



Dave Yost • Auditor of State

**BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

TABLE OF CONTENTS

TITLE	PAGE
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Required by <i>Government Auditing Standards</i>	1
Independent Auditor's Report on Compliance with Requirements Applicable to Each Major Federal Program and on Internal Control Over Compliance Required by OMB Circular A-133	3
Federal Awards Receipts and Expenditures Schedule.....	7
Notes to the Federal Awards Receipts and Expenditures Schedule	8
Schedule of Findings.....	9
Independent Auditor's Report on Applying Agreed-Upon Procedure	11

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Dave Yost • Auditor of State

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

Brecksville-Broadview Heights City School District
Cuyahoga County
6638 Mill Road
Brecksville, Ohio 44141

To the Board of Education:

We have audited, in accordance with auditing standards generally accepted in the United States and the Comptroller General of the United States' *Government Auditing Standards*, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Brecksville-Broadview Heights City School District, Cuyahoga County, Ohio, (the District) as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 18, 2013.

Internal Control Over Financial Reporting

As part of our financial statement audit, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures appropriate in the circumstances to the extent necessary to support our opinions on the financial statements, but not to the extent necessary to opine on the effectiveness of the District's internal control. Accordingly, we have not opined on it.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent, or detect and timely correct misstatements. A *material weakness* is a deficiency, or combination of internal control deficiencies resulting in a reasonable possibility that internal control will not prevent or detect and timely correct a material misstatement of the District's financial statements. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all internal control deficiencies that might be material weaknesses or significant deficiencies. Given these limitations, we did not identify any deficiencies in internal control that we consider material weaknesses. However, unidentified material weaknesses may exist.

Compliance and Other Matters

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

Purpose of this Report

This report only describes the scope of our internal control and compliance testing and our testing results, and does not opine on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed under *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

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

Dave Yost
Auditor of State
Columbus, Ohio

December 18, 2013



Dave Yost • Auditor of State

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

Brecksville-Broadview Heights City School District
Cuyahoga County
6638 Mill Road
Brecksville, Ohio 44141

To the Board of Education:

Report on Compliance for Each Major Federal Program

We have audited the Brecksville-Broadview Heights City School District's (the District) compliance with the applicable requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133, Compliance Supplement* that could directly and materially affect the Brecksville-Broadview Heights City School District's major federal program for the year ended June 30, 2013. The *Summary of Audit Results* in the accompanying schedule of findings identifies the District's major federal program.

Management's Responsibility

The District's Management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to its federal program.

Auditor's Responsibility

Our responsibility is to opine on the District's compliance for each of the District's major federal programs based on our audit of the applicable compliance requirements referred to above. Our compliance audit followed auditing standards generally accepted in the United States of America; the standards for financial audits included in the Comptroller General of the United States' *Government Auditing Standards*; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. These standards and OMB Circular A-133 require us to plan and perform the audit to reasonably assure whether noncompliance with the applicable compliance requirements referred to above that could directly and materially affect a major federal program occurred. 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 our audit provides a reasonable basis for our compliance opinion on the District's major program. However, our audit does not provide a legal determination of the District's compliance.

Opinion on the Major Federal Program

In our opinion, the Brecksville-Broadview Heights City School District complied, in all material respects with the compliance requirements referred to above that could directly and materially affect its major federal program for the year ended June 30, 2013.

Report on Internal Control Over Compliance

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

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, when performing their assigned functions, to prevent, or to timely detect and correct, noncompliance with a federal program's applicable compliance requirement. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a federal program compliance requirement will not be prevented, or timely detected and corrected. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with federal program's applicable compliance requirement that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

This report only describes the scope of our internal control compliance tests and the results of this testing based on OMB Circular A-133 requirements. Accordingly, this report is not suitable for any other purpose.

Report on Federal Awards Receipts and Expenditures Schedule

We have also audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information the Brecksville-Broadview Heights City School District, Cuyahoga County, Ohio, (the District) as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the District's basic financial statements. We issued our unmodified report thereon dated December 18, 2013. We conducted our audit to opine on the District's basic financial statements. The accompanying federal awards receipts and expenditures schedule presents additional analysis required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and is not a required part of the basic financial statements. The schedule is management's responsibility, and was derived from and relates directly to the underlying accounting and other records management used to prepare the basic financial statements. We subjected this schedule to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this schedule directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. In our opinion, this schedule is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.



Dave Yost
Auditor of State
Columbus, Ohio

December 18, 2013

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**BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

**FEDERAL AWARDS RECEIPTS AND EXPENDITURES SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2013**

Federal Grantor/ Pass Through Grantor Program Title	Federal CFDA Number	Receipts	Expenditures
<u>U.S. DEPARTMENT OF EDUCATION</u>			
<i>Direct:</i>			
Safe and Drug-Free Schools and Communities National Programs	84.184		\$11,749
<i>Passed Through the Ohio Department of Education:</i>			
Special Education Cluster			
Special Education - Grants to States	84.027	(\$37,744)	48,588
		756,279	710,722
Total Special Education -Grants to States		718,535	759,310
Special Education - Preschool Grants	84.173	20,556	19,948
Total Special Education Cluster		739,091	779,258
Title I Grants to Local Educational Agencies	84.010	(1,794)	350
		207,224	269,766
Total Title I Grants to Local Educational Agencies		205,430	270,116
Improving Teacher Quality State Grants	84.367	(439)	350
		64,996	64,178
Total Improving Teacher Quality State Grants		64,557	64,528
English Language Acquisition Grants	84.365	7	7
		14,671	22,237
Total English Language Acquisition Grants		14,678	22,244
Education Technology State Grants	84.318	1,694	1,694
ARRA - State Fiscal Stabilization Fund (SFSF) - Race-to-the-Top Incentive Grants, Recovery Act	84.395	1,750	1,750
Total U.S. Department of Education		1,027,200	1,151,339
<u>U.S. DEPARTMENT OF AGRICULTURE</u>			
<i>Passed Through the Ohio Department of Education:</i>			
Child Nutrition Cluster:			
National School Lunch Program	10.555	219,338	219,338
Non-Cash Assistance	10.555	61,921	61,921
School Breakfast Program	10.553	3,855	3,855
Total Child Nutrition Cluster		285,114	285,114
Total U.S. Department of Agriculture		285,114	285,114
<u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u>			
<i>Direct:</i>			
Drug-Free Communities Support Program Grants	93.276	16,382	40,378
		109,546	100,457
		68,730	80,234
Total Drug-Free Communities Support Program Grants		194,658	221,069
Total U.S. Department of Health and Human Services		194,658	221,069
<u>U.S. DEPARTMENT OF JUSTICE</u>			
<i>Direct:</i>			
Community Oriented Policing Services- Secure our Schools	16.710	33,646	60,914
Total U.S. Department of Justice		33,646	60,914
Totals		\$1,540,618	\$1,718,436

The accompanying notes are an integral part of this schedule. 7

**BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

**NOTES TO THE FEDERAL AWARDS RECEIPTS AND EXPENDITURES SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2013**

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

The accompanying Federal Awards Receipts and Expenditures Schedule (the Schedule) reports the Brecksville-Broadview Heights City School District, Cuyahoga County, Ohio (the District's) federal award programs' receipts and disbursements. The schedule has been prepared on the cash basis of accounting.

NOTE B - CHILD NUTRITION CLUSTER

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

NOTE C – FOOD DONATION PROGRAM

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

NOTE D - TRANSFERS BETWEEN PROGRAM YEARS

Federal regulations require schools to obligate certain federal awards by June 30. However, with ODE's consent, schools can transfer unobligated amounts to the subsequent fiscal year's program. These transfers resulted in the Schedule reporting negative receipts. The District transferred the following amounts from 2012 to 2013 programs:

<u>Program Title</u>	<u>CFDA Number</u>	<u>Amount Transferred From 2012 to 2013</u>
Improving Teacher Quality State Grants	84.367	\$439
Special Education- Grants to States	84.027	37,744
Title I Grants to Local Educational Agencies	84.010	1,794

**BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
JUNE 30, 2013**

1. SUMMARY OF AUDITOR'S RESULTS

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

**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

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Dave Yost • Auditor of State

INDEPENDENT AUDITOR'S REPORT ON APPLYING AGREED-UPON PROCEDURE

Brecksville-Broadview Heights City School District
Cuyahoga County
6638 Mill Road
Brecksville, Ohio 44141

To the Board of Education:

Ohio Rev. Code Section 117.53 states "the auditor of state shall identify whether the school district or community school has adopted an anti-harassment policy in accordance with Section 3313.666 of the Revised Code. This determination shall be recorded in the audit report. The auditor of state shall not prescribe the content or operation of any anti-harassment policy adopted by a school district or community school."

Accordingly, we have performed the procedure enumerated below, which was agreed to by the Board, solely to assist the Board in evaluating whether the Brecksville-Broadview Heights City School District, Cuyahoga County, Ohio, (the District) has updated its anti-harassment policy in accordance with Ohio Rev. Code Section 3313.666. Management is responsible for complying with this requirement. This agreed-upon procedure engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of this procedure is solely the responsibility of the Board. Consequently; we make no representation regarding the sufficiency of the procedure described below either for the purpose for which this report has been requested or for any other purpose.

1. We noted the Board amended its anti-harassment policy at its meeting on January 4, 2011 to include prohibiting harassment, intimidation, or bullying of any student "on a school bus" or by an "electronic act";.

We were not engaged to and did not conduct an examination, the objective of which would be the expression of an opinion on compliance with the anti-harassment policy. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of the Board of Education and is not intended to be and should not be used by anyone other than these specified parties.

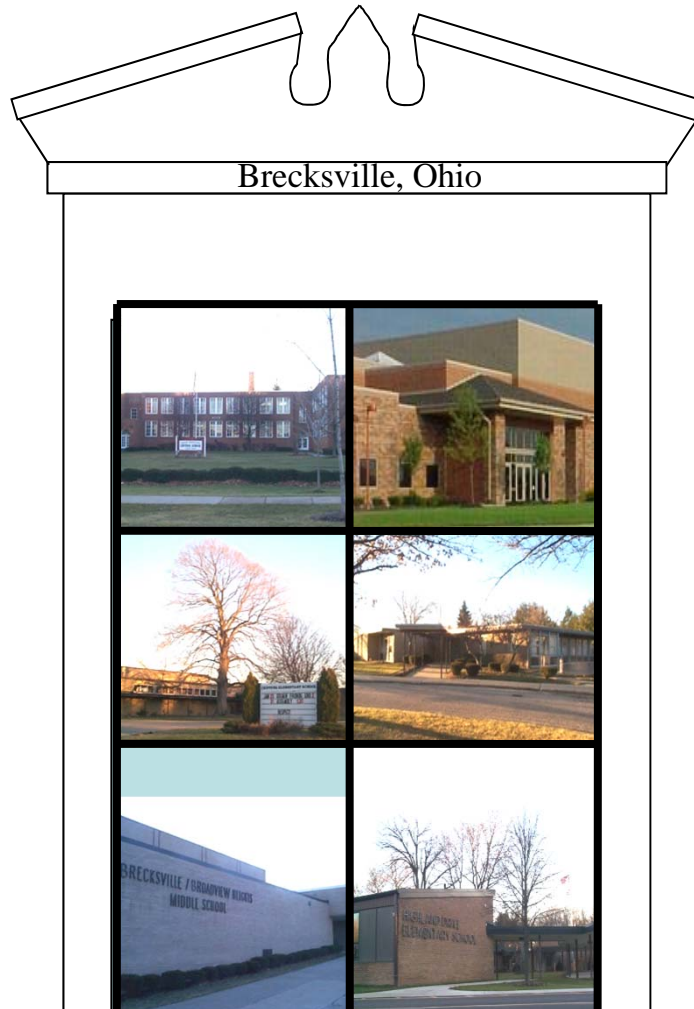
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Dave Yost
Auditor of State

December 18, 2013

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*Comprehensive Annual Financial Report
for the Fiscal Year Ended June 30, 2013*



**Brecksville- Broadview
Heights School District**

“where fine education is a heritage”

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Brecksville-Broadview Heights
City School District

Brecksville, Ohio

Comprehensive Annual Financial Report
for the Fiscal Year Ended June 30, 2013



Prepared by:

Richard Berdine, Treasurer/CFO



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Introductory Section

Brecksville-Broadview Heights City School District

Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2013

Table of Contents

	Page
I. Introductory Section	
Table of Contents	i
Letter of Transmittal	iv
List of Principal Officials.....	x
Organizational Chart.....	xi
GFOA Certificate of Achievement	xii
II. Financial Section	
Independent Auditor’s Report.....	1
Management’s Discussion and Analysis.....	4
Basic Financial Statements	
Government-wide Financial Statements:	
Statement of Net Position.....	14
Statement of Activities	15
Fund Financial Statements:	
Balance Sheet – Governmental Funds.....	16
Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities	17
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	18
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	19
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual – General Fund.....	20
Statement of Fiduciary Net Position – Fiduciary Funds.....	21
Statement of Changes in Fiduciary Net Position.....	22
Notes to the Basic Financial Statements	23

Combining Statements and Individual Fund Schedules:

Combining Statements – Nonmajor Funds:

Fund Descriptions.....	54
Combining Balance Sheet - Nonmajor Governmental Funds	56
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds.....	57
Combining Balance Sheet – Nonmajor Special Revenue Funds.....	58
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Special Revenue Funds.....	62
Combining Balance Sheet – Nonmajor Capital Projects Funds	66
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Capital Projects Funds	67

Combining Statement – Agency Fund

Fund Descriptions.....	68
Statement of Changes in Assets and Liabilities – Agency Fund	69

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

Major Funds:

General Fund	71
Bond Retirement Fund	75

Nonmajor Funds:

Food Service Fund.....	76
Scholarship Fund	77
Other Grants Fund	78
Child Care Fund	79
Athletics Fund	80
Auxiliary Services Fund.....	81
One Net Fund	82
SchoolNet Professional Development Fund.....	83
Race To the Top Fund	84
IDEA-B Fund	85
Title II-D Fund	87
Title III Fund	88
Title I Fund.....	89
Title V Fund	90
Title IV Fund.....	91
Pre-School Fund	92
Title II-A Fund	93
Miscellaneous Federal Grants Fund	94
Public School Support Fund.....	95
Permanent Improvement Fund	96
Building Fund.....	98

III. Statistical Section

Table of Contents	S1
Net Position by Component – Last Ten Fiscal Years	S2
Changes in Net Position of Governmental Activities – Last Ten Fiscal Years	S4
Program Revenues by Function – Last Ten Fiscal Years	S6
Fund Balances, Governmental Funds – Last Ten Fiscal Years	S8
Changes in Fund Balances – Last Ten Fiscal Years	S10
Election History – School Levies – 1957 – 2013.....	S14
Assessed and Estimated Actual Value of Taxable Property – Last Ten Years.....	S16
Property Tax Rates – Direct and Overlapping Governments – Last Ten Years	S18
Property Tax Levies and Collections – Last Ten Years.....	S24
Principal Taxpayers:	
Real Estate Tax – 2013 and 2004.....	S25
Public Utilities Tax – 2013 and 2004.....	S26
Computation of Direct and Overlapping Governmental Activities Debt.....	S27
Ratio of General Obligation Bonded Debt to Estimated Actual Value, Ratio of General Debt to Personal Income and Debt per Capita – Last Ten Fiscal Years.....	S28
Computation of Legal Debt Margin – Last Ten Fiscal Years	S30
Election History – Bond Issues – 1954 – 2013	S32
Principal Employers – 2012 and 2004	S33
Demographic and Economic Statistics – Last Ten Years	S34
Building Statistics by Function/Program – Last Ten Fiscal Years	S36
Enrollment Statistics – Last Ten Fiscal Years	S40
Attendance and Graduation Rates – Last Ten Fiscal Years.....	S41
Per Pupil Cost – Last Ten Fiscal Years.....	S42
Full-time Equivalent Certified School District Employees by Education – Last Ten Fiscal Years	S44
School District Employees by Function/Program – Last Ten Fiscal Years	S46
Average Number of Students per Teacher – Last Ten Fiscal Years	S48
National Merit Scholarship Program – Last Ten Fiscal Years	S49
SAT Composite Scores – Last Ten Fiscal Years	S50
ACT Composite Scores – Last Ten Fiscal Years.....	S52



Brecksville-Broadview Heights City School District

6638 Mill Road • Brecksville, Ohio 44141 • (440) 740-4000

“where fine education is a heritage”

December 18, 2013

Board of Education Members and
Residents of Brecksville-Broadview Heights City School District:

It is our privilege to present to you the Comprehensive Annual Financial Report (CAFR) of the Brecksville-Broadview Heights City School District (the “School District”) for the fiscal year ended June 30, 2013. This CAFR enables the School District to comply with Ohio Administrative Code Section 117-2-03 (B), which requires reporting on a GAAP (Generally Accepted Accounting Principles) basis, and Ohio Revised Code Section 117.38 which requires school districts reporting on a GAAP basis to file an annual unaudited report with the Auditor of State within 150 days of the fiscal year end.

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

Under Ohio law, regular audits are required to be performed on all financial related operations of the School District. These audits may be done by either the State Auditor’s Office or, if the State Auditor permits, an independent public accounting firm. For fiscal year 2013, the School District was audited by the Auditor of State’s Office. Their unqualified opinion is included in the financial section of this CAFR.

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

School District Organization

Brecksville-Broadview Heights City School District is one of 611 school districts in the State of Ohio and one of 31 school districts in Cuyahoga County. The School District provides education to 4,182 students in preschool through twelfth grade. Geographically, the School District encompasses the entire City of Brecksville, all but the southwestern portion of the City of Broadview Heights and a small section of the City of North Royalton. The School District’s total area is approximately 27 square miles.

The growing suburban communities of Brecksville and Broadview Heights are located 15 miles south of downtown Cleveland and 18 miles north of Akron.

The students enrolled in the Brecksville-Broadview Heights City School District attend classes in the following buildings:

- Brecksville-Broadview Heights High School built in 1997 consists of students in grades 9 through 12.
- Brecksville-Broadview Heights Middle School built in 1960, with additions in 1965, 1971 and 1986, consists of students in grades 6 through 8.
- Central School built in 1915, with additions in 1929, 1950, 1964 and 1981, consists of students in grades 4 and 5.
- Chippewa Elementary School built in 1962 consists of students in kindergarten through third grade.
- Highland Drive Elementary School built in 1953, with an addition in 1957, consists of students in kindergarten through third grade.
- Hilton Elementary School built in 1967 consists of students in kindergarten through third grade and preschool.

All second and third grade students who participate in the gifted program attend classes at Highland Drive Elementary School. Services are provided in all buildings to meet the needs of the special education students. Vocational students attend the Cuyahoga Valley Career Center, which is located in Brecksville, and operates as a separate entity from the School District.

An elected five-member Board of Education (the “Board”) serves as the taxing authority and policy maker for the School District. The Board adopts an annual tax budget and an annual appropriation resolution which serves as the basis for control over and authorization for all expenditures of School District tax money. The Board directly approves all personnel-related expenditures.

The Superintendent is the chief executive officer of the School District, responsible to the Board for total educational and support operations. Mr. Scot T. Prebles has served as Superintendent since August 1, 2010.

The Treasurer/CFO is the chief financial officer of the School District, responsible to the Board for maintaining all financial records, issuing warrants in payment of liabilities incurred by the School District, acting as custodian of all School District funds and investing idle funds as permitted by Ohio law. Richard A. Berdine has served as Treasurer/CFO since August 1, 2012.

Reporting Entity

The School District has reviewed its operating entity definition in order to ensure conformance with the Governmental Accounting Standards Board Statement No. 14, “The Financial Reporting Entity,” and Statement No. 61, “The Financial Reporting Entity: Omnibus; an amendment of GASB Statements No. 14 and No. 34.” In evaluating how to define the School District for financial reporting purposes, management has considered all agencies, departments and organizations making up the Brecksville-Broadview Heights City School District (the primary government) and its potential component units. The School District is not a component unit and has no component units.

The City of Brecksville, City of Broadview Heights, Cuyahoga County Public Library, Parent School Organization and the Brecksville-Broadview Heights Schools Foundation 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.

North Coast Council, the Cuyahoga Valley Career Center, the Ohio Schools’ Council and the Suburban Health Consortium are reported as jointly governed organizations and a risk sharing pool. The School District participates in the Ohio Association of School Business Officials Workers’ Compensation Group Rating Plan, an insurance purchasing pool.

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

Economic Condition and Outlook

The School District is located in a residential area with limited industrial and commercial facilities. All new construction is closely monitored. Due to the current economic climate, residential development planning has diminished within the School District. During the past ten years, the School District's enrollment has fluctuated; however, over the past six years the School District's enrollment has steadily declined. This trend is continuously reviewed by the School District.

The School District, along with many other public school systems in the State, still faces some difficult economic situations in the future since the primary funding source is property tax revenue. Ohio law limits growth in real estate tax revenues by adjusting voted millage as assessed values change. This keeps revenues from each levy relatively constant. Cuyahoga County experienced a triennial update of real property in 2012. The School District's administration closely monitors the cost of operations and continues to look for cost savings opportunities and new funding sources in order to maintain the quality educational services that the School District has been accustomed to providing.

Public utility deregulation went into effect in January 2002 and caused a \$13,000,000 decrease in public utility property valuations resulting in a tax revenue loss in excess of \$1,000,000 for the School District. In response to the deregulation legislation, legislatures enacted a "hold harmless" clause for school districts for a period of five years, which has now expired for the School District.

State funding is an essential part of the School District's operating budget. Beginning in fiscal year 2012, the administration of Governor John Kasich proposed to move away from the Ohio Evidence Based Model to a new funding method. However, a new funding mechanism was not formulated during the biennium; so, the administration funded school districts in fiscal year 2012 and 2013 based on a transitional approach until a new formula is devised. This transitional approach is referred to as the Bridge formula. A new funding formula is being implemented by the State of Ohio for the 2014/2015 biennial budget and current projections indicate the School District will not realize any funding change.

The School District is a member of the Alliance for High Quality Education, an organization of school districts working for a funding solution that takes a "hold harmless" approach. The Alliance advocates a solution that will provide for needy schools, avoid the "Robin Hood" effect of taking from wealthy districts to provide for the poorer ones and address the negative effects of House Bill 920 (H.B. 920). H.B. 920, passed by the Ohio legislature in 1976, prohibits the inflationary growth of revenue generated by most voted tax issues. When the worth of taxable property in the School District changes, the tax rates are adjusted so income, or voted dollars, will remain about the same.

House Bill No. 66 (H.B. 66), the State's biennial budget for fiscal years 2006 and 2007, was enacted in June 2005. This legislation adopted sweeping changes in the State's tax structure. The most significant provision impacting the School District was the elimination of the tangible personal property tax on business.

The phase-out for the tangible personal property tax began with the 2006 tax collection year, in which approximately 75 percent of the traditional was payable, followed by 50 percent and 25 percent in tax collection years 2007 and 2008, respectively, with no tax due in tax collection year 2009. The State implemented a tangible personal property replacement revenue program to offset revenue losses to School Districts. In fiscal year 2011, the School District received \$3.3 million from this source, which was reduced to \$1.7 million in fiscal years 2012 and 2013. This level of funding is sustained in the fiscal year 2014/2015 State biennial budget.

The School District attributes much of its past educational success to the community's demand for, and support of, both a traditional and quality school system. Regardless of the improvements made to Ohio's method of funding public education, our School District always will remain accountable to the residents and taxpayers who make the School District their school system of choice.

Educational Programs

During fiscal year 2013, the School District's curriculum included a wide range of electives and comprehensive courses of study in college preparatory, liberal arts and vocational programs. The School District offers seventeen advanced placement and eighteen Honors courses at the high school. Test scores indicate students are achieving higher than State and national averages.

An all-day kindergarten program is offered at all three elementary schools with parents paying tuition for the extended half-day of kindergarten. This program is optional at the family's choice.

A full range of extracurricular programs and activities are available to students beginning in the elementary grades. A complete competitive athletics program is offered beginning in the seventh grade at the middle school.

The Cuyahoga Valley Career Center (Career Center) provides comprehensive career-based and special needs job training to students.

All teachers and students have access to the Internet through North Coast Council (NCC), the School District's data acquisition site.

Achievement/Proficiency Intervention was offered to students in grades 3 through 12. A summer reading intervention academy was offered to students in grades 3 through 6.

More than 93 percent of the School District's high school graduates indicate they intend to continue their education at the University and College level, 79 percent at four-year colleges and 14 percent at two-year colleges. The remaining 7 percent chose the military or an alternative plan. The School District offers approximately 193 courses at the high school level and 30 course offerings are available at the Career Center. Students have been recognized as Commended Students, Semifinalists or Finalists in the National Merit Scholarship Program for the past 49 consecutive years.

Community

The School District has developed cooperative working relationships with the businesses and churches in the community through the Partnership in a Healthy Community program and participation in the Business Advisory Council.

The Brecksville-Broadview Heights Schools Foundation provides scholarships for students and grants for teachers for educational and instructional programs. The Foundation worked with the Alumni Association and the chambers of commerce for both Brecksville and Broadview Heights in selecting and honoring community and former staff members as inductees in the School District's Gallery of Achievement.

During fiscal year 2013, the Board and administration engaged the community in a strategic vision planning process. This process resulted in the Board approving a new Five Year Plan for the School District, with initial implementation occurring during fiscal year 2014.

Long-Term Financial Planning

Annually, the School District prepares a five-year financial forecast. The financial forecast is the foundation for the School District's operations and is used as a financial planning tool to assist the School District in determining its ability to meet certain financial obligations and plan future funding needs. The five-year forecast of revenue and expenditures serves as a financial planning tool and the foundation for academic and business operations of the School District. The forecast provides the Board and community stakeholders with a blueprint addressing the financial needs required to serve the student population. Assumptions are an integral part of the forecast and represent what the School District believes are significant factors impacting the forecast. Through a collaborative process, the administration assists the Board of Education in

determining and prioritizing the needs of the School District. In accordance with State law, the Board of Education approves the financial forecast and submits it to the Ohio Department of Education prior to October 31 and reviews and updates it again prior to May 31. The financial forecast can be found on the School District's web-site at www.bbhcsc.org.

A key component to the forecast is the timeline for the renewal of the School District's limited levies that occur every three or five years. Collectively, these levies represent 20 percent of the School District's operating budget and 100 percent of the permanent improvement budget. The School District is proactive in planning and when the School District began deficit spending in fiscal year 2009, budget and staff reductions were made for fiscal year 2010, totaling approximately \$1.2 million. Due to the failure of the 5.5 mill, 5 year operating levy in November 2009, the School District approved further budget and staff reductions for fiscal year 2011. After the defeat of the 5.8 mill, 5 year operating levy on November 2, 2010, the School District developed a \$1.2 million restructure plan. The School District tried for the third time to have an additional tax levy approved by the voters. In May 2011, a 5.3 mill, 5 year operating levy was defeated. This defeat caused another round of staff reductions. In August of 2011 and 2012, however, voters passed a 6.9 mill continuing renewal operating levy and a 6.8 mill 3 year renewal for operating and permanent improvements (5.8/1), respectively. Just recently, in May 2013, voters passed a 7.4 mill continuing renewal operating levy. The Board is currently considering its options for additional operating revenue in the future. No decisions have been made.

Negotiations were successfully completed in August 2012 with both employees' unions. Base salaries are frozen for fiscal year 2013 through fiscal year 2015. In addition, the employee share of the insurance premiums for medical, dental and prescription drugs increased from ten to fifteen percent for all staff beginning in November 2012.

Relevant Financial Policies

It is the School District's policy to maintain a replacement schedule for textbooks, computers and school buses. The management of these replacement schedules is handled through the permanent improvement fund. The last new levy approved by the voters was a dual purpose levy, with one mill designated for these permanent improvements.

Financial Accomplishments

The Brecksville-Broadview Heights City School District, like many school districts in Ohio, is financially challenged. However, the School District has a positive outlook for the future due to the prudent financial planning and placing renewal levies on the ballot early to provide financial stability by ensuring the continuity of funding for academic programming.

In May 2013, the School District refinanced its outstanding bond and note obligations with \$10,480,000 of federally taxable school improvement bonds and \$1,280,000 of tax-exempt energy conservation improvement bonds. These refunding bonds yielded an economic gain of nearly \$1 million to the taxpayers of the School District.

Policies and procedures are developed to ensure compliance with budgetary issues. Annually, a cut-off date is determined for purchase orders. After the established cut-off date, only emergency purchase orders are processed. This procedure provides sufficient time to pay invoices for items or services purchased during the fiscal year and close the purchase orders prior to June 30 which reduces the encumbrances.

Awards

GFOA Certificate of Achievement Program

For the fifteenth consecutive year, the School District received the Certificate of Achievement for Excellence in Financial Reporting from the Government Finance Officer's Association (GFOA).

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Brecksville-Broadview Heights City School District for its comprehensive annual financial report for the fiscal year ended June 30, 2012. The Certificate of Achievement is the highest form of recognition in the area of governmental financial reporting.

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

Acknowledgements

The publication of this report is a significant step toward professionalizing the financial reporting of the School District while enhancing the School District's accountability to the residents of the Brecksville-Broadview Heights City School District.

This Comprehensive Annual Financial Report was made possible by the diligence of the staff of the Office of the Treasurer/CFO. Their initiative and conscientious work ensured the integrity of the information contained herein and guaranteed this report's successful completion.

Finally, our thanks are extended to the Board of Education for their support in recognizing the importance of continuously improving our financial accountability to our citizens and their commitment to excellence by showing that Brecksville-Broadview Heights City School District is a place "where fine education is a heritage."

Respectfully submitted,



Richard A. Berdine
Treasurer/CFO



Scot T. Prebles
Superintendent

Brecksville-Broadview Heights City School District

Principal Officials

Board of Education

Mr. David Tryon..... President
Mr. Mark Jantzen..... Vice President
Mr. Mark Dosen..... Member
Mrs. Kathleen Mack Member
Mr. Michael Ziegler Member

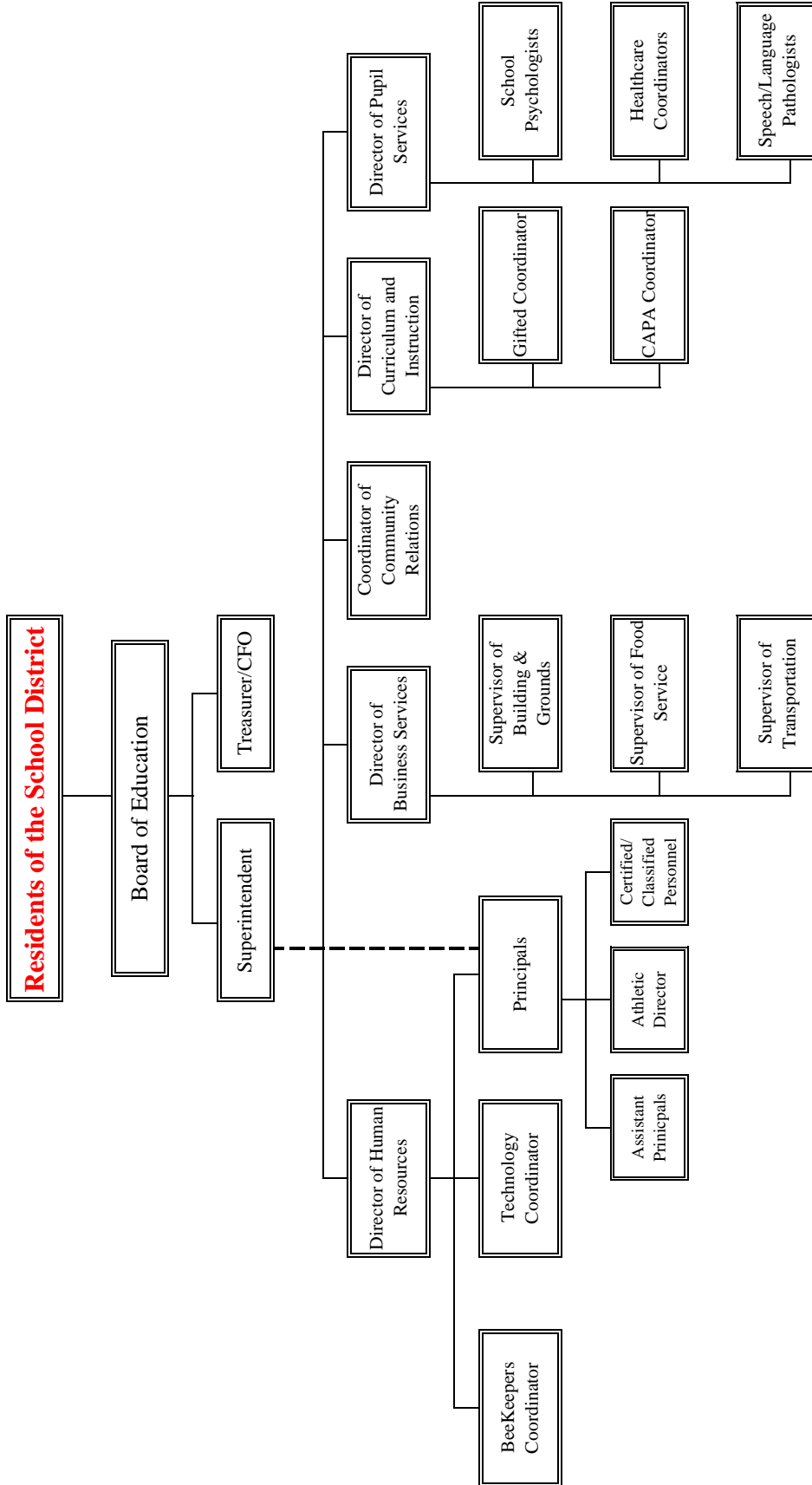
Administration

Mr. Scot T. Prebles..... Superintendent
Mr. Richard A. Berdine Treasurer/CFO
Mr. Richard Evans..... Director of Human Resources
Dr. Gina Symsek Director of Pupil Services*
Mr. Lawrence Tomec..... Director of Business Services
Ms. Carla Calevich..... Director of Curriculum & Instruction
Ms. Cathy Harbinak Coordinator of Community Relations

*Kathleen Spirakus was Director of Pupil Services until July 31, 2013. Gina Symsek became Director on August 1, 2013.

