Supplies . . . . .	478,892	415,874	415,874	-
Capital outlay . . . . .	149,973	230,833	230,139	694
Total Regular . . . . .	<u>20,106,275</u>	<u>19,757,757</u>	<u>19,752,425</u>	<u>5,332</u>
Special:				
Salaries and wages . . . . .	2,171,475	2,006,947	2,006,947	-
Fringe benefits . . . . .	1,135,626	1,070,058	1,070,058	-
Purchased services . . . . .	2,800	2,800	2,509	291
Supplies . . . . .	6,027	6,027	4,563	1,464
Capital outlay . . . . .	10,018	15,927	13,970	1,957
Other . . . . .	44,500	39,029	37,750	1,279
Total Special . . . . .	<u>3,370,446</u>	<u>3,140,788</u>	<u>3,135,797</u>	<u>4,991</u>
Vocational:				
Salaries and wages . . . . .	330,727	330,727	325,571	5,156
Fringe benefits . . . . .	104,677	104,677	103,733	944
Purchased services . . . . .	33,835	33,835	33,110	725
Supplies . . . . .	6,467	7,751	6,807	944
Total Vocational . . . . .	<u>475,706</u>	<u>476,990</u>	<u>469,221</u>	<u>7,769</u>
Other:				
Salaries and wages . . . . .	-	268,873	268,669	204
Fringe benefits . . . . .	-	97,500	71,573	25,927
Purchased services . . . . .	1,337,760	1,346,772	1,321,183	25,589
Total Other . . . . .	<u>1,337,760</u>	<u>1,713,145</u>	<u>1,661,425</u>	<u>51,720</u>
Total Instruction . . . . .	<u>25,290,187</u>	<u>25,088,680</u>	<u>25,018,868</u>	<u>69,812</u>
Support Services:				
Pupils:				
Salaries and wages . . . . .	1,649,630	1,651,262	1,651,261	1
Fringe benefits . . . . .	604,190	604,190	581,819	22,371
Purchased services . . . . .	735,625	698,902	609,683	89,219
Supplies . . . . .	100,982	83,480	49,505	33,975
Capital outlay . . . . .	-	1,456	1,456	-
Other . . . . .	750	750	750	-
Total Pupils . . . . .	<u>3,091,177</u>	<u>3,040,040</u>	<u>2,894,474</u>	<u>145,566</u>

-- Continued

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
GENERAL FUND (CONTINUED)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<b>Budgeted Amounts</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>Instructional Staff:</b>				
Salaries and wages . . . . .	\$ 1,600,706	\$ 1,600,815	\$ 1,585,320	\$ 15,495
Fringe benefits . . . . .	677,082	677,082	644,572	32,510
Purchased services . . . . .	195,921	68,154	68,154	-
Supplies . . . . .	131,072	115,782	106,039	9,743
Capital outlay . . . . .	11,000	71,313	71,263	50
Other . . . . .	1,200	810	704	106
Total Instructional Staff . . . . .	<u>2,616,981</u>	<u>2,533,956</u>	<u>2,476,052</u>	<u>57,904</u>
<b>Board of Education:</b>				
Salaries and wages . . . . .	21,120	21,120	16,800	4,320
Fringe benefits . . . . .	674	1,178	1,178	-
Purchased services . . . . .	1,200	1,515	672	843
Supplies . . . . .	2,750	3,410	3,410	-
Other . . . . .	8,750	8,225	6,225	2,000
Total Board of Education . . . . .	<u>34,494</u>	<u>35,448</u>	<u>28,285</u>	<u>7,163</u>
<b>Administration:</b>				
Salaries and wages . . . . .	1,671,111	1,671,111	1,629,380	41,731
Fringe benefits . . . . .	788,467	791,730	767,107	24,623
Purchased services . . . . .	321,896	314,388	288,595	25,793
Supplies . . . . .	33,223	38,949	31,022	7,927
Capital outlay . . . . .	134	4,016	3,956	60
Other . . . . .	79,932	79,793	73,019	6,774
Total Administration. . . . .	<u>2,894,763</u>	<u>2,899,987</u>	<u>2,793,079</u>	<u>106,908</u>
<b>Fiscal:</b>				
Salaries and wages . . . . .	289,794	289,794	287,230	2,564
Fringe benefits . . . . .	156,596	156,596	146,847	9,749
Purchased services . . . . .	33,963	35,715	33,385	2,330
Supplies . . . . .	9,125	10,375	9,606	769
Capital outlay . . . . .	500	9,396	9,396	-
Other . . . . .	642,076	642,715	597,247	45,468
Total Fiscal . . . . .	<u>1,132,054</u>	<u>1,144,591</u>	<u>1,083,711</u>	<u>60,880</u>
<b>Business:</b>				
Salaries and wages . . . . .	235,326	237,396	225,857	11,539
Fringe benefits . . . . .	91,974	91,974	91,447	527
Purchased services . . . . .	112,270	114,465	113,178	1,287
Supplies . . . . .	4,500	4,500	4,024	476
Other . . . . .	50	50	20	30
Total Business. . . . .	<u>444,120</u>	<u>448,385</u>	<u>434,526</u>	<u>13,859</u>

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**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
GENERAL FUND (CONTINUED)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<b>Budgeted Amounts</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
Operations and Maintenance:				
Salaries and wages . . . . .	\$ 1,626,653	\$ 1,608,034	\$ 1,608,034	\$ -
Fringe benefits . . . . .	644,146	644,145	636,616	7,529
Purchased services . . . . .	1,520,113	1,630,201	1,604,751	25,450
Supplies . . . . .	267,583	267,712	233,518	34,194
Capital outlay . . . . .	50,399	64,351	57,365	6,986
Total Operations and Maintenance . . . .	<u>4,108,894</u>	<u>4,214,443</u>	<u>4,140,284</u>	<u>74,159</u>
Pupil Transportation:				
Salaries and wages . . . . .	1,813,114	1,839,879	1,782,755	57,124
Fringe benefits . . . . .	990,331	990,331	930,182	60,149
Purchased services . . . . .	258,426	275,543	258,395	17,148
Supplies . . . . .	446,459	445,930	414,851	31,079
Capital outlay . . . . .	10,000	60,400	50,400	10,000
Total Pupil Transportation . . . . .	<u>3,518,330</u>	<u>3,612,083</u>	<u>3,436,583</u>	<u>175,500</u>
Central:				
Salaries and wages . . . . .	48,460	48,460	47,972	488
Fringe benefits . . . . .	14,779	14,951	14,951	-
Purchased services . . . . .	46,403	46,403	33,258	13,145
Supplies . . . . .	5,849	6,416	6,131	285
Other . . . . .	200	205	205	-
Total Central . . . . .	<u>115,691</u>	<u>116,435</u>	<u>102,517</u>	<u>13,918</u>
Total Support Services . . . . .	<u>17,956,504</u>	<u>18,045,368</u>	<u>17,389,511</u>	<u>655,857</u>
Extracurricular Activities:				
Academic and Subject Oriented Activities:				
Salaries and wages . . . . .	126,806	126,806	123,554	3,252
Fringe benefits . . . . .	18,049	18,457	18,457	-
Total Academic and Subject Oriented Activities . . . . .	<u>144,855</u>	<u>145,263</u>	<u>142,011</u>	<u>3,252</u>
Sports Oriented Activities:				
Salaries and wages . . . . .	510,937	510,937	487,507	23,430
Fringe benefits . . . . .	117,796	117,796	116,793	1,003
Purchased services . . . . .	8,000	8,269	8,269	-
Other . . . . .	150	150	60	90
Total Sports Oriented Activities . . . . .	<u>636,883</u>	<u>637,152</u>	<u>612,629</u>	<u>24,523</u>
Total Extracurricular Activities . . . . .	<u>781,738</u>	<u>782,415</u>	<u>754,640</u>	<u>27,775</u>

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**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
GENERAL FUND (CONTINUED)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Capital Outlay:				
Site Improvement Services:				
Capital outlay- replacement . . . . .	\$ 2,500	\$ 96,736	\$ 96,736	\$ -
Architecture and Engineering Services:				
Purchased services . . . . .	44,650	40,282	32,626	7,656
Building Acquisition and Construction Services:				
Other . . . . .	500	484	36	448
Total Capital Outlay	47,650	137,502	129,398	8,104
Total Expenditures	44,076,079	44,053,965	43,292,417	761,548
Excess of revenues over (under) expenditures . . . . .	(4,420,722)	(2,474,552)	(1,364,098)	1,110,454
<b>Other financing sources (uses):</b>				
Refund of prior year's expenditures . . . . .	117,679	123,389	124,424	1,035
Refund of prior year's receipts . . . . .	-	(566)	(566)	-
Transfers (out). . . . .	(60,000)	(10,000)	(10,000)	-
Advances (out). . . . .	(30,000)	(51,548)	(51,548)	-
Other uses. . . . .	-	(50,000)	(50,000)	-
Total other financing sources (uses) . . . . .	27,679	11,275	12,310	1,035
Net change in fund balance . . . . .	(4,393,043)	(2,463,277)	(1,351,788)	1,111,489
<b>Fund balance at beginning of year . . . . .</b>	4,437,428	4,437,428	4,437,428	-
<b>Prior year encumbrances appropriated . .</b>	1,412,728	1,412,728	1,412,728	-
<b>Fund balance at end of year. . . . .</b>	<u>\$ 1,457,113</u>	<u>\$ 3,386,879</u>	<u>\$ 4,498,368</u>	<u>\$ 1,111,489</u>



**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
BOND RETIREMENT FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues:</b>				
From local sources:				
Taxes . . . . .	\$ 3,731,690	\$ 3,963,083	\$ 3,994,809	\$ 31,726
Intergovernmental-state . . . . .	410,580	436,039	439,530	3,491
Total revenues. . . . .	<u>4,142,270</u>	<u>4,399,122</u>	<u>4,434,339</u>	<u>35,217</u>
<b>Expenditures:</b>				
Current:				
Support services-fiscal				
Other. . . . .	4,000	4,000	3,463	537
Total support services-fiscal . . . . .	<u>4,000</u>	<u>4,000</u>	<u>3,463</u>	<u>537</u>
Debt service				
Principal retirement . . . . .	3,407,613	2,848,243	2,717,155	131,088
Interest and fiscal charges . . . . .	628,571	1,187,941	1,187,941	-
Total debt service. . . . .	<u>4,036,184</u>	<u>4,036,184</u>	<u>3,905,096</u>	<u>131,088</u>
Total expenditures . . . . .	<u>4,040,184</u>	<u>4,040,184</u>	<u>3,908,559</u>	<u>131,625</u>
Net change in fund balance . . . . .	102,086	358,938	525,780	166,842
<b>Fund balance at beginning of year . . . . .</b>	<u>2,954,018</u>	<u>2,954,018</u>	<u>2,954,018</u>	<u>-</u>
<b>Fund balance at end of year. . . . .</b>	<u><u>\$ 3,056,104</u></u>	<u><u>\$ 3,312,956</u></u>	<u><u>\$ 3,479,798</u></u>	<u><u>\$ 166,842</u></u>

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2006

	<b>Nonmajor Special Revenue Funds</b>	<b>Nonmajor Capital Projects Funds</b>	<b>Total Nonmajor Governmental Funds</b>
<b>Assets:</b>			
Equity in pooled cash and cash equivalents. . . .	\$ 1,012,586	\$ 173,623	\$ 1,186,209
Receivables:			
Accounts . . . . .	1,344	-	1,344
Intergovernmental . . . . .	71,147	-	71,147
Inventory held for resale . . . . .	3,943	-	3,943
Materials and supplies inventory. . . . .	1,121	-	1,121
Total assets . . . . .	<u>\$ 1,090,141</u>	<u>\$ 173,623</u>	<u>\$ 1,263,764</u>
<b>Liabilities:</b>			
Accounts payable. . . . .	\$ 64,433	\$ 15,921	\$ 80,354
Accrued wages and benefits . . . . .	135,562	-	135,562
Intergovernmental payable . . . . .	103,338	-	103,338
Interfund loan payable . . . . .	77,864	-	77,864
Deferred revenue. . . . .	15,955	-	15,955
Total liabilities. . . . .	<u>397,152</u>	<u>15,921</u>	<u>413,073</u>
<b>Fund Balances:</b>			
Reserved for encumbrances. . . . .	88,039	15,519	103,558
Unreserved, undesignated, reported in:			
Special revenue funds . . . . .	604,950	-	604,950
Capital projects funds . . . . .	-	142,183	142,183
Total fund balances. . . . .	<u>692,989</u>	<u>157,702</u>	<u>850,691</u>
Total liabilities and fund balances . . . . .	<u>\$ 1,090,141</u>	<u>\$ 173,623</u>	<u>\$ 1,263,764</u>

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<b>Nonmajor Special Revenue Funds</b>	<b>Nonmajor Capital Projects Funds</b>	<b>Total Nonmajor Governmental Funds</b>
<b>Revenues:</b>			
From local sources:			
Tuition . . . . .	\$ 405,680	\$ -	\$ 405,680
Charges for services . . . . .	867,448	-	867,448
Earnings on investments . . . . .	10,065	9,818	19,883
Extracurricular . . . . .	297,213	-	297,213
Classroom materials and fees. . . . .	264,242	-	264,242
Contributions and donations . . . . .	108,268	-	108,268
Other local revenues . . . . .	52,954	14,500	67,454
Intergovernmental - state . . . . .	582,518	-	582,518
Intergovernmental - federal . . . . .	1,296,409	-	1,296,409
	<hr/>	<hr/>	<hr/>
Total revenue . . . . .	3,884,797	24,318	3,909,115
	<hr/>	<hr/>	<hr/>
<b>Expenditures:</b>			
Current:			
Instruction:			
Regular. . . . .	118,086	130	118,216
Special . . . . .	470,033	-	470,033
Adult/continuing . . . . .	63,625	-	63,625
Support services:			
Pupil . . . . .	202,848	-	202,848
Instructional staff. . . . .	305,424	-	305,424
Administration . . . . .	101,680	-	101,680
Fiscal . . . . .	600	-	600
Central . . . . .	42,657	-	42,657
Food service operations . . . . .	925,578	-	925,578
Operation of non-instructional services . . . . .	319,123	-	319,123
Extracurricular activities . . . . .	618,745	-	618,745
Intergovernmental pass through . . . . .	416,437	-	416,437
Facilities acquisition and construction . . . . .	188	287,422	287,610
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Total expenditures . . . . .	3,585,024	287,552	3,872,576
	<hr/>	<hr/>	<hr/>
Excess of revenues over (under) expenditures. . . . .	299,773	(263,234)	36,539
	<hr/>	<hr/>	<hr/>
<b>Other financing sources:</b>			
Transfers in . . . . .	10,000	-	10,000
	<hr/>	<hr/>	<hr/>
Total other financing sources . . . . .	10,000	-	10,000
	<hr/>	<hr/>	<hr/>
Net change in fund balances. . . . .	309,773	(263,234)	46,539
	<hr/>	<hr/>	<hr/>
<b>Fund balances at beginning of year. . . . .</b>	383,216	420,936	804,152
	<hr/>	<hr/>	<hr/>
<b>Fund balances at end of year . . . . .</b>	<u>\$ 692,989</u>	<u>\$ 157,702</u>	<u>\$ 850,691</u>

