



Dave Yost • Auditor of State

**BEREA CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

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**BEREA CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

**SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2012**

FEDERAL GRANTOR <i>Pass Through Grantor</i> Program Title	Grant Year	Federal CFDA Number	Receipts	Non-Cash Receipts	Expenditures	Non-Cash Expenditures
U.S. DEPARTMENT OF AGRICULTURE						
<i>Passed Through Ohio Department of Education</i>						
Nutrition Cluster:						
School Breakfast Program	2012	10.553	\$107,826	\$0	\$107,826	\$0
National School Lunch Program	2012	10.555	746,712	80,442	746,712	80,442
Total Non-Cash Assistance			<u>854,538</u>	<u>80,442</u>	<u>854,538</u>	<u>80,442</u>
Total U.S. Department of Agriculture - Nutrition Cluster			<u>854,538</u>	<u>80,442</u>	<u>854,538</u>	<u>80,442</u>
U.S. DEPARTMENT OF EDUCATION						
<i>Passed Through Columbia Local School District</i>						
Title I	2011	84.010	610	0	610	0
Subtotal Title I			<u>610</u>	<u>0</u>	<u>610</u>	<u>0</u>
<i>Passed Through Ohio Department of Education</i>						
Title I	2011	84.010	84,590	0	130,118	0
Title I	2012	84.010	870,010	0	977,749	0
School Improvement Sub A, Title I	2012	84.010	17,572	0	15,115	0
ARRA - Title I	2011	84.389	90,647	0	104,913	0
Total Title I			<u>1,062,819</u>	<u>0</u>	<u>1,227,895</u>	<u>0</u>
Special Education Cluster						
IDEA Part B	2011	84.027	(47,575)	0	45,838	0
IDEA Part B	2012	84.027	1,692,478	0	1,582,197	0
ARRA - IDEA, Part B	2011	84.391	288,194	0	355,663	0
Subtotal IDEA Part B			<u>1,933,097</u>	<u>0</u>	<u>1,983,698</u>	<u>0</u>
Preschool Disability Grant	2011	84.173	2,939	0	4,833	0
Preschool Disability Grant	2012	84.173	16,234	0	22,309	0
ARRA - Preschool Disability Grant	2011	84.392	20,138	0	24,136	0
Subtotal Preschool Disability Grant			<u>39,312</u>	<u>0</u>	<u>51,278</u>	<u>0</u>
Total Special Education Cluster			<u>1,972,408</u>	<u>0</u>	<u>2,034,976</u>	<u>0</u>
Drug Free School Grant	2011	84.186	5,842	0	6,376	0
Total Drug Free School Grant			<u>5,842</u>	<u>0</u>	<u>6,376</u>	<u>0</u>
Title II, Part D - Education Technology	2011	84.318	(429)	0	0	0
Title II, Part D - Education Technology	2012	84.318	429	0	0	0
Total Title II, Part D - Education Technology			<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Title III LEP	2011	84.365	3,158	0	4,679	0
Title III LEP	2012	84.365	28,102	0	27,211	0
Total Title III			<u>31,260</u>	<u>0</u>	<u>31,890</u>	<u>0</u>
Improving Teacher Quality, Title II-A	2011	84.367	39,646	0	28,602	0
Improving Teacher Quality, Title II-A	2012	84.367	92,086	0	88,069	0
Total Improving Teacher Quality, Title II-A			<u>131,732</u>	<u>0</u>	<u>116,671</u>	<u>0</u>
ARRA - State Fiscal Stabilization Fund	2012	84.394	0	0	185,140	0
Total State Fiscal Stabilization Fund			<u>0</u>	<u>0</u>	<u>185,140</u>	<u>0</u>
ARRA - Race to the Top	2012	84.395	251,158	0	241,614	0
Total Race to the Top			<u>251,158</u>	<u>0</u>	<u>241,614</u>	<u>0</u>
Education Jobs	2012	84.410	307,732	0	301,013	0
Total Education Jobs			<u>307,732</u>	<u>0</u>	<u>301,013</u>	<u>0</u>
Total U.S. Department of Education			<u>3,763,560</u>	<u>0</u>	<u>4,146,185</u>	<u>0</u>
Total Federal Financial Assistance			<u>\$ 4,618,098</u>	<u>\$ 80,442</u>	<u>\$ 5,000,723</u>	<u>\$ 80,442</u>

The accompanying notes are an integral part of this schedule.

**BEREA CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

**NOTES TO THE FEDERAL AWARDS RECEIPTS AND EXPENDITURES SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2012**

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

The accompanying Federal Awards Receipts and Expenditures Schedule (the Schedule) reports the Berea City School District's (the District's) federal award programs' receipts and disbursements. The schedule has been prepared on the cash basis of accounting.

NOTE B - CHILD NUTRITION CLUSTER

The District commingles cash receipts from the U.S. Department of Agriculture with similar State grants. When reporting expenditures on this Schedule, the District assumes it expends federal monies first.

NOTE C – FOOD DONATION PROGRAM

The District reports commodities consumed on the Schedule at the fair value. The District allocated donated food commodities to the respective program that benefitted from the use of those donated food commodities.

NOTE D - TRANSFERS BETWEEN PROGRAM YEARS

Federal regulations require schools to obligate certain federal awards by June 30. However, with ODE's consent, schools can transfer unobligated amounts to the subsequent fiscal year's program. These transfers resulted in the Schedule reporting negative receipts. The District transferred the following amounts from 2011 to 2012 programs:

<u>Program Title</u>	<u>CFDA Number</u>	<u>Amount Transferred from 2011 to 2012</u>
IDEA, Part B	84.027	\$47,575
Title II, Part D – Educational Technology	84.318	429



Dave Yost • Auditor of State

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

Berea School District
Cuyahoga County
390 Fair Street
Berea, Ohio 44017

To the Board of Education:

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Berea City School District, Cuyahoga County, (the District) as of and for the year ended June 30, 2012, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 28, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*.

Internal Control Over Financial Reporting

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent, or detect and timely correct misstatements. A *material weakness* is a deficiency, or combination of internal control deficiencies resulting in more than a reasonable possibility that a material misstatement of the District's financial statements will not be prevented, or detected and timely corrected.

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

Compliance and Other Matters

As part of reasonably assuring whether the District's financial statements are free of material misstatement, we tested its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could directly and materially affect the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and accordingly, we do not express an opinion. The results of our tests disclosed no instances of noncompliance or other matters we must report under *Government Auditing Standards*.

We did note certain matters not requiring inclusion in this report that we reported to the District's management in a separate letter dated December 28, 2012.

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

A handwritten signature in black ink that reads "Dave Yost". The signature is written in a cursive style with a large, looping "Y" and "O".

Dave Yost
Auditor of State

December 28, 2012



Dave Yost • Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133 AND SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES

Berea City School District
Cuyahoga County
390 Fair Street
Berea, Ohio 44017

To the Board of Education:

Compliance

We have audited the compliance of Berea City 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 could directly and materially affect each of the Berea City School District's major federal programs for the year ended June 30, 2012. The *summary of auditor's results* section of the accompanying schedule of findings identifies the District's major federal programs. The District's management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to each major federal program. Our responsibility is to opine on the District's compliance based on our audit.

Our compliance audit followed auditing standards generally accepted in the United States of America; the standards applicable to financial audits included in the Comptroller General of the United States' *Government Auditing Standards*; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. These standards and OMB Circular A-133 require that we plan and perform the audit to reasonably assure whether noncompliance occurred with the compliance requirements referred to above that could directly and materially affect a major federal program. An audit includes examining, on a test basis, evidence about the District's compliance with these requirements and performing other procedures we considered necessary in the circumstances. We believe our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the District's compliance with these requirements.

In our opinion, the Berea City School District complied, in all material respects, with the requirements referred to above that could directly and materially affect each of its major federal programs for the year ended June 30, 2012.

Internal Control Over Compliance

The District's management is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the District's internal control over compliance with requirements that could directly and materially affect a major federal program, to determine our auditing procedures for the purpose of opining on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of opining on the effectiveness of internal control over compliance. Accordingly, we have not opined on the effectiveness of the District's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, when performing their assigned functions, to prevent, or to timely detect and correct, noncompliance with a federal program compliance requirement. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a federal program compliance requirement will not be prevented, or timely detected and corrected.

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

Schedule of Federal Awards Receipts and Expenditures

We have also audited and issued our unqualified opinion on the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of Berea City School District (the District) as of and for the year ended June 30, 2012, and have issued our report thereon dated December 28, 2012. Our audit was performed to form opinions on the financial statements that collectively comprise the District's basic financial statements taken as a whole. The accompanying federal awards receipts and expenditures schedule provides additional information required by the 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 basic financial statements. The schedule is management's responsibility, and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. This schedule was subject to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. In our opinion, this information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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



Dave Yost
Auditor of State

December 28, 2012

**BEREA CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
JUNE 30, 2012**

1. SUMMARY OF AUDITOR'S RESULTS

(d)(1)(i)	Type of Financial Statement Opinion	Unqualified
(d)(1)(ii)	Were there any material control weaknesses reported at the financial statement level (GAGAS)?	No
(d)(1)(ii)	Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
(d)(1)(iv)	Were there any material internal control weaknesses reported for major federal programs?	No
(d)(1)(iv)	Were there any significant deficiencies in internal control reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unqualified
(d)(1)(vi)	Are there any reportable findings under § .510(a)?	No
(d)(1)(vii)	Major Programs (list):	Title I and ARRA Title I – CFDA # 84.010 & 84.389 ARRA - State Fiscal Stabilization Fund – CFDA # 84.394 Education Jobs – CFDA 84.410 Nutrition Cluster – 10.553 & 10.555
(d)(1)(viii)	Dollar Threshold: Type A/B Programs	Type A: > \$ 300,000 Type B: all others
(d)(1)(ix)	Low Risk Auditee?	No

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

None

3. FINDINGS AND FOR FEDERAL AWARDS

None

**BEREA CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

**SCHEDULE OF PRIOR AUDIT FINDINGS
OMB CIRCULAR A -133 § .315 (b)
JUNE 30, 2012**

Finding Number	Finding Summary	Fully Corrected?	Not Corrected, Partially Corrected; Significantly Different Corrective Action Taken; or Finding No Longer Valid; <i>Explain</i>
2011-01	Finding for Recovery - Medical Expense Reimbursement Plan	No	Finding for recovery remains unresolved
2011-02	Cash Management of State Fiscal Stabilization Funds	Yes	Finding no longer valid

Berea City School District

Comprehensive Annual Financial Report For the Fiscal Year Ended June 30, 2012



Brandon D.

6th Grade

Roehm Middle School

Art Instructor: Heather Courtwright

BEREA, OHIO

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INTRODUCTORY SECTION



Nikita M.
10th Grade
Berea High School
Art Instructor: James Bycznski

Berea, Ohio City School District

Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2012



Brianna Z.

12th Grade
Berea High School
Art Instructor: James Bycznski

Issued by: **Treasurer's Office**
Gerald Zelenka, Treasurer
Dale Cummins, Assistant Treasurer

Berea City School District
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Brandon R.

6th Grade

Roehm Middle School

Art Instructor: Heather Courtwright



Administration Building

390 Fair Street | Berea, Ohio 44017-2308
Phone: 216 898-8300 | Fax: 216 898-8551
www.berea.k12.oh.us

December 28, 2012

Board of Education Members and
Residents of Berea City School District;

We are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) of the Berea City School District for the fiscal year ended June 30, 2012. This CAFR conforms to generally accepted accounting principles as applicable to governmental entities, and enables the School District to comply with the legal requirement to file an annual report with the Auditor of State within 150 days of the fiscal year end.

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

State statutes require the School District to be subjected to an annual examination by the Auditor of State or an independent public accounting firm, if permitted by the Auditor of State. For the fiscal year 2012, the School District was audited by the Auditor of State's Office. Their unqualified opinion is included in the financial section of this CAFR.

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

School District Organization

Berea City School District is one of the 616 school districts in the State of Ohio and one of 31 school districts in Cuyahoga County. The School District is an independent school district that provides education to 7,121 students in grades kindergarten through twelfth. The projected enrollment for fiscal year 2013 is 7,133. Additionally, the School District provides preschool, after school, adult, and community education services to a large number of students and community members. The School District has 8 school buildings, ranging from 42 to 80 years of age. Berea City School District is located in northeastern Ohio, approximately twelve miles southwest of downtown Cleveland. Berea City School District includes the cities of Brook Park, Middleburg Heights, most of the City of Berea, and small portions of the cities of Olmsted Falls and Cleveland.

When first settled, Middleburg Township was one community. The first school in Middleburg Township was in Ephriam Vaughan's log house in the year 1822. In the 1830's, Middleburg Township dissolved into three distinct political entities; Berea, Brook Park and Middleburg Heights.

In 1853, a law was enacted which created a local township board of education comprised of three directors. The responsibility of these directors was to hire teachers and to maintain school property. This system was followed until 1904, when rural schools were placed under a five-member township board of education who could hire a superintendent to oversee all of the sub-districts in the township.

The School District used the name “Berea” because of the size of the city in earlier days when Brook Park and Middleburg Heights were too small to support a complete school system. Today, the Berea Public School System stands unique as the common bond between Berea, Brook Park, and Middleburg Heights.

Statutorily, the School District operates under the standards prescribed by the Ohio State Board of Education as provided in division (D) of Section 3301.07 of the Ohio Revised Code, to provide education services prescribed by State and Federal agencies.

Reporting Entity

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

The City of Berea, City of Brook Park, City of Middleburg Heights, Cuyahoga County Public Library, and the Parent Teacher Organization have not been included in the accompanying financial statements. The boards are not appointed by the School District, nor are they fiscally dependent on the School District. Polaris Career Center, the Educational Community Foundation and the Ohio Schools’ Council Association are reported as jointly governed organizations. The School District participates in the Ohio School Boards Association Workers’ Compensation Group Rating Program, an insurance purchasing pool.

Economic Condition and Outlook

The portion of the School District containing all of Brook Park and a small portion of the City of Cleveland is a commercial and industrial center, as well as being a residential community. It contains Ford Motor Company’s casting plant. Also located in this section of the School District is Cleveland Hopkins International Airport, which provides international air transportation and delivery services for the County and surrounding areas.

The portion of the School District containing all of Berea and a small portion of the City of Olmsted Falls is a commercial center and residential community. This area was a commercial center before many of the present-day Cleveland suburbs came into being and is the home of Baldwin-Wallace University.

The portion of the School District containing all of Middleburg Heights is primarily a suburban residential community that is younger than and not as developed as the other portions of the School District. In recent years this area has experienced increases in commercial development, primarily hotels and restaurants serving visitors to the area. The growth is due to its close proximity to Cleveland Hopkins International Airport and to Interstates I-71, I-80 and I-480.

Major Initiatives

The Berea City School District has three main goals: accelerate student achievement, fund the future, and promote excellence with one voice. Through the use of benchmarking and data analysis, this School District will work to achieve these goals.

In the 2013-2014 school year, the School District will begin phase two of the facility action consolidation plan approved in 2011. Phase one was the opening of the Grindstone Elementary in fiscal year 2012. The School District consolidated three elementary schools, Parknoll, Riveredge and Smith into one new building, Grindstone Elementary. The second phase will include the closing of Roehm Middle School and Ford Middle School which will become a 5-6 building, Midpark High School will become grades 7 through 9 and Berea High School will be the only high school, grades 10-12.

State funding, specifically funding for general operations, remains unclear for future years. Beginning in fiscal year 2012, the administration of Governor John Kasich has proposed a move away from the Ohio Evidence Based Model to a new funding method. However, since a new funding mechanism is not formulated as of yet, the administration has decided to continue to fund school districts in fiscal year 2013 based on the Bridge formula, a transitional approach until a new formula is devised.

Primary accomplishments for 2012 were as follows:

Financial

Successfully balanced budget for fiscal year 2012.

Received the Certificate of Excellence in Financial Reporting for the CAFR from the Government Finance Officer's Association (GFOA), for the twentieth consecutive year.

The construction of Grindstone Elementary was completed and the school was opened to the students.

Instruction

The Common Core State Standards (CCSS) for English Language Arts and Mathematics (ELA), adopted by 45 states so far, provides an opportunity to change education practices so as to improve the performance of all students. By design, CCSS framework provides a consistent, clear understanding of what students are expected to know and be able to do in ELA and mathematics in grades K-12. The standards are designed to establish high expectations and to be relevant to the real world for the 21st century learner. The CCSS consist of "staircase" learning progressions, building students' knowledge and skills with increased rigor to ensure that they have college and career readiness.

The School District has already begun to transition curriculum, instruction and assessment processes to meet these new expectations. In the 2011-2012 school year, we worked with teacher teams K-2 and 6-12 in developing a deeper understanding of what we expect students to know and be able to do in the ELA standards. At the high school level, teachers focused on the implementation of the mathematics standards. In both subject areas, teacher teams worked collaboratively to develop student learning targets aligned to the standards to inform curriculum, instruction and assessment. The Professional Content Coaches were instrumental in working with teacher teams to gain a deeper understanding of the content in this year-long process. At Berea, our teachers are taking initiative and are very interested in the work.

For the Future

Our primary focus continues to be on the educational program and the improvement of student achievement. This program serves our students, parents, and community in an effort to continuously improve. This process involves assessing current programs, identifying areas to improve, developing options, selecting the best option, and assessing the results.

Specific goals for 2013 are:

Financial

Continue multi-year planning for capital projects, technology, and maintenance to assure limited funds are used for the best instructional use through the Permanent Improvement Coordinating Committee.

Receive the Certificate of Excellence in Financial Reporting for the School District's 2012 fiscal year for the Comprehensive Annual Financial Report.

Complete plan of finance and transition for reconfiguration of school buildings.

Instruction

To Inspire Excellence and to help students achieve dreams they never imagined possible by accelerating student achievement, funding the future and promoting excellence with one voice is the vision we are committed to in the Berea City School District.

The pillars of our professional learning community will assist us in transforming our schools throughout the 21st century. Our communities of practice embrace a culture that includes valuing others, innovation, collaboration, excellence and service.

Over the next four years our goals are to reduce achievement gaps, increase high school graduation rates and increase college enrollment and career readiness.

Our vision for widespread impact that helps our students achieve dreams they never imagined possible is a driving force behind our goals, strategies and actions. Implementing the School District strategies will propel our School District into a dynamic framework that cultivates, supports, and sustains a culture of collaboration, communication, leadership and learning for staff and students within our School District and beyond.

Service to the Community

For the 17th consecutive year, the School District has published its Community Resource Directory, a project which began as part of a “needs assessment” by the District’s Volunteer Council, to determine what volunteer resources were available in our communities and what areas were still needed. This year’s Directory features nearly 150 school and community organizations that share contact information, services provided, meeting information, facilities that may be available for public use, volunteer needs, and scholarships that may be offered. In cooperation with the Cuyahoga County Library System, the Directories also include important phone numbers (“Action by Phone”), both regionally and within the three communities served, including governmental entities. Each year the District publishes approximately 1,500 Directories at no charge to the contributing organization or the users.

Through the School District’s cable television channel, BCS-TV, the community is also provided with the opportunity to place free notices on the “Community Bulletin Board.” The School District also features a community-based weekly talk show, “A Community of Learning,” which provides the opportunity for community partners, in addition to community groups and school staff and parents, to provide guests whose goal is to expand knowledge and provide needed information within the School District.

The School District has a well-established and extremely active Business Advisory Council with approximately fifty members. The overall mission of the Council is to involve members of the business community in the education of our students in a variety of ways. Some of the current areas of involvement are in teaching Junior Achievement business and economics classes to more than 2,000 School District students; providing field trips for high school teachers and guidance counselors to gain a better understanding of the business world through the GOAL program, promoting student internships, and providing mock interviews to high school students, to improve their interview skills and better equip them for the business world.

In 1996, the Educational Community Foundation was established to support and enhance educational opportunities for the youth of the communities served by the Berea City School District. To achieve this purpose, the Foundation accepts, manages, and in accordance with the donor’s intent, distributes donations for scholarships, educational programs, facilities, and instructional development to benefit students. The Foundation also awards a yearly endowment grant.

The School District also has an ongoing partnership with Southwest General Health Center, located in Middleburg Heights, providing full-time health professionals in every school, every day, as well as providing athletic training and mental health services. The Health Center’s Physician’s Council has provided significant medical assistance to students unable to afford such services, as well as classroom guidance on health-related issues.

Awards

GFOA Certificate of Achievement The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Berea City School District for its Comprehensive Annual Financial Report (CAFR) for the year ended June 30, 2011.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose content conforms to program standards. Such a report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement Program requirements, and we are submitting it to GFOA for review.

Outstanding Achievements Twenty one of our teachers have completed the rigorous requirements set by the National Board for Professional Teaching Standards and achieved National Board Certification.

Acknowledgments

Each year we take time to recognize an individual who has contributed much to the well being of the School District. This year we would like to single out Dale Cummins, the School District's Assistant Treasurer. She has continued the tradition of quality instilled in the Berea City School District.

Finally, our thanks are extended to the Board of Education where the commitment to excellence begins.

Respectfully submitted,



Gerald Zelenka
Treasurer



Michael Sheppard
Superintendent

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Berea City School District
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2011

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



Christopher P. Movill

President

Jeffrey R. Emer

Executive Director

**Berea City School District
Principal Officials**

Board of Education

Mr. David Thurau President
Mrs. Gale Patten Vice President
Mr. Neal Postel Member
Mr. Fred Szabo Member
Mr. David Tressel Member

Treasurer

Mr. Gerald Zelenka

Assistant Treasurer

Mrs. Dale A. Cummins

Administration

Mr. Michael Sheppard Superintendent
Mr. Jeffrey Grosse Assistant Superintendent
Mrs. Lisa Bruening Director of Pupil Services
Mrs. Nancy Braford Director of Community Relations
Mrs. Karen Frimel Director of Curriculum
Mr. Kevin Jaynes Director of Information Technology
Mr. Michael Slivochka Director of Personnel and Employee Relations

RESIDENTS OF THE DISTRICT

BOARD OF EDUCATION

Treasurer

Financial Department

Superintendent

City/County Personnel assigned to the Berea City School District

Assistant Superintendent of District Operations

High School & Middle School Principals

Supervisor Buildings & Grounds

Supervisor Transportation

Supervisor Nutrition Services

Purchasing Coordinator

Elementary Principals

Director Community Relations

Director Curriculum

Curriculum Coordinator

Director Information Technology

Network Manager

EMIS Coordinator

Data Processing Analyst

Director Personnel & Employee Relations

Athletic Directors

Director Pupil Services

Principal Snow School

Supervisor of Special Education

Coordinators
Preschool Program
Extended Care Program

Psychologists



ORGANIZATIONAL CHART
BEREA CITY SCHOOLS
2012-2013



Brandon R.

6th Grade

Roehm Middle School

Art Instructor: Heather Courtwright

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FINANCIAL SECTION



Sierra J.
8th Grade
Roehm Middle School
Art Instructor: Heather Courtwright

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Dave Yost • Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT

Berea City School District
Cuyahoga County
390 Fair Street
Berea, Ohio 44017

To the Board of Education:

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Berea City School District, Cuyahoga County, Ohio (the District), as of and for the year ended June 30, 2012, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Berea City School District, Cuyahoga County, Ohio, as of June 30, 2012, and the respective changes in financial position and where applicable, cash flows, thereof and the budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 28, 2012, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require this presentation to include *Management's discussion and analysis*, as listed in the table of contents, to supplement the basic financial statements. Although this information is not part of the basic financial statements, the Governmental Accounting Standards Board considers it essential for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any other assurance.

We conducted our audit to opine on the financial statements that collectively comprise the District's basic financial statements taken as a whole. The introductory section, the financial section's combining statements, individual fund statements and schedules, and the statistical section information provide additional analysis and are not a required part of the basic financial statements. The financial section's combining statements, individual fund statements and schedules are management's responsibility, and were derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. These statements and schedules were subject to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. In our opinion, this information is fairly stated in all material respects in relation to the basic financial statements taken as a whole. We did not subject the introductory section and statistical section information to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion or any other assurance on them.



Dave Yost
Auditor of State

December 28, 2012

Berea City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2012
Unaudited

The discussion and analysis of Berea City School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2012. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the transmittal letter, the basic financial statements and notes to the basic financial statements to enhance their understanding of the School District's financial performance.

Key financial highlights for 2012 are as follows:

- Net assets decreased \$5.5 million and revenues increased \$2.9 million from fiscal year 2011 levels.
- Total program expenses were \$94.7 million, a \$2.4 million decrease from fiscal year 2011 expenses of \$97.1 million.
- Outstanding debt decreased from \$39.8 million in 2011 to \$38.3 million in 2012. No new debt was issued during fiscal year 2012.

Using this Comprehensive Annual Financial Report (CAFR)

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

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

Reporting the School District as a Whole

Statement of Net Assets and the Statement of Activities

While this document contains the large number of funds used by the School District to provide programs and activities, the view of the School District as a whole looks at all financial transactions and asks the question, "How did we do financially during 2012?" The *Statement of Net Assets* and the *Statement of Activities* answer this question. These statements include *all assets* and *liabilities* using the *accrual basis of accounting* similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

Berea City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2012
Unaudited

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

The Statement of Net Assets and the Statement of Activities are represented in one type of activity; Governmental Activities. Most of the School District's programs and services are reported here including instruction, support services, operation and maintenance of plant, pupil transportation and extracurricular activities, as well as food service operations.

Reporting the School District's Most Significant Funds

Fund Financial Statements

The analysis of the School District's major funds begins on page 11. Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's most significant funds. The School District's major governmental funds are the general fund, debt service fund and the building capital projects fund.

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

Berea City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2012
Unaudited

The School District as a Whole

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

Table 1 provides a summary of the School District's net assets for 2012 compared to the two prior fiscal years:

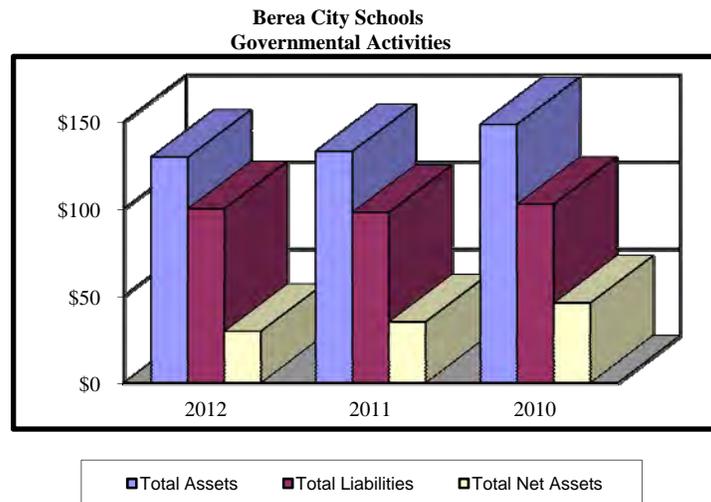
Table 1
 Net Assets
 Governmental Activities
 (In Millions)

	2012	2011	2010
Assets			
Current and Other Assets	80.3	83.7	115.5
Capital Assets, Net	49.4	49.4	33.0
<i>Total Assets</i>	<u>129.7</u>	<u>133.1</u>	<u>148.5</u>
Liabilities			
Current and Other Liabilities	(59.9)	(56.2)	(60.0)
Long-Term Liabilities	(40.2)	(41.8)	(42.6)
<i>Total Liabilities</i>	<u>(100.1)</u>	<u>(98.0)</u>	<u>(102.6)</u>
Net Assets			
Invested in Capital Assets, Net of Debt	13.9	14.3	17.6
Restricted	7.7	7.6	5.1
Unrestricted	8.0	13.2	23.2
<i>Total Net Assets</i>	<u>29.6</u>	<u>35.1</u>	<u>45.9</u>

Berea City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2012
Unaudited

Graph 1
 Net Assets of Governmental Activities
 (In Millions)

	2012	2011	2010
Total Assets	\$129.7	\$133.1	\$148.5
Total Liabilities	100.1	98.0	102.6
Total Net Assets	\$29.6	\$35.1	\$45.9

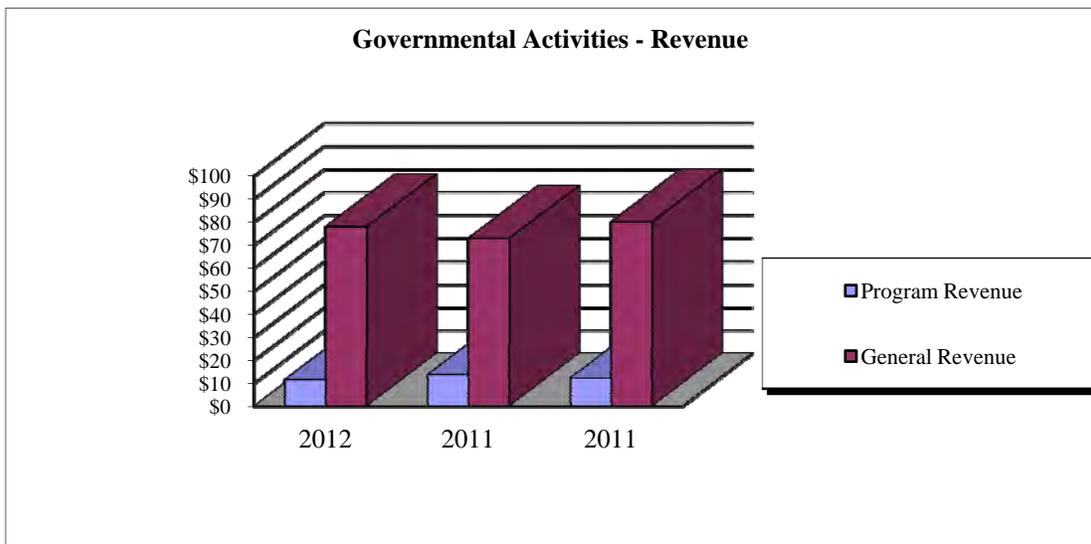


Total net assets decreased by \$5.5 million. Total liabilities were \$100.1 million, a \$2.1 million increase from fiscal year 2011.

