

VENTURA UNIFIED SCHOOL DISTRICT

VENTURA COUNTY

**REPORT ON
AUDIT OF FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION
INCLUDING REPORTS ON COMPLIANCE
June 30, 2001**

VENTURA UNIFIED SCHOOL DISTRICT

AUDIT REPORT

June 30, 2001

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VENTURA UNIFIED SCHOOL DISTRICT

**AUDIT REPORT
June 30, 2001**

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INDEPENDENT AUDITORS' REPORT

Board of Education
Ventura Unified School District
295 South Arcade Drive
Ventura, California 93003

Chairman
ROYCE A. STUTZMAN

Partners
PETER F. GAUTREAU
RENÉE S. GRAVES
CARL PON
MARY ANN QUAY
LINDA M. SADDLEMIRE

Principal
JERI A. WENGER

Senior Managers
TIMOTHY D. EVANS
PHEBE M. MCCUTCHEON
KARIN HECKMAN NELSON
ARVEE ROBINSON

We have audited the accompanying combined general purpose financial statements of the Ventura Unified School District, as of and for the year ended June 30, 2001 as listed in the table of contents. These general purpose financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these 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 and Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the combined general purpose financial statements listed in the aforementioned table of contents present fairly, in all material respects, the financial position of the Ventura Unified School District as of June 30, 2001, and the results of its operations for the fiscal 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 a report dated September 20, 2001 on our consideration of the Ventura Unified School District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be read in conjunction with this report in considering the results of our audit.

Board of Education
Ventura Unified School District

Our audit was made for the purpose of forming an opinion on the combined general purpose financial statements taken as a whole. The combining and individual fund and account group financial statements listed in the table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of the Ventura Unified School District. Such information has been subjected to the auditing procedures applied in the audit of the combined general purpose financial statements and, in our opinion, is fairly stated in all material respects in relation to the combined general purpose financial statements taken as a whole.

The column on the accompanying combined financial statements captioned "Totals-Memorandum Only" is not necessary for a fair presentation of the financial statements, but is presented as additional analytical data.

Vicenti, Lloyd & Stutzman, LLP

VICENTI, LLOYD & STUTZMAN LLP

September 20, 2001

VENTURA UNIFIED SCHOOL DISTRICT
 COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS
 June 30, 2001

	Governmental Fund Types			Fiduciary Fund Types	Account Groups		Total (Memorandum Only)		
	General Fund	Debt Service Fund	Special Revenue Funds	Capital Projects Funds	Agency and Trust Funds	General Long-Term Debt	General Fixed Assets	Current Year	Prior Year
ASSETS									
Cash in County Treasury	\$ 12,214,409	\$ 2,634,563	\$ 2,282,425	\$ 37,593,406	\$ 5,397,363	\$	\$	\$ 60,122,166	\$ 50,480,176
Cash on Hand & in Banks			124,151		769,574			893,725	964,522
Cash in Revolving Fund	50,000							50,000	50,000
Cash with Fiscal Agent				430,053				430,053	429,884
Cash Collections Awaiting Deposit	106,829		15,169	8,746				130,744	370,657
Accounts Receivable:									
Federal and State Governments	3,529,569		1,574,374					5,103,943	4,440,192
Local Governments	73,378		30,383					103,761	256,118
Miscellaneous	772,800	29,941	397,636	480,185	75,611			1,756,173	2,153,234
Due from Other Funds	993,995		445,988	1,589,302				3,029,285	2,797,432
Stores Inventory	356,983		194,352		28,753			580,088	534,547
General Fixed Assets							129,948,155	129,948,155	99,565,712
Amount Available in Debt Service Fund						2,664,504		2,664,504	1,881,734
Amount Available in Other Funds						1,694,111		1,694,111	835,809
Amount Available with Administrator						430,053		430,053	429,884
Amount to be Provided for:									
Accrued Vacation						864,958		864,958	115,114
Bond Principal						39,030,496		39,030,496	40,228,266
Capital Leases						29,677		29,677	113,857
Certificates of Participation						2,254,947		2,254,947	2,515,116
Retiree Benefits						62,878		62,878	-
TOTAL ASSETS	\$ 18,097,963	\$ 2,664,504	\$ 5,064,478	\$ 40,101,692	\$ 6,271,301	\$ 47,031,624	\$ 129,948,155	\$ 249,179,717	\$ 208,162,254
LIABILITIES AND FUND EQUITY									
Liabilities									
Accounts Payable	\$ 3,076,327	\$	\$ 513,060	\$ 6,461,892	\$ 14,177	\$	\$	\$ 10,065,456	\$ 7,656,821
Due to Other Funds	445,988		935,219	1,648,078				3,029,285	2,797,432
Deferred Revenue	3,383,181		195,922	125,000				3,704,103	2,341,421
Accrued Vacation						864,958		864,958	677,046
Retiree Benefits						1,756,989		1,756,989	835,809
Unmature Bonds Payable						41,695,000		41,695,000	42,110,000
Funds Held in Trust					519,938			519,938	475,758
Certificates of Participation						2,685,000		2,685,000	2,945,000
Capital Leases						29,677		29,677	113,857
TOTAL LIABILITIES	6,905,496	-	1,644,201	8,234,970	534,115	47,031,624	-	64,350,406	59,953,144
Fund Equity									
Reserved for Special Purposes	406,983		194,352		28,753			630,088	584,547
Restricted for Special Purposes	4,238,856		170,698					4,409,554	2,735,854
Reserved for Debt Service		2,664,504						2,664,504	1,881,734
Designated for Special Purpose	4,910,394		2,335,423	31,852,448	5,467,946			44,566,211	42,400,080
Undesignated	1,636,234		719,804	14,274	240,487			2,610,799	1,041,183
Investment in General Fixed Assets							129,948,155	129,948,155	99,565,712
TOTAL FUND EQUITY	11,192,467	2,664,504	3,420,277	31,866,722	5,737,186	-	129,948,155	184,829,311	148,209,110
TOTAL LIABILITIES AND FUND EQUITY	\$ 18,097,963	\$ 2,664,504	\$ 5,064,478	\$ 40,101,692	\$ 6,271,301	\$ 47,031,624	\$ 129,948,155	\$ 249,179,717	\$ 208,162,254

See accompanying notes to the financial statement.

VENTURA UNIFIED SCHOOL DISTRICT

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS
For the Fiscal Year Ended June 30, 2001

	Governmental Fund Types			Fiduciary Fund Types	Total (Memorandum Only)		
	General Fund	Debt Service Fund	Special Revenue Funds	Capital Projects Funds	Agency And Trust Funds	Current Year	Prior Year
REVENUES							
Revenue from Revenue Limit Sources	\$ 74,622,378	\$	\$ 4,434,000	\$	\$	\$ 79,056,378	\$ 70,030,718
Revenue from Federal Sources	4,897,321		2,962,855			7,860,176	7,106,082
Revenue from Other State Sources	18,702,744	61,523	1,394,863			20,159,130	19,904,977
Revenue from Local Sources	7,978,542	3,228,155	4,210,195	4,283,755	1,491,552	21,192,199	19,370,720
School Facilities Apportionment				27,507,019		27,507,019	1,149,364
Other Sources						-	14,949
TOTAL REVENUES	<u>106,200,985</u>	<u>3,289,678</u>	<u>13,001,913</u>	<u>31,790,774</u>	<u>1,491,552</u>	<u>155,774,902</u>	<u>117,576,810</u>
EXPENDITURES							
Certificated Salaries	52,085,609		1,729,637			53,815,246	48,919,895
Classified Salaries	16,419,287		3,603,106		80	20,022,473	18,628,828
Employee Benefits	15,852,464		1,184,538		3,388,129	20,425,131	18,227,497
Books and Supplies	5,207,181		2,897,429	848	5,468	8,110,926	7,872,790
Services and Other Operating Expenses	6,245,271		1,361,132	271,166	1,933,099	9,810,668	9,839,046
Capital Outlay	2,289,236		1,148,195	27,678,127	1,246	31,116,804	24,535,157
Outgoing Tuition	1,202,183					1,202,183	1,041,611
Other Transfers Out	1,896,392		127,660			2,024,052	1,842,455
Direct Support/Indirect Costs	(916,163)		916,163			-	-
Debt Service		2,506,908				2,506,908	1,604,492
TOTAL EXPENDITURES	<u>100,281,460</u>	<u>2,506,908</u>	<u>12,967,860</u>	<u>27,950,141</u>	<u>5,328,022</u>	<u>149,034,391</u>	<u>132,511,771</u>
Excess (deficiency) of revenues over expenditures	<u>5,919,525</u>	<u>782,770</u>	<u>34,053</u>	<u>3,840,633</u>	<u>(3,836,470)</u>	<u>6,740,511</u>	<u>(14,934,961)</u>
OTHER FINANCING SOURCES (USES)							
Interfund Transfers In	1,142,625		589,260	9,762,371	4,050,000	15,544,256	6,630,834
Proceeds from Capital Leases			39,524			39,524	-
Proceeds from Bonds						-	12,500,000
Interfund Transfers Out	(4,900,391)		(1,523,819)	(9,120,046)		(15,544,256)	(6,630,834)
Debt Service	(69,989)		(34,718)	(437,570)		(542,277)	(574,174)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(3,827,755)</u>	<u>-</u>	<u>(929,753)</u>	<u>204,755</u>	<u>4,050,000</u>	<u>(502,753)</u>	<u>11,925,826</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	<u>2,091,770</u>	<u>782,770</u>	<u>(895,700)</u>	<u>4,045,388</u>	<u>213,530</u>	<u>6,237,758</u>	<u>(3,009,135)</u>
Fund Balances at Beginning of Year	<u>9,100,697</u>	<u>1,881,734</u>	<u>4,315,977</u>	<u>27,821,334</u>	<u>5,523,656</u>	<u>48,643,398</u>	<u>51,652,533</u>
Fund Balances at End of Year	<u>\$ 11,192,467</u>	<u>\$ 2,664,504</u>	<u>\$ 3,420,277</u>	<u>\$ 31,866,722</u>	<u>\$ 5,737,186</u>	<u>\$ 54,881,156</u>	<u>\$ 48,643,398</u>

See the accompanying notes to the financial statements.

VENTURA UNIFIED SCHOOL DISTRICT

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
ALL GOVERNMENTAL FUND TYPES
For the Fiscal Year Ended June 30, 2001

	General Fund			Debt Service Fund			Special Revenue Funds		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES									
Revenue from Revenue Limit Sources									
Principal Apportionment	\$ 38,617,963	\$ 37,632,928	\$ (985,035)	\$	\$	\$	\$ 3,243,920	\$ 3,395,782	\$ 151,862
Tax Relief Subventions	435,000	435,025	25						
County and District Taxes	33,816,404	35,568,592	1,752,188						
Revenue Limit Transfers	1,098,170	985,833	(112,337)				1,058,265	1,038,218	(20,047)
Total Revenue from Revenue Limit Sources	<u>73,967,537</u>	<u>74,622,378</u>	<u>654,841</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,302,185</u>	<u>4,434,000</u>	<u>131,815</u>
Revenue from Federal Sources									
Maintenance & Operations	-	407	407						
ECIA/ESEA	2,439,346	1,871,639	(567,707)						
Special Education	1,124,779	1,424,321	299,542						
EESA	151,498	40,872	(110,626)						
Drug/Alcohol/Tobacco Funds	328,431	313,773	(14,658)						
Child Nutrition Programs							2,314,323	2,240,140	(74,183)
Vocational Education Act	83,768	82,140	(1,628)						
Other Federal Revenue	1,226,918	1,164,169	(62,749)				704,130	722,715	18,585
Total Revenue from Federal Sources	<u>5,354,740</u>	<u>4,897,321</u>	<u>(457,419)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,018,453</u>	<u>2,962,855</u>	<u>(55,598)</u>
Revenue from Other State Sources									
Special Education Master Plan	258,822	297,250	38,428						
GATE	153,985	151,465	(2,520)						
Special Purpose Apportionments	4,481,138	3,779,332	(701,806)						
Special Instructional Allowance	6,995,761	6,871,211	(124,550)						
State Preschool							618,055	606,500	(11,555)
Child Nutrition Programs							174,196	163,883	(10,313)
Deferred Maintenance Allowance							500,419	500,419	-
Mandated Costs	375,000	364,999	(10,001)						
State Lottery	2,502,400	2,658,719	156,319						
Tax Relief Subventions				55,592	61,523	5,931			
Healthy Start	86,576	324,763	238,187						
Drug/Alcohol/Tobacco Funds	94,395	84,103	(10,292)						
Other State Revenues	5,713,258	4,170,902	(1,542,356)				473,998	124,061	(349,937)
Total Revenue from Other State Sources	<u>20,661,335</u>	<u>18,702,744</u>	<u>(1,958,591)</u>	<u>55,592</u>	<u>61,523</u>	<u>5,931</u>	<u>1,766,668</u>	<u>1,394,863</u>	<u>(371,805)</u>
Revenue from Local Sources									
Restricted Tax Levies				2,795,248	3,131,152	335,904			
Non Ad Valorem Taxes	30,000	36,752	6,752						
Sales	3,000	-	(3,000)				2,169,186	2,103,663	(65,523)
Leases and Rentals	185,000	233,873	48,873						
Interest	1,266,237	1,121,157	(145,080)	29,000	97,003	68,003	204,019	175,916	(28,103)
Fees and Contracts							1,948,705	1,622,237	(326,468)
Tuition	608,619	647,782	39,163						
Other Transfers In	6,343,536	5,938,978	(404,558)						
Other Local Revenue							369,369	308,379	(60,990)
Total Revenue from Local Sources	<u>8,436,392</u>	<u>7,978,542</u>	<u>(457,850)</u>	<u>2,824,248</u>	<u>3,228,155</u>	<u>403,907</u>	<u>4,691,279</u>	<u>4,210,195</u>	<u>(481,084)</u>
School Facilities Apportionment	-	-	-	-	-	-	-	-	-
TOTAL REVENUES	<u>108,420,004</u>	<u>106,200,985</u>	<u>(2,219,019)</u>	<u>2,879,840</u>	<u>3,289,678</u>	<u>409,838</u>	<u>13,778,585</u>	<u>13,001,913</u>	<u>(776,672)</u>

See the accompanying notes to the financial statements.

VENTURA UNIFIED SCHOOL DISTRICT

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
ALL GOVERNMENTAL FUND TYPES
For the Fiscal Year Ended June 30, 2001

	Capital Projects Funds			Total (Memorandum Only)		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
Revenue from Revenue Limit Sources						
Principal Apportionment	\$	\$	\$	\$ 41,861,883	\$ 41,028,710	\$ (833,173)
Tax Relief Subventions				435,000	435,025	25
County and District Taxes				33,816,404	35,568,592	1,752,188
Revenue Limit Transfers				2,156,435	2,024,051	(132,384)
Total Revenue from Revenue Limit Sources	-	-	-	78,269,722	79,056,378	786,656
Revenue from Federal Sources						
Maintenance & Operations				-	407	407
ECIA/ESEA				2,439,346	1,871,639	(567,707)
Special Education				1,124,779	1,424,321	299,542
EESA				151,498	40,872	(110,626)
Drug/Alcohol/Tobacco Funds				328,431	313,773	(14,658)
Child Nutrition Programs				2,314,323	2,240,140	(74,183)
Vocational Education Act				83,768	82,140	(1,628)
Other Federal Revenue				1,931,048	1,886,884	(44,164)
Total Revenue from Federal Sources	-	-	-	8,373,193	7,860,176	(513,017)
Revenue from Other State Sources						
Special Education Master Plan				258,822	297,250	38,428
GATE				153,985	151,465	(2,520)
Special Purpose Apportionments				4,481,138	3,779,332	(701,806)
Special Instructional Allowance				6,995,761	6,871,211	(124,550)
State Preschool				618,055	606,500	(11,555)
Child Nutrition Programs				174,196	163,883	(10,313)
Deferred Maintenance Allowance				500,419	500,419	-
Mandated Costs				375,000	364,999	(10,001)
State Lottery				2,502,400	2,658,719	156,319
Tax Relief Subventions				55,592	61,523	5,931
Healthy Start				86,576	324,763	238,187
Drug/Alcohol/Tobacco Funds				94,395	84,103	(10,292)
Other State Revenues				6,187,256	4,294,963	(1,892,293)
Total Revenue from Other State Sources	-	-	-	22,483,595	20,159,130	(2,324,465)
Revenue from Local Sources						
Restricted Tax Levies				2,795,248	3,131,152	335,904
Non Ad Valorem Taxes				30,000	36,752	6,752
Sales				2,172,186	2,103,663	(68,523)
Leases and Rentals	427,500	426,341	(1,159)	612,500	660,214	47,714
Interest	1,771,040	1,998,276	227,236	3,270,296	3,392,352	122,056
Fees and Contracts	1,859,139	1,859,138	(1)	3,807,844	3,481,375	(326,469)
Tuition				608,619	647,782	39,163
Other Transfers In				6,343,536	5,938,978	(404,558)
Other Local Revenue				369,369	308,379	(60,990)
Total Revenue from Local Sources	4,057,679	4,283,755	226,076	20,009,598	19,700,647	(308,951)
School Facilities Apportionment	27,507,021	27,507,019	(2)	27,507,021	27,507,019	(2)
TOTAL REVENUES	31,564,700	31,790,774	226,074	156,643,129	154,283,350	(2,359,779)

See the accompanying notes to the financial statements.