Brecksville-Broadview Heights City School District

Organizational Chart





Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Brecksville-Broadview Heights
City School District, Ohio**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2012

Executive Director/CEO

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Financial Section

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Dave Yost • Auditor of State

INDEPENDENT AUDITOR'S REPORT

Brecksville-Broadview Heights City School District
Cuyahoga County
6638 Mill Road
Brecksville, Ohio 44141

To the Board of Education:

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Brecksville-Broadview Heights City School District, Cuyahoga County, Ohio, (the District) as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for preparing and fairly presenting these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes designing, implementing, and maintaining internal control relevant to preparing and fairly presenting financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to opine on these financial statements based on our audit. We audited in accordance with auditing standards generally accepted in the United States of America and the financial audit standards in the Comptroller General of the United States' *Government Auditing Standards*. Those standards require us to plan and perform the audit to reasonably assure the financial statements are free from material misstatement.

An audit requires obtaining evidence about financial statement amounts and disclosures. The procedures selected depend on our judgment, including assessing the risks of material financial statement misstatement, whether due to fraud or error. In assessing those risks, we consider internal control relevant to the District's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not to the extent needed to opine on the effectiveness of the District's internal control. Accordingly, we express no opinion. An audit also includes evaluating the appropriateness of management's accounting policies and the reasonableness of their significant accounting estimates, as well as our evaluation of the overall financial statement presentation.

We believe the audit evidence we obtained is sufficient and appropriate to support our audit opinions.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Brecksville-Broadview Heights City School District, Cuyahoga County, Ohio, as of June 30, 2013, and the respective changes in financial position, thereof and the budgetary comparison for the General Fund, thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

Supplementary and Other Information

Our audit was conducted to opine on the District's basic financial statements taken as a whole.

The introductory section, the financial section's combining statements, individual fund statements and schedules, and the statistical section information present additional analysis and are not a required part of the basic financial statements.

The statements and schedules are management's responsibility, and derive from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. We subjected these statements and schedules to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling statements and schedules directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves in accordance with auditing standards generally accepted in the United States of America. In our opinion, these statements and schedules are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

We did not subject the introductory section and statistical section information to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion or any other assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 18, 2013, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. That report describes the scope of our internal control testing over financial reporting and compliance, and the results of that testing, and does not opine on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

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

Dave Yost
Auditor of State
Columbus, Ohio

December 18, 2013

Brecksville-Broadview Heights City School District

*Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013
Unaudited*

The discussion and analysis of Brecksville-Broadview Heights City School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2013. 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, financial statements and notes to the basic financial statements to enhance their understanding of the School District's financial performance.

Financial Highlights

Key financial highlights for fiscal year 2013 are as follows:

- The School District passed a 7.4-mill operating levy that was converted from a five-year term to continuing. This was passed by 61.04 percent of voters in the May 2013 election and revenue from this levy will first be received in 2014.
- The outstanding 2006 High School Refunding bonds were refinanced during the fiscal year, which resulted in almost a \$1 million economic gain for the taxpayers.

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 Brecksville-Broadview Heights 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 Position* 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 as well as 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 Brecksville-Broadview Heights City School District, the general and bond retirement funds are by far the most significant funds.

Reporting the School District as a Whole

Statement of Net Position 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 fiscal year 2013?" The Statement of Net Position and the Statement of Activities answer this question. These statements include *all non-fiduciary assets and deferred outflows of resources and liabilities and deferred inflows of resources* 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 position and changes in net position. This change in net position 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.

Brecksville-Broadview Heights City School District

Management's Discussion and Analysis

For the Fiscal Year Ended June 30, 2013

Unaudited

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

- *Governmental Activities* – All 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. None of the School District's programs are reported as business-type activities.

Reporting the School District's Most Significant Funds

Fund Financial Statements

The analysis of the School District's major funds begins on page 9. 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 and the bond retirement debt service 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 fiscal 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 Position and the Statement of Activities) and governmental funds is reconciled in the financial statements.

Fiduciary Funds Fiduciary funds are used to account for resources held for the benefit of parties outside the School District. Fiduciary funds are not reflected on the government-wide financial statements because the resources from these funds are not available to support the School District's programs. These funds use the accrual basis of accounting.

Brecksville-Broadview Heights City School District

Management's Discussion and Analysis

For the Fiscal Year Ended June 30, 2013

Unaudited

The School District as a Whole

Recall that the Statement of Net Position provides the perspective of the School District as a whole. Table I provides a summary of the School District's net position for fiscal year 2013 compared to fiscal year 2012.

	2013	2012	Change
Assets			
Current and Other Assets	\$52,003,785	\$55,534,908	(\$3,531,123)
Capital Assets	33,129,232	34,209,077	(1,079,845)
Total Assets	85,133,017	89,743,985	(4,610,968)
Deferred Outflow of Resources	1,894,785	1,728,523	166,262
Liabilities			
Current Liabilities	6,474,980	7,509,964	(1,034,984)
Long-Term Liabilities			
Due within One Year	2,049,930	2,257,390	(207,460)
Due in More than One Year	23,345,709	25,721,220	(2,375,511)
Total Liabilities	31,870,619	35,488,574	(3,617,955)
Deferred Inflow of Resources	29,646,990	29,254,594	392,396
Net Position			
Net Investment in Capital Assets	14,643,835	12,603,613	2,040,222
Restricted for:			
Capital Projects	2,942,622	5,117,694	(2,175,072)
Debt Service	2,860,393	4,450,127	(1,589,734)
Other Purposes	678,266	837,289	(159,023)
Unrestricted	4,385,077	3,720,617	664,460
Total Net Position	\$25,510,193	\$26,729,340	(\$1,219,147)

The overall decrease in net position is due to decreased foundation funding and expenses related to refunding debt during the fiscal year. Another factor affecting net position was the decrease in property taxes in fiscal year 2013. This decrease was due to lower assessed values.

Brecksville-Broadview Heights City School District

*Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013
Unaudited*

Table 2 shows the changes in net position for fiscal year 2013 compared to fiscal year 2012.

Table 2 Change in Net Position Governmental Activities			
	2013	2012	Change
Revenues			
<i>Program Revenues:</i>			
Charges for Services and Sales	\$4,051,736	\$3,704,894	\$346,842
Operating Grants, Contributions and Interest	2,067,885	2,346,360	(278,475)
Capital Grants and Contributions	20,000	287,042	(267,042)
Total Program Revenues	6,139,621	6,338,296	(198,675)
<i>General Revenues:</i>			
Taxes	35,394,190	36,911,310	(1,517,120)
Grants and Entitlements Not Restricted	11,664,366	12,061,388	(397,022)
Payment in Lieu of Taxes	465,443	376,359	89,084
Unrestricted Contributions	14,433	145,107	(130,674)
Interest	33,394	56,709	(23,315)
Miscellaneous	39,502	293,244	(253,742)
Total General Revenues	47,611,328	49,844,117	(2,232,789)
Total Revenues	53,750,949	56,182,413	(2,431,464)
Program Expenses			
<i>Instruction:</i>			
Regular	23,709,468	23,133,861	(575,607)
Special	6,319,936	6,378,072	58,136
Vocational	104,931	117,999	13,068
Adult/Continuing	820	592	(228)
Student Intervention Services	648,211	368,663	(279,548)
<i>Support Services:</i>			
Pupil	3,837,984	3,927,797	89,813
Instructional Staff	3,125,721	2,913,948	(211,773)
Board of Education	126,554	200,571	74,017
Administration	2,799,152	2,863,281	64,129
Fiscal	1,131,691	1,233,040	101,349
Business	494,617	487,043	(7,574)
Operation and Maintenance of Plant	4,150,822	4,044,697	(106,125)
Pupil Transportation	3,303,739	3,388,665	84,926
Central	230,390	259,532	29,142
Operation of Non-Instructional Services	658,874	675,490	16,616
Food Service Operations	1,735,523	1,629,048	(106,475)
Child Care Operations	468,765	426,159	(42,606)
Extracurricular Activities	1,133,086	1,091,020	(42,066)
Interest and Fiscal Charges	989,812	1,110,589	120,777
Total Program Expenses	54,970,096	54,250,067	(720,029)
Change in Net Position	(1,219,147)	1,932,346	(3,151,493)
Net Position Beginning of Year	26,729,340	24,796,994	1,932,346
Net Position End of Year	\$25,510,193	\$26,729,340	(1,219,147)

Brecksville-Broadview Heights City School District

*Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013
Unaudited*

Governmental Activities

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. It increases as a result of new construction or collection from a new voted levy. Although school districts experience inflationary growth in expenses, tax revenue does not keep pace with increased expenses due to House Bill 920. As an example, a homeowner with a home valued at \$100,000 and taxed at 1.00 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 and the School District would collect the same dollar value the levy generated in the year it passed.

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 65.8 percent of revenues for governmental activities for Brecksville-Broadview Heights City School District in fiscal year 2013. The decrease in property tax revenue was due to a decrease assessed property values.

The School District carefully invests its cash and equivalents in a variety of investment types with the primary focus being safety of principal, but with an attention to investment opportunities to increase yield. The School District pays close attention to daily interest rates and long-term financial trends. Fiscal year 2013's interest revenue is \$23,315 less than 2012's and is a direct result of less cash being available for investment purposes.

The unrestricted grants and entitlements portion of the general revenues is the second largest source of revenues for the School District and includes monies received from the Ohio Department of Education, the Bridge Formula and property tax relief such as homestead exemptions and rollbacks provided by HB 920, as well as the tangible personal property loss reimbursement. The decrease is due to fewer monies received from State foundation and for the tangible personal property loss reimbursement.

In an effort to curb the rising costs of prescription drugs, the School District moved from a self-insured program into the Suburban Health Consortium. The Consortium is a shared risk pool created pursuant to State statute for the purpose of maximizing benefits and/or reducing costs of health care benefits. To date the Consortium has been an overwhelming success for the School District's medical and prescription insurance.

Instructional and support services for instructional staff expenses increased from the previous fiscal year due to negotiated increases in salary schedule steps to allow for the restoration of frozen step increases that occurred in fiscal year 2012. Support services for administration decreased primarily due to fringe benefit expense reductions from medical and prescription drug plan design changes. Overall, the expenses increased across the board due in large part to salary increases.

Parents continue to have the opportunity to pay for the student's lunch on line. Each student uses his/her personal identification number that accesses his/her account when visiting the cafeteria. The School District is exploring the ability for parents to pay for workbook fees and extracurricular activities online as well.

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.

Brecksville-Broadview Heights City School District

*Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013
Unaudited*

The negative amounts indicated in Table 3 should not be construed as something bad; they are merely indicative of whether a particular function of government relies on general revenues for financing or is a net contributor of resources to the School District. 95.9 percent of instructional activities are supported through taxes and other general revenues. Clearly, the three communities that comprise the School District (Brecksville, Broadview Heights, and North Royalton) are, by far, the greatest source of financial support for the students of the Brecksville-Broadview Heights City School District.

Table 3
Total and Net Cost of Program Services
Governmental Activities

	2013		2012	
	Total Cost of Service	Net Cost of Service	Total Cost of Service	Net Cost of Service
Instruction	\$30,783,366	(\$29,510,582)	\$29,999,187	(\$28,210,299)
Support Services				
Pupil and Instructional Staff	6,963,705	(6,357,780)	6,841,745	(5,996,210)
Board of Education, Administration, Fiscal and Business	4,552,014	(4,442,151)	4,783,935	(4,614,277)
Operation and Maintenance of Plant	4,150,822	(4,024,044)	4,044,697	(3,901,446)
Pupil Transportation	3,303,739	(3,241,542)	3,388,665	(3,181,956)
Central	230,390	(215,098)	259,532	(250,862)
Operation of Non-Instructional Services	658,874	(63,726)	675,490	(10,093)
Food Service Operations	1,735,523	(84,154)	1,629,048	112,068
Child Care Operations	468,765	(43,478)	426,159	29,348
Extracurricular Activities	1,133,086	141,892	1,091,020	(777,455)
Interest and Fiscal Charges	989,812	(989,812)	1,110,589	(1,110,589)
Total	\$54,970,096	(\$48,830,475)	\$54,250,067	(\$47,911,771)

The School District's Funds

Information about the School District's major funds starts on page 16. These funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of \$54,673,206 and expenditures of \$57,993,660. The net change in fund balance for the year was most significant in the bond retirement debt service fund with a decrease of \$1,507,514. This change occurred primarily due to costs associated with refunding debt. The bond retirement debt service fund continues to make the bonded debt service requirements. As one can see from the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds, property taxes from the communities that comprise the School District are the largest revenue source, accounting for 66.4 percent of total governmental revenue.

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 fund is the general fund, the School District's operational fund. During the course of fiscal year 2013, the School District amended its general fund budget numerous times. The School District uses site-based budgeting and the budgeting systems are designed to control total site-based budgets but provide flexibility for site-based management.

Brecksville-Broadview Heights City School District

Management's Discussion and Analysis

For the Fiscal Year Ended June 30, 2013

Unaudited

For the general fund, the budget basis actual revenue was \$45,455,362, \$51,185 below final budget estimates of \$45,506,547. Prior to June 30, 2013, the School District revised its budget basis revenue estimate to better reflect actual collections anticipated. Total actual expenditures on the budget basis (cash outlays plus encumbrances) were \$46,685,279, \$804,127 under final budget estimates of \$47,489,406. In response to the excess of expenditures over revenues of \$1,229,917, the School District is negotiating with all employee groups and hopes to achieve significant savings.

The School District's ending unobligated cash balance was \$925,752 above the final budget amount. This is due in large part to the School District's continued commitment to provide a quality education while still controlling the costs of a quality education.

Capital Assets and Debt Administration

Capital Assets

The School District continued to purchase SMART boards in order to keep pace with the ever changing educational demands of the classroom. SMART boards are fundamentally changing the way teachers teach and children learn. The interactive nature and multiple capabilities make SMART boards an excellent learning median for preparing students for the challenges of the 21st century.

For fiscal year 2013, the School District also purchased four new school buses. These buses were purchased with the 1.0 mill permanent improvement property tax levy money.

The School District has established a textbook replacement schedule to ensure that we meet the academic needs of our students by providing them with updated textbooks and instructional materials to compete in a global environment.

Ohio law requires school districts to set aside three percent of certain revenues for capital improvements. For fiscal year 2013, this amounted to \$721,393. Table 4 shows fiscal year 2013 balances compared to fiscal year 2012.

Table 4
Capital Assets at June 30
Net of Depreciation
Governmental Activities

	2013	2012
Land	\$3,088,833	\$3,088,833
Construction in Progress	0	101,200
Buildings and Improvements	25,589,152	26,016,874
Furniture and Equipment	1,555,369	1,892,131
Vehicles	2,113,830	2,018,815
Textbooks	782,048	1,091,224
Total Capital Assets	<u>\$33,129,232</u>	<u>\$34,209,077</u>

See Note 10 to the basic financial statements for additional information on the School District's capital assets and Note 19 for additional information regarding required set-asides.

Brecksville-Broadview Heights City School District

Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013
Unaudited

Debt

Table 5 summarizes bonds and long-term notes outstanding:

Table 5
Outstanding Debt at Year End
Governmental Activities

	2013	2012
General Obligation Bonds:		
2006 High School Refunding	\$0	\$11,425,690
2013 School Improvement Refunding	10,480,000	0
2013 Energy Conservation	1,344,374	0
Refunding Note:		
2006 High School Refunding Notes	7,673,759	9,332,054
Total	<u>\$19,498,133</u>	<u>\$20,757,744</u>

On May 7, 2013, the School District issued \$10,480,000 in Series A school improvement refunding bonds and \$1,280,000 in Series B energy conservation improvement bonds for the purpose of taking advantage of lower interest rates and making energy-saving modifications to buildings, respectively. Both bonds are paid from the bond retirement fund and will mature in December 2021 and 2019, respectively.

In April 2004, the School District entered into an agreement to issue and sell to Bank One NA variable interest rate notes dated October 2, 2006, in the amount of \$8,920,000. On October 16, 2006, the School District issued and sold variable interest rate notes in the amount of \$8,920,000 to Bank One NA. The notes have scheduled maturities beginning December 1, 2012 and ending December 1, 2016. The School District and Bank One also agreed to enter into an interest rate swap agreement in which Bank One agreed to pay interest at a variable rate on a notional amount equal to the unpaid principal amount of the notes and the School District agreed to pay interest on the notional amount at a fixed rate equal to the rate of the refunded 1996 bonds.

During fiscal year 2013, the School District issued \$325,005 in manuscript notes to finance the synthetic turf project for the high school stadium field. Manuscript notes are notes issued and purchased by the School District and held until maturity as an investment vehicle whereby the School District pays interest to the general fund from the debt service fund. This form of issue avoids the underwriting and insurance costs and is used primarily for projects which require minimal or short term funding. These notes are shown on the balance sheet as interfund receivable/payables between the debt service fund and the capital projects fund.

See Note 11 to the basic financial statements for additional information on the School District's long-term liabilities.

Current Financial Related Activities

Brecksville-Broadview Heights City School District has continued to maintain the highest standards of services to our students, parents and community at one of the lowest costs in Cuyahoga County. As with all school districts in the State of Ohio, State funding issues are constantly monitored to determine the impact on the School District. As the preceding information shows, the School District is heavily reliant on local property taxpayers.

Brecksville-Broadview Heights City School District

*Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2013
Unaudited*

Management must continue to diligently plan expenses, staying carefully within the School District's financial forecast. Additional revenues must not be treated as a windfall to expand programs but as an opportunity to extend the time horizon of the life of the levies.

In conclusion, Brecksville-Broadview Heights 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 1998.

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 citizens, 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 any questions about this report or need additional financial information contact Richard Berdine, Treasurer/CFO at Brecksville-Broadview Heights City School District, 6638 Mill Road, Brecksville, Ohio 44141 or e-mail at rberdine@bbhcsd.org.

Basic Financial Statements

Brecksville-Broadview Heights City School District

Statement of Net Position

June 30, 2013

	<u>Governmental Activities</u>
Assets	
Equity in Pooled Cash and Cash Equivalents	\$16,370,980
Accounts Receivable	19,653
Intergovernmental Receivable	304,730
Inventory Held for Resale	17,118
Materials and Supplies Inventory	6,888
Taxes Receivable	35,284,416
Nondepreciable Capital Assets	3,088,833
Depreciable Capital Assets, Net	<u>30,040,399</u>
<i>Total Assets</i>	<u>85,133,017</u>
Deferred Outflows of Resources	
Deferred Charge on Refunding	1,093,654
Fair Value of Hedging Derivatives	<u>801,131</u>
<i>Total Deferred Outflows of Resources</i>	<u>1,894,785</u>
Liabilities	
Accounts Payable	183,166
Accrued Wages and Benefits	4,699,362
Intergovernmental Payable	1,194,952
Matured Compensated Absences Payable	354,034
Accrued Interest Payable	43,466
Long-Term Liabilities:	
Due Within One Year	2,049,930
Due In More Than One Year	<u>23,345,709</u>
<i>Total Liabilities</i>	<u>31,870,619</u>
Deferred Inflows of Resources	
Property Taxes	<u>29,646,990</u>
Net Position	
Net Investment in Capital Assets	14,643,835
Restricted for:	
Capital Projects	2,942,622
Debt Service	2,860,393
Other Purposes	678,266
Unrestricted	<u>4,385,077</u>
<i>Total Net Position</i>	<u>\$25,510,193</u>

See accompanying notes to the basic financial statements

Brecksville-Broadview Heights City School District

Statement of Activities

For the Fiscal Year Ended June 30, 2013

	Program Revenues				Net Revenue (Expense) and Change in Net Position
	Expenses	Charges for Services and Sales	Operating Grants, Contributions and Interest	Capital Grants and Contributions	Governmental Activities
Governmental Activities					
Instruction:					
Regular	\$23,709,468	\$496,079	\$293,059	\$0	(\$22,920,330)
Special	6,319,936	122,771	345,387	0	(5,851,778)
Vocational	104,931	2,101	0	0	(102,830)
Adult/Continuing	820	0	0	0	(820)
Student Intervention Services	648,211	13,387	0	0	(634,824)
Support Services:					
Pupil	3,837,984	75,738	0	0	(3,762,246)
Instructional Staff	3,125,721	55,107	475,080	0	(2,595,534)
Board of Education	126,554	2,614	0	0	(123,940)
Administration	2,799,152	57,333	17,516	0	(2,724,303)
Fiscal	1,131,691	23,290	0	0	(1,108,401)
Business	494,617	9,110	0	0	(485,507)
Operation and Maintenance of Plant	4,150,822	81,411	45,367	0	(4,024,044)
Pupil Transportation	3,303,739	62,197	0	0	(3,241,542)
Central	230,390	4,492	10,800	0	(215,098)
Operation of Non-Instructional Services	658,874	459	574,689	20,000	(63,726)
Food Service Operations	1,735,523	1,353,665	297,704	0	(84,154)
Child Care Operations	468,765	424,420	867	0	(43,478)
Extracurricular Activities	1,133,086	1,267,562	7,416	0	141,892
Interest and Fiscal Charges	989,812	0	0	0	(989,812)
Totals	\$54,970,096	\$4,051,736	\$2,067,885	\$20,000	(48,830,475)
General Revenues					
Property Taxes Levied for:					
					31,600,559
					959,553
					2,834,078
Grants and Entitlements not					
					11,664,366
					465,443
					14,433
					33,394
					39,502
					<u>47,611,328</u>
					(1,219,147)
					<u>26,729,340</u>
					<u>\$25,510,193</u>

See accompanying notes to the basic financial statements

Brecksville-Broadview Heights City School District

Balance Sheet

Governmental Funds

June 30, 2013

	General	Bond Retirement Debt Service	Other Governmental Funds	Total Governmental Funds
Assets				
Equity in Pooled Cash and Cash Equivalents	\$10,616,756	\$2,255,436	\$3,498,788	\$16,370,980
Taxes Receivable	31,211,579	2,484,384	1,588,453	35,284,416
Accounts Receivable	0	0	19,653	19,653
Intergovernmental Receivable	95,522	0	209,208	304,730
Interfund Receivable	70,109	323,005	0	393,114
Inventory Held for Resale	0	0	17,118	17,118
Materials and Supplies Inventory	0	0	6,888	6,888
<i>Total Assets</i>	<u>\$41,993,966</u>	<u>\$5,062,825</u>	<u>\$5,340,108</u>	<u>\$52,396,899</u>
Liabilities				
Accounts Payable	\$84,700	\$0	\$98,466	\$183,166
Accrued Wages and Benefits	4,571,135	0	128,227	4,699,362
Interfund Payable	0	0	393,114	393,114
Matured Compensated Absences Payable	322,981	0	31,053	354,034
Intergovernmental Payable	1,136,180	0	58,772	1,194,952
<i>Total Liabilities</i>	<u>6,114,996</u>	<u>0</u>	<u>709,632</u>	<u>6,824,628</u>
Deferred Inflows of Resources				
Property Taxes	26,214,705	2,094,592	1,337,693	29,646,990
Unavailable Revenue	846,779	67,344	106,752	1,020,875
<i>Total Deferred Inflows of Resources</i>	<u>27,061,484</u>	<u>2,161,936</u>	<u>1,444,445</u>	<u>30,667,865</u>
Fund Balances				
Nonspendable	0	0	6,888	6,888
Restricted	0	2,900,889	3,329,841	6,230,730
Committed	0	0	156,546	156,546
Assigned	370,909	0	0	370,909
Unassigned (Deficit)	8,446,577	0	(307,244)	8,139,333
<i>Total Fund Balances</i>	<u>8,817,486</u>	<u>2,900,889</u>	<u>3,186,031</u>	<u>14,904,406</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$41,993,966</u>	<u>\$5,062,825</u>	<u>\$5,340,108</u>	<u>\$52,396,899</u>

See accompanying notes to the basic financial statements

Brecksville-Broadview Heights City School District
*Reconciliation of Total Governmental Fund Balances to
 Net Position of Governmental Activities
 June 30, 2013*

Total Governmental Fund Balances	\$14,904,406
 <i>Amounts reported for governmental activities in the statement of net position are different because:</i>	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	33,129,232
Other long-term assets are not available to pay for current period expenditures and therefore are unavailable revenues in the funds:	
Delinquent Property Taxes	956,596
Intergovernmental	64,279
Total	1,020,875
In the statement of activities, interest is accrued on outstanding bonds, notes and capital leases, whereas in governmental funds, an interest expenditure is reported when due.	(43,466)
The fair value of hedging derivative instruments is reported as deferred outflows on the statement of net position.	801,131
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:	
General Obligation Bonds	(11,824,374)
Deferred Charge on Refunding	1,093,654
SWAP Notes	(7,673,759)
Derivative Instrument Liability	(801,131)
Capital Lease	(145,292)
Early Retirement Incentive	(180,000)
Resignation Incentive	(7,500)
Compensated Absences	(4,763,583)
Total	(24,301,985)
 <i>Net Position of Governmental Activities</i>	 \$25,510,193

See accompanying notes to the basic financial statements

Brecksville-Broadview Heights City School District
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2013

	General	Bond Retirement Debt Service	Other Governmental Funds	Total Governmental Funds
Revenues				
Taxes	\$32,416,407	\$1,024,487	\$2,875,033	\$36,315,927
Intergovernmental	11,093,264	316,327	2,229,520	13,639,111
Interest	30,164	3,230	0	33,394
Tuition and Fees	921,032	0	406,508	1,327,540
Extracurricular Activities	943,858	0	316,762	1,260,620
Payment in Lieu of Taxes	465,063	231	149	465,443
Rentals	77,824	0	0	77,824
Charges for Services	32,087	0	1,353,665	1,385,752
Contributions and Donations	28,507	0	99,586	128,093
Miscellaneous	24,662	2,864	11,976	39,502
<i>Total Revenues</i>	<u>46,032,868</u>	<u>1,347,139</u>	<u>7,293,199</u>	<u>54,673,206</u>
Expenditures				
Current:				
Instruction:				
Regular	20,964,409	0	1,093,359	22,057,768
Special	6,031,444	0	357,323	6,388,767
Vocational	100,658	0	0	100,658
Student Intervention Services	648,211	0	0	648,211
Support Services:				
Pupil	3,705,266	0	140,087	3,845,353
Instructional Staff	2,639,635	0	469,606	3,109,241
Board of Education	126,554	0	0	126,554
Administration	2,769,650	0	18,545	2,788,195
Fiscal	1,205,588	0	618	1,206,206
Business	439,061	0	0	439,061
Operation and Maintenance of Plant	3,933,811	0	89,803	4,023,614
Pupil Transportation	2,992,518	0	346,073	3,338,591
Central	225,018	0	10,800	235,818
Operation of Non-Instructional Services	0	0	643,660	643,660
Food Service Operations	0	0	1,681,054	1,681,054
Child Care Operations	0	0	467,005	467,005
Extracurricular Activities	796,953	0	319,842	1,116,795
Capital Outlay	0	0	1,386,588	1,386,588
Debt Service:				
Principal Retirement	31,090	1,565,000	0	1,596,090
Interest and Fiscal Charges	13,202	789,027	0	802,229
Bond Issuance Costs	0	147,202	0	147,202
Payment to Refunded Bond Escrow Agent	0	1,845,000	0	1,845,000
<i>Total Expenditures</i>	<u>46,623,068</u>	<u>4,346,229</u>	<u>7,024,363</u>	<u>57,993,660</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(590,200)</u>	<u>(2,999,090)</u>	<u>268,836</u>	<u>(3,320,454)</u>
Other Financing Sources (Uses)				
Refunding Bonds Issued	0	10,480,000	0	10,480,000
Energy Conservation Bonds Issued	0	1,280,000	0	1,280,000
Premium on Energy Conservation Bonds	0	64,374	0	64,374
Payment to Refunded Bond Escrow Agent	0	(10,332,798)	0	(10,332,798)
Transfers In	0	0	15,000	15,000
Transfers Out	(15,000)	0	0	(15,000)
<i>Total Other Financing Sources (Uses)</i>	<u>(15,000)</u>	<u>1,491,576</u>	<u>15,000</u>	<u>1,491,576</u>
<i>Net Change in Fund Balances</i>	<u>(605,200)</u>	<u>(1,507,514)</u>	<u>283,836</u>	<u>(1,828,878)</u>
<i>Fund Balances Beginning of Year</i>	<u>9,422,686</u>	<u>4,408,403</u>	<u>2,902,195</u>	<u>16,733,284</u>
<i>Fund Balances End of Year</i>	<u>\$8,817,486</u>	<u>\$2,900,889</u>	<u>\$3,186,031</u>	<u>\$14,904,406</u>

See accompanying notes to the basic financial statements

Brecksville-Broadview Heights 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, 2013*

Net Change in Fund Balances - Total Governmental Funds (\$1,828,878)

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

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

Capital Asset Additions	1,514,392	
Current Year Depreciation	(2,594,237)	
Total		(1,079,845)

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

Property Taxes	(921,737)	
Grants	(520)	
Total		(922,257)

Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position:

Principal Retirement	1,596,090	
Payment to Refunded Bond Escrow Agent - Debt Service	1,845,000	
Payment to Refunded Bond Escrow Agent - Other Financing Use	10,332,798	
Total		13,773,888

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds:

Accrued Interest on Bonds	(137,400)	
Amortization of Loss on Bond Refunding	(143,478)	
Amortization of Cash Savings	93,295	
Total		(187,583)

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

Compensated Absences	662,402	
Early Retirement Incentive	180,000	
Resignation Incentive	7,500	
Total		849,902

Other financing sources in the governmental funds increase long-term liabilities in the statement of net position:

Refunding Bonds Issued	(10,480,000)	
Energy Conservation Bonds Issued	(1,280,000)	
Premium on Energy Conservation Bonds	(64,374)	
Total		(11,824,374)

Change in Net Position of Governmental Activities (\$1,219,147)

See accompanying notes to the basic financial statements

Brecksville-Broadview Heights City School District
Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2013

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Taxes	\$32,180,362	\$31,975,376	\$31,975,376	\$0
Intergovernmental	10,828,389	10,997,079	10,997,742	663
Interest	50,000	66,974	69,631	2,657
Tuition and Fees	630,656	968,342	922,500	(45,842)
Extracurricular Activities	937,500	883,748	874,985	(8,763)
Payment in Lieu of Taxes	185,000	465,063	465,063	0
Rentals	20,000	77,824	77,824	0
Charges for Services	30,000	32,087	32,087	0
Contributions and Donations	14,600	14,600	14,433	(167)
Miscellaneous	50,000	25,454	25,721	267
<i>Total Revenues</i>	44,926,507	45,506,547	45,455,362	(51,185)
Expenditures				
Current:				
Instruction:				
Regular	21,743,962	20,995,435	20,983,462	11,973
Special	6,071,714	6,059,859	5,967,129	92,730
Vocational	125,756	125,756	101,944	23,812
Student Intervention Services	855,971	761,219	651,620	109,599
Support Services:				
Pupil	3,769,807	3,687,407	3,670,098	17,309
Instructional Staff	2,693,756	2,759,103	2,672,639	86,464
Board of Education	168,282	133,979	126,590	7,389
Administration	2,975,429	2,942,629	2,789,563	153,066
Fiscal	1,254,245	1,207,514	1,153,906	53,608
Business	561,510	551,510	444,465	107,045
Operation and Maintenance of Plant	4,330,155	3,847,829	3,791,877	55,952
Pupil Transportation	3,442,940	3,001,409	3,001,099	310
Central	279,014	263,301	220,329	42,972
Extracurricular Activities	824,221	826,221	784,323	41,898
Debt Service:				
Principal Retirement	323,005	323,005	323,005	0
Interest and Fiscal Charges	3,230	3,230	3,230	0
<i>Total Expenditures</i>	49,422,997	47,489,406	46,685,279	804,127
<i>Excess of Revenues Under Expenditures</i>	(4,496,490)	(1,982,859)	(1,229,917)	752,942
Other Financing Sources (Uses)				
Notes Issued	295,000	323,005	323,005	0
Advances In	175,000	65,000	0	(65,000)
Advances Out	(110,000)	(220,000)	0	220,000
Transfers Out	0	(32,810)	(15,000)	17,810
<i>Total Other Financing Sources (Uses)</i>	360,000	135,195	308,005	172,810
<i>Net Change in Fund Balance</i>	(4,136,490)	(1,847,664)	(921,912)	925,752
<i>Fund Balance Beginning of Year</i>	10,810,360	10,810,360	10,810,360	0
Prior Year Encumbrances Appropriated	400,685	400,685	400,685	0
<i>Fund Balance End of Year</i>	\$7,074,555	\$9,363,381	\$10,289,133	\$925,752

See accompanying notes to the basic financial statements

Brecksville-Broadview Heights City School District

Statement of Fiduciary Net Position

Fiduciary Funds

June 30, 2013

	<u>Private Purpose Trust</u>	
	<u>Unclaimed Monies</u>	<u>Agency</u>
Assets		
Equity in Pooled Cash and Cash Equivalents	\$7,929	<u>\$140,820</u>
Liabilities		
Due to Students	<u>0</u>	<u>\$140,820</u>
Net Position		
Held in Trust for Unclaimed Monies	<u>\$7,929</u>	

See accompanying notes to the basic financial statements

Brecksville-Broadview Heights City School District
Statement of Changes in Fiduciary Net Position
Private Purpose Trust Fund
For the Fiscal Year Ended June 30, 2013

	<u>Unclaimed Monies</u>
Additions	\$0
Deductions	0
<i>Change in Net Position</i>	0
<i>Net Position Beginning of Year</i>	7,929
<i>Net Position End of Year</i>	\$7,929

See accompanying notes to the financial statements

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

Note 1 – Description of the School District

Brecksville-Broadview Heights City School District (the "School District") operates under a locally-elected Board form of government and provides educational services as authorized by state and federal agencies. This Board controls the School District's 6 instructional and 2 support facilities staffed by 250 non-certificated employees, 269 certificated employees and 22 administrative employees to provide services to 4,182 students and other community members.