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2006

	<u>Food Service</u>	<u>Local Grants</u>	<u>Uniform School Supplies</u>	<u>Interdistrict Summer School</u>
<b>Assets:</b>				
Equity in pooled cash and cash equivalents. . .	\$ 66,129	\$ 39,142	\$ 8,332	\$ 102,003
Receivables:				
Accounts. . . . .	359	-	-	-
Intergovernmental . . . . .	19,051	-	-	-
Inventory held for resale . . . . .	3,943	-	-	-
Materials and supplies inventory . . . . .	1,121	-	-	-
Total assets. . . . .	<u>\$ 90,603</u>	<u>\$ 39,142</u>	<u>\$ 8,332</u>	<u>\$ 102,003</u>
<b>Liabilities:</b>				
Accounts payable. . . . .	\$ 1,974	\$ -	\$ -	\$ -
Accrued wages and benefits . . . . .	49,171	-	-	31,076
Intergovernmental payable . . . . .	37,508	-	-	10,526
Interfund loan payable . . . . .	-	-	-	-
Deferred revenue. . . . .	-	-	-	-
Total liabilities. . . . .	<u>88,653</u>	<u>-</u>	<u>-</u>	<u>41,602</u>
<b>Fund Balances:</b>				
Reserved for encumbrances. . . . .	7,190	120	-	-
Unreserved, undesignated, reported in:				
Special revenue funds . . . . .	(5,240)	39,022	8,332	60,401
Total fund balances (deficits). . . . .	<u>1,950</u>	<u>39,142</u>	<u>8,332</u>	<u>60,401</u>
Total liabilities and fund balances . . . . .	<u>\$ 90,603</u>	<u>\$ 39,142</u>	<u>\$ 8,332</u>	<u>\$ 102,003</u>

<b>Community Education</b>	<b>Public School Support</b>	<b>Professional Development Grant</b>	<b>Athletic and Music</b>	<b>Auxiliary Services</b>	<b>Educational Management Information Systems</b>
\$ 29,298	\$ 245,650	\$ 25,797	\$ 218,707	\$ 179,623	\$ 12,563
-	343	-	642	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 29,298</u>	<u>\$ 245,993</u>	<u>\$ 25,797</u>	<u>\$ 219,349</u>	<u>\$ 179,623</u>	<u>\$ 12,563</u>
\$ 4,331	\$ 1,080	\$ -	\$ 66	\$ 38,005	\$ 400
19,541	-	-	-	19,934	1,119
32,653	-	108	22	6,217	1,879
37,549	-	27,243	-	-	-
-	-	-	-	-	-
<u>94,074</u>	<u>1,080</u>	<u>27,351</u>	<u>88</u>	<u>64,156</u>	<u>3,398</u>
2,659	6,668	-	1,766	24,481	197
<u>(67,435)</u>	<u>238,245</u>	<u>(1,554)</u>	<u>217,495</u>	<u>90,986</u>	<u>8,968</u>
<u>(64,776)</u>	<u>244,913</u>	<u>(1,554)</u>	<u>219,261</u>	<u>115,467</u>	<u>9,165</u>
<u>\$ 29,298</u>	<u>\$ 245,993</u>	<u>\$ 25,797</u>	<u>\$ 219,349</u>	<u>\$ 179,623</u>	<u>\$ 12,563</u>

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**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)  
JUNE 30, 2006

	<u>Entry Year Programs</u>	<u>School Net Professional Development</u>	<u>Adult Basic Education</u>	<u>IDEA, Part B Special Education</u>
<b>Assets:</b>				
Equity in pooled cash and cash equivalents. . .	\$ -	\$ 625	\$ 1,229	\$ 68,184
Receivables:				
Accounts. . . . .	-	-	-	-
Intergovernmental . . . . .	-	-	34,739	4,514
Inventory held for resale . . . . .	-	-	-	-
Materials and supplies inventory . . . . .	-	-	-	-
Total assets. . . . .	<u>\$ -</u>	<u>\$ 625</u>	<u>\$ 35,968</u>	<u>\$ 72,698</u>
<b>Liabilities:</b>				
Accounts payable. . . . .	\$ -	\$ -	\$ -	\$ 11,430
Accrued wages and benefits . . . . .	-	-	7,388	4,590
Intergovernmental payable . . . . .	33	19	11,222	1,526
Interfund loan payable . . . . .	-	-	5,572	-
Deferred revenue. . . . .	-	-	7,690	4,514
Total liabilities. . . . .	<u>33</u>	<u>19</u>	<u>31,872</u>	<u>22,060</u>
<b>Fund Balances:</b>				
Reserved for encumbrances. . . . .	-	-	-	41,184
Unreserved, undesignated, reported in:				
Special revenue funds . . . . .	<u>(33)</u>	<u>606</u>	<u>4,096</u>	<u>9,454</u>
Total fund balances (deficits). . . . .	<u>(33)</u>	<u>606</u>	<u>4,096</u>	<u>50,638</u>
Total liabilities and fund balances . . . . .	<u>\$ -</u>	<u>\$ 625</u>	<u>\$ 35,968</u>	<u>\$ 72,698</u>

<b>Energy Audit</b>	<b>Title V</b>	<b>Drug Free Schools</b>	<b>Early Childhood Education Development</b>	<b>E-Rate Grant</b>	<b>Improving Teacher Quality</b>	<b>Total Nonmajor Special Revenue Funds</b>
\$ 786	\$ 1,220	\$ -	\$ 2,308	\$ 2,089	\$ 8,901	\$ 1,012,586
-	-	-	-	-	-	1,344
-	-	-	4,681	-	8,162	71,147
-	-	-	-	-	-	3,943
-	-	-	-	-	-	1,121
<u>\$ 786</u>	<u>\$ 1,220</u>	<u>\$ -</u>	<u>\$ 6,989</u>	<u>\$ 2,089</u>	<u>\$ 17,063</u>	<u>\$ 1,090,141</u>
\$ -	\$ 1,147	\$ -	\$ -	\$ -	\$ 6,000	\$ 64,433
-	-	-	2,743	-	-	135,562
-	825	45	455	-	300	103,338
-	-	-	-	-	7,500	77,864
-	-	-	3,281	-	470	15,955
<u>-</u>	<u>1,972</u>	<u>45</u>	<u>6,479</u>	<u>-</u>	<u>14,270</u>	<u>397,152</u>
-	43	-	2,146	-	1,585	88,039
<u>786</u>	<u>(795)</u>	<u>(45)</u>	<u>(1,636)</u>	<u>2,089</u>	<u>1,208</u>	<u>604,950</u>
<u>786</u>	<u>(752)</u>	<u>(45)</u>	<u>510</u>	<u>2,089</u>	<u>2,793</u>	<u>692,989</u>
<u>\$ 786</u>	<u>\$ 1,220</u>	<u>\$ -</u>	<u>\$ 6,989</u>	<u>\$ 2,089</u>	<u>\$ 17,063</u>	<u>\$ 1,090,141</u>

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<u>Food Service</u>	<u>Local Grants</u>	<u>Uniform School Supplies</u>	<u>Interdistrict Summer School</u>
<b>Revenues:</b>				
From local sources:				
Tuition . . . . .	\$ -	\$ -	\$ -	\$ 88,218
Charges for services . . . . .	867,448	-	-	-
Earnings on investments . . . . .	1,600	1,229	-	-
Extracurricular . . . . .	-	-	-	-
Classroom materials and fees. . . . .	-	-	19,745	-
Contributions and donations . . . . .	-	8,915	-	-
Other local revenues . . . . .	10,832	-	-	-
Intergovernmental - state . . . . .	2,893	-	-	-
Intergovernmental - federal . . . . .	136,407	-	-	-
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Total revenue. . . . .	1,019,180	10,144	19,745	88,218
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular. . . . .	-	-	20,628	51,229
Special . . . . .	-	-	-	-
Adult/continuing . . . . .	-	-	-	-
Support services:				
Pupil . . . . .	-	-	-	-
Instructional staff. . . . .	-	-	-	-
Administration . . . . .	-	-	-	11,285
Fiscal . . . . .	-	-	-	-
Central . . . . .	-	-	-	-
Food service operations . . . . .	925,578	-	-	-
Operation of non-instructional services . . . . .	-	62	-	-
Extracurricular activities. . . . .	-	10,798	-	-
Intergovernmental pass through . . . . .	-	-	-	-
Facilities acquisition and construction. . . . .	-	188	-	-
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Total expenditures . . . . .	925,578	11,048	20,628	62,514
	<hr/>	<hr/>	<hr/>	<hr/>
Excess (deficiency) of revenues over (under) expenditures. . . . .	93,602	(904)	(883)	25,704
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Other financing sources:</b>				
Transfers in. . . . .	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total other financing sources. . . . .	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Net change in fund balances . . . . .	93,602	(904)	(883)	25,704
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Fund balances (deficit) at beginning of year.</b>	(91,652)	40,046	9,215	34,697
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Fund balances (deficit) at end of year . . . .</b>	<u>\$ 1,950</u>	<u>\$ 39,142</u>	<u>\$ 8,332</u>	<u>\$ 60,401</u>



<b>Community Education</b>	<b>Public School Support</b>	<b>Professional Development Grant</b>	<b>Athletics and Music</b>	<b>Auxiliary Services</b>	<b>Educational Management Information Systems</b>
\$ 317,462	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	7,236	-
-	122,710	-	174,503	-	-
5,164	239,333	-	-	-	-
-	68,768	-	30,585	-	-
19,021	4,063	2,650	16,388	-	-
-	-	-	-	499,749	13,759
-	-	-	-	-	-
<u>341,647</u>	<u>434,874</u>	<u>2,650</u>	<u>221,476</u>	<u>506,985</u>	<u>13,759</u>
-	1,080	1,200	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	26,912	-	-	-
90,395	-	-	-	-	-
-	-	600	-	-	-
-	-	-	-	-	21,444
-	-	-	-	-	-
169,821	2,472	-	-	-	-
-	396,917	-	211,030	-	-
-	-	-	-	416,437	-
-	-	-	-	-	-
<u>260,216</u>	<u>400,469</u>	<u>28,712</u>	<u>211,030</u>	<u>416,437</u>	<u>21,444</u>
81,431	34,405	(26,062)	10,446	90,548	(7,685)
-	-	-	10,000	-	-
-	-	-	10,000	-	-
81,431	34,405	(26,062)	20,446	90,548	(7,685)
<u>(146,207)</u>	<u>210,508</u>	<u>24,508</u>	<u>198,815</u>	<u>24,919</u>	<u>16,850</u>
<u>\$ (64,776)</u>	<u>\$ 244,913</u>	<u>\$ (1,554)</u>	<u>\$ 219,261</u>	<u>\$ 115,467</u>	<u>\$ 9,165</u>

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**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<u>Entry Year Programs</u>	<u>Data Communications Support</u>	<u>School Net Professional Development</u>	<u>Ohio Reads Grant</u>
<b>Revenues:</b>				
From local sources:				
Tuition . . . . .	\$ -	\$ -	\$ -	\$ -
Charges for services . . . . .	-	-	-	-
Earnings on investments . . . . .	-	-	-	-
Extracurricular . . . . .	-	-	-	-
Classroom materials and fees. . . . .	-	-	-	-
Contributions and donations . . . . .	-	-	-	-
Other local revenues . . . . .	-	-	-	-
Intergovernmental - state . . . . .	4,000	21,000	3,925	8,000
Intergovernmental - federal . . . . .	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total revenue. . . . .	4,000	21,000	3,925	8,000
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular. . . . .	-	-	-	-
Special . . . . .	-	-	-	-
Adult/continuing . . . . .	-	-	-	-
Support services:				
Pupil . . . . .	-	-	-	-
Instructional staff. . . . .	4,562	-	3,952	8,000
Administration . . . . .	-	-	-	-
Fiscal . . . . .	-	-	-	-
Central . . . . .	-	21,213	-	-
Food service operations . . . . .	-	-	-	-
Operation of non-instructional services . . . . .	-	-	-	-
Extracurricular activities. . . . .	-	-	-	-
Intergovernmental pass through . . . . .	-	-	-	-
Facilities acquisition and construction. . . . .	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditures . . . . .	4,562	21,213	3,952	8,000
	<hr/>	<hr/>	<hr/>	<hr/>
Excess (deficiency) of revenues over (under) expenditures. . . . .	(562)	(213)	(27)	-
<b>Other financing sources:</b>				
Transfers in. . . . .	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total other financing sources. . . . .	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Net change in fund balances . . . . .	(562)	(213)	(27)	-
<b>Fund balances (deficit) at beginning of year.</b>	529	213	633	-
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Fund balances (deficit) at end of year . . . .</b>	<u>\$ (33)</u>	<u>\$ -</u>	<u>\$ 606</u>	<u>\$ -</u>

<b>Career Education</b>	<b>Adult Basic Education</b>	<b>IDEA, Part B Special Education</b>	<b>Energy Audit</b>	<b>Title V</b>	<b>Drug Free Schools</b>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	29,192	-	-	-	-
-	67,226	974,298	-	12,847	9,684
-	96,418	974,298	-	12,847	9,684
-	-	-	-	-	-
-	-	467,116	-	-	-
-	63,625	-	-	-	-
57	-	175,439	-	-	9,047
-	37,830	185,661	-	11,540	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	143,072	-	1,914	642
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
57	101,455	971,288	-	13,454	9,689
(57)	(5,037)	3,010	-	(607)	(5)
-	-	-	-	-	-
-	-	-	-	-	-
(57)	(5,037)	3,010	-	(607)	(5)
57	9,133	47,628	786	(145)	(40)
\$ -	\$ 4,096	\$ 50,638	\$ 786	\$ (752)	\$ (45)

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**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<b>Early Childhood Education Development</b>	<b>E-Rate Grant</b>	<b>Improving Teacher Quality</b>	<b>Total Nonmajor Special Revenue Funds</b>
<b>Revenues:</b>				
From local sources:				
Tuition . . . . .	\$ -	\$ -	\$ -	\$ 405,680
Charges for services . . . . .	-	-	-	867,448
Earnings on investments . . . . .	-	-	-	10,065
Extracurricular . . . . .	-	-	-	297,213
Classroom materials and fees. . . . .	-	-	-	264,242
Contributions and donations . . . . .	-	-	-	108,268
Other local revenues . . . . .	-	-	-	52,954
Intergovernmental - state . . . . .	-	-	-	582,518
Intergovernmental - federal . . . . .	21,845	-	74,102	1,296,409
Total revenue. . . . .	21,845	-	74,102	3,884,797
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular. . . . .	-	-	43,949	118,086
Special . . . . .	2,917	-	-	470,033
Adult/continuing . . . . .	-	-	-	63,625
Support services:				
Pupil . . . . .	18,305	-	-	202,848
Instructional staff. . . . .	1,225	-	25,742	305,424
Administration . . . . .	-	-	-	101,680
Fiscal . . . . .	-	-	-	600
Central . . . . .	-	-	-	42,657
Food service operations . . . . .	-	-	-	925,578
Operation of non-instructional services . . .	-	-	1,140	319,123
Extracurricular activities. . . . .	-	-	-	618,745
Intergovernmental pass through . . . . .	-	-	-	416,437
Facilities acquisition and construction. . . .	-	-	-	188
Total expenditures . . . . .	22,447	-	70,831	3,585,024
Excess (deficiency) of revenues over (under) expenditures. . . . .	(602)	-	3,271	299,773
<b>Other financing sources:</b>				
Transfers in. . . . .	-	-	-	10,000
Total other financing sources. . . . .	-	-	-	10,000
Net change in fund balances . . . . .	(602)	-	3,271	309,773
<b>Fund balances (deficit) at beginning of year.</b>	1,112	2,089	(478)	383,216
<b>Fund balances (deficit) at end of year . . . .</b>	<u>\$ 510</u>	<u>\$ 2,089</u>	<u>\$ 2,793</u>	<u>\$ 692,989</u>