VENTURA UNIFIED SCHOOL DISTRICT

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 ALL GOVERNMENTAL FUND TYPES
 For the Fiscal Year Ended June 30, 2001

	General Fund			Debt Service Fund			Special Revenue Funds		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
EXPENDITURES									
Certificated Salaries	\$ 52,343,428	\$ 52,085,609	\$ 257,819	\$	\$	\$	\$ 1,848,508	\$ 1,729,637	\$ 118,871
Classified Salaries	16,886,059	16,419,287	466,772				3,654,453	3,603,106	51,347
Employee Benefits	16,000,429	15,852,464	147,965				1,235,488	1,184,538	50,950
Books and Supplies	9,332,132	5,207,181	4,124,951				3,153,623	2,897,429	256,194
Services and Other Operating Expenses	6,648,918	6,245,271	403,647				1,564,372	1,361,132	203,240
Capital Outlay	4,188,372	2,289,236	1,899,136				1,256,074	1,148,195	107,879
Outgoing Tuition	1,200,000	1,202,183	(2,183)						
Other Transfers Out	2,020,376	1,896,392	123,984				136,059	127,660	8,399
Direct Support/Indirect Costs	(987,854)	(916,163)	(71,691)				987,854	916,163	71,691
Debt Service				2,507,861	2,506,908	953			
TOTAL EXPENDITURES	<u>107,631,860</u>	<u>100,281,460</u>	<u>7,350,400</u>	<u>2,507,861</u>	<u>2,506,908</u>	<u>953</u>	<u>13,836,431</u>	<u>12,967,860</u>	<u>868,571</u>
Excess (deficiency) of revenues over expenditures	<u>788,144</u>	<u>5,919,525</u>	<u>5,131,381</u>	<u>371,979</u>	<u>782,770</u>	<u>410,791</u>	<u>(57,846)</u>	<u>34,053</u>	<u>91,899</u>
OTHER FINANCING SOURCES (USES)									
Interfund Transfers In	1,122,874	1,142,625	19,751				500,000	589,260	89,260
Proceeds from Capital Leases							39,524	39,524	-
Other Sources	150	-	(150)						
Interfund Transfers Out	(4,811,132)	(4,900,391)	(89,259)				(1,532,570)	(1,523,819)	8,751
Debt Service	(70,511)	(69,989)	522				(34,724)	(34,718)	6
TOTAL OTHER FINANCING SOURCES (USES)	<u>(3,758,619)</u>	<u>(3,827,755)</u>	<u>(69,136)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,027,770)</u>	<u>(929,753)</u>	<u>98,017</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	<u>\$ (2,970,475)</u>	<u>2,091,770</u>	<u>\$ 5,062,245</u>	<u>\$ 371,979</u>	<u>782,770</u>	<u>\$ 410,791</u>	<u>\$ (1,085,616)</u>	<u>(895,700)</u>	<u>\$ 189,916</u>
Fund Balances at Beginning of Year		<u>9,100,697</u>			<u>1,881,734</u>			<u>4,315,977</u>	
Fund Balances at End of Year		<u>\$ 11,192,467</u>			<u>\$ 2,664,504</u>			<u>\$ 3,420,277</u>	

See the accompanying notes to the financial statements.

VENTURA UNIFIED SCHOOL DISTRICT

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
ALL GOVERNMENTAL FUND TYPES
For the Fiscal Year Ended June 30, 2001

	Capital Projects Funds			Total (Memorandum Only)		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
EXPENDITURES						
Certificated Salaries	\$	\$	\$	\$ 54,191,936	\$ 53,815,246	\$ 376,690
Classified Salaries				20,540,512	20,022,393	518,119
Employee Benefits				17,235,917	17,037,002	198,915
Books and Supplies	1,000	848	152	12,486,755	8,105,458	4,381,297
Services and Other Operating Expenses	494,037	271,166	222,871	8,707,327	7,877,569	829,758
Capital Outlay	51,916,047	27,678,127	24,237,920	57,360,493	31,115,558	26,244,935
Outgoing Tuition				1,200,000	1,202,183	(2,183)
Other Transfers Out				2,156,435	2,024,052	132,383
Direct Support/Indirect Costs				-	-	-
Debt Service				2,507,861	2,506,908	953
TOTAL EXPENDITURES	<u>52,411,084</u>	<u>27,950,141</u>	<u>24,460,943</u>	<u>176,387,236</u>	<u>143,706,369</u>	<u>32,680,867</u>
Excess (deficiency) of revenues over expenditures	<u>(20,846,384)</u>	<u>3,840,633</u>	<u>24,687,017</u>	<u>(19,744,107)</u>	<u>10,576,981</u>	<u>30,321,088</u>
OTHER FINANCING SOURCES (USES)						
Interfund Transfers In	9,790,884	9,762,371	(28,513)	11,413,758	11,494,256	80,498
Proceeds from Capital Leases				39,524	39,524	-
Other Sources				150	-	(150)
Interfund Transfers Out	(9,120,056)	(9,120,046)	10	(15,463,758)	(15,544,256)	(80,498)
Debt Service	(437,570)	(437,570)	-	(542,805)	(542,277)	528
TOTAL OTHER FINANCING SOURCES (USES)	<u>233,258</u>	<u>204,755</u>	<u>(28,503)</u>	<u>(4,553,131)</u>	<u>(4,552,753)</u>	<u>378</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	<u>\$ (20,613,126)</u>	<u>4,045,388</u>	<u>\$ 24,658,514</u>	<u>\$ (24,297,238)</u>	<u>6,024,228</u>	<u>\$ 30,321,466</u>
Fund Balances at Beginning of Year		<u>27,821,334</u>			<u>43,119,742</u>	
Fund Balances at End of Year		<u>\$ 31,866,722</u>			<u>\$ 49,143,970</u>	

See the accompanying notes to the financial statements.

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2001

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

The District accounts for its financial transactions in accordance with the policies and procedures of the Department of Education's California School Accounting Manual, updated to conform to the new financial and reporting requirements promulgated by the California Department of Education. The accounting policies of the District conform to generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board and the American Institute of Certified Public Accountants.

The significant accounting policies applicable to the District are described below.

A. FUND ACCOUNTING:

To ensure compliance with the California Education Code, the financial resources of the District are divided into separate funds for which separate accounts are maintained for recording cash, other resources and all related liabilities, obligations and equities.

The statements of revenue, expenditures and changes in fund balance are statements of financial activities of the particular fund related to the current reporting period. Expenditures of the various funds frequently include amounts for land, buildings, equipment, retirement of indebtedness, transfers to other funds, etc. Consequently, these statements do not purport to present the result of operations or the net income or loss for the period as would a statement of income for a profit-type organization. The modified accrual basis of accounting is used for all funds including the fiduciary funds. The District's accounts are organized into three broad categories which in aggregate include two fund types and two account groups as indicated.

GOVERNMENTAL FUNDS

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

Debt Service Fund - the Bond Interest and Redemption Fund is used to collect taxes and pay for debt service associated with General Obligation Bonds.

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2001

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

A. FUND ACCOUNTING: (continued)

Special Revenue Funds - used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes. The District maintains five special revenue funds:

1. Adult Education Fund (Fund #09) - used to account for resources committed to adult education programs maintained by the District.
2. Cafeteria Fund (Fund #22) - used to account for revenues received and expenditures made to operate the District's cafeterias.
3. Child Development Fund (Fund #03) - used to account for resources committed to child development programs.
4. Deferred Maintenance Fund (Fund #02) - used for the purpose of major repair or replacement of District property.
5. Special Reserve Fund - Premium Deposits (Fund #35) - used to account for financial transactions of the Pacific Mutual Premium Deposit Fund.

Capital Projects Funds - used to account for the acquisition and/or construction of major governmental general fixed assets. The District maintains seventeen capital projects funds:

1. Building Fund Bond Proceeds (Fund #63) - used to account for repairs and construction of facilities.
2. Building Fund Series A (Fund #61) - used to account for the acquisition, retro-fitting and operation of real property.
3. Building Fund Series B (Fund #62) - used to account for the acquisition and operation of real property.
4. Building Fund (Fund #60) - used to account for the construction and/or acquisition of major capital facilities. Income is from rental of unused sites.

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2001

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

A. FUND ACCOUNTING: (continued)

GOVERNMENTAL FUNDS (continued)

5. Capital Facilities Fund - Residential (Fund #58) - used to account for resources received from residential developer impact fees.
6. Capital Facilities Fund - Commercial (Fund #59) - used to account for resources received from commercial developer impact fees.
7. State School Building Lease-Purchase Fund (Fund #40) - used to account for Anacapa Middle School modernization funds.
8. State School Building Lease-Purchase Fund (Fund #41) – used to account for Cabrillo Middle School modernization funds.
9. State School Building Lease-Purchase Fund (Fund #42) – used to account for new construction funds for Citrus Glen Elementary School.
10. State School Lease-Purchase Fund (Fund #43) – used to account for DeAnza Middle School modernization funds.
11. State School Lease-Purchase Fund (Fund #44) – used to account for Buena High School modernization funds.
12. State School Lease-Purchase Fund (Fund #45) – used to account for Ventura High School modernization funds.
13. County School Facilities Fund (Fund #83) – used to account for the School Facility Program grants awarded for modernization of Buena High School.
14. County School Facilities Fund (Fund #84) – used to account for the School Facility Program grants awarded for modernization of Ventura High School.

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2001

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

A. FUND ACCOUNTING: (continued)

GOVERNMENTAL FUNDS (continued)

15. County School Facilities Fund (Fund #85) – used to account for the School Facility Program grants awarded for modernization of elementary school sites.
16. County School Facilities Fund (Fund #86) – used as a holding fund for the School Facility Program grants awarded to the District. The Ventura County Superintendent of Schools deposits all awards to this fund and the District transfers the awards to the appropriate funds.
17. Special Reserve Fund – Disasters (Fund #51) - used to account for resources received to repair damages caused by natural disasters.

FIDUCIARY FUNDS - used to account for monies received and expenditures made for specific purposes in each fund.

1. Retiree Benefit Fund (Fund #93) - used to account for future payments of health and welfare benefits.
2. Alternative Retiree Benefit Fund (Fund #94) - used to account for future payments of the exempt governmental deferred compensation plan.
3. Foundation Fund (Fund #92) - used to account for donations of funds from private individuals and organizations.
4. David Graham and Stella Brittingham Memorial Scholarship Fund (Fund #96) – used to award scholarships to students and/or graduates of Ventura Unified School District who have participated in aquatic sports.
5. Associated Student Body Funds - used to account for raising and expending money to promote the general welfare, morale and educational experiences of the student body organizations. The District operates ten Student Body Funds.

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2001

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

A. FUND ACCOUNTING: (continued)

ACCOUNT GROUPS

The accounting and reporting treatment applied to the fixed assets and long-term liabilities associated with a fund are determined by its measurement focus. All Governmental Funds and Expendable Trust Funds are accounted for on a spending or "financial flow" measurement focus. This means that only current assets and current liabilities are generally included on their balance sheet. Their reported fund balance is considered a measure of "available spendable resources". Thus, the fixed assets and long-term liabilities associated with Governmental and Expendable Trust Funds are accounted for in the Account Groups of the District.

General Fixed Assets Account Group - accounts for fixed assets used in governmental fund type operations.

General Long-Term Debt Account Group - accounts for long-term liabilities expected to be financed from governmental funds.

B. ACCOUNTING METHOD:

All governmental funds and fiduciary funds are maintained on the modified accrual basis of accounting. As such, revenues are recognized when they become susceptible to accrual, which is to say, when they become both measurable and available to finance expenditures of the current period with the exceptions noted below.

1. Secured property taxes attach as an enforceable lien on property as of March 1. Taxes are payable in two installments on November 15 and March 15. Unsecured property taxes are payable in one installment on or before August 31.

Real and personal property tax revenues are reported in the same manner in which the County auditor records and reports actual property tax receipts to the California Department of Education. This is generally on a cash basis.

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2001

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

B. ACCOUNTING METHOD: (continued)

2. Certain current year apportionments from the state are based upon various financial and statistical information of the previous year. Second period to annual corrections for revenue limits and other state apportionments (either positive or negative) are accrued at the end of the fiscal year.
3. Certain revenues are accounted for on an accrual basis and receivables are accrued at year-end for amounts earned but not yet received. Interest income is accrued such that the amount earned during the four quarters of the given fiscal year is reflected as revenue in that fiscal year.

The estimated third and fourth quarter payments of state lottery revenue are accrued at the end of the fiscal year. The adjusting payment of lottery revenues from prior year to current ADA is reflected as income in the year in which the adjusting payment is received.

The District has estimated the receivable for the State match of deferred maintenance funds based on the most recent estimate of the available funds. Any difference will be recorded in the year received and is not expected to be a material difference.

4. Cash in the County treasury is recorded at cost, which approximates fair value, in accordance with GASB Statement No. 31.
5. Fixed assets used in governmental fund types of the District are recorded in the general fixed assets account group at cost or estimated historical cost if purchased or constructed. Donated fixed assets are recorded at their estimated fair value at the date of donation. Assets in the general fixed assets account group are not depreciated. Interest incurred during construction is not capitalized on general fixed assets.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's life is not included in the general fixed assets account group.

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2001

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

B. ACCOUNTING METHOD: (continued)

6. Inventory is valued at average cost.
7. In accordance with GASB Statement No. 16, accumulated unpaid employee vacation benefits are recognized as liabilities of the District. The current portion of the liabilities, if material, is recognized in the applicable fund at year-end. The noncurrent portion of the liabilities is recorded in the General Long-Term Debt Account Group.

Sick leave benefits are accumulated without limit for each employee. The employees do not gain a vested right to accumulated sick leave.

Accumulated employee sick leave benefits are not recognized as liabilities of the District since payment of such benefits is not probable. Therefore, sick leave benefits are recorded as expenditures in the period that sick leaves are taken.

8. Reservations of the ending fund balance indicate the portions of the fund balance not appropriate for expenditure.
9. Encumbrance accounting is used in all budgeted funds to reserve portions of applicable appropriations for which commitments have been made. Encumbrances are recorded for purchase orders, contracts, and other commitments when they are written. Encumbrances are liquidated when the commitments are paid. All encumbrances are liquidated at June 30.
10. The District reports long-term debt of governmental funds at face value in the general long-term debt account group.

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2001

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

B. ACCOUNTING METHOD: (continued)

11. GASB Statement No. 24 requires that direct on-behalf payments for fringe benefits and salaries made by one entity to a third party recipient for the employees of another, legally separate entity be recognized as revenue and expenditures by the employer government. The State of California makes direct on-behalf payments for retirement benefits to the State Teachers Retirement System on behalf of all school districts in California. However, a fiscal advisory was issued by the California Department of Education instructing districts not to record revenue and expenditures for these on-behalf payments. The amount of on-behalf payments made for the District is estimated at \$2,300,000.

