

**BEREA CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

SINGLE AUDIT

FOR THE YEAR ENDED JUNE 30, 2000



JIM PETRO
AUDITOR OF STATE

STATE OF OHIO

**BEREA CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

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Berea City School District
Cuyahoga County
Schedule of Federal Awards Expenditures
For the Year Ended June 30, 2000 (1)

Federal Grantor / Pass Through Grantor / Program Title	Pass Through Entity Number	Federal CFDA Number	Program Award Amount	Receipts	Non-Cash Receipts	Expenditures	Non-Cash Expenditures
U.S. Department of Agriculture <i>Passed Through Ohio Department of Education</i>							
Nutrition Cluster:							
Food Distribution Program (2)	Not Available	10.550	N / A		\$93,367	\$4,869	\$96,403
National School Breakfast Program	043612-05 / PU 99	10.553	N / A	\$4,869		13,862	
	043612-05 / PU 00	10.553	N / A	13,862		71,197	
National School Lunch Program	043612-03 / PU 99	10.555	N / A	71,197		202,293	
	043612-03 / PU 00	10.555	N / A	202,293		292,221	96,403
Total U.S. Department of Agriculture - Nutrition Cluster				292,221	93,367	292,221	96,403
U.S. Department of Education <i>Passed Through Ohio Department of Education</i>							
Adult Basic Education	043612-AB-S1-99C	84.002	\$0	0		319	
Total Adult Basic Education			0	0		319	
Education Economic Security Act	043612-MS-S1-99P	84.281	23,303			13,879	
	043612-MS-S1-99		24,125	24,125		3,543	
	043612-MS-S1-00		24,420	7,326		0	
Total Economic Security Programs			71,848	31,451		17,422	
Special Education Cluster							
Special Education Grants to States	043612-6B-SF-99P	84.027	492,476	0		58,229	
Assistance of Handicapped Children (Title VI B)	043612-6B-SF-00P		562,485	562,485		521,917	
Special Education - Preschool Grant	043612-PG-S1-99P	84.173	36,504	0		2,270	
	043612-PG-S1-00P		36,855	34,271		33,876	
Total Special Education Cluster			1,128,320	596,756		616,292	

Continued

Berea City School District
Cuyahoga County
Schedule of Federal Awards Expenditures
For the Year Ended June 30, 2000 (1)

Federal Grantor / Pass Through Grantor / Program Title	Pass Through Entity Number	Federal CFDA Number	Program Award Amount	Receipts	Non-Cash Receipts	Expenditures	Non-Cash Expenditures
Grants to Local Education Agencies ESEA Title I	043612-C1-S1-99 043612-C1-S1-99C 043612-C1-S1-00	84.010	288,610 0 288,610 <u>577,220</u>	40,654 0 254,278 <u>294,932</u>		30,028 12,686 250,846 <u>293,560</u>	
Total Grants to Local Education Agencies - ESEA Title I							
Chapter II Consolidation of Federal Programs For Elementary and Secondary Education Innovative Education Program Strategy	043612-C2-S1-98C 043612-C2-S1-99 043612-C2-S1-99C 043612-C2-S1-00	84.298	0 39,036 0 43,942 <u>82,978</u>	0 5,852 0 43,942 <u>49,794</u>		1,135 9,622 0 32,603 <u>43,360</u>	
Total Chapter II Programs							
Title VI R Consolidation of Federal Programs For Elementary Class Size Reduction	043612-CR-S1-2000	84.340	<u>69,587</u>	<u>69,587</u>		<u>62,418</u>	
Total Title VI R Programs							
Drug Free Schools	043612-DR-S1-98C 043612-DR-S1-99 043612-DR-S1-99C 043612-DR-S1-00	84.186	0 41,548 0 33,796 <u>75,344</u>	0 4,320 0 29,275 <u>33,595</u>		1,159 5,307 2,881 23,864 <u>33,211</u>	
Total Drug Free Schools							
Emergency Immigrant Education Program	043612-EI-S1-00	84.162	<u>2,320</u>	<u>2,320</u>		<u>1,621</u>	
Total Emergency Immigrant Education Program							
Technical Literacy Challenge Fund	043612-TF-23-99P 043612-TF-24-00P 043612-TF-25-00P 043612-TF-VM-00P	84.318	162,500 37,500 25,000 27,000 <u>252,000</u>	0 37,500 25,000 27,000 <u>89,500</u>		10,543 36,455 0 26,738 <u>73,736</u>	
Total Technical Literacy Challenge Funds							
Total U.S. Department of Education			<u>2,259,617</u>	<u>1,167,935</u>		<u>1,141,939</u>	

Continued

Berea City School District
Cuyahoga County
Schedule of Federal Awards Expenditures
For the Year Ended June 30, 2000 (1)

Federal Grantor / Pass Through Grantor / Program Title	Pass Through Entity Number	Federal CFDA Number	Program Award Amount	Receipts	Non-Cash Receipts	Expenditures	Non-Cash Expenditures
<u>Corporation For National and Community Services</u>							
<i>Passed Through Ohio Department of Education</i>							
Learn and Service America Planning Grant	043612-SV-S2-99	94.004	3,000			2,937	
	043612-SV-S2-00		14,724	14,724		10,178	
Total Corporation For National and Community Service			17,724	14,724		13,115	
<u>Department of Health and Human Services</u>							
<i>Passed Through Ohio Department of Education</i>							
Dependent Care Grant	043612-DC-S1-98	93.673	11,630				
Total Department of Health and Human Services			11,630				
<u>Department of Labor</u>							
<i>Passed Through Ohio Department of Education</i>							
School To Work	043612-WK-BE-99	17.249	20,000			15,699	
	043612-WK-BE-00		13,737			13,737	
Total Department of Labor			33,737			29,436	
Total Federal Financial Assistance			<u>\$2,322,708</u>	<u>\$1,474,880</u>	<u>\$93,367</u>	<u>\$1,476,711</u>	<u>\$96,403</u>

(1) This Schedule of Federal Awards Expenditures is a summary of the activity of the District's federal award programs. The schedule has been prepared on a cash basis of accounting.
(2) Nonmonetary assistance is reported in the schedule at the fair market value of the commodities received and distributed. Monies are commingled with State of Ohio grants. It is assumed federal monies are expended first. At June 30, 2000, the District had no significant food commodities in inventory.

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OFFICE OF THE AUDITOR
JIM PETRO, AUDITOR OF STATE

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

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

We have audited the financial statements of the Berea City School District, Cuyahoga County, Ohio, (the District) as of and for the year ended June 30, 2000, and have issued our report thereon dated November 30, 2000, wherein we noted the District implemented Governmental Accounting Standards Board Interpretation 6. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

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

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that do not require inclusion in this report, that we have reported to management of the District in a separate letter dated November 30, 2000.

Berea City School District
Cuyahoga County
Report on Compliance and on Internal Control Required by
Government Auditing Standards
Page 2

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

Jim Petro
Auditor of State

November 30, 2000



STATE OF OHIO
OFFICE OF THE AUDITOR
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**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR
FEDERAL PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE
IN ACCORDANCE WITH OMB CIRCULAR A-133**

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

Compliance

We have audited the compliance of the Berea City School District, Cuyahoga County, Ohio, (the District) with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement* that are applicable to its major federal program for the year ended June 30, 2000. The District's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal program is the responsibility of the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

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

In our opinion, the District complied, in all material respects, with the requirements referred to above that are applicable to its major federal programs for the year ended June 30, 2000.

Internal Control Over Compliance

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

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted other matters involving the internal control over federal compliance that do not require inclusion in this report, that we have reported to management of the District in a separate letter dated November 30, 2000.

Schedule of Federal Awards Expenditures

We have audited the basic financial statements of the District as of and for the year ended June 30, 2000, and have issued our report thereon dated November 30, 2000, wherein we noted the District implemented Governmental Accounting Standards Board Interpretation 6. Our audit was performed for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying schedule of federal awards expenditures is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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

Jim Petro
Auditor of State

November 30, 2000

BEREA CITY SCHOOL DISTRICT
 CUYAHOGA COUNTY
 JUNE 30, 2000

SCHEDULE OF FINDINGS
 OMB CIRCULAR A -133 § .505

1. SUMMARY OF AUDITOR'S RESULTS
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(d)(1)(i)	Type of Financial Statement Opinion	Unqualified
(d)(1)(ii)	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(1)(ii)	Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Was there any reported material non-compliance at the financial statement level (GAGAS)?	No
(d)(1)(iv)	Were there any material internal control weakness conditions reported for major federal programs?	No
(d)(1)(iv)	Were there any other reportable internal control weakness conditions reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion?	Unqualified
(d)(1)(vi)	Are there any reportable findings under § .510?	No
(d)(1)(vii)	Major Programs (list):	Special Education Cluster/ CFDA # 84.027 and 84.173
(d)(1)(viii)	Dollar Threshold: Type A/B Programs	Type A: > \$ 300,000 Type B: > \$100,000
(d)(1)(ix)	Low Risk Auditee?	Yes

**BEREA CITY SCHOOL DISTRICT
CUYAHOGA COUNTY
JUNE 30, 2000**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505**

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

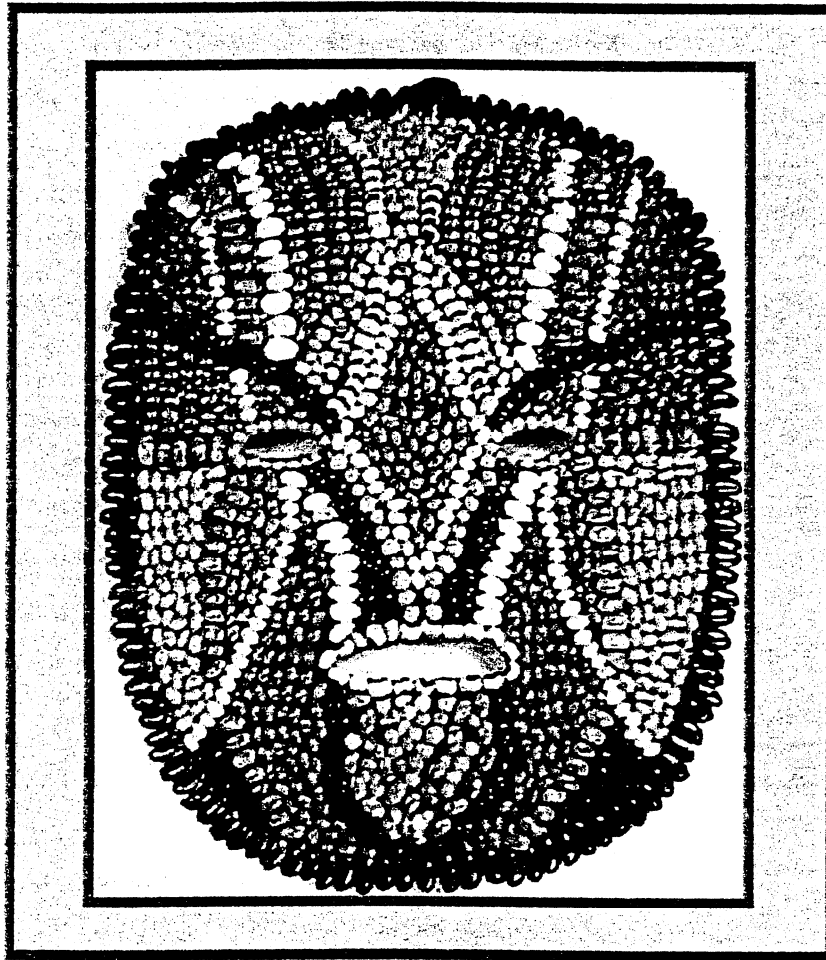
NONE

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

NONE

Berea City School District

**Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2000**



**Mike R
Snow School
Art Instructor: Debra Hudson**

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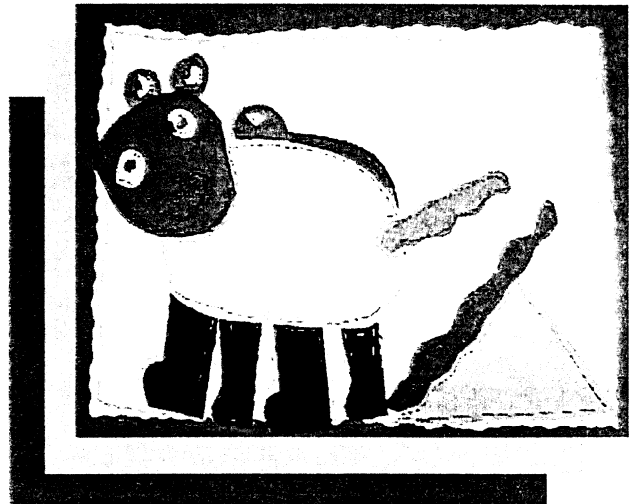
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Berea, Ohio City School District

Comprehensive Annual Financial Report For the Fiscal Year Ended June 30, 2000

**Andrew O'Neill
Riveredge Elementary School
Grade Kindergarten
Art Instructor: Connie Stidham**



**Tommy Cucinotta
Brookpark Memorial Elementary School
Grade 5
Art Instructor: Jeanne Heywood**

issued by: Treasurer's Office

William Bornhauser, Treasurer

Dale Cummins, Assistant Treasurer

Berea City School District
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November 30, 2000

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

**Berea
City
School
District**

*Berea
Brook Park
Middleburg
Heights*

We are pleased to submit to you the tenth Comprehensive Annual Financial Report (CAFR) of Berea City School District. This CAFR, which includes an opinion from the Auditor of the State of Ohio, conforms to generally accepted accounting principles as applicable to governmental entities. Responsibility for the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the School District. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds of the School District. This report will provide the taxpayers of Berea City School District with comprehensive financial data in a format enabling them to gain an understanding of the School District's financial affairs. Copies will be made available to the Cuyahoga County Public Library, major taxpayers, financial rating services and other interested parties.

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

1. The Introductory Section, which contains a Table of Contents, Letter of Transmittal, Government Finance Officer's Association (GFOA) Certificate of Achievement, List of Principal Officials and an Organizational Chart of the School District.
2. The Financial Section, which begins with the Independent Accountants' Report, and includes the Management's Discussion and Analysis, the Basic Financial Statements and Notes providing an overview of the School District's financial position and operating results, the Combining Statements by Fund Type, and other schedules providing detailed information relative to the Basic Financial Statements.
3. The Statistical Section, which presents social and economic data, financial trends and the fiscal capacity of Berea City School District.

*James V. Connell, Ph.D.
Superintendent of Schools*

*William Bornhauser
Treasurer*

School District Organization

Berea City School District is one of the 612 school districts in the State of Ohio and one of 31 school districts in Cuyahoga County. The School District provides education to 7,814 students in grades kindergarten through twelfth. Additionally, the School District provides preschool, after school, adult and community education services to a large number of students. 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, and Berea and small portions of the cities of Olmsted Falls and Cleveland.

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

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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 and Section 119.01 of the Ohio Revised Code, to provide education services prescribed by State and/or Federal agencies.

Reporting Entity

The School District has reviewed its operating entity definition in order to insure 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 the organizations fiscally dependent on the School District. Polaris Career Center, the Educational Community Foundation and the Ohio Schools Council 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 School District contains an amalgamation of communities. 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 and two engine plants. Total employment by the three plants is more than 4,500 people. 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 College.

The portion of the School District containing all of Middleburg Heights is primarily a suburban residential community. 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.

Also located within this portion of the School District is United Parcel Service, Incorporated, which employs approximately 1,100 employees, and Southwest General Hospital, which employs approximately 1,800 employees.

Major Initiatives

For the Year Berea City School District has a guardedly optimistic outlook for the future. The voters approved an additional 5.9 mill continuing operating levy in May 1999. Collection began in January 2000. The last operating levy was passed in 1993. The real property tax system in Ohio does not permit school districts to receive additional tax revenue solely as a result of reassessment or reappraisal. As a result, real property tax revenue increases very little. The primary means of increasing revenue for Berea City School District is through an additional operating levy, requiring voter approval.

Further indicating voter support, a 1.0 mill continuing permanent improvement levy was passed in November 1996. Beginning collection in January 1997, this levy is allowing the School District to address ongoing facility needs. The annual revenue from this levy, approximately \$1.8 million, equals the depreciation expense of the District.

State funding, specifically funding for general operations, remains unclear for future years. In March 1997, the Ohio Supreme Court ruled the present system of funding Ohio schools to be unconstitutional. The State legislature was directed to adequately fund schools without reducing funds to tax dependent schools such as Berea City Schools. In May 2000 the Ohio Supreme Court reviewed the State's efforts since 1997 and indicated the State had not met the constitutional requirements. The uncertainty concerning State funding continues.

Primary accomplishments for 2000 were as follows:

Financial

Began assuring the 5.9 mill operating levy will improve net assets and assure stable fiscal operations for several years.

Received the Government Finance Officers Association (GFOA) Distinguished Budget Award for the fourth consecutive year.

Received the Certificate of Excellence in Financial Reporting from the Government Finance Officer's Association (GFOA), for the ninth consecutive year. Prepared the fiscal year 1999 CAFR following the new reporting model specified by the Governmental Accounting Standards Board.

Instruction

Improved student access to technology through enhanced wiring, increased availability of computers and additional training.

Continued to change special education process to assure students are part of the regular school experience.

Community

Expanded collaborative work and programs at the Tri-City Senior Center which are designed to share experiences among students and older community residents, including the Intergenerational Art Exhibit and World War II video and interviews.

Expand health services to students through a contract with Southwest General Health Center.

The Community Educational Foundation provided its first grants to students and staff for education and instructional programs and expanded its endowment.

For the Future Our primary focus continues to be on the educational program. 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 2001 are:

Financial

Receive the Government Finance Officer's Association (GFOA) Distinguished Budget Award for the 2001 appropriation.

Improve the fiscal self-sufficiency of the Preschool/Extended Care Programs.

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 2000 Comprehensive Annual Financial Report based on the new reporting model for the second year.

Continue to carefully monitor and impact, where possible, the Ohio Supreme Court's decision regarding school funds and the legislative implementation of solutions.

Instruction

Meet targets for proficiency test standards in grades 4, 8, 10 and 12.

Meet by 20 percent the number of students taking Algebra in the eighth grade.

Complete the final phases of library renovation projects in the District.

Service Efforts There are currently twenty-eight members on the School District's Business Advisory Council (the Council). The overall focus of the Council is to establish a mutual working relationship between business and school communities, where both parties gain additional information and skills. The Council has four subcommittees to help in promoting school/business involvement: the Learning Integrating Networking Communicating (LINC) Team, which works to bring interested staff and business members together; a membership subcommittee to promote partnerships within the business community; a communications subcommittee to provide ongoing publicity and information; and a student subcommittee to involve students in planning business involvement.

Through its Ford Academy of Manufacturing Sciences Program, developed in cooperation with Ford Motor Company, the School District offers an extensive two-year curriculum for high school students. An integral part of this program is an internship in a manufacturing environment during the summer between a student's junior and senior year.

The School District has established a separate Educational Community Foundation intended to enhance learning and service opportunity for all young people served by the School District.

The School District has an ongoing partnership with Southwest General Hospital, located in Middleburg Heights, providing student health, athletic training and mental health services. The hospital's physicians council has provided significant medical assistance to students unable to afford such services as well as classroom guidance on health related issues.

The School District also participates on the Quality Communities Partnership, a group representing all major cities, communities, schools, and employers in the Southwestern Cleveland suburbs. This group has enhanced student technology, community technology and health services and is involved in many other innovations intended to link various groups to enhance the quality of life for citizens.

Financial Information

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

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

At the beginning of each fiscal year, the Board of Education adopts a temporary appropriation measure for that fiscal year. By Statute, permanent appropriations must be adopted upon receipt from the County Auditor of an amended certificate of estimated resources based on final assessed values and tax rates. The School District adopts the permanent appropriation measure in September.

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

All disbursements and transfers of cash between funds require appropriation authority from the Board. Budgets are controlled at the object account level within a function and fund. All purchase order requests must be approved by the site administrator, Assistant Superintendent or appropriate central office director and be certified by the Treasurer; necessary funds are then encumbered and purchase orders released to vendors. Those requests which exceed the available appropriations are rejected until additional appropriations are secured.

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

Each administrator and school principal is furnished monthly reports showing the status of the budget accounts for which they are responsible. In addition, an on line inquiry system is available at each cost center site. As an additional safeguard, all employees are covered by a blanket bond, and certain individuals in policy-making roles are covered by a separate, higher limit bond.

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

Financial Condition This is the second year the School District has prepared financial statements following GASB Statement 34, "Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments." GASB 34 creates new basic financial statements for reporting on the School District's financial activities as follows:

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

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

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

As part of this new reporting model, management is responsible for preparing a Discussion and Analysis of the School District. This discussion follows this letter of transmittal, providing an assessment of the School District's finances for 2000 and the outlook for the future. Because that discussion focuses on major funds, other nonmajor funds are discussed briefly in this letter.

Financial Highlights - Internal Service Fund The only internal service fund carried on the financial records of the School District is related to self-insurance. This fund accounts for the revenues and expenses related to the provision of dental, vision and medical benefits to School District employees. Effective October 1, 1997 the School District implemented a medical self-insurance program. The internal service fund had net assets of (\$34,364) at June 30, 2000, compared with net assets of \$362,859 at June 30, 1999, reflecting a net decrease of \$397,223.

Financial Highlights - Fiduciary Funds The trust fund carried on the financial records of the School District is a private purpose trust fund that has net assets totaling \$13,187 at June 30, 2000.

Cash Management

The Board pursues an aggressive cash management program by expediting the receipt of revenues and prudently depositing and investing available cash balances. The cash management program is beneficial because of access to daily balances which enables the Board to maintain minimum balance accounts and invest to the maximum extent. The total amount of interest earned was \$787,888 for the year ended June 30, 2000, \$706,612 being credited directly to the general fund.

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

During fiscal year 2000, investments were limited to Federal Home Loan Bank Bonds, Federal Farm Credit Discount Notes, Federal Home Loan Mortgage Notes, Federal National Mortgage Notes, Certificates of Deposit, overnight Repurchase Agreements, Victory Money Market mutual fund and Star Ohio.

Risk Management

The School District manages the dental/vision benefits for its employees on a self-insured basis. A third party administrator processes and pays the claims. Because the maximum payment per participant is limited in both the dental and vision plans, no individual or aggregate stop-losses are necessary. During 1997, the School District converted its fully insured health insurance plan to a self-insured plan. The School District funds the plan by charging each appropriate fund premium amounts per employee.

The School District uses the State Workers' Compensation plan and pays the premium based on a rate per \$100 of salaries. The School District is a member of Ohio School Boards Association Workers' Compensation Group Rating Program. The projected savings show a fifteen percent reduction in the workers' compensation premium.

The School District contracts for general liability insurance with a \$5,000,000 limit and a \$250 deductible. The School District also carries a single occurrence \$2,000,000 limit for professional liability, \$5,000,000 aggregate and no deductible.

Independent Audit

State statutes require the School District to be subjected to an annual examination by an independent auditor. Independent auditor Jim Petro, Auditor of State, was selected to render an opinion on the School District's financial statements as of June 30, 2000. An annual audit serves to maintain and strengthen the School District's accounting and budgetary controls. Pursuant to statute, the State prescribed a uniform accounting system to standardize accounting classification and financial reporting for all governments in Ohio. The School District adopted and has been in conformance with that system beginning with its financial report for the 1979 year.

Awards

GFOA Certificate of Achievement The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Berea City School District for its comprehensive annual financial report for the year ended June 30, 1999.

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 Berea City School District is proud to have both staff and students receive State and national recognition for their accomplishments. Since 1984, 28 students have been named National Merit finalists, and 32 more students were semi-finalists. The United States Department of Education has recognized Berea High School as one of the best high schools in the nation. Brookpark Memorial and Riveredge Elementary Schools have been selected as two of Ohio's Hall of Fame Schools. Several teachers have received national recognition as recipients of the "Presidential Award for Excellence in Science and Mathematics Teaching."

Acknowledgments

This Comprehensive Annual Financial Report represents one of the first school districts in the United States to report its finances based upon the new financial reporting model. The goal is to continuously improve our financial accountability to our citizens.

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 worked long and hard to make this document a reality.

Finally, our thanks is extended to the Board of Education where the commitment to excellence begins. As pianist Keith Jarrett has said, "The only standards worth having are the highest."

Respectfully submitted,



William Bornhauser
Treasurer



Dr. James V. Connell
Superintendent

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Berea, Ohio City School
District, Ohio

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

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.