Berea City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2012
Unaudited

Graph 2
 Revenue for Governmental Activities
 (In Millions)

	2012	2011	2010
Program Revenue	\$11.4	\$13.6	\$12.1
General Revenue	77.8	72.7	79.8



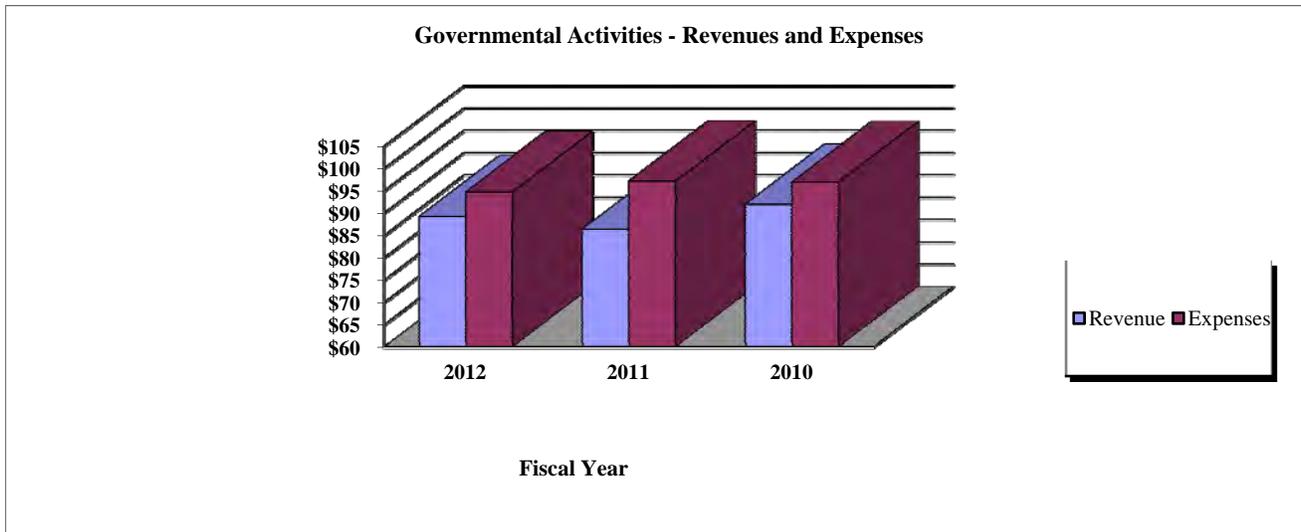
Program revenue decreased \$2.2 million to \$11.4 million, due primarily to a decrease in operating grants. The vast majority of revenue supporting governmental activities is general revenue. General revenue increased in fiscal year 2012 to \$77.8 million from \$72.7 million in 2011. General revenue comprised 87.2 percent of total revenues. Taxes comprised \$52.9 million of general revenue in 2012, compared to \$51.5 million of general revenue in 2011 and \$52.3 million in 2010.

Berea City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2012
Unaudited

Expenses decreased from \$97.1 million in 2011 to \$94.7 million in 2012. The majority of the decrease in 2012 was in regular instruction.

Graph 3
 Revenue and Expenses for Governmental Activities
 (In Millions)

	2012	2011	2010
Revenues	\$89.2	\$86.3	\$91.9
Expenses	94.7	97.1	96.9



The increase in revenue between 2011 and 2012 is due to the increase in general revenues in the form of delinquent real property taxes due to be collected.

Berea City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2012
Unaudited

Table 2 shows the changes in net assets for fiscal year 2012 for Governmental Activities compared to the two prior fiscal years.

Table 2
Change in Net Assets
(In Millions)

	2012	2011	2010
Revenues			
Program Revenues			
Charges for Services	\$5.3	\$6.0	\$5.8
Operating Grants and Contributions	5.5	7.2	6.2
Capital Grants and Contributions	0.6	0.4	0.1
<i>Total Program Revenues</i>	<u>11.4</u>	<u>13.6</u>	<u>12.1</u>
General Revenues			
Property Taxes	52.9	51.5	52.3
Grants and Entitlements	23.7	20.9	26.0
Other	1.2	0.3	1.5
<i>Total General Revenues</i>	<u>77.8</u>	<u>72.7</u>	<u>79.8</u>
Total Revenues	<u>89.2</u>	<u>86.3</u>	<u>91.9</u>
Expenses			
Instruction	52.4	58.4	56.1
Support Services:			
Pupil and Instructional Staff	12.2	11.1	12.8
Board of Education, Administration, Fiscal and Business	7.5	7.1	7.3
Operation and Maintenance of Plant	7.5	7.7	7.6
Pupil Transportation	4.7	3.6	4.0
Central	3.2	2.7	2.2
Operation of Non-Instructional Services	3.4	2.6	3.4
Extracurricular Activities	1.7	1.7	1.8
Interest and Fiscal Charges	2.1	2.2	1.7
<i>Total Expenses</i>	<u>94.7</u>	<u>97.1</u>	<u>96.9</u>
<i>Change in Net Assets</i>	(5.5)	(10.8)	(5.0)
Net Assets Beginning of Year	<u>35.1</u>	<u>45.9</u>	<u>50.9</u>
Net Assets End of Year	<u><u>\$29.6</u></u>	<u><u>\$35.1</u></u>	<u><u>\$45.9</u></u>

Berea City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2012
Unaudited

The unique nature of property taxes in Ohio creates the need to routinely seek voter approval for operating funds. The overall revenue generated by a voted levy does not increase solely as a result of inflation. As an example, a homeowner with a home valued at \$100,000 and taxed at 1.0 mill would pay \$35.00 annually in taxes. If three years later the home were reappraised and increased to \$200,000 (and this inflationary increase in value is comparable to other property owners) the effective tax rate would become 0.5 mills and the owner would still pay \$35.00.

Thus school districts dependent upon property taxes are hampered by a lack of revenue growth and must regularly return to voters to maintain a constant level of service. Property taxes made up 68 percent of general revenues for governmental activities for Berea City School District in fiscal year 2012.

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

Table 3
 Total and Cost of Program Services
 Governmental Activities
 (In Millions)

	2012		2011		2010	
	Total Cost of Service	Net Cost of Service	Total Cost of Service	Net Cost of Service	Total Cost of Service	Net Cost of Service
Instruction	\$52.4	\$48.3	\$58.4	\$52.5	\$56.1	\$50.9
Support Services:						
Pupil and Instructional Staff	12.2	10.8	11.1	8.8	12.8	10.7
Board of Education, Administration, Fiscal and Business	7.5	7.3	7.1	6.8	7.3	7.0
Operation and Maintenance of Plant	7.5	7.3	7.7	7.7	7.6	7.5
Pupil Transportation	4.7	4.5	3.6	3.4	4.0	3.8
Central	3.2	2.5	2.7	2.7	2.2	2.2
Operation of Non-Instructional Services	3.4	(0.2)	2.6	(1.4)	3.4	(0.4)
Extracurricular Activities	1.7	1.1	1.7	1.1	1.8	1.4
Interest and Fiscal Charges	2.1	1.7	2.2	1.9	1.7	1.7
Total	\$94.7	\$83.3	\$97.1	\$83.5	\$96.9	\$84.8

The dependence upon general tax revenues for governmental activities is apparent. Over 92 percent of instruction activities are supported through taxes and other general revenues; for all governmental activities general revenue support is 87.9 percent as shown in Table 3. The community, as a whole, is by far the primary support for Berea City School District students.

Berea City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2012
Unaudited

The School District's Funds

Information about the School District's governmental funds starts on page 18. These funds are accounted for using the modified accrual basis of accounting. Governmental funds have total revenues of \$87.8 million and expenditures of \$96.6 million. The net change in the governmental funds fund balance for the year was most significant in the General Fund, where the fund balance decreased from a fund balance of \$15.4 million to a fund balance of \$8.9 million. The decrease in General fund is due to expenditures growing at a more rapid rate than revenue. The net change in the Debt Service Fund is an increase of \$101,105 due to transfers in received from the General Fund. The net change in the Building fund is a decrease of \$1.6 million. The decrease is due to the Grindstone Elementary being completed in fiscal year 2011-2012.

General Fund Budgeting Highlights

The School District's budget is prepared according to Ohio law as disclosed in Note 2 and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted fund is the General Fund.

During the course of fiscal 2012 the School District amended its general fund budget numerous times. The School District uses site-based budgeting and the budgeting systems are designed to tightly control total site budgets but provide flexibility for site management.

For the general fund, final budget basis revenue was \$81.8 million, which was below original budget estimates of \$129.4 million.

Total final estimated expenditures on the budget basis (cash outlays plus encumbrances) were \$86.2 million, \$4.4 million above budget basis revenues.

Berea City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2012
Unaudited

Capital Assets and Debt Administration

Capital Assets

Table 4 shows fiscal 2012 balances compared to the prior two fiscal years:

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

	2012	2011	2010
Land and Improvements	\$2.3	\$2.5	\$2.6
Buildings and Improvements	44.6	21.0	21.4
Furniture and Equipment	0.8	1.0	1.0
Vehicles	1.7	1.7	1.6
Construction in Progress	0.0	23.3	6.4
Total	\$49.4	\$49.5	\$33.0

The decrease of \$0.1 million in capital assets in 2012 is the net effect of the addition of the final phase of the Grindstone Elementary and demolition of two elementary buildings, Parknoll and Riveredge, offset by current year depreciation. The School District continued its ongoing commitment to maintaining and improving its capital assets. For more information refer to Note 9 to the basic financial statements.

Ohio law requires school districts to set aside three percent of certain revenues for capital improvements. For fiscal year 2012, this amounted to \$1,184,364 for the set aside. See Note 21 for additional information regarding set asides.

Berea City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2012
Unaudited

Debt

At June 30, 2012 the School District had \$10.7 million in bonds, \$1.4 million due within one year.

Table 5 summarizes bonds, certificate of participation, and notes outstanding for the past three years:

Table 5
 Outstanding Debt at June 30
 Governmental Activities
 (In Millions)

	2012	2011	2010
2003 School Improvement Refunding Bonds	\$5.1	\$5.9	\$6.6
2005 Bus Acquisition/Energy Bonds	0.2	0.4	0.5
2006 Bus/Motor Vehicle Acquisition Bonds	0.3	0.3	0.4
2007 Energy Conservation Bonds	5.1	5.4	5.8
2007 Various Purpose Bonds	0.0	0.1	0.1
Total General Obligation Bonds	10.7	12.1	13.4
2009 Certificates of Participation	25.8	25.7	26.0
2008 Tax Anticipation Notes	1.8	2.0	2.4
Total Bonds, Certificate of Participation and Notes	\$38.3	\$39.8	\$41.8

On March 1, 2003 the School District issued \$9.2 million in general obligation bonds to refund \$9,205,000 of the 1993 School Improvement Bonds. On July 1, 2004 the School District issued \$.7 million in bus acquisition and \$.3 million in energy conservation bonds. On August 30, 2005 the School District issued \$.7 million in bus acquisition and motor vehicle acquisition bonds. On December 6, 2006 the School District issued \$.3 million in maintenance vehicle acquisition bonds. On June 7, 2007 the School District issued \$6.4 million in energy conservation improvement bonds. On August 29, 2007 the School District issued \$2.9 million in tax anticipation notes for capital improvements. On November 4, 2009 the School District issued Certificates of Participation in the amount of \$26 million at a net interest rate of 4.7 percent for the purpose of building a new elementary building. This lease purchase agreement will mature in October of 2039.

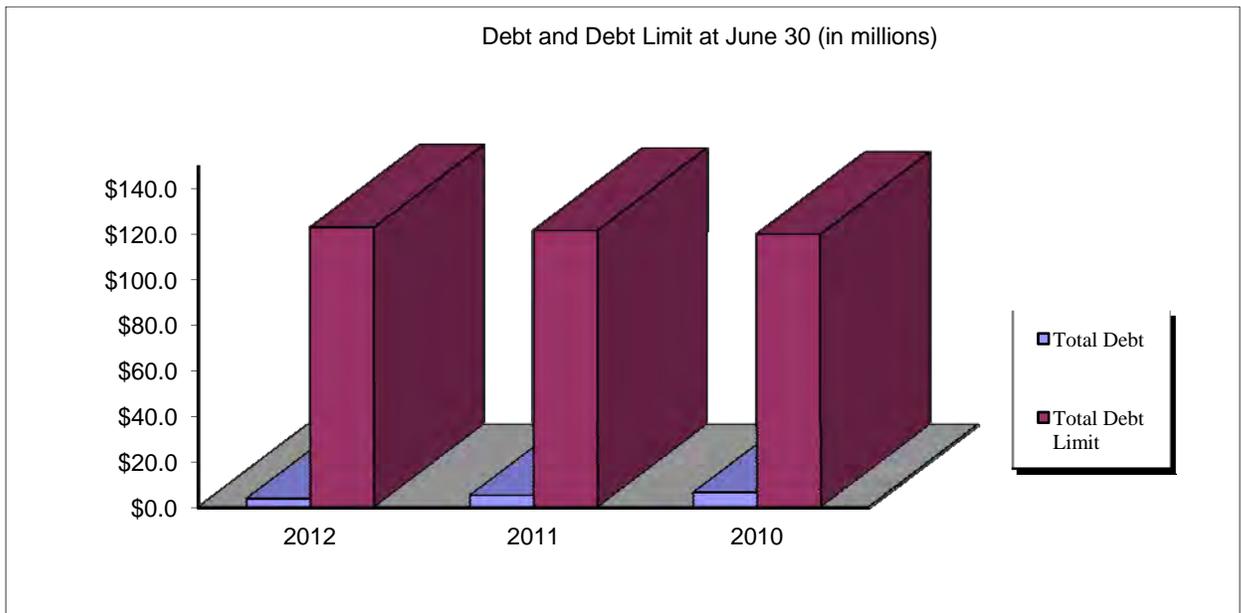
At June 30, 2012, the School District's overall legal debt margin was \$122.9 million with an unvoted debt margin of \$1.4 million. The debt is well within permissible limits. The School District maintains an A-1 bond rating. For more information refer to Notes 18 and 19 to the basic financial statements.

Berea City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2012
Unaudited

Graph 4
 Debt and Debt Limit at June 30
 (In Millions)

	2012	2011	2010
Total Debt Applicable to Limit	\$3.6	\$5.0	\$6.3
Total Debt Limit (1)	122.9	121.5	119.9

(1) Debt limit is 9% of assessed value for debt and 0.1% of unvoted debt. The School District has no unvoted debt.



Current Financial Related Activities

Berea City School District shares the same issues each school district in Ohio faces. As the preceding information shows, the School District heavily depends on its property taxpayers.

Declining tax collections further challenges this plan. HB66 has put a short stay on the personal property tax base. This decline due to decreasing personal property business taxes mean reduced tax revenues in future years. With its largest source of revenues decreasing, the School District must seek additional tax revenues to continue current operations. However, the School District cannot look to the State of Ohio for increased revenue.

Berea City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2012
Unaudited

Berea City School District has committed itself to financial excellence for many years. The School District has received the Government Finance Officers Association (GFOA) Certificate of Achievement for Excellence in Financial Reporting since 1991. In addition, the School District's system of budgeting and internal controls is well regarded.

Contacting the School District's Financial Management

This financial report is designed to provide our citizen's, taxpayers, and investors and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have questions about this report or need additional financial information contact Gerald Zelenka Treasurer at Berea City School District, 390 Fair Street, Berea, Ohio 44017. Or e-mail at gzelenka@berea.k12.oh.us.

Berea City School District*Statement of Net Assets**June 30, 2012*

	<u>Governmental Activities</u>
Assets	
Equity in Pooled Cash and Cash Equivalents	\$20,100,015
Cash and Cash Equivalents	
With Escrow Agents	125,780
Accounts Receivable	38,204
Intergovernmental Receivable	1,934,639
Prepaid Items	3,221
Inventory Held for Resale	16,679
Materials and Supplies	
Inventory	184,160
Taxes Receivable	57,301,939
Deferred Charges	637,211
Nondepreciable Capital Assets	893,217
Depreciable Capital Assets, Net	<u>48,536,993</u>
<i>Total Assets</i>	<u>129,772,058</u>
Liabilities	
Accounts Payable	739,356
Contracts Payable	267,124
Accrued Wages	5,576,802
Matured Compensated Absences Payable	794,647
Retainage Payable	8,596
Intergovernmental Payable	2,532,400
Deferred Revenue	46,734,490
Accrued Interest Payable	420,184
Notes Payable	1,840,860
Claims Payable	1,081,563
Long-Term Liabilities:	
Due Within One Year	2,377,766
Due Within More Than One Year	<u>37,804,909</u>
<i>Total Liabilities</i>	<u>100,178,697</u>
Net Assets	
Invested in Capital Assets, Net of Related Debt	12,126,538
Restricted for:	
Capital Projects	2,853,456
Debt Service	3,125,971
Set Asides	99,686
District Managed Student Activity	149,006
Locally Funded Programs	1,818,074
State Funded Programs	200,091
Federal Funded Programs	803,972
Unclaimed Monies	10,997
Unrestricted	<u>8,405,570</u>
<i>Total Net Assets</i>	<u><u>\$29,593,361</u></u>

See accompanying notes to the basic financial statements

Berea City School District
Statement of Activities
For the Fiscal Year Ended June 30, 2012

	Program Revenues			Net (Expense) Revenue and Changes in Net Assets	
	Expenses	Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Governmental Activities					
Instruction:					
Regular	\$41,353,215	\$1,037,994	\$496,491	\$250,000	(\$39,568,730)
Special	10,245,263	1,274,859	1,070,960	0	(\$7,899,444)
Vocational	755,157	0	0	0	(\$755,157)
Support Services:					
Pupil	5,613,451	1,769	831,186	0	(4,780,496)
Instructional Staff	6,585,844	0	558,170	0	(6,027,674)
Board of Education	33,962	0	0	0	(33,962)
Administration	4,976,072	0	125,451	0	(4,850,621)
Fiscal	1,867,747	0	0	0	(1,867,747)
Business	608,097	79,724	0	0	(528,373)
Operation and Maintenance of Plant	7,484,540	178,773	0	0	(7,305,767)
Pupil Transportation	4,735,024	67,061	166,321	0	(4,501,642)
Central	3,174,334	0	630,729	16,200	(2,527,405)
Operation of Non-Instructional Services	3,468,826	2,110,236	1,588,573	0	229,983
Extracurricular Activities	1,733,246	598,101	0	0	(1,135,145)
Interest and Fiscal Charges	2,124,918	0	0	326,576	(1,798,342)
<i>Total Governmental Activities</i>	<u>\$94,762,096</u>	<u>\$5,348,517</u>	<u>\$5,467,881</u>	<u>\$592,776</u>	<u>(83,352,922)</u>

General Revenues

Property Taxes Levied for:

General Purposes	50,612,454
Debt Service	1,033,395
Capital Outlay	1,303,640
Grants and Entitlements not Restricted to Specific Programs	23,706,710
Investment Earnings	34,505
Miscellaneous	954,018

Total General Revenues 77,644,722

Special Item - Sale of CA Thomas Elementary School 243,452

Total General Revenues and Special Items 77,888,174

Change in Net Assets (5,464,748)

Net Assets Beginning of Year 35,058,109

Net Assets End of Year \$29,593,361

See accompanying notes to the basic financial statements

Berea City School District
Balance Sheet
Governmental Funds
June 30, 2012

	General	Debt Service	Building	Other Governmental Funds	Total Governmental Funds
Assets					
Equity in Pooled Cash and Cash Equivalents	\$10,625,583	\$3,551,528	\$1,728,755	\$4,072,216	\$19,978,082
Cash and Cash Equivalents					
With Escrow Agents	0	0	125,780	0	125,780
Restricted Assets:					
Equity in Pooled Cash and Cash Equivalents	99,686	0	0	0	99,686
Receivables:					
Accounts Receivable	37,992	0	0	212	38,204
Intergovernmental Receivable	831,391	0	0	1,103,248	1,934,639
Prepaid Items	3,221	0	0	0	3,221
Interfund Receivable	299,531	0	0	0	299,531
Inventory Held for Resale	2,341	0	0	14,338	16,679
Materials and Supplies Inventory	173,260	0	0	10,900	184,160
Taxes Receivable	54,851,687	1,143,438	0	1,306,814	57,301,939
<i>Total Assets</i>	<u>\$66,924,692</u>	<u>\$4,694,966</u>	<u>\$1,854,535</u>	<u>\$6,507,728</u>	<u>\$79,981,921</u>
Liabilities and Fund Balances					
Liabilities					
Accounts Payable	\$469,726	\$0	\$0	\$258,929	\$728,655
Contracts Payable	0	0	267,124	0	267,124
Accrued Wages	5,283,716	0	0	293,086	5,576,802
Matured Compensated Absences Payable	794,647	0	0	0	794,647
Retainage Payable	0	0	8,596	0	8,596
Interfund Payable	0	0	0	299,531	299,531
Intergovernmental Payable	2,398,864	0	0	133,536	2,532,400
Deferred Revenue	49,037,016	998,782	0	2,189,460	52,225,258
Accrued Interest Payable	0	0	0	6,388	6,388
Notes Payable	0	0	0	1,840,860	1,840,860
<i>Total Liabilities</i>	<u>57,983,969</u>	<u>998,782</u>	<u>275,720</u>	<u>5,021,790</u>	<u>64,280,261</u>
Fund Balances					
Nonspendable	187,478	0	0	10,900	198,378
Restricted	99,686	3,696,184	1,578,815	2,233,664	7,608,349
Assigned	1,745,897	0	0	0	1,745,897
Unassigned (Deficit)	6,907,662	0	0	(758,626)	6,149,036
<i>Total Fund Balances</i>	<u>8,940,723</u>	<u>3,696,184</u>	<u>1,578,815</u>	<u>1,485,938</u>	<u>15,701,660</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$66,924,692</u>	<u>\$4,694,966</u>	<u>\$1,854,535</u>	<u>\$6,507,728</u>	<u>\$79,981,921</u>

See accompanying notes to the basic financial statements

Berea City School District
*Reconciliation of Total Governmental Fund Balances to
 Net Assets of Governmental Activities
 June 30, 2012*

Total Governmental Fund Balances		\$15,701,660
 <i>Amounts reported for governmental activities in the statement of net assets are different because</i>		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		49,430,210
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.		
Taxes	3,578,785	
Intergovernmental	1,883,489	
Tuition and Fees	27,025	
Rental	1,469	
Total		5,490,768
An internal service fund is used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net assets.		(1,070,017)
Bond issuance costs will be amortized over the life of the bonds on the statement on net assets.		637,211
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.		(413,796)
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.		
Certificates of Participation	(26,000,000)	
Discount on Certificates of Participation	354,965	
Premium on Certificates of Participation	(111,100)	
General Obligation Bonds	(10,585,000)	
Premium on Bonds	(98,711)	
Gain on Refunding	(50,314)	
Compensated Absences	(3,692,515)	
Total		(40,182,675)
<i>Net Assets of Governmental Activities</i>		\$29,593,361

See accompanying notes to the basic financial statements

Berea City School District
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2012

	General	Debt Service	Building	Other Governmental Funds	Total Governmental Funds
Revenues					
Taxes	\$49,144,011	\$1,006,801	\$0	\$1,266,365	\$51,417,177
Intergovernmental	23,183,106	128,919	326,576	5,568,857	29,207,458
Interest	31,690	0	1,848	967	34,505
Tuition and Fees	2,847,388	0	0	932,659	3,780,047
Extracurricular Activities	311,805	0	0	396,308	708,113
Rentals	174,798	0	0	0	174,798
Charges for Services	0	0	0	1,177,577	1,177,577
Contributions and Donations	84,690	0	250,000	20,208	354,898
Miscellaneous	805,798	0	0	148,220	954,018
<i>Total Revenues</i>	<u>76,583,286</u>	<u>1,135,720</u>	<u>578,424</u>	<u>9,511,161</u>	<u>87,808,591</u>
Expenditures					
Current:					
Instruction:					
Regular	37,581,585	0	0	654,928	38,236,513
Special	9,231,174	0	0	1,119,078	10,350,252
Vocational	768,027	0	0	0	768,027
Support Services:					
Pupil	4,697,138	0	0	983,254	5,680,392
Instructional Staff	6,145,122	0	0	500,753	6,645,875
Board of Education	33,962	0	0	0	33,962
Administration	4,800,922	0	0	148,557	4,949,479
Fiscal	1,867,012	0	0	0	1,867,012
Business	614,602	0	0	0	614,602
Operation and Maintenance of Plant	7,542,853	0	0	4,162	7,547,015
Pupil Transportation	4,515,496	0	0	214,163	4,729,659
Central	2,608,620	0	0	572,534	3,181,154
Operation of Non-Instructional Services	127,160	0	0	3,394,400	3,521,560
Extracurricular Activities	1,432,682	0	0	312,831	1,745,513
Capital Outlay	0	0	1,306,464	1,999,141	3,305,605
Debt Service:					
Principal Retirement	0	1,130,000	0	245,000	1,375,000
Interest and Fiscal Charges	580,835	475,052	914,160	113,351	2,083,398
<i>Total Expenditures</i>	<u>82,547,190</u>	<u>1,605,052</u>	<u>2,220,624</u>	<u>10,262,152</u>	<u>96,635,018</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(5,963,904)</u>	<u>(469,332)</u>	<u>(1,642,200)</u>	<u>(750,991)</u>	<u>(8,826,427)</u>
Other Financing Sources (Uses)					
Transfers In	0	570,437	0	0	570,437
Transfers Out	(570,437)	0	0	0	(570,437)
<i>Total Other Financing Sources (Uses)</i>	<u>(570,437)</u>	<u>570,437</u>	<u>0</u>	<u>0</u>	<u>0</u>
Special Item					
Sale of CA Thomas Elementary School	0	0	0	268,452	268,452
<i>Net Change in Fund Balances</i>	<u>(6,534,341)</u>	<u>101,105</u>	<u>(1,642,200)</u>	<u>(482,539)</u>	<u>(8,557,975)</u>
<i>Fund Balances Beginning of Year</i>	<u>15,475,064</u>	<u>3,595,079</u>	<u>3,221,015</u>	<u>1,968,477</u>	<u>24,259,635</u>
<i>Fund Balances End of Year</i>	<u>\$8,940,723</u>	<u>\$3,696,184</u>	<u>\$1,578,815</u>	<u>\$1,485,938</u>	<u>\$15,701,660</u>

See accompanying notes to the basic financial statements

Berea City School District
*Reconciliation of the Statement of Revenues, Expenditures
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Fiscal Year Ended June 30, 2012*

Net Change in Fund Balances - Total Governmental Funds (\$8,557,975)

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

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

Capital Asset Additions	2,771,963	
Current Year Depreciation	(1,838,562)	
Total		933,401

Governmental funds only report the disposal of capital assets to the extent proceeds are received from the sale. In the statement of activities a gain or loss is reported for each disposal. (964,597)

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

Taxes	1,532,312	
Charges for Services	(372,007)	
Intergovernmental	205,011	
Total		1,365,316

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. 1,375,000

In the statement of activities, interest is accrued on outstanding bonds, and bond issuance costs, bond premium, and gain on refunding are amortized over the life of the bonds. In governmental funds an interest expenditure is reported when due.