C. REPORTING ENTITY:

In evaluating how to define the District for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in generally accepted accounting principles (GAAP) and GASB Statement No. 14. The basic, but not the only, criterion for including a potential component unit within the reporting entity is the Board of Education's ability to exercise oversight responsibility. A second criterion used in evaluating potential component units is the scope of public service. A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the District is able to exercise oversight responsibilities.

Based upon the application of the criteria listed above, the following potential unit has been included in the District's reporting entity:

Ventura County Schools Public Facilities Financing Corporation – The Corporation is a legally separate entity formed for the purpose of acquiring equipment and capital outlay and then leasing such items to the Ventura Unified School District and other participating districts.

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2001

(Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES: (continued)

C. REPORTING ENTITY: (continued)

Based upon the application of the criteria listed above, the following potential component unit has been excluded from the District's reporting entity:

Ventura Unified School District Education Foundation - The Foundation is a separate not-for-profit corporation. The Foundation Board of Directors are elected independent of any District Governing Board appointments. The Foundation Board is responsible for approving its own budget and accounting and finance related activities.

Separate financial statements for the Foundation can be obtained through the District.

NOTE 2 - BUDGETS:

By state law, the District's Governing Board must adopt a final budget no later than July 1. A public hearing must be conducted to receive comments prior to adoption. The District's Governing Board satisfied these requirements.

These budgets are revised by the District's Governing Board during the year to give consideration to unanticipated income and expenditures. It is this final revised budget that is presented in the financial statements in a column entitled "Budget."

Formal budgetary integration was employed as a management control device during the year for all budgeted funds. Expenditures cannot legally exceed appropriations by major object account.

Budgets for all funds were adopted on a basis which materially conforms to generally accepted accounting principles (GAAP).

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2001

(Continued)

NOTE 3 - EXCESS OF EXPENDITURES OVER APPROPRIATIONS:

Excesses of expenditures over appropriations in individual funds, by major object accounts, are as follows:

General Fund	
Other Outgo	\$38,627
County School Facility Fund (Fund #84)	
Books and Supplies	15,625

NOTE 4 - DEPOSITS:

Cash at June 30, 2001 consisted of the following:

Deposits:

Cash on Hand and in Banks	\$ 893,725
Cash in Revolving Fund	50,000
Cash with Fiscal Agent	430,053
Cash Collections Awaiting Deposit	130,744

Pooled Funds:

Cash in County Treasury	60,122,166
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Cash balances held in banks and in revolving funds are insured up to \$100,000 by the Federal Depository Insurance Corporation. Not all cash held by the financial institutions is insured or collateralized as presented in the schedule below.

In accordance with Education Code Section 41001, the District maintains substantially all of its cash in the Ventura County Treasury. The county pools these funds with those of other districts in the county and invests the cash. These pooled funds are carried at cost which approximates fair value. Interest earned is deposited quarterly into participating funds. Any investment losses are proportionately shared by all funds in the pool.

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2001

(Continued)

NOTE 4 - DEPOSITS: (continued)

The County is authorized to deposit cash and invest excess funds by California Government Code Section 53648 et. seq. The funds maintained by the County are either secured by federal depository insurance or are collateralized.

	<u>Category*</u>			<u>Bank Balance</u>	<u>Carrying Amount</u>
	<u>1</u>	<u>2</u>	<u>3</u>		
Cash on Hand and in Banks	\$177,028	\$ 782,770	\$9,193	\$ 968,991	\$ 893,725
Cash in Revolving Fund	41,388			41,388	50,000
Cash with Fiscal Agent		450,053		450,053	430,053
Cash Collections Awaiting Deposit	<u>100,000</u>	<u>30,744</u>	—	<u>130,744</u>	<u>130,744</u>
Total Deposits	<u>\$318,416</u>	<u>\$1,263,567</u>	<u>\$9,193</u>	<u>\$1,591,176</u>	<u>\$1,504,522</u>

* Category 1 includes deposits that are insured or collateralized. Category 2 includes deposits that are insured or collateralized by the pledging financial institution's trust department or agent but not in the District's name. Category 3 includes deposits that are not insured or collateralized.

NOTE 5 - INTERFUND TRANSACTIONS:

A. Interfund Receivables/Payables

Individual interfund receivable and payable balances at June 30, 2001 are as follows:

<u>Fund</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund (Fund #01 and #05)	\$ 993,995	\$ 445,988
Special Revenue Funds:		
Adult Education Fund (Fund #09)	52,775	306,637
Cafeteria Fund (Fund #22)	303,953	588,507
Child Development Fund (Fund #03)		40,075
Deferred Maintenance Fund (Fund #02)	89,260	

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2001

(Continued)

NOTE 5 - INTERFUND TRANSACTIONS: (continued)

A. Interfund Receivables/Payables (continued)

<u>Fund</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
Capital Projects Funds:		
Building Fund Bond Proceeds (Fund #63)	268	267,020
Building Fund A (Fund #61)		1,284
Building Fund B (Fund #62)	1,284	
Capital Facilities – Residential (Fund #58)		51,999
Capital Facilities – Commercial (Fund #59))		3,513
State School Building Lease-Purchase Fund (Fund #40)		2,400
State School Building Lease-Purchase Fund (Fund #42)		268
Special Reserve Fund (Fund #51)		864
County School Facilities Fund (Fund #83)	50,306	
County School Facilities Fund (Fund #84)	216,714	
County School Facilities Fund (Fund #85)	1,320,730	
County School Facilities Fund (Fund #86)	_____	<u>1,320,730</u>
Totals	<u>\$3,029,285</u>	<u>\$3,029,285</u>

B. Interfund Transfers

Interfund transfers consist of operating transfers from funds receiving revenue to funds through which the resources are to be expended.

Interfund transfers for the 2000-01 fiscal year are as follows:

Transfer from General Fund to Deferred Maintenance Fund for State matching funds	\$ 589,260
Transfer from Capital Facilities Funds (Residential and Commercial) to General Fund to pay for developer's fees administration	55,512

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2001

(Continued)

NOTE 5 - INTERFUND TRANSACTIONS: (continued)

B. Interfund Transfers (continued)

Transfer from General Fund to Retiree Benefit Funds for expenditures and prefunding	4,000,000
Transfer from Special Reserve Fund (Premium Deposits) to the General Fund to partially fund health and welfare benefits over cap	1,086,000
Transfer from Child Development Fund to the General Fund for reimbursement of prior year expenditures	249
Transfer from Adult Education Fund to the Building Fund Series A (Fund #61) to pay for Certificates of Participation debt service	437,570
Transfer from the Building Funds (various) to State School Building Lease-Purchase Funds (various) for required District match	6,648,199
Transfer from Building Fund Bond Proceeds (Fund #63) to County School Facilities Fund (Fund #85) for required District match	703,886
Transfer from General Fund to County School Facilities Fund (Fund #85) for required District match	261,131
Transfer from the County School Facilities Fund (Fund #85) to the Building Fund Bond Proceeds (Fund #63) for repayment of expenditures made in prior year	1,150,299
Transfer from State School Building Lease-Purchase Funds (various) to County School Facilities Funds (various) due to the project converting from the old to new program	169,286

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2001

(Continued)

NOTE 5 - INTERFUND TRANSACTIONS: (continued)

B. Interfund Transfers (continued)

Transfer from the Capital Facilities Fund (Residential) to County School Facilities Fund (Fund #83) for required District match	392,000
Transfer from the Special Reserve Fund (Disasters) to the General Fund for interest revenue	864
Transfer from General Fund to Foundation Fund to contribute to foundation efforts	<u>50,000</u>
Total	<u>\$15,544,256</u>

NOTE 6 - FUND BALANCES - RESERVED/RESTRICTED/DESIGNATED:

The following amounts were reserved by the Board of Education for the special purposes below:

	<u>General Fund</u>	<u>Cafeteria Fund</u>	<u>Student Body Funds</u>
Revolving Cash	\$ 50,000	\$	\$
Stores Inventory	<u>356,983</u>	<u>194,352</u>	<u>28,753</u>
Total	<u>\$406,983</u>	<u>\$194,352</u>	<u>\$28,753</u>

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2001

(Continued)

NOTE 6 - FUND BALANCES - RESERVED/RESTRICTED/DESIGNATED: (continued)

The following amounts were legally restricted for the special purposes below:

	<u>General Fund</u>	<u>Child Development Fund</u>	<u>Total</u>
Restricted for:			
Gifted and Talented Education	\$ 17,104	\$	\$ 17,104
K-8 Instructional Materials	48,062		48,062
9-12 Instructional Materials	81,570		81,570
K-8 Math Instructional Materials	178,664		178,664
9-12 Math Instructional Materials	617,623		617,623
Tenth Grade Counseling	18,485		18,485
Science Materials	48,959		48,959
Supplemental Grants	13,063		13,063
School Site AB 3488	24,461		24,461
Gray Family Trust	210,451		210,451
Medi-Cal	435,084		435,084
Library Grant	702,298		702,298
AB 1115	195,651		195,651
Restricted Lottery	210,863		210,863
District Block Grant	725,050		725,050
Cal Safe	46,793		46,793
Classroom Library	74,907		74,907
ELAP	137,876		137,876
ELILP	40,844		40,844
AB 1113	287,943		287,943
Peer Assistance and Review	118,042		118,042
Professional Development	5,063		5,063
State Preschool	<u> </u>	<u>170,698</u>	<u>170,698</u>
Total	<u>\$4,238,856</u>	<u>\$170,698</u>	<u>\$4,409,554</u>

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2001

(Continued)

NOTE 6 - FUND BALANCES - RESERVED/RESTRICTED/DESIGNATED: (continued)

The following amounts were designated by the Board:

General Fund (Fund #01 and #05):	
Economic Uncertainty	\$ 3,154,878
One Time	<u>1,755,516</u>
Total	<u>\$ 4,910,394</u>

Special Revenue Funds:	
Adult Education Fund (Fund #09):	
Economic Uncertainty	\$ 165,800
Loan Payment	362,506
Cafeteria Fund (Fund #22):	
Economic Uncertainty	140,000
Child Development Fund (Fund #03):	
Child Care	46,935
Deferred Maintenance Fund (Fund #02):	
Future Projects	1,311,255
Special Reserve Premium Deposits (Fund #35):	
Future Payments	<u>308,927</u>
Total	<u>\$ 2,335,423</u>

Capital Projects Funds:	
Building Fund Bond Proceeds (Fund #63):	
Bond Projects	\$11,323,906
Building Fund Series A (Fund #61):	
Certificate of Participation Reserve	430,053
Operating Expenses	488,724
Building Fund Series B (Fund #62):	
Operating Expenses	227,355
Building Fund (Fund #60):	
Future Projects	115,030
Capital Facilities – Residential (Fund #58):	
Future Projects	2,756,515

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2001

(Continued)

NOTE 6 - FUND BALANCES - RESERVED/RESTRICTED/DESIGNATED: (continued)

Capital Projects Funds: (continued)

Capital Facilities – Commercial (Fund #59):	
Future Projects	328,263
State School Building Lease-Purchase Fund (Fund #40):	
Anacapa Modernization	154,769
State School Building Lease-Purchase Fund (Fund #41):	
Cabrillo Modernization	880,816
State School Building Lease-Purchase Fund (Fund #43):	
DeAnza Modernization	235,887
County School Facilities Fund (Fund #83):	
Buena High School Modernization	4,249,477
County School Facilities Fund (Fund #84):	
Ventura High School Modernization	5,381,282
County School Facilities Fund (Fund #85):	
Elementary Schools Modernization	<u>5,280,371</u>
Total	<u>\$31,852,448</u>

Agency and Trust Funds:

Foundation Fund (Fund #92):	
Challenge Grants	\$ 753
Save the Music	1,055
Expired Grants	8,921
Other Grants	3,937
Scholarship Fund (Fund #96):	
Scholarships	31,795
Retiree Benefit Fund (Fund #93):	
Retiree Benefits	3,727,374
Alternative Retiree Benefit Fund (Fund #94):	
Deferred Compensation	<u>1,694,111</u>
Total	<u>\$ 5,467,946</u>

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2001

(Continued)

NOTE 7 - TAX REVENUE ANTICIPATION NOTES:

The District issued \$2,965,000 of Tax Revenue Anticipation Notes dated July 3, 2000. The notes included interest at a rate of 5.25% and matured on July 3, 2001. The notes were sold by the District to supplement its cash flow.

Repayment requirements were that \$1,186,000 plus interest in January 2001, \$296,500 plus interest in both March 2001 and April 2001, and \$1,186,000 plus interest in May 2001 be deposited with U.S. Bank Trust N.A., (the "Trustee"). The total amount of interest paid was \$155,662. All deposits were made with the Trustee on a timely basis and, therefore, the liability is defeased and therefore not shown on the financial statements at June 30, 2001.

NOTE 8 - LEASES:

Capital Leases

The District leases equipment valued at \$147,519 under agreements which provide for title to pass upon expiration of the lease period. Future minimum lease payments are as follows:

<u>Year Ending June 30,</u>	<u>Lease Payment</u>
2002	\$ 22,287
2003	7,397
2004	<u>3,299</u>
Total	32,983
Less Amount Representing Interest	<u>(3,306)</u>
Present Value of Net Minimum Lease Payments	<u>\$ 29,677</u>

The District will receive no sublease rental revenues nor pay any contingent rentals for this equipment.

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2001

(Continued)

NOTE 9 - BONDED DEBT - GENERAL OBLIGATION BONDS:

In June, 1997 the voters approved the issuance of bonds, not to exceed \$81 million, for the purpose of raising money to finance the acquisition, construction and modernization of school facilities and paying related costs.

The outstanding bonded debt of the Ventura Unified School District at June 30, 2001 is:

<u>Date of Issue</u>	<u>Interest Rate %</u>	<u>Maturity Date</u>	<u>Amount of Original Issue</u>	<u>Outstanding July 1, 2000</u>	<u>Redeemed Current Year</u>	<u>Outstanding June 30, 2001</u>
8/15/97 A	Various	8/1/2027	\$10,000,000	\$ 9,740,000	\$140,000	\$ 9,600,000
6/23/98 B	Various	8/1/2028	10,000,000	9,870,000	160,000	9,710,000
6/29/99 C	Various	2/1/2030	10,000,000	10,000,000	115,000	9,885,000
6/1/00 D	Various	2/1/2031	<u>12,500,000</u>	<u>12,500,000</u>	_____	<u>12,500,000</u>
			<u>\$42,500,000</u>	<u>\$42,110,000</u>	<u>\$415,000</u>	<u>\$41,695,000</u>

The annual requirements to amortize all bonds payable, outstanding as of June 30, 2001, are as follows:

<u>Year Ended June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2002	\$ 520,000	\$ 2,304,927	\$ 2,824,927
2003	670,000	2,259,616	2,929,616
2004	720,000	2,204,145	2,924,145
2005	755,000	2,146,308	2,901,308
2006	795,000	2,086,473	2,881,473
Thereafter	<u>38,235,000</u>	<u>29,736,752</u>	<u>67,971,752</u>
Totals	<u>\$41,695,000</u>	<u>\$40,738,221</u>	<u>\$82,433,221</u>

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2001

(Continued)

NOTE 10 - CERTIFICATES OF PARTICIPATION:

The District issued two series of certificates of participation on August 1, 1994. The proceeds of Series A (\$4,230,000), after payment of costs and establishment of reserves, were used to finance the acquisition and subsequent improvement of a building to be used as an adult education facility. The proceeds of Series B (\$1,450,000), after payment of costs and establishment of reserves, have been used to finance the acquisition of a building ultimately to be used as an administration facility.

The certificates of participation were sold by Sutro Company. The Ventura County Schools Public Facilities Financing Corporation acts as a purchaser and lessor of the property and U.S. Trust Company acts as trustee and disbursing agent. At June 30, 2001, the District had \$430,053 available with the Trustee for repayment. The principal amount due at June 30, 2001 for Series A is \$2,685,000. Series B was fully repaid in April 1999.

Lease Payments - Lease payments are required to be made by the District under the lease each April 1 for use and possession of the property for the period commencing April 1, 1995 and terminating July 1, 2009. Lease payments will be funded in part from the proceeds of the Certificates.