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
FOOD SERVICE FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues:</b>				
From local sources:				
Earnings on investments . . . . .	\$ 1,464	\$ 1,570	\$ 1,600	\$ 30
Charges for services . . . . .	793,979	851,256	867,448	16,192
Other local revenues . . . . .	9,872	10,585	10,786	201
Intergovernmental . . . . .	103,685	111,164	113,279	2,115
Total revenues. . . . .	<u>909,000</u>	<u>974,575</u>	<u>993,113</u>	<u>18,538</u>
<b>Expenditures:</b>				
Operation of non-instructional services				
Operation of food services:				
Salaries and wages . . . . .	352,660	344,893	344,776	117
Fringe benefits . . . . .	157,254	158,866	158,852	14
Purchased services . . . . .	3,100	3,100	1,540	1,560
Supplies . . . . .	410,418	452,605	451,547	1,058
Capital outlay . . . . .	-	323	323	-
Total expenditures . . . . .	<u>923,432</u>	<u>959,787</u>	<u>957,038</u>	<u>2,749</u>
Net change in fund balance. . . . .	(14,432)	14,788	36,075	21,287
<b>Fund balance at beginning of year . . . . .</b>	14,428	14,428	14,428	-
<b>Prior year encumbrances appropriated . . . . .</b>	7,018	7,018	7,018	-
<b>Fund balance at end of year. . . . .</b>	<u>\$ 7,014</u>	<u>\$ 36,234</u>	<u>\$ 57,521</u>	<u>\$ 21,287</u>

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
LOCAL GRANTS FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues:</b>				
From local sources:				
Earnings on investments . . . . .	\$ 613	\$ 649	\$ 1,231	\$ 582
Contributions and donations . . . . .	4,437	4,701	8,915	4,214
Total revenues . . . . .	<u>5,050</u>	<u>5,350</u>	<u>10,146</u>	<u>4,796</u>
<b>Expenditures:</b>				
Operation of non-instructional services:				
Community service:				
Supplies . . . . .	-	62	62	-
Extracurricular activities				
School and public service:				
Purchased services . . . . .	8,050	10,800	10,800	-
Capital outlay:				
Site improvement services:				
Supplies . . . . .	<u>1,545</u>	<u>1,483</u>	<u>308</u>	<u>1,175</u>
Total expenditures . . . . .	<u>9,595</u>	<u>12,345</u>	<u>11,170</u>	<u>1,175</u>
Net change in fund balance . . . . .	(4,545)	(6,995)	(1,024)	5,971
<b>Fund balance at beginning of year . . . . .</b>	38,726	38,726	38,726	-
<b>Prior year encumbrances appropriated . .</b>	1,320	1,320	1,320	-
<b>Fund balance at end of year. . . . .</b>	<u><u>\$ 35,501</u></u>	<u><u>\$ 33,051</u></u>	<u><u>\$ 39,022</u></u>	<u><u>\$ 5,971</u></u>

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
UNIFORM SCHOOL SUPPLIES FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues:</b>				
From local sources:				
Classroom materials and fees . . . . .	\$ 17,200	\$ 18,735	\$ 19,865	\$ 1,130
Total revenues . . . . .	<u>17,200</u>	<u>18,735</u>	<u>19,865</u>	<u>1,130</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular:				
Supplies . . . . .	<u>20,000</u>	<u>20,800</u>	<u>20,628</u>	<u>172</u>
Total expenditures . . . . .	<u>20,000</u>	<u>20,800</u>	<u>20,628</u>	<u>172</u>
Net change in fund balance . . . . .	(2,800)	(2,065)	(763)	1,302
<b>Fund balance at beginning of year . . . . .</b>	<u>9,095</u>	<u>9,095</u>	<u>9,095</u>	<u>-</u>
<b>Fund balance at end of year . . . . .</b>	<u><u>\$ 6,295</u></u>	<u><u>\$ 7,030</u></u>	<u><u>\$ 8,332</u></u>	<u><u>\$ 1,302</u></u>

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
INTERDISTRICT SUMMER SCHOOL FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues:</b>				
From local sources:				
Tuition . . . . .	\$ 69,000	\$ 69,000	\$ 88,218	\$ 19,218
Total revenues. . . . .	<u>69,000</u>	<u>69,000</u>	<u>88,218</u>	<u>19,218</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular:				
Salaries and wages . . . . .	52,000	50,000	49,841	159
Fringe benefits . . . . .	8,000	7,684	7,622	62
Supplies . . . . .	500	616	616	-
Total instruction. . . . .	<u>60,500</u>	<u>58,300</u>	<u>58,079</u>	<u>221</u>
Support services:				
Administration:				
Salaries and wages . . . . .	11,900	11,900	11,792	108
Fringe benefits . . . . .	2,000	2,000	1,944	56
Total support services. . . . .	<u>13,900</u>	<u>13,900</u>	<u>13,736</u>	<u>164</u>
Total expenditures . . . . .	<u>74,400</u>	<u>72,200</u>	<u>71,815</u>	<u>385</u>
Net change in fund balance . . . . .	(5,400)	(3,200)	16,403	19,603
<b>Fund balance at beginning of year . . . . .</b>	<u>85,600</u>	<u>85,600</u>	<u>85,600</u>	<u>-</u>
<b>Fund balance at end of year. . . . .</b>	<u><u>\$ 80,200</u></u>	<u><u>\$ 82,400</u></u>	<u><u>\$ 102,003</u></u>	<u><u>\$ 19,603</u></u>



**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
COMMUNITY EDUCATION FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<b>Budgeted Amounts</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>Revenues:</b>				
From local sources:				
Tuition . . . . .	\$ 259,031	\$ 309,655	\$ 317,462	\$ 7,807
Classroom materials and fees . . . . .	4,246	5,041	5,164	123
Other local revenues . . . . .	15,640	18,569	19,021	452
Total revenues. . . . .	<u>278,917</u>	<u>333,265</u>	<u>341,647</u>	<u>8,382</u>
<b>Expenditures:</b>				
Current:				
Support services:				
Administration:				
Salaries and wages . . . . .	60,000	62,561	62,561	-
Fringe benefits . . . . .	24,000	31,493	31,493	-
Total support services. . . . .	<u>84,000</u>	<u>94,054</u>	<u>94,054</u>	<u>-</u>
Operation of non-instructional services:				
Community services:				
Salaries and wages . . . . .	135,000	151,450	151,450	-
Fringe benefits . . . . .	48,000	53,551	53,551	-
Purchased services . . . . .	6,710	7,271	7,120	151
Supplies . . . . .	17,442	31,819	31,743	76
Capital outlay . . . . .	500	1,164	1,164	-
Total operation of non-instructional services . .	<u>207,652</u>	<u>245,255</u>	<u>245,028</u>	<u>227</u>
Total expenditures . . . . .	<u>291,652</u>	<u>339,309</u>	<u>339,082</u>	<u>227</u>
Excess of revenues over (under) expenditures . . . . .	<u>(12,735)</u>	<u>(6,044)</u>	<u>2,565</u>	<u>8,609</u>
<b>Other financing sources (uses):</b>				
Refund of prior year's (receipts) . . . . .	(1,000)	(1,743)	(1,743)	-
Advances in . . . . .	11,233	11,233	11,233	-
Total other financing sources (uses) . . . . .	<u>10,233</u>	<u>9,490</u>	<u>9,490</u>	<u>-</u>
Net change in fund balance . . . . .	(2,502)	3,446	12,055	8,609
<b>Fund balance at beginning of year . . . . .</b>	8,674	8,674	8,674	-
<b>Prior year encumbrances appropriated . .</b>	3,652	3,652	3,652	-
<b>Fund balance at end of year. . . . .</b>	<u>\$ 9,824</u>	<u>\$ 15,772</u>	<u>\$ 24,381</u>	<u>\$ 8,609</u>

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
PUBLIC SCHOOL SUPPORT FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<b>Budgeted Amounts</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>Revenues:</b>				
Extracurricular . . . . .	\$ 101,042	\$ 122,373	\$ 122,521	\$ 148
Classroom materials and fees. . . . .	197,375	239,042	239,331	289
Other local revenues . . . . .	59,934	72,587	72,675	88
Total revenues. . . . .	<u>358,351</u>	<u>434,002</u>	<u>434,527</u>	<u>525</u>
<b>Expenditures:</b>				
Current:				
Support services:				
Board of education:				
Purchased services . . . . .	85	85	-	85
Operation of non-instructional services:				
Supplies . . . . .	3,690	3,710	2,925	785
Extracurricular activities:				
School and public service co-curricular activities:				
Purchased services . . . . .	-	1,000	219	781
Supplies . . . . .	453,167	465,293	397,597	67,696
Capital outlay . . . . .	21,725	26,231	9,055	17,176
Total extracurricular activities. . . . .	<u>474,892</u>	<u>492,524</u>	<u>406,871</u>	<u>85,653</u>
Total expenditures . . . . .	<u>478,667</u>	<u>496,319</u>	<u>409,796</u>	<u>86,523</u>
Excess of revenues over (under) expenditures . . . . .	<u>(120,316)</u>	<u>(62,317)</u>	<u>24,731</u>	<u>87,048</u>
<b>Other financing (uses):</b>				
Transfers in . . . . .	1,649	1,998	2,000	2
Transfers (out). . . . .	-	(2,000)	(2,000)	-
Total other financing (uses) . . . . .	<u>1,649</u>	<u>(2)</u>	<u>-</u>	<u>2</u>
Net change in fund balance . . . . .	(118,667)	(62,319)	24,731	87,050
<b>Fund balance at beginning of year . . . . .</b>	206,015	206,015	206,015	-
<b>Prior year encumbrances appropriated . .</b>	7,156	7,156	7,156	-
<b>Fund balance at end of year. . . . .</b>	<u>\$ 94,504</u>	<u>\$ 150,852</u>	<u>\$ 237,902</u>	<u>\$ 87,050</u>

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
PROFESSIONAL DEVELOPMENT GRANT FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues:</b>				
From local sources:				
Other local revenues . . . . .	\$ 3,400	\$ 3,400	\$ 3,400	\$ -
Total revenues . . . . .	<u>3,400</u>	<u>3,400</u>	<u>3,400</u>	<u>-</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular:				
Purchased services . . . . .	-	950	950	-
Supplies . . . . .	<u>254</u>	<u>3,304</u>	<u>250</u>	<u>3,054</u>
Total instruction . . . . .	<u>254</u>	<u>4,254</u>	<u>1,200</u>	<u>3,054</u>
Support services:				
Pupils:				
Supplies . . . . .	4,356	356	-	356
Instructional staff:				
Salaries and wages . . . . .	3,000	15,999	12,998	3,001
Fringe benefits . . . . .	464	2,472	2,009	463
Purchased services . . . . .	7,503	7,703	693	7,010
Supplies . . . . .	<u>1,705</u>	<u>12,742</u>	<u>11,105</u>	<u>1,637</u>
Total instructional staff . . . . .	<u>12,672</u>	<u>38,916</u>	<u>26,805</u>	<u>12,111</u>
Support services-fiscal				
Purchased services . . . . .	<u>-</u>	<u>600</u>	<u>600</u>	<u>-</u>
Total support services-fiscal . . . . .	<u>-</u>	<u>600</u>	<u>600</u>	<u>-</u>
Total support services . . . . .	<u>17,028</u>	<u>39,872</u>	<u>27,405</u>	<u>12,467</u>
Total expenditures . . . . .	<u>17,282</u>	<u>44,126</u>	<u>28,605</u>	<u>15,521</u>
Excess of revenues over (under) expenditures . . . . .	<u>(13,882)</u>	<u>(40,726)</u>	<u>(25,205)</u>	<u>15,521</u>
<b>Other financing sources:</b>				
Advances in . . . . .	<u>-</u>	<u>27,244</u>	<u>27,244</u>	<u>-</u>
Total other financing sources . . . . .	<u>-</u>	<u>27,244</u>	<u>27,244</u>	<u>-</u>
Net change in fund balance . . . . .	(13,882)	(13,482)	2,039	15,521
<b>Fund balance at beginning of year . . . . .</b>	<u>23,758</u>	<u>23,758</u>	<u>23,758</u>	<u>-</u>
<b>Fund balance at end of year . . . . .</b>	<u>\$ 9,876</u>	<u>\$ 10,276</u>	<u>\$ 25,797</u>	<u>\$ 15,521</u>

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
ATHLETIC AND MUSIC FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues:</b>				
From local sources:				
Extracurricular . . . . .	\$ 173,872	\$ 173,872	\$ 174,503	\$ 631
Other local revenues . . . . .	46,164	46,164	46,331	167
Total revenues . . . . .	<u>220,036</u>	<u>220,036</u>	<u>220,834</u>	<u>798</u>
<b>Expenditures:</b>				
Extracurricular activities				
Sports oriented activities:				
Salaries and wages . . . . .	6,000	6,000	4,840	1,160
Fringe benefits . . . . .	987	987	728	259
Purchased services . . . . .	60,000	65,365	70,155	(4,790)
Supplies . . . . .	153,826	130,516	111,952	18,564
Capital outlay . . . . .	29,600	36,387	17,856	18,531
Other . . . . .	8,000	17,657	17,620	37
Total expenditures . . . . .	<u>258,413</u>	<u>256,912</u>	<u>223,151</u>	<u>33,761</u>
Excess of revenues over (under) expenditures . . . . .	<u>(38,377)</u>	<u>(36,876)</u>	<u>(2,317)</u>	<u>34,559</u>
<b>Other financing sources:</b>				
Transfers in . . . . .	9,964	9,964	10,000	36
Total other financing sources . . . . .	<u>9,964</u>	<u>9,964</u>	<u>10,000</u>	<u>36</u>
Net change in fund balance . . . . .	(28,413)	(26,912)	7,683	34,595
<b>Fund balance at beginning of year . . . . .</b>	207,266	207,266	207,266	-
<b>Prior year encumbrances appropriated . . . . .</b>	1,926	1,926	1,926	-
<b>Fund balance at end of year. . . . .</b>	<u><u>\$ 180,779</u></u>	<u><u>\$ 182,280</u></u>	<u><u>\$ 216,875</u></u>	<u><u>\$ 34,595</u></u>

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
AUXILIARY SERVICES FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<b>Budgeted Amounts</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>Revenues:</b>				
From local sources:				
Earnings on investments . . . . .	\$ 7,038	\$ 7,179	\$ 7,236	\$ 57
Intergovernmental . . . . .	486,318	496,044	499,959	3,915
Total revenues. . . . .	<u>493,356</u>	<u>503,223</u>	<u>507,195</u>	<u>3,972</u>
<b>Expenditures:</b>				
Operation of non-instructional services				
Community services:				
Salaries and wages . . . . .	97,141	101,434	86,439	14,995
Fringe benefits . . . . .	54,851	58,099	49,629	8,470
Purchased services . . . . .	90,291	92,316	85,573	6,743
Supplies . . . . .	346,857	318,375	237,437	80,938
Capital outlay . . . . .	<u>50,136</u>	<u>71,238</u>	<u>69,219</u>	<u>2,019</u>
Total expenditures . . . . .	<u>639,276</u>	<u>641,462</u>	<u>528,297</u>	<u>113,165</u>
Excess of revenues over (under) expenditures . . . . .	<u>(145,920)</u>	<u>(138,239)</u>	<u>(21,102)</u>	<u>117,137</u>
<b>Other financing uses:</b>				
Refund of prior year's receipts . . . . .	<u>(320)</u>	<u>(8,001)</u>	<u>(8,001)</u>	<u>-</u>
Total other financing uses . . . . .	<u>(320)</u>	<u>(8,001)</u>	<u>(8,001)</u>	<u>-</u>
Net change in fund balance . . . . .	(146,240)	(146,240)	(29,103)	117,137
<b>Fund balance at beginning of year . . . . .</b>	25,852	25,852	25,852	-
<b>Prior year encumbrances appropriated . .</b>	120,388	120,388	120,388	-
<b>Fund balance at end of year. . . . .</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 117,137</u>	<u>\$ 117,137</u>