Accrued Interest	5,088	
Amortization of Bond Premium	19,320	
Amortization of Bond Issuance Costs	(55,320)	
Amortization on Discount	(19,356)	
Amortization of Gain on Refunding	8,748	
Total		(41,520)

Some expenses reported in the statement of activities, such as compensated absences, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. 300,848

The internal service fund used by management to charge the costs of insurance to individual funds is not reported in the district-wide statement of activities. Governmental fund expenditures and the related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund is allocated among the governmental activities. 124,779

Change in Net Assets of Governmental Activities (\$5,464,748)

See accompanying notes to the basic financial statements

Berea City School District
Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
General Fund
For the Fiscal Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes	\$83,158,137	\$52,852,379	\$49,622,893	(\$3,229,486)
Intergovernmental	38,850,292	24,688,919	23,183,106	(1,505,813)
Interest	53,106	33,748	31,690	(2,058)
Tuition and Fees	5,201,208	2,952,208	2,845,751	(106,457)
Extracurricular Activities	361,531	195,012	311,805	116,793
Rentals	290,674	184,721	173,455	(11,266)
Contributions and Donations	117,584	53,363	84,690	31,327
Miscellaneous	1,325,102	836,637	805,798	(30,839)
<i>Total Revenues</i>	129,357,634	81,796,987	77,059,188	(4,737,799)
Expenditures				
Current:				
Instruction:				
Regular	38,196,265	38,438,673	38,101,365	337,308
Special	9,113,121	9,244,546	8,982,459	262,087
Vocational	837,465	815,848	815,140	708
Support Services:				
Pupil	5,157,118	5,021,070	4,853,776	167,294
Instructional Staff	6,526,100	6,713,620	6,367,129	346,491
Board of Education	33,903	34,550	33,962	588
Administration	4,880,099	4,921,471	4,915,900	5,571
Fiscal	1,853,204	1,885,274	1,885,274	0
Business	947,284	808,727	783,497	25,230
Operation and Maintenance of Plant	9,651,163	8,728,530	8,704,565	23,965
Pupil Transportation	4,592,176	4,599,107	4,599,106	1
Central	2,863,884	2,757,634	2,757,430	204
Operaton of Non-Instructional Services	145,401	153,047	127,160	25,887
Extracurricular Activities	1,488,808	1,519,692	1,432,103	87,589
Debt Service:				
Interest and Fiscal Charges	571,935	582,835	580,835	2,000
<i>Total Expenditures</i>	86,857,926	86,224,624	84,939,701	1,284,923
<i>Excess of Revenues Over (Under) Expenditures</i>	\$42,499,708	(\$4,427,637)	(\$7,880,513)	(\$3,452,876)

(continued)

Berea City School District
Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Other Financing Sources (Uses)				
Advances In	\$163,268	\$97,427	\$97,427	\$0
Advances Out	(293,931)	(299,533)	(299,533)	0
Transfers Out	(559,709)	(570,437)	(570,437)	0
<i>Total Other Financing Sources (Uses)</i>	<u>(690,372)</u>	<u>(772,544)</u>	<u>(772,544)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	41,809,336	(5,200,181)	(8,653,057)	(3,452,876)
<i>Fund Balance Beginning of Year</i>	14,806,310	14,806,310	14,806,310	0
Prior Year Encumbrances Appropriated	<u>2,472,755</u>	<u>2,472,755</u>	<u>2,472,755</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$59,088,401</u>	<u>\$12,078,884</u>	<u>\$8,626,008</u>	<u>(\$3,452,876)</u>

Berea City School District
Statement of Fund Net Assets
Internal Service Fund
June 30, 2012

	<u>Internal Service</u>
Assets	
Current Assets:	
Equity in Pooled Cash and Cash Equivalents	<u>\$22,247</u>
Liabilities	
Current Liabilities:	
Accounts Payable	10,701
Claims Payable	<u>1,081,563</u>
<i>Total Liabilities</i>	<u>1,092,264</u>
Net Assets	
Unrestricted (Deficit)	<u><u>(\$1,070,017)</u></u>

See accompanying notes to the basic financial statements

Berea City School District
*Statement of Revenues,
 Expenses and Changes in Fund Net Assets
 Internal Service Fund
 For the Fiscal Year Ended June 30, 2012*

	Internal Service
Operating Revenues	
Charges for Services	\$13,812,703
Operating Expenses	
Purchased Services	949,785
Claims	12,738,139
<i>Total Operating Expenses</i>	13,687,924
<i>Change in Net Assets</i>	124,779
<i>Net Assets (Deficit) Beginning of Year</i>	(1,194,796)
<i>Net Assets (Deficit) End of Year</i>	(\$1,070,017)

See accompanying notes to the basic financial statements

Berea City School District
Statement of Cash Flows
Internal Service Fund
For the Fiscal Year Ended June 30, 2012

	<u>Internal Service</u>
Increase (Decrease) in Cash and Cash Equivalents	
Cash Flows from Operating Activities	
Cash Received from Interfund Services	\$13,812,703
Cash Payments for Goods and Services	(964,824)
Cash Payments for Claims	<u>(12,848,496)</u>
<i>Net Decrease in Cash and Cash Equivalents</i>	(617)
<i>Cash and Cash Equivalents Beginning of Year</i>	<u>22,864</u>
<i>Cash and Cash Equivalents End of Year</i>	<u><u>\$22,247</u></u>
	(continued)

Berea City School District
Statement of Cash Flows
Internal Service Fund (continued)
For the Fiscal Year Ended June 30, 2012

	<u>Internal Service</u>
Reconciliation of Operating Income	
Net Cash Used for Operating Activities	
Operating Income	\$124,779
Decrease in Liabilities:	
Accounts Payable	(15,039)
Claims Payable	<u>(110,357)</u>
<i>Net Cash Used for by Operating Activities</i>	<u><u>(\$617)</u></u>

See accompanying notes to the basic financial statements

Berea City School District
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2012

	Private Purpose Trust	
	Scholarship	Agency
Assets		
Equity in Pooled Cash and Cash Equivalents	\$13,425	\$134,482
Liabilities		
Undistributed Monies	0	\$23,517
Due to Students	0	110,965
<i>Total Liabilities</i>	0	\$134,482
Net Assets		
Held in Trust for Scholarships	\$13,425	

See accompanying notes to the basic financial statements

Berea City School District
Statement of Changes in Fiduciary Net Assets
Private Purpose Trust Fund
For the Fiscal Year Ended June 30, 2012

	Scholarship
Additions	
Interest	\$6
Deductions	
Scholarships Awarded	125
<i>Change in Net Assets</i>	(119)
<i>Net Assets Beginning of Year</i>	13,544
<i>Net Assets End of Year</i>	\$13,425

See accompanying notes to the basic financial statements

Berea City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2012

Note 1 - Description of the School District and Reporting Entity

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

The School District operates under a locally-elected five-member Board form of government and provides educational services as mandated by the State and federal agencies. This Board of Education controls the School District's eleven instructional/support facilities staffed by 368 classified employees, 506 certificated full-time personnel, and 49 administrators who provide services to 7,121 students and other community members.

Reporting Entity

A reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the basic financial statements are not misleading. The primary government of the School District consists of all funds, departments, boards and agencies that are not legally separate from the School District. For Berea City School District, this includes general operations, food service, preschool, community services, and student related activities of the School District. The following activity is also included within the reporting entity.

Nonpublic Schools Within the School District boundaries, St. Mary's, St. Bartholomew's and St. Adalbert are operated through the Catholic diocese. Scribes and Scribblers, Lewis Little Folks and Family Life Center are also within School District boundaries. Current State legislation provides funding to these nonpublic schools. These monies are received and disbursed by the School District on behalf of the nonpublic schools by the Treasurer of the School District, as directed by the nonpublic schools. These transactions are reported in a special revenue fund and as a governmental activity of the School District.

Component units are legally separate organizations for which the School District is financially accountable. Component units may also include organizations that are fiscally dependent on the School District in that the School District approves their budget, the issuance of their debt or the levying of their taxes. The School District has no component units.

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

Cities of Berea, Middleburg Heights and Brook Park The city governments of Berea, Middleburg Heights and Brook Park are separate bodies politic and corporate. An elected mayor and council administer the provision of traditional city services. Council acts as the taxing and budgeting authority.

Cuyahoga County Public Library The library is a distinct political subdivision of the State of Ohio governed by a board of trustees. The board of trustees possesses its own contracting and budgeting authority, hires and fires personnel and does not depend on the School District for operational subsidies.

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

Berea City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2012

The School District participates in three jointly governed organizations and one public entity risk pool. These organizations are presented in Note 20 to the financial statements. These organizations are:

Jointly Governed Organizations:

Polaris Career Center
Educational Community Foundation
Ohio Schools' Council Association

Public Entity Risk Pool:

Ohio School Boards Association Workers' Compensation Group Rating Program

Note 2 - Summary of Significant Accounting Policies

The financial statements of Berea City School District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The School District also applies Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, to its governmental activities and to its internal service fund unless those pronouncements conflict with or contradict GASB pronouncements. The most significant of the School District's accounting policies are described below.

A. Fund Accounting

The School District uses funds to maintain its financial records during the fiscal year. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions related to certain School District functions or activities. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The various funds of the School District are grouped into the categories governmental, proprietary and fiduciary.

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

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

Debt Service Fund The debt service fund is used to account for and report restricted property taxes for the payment of school improvement general obligation bond, principal, interest and related costs.

Building Fund The building fund accounts for and reports bond and note proceeds restricted for the various capital improvements within the School District.

Berea City School District
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For the Fiscal Year Ended June 30, 2012

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

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

Internal Service Fund This fund accounts for the financing of services provided by one department or agency to other departments or agencies of the School District, or to other governments, on a cost reimbursement basis. The only internal service fund of the School District accounts for a self-insurance program which provides medical, dental and vision benefits to employees.

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

B. Basis of Presentation

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

Government-wide Financial Statements The statement of net assets and the statement of activities display information about the School District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. Internal service fund activity is eliminated to avoid "doubling up" revenues and expenses. These statements usually distinguish between those activities of the School District that are governmental and those that are considered business-type. The School District does not have any business-type activities.

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

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

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

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

The private purpose trust fund is reported using the economic resources measurement focus.

C. Basis of Accounting

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

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

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

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

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

Property taxes for which there is an enforceable legal claim as of June 30, 2012, but which were levied to finance fiscal year 2013 operations, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

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

Berea City School District
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Expenses/Expenditures On the accrual basis of accounting, expenses are recognized at the time they are incurred. The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in governmental funds.

D. Cash and Cash Equivalents

Cash received by the School District is pooled for investment purposes. Interest in the pool is presented as "equity in pooled cash and cash equivalents" on the financial statements. The School District also utilizes an escrow agent to hold retainage on construction contracts. The balances in these accounts are presented on the financial statements as "cash and cash equivalents with escrow agents" and represents deposits or short-term investments in certificates of deposit.

Investments are reported at fair value which is based on quoted market prices.

Berea City School District has invested funds in the State Treasury Asset Reserve of Ohio (STAR Ohio) during fiscal year 2012. STAR Ohio is an investment pool managed by the State Treasurer's Office, which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's net asset value per share, which is the price the investment could be sold for on June 30, 2012.

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the general fund during fiscal year 2012 amounted to \$31,690 which includes \$13,526 assigned from other School District funds.

For presentation on the financial statements, investments of the cash management pool and investments with an original maturity of three months or less at the time they are purchased by the School District are considered to be cash equivalents. Investments with an initial maturity of more than three months that are not purchased from the pool are reported as investments.

E. Restricted Assets

Assets are reported as restricted when limitations on their use change in nature or normal understanding of the availability of the asset. Such constraints are either externally imposed by creditors, contributors, grantors, laws of other governments, or imposed by law through constitutional provisions or enabling legislation. Restricted assets in the General Fund include amounts required by State statute to be set aside for capital improvements. See Note 21 for additional information regarding set-asides.

F. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2012, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed.

G. Inventory

Inventories are presented at cost on a first-in, first-out basis and are expensed/expended when used. Inventories consist of donated food, purchased food and school supplies held for resale and materials and supplies held for consumption.

Berea City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2012

H. Bond Issuance Costs

On the government-wide financial statements, bond issuance costs are deferred and amortized over the term of the applicable bonds using the straight line method. On the governmental financial statements, issuance costs are reported as an expenditure in the fiscal year in which the bonds are issued. Bond issuance costs are generally paid from the bond proceeds.

As permitted by State statute, the School District paid bond issuance costs from the bond proceeds and therefore does not consider that portion of the debt to be capital-related debt. That portion of the debt was offset against the unamortized bond issuance costs which were included in the determination of unrestricted net assets. Reporting both within the same element of net assets prevents one classification from being overstated while another is understated by the same amount.

I. Bond Premiums and Discounts

On the government-wide financial statements, bond premiums and discounts are deferred and amortized over the term of the bonds using the straight line method. Bond premiums are presented as an increase of the face amount of the general obligation bonds payable. On fund financial statements, bond premiums are received in the year the bonds are issued. On the government-wide financial statements, bond discounts are presented as a decrease of the face amount of the general obligation bonds payable. On the fund financial statements, bond discounts are expended in the year the bonds are issued.

J. Gain on Refunding

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

K. Capital Assets

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

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

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

Description	Governmental Activities Estimated Lives
Land Improvements	30 years
Buildings and Improvements	10 - 50 years
Furniture and Equipment	5 - 12 years
Vehicles	10 years

Berea City School District
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L. Interfund Balances

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

M. Compensated Absences

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

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

The entire compensated absence liability is reported on the government-wide financial statements.

On the governmental fund financial statements, compensated absences are recognized as liabilities and expenditures to the extent payments come due each period upon the occurrence of employee resignations and retirements. These amounts are recorded in the account "Matured Compensated Absences Payable" in the fund or funds from which the employees who have accumulated the leave are paid.

N. Accrued Liabilities and Long-term Obligations

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

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

O. Net Assets

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

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

P. Fund Balance

Fund Balance is divided into five classifications based primarily on the extent to which the School is bound to observe constraints imposed upon the use of the resources in the governmental funds. The classifications are as follows:

Berea City School District
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Nonspendable The nonspendable fund balance category includes amounts that cannot be spent because they are not in spendable form, or legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash.

Restricted Fund balance is reported as restricted when constraints placed on the use of resources are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or is imposed by law through constitutional provisions.

Committed The committed fund balance classification includes amounts that can be used only for the specific purposes imposed by a formal action (resolution) of the School District Board of Education. Those committed amounts cannot be used for any other purpose unless the School District Board of Education removes or changes the specified use by taking the same type of action (resolution) it employed to previously commit those amounts. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

Assigned Amounts in the assigned fund balance classification are intended to be used by the School District for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the general fund, assigned amounts represent intended uses established by policies of the School District Board of Education or a School District official delegated that authority by resolution or by State statute.

Unassigned Unassigned fund balance is the residual classification for the general fund and includes all spendable amounts not contained in the other classifications. In other governmental funds, the unassigned classification is used only to report a deficit balance.

The School District applies restricted resources first when expenditures are incurred for purposes for which either restricted or unrestricted (committed, assigned, and unassigned) amounts are available. Similarly, within unrestricted fund balance, committed amounts are reduced first followed by assigned, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

Q. Operating Revenues and Expenses

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

R. Internal Activity

Transfers within governmental activities are eliminated on the Statement of Activities. Internal allocations of overhead expenses from one function to another or within the same function are eliminated on the Statement of Activities. Interfund payments for services provided and used are not eliminated.

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

Berea City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2012

S. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board of Education and that are either unusual in nature or infrequent in occurrence. During fiscal year 2003, the School District received \$268,452 for the sale of an elementary school recorded as a special item.

T. Estimates

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

U. Budgetary Data

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

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue, are identified by the School District Treasurer. The amounts reported as the original budgeted amounts in the budgetary statements reflect the amounts in the certificate when the original appropriations were adopted. The amounts reported as the final budgeted amounts in the budgetary statements reflect the amounts in the amended certificate in effect at the time the final appropriations were passed.

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

Note 3 – Change in Accounting Principle

For fiscal year 2012, the School District has implemented Governmental Accounting Standard Board (GASB) Statement No. 64, "Derivative Instruments: Application of Hedge Accounting Termination Provisions – and amendment of GASB Statement No. 53" Fund Balance Reporting and Governmental Fund Type Definitions". GASB Statement No. 64 clarifies whether an effective hedging relationship continues after the replacement of a swap counterparty or a swap counterparty's credit support provider. This Statement sets forth criteria that establish when the effective hedging relationship continues and hedge accounting should continue to be applied. The implementation of this statement did not result in any change in the School District's financial statements.

Berea City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2012

Note 5 – Fund Balances

Fund balance is classified as nonspendable, restricted, committed, assigned and/or unassigned based primarily on the extent to which the School District is bound to observe constraints imposed upon the use of the resources in the government funds. The constraints placed on the fund balance for the major governmental funds and all other governmental funds are presented below:

Fund Balances	General	Debt Service	Building	Other Governmental Funds	Total
Nonspendable					
Prepays	\$3,221	\$0	\$0	\$0	\$3,221
Inventory	173,260	0	0	10,900	184,160
Unclaimed Monies	10,997	0	0	0	10,997
<i>Total Nonspendable</i>	<u>187,478</u>	<u>0</u>	<u>0</u>	<u>10,900</u>	<u>198,378</u>
Restricted for					
Special Instruction	0	0	0	46,648	46,648
Non-Public Schools	0	0	0	160,644	160,644
Athletics and Music	0	0	0	149,006	149,006
Professional Development	0	0	0	63,750	63,750
Technology Improvements	0	0	0	9,794	9,794
Food Service Operations	0	0	0	1,311,542	1,311,542
Adult Education	0	0	0	492,280	492,280
Debt Service Payments	0	3,696,184	0	0	3,696,184
Capital Improvements	99,686	0	1,578,815	0	1,678,501
<i>Total Restricted</i>	<u>99,686</u>	<u>3,696,184</u>	<u>1,578,815</u>	<u>2,233,664</u>	<u>7,608,349</u>
Assigned to					
Other Purposes	1,745,897	0	0	0	1,745,897
Unassigned (Deficit)	<u>6,907,662</u>	<u>0</u>	<u>0</u>	<u>(758,626)</u>	<u>6,149,036</u>
<i>Total Fund Balances (Deficit)</i>	<u>\$8,940,723</u>	<u>\$3,696,184</u>	<u>\$1,578,815</u>	<u>\$1,485,938</u>	<u>\$15,701,660</u>

Note 6 - Budgetary Basis of Accounting

While the School District is reporting financial position, results of operations and changes in fund balance on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The Statement of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP) and Actual presented for the general fund is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and GAAP basis are as follows:

1. Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP).
2. Expenditures are recorded when paid in cash (budget) as opposed to when the fund liability is incurred (GAAP).
3. Encumbrances are treated as expenditures (budget) rather than restricted, committed or assigned fund balance (GAAP).

Berea City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2012

4. Advances-In and Advances-Out are operating transactions (budget) as opposed to balance sheet transactions (GAAP).

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the general fund:

Net Change in Fund Balance	
GAAP Basis	(\$6,534,341)
Net Adjustment for Revenue Accruals	475,902
Advances In	97,427
Net Adjustment for Expenditure Accruals	(293,251)
Advances Out	(299,533)
Adjustment for Encumbrances	<u>(2,099,261)</u>
Budget Basis	<u><u>(\$8,653,057)</u></u>

Note 7 – Property Taxes

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

Property taxes include amounts levied against all real, public utility and tangible personal property (used in business) located in the School District. Real property tax revenue received in calendar year 2012 represents collections of calendar year 2011 taxes. Real property taxes received in calendar year 2012 were levied after April 1, 2011, on the assessed value listed as of January 1, 2011, the lien date. Assessed values for real property taxes are established by State law at 35 percent of appraised market value. Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

Public utility property tax revenue received in calendar year 2012 represents collections of calendar year 2011 taxes. Public utility real and tangible personal property taxes received in calendar year 2012 became a lien December 31, 2010, were levied after April 1, 2011 and are collected with real property taxes. Public utility real property is assessed at 35 percent of true value; public utility tangible personal property currently is assessed at varying percentages of true value.

The School District receives property taxes from Cuyahoga County. The County Fiscal Officer periodically advances to the School District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2012, are available to finance fiscal year 2013 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable includes real property, public utility property and tangible personal property taxes which are measurable as of June 30, 2012 and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the amount of real property taxes available as an advance at June 30 was levied to finance current fiscal year operations and is reported as revenue at fiscal year-end. The portion of the receivable not levied to finance current fiscal year operations is offset by a credit to deferred revenue.

Berea City School District
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For the Fiscal Year Ended June 30, 2012

The amount available as an advance at June 30, 2012, was \$6,636,423 in the general fund, \$144,181 in the debt service fund and \$168,450 in the permanent improvement capital projects fund. The amount available as an advance at June 30, 2011, was \$7,142,868 in the general fund, \$174,639 in the debt service fund and \$181,954 in the permanent improvement capital projects fund.

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

The assessed values upon which fiscal year 2012 taxes were collected are:

	2011 Second Half Collections		2012 First Half Collections	
	Amount	Percent	Amount	Percent
Agricultural/Residential and Other Real Estate	\$1,377,849,100	98.07 %	\$1,377,464,040	98.00 %
Public Utility Personal	27,082,190	1.93	28,059,580	2.00
Total	\$1,404,931,290	100.00 %	\$1,405,523,620	100.00 %
 Tax rate per \$1,000 of assessed valuation	 \$74.90		 \$74.10	

Note 8 – Deposits and Investments

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

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

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

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

Interim monies held by the School District can be deposited or invested in the following securities:

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

Berea City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2012

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

Investments in stripped principal or interest obligations, reverse repurchase agreements, and derivatives are prohibited. The issuance of taxable notes for the purpose of arbitrage, the use of leverage, and short selling are also prohibited. Investments may only be made through specified dealers and institutions.

Deposits

Custodial Credit Risk Custodial credit risk for deposits is the risk that in the event of bank failure, the School District will not be able to recover deposits or collateral securities that are in possession of an outside party. At fiscal year end, \$17,837,811 of the School District's bank balance of \$20,684,061 was uninsured and uncollateralized. Although the collateral securities were held by the pledging financial institutions' trust department and all statutory requirements for the deposit of money had been followed, noncompliance with Federal requirements could potentially subject the School District to a successful claim by the FDIC.

The School District has no deposit policy for custodial risk beyond the requirements of State statute. Ohio law requires that deposits be either insured or be protected by eligible securities pledged to and deposited either with the School District or a qualified trustee by the financial institution as security for repayment, or by a collateral pool of eligible securities deposited with a qualified trustee and pledged to secure the repayment of all public monies deposited in the financial institution whose market value at all times shall be at least one hundred five percent of the deposits being secured.

Investments

As of June 30, 2012, the School District had \$113,092 invested in STAR Ohio, which had an average maturity of 52.5 days.

Interest Rate Risk As a means of limiting its exposure to fair value losses caused by rising interest rates, the School District's investment policy requires that operating funds be invested primarily in short-term investments maturing within five years from the date of purchase and that the School District's investment portfolio be structured so that securities mature to meet cash requirements for ongoing operations and/or long-term debt payments. The stated intent of the policy is to avoid the need to sell securities prior to maturity. To date, no investments have been purchased with a life greater than two years.

Credit Risk STAR Ohio carries a rating of AAAM by Standard & Poor's. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service. The School District has no investment policy that would further limit its investment choices.

Berea City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2012

Note 9 - Capital Assets

Capital asset activity for the fiscal year ended June 30, 2012, was as follows:

	Balance 6/30/11	Additions	Deductions	Balance 6/30/12
Governmental Activities				
<i>Capital Assets, Not Being Depreciated</i>				
Land	\$918,217	\$0	(\$25,000)	\$893,217
Construction in Progress	23,289,852	1,710,148	(25,000,000)	0
<i>Total Capital Assets, not Being Depreciated</i>	<u>24,208,069</u>	<u>1,710,148</u>	<u>(25,025,000)</u>	<u>893,217</u>
<i>Capital Assets, Being Depreciated</i>				
Land Improvements	3,224,193	0	(265,764)	2,958,429
Buildings and Improvements	49,431,126	25,756,185	(2,495,882)	72,691,429
Furniture and Equipment	3,594,993	32,055	(62,972)	3,564,076
Vehicles	4,719,207	298,575	(161,564)	4,856,218
<i>Total Capital Assets, Being Depreciated</i>	<u>60,969,519</u>	<u>26,086,815</u>	<u>(2,986,182)</u>	<u>84,070,152</u>
Less Accumulated Depreciation:				
Land Improvements	(1,637,850)	(98,614)	171,750	(1,564,714)
Buildings and Improvements	(28,477,179)	(1,222,562)	1,625,299	(28,074,442)
Furniture and Equipment	(2,585,350)	(183,684)	62,972	(2,706,062)
Vehicles	(3,015,803)	(333,702)	161,564	(3,187,941)
<i>Total Accumulated Depreciation</i>	<u>(35,716,182)</u>	<u>(1,838,562) *</u>	<u>2,021,585</u>	<u>(35,533,159)</u>
Total Capital Assets, Being Depreciated, Net	<u>25,253,337</u>	<u>24,248,253</u>	<u>(964,597)</u>	<u>48,536,993</u>
Governmental Activities Capital Assets, Net	<u>\$49,461,406</u>	<u>\$25,958,401</u>	<u>(\$25,989,597)</u>	<u>\$49,430,210</u>

*Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	\$539,198
Special	167,639
Vocational	11,025
Support Services:	
Pupil	54,218
Instructional Staff	247,203
Administration	101,609
Fiscal	13,681
Business	2,567
Operation of Maintenance and Plant	155,384
Pupil Transportation	409,553
Central	43,573
Operation of Non-Instructional Services	86,952
Extracurricular Activities	5,960
Total Depreciation Expense	<u>\$1,838,562</u>

Berea City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2012

Note 10 - Interfund Activity

A. Interfund Balances

Interfund balances at June 30, 2012, consist of the following individual fund receivables and payables:

	Interfund Receivable
Interfund Payable	General
Nonmajor Governmental Funds	
Title VI-B	\$34,183
Title I	232,237
Preschool at Risk	4,366
Preschool	20,491
Technology IID	8,254
Total	\$299,531

The interfund payables are advances for grant monies that were not received by fiscal year end and were for support to programs and projects in the special revenue funds. Advances will be repaid within one year.

B. Interfund Transfers

The general fund transferred \$570,437 to the debt service fund. The transfers were made to pay the principal and interest payments on the 2007 energy conservation general obligation bonds.

Note 11 – Receivables

Receivables at June 30, 2012, consisted of taxes, accounts (rent and student fees), and intergovernmental grants. All receivables are considered collectible in full due to the ability to foreclose for the non-payment of taxes, the stable condition of state programs and the current fiscal year guarantee of federal funds. All receivables, except property taxes, are expected to be received within one year. Property taxes, although ultimately collectible, include some portion of delinquencies that will not be collected within one year.

A summary of the principal items of intergovernmental receivables follows:

	Amounts
Governmental Activities	
Tuition and Fees	\$831,391
Title I	435,787
Title VIB	351,721
Title IIA	116,770
Education Jobs	60,473
Preschool at Risk	46,327
Race to the Top	40,520
Preschool	35,743
Technology IID	9,187
Title III	6,720
<i>Total Governmental Activities</i>	\$1,934,639

Berea City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2012

Note 12 - Risk Management

A. Property and Liability

The School District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. During fiscal year 2012, the School District contracted with Indiana Insurance for Property (Fire and Extended Coverage), and for Boiler and Machinery coverage through Travelers Insurance. Both of these policies are part of the Ohio Schools' Council group purchasing plan.

General liability coverage including sexual misconduct and molestation, and school leaders errors and omissions employment practices are with Indiana Insurance carrying the policy with a \$1,000,000 claims made coverage and a \$10,000,000 umbrella extending also over the District's fleet insurance.

Vehicles are covered by Indiana Insurance and have a \$250 deductible for comprehensive and \$500 deductible for collision. This insurance includes a bodily injury and property damage combined single limit of \$1,000,000 with a \$10,000,000 umbrella, \$50,000 uninsured/underinsured motorist, and \$5,000 medical payments.

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

B. Workers' Compensation

For fiscal year 2012, the School District participated in the Ohio School Boards Association Workers' Compensation Group Rating Program (GRP), an insurance purchasing pool (Note 20). The intent of the GRP is to achieve the benefit of a reduced premium for the School District by virtue of its grouping and representation with other participants in the GRP. The workers' compensation experience of the participating school districts is calculated as one experience and a common premium rate is applied to all school districts in the GRP. Each participant pays its workers' compensation premium to the State based on the rate for the GRP rather than its individual rate. Participation in the GRP is limited to school districts that can meet the GRP's selection criteria. The firm of Sheakley provides administrative, cost control, and actuarial services to the GRP.

C. Employee Medical Benefits

The School District operates and manages employee medical, dental and vision benefits on a self-insured basis. The dental and vision program limits total expenditures for any covered individual in a calendar year, therefore there is no individual or aggregate stop-loss maintained. Beginning October 1, 2007 Emerald Health became the provider network, Health Smart Rx provides prescription services and MedCost of North Carolina provides claim review and processing through May 31, 2012. On June 1, 2012 Healthsmart became the School District's Third Party Administrator for reviewing and processing claims.

During fiscal year 2012, the School District maintains stop-loss coverage through Trustmark for its medical insurance program. Specific stop loss is set at \$175,000 with a \$100,000 deductible.

The claims liability at June 30, 2012, estimated by the third party administrator to be \$1,081,563, is based on the requirements of Governmental Accounting Standards Board Statement No. 30 which requires a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses. Changes in the fund's claims liability amount in fiscal years 2011 and 2012 were:

	Beginning of Year	Year Claims	Claim Payments	End of Year
2011	\$1,038,584	\$13,726,975	\$13,573,639	\$1,191,920
2012	1,191,920	12,738,139	12,848,496	1,081,563

Berea City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2012

Note 13 - Defined Benefit Pension Plans

A. School Employees Retirement System

Plan Description – The School District participates in the School Employees Retirement System (SERS), a cost-sharing multiple-employer defined benefit pension plan. SERS provides retirement, disability and survivor benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by Ohio Revised Code Chapter 3309. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report can be obtained by visiting the SERS website at www.ohsers.org under Employers/Audit Resources.