The lease requires that lease payments be deposited in the related lease payment fund maintained by the trustee. Pursuant to the trust agreement, on July 1 of each year, commencing July 1, 1995, the trustee will pay from the lease payment fund the required principal and interest payments (twice per year) with respect to Ventura Unified School District as indicated below:

Series A Certificates

<u>Year Ending</u> <u>April 1</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2002	\$ 270,000	\$ 163,270	\$ 433,270
2003	290,000	147,880	437,880
2004	305,000	131,060	436,060
2005	320,000	113,065	433,065
2006	340,000	93,865	433,865
Thereafter	<u>1,160,000</u>	<u>149,860</u>	<u>1,309,860</u>
	<u>\$2,685,000</u>	<u>\$ 799,000</u>	<u>\$3,484,000</u>

The interest ranges from 5.7% to 6.4%.

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2001

(Continued)

NOTE 11 - OTHER ACCOUNTING DISCLOSURES:

- A. General fixed assets - A schedule of changes in general fixed assets for the year ended June 30, 2001 is shown below:

	<u>Balance</u> <u>July 1, 2000</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2001</u>
Land and improvements	\$11,221,912	\$ 1,655,390	\$	\$ 12,877,302
Buildings and improvements	65,976,026	26,798,985		92,775,011
Equipment	<u>22,367,774</u>	<u>2,497,292</u>	<u>569,224</u>	<u>24,295,842</u>
Totals	<u>\$99,565,712</u>	<u>\$30,151,667</u>	<u>\$ 569,224</u>	<u>\$129,948,155</u>

- B. Long-term Debt - A schedule of changes in long-term debt for the year ended June 30, 2001 is shown below.

	<u>Balance</u> <u>July 1, 2000</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance</u> <u>June 30, 2001</u>
General Obligation Bonds	\$42,110,000	\$	\$ 415,000	\$41,695,000
Certificates of Participation	2,945,000		260,000	2,685,000
Capital leases	113,857		84,180	29,677
Accrued Vacation	115,114	864,958	115,114	864,958
Alternative Retiree Benefits	<u>835,809</u>	<u>1,736,295</u>	<u>815,115</u>	<u>1,756,989</u>
Totals	<u>\$46,119,780</u>	<u>\$2,601,253</u>	<u>\$1,689,409</u>	<u>\$47,031,624</u>

NOTE 12 - EMPLOYEE RETIREMENT PLANS:

Qualified employees are covered under multiple-employer defined benefit pension plans maintained by agencies of the State of California. Certificated employees are members of the State Teachers' Retirement System (STRS) and classified employees are members of the Public Employees' Retirement System (PERS).

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2001

(Continued)

NOTE 12 - EMPLOYEE RETIREMENT PLANS: (continued)

State Teachers' Retirement System (STRS)

Plan Description

The District contributes to the State Teachers' Retirement System (STRS), a cost-sharing multiple-employer public employee retirement system defined benefit pension plan administered by STRS. The plan provides retirement, disability and survivor benefits to beneficiaries. Benefit provisions are established by State statutes, as legislatively amended, within the State Teachers' Retirement Law. STRS issues a separate comprehensive annual financial report that includes financial statements and required supplementary information. Copies of the STRS annual financial report may be obtained from STRS, 7667 Folsom Boulevard, Sacramento, CA 95826.

Funding Policy

Active plan members are required to contribute 8.0% of their salary and the District is required to contribute an actuarially determined rate. The actuarial methods and assumptions used for determining the rate are those adopted by the STRS Teachers' Retirement Board. The required employer contribution rate for fiscal year 2000-01 was 8.25% of annual payroll. The contribution requirements of the plan members are established and may be amended by State statute.

Public Employees' Retirement System (PERS)

Plan Description

The District contributes to the School Employer Pool under the California Public Employees' Retirement System (CalPERS), a cost-sharing multiple-employer public employee retirement system defined benefit pension plan administered by CalPERS. The plan provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Benefit provisions are established by State statutes, as legislatively amended, within the Public Employees' Retirement Law. CalPERS issues a separate and required supplementary information. Copies of the CalPERS' annual financial report may be obtained from the CalPERS Executive Office, 400 P Street, Sacramento, CA 95814.

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2001

(Continued)

NOTE 12 - EMPLOYEE RETIREMENT PLANS: (continued)

Public Employees' Retirement System (PERS) (continued)

Funding Policy

Active plan members are required to contribute 7.0% of their salary and the District is required to contribute an actuarially determined rate. The actuarial methods and assumptions used for determining the rate are those adopted by the CalPERS Board of Administration. There was no required employer contribution rate for fiscal year 2000-01. The contribution requirements of the plan members are established and may be amended by State statute.

Contributions to STRS and PERS

The District's contributions to STRS and PERS for each of the last three fiscal years is as follows:

Year Ended June 30,	STRS		PERS	
	<u>Required Contribution</u>	<u>Percent Contributed</u>	<u>Required Contribution</u>	<u>Percent Contributed</u>
1999	\$3,761,709	100%	\$0	100%
2000	3,846,199	100%	0	100%
2001	4,228,020	100%	0	100%

NOTE 13 - RETIREE BENEFITS:

Retirement Plan Prior to June 30, 1993:

Ventura Unified School District Certificated and Classified employees, retired from the District as of June 30, 1993, have Health and Welfare benefits based on status at time of retirement. As of June 30, 2001, the District had 601 retired employees covered under the plan at a cost of \$3,388,119 for the fiscal year 2000-01, which is included in the Retiree Benefit Fund expenditures. The cost for 2001-02 is expected to be \$3,804,000. An actuarial study was conducted to estimate the liability of the revised retirement plan. The estimated present value as of July 1, 1999 is \$51,579,403. There is no amount included in the long term debt account group.

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2001

(Continued)

NOTE 13 - RETIREE BENEFITS: (continued)

Deferred Compensation Plan:

A deferred compensation plan was established effective July 1, 1993. Eligible employees, employed as of April 28, 1993, may receive \$1,500 per year of service (plus one year) as of June 30, 1993 to a maximum of 30 years. The employee must retire under PERS or STRS with Ventura Unified School District to be eligible. This amount is payable in five equal annual installments. New employees are not eligible for the program. At June 30, 2001 the District had 107 retired employees covered under the plan. The cost attributable to this program in 2000-01 was \$815,115, and \$600,000 is expected to be the cost in 2001-02. An actuarial study was conducted to estimate the liability of the deferred compensation plan. The estimated present value as of July 1, 1999 was \$8,968,457 for all eligible employees of this plan. The total estimated liability for known eligible employees at June 30, 2001, for the next four years of \$1,756,989 is reflected in these financial statements in the Long-Term Debt Group of accounts.

NOTE 14 - JOINT POWERS AGREEMENTS:

The Ventura Unified School District participates in two joint powers agreement (JPA) entities: the Ventura County Schools Self-Funding Authority (the Authority) and the Gold Coast Joint Benefits Trust (the Trust). The Authority provides workers' compensation, property and liability insurance, boiler and machinery and fidelity bond coverages among other types of insurance. The member districts are subject to various deductible amounts in addition to payment of premiums assessed by the Authority. The Authority pools responsibility for claims up to certain limits and provides high level umbrella type coverage above its retention limits. The Trust arranges for health and welfare benefits for employees and retirees of participating school districts and their eligible dependents. Member districts pay a monthly premium per eligible participant.

Each JPA is independently accountable for its fiscal matters and is governed by a board consisting of representatives from each member District. Budgets are not subject to any approval other than that of the respective governing boards. Member districts share surpluses and deficits proportionately to their participation in the JPAs.

The relationships between the Ventura Unified School District and the JPAs are such that none of the JPAs is a component unit of the Ventura Unified School District for financial reporting purposes.

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2001

(Continued)

NOTE 14 - JOINT POWERS AGREEMENTS: (continued)

Condensed financial information for the most current year ended is as follows:

	The Authority (Audited) <u>June 30, 2000</u>	The Trust (Unaudited) <u>June 30, 2001</u>
Total Assets	\$27,208,398	\$ 4,140,850
Total Liabilities	<u>21,212,495</u>	<u>3,600,610</u>
Total Fund Balance	\$ <u>5,995,903</u>	\$ <u>540,240</u>
Total Revenues	<u>\$11,862,511</u>	<u>\$28,767,963</u>
Total Expenditures	<u>\$13,242,125</u>	<u>\$29,167,658</u>

NOTE 15 - COMMITMENTS AND CONTINGENCIES:

A. State and Federal Allowances, Awards, and Grants

The District has received state and federal funds for specific purposes that are subject to review and audit by the grantor agencies. Although such audits could generate expenditure disallowances under terms of the grants, it is believed that any required reimbursement will not be material.

B. State School Building Lease-Purchase Fund and County School Facilities Fund

The District is currently involved in several construction and modernization projects funded through the Office of Public School Construction. These projects are subject to future audits by the State, which may result in other adjustments to the fund.

C. Purchase Commitments

As of June 30, 2001, the District was committed under various capital expenditure purchase agreements for construction and modernization projects totaling approximately \$24,413,000. Projects will be funded through Bond Proceeds, State School Building Lease-Purchase Grants, State Deferred Maintenance Allocations, Capital Facilities Funds and General Funds.

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2001

(Continued)

NOTE 16 – DEFICIT FUND BALANCE:

The Cabrillo Middle School Associated Student Body ended the fiscal year with a \$(823) deficit unrestricted ending fund balance. The fund balance of \$10,376 was not adequate to cover the required reserve balance for inventory of \$11,199.

NOTE 17 - SUBSEQUENT EVENT:

A. Tax Revenue Anticipation Notes

The District issued \$5,000,000 of Tax Revenue Anticipation Notes dated July 3, 2001. The notes include interest at a rate of 4.0% and mature on July 3, 2002. The notes were sold by the District to supplement its cash flow.

The District is required to deposit \$2,000,000 plus interest in February 2002, \$500,000 plus interest in both March 2002 and April 2002 and \$2,000,000 plus interest in May 2002 with the Trustee.

B. Implementation of GASB Statement No. 34

The Governmental Accounting Standards Board (GASB) issued Statement No. 34, Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments. The statement prescribes a new financial reporting model that will restructure much of the information the District has presented in the past. Nation-wide implementation of GASB Statement No. 34 will be phased in over a three year period, beginning with larger districts. Since the District's 1998-99 revenues exceeded \$100 million, GASB Statement No. 34 is effective for fiscal year 2001-02.

C. General Obligation Bonds

The District sold \$12,500,000 General Obligation Bonds, 1997 Election, Series E on July 11, 2001. The bonds were sold with an interest rate of 4.10% to 6.50% and mature in 2032. The bonds were sold for the construction of schools, to replace old portable buildings, for technology infrastructure and for modernization and renovation.

VENTURA UNIFIED SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

June 30, 2001

(Continued)

NOTE 17 - SUBSEQUENT EVENT: (continued)

D. Sale of Property

The District sold the Santa Ana School site for a total of \$660,000 on September 14, 2001. The funds will be deposited in Building Fund #60 and are to be used for capital improvement projects. The District entered into a covenant with the buyer to share one half of any increase in value of the property over the next fifteen years in the event the site is subdivided.

VENTURA UNIFIED SCHOOL DISTRICT

SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
June 30, 2001

	Adult Education Fund (Fund #9)	Cafeteria Fund (Fund #22)	Child Development Fund (Fund #03)	Deferred Maintenance Fund (Fund #02)	Special Reserve Fund Premium Deposits (Fund #35)	Total (Memorandum Only)
ASSETS						
Cash in County Treasury	\$ 497,322	\$ 349,612	\$ 315,872	\$ 815,852	\$ 303,767	\$ 2,282,425
Cash on Hand and in Banks		124,151				124,151
Cash Collections Awaiting Deposit	13,125	2,044				15,169
Accounts Receivable:						
Federal and State Governments	468,150	635,394	6,377	464,453		1,574,374
Local Governments		30,383				30,383
Miscellaneous	350,123	26,326	4,548	11,479	5,160	397,636
Due from Other Funds	52,775	303,953		89,260		445,988
Stores Inventory		194,352				194,352
TOTAL ASSETS	\$ 1,381,495	\$ 1,666,215	\$ 326,797	\$ 1,381,044	\$ 308,927	\$ 5,064,478
LIABILITIES AND FUND BALANCE						
LIABILITIES						
Accounts Payable	\$ 142,270	\$ 234,466	\$ 66,535	\$ 69,789	\$	\$ 513,060
Due to Other Funds	306,637	588,507	40,075			935,219
Deferred Revenue	193,368		2,554			195,922
Accrued Vacation						-
TOTAL LIABILITIES	642,275	822,973	109,164	69,789	-	1,644,201
FUND BALANCE						
Reserved for Special Purposes		194,352				194,352
Restricted for Special Purposes			170,698			170,698
Designated for Special Purposes	528,306	140,000	46,935	1,311,255	308,927	2,335,423
Undesignated	210,914	508,890				719,804
TOTAL FUND BALANCE	739,220	843,242	217,633	1,311,255	308,927	3,420,277
TOTAL LIABILITIES AND FUND BALANCE	\$ 1,381,495	\$ 1,666,215	\$ 326,797	\$ 1,381,044	\$ 308,927	\$ 5,064,478

See the accompanying notes to the financial statements.

VENTURA UNIFIED SCHOOL DISTRICT
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2001

	Adult Education Fund (Fund #09)			Cafeteria Fund (Fund #22)			Child Development Fund (Fund #03)		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES									
Revenue from Revenue Limit Sources									
Principal Apportionment	\$ 3,243,920	\$ 3,395,782	\$ 151,862	\$	\$	\$	\$	\$	\$
Revenue Limit Transfers				1,058,265	1,038,218	(20,047)			
Revenue from Federal Sources									
Child Nutrition Programs				2,314,323	2,240,140	(74,183)			
Other Federal Revenue	605,529	622,312	16,783	98,601	100,403	1,802			
Revenue from Other State Sources									
State Preschool							618,055	606,500	(11,555)
Child Nutrition Programs				174,196	163,883	(10,313)			
Deferred Maintenance Allowance									
Other State Revenues	420,950	67,239	(353,711)				53,048	56,822	3,774
Revenue from Local Sources									
Sales				2,169,186	2,103,663	(65,523)			
Interest	40,000	33,277	(6,723)	28,282	28,270	(12)	21,000	18,266	(2,734)
Fees and Contracts	1,948,705	1,622,237	(326,468)						
Other Local Revenue	-	100	100	369,369	308,279	(61,090)			
TOTAL REVENUES	<u>6,259,104</u>	<u>5,740,947</u>	<u>(518,157)</u>	<u>6,212,222</u>	<u>5,982,856</u>	<u>(229,366)</u>	<u>692,103</u>	<u>681,588</u>	<u>(10,515)</u>
EXPENDITURES									
Certificated Salaries	1,848,508	1,729,637	118,871						
Classified Salaries	973,150	950,827	22,323	2,304,538	2,286,464	18,074	376,765	365,815	10,950
Employee Benefits	617,042	587,912	29,130	533,552	513,514	20,038	84,894	83,112	1,782
Books and Supplies	529,901	496,464	33,437	2,565,201	2,347,991	217,210	51,652	46,105	5,547
Services and Other Operating Expenses	1,229,124	1,109,103	120,021	207,785	141,363	66,422	34,196	23,131	11,065
Capital Outlay	351,939	297,592	54,347	142,989	90,111	52,878	68,941	68,288	653
Other Transfers Out	122,075	113,898	8,177				13,984	13,762	222
Direct Support/Indirect Costs	335,553	303,411	32,142	615,537	577,170	38,367	36,764	35,582	1,182
TOTAL EXPENDITURES	<u>6,007,292</u>	<u>5,588,844</u>	<u>418,448</u>	<u>6,369,602</u>	<u>5,956,613</u>	<u>412,989</u>	<u>667,196</u>	<u>635,795</u>	<u>31,401</u>
Excess (deficiency) of revenues over expenditures	<u>251,812</u>	<u>152,103</u>	<u>(99,709)</u>	<u>(157,380)</u>	<u>26,243</u>	<u>183,623</u>	<u>24,907</u>	<u>45,793</u>	<u>20,886</u>
OTHER FINANCING SOURCES (USES)									
Interfund Transfers In									
Proceeds from Capital Leases				39,524	39,524	-			
Interfund Transfers Out	(437,570)	(437,570)	-				-	(249)	(249)
Debt Service				(34,724)	(34,718)	6			
TOTAL OTHER FINANCING SOURCES (USES)	<u>(437,570)</u>	<u>(437,570)</u>	<u>-</u>	<u>4,800</u>	<u>4,806</u>	<u>6</u>	<u>-</u>	<u>(249)</u>	<u>(249)</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	<u>\$ (185,758)</u>	<u>(285,467)</u>	<u>\$ (99,709)</u>	<u>\$ (152,580)</u>	<u>31,049</u>	<u>\$ 183,629</u>	<u>\$ 24,907</u>	<u>45,544</u>	<u>\$ 20,637</u>
Fund Balances at beginning of year		<u>1,024,687</u>			<u>812,193</u>			<u>172,089</u>	
Fund Balances at end of year		<u>\$ 739,220</u>			<u>\$ 843,242</u>			<u>\$ 217,633</u>	

See the accompanying notes to the financial statements.