The School District was established in 1883 through the consolidation of existing land areas and school districts and is organized under Article VI, Sections 2 and 3 of the Constitution of the State of Ohio. Under such laws there is no authority for a school district to have a charter or adopt local laws. The legislative power of the School District is vested in the Board of Education, consisting of five members elected at-large for staggered four year terms.

The School District serves an area of approximately 27 square miles. It is located in Cuyahoga County, including all of the territory of the City of Brecksville, most of the City of Broadview Heights and a small portion of the City of North Royalton.

Reporting Entity

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

Nonpublic Schools Within the School District boundaries, there is located the Assumption School, Lawrence School and South Suburban Montessori School. Current State legislation provides for funding to these nonpublic schools. These monies are received and disbursed by the School District on behalf of the nonpublic schools by the Treasurer/CFO of the School District, as directed by the nonpublic schools. These transactions are reported in a special revenue fund and as a governmental activity of the School District.

Component units are legally separate organizations for which the School District is financially accountable. Component units may also include organizations that are fiscally dependent on the School District in that the School District approves the budget, the issuance of debt or the levying of taxes and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government. 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 Brecksville and Broadview Heights The city governments of Brecksville and Broadview Heights are each a separate body politic and corporate. Each city elects a mayor and council independent of any School District relationships and administer the provision of traditional city services. Council acts as the taxing and budgeting authority.

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

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

The School District participates in an insurance purchasing pool, a risk sharing pool and three jointly governed organizations. These organizations are the Ohio Association of School Business Officials Workers' Compensation Group Rating Plan, the Suburban Health Consortium, the North Coast Council, Cuyahoga Valley Career Center and Ohio Schools' Council. These organizations are presented in Notes 20 and 21 to the basic financial statements.

Note 2 – Summary of Significant Accounting Policies

The financial statements of the School District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to local governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The following are the more significant of the School District's accounting policies.

Basis of Presentation

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

Government-wide Financial Statements The statement of net position 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. These statements usually distinguish between those activities of the School District that are governmental and those that are considered business-type. However, the School District has only governmental activities; therefore no business-type activities are presented.

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

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

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

Fund Accounting

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

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

General Fund The general fund is the operating fund of the School District and accounts and reports for all financial resources except those required to be accounted for and reported in another fund. The general fund is available to the School District for any purpose provided it is expended or transferred according to the general laws of Ohio.

Bond Retirement Debt Service Fund The bond retirement debt service fund accounts for and reports restricted property taxes for the payment of general obligation bonds issued to build the high school.

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

Fiduciary Fund Types Fiduciary fund reporting focuses on net position and changes in net position. 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 unclaimed monies for employees. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The School District's agency fund accounts for student activities.

Measurement Focus

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

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

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

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

Basis of Accounting

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

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

Nonexchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, grants and entitlements. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied (See Note 8). Revenue from grants and entitlements is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the School District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

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

Deferred Outflows/Inflows of Resources In addition to assets, the statements of financial position will sometimes report a separate section for deferred outflows of resources. Deferred outflows of resources, represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. For the School District, deferred outflows of resources includes a fair value of the derivative instrument and a deferred charge on refunding resulting from the difference in the carrying value of refunded debt and its reacquisition price, which are reported in the government-wide statement of net position.

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

In addition to liabilities, the statements of financial position report a separate section for deferred inflows of resources. Deferred inflows of resources represent an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. For the School District, deferred inflows of resources include property taxes and unavailable revenue. Property taxes represent amounts for which there is an enforceable legal claim as of June 30, 2013, but which were levied to finance fiscal year 2014 operations. These amounts have been recorded as a deferred inflow on both the government-wide statement of net position and the governmental fund financial statements. Unavailable revenue is reported only on the governmental funds balance sheet, and represents receivables which will not be collected within the available period. For the School District unavailable revenue includes delinquent property taxes and intergovernmental grants. These amounts are deferred and recognized as an inflow of resources in the period the amounts become available.

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

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

Budgetary Data

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

The certificate of estimated resources may be amended during the year if projected increases or decreases in revenue are identified by the School District Treasurer/CFO. The amounts reported as the original and final budgeted amounts in the budgetary statement reflect the amounts in the certificate when the original and final appropriations were passed by the Board of Education.

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

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

Cash and Cash Equivalents

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

During fiscal year 2013, investments were limited to federal home loan bank notes, federal home loan mortgage corporation notes, federal national mortgage association notes, United States treasury obligations and STAR Ohio.

Except for nonparticipating investment contracts, investments are reported at fair value which is based on quoted market prices.

STAR Ohio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's net asset value per share which is the price the investment could be sold for on June 30, 2013.

Following Ohio statutes, the Board of Education has, by resolution, identified the funds to receive an allocation of interest. Interest revenue credited to the general fund during fiscal year 2013 amounted to \$30,164, which includes \$8,508 assigned from other School District funds.

Investments of the cash management pool and investments with a 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 original maturity of more than three months that are not made from the pool are reported as investments.

Inventory

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

Capital Assets

The School District's only capital assets are general capital assets. General capital assets result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net position but are not reported in the fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. The School District was able to estimate the historical cost for the initial reporting of assets by backtrending (i.e., estimating the current replacement cost of the asset to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year.) Donated capital assets are recorded at their fair market values as of the date received. The School District maintains a capitalization threshold of 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.

Brecksville-Broadview Heights City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2013

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:

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>
Buildings and Improvements	15 - 40 years
Furniture and Equipment	5 - 20 years
Vehicles	5 - 10 years
Textbooks	8 years

Interfund Balances

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

Compensated Absences

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

Sick leave benefits are accrued as a liability using the vesting method. The liability includes the employees who are currently eligible to receive termination benefits and those the School District has identified as probable of receiving payment in the future. The amount is based on accumulated sick leave and employees' wage rates at fiscal year end, taking into consideration any limits specified in the School District's termination policy. The School District records a liability for accumulated unused sick leave for administrators and classified staff after five years of service and teachers after ten years of service.

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

On the governmental fund financial statements, compensated absences are recognized as liabilities and expenditures to the extent payments came due each period upon the occurrence of employee retirements. These amounts are recorded in the account "matured compensated absences payable" in the fund from which the employees who have retired will be paid.

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

Accrued Liabilities and Long-term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements.

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

Net Position

Net position represents the difference between all other elements in a statement of financial position. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for the acquisition, construction or improvement of those assets. Net position is reported as restricted when there are limitations imposed on their use through external restrictions imposed by creditors, grantors or laws or regulations of other governments. Net position restricted for other purposes included resources which will be used for athletics, special education, and classroom facilities maintenance.

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

Fund Balance

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

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

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

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

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

Assigned Amounts in the assigned fund balance classification are intended to be used by the School District for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. These amounts are assigned by the School District Board of Education. In the general fund, assigned amounts represent intended uses established by the School District Board of Education or a School District official delegated that authority by State statute. State statute authorizes the Treasurer to assign fund balance for purchases on order provided such amounts have been lawfully appropriated.

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

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

Internal Activity

Transfers between governmental activities are eliminated on the government-wide financial statements. Internal events that are allocations of overhead expenses from one function to another or within the same function are eliminated on the Statement of Activities. Interfund payments for services provided and used are not eliminated.

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

Deferred Charge on Refunding

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

Bond Premiums

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

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

Estimates

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

Note 3 – Changes in Accounting Principles

For fiscal year 2013, the School District has implemented Governmental Accounting Standards Board (GASB) Statement No. 60, “Accounting and Financial Reporting for Service Concession Arrangements,” Statement No. 61, “The Financial Reporting Entity: Omnibus; an amendment of GASB Statements No. 14 and No. 34,” Statement No. 62, “Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989, FASB and AICPA Pronouncements,” Statement No. 63, “Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position,” Statement No. 65, “Items Previously Reported as Assets and Liabilities” and Statement No. 66, “Technical Corrections-2012 – an amendment of GASB Statements No. 10 and No. 62.”

GASB Statement No. 60 improves financial reporting by addressing issues related to service concession arrangements, which are a type of public-private or public-public partnership. The implementation of this statement did not result in any change in the School District’s financial statements.

GASB Statement No. 61 modifies existing requirements for the assessment of potential component units in determining what should be included in the financial reporting entity, the display of component units presentation and certain disclosure requirements. These changes were incorporated in the School District’s fiscal year 2013 financial statements; however, there was no effect on beginning net position/fund balance.

GASB Statement No. 62 incorporates into GASB’s authoritative literature certain FASB and AICPA pronouncements issued on or before November 30, 1989. The implementation of this statement did not result in any change in the School District’s financial statements.

GASB Statement No. 63 provides guidance for reporting deferred outflows of resources, deferred inflows of resources, and net position in a statement of financial position and related note disclosures. These changes were incorporated in the School District’s fiscal year 2013 financial statements; however, there was no effect on beginning net position/fund balance.

GASB Statement No. 65 properly classifies certain items that were previously reported as assets and liabilities as deferred outflows of resources or deferred inflows of resources or recognizes certain items that were previously reported as assets and liabilities as outflows of resources (expenses or expenditures) or inflows of resources (revenues). These changes were incorporated in the School District’s fiscal year 2013 financial statements; however, there was no effect on beginning net position/fund balance.

GASB Statement No. 66 resolves conflicting accounting and financial reporting guidance that could diminish the consistency of financial reporting and thereby enhance the usefulness of the financial reports. The implementation of this statement did not result in any change in the School District’s financial statements.

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

Note 4 – Fund Deficits

The title I and miscellaneous federal grants special revenue funds and the building capital projects fund had deficit fund balances of \$13,439, \$5,729, and \$288,076, respectively. The deficits resulted from adjustments for accrued liabilities. The general fund is liable for any deficit in the funds and provided transfers when cash is required, not when accruals occur.

Note 5 – Budgetary Basis of Accounting

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

The major differences between the budget basis and GAAP basis are that:

1. Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP).
2. Expenditures are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP).
3. Encumbrances are treated as expenditures (budget) rather than restricted, committed, or assigned fund balance (GAAP).
4. Investments reported at cost (budget) rather than at fair value (GAAP).
5. Budgetary revenues and expenditures of the public school support fund are reclassified to the general fund for GAAP reporting.

The following table summarizes the adjustments necessary to reconcile the GAAP basis statement to the budgetary basis statement for the general fund.

Net Change in Fund Balance	
	<u>General</u>
GAAP Basis	(\$605,200)
Net Adjustment for Revenue Accruals	(376,915)
Beginning Fair Value of Adjustments for Investments	9,317
Ending Fair Value of Adjustments for Investments	30,150
Net Adjustment for Expenditure Accruals	305,987
Perspective Difference:	
Public School Support	(9,064)
Encumbrances	<u>(276,187)</u>
Budget Basis	<u><u>(\$921,912)</u></u>

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

Note 6 – Deposits and Investments

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

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

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

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

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

1. United States Treasury bills, bonds, notes or any other obligation or security issued by the United States Treasury, or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligation or security issued by any federal government agency or instrumentality including, but not limited to, 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;
4. Bonds and other obligations of the State of Ohio;
5. Time certificates of deposit or savings or deposit accounts including, but not limited to, passbook accounts;
6. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2);
7. The State Treasurer's investment pool (STAR Ohio); and
8. Commercial paper and bankers' acceptances if training requirements have been met.

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

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

Deposits

Custodial Credit Risk Custodial credit risk for deposits is the risk that in the event of bank failure, the School District will not be able to recover deposits or collateral securities that are in possession of an outside party. At fiscal year end, \$4,022,858 of the School District's bank balance of \$4,664,382 was uninsured and uncollateralized. At June 30, 2013, the carrying amount of all School District deposits was \$4,368,414. Although the securities were held by the pledging financial institutions' trust department and all statutory requirements for the deposit of money had been followed, noncompliance with Federal requirements could potentially subject the School District to a successful claim by the FDIC.

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

Investments

Investments are reported at fair value. As of June 30, 2013, the School District had the following investments:

	Fair Value	Investment Maturities in Years				Moody Rating	Percent of Total Investments
		Less than 1	1 - 2	2 - 3	3 - 5		
Federal Home Loan Bank Notes	\$3,785,459	\$3,785,459	\$0	\$0	\$0	Aaa	31.15%
Federal Home Loan Mortgage Corporation Notes	1,314,205	0	0	1,314,205	0	Aaa	10.82%
Federal National Mortgage Association Notes	5,205,343	376,541	620,322	2,411,132	1,797,348	Aaa	42.84%
United States Treasury Obligation	1,844,428	1,844,428	0	0	0	N/A	N/A
STAR Ohio	1,882	1,882	0	0	0	N/A	N/A
Total	\$12,151,317	\$6,008,310	\$620,322	\$3,725,337	\$1,797,348		

Interest Rate Risk As a means of limiting its exposure to fair value losses caused by rising interest rates, the School District's investment policy requires that operating funds be invested primarily in short-term investments maturing within five years from the date of purchase and that the School District's investment portfolio be structured so that securities mature to meet cash requirements for ongoing operations and/or long-term debt payments. The stated intent of the policy is to avoid the need to sell securities prior to maturity.

Credit Risk The Moody's ratings of the School District's investments are listed in the table above. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service. The School District has no investment policy that addresses credit risk.

Concentration of Credit Risk The School District places no limit on the amount it may invest in any one issuer.

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

Note 7 – Receivables

Receivables at June 30, 2013, consisted of taxes, accounts, tuition, and intergovernmental disbursements. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current fiscal year guarantee of federal funds. All receivables, except for delinquent property taxes, will be collected within one year. Property taxes, although ultimately collectible, include some portion of delinquencies that will not be collected within one year.

A summary of the principal items of intergovernmental receivables follows:

<u>Intergovernmental Receivables</u>	<u>Amounts</u>
Worker's Compensation Reimbursement	\$98,516
Title I	77,077
Title IDEA-B	74,583
Nutrition Cluster	39,656
Title III	10,366
Title II-A	4,354
Early Childhood Special Education IDEA	178
Total	<u>\$304,730</u>

Note 8 – Property Taxes

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

Property taxes include amounts levied against all real and public utility property (used in business) located in the School District. Real property tax revenue received in calendar year 2013 represents collections of calendar year 2012 taxes. Real property taxes received in calendar year 2013 were levied after April 1, 2012, on the assessed value listed as of January 1, 2012, the lien date. Assessed values for real property taxes are established by State law at 35 percent of appraised market value. Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

Public utility property tax revenue received in calendar year 2013 represents collections of calendar year 2012 taxes. Public utility real and tangible personal property taxes received in calendar year 2013 became a lien December 31, 2011, were levied after April 1, 2012 and are collected with real property taxes. Public utility real property is assessed at 35 percent of true value; public utility tangible personal property currently is assessed at varying percentages of true value.

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

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

Accrued property taxes receivable includes real property and public utility property taxes which are measurable as of June 30, 2013 and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the amount of real property taxes available as an advance at June 30 was levied to finance current fiscal year operations and is reported as revenue at fiscal year-end. The portion of the receivable not levied to finance current fiscal year operations is offset to deferred inflows of resources – property taxes.

The amount available as an advance at June 30, 2013 was \$4,150,095 in the general fund, \$322,448 in the bond retirement fund and \$208,287 in the permanent improvements capital projects fund. The amount available as an advance at June 30, 2012 was \$3,709,064 in the general fund, \$294,730 in the bond retirement fund and \$185,913 in the permanent improvements capital projects fund.

On an accrual basis, collectible delinquent property taxes have been recorded as a receivable and revenue, while on a modified accrual basis the revenue has been reported as deferred inflows of resources – unavailable revenue.

The assessed values upon which the fiscal year 2013 taxes were collected are:

	2012 Second Half Collections		2013 First Half Collections	
	Amount	Percent	Amount	Percent
Real Estate	\$990,782,070	97.74%	\$981,092,680	97.50%
Public Utility Personal	22,867,270	2.26	25,140,030	2.50
Total	\$1,013,649,340	100.00%	\$1,006,232,710	100.00%
Full Tax Rate per \$1,000 of assessed valuation	\$77.20		\$77.20	

Note 9 – Fund Obligations

The School District’s note activity, including amount outstanding and interest rate, is as follows:

	Outstanding June 30, 2012	Additions	Deletions	Outstanding June 30, 2013
2012 1.5% Energy Conservation Notes	\$1,340,850	\$0	\$1,340,850	\$0

On May 13, 2012, the School District issued energy conservation bond anticipation notes for the purpose of boiler, lighting and window replacement throughout the School District. These notes matured on May 12, 2013.

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

Note 10 – Capital Assets

Capital asset activity for the fiscal year ended June 30, 2013, was as follows:

	Balance 07/01/12	Additions	Deletions	Balance 06/30/13
Governmental Activities				
<i>Capital Assets Not Being Depreciated</i>				
Land	\$3,088,833	\$0	\$0	\$3,088,833
Construction in Progress	101,200	201,000	(302,200)	0
<i>Total Capital Assets Not Being Depreciated</i>	<u>3,190,033</u>	<u>201,000</u>	<u>(302,200)</u>	<u>3,088,833</u>
<i>Capital Assets Being Depreciated</i>				
Buildings and Improvements	49,449,906	918,804	0	50,368,710
Furniture and Equipment	10,019,119	102,541	(13,014)	10,108,646
Vehicles	4,382,573	594,247	0	4,976,820
Textbooks	2,879,876	0	0	2,879,876
<i>Total Capital Assets Being Depreciated</i>	<u>66,731,474</u>	<u>1,615,592</u>	<u>(13,014)</u>	<u>68,334,052</u>
<i>Less Accumulated Depreciation:</i>				
Buildings and Improvements	(23,433,032)	(1,346,526)	0	(24,779,558)
Furniture and Equipment	(8,126,988)	(439,303)	13,014	(8,553,277)
Vehicles	(2,363,758)	(499,232)	0	(2,862,990)
Textbooks	(1,788,652)	(309,176)	0	(2,097,828)
<i>Total Accumulated Depreciation</i>	<u>(35,712,430)</u>	<u>(2,594,237) *</u>	<u>13,014</u>	<u>(38,293,653)</u>
<i>Total Capital Assets Being Depreciated, Net</i>	<u>31,019,044</u>	<u>(978,645)</u>	<u>0</u>	<u>30,040,399</u>
<i>Governmental Activities Capital Assets, Net</i>	<u>\$34,209,077</u>	<u>(\$777,645)</u>	<u>(\$302,200)</u>	<u>\$33,129,232</u>

* Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	\$1,834,122
Special	15,203
Vocational	2,668
Adult Continuing Instruction	687
Support Services	
Pupil	50,904
Instructional Staff	3,495
Administration	3,847
Fiscal	2,855
Business	44,827
Operation and Maintenance of Plant	99,869
Pupil Transportation	479,664
Central	1,732
Operation of Non-Instructional Services	4,075
Food Service Operations	32,675
Extracurricular Activities	17,614
Total	<u><u>\$2,594,237</u></u>

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

Note 11 – Long-Term Obligations

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

	Balance 07/01/12	Increase	Decrease	Balance 06/30/13	Amounts Due in One Year
Governmental Activities:					
<i>General Obligation Bonds:</i>					
2006 High School Refunding Bonds					
Serial Bonds	\$11,195,000	\$0	\$11,195,000	\$0	\$0
Premium on Bonds	230,690	0	230,690	0	0
2013 School Improvement Refunding Bonds					
Serial Bonds	0	10,480,000	0	10,480,000	50,000
2013 Energy Conservation Bonds					
Serial Bonds	0	1,280,000	0	1,280,000	0
Premium on Bonds	0	64,374	0	64,374	0
Total General Obligation Bonds	11,425,690	11,824,374	11,425,690	11,824,374	50,000
<i>Refunding Notes:</i>					
2006 High School Refunding Notes					
Cash Flow Savings	8,920,000	0	1,565,000	7,355,000	1,670,000
	412,054	0	93,295	318,759	0
Total Refunding Notes	9,332,054	0	1,658,295	7,673,759	1,670,000
<i>Other Long-Term Obligations:</i>					
Capital Leases Payable	176,382	0	31,090	145,292	33,055
Timely Retirement Incentive Plan	360,000	0	180,000	180,000	180,000
Resignation Incentive	15,000	0	7,500	7,500	7,500
Compensated Absences Payable	5,425,985	60,984	723,386	4,763,583	109,375
Cash Flow Hedging Derivative Instrument	1,243,499	0	442,368	801,131	0
Total Other Long-Term Obligations	7,220,866	60,984	1,384,344	5,897,506	329,930
Total Governmental Activities	\$27,978,610	\$11,885,358	\$14,468,329	\$25,395,639	\$2,049,930

On December 28, 2006, the School District issued \$17,025,000 in general obligation bonds to refund a portion of the high school general obligation issues in order to take advantage of lower interest rates resulting in a savings to taxpayers over the remaining life of the bonds. These bonds are paid from the bond retirement fund and will mature in December 2021.

On October 16, 2006, the School District issued \$8,920,000 in school improvement refunding notes to refund a portion of the high school general obligation issues in order to take advantage of lower interest rates. These notes are paid from the bond retirement fund and will mature in December 2016.

On May 7, 2013, the School District issued \$10,480,000 in Series A school improvement refunding bonds in order to refund a portion of the high school refunding bonds in order to take advantage of lower interest rates. These bonds are paid from the bond retirement fund and will mature in December 2021. As a result, \$11,195,000 of the 2006 high school refunding bonds were considered defeased and the liability for the refunded bonds has been removed from the School District’s financial statements. The School District decreased its total debt service payments by \$3,022,844 as a result of the refunding. The School District also incurred an economic gain (difference between the present values of the old and new debt service payments) of \$911,684, but incurred an accounting loss of \$1,033,690 (difference between amount paid to bond escrow agent and the refunding amount), which is shown in the following table:

Brecksville-Broadview Heights City School District

Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

2006 High School Refunding Bonds:

Serial Bonds	\$11,195,000
Premium on Bonds	230,690
Accounting Loss	<u>(281,582)</u>
Total 2006 High School Refunding Bonds Outstanding	11,144,108
Payment to Refunded Bond Escrow Agent - Debt Service	(1,845,000)
Payment to Refunded Bond Escrow Agent - Other Financing Use	<u>(10,332,798)</u>
2013 School Improvement Refunding Accounting Loss	<u><u>(\$1,033,690)</u></u>

On May 7, 2013, the School District issued \$1,280,000 in Series B energy conservation improvement bonds for the purpose of paying costs of installations, modifications, and remodeling of school buildings to conserve energy. These bonds are paid from the bond retirement fund and will mature in December 2019.

In April 2004, the School District entered into an agreement to issue and sell to Bank One NA variable interest rate notes dated October 2, 2006, in the amount of \$8,920,000. The School District decided to enter into the agreement based upon the net present value savings of 6.17 percent which fell within the 3 percent to 5 percent pre-determined savings criteria. The School District also analyzed the bond market at the time and determined the agreement to be economically feasible. On October 16, 2006, the School District issued and sold variable interest rate notes in the amount of \$8,920,000 to Bank One NA. The notes have scheduled maturities which began on December 1, 2012 and end December 1, 2016. The notes have a variable interest rate of .65 multiplied times the sum of the one-month London Interbank Offered Rate (LIBOR) plus .90. Proceeds of the notes were used to refund \$8,920,000 of the series 1996 bonds.

In April 2004, the School District and Bank One also agreed to enter into an interest rate swap agreement. This cash flow hedging derivative instrument is a pay-fixed swap (swap) reported in the governmental activities. Bank One agreed to pay interest at a variable rate on a notional amount equal to the unpaid principal amount of the notes and the School District agreed to pay interest on the notional amount at a fixed rate equal to the rate of the refunded 1996 bonds. The School District received an upfront payment from Bank One, NA of \$648,100 representing the present value of the debt service savings to be achieved through the refunding based on a notional amount of \$8,920,000. This upfront payment is being amortized using the straight line method over the life of the notes. The swap terminates on December 1, 2016.

The objective of the interest rate swap transaction with the Bank would be to hedge the exposure of the School District against interest rate fluctuations arising from the variable rates borne by those Bond Anticipation Notes. Under the swap agreement, the School District is the fixed rate payer, paying 6.5 percent on the 2006 Refunding Notes. The counterparty, the Bank, is the floating rate payer, paying the actual variable rate borne by the notes. The floating rate is determined in accordance with the one-month LIBOR Index. The floating rate is calculated as .65 multiplied times the sum of the one-month London Interbank Offered Rate (LIBOR) plus .90.

Both the note rate and the LIBOR Index are known and reset monthly and payable semiannually on June 1 and December 1. Additionally, the notional amount of the swap is equal to the par amount of the Refunding Notes and both are set to mature on December 1, 2016. Based on the criteria of consistent critical terms, the swap was determined to be effective for 2013.

As of June 30, 2013, the swap had a negative fair value of \$801,131 estimated using the zero-coupon method. This method calculated the future net settlement payments required by the swap, assuming that the current forward rates implied by the yield curve correctly anticipate future spot interest rates. These

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

payments were then discounted using the spot rates implied by the current yield curve for hypothetical zero-coupon bonds due on the date of each future net settlement on the swap. The fair value at June 30, 2013 is reported on the statement of net position as a deferred outflow of resources and a long-term liability. Changes in fair value were reported on the statement of net position as a decrease in deferred outflows of resources and long-term liability due in more than one year.

Interest rate risk The School District is exposed to interest rate risk on its pay-fixed interest rate swap. As the LIBOR decreases, the School District's net payment on the swap increases.

Termination Risk The swap agreements may be terminated prior to their stated termination date under certain circumstances. Upon termination, a payment may be owed by the School District to the Bank, or by the Bank to the School District, depending upon the prevailing economic circumstances at the time of the termination.

Compensated absences will be paid from the general fund and food service, child care, IDEA-B, and miscellaneous federal grants special revenue funds. The balance of timely retirement and resignation incentives will be paid in January 2014 from the general fund. The capital lease will be paid from the general fund.

The School District's overall debt margin was \$74,023,828 with an unvoted debt margin of \$1,006,233 at June 30, 2013. Principal and interest requirements to retire general obligation bonds and notes outstanding at June 30, 2013 are as follows:

	General Obligation Bonds		Refunding Notes		Hedging Derivative, Net
	Principal	Interest	Principal	Interest	
2014	\$50,000	\$236,195	\$1,670,000	\$96,520	\$327,280
2015	250,000	217,402	1,775,000	71,021	240,817
2016	255,000	210,327	1,895,000	43,856	148,706
2017	260,000	203,102	2,015,000	13,915	50,573
2018	2,320,000	183,376	0	0	0
2019-2022	8,625,000	334,958	0	0	0
Total	<u>\$11,760,000</u>	<u>\$1,385,360</u>	<u>\$7,355,000</u>	<u>\$225,312</u>	<u>\$767,376</u>

Note 12 – Capital Lease

The School District has entered into a lease for copiers. The original amounts capitalized for the capital lease and the book value as of June 30, 2013 follows:

	Amounts
Asset:	
Equipment	\$176,382
Less: Accumulated depreciation	(22,048)
Current Book Value	<u>\$154,334</u>

Brecksville-Broadview Heights City School District

Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

The lease provides for minimum, annual lease payments as follows:

	Governmental Activities
2014	\$41,062
2015	41,062
2016	41,062
2017	41,062
Total Minimum Lease Payment	164,248
Less: Amount Representing Interest	(18,956)
Present Value of Minimum Lease Payment	\$145,292

Capital lease payments have been reclassified and reflected as debt service in the fund financial statement for the general fund.

Note 13 – Risk Management

Workers' Compensation

For fiscal year 2013, the School District participated in the Ohio Association of School Business Officials Workers' Compensation Group Rating Plan (GRP), an insurance purchasing pool (Note 20). The intent of the GRP is to achieve the benefit of a reduced premium for the School District by virtue of its grouping and representation with other participants in the GRP. The workers' compensation experience of the participating school districts is calculated as one experience and a common premium rate is applied to all school districts in the GRP. Each participant pays its workers' compensation premium to the State based on the rate for the GRP rather than its individual rate. Participation in the GRP is limited to school districts that can meet the GRP's selection criteria. The firm of Sheakley UniService provides administrative, cost control, and actuarial services to the GRP.

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 2013, the School District participated in the Ohio Schools' Council's insurance program through Ohio Casualty and Travelers Property Casualty Company of America for various types of insurance.

Company	Type of Coverage	Coverage
Ohio Casualty	Property	\$132,364,679
	Commercial Umbrella Liability	10,000,000
	Inland Marine	5,442,013
	Crime	425,000
	General Liability, in aggregate	2,000,000
	General Liability, per occurrence	1,000,000
	Fleet Insurance, single limit	1,000,000
	Fleet Insurance, uninsured	1,000,000
	Employee Benefits Liability, limit	1,000,000
	Employee Benefits Liability, aggregate	3,000,000
Travelers Property Casualty Co.	Boiler and Machinery	50,000,000

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

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

Employee Health Benefits

For fiscal year 2013, the School District was a participant in the Suburban Health Consortium (the "Consortium") to provide employee medical/surgical and prescription drug benefits. The Consortium is administered by Medical Mutual of Ohio. Payments are made to the Consortium for the monthly attachment point, monthly stop-loss premiums, and administrative charges. The entire risk of loss transfers to the Consortium upon payment of the premiums.

The School District's portion of the monthly medical insurance premium is \$405.12 for single coverage and \$1,012.81 for family coverage for full-time employees. The School District's portion of the monthly prescription drug insurance premium is \$106.17 for single coverage and \$265.43 for family coverage for full-time employees.

Claims are paid for all participants regardless of claims flow. Upon termination, all School District claims would be paid without regard to the School District's account balance or the Directors have the right to hold monies for an existing school district subsequent to the settlement of all expenses and claims.

Note 14 – Contingencies

Grants

The School District received financial assistance from federal and State agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, the effect of any such disallowed claims on the overall financial position of the School District at June 30, 2013, if applicable, cannot be determined at this time.

Litigation

No litigation is pending at this time for the Brecksville-Broadview Heights City School District.

Note 15 – Defined Benefit Pension Plans

School Employees Retirement System

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

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

Funding Policy – Plan members are required to contribute 10 percent of their annual covered salary and the School District is required to contribute 14 percent of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended by the SERS' Retirement Board up to statutory maximum amounts of 10 percent for plan members and 14 percent for employers. The Retirement Board, acting with the advice of the actuary, allocates the employer contribution rate among four of the System's funds (Pension Trust Fund, Death Benefit Fund, Medicare B Fund, and Health Care Fund). For the fiscal year ended June 30, 2013, the allocation to pension and death benefits was 13.10 percent. The remaining 0.90 percent of the 14 percent employer contribution rate is allocated to the Medicare B and Health Care funds. The School District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2013, 2012, and 2011 were \$1,042,721, \$992,761, and \$833,028, respectively. For fiscal year 2013, 84.35 percent has been contributed, with the balance being reported as an intergovernmental payable. The full amount has been contributed for fiscal years 2012 and 2011.

State Teachers Retirement System

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

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

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

Funding Policy – Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions. Contribution rates are established by the State Teachers Retirement Board, upon the recommendation of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. The statutory maximum employee contribution rate will be increased one percent each year beginning July 1, 2013, until it reaches 14 percent on July 1, 2016. For the fiscal year ended June 30, 2013, plan members were required to contribute 10 percent of their annual covered salary. The School District was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations.

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

The School District's required contributions to STRS Ohio for the DB Plan and for the defined benefit portion of the Combined Plan were \$3,021,488 and \$83,975 for the fiscal year ended June 30, 2013, \$3,059,102 and \$71,551 for the fiscal year ended June 30, 2012, and \$3,114,545 and \$80,215 for the fiscal year ended June 30, 2011. For fiscal year 2013, 82.88 percent has been contributed for the DB Plan and the Combined Plan, with the balance being reported as an intergovernmental payable. The full amount has been contributed for 2012 and 2011.

Contributions made to STRS Ohio for the DC Plan for fiscal year 2013 were \$69,794 made by the School District and \$49,853 made by the plan members.

Social Security System

Effective July 1, 1991, all employees not otherwise covered by the School Employees Retirement System or the State Teachers Retirement System of Ohio have an option to choose Social Security or the School Employees Retirement System. As of June 30, 2013, two members of the Board of Education have elected Social Security. The Board's liability is 6.2 percent of wages.

Note 16 – Postemployment Benefits

School Employees Retirement System

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

Funding Policy - State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required benefits, the Retirement Board allocates the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund. The Health Care Fund was established and is administered in accordance with Internal Revenue Code Section 105(e). For fiscal year 2013, 0.16 percent of covered payroll was allocated to health care. In addition, employers pay a surcharge for employees earning less than an actuarially determined amount; for fiscal year 2013, this amount was \$20,525. During fiscal year 2013, the School District paid \$119,700 in surcharge.

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

The School District's contributions for health care for the fiscal years ended June 30, 2013, 2012, and 2011 were \$146,940, \$166,046, and \$241,938, respectively. For fiscal year 2013, 84.35 percent has been contributed, with the balance being reported as an intergovernmental payable. The full amount has been contributed for fiscal years 2012 and 2011.