Anne Spray Kinney
President

Jeffrey L. Essler
Executive Director

Berea City School District Principal Officials

Board of Education

Mr. David Thureau President
Mr. David Pusti..... Vice-President
Mrs. Dorothy Fabrizi Member
Mr. Robert Drake..... Member
Mrs. Gale Patten Member

Treasurer

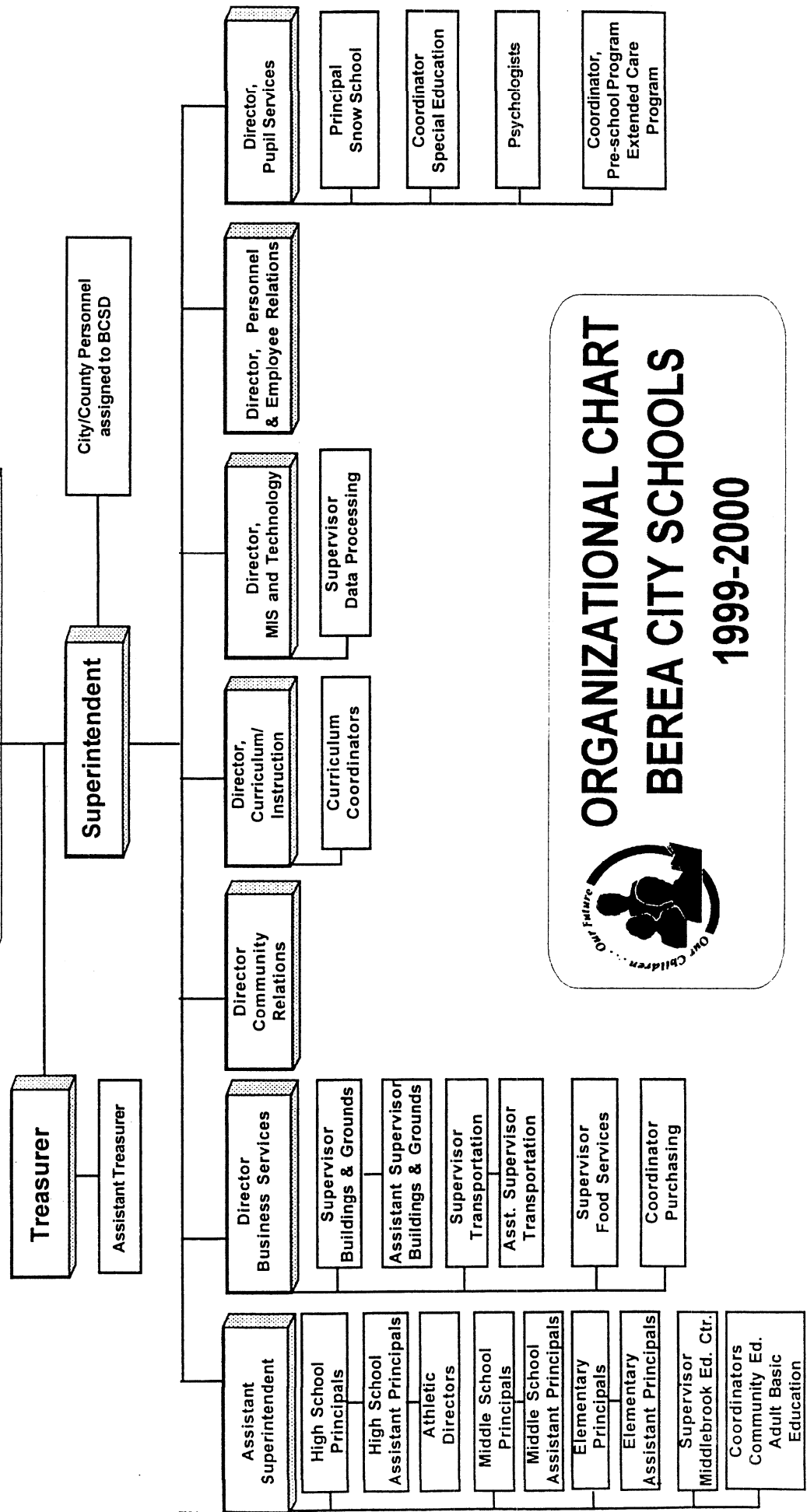
Mr. William Bornhauser

Administration

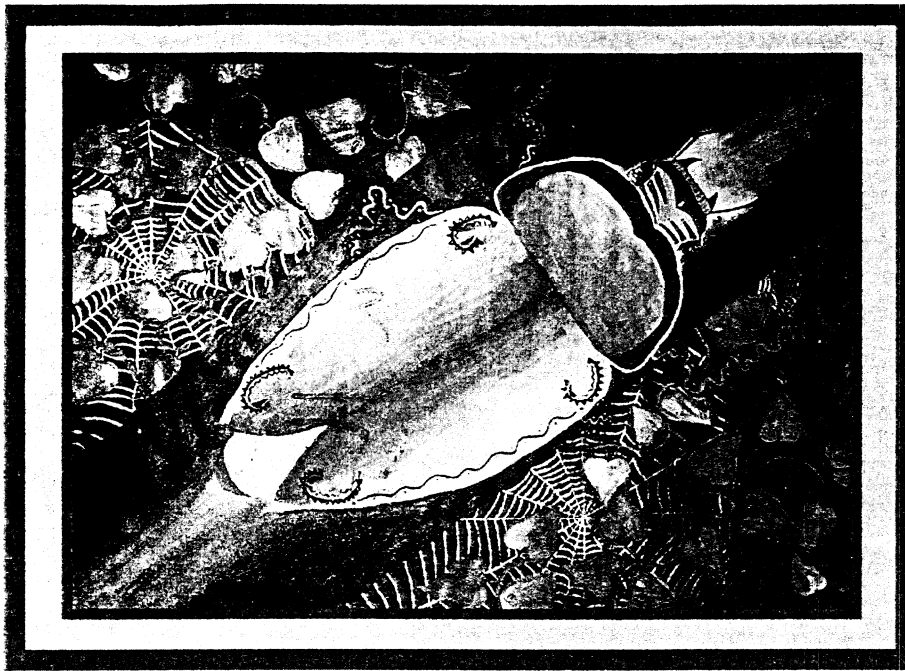
Dr. James V. Connell..... Superintendent
Mr. Derran Wimer Assistant Superintendent
Mr. Kenneth Clickenger..... Director, Business Services
Mr. Robert Snedeker..... Director, Secondary Education and M.I.S.
Ms. Donna Lambert..... Director, Personnel and Employee Relations
Mrs. Jennie Adams Director, Pupil Personnel
Mrs. Nancy Braford..... Director, School/Community Relations

RESIDENTS OF THE DISTRICT

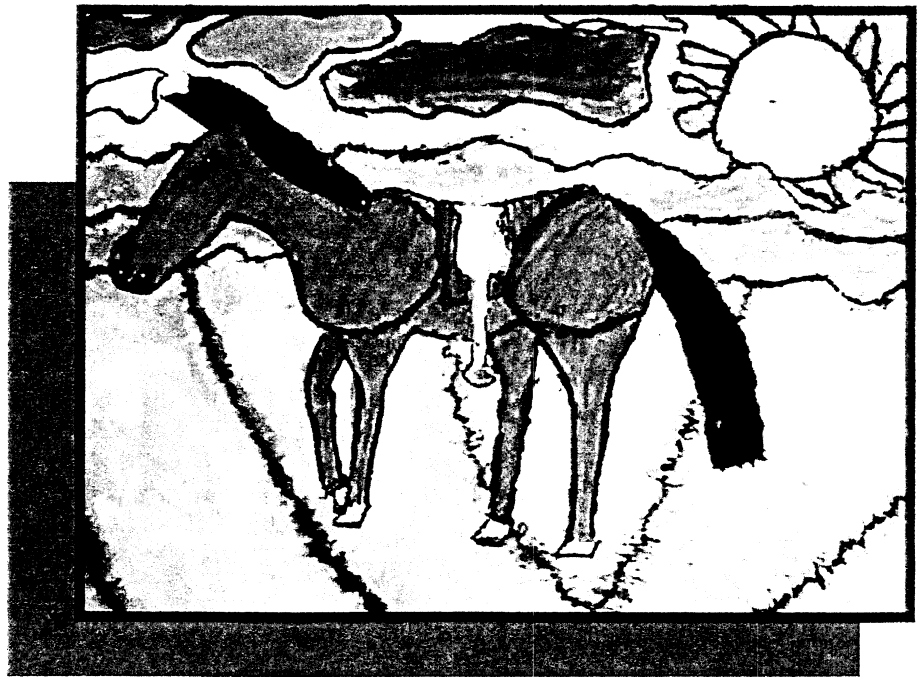
BOARD OF EDUCATION



ORGANIZATIONAL CHART
BEREA CITY SCHOOLS
 1999-2000



Lillian Davis
Berea High School
Grade 12
Art Instructor: Mary Ann Linek



Lynnsey Perruchon
Riveredge Elementary School
Grade 4
Art Instructor: Connie Stidham



STATE OF OHIO
OFFICE OF THE AUDITOR
JIM PETRO, AUDITOR OF STATE

Lausche Bldg
615 W Superior Ave
Floor 12
Cleveland OH 44113 - 1801
Telephone 216-787-3665
800-626-2297
Facsimile 216-787-3361
www.auditor.state.oh.us

INDEPENDENT ACCOUNTANTS' REPORT

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

We have audited the accompanying basic financial statements of the Berea City School District, Cuyahoga County, Ohio, (the District) as of and for the year ended June 30, 2000, as listed in the table of contents. These basic financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these basic financial statements based on our audit.

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

As described in Note 21 to the basic financial statements, the District adopted Governmental Accounting Standards Board Interpretation 6 as of and for the year ended June 30, 2000.

In our opinion, the basic financial statements referred to above present fairly, in all material respects, the financial position of the Berea City School District, Cuyahoga County, Ohio, as of June 30, 2000, and the results of its operations and the cash flows of its business type activities for the year then ended in conformity with generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 30, 2000 on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

The Management's Discussion and Analysis is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion thereon.

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

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

A handwritten signature in black ink, appearing to read "Jim Petro", with a large, stylized flourish at the end.

Jim Petro
Auditor of State

November 30, 2000

Berea City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2000
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, 2000. 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, notes to the basic financial statements and financial statements to enhance their understanding of the School District's financial performance.

Financial Highlights

Key financial highlights for 2000 are as follows:

Overall:

Total net assets decreased \$2.2 million, \$2.1 million in Governmental Activities and \$.1 million in Business Type Activities.

Total revenue decreased to \$65.8 million from \$67.2 million in 1999, a decrease of \$1.4 million. This is the result of a decrease in Governmental Activities of \$1.7 million and an increase in Business Type Activities of \$.1 million.

Total program expenses were \$67.9 million, \$64.9 million in Governmental Activities, \$3.0 million in Business Type Activities. Total program expenses increased from \$65.9 million in 1999.

Outstanding debt decreased to \$13.0 million from \$14.8 million in 1999.

Governmental Activities:

While total revenue decreased from \$64.5 million in 1999 to \$62.8 million in 2000, revenues directed to specific programs (program revenue) increased from \$4.6 million to \$4.9. General revenue accounted for 92% of all Governmental revenue.

Program expenses increased from \$63 million to \$64.9 million, a 3% increase. A \$1 million increase in Operation and Maintenance of Plant reflects most of this change.

Business-Type Activities:

Program revenues increased \$.1 million for Business Activities, a 3.5% increase. Expenses increased by an equal amount.

Net assets in the Adult and Community Education program continued to decrease. All other programs showed no change in net assets.

Days cash remained above 130 operating days for business activities.

Berea City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2000
Unaudited

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 2000?" The Statement of Net Assets and the Statement of Activities answers 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.

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.

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

- Governmental Activities – Most of the School District's programs and services are reported here including instruction, support services, operation and maintenance of plant, pupil transportation and extracurricular activities.
- Business-Type Activities – These services are provided on a charge for goods or services basis to recover all of the expenses of the goods or services provided. The School District's adult and community education, food service and uniform school supplies programs are reported as business-type activities.

Berea City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2000
Unaudited

Reporting the School District's Most Significant Funds

Fund Financial Statements

The analysis of the School District's major funds begins on page 20. 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 permanent improvement 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* accounting, which measures cash and all other *financial assets* that can readily be converted to cash. The governmental fund statements provide a detailed *short-term view* of the School District's general government operations and the basic services it provides. Governmental fund information helps 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.

Proprietary Funds Proprietary funds use the same basis of accounting as business-type activities; therefore, these statements will essentially match the information provided in statements for the School District as a whole.

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 2000 compared to 1999:

Table 1.
 Net Assets
 (In Millions)

	Governmental Activities		Business-Type Activities		Total	
	2000	1999	2000	1999	2000	1999
Assets						
Current and Other Assets	\$62.5	\$61.2	\$1.2	\$1.3	\$63.7	\$62.5
Capital Assets	21.0	21.3	0.2	0.2	21.2	21.5
Total Assets	83.5	82.5	1.4	1.5	84.9	84.0
Liabilities						
Long-Term Liabilities	(19.9)	(22.3)	(0.1)	(0.1)	(20.0)	(22.4)
Other Liabilities	(57.7)	(52.2)	(0.2)	(0.2)	(57.9)	(52.4)
Total Liabilities	(77.6)	(74.5)	(0.3)	(0.3)	(77.9)	(74.8)
Net Assets						

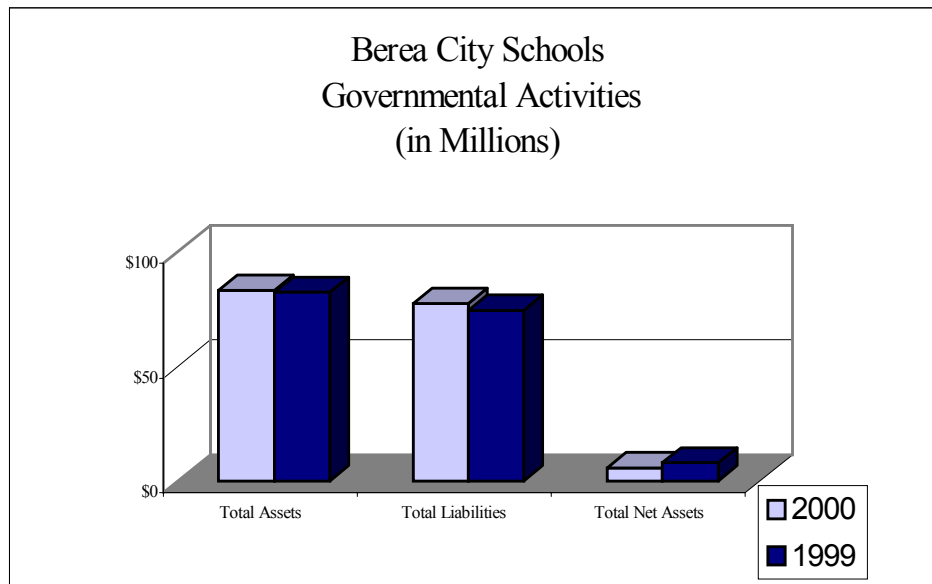
Berea City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2000
Unaudited

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2000</u>	<u>1999</u>	<u>2000</u>	<u>1999</u>	<u>2000</u>	<u>1999</u>
Invested in Capital Assets Net of Debt	8	7.5	0.2	0.2	8.2	7.7
Restricted	2.9	2.8	0.0	0.0	2.9	2.8
Unrestricted (Deficit)	<u>(5.0)</u>	<u>(2.3)</u>	<u>0.9</u>	<u>1.0</u>	<u>(4.1)</u>	<u>(1.3)</u>
Total Net Assets	<u>\$5.9</u>	<u>\$8.0</u>	<u>\$1.1</u>	<u>\$1.2</u>	<u>\$7.0</u>	<u>\$9.2</u>

Governmental Activities

Graph 1.
 Net Assets Governmental Activities
(In Millions)

	<i>Governmental Activities</i>	
	<u>2000</u>	<u>1999</u>
Total Assets	\$83.5	\$82.5
Total Liabilities	<u>77.6</u>	<u>74.5</u>
Total Net Assets	<u>\$ 5.9</u>	<u>\$ 8.0</u>



Total assets increased \$1 million. Equity in pooled cash and cash equivalents decreased \$2.5 million following a \$2.4 million decrease in 1999. Taxes receivable totaled \$50.7 million; of this amount \$50.2 million is offset as deferred revenue, revenue to be used in future periods. Taxes receivable and deferred revenue increased due to the passage of a new levy in May of 1999. Collections from this levy began in 2000. However, full collection of this new 5.9 mill levy, yielding \$7.2 million annually, will not occur until fiscal 2001. In addition, tax collections for year 2000 decreased by \$1 million from 1999. This is due to the timing of collections by the county auditor. These circumstances account for the declining cash.

Berea City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2000
Unaudited

Liabilities for Governmental Activities increased by \$3.1 million. This increase was primarily the result of increased deferred revenue of \$4.6 million. This increase was offset by a decrease in long-term liabilities of \$2.4 million.

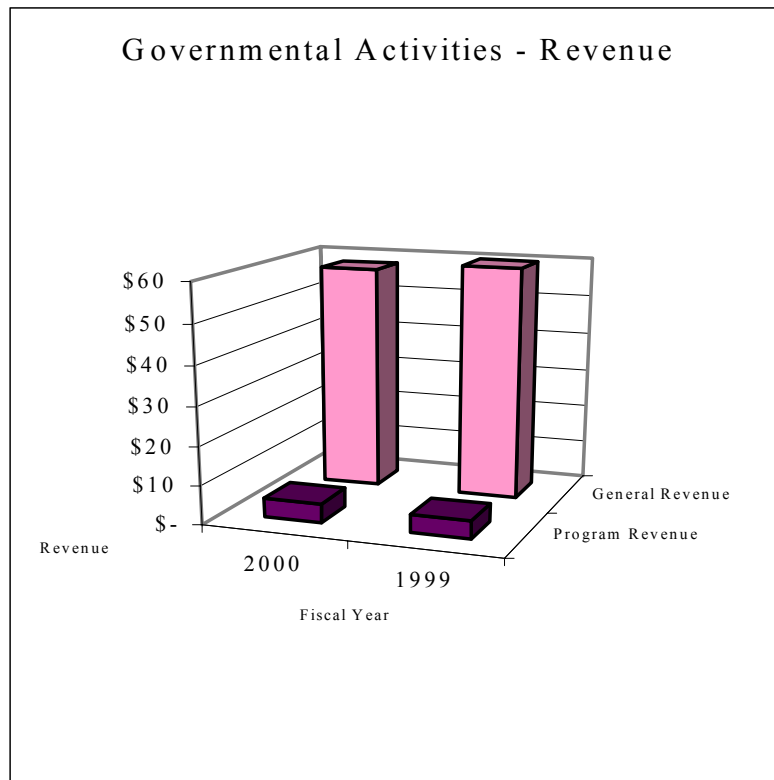
The net impact was a decrease of net assets by \$2.1 million. As the full collection of the new tax levy occurs this is anticipated to reverse.

While program revenue increased for Governmental Activities from \$4.6 million to \$4.9 million, the vast majority of revenue supporting Governmental Activities is general revenue. General revenue declined in 2000 from \$59.9 million in 1999 to \$57.9 in 2000. General Revenue comprised 92 percent of revenue supporting Governmental

Activities. The primary source of the decline was property taxes. The decline was due to the Cuyahoga County Auditor's timing of collections (\$1 million) and reduced personal property tax revenues (\$.9 million).

Graph 2.
 Revenue For Governmental Activities
(In Millions)

	<u>2000</u>	<u>1999</u>
Program Revenue	\$ 4.9	\$ 4.6
General Revenue	57.9	59.9

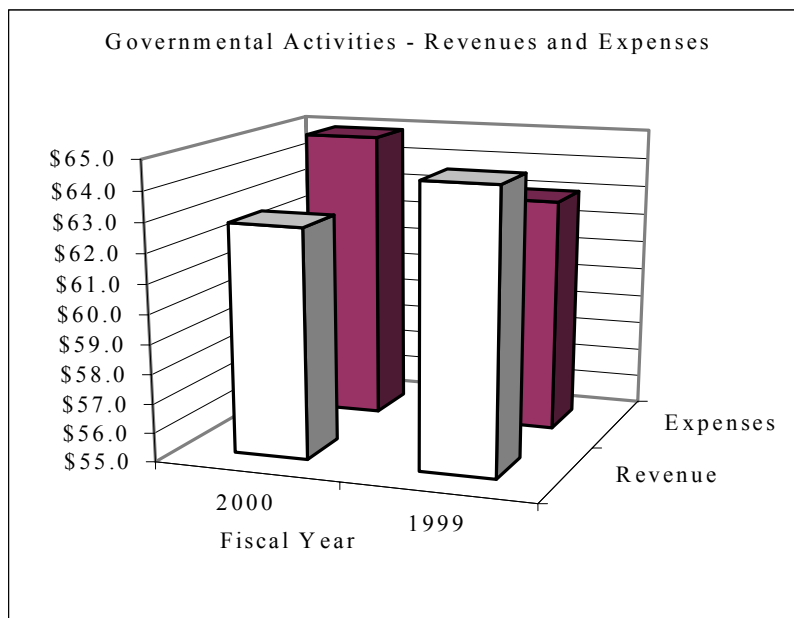


Berea City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2000
Unaudited

Program expenses increased from \$63 million in 1999 to \$64.9 million in 2000, a 3 percent increase.

Graph 3.
 Revenues and Expenses For Governmental Activities
 (In Millions)

<i>Governmental Activities</i>	<u>2000</u>	<u>1999</u>
Revenue	\$ 62.8	\$ 64.5
Expenses	64.9	63.0



Much of this increase resulted from a boiler replacement project at one high school in the District. This \$.8 million project accounts for most of the increase in operation and maintenance of plant services (Table 2.). Pupil transportation expenses show the second largest increase of \$.5 million due to increased payables and a general increase in expenses including salaries and benefits. The largest Governmental Activities program expense remains instruction, comprising 53 percent of expenses. Instructional expenses remained similar to 1999 as staffing controls offset salary and benefit increases. When combined with pupil and instructional support these categories make up 67 percent of expenses.

While expense increases were consistent with budget expectations, the decrease in tax revenues resulted in a reduction of net assets of \$2.1 million. Management recognizes tax revenues will increase in fiscal 2001 as a result of full collection of the 5.9 mill operating levy passed in 1999. This levy, the first new operating levy since 1993, will yield its full value, an additional \$7.2 million, in fiscal 2001. Collection of the new levy in fiscal year 2000 represented about \$3 million.

Berea City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2000
Unaudited

Table 2 shows the changes in net assets for fiscal year 2000 for Governmental Activities.

Table 2.
Change In Net Assets For Governmental Activities
(In Millions)

	<u>2000</u>	<u>1999</u>
Revenues		
<i>Program Revenues:</i>		
Charges For Services and Sales	\$ 2.2	\$ 1.7
Operating Grants	2.5	2.1
Capital Grants and Contributions	0.2	0.8
<i>General Revenue:</i>		
Property Taxes	45.8	47.7
Grants and Entitlements	11.1	11.2
Other	<u>1.0</u>	<u>1.0</u>
Total Revenue	<u>62.8</u>	<u>64.5</u>
Program Expenses		
Instruction	\$ 34.4	\$ 34.4
<i>Support Services:</i>		
Pupil and Instructional Staff	9.3	9.0
Board of Education, Administration		
Fiscal and Business	5.7	5.8
Operation and Maintenance of Plant	8.5	7.5
Pupil Transportation	3.1	2.6
Central	1.1	1.0
Non-Instructional Services	0.6	0.6
Extracurricular Services	1.4	1.3
Interest and Fiscal Changes	<u>0.8</u>	<u>0.8</u>
Total Expenses	<u>64.9</u>	<u>63.0</u>
Increase (Decrease) In Net Assets	<u>\$ (2.1)</u>	<u>\$ 1.5</u>

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 .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 the voters to maintain a constant level of service. Property taxes made up 73 percent of revenues for governmental activities for Berea City School District in fiscal year 2000.

Interest expense was \$.8 million, 1.2 percent of expenses. Interest expense was attributable to the outstanding bond and borrowing for capital projects.

Berea City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2000
Unaudited

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

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

	<u>2000</u>		<u>1999</u>	
	<u>Total Cost of Service</u>	<u>Net Cost of Service</u>	<u>Total Cost of Service</u>	<u>Net Cost of Service</u>
Instruction	\$ 34.4	\$ 32.0	\$ 34.4	\$ 31.9
Support Services				
Pupil and Instructional Staff	9.3	8.4	9.0	8.2
Board of Education, Administration, Fiscal and Business	5.7	5.5	5.8	5.7
Operation and Maintenance of Plant	8.5	8.3	7.5	7.3
Pupil Transportation	3.1	3.0	2.6	2.5
Central	1.1	1.1	1.0	0.9
Operation of Non-Instructional Services	0.6	0	0.6	0.1
Extracurricular Activities	1.4	1.0	1.3	1.0
Interest and Fiscal Charges	<u>0.8</u>	<u>0.8</u>	<u>0.8</u>	<u>0.8</u>
 Total Expenses	 <u>\$ 64.9</u>	 <u>\$ 60.1</u>	 <u>\$ 63.0</u>	 <u>\$ 58.4</u>

The dependence upon general tax revenues for governmental activities is apparent. Over 93 percent of instruction activities are supported through taxes and other general revenues; for all governmental activities general revenue support is 92 percent as shown in Table 2. The community, as a whole, is by far the primary support for Berea City School District students.

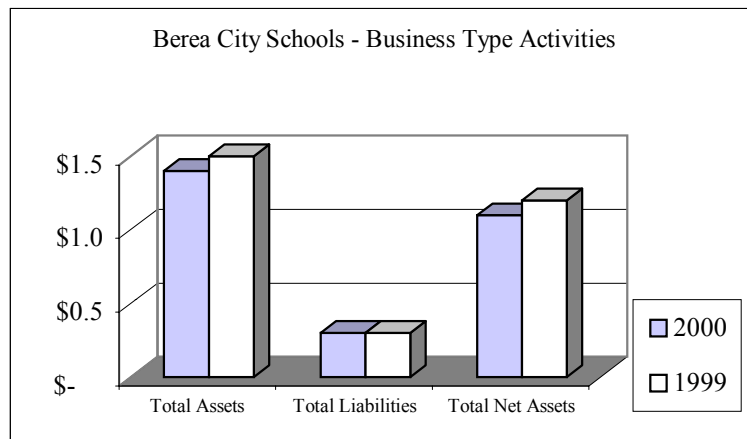
Berea City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2000
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Business-Type Activities

Business-type activities include food service, uniform school supply and adult/community education. The adult/community education program has three components: community education programs, preschool and after school programs.

Overall net assets declined \$.1 million in 2000. Program revenues and expenses increased \$.1 million. Overall, business-type activities cash position remains strong, having maintained over 130 “days cash” for the past five years, in excess of management’s goal of 90 days. Only program revenues support business-type activities.

Graph 4.
 Net Assets Business Type Activities
(In Millions)

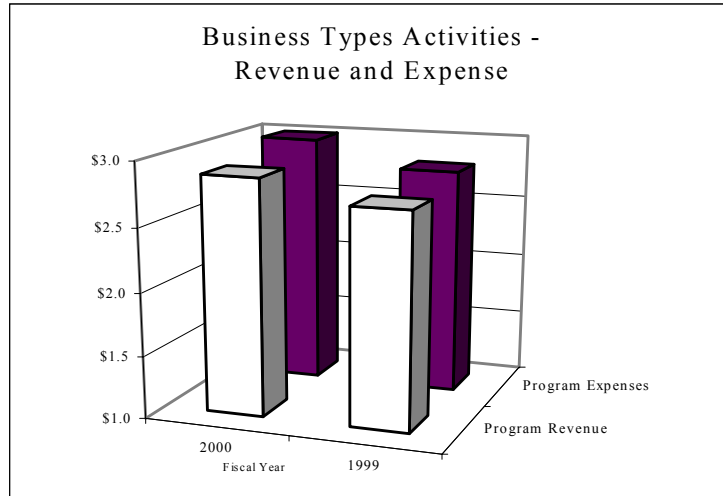


	<u>2000</u>	<u>1999</u>
Assets:	\$1.4	\$1.5
Liabilities:	<u>0.3</u>	<u>0.3</u>
Net Assets	<u>\$1.1</u>	<u>\$1.2</u>

Berea City School District
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Graph 5.
 Revenue and Expense For Business Type Activities
 (In Millions)

	<u>2000</u>	<u>1999</u>
Program Revenues	\$ 2.9	\$ 2.8
Program Expenses	3.0	2.9



The individual revenues and expenses for each program compared to 1999 is shown in Table 4.

The food service program increased prices for 2000. Revenue continued to cover expenses for the year despite a modest decrease in operating grants. Due to careful management, expenses remained the same as 1999. The community education program had a \$.1 million decrease in net assets again for 2000. Management is carefully reviewing this program to assure the program remains self-supporting. There is no intent to use general revenues to support this program.

Table 4.
 Change In Net Assets For Business Type Activity Programs
 (In Millions)

<i>Business Type Activities</i>	<i>Food Service</i>		<i>Uniform School Supply</i>		<i>Adult & Community Education</i>		<i>Total Business Type Activities</i>	
	<u>2000</u>	<u>1999</u>	<u>2000</u>	<u>1999</u>	<u>2000</u>	<u>1999</u>	<u>2000</u>	<u>1999</u>
Program Revenues	\$1.9	\$1.9	\$0.1	\$0.1	\$0.9	\$0.8	\$2.9	\$2.8
Program Expenses	<u>1.9</u>	<u>1.9</u>	<u>0.1</u>	<u>0.1</u>	<u>1.0</u>	<u>0.9</u>	<u>3.0</u>	<u>2.9</u>
Increase (Decrease) In Net Assets	<u>\$0.0</u>	<u>\$0.0</u>	<u>\$0.0</u>	<u>\$0.0</u>	<u>\$(0.1)</u>	<u>\$(0.1)</u>	<u>\$(0.1)</u>	<u>\$(0.1)</u>

Berea City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2000
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The School District's Funds

Information about the School District's major funds starts on page 20. These funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of \$62.3 million and expenditures of \$65.3 million. The net change in fund balance for the year was most significant in the General Fund, where the General Fund unreserved deficit went from \$.5 million in 1999 to \$3.6 million for 2000. As previously discussed, the School District received voter approval for a 5.9 mill operating levy in May of 1999. This new tax revenue, which was partially received in 2000, will be fully realized in fiscal 2001.