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
EDUCATIONAL MANAGEMENT INFORMATION SYSTEMS FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues:</b>				
Intergovernmental. . . . .	\$ 12,000	\$ 13,759	\$ 13,759	\$ -
Total revenues. . . . .	<u>12,000</u>	<u>13,759</u>	<u>13,759</u>	<u>-</u>
<b>Expenditures:</b>				
Current:				
Support services:				
Central:				
Salaries and wages . . . . .	14,959	15,486	9,207	6,279
Fringe benefits . . . . .	10,229	10,461	6,146	4,315
Purchased services . . . . .	<u>7,200</u>	<u>8,200</u>	<u>8,028</u>	<u>172</u>
Total support services-central . . . . .	<u>32,388</u>	<u>34,147</u>	<u>23,381</u>	<u>10,766</u>
Total expenditures . . . . .	<u>32,388</u>	<u>34,147</u>	<u>23,381</u>	<u>10,766</u>
Net change in fund balance . . . . .	(20,388)	(20,388)	(9,622)	10,766
<b>Fund balance at beginning of year . . . . .</b>	19,188	19,188	19,188	-
<b>Prior year encumbrances appropriated . . . . .</b>	<u>1,200</u>	<u>1,200</u>	<u>1,200</u>	<u>-</u>
<b>Fund balance at end of year. . . . .</b>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 10,766</u></u>	<u><u>\$ 10,766</u></u>

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
ENTRY YEAR PROGRAMS FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues:</b>				
Intergovernmental. . . . .	\$ -	\$ 4,000	\$ 4,000	\$ -
Total revenues. . . . .	-	4,000	4,000	-
<b>Expenditures:</b>				
Current:				
Support services:				
Instructional staff:				
Salaries and wages . . . . .	-	4,000	4,000	-
Total expenditures . . . . .	-	4,000	4,000	-
Excess of revenues over (under) expenditures . . . . .	-	-	-	-
<b>Other financing uses:</b>				
Refund of prior year's (receipts) . . . . .	(664)	(664)	(664)	-
Total other financing uses . . . . .	(664)	(664)	(664)	-
Net change in fund balance . . . . .	(664)	(664)	(664)	-
<b>Fund balance at beginning of year . . . . .</b>	650	650	650	-
<b>Prior year encumbrances appropriated . .</b>	14	14	14	-
<b>Fund balance at end of year. . . . .</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
DATA COMMUNICATIONS SUPPORT FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues:</b>				
Intergovernmental-state . . . . .	\$ 21,000	\$ 21,000	\$ 21,000	\$ -
Total revenues. . . . .	<u>21,000</u>	<u>21,000</u>	<u>21,000</u>	<u>-</u>
<b>Expenditures:</b>				
Current:				
Support services:				
Central:				
Purchased services. . . . .	<u>21,000</u>	<u>21,613</u>	<u>21,613</u>	<u>-</u>
Total expenditures . . . . .	<u>21,000</u>	<u>21,613</u>	<u>21,613</u>	<u>-</u>
Net change in fund balance . . . . .	-	(613)	(613)	-
<b>Fund balance at beginning of year . . . . .</b>	16	16	16	-
<b>Prior year encumbrances appropriated . .</b>	597	597	597	-
<b>Fund balance at end of year. . . . .</b>	<u>\$ 613</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>



**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
SCHOOL NET PROFESSIONAL DEVELOPMENT FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues:</b>				
Intergovernmental . . . . .	\$ -	\$ 3,925	\$ 3,925	\$ -
Total revenues. . . . .	-	3,925	3,925	-
<b>Expenditures:</b>				
Current:				
Support services:				
Instructional staff:				
Salaries and wages . . . . .	562	2,850	2,850	-
Fringe benefits . . . . .	71	424	424	-
Purchased services . . . . .	-	500	500	-
Supplies . . . . .	-	159	159	-
Total support services . . . . .	633	3,933	3,933	-
Total expenditures . . . . .	633	3,933	3,933	-
Net change in fund balance. . . . .	(633)	(8)	(8)	-
<b>Fund balance at beginning of year . . . . .</b>	<u>633</u>	<u>633</u>	<u>633</u>	<u>-</u>
<b>Fund balance at end of year. . . . .</b>	<u>\$ -</u>	<u>\$ 625</u>	<u>\$ 625</u>	<u>\$ -</u>

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
OHIO READS GRANT FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues:</b>				
Intergovernmental. . . . .	\$ -	\$ 8,000	\$ 8,000	\$ -
Total revenues. . . . .	-	8,000	8,000	-
<b>Expenditures:</b>				
Current:				
Support services:				
Instructional staff:				
Purchased services . . . . .	-	8,000	8,000	-
Total expenditures . . . . .	-	8,000	8,000	-
Net change in fund balance. . . . .	-	-	-	-
<b>Fund balance at beginning of year . . . . .</b>	-	-	-	-
<b>Prior year encumbrances appropriated . .</b>	-	-	-	-
<b>Fund balance at end of year. . . . .</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
CAREER EDUCATION PROGRAM FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Expenditures:</b>				
Current:				
Support services:				
Pupils:				
Purchased services . . . . .	<u>\$ 57</u>	<u>\$ 57</u>	<u>\$ 57</u>	<u>\$ -</u>
Total expenditures . . . . .	<u>57</u>	<u>57</u>	<u>57</u>	<u>-</u>
Net change in fund balance . . . . .	(57)	(57)	(57)	-
<b>Fund balance at beginning of year . . . . .</b>	<u>57</u>	<u>57</u>	<u>57</u>	<u>-</u>
<b>Fund balance at end of year. . . . .</b>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
ADULT BASIC EDUCATION FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues:</b>				
Intergovernmental . . . . .	\$ 82,239	\$ 69,369	\$ 69,369	\$ -
Total revenues. . . . .	<u>82,239</u>	<u>69,369</u>	<u>69,369</u>	<u>-</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Adult/Continuing:				
Salaries and wages . . . . .	55,067	45,938	45,938	-
Fringe benefits . . . . .	<u>8,993</u>	<u>7,296</u>	<u>7,296</u>	<u>-</u>
Total instruction. . . . .	<u>64,060</u>	<u>53,234</u>	<u>53,234</u>	<u>-</u>
Support services:				
Instructional staff:				
Salaries and wages . . . . .	42,613	39,196	39,196	-
Fringe benefits . . . . .	7,033	7,462	6,233	1,229
Purchased services . . . . .	<u>2,130</u>	<u>2,040</u>	<u>2,040</u>	<u>-</u>
Total support services. . . . .	<u>51,776</u>	<u>48,698</u>	<u>47,469</u>	<u>1,229</u>
 Total expenditures . . . . .	 <u>115,836</u>	 <u>101,932</u>	 <u>100,703</u>	 <u>1,229</u>
Excess of revenues over (under) expenditures . . . . .	<u>(33,597)</u>	<u>(32,563)</u>	<u>(31,334)</u>	<u>1,229</u>
<b>Other financing sources:</b>				
Advances in . . . . .	<u>6,606</u>	<u>5,572</u>	<u>5,572</u>	<u>-</u>
Total other financing sources. . . . .	<u>6,606</u>	<u>5,572</u>	<u>5,572</u>	<u>-</u>
Net change in fund balance. . . . .	(26,991)	(26,991)	(25,762)	1,229
<b>Fund balance at beginning of year . . . . .</b>	<u>26,991</u>	<u>26,991</u>	<u>26,991</u>	<u>-</u>
<b>Fund balance at end of year. . . . .</b>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 1,229</u></u>	<u><u>\$ 1,229</u></u>

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
IDEA, PART B SPECIAL EDUCATION FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<b>Budgeted Amounts</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>Revenues:</b>				
Intergovernmental. . . . .	\$ 978,812	\$ 974,298	\$ 974,298	\$ -
Total revenues. . . . .	<u>978,812</u>	<u>974,298</u>	<u>974,298</u>	<u>-</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Special:				
Purchased services . . . . .	592,718	505,999	501,934	4,065
Supplies . . . . .	5,027	4,598	4,567	31
Total instruction. . . . .	<u>597,745</u>	<u>510,597</u>	<u>506,501</u>	<u>4,096</u>
Support services:				
Pupil:				
Purchased services . . . . .	85,000	171,609	170,849	760
Instructional staff:				
Salaries and wages . . . . .	36,434	36,428	36,294	134
Fringe benefits . . . . .	36,355	38,671	33,841	4,830
Purchased services . . . . .	137,671	131,387	125,682	5,705
Supplies . . . . .	1,000	1,000	1,000	-
Total instructional staff . . . . .	<u>211,460</u>	<u>207,486</u>	<u>196,817</u>	<u>10,669</u>
Total support services . . . . .	<u>296,460</u>	<u>379,095</u>	<u>367,666</u>	<u>11,429</u>
Operation of non-instructional services:				
Community services:				
Purchased services . . . . .	142,984	117,462	117,462	-
Supplies . . . . .	7	1,517	1,469	48
Capital outlay . . . . .	-	24,012	24,012	-
Total operation of non-instructional services . . . . .	<u>142,991</u>	<u>142,991</u>	<u>142,943</u>	<u>48</u>
Total expenditures . . . . .	<u>1,037,196</u>	<u>1,032,683</u>	<u>1,017,110</u>	<u>15,573</u>
Excess of revenues over (under) expenditures . . . . .	<u>(58,384)</u>	<u>(58,385)</u>	<u>(42,812)</u>	<u>15,573</u>
<b>Other financing sources (uses):</b>				
Refund of prior year's (receipts). . . . .	(2)	(2)	(2)	-
Advances in . . . . .	-	-	227,268	227,268
Advances (out) . . . . .	-	(227,268)	(227,268)	-
Total other financing sources (uses) . . . . .	<u>(2)</u>	<u>(227,270)</u>	<u>(2)</u>	<u>227,268</u>
Net change in fund balance. . . . .	(58,386)	(285,655)	(42,814)	242,841
<b>Fund balance at beginning of year . . . . .</b>	17,268	17,268	17,268	-
<b>Prior year encumbrances appropriated . . . . .</b>	41,116	41,116	41,116	-
<b>Fund balance at end of year. . . . .</b>	<u>\$ (2)</u>	<u>\$ (227,271)</u>	<u>\$ 15,570</u>	<u>\$ 242,841</u>

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
ENERGY AUDIT FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Fund balance at beginning of year . . . . .</b>	<u>\$ 786</u>	<u>\$ 786</u>	<u>\$ 786</u>	<u>\$ -</u>
<b>Fund balance at end of year. . . . .</b>	<u><u>\$ 786</u></u>	<u><u>\$ 786</u></u>	<u><u>\$ 786</u></u>	<u><u>\$ -</u></u>

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
TITLE V FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<b>Budgeted Amounts</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>Revenues:</b>				
Intergovernmental . . . . .	\$ 12,847	\$ 12,847	\$ 12,847	\$ -
Total revenues. . . . .	12,847	12,847	12,847	-
<b>Expenditures:</b>				
Current:				
Support services:				
Instructional staff:				
Salaries and wages . . . . .	9,450	9,450	9,450	-
Fringe benefits . . . . .	1,434	1,434	1,434	-
Total support services . . . . .	10,884	10,884	10,884	-
Operation of non-instructional services:				
Community services:				
Supplies . . . . .	1,986	1,986	1,958	28
Total expenditures . . . . .	12,870	12,870	12,842	28
Net change in fund balance . . . . .	(23)	(23)	5	28
<b>Fund balance at beginning of year . . . . .</b>	25	25	25	-
<b>Fund balance at end of year. . . . .</b>	<u>\$ 2</u>	<u>\$ 2</u>	<u>\$ 30</u>	<u>\$ 28</u>

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
DRUG FREE SCHOOLS GRANT FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues:</b>				
Intergovernmental . . . . .	\$ 9,684	\$ 9,684	\$ 9,684	\$ -
Total revenues. . . . .	<u>9,684</u>	<u>9,684</u>	<u>9,684</u>	<u>-</u>
<b>Expenditures:</b>				
Current:				
Support services:				
Pupils:				
Salaries and wages . . . . .	9,042	9,042	9,042	-
Operation of non-instructional services:				
Community services:				
Purchased services . . . . .	642	-	-	-
Supplies . . . . .	<u>-</u>	<u>642</u>	<u>642</u>	<u>-</u>
Total expenditures . . . . .	<u>9,684</u>	<u>9,684</u>	<u>9,684</u>	<u>-</u>
Net change in fund balance . . . . .	-	-	-	-
<b>Fund balance at beginning of year . . . . .</b>	-	-	-	-
<b>Prior year encumbrances appropriated . .</b>	-	-	-	-
<b>Fund balance at end of year. . . . .</b>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>



**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
EARLY CHILDHOOD EDUCATION DEVELOPMENT FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<b>Budgeted Amounts</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>Revenues:</b>				
Intergovernmental. . . . .	\$ 25,494	\$ 22,869	\$ 22,869	\$ -
Total revenues. . . . .	<u>25,494</u>	<u>22,869</u>	<u>22,869</u>	<u>-</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Special:				
Supplies . . . . .	4,795	3,080	2,916	164
Support services:				
Pupil:				
Salaries and wages . . . . .	14,693	12,470	12,469	1
Fringe benefits . . . . .	6,161	5,505	5,504	1
Capital outlay . . . . .	-	2,146	2,146	-
Total pupil . . . . .	<u>20,854</u>	<u>20,121</u>	<u>20,119</u>	<u>2</u>
Instructional staff:				
Purchased services . . . . .	<u>1,400</u>	<u>1,225</u>	<u>1,225</u>	<u>-</u>
Total expenditures . . . . .	<u>27,049</u>	<u>24,426</u>	<u>24,260</u>	<u>166</u>
Excess of revenues over (under) expenditures . . . . .	<u>(1,555)</u>	<u>(1,557)</u>	<u>(1,391)</u>	<u>166</u>
<b>Other financing sources (uses):</b>				
Advances in . . . . .	-	-	4,080	4,080
Advances (out) . . . . .	-	(4,080)	(4,080)	-
Total other financing sources (uses). . . . .	<u>-</u>	<u>(4,080)</u>	<u>-</u>	<u>4,080</u>
Net change in fund balance . . . . .	(1,555)	(5,637)	(1,391)	4,246
<b>Fund balance at beginning of year . . . . .</b>	1,389	1,389	1,389	-
<b>Prior year encumbrances appropriated . .</b>	164	164	164	-
<b>Fund balance at end of year. . . . .</b>	<u>\$ (2)</u>	<u>\$ (4,084)</u>	<u>\$ 162</u>	<u>\$ 4,246</u>

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
E-RATE GRANT FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Fund balance at beginning of year . . . . .</b>	\$ 2,089	\$ 2,089	\$ 2,089	\$ -
<b>Fund balance at end of year. . . . .</b>	<u>\$ 2,089</u>	<u>\$ 2,089</u>	<u>\$ 2,089</u>	<u>\$ -</u>

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
IMPROVING TEACHER QUALITY FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<b>Budgeted Amounts</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>Revenues:</b>				
Intergovernmental . . . . .	\$ 68,178	\$ 66,410	\$ 66,410	\$ -
Total revenues. . . . .	68,178	66,410	66,410	-
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular:				
Salaries and wages . . . . .	34,735	34,735	34,735	-
Fringe benefits . . . . .	9,299	9,299	9,299	-
Total instruction. . . . .	44,034	44,034	44,034	-
Support services:				
Instructional staff:				
Salaries and wages . . . . .	17,758	15,409	15,262	147
Fringe benefits . . . . .	3,083	2,750	2,384	366
Purchased services . . . . .	6,845	7,885	7,885	-
Supplies . . . . .	7,630	7,304	6,539	765
Total support services. . . . .	35,316	33,348	32,070	1,278
Operation of non-instructional services:				
Community services:				
Purchased services . . . . .	1,178	1,178	1,140	38
Total operation of non-instructional services . .	1,178	1,178	1,140	38
Total expenditures . . . . .	80,528	78,560	77,244	1,316
Excess of revenues over (under) expenditures . . . . .	(12,350)	(12,150)	(10,834)	1,316
<b>Other financing sources:</b>				
Advances in . . . . .	7,700	7,500	7,500	-
Total other financing sources . . . . .	7,700	7,500	7,500	-
Net change in fund balance . . . . .	(4,650)	(4,650)	(3,334)	1,316
<b>Fund balance at beginning of year . . . . .</b>	2,022	2,022	2,022	-
<b>Prior year encumbrances appropriated . .</b>	2,628	2,628	2,628	-
<b>Fund balance at end of year. . . . .</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,316</u>	<u>\$ 1,316</u>