Funding Policy – Plan members are required to contribute 10 percent of their annual covered salary and the School District is required to contribute 14 percent of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended by the SERS' Retirement Board up to statutory maximum amounts of 10 percent for plan members and 14 percent for employers. The Retirement Board, acting with the advice of the actuary, allocates the employer contribution rate among four of the System's funds (Pension Trust Fund, Death Benefit Fund, Medicare B Fund, and Health Care Fund). For the fiscal year ended June 30, 2012, the allocation to pension and death benefits was 12.70 percent. The remaining 1.30 percent of the 14 percent employer contribution rate is allocated to the Medicare B and Health Care funds. The School District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2012, 2011, and 2010 were \$1,671,813, \$1,737,984 and \$1,870,231, respectively. For fiscal year 2012, 64.91 percent has been contributed, with the balance being reported as an intergovernmental payable. The full amount has been contributed for fiscal years 2011 and 2010.

B. State Teachers Retirement System

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

New members have a choice of three retirement plans; a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. The DB plan offers an annual retirement allowance based on final average salary multiplied by a percentage that varies based on years of service, or an allowance based on a member's lifetime contributions and earned interest matched by STRS Ohio funds divided by an actuarially determined annuity factor. The DC Plan allows members to place all their member contributions and employer contributions equal to 10.5 percent of earned compensation into an investment account. Investment decisions are made by the member. A member is eligible to receive a retirement benefit at age 50 and termination of employment. The member may elect to receive a lifetime monthly annuity or a lump sum withdrawal. The Combined Plan offers features of both the DB Plan and the DC Plan. In the Combined Plan, member contributions are invested by the member, and employer contributions are used to fund the defined benefit payment at a reduced level from the regular DB Plan. The DB portion of the Combined Plan payment is payable to a member on or after age 60; the DC portion of the account may be taken as a lump sum payment or converted to a lifetime monthly annuity at age 50. Benefits are established by Ohio Revised Code Chapter 3307.

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

Berea City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2012

Funding Policy - Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions. Contribution rates are established by the State Teachers Retirement Board, upon the recommendation of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. For the fiscal year ended June 30, 2012, plan members were required to contribute 10 percent of their annual covered salary. The School District was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations.

The School District's required contributions to STRS Ohio for the DB Plan and for the defined benefit portion of the Combined Plan were \$5,093,110 and \$29,729 for the fiscal year ended June 30, 2012, \$5,120,193 and \$41,285 for the fiscal year ended June 30, 2011, and \$5,195,903 and \$107,131 for the fiscal year ended June 30, 2010. For fiscal year 2012, 70.89 percent has been contributed for the DB plan and 77.60 percent has been contributed for the Combined Plan, with the balance being reported as an intergovernmental payable. The full amount has been contributed for fiscal years 2011 and 2010.

Contributions made to STRS Ohio for the DC Plan and for fiscal year 2012 were \$71,842 made by the School District and \$51,316 made by the plan members. In addition, member contributions of \$34,848 were made for fiscal year 2012 for the defined contribution portion of the Combined Plan.

Note 14 – Postemployment Benefits

A. School Employee Retirement System

Plan Description – The School District participates in two cost-sharing multiple-employer defined benefit other postemployment benefit (OPEB) plans administered by the School Employees Retirement System for non-certificated retirees and their beneficiaries, a Health Care Plan and a Medicare Part B Plan. The Health Care Plan includes hospitalization and physicians' fees through several types of plans including HMO's, PPO's, Medicare Advantage, and traditional indemnity plans as well as a prescription drug program. The Medicare Part B Plan reimburses Medicare Part B premiums paid by eligible retirees and beneficiaries up to a statutory limit. Benefit provisions and the obligation to contribute are established by SERS based on authority granted by State statute. The financial reports of both Plans are included in the SERS Comprehensive Annual Financial Report which can be obtained on SERS' website at www.ohsers.org under Employers/Audit Resources.

Funding Policy - State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required benefits, the Retirement Board allocates the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund. The Health Care Fund was established and is administered in accordance with Internal Revenue Code Section 105(e). For fiscal year 2012, 0.55 percent of covered payroll was allocated to health care. In addition, employers pay a surcharge for employees earning less than an actuarially determined amount; for fiscal year 2012, this amount was \$35,800. During fiscal year 2012, the School District paid \$218,528 in surcharge.

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

The School District's contributions for health care for the fiscal years ended June 30, 2012, 2011, and 2010 were \$290,929, \$431,441, and \$280,029, respectively. For fiscal year 2012, 64.91 percent has been contributed, with the balance being reported as an intergovernmental payable. The full amount has been contributed for fiscal years 2011 and 2010.

Berea City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2012

The Retirement Board, acting with advice of the actuary, allocates a portion of the employer contribution to the Medicare B Fund. For fiscal year 2012, this actuarially required allocation was 0.75 percent of covered payroll. The School District's contributions for Medicare Part B for the fiscal years ended June 30, 2012, 2011, and 2010, were \$98,729, \$111,843, and \$111,219 respectively. For fiscal year 2012, 64.91 percent has been contributed, with the balance being reported as an intergovernmental payable. The full amount has been contributed for fiscal years 2011 and 2010.

B. State Teachers Retirement System

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

Funding Policy – Ohio Revised Code Chapter 3307 authorizes STRS Ohio to offer the Plan and gives the Retirement Board authority over how much, if any, of the health care costs will be absorbed by STRS Ohio. Active employee members do not contribute to the Health Care Plan. All benefit recipients, for the most recent year, pay a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions. For fiscal year 2012, STRS Ohio allocated employer contributions equal to 1 percent of covered payroll to post-employment health care. The School District's contributions for health care for the fiscal years ended June 30, 2012, 2011, and 2010 were \$391,778, \$393,861, and \$399,685 respectively. For fiscal year 2012, 77.60 percent has been contributed, with the balance being reported as an intergovernmental payable. The full amount has been contributed for fiscal years 2011 and 2010.

Note 15 – Other Employee Benefits

A. Compensated Absences

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

Each employee earns sick leave at the rate of one and one-fourth days per month. Sick leave may be accumulated with no maximum. Upon retirement, payment is made for one fourth of the total sick leave accumulation, up to a maximum accumulation of 95 days. An employee receiving such payment must meet the retirement provisions set by STRS or SERS.

B. Health and Life Insurance

The School District operates and manages employee medical benefits on a self-insured basis. MedCost of North Carolina provided claim review and processing through May 31, 2012. On June 1, 2012 Healthsmart was contracted as the School District's third party administrator.

The School District provides life insurance and accidental death and dismemberment insurance to most employees through Medical Life Insurance Company. The amounts provided for certified employees equal the employee's annual salary. The base amount for classified employees is \$30,000.

Berea City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2012

Note 16 - Contingencies

Grants

The Auditor of State is currently performing a statewide review of supporting documentation for student attendance data reported to the Ohio Department of Education. The results of this review are still pending and will be reported separately to the Ohio Department of Education at a later date.

The School District received financial assistance from federal and State agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. This also encompasses the Auditor of State's ongoing review of student attendance data. However, the effect of any such disallowed claims on the overall financial position of the School District at June 30, 2012, if applicable, cannot be determined at this time.

Litigation

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

Note 17 – Significant Commitments

Contractual Commitments

At June 30, 2012 the School District had \$658,552 in contractual commitments for various improvements within the School District.

Encumbrances

Encumbrances are commitments related to unperformed contracts for goods or services. Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. At fiscal year end the amount of encumbrances expected to be honored upon performance by the vendor in the next fiscal year were as follows:

Major Funds	
General	\$2,099,261
Building	143,291
Nonmajor funds	<u>1,055,960</u>
Total	<u><u>\$3,298,512</u></u>

Note 18 – Notes Payable

On August 29, 2007, the School District issued \$2,820,000, 4.0 percent tax anticipation notes. These notes were issued for various capital improvements in the School District. The notes were issued at a premium of \$38,834. The premium is amortized over 10 years using the straight-line method. Principal and interest requirements to retire the notes outstanding at June 30, 2012 are as follows:

Berea City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2012

Fiscal Year Ending June 30	Tax Anticipation Notes		Total
	Principal	Interest	
2013	\$275,000	\$70,978	\$345,978
2014	285,000	59,428	344,428
2015	295,000	47,281	342,281
2016	310,000	34,425	344,425
2017	320,000	21,038	341,038
2018	335,000	7,119	342,119
Total	<u>\$1,820,000</u>	<u>\$240,269</u>	<u>\$2,060,269</u>

The School District's note activity, including amounts outstanding and interest rates are as follows:

	Principal Outstanding 6/30/2011	Additions	Deductions	Principal Outstanding 6/30/2012
Permanent Improvement 2008 Capital Projects 4.0%				
Tax Anticipation Notes	\$2,085,000	\$0	\$265,000	\$1,820,000
Premium on Notes	24,616	0	3,756	20,860
Total Notes	<u>\$2,109,616</u>	<u>\$0</u>	<u>\$268,756</u>	<u>\$1,840,860</u>

The tax anticipation notes were used to pay for capital improvements to the buildings. The tax anticipation notes are paid from the permanent improvement capital projects fund with property tax revenue.

Berea City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2012

Note 19 – Long – Term Liabilities

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

	Principal Outstanding 6/30/11	Additions	Reductions	Principal Outstanding 6/30/12	Amounts Due in One Year
Certificates of Participation:					
Certificates of Participation - 2010	\$26,000,000	\$0	\$0	\$26,000,000	\$500,000
Discount on Certificates of Participation	(374,321)	0	(19,356)	(354,965)	0
Premium on Certificates of Participation	117,160	0	6,060	111,100	0
Total Certificates of Participation	<u>25,742,839</u>	<u>0</u>	<u>(13,296)</u>	<u>25,756,135</u>	<u>500,000</u>
General Obligation Bonds:					
2003 School Improvement Refunding	5,830,000	\$0	780,000	5,050,000	815,000
Deferred Amount on Refunding	59,062	0	8,748	50,314	0
2005 Bus Acquisition Bonds	235,000	0	75,000	160,000	80,000
2005 Energy Conservation Bonds	125,000	0	40,000	85,000	40,000
Premium on Bonds	6,429	0	3,216	3,213	0
2006 Bus Acquisition Bonds	360,000	0	65,000	295,000	70,000
Premium on Bonds	6,367	0	1,416	4,951	0
2007 Energy Conservation Bonds	5,345,000	0	350,000	4,995,000	365,000
Premium on Bonds	99,175	0	8,628	90,547	0
2007 Various Purpose Bonds	65,000	0	65,000	0	0
Total General Obligation Bonds	<u>12,131,033</u>	<u>0</u>	<u>1,397,008</u>	<u>10,734,025</u>	<u>1,370,000</u>
Compensated Absences	<u>3,993,363</u>	<u>293,822</u>	<u>594,670</u>	<u>3,692,515</u>	<u>507,766</u>
Total Governmental Activities					
Long-Term Liabilities	<u>\$41,867,235</u>	<u>\$293,822</u>	<u>\$1,978,382</u>	<u>\$40,182,675</u>	<u>\$2,377,766</u>

On March 1, 2003, the School District issued \$9,205,000 in general obligation bonds with interest rates varying from 2.00 percent to 4.70 percent. Proceeds were used to refund \$9,205,000 of the outstanding 1993 School Improvement Bonds.

The bonds were sold at a premium of \$743,790. Proceeds of \$9,817,557 were deposited in an irrevocable trust with an escrow agent to provide for all future debt payment on the refunded portion of the 1993 School Improvement bonds.

The refunding resulted in a difference between the reacquisition price and the net carrying amount of the old debt of \$131,233. This difference, being reported as a deferral in the accompanying financial statements, is being charged to operations through the maturity of the old debt or the new debt, whichever is shorter using the straight-line method.

On July 1, 2004, the School District issued \$995,000, 2.9 to 5.0 percent general obligation bonds. \$345,000 of these bonds were issued for energy conservation improvements and the remaining \$650,000 of bonds were issued to purchase school buses. The bonds were issued at a premium of \$28,941. This premium is amortized over nine years using the straight-line method.

On August 30, 2005, the School District issued \$650,000, 4.0 to 5.0 percent general obligation bonds. These bonds were issued for purchasing buses and motor vehicles. These bonds were issued at a premium of \$14,627. This premium is amortized over ten years using the straight-line method.

Berea City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2012

On June 7, 2007, the School District issued \$6,312,802, 4.0 percent general obligation bonds. These bonds were issued for energy conservation improvements. The bonds were issued at a premium of \$134,406. This premium is amortized over 16 years using the straight-line method.

On June 7, 2007, the School District issued \$305,000, 4.0 percent general obligation bonds. These bonds were issued for purchasing motor vehicles. The bonds were issued at a premium of \$1,133. This premium is amortized over five years using the straight-line method. The bonds were paid off in fiscal year 2012.

The general obligation bonds are paid from the debt service and permanent improvement capital projects funds.

On November 4, 2009, the District issued Certificates of Participation in the amount of \$26,000,000 at a net interest rate of 4.7 percent for the purpose of building a new elementary building. This lease purchase agreement will mature in October of 2039. The Certificates of Participation were issued at a premium of \$127,260. This premium is amortized over 30 years using the straight line method. These will be paid from the general fund.

Compensated absences will be paid from the general fund, the food service fund and the adult and community education funds.

At June 30, 2012 the School District's overall legal debt margin was \$122,868,310 with an unvoted debt margin of \$1,405,524. Principal and interest requirements to retire long-term liabilities outstanding at June 30, 2012 are as follows:

Fiscal Year Ending June 30	General Obligation Bonds		Total
	Principal	Interest	
2013	\$1,370,000	\$448,292	\$1,818,292
2014	1,330,000	402,667	1,732,667
2015	1,265,000	325,257	1,590,257
2016	1,325,000	267,536	1,592,536
2017	1,315,000	205,272	1,520,272
2018-2022	3,425,000	422,010	3,847,010
2023	555,000	11,100	566,100
Total	\$10,585,000	\$2,082,134	\$12,667,134

Fiscal Year Ending June 30	Certificate of Participation		Total
	Principal	Interest	
2013	\$500,000	\$1,482,495	\$1,982,495
2014	525,000	1,456,871	1,981,871
2015	555,000	1,432,645	1,987,645
2016	575,000	1,412,920	1,987,920
2017	590,000	1,394,855	1,984,855
2018-2022	3,285,000	6,633,290	9,918,290
2023-2027	4,020,000	5,874,750	9,894,750
2028-2032	5,035,000	4,784,157	9,819,157
2033-2037	6,345,000	2,849,078	9,194,078
2038-2040	4,570,000	507,136	5,077,136
Total	\$26,000,000	\$27,828,197	\$53,828,197

Berea City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2012

Note 20 - Jointly Governed Organizations and Public Entity Risk Pool

A. Jointly Governed Organizations

Polaris Career Center is a separate body politic and corporate, established by the Ohio Revised Code to provide for the vocational and special education needs of the students. The board of education is comprised of representatives from the board of each participating school district. The board is responsible for approving its own budgets, appointing personnel, and accounting and finance related activities. Berea City School District students may attend the vocational school. Each School District's control is limited to its representation on the board.

The Educational Community Foundation (Foundation) is a jointly governed organization established to support and enhance educational opportunities for the youth of the communities served by the Berea City School District. The trustees of the Foundation consist of the following voting members: one Berea Board of Education representative; an employee of Berea City School District to be selected by the Superintendent; two students, from any of the communities served by the Berea City School District; a representative from the PTA; one representative each from the City of Berea, City of Brook Park, and City of Middleburg Heights; a representative from the business/service communities; an at-large representative to be selected by the President of the Board of Trustees; and a representative of Baldwin-Wallace College. Each Trustee has one vote. The Board of Trustees of the Foundation may select any number of Honorary Trustees. Honorary Trustees are non-voting members. The board is responsible for approving its own budgets, accounting and finance related activities and appointing personnel.

The Ohio Schools' Council Association (Council) is a jointly governed organization among 161 school districts. The jointly governed organization was created by school districts for the purpose of saving money through volume purchases. Each district supports the Council by paying an annual participation fee. Each school district member's superintendent serves as a representative of the Assembly. The Assembly elects five of the Council's Board members and the remaining four are representatives of the Greater Cleveland School Superintendents' Associations. The Council operates under a nine-member Board of Directors (the Board). The Board is the policy making authority of the Council. The Board meets monthly September to June. The Board appoints an Executive Director who is responsible for receiving and disbursing funds, investing available funds, preparing financial reports for the Board and Assembly and carrying out such other responsibilities as designated by the Board. In fiscal year 2012 the School District paid \$6,084 to the Council. Financial information can be obtained by contacting William Zelei, the Executive Director of the Ohio Schools' Council at 6133 Rockside Road, Suite 10, Independence, Ohio 44131.

The School District participates in the natural gas purchase program. This program allows the School District to purchase natural gas at reduced rates. Energy USA served as the natural gas supplier and program manager from October 1, 2008 to September 30, 2010. Compass Energy has been selected as the new supplier and program manager for the period from October 1, 2010 through March 31, 2013. There are currently 143 participants in the program including the Berea City School District. The participants make monthly payments based on estimated usage. Each September, these estimated payments are compared to their actual usage for the year (July to June). Districts that paid more in estimated billings than their actual billings are issued credits on future billings beginning in September until the credits are exhausted and districts that did not pay enough on estimated billings are invoiced for the difference on the September monthly estimated billing.

B. Public Entity Risk Pool

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

Berea City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2012

Note 21 - Set-Aside Calculations

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

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

	<u>Capital Improvements</u>
Set Aside Reserve Balance as of June 30, 2011	\$193,440
Current year set-aside requirement	1,184,364
Current Year Offset	(1,090,867)
Qualifying Disbursements	<u>(187,251)</u>
Total	<u>\$99,686</u>
Set-aside Balance Carried Forward to Future Fiscal Years	<u>\$99,686</u>



Lacey W.

7th Grade

Roehm Middle School

Art Instructor: Heather Courtwright

Berea City School District

Combining Statements and Individual Fund Schedules

Berea City School District

Fund Descriptions– Nonmajor Governmental Funds

Nonmajor Special Revenue Funds

Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to disburse for specified purposes other than debt service or capital projects. Following is a description of the School District's nonmajor special revenue funds:

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

Auxiliary Services Fund This fund accounts for and reports restricted State grant monies which provide services and materials to pupils attending non-public schools within the School District.

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

District Managed Student Activities Fund This fund accounts for and reports restricted gate receipts and revenues from athletic events and costs (except supplemental coaching contracts) of the School District's athletic program.

Preschool At Risk Fund This fund accounts for and reports restricted State grant monies used to provide preschool education for students of low income families.

Education Jobs Fund – This fund accounts for and reports restricted Federal grant monies used to assist the School District in saving or creating jobs.

Local Grants Fund This fund accounts for and reports various restricted grants received to promote community involvement and to support activities between the school and the community.

Preschool Fund This fund accounts for and reports restricted Federal grant revenues used for speech therapy services and instructional supplies used in preschool programs.

Drug Free Schools Fund This fund accounts for and reports restricted Federal grant revenues which support the implementation of drug abuse education and prevention programs.

Food Service Fund This fund accounts for and reports charges for services and operating grants restricted to the food service operations of the School District.

Adult and Community Education Fund This fund accounts for and reports tuition and fees charged for the adult education program that are restricted for the costs of running the adult education program.

Berea City School District
Nonmajor Special Revenue Funds
(continued)

Educational Management Information System (EMIS) Fund This fund accounts for and reports restricted State monies which support the development of hardware and software or other costs associated with the requirements of the management information system.

Technology IID Fund This fund accounts for and reports restricted Federal grant monies used for technology.

Parent Mentor Grant Fund This fund accounts for and reports restricted State grant monies used to provide the necessary support and resources to families of children with disabilities and the professionals who serve them.

Race to the Top Fund This fund accounts for and reports restricted Federal monies used for education innovation and reform, achieving significant improvement in student outcomes, including making substantial gains in student achievement, closing achievement gaps, improving high school graduation rates, and ensuring student preparation for success in college and careers.

Title IIA Fund This fund accounts for restricted Federal grant monies used for professional development of teachers.

Education Stabilization Fund This fund accounts for and reports restricted Federal grant monies used to assist schools in the identification of handicapped children, development of procedural safeguards, implementation of least restrictive alternative patterns, provision of full educational opportunities to handicapped children at the preschool, elementary and secondary levels, and non-administrative expenditures.

Title III Fund This fund accounts for and reports restricted Federal monies used for costs associated with English proficiency.

Berea City School District
Nonmajor Capital Projects Funds

The Capital Projects Funds are used to account for and report financial resources that are restricted, committed or assigned to disburse for capital outlays including the acquisition or construction of major capital facilities and other capital assets, other than those financed by proprietary fund or for assets that will be held in trust. Following is a description of the nonmajor capital projects funds:

Permanent Improvement Fund This fund accounts for and reports bond proceeds restricted for the acquisition, construction, or improvement of capital facilities.

School Net Fund This fund accounts for and reports restricted State grant monies used to purchase computer hardware and software.

Network Connectivity Fund This fund accounts for and reports restricted State grant monies expended to complete and enhance the District's computer network.

Interactive Video Lab Fund This fund accounts for and reports restricted State grant funds used for the procurement of videoconferencing technology.



Nikita M.
10th Grade
Berea High School
Art Instructor: James Bycznski

Berea City School District
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2012

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Fund	Total Nonmajor Governmental Funds
Assets			
Equity in Pooled Cash and Cash Equivalents	\$2,722,883	\$1,349,333	\$4,072,216
Accounts Receivable	212	0	212
Intergovernmental Receivable	1,103,248	0	1,103,248
Inventory Held for Resale	14,338	0	14,338
Materials and Supplies Inventory	10,900	0	10,900
Taxes Receivable	0	1,306,814	1,306,814
<i>Total Assets</i>	<u>\$3,851,581</u>	<u>\$2,656,147</u>	<u>\$6,507,728</u>
Liabilities and Fund Balances			
Liabilities			
Accounts Payable	\$93,887	\$165,042	\$258,929
Accrued Wages	293,086	0	293,086
Interfund Payable	299,531	0	299,531
Intergovernmental Payable	133,536	0	133,536
Deferred Revenue	1,052,098	1,137,362	2,189,460
Accrued Interest Payable	0	6,388	6,388
Notes Payable	0	1,840,860	1,840,860
<i>Total Liabilities</i>	<u>1,872,138</u>	<u>3,149,652</u>	<u>5,021,790</u>
Fund Balances			
Nonspendable	10,900	0	10,900
Restricted	2,233,664	0	2,233,664
Unassigned (Deficit)	(265,121)	(493,505)	(758,626)
<i>Total Fund Balances (Deficit)</i>	<u>1,979,443</u>	<u>(493,505)</u>	<u>1,485,938</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$3,851,581</u>	<u>\$2,656,147</u>	<u>\$6,507,728</u>

Berea City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2012

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues			
Taxes	\$0	\$1,266,365	\$1,266,365
Intergovernmental	5,157,972	410,885	5,568,857
Interest	967	0	967
Tuition and Fees	932,659	0	932,659
Extracurricular Activities	396,308	0	396,308
Charges for Services	1,177,577	0	1,177,577
Contributions and Donations	20,208	0	20,208
Miscellaneous	59,378	88,842	148,220
<i>Total Revenues</i>	<u>7,745,069</u>	<u>1,766,092</u>	<u>9,511,161</u>
Expenditures			
Current:			
Instruction:			
Regular	654,928	0	654,928
Special	1,119,078	0	1,119,078
Support Services:			
Pupil	983,254	0	983,254
Instructional Staff	500,753	0	500,753
Administration	148,557	0	148,557
Operation and Maintenance of Plant	4,162	0	4,162
Pupil Transportation	214,163	0	214,163
Central	572,534	0	572,534
Operation of Non-Instructional Services	3,394,400	0	3,394,400
Extracurricular Activities	312,831	0	312,831
Capital Outlay	0	1,999,141	1,999,141
Debt Service:			
Principal Retirement	0	245,000	245,000
Interest and Fiscal Charges	0	113,351	113,351
<i>Total Expenditures</i>	<u>7,904,660</u>	<u>2,357,492</u>	<u>10,262,152</u>
<i>Excess of Revenues Under Expenditures</i>	(159,591)	(591,400)	(750,991)
Special Item			
Sale of CA Thomas Elementary School	<u>0</u>	<u>268,452</u>	<u>268,452</u>
<i>Net Change in Fund Balances</i>	(159,591)	(322,948)	(482,539)
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>2,139,034</u>	<u>(170,557)</u>	<u>1,968,477</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$1,979,443</u>	<u>(\$493,505)</u>	<u>\$1,485,938</u>

Berea City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2012

	Title VI-B	Auxiliary Services	Title I	District Managed Student Activities
Assets				
Equity in Pooled Cash and Cash Equivalents	\$144,464	\$181,943	\$147,400	\$152,638
Accounts Receivable	0	0	0	0
Intergovernmental Receivable	351,721	0	435,787	0
Inventory Held for Resale	0	0	0	0
Materials and Supplies Inventory	0	0	0	0
<i>Total Assets</i>	<u>\$496,185</u>	<u>\$181,943</u>	<u>\$583,187</u>	<u>\$152,638</u>
 Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$20,153	\$21,299	\$10,025	\$2,083
Accrued Wages	22,431	0	95,497	0
Interfund Payable	34,183	0	232,237	0
Intergovernmental Payable	21,049	0	13,370	1,549
Deferred Revenue	351,721	0	434,920	0
<i>Total Liabilities</i>	<u>449,537</u>	<u>21,299</u>	<u>786,049</u>	<u>3,632</u>
 Fund Balances				
Nonspendable	0	0	0	0
Restricted	46,648	160,644	0	149,006
Unassigned (Deficit)	0	0	(202,862)	0
<i>Total Fund Balances (Deficit)</i>	<u>46,648</u>	<u>160,644</u>	<u>(202,862)</u>	<u>149,006</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$496,185</u>	<u>\$181,943</u>	<u>\$583,187</u>	<u>\$152,638</u>

Preschool At Risk	Education Jobs	Local Grants	Preschool
\$0	\$6,719	\$63,750	\$14,417
0	0	0	0
46,327	60,473	0	35,743
0	0	0	0
0	0	0	0
<u>\$46,327</u>	<u>\$67,192</u>	<u>\$63,750</u>	<u>\$50,160</u>

\$0	\$0	\$0	\$2,048
10,420	47,748	0	0
4,366	0	0	20,491
1,459	6,685	0	3,120
37,243	37,253	0	29,669
<u>53,488</u>	<u>91,686</u>	<u>0</u>	<u>55,328</u>
0	0	0	0
0	0	63,750	0
(7,161)	(24,494)	0	(5,168)
<u>(7,161)</u>	<u>(24,494)</u>	<u>63,750</u>	<u>(5,168)</u>
<u>\$46,327</u>	<u>\$67,192</u>	<u>\$63,750</u>	<u>\$50,160</u>

(continued)

Berea City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds (continued)
June 30, 2012

	Food Service	Adult and Community Education	Educational Management Information System	Technology IID
Assets				
Equity in Pooled Cash and Cash Equivalents	\$1,424,027	\$555,025	\$9,365	\$8,683
Accounts Receivable	212	0	0	0
Intergovernmental Receivable	0	0	0	9,187
Inventory Held for Resale	14,338	0	0	0
Materials and Supplies Inventory	10,900	0	0	0
<i>Total Assets</i>	<u>\$1,449,477</u>	<u>\$555,025</u>	<u>\$9,365</u>	<u>\$17,870</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$36,878	\$1,401	\$0	\$0
Accrued Wages	41,962	29,595	0	0
Interfund Payable	0	0	0	8,254
Intergovernmental Payable	48,195	31,749	0	0
Deferred Revenue	0	0	0	9,187
<i>Total Liabilities</i>	<u>127,035</u>	<u>62,745</u>	<u>0</u>	<u>17,441</u>
Fund Balances				
Nonspendable	10,900	0	0	0
Restricted	1,311,542	492,280	9,365	429
Unassigned (Deficit)	0	0	0	0
<i>Total Fund Balances (Deficit)</i>	<u>1,322,442</u>	<u>492,280</u>	<u>9,365</u>	<u>429</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$1,449,477</u>	<u>\$555,025</u>	<u>\$9,365</u>	<u>\$17,870</u>

<u>Race to the Top</u>	<u>Title IIA</u>	<u>Title III</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$9,544	\$4,017	\$891	\$2,722,883
0	0	0	212
40,520	116,770	6,720	1,103,248
0	0	0	14,338
0	0	0	10,900
<u>\$50,064</u>	<u>\$120,787</u>	<u>\$7,611</u>	<u>\$3,851,581</u>
\$0	\$0	\$0	\$93,887
31,296	10,089	4,048	293,086
0	0	0	299,531
4,381	1,412	567	133,536
33,032	112,353	6,720	1,052,098
<u>68,709</u>	<u>123,854</u>	<u>11,335</u>	<u>1,872,138</u>
0	0	0	10,900
0	0	0	2,233,664
(18,645)	(3,067)	(3,724)	(265,121)
<u>(18,645)</u>	<u>(3,067)</u>	<u>(3,724)</u>	<u>1,979,443</u>
<u>\$50,064</u>	<u>\$120,787</u>	<u>\$7,611</u>	<u>\$3,851,581</u>