General Fund Budgeting Highlights

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

During the course of fiscal 2000 the School District amended its general fund budget numerous times, none significant. 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, budget basis revenue was \$56.7 million, below original budget estimates of \$57.7 million. Of this \$1 million difference, most was due to lower tax revenue received than anticipated and lower intergovernmental revenue than originally anticipated.

Total actual expenditures on the budget basis (cash outlays plus encumbrances) were \$60.8 million, \$4.1 above revenues. The passage of the 5.9 mill operating levy discussed earlier only partly affected fiscal 2000. Full collection of the \$7.2 million revenue from this levy combined with an increase in intergovernmental revenues will result in an excess of revenues over expenditures in 2001.

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal 2000 the School District had \$21.2 million invested in land, buildings, equipment, vehicles and textbooks, \$21.0 million in governmental activities.

Berea City School District
Management's Discussion and Analysis
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Table 5 shows fiscal 2000 balances compared to 1999:

Table 5.
 Capital Assets at June 30
 (Net of Depreciation, in Millions)

	Governmental Activities		Business-Type Activities		Total	
	2000	1999	2000	1999	2000	1999
Land	\$ 1.1	\$ 1.1	\$0.0	\$0.0	\$ 1.1	\$ 1.1
Land Improvements	1.5	1.6	0.0	0.0	1.5	1.6
Buildings & Improvements	14.9	14.9	0.0	0.0	14.9	14.9
Furniture and Equipment	1.7	1.8	0.2	0.2	1.9	2.0
Vehicles	0.9	0.9	0.0	0.0	0.9	0.9
Textbooks	0.6	0.9	0.0	0.0	0.6	0.9
Construction In Progress	0.3	0.1	0.0	0.0	0.3	0.1
Totals	\$21.0	\$21.3	\$0.2	\$0.2	\$21.2	\$21.5

The decrease is due to recognizing \$1.8 million in depreciation expense for 2000. The largest decline in value was in textbooks. The School District deferred purchase of textbooks in fiscal 2000, not for budgetary reasons, but because the purchase of certain textbooks fit more appropriately in the curriculum cycle for 2001.

For fiscal year 1999, a change in Ohio law required school districts to set aside two percent of certain revenues for capital improvements and an additional two-percent for textbooks; this amount was increased to three percent in fiscal 2001. For fiscal year 2000, this amounted to \$1.4 million for each set aside. For fiscal year 2000 the School District had qualifying disbursements or offsets exceeding these requirements for capital improvements. For textbooks, because the school district deferred textbook purchases, only \$.7 million was spent in 2000. The balance of \$.7 million is a reservation of fund balance for the general fund at June 30, 2000. For fiscal 2001, the set aside requirement will remain three percent. The three percent amount plus the \$.7 million are budgeted for 2001.

As of June 30, 2000, the School District has contractual commitments for technology improvements in the amount of \$62,560.

Debt

At June 30, 2000 the School District had \$12.6 million in bonds and notes outstanding, \$.4 million due within one year.

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Table 6. summarizes bonds and notes outstanding:

Table 6.
 Outstanding Debt, at Year End
 (In Millions)

	Governmental Activities 2000	Governmental Activities 1999
General Obligation Bonds:		
1993 School Improvement	\$ 12.6	\$ 13.0
Notes Payable		
1997 Tax Anticipation	0.4	0.9
1999 Energy Conservation	0.0	0.9
	<u>\$13.0</u>	<u>\$14.8</u>
Total	<u>\$13.0</u>	<u>\$14.8</u>

The 1999 energy conservation note was issued to replace heating systems and lighting systems at one high school. It was repaid in June 2000, from the General Fund.

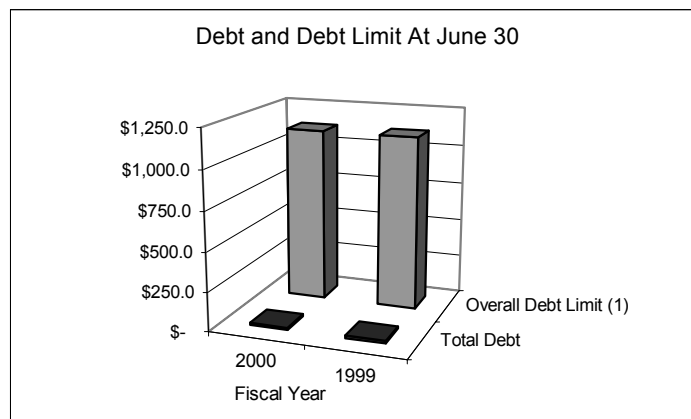
The 1997 tax anticipation note was issued to allow the School District to undertake several key projects following passage of a 1.0 mill permanent improvement levy in November 1996. The note will be fully repaid in fiscal 2001.

In 1993 the School District passed a 1.0 mill bond issue, providing \$14.6 million for facility improvements including community facilities for each high school, library expansions and improvements in most buildings and other improvements.

At June 30, 2000, the School District's overall legal debt margin was \$107.7 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.

Graph 7.
 Debt and Debt Limit At June 30
 (In Millions)

	<u>2000</u>	<u>1999</u>
Total Debt	\$ 13.0	\$ 14.8
Net Debt Subject to Limit	11.8	12.3
Overall Debt Limit (1)	119.5	105.6



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

Berea City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2000
Unaudited

For the Future

Berea City School District is strong financially. As the preceding information shows, the School District heavily depends on its property taxpayers. With the passage of a 5.9 mill operating levy and collection beginning January 2000 the School District has been able to continue its education programs. However, financially the future is not without challenges, one internal and one external.

While the School District was successful in increasing its tax revenue base by \$7.2 million annually, this increase is a one-time increase. State law fixes the amount of this increase, forcing it to remain nearly constant. Thus management must diligently plan expenses, staying carefully within the School District's five-year plan.

Additional revenues must not be treated as a windfall to expand programs but as an opportunity to extend the time horizon of the five-year plan.

Externally, the State of Ohio was found by the Ohio Supreme Court in March 1997 to be operating an unconstitutional educational system, one that was neither "adequate" nor "equitable." Since 1997, the State has directed its tax revenue growth toward school districts with little property tax wealth. In May of 2000, the Ohio Supreme again ruled that, while the State had made some progress, the current funding system for schools is far too dependent on property taxes which are inherently not "equitable" nor "adequate". The court directed the Governor and the legislature to address the fundamental issues creating the inequities. The next session of the legislature commences in January, 2001. School funding will be the primary topic. What the resolution will be is unknown.

Berea City School District has not anticipated any meaningful growth in State revenue. The concern is that, to meet the requirements of the court, the State may require redistribution of commercial and industrial property tax. With \$60 of every \$100 paid in taxes for the School District coming from business or industry, this could have a significant impact on the School District's residential taxpayers.

Both scenarios require management to plan carefully and prudently to provide the resources to meet student needs over the next several years.

In conclusion, 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 and the GFOA Budget Award since 1996. The School District was one of the first School Districts in the nation to receive the GFOA Certificate of Achievement for its 1999 Comprehensive Annual Financial Report using the new financial reporting model.

In addition, the School District's system of budgeting and internal controls is well regarded. All of the School District's financial abilities will be needed to meet the challenges of the future.

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 Bill Bornhauser, Treasurer at Berea City School District, 390 Fair Street, Berea, Ohio 44017. Or e-mail at bbornhauser@berea.k12.oh.us.

Berea City School District
Statement of Net Assets
June 30, 2000

	Governmental Activities	Business-Type Activities	Total
Assets			
Equity in Pooled Cash and Cash Equivalents	\$3,377,690	\$1,108,444	\$4,486,134
Receivables:			
Taxes	50,740,139	0	50,740,139
Accounts	70,240	5,055	75,295
Intergovernmental	915,574	0	915,574
Accrued Interest	103,621	0	103,621
Prepaid Items	21,143	0	21,143
Inventory Held for Resale	0	56,014	56,014
Materials and Supplies			
Inventory	236,008	26,727	262,735
Restricted Assets	7,032,295	0	7,032,295
Nondepreciable Capital Assets	1,431,132	0	1,431,132
Depreciable Capital Assets, Net	19,597,620	227,342	19,824,962
<i>Total Assets</i>	<u>83,525,462</u>	<u>1,423,582</u>	<u>84,949,044</u>
Liabilities			
Accounts Payable	515,058	44,890	559,948
Contracts Payable	132,779	0	132,779
Accrued Wages	3,836,924	33,485	3,870,409
Retainage Payable	181,259	0	181,259
Intergovernmental Payable	2,133,978	72,730	2,206,708
Deferred Revenue	50,178,392	19,186	50,197,578
Matured Interest Payable	1,422	0	1,422
Accrued Interest Payable	31,855	0	31,855
Claims Payable	717,125	0	717,125
Long-Term Liabilities:			
Due Within One Year	1,714,345	5,745	1,720,090
Due Within More Than One Year	18,195,075	139,862	18,334,937
<i>Total Liabilities</i>	<u>77,638,212</u>	<u>315,898</u>	<u>77,954,110</u>
Net Assets			
Invested in Capital Assets, Net of Related Debt	8,023,752	227,342	8,251,094
Restricted for:			
Capital Projects	1,363,475	0	1,363,475
Debt Service	693,892	0	693,892
Other Purposes	749,420	0	749,420
Unrestricted (Deficit)	(4,943,289)	880,342	(4,062,947)
<i>Total Net Assets</i>	<u>\$5,887,250</u>	<u>\$1,107,684</u>	<u>\$6,994,934</u>

See accompanying notes to the basic financial statements

Berea City School District
Statement of Activities
For the Fiscal Year Ended June 30, 2000

	Program Revenues			
	Expenses	Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions
Governmental Activities				
Current:				
Instruction:				
Regular	\$28,341,349	\$374,296	\$627,687	\$61,943
Special	5,598,623	983,980	297,811	0
Vocational	426,912	0	0	0
Adult/Continuing	12,920	0	24,584	0
Support Services:				
Pupil	3,313,030	4,603	281,743	0
Instructional Staff	5,990,417	104,775	482,158	0
Board of Education	39,552	0	0	0
Administration	3,470,903	0	60,288	0
Fiscal	1,334,947	0	0	0
Business	864,912	102,290	0	0
Operation and Maintenance of Plant	8,531,623	203,254	84	0
Pupil Transportation	3,069,335	37,641	969	61,146
Central	1,108,849	0	22,561	35,256
Operation of Non-Instructional Services				
Services	608,592	10,009	669,621	0
Extracurricular Activities	1,404,059	364,149	48,886	0
Intergovernmental	8,704	0	0	0
Debt Service:				
Interest and Fiscal Charges	825,457	0	0	0
Total Governmental Activities	64,950,184	2,184,997	2,516,392	158,345
Business-Type Activities				
Food Service	1,926,858	1,547,485	345,199	0
Uniform School Supplies	55,287	63,425	0	0
Adult and Community Education	988,817	882,664	0	0
Total Business-Type Activities	2,970,962	2,493,574	345,199	0
Totals	\$67,921,146	\$4,678,571	\$2,861,591	\$158,345

General Revenues

Property Taxes Levied for:

General Purposes

Debt Service

Capital Outlay

Grants and Entitlements not Restricted to Specific Programs

Payment in Lieu of Taxes

Investment Earnings

Miscellaneous

Total General Revenues

Change in Net Assets

Net Assets Beginning of Year

Net Assets End of Year

See accompanying notes to the basic financial statements

Net (Expense) Revenue and Changes in Net Assets		
Governmental Activities	Business-Type Activities	Total
(\$27,277,423)	\$0	(\$27,277,423)
(4,316,832)	0	(4,316,832)
(426,912)	0	(426,912)
11,664	0	11,664
(3,026,684)	0	(3,026,684)
(5,403,484)	0	(5,403,484)
(39,552)	0	(39,552)
(3,410,615)	0	(3,410,615)
(1,334,947)	0	(1,334,947)
(762,622)	0	(762,622)
(8,328,285)	0	(8,328,285)
(2,969,579)	0	(2,969,579)
(1,051,032)	0	(1,051,032)
71,038	0	71,038
(991,024)	0	(991,024)
(8,704)	0	(8,704)
(825,457)	0	(825,457)
(60,090,450)	0	(60,090,450)
0	(34,174)	(34,174)
0	8,138	8,138
0	(106,153)	(106,153)
0	(132,189)	(132,189)
(60,090,450)	(132,189)	(60,222,639)
43,197,281	0	43,197,281
1,075,600	0	1,075,600
1,559,860	0	1,559,860
11,118,645	0	11,118,645
98,389	0	98,389
742,868	30,632	773,500
189,014	54	189,068
57,981,657	30,686	58,012,343
(2,108,793)	(101,503)	(2,210,296)
7,996,043	1,209,187	9,205,230
<u>\$5,887,250</u>	<u>\$1,107,684</u>	<u>\$6,994,934</u>

Berea City School District
Balance Sheet
Governmental Funds
June 30, 2000

	General	Debt Service	Permanent Improvement Capital Projects
Assets			
Equity in Pooled Cash and Cash Equivalents	\$2,697,180	\$514,475	\$1,396,672
Cash and Cash Equivalents:			
With Fiscal Agents	0	1,422	0
With Escrow Agents	0	0	76,479
Restricted Assets:			
Equity in Pooled Cash and Cash Equivalents	1,024,404	0	0
Receivables:			
Taxes	50,740,139	1,142,604	1,720,340
Accounts	67,989	0	0
Intergovernmental	915,574	0	0
Accrued Interest	103,621	0	0
Interfund Receivable	8,100	120,000	73,600
Due from Other Funds	14,438	0	0
Prepaid Items	21,143	0	0
Materials and Supplies Inventory	236,008	0	0
Total Assets	\$55,828,596	\$1,778,501	\$3,267,091
Liabilities and Fund Balances			
Liabilities			
Accounts Payable	\$423,292	\$0	\$3,329
Contracts Payable	0	0	123,608
Accrued Wages	3,781,197	0	0
Retainage Payable	0	0	92,379
Interfund Payable	0	0	120,000
Due to Other Funds	0	0	0
Intergovernmental Payable	1,463,657	0	0
Deferred Revenue	48,373,142	1,050,945	1,604,764
Matured Interest Payable	0	1,422	0
Accrued Interest Payable	0	0	1,237
Notes Payable	0	0	450,000
Total Liabilities	54,041,288	1,052,367	2,395,317
Fund Balances			
Reserved for Encumbrances	1,254,883	0	856,114
Reserved for Textbooks	689,415	0	0
Reserved for Inventory	236,008	0	0
Reserved for Unclaimed Monies	20,341	0	0
Reserved for Property Taxes	2,821,923	85,504	103,267
Reserved for Budget Stabilization	334,989	0	0
Unreserved, Undesignated, Reported in:			
General Fund (Deficit)	(3,570,251)	0	0
Special Revenue Funds	0	0	0
Debt Service Fund	0	640,630	0
Capital Projects Funds (Deficit)	0	0	(87,607)
Total Fund Balances	1,787,308	726,134	871,774
Total Liabilities and Fund Balances	\$55,828,596	\$1,778,501	\$3,267,091

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, 2000*

Other Governmental Funds	Total Governmental Funds		
		Total Governmental Fund Balances	\$4,144,480
		<i>Amounts reported for governmental activities in the statement of net assets are different because</i>	
\$959,287	\$5,567,614	Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	21,028,752
0	1,422	Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.	
88,880	165,359	Contributions and Donations	36,023
0	1,024,404	Tuition and Fees	808,144
0	53,603,083	Rental	14,833
66,957	134,946	Miscellaneous	<u>27,482</u>
40,775	956,349	Total	886,482
0	103,621	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.	(34,364)
0	201,700		
0	14,438	Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.	
0	21,143	General Obligation Bonds	12,555,000
0	236,008	Compensated Absences	5,739,920
<u>\$1,155,899</u>	<u>\$62,030,087</u>	Early Retirement Incentive	1,164,500
		Intergovernmental Payable	648,062
\$88,437	\$515,058	Accrued Interest Payable	<u>30,618</u>
9,171	132,779	Total	<u>(20,138,100)</u>
55,727	3,836,924	<i>Net Assets of Governmental Activities</i>	<u><u>\$5,887,250</u></u>
88,880	181,259		
81,700	201,700		
14,438	14,438		
22,259	1,485,916		
36,023	51,064,874		
0	1,422		
0	1,237		
0	450,000		
<u>396,635</u>	<u>57,885,607</u>		
157,052	2,268,049		
0	689,415		
0	236,008		
0	20,341		
0	3,010,694		
0	334,989		
0	(3,570,251)		
590,154	590,154		
0	640,630		
12,058	(75,549)		
<u>759,264</u>	<u>4,144,480</u>		
<u>\$1,155,899</u>	<u>\$62,030,087</u>		

Berea City School District
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2000

	General	Debt Service	Permanent Improvement Capital Projects
Revenues			
Taxes	\$43,197,281	\$1,075,600	\$1,559,860
Intergovernmental	10,886,734	127,470	165,587
Interest	706,612	0	0
Tuition and Fees	943,128	0	0
Extracurricular Activities	33,113	0	0
Payment in Lieu of Taxes	98,389	0	0
Rentals	188,421	0	0
Charges for Services	14,440	0	0
Contributions and Donations	8,281	0	0
Miscellaneous	13,359	0	131,639
<i>Total Revenues</i>	<u>56,089,758</u>	<u>1,203,070</u>	<u>1,857,086</u>
Expenditures			
Current:			
Instruction:			
Regular	26,828,872	0	0
Special	5,120,798	0	0
Vocational	424,944	0	0
Adult/Continuing	0	0	0
Support Services:			
Pupil	2,959,808	0	0
Instructional Staff	5,267,529	0	0
Board of Education	39,552	0	0
Administration	3,479,530	0	0
Fiscal	1,342,309	0	0
Business	824,504	0	0
Operation and Maintenance of Plant	8,395,573	0	0
Pupil Transportation	2,962,824	0	0
Central	1,108,939	0	0
Operation of Non-Instructional Services	16,215	0	0
Extracurricular Activities	1,054,484	0	0
Capital Outlay	0	0	1,058,088
Intergovernmental	0	0	0
Debt Service:			
Principal Retirement	0	395,000	0
Interest and Fiscal Charges	29,349	760,870	36,862
<i>Total Expenditures</i>	<u>59,855,230</u>	<u>1,155,870</u>	<u>1,094,950</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(3,765,472)</u>	<u>47,200</u>	<u>762,136</u>
Other Financing Sources (Uses)			
Operating Transfers In	0	0	0
Operating Transfers Out	(7,400)	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>(7,400)</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	<u>(3,772,872)</u>	<u>47,200</u>	<u>762,136</u>
<i>Fund Balances Beginning of Year - Restated (See Note 21)</i>	5,578,446	678,934	109,638
Decrease in Reserve for Inventory	(18,266)	0	0
<i>Fund Balances End of Year</i>	<u>\$1,787,308</u>	<u>\$726,134</u>	<u>\$871,774</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, 2000*

Other Governmental Funds	Total Governmental Funds		
		Net Change in Fund Balances - Total Governmental Funds	(\$2,969,821)
		<i>Amounts reported for governmental activities in the statement of activities are different because</i>	
\$0	\$45,832,741	Governmental funds report capital outlays as expenditures.	
2,476,221	13,656,012	However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.	(300,855)
16,932	723,544		
450	943,578		
502,210	535,323		
0	98,389		
0	188,421		
0	14,440		
122,194	130,475	Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds	545,362
17,217	162,215		
<u>3,135,224</u>	<u>62,285,138</u>		
		Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.	395,000
		In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.	1,624
606,482	27,435,354		
265,687	5,386,485		
0	424,944		
12,920	12,920		
		Some expenses reported in the statement of activities, such as compensated absences and intergovernmental payable which represents contractually required pension contributions, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.	617,120
294,042	3,253,850		
549,046	5,816,575		
0	39,552		
58,831	3,538,361		
0	1,342,309		
0	824,504		
67	8,395,640		
934	2,963,758		
17,110	1,126,049		
608,024	624,239		
350,212	1,404,696		
376,850	1,434,938		
8,704	8,704		
		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.	(397,223)
0	395,000		
0	827,081		
<u>3,148,909</u>	<u>65,254,959</u>		
<u>(13,685)</u>	<u>(2,969,821)</u>		
7,400	7,400		
0	(7,400)		
<u>7,400</u>	<u>0</u>		
(6,285)	(2,969,821)		
765,549	7,132,567		
0	(18,266)		
<u>\$759,264</u>	<u>\$4,144,480</u>		
		Change in Net Assets of Governmental Activities	<u>(\$2,108,793)</u>

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, 2000

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Taxes	\$44,478,689	\$43,751,422	\$43,755,966	\$4,544
Intergovernmental	11,112,920	10,884,312	10,886,734	2,422
Interest	915,000	698,000	754,816	56,816
Tuition and Fees	776,852	784,946	921,347	136,401
Extracurricular Activities	28,000	33,141	33,113	(28)
Payment in Lieu of Taxes	77,000	75,980	75,980	0
Rentals	0	226,270	234,101	7,831
Charges for Services	0	10,000	10,728	728
Contributions and Donations	2,000	8,247	8,281	34
Miscellaneous	300,000	11,542	12,571	1,029
<i>Total Revenues</i>	<u>57,690,461</u>	<u>56,483,860</u>	<u>56,693,637</u>	<u>209,777</u>
Expenditures				
Current:				
Instruction:				
Regular	26,527,646	26,890,465	26,848,797	41,668
Special	4,788,663	4,878,182	4,876,992	1,190
Vocational	547,705	424,490	422,363	2,127
Support Services:				
Pupil	3,183,892	3,207,196	3,192,356	14,840
Instructional Staff	5,499,223	5,540,104	5,515,297	24,807
Board of Education	5,470	40,052	39,966	86
Administration	3,263,751	3,507,345	3,500,198	7,147
Fiscal	1,291,156	1,354,396	1,352,978	1,418
Business	1,244,198	1,075,031	1,067,780	7,251
Operation and Maintenance of Plant	8,830,083	8,760,156	8,709,085	51,071
Pupil Transportation	3,116,970	3,006,914	3,001,332	5,582
Central	1,044,087	1,169,093	1,165,968	3,125
Operation of Non-Instructional Services	11,216	16,232	16,215	17
Extracurricular Activities	884,758	1,082,183	1,077,369	4,814
<i>Total Expenditures</i>	<u>60,238,818</u>	<u>60,951,839</u>	<u>60,786,696</u>	<u>165,143</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(\$2,548,357)</u>	<u>(\$4,467,979)</u>	<u>(\$4,093,059)</u>	<u>\$374,920</u> (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, 2000*

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		<u>Actual</u>
Other Financing Sources (Uses)				
Advances In	\$5,000	\$31,000	\$31,000	\$0
Advances Out	0	(8,100)	(8,100)	0
Operating Transfers Out	0	(7,400)	(7,400)	0
<i>Total Other Financing Sources (Uses)</i>	<u>5,000</u>	<u>15,500</u>	<u>15,500</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(2,543,357)	(4,452,479)	(4,077,559)	374,920
<i>Fund Balance Beginning of Year</i>	4,304,476	4,304,476	4,304,476	0
Prior Year Encumbrances Appropriated	<u>2,004,643</u>	<u>2,004,643</u>	<u>2,004,643</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$3,765,762</u>	<u>\$1,856,640</u>	<u>\$2,231,560</u>	<u>\$374,920</u>

See accompanying notes to the basic financial statements.

Berea City School District
Statement of Net Assets
Proprietary Funds
June 30, 2000

	Business-Type Activities -	
	Food Service	Uniform School Supplies
Assets		
Equity in Pooled Cash and Cash Equivalents	\$781,462	\$33,242
Accounts Receivable	2,943	0
Inventory Held for Resale	45,601	10,413
Materials and Supplies Inventory	26,727	0
<i>Total Current Assets</i>	856,733	43,655
Capital Assets, Net	222,750	0
<i>Total Assets</i>	1,079,483	43,655
Liabilities		
Accounts Payable	39,368	0
Accrued Wages	4,467	0
Compensated Absences Payable	0	0
Intergovernmental Payable	41,757	0
Deferred Revenue	19,186	0
Claims Payable	0	0
<i>Total Current Liabilities</i>	104,778	0
Long-Term Liabilities:		
Compensated Absences Payable	88,458	0
<i>Total Liabilities</i>	193,236	0
Net Assets		
Invested in Capital Assets	222,750	0
Unrestricted	663,497	43,655
<i>Total Net Assets (Deficit)</i>	\$886,247	\$43,655

See accompanying notes to the basic financial statements

<u>Enterprise Funds</u>		
<u>Adult and Community Education</u>	<u>Total</u>	<u>Governmental Activities - Internal Service Fund</u>
\$293,740	\$1,108,444	\$680,510
2,112	5,055	2,251
0	56,014	0
0	26,727	0
295,852	1,196,240	682,761
4,592	227,342	0
300,444	1,423,582	682,761
5,522	44,890	0
29,018	33,485	0
5,745	5,745	0
30,973	72,730	0
0	19,186	0
0	0	717,125
71,258	176,036	717,125
51,404	139,862	0
122,662	315,898	717,125
4,592	227,342	0
173,190	880,342	(34,364)
<u>\$177,782</u>	<u>\$1,107,684</u>	<u>(\$34,364)</u>

Berea City School District
*Statement of Revenues,
Expenses and Changes in Fund Net Assets
Proprietary Funds
For the Fiscal Year Ended June 30, 2000*

	Business-Type Activities -	
	Food Service	Uniform School Supplies
Operating Revenues		
Tuition	\$0	\$0
Sales	1,547,485	63,425
Charges for Services	0	0
Miscellaneous	54	0
<i>Total Operating Revenues</i>	<u>1,547,539</u>	<u>63,425</u>
Operating Expenses		
Salaries	753,419	0
Fringe Benefits	219,318	0
Purchased Services	38,104	0
Materials and Supplies	370,678	0
Cost of Sales	515,828	55,287
Depreciation	29,511	0
Claims	0	0
Other	0	0
<i>Total Operating Expenses</i>	<u>1,926,858</u>	<u>55,287</u>
<i>Operating Income (Loss)</i>	<u>(379,319)</u>	<u>8,138</u>
Non-Operating Revenues		
Donated Commodities	96,403	0
Interest	30,632	0
Operating Grants	248,796	0
<i>Total Non-Operating Revenues</i>	<u>375,831</u>	<u>0</u>
<i>Change in Net Assets</i>	(3,488)	8,138
<i>Net Assets Beginning of Year</i>	<u>889,735</u>	<u>35,517</u>
<i>Net Assets (Deficit) End of Year</i>	<u><u>\$886,247</u></u>	<u><u>\$43,655</u></u>

See accompanying notes to the basic financial statements

<u>Enterprise Funds</u>		
<u>Adult and Community Education</u>	<u>Total</u>	<u>Governmental Activities - Internal Service Fund</u>
\$882,664	\$882,664	\$0
0	1,610,910	0
0	0	4,981,776
0	54	0
<u>882,664</u>	<u>2,493,628</u>	<u>4,981,776</u>
638,324	1,391,743	0
166,107	385,425	0
102,885	140,989	637,205
75,995	446,673	0
0	571,115	0
695	30,206	0
0	0	4,774,926
4,811	4,811	0
<u>988,817</u>	<u>2,970,962</u>	<u>5,412,131</u>
<u>(106,153)</u>	<u>(477,334)</u>	<u>(430,355)</u>
0	96,403	0
0	30,632	33,132
0	248,796	0
<u>0</u>	<u>375,831</u>	<u>33,132</u>
(106,153)	(101,503)	(397,223)
<u>283,935</u>	<u>1,209,187</u>	<u>362,859</u>
<u>\$177,782</u>	<u>\$1,107,684</u>	<u>(\$34,364)</u>