VENTURA UNIFIED SCHOOL DISTRICT
SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2001

	Deferred Maintenance Fund (Fund #02)			Special Reserve Fund Premium Deposits (Fund #35)			Total (Memorandum Only)		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES									
Revenue from Revenue Limit Sources									
Principal Apportionment	\$	\$	\$	\$	\$	\$	\$ 3,243,920	\$ 3,395,782	\$ 151,862
Revenue Limit Transfers							1,058,265	1,038,218	(20,047)
Revenue from Federal Sources									
Child Nutrition Programs							2,314,323	2,240,140	(74,183)
Other Federal Revenue							704,130	722,715	18,585
Revenue from Other State Sources									
State Preschool							618,055	606,500	(11,555)
Child Nutrition Programs							174,196	163,883	(10,313)
Deferred Maintenance Allowance	500,419	500,419	-				500,419	500,419	-
Other State Revenues							473,998	124,061	(349,937)
Revenue from Local Sources									
Sales							2,169,186	2,103,663	(65,523)
Interest	39,737	39,736	(1)	75,000	56,367	(18,633)	204,019	175,916	(28,103)
Fees and Contracts							1,948,705	1,622,237	(326,468)
Other Local Revenue							369,369	308,379	(60,990)
TOTAL REVENUES	<u>540,156</u>	<u>540,155</u>	<u>(1)</u>	<u>75,000</u>	<u>56,367</u>	<u>(18,633)</u>	<u>13,778,585</u>	<u>13,001,913</u>	<u>(776,672)</u>
EXPENDITURES									
Certificated Salaries							1,848,508	1,729,637	118,871
Classified Salaries							3,654,453	3,603,106	51,347
Employee Benefits							1,235,488	1,184,538	50,950
Books and Supplies	6,869	6,869	-				3,153,623	2,897,429	256,194
Services and Other Operating Expenses	93,267	87,535	5,732				1,564,372	1,361,132	203,240
Capital Outlay	692,205	692,204	1				1,256,074	1,148,195	107,879
Other Transfers Out							136,059	127,660	8,399
Direct Support/Indirect Costs							987,854	916,163	71,691
TOTAL EXPENDITURES	<u>792,341</u>	<u>786,608</u>	<u>5,733</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>13,836,431</u>	<u>12,967,860</u>	<u>868,571</u>
Excess (deficiency) of revenues over expenditures	<u>(252,185)</u>	<u>(246,453)</u>	<u>5,732</u>	<u>75,000</u>	<u>56,367</u>	<u>(18,633)</u>	<u>(57,846)</u>	<u>34,053</u>	<u>91,899</u>
OTHER FINANCING SOURCES (USES)									
Interfund Transfers In	500,000	589,260	89,260				500,000	589,260	89,260
Proceeds from Capital Leases							39,524	39,524	-
Interfund Transfers Out				(1,095,000)	(1,086,000)	9,000	(1,532,570)	(1,523,819)	8,751
Debt Service							(34,724)	(34,718)	6
TOTAL OTHER FINANCING SOURCES (USES)	<u>500,000</u>	<u>589,260</u>	<u>89,260</u>	<u>(1,095,000)</u>	<u>(1,086,000)</u>	<u>9,000</u>	<u>(1,027,770)</u>	<u>(929,753)</u>	<u>98,017</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	<u>\$ 247,815</u>	<u>342,807</u>	<u>\$ 94,992</u>	<u>\$ (1,020,000)</u>	<u>(1,029,633)</u>	<u>\$ (9,633)</u>	<u>\$ (1,085,616)</u>	<u>(895,700)</u>	<u>\$ 189,916</u>
Fund Balances at beginning of year		968,448			1,338,560			4,315,977	
Fund Balances at end of year		<u>\$ 1,311,255</u>			<u>\$ 308,927</u>			<u>\$ 3,420,277</u>	

See the accompanying notes to the financial statements.

VENTURA UNIFIED SCHOOL DISTRICT

CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
June 30, 2001

	<u>Building Fund Bond Proceeds (Fund #63)</u>	<u>Building Fund Series A (Fund #61)</u>	<u>Building Fund Series B (Fund #62)</u>	<u>Building Fund (Fund #60)</u>	<u>Capital Facilities Fund- Residential (Fund #58)</u>	<u>Capital Facilities Fund- Commercial (Fund #59)</u>
ASSETS						
Cash in County Treasury	\$ 14,045,462	\$ 482,093	\$ 207,661	\$ 118,626	\$ 2,943,369	\$ 327,994
Cash with Fiscal Agent		430,053				
Cash Collections Awaiting Deposit					8,746	
Accounts Receivable:						
Miscellaneous	197,895	7,915	18,495	3,769	39,340	3,782
Due from Other Funds	268		1,284			
TOTAL ASSETS	<u>\$ 14,243,625</u>	<u>\$ 920,061</u>	<u>\$ 227,440</u>	<u>\$ 122,395</u>	<u>\$ 2,991,455</u>	<u>\$ 331,776</u>
LIABILITIES AND FUND BALANCE						
LIABILITIES						
Accounts Payable	\$ 2,527,699	\$	\$ 85	\$ 7,365	\$ 182,941	\$
Due to Other Funds	267,020	1,284			51,999	3,513
Deferred Revenue	125,000					
TOTAL LIABILITIES	<u>2,919,719</u>	<u>1,284</u>	<u>85</u>	<u>7,365</u>	<u>234,940</u>	<u>3,513</u>
FUND BALANCE						
Designated for Special Purpose	11,323,906	918,777	227,355	115,030	2,756,515	328,263
Undesignated						
TOTAL FUND BALANCE	<u>11,323,906</u>	<u>918,777</u>	<u>227,355</u>	<u>115,030</u>	<u>2,756,515</u>	<u>328,263</u>
TOTAL LIABILITIES AND FUND BALANCE	<u>\$ 14,243,625</u>	<u>\$ 920,061</u>	<u>\$ 227,440</u>	<u>\$ 122,395</u>	<u>\$ 2,991,455</u>	<u>\$ 331,776</u>

See the accompanying notes to the financial statements.

VENTURA UNIFIED SCHOOL DISTRICT

CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
June 30, 2001

	State School Building Lease- Purchase Fund (Fund #40)	State School Building Lease- Purchase Fund (Fund #41)	State School Building Lease- Purchase Fund (Fund #42)	State School Building Lease- Purchase Fund (Fund #43)	State School Building Lease- Purchase Fund (Fund #44)	State School Building Lease- Purchase Fund (Fund #45)
ASSETS						
Cash in County Treasury	\$ 417,658	\$ 1,086,493	\$ 268	\$ 363,347	\$	\$
Cash with Fiscal Agent						
Cash Collections Awaiting Deposit						
Accounts Receivable:						
Miscellaneous	8,496	20,498		8,597		
Due from Other Funds						
TOTAL ASSETS	\$ 426,154	\$ 1,106,991	\$ 268	\$ 371,944	\$ -	\$ -
LIABILITIES AND FUND BALANCE						
LIABILITIES						
Accounts Payable	\$ 268,985	\$ 226,175	\$	\$ 136,057	\$	\$
Due to Other Funds	2,400		268			
Deferred Revenue						
TOTAL LIABILITIES	271,385	226,175	268	136,057	-	-
FUND BALANCE						
Designated for Special Purpose	154,769	880,816	-	235,887	-	-
Undesignated						
TOTAL FUND BALANCE	154,769	880,816	-	235,887	-	-
TOTAL LIABILITIES AND FUND BALANCE	\$ 426,154	\$ 1,106,991	\$ 268	\$ 371,944	\$ -	\$ -

See the accompanying notes to the financial statements.

VENTURA UNIFIED SCHOOL DISTRICT

CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
June 30, 2001

	County School Facilities Fund (Fund #83)	County School Facilities Fund (Fund #84)	County School Facilities Fund (Fund #85)	County School Facilities Fund (Fund #86)	Special Reserve Fund-Disasters (Fund #51)	Total (Memorandum Only)
ASSETS						
Cash in County Treasury	\$ 4,968,087	\$ 5,970,277	\$ 5,326,403	\$ 1,320,730	\$ 14,938	\$ 37,593,406
Cash with Fiscal Agent						430,053
Cash Collections Awaiting Deposit						8,746
Accounts Receivable:						
Miscellaneous	74,726	86,163	10,309		200	480,185
Due from Other Funds	50,306	216,714	1,320,730			1,589,302
TOTAL ASSETS	\$ 5,093,119	\$ 6,273,154	\$ 6,657,442	\$ 1,320,730	\$ 15,138	\$ 40,101,692
LIABILITIES AND FUND BALANCE						
LIABILITIES						
Accounts Payable	\$843,642	\$ 891,872	\$ 1,377,071	\$ 1,320,730	\$ 864	\$ 6,461,892
Due to Other Funds						1,648,078
Deferred Revenue						125,000
TOTAL LIABILITIES	843,642	891,872	1,377,071	1,320,730	864	8,234,970
FUND BALANCE						
Designated for Special Purpose	4,249,477	5,381,282	5,280,371			31,852,448
Undesignated					14,274	14,274
TOTAL FUND BALANCE	4,249,477	5,381,282	5,280,371	-	14,274	31,866,722
TOTAL LIABILITIES AND FUND BALANCE	\$ 5,093,119	\$ 6,273,154	\$ 6,657,442	\$ 1,320,730	\$ 15,138	\$ 40,101,692

See the accompanying notes to the financial statements.

VENTURA UNIFIED SCHOOL DISTRICT
CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2001

	<u>Building Fund Bond Proceeds (Fund #63)</u>			<u>Building Fund Series A (Fund #61)</u>			<u>Building Fund Series B (Fund #62)</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance Favorable (Unfavorable)</u>
REVENUES									
Revenue from Local Sources									
Leases and Rentals	\$	\$	\$	\$	\$	\$	\$ 327,500	\$ 328,238	\$ 738
Interest	1,027,679	1,027,678	(1)	44,000	61,752	17,752	5,300	8,872	3,572
Fees and Contracts									
Total Revenue from Local Sources	<u>1,027,679</u>	<u>1,027,678</u>	<u>(1)</u>	<u>44,000</u>	<u>61,752</u>	<u>17,752</u>	<u>332,800</u>	<u>337,110</u>	<u>4,310</u>
School Facilities Apportionments	-	-	-	-	-	-	-	-	-
TOTAL REVENUES	<u>1,027,679</u>	<u>1,027,678</u>	<u>(1)</u>	<u>44,000</u>	<u>61,752</u>	<u>17,752</u>	<u>332,800</u>	<u>337,110</u>	<u>4,310</u>
EXPENDITURES									
Books and Supplies							1,000	848	152
Services and Other Operating Expenses	253,137	42,110	211,027	24,900	17,088	7,812	146,000	127,362	18,638
Capital Outlay	15,641,106	7,483,524	8,157,582				25,000	16,831	8,169
TOTAL EXPENDITURES	<u>15,894,243</u>	<u>7,525,634</u>	<u>8,368,609</u>	<u>24,900</u>	<u>17,088</u>	<u>7,812</u>	<u>172,000</u>	<u>145,041</u>	<u>26,959</u>
Excess (deficiency) of revenues over expenditures	<u>(14,866,564)</u>	<u>(6,497,956)</u>	<u>8,368,608</u>	<u>19,100</u>	<u>44,664</u>	<u>25,564</u>	<u>160,800</u>	<u>192,069</u>	<u>31,269</u>
OTHER FINANCING SOURCES (USES)									
Interfund Transfers In	1,150,299	1,150,299	-	437,570	437,570	-			
Interfund Transfers Out	(7,352,085)	(7,352,084)	1						
Debt Service				(437,570)	(437,570)				
TOTAL OTHER FINANCING SOURCES (USES)	<u>(6,201,786)</u>	<u>(6,201,785)</u>	<u>1</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	<u>\$ (21,068,350)</u>	<u>(12,699,741)</u>	<u>\$ 8,368,609</u>	<u>\$ 19,100</u>	<u>44,664</u>	<u>\$ 25,564</u>	<u>\$ 160,800</u>	<u>192,069</u>	<u>\$ 31,269</u>
Fund Balances at beginning of year		<u>24,023,647</u>			<u>874,113</u>			<u>35,286</u>	
Fund Balances at end of year		<u>\$ 11,323,906</u>			<u>\$ 918,777</u>			<u>\$ 227,355</u>	

See the accompanying notes to the financial statements.

VENTURA UNIFIED SCHOOL DISTRICT
CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2001

	Building Fund (Fund #60)			Capital Facilities Fund-Residential (Fund #58)			Capital Facilities Fund-Commercial (Fund #59)		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES									
Revenue from Local Sources									
Leases and Rentals	\$ 100,000	\$ 98,103	\$ (1,897)	\$	\$	\$	\$	\$	\$
Interest	4,000	5,871	1,871	154,490	154,490	-	50,000	14,027	(35,973)
Fees and Contracts				1,742,055	1,742,053	(2)	117,084	117,085	1
Total Revenue from Local Sources	104,000	103,974	(26)	1,896,545	1,896,543	(2)	167,084	131,112	(35,972)
School Facilities Apportionments	-	-	-	-	-	-	-	-	-
TOTAL REVENUES	104,000	103,974	(26)	1,896,545	1,896,543	(2)	167,084	131,112	(35,972)
EXPENDITURES									
Books and Supplies									
Services and Other Operating Expenses	50,000	49,073	927	20,000	19,908	92			
Capital Outlay	40,000	35,727	4,273	1,303,105	1,032,476	270,629	2,000	2,000	-
TOTAL EXPENDITURES	90,000	84,800	5,200	1,323,105	1,052,384	270,721	2,000	2,000	-
Excess (deficiency) of revenues over expenditures	14,000	19,174	5,174	573,440	844,159	270,719	165,084	129,112	(35,972)
OTHER FINANCING SOURCES (USES)									
Interfund Transfers In									
Interfund Transfers Out				(443,999)	(443,999)	-	(3,513)	(3,513)	-
Debt Service									
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	(443,999)	(443,999)	-	(3,513)	(3,513)	-
Excess (deficiency) of revenues over expenditures and other sources (uses)	\$ 14,000	19,174	\$ 5,174	\$ 129,441	400,160	\$ 270,719	\$161,571	125,599	\$ (35,972)
Fund Balances at beginning of year		95,856			2,356,355			202,664	
Fund Balances at end of year		\$ 115,030			\$ 2,756,515			\$ 328,263	

See the accompanying notes to the financial statements.