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

The Retirement Board, acting with advice of the actuary, allocates a portion of the employer contribution to the Medicare B Fund. For fiscal year 2013, this actuarially required allocation was 0.74 percent of covered payroll. The School District's contributions for Medicare Part B for the fiscal years ended June 30, 2013, 2012, and 2011, were \$58,902, \$58,628, and \$53,607, respectively. For fiscal year 2013, 84.35 percent has been contributed, with the balance being reported as an intergovernmental payable. The full amount has been contributed for fiscal years 2012 and 2011.

State Teachers Retirement System

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

Funding Policy – Ohio Revised Code Chapter 3307 authorizes STRS Ohio to offer the Plan and gives the Retirement Board authority over how much, if any, of the health care costs will be absorbed by STRS Ohio. Active employee members do not contribute to the Health Care Plan. All benefit recipients, for the most recent year, pay a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions. For fiscal year 2013, STRS Ohio allocated employer contributions equal to 1 percent of covered payroll to post-employment health care. The School District's contributions for health care for the fiscal years ended June 30, 2013, 2012, and 2011 were \$235,357, \$235,316, and \$239,580, respectively. For fiscal year 2013, 82.88 percent has been contributed, with the balance being reported as an intergovernmental payable. The full amount has been contributed for fiscal years 2012 and 2011.

Note 17 – Other Employee Benefits

Insurance Benefits

The School District provides life insurance and accidental death and dismemberment insurance in the amount of \$50,000 to full-time employees and in an amount equal to double the employee's annual salary for administrators and administrative support staff positions from Anthem Life Insurance Company through the Suburban Health Consortium.

Compensated Absences

The criteria for determining vacation and sick leave benefits are derived from negotiated agreements and State laws. Classified employees earn ten to thirty 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. Twelve month administrative personnel earn 20 days vacation leave and after 10 years of service, 25 days of vacation leave are earned.

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 28 percent of the total sick leave accumulation, up to a maximum accumulation of 88 days for certificated employees and 101 days for classified employees. An employee receiving such payment must meet the retirement provisions set by STRS or SERS. Upon retirement for administrators, payment is made for 30 percent of the total sick leave accumulation.

Brecksville-Broadview Heights City School District

Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013

Retirement Incentives

The School District offered two retirement incentives. One incentive offered each teacher, who as of June 30, 2011, was eligible to retire under any State Teachers Retirement System (STRS) guidelines, was eligible to participate in a Timely Retirement Incentive Plan (TRIP) that provides annual cash payments of \$15,000 on January 2012, January 2013 and January 2014. The School District had eleven teachers participate. A second retirement incentive plan was approved by the Board for those teachers who provided written notification of their impending retirement by June 24, 2011. This incentive provides annual cash payments of \$7,500 in January 2012, January 2013 and January 2014. The School District had two teachers participate.

Resignation Incentive

Any teacher who as of July 1, 2010, is at MA, Step 15 on the 2010-2011 Teacher Salary Schedule was eligible to participate in a Resignation Incentive Plan (RIP) that provides annual cash payments of \$7,500 on January 2012, January 2013 and January 2014. To receive this incentive, the teacher had to provide written notification on or before June 1, 2011. The School District had one teacher participate.

Note 18 – Interfund Activities

Interfund Transfers

A transfer of \$15,000 was made from the general fund into a nonmajor governmental fund to move unrestricted resources to support programs.

Interfund Balances

Interfund Payable	Interfund Receivable		
	General	Bond Retirement	Total
Special Revenue Funds:			
Title III	\$7,566	\$0	\$7,566
Title I	62,543	0	62,543
Capital Projects Fund:			
Building	0	323,005	323,005
Total	\$70,109	\$323,005	\$393,114

The interfund receivable and payables between general fund and the special revenue funds are due to the general fund covering deficit cash balances in these funds and moving unrestricted balances to support programs accounted for in other funds.

The \$323,005 interfund transaction between the debt service and building capital projects fund is a manuscript note. The building capital projects fund issued a property improvement note to finance a lighting retrofit project. The manuscript note was issued by the School District and purchased by the bond retirement debt service fund as an investment. This advance will be paid primarily from outside sources and donations. The School District will contribute what it would normally budget for the lighting project.

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

Note 19 – Set-Asides

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

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

	<u>Capital Improvements</u>
Set-Aside Balance as of June 30, 2012	\$0
Current Year Set-aside Requirement	721,393
Qualifying Disbursements	<u>(796,100)</u>
Total	<u>(\$74,707)</u>
Set-aside Balance Carried Forward to Future Fiscal Years	<u>\$0</u>
Set-aside Balance as of June 30, 2013	<u>\$0</u>

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

Note 20 – Public Entity Risk Pools

Insurance Purchasing Pool

The School District participates in a group rating plan for workers' compensation as established under Section 4123.29 of the Ohio Revised Code. The Ohio Association of School Business Officials Workers' Compensation Group Rating Plan (GRP) was established through the Ohio Association of School Business Officials (OASBO) as a group purchasing pool. The Executive Director of the OASBO, or his designee, serves as coordinator of the GRP. Each year, the participating school districts pay an enrollment fee to the GRP to cover the costs of administering the program.

Shared Risk Pool

The Suburban Health Consortium (the "Consortium") is a shared health risk pool created on October 1, 2001, formed by the Boards of Education of several school districts in northeast Ohio, for the purposes of maximizing benefits and/or reducing costs of group health, life, dental and/or other insurance coverages for their employees and the eligible dependents and designated beneficiaries of such employees. The Consortium was formed and operates as a legally separate entity under Ohio Revised Code Section 9.833. The Board of Directors is the governing body of the Consortium. The Board of Education of each Consortium Member appoints its Superintendent or such Superintendent's designee to be its representative of the Board of Directors. The officers of the Board of Directors consist of a Chairman, Vice-Chairman and

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

Recording Secretary, who are elected at the annual meeting of Board of Directors and serve until the next annual meeting. All of the authority of the Consortium is exercised by or under the direction of the Board of Directors. The Board of Directors also sets all premiums and other amounts to be paid by the Consortium Members, and the Board of Directors have the authority to waive premiums and other payments. All members of the Board of Directors serve without compensation.

The Fiscal Agent shall be the Board of Education responsible for administering the financial transactions of the Consortium (Orange City School District). The Fiscal Agent shall carry out the responsibilities of the Consortium Fund, enter into contracts on behalf of the Consortium as authorized by the Board of Directors and carry out such other responsibilities as approved by the Board of Directors and agreed to by the Fiscal Agent. Each District Member enrolled in a benefit program may require contributions from its employees toward the cost of any benefit program being offered by such District Member, and such contributions shall be included in the payments from such District Member to the Fiscal Agent for such benefit program. Contributions are to be submitted by each District Member, to the Fiscal Agent, required under the terms of the Consortium Agreement and any benefit program in which such District Member is enrolled to the Fiscal Agent on a monthly basis, or as otherwise required in accordance with any benefit program in which such District Member is enrolled. All general administrative costs incurred by the Consortium that are not covered by the premium payments shall be shared equally by the Consortium Members as approved by the Board of Directors, and shall be paid by each Consortium Member upon receipt of notice from the Fiscal Agent that such payment is due. It is the express intention of the Consortium Members that the Consortium Agreement and the Consortium shall continue for an indefinite term, but may be terminated as provided in the Consortium Agreement.

Any Consortium Member wishing to withdraw from participation in the Consortium or any benefit program shall notify the Fiscal Agent at least one hundred eighty (180) days prior to the effective date of withdrawal. Upon withdrawal of a Consortium Member, the Consortium shall pay the run out of all claims for such Consortium Member provided such Consortium Member has paid to the Consortium, prior to the effective date of withdrawal a withdrawal fee in the amount equal to two months' premiums at the Consortium Member's current rate. Payment of the withdrawal fee does not extend insurance coverage for two months. Upon automatic withdrawal, for non-payment of premiums required by the Consortium Agreement, the Consortium shall pay the run out of all claims for such Consortium Member provided the Consortium has received from such Consortium Member all outstanding and unpaid premiums and other amounts and the withdrawal fee equal to two months' premiums at the Consortium Members' current rates. Any Consortium Member which withdraws from the Consortium pursuant to the Consortium Agreement shall have no claim to the Consortium's assets. Financial information for the Consortium can be obtained from the Treasurer of the Orange City School District (the Fiscal Agent) at 32000 Chagrin Boulevard, Pepper Pike, Ohio 44124.

Note 21 – Jointly Governed Organizations

North Coast Council

The North Coast Council (NCC) is a jointly governed computer service bureau owned and operated by thirteen public school districts. The North Coast Council was formed when the Lakeshore Northeast Ohio Computer Consortium and the Lake Erie Educational Computer Association merged during fiscal year 2012. The primary function of NCC is to provide to its members the support and leadership which enables organizations to achieve their objectives through innovative and cost effective shared technology solutions. Major areas of service provided by NCC include accounting, payroll, inventory, career guidance services, handicapped student tracking, pupil scheduling, attendance reporting and grade reporting. NCC is wholly

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

owned by its member districts and is governed by a Board of Directors (member Superintendents). NCC's Board exercises total control over the operations of the organization including budgeting, appropriating, contracting and designating management. Each participant's degree of control is limited to its representation on the Board. NCC's current membership includes the Educational Service Center of Cuyahoga County and thirteen school districts in Cuyahoga County. Each year, the Board of Directors elects a Chairman, a Vice Chairman and a Recording Secretary. The Treasurer of the fiscal agent is a nonvoting, ex-officio member of the Board of Directors. The Cuyahoga County Educational Service Center serves as the fiscal agent of NCC. Each school district supports NCC based upon a per pupil charge dependent upon the software packages used. In fiscal year 2013, the School District paid \$122,542 to NCC. Financial information can be obtained by contacting the Treasurer of the fiscal agent at 5700 West Canal Road, Valley View, Ohio 44125.

Cuyahoga Valley Career Center

The Cuyahoga Valley Career Center (Center), a joint vocational school district, is a distinct political subdivision of the State of Ohio operated under the direction of a Board, consisting of representatives from each participating school district's elected board, which possesses its own taxing authority. The Center's Board exercises total control over the operations of the organization including budgeting, appropriating, contracting and designating management. Each participant's degree of control is limited to its representation on the Board. Accordingly, the Cuyahoga Valley Career Center is not part of the School District and its operations are not included as part of the reporting entity. The School District made no contributions to the Cuyahoga Valley Career Center during fiscal year 2013. Financial information can be obtained by contacting the Treasurer at the Cuyahoga Valley Career Center, 8001 Brecksville Road, Brecksville, OH 44141.

Ohio Schools' Council

The Ohio Schools Council (Council) is a jointly governed organization among 161 school districts. The jointly governed organization was created by school districts for the purpose of saving money through volume purchases. Each district supports the Council by paying an annual participation fee. Each school district member's superintendent serves as a representative of the Assembly. The Council's Board exercises total control over the operations of the organization including budgeting, appropriating, contracting and designating management. Each participant's degree of control is limited to its representation on the Board. The Assembly elects five of the Council's Board members and the remaining four are representatives of the Greater Cleveland School Superintendents' Association. The Council operates under a nine-member Board of Directors (the Board). The Board is the policy making authority of the Council. The Board meets monthly September to June. The Board appoints an Executive Director who is responsible for receiving and disbursing funds, investing available funds, preparing financial reports for the Board and Assembly and carrying out such other responsibilities as designated by the Board. In fiscal year 2013, the School District paid \$232,113 to the Council. Financial information can be obtained by contacting William Zelei, the Executive Director at the Ohio Schools Council at 6133 Rockside Road, Suite 10, Independence, Ohio 44131.

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

Brecksville-Broadview Heights City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2013

Note 22 – Fund Balances

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

Fund Balances	General	Bond Retirement	Other Governmental Funds	Total
<i>Nonspendable:</i>				
Inventory	\$0	\$0	\$6,888	\$6,888
<i>Restricted for:</i>				
Food Service Operations	0	0	308,383	308,383
Athletics	0	0	179,125	179,125
Non-Public Schools	0	0	38,581	38,581
Community Activities	0	0	177,242	177,242
Special Education Programs	0	0	47,089	47,089
English Proficiency	0	0	1,368	1,368
Pre-School	0	0	431	431
Teacher Development	0	0	478	478
Debt Service Payments	0	2,900,889	0	2,900,889
Capital Improvements	0	0	2,577,144	2,577,144
<i>Total Restricted</i>	0	2,900,889	3,329,841	6,230,730
<i>Committed to:</i>				
College Scholarships	0	0	103,088	103,088
After School Program	0	0	53,458	53,458
<i>Total Committed</i>	0	0	156,546	156,546
<i>Assigned to:</i>				
Public School Support	151,624	0	0	151,624
Purchases on Order	219,285	0	0	219,285
<i>Total Assigned</i>	370,909	0	0	370,909
<i>Unassigned (Deficit)</i>	8,446,577	0	(307,244)	8,139,333
<i>Total Fund Balances</i>	\$8,817,486	\$2,900,889	\$3,186,031	\$14,904,406

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2013*

Note 23 – Encumbrances

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

General Fund	\$276,187
Other Governmental Funds	<u>912,812</u>
Total	<u>\$1,188,999</u>

Note 24 – Subsequent Event

On November 5, 2013, voters passed a 6.3-mill, permanent levy to replace a 6.3-mill dual purpose five-year levy, which was first approved in 2004. With the monies generated from this levy, \$5.3 million will go towards operating expenses and \$1 million will go towards building and grounds maintenance.

Combining and Individual Fund Statements and Schedules

Combining and Individual Fund Statements and Schedules

Nonmajor Special Revenue Funds

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

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

Scholarship Fund – This fund accounts for and reports donations committed towards college scholarships for the students.

Other Grants Fund – This fund accounts for and reports restricted grant monies received to promote community involvement and to support activities between the school and community.

Child Care Fund – This fund accounts for and reports tuition received from parents committed to the after school child care program.

Athletics Fund – This fund accounts for and reports gate receipts and other revenues from athletic events restricted for the costs (except supplemental coaching contracts) of the athletic program.

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

One Net Fund – This fund accounts for and reports restricted State grant monies used for classroom wiring for technology.

SchoolNet Professional Development Fund – This fund accounts for and reports restricted State monies to assist staff in gaining knowledge of technology.

Race To the Top Fund – This fund accounts for and reports restricted Federal grant monies that are a part of the American Recovery and Reinvestment Act designated to assist schools in raising student achievement and accelerating reforms in the future.

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

Title II-D Fund – This fund accounts for and reports restricted Federal grant monies used for technology.

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

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

(continued)

Nonmajor Special Revenue Funds (continued)

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

Title IV Fund – This fund accounts for and reports restricted Federal grant monies used to support the implementation of programs for drug abuse education and prevention.

Pre-School Fund – This fund accounts for and reports restricted Federal grant monies used for speech therapy services and instructional supplies used in preschool programs.

Title II-A Fund – This fund accounts for and reports restricted Federal grant monies used for professional development of teachers.

Miscellaneous Federal Grants Fund – This fund accounts for and reports other restricted Federal grants, which are not required to be accounted for in a separate fund.

Public School Support Fund – This fund accounts for and reports school site sales revenue and expenditures for assemblies and other activity costs. This fund is included in the general fund for GAAP reporting as it does not have a restricted or committed revenue source.

Nonmajor Capital Projects Funds

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

Permanent Improvement Fund – This fund accounts for and reports property taxes restricted for various capital improvements within the School District

Building Fund – This fund accounts for and reports bond and note proceeds restricted for the acquisition, construction, improvements and furnishings for the new high school.

Brecksville-Broadview Heights City School District

Combining Balance Sheet

Nonmajor Governmental Funds

June 30, 2013

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets			
Equity in Pooled Cash and Cash Equivalents	\$1,038,693	\$2,460,095	\$3,498,788
Receivables:			
Taxes	0	1,588,453	1,588,453
Accounts	19,653	0	19,653
Intergovernmental	209,208	0	209,208
Inventory Held for Resale	17,118	0	17,118
Materials and Supplies Inventory	6,888	0	6,888
<i>Total Assets</i>	<u>\$1,291,560</u>	<u>\$4,048,548</u>	<u>\$5,340,108</u>
Liabilities			
Accounts Payable	\$42,157	\$56,309	\$98,466
Accrued Wages and Benefits	128,227	0	128,227
Interfund Payable	70,109	323,005	393,114
Matured Compensated Absences Payable	31,053	0	31,053
Intergovernmental Payable	58,772	0	58,772
<i>Total Liabilities</i>	<u>330,318</u>	<u>379,314</u>	<u>709,632</u>
Deferred Inflows of Resources			
Property Taxes	0	1,337,693	1,337,693
Unavailable Revenue	64,279	42,473	106,752
<i>Total Deferred Inflows of Resources</i>	<u>64,279</u>	<u>1,380,166</u>	<u>1,444,445</u>
Fund Balances			
Nonspendable	6,888	0	6,888
Restricted	752,697	2,577,144	3,329,841
Committed	156,546	0	156,546
Unassigned (Deficit)	(19,168)	(288,076)	(307,244)
<i>Total Fund Balances</i>	<u>896,963</u>	<u>2,289,068</u>	<u>3,186,031</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$1,291,560</u>	<u>\$4,048,548</u>	<u>\$5,340,108</u>

Brecksville-Broadview Heights City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2013

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues			
Taxes	\$0	\$2,875,033	\$2,875,033
Intergovernmental	1,974,745	254,775	2,229,520
Tuition and Fees	406,508	0	406,508
Extracurricular Activities	316,762	0	316,762
Payment in Lieu of Taxes	0	149	149
Charges for Services	1,353,665	0	1,353,665
Contributions and Donations	79,586	20,000	99,586
Miscellaneous	11,976	0	11,976
<i>Total Revenues</i>	<u>4,143,242</u>	<u>3,149,957</u>	<u>7,293,199</u>
Expenditures			
Current:			
Instruction:			
Regular	305,843	787,516	1,093,359
Special	357,323	0	357,323
Support Services:			
Pupil	0	140,087	140,087
Instructional Staff	469,606	0	469,606
Administration	18,545	0	18,545
Fiscal	618	0	618
Operation and Maintenance of Plant	60,914	28,889	89,803
Pupil Transportation	0	346,073	346,073
Central	10,800	0	10,800
Operation of Non-Instructional Services	643,660	0	643,660
Food Service Operations	1,681,054	0	1,681,054
Child Care Operations	467,005	0	467,005
Extracurricular Activities	319,842	0	319,842
Capital Outlay	0	1,386,588	1,386,588
<i>Total Expenditures</i>	<u>4,335,210</u>	<u>2,689,153</u>	<u>7,024,363</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(191,968)	460,804	268,836
Other Financing Sources			
Transfers In	15,000	0	15,000
<i>Net Change in Fund Balances</i>	(176,968)	460,804	283,836
<i>Fund Balances Beginning of Year</i>	<u>1,073,931</u>	<u>1,828,264</u>	<u>2,902,195</u>
<i>Fund Balances End of Year</i>	<u>\$896,963</u>	<u>\$2,289,068</u>	<u>\$3,186,031</u>

Brecksville-Broadview Heights City School District

Combining Balance Sheet

Nonmajor Special Revenue Funds

June 30, 2013

	<u>Food Service</u>	<u>Scholarship</u>	<u>Other Grants</u>
Assets			
Equity in Pooled Cash and Cash Equivalents	\$399,219	\$103,088	\$184,097
Receivables:			
Accounts	0	0	0
Intergovernmental	41,518	0	20
Inventory Held for Resale	17,118	0	0
Materials and Supplies Inventory	6,888	0	0
<i>Total Assets</i>	<u>\$464,743</u>	<u>\$103,088</u>	<u>\$184,117</u>
 Liabilities			
Accounts Payable	\$996	\$0	\$138
Accrued Wages and Benefits	79,630	0	2,041
Interfund Payable	0	0	0
Matured Compensated Absences Payable	31,053	0	0
Intergovernmental Payable	37,793	0	4,696
<i>Total Liabilities</i>	<u>149,472</u>	<u>0</u>	<u>6,875</u>
 Deferred Inflows of Resources			
Unavailable Revenue	0	0	0
 Fund Balances			
Nonspendable	6,888	0	0
Restricted	308,383	0	177,242
Committed	0	103,088	0
Unassigned (Deficit)	0	0	0
<i>Total Fund Balances (Deficit)</i>	<u>315,271</u>	<u>103,088</u>	<u>177,242</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$464,743</u>	<u>\$103,088</u>	<u>\$184,117</u>

Child Care	Athletics	Auxiliary Services	IDEA-B	Title III
\$61,834	\$179,125	\$53,048	\$45,556	\$0
19,653	0	0	0	0
867	0	0	74,583	10,366
0	0	0	0	0
0	0	0	0	0
<u>\$82,354</u>	<u>\$179,125</u>	<u>\$53,048</u>	<u>\$120,139</u>	<u>\$10,366</u>
\$1,242	\$0	\$14,467	\$20,705	\$1,101
16,455	0	0	350	0
0	0	0	0	7,566
0	0	0	0	0
11,199	0	0	559	0
<u>28,896</u>	<u>0</u>	<u>14,467</u>	<u>21,614</u>	<u>8,667</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>51,436</u>	<u>331</u>
0	0	0	0	0
0	179,125	38,581	47,089	1,368
53,458	0	0	0	0
0	0	0	0	0
<u>53,458</u>	<u>179,125</u>	<u>38,581</u>	<u>47,089</u>	<u>1,368</u>
<u>\$82,354</u>	<u>\$179,125</u>	<u>\$53,048</u>	<u>\$120,139</u>	<u>\$10,366</u>

(continued)

Brecksville-Broadview Heights City School District

Combining Balance Sheet

Nonmajor Special Revenue Funds (continued)

June 30, 2013

	<u>Title I</u>	<u>Pre-School</u>	<u>Title II-A</u>
Assets			
Equity in Pooled Cash and Cash Equivalents	\$0	\$608	\$819
Receivables:			
Accounts	0	0	0
Intergovernmental	77,077	178	4,354
Inventory Held for Resale	0	0	0
Materials and Supplies Inventory	0	0	0
<i>Total Assets</i>	<u>\$77,077</u>	<u>\$786</u>	<u>\$5,173</u>
Liabilities			
Accounts Payable	\$0	\$0	\$255
Accrued Wages and Benefits	17,626	100	0
Interfund Payable	62,543	0	0
Matured Compensated Absences Payable	0	0	0
Intergovernmental Payable	2,367	77	86
<i>Total Liabilities</i>	<u>82,536</u>	<u>177</u>	<u>341</u>
Deferred Inflows of Resources			
Unavailable Revenue	7,980	178	4,354
Fund Balances			
Nonspendable	0	0	0
Restricted	0	431	478
Committed	0	0	0
Unassigned (Deficit)	(13,439)	0	0
<i>Total Fund Balances (Deficit)</i>	<u>(13,439)</u>	<u>431</u>	<u>478</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$77,077</u>	<u>\$786</u>	<u>\$5,173</u>

Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
\$11,299	\$1,038,693
0	19,653
245	209,208
0	17,118
0	6,888
<u>\$11,544</u>	<u>\$1,291,560</u>
\$3,253	\$42,157
12,025	128,227
0	70,109
0	31,053
1,995	58,772
<u>17,273</u>	<u>330,318</u>
<u>0</u>	<u>64,279</u>
0	6,888
0	752,697
0	156,546
(5,729)	(19,168)
<u>(5,729)</u>	<u>896,963</u>
<u>\$11,544</u>	<u>\$1,291,560</u>

Brecksville-Broadview Heights City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2013

	Food Service	Scholarship	Other Grants	Child Care
Revenues				
Intergovernmental	\$297,704	\$0	\$1,500	\$867
Tuition and Fees	0	0	0	406,508
Extracurricular Activities	0	459	0	17,912
Charges for Services	1,353,665	0	0	0
Contributions and Donations	0	58,989	13,181	0
Miscellaneous	0	0	11,837	139
<i>Total Revenues</i>	<u>1,651,369</u>	<u>59,448</u>	<u>26,518</u>	<u>425,426</u>
Expenditures				
Current:				
Instruction:				
Regular	0	454	6,096	0
Special	0	0	0	0
Support Services:				
Instructional Staff	0	0	0	0
Administration	0	424	0	0
Fiscal	0	618	0	0
Operation and Maintenance of Plant	0	0	0	0
Central	0	0	0	0
Operation of Non-Instructional Services	0	60,326	29,433	0
Food Service Operations	1,681,054	0	0	0
Child Care Operations	0	0	0	467,005
Extracurricular Activities	0	0	0	0
<i>Total Expenditures</i>	<u>1,681,054</u>	<u>61,822</u>	<u>35,529</u>	<u>467,005</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(29,685)	(2,374)	(9,011)	(41,579)
Other Financing Sources				
Transfers In	0	0	15,000	0
<i>Net Change in Fund Balances</i>	(29,685)	(2,374)	5,989	(41,579)
<i>Fund Balances Beginning of Year</i>	<u>344,956</u>	<u>105,462</u>	<u>171,253</u>	<u>95,037</u>
<i>Fund Balances (Deficit) End of Year</i>	<u><u>\$315,271</u></u>	<u><u>\$103,088</u></u>	<u><u>\$177,242</u></u>	<u><u>\$53,458</u></u>

Athletics	Auxiliary Services	One Net	SchoolNet Professional Development	Race To the Top	IDEA-B
\$0	\$305,853	\$10,800	\$0	\$1,750	\$741,682
0	0	0	0	0	0
298,391	0	0	0	0	0
0	0	0	0	0	0
7,416	0	0	0	0	0
0	0	0	0	0	0
<u>305,807</u>	<u>305,853</u>	<u>10,800</u>	<u>0</u>	<u>1,750</u>	<u>741,682</u>
0	0	0	0	1,750	0
0	0	0	0	0	357,323
0	0	0	164	0	366,468
0	0	0	0	0	18,121
0	0	0	0	0	0
0	0	0	0	0	0
0	0	10,800	0	0	0
0	307,709	0	0	0	6,435
0	0	0	0	0	0
0	0	0	0	0	0
319,842	0	0	0	0	0
<u>319,842</u>	<u>307,709</u>	<u>10,800</u>	<u>164</u>	<u>1,750</u>	<u>748,347</u>
(14,035)	(1,856)	0	(164)	0	(6,665)
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
(14,035)	(1,856)	0	(164)	0	(6,665)
<u>193,160</u>	<u>40,437</u>	<u>0</u>	<u>164</u>	<u>0</u>	<u>53,754</u>
<u>\$179,125</u>	<u>\$38,581</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$47,089</u>

(continued)

Brecksville-Broadview Heights 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, 2013

	Title II-D	Title III	Title I	Title V
Revenues				
Intergovernmental	\$1,694	\$24,706	\$274,527	\$0
Tuition and Fees	0	0	0	0
Extracurricular Activities	0	0	0	0
Charges for Services	0	0	0	0
Contributions and Donations	0	0	0	0
Miscellaneous	0	0	0	0
<i>Total Revenues</i>	<u>1,694</u>	<u>24,706</u>	<u>274,527</u>	<u>0</u>
Expenditures				
Current:				
Instruction:				
Regular	1,735	19,372	224,730	5,638
Special	0	0	0	0
Support Services:				
Instructional Staff	0	3,973	60,838	0
Administration	0	0	0	0
Fiscal	0	0	0	0
Operation and Maintenance of Plant	0	0	0	0
Central	0	0	0	0
Operation of Non-Instructional Services	0	0	3,657	0
Food Service Operations	0	0	0	0
Child Care Operations	0	0	0	0
Extracurricular Activities	0	0	0	0
<i>Total Expenditures</i>	<u>1,735</u>	<u>23,345</u>	<u>289,225</u>	<u>5,638</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(41)	1,361	(14,698)	(5,638)
Other Financing Sources				
Transfer In	0	0	0	0
<i>Net Change in Fund Balances</i>	(41)	1,361	(14,698)	(5,638)
<i>Fund Balances Beginning of Year</i>	<u>41</u>	<u>7</u>	<u>1,259</u>	<u>5,638</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$0</u>	<u>\$1,368</u>	<u>(\$13,439)</u>	<u>\$0</u>

Title IV	Pre-School	Title II-A	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
\$0	\$20,556	\$64,557	\$228,549	\$1,974,745
0	0	0	0	406,508
0	0	0	0	316,762
0	0	0	0	1,353,665
0	0	0	0	79,586
0	0	0	0	11,976
0	20,556	64,557	228,549	4,143,242
0	0	46,068	0	305,843
0	0	0	0	357,323
0	20,125	18,038	0	469,606
0	0	0	0	18,545
0	0	0	0	618
0	0	0	60,914	60,914
0	0	0	0	10,800
1,534	0	2,250	232,316	643,660
0	0	0	0	1,681,054
0	0	0	0	467,005
0	0	0	0	319,842
1,534	20,125	66,356	293,230	4,335,210
(1,534)	431	(1,799)	(64,681)	(191,968)
0	0	0	0	15,000
(1,534)	431	(1,799)	(64,681)	(176,968)
1,534	0	2,277	58,952	1,073,931
\$0	\$431	\$478	(\$5,729)	\$896,963

Brecksville-Broadview Heights City School District

Combining Balance Sheet

Nonmajor Capital Projects Funds

June 30, 2013

	<u>Permanent Improvement</u>	<u>Building</u>	<u>Total Nonmajor Capital Projects Funds</u>
Assets			
Equity in Pooled Cash and Cash Equivalents	\$2,425,166	\$34,929	\$2,460,095
Taxes Receivable	<u>1,588,453</u>	<u>0</u>	<u>1,588,453</u>
<i>Total Assets</i>	<u>\$4,013,619</u>	<u>\$34,929</u>	<u>\$4,048,548</u>
Liabilities			
Accounts Payable	\$56,309	\$0	\$56,309
Interfund Payable	<u>0</u>	<u>323,005</u>	<u>323,005</u>
<i>Total Liabilities</i>	<u>56,309</u>	<u>323,005</u>	<u>379,314</u>
Deferred Inflows of Resources			
Property Taxes	1,337,693	0	1,337,693
Unavailable Revenue	<u>42,473</u>	<u>0</u>	<u>42,473</u>
<i>Total Deferred Inflows of Resources</i>	<u>1,380,166</u>	<u>0</u>	<u>1,380,166</u>
Fund Balances			
Restricted	2,577,144	0	2,577,144
Unassigned (Deficit)	<u>0</u>	<u>(288,076)</u>	<u>(288,076)</u>
<i>Total Fund Balances (Deficit)</i>	<u>2,577,144</u>	<u>(288,076)</u>	<u>2,289,068</u>
<i>Total Liabilities, Deferred Inflows of Resources and Fund Balances</i>	<u>\$4,013,619</u>	<u>\$34,929</u>	<u>\$4,048,548</u>

Brecksville-Broadview Heights City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2013

	Permanent Improvement	Building	Total Nonmajor Capital Projects Funds
Revenues			
Taxes	\$1,534,183	\$1,340,850	\$2,875,033
Intergovernmental	254,775	0	254,775
Payment in Lieu of Taxes	149	0	149
Contributions and Donations	0	20,000	20,000
<i>Total Revenues</i>	<u>1,789,107</u>	<u>1,360,850</u>	<u>3,149,957</u>
Expenditures			
Current:			
Instruction:			
Regular	787,516	0	787,516
Support Services:			
Pupil	140,087	0	140,087
Operation and Maintenance of Plant	28,889	0	28,889
Pupil Transportation	346,073	0	346,073
Capital Outlay	1,279,809	106,779	1,386,588
<i>Total Expenditures</i>	<u>2,582,374</u>	<u>106,779</u>	<u>2,689,153</u>
<i>Net Change in Fund Balances</i>	(793,267)	1,254,071	460,804
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>3,370,411</u>	<u>(1,542,147)</u>	<u>1,828,264</u>
<i>Fund Balances (Deficit) End of Year</i>	<u><u>\$2,577,144</u></u>	<u><u>(\$288,076)</u></u>	<u><u>\$2,289,068</u></u>

Combining Statements – Fiduciary Funds

Fiduciary Funds

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

Private Purpose Trust Fund

Unclaimed Monies Fund – This fund accounts for stale-dated payroll checks held for five years for employees. This fund did not have any budgetary activity in fiscal year 2013; therefore, budgetary information is not provided.