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

COMBINING BALANCE SHEET  
NONMAJOR CAPITAL PROJECTS FUNDS  
JUNE 30, 2006

	<b>Permanent Improvement</b>	<b>Building</b>	<b>Total Nonmajor Capital Projects Funds</b>
<b>Assets:</b>			
Equity in pooled cash and cash equivalents. . .	\$ 54,930	\$ 118,693	\$ 173,623
Total assets. . . . .	<u>\$ 54,930</u>	<u>\$ 118,693</u>	<u>\$ 173,623</u>
<b>Liabilities:</b>			
Accounts payable. . . . .	\$ 15,724	\$ 197	\$ 15,921
Total liabilities. . . . .	<u>15,724</u>	<u>197</u>	<u>15,921</u>
<b>Fund Balances:</b>			
Reserved for encumbrances . . . . .	3,638	11,881	15,519
Unreserved, undesignated, reported in:			
Capital projects . . . . .	<u>35,568</u>	<u>106,615</u>	<u>142,183</u>
Total fund balances . . . . .	<u>39,206</u>	<u>118,496</u>	<u>157,702</u>
Total liabilities and fund balances . . . . .	<u>\$ 54,930</u>	<u>\$ 118,693</u>	<u>\$ 173,623</u>

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
NONMAJOR CAPITAL PROJECTS FUNDS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<u>Permanent Improvement</u>	<u>Building</u>	<u>School Net Plus</u>	<u>Total Nonmajor Capital Projects Funds</u>
<b>Revenues:</b>				
From local sources:				
Earnings on investments . . . . .	\$ 2,353	\$ 7,465	\$ -	\$ 9,818
Other local revenues . . . . .	<u>-</u>	<u>14,500</u>	<u>-</u>	<u>14,500</u>
Total revenue . . . . .	<u>2,353</u>	<u>21,965</u>	<u>-</u>	<u>24,318</u>
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular. . . . .	-	-	130	130
Facilities acquisition and construction . . . .	<u>21,614</u>	<u>265,808</u>	<u>-</u>	<u>287,422</u>
Total expenditures . . . . .	<u>21,614</u>	<u>265,808</u>	<u>130</u>	<u>287,552</u>
Net change in fund balances . . . . .	(19,261)	(243,843)	(130)	(263,234)
<b>Fund balances at beginning of year . . . . .</b>	<u>58,467</u>	<u>362,339</u>	<u>130</u>	<u>420,936</u>
<b>Fund balances at end of year. . . . .</b>	<u><u>\$ 39,206</u></u>	<u><u>\$ 118,496</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 157,702</u></u>

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
PERMANENT IMPROVEMENT FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues:</b>				
From local sources:				
Earnings on investments . . . . .	\$ 100,000	\$ -	\$ 2,353	\$ 2,353
Total revenues. . . . .	<u>100,000</u>	<u>-</u>	<u>2,353</u>	<u>2,353</u>
<b>Expenditures:</b>				
Capital outlay:				
Site improvement services:				
Purchased services . . . . .	20,151	20,151	16,250	3,901
Capital outlay . . . . .	<u>25,000</u>	<u>25,000</u>	<u>1,140</u>	<u>23,860</u>
Total capital outlay . . . . .	<u>45,151</u>	<u>45,151</u>	<u>17,390</u>	<u>27,761</u>
Total expenditures . . . . .	<u>45,151</u>	<u>45,151</u>	<u>17,390</u>	<u>27,761</u>
Net change in fund balance . . . . .	54,849	(45,151)	(15,037)	30,114
<b>Fund balance at beginning of year . . . . .</b>	48,316	48,316	48,316	-
<b>Prior year encumbrances appropriated . .</b>	10,151	10,151	10,151	-
<b>Fund balance at end of year. . . . .</b>	<u>\$ 113,316</u>	<u>\$ 13,316</u>	<u>\$ 43,430</u>	<u>\$ 30,114</u>

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
BUILDING FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<b>Budgeted Amounts</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>Revenues:</b>				
From local sources:				
Earnings on investments . . . . .	\$ 1,647	\$ 1,647	\$ 7,119	\$ 5,472
Other local revenues . . . . .	1,503	1,503	6,500	4,997
Total revenues. . . . .	<u>3,150</u>	<u>3,150</u>	<u>13,619</u>	<u>10,469</u>
<b>Expenditures:</b>				
Capital outlay:				
Site acquisition services:				
Capital outlay . . . . .	-	3,200	3,200	-
Total site acquisition services . . . . .	<u>-</u>	<u>3,200</u>	<u>3,200</u>	<u>-</u>
Building acquisition and construction services:				
Purchased services . . . . .	270,530	282,402	282,402	-
Supplies . . . . .	7,654	6,554	5,840	714
Capital outlay . . . . .	6,386	13,777	13,777	-
Total building acquisition and construction services.	<u>284,570</u>	<u>302,733</u>	<u>302,019</u>	<u>714</u>
Building improvement services:				
Capital outlay . . . . .	70,000	64,432	-	64,432
Total capital outlay . . . . .	<u>354,570</u>	<u>370,365</u>	<u>305,219</u>	<u>65,146</u>
Total expenditures . . . . .	<u>354,570</u>	<u>370,365</u>	<u>305,219</u>	<u>65,146</u>
Excess of revenues over (under) expenditures . . . . .	<u>(351,420)</u>	<u>(367,215)</u>	<u>(291,600)</u>	<u>75,615</u>
<b>Other financing sources (uses):</b>				
Refund of prior year's expenditures . . . . .	1,850	1,850	8,000	6,150
Total other financing sources (uses) . . . . .	<u>1,850</u>	<u>1,850</u>	<u>8,000</u>	<u>6,150</u>
Net change in fund balance . . . . .	(349,570)	(365,365)	(283,600)	81,765
<b>Fund balance at beginning of year . . . . .</b>	150,300	150,300	150,300	-
<b>Prior year encumbrances appropriated . . . . .</b>	239,570	239,570	239,570	-
<b>Fund balance at end of year. . . . .</b>	<u>\$ 40,300</u>	<u>\$ 24,505</u>	<u>\$ 106,270</u>	<u>\$ 81,765</u>

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
SCHOOL NET PLUS FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Expenditures:</b>				
Current:				
Instruction:				
Regular:				
Capital outlay . . . . .	\$ 130	\$ 130	\$ 130	\$ -
Total expenditures . . . . .	130	130	130	-
Net change in fund balance . . . . .	(130)	(130)	(130)	-
<b>Fund balance at beginning of year . . . . .</b>	130	130	130	-
<b>Fund balance at end of year. . . . .</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>



**WESTLAKE CITY SCHOOL DISTRICT**  
**CUYAHOGA COUNTY, OHIO**  
PROPRIETARY FUND DESCRIPTIONS

**Nonmajor Internal Service Fund**

Internal service funds account for the financing of goods or services provided by one department or agency of the District to other departments or agencies on a cost-reimbursement basis. Charges are intended to recoup the total cost of such services.

***Self Insurance Fund***

A fund used to account for a self-insurance program which provides medical, dental and vision benefits to employees.

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
SELF INSURANCE FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<b>Budgeted Amounts</b>			<b>Variance with Final Budget Positive (Negative)</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>Operating revenues:</b>				
Charges for services . . . . .	\$ 5,727,229	\$ 5,727,229	\$ 5,845,122	\$ 117,893
Total operating revenues . . . . .	<u>5,727,229</u>	<u>5,727,229</u>	<u>5,845,122</u>	<u>117,893</u>
<b>Operating expenses:</b>				
Claims expenses . . . . .	<u>5,642,446</u>	<u>5,642,446</u>	<u>5,452,105</u>	<u>190,341</u>
Total operating expenses . . . . .	<u>5,642,446</u>	<u>5,642,446</u>	<u>5,452,105</u>	<u>190,341</u>
Operating income (loss) . . . . .	<u>84,783</u>	<u>84,783</u>	<u>393,017</u>	<u>308,234</u>
<b>Nonoperating revenues:</b>				
Refund of prior year expenditures. . . . .	<u>32,771</u>	<u>32,771</u>	<u>33,446</u>	<u>675</u>
Total nonoperating revenues . . . . .	<u>32,771</u>	<u>32,771</u>	<u>33,446</u>	<u>675</u>
Net change in fund balance . . . . .	117,554	117,554	426,463	308,909
<b>Fund balance at beginning of year . . . . .</b>	1,052,241	1,052,241	1,052,241	-
<b>Prior year encumbrances appropriated . . . . .</b>	42,446	42,446	42,446	-
<b>Fund balance at end of year. . . . .</b>	<u>\$ 1,212,241</u>	<u>\$ 1,212,241</u>	<u>\$ 1,521,150</u>	<u>\$ 308,909</u>

**WESTLAKE CITY SCHOOL DISTRICT**  
**CUYAHOGA COUNTY, OHIO**  
**FIDUCIARY FUND DESCRIPTIONS**

**Fiduciary Funds**

Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into two classifications: private purpose trust and agency funds. Private purpose trust funds are used to account for assets held by the District under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the District's own programs. Agency funds are purely custodial (assets equal liabilities) and thus do not involve the measurement of results

**Private-Purpose Trust Funds**

***Scholarship Fund***

A fund provided to account for monies set aside from endowments for scholarships for students enrolled in the District. The principal and income from such a fund may be expended.

**Agency Funds**

***Student Activities***

This fund reflects resources that belong to the student bodies of various schools, accounting for sale and other revenue generating activities.

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**STATEMENT OF FIDUCIARY NET ASSETS  
FIDUCIARY FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006**

	<u><b>Scholarship Fund</b></u>
<b>Assets:</b>	
Equity in pooled cash and cash equivalents . . . . .	<u>\$ 29,195</u>
Total assets . . . . .	<u>29,195</u>
<b>Net Assets:</b>	
Held in trust for scholarships . . . . .	<u>29,195</u>
Total net assets . . . . .	<u><u>\$ 29,195</u></u>

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
FIDUCIARY FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<u>Scholarship Fund</u>
<b>Additions:</b>	
Interest . . . . .	<u>\$ 1,215</u>
Change in net assets . . . . .	1,215
<b>Net assets at beginning of year . . . . .</b>	<u>27,980</u>
<b>Net assets at end of year. . . . .</b>	<u><u>\$ 29,195</u></u>

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN  
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)  
SCHOLARSHIP FUND  
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	<u>Budgeted Amounts</u>			<b>Variance with Final Budget Positive (Negative)</b>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues:</b>				
From local sources:				
Earnings on investments . . . . .	\$ 500	\$ 500	\$ 1,215	\$ 715
Total revenues. . . . .	<u>500</u>	<u>500</u>	<u>1,215</u>	<u>715</u>
Net change in fund balance . . . . .	500	500	1,215	715
<b>Fund balance at beginning of year . . . . .</b>	<u>27,980</u>	<u>27,980</u>	<u>27,980</u>	<u>-</u>
<b>Fund balance at end of year. . . . .</b>	<u><u>\$ 28,480</u></u>	<u><u>\$ 28,480</u></u>	<u><u>\$ 29,195</u></u>	<u><u>\$ 715</u></u>

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
AGENCY FUND  
JUNE 30, 2006**

	<b>Beginning Balance July 1, 2005</b>	<b>Additions</b>	<b>Deletions</b>	<b>Ending Balance June 30, 2006</b>
<b>Student Activities</b>				
<b>Assets:</b>				
Equity in pooled cash and cash equivalents . . . . .	\$ 225,002	\$ 332,485	\$ 345,297	\$ 212,190
Total assets . . . . .	<u>\$ 225,002</u>	<u>\$ 332,485</u>	<u>\$ 345,297</u>	<u>\$ 212,190</u>
<b>Liabilities:</b>				
Accounts payable . . . . .	\$ 1,574	\$ -	\$ 1,574	\$ -
Due to students . . . . .	<u>223,428</u>	<u>332,485</u>	<u>343,723</u>	<u>212,190</u>
Total liabilities. . . . .	<u>\$ 225,002</u>	<u>\$ 332,485</u>	<u>\$ 345,297</u>	<u>\$ 212,190</u>

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**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**STATISTICAL SECTION**

This part of the Westlake City 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 District's overall financial health.

<b><u>Contents</u></b>	<b><u>Page</u></b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	<b>118-129</b>
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	<b>130-137</b>
<b>Debt Capacity</b> These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	<b>138-141</b>
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	<b>142-143</b>
<b>Operating Information</b> These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.	<b>144-151</b>

**Sources:** Sources are noted on the individual schedules. The District implemented GASB Statement 34 in 2001; schedules presenting government-wide information include information beginning in that year.

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

NET ASSETS BY COMPONENT  
LAST SIX FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)

	<u>2006</u>	<u>2005</u>	<u>2004 (1)</u>	<u>2003</u>
<b>Governmental activities</b>				
Invested in capital assets, net of related debt	\$ 22,301,426	\$ 23,730,387	\$ 23,293,698	\$ 18,625,939
Restricted	4,860,941	2,623,364	2,109,310	3,722,056
Unrestricted (Deficit)	(2,954,828)	(4,286,694)	(1,968,260)	(456,470)
Total governmental activities net assets	<u>\$ 24,207,539</u>	<u>\$ 22,067,057</u>	<u>\$ 23,434,748</u>	<u>\$ 21,891,525</u>

**Source:** School District financial records.

(1) Amounts have been restated from those reported in the original CAFR to reflect changes in accounting principle and/or prior period adjustments.