Berea City School District
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2000

	Business-Type Activities -	
	Food Service	Uniform School Supplies
Increase (Decrease) in Cash and Cash Equivalents		
Cash Flows from Operating Activities		
Cash Received from Customers	\$1,541,675	\$63,425
Cash Received from Quasi-External Transactions With Other Funds	0	0
Other Cash Receipts	54	0
Cash Payments to Employees for Services	(735,938)	0
Cash Payments for Employee Benefits	(227,689)	0
Cash Payments for Goods and Services	(784,909)	(54,022)
Cash Payments for Claims	0	0
Other Cash Payments	0	0
<i>Net Cash Provided by (Used in) Operating Activities</i>	(206,807)	9,403
Cash Flows from Noncapital Financing Activities		
Operating Grants Received	292,221	0
Cash Flows from Capital and Related Financing Activities		
Payments for Capital Acquisitions	(18,565)	0
Cash Flows from Investing Activities		
Interest on Investments	30,632	
<i>Net Increase (Decrease) in Cash and Cash Equivalents</i>	97,481	9,403
<i>Cash and Cash Equivalents Beginning of Year</i>	683,981	23,839
<i>Cash and Cash Equivalents End of Year</i>	<u>\$781,462</u>	<u>\$33,242</u>

Enterprise Funds		Governmental Activities - Internal Service Fund
Adult and Community Education	Total	
\$880,552	\$2,485,652	\$0
0	0	4,979,525
0	54	0
(626,509)	(1,362,447)	0
(173,258)	(400,947)	0
(175,750)	(1,014,681)	(637,205)
0	0	(4,702,053)
(4,811)	(4,811)	0
(99,776)	(297,180)	(359,733)
0	292,221	0
	(18,565)	0
0	30,632	33,132
(99,776)	7,108	(326,601)
393,516	1,101,336	1,007,111
<u>\$293,740</u>	<u>\$1,108,444</u>	<u>\$680,510</u>

(continued)

Berea City School District
Statement of Cash Flows
Proprietary Funds (continued)
For the Fiscal Year Ended June 30, 2000

	Business-Type Activities -	
	Food Service	Uniform School Supplies
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities		
Operating Income (Loss)	(\$379,319)	\$8,138
Adjustments:		
Depreciation	29,511	0
Donated Commodities Used During Year	96,403	0
(Increase) Decrease in Assets:		
Accounts Receivable	2,267	0
Inventory Held for Resale	(1,107)	1,265
Materials and Supplies Inventory	9,140	0
Increase (Decrease) in Liabilities:		
Accounts Payable	26,988	0
Accrued Wages	4,375	0
Compensated Absences Payable	13,106	0
Intergovernmental Payable	(8,171)	0
Claims Payable	0	0
<i>Net Cash Provided by (Used in) Operating Activities</i>	<u>(\$206,807)</u>	<u>\$9,403</u>

See accompanying notes to the basic financial statements

<u>Enterprise Funds</u>		<u>Governmental</u>
<u>Adult and</u>		<u>Activities -</u>
<u>Community</u>	<u>Total</u>	<u>Internal</u>
<u>Education</u>		<u>Service Fund</u>
(\$106,153)	(\$477,334)	(\$430,355)
695	30,206	0
0	96,403	0
(2,112)	155	(2,251)
0	158	0
0	9,140	0
3,261	30,249	0
(423)	3,952	0
12,238	25,344	0
(7,282)	(15,453)	0
0	0	72,873
<u>(\$99,776)</u>	<u>(\$297,180)</u>	<u>(\$359,733)</u>

Berea City School District
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2000

	Private Purpose Trust	
	Scholarship	Agency
Assets		
Equity in Pooled Cash and Cash Equivalents	\$13,187	\$126,694
Liabilities and Fund Balances		
Liabilities		
Undistributed Monies	0	\$16,001
Due to Students	0	110,693
<i>Total Liabilities</i>	0	\$126,694
Net Assets		
Held in Trust for Scholarships	13,187	
<i>Total Net Assets</i>	\$13,187	

See accompanying notes to the basic financial statements

Berea City School District
Statement of Changes in Fiduciary Net Assets
Fiduciary Funds
For the Fiscal Year Ended June 30, 2000

	Private Purpose Trust
	Scholarship
Additions	
Interest	\$580
Deductions	496
<i>Change in Net Assets</i>	84
<i>Net Assets Beginning of Year</i>	13,103
<i>Net Assets End of Year</i>	\$13,187

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, 2000

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/or federal agencies. This Board of Education controls the School District's eleven instructional/support facilities staffed by 386 classified employees, 522 certificated full-time personnel, and 68 administrators who provide services to 7,814 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 the financial statements are not misleading. The primary government of the School District consists of all funds, departments, boards and agencies that are not legally separate from the School District. For 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. The Greater Cleveland Christian School, 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 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, 2000

The School District is associated with three jointly governed organizations and one public entity risk pool. These organizations are presented in Note 17 to the financial statements. These organizations are:

Jointly Governed Organizations:

Polaris Career Center
Educational Community Foundation
Ohio Schools Council

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 and business-type activities and to its proprietary funds provided they do not 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 all financial resources except those required to be accounted for 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 the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.

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

Berea City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

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

Proprietary Funds Proprietary funds focus on the determination of the changes in net assets, financial position and cash flows and are classified as either enterprise or internal service.

Enterprise Funds Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The School District's major enterprise funds are:

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

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

Adult and Community Education Fund This fund accounts for educational opportunities offered on a tuition basis to preschoolers, youths and adults living within the community.

Internal Service Funds Internal service funds account 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 scholarship program for students. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

B. Basis of Presentation

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. The statements distinguish between those activities of the School District that are governmental and those that are considered business-type activities.

The government-wide statements are prepared using the economic resources measurement focus. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the School District and for each function or program

Berea City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

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

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

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

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

Fiduciary funds are 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.

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 5.) Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Berea City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the 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 fiscal year-end: property taxes available as an advance, interest, tuition, grants, student fees and rentals.

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

Delinquent property taxes and property taxes for which there is an enforceable legal claim as of June 30, 2000, but which were levied to finance fiscal year 2001 operations, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

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

Expenses/Expenditures On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the year is reported in the operating statement as an expense with a like amount reported as donated commodities revenue. Unused donated commodities are reported as deferred revenue.

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in 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 utilizes a financial institution to service bonded debt as principal and interest payments come due. The balance in this account is presented on the financial statements as "cash and cash equivalents with fiscal agent". 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.

During fiscal year 2000, investments were limited to Federal Home Loan Bank Bonds, Federal Farm Credit Discount Notes, Federal Home Loan Mortgage Notes, Federal National Mortgage Notes, Certificates of Deposit, overnight Repurchase Agreements, Victory Money Market mutual fund and STAR Ohio.

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

Berea City School District
Notes to the Basic Financial Statements
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Berea City School District has invested funds in the State Treasury Asset Reserve of Ohio (STAR Ohio) during fiscal year 2000. STAR Ohio is an investment pool managed by the State Treasurer's Office, which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price, which is the price the investment could be sold for on June 30, 2000.

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 2000 amounted to \$706,612, which includes \$391,767 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

Restricted assets represent cash and cash equivalents and other current assets whose use is limited by legal requirements. Restricted assets in the General Fund include amounts required by statute to be set-aside for the purchase of textbooks and other instructional material and the creation of a reserve for budget stabilization. See Note 19 for additional information regarding set-asides.

F. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2000, 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

On government-wide financial statements, inventories are presented at the lower of cost or market on a first-in, first-out basis and are expensed when used.

On fund financial statements, inventories of governmental funds are stated at cost while inventories of proprietary funds are stated at the lower of cost or market. For all funds, cost is determined on a first-in, first-out basis. Inventory in governmental funds consists of expendable supplies held for consumption. The cost of inventory items is recorded as an expenditure in the governmental fund types when purchased. Inventories of proprietary funds consist of donated food, purchased food, and school supplies held for resale and are expensed when used.

H. Capital Assets

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

Berea City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated fixed assets are recorded at their fair market values as of the date received. The School District maintains a capitalization threshold of one thousand dollars. The School District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not. Interest incurred during the construction of capital assets is also capitalized.

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

Description	Governmental Activities Estimated Lives	Business-Type Activities Estimated Lives
Land Improvements	30 years	N/A
Buildings and Improvements	10 - 30 years	N/A
Furniture and Equipment	5 - 10 years	12 years
Vehicles	10 years	N/A
Textbooks	5 years	N/A

I. 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 and business-type activities columns of the statement of net assets, except for the net residual amounts due between governmental and business-type activities, which are presented as internal balances.

J. Compensated Absences

The School District reports compensated absences in accordance with the provisions of GASB Statement No. 16, "Accounting for 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.

Berea City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

For governmental fund financial statements, the current portion of unpaid compensated absences is the amount expected to be paid using expendable available resources. These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated unpaid leave are paid. The noncurrent portion of the liability is not reported. In proprietary funds, the entire amount of compensated absences is reported as a fund liability.

K. 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, payables and accrued liabilities that will be paid from governmental funds are reported on the governmental fund financial statements regardless of whether they will be liquidated with current resources. However, claims and judgements, the noncurrent portion of capital leases, compensated absences and special termination benefits that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they will be paid with current, expendable, available financial resources. In general, liabilities that mature or come due for payment during the fiscal year are considered to have been made with current available financial resources. Bonds and other long-term obligations that will be paid from governmental funds are not recognized as a liability in the fund financial statements when due.

L. Fund Balance Reserves

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

The reserve for property taxes represents taxes recognized as revenue under generally accepted accounting principles but not available for appropriation under State statute. The reserve for budget stabilization represents money required to be set-aside by statute to protect against cyclical changes in revenues and expenditures. Under Ohio law, unclaimed money must be held for five years before it becomes available for appropriation. Money not yet held for the five year period is presented as reserved.

M. Net Assets

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

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

Berea City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

N. 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 tuition for adult education classes, sales for food service and uniform school supplies, and 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.

O. Contributions of Capital

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

P. Interfund Activity

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues.

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

Q. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board of Education and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during fiscal 2000.

R. 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.

S. Budgetary Data

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriation resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriations resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified. All funds, other than agency funds, are legally required to be budgeted and appropriated. The legal level of budgetary control has been established by the Board of Education at the object level within each fund and function. Any budgetary modifications at this level may only be made by resolution of the Board of Education.

Berea City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

Tax Budget Prior to January 15, the Superintendent and Treasurer submit to the Board of Education a proposed operating budget for the fiscal year commencing the following July 1. The budget includes proposed expenditures and the means of financing for all funds. Public hearings are publicized and conducted to obtain taxpayers' comments. The express purpose of this budget document is to reflect the need for existing (or increased) tax rates. By no later than January 20, the Board-adopted budget is filed with the Cuyahoga County Budget Commission for rate determination.

Estimated Resources Prior to April 1, the Board of Education accepts, by formal resolution, the tax rates as determined by the County Budget Commission and receives the commission's certificate of estimated resources which states the projected revenue of each fund. Prior to June 30, the School District must revise its budget so that total contemplated expenditures from any fund during the ensuing year will not exceed the amount stated in the certificate of estimated resources. The revised budget then serves as the basis for the appropriation measure. On or about July 1, the certificate is amended to include any unencumbered cash balances from the preceding year. The certificate may be further 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 amended certificate when the original appropriations were adopted. The amounts reported as the final budgeted amounts in the budgetary statements reflect the amounts in the final amended certificate issued during fiscal year 2000.

Appropriations Upon receipt from the County Auditor of an amended certificate of estimated resources based on final assessed values and tax rates or a certification saying no new certificate is necessary, the annual appropriation resolution is legally enacted by the Board of Education. Prior to the passage of the annual appropriation measure, the Board may pass a temporary appropriation measure to meet the ordinary expenses of the School District. The appropriation resolution, by fund, must be within the estimated resources as certified by the County Budget Commission and the total of expenditures and encumbrances may not exceed the appropriation totals at any level of control. Any revisions that alter the total of any fund appropriation or alter total function appropriations within a fund, or alter object appropriations within functions, must be approved by the Board of Education. The Board may pass supplemental fund appropriations provided the total appropriations by fund do not exceed the amounts set forth in the most recent certificate of estimated resources. The amounts reported as the original budgeted amounts in the budgetary statements reflect the appropriation in the first complete appropriated budget, including amounts automatically carried over from prior years. The amounts reported as the final budgeted amounts in the statements of budgetary comparisons represent the final appropriation amounts, including all supplemental appropriations. Formal budgetary integration is employed as a management control device during the year for all funds other than agency funds, consistent with statutory provisions.

Encumbrances As part of formal budgetary control, purchase orders, contracts and other commitments for the expenditure of monies are recorded as the equivalent of expenditures on the non-GAAP budgetary basis in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. On fund financial statements, encumbrances outstanding at year end are reported as a reservation of fund balance for subsequent-year expenditures for governmental funds. A reserve for encumbrances is not reported on government-wide financial statements.

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

Berea City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

Note 3 - Fund Deficits

Fund balances/net assets at June 30, 2000 included the following individual fund deficits:

	<u>Deficit</u>
Special Revenue Funds	
Preschool	(\$2,665)
Ohio Reads	(4,861)
Title VIR	(4,246)
Capital Projects Fund	
Power Up	(82,766)
Internal Service Fund	(34,364)

The deficits in the special revenue funds resulted from adjustments for accrued liabilities. The deficit in the capital projects fund is the result of the timing of grant fund payments. The deficit in the internal service fund resulted from an adjustment for accrued liabilities. The general fund is liable for any deficit in these funds and will provide operating transfers when cash is required, not when accruals occur.

Note 4 - Budgetary Basis of Accounting

While the School District is reporting financial position, results of operations and changes in fund balance on the basis of generally accepted accounting principles (GAAP), the budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The Statement of Revenues, Expenditures and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual 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 as a reservation of fund balance (GAAP).
4. Unrecorded cash represents amounts received but not included as revenue on the budget basis operating statements. These amounts are included as revenue on the GAAP basis operating statement.
5. Principal and interest payments on notes and the corresponding revenues are reported in the bond retirement fund (budget) rather than in the general fund (GAAP).

Berea City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

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 General
GAAP Basis	(\$3,772,872)
Net Adjustment for Revenue Accruals	1,450,429
Advance In	31,000
Taxes Revenue for Repayment of Debt	(905,625)
Unrecorded Cash	59,075
Net Adjustment for Expenditure Accruals	(232,288)
Principal Retirement	875,000
Interest and Fiscal Charges	30,625
Advance Out	(8,100)
Adjustment for Encumbrances	<u>(1,604,803)</u>
Budget Basis	<u><u>(\$4,077,559)</u></u>

Note 5 - Property Taxes

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

Property taxes include amounts levied against all real, public utility and tangible personal property located in the School District. Property tax revenue received during calendar 2000 for real and public utility property taxes represents collections of calendar 2000 taxes. Property tax payments received during calendar 2000 for tangible personal property (other than public utility property) is for calendar 2000 taxes.

2000 real property taxes are levied after April 1, 2000, on the assessed value as of January 1, 2000, the lien date. Assessed values are established by State law at thirty-five percent of appraised market value.

Public utility tangible personal property currently is assessed at varying percentages of true value; public utility real property is assessed at thirty-five percent of true value. 2000 public utility property taxes became a lien December 31, 1999, are levied after April 1, 2000 and are collected in 2001 with real property taxes.

Berea City School District
Notes to the Basic Financial Statements
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2000 tangible personal property taxes are levied after April 1, 1999, on the value as of December 31, 1999. Collections are made in 2000. Tangible personal property assessments are twenty-five percent of true value.

The assessed values upon which the fiscal year 2000 taxes were collected are:

	1999 Second- Half Collections		2000 First- Half Collections	
	Amount	Percent	Amount	Percent
Agricultural/ Residential and Other Real Estate	\$1,005,040,090	76.75%	\$1,027,815,310	77.40%
Public Utility Personal	56,737,020	4.33	55,967,350	4.21
Tangible Personal Property	247,826,803	18.92	244,299,461	18.39
Total	\$1,309,603,913	100.00%	\$1,328,082,121	100.00%
Tax rate per \$1,000 of assessed valuation	\$58.00		\$63.90	

The School District passed a 5.9 mill operating levy in May of 1999. The collection of this levy began in the second half of fiscal year 2000.

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

Tangible personal property taxes paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semiannually. If paid annually, payment is due April 30; if paid semiannually, the first payment is due April 30, with the remainder payable by September 20. Tangible personal property taxes paid by April 30 are usually received by the School District prior to June 30. This year, the June 2000 tangible personal property tax settlement was not received until July of 2000.

The School District receives property taxes from Cuyahoga County. The County Auditor periodically advances to the School District its portion of the taxes collected. Second-half real property tax payments collected by the county by June 30, 2000, are available to finance fiscal year 2000 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable represent delinquent taxes outstanding, the late settlement of personal property taxes and real property, personal property and public utility taxes which are measurable as of June 30, 2000 and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the delayed settlement of personal property tax and the amount of real property taxes available as an advance at June 30 were levied to finance current fiscal year operations. The receivable is therefore offset by a credit to deferred revenue for that portion not levied to finance current year operations. The late settlement

Berea City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

and the amount available as an advance at June 30 are recognized as revenue. At June 30, 2000, \$2,821,923 was available as an advance to the general fund, \$85,504 was available to the debt service fund and \$103,267 was available to the permanent improvement capital projects fund. At June 30, 1999, \$3,747,781 was available as an advance to the general fund, \$140,071 was available to the debt service fund and \$169,006 was available to the permanent improvement capital projects fund.

Note 6 - Deposits and Investment

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

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

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

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 monies must be evidenced by time certificates of deposit maturing not more than one year from the date of deposit or by savings or deposit accounts including passbook accounts.

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

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

1. United States treasury notes, bills, bonds, 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 obligations or securities issued by any federal government agency or instrumentality, including but not limited to, the federal national mortgage association, federal home loan bank, federal farm credit bank, federal home loan mortgage corporation, government national mortgage association, and student loan marketing association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and be marked to market daily, and that the term of the agreement must not exceed thirty days;

Berea City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasurer's investment pool (STAR Ohio);
7. Certain bankers' acceptances and commercial paper notes for a period not to exceed one hundred eighty days from the purchase date in an amount not to exceed twenty-five percent of the interim monies available for investment at any one time; and,
8. Under limited circumstances, corporate debt interests rated in either of the two highest rating classifications by at least two nationally recognized rating agencies.

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

The following information classifies deposits and investments by categories of risk as defined in GASB Statement 3, "Deposits with Financial Institutions, Investments and Reverse Repurchase Agreements".

Undeposited Cash At year-end, the School District's had \$16,790 in undeposited cash on hand which is included as part of "equity in pooled cash and cash equivalents."

Deposits At year-end, the carrying amount of the School District's deposits was \$51,020 and the bank balance was \$831,888. \$403,964 of the bank balance was covered by federal depository insurance and \$427,924 was uninsured and uncollateralized. Although all state statutory requirements for the deposit of money had been followed, noncompliance with federal requirements could potentially subject the School District to a successful claim by the Federal Deposit Insurance Corporation.

Investments The School District's investments are required to be categorized to give an indication of the level of risk assumed by the School District at year end. Category 1 includes investments that are insured or registered or for which the securities are held by the School District or its agent in the School District's name. Category 2 includes uninsured and unregistered investments for which securities are held by the counterparty's trust department or an agent in the School District's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty, or by its trust department or agent but not in the School District's name. Investments in the Victory Money Market Mutual Fund and in STAR Ohio are unclassified investments since they are not evidenced by securities that exist in physical or book entry form.

Berea City School District
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For the Fiscal Year Ended June 30, 2000

	Category		Fair Value
	2	3	
Federal Home Loan Bank Bonds	\$972,650	\$2,936,221	\$3,908,871
Federal Farm Credit Discount Notes	624,236	0	624,236
Fannie Mae Notes	1,395,275	1,524,415	2,919,690
Victory Money Market Mutual Fund			841,846
Investment in State Treasurer's Investment Pool			325,181
Total	\$2,992,161	\$4,460,636	\$8,619,824

The classification of cash and cash equivalents, and investments on the basic financial statements is based on criteria set forth in GASB Statement No. 9. A reconciliation between the classifications of cash and investments on the basic financial statements and the classification per GASB Statement No. 3 is as follows:

	Cash and Cash Equivalents/Deposits	Investments
GASB Statement 9	\$8,687,634	\$0
Undeposited Cash	(16,790)	
Investments which are part of a cash management pool:		
Federal Home Loan Bank Bonds	(3,908,871)	3,908,871
Federal Farm Credit Discount Notes	(624,236)	624,236
Fannie Mae Notes	(2,919,690)	2,919,690
Victory Money Market Mutual Fund	(841,846)	841,846
Investment in State Treasurer's Investment Pool	(325,181)	325,181
GASB Statement 3	<u>\$51,020</u>	<u>\$8,619,824</u>

Note 7 - Capital Assets

Capital asset activity for the fiscal year ended June 30, 2000, was as follows:

	Balance 6/30/99	Additions	Deductions	Balance 6/30/00
Governmental Activities				
Land	\$1,086,092	\$0	\$0	\$1,086,092
Land Improvements	2,227,363	6,700	0	2,234,063
Buildings and Improvements	41,491,808	742,568	0	42,234,376
Furniture and Equipment	11,276,025	270,657	(16,099)	11,530,583
Vehicles	3,299,698	129,462	(137,252)	3,291,908
Textbooks	6,633,264	66,250	0	6,699,514
Construction in Progress	95,899	991,709	(742,568)	345,040
Totals at Historical Cost	<u>\$66,110,149</u>	<u>\$2,207,346</u>	<u>(\$895,919)</u>	<u>\$67,421,576</u>

Berea City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

	Balance 6/30/99	Additions	Deductions	Balance 6/30/00
Less Accumulated Depreciation:				
Land Improvements	(\$637,598)	(\$70,745)	\$0	(\$708,343)
Buildings and Improvements	(26,606,243)	(679,986)	0	(27,286,229)
Furniture and Equipment	(9,428,525)	(461,301)	16,099	(9,873,727)
Vehicles	(2,385,596)	(154,251)	137,252	(2,402,595)
Textbooks	(5,722,580)	(399,350)	0	(6,121,930)
Total Accumulated Depreciation	<u>(44,780,542)</u>	<u>(1,765,633)*</u>	<u>153,351</u>	<u>(46,392,824)</u>
Governmental Activities Capital Assets, Net	<u>\$21,329,607</u>	<u>\$441,713</u>	<u>(\$742,568)</u>	<u>\$21,028,752</u>
Business-Type Activities				
Furniture and Equipment	\$690,847	\$18,565	\$0	\$709,412
Less Accumulated Depreciation	<u>(451,864)</u>	<u>(30,206)</u>	<u>0</u>	<u>(482,070)</u>
Business-Type Activities Capital Assets, Net	<u>\$238,983</u>	<u>(\$11,641)</u>	<u>\$0</u>	<u>\$227,342</u>

* Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	\$1,052,713
Special	92,813
Vocational	8,006
Support Services:	
Pupil	42,362
Instructional Staff	105,258
Administration	74,116
Fiscal	9,101
Business	22,590
Operation and Maintenance of Plant	110,658
Pupil Transportation	205,266
Central	21,329
Operation of Non-Instructional Services	5,029
Extracurricular Activities	<u>16,392</u>
Total Depreciation Expense	<u>\$1,765,633</u>

Berea City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

Note 8 - Receivables

Receivables at June 30, 2000, consisted of taxes, accounts (rent and student fees), intergovernmental grants and interest. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current year guarantee of federal funds.

A summary of the principal items of intergovernmental receivables follows:

	<u>Amounts</u>
Governmental Activities	
Excess Costs	\$867,068
Tuition and Fees	1,120
Rental	650
Payment in Lieu of Taxes	46,736
Title I	36,117
Virtual Middle School	4,658
 Grand Total	 \$956,349

Note 9 - 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 2000, the School District contracted with Hoffman Insurance Agency for property and general liability insurance. Hoffman Insurance Agency also covers boiler and machinery with a \$5,000,000 single occurrence limit and a \$250 deductible.

Professional liability is protected by Nationwide Insurance with a \$2,000,000 single occurrence limit, a \$5,000,000 aggregate and no deductible. Vehicles are also covered by Nationwide Insurance and hold a \$50 deductible for comprehensive and a \$250 deductible for collision. Automobile liability has a \$2,000,000 combined single limit of liability. Settled claims have not exceeded this commercial coverage in any of the past ten years. There have been no significant reductions in insurance coverage from the prior year.

B. Workers' Compensation

For fiscal year 2000, the School District participated in the Ohio School Board Association Workers' Compensation Group Rating Program (GRP), an insurance purchasing pool. 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. Total savings are then calculated and each participant's individual performance is compared to the overall savings

Berea City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

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

C. Employee Medical Benefits

The School District operates and manages employee dental and vision benefits on a self-insured basis. Commencing October 1, 1997 the School District converted its fully-insured medical insurance program to 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. Medical Mutual of Ohio provides claim review and processing.

The School District maintains stop-loss coverage for its medical insurance program. Individual stop-loss is \$75,000 and aggregate stop loss is maintained at 110 percent of expected claims. The aggregate stop-loss was not met in 2000. Medical Mutual of Ohio provides claim review and processing for the medical insurance program as well.

The claims liability at June 30, 2000, was estimated by the third party administrator to be \$717,125. This is based on the requirements of Governmental Accounting Standards Board Statement No. 10 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 year 1999 and 2000 were:

	Balance Beginning of Year	Current Year Claims	Claim Payments	Balance End of Year
1999	\$399,747	\$3,874,249	\$3,629,744	\$644,252
2000	644,252	4,774,926	4,702,053	717,125

Note 10 - Defined Benefit Pension Plans

A. School Employees Retirement System

The School District contributes to the School Employees Retirement System of Ohio (SERS), a cost-sharing multiple employer defined benefit pension plan. SERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the School Employees Retirement System, 45 N. Fourth Street, Columbus, Ohio 43215-3634.

Berea City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

Plan members are required to contribute 9 percent of their annual covered salary and the School District is required to contribute at an actuarially determined rate. The current School District rate is 14 percent of annual covered payroll. A portion of the School District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for fiscal year 2000, 5.5 percent of annual covered salary was the portion used to fund pension obligations. For fiscal year 1999, 7.7 percent was used to fund pension obligations. The contribution requirements of plan members and employers are established and may be amended, up to a statutory maximum amount, by the SERS' Retirement Board. The School District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2000, 1999, and 1998 were \$647,894, \$873,246 and \$1,041,0722, respectively; 48.97 percent has been contributed for fiscal year 2000 and 100 percent for fiscal years 1999 and 1998. \$330,623, represents the unpaid contribution for fiscal year 2000.

B. State Teachers Retirement System

The School District contributes to the State Teachers Retirement System of Ohio (STRS), a cost-sharing multiple employer public employee retirement system. STRS provides retirement and disability benefits, annual cost-of-living adjustments, and death and survivor benefits to members and beneficiaries. Benefits are established by Chapter 3307 of the Ohio Revised Code. STRS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information for STRS. That report may be obtained by writing to the State Teachers Retirement System, 275 East Broad Street, Columbus, Ohio 43215-3371.

For the fiscal year ended June 30, 2000, plan members were required to contribute 9.3 percent of their annual covered salaries. The School District was required to contribute 14 percent; 6 percent was the portion used to fund pension obligations. Contribution rates are established by STRS, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. The School District's required contributions for pension obligations to STRS for the fiscal years ended June 30, 2000, 1999, and 1998 were \$1,800,931, \$1,706,603 and \$2,981,847, respectively; 80.13 percent has been contributed for fiscal year 2000 and 100 percent for fiscal years 1999 and 1998. \$357,784 represents the unpaid contribution for fiscal year 2000.