Agency Fund

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

Brecksville-Broadview Heights City School District

Statement of Changes in Assets and Liabilities

Agency Fund

For the Fiscal Year Ended June 30, 2013

	Balance July 1, 2012	Additions	Reductions	Balance June 30, 2013
Student Activities Fund				
Assets				
Equity in Pooled Cash and Cash Equivalents	\$123,691	\$244,831	\$227,702	\$140,820
Liabilities				
Due to Students	\$123,691	\$244,831	\$227,702	\$140,820

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

Brecksville-Broadview Heights City School District

Schedule of Revenues, Expenditures and Changes

In Fund Balance - Budget (Non-GAAP Basis) and Actual

General Fund

For the Fiscal Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes	\$32,180,362	\$31,975,376	\$31,975,376	\$0
Intergovernmental	10,828,389	10,997,079	10,997,742	663
Interest	50,000	66,974	69,631	2,657
Tuition and Fees	630,656	968,342	922,500	(45,842)
Extracurricular Activities	937,500	883,748	874,985	(8,763)
Payment in Lieu of Taxes	185,000	465,063	465,063	0
Rentals	20,000	77,824	77,824	0
Charges for Services	30,000	32,087	32,087	0
Contributions and Donations	14,600	14,600	14,433	(167)
Miscellaneous	50,000	25,454	25,721	267
<i>Total Revenues</i>	<u>44,926,507</u>	<u>45,506,547</u>	<u>45,455,362</u>	<u>(51,185)</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	15,588,796	15,036,956	15,036,886	70
Fringe Benefits	4,948,512	4,284,231	4,284,025	206
Purchased Services	368,140	767,824	766,947	877
Materials and Supplies	551,875	515,331	514,684	647
Capital Outlay	45,318	121,051	113,791	7,260
Other	241,321	270,042	267,129	2,913
Total Regular	<u>21,743,962</u>	<u>20,995,435</u>	<u>20,983,462</u>	<u>11,973</u>
Special:				
Salaries and Wages	3,913,838	3,914,838	3,899,215	15,623
Fringe Benefits	1,199,677	1,092,097	1,048,908	43,189
Purchased Services	891,938	984,347	965,986	18,361
Materials and Supplies	46,422	56,339	46,417	9,922
Capital Outlay	19,839	12,238	6,603	5,635
Total Special	<u>6,071,714</u>	<u>6,059,859</u>	<u>5,967,129</u>	<u>92,730</u>
Vocational:				
Salaries and Wages	87,972	87,972	80,486	7,486
Fringe Benefits	30,784	30,784	17,826	12,958
Materials and Supplies	7,000	7,000	3,632	3,368
Total Vocational	<u>125,756</u>	<u>125,756</u>	<u>101,944</u>	<u>23,812</u>
Student Intervention Services				
Salaries and Wages	107,580	107,580	58,978	48,602
Purchased Services	488,391	588,422	558,092	30,330
Other	260,000	65,217	34,550	30,667
Total Student Intervention Services	<u>855,971</u>	<u>761,219</u>	<u>651,620</u>	<u>109,599</u>
Total Instruction	<u>\$28,797,403</u>	<u>\$27,942,269</u>	<u>\$27,704,155</u>	<u>\$238,114</u>

(continued)

Brecksville-Broadview Heights City School District

Schedule of Revenues, Expenditures and Changes

In Fund Balance - Budget (Non-GAAP Basis) and Actual

General Fund (continued)

For the Fiscal Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Support Services:				
Pupil:				
Salaries and Wages	\$2,724,216	\$2,740,747	\$2,740,651	\$96
Fringe Benefits	948,205	847,774	846,848	926
Purchased Services	28,924	30,424	23,725	6,699
Materials and Supplies	57,662	57,662	56,120	1,542
Capital Outlay	10,800	10,800	2,754	8,046
Total Pupil	3,769,807	3,687,407	3,670,098	17,309
Instructional Staff:				
Salaries and Wages	1,625,424	1,668,689	1,668,606	83
Fringe Benefits	810,064	809,656	778,009	31,647
Purchased Services	117,701	195,527	168,558	26,969
Materials and Supplies	116,646	60,800	49,348	11,452
Capital Outlay	12,863	13,613	5,411	8,202
Other	11,058	10,818	2,707	8,111
Total Instructional Staff	2,693,756	2,759,103	2,672,639	86,464
Board of Education:				
Salaries and Wages	15,152	16,100	16,100	0
Fringe Benefits	700	3,266	3,266	0
Purchased Services	19,613	16,169	10,404	5,765
Other	132,817	98,444	96,820	1,624
Total Board of Education	168,282	133,979	126,590	7,389
Administration:				
Salaries and Wages	2,060,721	2,060,721	1,985,705	75,016
Fringe Benefits	741,006	698,006	646,097	51,909
Purchased Services	143,889	153,887	135,208	18,679
Materials and Supplies	14,613	16,857	13,253	3,604
Capital Outlay	2,500	2,231	500	1,731
Other	12,700	10,927	8,800	2,127
Total Administration	2,975,429	2,942,629	2,789,563	153,066
Fiscal:				
Salaries and Wages	364,925	464,925	446,166	18,759
Fringe Benefits	149,537	149,537	148,318	1,219
Purchased Services	37,913	39,518	37,041	2,477
Materials and Supplies	10,000	9,388	8,448	940
Capital Outlay	10,000	1,750	1,384	366
Other	681,870	542,396	512,549	29,847
Total Fiscal	\$1,254,245	\$1,207,514	\$1,153,906	\$53,608

(continued)

Brecksville-Broadview Heights City School District

Schedule of Revenues, Expenditures and Changes

In Fund Balance - Budget (Non-GAAP Basis) and Actual

General Fund (continued)

For the Fiscal Year Ended June 30, 2013

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Business:				
Salaries and Wages	\$246,982	\$246,982	\$196,147	\$50,835
Fringe Benefits	102,508	102,508	81,478	21,030
Purchased Services	182,871	171,676	148,037	23,639
Materials and Supplies	23,194	23,194	15,603	7,591
Capital Outlay	3,000	3,000	0	3,000
Other	2,955	4,150	3,200	950
Total Business	561,510	551,510	444,465	107,045
Operation and Maintenance of Plant:				
Salaries and Wages	1,900,000	1,739,300	1,739,181	119
Fringe Benefits	885,662	708,962	708,532	430
Purchased Services	1,234,998	1,130,451	1,123,393	7,058
Materials and Supplies	274,778	251,899	217,953	33,946
Capital Outlay	34,717	17,217	2,818	14,399
Total Operation and Maintenance of Plant	4,330,155	3,847,829	3,791,877	55,952
Pupil Transportation:				
Salaries and Wages	1,938,014	1,650,953	1,650,861	92
Fringe Benefits	651,411	651,411	651,284	127
Purchased Services	219,603	230,495	230,473	22
Materials and Supplies	614,821	449,459	449,390	69
Capital Outlay	19,091	19,091	19,091	0
Total Pupil Transportation	3,442,940	3,001,409	3,001,099	310
Central:				
Salaries and Wages	73,766	73,766	70,014	3,752
Fringe Benefits	22,538	22,538	20,722	1,816
Purchased Services	164,210	148,497	118,506	29,991
Materials and Supplies	12,000	12,000	5,599	6,401
Capital Outlay	5,500	5,500	4,568	932
Other	1,000	1,000	920	80
Total Central	279,014	263,301	220,329	42,972
Total Support Services	19,475,138	18,394,681	17,870,566	524,115
Extracurricular Activities:				
Academic and Subject Oriented Activities:				
Salaries and Wages	121,086	121,086	115,500	5,586
Fringe Benefits	21,822	21,822	19,589	2,233
Purchased Services	2,000	2,000	441	1,559
Total Academic and Subject Oriented Activities	\$144,908	\$144,908	\$135,530	\$9,378

(continued)

Brecksville-Broadview Heights City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund (continued)
For the Fiscal Year Ended June 30, 2013

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Sports Oriented Activities:				
Salaries and Wages	\$488,255	\$488,255	\$481,062	\$7,193
Fringe Benefits	93,482	93,482	83,331	10,151
Purchased Services	47,650	47,650	45,084	2,566
Materials and Supplies	9,500	9,500	1,738	7,762
Other	750	2,750	1,267	1,483
Total Sports Oriented Activities	639,637	641,637	612,482	29,155
School and Public Service				
Co-Curricular Activities:				
Salaries and Wages	35,398	35,398	32,574	2,824
Fringe Benefits	4,278	4,278	3,737	541
Total School and Public Service	39,676	39,676	36,311	3,365
Total Extracurricular Activities	824,221	826,221	784,323	41,898
Debt Service:				
Principal Retirement	323,005	323,005	323,005	0
Interest and Fiscal Charges	3,230	3,230	3,230	0
Total Debt Service	326,235	326,235	326,235	0
Total Expenditures	49,422,997	47,489,406	46,685,279	804,127
Excess of Revenues Under Expenditures	(4,496,490)	(1,982,859)	(1,229,917)	752,942
Other Financing Sources (Uses)				
Notes Issued	295,000	323,005	323,005	0
Advances In	175,000	65,000	0	(65,000)
Advances Out	(110,000)	(220,000)	0	220,000
Transfers Out	0	(32,810)	(15,000)	17,810
Total Other Financing Sources (Uses)	360,000	135,195	308,005	172,810
Net Change in Fund Balance	(4,136,490)	(1,847,664)	(921,912)	925,752
Fund Balance Beginning of Year	10,810,360	10,810,360	10,810,360	0
Prior Year Encumbrances Appropriated	400,685	400,685	400,685	0
Fund Balance End of Year	\$7,074,555	\$9,363,381	\$10,289,133	\$925,752

Brecksville-Broadview Heights City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Bond Retirement Fund
For the Fiscal Year Ended June 30, 2013

	Original	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues				
Taxes	\$2,369,678	\$2,342,295	\$2,337,619	(\$4,676)
Intergovernmental	315,000	315,000	316,327	1,327
Interest	0	0	3,230	3,230
Payment in Lieu of Taxes	0	0	231	231
Miscellaneous	0	0	7,238	7,238
<i>Total Revenues</i>	<u>2,684,678</u>	<u>2,657,295</u>	<u>2,664,645</u>	<u>7,350</u>
Expenditures				
Debt Service:				
Principal Retirement	3,050,850	4,950,850	4,750,850	200,000
Interest and Fiscal Charges	1,145,773	1,052,214	789,027	263,187
<i>Total Expenditures</i>	<u>4,196,623</u>	<u>6,003,064</u>	<u>5,539,877</u>	<u>463,187</u>
<i>Excess of Revenues Under Expenditures</i>	(1,511,945)	(3,345,769)	(2,875,232)	470,537
Other Financing Sources				
Energy Conservation Notes Issued	1,347,350	1,347,350	1,340,000	(7,350)
<i>Net Change in Fund Balance</i>	(164,595)	(1,998,419)	(1,535,232)	463,187
<i>Fund Balance Beginning of Year</i>	<u>4,113,673</u>	<u>4,113,673</u>	<u>4,113,673</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$3,949,078</u>	<u>\$2,115,254</u>	<u>\$2,578,441</u>	<u>\$463,187</u>

Brecksville-Broadview Heights City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Food Service Fund
For the Fiscal Year Ended June 30, 2013

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$269,000	\$227,884	(\$41,116)
Interest	500	1,267	767
Charges for Services	1,307,809	1,355,011	47,202
<i>Total Revenues</i>	<u>1,577,309</u>	<u>1,584,162</u>	<u>6,853</u>
Expenditures			
Current:			
Food Service Operations:			
Salaries and Wages	632,500	631,808	692
Fringe Benefits	264,500	239,957	24,543
Purchased Services	55,840	50,369	5,471
Materials and Supplies	742,600	661,774	80,826
Capital Outlay	14,000	9,760	4,240
Other	1,300	252	1,048
<i>Total Expenditures</i>	<u>1,710,740</u>	<u>1,593,920</u>	<u>116,820</u>
<i>Net Change in Fund Balance</i>	(133,431)	(9,758)	123,673
<i>Fund Balance Beginning of Year</i>	392,973	392,973	0
Prior Year Encumbrances Appropriated	<u>2,640</u>	<u>2,640</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$262,182</u>	<u>\$385,855</u>	<u>\$123,673</u>

Brecksville-Broadview Heights City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Scholarship Fund
For the Fiscal Year Ended June 30, 2013

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Interest	\$50,000	\$141	(\$49,859)
Extracurricular Activities	0	459	459
Contributions and Donations	9,728	59,144	49,416
<i>Total Revenues</i>	<u>59,728</u>	<u>59,744</u>	<u>16</u>
Expenditures			
Current:			
Instruction:			
Regular:			
Other	1,084	454	630
Support Services:			
Administration:			
Materials and Supplies	1,191	254	937
Other	170	170	0
Total Administration	1,361	424	937
Fiscal:			
Materials and Supplies	730	730	0
Total Support Services	2,091	1,154	937
Operation of Non-Instructional Services:			
Community Services:			
Other	60,646	60,326	320
<i>Total Expenditures</i>	<u>63,821</u>	<u>61,934</u>	<u>1,887</u>
<i>Net Change in Fund Balance</i>	(4,093)	(2,190)	1,903
<i>Fund Balance Beginning of Year</i>	105,138	105,138	0
Prior Year Encumbrances Appropriated	140	140	0
<i>Fund Balance End of Year</i>	<u>\$101,185</u>	<u>\$103,088</u>	<u>\$1,903</u>

Brecksville-Broadview Heights City School District*Schedule of Revenues, Expenditures and Changes**In Fund Balance - Budget (Non-GAAP Basis) and Actual***Other Grants Fund***For the Fiscal Year Ended June 30, 2013*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$0	\$1,480	\$1,480
Contributions and Donations	18,002	13,181	(4,821)
Miscellaneous	7,985	11,837	3,852
Total Revenues	25,987	26,498	511
Expenditures			
Current:			
Instruction:			
Regular:			
Salaries and Wages	4,074	0	4,074
Fringe Benefits	353	0	353
Purchased Services	1,545	0	1,545
Materials and Supplies	13,668	12,058	1,610
Total Regular	19,640	12,058	7,582
Adult/Continuing:			
Salaries and Wages	1,931	0	1,931
Total Instruction	21,571	12,058	9,513
Support Services:			
Instructional Staff:			
Materials and Supplies	317	0	317
Operation of Non-Instructional Services:			
Community Services:			
Salaries and Wages	10,124	8,844	1,280
Fringe Benefits	3,363	2,887	476
Purchased Services	3,906	1,902	2,004
Materials and Supplies	7,012	4,517	2,495
Other	3,500	3,321	179
Total Operation of Non-Instructional Services	27,905	21,471	6,434
Total Expenditures	49,793	33,529	16,264
<i>Excess of Revenues Under Expenditures</i>	(23,806)	(7,031)	16,775
Other Financing Sources			
Transfers In	15,000	15,000	0
Net Change in Fund Balance	(8,806)	7,969	16,775
<i>Fund Balance Beginning of Year</i>	173,746	173,746	0
Prior Year Encumbrances Appropriated	1,237	1,237	0
Fund Balance End of Year	\$166,177	\$182,952	\$16,775

Brecksville-Broadview Heights City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Child Care Fund
For the Fiscal Year Ended June 30, 2013

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Tuition and Fees	\$379,099	\$410,570	\$31,471
Extracurricular Activities	25,000	17,912	(7,088)
Miscellaneous	295	139	(156)
<i>Total Revenues</i>	<u>404,394</u>	<u>428,621</u>	<u>24,227</u>
Expenditures			
Current:			
Child Care Operations			
Salaries and Wages	264,883	262,458	2,425
Fringe Benefits	108,512	93,862	14,650
Purchased Services	92,987	86,753	6,234
Materials and Supplies	21,790	17,005	4,785
Capital Outlay	4,800	1,629	3,171
Other	5,788	4,780	1,008
<i>Total Expenditures</i>	<u>498,760</u>	<u>466,487</u>	<u>32,273</u>
<i>Net Change in Fund Balance</i>	(94,366)	(37,866)	56,500
<i>Fund Balance Beginning of Year</i>	86,799	86,799	0
Prior Year Encumbrances Appropriated	<u>7,709</u>	<u>7,709</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$142</u></u>	<u><u>\$56,642</u></u>	<u><u>\$56,500</u></u>

Brecksville-Broadview Heights City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Athletics Fund
For the Fiscal Year Ended June 30, 2013

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Extracurricular Activities	\$270,807	\$298,391	\$27,584
Contributions and Donations	15,000	7,416	(7,584)
<i>Total Revenues</i>	<u>285,807</u>	<u>305,807</u>	<u>20,000</u>
Expenditures			
Current:			
Extracurricular Activities:			
Sports Oriented Activities:			
Purchased Services	93,117	93,117	0
Materials and Supplies	17,355	17,355	0
Capital Outlay	99,251	99,251	0
Other	139,533	134,996	4,537
Total Extracurricular Activities	<u>349,256</u>	<u>344,719</u>	<u>4,537</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(63,449)</u>	<u>(38,912)</u>	<u>24,537</u>
Other Financing Sources (Uses)			
Transfers In	35,000	0	(35,000)
Transfers Out	(15,000)	0	15,000
<i>Total Other Financing Sources (Uses)</i>	<u>20,000</u>	<u>0</u>	<u>(20,000)</u>
<i>Net Change in Fund Balance</i>	(43,449)	(38,912)	4,537
<i>Fund Balance Beginning of Year</i>	163,519	163,519	0
Prior Year Encumbrances Appropriated	<u>29,640</u>	<u>29,640</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$149,710</u></u>	<u><u>\$154,247</u></u>	<u><u>\$4,537</u></u>

Brecksville-Broadview Heights City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Auxiliary Services Fund
For the Fiscal Year Ended June 30, 2013

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$306,151	\$305,902	(\$249)
Interest	65	322	257
<i>Total Revenues</i>	<u>306,216</u>	<u>306,224</u>	<u>8</u>
Expenditures			
Current:			
Operation of Non-Instructional Services:			
Community Services:			
Purchased Services	183,560	183,538	22
Materials and Supplies	143,257	143,257	0
Capital Outlay	8,847	8,847	0
Other	12,237	12,237	0
<i>Total Expenditures</i>	<u>347,901</u>	<u>347,879</u>	<u>22</u>
<i>Net Change in Fund Balance</i>	(41,685)	(41,655)	30
<i>Fund Balance Beginning of Year</i>	33,076	33,076	0
Prior Year Encumbrances Appropriated	<u>8,609</u>	<u>8,609</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$30</u>	<u>\$30</u>

Brecksville-Broadview Heights City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
One Net Fund
For the Fiscal Year Ended June 30, 2013

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$10,800	\$10,800	\$0
Expenditures			
Current:			
Support Services:			
Central:			
Purchased Services	10,800	10,800	0
<i>Net Change in Fund Balance</i>	0	0	0
<i>Fund Balance Beginning of Year</i>	0	0	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$0

Brecksville-Broadview Heights City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
SchoolNet Professional Development Fund
For the Fiscal Year Ended June 30, 2013

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues	\$0	\$0	\$0
Expenditures			
Current:			
Support Services:			
Instructional Staff:			
Materials and Supplies	164	164	0
<i>Net Change in Fund Balance</i>	(164)	(164)	0
<i>Fund Balance Beginning of Year</i>	164	164	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$0

Brecksville-Broadview Heights City School District

Schedule of Revenues, Expenditures and Changes

In Fund Balance - Budget (Non-GAAP Basis) and Actual

Race To the Top Fund

For the Fiscal Year Ended June 30, 2013

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues			
Intergovernmental	<u>\$1,750</u>	<u>\$1,750</u>	<u>\$0</u>
Expenditures			
Current:			
Instruction:			
Regular:			
Purchased Services	<u>1,750</u>	<u>1,750</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance Beginning of Year</i>	<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>\$0</u></u>

Brecksville-Broadview Heights City School District

Schedule of Revenues, Expenditures and Changes

In Fund Balance - Budget (Non-GAAP Basis) and Actual

IDEA-B Fund

For the Fiscal Year Ended June 30, 2013

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$793,135	\$718,535	(\$74,600)
Expenditures			
Current:			
Instruction:			
Special:			
Purchased Services	377,872	372,291	5,581
Materials and Supplies	5,147	5,147	0
Total Instruction	383,019	377,438	5,581
Support Services:			
Instructional Staff:			
Salaries and Wages	139,758	80,557	59,201
Fringe Benefits	22,004	12,374	9,630
Purchased Services	304,878	297,136	7,742
Materials and Supplies	5,259	4,126	1,133
Total Instructional Staff	471,899	394,193	77,706
Administration:			
Salaries and Wages	15,327	15,327	0
Fringe Benefits	2,489	2,358	131
Total Administration	17,816	17,685	131
Total Support Services	\$489,715	\$411,878	\$77,837

(continued)

Brecksville-Broadview Heights City School District

Schedule of Revenues, Expenditures and Changes

In Fund Balance - Budget (Non-GAAP Basis) and Actual

IDEA-B Fund (continued)

For the Fiscal Year Ended June 30, 2013

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Operation of Non-Instructional Services:			
Community Services:			
Salaries and Wages	\$5,790	\$5,790	\$0
Fringe Benefits	926	811	115
Total Operation of Non-Instructional Services	6,716	6,601	115
<i>Total Expenditures</i>	879,450	795,917	83,533
<i>Net Change in Fund Balance</i>	(86,315)	(77,382)	8,933
<i>Fund Balance Beginning of Year</i>	12,619	12,619	0
Prior Year Encumbrances Appropriated	73,712	73,712	0
<i>Fund Balance End of Year</i>	\$16	\$8,949	\$8,933

Brecksville-Broadview Heights City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title II-D Fund
For the Fiscal Year Ended June 30, 2013

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$1,694	\$1,694	\$0
Expenditures			
Current:			
Instruction:			
Regular:			
Purchased Services	1,735	1,735	0
<i>Net Change in Fund Balance</i>	(41)	(41)	0
<i>Fund Balance Beginning of Year</i>	41	41	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$0

Brecksville-Broadview Heights City School District

Schedule of Revenues, Expenditures and Changes

In Fund Balance - Budget (Non-GAAP Basis) and Actual

Title III Fund

For the Fiscal Year Ended June 30, 2013

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$25,078	\$14,678	(\$10,400)
Expenditures			
Current:			
Instruction:			
Regular:			
Salaries and Wages	8,425	8,425	0
Fringe Benefits	900	900	0
Materials and Supplies	11,719	11,415	304
Total Instruction	21,044	20,740	304
Support Services:			
Instructional Staff:			
Purchased Services	3,973	3,973	0
<i>Total Expenditures</i>	25,017	24,713	304
<i>Net Change in Fund Balance</i>	61	(10,035)	(10,096)
<i>Fund Balance Beginning of Year</i>	0	0	0
<i>Fund Balance (Deficit) End of Year</i>	\$61	(\$10,035)	(\$10,096)

Brecksville-Broadview Heights City School District

*Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title I Fund
For the Fiscal Year Ended June 30, 2013*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues			
Intergovernmental	<u>\$282,330</u>	<u>\$205,430</u>	<u>(\$76,900)</u>
Expenditures			
Current:			
Instruction:			
Regular:			
Salaries and Wages	166,157	160,598	5,559
Fringe Benefits	22,600	22,559	41
Materials and Supplies	19,642	19,091	551
Capital Outlay	<u>6,000</u>	<u>6,000</u>	<u>0</u>
Total Instruction	<u>214,399</u>	<u>208,248</u>	<u>6,151</u>
Support Services:			
Instructional Staff:			
Salaries and Wages	45,385	40,767	4,618
Fringe Benefits	6,970	5,707	1,263
Purchased Services	<u>11,738</u>	<u>11,738</u>	<u>0</u>
Total Instructional Staff	64,093	58,212	5,881
Administration:			
Salaries and Wages	1,800	0	1,800
Central:			
Purchased Services	<u>500</u>	<u>0</u>	<u>500</u>
Total Support Services	<u>66,393</u>	<u>58,212</u>	<u>8,181</u>
Operation of Non-Instructional Services:			
Community Services:			
Purchased Services	<u>3,657</u>	<u>3,657</u>	<u>0</u>
<i>Total Expenditures</i>	<u>284,449</u>	<u>270,117</u>	<u>14,332</u>
<i>Net Change in Fund Balance</i>	(2,119)	(64,687)	(62,568)
<i>Fund Balance Beginning of Year</i>	0	0	0
Prior Year Encumbrances Appropriated	<u>2,144</u>	<u>2,144</u>	<u>0</u>
<i>Fund Balance (Deficit) End of Year</i>	<u>\$25</u>	<u>(\$62,543)</u>	<u>(\$62,568)</u>

Brecksville-Broadview Heights City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title V Fund
For the Fiscal Year Ended June 30, 2013

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues	\$0	\$0	\$0
Expenditures			
Current:			
Instruction:			
Regular:			
Other	5,638	5,638	0
<i>Net Change in Fund Balance</i>	(5,638)	(5,638)	0
<i>Fund Balance Beginning of Year</i>	5,638	5,638	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$0

Brecksville-Broadview Heights City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title IV Fund
For the Fiscal Year Ended June 30, 2013

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues	\$0	\$0	\$0
Expenditures			
Current:			
Operation of Non-Instructional Services:			
Community Services:			
Materials and Supplies	1,534	1,534	0
<i>Net Change in Fund Balance</i>	(1,534)	(1,534)	0
<i>Fund Balance Beginning of Year</i>	1,534	1,534	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$0

Brecksville-Broadview Heights City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Pre-School Fund
For the Fiscal Year Ended June 30, 2013

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$20,736	\$20,556	(\$180)
Expenditures			
Current:			
Support Services:			
Instructional Staff:			
Salaries and Wages	17,416	17,416	0
Fringe Benefits	3,318	2,532	786
<i>Total Expenditures</i>	20,734	19,948	786
<i>Net Change in Fund Balance</i>	2	608	606
<i>Fund Balance Beginning of Year</i>	0	0	0
<i>Fund Balance End of Year</i>	\$2	\$608	\$606

Brecksville-Broadview Heights City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title II-A Fund
For the Fiscal Year Ended June 30, 2013

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$68,857	\$64,557	(\$4,300)
Expenditures			
Current:			
Instruction:			
Regular:			
Salaries and Wages	40,000	40,000	0
Fringe Benefits	6,576	5,982	594
Total Instruction	46,576	45,982	594
Support Services:			
Instructional Staff:			
Purchased Services	19,134	18,631	503
Materials and Supplies	3,613	0	3,613
Total Support Services	22,747	18,631	4,116
Operation of Non-Instructional Services:			
Community Services:			
Purchased Services	2,250	2,250	0
<i>Total Expenditures</i>	71,573	66,863	4,710
<i>Net Change in Fund Balance</i>	(2,716)	(2,306)	410
<i>Fund Balance Beginning of Year</i>	2,188	2,188	0
<i>Prior Year Encumbrances Appropriated</i>	597	597	0
<i>Fund Balance End of Year</i>	\$69	\$479	\$410

Brecksville-Broadview Heights City School District

Schedule of Revenues, Expenditures and Changes

In Fund Balance - Budget (Non-GAAP Basis) and Actual

Miscellaneous Federal Grants Fund

For the Fiscal Year Ended June 30, 2013

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Intergovernmental	\$287,804	\$228,304	(\$59,500)
Expenditures			
Current:			
Support Services:			
Operation and Maintenance of Plant:			
Capital Outlay	60,914	60,914	0
Operation of Non-Instructional Services:			
Community Services:			
Salaries and Wages	74,310	64,280	10,030
Fringe Benefits	28,203	23,035	5,168
Purchased Services	165,874	148,706	17,168
Materials and Supplies	6,881	5,977	904
Other	3,236	2,158	1,078
Total Community Services	278,504	244,156	34,348
<i>Total Expenditures</i>	339,418	305,070	34,348
<i>Net Change in Fund Balance</i>	(51,614)	(76,766)	(25,152)
<i>Fund Balance Beginning of Year</i>	27,514	27,514	0
<i>Prior Year Encumbrances Appropriated</i>	49,252	49,252	0
<i>Fund Balance (Deficit) End of Year</i>	\$25,152	\$0	(\$25,152)

Brecksville-Broadview Heights City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Public School Support Fund
For the Fiscal Year Ended June 30, 2013

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Extracurricular Activities	\$74,348	\$68,873	(\$5,475)
Contributions and Donations	6,100	14,074	7,974
<i>Total Revenues</i>	<u>80,448</u>	<u>82,947</u>	<u>2,499</u>
Expenditures			
Current:			
Instruction:			
Regular:			
Purchased Services	50	0	50
Materials and Supplies	7,956	1,568	6,388
Capital Outlay	29,895	10,087	19,808
Other	135,755	80,356	55,399
<i>Total Expenditures</i>	<u>173,656</u>	<u>92,011</u>	<u>81,645</u>
<i>Net Change in Fund Balance</i>	(93,208)	(9,064)	84,144
<i>Fund Balance Beginning of Year</i>	134,874	134,874	0
<i>Prior Year Encumbrances Appropriated</i>	<u>22,207</u>	<u>22,207</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$63,873</u></u>	<u><u>\$148,017</u></u>	<u><u>\$84,144</u></u>

Brecksville-Broadview Heights City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Permanent Improvement Fund
For the Fiscal Year Ended June 30, 2013

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Taxes	\$1,212,205	\$1,511,809	\$299,604
Intergovernmental	554,527	254,775	(299,752)
Payment in Lieu of Taxes	0	149	149
<i>Total Revenues</i>	<u>1,766,732</u>	<u>1,766,733</u>	<u>1</u>
Expenditures			
Current:			
Instruction:			
Regular:			
Materials and Supplies	985,898	525,266	460,632
Capital Outlay	873,354	844,411	28,943
Total Instruction	<u>1,859,252</u>	<u>1,369,677</u>	<u>489,575</u>
Support Services:			
Pupil:			
Purchased Services	10,345	10,345	0
Capital Outlay	129,742	129,742	0
Total Pupil	<u>140,087</u>	<u>140,087</u>	<u>0</u>
Operation and Maintenance of Plant:			
Purchased Services	28,889	28,889	0
Pupil Transportation:			
Capital Outlay	346,073	346,073	0
Total Support Services	<u>\$515,049</u>	<u>\$515,049</u>	<u>\$0</u>

(continued)

Brecksville-Broadview Heights City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Permanent Improvement Fund (continued)
For the Fiscal Year Ended June 30, 2013

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Capital Outlay:			
Site Improvement Services			
Purchased Services	\$137,223	\$26,126	\$111,097
Capital Outlay	2,393,934	1,391,259	1,002,675
Total Capital Outlay	<u>2,531,157</u>	<u>1,417,385</u>	<u>1,113,772</u>
<i>Total Expenditures</i>	<u>4,905,458</u>	<u>3,302,111</u>	<u>1,603,347</u>
<i>Net Change in Fund Balance</i>	(3,138,726)	(1,535,378)	1,603,348
<i>Fund Balance Beginning of Year</i>	2,078,831	2,078,831	0
Prior Year Encumbrances Appropriated	<u>1,120,888</u>	<u>1,120,888</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$60,993</u></u>	<u><u>\$1,664,341</u></u>	<u><u>\$1,603,348</u></u>

Brecksville-Broadview Heights City School District
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Building Fund
For the Fiscal Year Ended June 30, 2013

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues			
Contributions and Donations	\$20,000	\$20,000	\$0
Expenditures			
Capital Outlay:			
Site Improvement Services			
Purchased Services	226,529	211,600	14,929
<i>Net Change in Fund Balance</i>	(206,529)	(191,600)	14,929
<i>Fund Balance Beginning of Year</i>	13,924	13,924	0
Prior Year Encumbrances Appropriated	212,605	212,605	0
<i>Fund Balance End of Year</i>	\$20,000	\$34,929	\$14,929

Statistical Section

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Statistical Section

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

Contents	Page(s)
Financial Trends These schedules contain trend information to help the reader understand how the School District's financial performance and well-being have changed over time.	S2 - S15
Revenue Capacity These schedules contain information to help the reader assess the School District's most significant local revenue source, the property tax.	S16 - S26
Debt Capacity These schedules present information to help the reader assess the affordability of the School District's current levels of outstanding debt and the School District's ability to issue additional debt in the future.	S27 - S32
Economic and Demographic Information These schedules offer economic and demographic indicators to help the reader understand the environment within which the School District's financial activities take place.	S33 - S35
Operating Information These schedules contain service data to help the reader understand how the information in the School District's financial report relates to the services the School District provides and the activities it performs.	S36 - S52

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

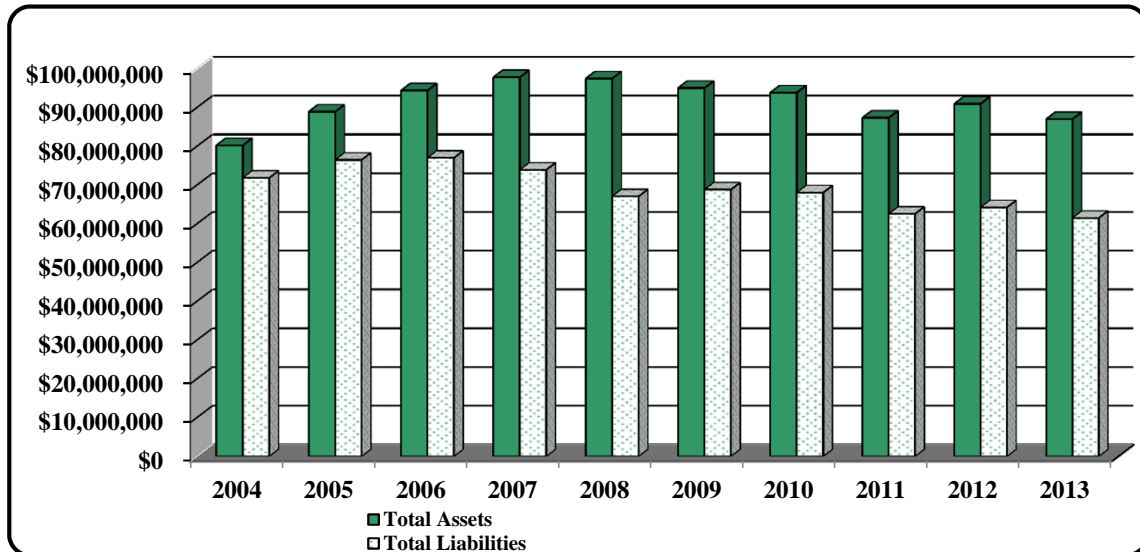
Brecksville-Broadview Heights City School District

Net Position by Component

Last Ten Fiscal Years

(accrual basis of accounting)