<u>2002</u>		<u>2001</u>	
\$	16,650,496	\$	15,345,133
	4,858,187		4,298,219
	410,444		(5,039,463)
<u>\$</u>	<u>21,919,127</u>	<u>\$</u>	<u>14,603,889</u>

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

CHANGES IN NET ASSETS  
LAST SIX FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)

	<u>2006</u>	<u>2005</u>	<u>2004 (1)</u>	<u>2003</u>
<b>Expenses</b>				
Governmental activities:				
Instruction:				
Regular	\$ 20,190,940	\$ 20,578,822	\$ 20,669,591	\$ 18,915,663
Special	3,555,142	3,801,153	3,597,814	3,405,179
Vocational	477,265	475,462	469,663	392,114
Adult/Continuing	56,634	45,809	70,955	58,192
Other instructional	1,214,300	-	-	-
Support services:				
Pupil	2,963,597	2,625,987	2,481,334	2,184,689
Instructional staff	2,671,046	2,790,065	2,897,289	1,977,693
Board of education	27,125	29,261	2,066	79,923
Administration	2,829,414	2,890,037	2,884,080	2,674,304
Fiscal	1,084,520	1,071,904	1,003,922	936,066
Business	394,801	439,462	245,822	358,033
Operations and maintenance	4,126,995	3,745,704	3,682,109	3,358,389
Pupil transportation	3,307,927	3,752,277	3,408,168	3,456,556
Central	142,244	187,161	147,463	134,189
Operation of non-instructional services				
Food service operations	927,577	961,507	935,514	816,766
Other non-instructional services	273,130	978,734	758,102	802,918
Extracurricular activities	1,352,070	1,359,205	1,386,634	1,192,747
Intergovernmental pass-through	423,059	-	-	-
Interest and fiscal charges	1,304,616	1,436,038	1,561,790	1,773,682
Total governmental activities expenses	<u>\$ 47,322,402</u>	<u>\$ 47,168,588</u>	<u>\$ 46,202,316</u>	<u>\$ 42,517,103</u>

	<u>2002</u>		<u>2001</u>
\$	18,561,778	\$	17,899,511
	3,320,191		3,096,309
	308,959		985,007
	39,473		28,445
	-		-
	2,187,073		2,052,453
	1,987,734		1,830,028
	27,743		15,090
	2,505,538		2,352,216
	1,072,157		785,636
	402,168		336,837
	3,185,520		3,496,070
	2,766,196		3,046,466
	145,174		91,221
	786,465		827,579
	711,847		758,908
	1,382,233		1,134,802
	-		-
	1,687,411		1,778,329
\$	<u>41,077,660</u>	\$	<u>40,514,907</u>

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

CHANGES IN NET ASSETS - (Continued)  
LAST SIX FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)

<b>Program Revenues</b>	<b>2006</b>	<b>2005</b>	<b>2004 (1)</b>	<b>2003</b>
Governmental activities:				
Charges for services:				
Instruction:				
Regular	\$ 109,724	\$ 118,064	\$ 149,346	\$ 157,176
Special	-	9,560	-	-
Vocational	-	1,373	-	-
Support services:				
Pupil	-	7,373	-	-
Instructional staff	-	7,159	-	-
Board of education	-	869	-	674
Administration	128,000	93,025	-	87,604
Fiscal	-	3,158	-	-
Business	-	1,294	-	-
Operations and maintenance	83,044	10,940	54,545	51,146
Pupil transportation	22,242	10,071	33,151	-
Central	-	373	-	-
Operation of non-instructional services:				
Food service operations	867,448	836,920	755,888	717,887
Other non-instructional services	212,786	225,021	314,571	238,959
Extracurricular activities	533,335	503,064	535,955	506,141
Operating grants and contributions:				
Instruction:				
Regular	46,455	41,326	79,428	152,704
Special	417,238	553,493	750,363	498,630
Adult/Continuing	65,289	44,631	79,168	46,813
Support services:				
Pupil	183,967	57,663	28,562	87,629
Instructional staff	258,771	223,372	81,765	81,482
Board of education	-	-	-	-
Administration	-	-	-	4,172
Operations and maintenance	-	3,770	-	3,338
Central	34,759	33,685	35,176	38,521
Operation of non-instructional services				
Food service operations	139,300	101,685	106,374	-
Other non-instructional services	130,944	622,368	494,652	556,992
Extracurricular activities	107,659	72,493	84,547	32,156
Intergovernmental pass-through	499,749	-	-	-
Capital grants and contributions:				
Instruction:				
Regular	-	36,225	-	-
Support services:				
Operations and maintenance	-	-	-	-
Pupil transportation	-	-	19,066	-
Operation of non-instructional services	-	-	-	-
Total governmental program revenues	<u>\$ 3,840,710</u>	<u>\$ 3,618,975</u>	<u>\$ 3,602,557</u>	<u>\$ 3,262,024</u>
<b>Net (Expense)/Revenue</b>				
Governmental activities	<u>\$ (43,481,692)</u>	<u>\$ (43,549,613)</u>	<u>\$ (42,599,759)</u>	<u>\$ (39,255,079)</u>

<b>2002</b>		<b>2001</b>	
\$	147,691	\$	93,043
	-		107,654
	-		-
	-		-
	-		-
	-		-
	112,284		107,515
	-		15,682
	21,412		4,512
	55,842		78,846
	-		8,699
	-		-
	676,691		698,438
	200,098		207,749
	439,863		475,252
	56,101		164,714
	339,973		302,800
	44,127		-
	86,052		77,659
	83,780		63,614
	42		1,325
	3,143		1,180
	3,666		3,899
	38,137		35,593
	58,071		62,612
	497,765		456,076
	65,425		44,342
	-		-
	-		-
	1,100		193,211
	46,157		49,910
	-		-
\$	2,977,420	\$	3,254,325
\$	(38,100,240)	\$	(37,260,582)

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

CHANGES IN NET ASSETS - (Continued)  
LAST SIX FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)

	<u>2006</u>	<u>2005</u>	<u>2004 (1)</u>	<u>2003</u>
<b>General Revenues and Other Changes in Net Assets</b>				
Governmental activities:				
Property taxes levied for:				
General purposes	\$ 33,550,807	\$ 30,545,074	\$ 32,333,981	\$ 28,045,815
Debt service	3,894,057	3,591,433	4,119,328	3,292,240
Grants and entitlements not restricted				
to specific programs	7,357,649	7,522,123	7,315,688	7,356,828
Investment earnings	730,754	397,000	282,326	407,405
Miscellaneous	88,907	126,292	91,659	125,189
Total governmental activities	<u>\$ 45,622,174</u>	<u>\$ 42,181,922</u>	<u>\$ 44,142,982</u>	<u>\$ 39,227,477</u>
<b>Change in Net Assets</b>				
Governmental activities	<u>\$ 2,140,482</u>	<u>\$ (1,367,691)</u>	<u>\$ 1,543,223</u>	<u>\$ (27,602)</u>

**Source:** School District financial records.

(1) Amounts have been restated from those reported in the original CAFR to reflect changes in accounting principle and/or prior period adjustments.



<u>2002</u>	<u>2001</u>
\$ 34,584,031	\$ 28,719,927
3,542,274	3,412,025
6,865,844	6,222,333
370,873	773,708
52,456	1,124
<u>\$ 45,415,478</u>	<u>\$ 39,129,117</u>
<u>\$ 7,315,238</u>	<u>\$ 1,868,535</u>

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

FUND BALANCES, GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
General Fund:				
Reserved	\$ 4,585,206	\$ 5,422,395	\$ 6,305,643	\$ 4,769,165
Unreserved	<u>(2,690,676)</u>	<u>(1,956,239)</u>	<u>897,476</u>	<u>1,704,821</u>
Total general fund	<u>\$ 1,894,530</u>	<u>\$ 3,466,156</u>	<u>\$ 7,203,119</u>	<u>\$ 6,473,986</u>
All Other Governmental Funds:				
Reserved	\$ 4,019,137	\$ 863,335	\$ 5,455,916	\$ 1,219,840
Unreserved, reported in:				
Special revenue funds	604,950	301,564	567,848	581,585
Capital projects funds	142,183	182,055	506,831	8,286,260
Debt service funds	<u>-</u>	<u>2,954,018</u>	<u>2,960,566</u>	<u>2,395,910</u>
Total all other governmental funds	<u>\$ 4,766,270</u>	<u>\$ 4,300,972</u>	<u>\$ 9,491,161</u>	<u>\$ 12,483,595</u>
Total governmental funds	<u>\$ 6,660,800</u>	<u>\$ 7,767,128</u>	<u>\$ 16,694,280</u>	<u>\$ 18,957,581</u>

**Source:** School District financial records.

- (1) Amounts have been restated from those reported in the original CAFR to reflect changes in accounting principle and/or prior period adjustments.

<b>2002</b>	<b>2001</b>	<b>2000 (1)</b>	<b>1999</b>	<b>1998</b>	<b>1997</b>
\$ 7,342,773 678,909	\$ 3,399,535 (274,428)	\$ 3,255,771 (1,321,276)	\$ 4,347,857 (587,742)	\$ 2,127,119 (83,403)	\$ 1,690,309 (1,025,512)
<u>\$ 8,021,682</u>	<u>\$ 3,125,107</u>	<u>\$ 1,934,495</u>	<u>\$ 3,760,115</u>	<u>\$ 2,043,716</u>	<u>\$ 664,797</u>
\$ 1,069,603	\$ 625,977	\$ 1,471,207	\$ 1,632,350	\$ 6,544,888	\$ 4,710,706
594,940	626,819	541,856	401,929	374,552	407,232
1,174,376	1,142,998	1,410,601	1,992,995	5,413,589	20,010,430
<u>1,951,208</u>	<u>1,781,567</u>	<u>1,541,847</u>	<u>1,299,655</u>	<u>1,099,743</u>	<u>1,581,321</u>
<u>\$ 4,790,127</u>	<u>\$ 4,177,361</u>	<u>\$ 4,965,511</u>	<u>\$ 5,326,929</u>	<u>\$ 13,432,772</u>	<u>\$ 26,709,689</u>
<u>\$ 12,811,809</u>	<u>\$ 7,302,468</u>	<u>\$ 6,900,006</u>	<u>\$ 9,087,044</u>	<u>\$ 15,476,488</u>	<u>\$ 27,374,486</u>

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
<b>Revenues</b>					
From local sources:					
Taxes	\$ 37,291,262	\$ 33,898,407	\$ 36,863,886	\$ 30,876,368	\$ 37,510,455
Tuition	411,740	603,441	726,473	715,411	628,830
Transportation fees	22,242	-	-	-	-
Charges for services	867,448	873,361	773,199	734,988	715,278
Earnings on investments	664,008	397,000	284,238	407,405	371,759
Extracurricular	297,213	319,623	289,239	258,838	253,931
Classroom materials and fees	274,892	-	-	-	-
Contributions and donations	108,268	72,893	84,224	32,156	66,691
Rentals	83,044	31,839	54,545	50,350	55,842
Other local revenues	88,907	126,292	91,659	125,189	52,030
Intergovernmental	9,236,576	9,120,922	9,041,153	8,776,049	8,120,366
Total revenues	<u>49,345,600</u>	<u>45,443,778</u>	<u>48,208,616</u>	<u>41,976,754</u>	<u>47,775,182</u>
<b>Expenditures</b>					
Current:					
Instruction:					
Regular	20,396,901	20,122,682	19,966,271	18,063,764	18,265,000
Special	3,706,841	3,673,697	3,450,581	3,372,679	3,219,762
Vocational	464,226	463,537	456,127	382,559	293,653
Adult/Continuing	63,625	45,101	64,786	58,078	39,473
Other	1,188,732	-	-	-	-
Current:					
Pupil	2,997,879	2,528,374	2,364,661	2,071,929	2,067,422
Instructional staff	2,728,165	2,798,253	2,572,913	1,998,084	1,946,930
Board of education	27,125	29,985	1,342	32,633	27,743
Administration	2,868,430	2,893,638	2,693,589	2,563,907	2,267,068
Fiscal	1,107,229	1,090,299	984,521	914,567	1,059,205
Business	424,687	465,880	280,150	260,981	279,895
Operations and maintenance	3,837,147	3,981,154	3,485,862	3,230,539	3,165,275
Pupil transportation	3,246,356	3,557,715	3,147,406	3,307,033	2,649,378
Central	140,866	189,052	161,673	128,603	135,190
Operation of non-instructional services:					
Food service operations	925,578	992,600	873,448	796,763	813,300
Other non-instructional services	319,123	1,044,258	666,651	756,871	701,145
Extracurricular activities	1,370,828	1,344,416	1,363,726	1,170,928	1,362,764
Intergovernmental pass-through	416,437	-	-	-	-
Facilities acquisitions and construction	305,272	-	-	-	-
Capital outlay	-	4,939,263	4,079,092	1,788,880	518,067
Debt service:					
Principal retirement	2,722,834	2,896,791	2,313,518	1,916,738	1,760,472
Interest and fiscal charges	1,193,647	1,331,337	1,559,585	1,766,888	1,694,525
Bond issuance costs	-	-	165,194	122,152	-
Total expenditures	<u>50,451,928</u>	<u>54,388,032</u>	<u>50,651,096</u>	<u>44,704,576</u>	<u>42,266,267</u>
Excess of revenues over (under) expenditures	(1,106,328)	(8,944,254)	(2,442,480)	(2,727,822)	5,508,915
<b>Other Financing Sources (Uses)</b>					
Transfers in	10,000	135,000	185,000	531,199	631,997
Transfers (out)	(10,000)	(135,000)	(185,000)	(531,199)	(631,997)
Payment to refunded bond escrow agent	-	-	(15,886,812)	-	-
Sale of assets	-	-	200	2,074	426
Inception of Lease	-	17,102	-	-	-
Bonds issued	-	-	13,925,000	8,700,000	-
Premium on bonds	-	-	2,140,791	171,520	-
Total other financing sources (uses)	<u>-</u>	<u>17,102</u>	<u>179,179</u>	<u>8,873,594</u>	<u>426</u>
Net change in fund balances	<u>\$ (1,106,328)</u>	<u>\$ (8,927,152)</u>	<u>\$ (2,263,301)</u>	<u>\$ 6,145,772</u>	<u>\$ 5,509,341</u>
Debt service as a percentage of expenditures	7.76%	7.77%	7.97%	8.51%	8.17%

**Source:** School District financial records.

(1) Amounts have been restated from those reported in the original CAFR to reflect changes in accounting principle and/or prior period adjustments.

2001	2000 (1)	1999	1998	1997
\$ 31,726,503	\$ 26,644,336	\$ 28,845,535	\$ 26,967,789	\$ 24,988,210
808,238	328,287	273,435	290,702	560,992
-	-	-	-	-
743,805	20,198	28,019	25,896	23,699
784,102	689,686	810,284	1,840,532	1,172,142
142,395	240,896	259,022	219,330	165,036
-	-	-	-	-
31,639	296,116	30,678	42,913	17,268
65,484	87,456	76,975	104,055	52,751
49,335	119,658	73,652	243,689	213,407
7,646,141	7,003,162	6,382,395	5,870,793	5,555,534
41,997,642	35,429,795	36,779,995	35,605,699	32,749,039
16,569,409	14,982,202	14,653,359	14,270,283	13,686,849
2,988,533	3,094,837	2,896,480	2,341,403	1,951,485
986,123	675,150	666,356	596,283	698,736
28,445	34,635	24,722	22,481	18,267
-	-	-	-	-
1,956,645	1,781,213	1,683,317	1,472,696	1,361,314
1,725,845	1,497,594	1,368,801	1,474,157	1,724,691
15,090	14,909	17,398	19,872	14,010
2,261,432	2,400,178	2,064,575	1,969,681	1,768,986
784,050	613,969	105,242	700,679	662,472
662,980	362,224	301,283	290,009	315,293
3,183,416	2,810,122	2,890,879	2,798,599	2,814,017
3,040,499	2,682,571	2,808,723	2,079,761	2,327,391
84,832	102,784	105,006	57,543	39,082
741,087	-	-	-	-
727,858	400,655	419,219	367,160	328,377
1,137,003	1,135,474	1,052,473	1,073,022	1,061,086
-	-	-	7,250,000	-
-	-	-	-	-
1,712,087	1,770,882	8,969,779	14,888,368	2,833,150
1,616,399	1,429,906	1,249,252	1,061,942	290,294
1,784,729	1,827,728	1,892,864	2,021,442	686,537
-	-	-	-	-
42,006,462	37,617,033	43,169,728	54,755,381	32,582,037
(8,820)	(2,187,238)	(6,389,733)	(19,149,682)	167,002
184,511	484,600	65,000	431,000	345,867
(184,511)	(484,600)	(65,000)	(431,000)	(366,867)
-	-	-	-	-
-	200	289	1,684	1,032
411,282	-	-	-	41,943
-	-	-	7,250,000	26,950,000
-	-	-	-	-
411,282	200	289	7,251,684	26,971,975
\$ 402,462	\$ (2,187,038)	\$ (6,389,444)	\$ (11,897,998)	\$ 27,138,977
8.10%	8.66%	7.28%	5.63%	3.00%

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

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

<b>Collection Year</b>	<b>Real Property</b>		<b>Tangible Personal Property</b>		<b>Public Utility</b>	
	<b>Assessed Value</b>	<b>Estimated Actual Value (1)</b>	<b>Assessed Value</b>	<b>Estimated Actual Value (1)</b>	<b>Assessed Value</b>	<b>Estimated Actual Value (1)</b>
2006	\$ 1,230,619,170	\$ 3,516,054,771	\$ 68,945,138	\$ 299,761,470	\$ 20,367,010	\$ 23,144,330
2005	1,209,509,470	3,455,741,343	64,928,167	282,296,378	22,225,550	25,256,307
2004	1,181,766,920	3,376,476,914	67,303,512	292,645,704	22,652,240	25,741,182
2003	1,092,555,030	3,121,585,800	74,078,302	322,079,574	22,213,040	25,242,091
2002	1,072,485,940	3,064,245,543	77,021,986	308,087,944	23,522,370	26,729,966
2001 (2)	1,028,659,760	2,939,027,886	74,494,491	297,973,008	30,491,100	34,648,977
2000	893,396,390	2,552,561,114	69,493,252	277,973,008	30,889,430	35,101,625
1999	852,394,210	2,435,412,029	63,939,231	255,756,924	33,579,300	38,158,295
1998 (3)	829,261,960	2,369,318,457	64,750,544	259,002,176	34,326,270	39,007,125
1997	761,751,550	2,176,433,000	65,660,169	262,640,676	35,417,680	40,247,364

**Source:** Cuyahoga County Auditor's Office - Data is presented on a calendar year basis because that is the manner in which the information is maintained by the County Auditor.