C. Social Security System

Effective July 1, 1991, all employees not otherwise covered by the School Employees Retirement System or the State Teachers Retirement System have an option to choose Social Security or the School Employees Retirement System/State Teachers Retirement System. As of June 30, 2000, one of the members of the Board of Education has elected Social Security. The Board's liability is 6.2 percent of wages paid.

Note 11 - Postemployment Benefits

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

All STRS benefit recipients and sponsored dependents are eligible for health care coverage. The STRS Board has statutory authority over how much, if any, of the health care costs will be absorbed by STRS. Most benefit

Berea City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

recipients pay a portion of the health care cost in the form of a monthly premium. By law, the cost of coverage paid from STRS funds is included in the employer contribution rate, currently 14 percent of covered payroll. For the fiscal year ended June 30, 2000, the STRS Board allocated employer contributions equal to 8 percent of covered payroll to the Health Care Reserve Fund. For the School District, this amount equaled \$2,401,241 for fiscal year 2000.

STRS pays health care benefits from the Health Care Reserve Fund. At June 30, 1999, (the latest information available) the balance in the Fund was \$2,783 million. For the year ended June 30, 1999, net health care costs paid by STRS were \$249,929,000 and STRS had 95,796 eligible benefit recipients.

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

After the allocation for basic benefits, the remainder of the employer's 14 percent contribution is allocated to providing health care benefits. For the fiscal year ended June 30, 2000, employer contributions to fund health care benefits were 8.50 percent of covered payroll, an increase from 2.2 percent for fiscal year 2000. In addition, SERS levies a surcharge to fund health care benefits equal to 14 percent of the difference between a minimum pay and the member's pay, pro-rated for partial service credit. For fiscal year 2000, the minimum pay was established at \$12,400. For the School District, the amount contributed to fund health care benefits, including the surcharge, during the 2000 fiscal year equaled \$1,111,860.

The surcharge, added to the unallocated portion of the 14 percent employer contribution rate, provides for maintenance of the asset target level for the health care fund. The target level for the health care reserve is 125 percent of the annual health care expenses. Expenses for health care for the fiscal year ended June 30, 1999 (the latest information available), were \$126,380,984 and the target level was \$189.6 million. At June 30, 1999, SERS had net assets available for payment of health care benefits of \$188.0 million. SERS has approximately 51,000 participants currently receiving health care benefits.

Note 12 - 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 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 90 days for classified employees and 90 days for certified employees. An employee receiving such payment must meet the retirement provisions set by STRS or SERS.

Berea City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

B. Early Retirement Incentive

The School District Board of Education offered employees participation in an Early Retirement Incentive program. Participation was open to employees between September 13, 1999 through October 29, 1999 who were at least fifty years old and qualified for retirement. Those employees who elected to retire under this plan will receive \$34,250. This amount, along with the employee's severance, will be placed in an account and distributed to the employee over a period of ten years, commencing with their leaving the School District on June 30, 2000. The account will be managed by a third party administrator.

C. Health and Life Insurance

The School District operates and manages employee medical benefits on a self-insured basis. Medical Mutual of Ohio provides claim review and processing.

The School District continues to offer a fully insured HMO option for those employees who do not wish to participate in the self-insured plan. Fewer than five percent of employees seek this option.

The School District provides life insurance and accidental death and dismemberment insurance to most employees through Medical Life Insurance Company. The amounts provided equal the employee's annual salary or are provided in an amount of \$10,000 or \$20,000.

Note 13 - Long - Term Liabilities

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

	Principal Outstanding 6/30/99	Additions	Reductions	Principal Outstanding 6/30/00	Amounts Due in One Year
Governmental Activities					
General Obligation Bonds:					
1993 School Improvement	\$12,950,000	\$0	\$395,000	\$12,555,000	\$410,000
Notes Payable:					
1997 Tax Anticipation Note	900,000	0	450,000	450,000	450,000
1999 Energy Conservation	875,000	0	875,000	0	0
Compensated Absences	7,547,022	0	1,807,102	5,739,920	854,345
Early Retirement Incentive	<u>0</u>	<u>1,164,500</u>	<u>0</u>	<u>1,164,500</u>	<u>0</u>
Total Governmental Activities Long-Term Liabilities	<u>\$22,272,022</u>	<u>\$1,164,500</u>	<u>\$3,527,102</u>	<u>\$19,909,420</u>	<u>\$1,714,345</u>
Business-Type Activities					
Compensated Absences	<u>\$120,263</u>	<u>\$27,296</u>	<u>\$1,952</u>	<u>\$145,607</u>	<u>\$5,745</u>

On April 1, 1993, the School District issued \$14,575,000, 5.0 - 6.5 percent general obligation bonds. These bonds were issued to fund various school improvements and will be paid from property taxes.

Berea City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

During fiscal year 1997, the School District issued a \$1,800,000, 4.75 percent tax anticipation note. The note is backed by the full faith and credit of Berea City School District and will be paid from property taxes.

Compensated absences will be paid from the fund where the employee's salary is paid. The decline in compensated absences is due to the payment of an early retirement incentive program offered in fiscal year 1997. The early retirement incentive will be paid from the general fund.

Tax anticipation notes are reported as liabilities on the fund financial statements in the funds which received the proceeds.

At June 30, 2000 the School District's overall legal debt margin was \$107,698,525 with an unvoted debt margin of \$1,328,082. Principal and interest requirements to retire long-term liabilities outstanding at June 30, 2000 are as follows:

Fiscal Year Ending June 30	General Obligation Bonds	Notes	Total
2001	1,144,826	593,351	1,738,177
2002	1,137,526	0	1,137,526
2003	1,128,926	0	1,128,926
2004	1,217,739	0	1,217,739
2005 - 2009	5,755,273	0	5,755,273
2010 - 2014	5,292,270	0	5,292,270
2015 - 2018	3,974,500	0	3,974,500
Total	\$19,651,060	\$593,351	\$20,244,411

Note 14 - Interfund Transactions

On the fund financial statements the Permanent Improvement fund reported an interfund receivable at June 30, 2000, of \$73,600. The Power Up capital projects fund had an interfund payable of the same amount.

On the fund financial statements the General fund reported an interfund receivable at June 30, 2000 of \$8,100. The Ohio Reads special revenue fund had an interfund payable of the same amount.

On the fund financial statements the Bond Retirement fund reported an interfund receivable at June 30, 2000 of \$120,000. The Permanent Improvement fund had an interfund payable of the same amount.

On the fund financial statements the General fund reported a due from other funds at June 30, 2000, of \$14,438. The auxiliary services special revenue fund had a due to other funds of the same amount.

Berea City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

Note 15 - State School Funding Decision

On March 24, 1997, the Ohio Supreme Court rendered a decision declaring certain portions of the Ohio school funding plan unconstitutional. The Court stayed the effect of its ruling for one year to allow the Ohio General Assembly to design a plan to remedy the perceived defects in the system. Declared unconstitutional was the State's "school foundation program", which provides significant amounts of monetary support to the School District. During the fiscal year ended June 30, 2000, the School District received \$6,655,400 of school foundation support for its general fund.

Since the Supreme Court ruling, numerous pieces of legislation have been passed by the State General Assembly in an attempt to address the issues identified by the Court. The Court of Common Pleas in Perry County reviewed the new laws and, in a decision issued on February 26, 1999, determined they are not sufficiently responsive to the constitutional issues raised under the "thorough and efficient" clause of the Ohio Constitution. The State appealed the decision made by the Court of Common Pleas to the Ohio Supreme Court. On May 11, 2000, the Ohio Supreme Court rendered an opinion on this issue. The Court concluded, "...the mandate of the (Ohio) Constitution has not been fulfilled." The Court's majority recognized efforts by the Ohio General Assembly taken in response to the Court's March 24, 1997, decision, however, it found seven "...major areas warrant further attention, study, and development by the General Assembly...", including the State's reliance on local property tax funding, the State's basic aid formula, the school foundation program, as discussed above, the mechanism for, and adequacy of, funding for school facilities, and the existence of the State's School Solvency Assistance Fund, which the Court found took the place of the unconstitutional emergency school loan assistance program.

The Court decided to maintain jurisdiction over these issues and continued the case at least until June 15, 2001.

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

Note 16 - Contingencies

A. Grants

The School District received financial assistance from federal and state agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the School District at June 30, 2000.

B. Litigation

Berea City School District is a party to legal proceedings. The School District management is of the opinion that ultimate disposition of these claims will not have a material effect on the financial condition of the School District.

Berea City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

Note 17 - 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 eighty-three school districts. The jointly governed organization was formed to purchase quality products and services at the lowest possible cost to the member districts. Each district supports the Council by paying an annual participation fee. The Council's Board consists of seven superintendents of the participating districts whose term rotates every year. The degree of control exercised by any school district is limited to its representation on the Board. In fiscal year the School District paid \$41,987 to the Council. Financial information can be obtained by contacting Albert G. Vasek, the Executive Secretary of the Ohio Schools' Council at 155 Center Road, Bedford, Ohio 44146.

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

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

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

Berea City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

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

B. 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.

Note 18 – Contractual Commitments

As of June 30, 2000, the School District has one contractual commitment for technology improvements. The original commitment was \$407,600. As of June 30, 2000, \$345,040 has been paid.

Note 19 - 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 purchase of textbooks and other instructional materials and an equal amount 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 School District is also required to set aside money for budget stabilization.

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

	Budget Stabilization Reserve	Capital Improvements Reserve	Textbooks Instructional Materials Reserve
Set-aside Reserve Balance as of June 30, 1999	\$334,989	\$0	\$0
Current year set-aside requirements	0	1,439,960	1,439,960
Qualifying Disbursements	0	1,460,813	750,545
Set-aside Balance Carried Forward to Future Fiscal Years	<u>\$334,989</u>	<u>(\$20,853)</u>	<u>\$689,415</u>
Set-aside Reserve Balance as of June 30, 2000	<u>\$334,989</u>	<u>\$0</u>	<u>\$689,415</u>

The School District had qualifying disbursements and offsets during the fiscal year that reduced the capital improvements set-aside amounts below zero. This amount may be carried forward to reduce future fiscal year requirements. The total reserve balance for the three set-asides at the end of the fiscal year was \$1,024,404.

Berea City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2000

Note 20 – Restricted Assets

The following table represents the detail of restricted assets:

Equity in Pooled Cash and Cash Equivalents	\$3,894,838
Cash and Cash Equivalents:	
With Fiscal Agent	1,422
With Escrow Agent	165,359
Receivables:	
Taxes	2,862,944
Accounts	66,957
Intergovernmental	<u>40,775</u>
Total	<u>\$7,032,295</u>

Note 21 – Restatement

For fiscal year 2000, the School District has implemented the provisions of Interpretation No. 6 of the Governmental Accounting Standards Board, "Recognition and Measurement of Certain Liabilities and Expenditures in Governmental Fund Financial Statements." The implementation of this interpretation resulted in an increase of the fund balance in the general fund as of June 30, 1999, from \$5,255,001 to \$5,578,446.

Berea City School District

Combining Statements and Individual Fund Schedules

Berea City School District

Combining Statements - Nonmajor Funds

Nonmajor Special Revenue Funds

The Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than expendable trusts, or for major capital projects) that are legally restricted to expenditure for specified purposes. Following is a description of the School District's nonmajor special revenue funds:

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

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

Title I Fund This fund accounts for federal 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 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 State monies used to provide preschool education for students of low income families.

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

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

Preschool Fund This fund accounts for federal revenues used for speech therapy services and instructional supplies used in preschool programs.

Peer Assistance Fund - This fund accounts for State monies used for developing, researching, implementing, and evaluating career enhancement programs.

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

Teacher Development Fund This fund accounts for state grant monies used to support locally developed teacher training and professional development.

Title VI Fund This fund accounts for federal revenues which support implementation of programs such as computer education, gifted and talented programs, in-service and staff development.

(continued)

Berea City School District

Nonmajor Special Revenue Funds (continued)

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

Ohio Reads Fund This fund accounts for state grant monies intended to supplement the Districts reading programs.

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

Educational Management Information Systems (EMIS) Fund
Learn and Serve America Fund
Education for Economic Security Act Fund
School Professional Development Fund
Emergency Immigrant Education Grant Fund
Conflict Management Fund
Continuous Improvement Fund
Dependant Care Grant Fund
Parent Mentor Grant Fund
Library Services and Technology Act (LSTA) Mini Grant Fund
School Improvement Grant Fund
Safe School Helpline Fund
Title VIR Fund
Virtual Middle School Fund

Nonmajor Capital Projects Funds

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds). Following is a description of the nonmajor capital projects funds:

Building Fund This fund accounts for the 1993 school improvement bond proceeds to be used for the acquisition, construction, or improvement of capital facilities.

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

Textbook Subsidy This fund accounts for State Grant monies used to purchase textbooks.

Raise the Bar Fund This fund accounts for State Grant monies used for technology improvements, primarily at the School District's middle schools.

Power Up Grant Fund This fund accounts for grant monies expended to make wiring in the classrooms technology ready.

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

Berea City School District
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2000

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets			
Equity in Pooled Cash and Cash Equivalents	\$796,899	\$162,388	\$959,287
Cash and Cash Equivalents with Escrow Agents	0	88,880	88,880
Receivables:			0
Accounts	66,957	0	66,957
Intergovernmental	40,775	0	40,775
<i>Total Assets</i>	<u>\$904,631</u>	<u>\$251,268</u>	<u>\$1,155,899</u>
Liabilities and Fund Balances			
Liabilities			
Accounts Payable	\$50,521	\$37,916	\$88,437
Contracts Payable	0	9,171	9,171
Accrued Wages	55,727	0	55,727
Retainage Payable	0	88,880	88,880
Interfund Payable	8,100	73,600	81,700
Due to Other Funds	14,438	0	14,438
Intergovernmental Payable	22,259	0	22,259
Deferred Revenue	36,023	0	36,023
<i>Total Liabilities</i>	<u>187,068</u>	<u>209,567</u>	<u>396,635</u>
Fund Balances			
Reserved for Encumbrances	127,409	29,643	157,052
Unreserved, Undesignated, Reported in:			0
Special Revenue Funds	590,154	0	590,154
Capital Projects Funds	0	12,058	12,058
<i>Total Fund Balances</i>	<u>717,563</u>	<u>41,701</u>	<u>759,264</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$904,631</u>	<u>\$251,268</u>	<u>\$1,155,899</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, 2000

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues			
Intergovernmental	\$2,379,022	\$97,199	\$2,476,221
Interest	13,808	3,124	16,932
Tuition and Fees	450	0	450
Extracurricular Activities	502,210	0	502,210
Contributions and Donations	122,194	0	122,194
Miscellaneous	17,217	0	17,217
<i>Total Revenues</i>	<u>3,034,901</u>	<u>100,323</u>	<u>3,135,224</u>
Expenditures			
Current:			
Instruction:			
Regular	606,482	0	606,482
Special	265,687	0	265,687
Adult/Continuing	12,920	0	12,920
Support Services:			
Pupil	294,042	0	294,042
Instructional Staff	549,046	0	549,046
Administration	58,831	0	58,831
Operation and Maintenance of Plant	67	0	67
Pupil Transportation	934	0	934
Central	17,110	0	17,110
Operation of Non-Instructional Services	608,024	0	608,024
Extracurricular Activities	350,212	0	350,212
Capital Outlay	0	376,850	376,850
Intergovernmental	8,704	0	8,704
<i>Total Expenditures</i>	<u>2,772,059</u>	<u>376,850</u>	<u>3,148,909</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	262,842	(276,527)	(13,685)
Other Financing Sources			
Operating Transfers In	7,400	0	7,400
<i>Net Change in Fund Balance</i>	270,242	(276,527)	(6,285)
<i>Fund Balances Beginning of Year</i>	<u>447,321</u>	<u>318,228</u>	<u>765,549</u>
<i>Fund Balances End of Year</i>	<u><u>\$717,563</u></u>	<u><u>\$41,701</u></u>	<u><u>\$759,264</u></u>

Berea City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2000

	Title VI-B	Auxiliary Services	Title I
Assets			
Equity in Pooled Cash and Cash Equivalents	\$36,643	\$136,378	\$4,860
Receivables:			
Accounts	0	0	0
Intergovernmental	0	0	36,117
<i>Total Assets</i>	<u>\$36,643</u>	<u>\$136,378</u>	<u>\$40,977</u>
Liabilities and Fund Balances			
Liabilities			
Accounts Payable	\$0	\$28,061	\$562
Accrued Wages	9,826	600	0
Interfund Payable	0	0	0
Due to Other Funds	0	14,438	0
Intergovernmental Payable	2,474	14,792	84
Deferred Revenue	0	0	0
<i>Total Liabilities</i>	<u>12,300</u>	<u>57,891</u>	<u>646</u>
Fund Balances			
Reserved for Encumbrances	7,013	63,969	1,513
Unreserved, Undesignated, Reported in:			
Special Revenue Funds (Deficit)	17,330	14,518	38,818
<i>Total Fund Balances (Deficit)</i>	<u>24,343</u>	<u>78,487</u>	<u>40,331</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$36,643</u>	<u>\$136,378</u>	<u>\$40,977</u>

District Managed Student Activities	Preschool At Risk	Public School Support	Local Grants	Preschool
\$110,097	\$22,370	\$146,326	\$92,505	\$395
0	0	0	66,957	0
0	0	0	0	0
<u>\$110,097</u>	<u>\$22,370</u>	<u>\$146,326</u>	<u>\$159,462</u>	<u>\$395</u>
\$2,759	\$0	\$2,094	\$0	\$0
0	11,836	0	10,436	2,660
0	0	0	0	0
0	0	0	0	0
0	1,657	0	0	400
0	0	0	36,023	0
<u>2,759</u>	<u>13,493</u>	<u>2,094</u>	<u>46,459</u>	<u>3,060</u>
6,942	5,185	4,987	25,522	169
<u>100,396</u>	<u>3,692</u>	<u>139,245</u>	<u>87,481</u>	<u>(2,834)</u>
<u>107,338</u>	<u>8,877</u>	<u>144,232</u>	<u>113,003</u>	<u>(2,665)</u>
<u>\$110,097</u>	<u>\$22,370</u>	<u>\$146,326</u>	<u>\$159,462</u>	<u>\$395</u>

(continued)

Berea City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds (continued)
June 30, 2000

	Peer Assistance	Teacher Development	Title VI
Assets			
Equity in Pooled Cash and Cash Equivalents	\$81,418	\$39,674	\$17,349
Receivables:			
Accounts	0	0	0
Intergovernmental	0	0	0
<i>Total Assets</i>	<u>\$81,418</u>	<u>\$39,674</u>	<u>\$17,349</u>
Liabilities and Fund Balances			
Liabilities			
Accounts Payable	\$0	\$4,199	\$2,531
Accrued Wages	0	10,357	0
Interfund Payable	0	0	0
Due to Other Funds	0	0	0
Intergovernmental Payable	0	1,450	0
Deferred Revenue	0	0	0
<i>Total Liabilities</i>	<u>0</u>	<u>16,006</u>	<u>2,531</u>
Fund Balances			
Reserved for Encumbrances	14	336	7,129
Unreserved, Undesignated, Reported in:			
Special Revenue Funds (Deficit)	81,404	23,332	7,689
<i>Total Fund Balances (Deficit)</i>	<u>81,418</u>	<u>23,668</u>	<u>14,818</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$81,418</u>	<u>\$39,674</u>	<u>\$17,349</u>

Drug Free Schools	Ohio Reads	EMIS	Learn and Serve America	Education for Economic Security Act
\$7,411	\$6,126	\$21,980	\$4,546	\$27,908
0	0	0	0	0
0	0	0	0	0
<u>\$7,411</u>	<u>\$6,126</u>	<u>\$21,980</u>	<u>\$4,546</u>	<u>\$27,908</u>
\$0	\$2,887	\$5,777	\$0	\$1,651
0	0	0	0	0
0	8,100	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	10,987	5,777	0	1,651
225	2,309	151	0	191
7,186	(7,170)	16,052	4,546	26,066
7,411	(4,861)	16,203	4,546	26,257
<u>\$7,411</u>	<u>\$6,126</u>	<u>\$21,980</u>	<u>\$4,546</u>	<u>\$27,908</u>

(continued)

Berea City School District
Combining Balance Sheet
Nonmajor Special Revenue Funds (continued)
June 30, 2000

	School Professional Development	Emergency Immigrant Education Grant	Parent Mentor Grant
Assets			
Equity in Pooled Cash and Cash Equivalents	\$5,000	\$699	\$2,368
Receivables:			
Accounts	0	0	0
Intergovernmental	0	0	0
<i>Total Assets</i>	<u>\$5,000</u>	<u>\$699</u>	<u>\$2,368</u>
Liabilities and Fund Balances			
Liabilities			
Accounts Payable	\$0	\$0	\$0
Accrued Wages	0	0	0
Interfund Payable	0	0	0
Due to Other Funds	0	0	0
Intergovernmental Payable	0	0	0
Deferred Revenue	0	0	0
<i>Total Liabilities</i>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balances			
Reserved for Encumbrances	0	51	1,703
Unreserved, Undesignated, Reported in: Special Revenue Funds (Deficit)	5,000	648	665
<i>Total Fund Balances (Deficit)</i>	<u>5,000</u>	<u>699</u>	<u>2,368</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$5,000</u>	<u>\$699</u>	<u>\$2,368</u>

School Improvement Grant	Safe School Helpline	Title VIR	Virtual Middle School	Total Nonmajor Special Revenue Funds
\$25,000	\$416	\$7,168	\$262	\$796,899
0	0	0	0	66,957
0	0	0	4,658	40,775
<u>\$25,000</u>	<u>\$416</u>	<u>\$7,168</u>	<u>\$4,920</u>	<u>\$904,631</u>
\$0	\$0	\$0	\$0	\$50,521
0	0	10,012	0	55,727
0	0	0	0	8,100
0	0	0	0	14,438
0	0	1,402	0	22,259
0	0	0	0	36,023
0	0	11,414	0	187,068
0	0	0	0	127,409
25,000	416	(4,246)	4,920	590,154
25,000	416	(4,246)	4,920	717,563
<u>\$25,000</u>	<u>\$416</u>	<u>\$7,168</u>	<u>\$4,920</u>	<u>\$904,631</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, 2000

	Title VI-B	Auxiliary Services	Title I
Revenues			
Intergovernmental	\$562,175	\$536,615	\$316,853
Interest	0	10,009	0
Tuition and Fees	0	0	0
Extracurricular Activities	0	0	0
Contributions and Donations	0	0	0
Miscellaneous	0	0	0
<i>Total Revenues</i>	<u>562,175</u>	<u>546,624</u>	<u>316,853</u>
Expenditures			
Current:			
Instruction:			
Regular	0	0	0
Special	12,056	0	250,763
Adult/Continuing	0	0	0
Support Services:			
Pupil	224,754	0	0
Instructional Staff	202,673	0	11,998
Administration	38,029	0	751
Operation and Maintenance of Plant	0	0	0
Pupil Transportation	0	0	0
Central	0	0	0
Operation of Non-Instructional Services	96,834	483,395	50
Extracurricular Activities	0	0	0
Intergovernmental	0	0	0
<i>Total Expenditures</i>	<u>574,346</u>	<u>483,395</u>	<u>263,562</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(12,171)	63,229	53,291
Other Financing Sources			
Operating Transfers In	0	0	0
<i>Net Change in Fund Balance</i>	(12,171)	63,229	53,291
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>36,514</u>	<u>15,258</u>	<u>(12,960)</u>
<i>Fund Balances (Deficit) End of Year</i>	<u><u>\$24,343</u></u>	<u><u>\$78,487</u></u>	<u><u>\$40,331</u></u>

District Managed Student Activities	Preschool At Risk	Public School Support	Local Grants	Preschool
\$0	\$224,048	\$0	\$85,013	\$32,389
0	0	0	3,799	0
450	0	0	0	0
318,876	0	183,334	0	0
46,849	0	32,311	43,034	0
683	0	16,534	0	0
<u>366,858</u>	<u>224,048</u>	<u>232,179</u>	<u>131,846</u>	<u>32,389</u>
16	97,266	80,035	122,253	0
0	0	0	1,247	0
0	0	0	0	0
3,398	10,000	1,554	5,832	20,008
0	95,024	108,474	4,307	3,417
0	12,046	0	0	0
0	0	0	67	0
0	700	0	103	0
0	135	0	0	0
0	0	0	0	12,369
334,178	0	16,034	0	0
0	0	0	0	0
<u>337,592</u>	<u>215,171</u>	<u>206,097</u>	<u>133,809</u>	<u>35,794</u>
29,266	8,877	26,082	(1,963)	(3,405)
7,400	0	0	0	0
36,666	8,877	26,082	(1,963)	(3,405)
70,672	0	118,150	114,966	740
<u>\$107,338</u>	<u>\$8,877</u>	<u>\$144,232</u>	<u>\$113,003</u>	<u>(\$2,665)</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, 2000

	Peer Assistance	Adult Basic	Teacher Development
Revenues			
Intergovernmental	\$175,882	\$0	\$47,652
Interest	0	0	0
Tuition and Fees	0	0	0
Extracurricular Activities	0	0	0
Contributions and Donations	0	0	0
Miscellaneous	0	0	0
<i>Total Revenues</i>	<u>175,882</u>	<u>0</u>	<u>47,652</u>
Expenditures			
Current:			
Instruction:			
Regular	116,658	0	0
Special	0	0	0
Adult/Continuing	0	101	12,819
Support Services:			
Pupil	0	0	0
Instructional Staff	3,977	0	0
Administration	0	0	0
Operation and Maintenance of Plant	0	0	0
Pupil Transportation	0	0	0
Central	0	0	0
Operation of Non-Instructional Services	0	0	12,028
Extracurricular Activities	0	0	0
Intergovernmental	0	130	0
<i>Total Expenditures</i>	<u>120,635</u>	<u>231</u>	<u>24,847</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	55,247	(231)	22,805
Other Financing Sources			
Operating Transfers In	0	0	0
<i>Net Change in Fund Balance</i>	55,247	(231)	22,805
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>26,171</u>	<u>231</u>	<u>863</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$81,418</u>	<u>\$0</u>	<u>\$23,668</u>

Title VI	Drug Free Schools	Ohio Reads	EMIS	Learn and Serve America
\$49,771	\$33,513	\$84,821	\$22,421	\$12,552
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
49,771	33,513	84,821	22,421	12,552
0	0	89,682	0	0
0	0	0	0	0
0	0	0	0	0
0	28,496	0	0	0
39,851	4,298	0	0	10,178
0	0	0	0	0
0	0	0	0	0
0	131	0	0	0
0	0	0	16,975	0
3,257	0	0	0	0
0	0	0	0	0
0	0	0	0	0
43,108	32,925	89,682	16,975	10,178
6,663	588	(4,861)	5,446	2,374
0	0	0	0	0
6,663	588	(4,861)	5,446	2,374
8,155	6,823	0	10,757	2,172
<u>\$14,818</u>	<u>\$7,411</u>	<u>(\$4,861)</u>	<u>\$16,203</u>	<u>\$4,546</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, 2000