VENTURA UNIFIED SCHOOL DISTRICT
 CAPITAL PROJECTS FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2001

	State School Building Lease-Purchase Fund (Fund #40)			State School Building Lease-Purchase Fund (Fund #41)			State School Building Lease-Purchase Fund (Fund #42)		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES									
Revenue from Local Sources									
Leases and Rentals	\$ 31,591	\$ 116,561	\$ 84,970	\$ 32,368	\$ 145,738	\$ 113,370	\$ -	\$ -	\$ -
Interest									
Fees and Contracts									
Total Revenue from Local Sources	<u>31,591</u>	<u>116,561</u>	<u>84,970</u>	<u>32,368</u>	<u>145,738</u>	<u>113,370</u>	-	-	-
School Facilities Apportionments	1,982,695	1,982,694	(1)	2,156,669	2,156,668	(1)	-	-	-
TOTAL REVENUES	<u>2,014,286</u>	<u>2,099,255</u>	<u>84,969</u>	<u>2,189,037</u>	<u>2,302,406</u>	<u>113,369</u>	-	-	-
EXPENDITURES									
Books and Supplies									
Services and Other Operating Expenses									
Capital Outlay	4,279,070	4,226,427	52,643	4,468,072	3,719,132	748,940	-	-	-
TOTAL EXPENDITURES	<u>4,279,070</u>	<u>4,226,427</u>	<u>52,643</u>	<u>4,468,072</u>	<u>3,719,132</u>	<u>748,940</u>	-	-	-
Excess (deficiency) of revenues over expenditures	(2,264,784)	(2,127,172)	137,612	(2,279,035)	(1,416,726)	862,309	-	-	-
OTHER FINANCING SOURCES (USES)									
Interfund Transfers In	2,264,784	2,264,784	-	2,279,035	2,279,036	1	-	-	-
Interfund Transfers Out									
Debt Service									
TOTAL OTHER FINANCING SOURCES (USES)	<u>2,264,784</u>	<u>2,264,784</u>	<u>-</u>	<u>2,279,035</u>	<u>2,279,036</u>	<u>1</u>	-	-	-
Excess (deficiency) of revenues over expenditures and other sources (uses)	\$ -	137,612	\$ 137,612	\$ -	862,310	\$ 862,310	\$ -	\$ -	\$ -
Fund Balances at beginning of year		<u>17,157</u>			<u>18,506</u>				
Fund Balances at end of year		<u>\$ 154,769</u>			<u>\$ 880,816</u>			<u>\$ -</u>	

See the accompanying notes to the financial statements.

VENTURA UNIFIED SCHOOL DISTRICT
 CAPITAL PROJECTS FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2001

	State School Building Lease-Purchase Fund (Fund #43)			State School Building Lease-Purchase Fund (Fund #44)			State School Building Lease-Purchase Fund (Fund #45)		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES									
Revenue from Local Sources									
Leases and Rentals	\$	\$	\$	\$	\$	\$	\$	\$	\$
Interest	32,515	92,039	59,524	1	-	(1)	1	-	(1)
Fees and Contracts									
Total Revenue from Local Sources	<u>32,515</u>	<u>92,039</u>	<u>59,524</u>	<u>1</u>	<u>-</u>	<u>(1)</u>	<u>1</u>	<u>-</u>	<u>(1)</u>
School Facilities Apportionments	1,990,780	1,990,780	-	-	-	-	-	-	-
TOTAL REVENUES	<u>2,023,295</u>	<u>2,082,819</u>	<u>59,524</u>	<u>1</u>	<u>-</u>	<u>(1)</u>	<u>1</u>	<u>-</u>	<u>(1)</u>
EXPENDITURES									
Books and Supplies									
Services and Other Operating Expenses									
Capital Outlay	4,127,674	3,965,500	162,174						
TOTAL EXPENDITURES	<u>4,127,674</u>	<u>3,965,500</u>	<u>162,174</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	(2,104,379)	(1,882,681)	221,698	1	-	(1)	1	-	(1)
OTHER FINANCING SOURCES (USES)									
Interfund Transfers In	2,104,379	2,104,379	-						
Interfund Transfers Out				(119,824)	(119,824)	-	(49,463)	(49,463)	-
Debt Service									
TOTAL OTHER FINANCING SOURCES (USES)	<u>2,104,379</u>	<u>2,104,379</u>	<u>-</u>	<u>(119,824)</u>	<u>(119,824)</u>	<u>-</u>	<u>(49,463)</u>	<u>(49,463)</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	\$ -	221,698	\$ 221,698	\$ (119,823)	(119,824)	\$ (1)	\$ (49,462)	(49,463)	\$ (1)
Fund Balances at beginning of year		14,189			119,824			49,463	
Fund Balances at end of year		<u>\$ 235,887</u>			<u>\$ -</u>			<u>\$ -</u>	

See the accompanying notes to the financial statements.

VENTURA UNIFIED SCHOOL DISTRICT
 CAPITAL PROJECTS FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 For the Fiscal Year Ended June 30, 2001

	County School Facilities Fund (Fund #83)			County School Facilities Fund (Fund #84)			County School Facilities Fund (Fund #85)		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES									
Revenue from Local Sources									
Leases and Rentals	\$ 166,182	\$ 166,182	\$ -	\$ 184,376	\$ 184,375	\$ (1)	\$ 19,827	\$ 19,827	\$ -
Interest									
Fees and Contracts									
Total Revenue from Local Sources	<u>166,182</u>	<u>166,182</u>	<u>-</u>	<u>184,376</u>	<u>184,375</u>	<u>(1)</u>	<u>19,827</u>	<u>19,827</u>	<u>-</u>
School Facilities Apportionments	6,365,171	6,365,171	-	7,374,430	7,374,430	-	7,637,276	7,637,276	-
TOTAL REVENUES	<u>6,531,353</u>	<u>6,531,353</u>	<u>-</u>	<u>7,558,806</u>	<u>7,558,805</u>	<u>(1)</u>	<u>7,657,103</u>	<u>7,657,103</u>	<u>-</u>
EXPENDITURES									
Books and Supplies					15,625	(15,625)			
Services and Other Operating Expenses									
Capital Outlay	7,227,443	2,977,965	4,249,478	8,124,982	2,728,074	5,396,908	6,677,595	1,490,471	5,187,124
TOTAL EXPENDITURES	<u>7,227,443</u>	<u>2,977,965</u>	<u>4,249,478</u>	<u>8,124,982</u>	<u>2,743,699</u>	<u>5,381,283</u>	<u>6,677,595</u>	<u>1,490,471</u>	<u>5,187,124</u>
Excess (deficiency) of revenues over expenditures	<u>(696,090)</u>	<u>3,553,388</u>	<u>4,249,478</u>	<u>(566,176)</u>	<u>4,815,106</u>	<u>5,381,282</u>	<u>979,508</u>	<u>6,166,632</u>	<u>5,187,124</u>
OTHER FINANCING SOURCES (USES)									
Interfund Transfers In	696,090	696,089	(1)	580,605	566,176	(14,429)	264,038	264,038	-
Interfund Transfers Out							(1,150,299)	(1,150,299)	-
Debt Service									
TOTAL OTHER FINANCING SOURCES (USES)	<u>696,090</u>	<u>696,089</u>	<u>(1)</u>	<u>580,605</u>	<u>566,176</u>	<u>(14,429)</u>	<u>(886,261)</u>	<u>(886,261)</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	<u>\$ -</u>	<u>4,249,477</u>	<u>\$ 4,249,477</u>	<u>\$ 14,429</u>	<u>5,381,282</u>	<u>\$ 5,366,853</u>	<u>\$ 93,247</u>	<u>5,280,371</u>	<u>\$ 5,187,124</u>
Fund Balances at beginning of year		-			-			-	
Fund Balances at end of year		<u>\$ 4,249,477</u>			<u>\$ 5,381,282</u>			<u>\$ 5,280,371</u>	

See the accompanying notes to the financial statements.

VENTURA UNIFIED SCHOOL DISTRICT
CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
For the Fiscal Year Ended June 30, 2001

	County School Facilities Fund (Fund #86)			Special Reserve Fund-Disasters (Fund #51)			Total (Memorandum Only)		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES									
Revenue from Local Sources									
Leases and Rentals	\$ 17,837	\$ -	\$ (17,837)	\$ 873	\$ 864	\$ (9)	\$ 427,500	\$ 426,341	\$ (1,159)
Interest							1,771,040	1,998,276	227,236
Fees and Contracts							1,859,139	1,859,138	(1)
Total Revenue from Local Sources	<u>17,837</u>	<u>-</u>	<u>(17,837)</u>	<u>873</u>	<u>864</u>	<u>(9)</u>	<u>4,057,679</u>	<u>4,283,755</u>	<u>226,076</u>
School Facilities Apportionments	-	-	-	-	-	-	27,507,021	27,507,019	(2)
TOTAL REVENUES	<u>17,837</u>	<u>-</u>	<u>(17,837)</u>	<u>873</u>	<u>864</u>	<u>(9)</u>	<u>31,564,700</u>	<u>31,790,774</u>	<u>226,074</u>
EXPENDITURES									
Books and Supplies							1,000	848	152
Services and Other Operating Expenses							494,037	271,166	222,871
Capital Outlay							51,916,047	27,678,127	24,237,920
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>52,411,084</u>	<u>27,950,141</u>	<u>24,460,943</u>
Excess (deficiency) of revenues over expenditures	<u>17,837</u>	<u>-</u>	<u>(17,837)</u>	<u>873</u>	<u>864</u>	<u>(9)</u>	<u>(20,846,384)</u>	<u>3,840,633</u>	<u>24,687,017</u>
OTHER FINANCING SOURCES (USES)									
Interfund Transfers In	14,084		(14,084)				9,790,884	9,762,371	(28,513)
Interfund Transfers Out				(873)	(864)	9	(9,120,056)	(9,120,046)	10
Debt Service							(437,570)	(437,570)	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>14,084</u>	<u>-</u>	<u>(14,084)</u>	<u>(873)</u>	<u>(864)</u>	<u>9</u>	<u>233,258</u>	<u>204,755</u>	<u>(28,503)</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	<u>\$ 31,921</u>	<u>-</u>	<u>\$ (31,921)</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>	<u>\$ (20,613,126)</u>	<u>4,045,388</u>	<u>\$ 24,658,514</u>
Fund Balances at beginning of year					14,274			27,821,334	
Fund Balances at end of year		\$ -			\$ 14,274			\$ 31,866,722	

See the accompanying notes to the financial statements.

VENTURA UNIFIED SCHOOL DISTRICT
 FIDUCIARY FUND TYPES - AGENCY AND TRUST FUNDS
 COMBINING BALANCE SHEET
 June 30, 2001

	Agency Funds						
	Ventura High School	Buena High School	Foothill Technology High School	Anacapa Middle School	DeAnza Middle School	Balboa Middle School	Cabrillo Middle School
ASSETS							
Cash in County Treasury	\$	\$	\$	\$	\$	\$	\$
Cash on Hand and in Banks:							
Checking	315,988	247,439	11,436	20,388	29,476	3,023	1,627
Savings	23,760	53,416		3,324	6,493	37,321	
Cash Collections Awaiting Deposit							
Accounts Receivable:							
Miscellaneous							
Stores Inventory	7,108	10,110			-	336	11,199
TOTAL ASSETS	\$ 346,856	\$ 310,965	\$ 11,436	\$ 23,712	\$ 35,969	\$ 40,680	\$ 12,826
LIABILITIES AND FUND BALANCE							
Liabilities							
Accounts Payable	\$ 10,302	\$ 3,846	\$	\$ 29	\$	\$	\$
Funds Held in Trust	268,039	218,075	2,000		14,739	1,727	2,450
TOTAL LIABILITIES	278,341	221,921	2,000	29	14,739	1,727	2,450
Fund Balance							
Reserved for Special Purposes	7,108	10,110				336	11,199
Designated for Special Purposes							
Undesignated	61,407	78,934	9,436	23,683	21,230	38,617	(823)
TOTAL FUND BALANCE	68,515	89,044	9,436	23,683	21,230	38,953	10,376
TOTAL LIABILITIES AND FUND BALANCE	\$ 346,856	\$ 310,965	\$ 11,436	\$ 23,712	\$ 35,969	\$ 40,680	\$ 12,826

See the accompanying notes to the financial statements.

VENTURA UNIFIED SCHOOL DISTRICT
 FIDUCIARY FUND TYPES - AGENCY AND TRUST FUNDS
 COMBINING BALANCE SHEET
 June 30, 2001

	Agency Funds			Trust Funds			Total (Memorandum Only)	
	Adult Education	Pacific Continuation High School	El Camino Continuation High School	Retiree Benefit Fund (Fund #93)	Alternative Retiree Benefit Fund (Fund #94)	Foundation Fund (Fund #92)		Scholarship Fund (Fund #96)
ASSETS								
Cash in County Treasury	\$	\$	\$	\$ 3,674,939	\$ 1,671,630	\$ 19,432	\$ 31,362	\$ 5,397,363
Cash on Hand and in Banks:								
Checking	14,033	674	1,176					645,260
Savings								124,314
Cash Collections Awaiting Deposit								-
Accounts Receivable:								
Miscellaneous				52,435	22,481	262	433	75,611
Stores Inventory								28,753
TOTAL ASSETS	\$ 14,033	\$ 674	\$ 1,176	\$ 3,727,374	\$ 1,694,111	\$ 19,694	\$ 31,795	\$ 6,271,301
LIABILITIES AND FUND BALANCE								
Liabilities								
Accounts Payable	\$	\$	\$	\$	\$	\$	\$	\$ 14,177
Funds Held in Trust	12,908							519,938
TOTAL LIABILITIES	12,908	-	-	-	-	-	-	534,115
Fund Balance								
Reserved for Special Purposes								28,753
Designated for Special Purposes				3,727,374	1,694,111	14,666	31,795	5,467,946
Undesignated	1,125	674	1,176			5,028		240,487
TOTAL FUND BALANCE	1,125	674	1,176	3,727,374	1,694,111	19,694	31,795	5,737,186
TOTAL LIABILITIES AND FUND BALANCE	\$ 14,033	\$ 674	\$ 1,176	\$ 3,727,374	\$ 1,694,111	\$ 19,694	\$ 31,795	\$ 6,271,301

See the accompanying notes to the financial statements.

VENTURA UNIFIED SCHOOL DISTRICT
 FIDUCIARY FUND TYPES - AGENCY AND TRUST FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE
 For the Fiscal Year Ended June 30, 2001

	Agency Funds						
	Ventura High School	Buena High School	Foothill Technology High School	Anacapa Middle School	DeAnza Middle School	Balboa Middle School	Cabrillo Middle School
REVENUES							
Revenue from Local Sources							
Student Store Sales	\$ 36,127	\$ 39,564	\$ 2,344	\$	\$	\$ 52	\$ 9,286
Yearbook	77,500	87,067	6,097	14,303	12,377	17,892	10,758
Student Body Cards		24,210					
Athletics	80,322	188,334					
Fund Raising	21,345			12,528	12,904	120,737	86,132
Social Activities	12,169		12,609	3,246			
Vending Machines		47,056	2,580		1,259		
Interest		8,803				2,838	46
Other Revenues	16,301	36,409	19,102	24,492	3,006	31,751	18,925
TOTAL REVENUES	<u>243,764</u>	<u>431,443</u>	<u>42,732</u>	<u>54,569</u>	<u>29,546</u>	<u>173,270</u>	<u>125,147</u>
EXPENDITURES							
Classified Salaries							
Instructional Aides' Salaries	\$	\$	\$	\$	\$	\$	\$
Employee Benefits							
Health & Welfare Benefits							
Books and Supplies							
Instructional Materials & Supplies							
Services and Other Operating Expenses							
Student Store Expenses	33,546	29,758	3,656	13,580		28	15,938
Yearbook	78,066	79,159	7,979		13,824	16,984	8,339
Athletics	77,645	177,112					
Fund Raising				531	7,535	103,769	66,680
Social Activities	20,523		10,298	1,891			
Vending Machines	6,818	32,655			969		
Other Expenses	14,104	96,766	11,363	27,485	16,068	44,605	37,194
Capital Outlay							
Equipment							
TOTAL EXPENDITURES	<u>230,702</u>	<u>415,450</u>	<u>33,296</u>	<u>43,487</u>	<u>38,396</u>	<u>165,386</u>	<u>128,151</u>
Excess (deficiency) of revenues over expenditures	<u>13,062</u>	<u>15,993</u>	<u>9,436</u>	<u>11,082</u>	<u>(8,850)</u>	<u>7,884</u>	<u>(3,004)</u>
OTHER FINANCING SOURCES (USES)							
Interfund Transfers In							
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	13,062	15,993	9,436	11,082	(8,850)	7,884	(3,004)
Fund Balances at beginning of year	55,453	73,051	-	12,601	30,080	31,069	13,380
Fund Balances at end of year	<u>\$ 68,515</u>	<u>\$ 89,044</u>	<u>\$ 9,436</u>	<u>\$ 23,683</u>	<u>\$ 21,230</u>	<u>\$ 38,953</u>	<u>\$ 10,376</u>

See the accompanying notes to the financial statements.