Berea City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2012

	Title VI-B	Auxiliary Services	Title I
Revenues			
Intergovernmental	\$1,933,097	\$624,311	\$890,631
Interest	0	0	0
Tuition and Fees	0	0	0
Extracurricular Activities	0	0	0
Charges for Services	0	0	0
Contributions and Donations	0	0	0
Miscellaneous	0	0	0
<i>Total Revenues</i>	<u>1,933,097</u>	<u>624,311</u>	<u>890,631</u>
Expenditures			
Current:			
Instruction:			
Regular	0	0	0
Special	412,648	0	665,445
Support Services:			
Pupil	980,684	0	0
Instructional Staff	298,031	0	150,837
Administration	133,710	0	2,347
Operation and Maintenance of Plant	0	0	0
Pupil Transportation	14,275	0	150,000
Central	18,331	0	165,987
Operation of Non-Instructional Services	62,797	587,317	30,726
Extracurricular Activities	0	0	0
<i>Total Expenditures</i>	<u>1,920,476</u>	<u>587,317</u>	<u>1,165,342</u>
<i>Net Change in Fund Balance</i>	12,621	36,994	(274,711)
<i>Fund Balance (Deficit) Beginning of Year</i>	<u>34,027</u>	<u>123,650</u>	<u>71,849</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$46,648</u>	<u>\$160,644</u>	<u>(\$202,862)</u>

District Managed Student Activities	Preschool At Risk	Education Jobs
\$0	\$98,543	\$330,952
0	0	0
0	0	0
396,308	0	0
0	0	0
0	0	0
53,031	0	0
449,339	98,543	330,952
64,226	77,076	355,446
0	0	0
1,933	0	0
0	28,168	0
0	0	0
4,162	0	0
49,888	0	0
0	0	0
0	0	0
312,831	0	0
433,040	105,244	355,446
16,299	(6,701)	(24,494)
132,707	(460)	0
\$149,006	(\$7,161)	(\$24,494)

(continued)

Berea City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2012

	Local Grants	Preschool	Drug Free Schools
Revenues			
Intergovernmental	\$0	\$35,288	\$4,317
Interest	12	0	0
Tuition and Fees	0	0	0
Extracurricular Activities	0	0	0
Charges for Services	0	0	0
Contributions and Donations	19,396	0	0
Miscellaneous	0	0	0
<i>Total Revenues</i>	<u>19,408</u>	<u>35,288</u>	<u>4,317</u>
Expenditures			
Current:			
Instruction:			
Regular	10,226	0	2,716
Special	400	28,310	0
Support Services:			
Pupil	0	637	0
Instructional Staff	0	9,376	2,786
Administration	12,500	0	0
Operation and Maintenance of Plant	0	0	0
Pupil Transportation	0	0	0
Central	0	5,122	0
Operation of Non-Instructional Services	1,639	0	0
Extracurricular Activities	0	0	0
<i>Total Expenditures</i>	<u>24,765</u>	<u>43,445</u>	<u>5,502</u>
<i>Net Change in Fund Balance</i>	(5,357)	(8,157)	(1,185)
<i>Fund Balance (Deficit) Beginning of Year</i>	<u>69,107</u>	<u>2,989</u>	<u>1,185</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$63,750</u>	<u>(\$5,168)</u>	<u>\$0</u>

Food Service	Adult and Community Education	Educational Management Information Systems
\$877,387	\$0	\$0
955	0	0
0	932,659	0
0	0	0
1,177,577	0	0
812	0	0
6,347	0	0
<u>2,063,078</u>	<u>932,659</u>	<u>0</u>
0	0	0
0	0	0
0	0	0
0	0	0
0	0	0
0	0	0
0	0	6,233
1,868,382	843,539	0
<u>0</u>	<u>0</u>	<u>0</u>
<u>1,868,382</u>	<u>843,539</u>	<u>6,233</u>
194,696	89,120	(6,233)
<u>1,127,746</u>	<u>403,160</u>	<u>15,598</u>
<u>\$1,322,442</u>	<u>\$492,280</u>	<u>\$9,365</u>

(continued)

Berea City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds (continued)
For the Fiscal Year Ended June 30, 2012

	Technology IID	Parent Mentor Grant	Race to the Top
Revenues			
Intergovernmental	\$0	\$3,668	\$258,646
Interest	0	0	0
Tuition and Fees	0	0	0
Extracurricular Activities	0	0	0
Charges for Services	0	0	0
Contributions and Donations	0	0	0
Miscellaneous	0	0	0
<i>Total Revenues</i>	<u>0</u>	<u>3,668</u>	<u>258,646</u>
Expenditures			
Current:			
Instruction:			
Regular	0	0	0
Special	0	0	0
Support Services:			
Pupil	0	0	0
Instructional Staff	0	5,538	0
Administration	0	0	0
Operation and Maintenance of Plant	0	0	0
Pupil Transportation	0	0	0
Central	0	0	277,291
Operation of Non-Instructional Services	0	0	0
Extracurricular Activities	0	0	0
<i>Total Expenditures</i>	<u>0</u>	<u>5,538</u>	<u>277,291</u>
<i>Net Change in Fund Balance</i>	0	(1,870)	(18,645)
<i>Fund Balance (Deficit) Beginning of Year</i>	<u>429</u>	<u>1,870</u>	<u>0</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$429</u>	<u>\$0</u>	<u>(\$18,645)</u>

Title IIA	Education Stabilization	Title III	Total Nonmajor Special Revenue Funds
\$69,871	\$0	\$31,261	\$5,157,972
0	0	0	967
0	0	0	932,659
0	0	0	396,308
0	0	0	1,177,577
0	0	0	20,208
0	0	0	59,378
<u>69,871</u>	<u>0</u>	<u>31,261</u>	<u>7,745,069</u>
0	121,007	24,231	654,928
0	0	12,275	1,119,078
0	0	0	983,254
6,017	0	0	500,753
0	0	0	148,557
0	0	0	4,162
0	0	0	214,163
99,570	0	0	572,534
0	0	0	3,394,400
0	0	0	312,831
<u>105,587</u>	<u>121,007</u>	<u>36,506</u>	<u>7,904,660</u>
(35,716)	(121,007)	(5,245)	(159,591)
<u>32,649</u>	<u>121,007</u>	<u>1,521</u>	<u>2,139,034</u>
<u>(\$3,067)</u>	<u>\$0</u>	<u>(\$3,724)</u>	<u>\$1,979,443</u>

Berea City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2012

	Permanent Improvement	School Net
Revenues		
Taxes	\$1,266,365	\$0
Intergovernmental	394,685	0
Miscellaneous	88,842	0
<i>Total Revenues</i>	<u>1,749,892</u>	<u>0</u>
Expenditures		
Capital Outlay	1,919,193	1,724
Debt Service:		
Principal Retirement	245,000	0
Interest and Fiscal Charges	113,351	0
<i>Total Expenditures</i>	<u>2,277,544</u>	<u>1,724</u>
<i>Excess of Revenues</i>		
<i>Under Expenditures</i>	(527,652)	(1,724)
Special Item		
Sale of CA Thomas School Elementary	268,452	0
<i>Net Change in Fund Balance</i>	(259,200)	(1,724)
<i>Fund Balance (Deficit) Beginning of Year</i>	<u>(234,305)</u>	<u>1,724</u>
<i>Fund Balances (Deficit) End of Year</i>	<u><u>(\$493,505)</u></u>	<u><u>\$0</u></u>

Network Connectivity	Interactive Video Lab	Total Nonmajor Capital Projects Funds
\$0	\$0	\$1,266,365
16,200	0	410,885
0	0	88,842
16,200	0	1,766,092
75,824	2,400	1,999,141
0	0	245,000
0	0	113,351
75,824	2,400	2,357,492
(59,624)	(2,400)	(591,400)
0	0	268,452
(59,624)	(2,400)	(322,948)
59,624	2,400	(170,557)
\$0	\$0	(\$493,505)



Lacey W.

7th Grade

Roehm Middle School

Art Instructor: Heather Courtwright

Fiduciary Funds

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

Agency Funds

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

Employee Benefits Fund This fund accounts for monies withheld from employees' paychecks for future child care and health care services purchased by the employee.

Staff Services Fund This fund accounts for purchases of supplies on behalf of employees of the School District.

Berea City School District
Combining Statement of Changes in Assets and Liabilities
All Agency Funds
For the Fiscal Year Ended June 30, 2012

	Balance June 30, 2011	Additions	Reductions	Balance June 30, 2012
<i>Student Activities</i>				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$105,848	\$162,826	\$157,709	\$110,965
Liabilities				
Due to Students	\$105,848	\$162,826	\$157,709	\$110,965
 <i>Employee Benefits</i>				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$0	\$98,657	\$98,657	\$0
Liabilities				
Undistributed Monies	\$0	\$98,657	\$98,657	\$0
 <i>Staff Services</i>				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$22,036	\$32,330	\$30,849	\$23,517
Liabilities				
Undistributed Monies	\$22,036	\$32,330	\$30,849	\$23,517

(continued)

Berea City School District
Combining Statement of Changes in Assets and Liabilities
All Agency Funds (continued)
For the Fiscal Year Ended June 30, 2012

	<u>Balance</u> <u>June 30, 2011</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>June 30, 2012</u>
All Agency Funds				
Assets				
Equity in Pooled Cash and Cash Equivalents	<u>\$127,884</u>	<u>\$293,813</u>	<u>\$287,215</u>	<u>\$134,482</u>
<i>Total Assets</i>	<u>\$127,884</u>	<u>\$293,813</u>	<u>\$287,215</u>	<u>\$134,482</u>
Liabilities				
Undistributed Monies	\$22,036	\$130,987	\$129,506	\$23,517
Due to Students	<u>105,848</u>	<u>162,826</u>	<u>157,709</u>	<u>110,965</u>
<i>Total Liabilities</i>	<u>\$127,884</u>	<u>\$293,813</u>	<u>\$287,215</u>	<u>\$134,482</u>



Amanda P.

10th Grade

Berea High School

Art Instructor: James Bycznski

Berea City School District

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

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
General Fund
For the Fiscal Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes	\$83,158,137	\$52,852,379	\$49,622,893	(\$3,229,486)
Intergovernmental	38,850,292	24,688,919	23,183,106	(1,505,813)
Interest	53,106	33,748	31,690	(2,058)
Tuition and Fees	5,201,208	2,952,208	2,845,751	(106,457)
Extracurricular Activities	361,531	195,012	311,805	116,793
Rentals	290,674	184,721	173,455	(11,266)
Contributions and Donations	117,584	53,363	84,690	31,327
Miscellaneous	1,325,102	836,637	805,798	(30,839)
<i>Total Revenues</i>	<u>129,357,634</u>	<u>81,796,987</u>	<u>77,059,188</u>	<u>(4,737,799)</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	21,446,031	22,268,991	22,268,991	0
Fringe Benefits	12,587,095	12,427,254	12,215,560	211,694
Purchased Services	2,847,861	2,819,249	2,815,362	3,887
Materials and Supplies	1,247,784	848,653	748,930	99,723
Capital Outlay	46,505	44,569	35,400	9,169
Other	20,989	29,957	17,122	12,835
Total Regular	<u>38,196,265</u>	<u>38,438,673</u>	<u>38,101,365</u>	<u>337,308</u>
Special:				
Salaries and Wages	5,803,468	6,039,781	6,039,781	0
Fringe Benefits	3,079,377	3,012,348	2,757,683	254,665
Purchased Services	173,002	147,369	142,036	5,333
Materials and Supplies	52,304	39,983	38,011	1,972
Capital Outlay	4,391	4,475	4,428	47
Other	579	590	520	70
Total Special	<u>\$9,113,121</u>	<u>\$9,244,546</u>	<u>\$8,982,459</u>	<u>\$262,087</u>

(continued)

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Vocational:				
Salaries and Wages	\$481,822	\$494,249	\$494,249	\$0
Fringe Benefits	247,440	249,839	249,839	0
Purchased Services	5,439	3,150	3,150	0
Materials and Supplies	26,661	26,247	25,540	707
Capital Outlay	76,103	42,363	42,362	1
Total Vocational	837,465	815,848	815,140	708
Total Instruction	48,146,851	48,499,067	47,898,964	600,103
Support Services:				
Pupil:				
Salaries and Wages	2,229,947	2,272,444	2,235,014	37,430
Fringe Benefits	1,226,390	1,249,762	1,143,749	106,013
Purchased Services	1,600,220	1,393,429	1,389,839	3,590
Materials and Supplies	37,484	40,990	24,600	16,390
Capital Outlay	73	74	74	0
Other	63,004	64,371	60,500	3,871
Total Pupil	5,157,118	5,021,070	4,853,776	167,294
Instructional Staff:				
Salaries and Wages	2,990,721	3,564,516	3,564,516	0
Fringe Benefits	2,783,645	2,297,804	2,113,231	184,573
Purchased Services	235,174	255,777	227,850	27,927
Materials and Supplies	342,572	421,649	336,561	85,088
Capital Outlay	107,445	82,143	42,049	40,094
Other	66,543	91,731	82,922	8,809
Total Instructional Staff	6,526,100	6,713,620	6,367,129	346,491
Board of Education:				
Salaries and Wages	7,360	7,500	7,500	0
Fringe Benefits	1,030	1,154	1,154	0
Purchased Services	7,899	7,946	7,362	584
Other	17,614	17,950	17,946	4
Total Board of Education	\$33,903	\$34,550	\$33,962	\$588

(continued)

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2012

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Administration:				
Salaries and Wages	\$2,797,764	\$3,035,146	\$3,035,146	\$0
Fringe Benefits	1,602,280	1,498,014	1,498,014	0
Purchased Services	446,814	360,253	360,253	0
Materials and Supplies	27,438	22,323	18,407	3,916
Other	5,803	5,735	4,080	1,655
Total Administration	4,880,099	4,921,471	4,915,900	5,571
Fiscal:				
Salaries and Wages	483,447	460,394	460,394	0
Fringe Benefits	299,731	342,628	342,628	0
Purchased Services	71,306	48,914	48,914	0
Materials and Supplies	10,058	9,978	9,978	0
Capital Outlay	1,178	259	259	0
Other	987,484	1,023,101	1,023,101	0
Total Fiscal	1,853,204	1,885,274	1,885,274	0
Business:				
Salaries and Wages	70,002	99,646	99,646	0
Fringe Benefits	32,035	45,260	45,260	0
Purchased Services	540,487	417,941	417,941	0
Materials and Supplies	154,052	171,135	145,908	25,227
Capital Outlay	79,799	11,584	11,584	0
Other	70,909	63,161	63,158	3
Total Business	947,284	808,727	783,497	25,230
Operation and Maintenance of Plant:				
Salaries and Wages	3,124,154	3,311,435	3,311,435	0
Fringe Benefits	2,242,240	2,163,417	2,163,417	0
Purchased Services	3,664,769	2,686,474	2,667,814	18,660
Materials and Supplies	408,940	394,192	391,659	2,533
Capital Outlay	196,341	158,012	156,681	1,331
Other	14,719	15,000	13,559	1,441
Total Operation and Maintenance of Plant	\$9,651,163	\$8,728,530	\$8,704,565	\$23,965

(continued)

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2012

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Pupil Transportation:				
Salaries and Wages	\$2,254,089	\$2,499,008	\$2,499,008	\$0
Fringe Benefits	1,332,457	1,321,954	1,321,954	0
Purchased Services	165,409	144,538	144,537	1
Materials and Supplies	826,832	619,963	619,963	0
Capital Outlay	12,957	13,204	13,204	0
Other	432	440	440	0
Total Pupil Transportation	4,592,176	4,599,107	4,599,106	1
Central:				
Salaries and Wages	1,199,271	1,212,338	1,212,338	0
Fringe Benefits	784,508	814,031	814,031	0
Purchased Services	696,266	578,117	578,117	0
Materials and Supplies	74,914	56,056	55,990	66
Capital Outlay	108,263	96,417	96,279	138
Other	662	675	675	0
Total Central	2,863,884	2,757,634	2,757,430	204
Total Support Services	36,504,931	35,469,983	34,900,639	569,344
Operation of Non-Instructional Services				
Food Service Operations:				
Fringe Benefits	103,036	105,000	104,032	968
Materials and Supplies	5,896	9,006	2,645	6,361
Total Food Service Operations	108,932	114,006	106,677	7,329
Community Services:				
Salaries and Wages	11,089	11,300	11,201	99
Purchased Services	1,026	1,200	281	919
Materials and Supplies	4,745	5,552	333	5,219
Capital Outlay	1,709	2,000	0	2,000
Other	17,900	18,989	8,668	10,321
Total Community Services	36,469	39,041	20,483	18,558
Total Operation of Non-Instructional Services	145,401	153,047	127,160	25,887
Extracurricular Activities:				
Academic and Subject Oriented Activities:				
Salaries and Wages	163,877	167,000	123,315	43,685
Fringe Benefits	86,836	88,491	74,163	14,328
Materials and Supplies	82	126	0	126
Other	4,407	6,731	5,772	959
Total Academic and Subject Oriented Activities	255,202	262,348	203,250	59,098
Occupational Oriented Activities:				
Materials and Supplies	\$6,604	\$8,931	\$5,346	\$3,585

(continued)

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Sports Oriented Activities:				
Salaries and Wages	\$714,144	\$733,506	\$733,506	\$0
Fringe Benefits	410,134	418,176	418,176	0
Purchased Services	25,422	18,370	18,370	0
Materials and Supplies	491	88	0	88
Total Sports Oriented Activities	1,150,191	1,170,140	1,170,052	88
School and Public Service				
Co-Curricular Activities:				
Salaries and Wages	60,841	62,000	50,119	11,881
Fringe Benefits	15,970	16,274	3,337	12,937
Total School and Public Service				
Co-Curricular Activities	76,811	78,274	53,456	24,818
Total Extracurricular Activities	1,488,808	1,519,692	1,432,103	87,589
Debt Service:				
Interest and Fiscal Charges	571,935	582,835	580,835	2,000
Total Expenditures	86,857,926	86,224,624	84,939,701	1,284,923
<i>Excess of Revenues Over (Under) Expenditures</i>	<i>42,499,708</i>	<i>(4,427,637)</i>	<i>(7,880,513)</i>	<i>(3,452,876)</i>
Other Financing Sources (Uses)				
Advances In	163,268	97,427	97,427	0
Advances Out	(293,931)	(299,533)	(299,533)	0
Transfers Out	(559,709)	(570,437)	(570,437)	0
Total Other Financing Sources (Uses)	(690,372)	(772,544)	(772,544)	0
Net Change in Fund Balance	41,809,336	(5,200,181)	(8,653,057)	(3,452,876)
Fund Balance Beginning of Year	14,806,310	14,806,310	14,806,310	0
Prior Year Encumbrances Appropriated	2,472,755	2,472,755	2,472,755	0
Fund Balance End of Year	\$59,088,401	\$12,078,884	\$8,626,008	(\$3,452,876)

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Debt Service Fund
For the Fiscal Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes	\$2,538,123	\$1,187,425	\$1,387,703	\$200,278
Intergovernmental	235,794	110,313	128,919	18,606
<i>Total Revenues</i>	<u>2,773,917</u>	<u>1,297,738</u>	<u>1,516,622</u>	<u>218,884</u>
Expenditures				
Debt Service:				
Principal Retirement	1,395,000	1,395,000	1,395,000	0
Interest and Fiscal Charges	560,758	560,758	560,758	0
<i>Total Expenditures</i>	<u>1,955,758</u>	<u>1,955,758</u>	<u>1,955,758</u>	<u>0</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	818,159	(658,020)	(439,136)	218,884
Other Financing Sources				
Transfers In	570,437	570,437	570,437	0
<i>Net Change in Fund Balance</i>	1,388,596	(87,583)	131,301	218,884
<i>Fund Balance Beginning of Year</i>	<u>3,420,227</u>	<u>3,420,227</u>	<u>3,420,227</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$4,808,823</u>	<u>\$3,332,644</u>	<u>\$3,551,528</u>	<u>\$218,884</u>

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Building Fund
For the Fiscal Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$0	\$0	\$326,576	\$326,576
Interest	0	0	1,848	1,848
Contributions and Donations	0	0	250,000	250,000
<i>Total Revenues</i>	<u>0</u>	<u>0</u>	<u>578,424</u>	<u>578,424</u>
Expenditures				
Capital Outlay:				
Site Improvement Services:				
Capital Outlay	71,792	250,000	0	250,000
Building Acquisition and Construction Services:				
Capital Outlay	4,103,559	3,523,710	3,318,932	204,778
Total Capital Outlay	4,175,351	3,773,710	3,318,932	454,778
Debt Service:				
Interest and Fiscal Charges	262,519	914,160	914,160	0
<i>Total Expenditures</i>	<u>4,437,870</u>	<u>4,687,870</u>	<u>4,233,092</u>	<u>454,778</u>
<i>Net Change in Fund Balance</i>	(4,437,870)	(4,687,870)	(3,654,668)	1,033,202
<i>Fund Balance Beginning of Year</i>	2,244,252	2,244,252	2,244,252	0
Prior Year Encumbrances Appropriated	3,091,659	3,091,659	3,091,659	0
<i>Fund Balance End of Year</i>	<u>\$898,041</u>	<u>\$648,041</u>	<u>\$1,681,243</u>	<u>\$1,033,202</u>

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Title VI-B Fund
For the Fiscal Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
Revenues				
Intergovernmental	\$4,192,523	\$2,143,379	\$1,933,097	(\$210,282)
Expenditures				
Current:				
Instruction:				
Special:				
Salaries and Wages	18,550	25,562	25,562	0
Fringe Benefits	4,334	5,972	5,972	0
Purchased Services	200,390	160,729	160,729	0
Materials and Supplies	209,263	244,923	244,923	0
Capital Outlay	107,649	106,159	106,159	0
Total Instruction	540,186	543,345	543,345	0
Support Services:				
Pupil:				
Salaries and Wages	91,408	125,960	125,960	0
Fringe Benefits	17,986	24,785	24,785	0
Purchased Services	714,021	896,703	896,703	0
Total Pupil	823,415	1,047,448	1,047,448	0
Instructional Staff:				
Salaries and Wages	207,906	286,494	286,494	0
Fringe Benefits	8,476	11,679	11,679	0
Total Instructional Staff	216,382	298,173	298,173	0
Administration:				
Salaries and Wages	77,798	107,206	107,206	0
Fringe Benefits	15,239	20,999	20,999	0
Total Administration	93,037	128,205	128,205	0
Pupil Transportation:				
Purchased Services	14,514	20,000	20,000	0
Central:				
Purchased Services	19,660	27,092	27,092	0
Total Support Services	\$1,167,008	\$1,520,918	\$1,520,918	\$0

(continued)

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Title VI-B Fund (continued)
For the Fiscal Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Operation of Non-Instructional Services:				
Community Services:				
Purchased Services	\$47,473	\$63,899	\$63,899	\$0
<i>Total Expenditures</i>	<u>1,754,667</u>	<u>2,128,162</u>	<u>2,128,162</u>	<u>0</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>2,437,856</u>	<u>15,217</u>	<u>(195,065)</u>	<u>(210,282)</u>
Other Financing Sources (Uses)				
Advances In	72,952	34,183	34,183	0
Advances Out	(47,665)	(65,684)	(65,684)	0
<i>Total Other Financing Sources (Uses)</i>	<u>25,287</u>	<u>(31,501)</u>	<u>(31,501)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	2,463,143	(16,284)	(226,566)	(210,282)
<i>Fund Balance Beginning of Year</i>	16,284	16,284	16,284	0
Prior Year Encumbrances Appropriated	<u>210,282</u>	<u>210,282</u>	<u>210,282</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$2,689,709</u></u>	<u><u>\$210,282</u></u>	<u><u>\$0</u></u>	<u><u>(\$210,282)</u></u>

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Auxiliary Services Fund
For the Fiscal Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
Revenues				
Intergovernmental	\$660,757	\$762,182	\$624,311	(\$137,871)
Expenditures				
Current:				
Operation of Non-Instructional Services:				
Community Services:				
Salaries and Wages	29,885	34,609	32,485	2,124
Fringe Benefits	21,833	25,284	25,117	167
Purchased Services	302,533	346,861	334,389	12,472
Materials and Supplies	243,360	156,141	156,141	0
Capital Outlay	201,016	199,483	128,771	70,712
<i>Total Expenditures</i>	<u>798,627</u>	<u>762,378</u>	<u>676,903</u>	<u>85,475</u>
<i>Net Change in Fund Balance</i>	(137,870)	(196)	(52,592)	(52,396)
<i>Fund Balance Beginning of Year</i>	196	196	196	0
Prior Year Encumbrances Appropriated	<u>140,302</u>	<u>140,302</u>	<u>140,302</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$2,628</u></u>	<u><u>\$140,302</u></u>	<u><u>\$87,906</u></u>	<u><u>(\$52,396)</u></u>

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Title I Fund
For the Fiscal Year Ended June 30, 2012

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Intergovernmental	\$1,412,850	\$1,124,242	\$1,064,039	(\$60,203)
Expenditures				
Current:				
Instruction:				
Special:				
Salaries and Wages	430,534	516,224	516,224	0
Fringe Benefits	110,811	132,866	132,866	0
Purchased Services	31,705	30,177	30,177	0
Materials and Supplies	19,914	23,213	23,213	0
Capital Outlay	69,720	80,000	80,000	0
Total Instruction	662,684	782,480	782,480	0
Support Services:				
Instructional Staff:				
Salaries and Wages	100,990	121,090	121,090	0
Fringe Benefits	22,647	27,155	27,155	0
Purchased Services	53,477	34,779	34,779	0
Materials and Supplies	18,890	12,075	12,075	0
Capital Outlay	18,711	10,202	10,202	0
Other	3,717	876	876	0
Total Instructional Staff	218,432	206,177	206,177	0
Administration:				
Salaries and Wages	1,520	1,823	1,823	0
Fringe Benefits	437	524	524	0
Total Administration	1,957	2,347	2,347	0
Pupil Transportation:				
Purchased Services	131,271	155,000	155,000	0
Central:				
Salaries and Wages	51,596	61,865	61,865	0
Fringe Benefits	13,104	15,712	15,712	0
Purchased Services	73,954	88,673	88,673	0
Materials and Supplies	27,279	32,709	32,709	0
Other	610	732	732	0
Total Central	166,543	199,691	199,691	0
Total Support Services	\$518,203	\$563,215	\$563,215	\$0

(continued)

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Title I Fund (continued)
For the Fiscal Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Operation of Non-Instructional Services				
Community Services:				
Salaries and Wages	\$9,739	\$11,678	\$11,678	\$0
Fringe Benefits	2,614	3,136	3,136	0
Purchased Services	11,316	13,568	13,568	0
Materials and Supplies	3,159	1,828	1,828	0
Total Operation of Non-Instructional Services	<u>26,828</u>	<u>30,210</u>	<u>30,210</u>	<u>0</u>
<i>Total Expenditures</i>	<u>1,207,715</u>	<u>1,375,905</u>	<u>1,375,905</u>	<u>0</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	205,135	(251,663)	(311,866)	(60,203)
Other Financing Sources				
Advances In	<u>232,237</u>	<u>232,237</u>	<u>232,237</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	437,372	(19,426)	(79,629)	(60,203)
<i>Fund Balance Beginning of Year</i>	19,426	19,426	19,426	0
Prior Year Encumbrances Appropriated	<u>60,203</u>	<u>60,203</u>	<u>60,203</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$517,001</u></u>	<u><u>\$60,203</u></u>	<u><u>\$0</u></u>	<u><u>(\$60,203)</u></u>

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
District Managed Student Activities Fund
For the Fiscal Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		Positive (Negative)
Revenues				
Extracurricular Activities	\$485,089	\$387,211	\$396,308	\$9,097
Miscellaneous	64,911	51,814	53,031	1,217
<i>Total Revenues</i>	<u>550,000</u>	<u>439,025</u>	<u>449,339</u>	<u>10,314</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Purchased Services	66,498	64,226	64,226	0
Support Services:				
Pupil:				
Materials and Supplies	2,001	1,933	1,933	0
Operation and Maintenance of Plant:				
Purchased Services	4,309	4,162	4,162	0
Pupil Transportation:				
Purchased Services	58,741	49,888	49,888	0
Total Support Services	<u>65,051</u>	<u>55,983</u>	<u>55,983</u>	<u>0</u>
Extracurricular Activities:				
Academic and Subject Oriented Activities:				
Salaries and Wages	228	220	220	0
Purchased Services	26,186	25,291	20,411	4,880
Materials and Supplies	108,598	104,059	64,679	39,380
Capital Outlay	1,107	1,069	449	620
Other	25,971	24,431	18,086	6,345
Total Academic and Subject Oriented Activities	<u>\$162,090</u>	<u>\$155,070</u>	<u>\$103,845</u>	<u>\$51,225</u>

(continued)