	Education for Economic Security Act	School Professional Development	Emergency Immigrant Education Grant
Revenues			
Intergovernmental	\$28,331	\$5,000	\$2,320
Interest	0	0	0
Tuition and Fees	0	0	0
Extracurricular Activities	0	0	0
Contributions and Donations	0	0	0
Miscellaneous	0	0	0
<i>Total Revenues</i>	<u>28,331</u>	<u>5,000</u>	<u>2,320</u>
Expenditures			
Current:			
Instruction:			
Regular	0	0	0
Special	0	0	1,621
Adult/Continuing	0	0	0
Support Services:			
Pupil	0	0	0
Instructional Staff	17,351	0	0
Administration	0	0	0
Operation and Maintenance of Plant	0	0	0
Pupil Transportation	0	0	0
Central	0	0	0
Operation of Non-Instructional Services	91	0	0
Extracurricular Activities	0	0	0
Intergovernmental	0	0	0
<i>Total Expenditures</i>	<u>17,442</u>	<u>0</u>	<u>1,621</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	10,889	5,000	699
Other Financing Sources			
Operating Transfers In	0	0	0
<i>Net Change in Fund Balance</i>	10,889	5,000	699
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>15,368</u>	<u>0</u>	<u>0</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$26,257</u>	<u>\$5,000</u>	<u>\$699</u>

<u>Conflict Management</u>	<u>Continuous Improvement</u>	<u>Dependant Care Grant</u>	<u>Parent Mentor Grant</u>	<u>LSTA Mini Grant</u>
\$0	\$0	\$0	\$25,000	\$0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>25,000</u>	<u>0</u>
1	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	7,534	0	26,231	13,733
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
856	6,438	1,276	0	4
<u>857</u>	<u>13,972</u>	<u>1,276</u>	<u>26,231</u>	<u>13,737</u>
(857)	(13,972)	(1,276)	(1,231)	(13,737)
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
(857)	(13,972)	(1,276)	(1,231)	(13,737)
<u>857</u>	<u>13,972</u>	<u>1,276</u>	<u>3,599</u>	<u>13,737</u>
<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$2,368</u>	<u>\$0</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, 2000

	School Improvement Grant	Safe School Helpline	Title VIR
Revenues			
Intergovernmental	\$25,000	\$8,421	\$69,587
Interest	0	0	0
Tuition and Fees	0	0	0
Extracurricular Activities	0	0	0
Contributions and Donations	0	0	0
Miscellaneous	0	0	0
<i>Total Revenues</i>	<u>25,000</u>	<u>8,421</u>	<u>69,587</u>
Expenditures			
Current:			
Instruction:			
Regular	0	0	73,833
Special	0	0	0
Adult/Continuing	0	0	0
Support Services:			
Pupil	0	0	0
Instructional Staff	0	0	0
Administration	0	8,005	0
Operation and Maintenance of Plant	0	0	0
Pupil Transportation	0	0	0
Central	0	0	0
Operation of Non-Instructional Services	0	0	0
Extracurricular Activities	0	0	0
Intergovernmental	0	0	0
<i>Total Expenditures</i>	<u>0</u>	<u>8,005</u>	<u>73,833</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	25,000	416	(4,246)
Other Financing Sources			
Operating Transfers In	0	0	0
<i>Net Change in Fund Balance</i>	25,000	416	(4,246)
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$25,000</u>	<u>\$416</u>	<u>(\$4,246)</u>

Virtual Middle School	Total Nonmajor Special Revenue Funds
\$31,658	\$2,379,022
0	13,808
0	450
0	502,210
0	122,194
0	17,217
<u>31,658</u>	<u>3,034,901</u>
26,738	606,482
0	265,687
0	12,920
0	294,042
0	549,046
0	58,831
0	67
0	934
0	17,110
0	608,024
0	350,212
0	8,704
<u>26,738</u>	<u>2,772,059</u>
4,920	262,842
0	7,400
<u>4,920</u>	<u>270,242</u>
0	447,321
<u>\$4,920</u>	<u>\$717,563</u>

Berea City School District
Combining Balance Sheet
Nonmajor Capital Projects Funds
June 30, 2000

	Building	School Net	Textbook Subsidy
Assets			
Equity in Pooled Cash and Cash Equivalents	\$70,352	\$1,311	\$32,509
Cash and Cash Equivalents with Escrow Agents	88,880	0	0
<i>Total Assets</i>	<u>\$159,232</u>	<u>\$1,311</u>	<u>\$32,509</u>
Liabilities and Fund Balances			
Liabilities			
Accounts Payable	\$0	\$0	\$8,757
Contracts Payable	0	0	0
Retainage Payable	88,880	0	0
Interfund Payable	0	0	0
<i>Total Liabilities</i>	<u>88,880</u>	<u>0</u>	<u>8,757</u>
Fund Balances			
Reserved for Encumbrances	669	1,248	5,602
Unreserved, Undesignated, Reported in: Capital Projects Funds (Deficit)	69,683	63	18,150
<i>Total Fund Balances (Deficit)</i>	<u>70,352</u>	<u>1,311</u>	<u>23,752</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$159,232</u>	<u>\$1,311</u>	<u>\$32,509</u>

Raise the Bar	Power Up Grant	Network Connectivity	Total Nonmajor Capital Projects Funds
\$26,045	\$18,225	\$13,946	\$162,388
0	0	0	88,880
<u>\$26,045</u>	<u>\$18,225</u>	<u>\$13,946</u>	<u>\$251,268</u>
\$1,032	\$18,220	\$9,907	\$37,916
0	9,171	0	9,171
0	0	0	88,880
0	73,600	0	73,600
<u>1,032</u>	<u>100,991</u>	<u>9,907</u>	<u>209,567</u>
13	18,220	3,891	29,643
25,000	(100,986)	148	12,058
<u>25,013</u>	<u>(82,766)</u>	<u>4,039</u>	<u>41,701</u>
<u>\$26,045</u>	<u>\$18,225</u>	<u>\$13,946</u>	<u>\$251,268</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, 2000

	Building	School Net	Textbook Subsidy
Revenues			
Intergovernmental	\$0	\$0	\$0
Interest	3,124	0	0
<i>Total Revenues</i>	3,124	0	0
Expenditures			
Capital Outlay	0	3,021	46,006
<i>Net Change in Fund Balances</i>	3,124	(3,021)	(46,006)
<i>Fund Balances Beginning of Year</i>	67,228	4,332	69,758
<i>Fund Balances End of Year</i>	<u>\$70,352</u>	<u>\$1,311</u>	<u>\$23,752</u>

<u>Raise the Bar</u>	<u>Power Up Grant</u>	<u>Network Connectivity</u>	<u>Total Nonmajor Capital Projects Funds</u>
\$61,943	\$0	\$35,256	\$97,199
0	0	0	3,124
61,943	0	35,256	100,323
47,470	249,136	31,217	376,850
14,473	(249,136)	4,039	(276,527)
10,540	166,370	0	318,228
<u>\$25,013</u>	<u>(\$82,766)</u>	<u>\$4,039</u>	<u>\$41,701</u>

Berea City School District

**Individual Fund Schedules of Revenues, Expenditures/Expenses
and Changes in Fund Balance - Budget (Non-GAAP Basis) 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, 2000

	<u>Budgeted Amounts</u>			Variance with
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	Final Budget Favorable (Unfavorable)
Revenues				
Taxes	\$44,478,689	\$43,751,422	\$43,755,966	\$4,544
Intergovernmental	11,112,920	10,884,312	10,886,734	2,422
Interest	915,000	698,000	754,816	56,816
Tuition and Fees	776,852	784,946	921,347	136,401
Extracurricular Activities	28,000	33,141	33,113	(28)
Payment in Lieu of Taxes	77,000	75,980	75,980	0
Rentals	0	226,270	234,101	7,831
Charges for Services	0	10,000	10,728	728
Contributions and Donations	2,000	8,247	8,281	34
Miscellaneous	300,000	11,542	12,571	1,029
<i>Total Revenues</i>	<u>57,690,461</u>	<u>56,483,860</u>	<u>56,693,637</u>	<u>209,777</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	17,821,364	18,223,847	18,215,373	8,474
Fringe Benefits	6,483,279	6,778,612	6,768,772	9,840
Purchased Services	1,200,113	1,155,703	1,153,150	2,553
Materials and Supplies	904,022	441,003	426,850	14,153
Capital Outlay - New	111,818	232,357	227,792	4,565
Capital Outlay - Replacement	6,000	4,168	2,134	2,034
Other	1,050	54,775	54,726	49
Total Regular	<u>26,527,646</u>	<u>26,890,465</u>	<u>26,848,797</u>	<u>41,668</u>
Special:				
Salaries and Wages	3,391,451	3,468,940	3,468,736	204
Fringe Benefits	1,218,633	1,262,082	1,261,813	269
Purchased Services	135,524	92,424	92,415	9
Materials and Supplies	32,305	32,530	31,851	679
Capital Outlay - New	9,750	21,779	21,750	29
Capital Outlay - Replacement	1,000	427	427	0
Total Special	<u>\$4,788,663</u>	<u>\$4,878,182</u>	<u>\$4,876,992</u>	<u>\$1,190</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, 2000

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Vocational:				
Salaries and Wages	\$419,047	\$302,406	\$302,393	\$13
Fringe Benefits	126,241	116,739	116,517	222
Purchased Services	2,123	4,428	3,189	1,239
Materials and Supplies	294	917	264	653
Total Vocational	<u>547,705</u>	<u>424,490</u>	<u>422,363</u>	<u>2,127</u>
Total Instruction	<u>31,864,014</u>	<u>32,193,137</u>	<u>32,148,152</u>	<u>44,985</u>
Support Services:				
Pupil:				
Salaries and Wages	1,860,913	1,884,600	1,883,616	984
Fringe Benefits	575,991	571,378	571,336	42
Purchased Services	683,103	651,919	651,109	810
Materials and Supplies	47,885	70,784	58,360	12,424
Capital Outlay - New	16,000	28,465	27,885	580
Other	0	50	50	0
Total Pupil	<u>3,183,892</u>	<u>3,207,196</u>	<u>3,192,356</u>	<u>14,840</u>
Instructional Staff:				
Salaries and Wages	3,276,087	3,497,789	3,497,458	331
Fringe Benefits	1,125,025	1,084,102	1,080,112	3,990
Purchased Services	589,110	585,245	574,504	10,741
Materials and Supplies	155,686	137,287	129,232	8,055
Capital Outlay - New	170,012	74,407	73,649	758
Capital Outlay - Replacement	180,603	160,974	160,042	932
Other	2,700	300	300	0
Total Instructional Staff	<u>5,499,223</u>	<u>5,540,104</u>	<u>5,515,297</u>	<u>24,807</u>
Board of Education:				
Salaries and Wages	4,800	4,800	4,800	0
Fringe Benefits	670	670	631	39
Purchased Services	0	24,732	24,732	0
Materials and Supplies	0	350	332	18
Other	0	9,500	9,471	29
Total Board of Education	<u>\$5,470</u>	<u>\$40,052</u>	<u>\$39,966</u>	<u>\$86</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, 2000

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Administration:				
Salaries and Wages	\$2,186,658	\$2,152,650	\$2,152,045	\$605
Fringe Benefits	719,420	867,825	867,778	47
Purchased Services	314,189	416,130	414,758	1,372
Materials and Supplies	29,700	30,430	26,264	4,166
Capital Outlay - New	4,700	20,953	20,034	919
Capital Outlay - Replacement	3,500	7,269	7,231	38
Other	5,584	12,088	12,088	0
Total Administration	<u>3,263,751</u>	<u>3,507,345</u>	<u>3,500,198</u>	<u>7,147</u>
Fiscal:				
Salaries and Wages	365,560	368,650	368,354	296
Fringe Benefits	105,687	133,169	133,169	0
Purchased Services	61,027	43,066	42,889	177
Materials and Supplies	16,132	19,862	19,234	628
Capital Outlay - New	1,500	371	370	1
Capital Outlay - Replacement	2,500	4,272	4,253	19
Other	738,750	785,006	784,709	297
Total Fiscal	<u>1,291,156</u>	<u>1,354,396</u>	<u>1,352,978</u>	<u>1,418</u>
Business:				
Salaries and Wages	179,339	179,339	178,083	1,256
Fringe Benefits	48,645	74,346	71,493	2,853
Purchased Services	546,826	433,923	433,139	784
Materials and Supplies	223,428	237,734	236,840	894
Capital Outlay - New	94,085	85,214	84,897	317
Capital Outlay - Replacement	81,625	25,625	24,665	960
Other	70,250	38,850	38,663	187
Total Business	<u>1,244,198</u>	<u>1,075,031</u>	<u>1,067,780</u>	<u>7,251</u>
Operation and Maintenance of Plant:				
Salaries and Wages	3,831,020	3,718,528	3,718,520	8
Fringe Benefits	1,088,158	1,193,012	1,193,011	1
Purchased Services	2,446,638	2,400,896	2,350,672	50,224
Materials and Supplies	441,430	451,023	450,516	507
Capital Outlay - New	70,544	56,640	56,377	263
Capital Outlay - Replacement	926,350	916,909	916,909	0
Other	25,943	23,148	23,080	68
Total Operation and Maintenance of Plant	<u>\$8,830,083</u>	<u>\$8,760,156</u>	<u>\$8,709,085</u>	<u>\$51,071</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, 2000

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Pupil Transportation:				
Salaries and Wages	\$1,703,125	\$1,795,150	\$1,794,807	\$343
Fringe Benefits	385,892	446,912	446,903	9
Purchased Services	205,703	164,157	163,919	238
Materials and Supplies	346,892	313,837	313,422	415
Capital Outlay - New	15,000	14,000	12,002	1,998
Capital Outlay - Replacement	458,608	271,108	269,179	1,929
Other	1,750	1,750	1,100	650
Total Pupil Transportation	3,116,970	3,006,914	3,001,332	5,582
Central:				
Salaries and Wages	515,951	488,951	488,725	226
Fringe Benefits	171,679	222,939	222,936	3
Purchased Services	206,676	249,154	248,249	905
Materials and Supplies	58,047	81,412	80,441	971
Capital Outlay - New	75,584	107,463	106,540	923
Capital Outlay - Replacement	16,000	18,919	18,822	97
Other	150	255	255	0
Total Central	1,044,087	1,169,093	1,165,968	3,125
Total Support Services	27,478,830	27,660,287	27,544,960	115,327
Community Services:				
Fringe Benefits	9,466	10,214	10,197	17
Other	1,750	6,018	6,018	0
Total Operation of Non-Instructional Services:	11,216	16,232	16,215	17
Extracurricular Activities:				
Sports Oriented Activities:				
Salaries and Wages	651,685	760,439	758,792	1,647
Fringe Benefits	169,564	241,214	240,491	723
Purchased Services	10,359	31,687	29,827	1,860
Materials and Supplies	10,000	3,720	3,720	0
Capital Outlay - New	32,850	37,294	36,710	584
Capital Outlay - Replacement	10,300	7,829	7,829	0
Total Extracurricular Activities	\$884,758	\$1,082,183	\$1,077,369	\$4,814
Total Expenditures	\$60,238,818	\$60,951,839	\$60,786,696	\$165,143

(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, 2000

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
<i>Excess of Revenues Under Expenditures</i>	(\$2,548,357)	(\$4,467,979)	(\$4,093,059)	\$374,920
Other Financing Sources (Uses)				
Advances In	5,000	31,000	31,000	0
Advances Out	0	(8,100)	(8,100)	0
Operating Transfers Out	0	(7,400)	(7,400)	0
<i>Total Other Financing Sources (Uses)</i>	5,000	15,500	15,500	0
<i>Net Change in Fund Balance</i>	(2,543,357)	(4,452,479)	(4,077,559)	374,920
<i>Fund Balance Beginning of Year</i>	4,304,476	4,304,476	4,304,476	0
Prior Year Encumbrances Appropriated	2,004,643	2,004,643	2,004,643	0
<i>Fund Balance End of Year</i>	\$3,765,762	\$1,856,640	\$2,231,560	\$374,920

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, 2000

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental	\$562,485	\$562,175	\$562,175	\$0
Expenditures				
Current:				
Instruction:				
Special:				
Purchased Services	5,558	4,358	0	4,358
Materials and Supplies	3,700	10,927	10,305	622
Capital Outlay - New	170	1,751	1,751	0
Total Instruction	9,428	17,036	12,056	4,980
Support Services:				
Pupil:				
Salaries and Wages	93,919	88,341	79,111	9,230
Fringe Benefits	18,702	21,086	21,086	0
Purchased Services	116,548	115,757	115,652	105
Materials and Supplies	0	5,900	5,900	0
Capital Outlay - New	10,364	14,835	14,731	104
Total Pupil	239,533	245,919	236,480	9,439
Instructional Staff:				
Salaries and Wages	200,000	215,000	202,750	12,250
Administration:				
Salaries and Wages	32,337	36,653	33,701	2,952
Fringe Benefits	4,745	4,745	4,745	0
Purchased Services	0	0	0	0
Materials and Supplies	795	593	593	0
Total Administration	37,877	41,991	39,039	2,952
Total Support Services	\$477,410	\$502,910	\$478,269	\$24,641

(continued)

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, 2000

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
Operation of Non-Instructional Services				
Purchased Services	\$90,582	\$90,582	\$90,573	\$9
Materials and Supplies	0	1,113	1,113	0
Capital Outlay - New	0	5,148	5,148	0
Total Operation of Non-Instructional Services	<u>90,582</u>	<u>96,843</u>	<u>96,834</u>	<u>9</u>
<i>Total Expenditures</i>	<u>577,420</u>	<u>616,789</u>	<u>587,159</u>	<u>29,630</u>
<i>Net Change in Fund Balance</i>	(14,935)	(54,614)	(24,984)	29,630
<i>Fund Balance Beginning of Year</i>	39,679	39,679	39,679	0
Prior Year Encumbrances Appropriated	<u>14,935</u>	<u>14,935</u>	<u>14,935</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$39,679</u></u>	<u><u>\$0</u></u>	<u><u>\$29,630</u></u>	<u><u>\$29,630</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, 2000

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental	\$503,500	\$525,889	\$525,889	\$0
Interest	9,500	10,009	10,009	0
<i>Total Revenues</i>	<u>513,000</u>	<u>535,898</u>	<u>535,898</u>	<u>0</u>
Expenditures				
Current:				
Operation of Non-Instructional Services				
Community Services:				
Salaries and Wages	38,000	35,223	34,399	824
Fringe Benefits	8,440	11,078	11,015	63
Purchased Services	169,871	255,440	243,673	11,767
Materials and Supplies	254,293	257,292	230,634	26,658
Capital Outlay - New	21,842	27,016	22,190	4,826
Capital Outlay - Replacement	4,000	1,815	1,605	210
<i>Total Expenditures</i>	<u>496,446</u>	<u>587,864</u>	<u>543,516</u>	<u>44,348</u>
<i>Net Change in Fund Balance</i>	16,554	(51,966)	(7,618)	44,348
<i>Fund Balance Beginning of Year</i>	960	960	960	0
Prior Year Encumbrances Appropriated	<u>51,006</u>	<u>51,006</u>	<u>51,006</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$68,520</u></u>	<u><u>\$0</u></u>	<u><u>\$44,348</u></u>	<u><u>\$44,348</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, 2000

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental	\$326,282	\$301,063	\$301,063	\$0
Expenditures				
Current:				
Instruction:				
Special:				
Salaries and Wages	195,040	193,819	193,818	1
Fringe Benefits	48,505	47,355	47,355	0
Purchased Services	5,434	4,812	3,617	1,195
Materials and Supplies	12,051	10,114	9,080	1,034
Capital Outlay - New	2,500	2,635	2,396	239
Capital Outlay - Replacement	0	100	0	100
Total Instruction	263,530	258,835	256,266	2,569
Support Services:				
Instructional Staff:				
Salaries and Wages	16,173	11,942	11,941	1
Fringe Benefits	2,195	46	45	1
Purchased Services	1,001	0	0	0
Materials and Supplies	259	250	180	70
Total Instructional Staff	19,628	12,238	12,166	72
Administration:				
Purchased Services	0	1,000	857	143
Total Support Services	19,628	13,238	13,023	215
Operation of Non-Instructional Services				
Community Services:				
Salaries and Wages	11,413	0	0	0
Fringe Benefits	2,772	51	50	1
Total Operation of Non-Instructional Services	14,185	51	50	1
<i>Total Expenditures</i>	\$297,343	\$272,124	\$269,339	\$2,785

(continued)

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, 2000

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
<i>Excess of Revenues Over Expenditures</i>	<u>\$28,939</u>	<u>\$28,939</u>	<u>\$31,724</u>	<u>\$2,785</u>
Other Financing Uses				
Advances Out	<u>(31,000)</u>	<u>(31,000)</u>	<u>(31,000)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(2,061)	(2,061)	724	2,785
<i>Fund Balance Beginning of Year</i>	586	586	586	0
Prior Year Encumbrances Appropriated	<u>1,475</u>	<u>1,475</u>	<u>1,475</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$2,785</u></u>	<u><u>\$2,785</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, 2000

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Tuition and Fees	\$0	\$450	\$450	\$0
Extracurricular Activities	245,000	318,101	318,876	775
Contributions and Donations	47,500	46,843	46,849	6
Miscellaneous	2,500	673	683	10
<i>Total Revenues</i>	<u>295,000</u>	<u>366,067</u>	<u>366,858</u>	<u>791</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Materials and Supplies	16	16	16	0
Support Services:				
Pupil:				
Materials and Supplies	3,500	3,398	3,398	0
<i>Extracurricular Activities:</i>				
Academic and Subject Oriented Activities:				
Salaries and Wages	0	1,600	1,600	0
Purchased Services	16,249	30,062	25,550	4,512
Materials and Supplies	46,783	37,695	36,908	787
Capital Outlay - New	2,500	1,381	681	700
Other	850	1,371	361	1,010
Total Academic and Subject Oriented Activities	<u>66,382</u>	<u>72,109</u>	<u>65,100</u>	<u>7,009</u>
Sports Oriented Activities:				
Salaries and Wages	4,150	12,172	12,149	23
Purchased Services	61,005	77,503	77,461	42
Materials and Supplies	163,007	175,783	175,145	638
Capital Outlay - New	4,000	9,152	9,101	51
Other	6,168	2,667	2,064	603
Total Sports Oriented Activities	<u>238,330</u>	<u>277,277</u>	<u>275,920</u>	<u>1,357</u>
<i>Total Extracurricular Activities</i>	<u>304,712</u>	<u>349,386</u>	<u>341,020</u>	<u>8,366</u>
<i>Total Expenditures</i>	<u>\$308,228</u>	<u>\$352,800</u>	<u>\$344,434</u>	<u>\$8,366</u>

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, 2000*

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
<i>Excess of Revenues Over (Under) Expenditures</i>	(\$13,228)	\$13,267	\$22,424	\$9,157
Other Financing Sources				
Operating Transfers In	<u>0</u>	<u>7,400</u>	<u>7,400</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(13,228)	20,667	29,824	9,157
<i>Fund Balance Beginning of Year</i>	57,444	57,444	57,444	0
Prior Year Encumbrances Appropriated	<u>13,228</u>	<u>13,228</u>	<u>13,228</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$57,444</u>	<u>\$91,339</u>	<u>\$100,496</u>	<u>\$9,157</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, 2000

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental	\$218,568	\$218,568	\$224,048	\$5,480
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	89,701	80,929	77,116	3,813
Fringe Benefits	27,674	18,598	18,598	0
Materials and Supplies	3,457	3,457	1,716	1,741
Capital Outlay - New	735	9,813	4,297	5,516
Total Instruction	121,567	112,797	101,727	11,070
Support Services:				
Pupil:				
Purchased Services	10,507	11,000	10,960	40
Instructional Staff:				
Salaries and Wages	70,344	77,766	77,539	227
Fringe Benefits	17,418	17,418	17,418	0
Total Instructional Staff	87,762	95,184	94,957	227
Administration:				
Salaries and Wages	8,000	9,494	9,494	0
Fringe Benefits	2,120	2,120	2,120	0
Purchased Services	500	0	0	0
Materials and Supplies	816	800	432	368
Total Administration	11,436	12,414	12,046	368
Pupil Transportation:				
Purchased Services	\$823	\$700	\$700	\$0

(continued)

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, 2000

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
Central:				
Purchased Services	\$300	\$300	\$300	\$0
Total Support Services	110,828	119,598	118,963	635
<i>Total Expenditures</i>	<u>232,395</u>	<u>232,395</u>	<u>220,690</u>	<u>11,705</u>
<i>Net Change in Fund Balance</i>	(13,827)	(13,827)	3,358	17,185
<i>Fund Balance Beginning of Year</i>	12,012	12,012	12,012	0
Prior Year Encumbrances Appropriated	<u>1,815</u>	<u>1,815</u>	<u>1,815</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$17,185</u></u>	<u><u>\$17,185</u></u>

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Public School Support Fund
For the Fiscal Year Ended June 30, 2000

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Favorable (Unfavorable)
Revenues				
Extracurricular Activities	\$165,000	\$183,026	\$183,334	\$308
Contributions and Donations	20,000	32,008	32,311	303
Miscellaneous	5,000	16,505	16,534	29
<i>Total Revenues</i>	<u>190,000</u>	<u>231,539</u>	<u>232,179</u>	<u>640</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Fringe Benefits	0	2,755	2,006	749
Purchased Services	4,791	13,286	11,868	1,418
Materials and Supplies	53,423	94,095	62,167	31,928
Capital Outlay - New	3,500	1,600	263	1,337
Capital Outlay - Replacement	1,000	1,000	0	1,000
Other	0	7,115	4,827	2,288
Total Regular	<u>62,714</u>	<u>119,851</u>	<u>81,131</u>	<u>38,720</u>
Special:				
Materials and Supplies	0	127	0	127
Total Instruction	<u>62,714</u>	<u>119,978</u>	<u>81,131</u>	<u>38,847</u>
Support Services:				
Pupil:				
Purchased Services	500	0	0	0
Materials and Supplies	1,500	1,563	1,554	9
Other	500	0	0	0
Total Pupil	<u>2,500</u>	<u>1,563</u>	<u>1,554</u>	<u>9</u>
Instructional Staff:				
Purchased Services	4,894	10,929	7,902	3,027
Materials and Supplies	90,574	158,008	103,855	54,153
Capital Outlay - New	4,500	8,148	576	7,572
Capital Outlay - Replacement	1,800	3,534	0	3,534
Other	2,000	3,539	2,427	1,112
Total Instructional Staff	<u>\$103,768</u>	<u>\$184,158</u>	<u>\$114,760</u>	<u>\$69,398</u>

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Public School Support Fund (continued)
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Favorable (Unfavorable)
Pupil Transportation:				
Purchased Services	\$0	\$300	\$0	\$300
Total Support Services	106,268	186,021	116,314	69,707
Extracurricular Activities:				
Academic and Subject Oriented Activities:				
Materials and Supplies	0	341	341	0
School and Public Service Co-Curricular Activities:				
Co-Curricular Activities:				
Salaries and Wages	0	500	500	0
Purchased Services	2,500	4,417	258	4,159
Materials and Supplies	20,877	20,739	15,193	5,546
Capital Outlay - New	500	0	0	0
Other	0	40	0	40
Total Extracurricular Activities	23,877	26,037	16,292	9,745
<i>Total Expenditures</i>	192,859	332,036	213,737	118,299
<i>Net Change in Fund Balance</i>	(2,859)	(100,497)	18,442	118,939
<i>Fund Balance Beginning of Year</i>	110,944	110,944	110,944	0
Prior Year Encumbrances Appropriated	9,859	9,859	9,859	0
<i>Fund Balance End of Year</i>	<u>\$117,944</u>	<u>\$20,306</u>	<u>\$139,245</u>	<u>\$118,939</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, 2000