	2004	2005	2006	2007	2008
Net Investment in Capital Assets	\$5,063,402	\$4,776,592	\$6,043,852	\$7,696,213	\$9,357,989
Restricted for:					
Capital Projects	50,217	1,496,479	1,652,532	1,783,987	1,880,679
Debt Service	3,225,770	2,958,709	3,204,780	3,491,920	4,003,542
Other Purposes	409,443	471,229	649,727	783,605	522,398
Unrestricted (Deficit)	<u>(360,373)</u>	<u>2,735,208</u>	<u>5,830,357</u>	<u>10,131,119</u>	<u>14,661,547</u>
Total Net Position	<u><u>\$8,388,459</u></u>	<u><u>\$12,438,217</u></u>	<u><u>\$17,381,248</u></u>	<u><u>\$23,886,844</u></u>	<u><u>\$30,426,155</u></u>



2009	2010	2011	2012	2013
\$10,473,334	\$11,709,554	\$12,183,706	\$12,603,613	\$14,643,835
1,489,540	2,011,669	4,136,094	5,117,694	2,942,622
3,830,884	4,111,301	4,257,447	4,450,127	2,860,393
528,611	981,258	544,516	837,289	678,266
9,885,618	6,989,633	3,675,231	3,720,617	4,385,077
\$26,207,987	\$25,803,415	\$24,796,994	\$26,729,340	\$25,510,193

Brecksville-Broadview Heights City School District
Changes in Net Position of Governmental Activities
Last Ten Fiscal Years
(accrual basis of accounting)

	2004	2005	2006	2007	2008	2009
Expenses						
Regular Instruction	\$20,117,135	\$19,813,375	\$21,039,576	\$22,174,663	\$23,337,016	\$24,745,277
Special Instruction	4,346,033	4,649,733	4,819,318	5,038,562	5,595,524	5,323,025
Vocational Instruction	355,380	296,206	346,175	235,584	236,342	237,341
Adult/Continuing Instruction	13,408	30,824	24,051	27,392	22,538	25,747
Student Intervention Services	0	0	0	0	0	57,728
Pupil Support	2,642,972	2,868,628	3,176,132	3,408,464	3,507,991	3,735,765
Instructional Staff Support	2,033,834	2,148,023	2,528,519	2,853,586	2,879,085	3,464,819
Board of Education	48,449	82,551	99,775	86,875	71,971	85,974
Administration	2,980,665	3,131,675	3,455,646	3,274,933	3,476,218	3,258,369
Fiscal	777,948	902,114	978,835	1,046,500	1,039,207	1,009,102
Business	466,348	443,117	476,528	490,640	483,937	503,686
Operation and Maintenance of Plant	4,161,441	4,217,392	4,761,452	4,638,021	4,817,779	5,331,392
Pupil Transportation	2,687,514	2,885,018	3,344,629	3,323,620	3,758,657	3,417,222
Central	206,758	162,987	193,819	241,421	269,739	311,029
Operation of Non-Instructional Services	405,875	481,639	437,904	461,184	460,872	630,713
Food Service Operations	1,422,555	1,343,942	1,447,663	1,523,510	1,582,295	1,603,045
Child Care Operations	408,345	350,949	391,468	449,548	701,769	469,876
Extracurricular Activities	934,006	998,094	1,019,437	1,062,022	1,109,609	1,229,002
Interest and Fiscal Charges	1,951,763	1,915,343	1,820,368	1,332,591	1,393,269	1,405,643
Total Expenses	45,960,429	46,721,610	50,361,295	51,669,116	54,743,818	56,844,755
Program Revenues						
Charges for Services and Sales						
Regular Instruction	577,050	636,096	673,134	689,919	382,335	523,944
Special Instruction	219,020	440,896	186,054	165,573	57,975	25,041
Vocational Instruction	0	0	0	0	0	0
Student Intervention	0	0	0	0	0	0
Pupil Support	0	0	0	0	0	0
Instructional Staff Support	0	0	0	0	0	0
Board of Education	0	0	0	0	0	0
Administration	453	421	626	0	34,442	11,178
Fiscal	37,316	41,853	31,400	0	0	0
Business	0	0	0	0	0	0
Operation and Maintenance of Plant	56,020	86,413	50,354	69,609	138,821	32,616
Pupil Transportation	28,109	20,094	13,609	0	10,408	18,810
Central	0	0	0	0	0	0
Operation of Non-Instruction Services	699	0	3,862	0	33,345	5,207
Food Service Operations	1,086,128	1,138,749	1,157,568	1,202,758	1,316,051	1,419,589
Child Care Operations	446,070	391,306	439,335	444,138	513,297	493,107
Extracurricular Activities	348,001	345,866	360,108	341,430	708,800	660,163
Operating Grants, Contributions and Interest	1,667,142	2,019,642	1,967,501	2,129,633	2,003,790	2,112,058
Capital Grants and Contributions	28,057	71,880	24,927	243,455	328,667	360,892
Total Program Revenues	4,494,065	5,193,216	4,908,478	5,286,515	5,527,931	5,662,605
Net Expense	(41,466,364)	(41,528,394)	(45,452,817)	(46,382,601)	(49,215,887)	(51,182,150)
General Revenues						
Property Taxes Levied for:						
General Purposes	29,951,494	31,825,729	34,325,661	35,952,763	38,028,153	29,806,093
Debt Service	2,787,447	2,178,970	2,641,749	2,729,340	2,857,730	2,235,064
Capital Outlay	697,641	1,230,725	1,551,941	1,647,433	1,756,757	1,388,628
Grants and Entitlements not						
Restricted to Specific Programs	9,624,223	10,242,942	10,549,636	11,111,598	11,905,383	12,964,758
Payment in Lieu of Taxes	17,848	0	54,044	35,971	28,250	83,857
Unrestricted Contributions	5,942	0	30,095	2,570	36,753	9,603
Interest	108,023	300,889	825,528	1,361,959	1,065,650	420,266
Gain on Sale of Capital Assets	6,988	2,284	354,251	750	250	0
Miscellaneous	77,233	68,033	62,943	45,813	76,272	55,713
Total General Revenues	43,276,839	45,849,572	50,395,848	52,888,197	55,755,198	46,963,982
Change in Net Position	\$1,810,475	\$4,321,178	\$4,943,031	\$6,505,596	\$6,539,311	(\$4,218,168)

2010	2011	2012	2013
\$23,757,856	\$24,051,870	\$23,133,861	\$23,709,468
6,926,501	6,666,990	6,378,072	6,319,936
218,442	152,958	117,999	104,931
19,989	16,149	592	820
47,725	50,573	368,663	648,211
3,620,756	3,762,403	3,927,797	3,837,984
2,949,861	3,463,419	2,913,948	3,125,721
84,986	85,536	200,571	126,554
3,541,133	3,444,930	2,863,281	2,799,152
1,283,385	1,235,547	1,233,040	1,131,691
528,197	464,730	487,043	494,617
4,772,089	4,352,062	4,044,697	4,150,822
3,703,173	3,478,499	3,388,665	3,303,739
255,522	273,213	259,532	230,390
654,884	893,420	675,490	658,874
1,711,925	1,679,488	1,629,048	1,735,523
398,613	392,003	426,159	468,765
1,191,276	1,046,032	1,091,020	1,133,086
1,146,401	1,172,708	1,110,589	989,812
<u>56,812,714</u>	<u>56,682,530</u>	<u>54,250,067</u>	<u>54,970,096</u>
461,088	1,090,420	753,012	496,079
116,290	277,836	195,443	122,771
0	5,904	3,666	2,101
0	2,281	11,798	13,387
0	159,990	116,994	75,738
0	0	78,307	55,107
0	0	6,419	2,614
36,172	0	90,893	57,333
0	0	39,349	23,290
0	0	14,286	9,110
45,986	0	125,348	81,411
17,961	0	95,486	62,197
0	0	8,162	4,492
1,662	0	1,188	459
1,422,066	1,376,541	1,395,471	1,353,665
395,538	435,996	455,507	424,420
708,134	272,466	313,565	1,267,562
3,398,552	2,465,720	2,346,360	2,067,885
337,559	325,548	287,042	20,000
<u>6,941,008</u>	<u>6,412,702</u>	<u>6,338,296</u>	<u>6,139,621</u>
<u>(49,871,706)</u>	<u>(50,269,828)</u>	<u>(47,911,771)</u>	<u>(48,830,475)</u>
31,848,307	31,671,080	32,863,211	31,600,559
2,453,852	2,431,568	2,493,064	959,553
1,492,556	1,500,503	1,555,035	2,834,078
13,450,346	13,513,535	12,061,388	11,664,366
1,884	2,431	376,359	465,443
12,879	32,646	145,107	14,433
66,358	42,654	56,709	33,394
0	0	0	0
140,952	68,990	293,244	39,502
<u>49,467,134</u>	<u>49,263,407</u>	<u>49,844,117</u>	<u>47,611,328</u>
<u>(\$404,572)</u>	<u>(\$1,006,421)</u>	<u>\$1,932,346</u>	<u>(\$1,219,147)</u>

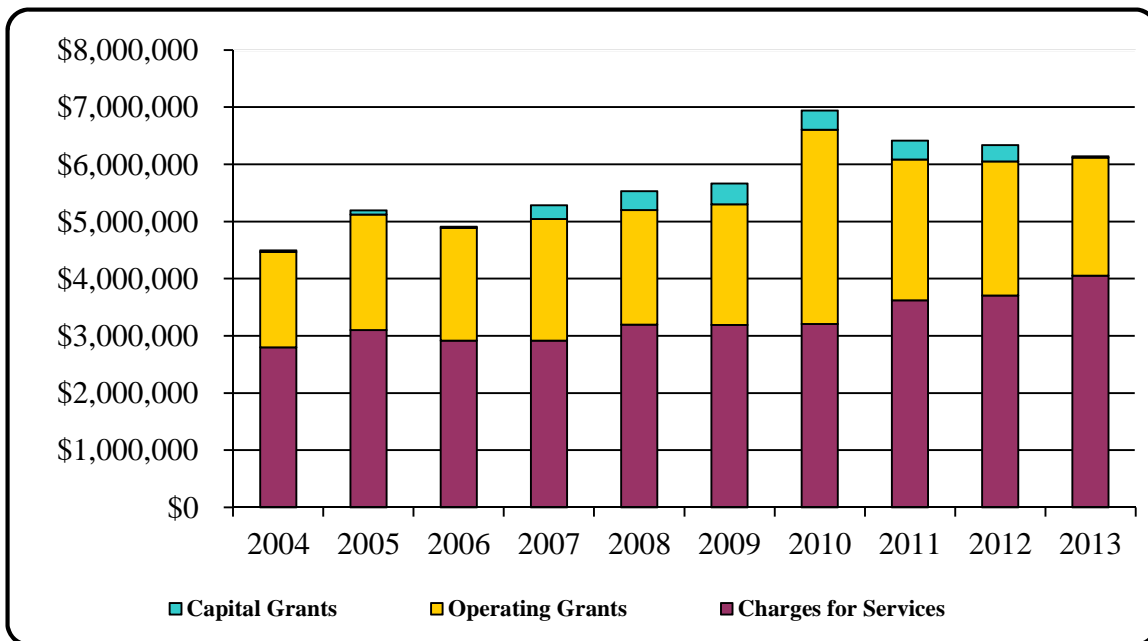
Brecksville-Broadview Heights City School District

Program Revenues by Function

Last Ten Fiscal Years

(accrual basis of accounting)

	2004	2005	2006	2007
Governmental Activities				
<i>Function</i>				
Regular Instruction	\$883,284	\$1,023,876	\$940,902	\$1,008,331
Special Instruction	562,581	854,136	661,418	548,513
Vocational Instruction	19,714	92,484	0	0
Adult/Continuing Instruction	0	35,758	27,098	32,224
Student Intervention	0	0	0	0
Pupil Support	21,575	47,884	15,845	126,320
Instructional Staff Support	292,249	335,589	387,351	397,547
Board of Education	0	0	0	0
Administration	16,726	51,709	36,781	19,413
Fiscal	37,316	41,873	31,400	0
Business	0	0	0	0
Operation and Maintenance of Plant	56,020	87,391	54,168	87,609
Pupil Transportation	56,166	81,951	79,499	146,372
Central	4,014	4,477	0	0
Operation of Non-Instructional Services	427,211	431,697	488,278	489,463
Food Service Operations	1,304,539	1,345,170	1,382,795	1,452,114
Child Care Operations	464,191	411,585	439,335	466,539
Extracurricular Activities	348,479	347,636	363,608	512,070
Total Program Revenues	\$4,494,065	\$5,193,216	\$4,908,478	\$5,286,515



2008	2009	2010	2011	2012	2013
\$859,356	\$1,056,281	\$1,270,564	\$2,025,104	\$1,309,197	\$789,138
486,118	139,509	902,573	742,291	464,227	468,158
0	88,412	59,869	5,904	3,666	2,101
624	0	0	0	0	0
0	0	0	2,281	11,798	13,387
82,766	0	0	159,990	287,946	75,738
399,122	513,524	563,014	405,533	557,589	530,187
0	0	0	0	6,419	2,614
121,458	48,548	217,743	0	109,604	74,849
0	0	18,396	0	39,349	23,290
0	0	0	0	14,286	9,110
156,821	50,616	62,446	13,650	143,251	126,778
135,852	217,641	261,305	0	206,709	62,197
16,693	13,977	10,705	5,000	8,670	15,292
386,462	708,276	692,979	691,630	665,397	595,148
1,562,184	1,619,721	1,719,552	1,608,507	1,741,116	1,651,369
513,297	493,107	395,538	435,996	455,507	425,287
807,178	712,993	766,324	316,816	313,565	1,274,978
<u>\$5,527,931</u>	<u>\$5,662,605</u>	<u>\$6,941,008</u>	<u>\$6,412,702</u>	<u>\$6,338,296</u>	<u>\$6,139,621</u>

Brecksville-Broadview Heights City School District

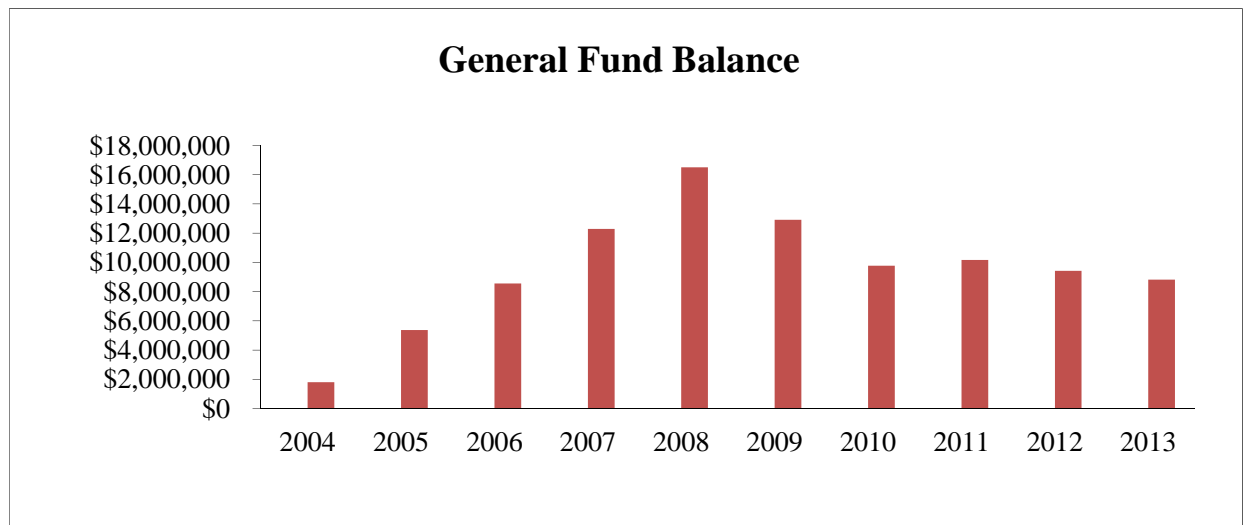
Fund Balances, Governmental Funds

Last Ten Fiscal Years

(modified accrual basis of accounting)

	2004	2005	2006	2007
General Fund				
Nonspendable	\$0	\$0	\$0	\$0
Committed	0	0	0	0
Assigned	0	0	0	0
Unassigned	0	0	0	0
Reserved	4,860,762	4,592,263	3,405,309	3,931,785
Unreserved (Deficit)	(3,059,429)	778,185	5,156,015	8,363,647
Total General Fund	1,801,333	5,370,448	8,561,324	12,295,432
All Other Governmental Funds				
Nonspendable	0	0	0	0
Restricted	0	0	0	0
Committed	0	0	0	0
Unassigned (Deficit)	0	0	0	0
Reserved	1,564,044	905,878	811,140	1,500,984
Unreserved, Undesignated, Reported in:				
Special Revenue funds	494,547	505,403	695,357	722,967
Debt Service funds	3,683,563	3,499,840	3,697,272	2,747,344
Capital Projects funds (Deficit)	(3,636)	473,836	1,141,289	1,017,095
Total All Other Governmental Funds	5,738,518	5,384,957	6,345,058	5,988,390
Total Governmental Funds	\$7,539,851	\$10,755,405	\$14,906,382	\$18,283,822

Note: The School District implemented GASB 54 in 2010.



2008	2009	2010	2011	2012	2013
\$0	\$25,482	\$24,555	\$30,534	\$8,834	\$0
0	0	7,213	0	0	0
0	575,874	254,811	325,080	362,329	370,909
0	12,312,593	9,489,533	9,814,289	9,051,523	8,446,577
6,968,437	0	0	0	0	0
9,542,029	0	0	0	0	0
<u>16,510,466</u>	<u>12,913,949</u>	<u>9,776,112</u>	<u>10,169,903</u>	<u>9,422,686</u>	<u>8,817,486</u>
0	30,866	45,515	22,158	7,582	6,888
0	6,552,753	6,785,932	7,566,871	8,644,664	6,230,730
0	112,323	127,309	165,213	200,499	156,546
0	(778,144)	(1,889,102)	(1,613,773)	(1,542,147)	(307,244)
1,710,914	0	0	0	0	0
559,504	0	0	0	0	0
3,072,067	0	0	0	0	0
983,395	0	0	0	0	0
<u>6,325,880</u>	<u>5,917,798</u>	<u>5,069,654</u>	<u>6,140,469</u>	<u>7,310,598</u>	<u>6,086,920</u>
<u>\$22,836,346</u>	<u>\$18,831,747</u>	<u>\$14,845,766</u>	<u>\$16,310,372</u>	<u>\$16,733,284</u>	<u>\$14,904,406</u>

Brecksville-Broadview Heights City School District

Changes in Fund Balances

Last Ten Fiscal Years

(modified accrual basis of accounting)

	2004	2005	2006	2007
Revenues				
Taxes	\$33,692,675	\$35,207,521	\$38,106,290	\$39,785,495
Intergovernmental	11,152,063	12,176,303	12,389,752	13,041,695
Interest	108,680	303,592	828,679	1,366,789
Tuition and Fees	1,100,271	917,299	738,869	582,916
Extracurricular Activities	344,725	345,866	359,073	341,430
Payment in Lieu of Taxes	17,848	0	54,044	35,971
Rentals	60,497	48,219	44,057	74,016
Charges for Services	1,629,856	1,775,432	1,768,719	1,892,677
Contributions and Donations	172,644	155,458	179,256	404,878
Miscellaneous	77,830	67,849	63,127	45,813
<i>Total Revenues</i>	<u>48,357,089</u>	<u>50,997,539</u>	<u>54,531,866</u>	<u>57,571,680</u>
Expenditures				
Current:				
Instruction:				
Regular	18,722,196	18,812,522	19,743,823	21,038,626
Special	4,333,460	4,567,484	4,724,098	5,035,375
Vocational	362,068	284,397	364,207	227,046
Student Intervention Services	0	0	0	0
Adult/Continuing	0	30,824	24,051	27,392
Support Services:				
Pupil	2,593,444	2,806,598	3,062,282	3,467,020
Instructional Staff	1,968,990	2,089,071	2,501,420	2,757,650
Board of Education	48,622	82,551	99,775	86,875
Administration	2,935,442	2,984,465	3,445,679	3,159,918
Fiscal	785,508	893,341	931,657	1,029,275
Business	399,123	366,004	395,751	443,931
Operation and Maintenance of Plant	3,998,754	4,049,892	4,312,421	4,336,612
Pupil Transportation	2,691,746	2,747,575	2,991,022	3,079,677
Central	197,297	163,309	188,759	228,043
Operation of Non-Instructional Services	422,670	477,231	435,623	496,197
Food Service Operations	1,300,917	1,348,628	1,373,670	1,432,682
Child Care Operations	422,609	374,298	363,778	416,363
Extracurricular Activities	937,170	967,951	1,015,750	1,062,169
Capital Outlay	1,659,353	1,454,770	1,375,083	1,817,287
Debt Service:				
Principal Retirement	1,125,635	1,370,820	1,415,116	1,429,139
Payment to Refunded Bond Escrow Agent	0	0	0	1,116,400
Interest and Fiscal Charges	1,951,985	1,912,538	1,817,278	1,369,909
Bond Issuance Costs	122,000	0	0	225,293
<i>Total Expenditures</i>	<u>46,978,989</u>	<u>47,784,269</u>	<u>50,581,243</u>	<u>54,282,879</u>
<i>Excess of Revenue Over (Under) Expenditures</i>	<u>\$1,378,100</u>	<u>\$3,213,270</u>	<u>\$3,950,623</u>	<u>\$3,288,801</u>

2008	2009	2010	2011	2012	2013
\$41,916,898	\$34,617,997	\$35,391,113	\$37,401,381	\$35,263,961	\$36,315,927
14,064,093	15,309,199	16,686,040	16,593,399	14,629,991	13,639,111
1,067,108	421,339	67,524	43,452	56,709	33,394
644,083	937,749	877,470	968,689	999,904	1,327,540
872,245	788,523	823,008	1,194,748	1,271,411	1,260,620
28,250	83,857	1,884	2,431	376,359	465,443
149,873	37,367	45,986	45,955	21,590	77,824
1,567,120	1,430,767	1,458,433	1,412,042	1,411,989	1,385,752
193,758	144,323	122,855	132,527	145,107	128,093
76,272	55,713	140,952	68,990	293,244	39,502
60,579,700	53,826,834	55,615,265	57,863,614	54,470,265	54,673,206
21,814,017	23,385,300	22,667,984	22,040,906	21,595,868	22,057,768
5,482,100	5,256,926	6,834,079	6,538,531	6,179,590	6,388,767
222,910	215,894	195,862	129,569	113,343	100,658
0	57,728	47,725	50,573	368,663	648,211
22,538	25,747	19,989	16,149	0	0
3,406,390	3,667,268	3,585,734	3,696,326	3,852,552	3,845,353
2,827,179	3,285,247	2,930,492	3,379,802	2,920,319	3,109,241
71,971	85,974	84,986	85,536	200,571	126,554
3,349,825	3,286,130	3,504,839	3,356,331	2,829,127	2,788,195
1,026,000	1,008,232	1,269,110	1,219,505	1,222,404	1,206,206
472,557	462,796	536,463	428,167	444,328	439,061
4,655,060	4,626,940	4,456,369	4,261,830	3,933,002	4,023,614
3,538,128	3,446,372	3,565,426	3,519,398	3,170,739	3,338,591
271,941	300,701	247,665	269,712	250,612	235,818
443,219	618,282	641,832	879,101	630,245	643,660
1,512,255	1,568,179	1,616,808	1,674,279	1,651,208	1,681,054
715,135	470,376	394,809	394,164	423,051	467,005
1,084,675	1,092,004	1,143,751	1,040,570	1,064,217	1,116,795
1,684,183	1,973,527	2,901,361	529,042	731,349	1,386,588
1,658,764	1,679,683	1,678,449	1,694,735	1,510,000	1,596,090
0	0	0	0	0	1,845,000
1,418,579	1,318,127	1,277,513	1,194,782	1,132,547	802,229
0	0	0	0	0	147,202
55,677,426	57,831,433	59,601,246	56,399,008	54,223,735	57,993,660
\$4,902,274	(\$4,004,599)	(\$3,985,981)	\$1,464,606	\$246,530	(\$3,320,454)

(continued)

Brecksville-Broadview Heights City School District

Changes in Fund Balances (continued)

Last Ten Fiscal Years

(modified accrual basis of accounting)

	2004	2005	2006	2007
Other Financing Sources (Uses):				
Refunding Bonds Issued	\$0	\$0	\$0	\$8,920,000
General Obligation Bonds Issued	0	0	0	17,025,000
Premium on General Obligation Bonds	0	0	0	367,471
Energy Conservation Bonds Issued	0	0	0	0
Premium on Energy Conservation Bonds	0	0	0	0
Payment to Refunded Bond Escrow Agent	0	0	0	(26,085,435)
Sale of Capital Assets	6,988	2,284	357,671	750
Compensation for Loss of Assets	0	0	0	35,853
Swap Payment	948,500	0	0	0
Inception of Capital Lease	1,830,000	0	0	0
Transfers In	432,083	285,682	264,252	287,863
Transfers Out	(432,083)	(285,682)	(264,252)	(462,863)
<i>Total Other Financing Sources (Uses)</i>	<u>2,785,488</u>	<u>2,284</u>	<u>357,671</u>	<u>88,639</u>
<i>Net Change in Fund Balances</i>	<u><u>\$4,163,588</u></u>	<u><u>\$3,215,554</u></u>	<u><u>\$4,308,294</u></u>	<u><u>\$3,377,440</u></u>
 <i>Debt Service as a Percentage of Noncapital Expenditures</i>	 6.79%	 7.09%	 6.57%	 7.88%

2008	2009	2010	2011	2012	2013
\$0	\$0	\$0	\$0	\$0	\$10,480,000
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	1,280,000
0	0	0	0	0	64,374
0	0	0	0	0	(10,332,798)
250	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	176,382	0
47,500	119,038	269,230	264,019	270,817	15,000
(397,500)	(119,038)	(269,230)	(264,019)	(270,817)	(15,000)
(349,750)	0	0	0	176,382	1,491,576
<u>\$4,552,524</u>	<u>(\$4,004,599)</u>	<u>(\$3,985,981)</u>	<u>\$1,464,606</u>	<u>\$422,912</u>	<u>(\$1,828,878)</u>
5.73%	5.33%	5.26%	5.21%	4.99%	7.48%

Brecksville-Broadview Heights City School District
Election History - School Levies
For the Years 1957 - 2013

Election Date	Millage	Type	Duration	Purpose	Results	For
November 5, 1957	5.88	2.57 Renewal 3.31 Increase	5 years 5 years	Current Expenses Current Expenses	Passed	57.80%
November 4, 1958	3.95	2.73 Renewal 1.22 Increase	5 years 5 years	Current Expenses Current Expenses	Passed	60.40
November 3, 1959	7.57	4.44 Renewal 3.13 Increase	8 years 8 years	Current Expenses Current Expenses	Passed	53.60
November 7, 1961	7.00	2.5 Renewal 4.5 Increase	10 years 10 years	Current Expenses Current Expenses	Failed	38.40
May 8, 1962	3.98	Increase	4 years	Current Expenses	Passed	71.90
November 6, 1962	5.88	Renewal	5 years	Current Expenses	Passed	73.00
November 5, 1963	3.95	Renewal	3 years	Current Expenses	Passed	71.30
November 3, 1964	1.00	Increase	2 years	Permanent Imp.	Passed	55.10
November 3, 1964	2.00	Increase	3 years	Current Expenses	Passed	59.20
November 2, 1965	3.80	Increase	2 years	Current Expenses	Passed	55.00
November 8, 1966	7.70	Renewal	5 years	Current Expenses	Passed	63.80
November 8, 1966	1.00	Renewal	5 years	Permanent Imp.	Passed	62.20
November 8, 1966	4.80	Increase	5 years	Current Expenses	Passed	52.50
November 7, 1967	18.80	Renewal	5 years	Current Expenses	Passed	68.90
November 5, 1968	2.91	Increase	Continuing	Current Expenses	Passed	52.60
November 3, 1970	7.50	Increase	Continuing	Current Expenses	Failed	43.90
December 8, 1970	7.50	Increase	Continuing	Current Expenses	Failed	48.20
November 2, 1971	11.90	Renewal	Continuing	Current Expenses	Passed	68.00
November 2, 1971	0.90	Renewal	5 years	Permanent Imp.	Passed	66.00
May 2, 1972	17.90	Renewal	Continuing	Current Expenses	Passed	67.50
November 7, 1972	4.80	Increase	Continuing	Current Expenses	Failed	46.40
December 12, 1972	4.80	Increase	Continuing	Current Expenses	Failed	47.80
November 6, 1973	6.40	Increase	Continuing	Current Expenses	Failed	47.00
November 5, 1974	2.90	Increase	Continuing	Current Expenses	Failed	49.80
November 4, 1975	0.50	Increase	Continuing	Current Expenses	Failed	37.40
June 8, 1976	0.90	Renewal	5 years	Permanent Imp.	Passed	60.50
May 9, 1978	5.80	Increase	Continuing	Current Expenses	Passed	51.50
June 2, 1981	0.90	Renewal	5 years	Permanent Imp.	Passed	66.10
February 7, 1984	3.95	Increase	Continuing	Current Expenses	Failed	28.30
May 8, 1984	3.95	Increase	Continuing	Current Expenses	Failed	39.60
November 6, 1984	3.95	Increase	3 years	Current Expenses	Passed	52.90
May 6, 1986	0.90	Renewal	5 years	Permanent Imp.	Passed	61.20
November 4, 1986	3.95	Renewal	Continuing	Current Expenses	Passed	61.30
May 5, 1987	6.85	Increase	5 years	Current Expenses	Failed	38.90
November 3, 1987	6.85	Increase	5 years	Current Expenses	Failed	49.90
February 2, 1988	7.40	Increase	5 years	Current Expenses	Passed	52.40
November 5, 1991	0.90	Renewal	5 years	Permanent Imp.	Passed	62.90
November 3, 1992	7.40	Replacement	5 years	Current Expenses	Passed	57.10
March 19, 1996	0.90	Replacement	5 years	Permanent Imp.	Failed	49.80
November 5, 1996	5.90	Increase	5 years	Current Expenses	Failed	47.30
February 4, 1997	7.40	Increase	5 years	Current Expenses	Failed	48.00
May 6, 1997	7.40	Increase	5 years	Current Expenses	Failed	49.20
November 4, 1997	6.80	5.80 Increase 1.00 Increase	3 years 3 years	Current Expenses Permanent Imp.	Passed	52.20
November 3, 1998	7.40	Renewal	5 years	Current Expenses	Passed	63.60
March 7, 2000	6.80	5.80 Renewal 1.00 Renewal	3 years 3 years	Current Expenses Permanent Imp.	Passed	71.00

(continued)

Brecksville-Broadview Heights City School District
Election History - School Levies (continued)
For the Years 1957 - 2012

Election Date	Millage	Type	Duration	Purpose	Results	Percentage For
November 7, 2000	6.90	Increase	5 years	Current Expenses	Failed	47.30%
February 6, 2001	6.90	Increase	5 years	Current Expenses	Passed	53.90
February 4, 2003	7.40	Renewal	5 years	Current Expenses	Passed	73.20
February 4, 2003	6.80	5.80 Renewal 1.00 Renewal	3 years 3 years	Current Expenses Permanent Imp.	Passed	73.20
November 4, 2003	7.60	5.60 Increase 2.00 Increase	Continuing Continuing	Current Expenses Permanent Imp.	Failed	41.40
March 2, 2004	6.30	5.30 Increase 1.00 Increase	5 years 5 years	Current Expenses Permanent Imp.	Failed	49.60
August 3, 2004	6.30	5.30 Increase 1.00 Increase	5 years 5 years	Current Expenses Permanent Imp.	Passed	54.50
November 8, 2005	6.90	Renewal	5 years	Current Expenses	Passed	65.10
November 8, 2005	6.80	5.80 Renewal 1.00 Renewal	3 years 3 years	Current Expenses Permanent Imp.	Passed	64.50
November 6, 2007	7.40	Renewal	5 years	Current Expenses	Passed	70.40
November 4, 2008	6.30	5.30 Renewal 1.00 Renewal	5 years 5 years	Current Expenses Permanent Imp.	Passed	65.39
November 4, 2008	6.80	5.80 Renewal 1.00 Renewal	3 years 3 years	Current Expenses Permanent Imp.	Passed	65.46
November 3, 2009	5.50	Increase	5 years	Current Expenses	Failed	42.82
November 2, 2010	5.80	Increase	5 years	Current Expenses	Failed	46.28
May 3, 2011	5.30	Increase	5 years	Current Expenses	Failed	48.37
August 2, 2011	6.90	Renewal	Continuing	Current Expenses	Passed	61.42
August 7, 2012	6.80	5.80 Renewal 1.00 Renewal	3 years 3 years	Current Expenses Permanent Imp.	Passed	74.11
May 7, 2013	7.4	Renewal	Continuing	Current Expenses	Passed	61.04

Source: Brecksville-Broadview Heights City School Records

Brecksville-Broadview Heights City School District

Assessed and Estimated Actual Value of Taxable Property

Last Ten Years

Collection Year	Real Property			Estimated Actual Value	Tangible Personal Property	
	Assessed Value				General Business	
	Residential/ Agricultural	Commercial/ Industrial	Total		Assessed Value	Estimated Actual Value
2004	\$721,232,210	\$156,146,620	\$877,378,830	\$2,506,796,657	\$44,476,870	\$177,907,480
2005	740,224,070	157,679,810	897,903,880	2,565,439,657	48,367,742	193,470,968
2006	756,939,850	175,654,460	932,594,310	2,664,555,171	49,893,380	216,927,739
2007	830,872,250	192,726,840	1,023,599,090	2,924,568,829	37,939,812	205,080,065
2008	843,748,880	178,610,430	1,022,359,310	2,921,026,600	14,510,280	116,082,240
2009	845,845,240	178,211,300	1,024,056,540	2,925,875,829	7,570,785	121,132,560
2010	802,437,560	182,296,230	984,733,790	2,813,525,114	0	0
2011	804,129,100	183,402,490	987,531,590	2,821,518,829	0	0
2012	803,769,400	187,012,670	990,782,070	2,830,805,914	0	0
2013	782,515,570	198,577,110	981,092,680	2,803,121,943	0	0

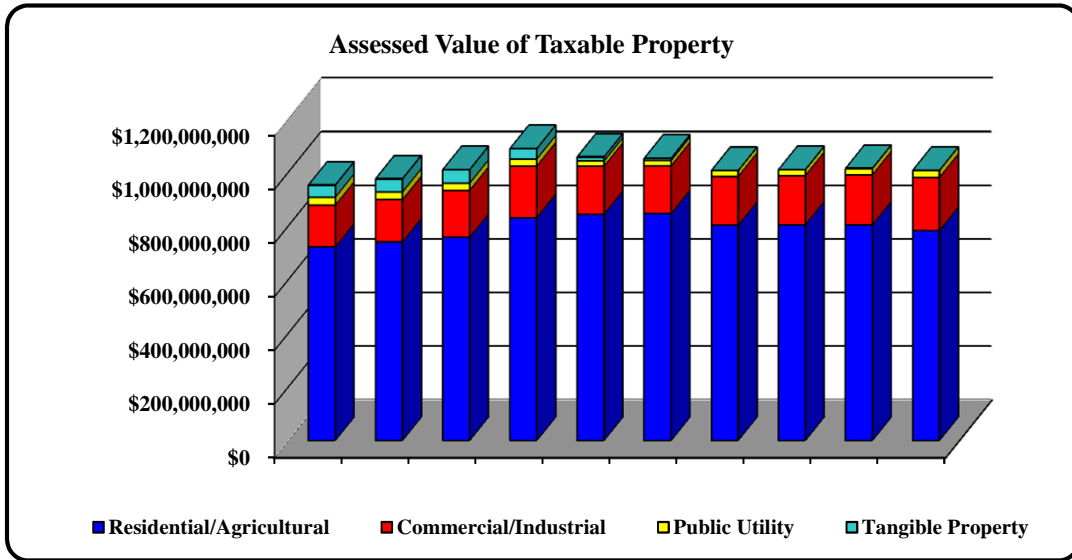
Source: Office of the County Fiscal Officer, Cuyahoga County, Ohio

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

The assessed value of real property (including public utility real property) is 35 percent of estimated true value. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property was assessed in previous years at 25 percent for machinery and equipment and 23 percent for inventories. General business tangible personal property tax was phased out beginning in 2006. Both types of general business tangible personal property were assessed at 12.5 for 2007, 6.25 percent for 2008 and zero for 2009. Beginning in 2007, House Bill 66 switched telephone companies from being public utilities to general business taxpayers and began a four year phase out of the tangible personal property tax on local and inter-exchange telephone companies. No tangible personal property taxes were levied or collected in 2009 from general business taxpayers (except telephone companies whose last year to pay tangible personal property tax was 2010).