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
District Managed Student Activities Fund (continued)
For the Fiscal Year Ended June 30, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Sports Oriented Activities:				
Salaries and Wages	\$8,296	\$8,013	\$8,013	\$0
Purchased Services	119,374	113,353	102,099	11,254
Materials and Supplies	136,773	128,721	106,985	21,736
Capital Outlay	9,213	5,183	3,406	1,777
Other	27,335	24,806	16,852	7,954
Total Sports Oriented Activities	<u>300,991</u>	<u>280,076</u>	<u>237,355</u>	<u>42,721</u>
Total Extracurricular Activities	<u>463,081</u>	<u>435,146</u>	<u>341,200</u>	<u>93,946</u>
<i>Total Expenditures</i>	<u>594,630</u>	<u>555,355</u>	<u>461,409</u>	<u>93,946</u>
<i>Net Change in Fund Balance</i>	(44,630)	(116,330)	(12,070)	104,260
<i>Fund Balance Beginning of Year</i>	116,330	116,330	116,330	0
Prior Year Encumbrances Appropriated	<u>19,630</u>	<u>19,630</u>	<u>19,630</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$91,330</u>	<u>\$19,630</u>	<u>\$123,890</u>	<u>\$104,260</u>

Berea City School District
*Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Preschool at Risk Fund
For the Fiscal Year Ended June 30, 2012*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$230,634	\$95,925	\$95,925	\$0
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	85,163	62,242	62,242	0
Fringe Benefits	20,296	14,834	14,834	0
Total Instruction	105,459	77,076	77,076	0
Support Services:				
Instructional Staff:				
Salaries and Wages	33,807	24,708	24,708	0
Fringe Benefits	4,734	3,460	3,460	0
Total Instructional Staff	38,541	28,168	28,168	0
<i>Total Expenditures</i>	144,000	105,244	105,244	0
<i>Excess of Revenues Over (Under) Expenditures</i>	86,634	(9,319)	(9,319)	0
Other Financing Sources				
Advances In	4,366	4,366	4,366	0
<i>Net Change in Fund Balance</i>	91,000	(4,953)	(4,953)	0
<i>Fund Balance Beginning of Year</i>	4,953	4,953	4,953	0
<i>Fund Balance End of Year</i>	\$95,953	\$0	\$0	\$0

Berea City School District
Schedule of Revenues, Expenditures and Changes
For the Fiscal Year Ended June 30, 2012
Education Jobs Fund
For the Fiscal Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	<u>\$295,828</u>	<u>\$368,207</u>	<u>\$307,732</u>	<u>(\$60,475)</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	285,950	240,043	240,043	0
Fringe Benefits	<u>72,630</u>	<u>60,970</u>	<u>60,970</u>	<u>0</u>
<i>Total Expenditures</i>	<u>358,580</u>	<u>301,013</u>	<u>301,013</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(62,752)	67,194	6,719	(60,475)
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance (Deficit) End of Year</i>	<u>(\$62,752)</u>	<u>\$67,194</u>	<u>\$6,719</u>	<u>(\$60,475)</u>

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Local Grants Fund
For the Fiscal Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Interest	\$203	\$116	\$12	(\$104)
Contributions and Donations	<u>328,607</u>	<u>187,071</u>	<u>19,396</u>	<u>(167,675)</u>
<i>Total Revenues</i>	<u>328,810</u>	<u>187,187</u>	<u>19,408</u>	<u>(167,779)</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Purchased Services	100	537	324	213
Materials and Supplies	10,814	48,395	10,459	37,936
Capital Outlay	<u>2,631</u>	<u>14,187</u>	<u>0</u>	<u>14,187</u>
Total Regular	13,545	63,119	10,783	52,336
Special:				
Materials and Supplies	<u>169</u>	<u>911</u>	<u>400</u>	<u>511</u>
Total Instruction	<u>13,714</u>	<u>64,030</u>	<u>11,183</u>	<u>52,847</u>
Support Services:				
Pupil:				
Capital Outlay	<u>\$5</u>	<u>\$28</u>	<u>\$0</u>	<u>\$28</u>

(continued)

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Local Grants Fund (continued)
For the Fiscal Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Instructional Staff:				
Purchased Services	\$2	\$10	\$0	\$10
Materials and Supplies	84	453	0	453
Total Instructional Staff	86	463	0	463
Administration:				
Purchased Services	2,318	12,500	12,500	0
Pupil Transportation:				
Purchased Services	65	353	0	353
Total Support Services	2,474	13,344	12,500	844
Operation of Non-Instructional Services:				
Community Services:				
Materials and Supplies	1,248	3,347	1,889	1,458
Capital Outlay	32	171	0	171
Total Operation of Non-Instructional Services	1,280	3,518	1,889	1,629
<i>Total Expenditures</i>	17,468	80,892	25,572	55,320
<i>Net Change in Fund Balance</i>	311,342	106,295	(6,164)	(112,459)
<i>Fund Balance Beginning of Year</i>	66,642	66,642	66,642	0
Prior Year Encumbrances Appropriated	2,468	2,468	2,468	0
<i>Fund Balance End of Year</i>	<u>\$380,452</u>	<u>\$175,405</u>	<u>\$62,946</u>	<u>(\$112,459)</u>

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Preschool Fund
For the Fiscal Year Ended June 30, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$113,148	\$48,533	\$39,311	(\$9,222)
Expenditures				
Current:				
Instruction:				
Special:				
Salaries and Wages	1,535	2,717	2,717	0
Fringe Benefits	389	689	689	0
Materials and Supplies	10,739	18,937	18,937	0
Capital Outlay	18,951	18,250	18,250	0
Total Instruction	31,614	40,593	40,593	0
Support Services:				
Pupil:				
Salaries and Wages	2,097	3,712	3,712	0
Fringe Benefits	532	943	943	0
Purchased Services	4,917	7,914	7,914	0
Total Pupil	7,546	12,569	12,569	0
Instructional Staff:				
Salaries and Wages	4,483	7,937	7,937	0
Fringe Benefits	712	1,261	1,261	0
Materials and Supplies	189	178	178	0
Total Instructional Staff	5,384	9,376	9,376	0
Central:				
Purchased Services	1,783	3,157	3,157	0
Total Support Services	14,713	25,102	25,102	0
<i>Total Expenditures</i>	46,327	65,695	65,695	0
<i>Excess of Revenues Over (Under) Expenditures</i>	66,821	(17,162)	(26,384)	(9,222)
Other Financing Sources (Uses)				
Advances In	20,491	20,491	20,491	0
Advances Out	(2,842)	(5,031)	(5,031)	0
<i>Total Other Financing Sources (Uses)</i>	17,650	15,460	15,460	0
<i>Net Change in Fund Balance</i>	84,470	(1,702)	(10,924)	(9,222)
<i>Fund Balance Beginning of Year</i>	1,703	1,703	1,703	0
Prior Year Encumbrances Appropriated	9,221	9,221	9,221	0
<i>Fund Balance End of Year</i>	\$95,394	\$9,222	\$0	(\$9,222)

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Drug Free Schools Fund
For the Fiscal Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$26,000	\$12,217	\$5,841	(\$6,376)
Expenditures				
Current:				
Instruction:				
Regular:				
Purchased Services	1,600	1,600	1,600	0
Materials and Supplies	1,989	1,989	1,989	0
Total Instruction	3,589	3,589	3,589	0
Support Services:				
Instructional Staff:				
Purchased Services	419	418	418	0
Capital Outlay	2,368	2,368	2,368	0
Total Support Services	2,787	2,786	2,786	0
<i>Total Expenditures</i>	<u>6,376</u>	<u>6,375</u>	<u>6,375</u>	<u>0</u>
<i>Excess of Revenues Over (Under)Expenditures</i>	19,624	5,842	(534)	(6,376)
Other Financing Uses				
Advances Out	0	(5,842)	(5,842)	0
<i>Net Change in Fund Balance</i>	19,624	0	(6,376)	(6,376)
<i>Fund Balance Beginning of Year</i>	0	0	0	0
Prior Year Encumbrances Appropriated	8,944	8,944	6,376	(2,568)
<i>Fund Balance End of Year</i>	<u>\$28,568</u>	<u>\$8,944</u>	<u>\$0</u>	<u>(\$8,944)</u>

Berea City School District
Schedule of Revenues, Expenses and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Food Service Fund
For the Fiscal Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$1,020,778	\$753,627	\$877,387	\$123,760
Interest	1,111	820	955	135
Charges for Services	1,370,029	1,011,474	1,177,577	166,103
Contributions and Donations	697	515	600	85
Miscellaneous	7,385	5,452	6,347	895
<i>Total Revenues</i>	2,400,000	1,771,888	2,062,866	290,978
Expenditures				
Operation of Non-Instructional Services:				
Food Service Operations:				
Salaries and Wages	879,214	915,826	772,096	143,730
Fringe Benefits	411,390	386,855	309,540	77,315
Purchased Services	185,494	172,036	115,816	56,220
Materials and Supplies	1,287,363	1,281,548	787,720	493,828
Capital Outlay	172,804	180,000	30,317	149,683
<i>Total Expenditures</i>	2,936,265	2,936,265	2,015,489	920,776
<i>Net Change in Fund Balance</i>	(536,265)	(1,164,377)	47,377	1,211,754
<i>Fund Balance Beginning of Year</i>	1,164,377	1,164,377	1,164,377	0
Prior Year Encumbrances Appropriated	117,384	117,384	117,384	0
<i>Fund Balance End of Year</i>	\$745,496	\$117,384	\$1,329,138	\$1,211,754

Berea City School District
Schedule of Revenues, Expenses and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Adult and Community Education Fund
For the Fiscal Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Tuition and Fees	\$1,300,000	\$497,023	\$932,659	\$435,636
Expenditures:				
Current:				
Operation of Non-Instructional Services:				
Community Services:				
Salaries and Wages	636,079	643,614	590,648	52,966
Fringe Benefits	284,456	287,826	255,189	32,637
Purchased Services	35,267	27,243	23,768	3,475
Materials and Supplies	30,528	28,651	21,156	7,495
Capital Outlay	6,423	6,500	5,491	1,009
Other	13,540	13,700	9,705	3,995
<i>Total Expenditures</i>	<u>1,006,293</u>	<u>1,007,534</u>	<u>905,957</u>	<u>101,577</u>
<i>Net Change in Fund Balance</i>	293,707	(510,511)	26,702	537,213
<i>Fund Balance Beginning of Year</i>	510,511	510,511	510,511	0
Prior Year Encumbrances Appropriated	<u>10,554</u>	<u>10,554</u>	<u>10,554</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$814,772</u>	<u>\$10,554</u>	<u>\$547,767</u>	<u>\$537,213</u>

Berea City School District
*Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP) and Actual
 Educational Management Information Systems Fund
 For the Fiscal Year Ended June 30, 2012*

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		Positive (Negative)
Revenues				
Intergovernmental	\$80,000	\$0	\$0	\$0
Expenditures				
Current:				
Support Services:				
Central:				
Purchased Services	<u>3,000</u>	<u>15,598</u>	<u>6,233</u>	<u>9,365</u>
<i>Net Change in Fund Balance</i>	77,000	(15,598)	(6,233)	9,365
<i>Fund Balance Beginning of Year</i>	<u>15,598</u>	<u>15,598</u>	<u>15,598</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$92,598</u></u>	<u><u>\$0</u></u>	<u><u>\$9,365</u></u>	<u><u>\$9,365</u></u>

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Technology IID Fund
For the Fiscal Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$6,317	\$356	\$0	(\$356)
Expenditures				
Current:				
Support Services:				
Central:				
Capital Outlay	356	8,683	8,683	0
<i>Excess of Revenues Over (Under) Expenditures</i>	5,961	(8,327)	(8,683)	(356)
Other Financing Sources				
Advances In	8,254	8,254	8,254	0
<i>Net Change in Fund Balance</i>	14,215	(73)	(429)	(356)
<i>Fund Balance Beginning of Year</i>	73	73	73	0
Prior Year Encumbrances Appropriated	356	356	356	0
<i>Fund Balance End of Year</i>	<u>\$14,644</u>	<u>\$356</u>	<u>\$0</u>	<u>(\$356)</u>

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Parent Mentor Grant Fund
For the Fiscal Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	<u>\$13,698</u>	<u>\$6,293</u>	<u>\$5,324</u>	<u>(\$969)</u>
Expenditures				
Current:				
Support Services:				
Instructional Staff:				
Salaries and Wages	6,778	3,555	3,555	0
Fringe Benefits	949	498	498	0
Purchased Services	2,025	985	985	0
Materials and Supplies	<u>2,389</u>	<u>822</u>	<u>822</u>	<u>0</u>
<i>Total Expenditures</i>	<u>12,141</u>	<u>5,860</u>	<u>5,860</u>	<u>0</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	1,557	433	(536)	(969)
Other Financing Uses				
Advances Out	<u>(826)</u>	<u>(433)</u>	<u>(433)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	731	0	(969)	(969)
<i>Fund Balance Beginning of Year</i>	0	0	0	0
Prior Year Encumbrances Appropriated	<u>969</u>	<u>969</u>	<u>969</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$1,700</u></u>	<u><u>\$969</u></u>	<u><u>\$0</u></u>	<u><u>(\$969)</u></u>

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Race to The Top Fund
For the Fiscal Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$291,678	\$291,678	\$251,158	(\$40,520)
Expenditures				
Current:				
Support Services:				
Central:				
Salaries and Wages	232,600	192,676	192,676	0
Fringe Benefits	59,078	48,938	48,938	0
<i>Total Expenditures</i>	<u>291,678</u>	<u>241,614</u>	<u>241,614</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	0	50,064	9,544	(40,520)
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$50,064</u>	<u>\$9,544</u>	<u>(\$40,520)</u>

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Title IIA Fund
For the Fiscal Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$324,191	\$137,107	\$131,731	(\$5,376)
Expenditures				
Current:				
Support Services:				
Instructional Staff:				
Salaries and Wages	18,288	18,872	18,872	0
Fringe Benefits	4,647	4,794	4,794	0
Purchased Services	14,175	4,935	4,935	0
Total Instructional Staff	37,110	28,601	28,601	0
Central:				
Salaries and Wages	68,059	70,231	70,231	0
Fringe Benefits	17,286	17,838	17,838	0
Total Central	85,345	88,069	88,069	0
<i>Total Expenditures</i>	122,455	116,670	116,670	0
<i>Excess of Revenues Over Expenditures</i>	201,736	20,437	15,061	(5,376)
Other Financing Uses				
Advances Out	(19,805)	(20,437)	(20,437)	0
<i>Net Change in Fund Balance</i>	181,931	0	(5,376)	(5,376)
<i>Fund Balance Beginning of Year</i>	0	0	0	0
Prior Year Encumbrances Appropriated	9,393	9,393	9,393	0
<i>Fund Balance End of Year</i>	\$191,324	\$9,393	\$4,017	(\$5,376)

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Education Stabilization Fund
For the Fiscal Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget
				Positive (Negative)
Revenues				
Intergovernmental	\$25,000	\$0	\$0	\$0
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	61,920	61,920	61,920	0
Fringe Benefits	123,220	123,220	123,220	0
<i>Total Expenditures</i>	<u>185,140</u>	<u>185,140</u>	<u>185,140</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(160,140)	(185,140)	(185,140)	0
<i>Fund Balance Beginning of Year</i>	<u>185,140</u>	<u>185,140</u>	<u>185,140</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$25,000</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Title III Fund
For the Fiscal Year Ended June 30, 2012

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$24,240	\$30,470	\$31,261	\$791
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	8,280	16,575	16,575	0
Fringe Benefits	2,102	4,209	4,209	0
Total Regular	10,382	20,784	20,784	0
Special:				
Salaries and Wages	4,404	8,817	8,817	0
Fringe Benefits	1,144	2,290	2,290	0
Total Special	5,548	11,107	11,107	0
Total Instruction	15,930	31,891	31,891	0
Support Services:				
Central:				
Purchased Services	50	100	0	100
<i>Total Expenditures</i>	15,980	31,991	31,891	100
<i>Net Change in Fund Balance</i>	8,260	(1,521)	(630)	891
<i>Fund Balance Beginning of Year</i>	1,521	1,521	1,521	0
<i>Fund Balance End of Year</i>	\$9,781	\$0	\$891	\$891

Berea City School District
*Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Permanent Improvement Fund
For the Fiscal Year Ended June 30, 2012*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Taxes	\$1,720,449	\$1,204,553	\$927,730	(\$276,823)
Intergovernmental	731,932	512,454	394,685	(117,769)
Miscellaneous	164,754	115,351	88,842	(26,509)
<i>Total Revenues</i>	<u>2,617,135</u>	<u>1,832,358</u>	<u>1,411,257</u>	<u>(421,101)</u>
Expenditures				
Support Services:				
Instructional Staff:				
Materials and Supplies	13,032	24,237	24,237	0
Capital Outlay	349,303	615,584	541,485	74,099
Total Support Services	<u>362,335</u>	<u>639,821</u>	<u>565,722</u>	<u>74,099</u>
Capital Outlay:				
Building Improvement Services:				
Capital Outlay	1,727,571	2,058,430	1,940,633	117,797
Debt Service:				
Principal Retirement	131,741	245,000	245,000	0
Interest and Fiscal Charges	17,360	32,284	32,284	0
Total Debt Service	<u>149,101</u>	<u>277,284</u>	<u>277,284</u>	<u>0</u>
<i>Total Expenditures</i>	<u>2,239,007</u>	<u>2,975,535</u>	<u>2,783,639</u>	<u>191,896</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	378,128	(1,143,177)	(1,372,382)	(229,205)
Special Item				
Sale of CA Thomas Elementary School	268,452	268,452	268,452	0
<i>Net Change in Fund Balance</i>	646,580	(874,725)	(1,103,930)	(229,205)
<i>Fund Balance Beginning of Year</i>	1,328,995	1,328,995	1,328,995	0
Prior Year Encumbrances Appropriated	639,007	639,007	639,007	0
<i>Fund Balance End of Year</i>	<u>\$2,614,582</u>	<u>\$1,093,277</u>	<u>\$864,072</u>	<u>(\$229,205)</u>

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
School Net Fund
For the Fiscal Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Capital Outlay	<u>11,000</u>	<u>1,724</u>	<u>1,724</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(11,000)	(1,721)	(1,724)	(3)
<i>Fund Balance Beginning of Year</i>	<u>1,724</u>	<u>1,724</u>	<u>1,724</u>	<u>0</u>
<i>Fund Balance (Deficit) End of Year</i>	<u>(\$9,276)</u>	<u>\$3</u>	<u>\$0</u>	<u>(\$3)</u>

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Network Connectivity Fund
For the Fiscal Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
Revenues				
Intergovernmental	\$15,000	\$16,200	\$16,200	\$0
Expenditures				
Current:				
Support Services:				
Central:				
Purchased Services	<u>16,200</u>	<u>75,824</u>	<u>75,824</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(1,200)	(59,624)	(59,624)	0
<i>Fund Balance Beginning of Year</i>	<u>59,624</u>	<u>59,624</u>	<u>59,624</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$58,424</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Interactive Video Lab Fund
For the Fiscal Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget
				Positive (Negative)
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Capital Outlay	<u>2,400</u>	<u>2,400</u>	<u>2,400</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(2,400)	(2,400)	(2,400)	0
<i>Fund Balance Beginning of Year</i>	<u>2,400</u>	<u>2,400</u>	<u>2,400</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

Berea City School District
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP) and Actual
Self Insurance Fund
For the Fiscal Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Charges for Services	<u>\$12,000,000</u>	<u>\$13,799,512</u>	<u>\$13,812,703</u>	<u>\$13,191</u>
Expenses				
Purchased Services	946,162	971,224	970,924	300
Claims	<u>11,909,096</u>	<u>12,848,496</u>	<u>12,848,496</u>	<u>0</u>
Total Expenses	<u>12,855,258</u>	<u>13,819,720</u>	<u>13,819,420</u>	<u>300</u>
<i>Net Change in Fund Equity</i>	(855,258)	(20,208)	(6,717)	13,491
<i>Fund Equity Beginning of Year</i>	<u>22,864</u>	<u>22,864</u>	<u>22,864</u>	<u>0</u>
<i>Fund Equity (Deficit) End of Year</i>	<u><u>(\$832,394)</u></u>	<u><u>\$2,656</u></u>	<u><u>\$16,147</u></u>	<u><u>\$13,491</u></u>

Berea City School District
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP) and Actual
Scholarship Trust Fund
For the Fiscal Year Ended June 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Interest	\$675	\$125	\$6	(\$119)
Expenses				
Scholarships Awarded	<u>625</u>	<u>125</u>	<u>125</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	50	0	(119)	(119)
<i>Fund Equity Beginning of Year</i>	13,419	13,419	13,419	0
Prior Year Encumbrances Appropriated	<u>125</u>	<u>125</u>	<u>125</u>	<u>0</u>
<i>Fund Equity End of Year</i>	<u><u>\$13,594</u></u>	<u><u>\$13,544</u></u>	<u><u>\$13,425</u></u>	<u><u>(\$119)</u></u>

STATISTICAL SECTION



Maddie P.

9th Grade

Berea High School

Art Instructor: James Bycznski

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Statistical Section

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

<u>Contents</u>	<u>Page(s)</u>
Financial Trends These schedules contain trend information to help the reader understand how the School District's financial performance and well-being have changed over time.	S2 - S11
Revenue Capacity These schedules contain information to help the reader assess the School District's most significant local revenue source, the property tax.	S12 - S20
Debt Capacity These schedules present information to help the reader assess the affordability of the School District's current levels of outstanding debt and the School District's ability to issue additional debt in the future.	S21 - S25
Economic and Demographic Information These schedules offer economic and demographic indicators to help the reader understand the environment within which the School District's financial activities take place.	S26 - S27
Operating Information These schedules contain service data to help the reader understand how the information in the School District's financial report relates to the services the School District provides and the activities it performs.	S28 - S35

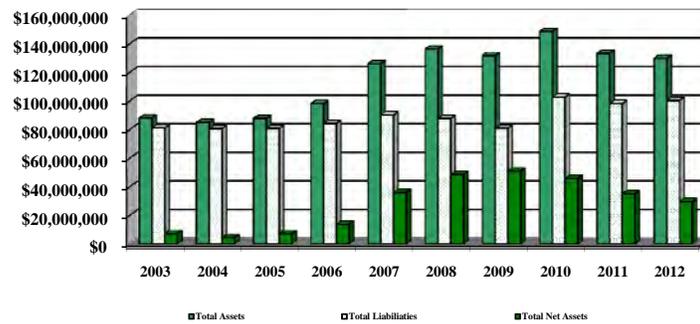
Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

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

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Governmental Activities:					
Invested in Capital Assets, Net of Related Debt	\$7,982,725	\$4,675,106	\$4,195,154	\$3,721,315	\$10,618,221
Restricted for:					
Capital Projects	1,556,283	1,274,847	1,340,582	1,670,088	2,101,471
Debt Service	1,387,180	1,749,312	2,078,188	2,314,486	2,555,851
Set Asides	\$ 1,456,976	433,879	74,709	182,254	431,846
Other Purposes	691,877	811,572	952,118	1,914,346	2,479,929
Unrestricted (Deficit)	<u>(6,635,259)</u>	<u>(4,937,796)</u>	<u>(363,997)</u>	<u>4,346,403</u>	<u>24,575,315</u>
<i>Total Net Assets - Governmental Activities</i>	<u>6,439,782</u>	<u>4,006,920</u>	<u>8,276,754</u>	<u>14,148,892</u>	<u>42,762,633</u>
Business-Type Activities: (1)					
Invested in Capital Assets, Net of Related Debt	311,501	153,583	37,678	NA	NA
Unrestricted (Deficit)	<u>450,204</u>	<u>267,704</u>	<u>500,891</u>	NA	NA
<i>Total Net Assets - Business-Type Activities</i>	<u>761,705</u>	<u>421,287</u>	<u>538,569</u>		
Primary Government					
Invested in Capital Assets, Net of Related Debt	8,294,226	4,828,689	4,232,832	3,721,315	10,618,221
Restricted for:					
Capital Projects	1,556,283	1,274,847	1,340,582	1,670,088	2,101,471
Debt Service	1,387,180	1,749,312	2,078,188	2,314,486	2,555,851
Set Asides	1,456,976	433,879	74,709	182,254	431,846
Other Purposes	691,877	811,572	952,118	1,914,346	2,479,929
Unrestricted (Deficit)	<u>(6,185,055)</u>	<u>(4,670,092)</u>	<u>136,894</u>	<u>4,346,403</u>	<u>24,575,315</u>
<i>Total Net Assets - Primary Government</i>	<u>\$7,201,487</u>	<u>\$4,428,207</u>	<u>\$8,815,323</u>	<u>\$14,148,892</u>	<u>\$42,762,633</u>

(1) In 2006 all Business Type activities were reclassified as Governmental Activities.

Net Assets



2008	2009	2010	2011	2012
\$10,053,655	\$10,836,395	\$17,647,068	\$14,326,886	\$12,126,538
0	0	0	1,467,073	2,853,456
5,636,961	5,624,696	2,850,111	2,994,724	3,125,971
32,292	389,213	229,621	193,440	99,686
1,959,363	2,354,730	2,010,455	2,934,178	2,982,140
30,822,355	31,675,782	23,173,431	13,141,808	8,405,570
48,504,626	50,880,816	45,910,686	35,058,109	29,593,361
NA	NA	NA	NA	NA
NA	NA	NA	NA	NA
10,053,655	10,836,395	17,647,068	14,326,886	\$12,126,538
0	0	0	1,467,073	2,853,456
5,636,961	5,624,696	2,850,111	2,994,724	3,125,971
32,292	389,213	229,621	193,440	99,686
1,959,363	2,354,730	2,010,455	2,934,178	2,982,140
30,822,355	31,675,782	23,173,431	13,141,808	8,405,570
\$48,504,626	\$50,880,816	\$45,910,686	\$35,058,109	\$29,593,361

Berea City School District

Changes in Net Assets

Last Ten Fiscal Years

(accrual basis of accounting)

	2003	2004	2005	2006	2007
Expenses					
Governmental Activities:					
Regular Instruction	\$33,232,246	\$37,751,017	\$33,560,969	\$31,977,716	\$33,422,192
Special Instruction	6,578,655	6,520,781	7,532,416	7,795,494	7,217,382
Vocational Instruction	716,389	776,375	886,273	563,609	582,310
Adult/Continuing Instruction	0	2,084	0	1,197,969	179,333
Pupil Support	4,476,444	4,688,217	4,511,651	4,547,564	4,136,208
Instructional Staff Support	6,171,146	6,831,035	5,992,101	5,429,933	4,208,406
Board of Education	16,083	43,963	20,978	22,615	32,706
Administration	3,903,379	4,269,239	4,297,125	4,329,086	3,890,384
Fiscal	1,414,721	1,540,926	1,610,656	1,738,649	1,514,355
Business	932,494	932,516	772,831	839,427	688,830
Operation and Maintenance of Plant	7,654,007	8,363,682	7,804,602	8,023,138	6,648,771
Pupil Transportation	3,589,025	3,476,174	3,781,584	3,809,097	3,309,074
Central	1,670,260	2,006,840	2,107,504	2,500,369	2,284,938
Operation of Non-Instructional Services	826,940	657,734	1,109,590	2,857,250	3,664,529
Extracurricular Activities	1,325,683	1,691,989	1,572,656	1,249,592	1,632,024
Intergovernmental	0	0	0	0	0
Interest and Fiscal Charges	545,120	534,592	517,681	491,733	481,379
<i>Total Governmental Activities Expenses</i>	<u>73,052,592</u>	<u>80,087,164</u>	<u>76,078,617</u>	<u>77,373,241</u>	<u>73,892,821</u>
Business-Type Activities:					
Food Service	2,291,722	2,189,462	1,877,578	NA	NA
Uniform School Supplies	40,013	36,284	57,461	NA	NA
Adult and Community Services	1,003,407	1,023,773	936,500	NA	NA
<i>Total Business-Type Activities Expenses</i>	<u>3,335,142</u>	<u>3,249,519</u>	<u>2,871,539</u>	<u>NA</u>	<u>NA</u>
<i>Total Primary Government Expenses</i>	<u>76,387,734</u>	<u>83,336,683</u>	<u>78,950,156</u>	<u>77,373,241</u>	<u>73,892,821</u>
Program Revenues					
Governmental Activities:					
Charges for Services and Sales:					
Regular Instruction	350,625	911,564	916,253	1,072,524	1,017,281
Special Instruction	564,515	519,632	1,114,791	981,742	830,296
Adult/Continuing Instruction				1,143,813	194,641
Pupil Support	4,279	2,548	1,273	3,932	4,482
Instructional Staff Support	92,976	131,794	103,405	99,938	113,719
Business	84,419	137,073	150,328	154,221	0
Operation and Maintenance of Plant	158,178	52,581	44,125	33,385	137,119
Pupil Transportation	50,775	36,677	58,174	54,438	63,490
Central	0	0	0	0	148,268
Operation of Non-Instructional Services	0	0	0	1,469,055	2,415,337
Extracurricular Activities	289,971	421,237	426,693	435,997	435,269
Operating Grants and Contributions					
Regular Instruction	428,407	587,622	624,338	502,377	487,930
Special Instruction	572,640	710,957	994,755	1,062,813	1,146,319
Vocational Instruction	28,766	47,438	1,383	256	0
Adult/Continuing Instruction	0	0	0	0	0
Pupil Support	444,012	607,097	712,155	811,492	790,456
Instructional Staff Support	569,345	516,951	587,840	557,318	487,755
Administration	83,342	65,743	86,246	64,946	81,069
Business	0	0	0	0	0
Operation and Maintenance of Plant	0	0	0	1,636	
Pupil Transportation	218,762	34,664	42,117	8,914	36,038
Central	27,837	28,158	26,493	25,858	25,007
Operation of Non-Instructional Services	793,504	744,937	1,000,307	1,431,996	1,670,078
Extracurricular Activities	46,293	81,893	49,367	37,542	34,024
Capital Grants and Contributions					
Regular Instruction	0	0	0	0	0
Instructional Staff Support	113,152	0	68,250	0	0
Operation and Maintenance of Plant	45,500	37,888	19,854	0	0
Pupil Transportation	0	0	0	0	0
Central	0	1,112	16,146	39,000	39,000
Interest and Fiscal Charges	0	0	0	0	0
<i>Total Governmental Activities Program Revenues</i>	<u>\$4,967,298</u>	<u>\$5,677,566</u>	<u>\$7,044,293</u>	<u>\$9,993,193</u>	<u>\$10,157,578</u>