	<u>Budgeted Amounts</u>			Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	\$29,891	\$84,942	\$85,013	\$71
Interest	3,250	3,799	3,799	0
Contributions and Donations	47,000	12,100	12,100	0
Miscellaneous	1,000	0	0	0
<i>Total Revenues</i>	<u>81,141</u>	<u>100,841</u>	<u>100,912</u>	<u>71</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	62,332	55,682	55,074	608
Fringe Benefits	6,178	6,112	5,773	339
Purchased Services	9,264	16,122	10,816	5,306
Materials and Supplies	15,638	21,261	14,101	7,160
Capital Outlay - New	49,425	51,201	49,451	1,750
Other	1,800	6,575	6,575	0
Total Regular	<u>144,637</u>	<u>156,953</u>	<u>141,790</u>	<u>15,163</u>
Special:				
Purchased Services	400	0	0	0
Materials and Supplies	225	1,316	1,310	6
Total Special	<u>625</u>	<u>1,316</u>	<u>1,310</u>	<u>6</u>
Adult/Continuing:				
Purchased Services	0	1,500	0	1,500
Materials and Supplies	0	500	0	500
Total Adult/Continuing	<u>0</u>	<u>2,000</u>	<u>0</u>	<u>2,000</u>
Total Instruction	<u>145,262</u>	<u>160,269</u>	<u>143,100</u>	<u>17,169</u>
Support Services:				
Pupil:				
Salaries and Wages	0	300	0	300
Purchased Services	143	4,355	3,312	1,043
Materials and Supplies	0	2,588	190	2,398
Capital Outlay - New	2,836	5,836	2,330	3,506
Total Pupil	<u>\$2,979</u>	<u>\$13,079</u>	<u>\$5,832</u>	<u>\$7,247</u>

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, 2000

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Favorable (Unfavorable)
Instructional Staff:				
Salaries and Wages	\$2,630	\$5,264	\$1,148	\$4,116
Fringe Benefits	687	1,267	0	1,267
Purchased Services	1,703	3,053	3,000	53
Materials and Supplies	2,110	3,455	3,275	180
Total Instructional Staff	7,130	13,039	7,423	5,616
Operation and Maintenance of Plant:				
Purchased Services	0	67	67	0
Pupil Transportation:				
Purchased Services	0	125	103	22
Total Support Services	10,109	26,310	13,425	12,885
Extracurricular Activities:				
Sports Oriented Activities:				
Salaries and Wages	307	306	0	306
Purchased Services	1,061	1,061	0	1,061
Materials and Supplies	1,539	1,539	0	1,539
<i>Total Extracurricular Activities</i>	<i>2,907</i>	<i>2,906</i>	<i>0</i>	<i>2,906</i>
Total Expenditures	158,278	189,485	156,525	32,960
<i>Net Change in Fund Balance</i>	<i>(77,137)</i>	<i>(88,644)</i>	<i>(55,613)</i>	<i>33,031</i>
<i>Fund Balance Beginning of Year</i>	<i>101,265</i>	<i>101,265</i>	<i>101,265</i>	<i>0</i>
Prior Year Encumbrances Appropriated	21,332	21,332	21,332	0
Fund Balance End of Year	\$45,460	\$33,953	\$66,984	\$33,031

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Preschool Grant
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>			Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Intergovernmental	<u>\$36,855</u>	<u>\$32,389</u>	<u>\$32,389</u>	<u>\$0</u>
Expenditures				
Current:				
Support Services:				
Pupils:				
Salaries and Wages	17,417	16,113	16,113	0
Fringe Benefits	5,968	4,116	4,116	0
Purchased Services	<u>12,672</u>	<u>104</u>	<u>104</u>	<u>0</u>
Total Pupils	<u>36,057</u>	<u>20,333</u>	<u>20,333</u>	<u>0</u>
Instructional Staff:				
Salaries and Wages	4,390	3,110	3,017	93
Fringe Benefits	<u>558</u>	<u>558</u>	<u>425</u>	<u>133</u>
Total Instructional Staff	<u>4,948</u>	<u>3,668</u>	<u>3,442</u>	<u>226</u>
Total Support Services	41,005	24,001	23,775	226
Operation of Non-Instructional Services:				
Community Services:				
Purchased Services	<u>0</u>	<u>12,538</u>	<u>12,538</u>	<u>0</u>
<i>Total Expenditures</i>	<u>41,005</u>	<u>36,539</u>	<u>36,313</u>	<u>226</u>
<i>Net Change in Fund Balance</i>	(4,150)	(4,150)	(3,924)	226
<i>Fund Balance Beginning of Year</i>	<u>4,150</u>	<u>4,150</u>	<u>4,150</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$226</u>	<u>\$226</u>

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Peer Assistance Fund
For the Fiscal Year Ended June 30, 2000

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental	\$175,882	\$175,882	\$175,882	\$0
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	126,623	138,038	91,306	46,732
Fringe Benefits	28,137	31,022	21,263	9,759
Purchased Services	23,400	15,430	3,953	11,477
Materials and Supplies	2,747	2,150	150	2,000
Total Instruction	180,907	186,640	116,672	69,968
Support Services:				
Instructional Staff:				
Salaries and Wages	15,434	12,047	4,047	8,000
Fringe Benefits	2,653	2,151	0	2,151
Purchased Services	2,492	648	48	600
Materials and Supplies	779	779	94	685
Total Support Services	21,358	15,625	4,189	11,436
<i>Total Expenditures</i>	202,265	202,265	120,861	81,404
<i>Net Change in Fund Balance</i>	(26,383)	(26,383)	55,021	81,404
<i>Fund Balance Beginning of Year</i>	26,116	26,116	26,116	0
Prior Year Encumbrances Appropriated	267	267	267	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$81,404	\$81,404

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Adult Basic Fund
For the Fiscal Year Ended June 30, 2000

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Current:				
Instruction:				
Adult/Continuing:				
Materials and Supplies	370	320	320	0
Support Services:				
Instructional Staff:				
Salaries and Wages	23	0	0	0
Purchased Services	57	0	0	0
Total Support Services	80	0	0	0
<i>Total Expenditures</i>	450	320	320	0
<i>Excess of Revenues Under Expenditures</i>	(450)	(320)	(320)	0
Other Financing Sources (Uses)				
Refund of Prior Year Receipts	0	(130)	(130)	0
<i>Net Change in Fund Balance</i>	(450)	(450)	(450)	0
<i>Fund Balance Beginning of Year</i>	140	140	140	0
Prior Year Encumbrances Appropriated	310	310	310	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$0	\$0

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Teacher Development Fund
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Favorable (Unfavorable)
Revenues				
Intergovernmental	<u>\$47,652</u>	<u>\$46,789</u>	<u>\$47,652</u>	<u>\$863</u>
Expenditures				
Current:				
Instruction:				
Adult/Continuing:				
Salaries and Wages	46,669	42,002	8,620	33,382
Materials and Supplies	<u>0</u>	<u>4,667</u>	<u>4,535</u>	<u>132</u>
Total Instruction	<u>46,669</u>	<u>46,669</u>	<u>13,155</u>	<u>33,514</u>
Operation of Non-Instructional Services				
Community Services:				
Purchased Services	<u>1,846</u>	<u>983</u>	<u>221</u>	<u>762</u>
<i>Total Expenditures</i>	<u>48,515</u>	<u>47,652</u>	<u>13,376</u>	<u>34,276</u>
<i>Net Change in Fund Balance</i>	(863)	(863)	34,276	35,139
<i>Fund Balance Beginning of Year</i>	<u>863</u>	<u>863</u>	<u>863</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$35,139</u>	<u>\$35,139</u>

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Title VI Fund
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	<u>\$29,865</u>	<u>\$49,771</u>	<u>\$49,771</u>	<u>\$0</u>
Expenditures				
Current:				
Support Services:				
Instructional Staff:				
Materials and Supplies	<u>35,907</u>	<u>53,378</u>	<u>47,104</u>	<u>6,274</u>
Operation of Non-Instructional Services				
Community Services:				
Purchased Services	782	0	0	0
Materials and Supplies	4,114	5,233	3,867	1,366
Capital Outlay - New	<u>0</u>	<u>2,098</u>	<u>2,048</u>	<u>50</u>
Total Operation of Non-Instructional Services	<u>4,896</u>	<u>7,331</u>	<u>5,915</u>	<u>1,416</u>
<i>Total Expenditures</i>	<u>40,803</u>	<u>60,709</u>	<u>53,019</u>	<u>7,690</u>
<i>Net Change in Fund Balance</i>	(10,938)	(10,938)	(3,248)	7,690
<i>Fund Balance Beginning of Year</i>	3,319	3,319	3,319	0
Prior Year Encumbrances Appropriated	<u>7,619</u>	<u>7,619</u>	<u>7,619</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$7,690</u></u>	<u><u>\$7,690</u></u>

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, 2000

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental	\$33,796	\$33,513	\$33,513	\$0
Expenditures				
Current:				
Support Services:				
Pupil:				
Salaries and Wages	283	12,100	12,100	0
Fringe Benefits	73	3,860	2,905	955
Purchased Services	1,779	10,974	8,681	2,293
Materials and Supplies	361	5,809	5,170	639
Total Pupil	2,496	32,743	28,856	3,887
Instructional Staff:				
Salaries and Wages	1,000	1,544	0	1,544
Fringe Benefits	242	506	0	506
Purchased Services	1,797	4,698	4,423	275
Total Instructional Staff	3,039	6,748	4,423	2,325
Pupil Transportation:				
Salaries and Wages	1,000	300	0	300
Fringe Benefits	140	40	0	40
Purchased Services	433	200	156	44
Total Pupil Transportation	1,573	540	156	384
Total Support Services	7,108	40,031	33,435	6,596
Community Services:				
Materials and Supplies	0	590	0	590
<i>Total Expenditures</i>	7,108	40,621	33,435	7,186
<i>Net Change in Fund Balance</i>	26,688	(7,108)	78	7,186
<i>Fund Balance Beginning of Year</i>	7,108	7,108	7,108	0
<i>Fund Balance End of Year</i>	\$33,796	\$0	\$7,186	\$7,186

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Ohio Reads Fund
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	<u>\$83,107</u>	<u>\$84,821</u>	<u>\$84,821</u>	<u>\$0</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	9,971	18,515	18,515	0
Fringe Benefits	300	488	488	0
Purchased Services	20,200	16,658	16,658	0
Materials and Supplies	50,966	54,830	54,830	0
Other	<u>1,670</u>	<u>1,500</u>	<u>1,500</u>	<u>0</u>
Total Instruction	<u>83,107</u>	<u>91,991</u>	<u>91,991</u>	<u>0</u>
<i>Excess of Revenues Under Expenditures</i>	0	(7,170)	(7,170)	0
Other Financing Sources				
Advances In	<u>0</u>	<u>8,100</u>	<u>8,100</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	0	930	930	0
<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><u>\$0</u></u>	<u><u>\$930</u></u>	<u><u>\$930</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
 Educational Management Information Systems Fund
 For the Fiscal Year Ended June 30, 2000*

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	<u>\$22,500</u>	<u>\$22,421</u>	<u>\$22,421</u>	<u>\$0</u>
Expenditures				
Current:				
Support Services:				
Central:				
Purchased Services	10,165	9,822	9,434	388
Materials and Supplies	0	6,137	1,308	4,829
Capital Outlay - New	<u>12,500</u>	<u>17,119</u>	<u>6,384</u>	<u>10,735</u>
<i>Total Expenditures</i>	<u>22,665</u>	<u>33,078</u>	<u>17,126</u>	<u>15,952</u>
<i>Net Change in Fund Balance</i>	(165)	(10,657)	5,295	15,952
<i>Fund Balance Beginning of Year</i>	10,592	10,592	10,592	0
Prior Year Encumbrances Appropriated	<u>165</u>	<u>165</u>	<u>165</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$10,592</u></u>	<u><u>\$100</u></u>	<u><u>\$16,052</u></u>	<u><u>\$15,952</u></u>

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Learn and Serve America Fund
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	<u>\$14,724</u>	<u>\$12,552</u>	<u>\$12,552</u>	<u>\$0</u>
Expenditures				
Current:				
Instruction:				
Vocational:				
Salaries and Wages	1,099	0	0	0
Fringe Benefits	<u>327</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Instruction	<u>1,426</u>	<u>0</u>	<u>0</u>	<u>0</u>
Instructional Staff:				
Salaries and Wages	16,835	4,366	700	3,666
Fringe Benefits	4,274	1,044	169	875
Purchased Services	10,518	10,376	10,371	5
Materials and Supplies	594	0	0	0
Capital Outlay - New	<u>15</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Support Services	<u>32,236</u>	<u>15,786</u>	<u>11,240</u>	<u>4,546</u>
<i>Total Expenditures</i>	<u>33,662</u>	<u>15,786</u>	<u>11,240</u>	<u>4,546</u>
<i>Net Change in Fund Balance</i>	(18,938)	(3,234)	1,312	4,546
<i>Fund Balance Beginning of Year</i>	1,874	1,874	1,874	0
Prior Year Encumbrances Appropriated	<u>1,360</u>	<u>1,360</u>	<u>1,360</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>(\$15,704)</u>	<u>\$0</u>	<u>\$4,546</u>	<u>\$4,546</u>

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Education for Economic Security Act Fund
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	<u>\$24,125</u>	<u>\$28,331</u>	<u>\$28,331</u>	<u>\$0</u>
Expenditures				
Current:				
Support Services:				
Instructional Staff:				
Salaries and Wages	12,103	3,186	3,186	0
Fringe Benefits	1,899	2,578	815	1,763
Purchased Services	11,457	13,906	4,869	9,037
Materials and Supplies	<u>15,665</u>	<u>25,569</u>	<u>10,303</u>	<u>15,266</u>
Total Support Services	<u>41,124</u>	<u>45,239</u>	<u>19,173</u>	<u>26,066</u>
Operation of Non-Instructional Services				
Food Service Operations:				
Materials and Supplies	<u>0</u>	<u>91</u>	<u>91</u>	<u>0</u>
<i>Total Expenditures</i>	<u>41,124</u>	<u>45,330</u>	<u>19,264</u>	<u>26,066</u>
<i>Net Change in Fund Balance</i>	(16,999)	(16,999)	9,067	26,066
<i>Fund Balance Beginning of Year</i>	11,419	11,419	11,419	0
Prior Year Encumbrances Appropriated	<u>5,580</u>	<u>5,580</u>	<u>5,580</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$26,066</u></u>	<u><u>\$26,066</u></u>

Berea City School District
*Schedule of Revenues, Expenditures and Changes
 In Fund Balance - Budget (Non-GAAP) and Actual
 School Professional Development Fund
 For the Fiscal Year Ended June 30, 2000*

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$4,000	\$4,000	\$5,000	\$1,000
Expenditures				
	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	4,000	4,000	5,000	1,000
<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><u>\$4,000</u></u>	<u><u>\$4,000</u></u>	<u><u>\$5,000</u></u>	<u><u>\$1,000</u></u>

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Emergency Immigration Education Grant Fund
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	<u>\$2,320</u>	<u>\$2,320</u>	<u>\$2,320</u>	<u>\$0</u>
Expenditures				
Current:				
Instruction:				
Special:				
Purchased Services	1,650	1,650	1,022	628
Materials and Supplies	<u>670</u>	<u>670</u>	<u>650</u>	<u>20</u>
Total Instruction	<u>2,320</u>	<u>2,320</u>	<u>1,672</u>	<u>648</u>
<i>Net Change in Fund Balance</i>	0	0	648	648
<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><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$648</u></u>	<u><u>\$648</u></u>

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Conflict Management Fund
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Favorable (Unfavorable)
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Current:				
Instruction:				
Regular:				
Materials and Supplies	<u>528</u>	<u>429</u>	<u>429</u>	<u>0</u>
<i>Excess of Revenues Under Expenditures</i>	(528)	(429)	(429)	0
Other Financing Uses				
Refund of Prior Year Receipts	<u>0</u>	<u>(856)</u>	<u>(856)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(528)	(1,285)	(1,285)	0
<i>Fund Balance Beginning of Year</i>	757	757	757	0
Prior Year Encumbrances Appropriated	<u>528</u>	<u>528</u>	<u>528</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$757</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
Continuous Improvement Fund
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
Revenues	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Expenditures				
Current:				
Support Services:				
Instructional Staff:				
Salaries and Wages	7,459	7,459	7,459	0
Fringe Benefits	1,802	1,802	1,802	0
<i>Total Expenditures</i>	<u>9,261</u>	<u>9,261</u>	<u>9,261</u>	<u>0</u>
<i>Excess of Revenues Under Expenditures</i>	(9,261)	(9,261)	(9,261)	0
Other Financing Uses				
Refund of Prior Year Receipts	<u>(6,438)</u>	<u>(6,438)</u>	<u>(6,438)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(15,699)	(15,699)	(15,699)	0
<i>Fund Balance Beginning of Year</i>	<u>15,699</u>	<u>15,699</u>	<u>15,699</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, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Dependant Care Grant Fund
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
Revenues	\$0	\$0	\$0	\$0
Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Other Financing Uses				
Refund of Prior Year Receipts	<u>(1,276)</u>	<u>(1,276)</u>	<u>(1,276)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(1,276)	(1,276)	(1,276)	0
<i>Fund Balance Beginning of Year</i>	0	0	0	0
Prior Year Encumbrances Appropriated	<u>1,276</u>	<u>1,276</u>	<u>1,276</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, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Parent Mentor Grant Fund
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Favorable (Unfavorable)
Revenues				
Intergovernmental	<u>\$26,000</u>	<u>\$25,000</u>	<u>\$25,000</u>	<u>\$0</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	<u>793</u>	<u>0</u>	<u>0</u>	<u>0</u>
Support Services:				
Instructional Staff:				
Salaries and Wages	17,000	12,346	12,174	172
Fringe Benefits	2,500	7,205	7,205	0
Purchased Services	3,800	2,715	2,238	477
Materials and Supplies	<u>5,085</u>	<u>7,214</u>	<u>7,198</u>	<u>16</u>
Total Support Services	<u>28,385</u>	<u>29,480</u>	<u>28,815</u>	<u>665</u>
<i>Total Expenditures</i>	<u>29,178</u>	<u>29,480</u>	<u>28,815</u>	<u>665</u>
<i>Net Change in Fund Balance</i>	(3,178)	(4,480)	(3,815)	665
<i>Fund Balance Beginning of Year</i>	1,095	1,095	1,095	0
Prior Year Encumbrances Appropriated	<u>3,385</u>	<u>3,385</u>	<u>3,385</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$1,302</u></u>	<u><u>\$0</u></u>	<u><u>\$665</u></u>	<u><u>\$665</u></u>

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
LSTA Mini Grant Fund
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Instructional Staff:				
Capital Outlay - New	<u>13,733</u>	<u>13,733</u>	<u>13,733</u>	<u>0</u>
<i>Excess of Revenues Under Expenditures</i>	(13,733)	(13,733)	(13,733)	0
Other Financing Uses				
Refund of Prior Year Receipts	<u>0</u>	<u>(4)</u>	<u>(4)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(13,733)	(13,737)	(13,737)	0
<i>Fund Balance Beginning of Year</i>	4	4	4	0
Prior Year Encumbrances Appropriated	<u>13,733</u>	<u>13,733</u>	<u>13,733</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$4</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
School Improvement Grant Fund
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$25,000	\$25,000	\$25,000	\$0
Expenditures				
Current:				
Support Services:				
Instructional Staff:				
Materials and Supplies	<u>25,000</u>	<u>25,000</u>	<u>0</u>	<u>25,000</u>
<i>Net Change in Fund Balance</i>	0	0	25,000	25,000
<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>\$0</u>	<u>\$25,000</u>	<u>\$25,000</u>

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Safe School HelpLine Fund
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$8,421	\$8,421	\$8,421	\$0
Expenditures				
Current:				
Administration:				
Purchased Services	8,421	8,421	8,005	416
<i>Net Change in Fund Balance</i>	0	0	416	416
<i>Fund Balance Beginning of Year</i>	0	0	0	0
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$416</u>	<u>\$416</u>

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Title VIR Fund
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	<u>\$69,587</u>	<u>\$69,587</u>	<u>\$69,587</u>	<u>\$0</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	56,682	55,294	50,101	5,193
Fringe Benefits	<u>12,905</u>	<u>14,293</u>	<u>12,318</u>	<u>1,975</u>
<i>Total Expenditures</i>	<u>69,587</u>	<u>69,587</u>	<u>62,419</u>	<u>7,168</u>
<i>Net Change in Fund Balance</i>	0	0	7,168	7,168
<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><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$7,168</u></u>	<u><u>\$7,168</u></u>

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Virtual Middle School Fund
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	<u>\$27,000</u>	<u>\$27,000</u>	<u>\$27,000</u>	<u>\$0</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Purchased Services	2,250	2,000	2,000	0
Materials and Supplies	1,490	1,490	1,477	13
Capital Outlay - New	<u>23,260</u>	<u>23,510</u>	<u>23,261</u>	<u>249</u>
<i>Total Expenditures</i>	<u>27,000</u>	<u>27,000</u>	<u>26,738</u>	<u>262</u>
<i>Net Change in Fund Balance</i>	0	0	262	262
<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><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$262</u></u>	<u><u>\$262</u></u>

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, 2000

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes	\$2,530,435	\$2,474,677	\$2,533,132	\$58,455
Intergovernmental	108,000	122,610	127,470	4,860
<i>Total Revenues</i>	<u>2,638,435</u>	<u>2,597,287</u>	<u>2,660,602</u>	<u>63,315</u>
Expenditures				
Debt Service:				
Principal Retirement	1,720,000	1,720,000	1,720,000	0
Interest and Fiscal Charges	829,020	850,395	828,901	21,494
<i>Total Expenditures</i>	<u>2,549,020</u>	<u>2,570,395</u>	<u>2,548,901</u>	<u>21,494</u>
<i>Net Change in Fund Balance</i>	89,415	26,892	111,701	84,809
<i>Fund Balance Beginning of Year</i>	<u>522,774</u>	<u>522,774</u>	<u>522,774</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$612,189</u></u>	<u><u>\$549,666</u></u>	<u><u>\$634,475</u></u>	<u><u>\$84,809</u></u>

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, 2000

	Budgeted Amounts		Actual	Variance with
	Original	Final		Final Budget
				Favorable (Unfavorable)
Revenues				
Taxes	\$1,170,803	\$1,121,719	\$1,158,061	\$36,342
Intergovernmental	175,000	165,500	165,587	87
Miscellaneous	0	131,571	131,639	68
<i>Total Revenues</i>	<u>1,345,803</u>	<u>1,418,790</u>	<u>1,455,287</u>	<u>36,497</u>
Expenditures				
Current:				
Instructional Staff:				
Capital Outlay - New	769,527	1,221	1,221	0
Total Support Services	<u>769,527</u>	<u>1,221</u>	<u>1,221</u>	<u>0</u>
Capital Outlay:				
Architecture and Engineering Services:				
Capital Outlay - New	104,388	177,432	177,431	1
Building Improvement Services:				
Capital Outlay - New	1,117,062	1,717,086	1,716,663	423
Capital Outlay - Replacement	14,000	0	0	0
Total Building Improvement Services	<u>1,131,062</u>	<u>1,717,086</u>	<u>1,716,663</u>	<u>423</u>
Total Capital Outlay	<u>1,235,450</u>	<u>1,894,518</u>	<u>1,894,094</u>	<u>424</u>
<i>Total Expenditures</i>	<u>2,004,977</u>	<u>1,895,739</u>	<u>1,895,315</u>	<u>424</u>
<i>Excess of Revenues Under Expenditures</i>	(659,174)	(476,949)	(440,028)	36,921
Other Financing Source (Uses)				
Proceeds of Notes	0	120,000	120,000	0
Advances Out	0	(73,600)	(73,600)	0
<i>Total Other Financing Source (Uses)</i>	<u>0</u>	<u>46,400</u>	<u>46,400</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(659,174)	(430,549)	(393,628)	36,921
<i>Fund Balance Beginning of Year</i>	255,755	255,755	255,755	0
Prior Year Encumbrances Appropriated	<u>675,102</u>	<u>675,102</u>	<u>675,102</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$271,683</u>	<u>\$500,308</u>	<u>\$537,229</u>	<u>\$36,921</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, 2000

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
Revenues				
Interest	\$1,500	\$2,700	\$3,124	\$424
Expenditures				
Capital Outlay:				
Facilities Acquisition and Construction Services:				
Building Improvement Services:				
Capital Outlay - New	<u>44,053</u>	<u>850</u>	<u>669</u>	<u>181</u>
<i>Net Change in Fund Balance</i>	(42,553)	1,850	2,455	605
<i>Fund Balance Beginning of Year</i>	57,378	57,378	57,378	0
Prior Year Encumbrances Appropriated	<u>9,850</u>	<u>9,850</u>	<u>9,850</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$24,675</u></u>	<u><u>\$69,078</u></u>	<u><u>\$69,683</u></u>	<u><u>\$605</u></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, 2000

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Current:				
Instruction:				
Regular:	<u>4,329</u>	<u>4,329</u>	<u>4,269</u>	<u>60</u>
<i>Net Change in Fund Balance</i>	(4,329)	(4,329)	(4,269)	60
<i>Fund Balance Beginning of Year</i>	3,026	3,026	3,026	0
Prior Year Encumbrances Appropriated	<u>1,306</u>	<u>1,306</u>	<u>1,306</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$3</u></u>	<u><u>\$3</u></u>	<u><u>\$63</u></u>	<u><u>\$60</u></u>

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Textbook Subsidy Fund
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Current:				
Instruction:				
Regular:				
Materials and Supplies	<u>87,257</u>	<u>87,257</u>	<u>69,107</u>	<u>18,150</u>
<i>Net Change in Fund Balance</i>	(87,257)	(87,257)	(69,107)	18,150
<i>Fund Balance Beginning of Year</i>	66,920	66,920	66,920	0
Prior Year Encumbrances Appropriated	<u>20,337</u>	<u>20,337</u>	<u>20,337</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$18,150</u></u>	<u><u>\$18,150</u></u>

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Raise the Bar Fund
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Favorable (Unfavorable)
Revenues				
Intergovernmental	<u>\$37,500</u>	<u>\$36,943</u>	<u>\$61,943</u>	<u>\$25,000</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	4,000	3,737	3,737	0
Fringe Benefits	1,000	903	903	0
Purchased Services	3,200	2,684	2,684	0
Materials and Supplies	597	560	560	0
Capital Outlay - New	<u>39,803</u>	<u>40,159</u>	<u>40,159</u>	<u>0</u>
<i>Total Expenditures</i>	<u>48,600</u>	<u>48,043</u>	<u>48,043</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(11,100)	(11,100)	13,900	25,000
<i>Fund Balance Beginning of Year</i>	6,230	6,230	6,230	0
Prior Year Encumbrances Appropriated	<u>4,870</u>	<u>4,870</u>	<u>4,870</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$25,000</u>	<u>\$25,000</u>

Berea City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Power Up Grant Fund
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$203,921	\$0	\$0	\$0
Expenditures				
Architecture and Engineering Services:				
Services:				
Capital Outlay - New	<u>373,767</u>	<u>243,441</u>	<u>243,441</u>	<u>0</u>
<i>Excess of Revenues Under Expenditures</i>	(169,846)	(243,441)	(243,441)	0
Other Financing Sources				
Advances In	<u>0</u>	<u>73,600</u>	<u>73,600</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(169,846)	(169,841)	(169,841)	0
<i>Fund Balance Beginning of Year</i>	22,570	22,570	22,570	0
Prior Year Encumbrances Appropriated	<u>147,276</u>	<u>147,276</u>	<u>147,276</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$5</u></u>	<u><u>\$5</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
Network Connectivity Fund
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$35,256	\$35,256	\$35,256	\$0
Expenditures				
Current:				
Central:				
Capital Outlay - New	35,256	35,256	35,108	148
<i>Net Change in Fund Balance</i>	0	0	148	148
<i>Fund Balance Beginning of Year</i>	0	0	0	0
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$148</u>	<u>\$148</u>