(1) This amount is calculated based on the following percentages:

Real estate is assessed at 35 percent of actual value.

Public utility personal is assessed at varying rates of actual value.

Capital assets for tangible personal property is assessed at twenty-five percent of actual value.

Inventory for tangible personal property is assessed at twenty-three percent of actual value.

(2) Reappraisal of property values.

(3) Triennial update of property values.

<b>Total</b>		
<b>Assessed Value</b>	<b>Estimated Actual Value</b>	<b>%</b>
\$ 1,319,931,318	\$ 3,838,960,571	34.38%
1,296,663,187	3,763,294,028	34.46%
1,271,722,672	3,694,863,800	34.42%
1,188,846,372	3,468,907,465	34.27%
1,173,030,296	3,399,063,453	34.51%
1,133,645,351	3,271,649,871	34.65%
993,779,072	2,865,635,747	34.68%
949,912,741	2,729,327,248	34.80%
928,338,774	2,667,327,758	34.80%
862,829,399	2,479,321,040	34.80%

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

DIRECT AND OVERLAPPING PROPERTY TAX RATES  
(RATE PER \$1,000 OF ASSESSED VALUE)  
LAST TEN YEARS

Tax Year/ Collection Year	Overlapping Rates			Direct Rates			
	County	Library	City	Voted		Unvoted	Total
				General	Bond		
2005/2006	\$ 18.30	\$ 2.50	\$ 10.00	\$ 51.70	\$ 3.30	\$ 5.80	\$ 60.80
2004/2005	18.30	2.50	10.10	51.70	3.20	5.80	60.70
2003/2004	18.00	2.50	10.10	51.70	3.50	5.80	61.00
2002/2003	16.20	2.00	10.30	51.70	3.70	5.80	61.20
2001/2002	16.20	2.00	10.30	53.70	3.10	5.80	62.60
2000/2001	16.20	2.00	10.30	51.70	3.20	5.80	60.70
1999/2000	15.30	2.00	10.50	53.70	3.60	5.80	63.10
1998/1999	15.30	2.00	10.50	51.70	3.60	5.80	61.10
1997/1998	16.60	2.00	10.20	51.70	3.50	5.80	61.00
1996/1997	16.60	2.00	10.80	51.70	3.20	5.80	60.70

**Source:** Cuyahoga County Auditor's Office



**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

PRINCIPAL TAXPAYERS  
REAL ESTATE TAX  
DECEMBER 31, 2005 AND DECEMBER 31, 1996

<b>December 31, 2005</b>			
<b>Taxpayer</b>	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of Total District Real Estate Assessed Value</b>
Toledo Lucas County Port Authority	\$ 34,624,750	1	2.81%
Westlake Center Association Ltd.	11,229,580	2	0.91%
Energizer Battery Manufacuring	7,417,280	3	0.60%
University Hospitals	7,215,120	4	0.59%
Remington Inc.	6,239,700	5	0.51%
Crossings Village LLC	5,838,600	6	0.47%
Sturbridge Square Apartments	5,630,070	7	0.46%
Cleveland Retirement Properties	5,600,040	8	0.46%
WXZ Arbors, LLC	5,451,880	9	0.44%
OZRE Lodging II LLC	5,224,140	10	0.42%
Total	<u>\$ 94,471,160</u>		<u>\$ 1,230,619,170</u>

<b>December 31, 1996</b>			
<b>Taxpayer</b>	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of Total City Taxable Assessed Value</b>
Columbia-CSA Healthcare System	\$ 12,429,490	1	1.63%
Westlake Center Association Ltd.	7,699,920	2	1.01%
Eveready Battery Company	6,379,800	3	0.84%
Fort Austin Limited	5,223,050	4	0.69%
KOPF-Newton Venture I	4,900,000	5	0.64%
Metric Institutional	4,757,550	6	0.62%
John Hancock Apartment Fund	4,725,500	7	0.62%
Merry Land and Investment Co.	4,161,160	8	0.55%
Village in the Park	3,900,000	9	0.51%
Crocket-Bassett Hotel Limited	3,670,450	10	0.48%
Total	<u>\$ 57,846,920</u>		<u>761,751,550</u>

**Source:** Cuyahoga County Auditor's Office

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

PRINCIPAL TAXPAYERS  
TANGIBLE PERSONAL PROPERTY TAX  
DECEMBER 31, 2005 AND DECEMBER 31, 1996

<b>December 31, 2005</b>			
<b>Taxpayer</b>	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of Total District Tangible Pers. Property Assessed Value</b>
USG INTERIORS INC	7,866,900	1	0.61%
BONNE BELL INC	\$ 2,895,870	2	0.22%
ALUMINUM LINE PRODUCTS CO	2,858,700	3	0.22%
ENERGIZER BATTERY	2,526,930	4	0.19%
TRUE VALUE COMPANY	1,916,240	5	0.15%
JOHN M LANCE FORD LLC	1,655,392	6	0.13%
NICK MAYER LINCOLN MERCURY	950,540	7	0.07%
HYLAND SOFTWARE INC	883,520	8	0.07%
RISER FOODS COMPANY	861,590	9	0.07%
FAIRCHILD MANAGEMENT CO	753,750	10	0.06%
Total	<u>\$ 23,169,432</u>		<u>\$ 68,945,138</u>

<b>December 31, 1996</b>			
<b>Taxpayer</b>	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of Total City Taxable Assessed Value</b>
ELECTRONIC DATA SYSTEMS CORP	\$ 4,368,700	1	0.39%
USG INTERIORS INC	3,322,670	2	0.29%
EVEREADY BATTERY CO	3,282,030	3	0.29%
KOYO CORP OF USA	2,909,510	4	0.26%
COTTER AND CO	2,452,039	5	0.22%
MANCO INC	2,399,550	6	0.21%
JOHN M LANCE FORD INC	2,004,080	7	0.18%
ALUMINUM LINE PRODUCTS INC	1,949,330	8	0.17%
RADIOMETER AMERICA INC	1,887,170	9	0.17%
BONNE BELL INC	1,784,270	10	0.16%
Total	<u>\$ 26,359,349</u>		<u>65,660,169</u>

**Source:** Cuyahoga County Auditor's Office

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

PRINCIPAL TAXPAYERS  
PUBLIC UTILITIES REAL AND TANGIBLE PROPERTY TAX  
DECEMBER 31, 2005 AND DECEMBER 31, 1996

<b>December 31, 2005</b>			
<b>Taxpayer</b>	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of Total District Public Utility Assessed Value</b>
CLEVELAND ELECTRIC ILLUMINATING CO	\$ 12,396,170	1	0.96%
OHIO BELL TELEPHONE CO	3,801,610	2	0.29%
COLUMBIA GAS OF OHIO INC.	1,953,080	3	0.15%
AMERICAN TRANSMISSION	1,096,770	4	0.08%
NEW PAR	439,260	5	0.03%
CINGULAR WIRELESS PCS LLC	288,800	6	0.02%
ALLTEL OHIO LIMITED PARTNERSHIP	256,890	7	0.02%
SPRINTCOM INC	185,030	8	0.01%
AMERITECH ADVANCED	117,170	9	0.01%
LEVEL 3 COMMUNICATIONS	86,530	10	0.01%
Total	<u>\$ 20,621,310</u>		<u>\$ 20,367,010</u>

<b>December 31, 1996</b>			
<b>Taxpayer</b>	<b>Taxable Assessed Value</b>	<b>Rank</b>	<b>Percentage of Total City Taxable Assessed Value</b>
CLEVELAND ELECTRIC ILLUMINATING CO	\$ 18,848,760	1	1.66%
OHIO BELL TELEPHONE CO	10,653,660	2	0.94%
COLUMBIA GAS OF OHIO INC.	5,529,600	3	0.49%
Total	<u>\$ 35,032,020</u>		<u>35,417,680</u>

**Source:** Cuyahoga County Auditor's Office

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**PROPERTY TAX LEVIES AND COLLECTIONS (1)  
LAST TEN FISCAL YEARS**

<b>Tax Year/ Collection Year (2)</b>	<b>Current Levy</b>	<b>Delinquent Levy (3)</b>	<b>Total Levy</b>	<b>Current Collection</b>	<b>Percent of Current Levy Collected</b>
2005/2006	\$ 39,789,285	\$ 1,756,087	\$ 41,545,372	\$ 39,743,798	99.89%
2004/2005	39,699,267	2,214,049	41,913,316	37,878,790	95.41%
2003/2004	38,967,423	2,620,334	41,587,757	37,394,113	95.96%
2002/2003	38,158,204	2,854,274	41,012,478	35,859,530	93.98%
2001/2002	37,912,913	1,892,060	39,804,973	35,401,042	93.37%
2000/2001	32,458,538	889,270	33,347,808	31,019,381	95.57%
1999/2000	31,265,984	1,225,249	32,491,233	29,927,991	95.72%
1998/1999	30,350,117	1,415,407	31,765,524	29,635,427	97.65%
1997/1998	29,222,512	1,299,228	30,521,740	28,732,644	98.32%
1996/1997	26,713,386	786,524	27,499,910	26,054,909	97.54%

**Source:** Cuyahoga County Auditor's Office

(1) Includes Homestead/Rollback taxes assessed locally, but distributed through the State and reported as Intergovernmental Revenue.

(2) Represents collection year. 2006 information cannot be presented because all collections have not been made by June 30.

(3) This amount cannot be calculated based on other information in this statistical table because of retroactive additions and reductions which are rough on in one lump

<b>Delinquent Collection</b>		<b>Total Collection</b>	<b>Total Collection As a Percent of Total Levy</b>
\$	1,175,113	\$ 40,918,911	98.49%
	1,361,128	39,239,918	93.62%
	1,401,979	38,796,092	93.29%
	1,685,033	37,544,563	91.54%
	1,219,689	36,620,731	92.00%
	628,880	31,648,261	94.90%
	709,894	30,637,885	94.30%
	746,844	30,382,271	95.65%
	534,241	29,266,885	95.89%
	463,584	26,518,493	96.43%

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS**

<b>Fiscal Year</b>	<b>Governmental Activities</b>		<b>(a) Total Primary Government</b>	<b>(b) Per Capita</b>	<b>(b) Per ADM</b>
	<b>General Obligation Bonds</b>	<b>Capital Leases</b>			
2006	\$ 28,535,000	\$ 29,521	28,564,521	901	6,950
2005	31,250,000	37,355	31,287,355	986	7,834
2004	34,140,000	95,867	34,235,867	1,079	8,740
2003	36,365,000	184,385	36,549,385	1,152	9,420
2002	29,500,000	266,123	29,766,123	938	7,952
2001	31,185,000	341,595	31,526,595	994	8,398
2000	32,730,000	12,001	32,742,001	1,212	8,729
1999	34,150,000	21,907	34,171,907	1,265	9,311
1998	35,390,000	31,159	35,421,159	1,311	9,723
1997	53,640,000	43,101	53,683,101	1,987	14,312

**Sources:**

(a) See notes to the financial statements regarding the District's outstanding debt information.

(b) See schedule " Demographic and Economic Statistic, Last Ten Years" for personal income, population and enrollment information.

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**RATIOS OF GENERAL BONDED DEBT OUTSTANDING  
LAST TEN FISCAL YEARS**

<b>Fiscal Year</b>	<b>General Bonded Debt Outstanding</b>		<b>Percentage of Actual Taxable Value of Property</b>	<b>Per Capita</b>
	<b>General Obligation Bonds</b>	<b>Total</b>		
2006	\$ 28,535,000	\$ 28,535,000	0.74%	\$ 900
2005	31,250,000	31,250,000	0.83%	985
2004	34,140,000	34,140,000	0.92%	1,076
2003	36,365,000	36,365,000	1.05%	1,146
2002	29,500,000	29,500,000	0.87%	930
2001	31,185,000	31,185,000	0.95%	983
2000	32,730,000	32,730,000	1.14%	1,211
1999	34,150,000	34,150,000	1.25%	1,264
1998	35,390,000	35,390,000	1.33%	1,310
1997	53,640,000	53,640,000	2.16%	1,985

**Note:** Details regarding the District's outstanding debt can be found in the notes to the financial statements.

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
AS OF JUNE 30, 2006**

<b>Governmental Unit</b>	<b>Debt Outstanding</b>	<b>Estimated Percentage Applicable (1)</b>	<b>Estimated Share of Overlapping Debt</b>
Westlake City School District	\$ 28,535,000	100.00%	\$ 28,535,000
Overlapping debt:			
Cuyahoga County	231,365,971	4.30%	9,948,737
Regional Transit Authority	139,790,000	4.30%	6,010,970
City of Westlake	<u>24,485,197</u>	100.00%	<u>24,485,197</u>
Total direct and overlapping debt	<u><u>\$ 424,176,168</u></u>		<u><u>\$ 68,979,904</u></u>

**Source:** Ohio Municipal Advisory Council

(1) Percentages were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the District by the total assessed valuation of the subdivision. The valuations used were for the 2005 collection year.



**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS**

<b>Fiscal Year</b>	<b>Voted Debt Limit</b>	<b>Total Debt Applicable to Limit</b>	<b>Debt Service Available Balance</b>	<b>Net Debt Applicable to Limit</b>	<b>Voted Legal Debt Margin</b>	<b>Total Net Debt Applicable to Limit as a Percentage of Debt Limit</b>
2006	\$ 118,793,819	\$ 28,535,000	\$ 3,915,579	\$ 24,619,421	\$ 94,174,398	20.72%
2005	116,699,687	31,250,000	3,496,820	27,753,180	88,946,507	23.78%
2004	114,455,040	34,140,000	3,678,372	30,461,628	83,993,412	26.61%
2003	106,996,173	36,365,000	2,815,390	33,549,610	73,446,563	31.36%
2002	105,572,727	29,500,000	2,658,525	26,841,475	78,731,252	25.42%
2001	102,028,082	31,185,000	2,097,364	29,087,636	72,940,446	28.51%
2000	89,440,116	32,730,000	1,664,544	31,065,456	58,374,660	34.73%
1999	85,492,147	34,150,000	1,557,170	32,592,830	52,899,317	38.12%
1998	83,550,490	35,390,000	1,119,936	34,270,064	49,280,426	41.02%
1997	77,654,646	53,640,000	1,636,239	52,003,761	25,650,885	66.97%

**Source:** Cuyahoga County Auditor and District financial records

Note: Ohio Bond Law sets a limit of 9% for voted debt and 1/10 of 1% for unvoted debt.

Voted Debt Margins are determined without reference to applicable monies in the District's debt service fund.