The tangible personal property values associated with each year are the values that, when multiplied by the applicable rates, generated the property tax revenue billed in that year. For real property, the amounts generated by multiplying the assessed values by the applicable rates would be reduced by the 10 percent, 2.5 percent and homestead exemptions before being billed. Beginning in the 2006 collection year, the 10 percent rollback for commercial/industrial property has been eliminated.

Tangible Personal Property		Total			
Public Utility				Full Tax Rate	Weighted
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Per \$1,000 of Assessed Valuation	Average Tax Rate
\$29,439,450	\$33,453,920	\$951,295,150	\$2,718,158,058	\$71.40000	\$38.00627
28,456,740	32,337,205	974,728,362	2,791,247,830	77.60000	44.17361
26,503,490	30,117,602	1,008,991,180	2,911,600,513	77.40000	43.92609
25,910,310	29,443,534	1,087,449,212	3,159,092,428	77.20000	40.62954
19,419,820	22,067,977	1,056,289,410	3,059,176,817	77.10000	39.47264
19,925,640	22,642,773	1,051,552,965	3,069,651,161	77.10000	39.32245
20,818,990	23,657,943	1,005,552,780	2,837,183,057	77.30000	40.70675
21,354,050	24,265,966	1,008,885,640	2,845,784,794	77.20000	40.60464
22,867,270	12,163,441	1,013,649,340	2,842,969,356	77.20000	40.91322
25,140,030	13,372,356	1,006,232,710	2,816,494,299	77.20000	41.55411



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

	2004	2005	2006	2007
Unvoted Millage				
Operating	\$4.690000	\$4.690000	\$4.690000	\$4.690000
Voted Millage - by levy				
1976 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural	\$6.176657	\$6.172777	\$6.166453	\$5.684038
Commercial/Industrial	10.757609	10.683476	10.709100	9.854132
Tangible/Public Utility Personal	32.600000	32.600000	32.600000	32.600000
1978 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural	1.612522	1.611507	1.609854	1.483907
Commercial/Industrial	2.389670	2.373198	2.378893	2.188972
Tangible/Public Utility Personal	5.800000	5.800000	5.800000	5.800000
1984 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural	1.708079	1.707000	1.705251	1.571839
Commercial/Industrial	2.197397	2.182249	2.187482	2.012841
Tangible/Public Utility Personal	3.950000	3.950000	3.950000	3.950000
1985 Bond (\$1,350,000)	0.130000	0.130000	0.000000	0.000000
1993 Operating - 5 years (1)				
Effective Millage Rates				
Residential/Agricultural	4.918129	4.915021	4.909981	4.525840
Commercial/Industrial	5.379297	5.342215	5.355032	4.927505
Tangible/Public Utility Personal	7.400000	7.400000	7.400000	7.400000
1994 New High School Bond (\$36,000,000)	3.130000	3.030000	2.960000	2.760000
1997 Operating - 3 years (2)				
Effective Millage Rates				
Residential/Agricultural	4.500597	4.497749	4.493138	4.141612
Commercial/Industrial	4.516292	4.485157	4.495916	4.136978
Tangible/Public Utility Personal	5.800000	5.800000	5.800000	5.800000

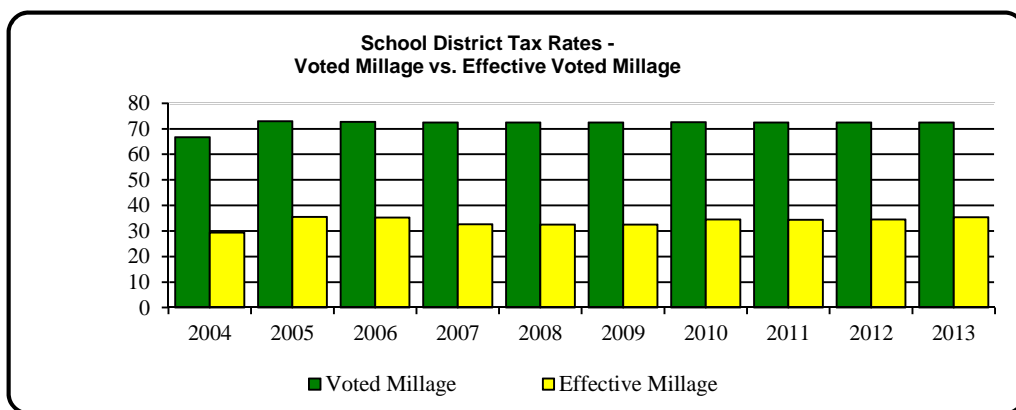
2008	2009	2010	2011	2012	2013
\$4.690000	\$4.690000	\$4.690000	\$4.690000	\$4.690000	\$4.690000
\$5.688634	\$5.699751	\$6.030902	\$6.039965	\$6.054000	\$6.231457
9.909161	9.973155	9.886080	9.795322	9.787500	9.960636
32.600000	32.600000	32.600000	32.600000	32.600000	32.600000
1.485107	1.488007	1.574456	1.576823	1.580500	1.626818
2.201192	2.215402	2.196054	2.175893	2.174100	2.212613
5.800000	5.800000	5.800000	5.800000	5.800000	5.800000
1.573111	1.576180	1.667753	1.670261	1.674100	1.723215
2.024078	2.037145	2.019355	2.000817	1.999200	2.034581
3.950000	3.950000	3.950000	3.950000	3.950000	3.950000
0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
4.529495	4.538331	4.802001	4.809216	4.820400	4.961685
4.955010	4.987000	4.943444	4.898060	4.894100	4.980710
7.400000	7.400000	7.400000	7.400000	7.400000	7.400000
2.660000	2.660000	2.860000	2.760000	2.760000	2.760000
4.144958	4.153043	4.394324	4.400924	4.411200	4.540448
4.160073	4.186927	4.150364	4.112264	4.109000	4.181655
5.800000	5.800000	5.800000	5.800000	5.800000	5.800000

(continued)

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

	2004	2005	2006	2007
1997 Permanent Improvements - 3 years (2)				
Effective Millage Rates				
Residential/Agricultural	\$0.775965	\$0.775474	\$0.774679	\$0.714071
Commercial/Industrial	0.778671	0.773303	0.775158	0.713272
Tangible/Public Utility Personal	1.000000	1.000000	1.000000	1.000000
2001 Operating - 5 years (3)				
Effective Millage Rates				
Residential/Agricultural	6.392629	6.388586	6.382038	5.882733
Commercial/Industrial	6.574499	6.529180	6.544843	6.022327
Tangible/Public Utility Personal	6.900000	6.900000	6.900000	6.900000
2004 Operating - 5 years (4)				
Effective Millage Rates				
Residential/Agricultural	0.000000	5.296645	5.291213	4.877246
Commercial/Industrial	0.000000	5.263462	5.276086	4.854864
Tangible/Public Utility Personal	0.000000	5.300000	5.300000	5.300000
2004 Permanent Improvements - 5 years (4)				
Effective Millage Rates				
Residential/Agricultural	0.000000	0.999367	0.998342	0.920235
Commercial/Industrial	0.000000	0.993106	0.995488	0.916012
Tangible/Public Utility Personal	0.000000	1.000000	1.000000	1.000000
Total Effective Voted Millage by type of property				
Residential/Agricultural	\$29.344578	\$35.524126	\$35.290949	\$32.561521
Commercial/Industrial	35.853435	41.785346	41.677998	38.386903
Tangible/Public Utility Personal	66.710000	72.910000	72.710000	72.510000
Total Effective Millage by type of property				
Residential/Agricultural	\$34.034578	\$40.214126	\$39.980949	\$37.251521
Commercial/Industrial	40.543435	46.475346	46.367998	43.076903
Tangible/Public Utility Personal	71.400000	77.600000	77.400000	77.200000
Total Weighted Average Tax Rate				
	\$38.006270	\$44.173610	\$43.926090	\$40.629540

2008	2009	2010	2011	2012	2013
\$0.714648	\$0.716042	\$0.757642	\$0.758780	\$0.760500	\$0.782836
0.717254	0.721884	0.715580	0.709011	0.708400	0.720975
1.000000	1.000000	1.000000	1.000000	1.000000	1.000000
5.887487	5.898968	6.241685	6.251062	6.265600	6.449236
6.055943	6.095039	6.041806	5.986337	5.981500	6.087352
6.900000	6.900000	6.900000	6.900000	6.900000	6.900000
4.881183	4.890702	5.174841	5.182616	5.194700	5.300000
4.881967	4.913481	4.870568	4.825851	4.822000	4.907280
5.300000	5.300000	5.300000	5.300000	5.300000	5.300000
0.920978	0.922774	0.976385	0.977852	0.980100	1.000000
0.921126	0.927072	0.918975	0.910538	0.909800	0.925902
1.000000	1.000000	1.000000	1.000000	1.000000	1.000000
\$32.485601	\$32.543798	\$34.479989	\$34.427499	\$34.501100	\$35.375695
38.485804	38.717105	38.602226	38.174093	38.145600	38.771704
72.410000	72.410000	72.610000	72.510000	72.510000	72.510000
\$37.175601	\$37.233798	\$39.169989	\$39.117499	\$39.191100	\$40.065695
43.175804	43.407105	43.292226	42.864093	42.835600	43.461704
77.100000	77.100000	77.300000	77.200000	77.200000	77.200000
\$39.472640	\$39.322450	\$40.706750	\$40.604640	\$40.913220	\$41.554110



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

Overlapping Rates by Taxing District	2004	2005	2006	2007
City of Brecksville Charter Millage				
Effective Millage Rates				
Residential/Agricultural	\$8.700000	\$8.700000	\$8.600000	\$8.600000
Commercial/Industrial	8.700000	8.700000	8.600000	8.600000
Tangible/Public Utility Personal	8.700000	8.700000	8.600000	8.600000
City of Broadview Heights Voted Millage				
Effective Millage Rates				
Residential/Agricultural	6.343977	6.330872	6.326491	6.272556
Commercial/Industrial	6.956475	6.953430	6.953219	6.817215
Tangible/Public Utility Personal	9.400000	9.400000	9.400000	9.400000
Cuyahoga Valley Career Center Voted Millage				
Effective Millage Rates				
Residential/Agricultural	2.000000	2.000000	2.000000	2.000000
Commercial/Industrial	2.000000	2.000000	2.000000	2.000000
Tangible/Public Utility Personal	2.000000	2.000000	2.000000	2.000000
Cuyahoga County Voted Millage				
Effective Millage Rates				
Residential/Agricultural	15.768175	17.263292	18.012842	17.832386
Commercial/Industrial	17.224470	18.491220	19.131353	18.766711
Tangible/Public Utility Personal	19.400000	20.300000	20.300000	20.200000

- (1) The 1993 operating levy was renewed in 1992, 1998, 2003, 2007, and 2013.
- (2) The 1997 dual purpose levy was renewed in 2000, 2003, 2005, 2008 and 2012.
- (3) The 2001 operating levy was renewed in 2005.
- (4) The 2004 dual purpose levy was renewed in 2004 and 2008.

The rates presented for a particular calendar year are the rates that, when applied to the assessed values presented on S16 and S17 generated the property tax revenue received in that year.

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

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

Real property tax rates for voted levies are reduced so that inflationary increases in value do not generate additional revenue.

Source: Ohio Department of Taxation

2008	2009	2010	2011	2012	2013
\$8.600000	\$8.500000	\$8.210000	\$8.210000	\$8.210000	\$8.210000
8.600000	8.500000	8.210000	8.210000	8.210000	8.210000
8.600000	8.500000	8.210000	8.210000	8.210000	8.210000
6.273126	6.273770	6.315657	6.315265	6.316400	7.325470
6.814665	6.817285	6.800420	6.787837	6.786000	7.796454
9.400000	9.400000	9.400000	9.400000	9.400000	10.400000
2.000000	2.000000	2.000000	2.000000	2.000000	2.000000
2.000000	2.000000	2.000000	2.000000	2.000000	2.000000
2.000000	2.000000	2.000000	2.000000	2.000000	2.000000
17.836490	19.320480	20.185761	20.676506	20.622300	20.783492
18.705333	19.706536	19.757642	20.186219	20.149500	20.458899
20.200000	20.600000	20.600000	20.900000	20.800000	20.800000

Brecksville-Broadview Heights City School District

Property Tax Levies and Collections (1)

Last Ten Years

Collection Year (2)	Current Tax Levy	Current Tax Collections	Percent of Current Tax Collections to Current Tax Levy	Delinquent Tax Collections (3)	Total Tax Collections	Percent of Total Tax Collections to Current Tax Levy
2003	\$37,152,010	\$34,060,881	91.68%	\$900,216	\$34,961,097	94.10%
2004	38,248,233	35,589,899	93.04	1,183,767	36,773,666	96.14
2005	45,990,236	42,383,746	92.16	967,686	43,351,432	94.26
2006	44,380,799	42,384,877	95.50	891,109	43,275,986	97.51
2007	43,113,672	41,500,941	96.26	1,107,732	42,608,670	98.83
2008	41,008,755	39,718,905	96.86	846,301	40,565,206	98.92
2009	41,184,500	39,859,398	96.78	1,078,193	40,937,591	99.40
2010	41,105,502	39,774,274	96.76	2,041,489	41,815,763	100.02
2011	41,120,214	39,628,529	96.37	1,878,333	41,506,862	100.01
2012	41,316,937	39,913,443	96.60	954,082	40,867,525	98.91

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

- (1) Includes Homestead/Rollback taxes assessed locally, but distributed through the State and reported as Intergovernmental Revenue.
- (2) The 2013 information cannot be presented because all collections have not been made by June 30, 2013.
- (3) The County's current system does not track delinquent tax collections by tax year in total. This presentation will be updated as new information becomes available.
- (4) This amount cannot be calculated based on other information in this statistical table because of retroactive additions and deletions which are brought on in one lump sum. Penalties and interest are included, since by Ohio Law they become part of the tax obligation.

Brecksville-Broadview Heights City School District

Principal Taxpayers

Real Estate Tax

2013 and 2004

Name of Taxpayer	2013	
	Assessed Valuation	Percent of Real Assessed Value
Ohio Bell Telephone Company	\$8,118,260	0.83 %
The PMD Group Company, Incorporated	7,249,480	0.74
Grand Bay of Brecksville	6,476,750	0.66
South Hills, Limited	6,404,530	0.65
Cuyahoga County Port Authority	6,336,470	0.65
Gateway Association	4,659,100	0.47
VP Partners, LLC	4,218,940	0.43
Treeline, Incorporated	3,531,570	0.36
Creekview Commons, LLC	3,513,200	0.36
Cintas Document Management, LLC	3,116,720	0.32
Total	\$53,625,020	5.47 %
Total Real Estate Valuation	\$981,092,680	

Name of Taxpayer	2004	
	Assessed Valuation	Percent of Real Assessed Value
Ohio Bell Telephone Company	\$12,044,980	1.37 %
The PMD Group Company, Incorporated	7,692,300	0.88
Cleveland Electric Illuminating Company	5,888,160	0.67
South Hills, Limited	5,684,980	0.65
F.C. Vineyards, L.P.	4,251,420	0.48
Grand Bay of Brecksville	4,070,440	0.46
Treeline, Incorporated	3,399,970	0.39
Gateway Association	3,185,930	0.36
Brecksville Land Development, LLC	2,953,480	0.34
Stony Run, Limited	2,813,340	0.33
Total	\$51,985,000	5.93 %
Total Real Estate Valuation	\$877,378,830	

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

Brecksville-Broadview Heights City School District

Principal Taxpayers

Public Utilities Tax

2013 and 2004

Name of Taxpayer	2013	
	Assessed Valuation	Percent of Public Utility Assessed Value
Cleveland Electric Illuminating Company	\$20,870,580	83.02 %
The East Ohio Gas Company	2,775,380	11.04
American Transmission System	824,160	3.28
Ohio Edison Company, First Energy	392,100	1.55
Total	\$24,862,220	98.89 %
Total Public Utility Valuation	\$25,140,030	

Name of Taxpayer	2004	
	Assessed Valuation	Percent of Public Utility Assessed Value
Cleveland Electric Illuminating Company	\$16,887,260	57.36 %
Ameritech	4,267,030	14.49
Ameritech Advanced	1,464,020	4.97
The East Ohio Gas Company	1,326,090	4.50
American Transmission System	994,390	3.38
New Par	294,390	1.00
AT&T Wireless	277,970	0.94
Sprint Communications, Incorporated	264,110	0.90
Quest Communications	263,800	0.90
North Coast Gas Transmission	260,580	0.89
Total	\$26,299,640	89.33 %
Total Public Utility Valuation	\$29,439,450	

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

Brecksville-Broadview Heights City School District

Computation of Direct and Overlapping

Governmental Activities Debt

December 31, 2012

	Governmental Activities Debt Outstanding	Percentage Applicable to School District (1)	Amount of Direct and Overlapping Debt
Direct:			
Brecksville-Broadview Heights City School District			
General Obligation Bonds	\$11,824,374	100.00 %	\$11,824,374
Refunding Notes	7,673,759	100.00	7,673,759
Capital Leases	145,292	100.00	145,292
Total Direct	<u>19,643,425</u>		<u>19,643,425</u>
Overlapping:			
Cuyahoga County			
General Obligation Bonds	352,896,785	3.38	11,927,911
Revenue Bonds	441,559,586	3.38	14,924,714
Loans Payable	7,269,902	3.38	245,723
Notes Payable	7,200,000	3.38	243,360
Regional Transit Authority			
General Obligation Bonds	134,123,371	3.38	4,533,370
Capital Lease	17,793,437	3.38	601,418
Brecksville City			
General Obligation Bonds	7,321,387	58.86	4,309,368
Special Assessment Bonds	4,559,758	58.86	2,683,874
OPWC Loans	442,183	58.86	260,269
Broadview Heights City			
General Obligation Bonds	4,105,635	40.15	1,648,412
Special Assessment Bonds	2,087,490	40.15	838,127
OWDA Loans	1,012,313	40.15	406,444
OPWC Loans	130,000	40.15	52,195
Revolving Loan	35,856	40.15	14,396
North Royalton City			
General Obligation Bonds	8,262,760	0.99	81,801
Special Assessment Bonds	1,268,243	0.99	12,556
Police and Fire Pension	114,379	0.99	1,132
Notes Payable	15,025,000	0.99	148,748
OPWC Loans	339,377	0.99	3,360
Total Overlapping	<u>1,005,547,462</u>		<u>42,937,178</u>
Total	<u>\$1,025,190,887</u>		<u>\$62,580,603</u>

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

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

Brecksville-Broadview Heights City School District
*Ratio of General Obligation Bonded Debt to Estimated Actual
Value, Ratio of General Debt to Personal Income and Debt per Capita
Last Ten Fiscal Years*

Fiscal Year	General Obligation Bonded Debt			Capital Leases	Energy Conservation Notes
	Bonded Debt (1)	Ratio of Bonded Debt to Estimated Actual Value (2)	Bonded Debt per Capita (3)		
2004	\$30,655,000	1.10%	\$1,016	\$2,217,558	\$773,000
2005	29,620,000	1.06	965	1,900,886	513,000
2006	28,535,000	0.98	922	1,570,770	0
2007	18,112,088	0.57	592	1,226,631	0
2008	16,817,492	0.55	551	867,867	0
2009	15,482,896	0.50	508	528,184	0
2010	14,093,300	0.50	462	244,735	0
2011	12,648,704	0.44	383	0	0
2012	11,425,690	0.40	346	176,382	0
2013	11,824,374	0.42	358	145,292	0

Source: Brecksville-Broadview Heights City School Records

- (1) Although the bond retirement fund is restricted for debt service, it is not specifically restricted to the payment of debt. Therefore, these resources are not shown as a deduction from general obligation bonded debt.
- (2) The Total Estimated Actual Value can be found on S17
- (3) The population can be found on S34
- (4) The personal income can be found on S34

General Debt				
Tax Anticipation Notes	Refunding Notes	Total Debt	Ratio of General Debt to Personal Income (4)	General Debt per Capita (3)
\$865,000	\$0	\$34,510,558	3.37%	\$1,144
0	0	32,033,886	3.10	1,043
0	0	30,105,770	2.89	973
0	9,364,776	28,703,495	2.79	938
0	9,317,544	27,002,903	2.63	884
0	9,270,311	25,281,391	2.46	829
0	9,223,078	23,561,113	2.30	772
0	9,175,845	21,824,549	1.63	660
0	9,332,054	20,934,126	1.57	633
0	7,673,759	19,643,425	1.47	594

Brecksville-Broadview Heights City School District

Computation of Legal Debt Margin

Last Ten Fiscal Years

	2004	2005	2006	2007
Residential/Agricultural Real Property	\$721,232,210	\$740,224,070	\$756,939,850	\$830,872,250
Commercial/Industrial Real Property	156,146,620	157,679,810	175,654,460	192,726,840
Tangible Personal Property	44,476,870	48,367,742	49,893,380	37,939,812
Public Utility Tangible	29,439,450	28,456,740	26,503,490	25,910,310
Less: Tangible Personal Property (1)	0	0	(49,893,380)	(37,939,812)
Less: Rail Road and Telephone Tangible Property (1)	0	0	(7,528,680)	(6,268,170)
Total Assessed Valuation	\$951,295,150	\$974,728,362	\$951,569,120	\$1,043,241,230
 Debt Limit - 9% of Assessed Value (2)	 \$85,616,564	 \$87,725,553	 \$85,641,221	 \$93,891,711
 Amount of Debt Outstanding				
General Obligation Bonds	30,654,999	29,620,000	28,535,000	18,190,000
Tax Anticipation Note	865,000	0	0	0
Energy Conservation Note	773,000	513,000	0	0
Manuscript Notes	0	0	0	400,000
Refunding Notes	0	0	0	8,920,000
Less Amount Available in Debt Service	(4,113,548)	(3,872,231)	(3,991,856)	(3,454,486)
 Total	 28,179,451	 26,260,769	 24,543,144	 24,055,514
 Exemptions:				
Tax Anticipation Note	(865,000)	0	0	0
Energy Conservation Note	(773,000)	(513,000)	0	0
 Amount of Debt Subject to Limit	 26,541,451	 25,747,769	 24,543,144	 24,055,514
 Overall Debt Margin	 \$59,075,113	 \$61,977,784	 \$61,098,077	 \$69,836,197
 Legal Debt Margin as a Percentage of Debt Limit	 69.00%	 70.65%	 71.34%	 74.38%
 Unvoted Legal Debt Limit - .10% of Assessed Value (2)	 \$951,295	 \$974,728	 \$951,569	 \$1,043,241
Amount of Debt Subject to Limit	0	0	0	0
 Unvoted Debt Margin	 \$951,295	 \$974,728	 \$951,569	 \$1,043,241
 Additional Limit for Unvoted Energy Conservation Notes: .90% of Assessed Value	 \$8,561,656	 \$8,772,555	 \$8,564,122	 \$9,389,171
Energy Conservation Notes	0	0	0	0
 Additional Unvoted Debt Margin	 \$8,561,656	 \$8,772,555	 \$8,564,122	 \$9,389,171
 Unvoted Legal Debt Margin as a Percentage of the Unvoted Debt Limitation	 100.00%	 100.00%	 100.00%	 100.00%

Source: Cuyahoga County Fiscal Officer and School District Financial Records

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

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

2008	2009	2010	2011	2012	2013
\$843,748,880	\$845,845,240	\$802,437,560	\$804,129,100	\$803,769,400	\$782,515,570
178,610,430	178,211,300	182,296,230	183,402,490	187,012,670	198,577,110
14,510,280	7,570,785	0	0	0	0
19,419,820	19,925,640	20,818,990	21,354,050	22,867,270	25,140,030
(14,510,280)	(7,570,785)	0	0	0	0
(4,090,320)	(2,586,400)	0	0	0	0
<u>\$1,037,688,810</u>	<u>\$1,041,395,780</u>	<u>\$1,005,552,780</u>	<u>\$1,008,885,640</u>	<u>\$1,013,649,340</u>	<u>\$1,006,232,710</u>
\$93,391,993	\$93,725,620	\$90,499,750	\$90,799,708	\$91,228,441	\$90,560,944
16,890,000	15,550,000	14,155,000	12,705,000	11,195,000	11,760,000
0	0	0	0	0	0
0	1,948,670	1,748,670	1,540,850	1,340,850	0
300,000	220,000	129,000	56,000	323,005	323,005
8,920,000	8,920,000	8,920,000	8,920,000	8,920,000	7,355,000
(3,923,000)	(3,928,728)	(4,063,244)	(4,336,422)	(4,408,403)	(2,900,889)
22,187,000	22,709,942	20,889,426	18,885,428	17,370,452	16,537,116
0	0	0	0	0	0
0	(1,948,670)	(1,748,670)	(1,540,850)	(1,340,850)	0
<u>22,187,000</u>	<u>20,761,272</u>	<u>19,140,756</u>	<u>17,344,578</u>	<u>16,029,602</u>	<u>16,537,116</u>
<u>\$71,204,993</u>	<u>\$72,964,348</u>	<u>\$71,358,994</u>	<u>\$73,455,130</u>	<u>\$75,198,839</u>	<u>\$74,023,828</u>
76.24%	77.85%	78.85%	80.90%	82.43%	81.74%
\$1,037,689	\$1,041,396	\$1,005,553	\$1,008,886	\$1,013,649	\$1,006,233
0	0	0	0	0	0
<u>\$1,037,689</u>	<u>\$1,041,396</u>	<u>\$1,005,553</u>	<u>\$1,008,886</u>	<u>\$1,013,649</u>	<u>\$1,006,233</u>
\$9,339,199	\$9,372,562	\$9,049,975	\$9,079,971	\$9,122,844	\$9,056,094
0	0	0	0	0	0
<u>\$9,339,199</u>	<u>\$9,372,562</u>	<u>\$9,049,975</u>	<u>\$9,079,971</u>	<u>\$9,122,844</u>	<u>\$9,056,094</u>
100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

Brecksville-Broadview Heights City School District

Election History - Bond Issues

For the Years 1954 - 2013

<u>Election Date</u>	<u>Purpose</u>	<u>Amount</u>	<u>Results</u>	<u>Percent Favorable</u>
November 2, 1954	Construct Highland Drive	\$750,000	Passed	58.90%
November 6, 1956	New addition	180,000	Passed	63.00
November 5, 1957	Construct Senior High	1,400,000	Failed	48.50
March 4, 1958	Construct Senior High	1,400,000	Failed	46.00
November 4, 1958	Construct Senior High	1,100,000	Passed	55.60
November 8, 1960	Construct Chippewa	900,000	Passed	53.10
May 7, 1963	Addition - Jr/Sr High	120,000	Failed	42.10
November 5, 1963	Addition - Jr/Sr High	1,200,000	Passed	58.50
May 4, 1965	Construct new elementary	975,000	Failed	40.30
November 2, 1965	Construct Hilton	1,050,000	Passed	56.50
November 5, 1968	Addition - High School	2,030,000	Passed	57.10
November 4, 1975	Construct swimming pool	875,000	Failed	28.40
November 8, 1977	Remodel Jr. High	5,950,000	Failed	41.40
November 8, 1977	Construct swimming pool	980,000	Failed	34.40
June 3, 1980	Renovate Jr. High	1,514,000	Passed	53.20
June 3, 1980	Construct auxiliary gym at hs	484,000	Failed	45.60
October 7, 1980	High School gymnasium	484,000	Failed	47.70
December 8, 1981	Gym/Outdoor Athletic facilities HS	1,495,000	Failed	48.10
November 5, 1985	Complete Stadium Project HS	1,350,000	Passed	53.30
November 6, 1990	Construct/renovate all schools, Blossom School and transportation facility; educational technology	10,500,000	Failed	N/A
May 7, 1991	Construct/renovate all schools, build new grades 5-6 building, technology, improvements at transportation facility	13,757,000	Failed	45.80
November 5, 1991	Construct/renovate all schools, build new grades 5-6 building, technology, improvements at transportation facility	13,757,000	Failed	48.70
February 4, 1992	Construct/renovate all schools, build new grades 5-6 building, technology, improvements at transportation facility	13,757,000	Failed	47.90
November 8, 1994	Construct new high school and improvements to other schools	36,000,000	Passed	51.00

Source: Brecksville-Broadview Heights City School Records

Brecksville-Broadview Heights City School District

Principal Employers

2012 (1) and 2004

2012

<u>Employer</u>	<u>City</u>	<u>Nature of Business or Activity</u>	<u>Number of Employees</u>
AT&T/Ohio Bell	Brecksville	Communication Services	1,189
PNC/National City Corporation	Brecksville	Banking Services	1,086
Lubrizol Corporation	Brecksville	Chemical Technology	842
Brecksville-Broadview Heights Board of Education	Brecksville/ Broadview Heights	Public Education	525
First Energy/Illuminating Company	Brecksville	Electric Utility	447
House of LaRose	Brecksville	Beverage Distributor	329
Defense Finance	Brecksville	Financial Services	308
Ryan Homes, Incorporated	Brecksville	Construction	245
Curtiss-Wright Flow Control	Brecksville	Manufacturing	219
Cuyahoga Valley Joint Vocational School	Brecksville	Vocational Education	183
Total			5,373
Total Employment within the School District			n/a

2004

<u>Employer</u>	<u>City</u>	<u>Nature of Business or Activity</u>	<u>Number of Employees</u>
Department of Veteran Affairs	Brecksville	Medical Center	1,250
National City Corporation	Brecksville	Banking Services	892
Ameritech/SBC	Brecksville	Communication Services	800
Brecksville-Broadview Heights Board of Education	Brecksville/ Broadview Heights	Public Education	589
Noveon, Incorporated	Brecksville	Chemical Firm	486
City of Broadview Heights	Broadview Heights	Municipal Government	279
Ohio Machinery Company	Broadview Heights	Construction Equipment Sales	244
Andrews Moving and Storage Company	Brecksville	Moving and Storage	183
Framatome Connectors-Interlock	Brecksville	Electrical Terminals	173
Classic Video	Broadview Heights	Video Productions	150
Total			5,046
Total Employment within the School District			n/a

Source: Cities of Brecksville and Broadview Heights, Ohio

(1) Information for 2013 is not available

n/a - Information not available

Brecksville-Broadview Heights City School District

Demographic and Economic Statistics

Last Ten Years

<u>Year (1)</u>	<u>Estimated Population</u>	<u>Total Personal Income</u>	<u>Personal Income Per Capita</u>	<u>Median Household Income</u>
2003	30,179	\$1,015,191,381	\$33,639	\$66,574
2004	30,486	1,025,518,554	33,639	66,574
2005	30,708	1,032,986,412	33,639	66,574
2006	30,942	1,040,857,938	33,639	66,574
2007	30,587	1,028,916,093	33,639	66,574
2008	30,532	1,027,065,948	33,639	66,574
2009	30,500	1,025,989,500	33,639	66,574
2010	30,500	1,025,989,500	33,639	66,574
2011	33,056	1,335,958,240	40,415	88,358
2012	33,056	1,335,958,240	40,415	88,358

Sources U.S. Census Bureau
Cuyahoga County Fiscal Office
Ohio Department of Job and Family Services

(1) Information for 2013 was not available.