Berea City School District
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP) and Actual
Food Service Fund
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
Revenues				
Sales	\$1,406,750	\$1,439,250	\$1,540,465	\$101,215
Interest	32,000	27,900	30,632	2,732
Miscellaneous	0	54	54	0
Operating Grants	286,250	272,000	292,221	20,221
<i>Total Revenues</i>	<u>1,725,000</u>	<u>1,739,204</u>	<u>1,863,372</u>	<u>124,168</u>
Expenses				
Salaries:				
Food Service Operations	722,000	736,831	735,938	893
Fringe Benefits:				
Food Service Operations	203,575	227,750	227,689	61
Purchased Services:				
Food Service Operations	77,494	41,494	41,377	117
Materials and Supplies:				
Food Service Operations	816,542	777,778	776,672	1,106
Capital Outlay:				
Capital Outlay - New:				
Food Service Operations	150,586	18,908	18,565	343
<i>Total Expenses</i>	<u>1,970,197</u>	<u>1,802,761</u>	<u>1,800,241</u>	<u>2,520</u>
<i>Net Change in Fund Balance</i>	(245,197)	(63,557)	63,131	126,688
<i>Fund Balance Beginning of Year</i>	608,775	608,775	608,775	0
Prior Year Encumbrances Appropriated	75,206	75,206	75,206	0
<i>Fund Balance End of Year</i>	<u>\$438,784</u>	<u>\$620,424</u>	<u>\$747,112</u>	<u>\$126,688</u>

Berea City School District
Schedule of Revenues, Expenses and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Uniform School Supplies Fund
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
Revenues				
Sales	\$68,000	\$62,942	\$63,425	\$483
Expenses				
Materials and Supplies:				
Regular Instruction	68,209	54,279	54,231	48
<i>Net Change in Fund Balance</i>	(209)	8,663	9,194	531
<i>Fund Balance Beginning of Year</i>	23,630	23,630	23,630	0
Prior Year Encumbrances Appropriated	209	209	209	0
<i>Fund Balance End of Year</i>	<u>\$23,630</u>	<u>\$32,502</u>	<u>\$33,033</u>	<u>\$531</u>

Berea City School District
Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP) and Actual
Adult and Community Education Fund
For the Fiscal Year Ended June 30, 2000

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Tuition	\$946,000	\$869,764	\$880,552	\$10,788
Expenses				
Salaries:				
Adult/Continuing Instruction	18,270	22,774	22,209	565
Community Services	501,850	604,900	604,300	600
Total Salaries	520,120	627,674	626,509	1,165
Fringe Benefits:				
Adult/Continuing Instruction	2,164	2,164	1,723	441
Community Services	189,917	171,689	171,638	51
Total Fringe Benefits	192,081	173,853	173,361	492
Purchased Services:				
Adult/Continuing Instruction	100,158	94,158	93,834	324
Community Services	60,957	16,958	16,365	593
Total Purchased Services	161,115	111,116	110,199	917
Materials and Supplies:				
Adult/Continuing Instruction	7,242	6,453	6,103	350
Community Services	90,695	76,254	76,091	163
Total Materials and Supplies	97,937	82,707	82,194	513
Capital Outlay:				
Community Services	0	30	0	30
Other:				
Adult/Continuing Instruction	400	400	345	55
Community Services	5,000	4,500	4,466	34
Total Other	5,400	4,900	4,811	89
<i>Total Expenses</i>	976,653	1,000,280	997,074	3,206
<i>Net Change in Fund Balance</i>	(30,653)	(130,516)	(116,522)	13,994
<i>Fund Balance Beginning of Year</i>	376,764	376,764	376,764	0
Prior Year Encumbrances Appropriated	16,752	16,752	16,752	0
<i>Fund Balance End of Year</i>	\$362,863	\$263,000	\$276,994	\$13,994

Berea City School District
Schedule of Revenues, Expenses and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Self Insurance Fund
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Final Budget Favorable (Unfavorable)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Charges for Services	\$4,360,500	\$5,025,035	\$5,036,795	\$11,760
Interest	35,500	34,500	33,132	(1,368)
<i>Total Revenues</i>	<u>4,396,000</u>	<u>5,059,535</u>	<u>5,069,927</u>	<u>10,392</u>
Expenses				
Fringe Benefits:				
Central Support Services	4,454,830	4,702,059	4,702,053	6
Other:				
Central Support Services	1,500	637,206	637,205	1
<i>Total Expenses</i>	<u>4,456,330</u>	<u>5,339,265</u>	<u>5,339,258</u>	<u>7</u>
Net Change in Fund Balance	(60,330)	(279,730)	(269,331)	10,399
<i>Fund Balance Beginning of Year</i>	1,005,611	1,005,611	1,005,611	0
Prior Year Encumbrances Appropriated	1,500	1,500	1,500	0
<i>Fund Balance End of Year</i>	<u>\$946,781</u>	<u>\$727,381</u>	<u>\$737,780</u>	<u>\$10,399</u>

Berea City School District
Schedule of Revenues, Expenses and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Scholarship Trust Fund
For the Fiscal Year Ended June 30, 2000

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Favorable (Unfavorable)
	<u>Original</u>	<u>Final</u>		
Revenues				
Interest	<u>\$675</u>	<u>\$580</u>	<u>\$580</u>	<u>\$0</u>
Expenses				
Other:				
Regular Instruction	0	496	496	0
Instructional Staff Support Services	<u>675</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	0	84	84	0
<i>Fund Balance Beginning of Year</i>	<u>13,103</u>	<u>13,103</u>	<u>13,103</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$13,103</u></u>	<u><u>\$13,187</u></u>	<u><u>\$13,187</u></u>	<u><u>\$0</u></u>

Berea City School District

Statistical Section

The following statistical tables reflect social and economic data, financial trends and fiscal capacity of the School District.

Berea City School District
General Governmental
Revenues by Source and Expenses/Expenditures by Function(1)
Last Ten Fiscal Years

	2000		1999		1998
	Full Accrual	Modified Accrual	Full Accrual	Modified Accrual	
Program Revenues					
Charges for Services	\$2,184,997	N/A	\$1,727,320	N/A	N/A
Operating Grants and Contributions	2,516,392	N/A	2,102,624	N/A	N/A
Capital Grants and Contributions	158,345	N/A	775,059	N/A	N/A
General Revenues					
Taxes	\$45,832,741	\$45,832,741	\$47,740,108	\$47,740,108	\$45,255,176
Intergovernmental	11,118,645	13,656,012	11,234,905	14,018,580	13,116,068
Interest	742,868	723,544	752,749	729,351	1,102,064
Tuition and Fees	0	943,578	0	1,011,588	1,146,034
Extracurricular Activities	0	535,323	0	484,221	420,141
Payment in Lieu of Taxes	98,389	98,389	70,641	70,641	N/A
Rentals	0	188,421	0	223,143	166,313
Charges for Services	0	14,440	0	78,030	10,310
Contributions and Donations	0	130,475	7,351	89,585	154,527
Miscellaneous	189,014	162,215	43,454	43,454	386,654
<i>Total</i>	<u>\$62,841,391</u>	<u>\$62,285,138</u>	<u>\$64,454,211</u>	<u>\$64,488,701</u>	<u>\$61,757,287</u>
Expenses/Expenditures					
Current:					
Instruction:					
Regular	\$28,341,349	\$27,435,354	\$29,246,237	\$29,356,082	\$28,943,088
Special	5,598,623	5,386,485	4,533,049	4,391,462	3,400,272
Vocational	426,912	424,944	494,566	543,317	438,641
Adult/Continuing	12,920	12,920	76,955	75,938	64,741
Support Services:					
Pupil	3,313,030	3,253,850	3,412,303	3,472,733	3,214,074
Instructional Staff	5,990,417	5,816,575	5,623,076	5,508,931	5,237,374
Board of Education	39,552	39,552	27,540	27,540	27,041
Administration	3,470,903	3,538,361	3,445,483	3,471,943	3,411,741
Fiscal	1,334,947	1,342,309	1,380,235	1,356,311	1,171,319
Business	864,912	824,504	935,820	924,106	872,065
Operation and Maintenance of Plant	8,531,623	8,395,640	7,497,937	7,277,633	7,108,016
Pupil Transportation	3,069,335	2,963,758	2,565,486	2,606,465	2,999,688
Central	1,108,849	1,126,049	979,137	953,300	911,451
Operation of Non-Instructional Services					
Extracurricular Activities	608,592	624,239	573,336	597,269	449,712
Capital Outlay	1,404,059	1,404,696	1,333,741	1,329,481	1,264,580
Intergovernmental	0	1,434,938	0	1,686,387	3,872,203
Debt Service	8,704	8,704	7,514	7,514	2,998
<i>Total</i>	<u>\$64,950,184</u>	<u>\$65,254,959</u>	<u>\$62,975,746</u>	<u>\$64,780,691</u>	<u>\$64,824,211</u>

Source: School District Financial Records

(1) Includes General, Special Revenue, Capital Projects and Debt Service Funds for modified accrual and all governmental activities for full accrual

1997	1996	1995	1994	1993	1992	1991
N/A	N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A	N/A	N/A
\$46,701,920	\$44,655,490	\$42,824,939	\$36,629,543	\$33,841,200	\$33,004,610	\$29,351,895
12,211,533	12,621,253	12,195,025	10,716,999	10,718,880	10,231,358	10,403,054
1,138,272	819,157	898,046	712,288	351,557	434,218	583,016
1,107,645	1,127,012	649,828	617,460	302,657	741,615	369,427
609,686	537,894	542,797	411,976	496,836	573,841	399,171
N/A	N/A	N/A	N/A	N/A	N/A	N/A
159,545	126,829	155,477	196,568	163,297	167,224	139,938
3,133	40,928	84,134	165,237	220,954	166,507	85,947
87,481	96,189	124,579	165,037	91,900	93,050	128,607
105,098	76,044	41,217	33,939	151,132	136,545	105,075
<u>\$62,124,313</u>	<u>\$60,100,796</u>	<u>\$57,516,042</u>	<u>\$49,649,047</u>	<u>\$46,338,413</u>	<u>\$45,548,968</u>	<u>\$41,566,130</u>
\$26,100,943	\$25,104,953	\$23,462,734	\$21,803,898	\$24,049,668	\$23,493,392	\$21,862,893
4,065,687	3,885,824	3,400,093	3,089,146	2,893,846	2,729,466	2,433,533
498,285	134,967	268,976	384,092	719,279	535,993	477,391
73,121	28,479	26,720	27,686	22,834	23,129	26,084
2,829,738	2,573,600	2,355,963	2,259,743	2,467,495	2,201,027	2,076,222
4,823,192	4,040,371	3,537,511	3,007,965	2,889,386	2,866,209	2,659,037
36,483	42,135	40,287	33,270	19,497	56,330	31,928
3,265,813	2,902,489	2,694,072	2,707,058	3,028,321	2,750,860	2,511,880
1,186,141	1,179,912	987,126	899,060	807,325	982,028	729,850
860,090	957,623	767,583	580,337	598,097	636,507	519,624
6,876,512	6,411,999	5,854,590	5,424,449	5,457,489	5,375,836	5,072,125
2,710,642	2,536,613	2,540,958	2,028,859	1,974,819	2,011,229	1,956,530
971,485	725,367	1,299,464	664,470	662,052	659,147	774,437
487,342	341,709	400,246	6,313	13,791	1,195	28,283
1,248,584	1,080,584	953,980	826,455	971,066	973,082	839,693
1,609,684	689,919	9,083,819	6,630,305	1,230,487	920,432	1,229,522
178	32,346	132,303	24,678	21,003	6,090	2,648
2,885,574	1,090,954	4,811,795	2,568,590	189,551	297,863	268,806
<u>\$60,529,494</u>	<u>\$53,759,844</u>	<u>\$62,618,220</u>	<u>\$52,966,374</u>	<u>\$48,016,006</u>	<u>\$46,519,815</u>	<u>\$43,500,486</u>

Berea City School District
Property Tax Levies and Collections
Real and Tangible Personal Property (1)
Last Ten Calendar Years

Year (2)	Current Levy	Delinquent Levy (3)	Total Levy	Current Collection	Percent of Current Levy Collected
1999	\$55,468,842	\$2,548,942	\$58,017,784	\$50,407,727	90.9%
1998	48,638,195	3,650,397	52,288,592	47,163,054	97.0
1997	48,689,899	2,080,057	50,769,956	47,755,145	98.1
1996	48,350,805	2,548,410	50,899,215	47,694,375	98.6
1995	47,233,210	3,619,059	50,852,269	46,299,343	98.0
1994	45,736,108	2,952,483	48,688,591	44,420,281	97.1
1993	37,857,458	2,293,102	40,150,560	36,786,097	97.2
1992	36,459,314	2,096,486	38,555,800	35,564,159	97.5
1991	35,706,398	1,550,286	37,256,684	34,805,706	97.5
1990	29,276,576	1,695,382	30,971,958	28,828,999	98.5

Source: Cuyahoga County Auditor - Data is presented on a calendar year basis because this is the manner in which the information is maintained by the County Auditor.

- (1) Includes Homestead/Rollback taxes assessed locally, but distributed through the State are reported as Intergovernmental Revenue.
- (2) Represents collection year. 2000 information cannot be presented because all collections have not been made by June 30.
- (3) This amount cannot be calculated based on other information in this statistical table because of retroactive additions and reductions which are brought on in one lump sum.

<u>Delinquent Collection</u>	<u>Total Collection</u>	<u>Total Collection As a Percent of Current Levy</u>
\$1,976,163	\$52,383,890	94.4%
1,899,015	49,062,069	100.9
1,211,905	48,967,050	100.6
1,492,700	49,187,075	101.7
1,966,080	48,265,423	102.2
650,861	45,071,142	98.5
676,429	37,462,526	99.0
766,018	36,330,177	99.6
565,867	35,371,573	99.1
743,368	29,572,367	101.0

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

Year	Real Property		Public Utility Property	
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
2000	\$1,027,815,310	\$2,936,615,171	\$55,967,350	\$63,599,261
1999	1,005,040,090	2,871,543,114	56,737,020	64,473,886
1998	1,003,703,030	2,867,722,943	56,081,630	63,729,125
1997	925,444,240	2,644,126,400	57,359,690	65,181,466
1996	916,893,060	2,619,694,457	57,581,770	65,433,830
1995	914,320,920	2,612,345,486	61,155,940	69,495,386
1994	808,445,250	2,309,843,571	60,329,740	68,556,523
1993	809,606,320	2,313,160,913	59,786,720	67,939,455
1992	795,116,020	2,271,760,057	59,510,610	67,625,693
1991	676,040,420	1,931,544,057	58,225,670	66,199,625

Source: Cuyahoga County Auditor - Data is presented on a calendar year basis because this is the manner in which the information is maintained by the County Auditor.

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

Real Estate is assessed at 35 percent of actual value.

Public utility personal is assessed at 88 percent of actual value.

Tangible personal property is assessed at 25 percent of actual value for 1993 through 2000.

Tangible Personal Property		Total		Ratio
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value (1)	
\$244,299,461	\$977,197,844	\$1,328,082,121	\$3,977,412,276	33%
247,826,803	991,307,212	1,309,603,913	3,927,324,212	33
261,930,469	1,047,721,876	1,321,715,129	3,979,173,944	33
278,548,460	1,114,193,840	1,261,352,390	3,823,501,706	33
259,983,771	1,039,935,084	1,234,458,601	3,725,063,371	33
244,868,858	979,475,432	1,220,345,718	3,661,316,304	33
211,234,870	844,939,480	1,080,009,860	3,223,339,574	34
202,742,046	810,968,184	1,072,135,086	3,192,068,552	34
202,220,803	777,772,319	1,056,847,433	3,117,158,069	34
210,165,313	778,397,456	944,431,403	2,776,141,138	34

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

Year	School Levy	County Levy	Berea City	Middleburg Heights City	Brookpark City	Polaris J.V.S.D.
2000	\$63.90	\$16.70	\$17.70	\$5.60	\$4.80	\$2.40
1999	58.00	16.70	17.70	5.60	4.50	2.40
1998	57.90	18.00	17.80	5.60	5.50	2.40
1997	57.90	18.00	17.80	5.60	5.50	2.40
1996	57.00	18.00	17.80	5.90	5.50	2.50
1995	56.90	18.20	17.80	5.90	5.50	2.50
1994	57.00	17.50	18.30	5.90	5.50	2.50
1993	51.10	17.80	18.80	5.90	5.50	2.50
1992	50.20	17.80	19.10	6.30	5.50	2.50
1991	50.30	17.80	19.70	6.50	5.50	2.50

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

Debt Service Included in Total Levy			
School	County	City	Total
\$0.95	\$0.85	\$6.25	\$8.05
0.95	0.72	6.20	7.87
0.95	0.60	6.15	7.70
0.85	0.90	6.03	7.78
0.95	0.87	6.03	7.85
0.85	0.76	5.39	7.00
1.00	0.68	6.00	7.68
1.00	0.71	6.77	8.48
0.05	0.80	6.94	7.79
0.15	0.87	9.50	10.52

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

<u>Year</u>	<u>Net General Obligation Bonded Debt</u>	<u>Assessed Value</u>	<u>Population</u>	<u>Ratio of Net Debt to Assessed Value</u>	<u>Net Debt Per Capita</u>
2000	\$11,828,866	\$1,328,082,121	59,420	0.89%	\$199
1999	12,271,066	1,309,603,913	63,986	0.94	192
1998	12,748,031	1,321,715,129	62,590	0.96	204
1997	13,030,060	1,261,352,390	62,590	1.03	208
1996	13,350,237	1,234,458,601	60,702	1.08	220
1995	13,710,350	1,220,345,718	60,702	1.12	226
1994	13,864,828	1,080,009,860	60,702	1.28	228
1993	13,965,163	1,072,135,086	56,618	1.30	247
1992	0	1,056,847,433	56,618	0.00	0
1991	0	944,431,403	56,524	0.00	0

Source: Cuyahoga County Auditor, School District Financial Records, and the Cleveland Plain Dealer

Berea City School District
Computation of Legal Debt Margin
June 30, 2000

Assessed Valuation	\$1,328,082,121
Debt Limit - 9% of Assessed Value (1)	\$119,527,391
Amount of Debt Applicable to Debt Limit:	
General Obligation Bond	12,555,000
Tax Anticipation Note	450,000
Less: Amount Available in Debt Service Fund	(726,134)
Total	12,278,866
Exemptions:	
Tax Anticipation Note	450,000
Total Exemptions	450,000
Amount of Debt Subject to the Limit	11,828,866
Overall Debt Margin	\$107,698,525
Debt Margin - .10% of Assessed Value (1)	\$1,328,082
Amount of Debt Applicable	\$0
Unvoted Debt Margin	\$1,328,082

Source: Cuyahoga County Auditor and School District Financial Records

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

Berea City School District
Computation of Direct and Overlapping General Obligation Bonded Debt
 December 31, 1999

<u>Jurisdiction</u>	<u>General Obligation Bonded Debt Outstanding</u>	<u>Percentage Applicable to School District (1)</u>	<u>Amount Applicable to School District</u>
Berea City School District	\$12,555,000	100.00 %	\$12,555,000
Cuyahoga County	141,004,636	5.16	7,275,839
Regional Transit Authority	101,865,000	5.16	5,256,234
Berea City	18,152,024	94.89	17,224,456
Brookpark City	9,622,000	100.00	9,622,000
Middleburg Heights City	34,042,300	100.00	<u>34,042,300</u>
Total			<u><u>\$85,975,829</u></u>

Source: Cuyahoga County Auditor - Data is presented on a calendar year basis (including School District) because that is the manner in which information is maintained by the County Auditor.

(1) Percentages were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the School District by the total assessed valuation of the subdivision. The valuations used were for the 2000 collection year.

Berea City School District
Ratio of Annual Debt Service Expenditures For
General Obligation Bonded Debt to General Governmental Expenditures
Last Ten Fiscal Years

Year	Principal	Interest	Total Debt Service	Total Governmental Fund Expenditures	Ratio of Debt Service to Governmental Fund Expenditures
2000	\$395,000	\$760,870	\$1,155,870	\$65,254,959	1.77%
1999	350,000	785,113	1,135,113	64,780,691	1.75
1998	300,000	806,326	1,106,326	64,824,211	1.71
1997	275,000	852,326	1,127,326	60,529,494	1.86
1996	225,000	841,263	1,066,263	53,759,844	1.98
1995	200,000	855,076	1,055,076	62,618,220	1.68
1994	275,000	1,020,540	1,295,540	52,966,374	2.45
1993	80,000	3,430	83,430	48,016,006	0.17
1992	160,000	6,600	166,600	46,519,815	0.36
1991	160,000	12,801	172,801	43,500,486	0.40

Source: School District Financial Records

Berea City School District
Demographic Statistics
Last Ten Years

<u>Year</u>	<u>Cuyahoga County Population</u>	<u>Berea City Population</u>	<u>Middleburg Heights City Population</u>	<u>Brook Park City Population</u>	<u>School Enrollment</u>	<u>Unemployment Rate (1)</u>
2000	1,373,000	19,051	17,504	22,865	7,814	5.0%
1999	1,406,139	20,301	17,302	26,383	7,941	4.6
1998	1,398,169	19,960	16,813	25,817	7,946	3.9
1997	1,398,169	19,960	16,813	25,817	7,958	4.6
1996	1,398,169	19,500	14,702	26,500	7,997	4.7
1995	1,412,140	19,500	14,702	26,500	7,977	4.9
1994	1,412,140	19,500	14,702	26,500	7,879	5.3
1993	1,412,140	19,051	14,702	22,865	7,832	7.6
1992	1,412,140	19,051	14,702	22,865	7,846	6.3
1991	1,404,286	19,018	14,685	22,821	7,845	5.2

Source: Information in this table was provided by the City of Berea, the City of Middleburg Heights, the City of Brook Park, Cuyahoga County and the Cleveland Plain Dealer.

(1) Represents Cuyahoga County.

Berea City School District
*Property Value, Industrial Employment,
 Financial Institution Deposits and Building Permits
 Last Ten Years*

Year (4)	Property Value (1) (Real Estate Only)	Industrial Employment	Financial Institution Deposits (000's) Banks	Value of Building Permits Issued
1999	\$1,005,040,090	N/A	\$57,021,360	\$49,628,432
1998	1,003,703,030	N/A	56,770,353	47,928,289
1997	925,444,240	N/A	53,941,941 (2)	42,469,432
1996	916,893,060	N/A	24,628,923	38,923,621
1995	914,320,920	N/A	22,458,573	37,893,542
1994	808,445,250	N/A	20,885,453	39,598,388
1993	809,606,320	1,054,900	21,009,421	44,289,198
1992	795,116,020	921,200	19,379,280	91,515,099
1991	676,040,420	748,676	18,392,243	54,856,789
1990	661,862,430	702,000	19,188,641	25,338,999 (3)

Source: Ohio Bureau of Employment Services and Federal Reserve Bank of Cleveland

(1) Represents assessed value.

(2) Large increase in deposits due to Key Bank becoming single charter in 1997.

(3) 1990 does not include City of Berea. Only the cities of Brook Park and Middleburg Heights are included.

(4) Data is presented on a calendar year basis. 2000 information is not available.

Berea City School District
Principal Taxpayers
Real Estate Tax
December 31, 1999

Name of Taxpayer	Assessed Value (1)	Percent of Real Assessed Value
Ford Motor Company	\$26,365,990	2.57 %
Cleveland Port Authority	25,620,570	2.49
Southwest Medical Center	10,367,340	1.01
Southland Store Company	9,337,200	0.91
Techpark Ltd. Partnership	7,384,090	0.72
Sears, Roebuck, Inc.	5,126,840	0.50
Islander Company	4,857,090	0.47
Tower In the Park, Ltd.	3,606,330	0.35
Cookers Inc.	3,183,840	0.31
Hunters Manor Ltd.	3,156,220	0.31
Total	<u>99,005,510</u>	<u>9.63 %</u>
Total Real Estate Valuation	<u>\$1,027,815,310</u>	

Source: Cuyahoga County Auditor

(1) Assessed values are for 2000.

Berea City School District
Principal Taxpayers
Tangible Personal Property Tax
December 31, 1999

Name of Taxpayer	Assessed Value (1)	Percent of Tangible Assessed Value
Ford Motor Company	\$102,157,070	41.82 %
Marc Glassman Inc.	8,121,570	3.32
Ken Mac Metals	4,229,840	1.72
Foseco Manufacturing Inc.	3,656,930	1.50
Penton Publishing Incorporated	3,498,050	1.43
B. F. Goodrich Company	3,484,130	1.43
IBM Credit Corporation	3,354,530	1.37
Hawk Corporation	3,068,460	1.26
Sears, Roebuck, Incorporated	2,701,710	1.11
Goodyear Tire & Rubber	3,025,620	1.24
Total	<u>\$137,297,910</u>	<u>56.20 %</u>
Total Tangible Assessed Valuation	<u>\$244,299,461</u>	

Source: Cuyahoga County Auditor

(1) Assessed values are for 2000.

Berea City School District
Principal Taxpayers
Public Utilities Tax
December 31, 1999

Name of Taxpayer	Assessed Value (1)	Percent of Public Utility Assessed Value
Cleveland Electric Illuminating Company	\$28,310,990	50.58 %
Ameritech	13,531,170	24.18
Columbia Gas of Ohio, Inc.	6,056,020	10.82
East Ohio Gas, Inc.	2,289,560	4.09
AT & T Wireless	<u>1,245,000</u>	<u>2.23</u>
Total	<u>\$51,432,740</u>	<u>91.90 %</u>
Total Public Utility Assessed Value	<u>\$55,967,350</u>	

Source: Cuyahoga County Auditor

(1) Assessed values are for 2000.

Berea City School District
Per Pupil Cost
Last Ten Fiscal Years

Fiscal Year	General Fund Expenditures	Average Student Enrollment	Per Pupil Cost
2000	\$59,855,230	7,814	\$7,660
1999	59,125,633	7,941	7,446
1998	57,246,101	7,946	7,204
1997	55,273,812	7,958	6,946
1996	49,786,027	7,997	6,226
1995	50,077,966	7,977	6,278
1994	43,436,260	7,879	5,513
1993	44,830,862	7,832	5,724
1992	43,647,399	7,846	5,563
1991	40,415,608	7,845	5,152

Source: School District Financial Records.

Berea City School District
Teacher Education and Experience
 June 30, 2000

<u>Degree</u>	<u>Number of Teachers</u>	<u>Percentage of Total</u>
Bachelor's Degree	137	26.26 %
Bachelor + 15	35	6.70
Bachelor + 30	85	16.27
Master's Degree	208	39.86
Master's + 15	28	5.36
Master's + 30	7	1.34
Ph. D.	22	4.21
Total	522	100.00 %

<u>Years of Experience</u>	<u>Number of Teachers</u>	<u>Percentage of Total</u>
0 - 5	179	34.29 %
6 - 10	107	20.50
11 and over	236	45.21
	522	100.00 %

Source: School District Personnel Records



STATE OF OHIO
OFFICE OF THE AUDITOR

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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
FEBRUARY 01, 2001**