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS**

<u>Year</u>	<u>Population (1)</u>	<u>Per Capita Personal Income (2)</u>	<u>Median Age</u>	<u>School Enrollment (3)</u>	<u>Unemployment Rates</u>		
					<u>Cuyahoga County</u>	<u>Ohio</u>	<u>United States</u>
2006	31,719	\$ 37,044	42.0	4,110	4.8%	4.7%	4.4%
2005	31,719	37,044	42.0	3,994	5.7%	5.9%	5.0%
2004	31,719	37,044	42.0	3,917	6.6%	5.7%	5.1%
2003	31,719	37,044	42.0	3,880	6.7%	5.5%	5.7%
2002	31,719	37,044	42.0	3,743	4.6%	5.3%	6.0%
2001	31,719	37,044	42.0	3,754	4.5%	4.8%	5.8%
2000	27,018	37,044	42.0	3,751	4.5%	3.9%	4.0%
1999	27,018	37,044	37.4	3,670	4.6%	4.0%	4.1%
1998	27,018	24,000	37.4	3,643	4.4%	4.3%	4.5%
1997	27,018	24,000	37.4	3,751	5.8%	4.6%	4.9%

(1 & 2) U. S. Census Bureau

(3) District records

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

PRINCIPAL EMPLOYERS  
CURRENT YEAR AND TEN YEARS AGO

<b>Employer</b>	<b>December 31, 2005</b>		
	<b>Employees</b>	<b>Rank</b>	<b>Percentage of Total City Employment</b>
St. John Westshore Hospital	1,240	1	4.83%
Westlake City Schools	552	2	2.15%
Energizer	500	3	1.95%
Hyland Software	438	4	1.71%
Bonne Bell	435	5	1.69%
City of Westlake	405	6	1.58%
USG Interiors/American Metals	301	7	1.17%
Harborside Healthcare	300	8	1.17%
Lutheran Home	291	9	1.13%
Travel Centers of America	280	10	1.09%
Total	4,742		18.47%
Total City Employees	25,679		

<b>Employer</b>	<b>December 31, 1995</b>		
	<b>Employees</b>	<b>Rank</b>	<b>Percentage of Total City Employment</b>
St. John Westshore Hospital	930	1	n/a
USG Interiors, Inc.	700	2	n/a
Eveready Battery Co., Inc.	525	3	n/a
Electronic Data Systems, Inc.	344	4	n/a
Jacobs, Visconsi & Jacobs	325	5	n/a
Radiometer America, Inc.	222	6	n/a
Cotter & Company	222	7	n/a
Bonne Bell	200	8	n/a
Scott & Fetzer Corporation	200	9	n/a
Nordson Corporation	175	10	n/a
Total	3,843		n/a
Total City Employees	n/a		

**Source:** City of Westlake, Ohio, Department of Planning of Economic Development - amounts are estimates. Total City employment based upon estimate from the Regional Income Tax Authority 2005 withholding information.

**Note:** December 31, 1996 and December 31, 1997 data is not available.

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

STAFFING STATISTICS  
FULL TIME EQUIVALENTS (FTE) BY TYPE  
LAST FIVE FISCAL YEARS

<u>Type</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
Professional Staff:					
Teaching Staff:					
Elementary	86	86	86	85	84
Intermediate	41	41	40	41	40
Middle	45	45	45	44	40
High	92	90	91	90	85
Administration:					
District	21	21	21	21	21
Auxiliary Positions:					
Counselors	10	10	10	10	10
Nurses	2	2	2	2	2
Speech	4	4	4	4	4
Mental Health Specialists	2	2	2	2	2
Support Staff:					
Secretarial	42	42	42	42	42
Aides	53	50	46	44	42
Hall monitor/Security	12	12	12	12	12
Technical	2	2	2	2	2
Cooks	33	33	33	33	33
Custodial	35	35	35	35	33
Maintenance	6	6	6	6	6
Bus Driver	64	66	66	65	68
Mechanics	3	3	3	3	3
Extracurricular	200	200	200	200	198
Total	<u>752</u>	<u>750</u>	<u>746</u>	<u>740</u>	<u>727</u>

**Source:** School District records

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**OPERATING INDICATORS BY FUNCTION  
LAST TEN FISCAL YEARS**

<b>Function</b>	<b>2006</b>	<b>2005</b>	<b>2004</b>	<b>2003</b>	<b>2002</b>	<b>2001</b>	<b>2000</b>	<b>1999</b>	<b>1998</b>	<b>1997</b>
Instruction:										
Regular and Special										
Enrollment (students)	4,110	3,994	3,917	3,880	3,743	3,754	3,751	3,670	3,643	3,751
Graduates	n/a	269	315	294	275	321	290	291	265	253
Support services:										
Instructional staff										
Library										
Daily circulation	761	1,103	1,360	1,366	1,354	1,238	1,223	521	620	n/a
Board of education										
Regular meetings per year	24	24	24	24	24	24	24	24	24	24
Administration										
Student attendance rate	95.7	95.5	95.7	95.3	95.0	95.5	98.0	95.3	95.2	95.3
Fiscal										
Purchase orders										
processed	5,687	6,714	6,149	6,794	5,908	5,309	n/a	n/a	n/a	n/a
Nonpayroll checks										
issued	4,754	5,248	5,742	5,209	6,129	5,889	5,479	5,887	6,028	6,161
Operations and maintenance										
Work orders completed	879	706	330	43	n/a	n/a	n/a	n/a	n/a	n/a
Square footage										
maintained	608,159	608,159	570,659	570,659	555,659	555,659	555,659	555,659	555,659	487,173
Central										
Work orders completed	1,309	1,160	808	551	n/a	n/a	n/a	n/a	n/a	n/a
Extracurricular activities										
Varsity teams	12	12	12	12	12	12	12	12	12	12
Junior varsity teams	12	12	12	12	12	12	12	12	12	12
Food service operations										
Meals served to students	163,605	142,180	134,405	132,327	121,912	127,505	n/a	n/a	n/a	n/a

**Source:** District records

n/a - information not available.

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**CAPITAL ASSET STATISTICS  
LAST SIX FISCAL YEARS**

	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
Land	\$ 2,468,751	\$ 2,468,751	\$ 2,468,751	\$ 2,468,751
Construction in progress	-	-	3,830,296	-
Land improvements	70,318	73,179	76,040	68,762
Buildings and improvements	40,127,848	41,160,787	33,182,803	33,716,064
Furniture, fixtures and equipment	1,393,774	1,499,585	1,625,811	1,774,616
Vehicles	1,619,270	1,899,608	1,962,811	2,045,440
Textbooks	<u>440,627</u>	<u>642,514</u>	<u>515,743</u>	<u>421,691</u>
 Total Governmental Activities Capital Assets, net	 <u>\$ 46,120,588</u>	 <u>\$ 47,744,424</u>	 <u>\$ 43,662,255</u>	 <u>\$ 40,495,324</u>

**Source:** School District financial records.

**Note:** Amounts above are presented net of accumulated depreciation.

<b>2002</b>	<b>2001</b>
\$ 2,468,751	\$ 2,468,751
-	-
71,034	-
33,393,938	33,768,577
2,004,164	2,142,387
1,747,703	1,707,036
431,029	194,977
<u>\$ 40,116,619</u>	<u>\$ 40,281,728</u>

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

**SCHOOL BUILDING INFORMATION  
LAST TEN FISCAL YEARS**

	<b>2006</b>	<b>2005</b>	<b>2004</b>	<b>2003</b>	<b>2002</b>	<b>2001</b>
Bassett Elementary (1967)						
Square feet	25,439	25,439	25,439	25,439	25,439	25,439
Capacity (students)	335	335	335	335	335	335
Enrollment	388	397	403	386	388	381
Bassett Elementary (1987)						
Square feet	10,267	10,267	10,267	10,267	10,267	10,267
Capacity (students)	335	335	335	335	335	335
Enrollment	-	-	-	-	-	-
Bassett Elementary (1998)						
Square feet	6,174	6,174	6,174	6,174	6,174	6,174
Capacity (students)	335	335	335	335	335	335
Enrollment	-	-	-	-	-	-
Dover Elementary (1949)						
Square feet	38,325	38,325	38,325	38,325	38,325	38,325
Capacity (students)	352	352	352	352	352	352
Enrollment	406	424	404	400	408	399
Dover Elementary (1970)						
Square feet	5,346	5,346	5,346	5,346	5,346	5,346
Capacity (students)	352	352	352	352	352	352
Enrollment	-	-	-	-	-	-
Hilliard Elementary (1954)						
Square feet	39,750	39,750	39,750	39,750	39,750	39,750
Capacity (students)	328	328	328	328	328	328
Enrollment	369	292	318	312	303	321
Hilliard Elementary (1998)						
Square feet	1,187	1,187	1,187	1,187	1,187	1,187
Capacity (students)	328	328	328	328	328	328
Enrollment	-	-	-	-	-	-
Holly Lane Elementary (1961)						
Square feet	33,297	33,297	33,297	33,297	33,297	33,297
Capacity (students)	283	283	283	283	283	283
Enrollment	296	250	249	271	273	267
Holly Lane Elementary (1998)						
Square feet	2,191	2,191	2,191	2,191	2,191	2,191
Capacity (students)	283	283	283	283	283	283
Enrollment	-	-	-	-	-	-
Parkside Intermediate (1966)						
Square feet	54,407	54,407	54,407	54,407	54,407	54,407
Capacity (students)	519	519	519	519	519	519
Enrollment	341	511	572	614	636	625
Parkside Intermediate (1998)						
Square feet	18,114	18,114	18,114	18,114	18,114	18,114
Capacity (students)	519	519	519	519	519	519
Enrollment	-	-	-	-	-	-
Lee Burneson Middle (1975)						
Square feet	18,853	18,853	18,853	18,853	18,853	18,853
Capacity (students)	646	646	646	646	646	646
Enrollment	561	615	602	565	611	663
Lee Burneson Middle (1982)						
Square feet	55,274	55,274	55,274	55,274	55,274	55,274
Capacity (students)	646	646	646	646	646	646
Enrollment						



2000	1999	1998	1997
25,439	25,439	25,439	25,439
335	335	335	278
380	381	392	491
10,267	10,267	10,267	10,267
335	335	335	278
-	-	-	-
6,174	6,174	6,174	-
335	335	335	-
-	-	-	-
38,325	38,325	38,325	38,325
352	352	352	352
398	405	383	397
5,346	5,346	5,346	5,346
352	352	352	352
-	-	-	-
39,750	39,750	39,750	39,750
328	328	328	320
310	306	302	319
1,187	1,187	1,187	-
328	328	328	-
-	-	-	-
33,297	33,297	33,297	33,297
283	283	283	267
270	274	298	299
2,191	2,191	2,191	-
283	283	283	-
-	-	-	-
54,407	54,407	54,407	54,407
519	519	519	361
626	626	619	618
18,114	18,114	18,114	-
519	519	519	-
-	-	-	-
18,853	18,853	18,853	18,853
646	646	646	526
680	675	669	678
55,274	55,274	55,274	55,274
646	646	646	526

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

SCHOOL BUILDING INFORMATION - Continued  
LAST TEN FISCAL YEARS

	<b>2006</b>	<b>2005</b>	<b>2004</b>	<b>2003</b>	<b>2002</b>	<b>2001</b>
Lee Burneson Middle (1998)						
Square feet	18,129	18,129	18,129	18,129	18,129	18,129
Capacity (students)	646	646	646	646	646	646
Enrollment	-	-	-	-	-	-
Westlake High School (1960)						
Square feet	97,923	97,923	97,923	97,923	97,923	97,923
Capacity (students)	1,246	1,246	1,246	1,246	1,246	1,246
Enrollment	1,179	1,206	1,209	1,213	1,194	1,205
Westlake High School (1970)						
Square feet	39,651	39,651	39,651	39,651	39,651	39,651
Capacity (students)	1,246	1,246	1,246	1,246	1,246	1,246
Enrollment	-	-	-	-	-	-
Westlake High School (1988)						
Square feet	47,841	47,841	47,841	47,841	47,841	47,841
Capacity (students)	1,246	1,246	1,246	1,246	1,246	1,246
Enrollment	-	-	-	-	-	-
Westlake High School (1998)						
Square feet	22,691	22,691	22,691	22,691	22,691	22,691
Capacity (students)	1,246	1,246	1,246	1,246	1,246	1,246
Enrollment	-	-	-	-	-	-
Westlake High School (2004)						
Square feet	37,500	37,500	-	-	-	-
Capacity (students)	1,246	1,246	-	-	-	-
Enrollment	-	-	-	-	-	-
Administration Building (Old)						
Square feet	6,500	6,500	6,500	6,500	6,500	6,500
Administration Building (2003)						
Square feet	15,000	15,000	15,000	15,000	-	-
Transportation Facility						
Square feet	14,300	14,300	14,300	14,300	14,300	14,300
 Total Square Feet	 299,535	 299,535	 262,035	 262,035	 247,035	 247,035
Total Capacity	6,876	6,876	5,630	5,630	5,630	5,630
Total Enrollment	1,179	1,206	1,209	1,213	1,194	1,205

**Source:** District records

**Note:** Year of original construction is in parentheses. Increases in square footage and capacity are the result of renovations and additions. Capacity is the "program" capacity and decreases are the result of changes in federal, state or local standards.

<b>2000</b>	<b>1999</b>	<b>1998</b>	<b>1997</b>
18,129	18,129	18,129	-
646	646	646	-
-	-	-	-
97,923	97,923	97,923	97,923
1,246	1,246	1,246	1,116
1,220	1,263	1,344	1,367
39,651	39,651	39,651	39,651
1,246	1,246	1,246	1,116
-	-	-	-
47,841	47,841	47,841	47,841
1,246	1,246	1,246	1,116
-	-	-	-
22,691	22,691	22,691	-
1,246	1,246	1,246	-
-	-	-	-
-	-	-	-
-	-	-	-
6,500	6,500	6,500	6,500
-	-	-	-
14,300	14,300	14,300	14,300
247,035	247,035	247,035	206,215
5,630	5,630	5,630	3,348
1,220	1,263	1,344	1,367

**WESTLAKE CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY, OHIO**

OPERATING STATISTICS  
LAST TEN FISCAL YEARS

<b>Fiscal Year</b>	<b>General Government</b>		<b>Governmental Activities (2)</b>		<b>Enrollment</b>
	<b>Expenses (1)</b>	<b>Cost per pupil</b>	<b>Expenses (1)</b>	<b>Cost per pupil</b>	
2006	\$ 46,535,447	\$ 11,322	\$ 46,017,786	\$ 11,197	4,110
2005	50,159,904	12,559	45,732,550	11,450	3,994
2004	46,612,799	11,900	44,709,349	11,414	3,917
2003	40,892,585	10,539	40,737,748	10,499	3,880
2002	38,811,270	10,369	39,390,249	10,524	3,743
2001	38,587,257	10,279	38,736,578	10,319	3,754
2000	34,565,209	9,215	N/A	N/A	3,751
1999	40,031,240	10,908	N/A	N/A	3,670
1998	51,667,315	14,183	N/A	N/A	3,643
1997	31,605,206	8,426	N/A	N/A	3,751

**Source:** District records

(1) Debt Service totals have been excluded.

(2) The District implemented GASB 34 in fiscal year 2001.

(3) The District implemented GASB 34 in fiscal year 2001.

<b>Percent Change</b>	<b>Teaching Staff (3)</b>	<b>Pupil/Teacher Ratio</b>	<b>Student Attendance Percentage</b>
2.90%	276	14.89	95.70%
1.97%	272	14.68	95.50%
0.95%	271	14.45	95.70%
3.66%	266	14.59	95.30%
-0.29%	262	14.29	95.00%
0.08%	258	14.55	95.50%
2.21%	253	14.83	98.00%
0.74%	258	14.22	95.30%
-2.88%	258	14.12	95.20%
0.00%	258	14.54	95.30%

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