Median Age	Median Value of Residential Property	Cuyahoga County Unemployment Rate	Total Assessed Property Value
41.65	\$196,850	6.1%	\$891,000,325
41.65	196,850	5.9	951,295,150
41.65	196,850	5.9	974,728,362
41.65	196,850	5.6	1,008,991,180
41.65	196,850	5.6	1,087,449,212
41.65	196,850	6.5	1,056,289,410
41.65	196,850	10.2	1,051,552,965
41.65	196,850	10.1	1,005,552,780
45.70	215,800	8.6	1,008,885,640
45.70	215,800	6.8	1,013,649,340

Brecksville-Broadview Heights City School District*Building Statistics by Function/Program**Last Ten Fiscal Years*

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Chippewa Elementary School				
Constructed in 1962				
Total Building Square Footage	40,600	40,600	40,600	40,600
Media Center Square Footage	2,535	2,535	2,535	2,535
Cafeteria and Gymnasium Square Footage	2,535	2,535	2,535	2,535
Enrollment Grades K - 3	418	389	417	430
Student Capacity	325	325	325	325
Regular Instruction Classrooms	17	17	17	17
Regular Instruction Teachers	22	21	21	21
Special Instruction Classrooms	3	3	3	3
Special Instruction Teachers	3	3	3	3
Highland Drive Elementary School				
Constructed in 1953				
Addition in 1957				
Total Building Square Footage	44,000	44,000	44,000	44,000
Media Center Square Footage	840	840	840	840
Cafeteria and Gymnasium Square Footage	3,200	3,200	3,200	3,200
Enrollment Grades K - 3	364	349	363	375
Student Capacity	350	350	350	350
Regular Instruction Classrooms	16	16	16	16
Regular Instruction Teachers	22	22	22	22
Special Instruction Classrooms	6	6	6	6
Special Instruction Teachers	6	6	6	6
Hilton Elementary School				
Constructed in 1967				
Total Building Square Footage	43,000	43,000	43,000	43,000
Media Center Square Footage	1,200	1,200	1,200	1,200
Cafeteria and Gymnasium Square Footage	2,700	2,700	2,700	2,700
Kitchen Square Footage	1,100	1,100	1,100	1,100
Enrollment Grades K - 3	488	485	404	398
Enrollment Preschool	0	0	0	0
Student Capacity	348	348	348	348
Regular Instruction Classrooms	18	18	18	18
Regular Instruction Teachers	24	24	24	24
Special Instruction Classrooms	1	1	1	1
Special Instruction Teachers	2	2	2	2

2008	2009	2010	2011	2012	2013
40,600	40,600	40,600	40,600	40,600	40,600
2,535	2,535	2,535	2,535	2,535	2,535
2,535	2,535	2,535	2,535	2,535	2,535
430	389	386	369	369	323
325	325	325	325	325	325
16	16	16	16	16	18
21	21	22	22	20	17
3	3	3	3	3	3
2	2	3	3	3	3
44,000	44,000	44,000	44,000	44,000	44,000
840	840	840	840	840	840
3,200	3,200	3,200	3,200	3,200	3,200
375	356	378	358	351	338
350	350	350	350	350	350
16	16	16	16	16	19
22	22	20	20	16	17
6	6	6	6	6	3
7	6	6	6	3	4
43,000	43,000	43,000	43,000	43,000	43,000
1,200	1,200	1,200	1,200	1,200	1,200
2,700	2,700	2,700	2,700	2,700	2,700
1,100	1,100	1,100	1,100	1,100	1,100
398	364	345	316	357	317
0	0	0	0	56	61
348	348	348	348	348	348
18	18	18	18	15	18
24	22	18	18	18	6
2	2	2	2	5	3
4	3	2	2	8	3

(continued)

Brecksville-Broadview Heights City School District*Building Statistics by Function/Program (continued)**Last Ten Fiscal Years*

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>
Central School				
Constructed in 1915				
Additions in 1929, 1950, 1964, 1981				
Total Building Square Footage	73,400	73,400	73,400	73,400
Media Center Square Footage	2,800	2,800	2,800	2,800
Cafeteria Square Footage	2,230	2,230	2,230	2,230
Gymnasiums (2) Square Footage	6,600	6,600	6,600	6,600
Enrollment Grades 4 and 5	733	738	716	681
Student Capacity	590	590	590	590
Regular Instruction Classrooms	27	27	27	27
Regular Instruction Teachers	41	43	43	43
Special Instruction Classrooms	3	3	3	3
Special Instruction Teachers	7	6	6	6
Middle School				
Constructed in 1960				
Additions in 1965, 1971, 1986				
Total Building Square Footage	176,750	176,750	176,750	176,750
Auditorium Square Footage	15,200	15,200	15,200	15,200
Media Center Square Footage	5,000	5,000	5,000	5,000
Cafeteria Square Footage	7,800	7,800	7,800	7,800
Gymnasium Square Footage	10,000	10,000	10,000	10,000
Enrollment Grades 6 - 8	1,138	1,164	1,204	1,176
Enrollment Preschool	34	37	37	54
Student Capacity	1,219	1,219	1,219	1,219
Regular Instruction Classrooms	48	49	49	49
Regular Instruction Teachers	60	61	61	61
Special Instruction Classrooms	4	4	4	4
Special Instruction Teachers	10	11	11	11
High School				
Constructed in 1997				
Total Building Square Footage	299,800	299,800	299,800	299,800
Auditorium Square Footage	16,000	16,000	16,000	16,000
Media Center Square Footage	51,000	51,000	51,000	51,000
Kitchen and Cafeteria Square Footage	14,500	14,500	14,500	14,500
Gymnasiums (2) Square Footage	21,700	21,700	21,700	21,700
Enrollment - Grades 9 - 12	1,491	1,566	1,616	1,609
Student Capacity	1,817	1,817	1,817	1,817
Regular Instruction Classrooms	66	66	66	66
Regular Instruction Teachers	80	80	80	80
Special Instruction Classrooms	7	7	7	7
Special Instruction Teachers	8	8	8	8
Vocational Instruction Classrooms	4	4	4	4
Vocational Instruction Teachers	3	3	3	3

Source: Brecksville-Broadview Heights City School Records

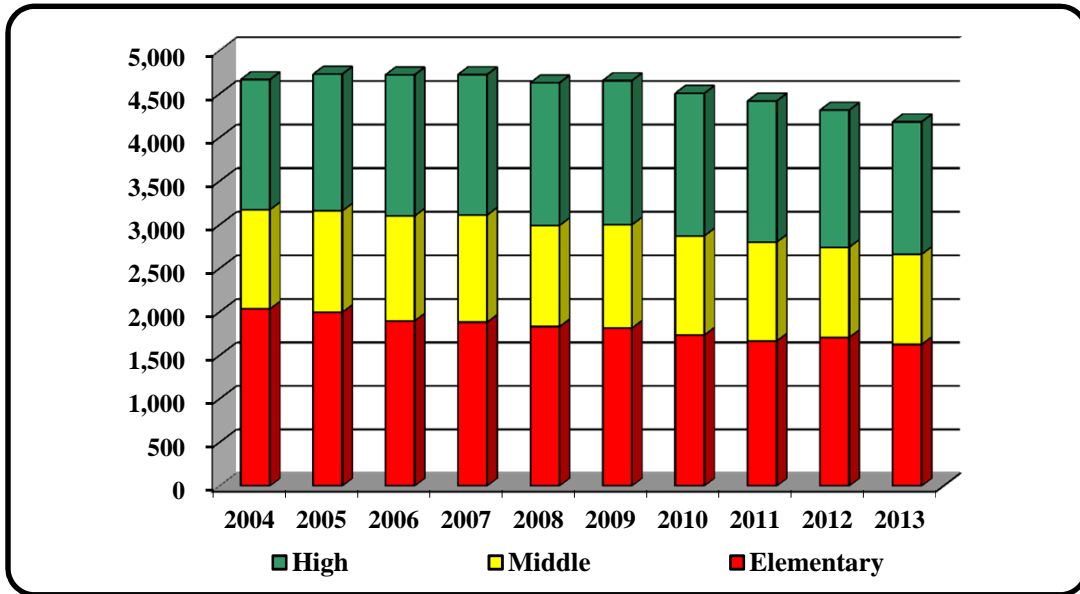
2008	2009	2010	2011	2012	2013
73,400	73,400	73,400	73,400	73,400	73,400
2,800	2,800	2,800	2,800	2,800	2,800
2,230	2,230	2,230	2,230	2,230	2,230
6,600	6,600	6,600	6,600	6,600	6,600
681	708	628	626	633	591
590	590	590	590	590	590
27	27	27	27	27	27
38	38	35	35	37	34
3	3	3	3	3	5
7	9	9	9	6	6
176,750	176,750	176,750	176,750	176,750	176,750
15,200	15,200	15,200	15,200	15,200	15,200
5,000	5,000	5,000	5,000	5,000	5,000
7,800	7,800	7,800	7,800	7,800	7,800
10,000	10,000	10,000	10,000	10,000	10,000
1,176	1,186	1,085	1,068	1,036	1,036
54	54	54	68	0	0
1,219	1,219	1,219	1,219	1,219	1,219
49	49	49	49	49	45
62	63	54	54	54	52
4	4	4	4	4	4
17	17	15	15	11	9
299,800	299,800	299,800	299,800	299,800	299,800
16,000	16,000	16,000	16,000	16,000	16,000
51,000	51,000	51,000	51,000	51,000	51,000
14,500	14,500	14,500	14,500	14,500	14,500
21,700	21,700	21,700	21,700	21,700	21,700
1,609	1,651	1,632	1,616	1,570	1,516
1,817	1,817	1,817	1,817	1,817	1,817
66	66	66	66	66	66
80	78	78	78	71	64
7	7	7	7	7	7
8	10	10	10	11	11
4	4	4	4	4	4
3	3	2	2	2	2

Brecksville-Broadview Heights City School District

Enrollment Statistics

Last Ten Fiscal Years

Fiscal Year	Elementary Schools	Middle School	High School	Total
2004	2,037	1,138	1,491	4,666
2005	1,998	1,164	1,566	4,728
2006	1,900	1,204	1,616	4,720
2007	1,884	1,230	1,609	4,723
2008	1,833	1,162	1,633	4,628
2009	1,817	1,186	1,651	4,654
2010	1,737	1,139	1,632	4,508
2011	1,669	1,136	1,616	4,421
2012	1,710	1,036	1,570	4,316
2013	1,630	1,036	1,516	4,182



Source: Brecksville-Broadview Heights City School Records

Brecksville-Broadview Heights City School District

Attendance and Graduation Rates

Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Brecksville- Broadview Heights Attendance Rate</u>	<u>State Average</u>	<u>Brecksville- Broadview Heights Graduation Rate</u>	<u>State Average</u>
2004	96.10%	94.50%	98.20%	84.30%
2005	95.80	94.30	97.70	85.90
2006	95.80	94.10	97.90	86.20
2007	96.10	94.10	97.00	86.10
2008	96.90	94.20	99.50	86.90
2009	96.00	94.30	98.50	84.60
2010	95.80	94.30	97.80	83.00
2011	95.90	94.50	98.70	84.30
2012	95.00	94.50	96.60	79.70
2013	95.00	94.20	97.30	82.40

Source: Ohio Department of Education Local Report Cards. District attendance rate reported in percentile categories beginning in fiscal year 2012.

Brecksville-Broadview Heights City School District

Per Pupil Cost

Last Ten Fiscal Years

Fiscal Year	Student Enrollment		General Governmental	
	Average Enrollment	Percentage of Change	Total Expenditures (1)	Per Pupil Cost
2004	4,666	2.21 %	\$43,779,369	\$9,383
2005	4,728	1.33	44,500,911	9,412
2006	4,720	(0.17)	47,348,849	10,032
2007	4,723	0.06	50,142,138	10,617
2008	4,628	(0.02)	52,600,083	11,366
2009	4,654	0.01	54,833,623	11,782
2010	4,508	(0.03)	56,645,284	12,566
2011	4,421	(0.02)	53,509,491	12,103
2012	4,316	(0.02)	51,581,188	11,951
2013	4,182	(0.03)	53,603,139	12,818

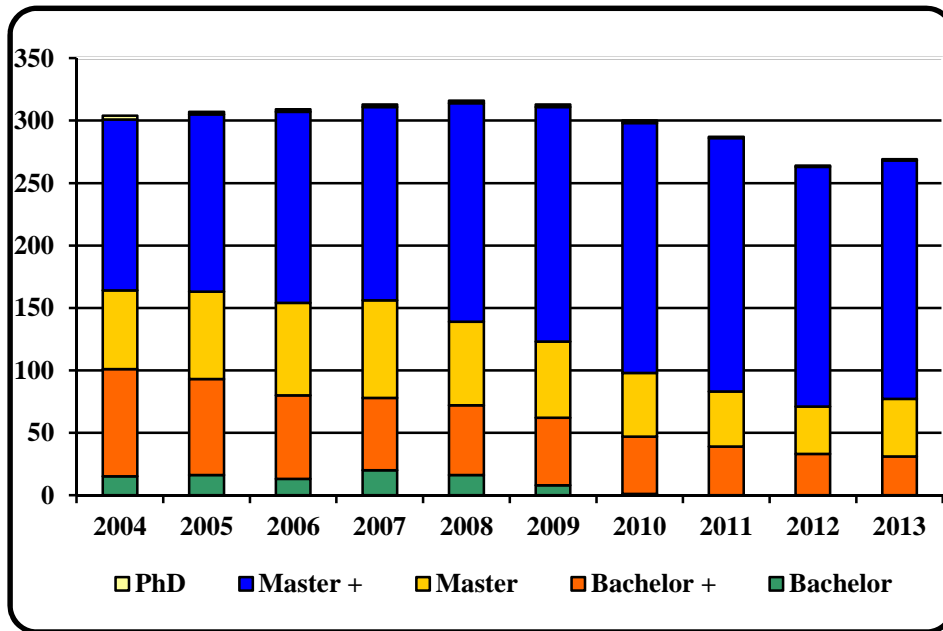
(1) Debt Service totals have been excluded.

Source: Brecksville-Broadview Heights City School Records

Governmental Activities		Food Service Operations		
Total Expenses (1)	Per Pupil Cost	Number of Lunches Served	Percentage of Free Lunches	Percentage of Reduced Lunches
\$43,737,246	\$9,374	309,811	7.33 %	3.17 %
44,806,267	9,477	311,072	7.23	3.36
48,540,927	10,284	315,725	8.66	3.47
50,336,525	10,658	309,125	8.30	4.18
53,350,549	11,528	294,049	9.98	5.77
55,439,112	11,912	272,765	12.78	6.85
55,666,313	12,348	268,126	15.65	7.29
55,509,822	12,556	273,512	16.35	5.99
53,139,478	12,312	273,489	18.55	6.75
53,980,284	12,908	241,486	18.73	6.82

Brecksville-Broadview Heights City School District
Full-Time Equivalent Certified School District Employees by Education
Last Ten Fiscal Years

Degree	2004	2005	2006	2007	2008
Bachelor	15	16	13	20	16
Bachelor +9	19	17	9	8	4
Bachelor +18	26	23	19	14	10
Bachelor +30	41	37	39	36	42
Master	63	70	74	78	67
Master +9	36	38	40	36	42
Master +18	38	32	37	37	37
Master +30	19	27	28	31	31
Master +42	44	45	48	51	65
PhD	3	2	2	2	2
Total	304	307	309	313	316



Source: Brecksville-Broadview Heights City School Records

2009	2010	2011	2012	2013
8	1	0	0	0
7	2	1	0	1
9	5	2	2	2
38	39	36	31	28
61	51	44	38	46
43	37	32	29	30
39	42	46	47	44
35	34	29	30	30
71	87	96	86	87
2	2	1	1	1
313	300	287	264	269

Brecksville-Broadview Heights City School District

School District Employees by Function/Program

Last Ten Fiscal Years

Function/Program	2004	2005	2006	2007	2008
Regular Instruction					
Elementary Classroom Teachers	89.00	89.00	90.00	90.00	91.00
Middle School Classroom Teachers	60.00	61.00	61.00	61.00	62.00
High School Classroom Teachers	83.00	80.00	80.00	80.00	81.00
Special Instruction					
Preschool Teachers	3.00	3.00	3.00	5.00	5.00
Elementary Classroom Teachers	17.00	17.00	17.00	16.00	20.00
Gifted Education Teachers	3.00	1.00	2.00	3.00	2.00
Middle School Classroom Teachers	10.00	11.00	15.00	12.00	17.00
High School Classroom Teachers	8.00	8.00	10.00	11.00	11.00
Vocational Instruction					
High School Classroom Teachers	3.00	3.00	3.00	2.00	2.00
Pupil Support Services					
Guidance Counselors	12.00	12.00	13.00	13.00	12.00
Librarians	1.00	1.00	1.00	1.00	1.00
Psychologists	5.00	5.00	4.00	4.00	5.00
Speech & Language Pathologists	8.00	8.00	7.00	7.00	7.00
Instructional Support Services					
Educational Assistants	36.00	31.00	40.00	35.00	37.00
Special Education Assistants	48.00	47.00	53.00	50.00	58.00
Technicians	2.00	1.00	2.00	2.00	2.00
Clerical	31.00	26.00	28.00	28.00	28.00
Administration					
Elementary	5.00	5.00	5.00	5.00	5.00
Middle School	2.50	2.50	3.00	3.00	3.00
High School	3.50	3.50	3.50	3.50	3.50
Districtwide	11.00	11.00	11.00	11.00	11.00
Central Office Support	6.00	6.00	10.00	10.00	10.00
Operation of Plant					
Custodians	35.00	36.00	37.00	37.00	40.00
Maintenance	6.00	6.00	6.00	6.00	7.00
Pupil Transportation					
Bus Drivers	44.00	44.00	46.00	47.00	46.00
Bus Aides	8.00	9.00	8.00	7.00	9.00
Mechanics	3.00	3.00	3.00	3.00	3.00
Food Service Program					
Administration/Clerical	2.00	2.00	2.00	2.00	2.00
Elementary Cooks	18.00	14.00	13.00	14.00	12.00
Middle School Cooks	11.00	10.00	8.00	10.00	10.00
High School Cooks	17.00	11.00	11.00	11.00	12.00
Totals	<u>591.00</u>	<u>567.00</u>	<u>595.50</u>	<u>589.50</u>	<u>614.50</u>

Method: Using 1.0 for each full-time employee and .50 for each part-time and seasonal employee at fiscal year end.

Source: Brecksville-Broadview Heights City School Records

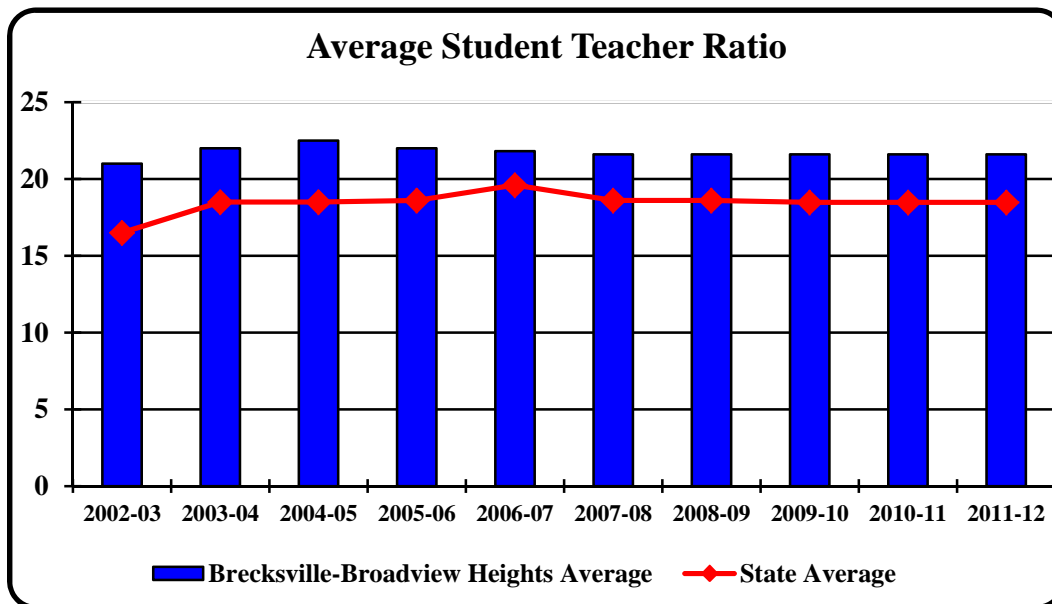
2009	2010	2011	2012	2013
91.00	95.00	91.00	91.00	84.00
60.00	54.00	54.00	54.00	52.00
79.00	78.00	71.00	71.00	64.00
5.00	5.00	5.00	5.00	4.00
20.00	20.00	15.00	15.00	15.00
2.00	2.00	2.00	2.00	2.00
18.00	10.00	11.00	11.00	9.00
11.00	10.00	11.00	11.00	11.00
2.00	2.00	2.00	1.50	1.50
12.00	11.00	11.00	11.00	9.00
1.00	1.00	1.00	1.00	1.00
4.00	4.00	4.50	4.50	3.50
8.00	7.50	7.50	7.50	7.50
37.00	34.00	37.00	33.00	29.00
68.00	48.00	63.00	53.00	55.00
2.00	2.00	2.00	2.00	2.00
28.00	25.00	24.00	18.00	18.00
5.00	4.50	4.00	4.00	4.00
3.00	3.00	3.00	2.50	2.50
3.50	3.50	3.50	3.50	3.50
11.00	11.00	11.00	11.00	10.00
10.00	10.00	10.00	10.00	7.00
40.00	37.00	34.00	31.00	30.00
7.00	7.00	6.00	6.00	6.00
46.00	45.00	41.00	41.00	42.00
8.00	6.00	8.00	8.00	8.00
3.00	3.00	3.00	2.50	2.50
2.00	2.00	2.00	2.00	2.00
13.00	13.00	13.00	13.00	13.00
10.00	11.00	10.00	10.00	12.00
13.00	13.00	13.00	13.00	15.00
<u>622.50</u>	<u>577.50</u>	<u>573.50</u>	<u>549.00</u>	<u>525.00</u>

Brecksville-Broadview Heights City School District

Average Number of Students per Teacher

Last Ten Fiscal Years

School Year	Brecksville-Broadview Heights Average	State Average
2002 - 2003	21.0	16.5
2003 - 2004	22.0	18.5
2004 - 2005	22.5	18.5
2005 - 2006	22.0	18.6
2006 - 2007	21.8	19.6
2007 - 2008	21.6	18.6
2008 - 2009	21.6	19.4
2009 - 2010	21.6	18.5
2010 - 2011	21.6	21.9
2011 - 2012	21.6	18.5



Note: Fiscal year 2013 information was unavailable at the time of publication.

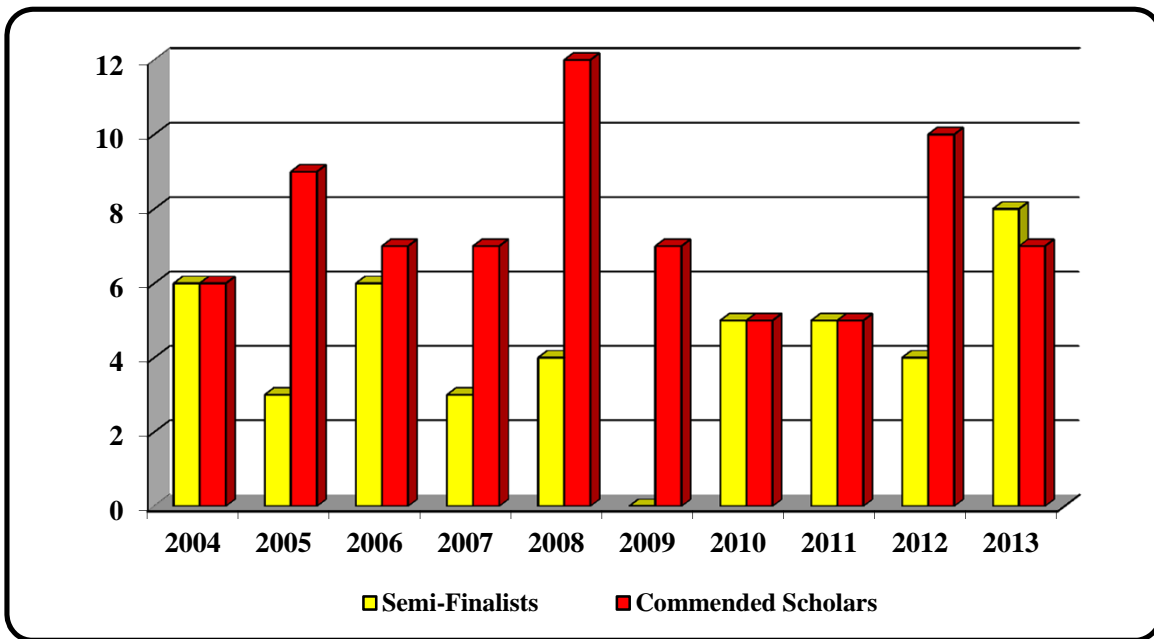
Source: Ohio Department of Education

Brecksville-Broadview Heights City School District

National Merit Scholarship Program

Last Ten Fiscal Years

Fiscal Year	Semi-Finalists	Commended Scholars	Total
2004	6	6	12
2005	3	9	12
2006	6	7	13
2007	3	7	10
2008	4	12	16
2009	0	7	7
2010	5	5	10
2011	4	6	10
2012	4	11	15
2013	8	7	15



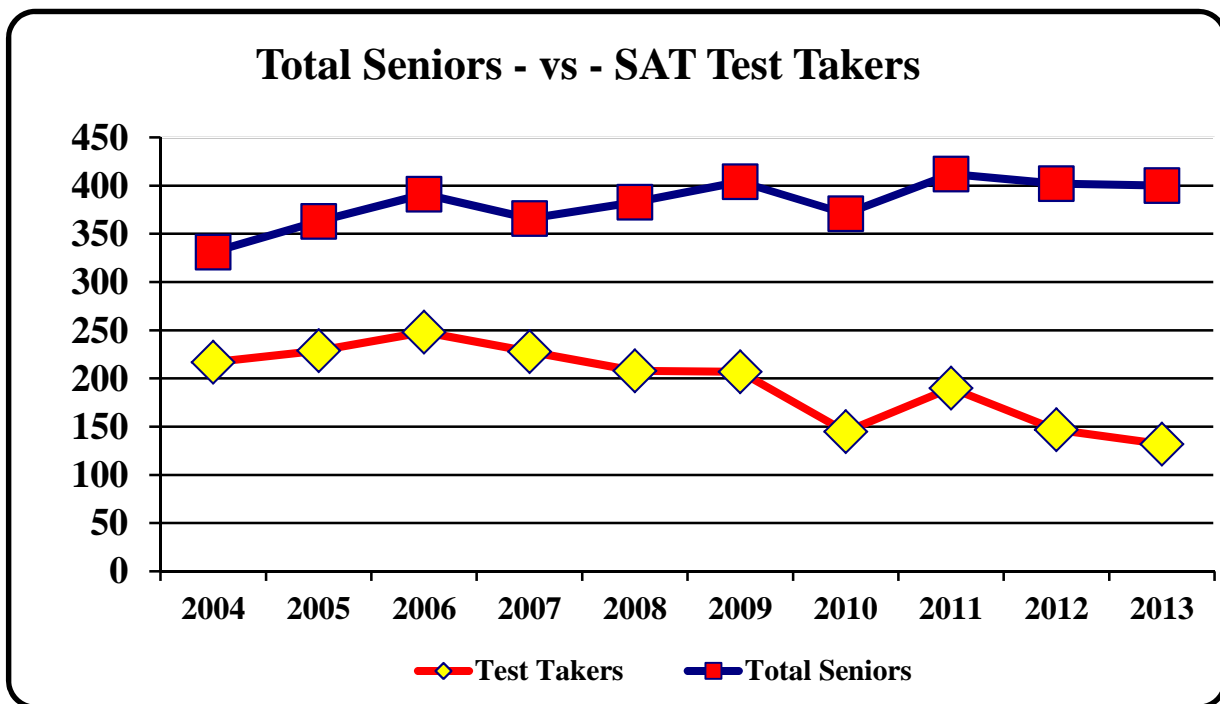
Source: High School Guidance Office, Brecksville-Broadview Heights City School District

Brecksville-Broadview Heights City School District

SAT Composite Scores

Last Ten Fiscal Years

School Year	Number of Test Takers	Number of Seniors	Percent of Students	Brecksville-Broadview Heights Verbal	Ohio Verbal	National Verbal
2004	217	331	65.56	550	538	508
2005	229	363	63.09	554	539	508
2006	248	391	63.43	544	535	503
2007	228	366	62.30	541	536	502
2008	208	383	54.31	536	534	502
2009	207	404	51.24	563	560	502
2010	145	371	39.08	540	538	501
2011	190	412	46.12	565	539	497
2012	147	402	36.57	557	543	496
2013	132	400	33.00	549	548	496



(1) SAT writing tests were not conducted prior to 2006.

Source: High School Guidance Office, Brecksville-Broadview Heights City School District

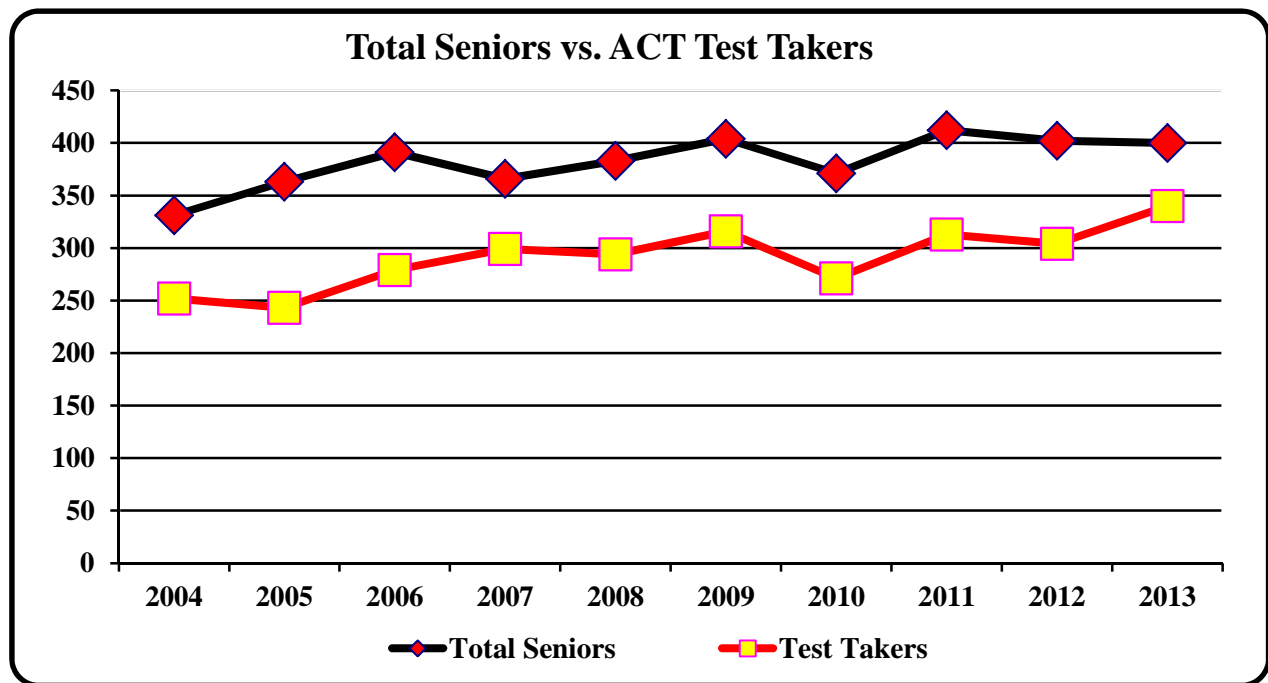
Brecksville- Broadview Heights Math	Ohio Math	National Math	Broadview Heights Writing	Ohio Writing	National Writing
565	542	518	N/A	N/A	N/A
563	543	520	N/A	N/A	N/A
557	544	518	528	521	497
555	542	515	526	522	464
562	544	515	526	521	494
599	566	515	534	559	494
551	548	516	529	522	492
575	545	514	543	522	489
575	552	514	543	525	488
575	556	514	544	531	488

Brecksville-Broadview Heights City School District

ACT Composite Scores

Last Ten Fiscal Years

School Year	Number of Test Takers	Number of Seniors	Percent of Students	Brecksville-Broadview Heights Composite	Ohio Composite	National Composite
2004	252	331	76.13	23.6	21.4	20.9
2005	243	363	66.94	24.4	21.4	20.9
2006	279	391	71.36	24.2	21.5	21.1
2007	299	366	81.69	23.9	21.6	21.2
2008	294	383	76.76	24.1	21.7	21.1
2009	316	404	78.22	25.1	21.7	21.1
2010	271	371	73.05	24.5	21.8	21.0
2011	313	412	75.97	24.9	21.8	21.1
2012	304	402	75.62	24.6	21.8	21.1
2013	340	400	85.00	24.5	21.8	20.9



Source: High School Guidance Office, Brecksville-Broadview Heights City School District



Dave Yost • Auditor of State

BRECKSVILLE BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

CUYAHOGA COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
JANUARY 21, 2014**