2008	2009	2010	2011	2012
\$39,358,016	\$36,391,830	\$45,065,039	\$48,818,126	\$41,355,615
11,074,764	11,547,898	10,038,403	8,879,849	10,245,263
700,317	809,220	825,472	747,511	755,157
182,990	217,180	227,267	167	0
4,756,650	5,062,514	5,264,854	5,233,024	5,613,451
5,788,567	7,184,673	7,503,450	5,898,656	6,585,844
42,261	39,173	40,655	40,279	33,962
4,148,412	4,979,545	4,847,968	4,481,530	4,976,072
2,524,738	1,767,988	1,644,105	1,713,498	1,867,747
743,284	839,474	732,957	836,727	608,097
7,790,941	8,874,736	7,582,239	7,697,334	7,484,540
4,128,443	4,092,193	4,039,473	3,577,492	4,735,024
2,380,593	2,415,876	2,203,808	2,750,598	3,174,334
3,908,876	3,876,038	3,409,255	2,561,931	3,468,826
1,679,646	1,707,738	1,793,990	1,711,255	1,733,246
0	0	0	0	0
794,393	772,958	1,721,024	2,190,396	2,124,918
90,002,891	90,579,034	96,939,959	97,138,373	94,762,096
NA	NA	NA	NA	NA
NA	NA	NA	NA	NA
NA	NA	NA	NA	NA
NA	NA	NA	NA	NA
90,002,891	90,579,034	96,939,959	97,138,373	94,762,096
3,234,041	1,070,598	1,094,550	1,359,352	1,037,994
388,876	813,165	1,549,202	1,736,219	1,274,859
178,586	200,570	232,937	170	0
4,256	3,750	2,999	2,207	1,769
152,390	142,636	184,976	0	0
18,574	136,431	107,659	101,338	79,724
156,563	26,854	122,319	33,459	178,773
53,840	65,579	74,205	95,206	67,061
0	0	0	0	0
2,395,120	2,303,752	2,172,752	2,157,619	2,110,236
407,496	270,131	270,030	524,532	598,101
345,357	353,705	809,913	766,495	496,491
1,333,987	1,499,683	1,537,002	2,064,492	1,070,960
0	0	0	0	0
0	0	108	0	0
725,207	760,077	968,944	1,087,625	831,186
526,799	557,453	859,369	1,157,931	558,170
81,625	100,509	89,783	179,389	125,451
0	0	5,803	0	0
0	367	4,082	478	0
16,473	15,131	189,203	40,381	166,321
26,573	21,474	12,959	5,000	630,729
1,539,691	1,643,553	1,626,109	1,838,840	1,588,573
41,460	83,779	149,800	46,262	0
0	0	0	0	250,000
1,249	0	0	0	0
0	0	0	0	0
0	0	0	0	0
90,477	36,000	25,149	25,025	16,200
0	0	0	326,576	326,576
\$11,718,640	\$10,105,197	\$12,089,853	\$13,548,596	\$11,409,174

(continued)

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

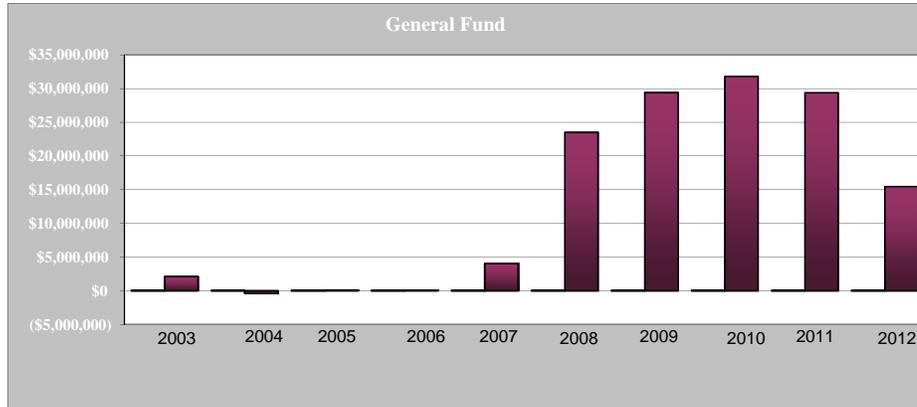
	2002	2003	2005	2006	2007
Business-Type Activities:					
Charges for Services:					
Food Service	\$1,496,808	\$1,474,696	\$1,346,640	NA	NA
Uniform School Supplies	41,195	40,958	52,895	NA	NA
Adult and Community Education	941,905	1,052,129	1,078,185	NA	NA
Operating Grants and Contributions					
Food Service	512,892	541,393	588,770	NA	NA
<i>Total Business-Type Activities Program Revenues</i>	<u>2,992,800</u>	<u>3,109,176</u>	<u>3,066,490</u>	<u>NA</u>	<u>NA</u>
<i>Total Primary Government Program Revenues</i>	<u>7,776,041</u>	<u>8,076,474</u>	<u>10,110,783</u>	<u>9,993,193</u>	<u>10,157,578</u>
Net (Expense)/Revenue					
Governmental Activities	(69,052,599)	(68,085,294)	(69,034,324)	(67,380,048)	(60,070,714)
Business-Type Activities	(84,671)	(225,966)	194,951	0	0
<i>Total Primary Government Net Expense</i>	<u>(69,137,270)</u>	<u>(68,311,260)</u>	<u>(68,839,373)</u>	<u>(67,380,048)</u>	<u>(60,070,714)</u>
General Revenues and Other Changes in Net Assets					
Governmental Activities:					
Property and Other Local Taxes Levied For:					
General Purposes	54,978,763	47,972,554	55,412,839	53,447,973	68,639,747
Debt Service	1,288,957	1,071,618	1,320,217	1,191,290	1,409,130
Capital Outlay	1,836,753	1,463,284	1,621,200	1,610,840	2,138,811
Grants and Entitlements not Restricted to Specific Programs	13,662,871	13,068,487	14,482,803	15,490,950	17,729,223
Unrestricted Contributions	0	0	8,085	0	0
Gain on Sale of Capital Assets	468,107	0	0	0	0
Investment Earnings	460,298	188,228	248,725	761,038	1,531,056
Miscellaneous	264,747	316,684	210,289	191,355	897,255
Special Item					
Sale of CA Thomas Elementary School	0	0	0	0	0
<i>Total Governmental Activities</i>	<u>72,960,496</u>	<u>64,080,855</u>	<u>73,304,158</u>	<u>72,693,446</u>	<u>92,345,222</u>
Business-Type Activities:					
Investment Earnings	13,450	6,994	5,543	NA	NA
Miscellaneous	3,011	0	9,848	NA	NA
<i>Total Business-Type Activities</i>	<u>16,461</u>	<u>6,994</u>	<u>15,391</u>	<u>NA</u>	<u>NA</u>
<i>Total Primary Government</i>	<u>72,976,957</u>	<u>64,087,849</u>	<u>73,319,549</u>	<u>72,693,446</u>	<u>92,345,222</u>
<i>Restatements</i>	<u>196,896</u>	<u>0</u>	<u>(93,060)</u>	<u>0</u>	<u>0</u>
Change in Net Assets					
Governmental Activities	4,104,793	(4,004,439)	4,176,774	5,313,398	32,274,508
Business-Type Activities	(68,210)	(218,972)	210,342	NA	NA
<i>Total Primary Government Change in Net Assets</i>	<u>\$4,036,583</u>	<u>(\$4,223,411)</u>	<u>\$4,387,116</u>	<u>\$5,313,398</u>	<u>\$32,274,508</u>

2008	2009	2010	2011	2012
NA	NA	NA	NA	NA
NA	NA	NA	NA	NA
NA	NA	NA	NA	NA
NA	NA	NA	NA	NA
NA	NA	NA	NA	NA
11,718,640	10,105,197	12,089,853	13,548,596	11,409,174
(78,284,251)	(80,473,837)	(84,850,106)	(83,589,777)	(83,352,922)
0	0	0	0	0
(78,284,251)	(80,473,837)	(84,850,106)	(83,589,777)	(83,352,922)
55,730,090	53,974,253	49,940,417	49,482,680	50,612,454
1,289,022	1,133,718	1,068,671	1,030,334	1,033,395
1,188,843	1,341,588	1,294,683	934,134	1,303,640
23,174,392	25,357,616	26,020,444	20,908,683	23,706,710
0		0	0	
0	0	0	66,896	0
0	0	0	0	243,452
1,958,941	692,009	307,078	88,002	34,505
684,956	350,843	1,248,683	226,471	954,018
84,026,244	82,850,027	79,879,976	72,737,200	77,888,174
NA	NA	NA	NA	NA
NA	NA	NA	NA	NA
NA	NA	NA	NA	NA
84,026,244	82,850,027	79,879,976	72,737,200	77,888,174
0	0	0	0	0
5,741,993	2,376,190	(4,970,130)	(10,852,577)	(5,464,748)
NA	NA	NA	NA	NA

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

	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
General Fund					
Nonspendable	NA	NA	NA	NA	NA
Restricted	NA	NA	NA	NA	NA
Assigned	NA	NA	NA	NA	NA
Unassigned	NA	NA	NA	NA	NA
Reserved	\$5,898,923	\$7,833,194	\$8,016,209	\$6,541,103	\$7,256,242
Unreserved (Deficit)	(6,294,979)	(7,713,499)	(7,931,499)	(2,486,068)	16,245,091
Total General Fund	<u>(396,056)</u>	<u>119,695</u>	<u>84,710</u>	<u>\$4,055,035</u>	<u>\$23,501,333</u>
All Other Governmental Funds					
Nonspendable	NA	NA	NA	NA	NA
Restricted	NA	NA	NA	NA	NA
Assigned	NA	NA	NA	NA	NA
Unassigned	NA	NA	NA	NA	NA
Reserved	1,026,334	1,265,407	866,610	274,249	5,034,225
Unreserved, Undesignated, Reported in:					
Special Revenue funds	391,022	600,851	493,328	1,205,462	811,467
Debt Service funds	1,258,445	1,570,200	1,872,347	2,191,479	2,595,939
Capital Projects funds (Deficit)	718,335	304,250	751,238	921,786	1,376,833
Total All Other Governmental Funds	<u>3,394,136</u>	<u>3,740,708</u>	<u>3,983,523</u>	<u>4,592,976</u>	<u>9,818,464</u>
Total Governmental Funds	<u>\$2,998,080</u>	<u>\$3,860,403</u>	<u>\$4,068,233</u>	<u>\$8,648,011</u>	<u>\$33,319,797</u>

(1) The School District implemented GASB 54 during fiscal year 2011.



2008	2009	2010 (1)	2011	2012
NA	NA	\$187,165	\$171,517	\$187,478
NA	NA	0	206,582	99,686
NA	NA	180,745	196,107	1,745,897
NA	NA	29,008,560	14,900,858	6,907,662
\$5,309,185	\$6,053,850	NA	NA	NA
24,094,592	25,745,798	\$0	NA	NA
\$29,403,777	\$31,799,648	\$29,376,470	\$15,475,064	\$8,940,723
NA	NA	32,883	11,072	10,900
NA	NA	22,754,429	9,008,264	7,508,663
NA	NA	0	0	0
NA	NA	(530,612)	(234,765)	(758,626)
742,625	965,712	NA	NA	NA
746,651	907,538	NA	NA	NA
2,890,925	3,081,356	NA	NA	NA
(857,848)	(1,448,894)	NA	NA	NA
3,522,353	3,505,712	22,256,700	8,784,571	6,760,937
\$32,926,130	\$35,305,360	\$51,633,170	\$24,259,635	\$15,701,660

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

	2003	2004	2005	2006	2007
Revenues					
Taxes	\$51,135,837	\$58,723,858	\$57,708,112	\$56,381,077	\$72,670,415
Intergovernmental	16,158,779	18,057,679	18,320,720	19,523,553	21,709,669
Interest	187,752	136,001	248,725	761,038	1,531,056
Tuition and Fees	1,035,963	1,391,368	2,194,232	2,048,237	3,946,827
Extracurricular Activities	470,080	584,501	594,333	604,987	623,724
Payment in Lieu of Taxes	0	0	0	0	0
Rentals	161,992	54,938	35,579	39,664	86,344
Charges for Services	24,674	26,110	21,712	2,637,338	1,413,265
Contributions and Donations	179,586	246,889	187,549	164,393	203,876
Miscellaneous	316,684	236,263	210,289	191,355	897,255
Total Revenues	69,671,347	79,457,607	79,521,251	82,351,642	103,082,431
Expenditures					
Current:					
Instruction:					
Regular	29,983,295	34,253,822	32,853,848	31,005,647	32,771,887
Special	6,439,751	6,399,997	7,616,355	7,823,777	8,483,399
Vocational	698,442	754,696	909,041	580,985	655,665
Adult/Continuing	0	2,084	0	195,319	204,469
Support Services:					
Pupil	4,263,285	4,774,750	4,595,370	4,571,827	4,566,841
Instructional Staff	5,987,446	6,462,064	6,336,893	5,516,979	5,804,026
Board of Education	16,083	43,963	20,978	22,615	32,706
Administration	3,823,108	4,146,149	4,499,077	4,282,484	4,361,340
Fiscal	1,430,294	1,502,721	1,649,377	1,741,670	1,588,976
Business	906,249	919,046	800,182	863,465	746,023
Operation and Maintenance of Plant	7,528,099	8,151,745	8,136,284	8,042,523	7,927,296
Pupil Transportation	3,291,006	3,635,534	3,845,712	3,572,464	3,913,115
Central	2,632,115	1,905,138	2,217,764	2,466,243	2,539,975
Operation of Non-Instructional Services	837,129	695,899	1,127,708	3,779,356	3,925,523
Extracurricular Activities	1,350,789	1,726,155	1,683,927	1,337,094	1,729,558
Capital Outlay	2,483,027	2,758,678	2,212,491	1,947,538	4,437,683
Intergovernmental	0	0	0	0	0
Debt Service:					
Principal Retirement	450,000	575,000	1,285,000	710,000	870,000
Interest and Fiscal Charges	528,543	537,843	518,414	492,746	459,523
Debt Issuance Costs	131,233	0	28,941	22,328	145,981
Total Expenditures	72,779,894	79,245,284	80,337,362	78,975,060	85,163,986
<i>Excess of Revenues Over (Under) Expenditures</i>	<i>(3,108,547)</i>	<i>212,323</i>	<i>(816,111)</i>	<i>3,376,582</i>	<i>17,918,445</i>
Other Financing Sources (Uses)					
General Obligation Bonds Issued	9,205,000	0	995,000	650,000	6,617,802
Certificates of Participation Issued	0	0	0	0	0
Premium on General Obligation Bonds	743,790	0	28,941	14,627	135,539
Premium on Certificates of Participation	0	0	0	0	0
Discount on Certificates of Participation	0	0	0	0	0
Notes Issued	0	650,000	0	0	0
Transfers In	0	3,921	0	0	108
Transfers Out	0	(3,921)	0	0	(108)
Payment to Refunded Bond Escrow Agent	(9,817,557)	0	0	0	0
Total Other Financing Sources (Uses)	131,233	650,000	1,023,941	664,627	6,753,341
Special Item					
Sale of CA Thomas Elementary	0	0	0	0	0
Net Change in Fund Balances	(\$2,977,314)	\$862,323	\$207,830	\$4,041,209	\$24,671,786
Debt Service as a Percentage of Noncapital Expenditures	0.8%	0.8%	1.7%	1.0%	1.8%

2008	2009	2010	2011	2012
\$58,477,685	\$57,002,404	\$52,524,445	\$51,029,228	\$51,417,177
28,062,598	30,097,350	32,323,880	28,419,803	29,207,458
1,958,941	692,009	307,078	88,002	34,505
4,248,130	4,018,410	4,003,556	3,711,286	3,780,047
623,628	503,326	526,446	580,322	708,113
0	0	0	0	0
126,960	102,356	122,822	31,032	174,798
1,449,228	1,395,370	1,317,925	1,255,224	1,177,577
111,687	192,852	234,725	153,717	354,898
684,956	350,843	1,248,683	226,471	954,018
<u>95,743,813</u>	<u>94,354,920</u>	<u>92,609,560</u>	<u>85,495,085</u>	<u>87,808,591</u>
33,916,940	34,960,310	38,432,683	39,077,887	38,236,513
11,576,938	11,594,623	10,312,422	10,734,786	10,350,252
757,472	809,189	843,469	910,458	768,027
192,654	218,090	235,330	167	0
4,944,184	5,056,856	5,372,728	5,743,923	5,680,392
6,521,497	7,031,107	8,203,956	8,253,865	6,645,875
42,261	39,173	40,655	40,279	33,962
4,383,314	5,094,343	4,859,059	5,120,714	4,949,479
2,588,737	1,761,506	1,693,464	1,808,492	2,017,012
751,120	828,027	746,207	888,137	780,589
8,192,643	8,762,671	8,090,494	8,583,494	7,547,015
4,287,855	3,930,569	4,112,181	4,771,895	4,610,385
2,932,731	2,715,901	2,751,609	3,059,261	3,015,167
4,182,836	3,840,731	3,741,752	3,670,827	3,490,834
1,751,459	1,729,082	1,832,564	1,761,982	1,745,513
7,312,724	1,587,501	7,643,405	14,970,422	3,305,605
0	0	0	0	0
940,000	1,242,802	1,275,000	1,320,000	1,375,000
782,942	773,209	1,324,505	2,152,031	2,083,398
79,173	0	490,946	0	0
<u>96,137,480</u>	<u>91,975,690</u>	<u>102,002,429</u>	<u>112,868,620</u>	<u>96,635,018</u>
<u>(393,667)</u>	<u>2,379,230</u>	<u>(9,392,869)</u>	<u>(27,373,535)</u>	<u>(8,826,427)</u>
0	0	0	0	0
0	0	26,000,000	0	0
0	0	0	0	0
0	0	127,260	0	0
0	0	(406,581)	0	0
0	0	0	0	0
261,714	605,412	572,338	1,005,734	570,437
(261,714)	(605,412)	(572,338)	(1,005,734)	(570,437)
0	0	0	0	0
0	0	25,720,679	0	0
0	0	0	0	268,452
<u>(\$393,667)</u>	<u>\$2,379,230</u>	<u>\$16,327,810</u>	<u>(\$27,373,535)</u>	<u>(\$8,557,975)</u>
2.0%	2.2%	2.74%	3.65%	3.68%

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

Collection Year	Real Property			Tangible Personal Property Public Utility	
	Assessed Value		Estimated	Assessed Value	Estimated
	Residential/ Agricultural	Commercial/ Industrial/PU	Actual Value		Actual Value
2003	\$766,800,810	\$457,745,840	\$3,498,704,714	\$38,752,080	\$44,036,455
2004	836,195,680	471,743,040	3,736,967,771	38,647,280	43,917,364
2005	839,907,310	474,268,410	3,754,787,771	38,663,990	43,936,352
2006	853,930,000	475,539,580	3,798,484,514	34,603,350	39,321,989
2007	938,771,480	493,742,970	4,092,898,429	33,418,780	37,975,886
2008	949,449,840	499,603,420	4,140,152,171	24,572,320	27,923,091
2009	957,151,850	499,507,070	4,161,882,629	25,320,360	27,923,091
2010	887,703,940	488,684,970	3,932,539,743	26,335,030	23,880,323
2011	889,364,590	488,484,510	3,936,711,714	27,082,190	23,832,328
2012	888,117,120	489,346,920	3,935,611,543	28,059,580	24,692,430

Source: Office of the Fiscal Officer, Cuyahoga County, Ohio

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

The assessed value of real property (including public utility real property) is 35 percent of estimated true value. Personal property tax is assessed on all tangible personal property used in business in Ohio. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property was assessed in previous years at 25 percent for machinery and equipment and 23 percent for inventories. General business tangible personal property tax was phased out beginning in 2006. The listing percentage was 18.75 percent for 2006, 12.5 percent for 2007, 6.25 percent for 2008 and zero for 2009.

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

Tangible Personal Property General Business		Total		
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Weighted Average Tax Rate
\$199,438,922	\$797,755,688	\$1,462,737,652	\$4,340,496,857	43.81%
187,459,887	815,042,987	1,534,045,887	4,595,928,122	41.46
192,551,284	837,179,496	1,545,390,994	4,635,903,619	41.22
196,962,702	1,050,467,744	1,561,035,632	4,888,274,247	46.68
138,126,787	1,105,014,296	1,604,060,017	5,235,888,611	43.75
50,767,689	406,141,512	1,524,393,269	4,574,216,774	39.46
25,866,283	406,141,512	1,507,845,563	4,595,947,232	39.46
0	0	1,402,723,940	3,956,420,066	38.64
0	0	1,404,931,290	3,960,544,042	36.78
0	0	1,405,523,620	3,960,303,973	36.65

Berea City School District
Property Tax Rates
(per \$1,000 of assessed value)
Last Ten Years (1)

	2003	2004	2005	2006	2007
Unvoted Millage					
Operating	\$4.05	\$4.05	\$4.05	\$4.05	\$4.05
Voted Millage - by levy					
1976 Operating - continuing					
Effective Millage Rates					
Residential/Agricultural Real	7.58	6.98	6.97	6.94	6.36
Commercial/Industrial and Public Utility Real	13.14	12.64	12.61	12.79	11.88
General Business and Public Utility Personal	31.40	31.40	31.40	31.40	31.40
1985 Operating - continuing					
Effective Millage Rates					
Residential/Agricultural Real	3.38	3.11	3.11	3.10	2.84
Commercial/Industrial and Public Utility Real	3.88	3.74	3.73	3.78	3.51
General Business and Public Utility Personal	6.90	6.90	6.90	6.90	6.90
1991 Operating - continuing					
Effective Millage Rates					
Residential/Agricultural Real	4.07	3.74	3.74	3.73	3.41
Commercial/Industrial and Public Utility Real	4.48	4.31	4.30	4.36	4.04
General Business and Public Utility Personal	6.90	6.90	6.90	6.90	6.90
1994 Operating - continuing					
Effective Millage Rates					
Residential/Agricultural Real	4.18	3.85	3.84	3.83	3.51
Commercial/Industrial and Public Utility Real	4.29	4.13	4.12	4.18	3.88
General Business and Public Utility Personal	5.90	5.90	5.90	5.90	5.90
2000 Operating - continuing					
Effective Millage Rates					
Residential/Agricultural Real	5.30	4.88	4.87	4.86	4.45
Commercial/Industrial and Public Utility Real	4.79	4.61	4.60	4.67	4.33
General Business and Public Utility Personal	5.90	5.90	5.90	5.90	5.90
2002 Operating - continuing					
Effective Millage Rates					
Residential/Agricultural Real	5.89	5.42	5.42	5.40	4.95
Commercial/Industrial and Public Utility Real	5.90	5.68	5.66	5.74	5.33
General Business and Public Utility Personal	5.90	5.90	5.90	5.90	5.90
2006 Operating -continuing					
Effective Millage Rates					
Residential/Agricultural Real	0.00	0.00	0.00	5.25	4.81
Commercial/Industrial and Public Utility Real	0.00	0.00	0.00	5.25	4.87
General Business and Public Utility Personal	0.00	0.00	0.00	5.25	5.25
1992 Bond Levy (debt service)	0.95	0.95	0.95	0.85	0.80
1976 Permanent Improvement Continuing					
Effective Millage Rates					
Residential/Agricultural Real	0.21	0.19	0.19	0.19	0.18
Commercial/Industrial and Public Utility Real	0.38	0.36	0.36	0.37	0.34
General Business and Public Utility Personal	0.90	0.90	0.90	0.90	0.90
1996 Permanent Improvement Continuing					
Effective Millage Rates					
Residential/Agricultural Real	0.82	0.75	0.75	0.75	0.69
Commercial/Industrial and Public Utility Real	0.80	0.77	0.76	0.77	0.72
General Business and Public Utility Personal	1.00	1.00	1.00	1.00	1.00
Total voted millage by type of property					
Residential/Agricultural Real	\$32.38	\$29.87	\$29.84	\$34.90	\$32.00
Commercial/Industrial and Public Utility Real	38.61	37.19	37.09	42.76	39.70
General Business and Public Utility Personal	65.75	65.75	65.75	70.90	70.85
Total millage by type of property					
Residential/Agricultural Real	\$36.43	\$33.92	\$33.89	\$38.95	\$36.05
Commercial/Industrial and Public Utility Real	42.66	41.24	41.14	46.81	43.75
General Business and Public Utility Personal	69.80	69.80	69.80	74.95	74.90

2008	2009	2010	2011	2012
\$4.05	\$4.05	\$4.05	\$4.05	\$4.05
6.35	6.35	6.87	6.88	6.88
11.82	11.85	12.26	12.24	12.32
31.40	31.40	31.40	31.40	31.40
2.83	2.83	3.07	3.07	3.07
3.50	3.50	3.63	3.62	3.64
6.90	6.90	6.90	6.90	6.90
3.41	3.40	3.69	3.69	3.69
4.03	4.04	4.17	4.17	4.19
6.90	6.90	6.90	6.90	6.90
3.50	3.50	3.79	3.79	3.79
3.86	3.87	4.00	4.00	4.02
5.90	5.90	5.90	5.90	5.90
4.44	4.44	4.80	4.81	4.81
4.31	4.32	4.47	4.47	4.49
5.90	5.90	5.90	5.90	5.90
4.94	4.93	5.34	5.34	5.35
5.31	5.32	5.50	5.50	5.53
5.90	5.90	5.90	5.90	5.90
4.80	4.80	5.19	5.20	5.20
4.85	4.86	5.03	5.03	5.05
5.25	5.25	5.25	5.25	5.25
0.80	0.80	0.90	0.80	0.90
0.18	0.18	0.19	0.19	0.19
0.34	0.34	0.35	0.35	0.35
0.90	0.90	0.90	0.90	0.90
0.69	0.69	0.74	0.74	0.74
0.72	0.72	0.74	0.74	0.74
1.00	1.00	1.00	1.00	1.00
\$31.94	\$31.92	\$34.58	\$34.51	\$34.62
39.54	39.62	41.05	40.92	40.33
70.85	70.85	70.95	70.85	70.05
\$35.99	\$35.97	\$38.63	\$38.56	\$38.67
43.59	43.67	45.10	44.97	44.38
74.90	74.90	75.00	74.90	74.10

(continued)

Berea City School District
Property Tax Rates (continued)
(per \$1,000 of assessed value)
Last Ten Years (1)

	2003	2004	2005	2006	2007
Overlapping Rates by Taxing District					
Berea City					
Effective Millage Rates					
Residential/Agricultural Real	\$13.62	\$13.42	\$13.53	\$13.42	\$13.06
Commercial/Industrial and Public Utility Real	14.33	14.11	14.21	14.10	13.65
General Business and Public Utility Personal	17.60	17.50	17.60	17.50	17.20
Middleburg Heights City					
Effective Millage Rates					
Residential/Agricultural Real	4.71	4.69	4.69	4.69	4.67
Commercial/Industrial and Public Utility Real	4.87	4.87	4.87	4.89	4.85
General Business and Public Utility Personal	5.45	5.45	5.45	5.45	5.45
Brook Park City					
Effective Millage Rates					
Residential/Agricultural Real	4.74	4.72	4.72	4.72	4.70
Commercial/Industrial and Public Utility Real	4.70	4.69	4.68	4.68	4.68
General Business and Public Utility Personal	4.80	4.80	4.80	4.80	4.80
Cuyahoga County					
Effective Millage Rates					
Residential/Agricultural Real	15.00	15.67	17.16	17.90	17.82
Commercial/Industrial and Public Utility Real	15.43	17.11	18.38	19.02	18.75
General Business and Public Utility Personal	17.60	19.27	20.17	20.17	20.20
Polaris J.V.S.D.					
Effective Millage Rates					
Residential/Agricultural Real	2.00	2.00	2.00	2.00	2.00
Commercial/Industrial and Public Utility Real	2.00	2.00	2.00	2.01	2.00
General Business and Public Utility Personal	2.40	2.40	2.40	2.40	2.40

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

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

Real property tax rates are reduced so that inflationary increases in value do not generate additional taxes.