VENTURA UNIFIED SCHOOL DISTRICT

FIDUCIARY FUND TYPES - AGENCY AND TRUST FUNDS
 COMBINING STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE
 For the Fiscal Year Ended June 30, 2001

	Agency Funds			Trust Funds				Total (Memorandum Only)
	Adult Education	Pacific Continuation High School	El Camino Continuation High School	Retiree Benefit Fund (Fund #93)	Alternative Retiree Benefit Fund (Fund #94)	Foundation Fund (Fund #92)	Scholarship Fund (Fund #96)	
REVENUES								
Revenue from Local Sources								
Student Store Sales	\$	\$	\$	\$	\$	\$	\$	\$ 87,373
Yearbook								225,994
Student Body Cards								24,210
Athletics								268,656
Fund Raising		439	576					254,661
Social Activities			5,208					33,232
Vending Machines								50,895
Interest				226,432	111,387	1,307	1,153	351,966
Other Revenues	3,651	1,020	1,216			7,000	31,692	194,565
TOTAL REVENUES	<u>3,651</u>	<u>1,459</u>	<u>7,000</u>	<u>226,432</u>	<u>111,387</u>	<u>8,307</u>	<u>32,845</u>	<u>1,491,552</u>
EXPENDITURES								
Classified Salaries								
Instructional Aides' Salaries	\$	\$	\$	\$	\$	\$ 80	\$	\$ 80
Employee Benefits								
Health & Welfare Benefits				3,388,119		10		3,388,129
Books and Supplies								
Instructional Materials & Supplies						5,468		5,468
Services and Other Operating Expenses								
Student Store Expenses								96,506
Yearbook								204,351
Athletics								254,757
Fund Raising			182					178,697
Social Activities			4,887					37,599
Vending Machines								40,442
Other Expenses	4176	1,066	755		815,115	51,000	1,050	1,120,747
Capital Outlay								
Equipment						1,246		1,246
TOTAL EXPENDITURES	<u>4,176</u>	<u>1,066</u>	<u>5,824</u>	<u>3,388,119</u>	<u>815,115</u>	<u>57,804</u>	<u>1,050</u>	<u>5,328,022</u>
Excess (deficiency) of revenues over expenditures	<u>(525)</u>	<u>393</u>	<u>1,176</u>	<u>(3,161,687)</u>	<u>(703,728)</u>	<u>(49,497)</u>	<u>31,795</u>	<u>(3,836,470)</u>
OTHER FINANCING SOURCES (USES)								
Interfund Transfers In				3,500,000	500,000	50,000		4,050,000
TOTAL OTHER FINANCING SOURCES (USES)	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,500,000</u>	<u>500,000</u>	<u>50,000</u>	<u>-</u>	<u>4,050,000</u>
Excess (deficiency) of revenues over expenditures and other sources (uses)	<u>(525)</u>	<u>393</u>	<u>1,176</u>	<u>338,313</u>	<u>(203,728)</u>	<u>503</u>	<u>31,795</u>	<u>213,530</u>
Fund Balances at beginning of year	<u>1,650</u>	<u>281</u>	<u>-</u>	<u>3,389,061</u>	<u>1,897,839</u>	<u>19,191</u>	<u>-</u>	<u>5,523,656</u>
Fund Balances at end of year	<u>\$ 1,125</u>	<u>\$ 674</u>	<u>\$ 1,176</u>	<u>\$ 3,727,374</u>	<u>\$ 1,694,111</u>	<u>\$ 19,694</u>	<u>\$ 31,795</u>	<u>\$ 5,737,186</u>

See the accompanying notes to the financial statements.

SUPPLEMENTARY INFORMATION SECTION



**INDEPENDENT AUDITORS' REPORT
ON SUPPLEMENTARY INFORMATION**

Board of Education
Ventura Unified School District
295 South Arcade Drive
Ventura, California 93003

Chairman
ROYCE A. STUTZMAN

Partners
PETER F. GAUTREAU
RENÉE S. GRAVES
CARL PON
MARY ANN QUAY
LINDA M. SADDLEMIRE

Principal
JERI A. WENGER

Senior Managers
TIMOTHY D. EVANS
PHEBE M. MCCUTCHEON
KARIN HECKMAN NELSON
ARVEE ROBINSON

We have audited the combined general purpose financial statements of the Ventura Unified School District, as of and for the year ended June 30, 2001 and have issued our report thereon dated September 20, 2001. These general purpose financial statements are the responsibility of the District's management. Our responsibility was to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and Standards and Procedures for Audits of California K-12 Local Educational Agencies, prescribed by the State Controller. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

Our audit was made for the purpose of forming an opinion on the combined general purpose financial statements of Ventura Unified School District, taken as a whole. The accompanying financial information identified as supplementary information, including the Schedule of Expenditures of Federal Awards, is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is not a required part of the general purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the combined general purpose financial statements and, in our opinion, is fairly stated in all material respects in relation to the general purpose financial statements taken as a whole.

Vicenti, Lloyd & Stutzman, LLP
VICENTI, LLOYD & STUTZMAN LLP

September 20, 2001

VENTURA UNIFIED SCHOOL DISTRICT

HISTORY AND ORGANIZATION

June 30, 2001

The Ventura Unified School District was formed effective July 1, 1965 as the result of a unification election held March 16, 1965 and action of the Ventura County Board of Supervisors at the meeting of March 30, 1965. The unified district encompasses the former Ventura Union High School District and its former component elementary districts, namely the Avenue, Mill Union, Mound, Buena Ventura School Districts and the Arnaz portion of the Nordhoff Union School District. The district includes an area of approximately 165 square miles, including the City of Ventura and surrounding area, in the western most portion of Ventura County.

The District operates eight pre-schools, seventeen elementary schools, four middle schools, three high schools, one continuation high school, one independent study high school, one opportunity school and one adult education school.

The Board of Education and the District Administrators for the fiscal year ended June 30, 2001 were as follows:

BOARD OF EDUCATION

<u>Member</u>	<u>Office</u>	<u>Term Expires</u>
Mrs. Debbie Golden	President	December 31, 2003
Mrs. Velma Lomax	Vice President	December 31, 2001*
Mr. Cliff Rodrigues	Member	December 31, 2001*
Mr. Jim Wells	Member	December 31, 2003
Mr. John Walker	Member	December 31, 2001*

DISTRICT ADMINISTRATORS

Dr. Trudy Arriaga	Superintendent
Mr. Joseph Richards, Jr.	Assistant Superintendent, Business Services
Dr. Gerald Dannenberg	Assistant Superintendent, Educational Services
Dr. Richard Morrison	Assistant Superintendent, Human Resources

*Per the November 6, 2001 election, terms were extended to December 31, 2005

VENTURA UNIFIED SCHOOL DISTRICT

**SCHEDULE OF AVERAGE DAILY ATTENDANCE (ADA)
For the Fiscal Year Ended June 30, 2001**

The requirements governing ADA, admission of pupils, types of schools, recording and reporting of pupil attendance, and similar matters are controlled by provisions of the Education Code and by regulations of the California Department of Education.

ADA statistics reported to the State for the fiscal year ended June 30, 2001 are as follows:

	<u>Second Period</u>	<u>Annual</u>
Elementary:		
Kindergarten	1,252	1,255
First through third grade	3,792	3,797
Fourth through eighth grade	6,320	6,322
Home or hospital - temporary physical disabilities	3	2
Special education master plan	264	267
Special education - nonpublic, nonsectarian schools	8	9
Extended year special education - mandated	14	14
Extended year special education - nonpublic nonsectarian	1	1
Opportunity schools and full-day opportunity classes	<u>18</u>	<u>19</u>
Total elementary ADA	<u>11,672</u>	<u>11,686</u>
Secondary:		
Regular classes	4,393	4,347
Continuation education	228	230
Home or hospital - temporary physical disabilities	-	1
Special education master plan	95	93
Special education - nonpublic, nonsectarian schools	7	7
Extended year special education - mandated	2	2
Extended year special education - nonpublic, nonsectarian	1	1
Opportunity schools and full-day opportunity classes	<u>7</u>	<u>8</u>
Total secondary ADA	<u>4,733</u>	<u>4,689</u>
Adult Education:		
Concurrently enrolled	3	8
Not concurrently enrolled	<u>1,452</u>	<u>1,565</u>
Total adult education ADA	<u>1,455</u>	<u>1,573</u>
Total ADA	<u>17,860</u>	<u>17,948</u>
County:		
Community Schools	5	5
Special Education	<u>113</u>	<u>113</u>
Total County ADA	<u>118</u>	<u>118</u>

<u>Hourly Programs</u>	<u>Hours of Attendance</u>
Elementary	192,432
Secondary	146,808

See the accompanying notes to the supplementary information.

VENTURA UNIFIED SCHOOL DISTRICT
SCHEDULE OF INSTRUCTIONAL TIME OFFERED
For the Fiscal Year Ended June 30, 2001

<u>Grade Level</u>	<u>1986-87 Minutes Requirement</u>	<u>1982-83 Actual Minutes</u>	<u>2000-01 Actual Minutes</u>	<u>Status</u>
Kindergarten	36,000	31,500	36,000	In Compliance
Grade 1 to 3	50,400	42,060	50,505	In Compliance
Grade 4 to 8	54,000	51,595	54,080	In Compliance
Grade 9 to 12	64,800	64,642	65,155	In Compliance

See the accompanying notes to the supplementary information.

VENTURA UNIFIED SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Fiscal Year Ended June 30, 2001

PROGRAM NAME	Federal Catalog Number	Pass-Through Entity Identifying Number	Total Program Expenditures
Federal Categorical Aid Programs:			
<u>U.S. DEPARTMENT OF AGRICULTURE:</u>			
National School Lunch Program	10.555	03396	\$ 1,610,452
National School Breakfast Program	10.553	03988	40,381
Especially Needy Breakfast Program	10.553	03526	591,109
Summer Feed Program	10.558	03527	98,601
<u>U.S. DEPARTMENT OF EDUCATION:</u>			
Adult Basic Education	84.002	03844	89,554
Improving America Schools Act			
Title I	84.010	03799	1,309,746
Title II - Education for Economic Security Act	84.281	03207	40,872
Title VI	84.298	03340	69,231
Title VII	84.003	03060	170,174
Migrant Education	84.011	03239	271,002
Special Education			
PL 94-142	84.027	03143	1,194,525
Infant Discretionary	84.027	03612	10,563
Low Incidence	84.027	03459	3,585
Preschool Local Entitlement	84.027	03682	215,647
Federal Class Size Reduction	84.340A	03073	221,659
Carl D. Perkins Vocational and Technical Education	84.048	03570	126,194
Indian Education	84.060	N/A	162,005
Pell Grant	84.063	N/A	193,866
Emergency Immigration Education	84.162	03159	37
Safe and Drug Free Schools	84.184	10007	313,773
Federal Direct Loans	84.268	N/A	294,838
Transition Partnership	84.000	(1)	157,418
Maintenance and Operations	84.041	(1)	406
Math Professional Development	84.276	03855	8,467
School to Career	84.278	(1)	49,813
<u>U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES</u>			
Medi-Cal	93.773	10013	232,630
<u>FEDERAL EMERGENCY MANAGEMENT ADMINISTRATION</u>			
Federal Emergency Management Administration	84.287	10041	280,389
Total Federal Programs			<u>\$ 7,756,937</u>
Reconciliation to Federal Revenue			
Total Federal Program Expenditures			\$ 7,756,937
Revenues in excess of expenditures related to Federal entitlement			
Program Medi-Cal			<u>103,239</u>
Total Federal Program Revenue			<u>\$ 7,860,176</u>

(1) Pass-Through Entity Identifying Number not readily available.

See the accompanying notes to the supplementary information.

VENTURA UNIFIED SCHOOL DISTRICT

**RECONCILIATION OF ANNUAL FINANCIAL AND BUDGET
REPORT (J-200) WITH AUDITED FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2001**

	<u>General Fund</u>	<u>Deferred Maintenance Fund</u>
June 30, 2001 Annual Financial and Budget Report (Form J-200) Fund Balances	\$11,281,727	\$1,221,995
Adjustments to Increase Fund Balance:		
Understatement of Transfer from the General Fund		89,260
Adjustments to Decrease the Fund Balance:		
Understatement of Transfer to Deferred Maintenance Fund	<u>(89,260)</u>	<u> </u>
June 30, 2001 Audited Financial Statement Fund Balances	<u>\$11,192,467</u>	<u>\$1,311,255</u>
		<u>General Long-Term Debt Account Group</u>
June 30, 2001 Annual Financial and Budget Report (Form J-200) Total Liabilities		\$46,315,084
Adjustments and Reclassifications:		
Increase in Total Liabilities:		
Accrued Vacation Understatement		<u>716,540</u>
Net Adjustments and Reclassifications		<u>716,540</u>
June 30, 2001 Audited Financial Statement, General Long-Term Debt Total Liabilities		<u>\$47,031,624</u>

See the accompanying notes to the supplementary information.

VENTURA UNIFIED SCHOOL DISTRICT

**SUMMARY OF THE OFFICE OF CRIMINAL JUSTICE PLANNING GRANT
For the Fiscal Year Ended June 30, 2001**

Gang Violence Suppression Program
Multi-Component Model
Grant Number GV00031670
July 1, 2000
to
June 30, 2001

Revenues	
State Program	\$ 43,220
District Match	<u>21,429</u>
Total Revenue	\$ <u>64,649</u>
Expenditures	
Personal Services	\$ 34,649
Operating Expenses	<u>30,000</u>
Total Expenditures	\$ <u>64,649</u>

See the accompanying notes to the supplementary information.

VENTURA UNIFIED SCHOOL DISTRICT

SCHEDULE OF FINANCIAL TRENDS AND ANALYSIS

For the Fiscal Year Ended June 30,

	2002 (Budgeted) (2)		2001		2000		1999	
	Amount	%	Amount	%	Amount	%	Amount	%
GENERAL FUND:								
Revenue								
Revenue Limit Sources	\$ 77,819,207	74.4	\$ 74,622,378	70.8	\$ 65,871,328	66.7	\$ 63,392,353	66.5
Federal	3,124,819	3.0	4,328,638	4.2	4,087,218	4.2	5,276,541	5.5
State	14,635,983	14.0	19,271,425	18.3	17,804,807	18.1	14,827,012	15.6
County and Local	8,433,817	8.1	7,978,543	7.6	7,865,620	8.0	8,427,732	8.8
Other Transfers/Sources							28,013	0.2
Interfund Transfers	365,184	0.3	1,142,625	1.1	619,325	0.6	1,079,236	1.1
Total Revenue	<u>104,379,010</u>	<u>99.8</u>	<u>107,343,609</u>	<u>102.0</u>	<u>96,248,298</u>	<u>97.6</u>	<u>93,030,887</u>	<u>97.7</u>
Expenditures								
Certificated Salaries	\$ 52,846,309	50.5	52,085,609	49.4	47,175,171	47.8	45,891,213	48.2
Classified Salaries	17,555,505	16.8	16,419,285	15.6	15,251,016	15.5	14,870,055	15.6
Employee Benefits	19,029,725	18.2	15,852,464	15.1	13,917,508	14.1	13,126,372	13.8
Books and Supplies	4,479,063	4.3	5,207,181	4.9	4,911,698	5.0	4,087,050	4.3
Contracted Services	5,951,794	5.7	6,245,273	6.0	5,857,269	6.0	5,611,254	5.9
Capital Outlay	53,000	0.1	2,289,236	2.2	4,838,068	4.9	5,819,249	6.1
Interfund Transfers	4,500,000	4.3	4,900,391	4.7	4,569,855	4.6	4,446,779	4.7
Other Uses	1,200,000	1.1	3,098,576	2.9	2,770,385	2.8	2,077,903	2.2
Debt Service Payments			69,989	0.1	117,700	0.1	125,972	0.1
Direct Support/Indirect Costs	(1,043,669)	(1.0)	(916,165)	(0.9)	(807,516)	(0.8)	(810,434)	(0.9)
Total Expenditures	<u>104,571,727</u>	<u>100.0</u>	<u>105,251,839</u>	<u>100.0</u>	<u>98,601,154</u>	<u>100.0</u>	<u>95,245,413</u>	<u>100.0</u>
Change in Fund Balance	\$ (192,717)	(0.2)	\$ 2,091,770	2.0	\$ (2,352,856)	(2.4)	\$ (2,214,526)	(2.3)
Ending Fund Balance	\$ 10,999,750	10.5	\$ 11,192,467	10.6	\$ 9,100,697	9.2	\$ 11,453,553	12.0
General Fund Available								
Reserve Balance (1)	\$ 4,060,671	3.9	\$ 4,791,111	4.6	\$ 2,958,000	3.0	\$ 5,018,625	5.3
Recommended Reserve Percentage		3.0		3.0		3.0		3.0
Average Daily Attendance								
P-2, Excluding Adult Education	16,560		16,405		16,196		16,137	
Total Long-Term Debt	\$ 57,974,497		\$ 47,031,624		\$ 46,119,780		\$ 34,286,647	

IMPORTANT NOTES:

All Percentages are of total expenditures.