Overlapping rates are those of local and county governments that apply to property owners with the School District.

Source: Ohio Department of Taxation

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

2008	2009	2010	2011	2012
\$13.00	\$13.00	\$13.03	\$13.13	\$13.13
13.59	13.60	13.63	13.56	13.56
17.40	18.60	17.20	17.20	17.20
4.61	4.61	4.65	4.65	4.65
4.79	4.80	4.83	4.83	4.83
5.45	5.45	5.45	5.45	5.45
4.64	4.64	4.67	4.67	4.67
4.62	4.63	4.68	4.68	4.68
4.75	4.75	4.75	4.75	4.75
17.76	17.76	17.79	18.46	12.78
18.69	18.70	18.73	18.87	13.11
18.20	20.60	20.60	19.05	13.22
1.94	1.94	1.97	2.01	2.04
1.94	1.94	1.97	2.18	2.18
2.40	2.40	2.40	2.40	2.40

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

Collection Year (2)	Current Tax Levy	Current Tax Collections	Percent of Current Tax Collections to Current Tax Levy	Delinquent Tax Collections (3)	Total Tax Collections	Percent of Total Tax Collections to Current Tax Levy
2002	\$54,964,669	\$53,379,661	97.12%	\$2,691,726	\$56,071,387	102.01%
2003	63,905,367	60,780,220	95.11	1,629,038	62,409,258	97.66
2004	51,390,588	48,296,567	93.98	1,323,385	49,619,952	96.55
2005	69,188,551	61,427,371	88.78	2,369,305	63,796,676	92.21
2006	67,416,680	60,181,730	89.27	4,198,094	64,379,824	95.50
2007	65,526,123	61,910,148	94.48	2,428,526	64,338,674	98.19
2008	65,523,211	58,920,679	89.92	1,700,979	60,621,658	92.52
2009	58,299,388	56,230,956	96.45	2,040,999	58,271,955	99.95
2010	58,469,967	52,974,409	90.60	3,956,993	56,931,402	97.37
2011	58,241,431	55,834,655	95.86	3,578,785	59,413,440	102.01

Source: Office of the Fiscal Officer, Cuyahoga County, Ohio

- (1) Includes Homestead/Rollback taxes assessed locally, but distributed through the State and reported as Intergovernmental revenue.
- (2) The 2012 information cannot be presented because all collections have not been made by June 30, 2012
- (3) The County does not identify delinquent tax collections by tax year.

Berea City School District

Principal Taxpayers

Real Estate Tax

2012 and 2003(1)

Name of Taxpayer	2012	
	Assessed Value	Percent of Real Property Assessed Value
City of Cleveland	\$58,714,300	4.26 %
Cleveland Electric Illuminating	21,318,900	1.55
Ford Motor Company	18,999,030	1.38
Centro GA Southland Shopping	12,981,260	0.94
The Islander Company, LLC.	10,240,190	0.74
Middleburg -Legacy Place	5,682,400	0.41
Brook Park Station LLC	5,207,690	0.38
MWP Company	4,822,600	0.35
Amsdell & Amsdell	4,769,890	0.35
Techpark LTD Partnership	4,558,950	0.33
Totals	<u>\$147,295,210</u>	<u>10.69 %</u>
Total Real Property Assessed Valuation	<u>\$1,377,464,040</u>	

Name of Taxpayer	2003	
	Assessed Value	Percent of Real Property Assessed Value
Ford Motor Company	\$30,353,180	2.48 %
Southland Store Company	11,174,600	0.91
The Islander Company, LLC.	10,459,310	0.85
Techpark Ltd. Partnership	6,447,780	0.53
City of Middleburg Heights	5,319,410	0.43
MWP Company	7,397,650	0.61
Sears, Roebuck, Inc.	4,130,000	0.34
Tower In The Park Limited	4,014,430	0.33
Ch/Equity Cle. I LLC	2,936,610	0.24
Berea Properties Company	2,435,480	0.20
Totals	<u>\$84,668,450</u>	<u>6.92 %</u>
Total Real Property Assessed Valuation	<u>\$1,224,546,650</u>	

Source: Office of the Fiscal Officer, Cuyahoga County, Ohio

(1) The amounts presented represent the assessed values upon which 2012 and 2003 collections were based.

Berea City School District

Principal Taxpayers

Public Utilities Tax

2012 and 2003(1)

Name of Taxpayer	2012	
	Assessed Value	Percent of Public Utility Assessed Value
Cleveland Electric Illuminating Company	\$21,318,900	75.98 %
American Transmission System	3,108,350	11.08
Columbia Gas of Ohio	1,457,980	5.20
East Ohio Gas Company	1,059,320	3.77
Totals	\$26,944,550	96.02 %
Total Public Utility Assessed Valuation	\$28,059,580	

Name of Taxpayer	2003	
	Assessed Value	Percent of Public Utility
Cleveland Electric Illuminating Company	\$16,065,520	41.46 %
Ohio Bell Telephone Co.	10,780,760	27.82
Quest Communication Corporation	3,316,900	8.56
Columbia Gas of Ohio	1,891,490	4.87
East Ohio Gas of Ohio	657,450	1.70
Totals	\$32,712,120	84.41 %
Total Public Utility Assessed Valuation	\$38,752,080	

Source: Office of the Fiscal Officer, Cuyahoga County, Ohio

(1) The amounts presented represent the assessed values upon which 2012 and 2003 collections were based.

Berea City School District
*Computation of Direct and Overlapping
Debt Attributable to Governmental Activities*
June 30, 2012

	Debt Attributable to Governmental Activities	Percentage Applicable to School District (1)	Amount of Direct and Overlapping Debt
Direct:			
Berea City School District			
General Obligation Bonds	\$10,585,000	100.00 %	\$10,585,000
Notes Payable	<u>1,820,000</u>	100.00	<u>1,820,000</u>
Total Direct	<u>12,405,000</u>		<u>12,405,000</u>
Overlapping:			
Cuyahoga County	298,113,842	4.72	14,070,973
Greater Cleveland Regional Transit	142,080,000	4.72	6,706,176
City of Middleburg Heights	8,234,249	37.78	3,110,899
City of Brook Park	2,765,000	32.09	887,289
City of Berea	14,530,000	25.41	3,692,073
City of Olmsted Falls	2,201,000	0.43	9,464
City of Cleveland	<u>1,119,880,000</u>	4.29	48,042,852
Total Overlapping	<u>1,587,804,091</u>		<u>76,519,726</u>
Total	<u><u>\$1,600,209,091</u></u>		<u><u>\$88,924,726</u></u>

Source: Office of the Fiscal Officer, Cuyahoga County, Ohio

(1) Percentages were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the School District by the total assessed valuation of the subdivision. The values used were for the 2012 collection year.

Berea City School District

Ratio of General Bonded Debt to Estimated Actual Value and per Capita,

Ratio of General Debt to Personal Income and per Capita

Last Ten Fiscal Years

Fiscal Year	General Bonded Debt			Other General Debt		Ratio of General Debt to Personal Income (3)	General Debt per Capita (2)
	General Bonded Debt	Ratio of Bonded Debt to Estimated Actual Value (1)	Bonded Debt per Capita (2)	Certificate of Participation	Total Debt		
2003	\$11,265,000	0.26%	\$202.14	\$0	\$11,265,000	1.02%	\$202.14
2004	10,690,000	0.25	190.30	0	10,690,000	0.97	190.30
2005	11,050,000	0.24	193.82	0	11,050,000	1.00	193.82
2006	11,128,758	0.75	195.20	0	11,128,758	1.01	195.20
2007	16,997,832	0.35	298.14	0	16,997,832	1.54	298.14
2008	16,035,536	0.31	288.67	0	16,035,536	1.45	288.67
2009	14,770,438	0.32	265.89	0	14,770,438	1.33	265.89
2010	13,473,142	0.29	242.54	26,000,000	39,473,142	3.21	710.59
2011	12,131,033	0.31	215.64	25,742,839	37,873,872	2.79	673.23
2012	10,734,025	0.27	197.86	25,756,135	36,490,160	2.60	672.62

Source: School District Records

- (1) The estimated actual value can be found on S13.
- (2) The population can be found on S26.
- (3) The personal income can be found on S26.
- (4) Although the general obligation bond retirement fund is restricted for debt service, it is not specifically restricted to the payment of principal. Therefore, these resources are not shown as a deduction from general obligation bonded debt.



Eliza K.

6th Grade

Roehm Middle School

Art Instructor: Heather Courtwright

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

	2003	2004	2005	2006	2007
Assessed Valuation (1)	\$1,462,737,652	\$1,534,045,887	\$1,545,390,994	\$1,561,035,632	\$1,604,060,017
Debt Limit - 9% of Assessed Value (1)	\$131,646,389	\$138,064,130	\$139,085,189	\$140,493,207	\$144,365,402
Amount of Debt Applicable to Debt Limit					
Certificates of Participation	0	0	0	0	0
General Obligation Bonds	11,265,000	10,690,000	11,050,000	10,990,000	16,737,802
Notes	0	650,000	0	0	-
Less Amount Available in Debt Service	(1,369,601)	(1,732,481)	(2,044,510)	(2,321,386)	(2,731,988)
Total	9,895,399	9,607,519	9,005,490	8,668,614	14,005,814
Exemptions:					
Certificates of Participation	0	0	0	0	0
Energy Conservation Bonds	0	0	0	0	6,582,802
Amount of Debt Subject to Limit	9,895,399	9,607,519	9,005,490	8,668,614	7,423,012
Overall Debt Margin	\$121,750,990	\$128,456,611	\$130,079,699	\$131,824,593	\$136,942,390
Legal Debt Margin as a Percentage of the Debt Limit	8.32%	8.37%	8.42%	8.44%	8.54%
Unvoted Debt Limit - 10% of Assessed Value (1)	\$1,462,738	\$1,534,046	\$1,545,391	\$1,561,036	\$1,604,060
Amount of Debt Applicable	0	0	0	0	0
Unvoted Debt Margin	\$1,462,738	\$1,534,046	\$1,545,391	\$1,561,036	\$1,604,060
Unvoted Legal Debt Margin as a Percentage of the Unvoted Debt Limit	100%	100%	100%	100%	100%

Source: Cuyahoga Fiscal Officer and School District Financial Records

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

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

2008	2009	2010	2011	2012
<u>\$1,524,393,269</u>	<u>\$1,507,845,563</u>	<u>\$1,402,723,940</u>	<u>\$1,404,931,290</u>	<u>\$1,405,523,620</u>
<u>\$137,195,394</u>	<u>\$135,706,101</u>	<u>\$126,245,155</u>	<u>\$126,443,816</u>	<u>\$126,497,126</u>
0	0	26,000,000	26,000,000	26,000,000
15,797,802	14,555,000	13,280,000	11,960,000	10,585,000
2,820,000	2,585,000	2,340,000	2,085,000	1,820,000
<u>(2,990,032)</u>	<u>(3,205,289)</u>	<u>(3,486,071)</u>	<u>(3,595,079)</u>	<u>(3,696,184)</u>
15,627,770	13,934,711	38,133,929	36,449,921	34,708,816
0	0	26,000,000	26,000,000	26,000,000
6,547,802	6,205,000	5,845,000	5,470,000	5,080,000
9,079,968	7,729,711	6,288,929	4,979,921	3,628,816
<u>\$128,115,426</u>	<u>\$127,976,390</u>	<u>\$119,956,226</u>	<u>\$121,463,895</u>	<u>\$122,868,310</u>
8.40%	8.49%	8.55%	8.65%	8.74%
\$1,524,393	\$1,507,846	\$1,402,724	\$1,404,931	\$1,405,524
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>\$1,524,393</u>	<u>\$1,507,846</u>	<u>\$1,402,724</u>	<u>\$1,404,931</u>	<u>\$1,405,524</u>
100%	100%	100%	100%	100%

Berea City School District
Demographic and Economic Statistics
Last Ten Years

Year	Population (1)	Total Personal Income (2)	Per Capita Personal Income	Median Household Income	Median Age	Unemployment Rate (3)
2003	55,730	\$1,106,748,953	\$19,859	\$46,642	39.8	6.0%
2004	56,174	1,106,748,953	19,702	46,642	39.8	6.6
2005	57,012	1,106,748,953	19,413	46,642	39.8	6.6
2006	57,012	1,106,748,953	19,413	46,642	39.8	5.6
2007	57,012	1,106,748,953	19,413	50,654	39.8	5.4
2008	55,550	1,106,748,953	19,923	50,654	39.8	5.7
2009	55,550	1,106,748,953	19,923	50,654	39.8	6.6
2010	55,550	1,231,464,090	22,169	50,654	39.8	9.0
2011	56,257	1,358,575,269	24,149	52,800	37.9	8.6
2012	54,251	1,404,216,035	26,126	56,362	40.5	7.7

- (1) U.S. Census Bureau
- (2) Cities of Berea, Middleburg Heights and Brook Park
- (3) Represents Cuyahoga County

Berea City School District
Principal Employers
Current Year and Ten Years Ago

		2012	
Employer	Nature of Business	Number of Employees	Percentage of Total Employment
Southwest General Hospital	Hospital	2,249	19.21%
United Parcel Service	Delivery	1,801	15.38
Department of Interior	Government	1,732	14.79
Baldwin Wallace College	Higher Education	1,267	10.82
Ford Motor Company	Automobile	1,254	10.71
Berea City School District	Education	1,001	8.55
OHNH EMP LLC	Manufacturing	741	6.33
Amerimark Direct LLC	Manufacturing	581	4.96
Marc Glassman, Inc	Warehouse	567	4.84
Berea Children's home	Treatment Facility	514	4.39
Total		<u>11,707</u>	
Total Employment within the School District		<u><u>47,193</u></u>	
		2003	
Employer	Nature of Business	Number of Employees	Percentage of Total Employment
Ford Motor Company	Automobile	3,800	5.04%
NASA	Government	3,600	4.77
Southwest General Hospital	Hospital	2,955	3.92
United Parcel Service	Delivery	2,579	3.42
Sears Roebuck & Company	Retail	979	1.30
Baldwin Wallace College	Higher Education	1,260	1.67
Berea City School District	Education	1,100	1.46
Berea Children's Home	Treatment Facility	595	0.79
Marc Glassman	Warehouse	669	0.89
City of Middleburg Heights	Municipal Government	457	0.61
Total		<u>17,994</u>	
Total Employment within the School District		<u><u>75,430</u></u>	

Sources: Cities of Brookpark and Middleburg Heights, Ohio; Local businesses

Berea City School District
Building Statistics by Function/Program
Last Eight Fiscal Years (1)

	2005	2006	2007	2008	2009	2010	2011	2012
Big Creek Elementary School								
Constructed in 1954								
Total Building Square Footage	116,620	116,620	116,620	116,620	116,620	116,620	116,620	116,620
Enrollment Grades K-6	798	814	813	835	876	764	764	718
Student Capacity	1,010	1,010	1,010	1,010	1,010	1,010	1,010	1,010
Regular Instruction Classrooms	49	49	49	49	\$ 49	49	49	49
Regular Instruction Teachers	43	35	38	42	42	45	35	37
Special Instruction Teachers	7	5	7	7	8	6	6	7
Brookpark Elementary School								
Constructed in 1956								
Total Building Square Footage	96,900	96,900	96,900	96,900	96,900	96,900	96,900	96,900
Enrollment Grades K-6	649	718	587	695	765	673	661	658
Student Capacity	836	836	836	836	836	836	836	836
Regular Instruction Classrooms	56	56	56	56	56	56	56	56
Regular Instruction Teachers	39	30	30	32	30	31	30	32
Special Instruction Teachers	6	5	14	15	14	10	11	9
Brookview Elementary School								
Constructed in 1965								
Total Building Square Footage	53,400	53,400	53,400	53,400	53,400	53,400	53,400	53,400
Enrollment Grades K-6	492	480	493	485	489	480	494	514
Student Capacity	437	437	437	437	437	437	437	437
Regular Instruction Classrooms	31	31	31	31	31	31	31	31
Regular Instruction Teachers	27	25	22	26	24	24	25	26
Special Instruction Teachers	4	5	7	7	5	3	3	4
Fairwood Elementary School (2)								
Constructed in 1948								
Total Building Square Footage	51,876	51,876	51,876	51,876	51,876	0	0	0
Enrollment Grades 7-12	364	367	366	354	346	0	0	0
Student Capacity	419	419	419	419	419	0	0	0
Regular Instruction Classrooms	26	26	26	26	26	0	0	0
Regular Instruction Teachers	19	18	18	19	18	0	0	0
Special Instruction Teachers	3	3	6	6	6	0	0	0
Parknoll Elementary School								
Constructed in 1961								
Total Building Square Footage	41,746	41,746	41,746	41,746	41,746	41,746	41,746	0
Enrollment Grades K-5	275	257	266	309	383	350	378	0
Student Capacity	334	334	334	334	334	334	334	0
Regular Instruction Classrooms	24	24	24	24	24	24	24	0
Regular Instruction Teachers	15	14	14	16	18	16	20	0
Special Instruction Teachers	3	3	6	6	4	3	4	0
Riveredge Elementary School								
Constructed in 1960								
Total Building Square Footage	44,384	44,384	44,384	44,384	44,384	44,384	44,384	0
Enrollment Grades K-6	263	241	221	204	196	169	158	0
Student Capacity	355	355	355	355	355	355	355	0
Regular Instruction Classrooms	25	25	25	25	25	25	25	0
Regular Instruction Teachers	18	15	15	15	12	11	10	0
Special Instruction Teachers	4	2	7	9	8	4	5	0

	2005	2006	2007	2008	2009	2010	2011	2012
Smith Elementary School (2)								
Constructed in 1966								
Total Building Square Footage	42,000	42,000	42,000	42,000	42,000	42,000	42,000	42,000
Enrollment Grades K-6	229	220	192	185	180	480	481	0
Student Capacity	336	336	336	336	336	336	336	0
Regular Instruction Classrooms	21	21	21	21	21	21	21	0
Regular Instruction Teachers	13	11	10	10	9	23	24	0
Special Instruction Teachers	2	2	4	6	7	0	4	0
Grindstone Elementary Schools (2)								
Constructed in 2011								
Total Building Square Footage	NA	105,000						
Enrollment Grades K-6	NA	820						
Student Capacity	NA	820						
Regular Instruction Classrooms	NA	43						
Regular Instruction Teachers	NA	38						
Special Instruction Teachers	NA	10						
Ford Middle School								
Constructed in 1961								
Total Building Square Footage	165,800	165,800	165,800	165,800	165,800	165,800	165,800	165,800
Enrollment Grades 6-8	1,091	1,094	1,030	1,001	1,021	1,000	1,003	1,038
Student Capacity	1,175	1,175	1,175	1,175	1,175	1,175	1,175	1,175
Regular Instruction Classrooms	66	66	66	66	66	66	66	66
Regular Instruction Teachers	59	54	50	52	49	51	48	42
Special Instruction Teachers	11	11	13	13	13	13	11	14
Roehm Middle School								
Constructed in 1956								
Total Building Square Footage	133,804	133,804	133,804	133,804	133,804	133,804	133,804	133,804
Enrollment Grades 6-8	749	665	666	639	630	627	631	777
Student Capacity	1,163	1,163	1,163	1,163	1,163	1,163	1,163	1,163
Regular Instruction Classrooms	47	47	47	47	47	47	47	47
Regular Instruction Teachers	38	33	33	34	36	29	32	40
Special Instruction Teachers	9	8	8	8	7	8	8	9
Berea High School								
Constructed in 1928								
Total Building Square Footage	264,266	264,266	264,266	264,266	264,266	264,266	264,266	264,266
Enrollment Grades 9-12	1,254	1,261	1,342	1,193	1,100	1,065	1,100	1,170
Student Capacity	1,582	1,582	1,582	1,582	1,582	1,582	1,582	1,582
Regular Instruction Classrooms	67	67	67	67	67	67	67	67
Regular Instruction Teachers	54	55	55	55	50	42	45	45
Special Instruction Teachers	14	12	15	17	18	16	13	12
Midpark High School								
Constructed in 1962								
Total Building Square Footage	236,563	236,563	236,563	236,563	236,563	236,563	236,563	236,563
Enrollment Grades 9-12	1,347	1,409	1,453	1,396	1,377	1,430	1,348	1,426
Student Capacity	1,418	1,418	1,418	1,418	1,418	1,418	1,418	1,418
Regular Instruction Classrooms	55	55	55	55	55	55	55	55
Regular Instruction Teachers	61	60	60	63	65	72	65	60
Special Instruction Teachers	12	11	13	18	15	11	12	11

(1) Information prior to 2005 is not available

(2) Mobile units were added to Smith Elementary property, during the 2009-2010 and 2010-2011 school year, to compensate for the additional students from Fairwood Elementary. These students will transition into the new Grindstone Elementary in the 2012 school year.

Source: School District's Records

Berea City School District
Per Pupil Cost
Last Ten Fiscal Years

Fiscal Year	Expenses	Enrollment	Cost Per Pupil	Percentage Change	Teaching Staff	Pupil/Teacher Ratio	Percentage of Students Receiving Free and Reduced Lunch
2003	\$73,052,592	7,597	\$9,616	(0.46) %	538	14.1	17.74
2004	80,087,164	7,630	10,496	(8.39)	538	14.2	21.27
2005	76,078,617	7,511	10,129	3.63	532	14.1	23.8
2006	77,373,241	7,526	10,281	(1.48)	535	14.1	24.89
2007	73,892,821	7,429	9,947	3.36	537	13.8	27.39
2008	90,002,891	7,375	12,204	(18.50)	554	13.3	28.31
2009	90,579,034	7,181	12,614	(3.25)	513	14.0	29.21
2010	96,939,959	7,098	13,657	(7.64)	528	13.4	34.5
2011	97,138,373	7,018	13,841	(1.33)	495	14.2	37.5
2012	94,762,096	7,121	13,307	4.01	506	14.1	33.8

Source: School District Records
Ohio Department of Education

Berea City School District
Attendance and Graduation Rates
Last Ten School Years

Fiscal Year	Berea Attendance Rate	State Average	Berea Graduation Rate	State Average
2003	94.90%	94.50%	94.20%	82.80%
2004	95.30	94.50	94.00	84.30
2005	95.20	94.30	94.00	85.90
2006	95.00	94.10	93.00	86.20
2007	95.10	94.10	93.80	86.10
2008	94.90	94.20	92.70	86.90
2009	95.00	94.30	92.60	84.60
2010	94.30	94.30	94.30	84.60
2011	95.30	93.00	91.10	90.00
2012	95.30	93.00	91.10	90.00

Source: Ohio Department of Education Local Report Cards

Berea City School District
Full-Time Equivalent School District Teachers by Education
Last Ten Fiscal Years

Degree	2003	2004	2005	2006	2007
Bachelor's Degree	41	65	82	56	57
Bachelor + 15	53	18	14	19	21
Bachelor + 30	45	38	35	27	28
Master's Degree	292	272	313	254	331
Master + 15	96	93	29	89	40
Master + 30	42	24	22	51	24
PhD	43	28	37	39	36
Total	612	538	532	535	537

Source: School District Records

2008	2009	2010	2011	2012
66	56	51	42	67
30	16	14	9	20
33	43	40	32	25
296	309	329	322	317
55	35	41	40	47
39	20	16	14	16
35	34	37	36	14
554	513	528	495	506

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

Fiscal Year	Berea Average	State Average
2003	14.1%	16.6%
2004	14.2	18.5
2005	14.1	18.5
2006	14.1	18.6
2007	13.8	19.6
2008	13.3	18.6
2009	14.0	18.6
2010	13.4	19.4
2011	14.2	18.5
2012	14.1	NA

Source: The Student/Teacher ratio can be found on S31.
 NA - Information not available for fiscal year 2012.

Berea City School District
School District Employees by Function/Program
Last Eight Fiscal Years

Function/Program	2004	2005	2006	2007	2008
Regular Instruction					
Elementary Classroom Teachers	172.00	189.00	168.00	174.00	174.00
Middle School Classroom Teachers	98.00	105.00	98.00	100.00	100.00
High School Classroom Teachers	117.50	122.00	120.00	121.00	120.50
Special Instruction					
Elementary Classroom Teachers	28.00	24.50	26.50	43.00	45.00
Gifted Education Teachers	5.50	5.50	4.00	4.00	4.00
Middle School Classroom Teachers	31.00	31.00	34.00	30.50	29.00
High School Classroom Teachers	26.00	22.50	22.00	28.00	28.50
Vocational Instruction					
High School Classroom Teachers	8.00	5.50	6.00	4.50	4.50
Pupil Support Services					
Guidance Counselors	18.00	17.00	17.00	16.50	16.50
Librarians	9.00	9.00	8.00	6.00	6.00
Psychologists	3.00	3.00	3.00	3.00	4.00
Speech and Language Pathologists	16.00	13.50	12.00	13.00	13.00
Non-Teaching Support Staff Central	9.00	9.00	3.00	4.00	5.00
Instructional Support Service					
Non-Teaching Support Staff Elementary	100.00	86.00	86.00	85.50	86.00
Non-Teaching Support Staff Middle	43.00	39.00	38.00	36.00	35.00
Non-Teaching Support Staff High	40.00	37.00	35.00	30.50	28.00
Non-Teaching Support Staff Central	3.50	2.50	5.50	6.00	6.00
Administration					
Elementary	8.50	7.50	7.00	10.00	10.00
Middle School	6.50	7.00	5.00	6.00	6.00
High School	8.00	8.00	6.00	8.00	8.00
Central	2.00	2.00	1.00	1.00	1.00
Non-Teaching Support Staff	15.00	15.00	22.00	27.00	27.00
Business					
Central	3.00	3.00	3.00	3.00	3.00
Fiscal					
Treasurer Department	7.50	7.50	7.50	7.00	7.00
Operation of Plant					
Custodial Dept.	83.00	75.00	73.00	68.00	68.00
Maintenance Dept.	18.00	18.00	15.00	14.00	17.00
Pupil Transportation					
Bus Drivers	67.00	65.00	61.00	61.00	60.00
Bus Aides	8.00	8.00	9.00	9.00	6.50
Mechanics	5.00	5.00	5.00	5.00	5.00
Transportation support staff	4.00	4.00	4.00	4.00	4.00
Central					
Community Relations	2.00	2.00	2.50	2.50	2.50
Technology	20.00	19.00	17.00	17.00	16.00
Personnel	5.00	5.00	5.00	5.00	5.00
Extracurricular					
Athletic Department	5.00	3.00	2.00	2.00	2.00
Food Service Program					
Elementary	26.00	35.00	34.00	34.00	34.00
Middle	17.00	16.00	13.00	14.00	14.00
High School	22.00	18.00	15.00	16.00	16.00
Central	2.00	2.00	2.00	2.00	2.00
Adult Education/Community Service					
Preschool	9.00	9.00	11.50	11.50	11.00
Extended Care	29.00	32.00	34.50	32.00	31.00
Adult Education	2.00	1.00	2.00	2.00	2.00
Totals	<u>1,102.00</u>	<u>1,088.00</u>	<u>1,043.00</u>	<u>1,066.50</u>	<u>1,063.00</u>

Method: Using 1.0 for each full-time employee and 0.50 for each part-time and seasonal employee

2009	2010	2011	2012
151.00	154.00	137.00	137.00
88.00	85.00	82.00	83.00
118.00	114.00	108.00	108.00
47.00	36.00	60.00	47.00
4.00	5.00	5.00	5.00
28.50	29.00	28.00	30.00
33.50	28.00	25.00	24.00
7.00	7.00	5.00	7.00
16.50	17.00	18.00	18.00
6.00	7.00	5.50	6.00
4.00	4.00	4.00	4.00
12.00	13.00	13.00	16.00
5.00	5.00	5.00	4.00
81.50	92.00	75.50	54.00
38.00	32.00	33.00	29.00
33.00	33.00	33.00	38.00
9.00	9.00	9.00	8.00
10.00	10.00	8.00	7.00
6.00	6.00	6.00	6.00
8.00	8.00	8.00	8.00
2.00	2.00	2.00	2.00
18.00	18.00	18.00	24.00
3.00	3.00	3.00	3.00
7.00	7.00	7.00	7.00
65.00	65.00	61.00	46.00
16.00	16.00	16.00	16.00
46.50	45.00	45.00	62.00
7.00	7.00	12.00	15.00
5.00	5.00	5.00	5.00
4.00	4.00	3.00	3.00
2.50	2.00	2.00	2.00
18.00	18.00	16.00	14.00
5.00	5.00	5.00	4.00
2.00	2.00	4.00	4.00
16.50	16.50	14.00	14.00
16.50	16.50	14.00	14.00
11.00	11.00	11.00	11.00
1.00	1.00	1.00	1.00
11.00	11.00	12.00	12.00
24.00	24.00	18.00	25.00
2.00	2.00	0.00	0.00
<u>989.00</u>	<u>975.00</u>	<u>937.00</u>	<u>923.00</u>



Dave Yost • Auditor of State

BEREA CITY SCHOOL DISTRICT

CUYAHOGA COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
JANUARY 15, 2013**