(1) Available reserves are those amounts designated for economic uncertainty, and any other remaining undesignated fund balance from the General Fund.

(2) Budget was adopted on June 26, 2001

See the accompanying notes to the supplementary information.

VENTURA UNIFIED SCHOOL DISTRICT
NOTES TO SUPPLEMENTARY INFORMATION
For the Year Ended June 30, 2001

NOTE 1 - PURPOSE OF SCHEDULES:

A. Schedule of Average Daily Attendance

Average daily attendance is a measurement of the number of pupils attending classes of the District. The purpose of attendance accounting from a fiscal standpoint is to provide the basis on which apportionments of state funds are made to school districts. This schedule provides information regarding the attendance of students at various grade levels and in different programs.

B. Schedule of Instructional Time

The District has received incentive funding for increasing instructional time as provided by the Incentives for Longer Instructional Day. This schedule presents information on the amount of instructional time offered by the District and whether the District complied with the provisions of Education Code Sections 46201 through 46206.

C. Schedule of Expenditures of Federal Awards

OMB Circular A-133 requires a disclosure of the financial activities of all federally funded programs. To comply with A-133, this schedule was prepared for the District and is presented on the modified accrual basis of accounting.

D. Reconciliation of Annual Financial and Budget Report with Audited Financial Statements

This schedule provides the information necessary to reconcile the fund balances of all funds and the total liabilities balance of the general long-term debt account group as reported on the Form J-200 to the audited financial statements.

E. Summary of the Office of Criminal Justice Planning Grants

The schedule was prepared in order to provide information required in the Grantee Handbook of the Office of Criminal Justice Planning for all grants received by the County.

F. Schedule of Financial Trends and Analysis

The State Controller's Office requires that this report be prepared showing financial trends of the general fund over the past three fiscal years as well as the current year budget. This report is intended to identify if the District has potential fiscal problems and if they have met the recommended available reserve percentages.



**REPORT ON COMPLIANCE AND ON INTERNAL CONTROL
OVER FINANCIAL REPORTING BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH GOVERNMENT AUDITING STANDARDS**

Chairman

ROYCE A. STUTZMAN

Partners

PETER F. GAUTREAU

RENÉE S. GRAVES

CARL PON

MARY ANN QUAY

LINDA M. SADDLEMIRE

Principal

JERI A. WENGER

Senior Managers

TIMOTHY D. EVANS

PHEBE M. MCCUTCHEON

KARIN HECKMAN NELSON

ARVEE ROBINSON

Board of Education
Ventura Unified School District
295 S. Arcade Drive
Ventura, California 93003

We have audited the combined general purpose financial statements of Ventura Unified School District (the District) as of and for the year ended June 30, 2001, and have issued our report thereon dated September 20, 2001. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether Ventura Unified School District's combined general purpose financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of non-compliance that are required to be reported under Government Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Ventura Unified School District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the combined general purpose financial statements and not to provide assurance on the internal control over financial reporting. However, we noted certain matters involving the internal control over financial reporting and its operation that we consider to be reportable conditions. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the

**REPORT ON COMPLIANCE AND ON INTERNAL CONTROL
OVER FINANCIAL REPORTING BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE
WITH GOVERNMENT AUDITING STANDARDS**

(Continued)

internal control over financial reporting that, in our judgment, could adversely affect Ventura Unified School District's ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements. Reportable conditions are described in the accompanying schedule of findings and questioned costs related to the general purpose financial statements.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we believe none of the reportable conditions described above is a material weakness.

This report is intended solely for the information and use of the Board, management, the California Department of Education, the State Controller's Office and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Vicenti, Lloyd & Stutzman, LLP
VICENTI, LLOYD & STUTZMAN LLP

September 20, 2001



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

Board of Education
Ventura Unified School District
295 S. Arcade Drive
Ventura, California 93003

Chairman
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ARVEE ROBINSON

Compliance

We have audited the compliance of Ventura Unified School District (the District) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended June 30, 2001. Ventura Unified School District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Ventura Unified School District's management. Our responsibility is to express an opinion on Ventura Unified School District's compliance based on our audit.

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

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

(Continued)

In our opinion, Ventura Unified School District complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2001. The results of our auditing procedures disclosed no instances of noncompliance with these requirements that are required to be reported in accordance with OMB Circular A-133.

Internal Control Over Compliance

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

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

This report is intended solely for the information and use of the Board, management, the California Department of Education, the State Controller's Office and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Vicenti, Lloyd & Stutzman, LLP
VICENTI, LLOYD & STUTZMAN LLP

September 20, 2001



REPORT ON STATE COMPLIANCE

Board of Education
 Ventura Unified School District
 295 S. Arcade Drive
 Ventura, California 93003

Chairman
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 ARVEE ROBINSON

We have audited the combined general purpose financial statements of the Ventura Unified School District, as of and for the year ended June 30, 2001, and have issued our report thereon dated September 20, 2001.

Our audit was made in accordance with auditing standards generally accepted in the United States of America, the standards for financial and compliance audits contained in Government Auditing Standards, issued by the U. S. General Accounting Office, and the State Controller's Standards and Procedures for Audits of California K-12 Local Educational Agencies. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

The District's management is responsible for the District's compliance with laws and regulations. In connection with the audit referred to above, we selected and tested transactions and records to determine the District's compliance with the laws and regulations applicable to the following items:

<u>Description</u>	<u>Procedures in Controller's Audit Guide</u>	<u>Procedures Performed</u>
Attendance accounting:		
Attendance reporting	3	Yes
Staff development day	3	Yes
Kindergarten enrollment	4	Yes
Independent study	13	Yes
Continuation education	12	Yes

REPORT ON STATE COMPLIANCE

(Continued)

<u>Description</u>	<u>Procedures in Controller's Audit Guide</u>	<u>Procedures Performed</u>
Attendance accounting (continued):		
Adult education	8	Yes
Regional occupational center/programs	5	Not applicable
County Office of Education programs	9	Not applicable
Incentive for longer instructional day:		
School Districts	3	Yes
County Office of Education	3	Not applicable
GANN limit calculation	2	Yes
Early retirement incentive program	5	Not applicable
Community day schools	8	Not applicable
Class size reduction program:		
Option 1	11	Yes
Option 2	10	Not applicable
Class size reduction in two courses in grade 9	8	Yes
State instructional materials fund	8	Yes
Schiff-Bustamante standards-based instructional materials	4	Yes
Digital high school education technology grant program	5	Yes
California Public Schools Library Act of 1998	4	Yes
Computer Usage	2	Yes
Office of Criminal Justice Planning	-	See below

The District did not participate in the Early Retirement Incentive Program; therefore, the compliance procedures are not applicable. The District had two options under which to implement class size reduction; the District exercised Option One, therefore, audit procedures for Option Two were not performed.

The District did receive a grant directly from the Office of Criminal Justice Planning (OCJP). There are no compliance procedures in the controller's audit guide; however, the District did have a compliance audit by the OCJP during 2000-01. We are relying on their audit for the compliance requirements.

Based on our audit, we found that, for the items tested, the Ventura Unified School District complied with the laws and regulations of the state programs referred to above. Further, based on our examination, for items not tested, nothing came to our attention to indicate that the Ventura Unified School District had not complied with the laws and regulations of state programs and requirements.

REPORT ON STATE COMPLIANCE

(Continued)

This report is intended solely for the information and use of the Board, management, the California Department of Education, and the State Controller's Office and is not intended to be and should not be used by anyone other than these specified parties.

Vicenti, Lloyd & Stutzman, LLP
VICENTI, LLOYD & STUTZMAN LLP

September 20, 2001

VENTURA UNIFIED SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
SUMMARY OF AUDITOR RESULTS
June 30, 2001

This information is provided to meet the requirements of recently issued OMB Circular A-133.

- A. An unqualified opinion was issued.
- B. Reportable conditions in internal control were disclosed by the audit of the general purpose financial statements; none of the reportable conditions were material weaknesses.
- C. The audit did not disclose any items of non-compliance which are material to the general purpose financial statements of the District.
- D. No reportable conditions in internal control over major programs were disclosed by the audit.
- E. An unqualified opinion was issued on compliance for major programs.
- F. There were no audit findings which were required to be reported under Section .510(a) of OMB Circular A-133.
- G. The major programs for 2000-01 are:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
84.184	Safe and Drug Free Schools
84.268, 84.063	Student Financial Aid
10.553	National School Lunch Program
84.011	Migrant Education
84.003	Improving America School Act – Title VII
84.287	Federal Emergency Management Administration

- H. The dollar threshold to distinguish between Type A and Type B programs is \$300,000 for 2000-01.
- I. The District qualifies as a low risk auditee for fiscal year 2000-01.

VENTURA UNIFIED SCHOOL DISTRICT

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
RELATED TO GENERAL PURPOSE FINANCIAL STATEMENTS
June 30, 2001

Per Assembly Bill 3627, all audit findings must be identified as one or more of the following six categories:

<u>Five Digit Code</u>	<u>AB 3627 Finding Types</u>
10000	Attendance
20000	Inventory of Equipment
30000	Internal Control
40000	State Compliance
50000	Federal Compliance
60000	Miscellaneous

FINDING 01-1 – CABRILLO MIDDLE SCHOOL STUDENT BODY FUND 30000

Finding: The student store had a net loss of \$(6,652) and deficit spending for the year of \$(3,004). In addition, the ending fund balance was not adequate to support reserve requirements. This occurred because the inventory level at year end of \$11,199 was higher than the total fund balance of \$10,376. The net effect is a deficit undesignated balance of \$(823).

It was also noted that the ASB expended more monies in the current year than it received in revenues. The deficit spending resulted in the lack of adequate fund balance to support reserve requirements.

Questioned Costs: Not applicable

Recommendation: The District should investigate the cause for the student store loss and develop a plan to monitor revenues and expenditures to ensure adequate funds are available to support reserve requirements.

District Response: The District Accountant has met with the Cabrillo administration and a policy of a 3% reserve has been set to ensure that adequate funds are available to support reserve requirements for the ASB. During periodic site visits, the financial statements will be reviewed to make sure that spending is kept within the budget. Necessary corrections will be made as required to keep expenditures in line with revenues. Student store transactions will be reviewed to determine if they are appropriate.

VENTURA UNIFIED SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
RELATED TO FEDERAL AWARDS
June 30, 2001

There were no findings and questioned costs related to federal awards for fiscal year 2000-01.

VENTURA UNIFIED SCHOOL DISTRICT

STATUS OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS

June 30, 2001

Finding No.	Finding	Code	Recommendation	Current Status
00-1	<u>ACCOUNTS PAYABLE</u>	30000		
	The District did not have adequate documentation to support some of the year-end accounts payable accruals recorded in the Bond Proceeds Building Fund at the time of the audit. These accruals were estimated based on the difference between the project contract and billings to date and retention held. Prior to issuing the report, the District was able to obtain evidence to materially substantiate that the balance remaining represents actual expenditures incurred as of June 30, 2000.		We recommend that the District continue to work with the facilities department and contact vendors to obtain the necessary documentation to support these accruals in a timely manner. This will ensure that expenditures are recorded in the appropriate reporting period and that the financial statements are materially stated.	Implemented.
00-2	<u>CAFETERIA</u>	30000		
	During our testing of cash receipting procedures for cafeteria sales, we noted that student a-la-carte sales are not supported by any form of documentation (Juanamaria & Saticoy). These sales are not "rung-up" on the cash register nor is an inventory reconciliation to daily sales performed. We were therefore unable to verify that total actual sales agree with the daily deposits. We also noted that "z" tapes for three different registers (DeAnza) did not agree with the amount recorded on the daily cash sales summary and that the over/short category is not being used on the report.		Use of the existing cash registers would provide the best control to support a-la-carte sales. If a cash register is not in use, an inventory reconciliation should be performed to verify total items sold agree with total dollars collected. The total sales per the register "z" tape should be recorded as daily sales and reconciled to actual cash received. Any differences should then be recorded as an over or short. Reasons for discrepancies should be researched.	Implemented.

VENTURA UNIFIED SCHOOL DISTRICT

STATUS OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS

June 30, 2001

Finding No.	Finding	Code	Recommendation	Current Status
00-3	<u>PACIFIC HIGH SCHOOL ASB</u>	30000		
	Original Finding Number 99-3			
	Through inquiry of District and site personnel, we noted the following procedures and controls were not in place for a portion of the year:		All disbursements of a student body organization should be approved and documented as such. Once approved, disbursements should be supported by adequate documentation to include original invoices and proof of receipt. The internal controls would also be improved by continuing to use the pre-numbered cash receipting system. This provides an audit trail between revenue collected and deposits. In addition, bank reconciliations should be prepared on a monthly basis. This practice will help in identifying, in a timely manner, any record keeping errors made.	Implemented.
	1. Disbursements were not supported by check requests or purchase order forms supporting authorization of the disbursements.			
	2. Pre-numbered cash receipts were not being used.			
	3. Bank reconciliations were not completed on a timely basis.			

VENTURA UNIFIED SCHOOL DISTRICT
STATUS OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
June 30, 2001

<u>Finding No.</u>	<u>Finding</u>	<u>Code</u>	<u>Recommendation</u>	<u>Current Status</u>
00-4	<u>ASB CASH RECEIPTS</u>	30000		
	<p>Through review of cash receipting procedures and documentation we noted the following:</p> <ol style="list-style-type: none"> 1. The sub-receipting system used for various fundraising events does not provide an adequate audit trail. We noted instances where sales receipts were not deposited in tact and were not always deposited timely. (Balboa Middle School, Cabrillo Middle School, DeAnza Middle School, Buena High School) 2. Revenue potentials are not prepared for major fundraising events. (Balboa Middle School, Buena High School) 3. Vending machine procedures do not support adequate internal control. Currently the athletic custodian receives and maintains the inventory, stocks the machine and collects the receipts. There is no independent reconciliation of inventory to purchases and sales. (Buena High School) 	<p>The sub-receipting system in use, whether a class listing, individual receipts, or tickets should provide an audit trail to link daily or weekly sales to a specific deposit. The use of a ticket control log is recommended to monitor tickets issued and to ensure that all tickets are accounted for. All receipts should be deposited intact and any miscellaneous expenditures should be made through the cash disbursement system. Use of revenue potentials provides better control over the monies collected and deposited for fundraisers and is an important part of overall financial planning. Finally, we recommend that vending machine duties be segregated if possible and suggest, at a minimum, that an independent party perform a reconciliation between inventory, purchases, and sales at least on a monthly basis.</p>	Improvement noted.	

VENTURA UNIFIED SCHOOL DISTRICT
STATUS OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
June 30, 2001

<u>Finding No.</u>	<u>Finding</u>	<u>Code</u>	<u>Recommendation</u>	<u>Current Status</u>
00-5	<u>BALBOA MIDDLE SCHOOL ASB</u>	30000		
	We reviewed cash disbursements and noted several checks written to "cash" totaling \$1,873.		To maintain proper internal controls over cash disbursements, checks should be made to a specific individual or entity and never to "Cash" or "Bearer". As with all disbursements, adequate documentation should be maintained to support the amount and propriety of the expenditure.	Implemented.