

Mary Taylor, CPA
Auditor of State

**WESTLAKE CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

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**WESTLAKE CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

**FEDERAL AWARDS RECEIPTS AND EXPENDITURES SCHEDULE
FOR THE YEAR ENDED JUNE 30, 2010**

FEDERAL GRANTOR <i>Pass Through Grantor</i>	Pass Through Entity Number	Federal CFDA Number	Receipts	Non-Cash Receipts	Expenditures	Non-Cash Expenditures
Program Title						
U.S. DEPARTMENT OF AGRICULTURE						
<i>Passed Through Ohio Department of Education</i>						
Child Nutrition Cluster:						
Non-Cash Assistance (Food Distribution):						
National School Lunch Program	N/A	10.555		\$ 32,732		\$ 32,732
Cash Assistance:						
National School Lunch Program	N/A	10.555	\$ 211,400		\$ 211,400	
Total Child Nutrition Cluster			<u>211,400</u>	<u>32,732</u>	<u>211,400</u>	<u>32,732</u>
Total U.S. Department of Agriculture			<u>211,400</u>	<u>32,732</u>	<u>211,400</u>	<u>32,732</u>
U.S. DEPARTMENT OF EDUCATION						
<i>Passed Through Ohio Department of Education</i>						
Special Education Cluster (IDEA):						
Special Education - Grants to States (IDEA, Part B) - 2008	N/A	84.027	19,417		32,203	
Special Education - Grants to States (IDEA, Part B) - 2009	N/A	84.027	46,875		70,787	
Special Education - Grants to States (IDEA, Part B) - 2010	N/A	84.027	653,152		652,831	
ARRA - Special Education - Grants to States (IDEA, Part B) - 2010	N/A	84.391	525,415		545,268	
Total Special Education - Grants to States (IDEA, Part B)			<u>1,244,859</u>	-	<u>1,301,089</u>	-
Special Education - Preschool Grants (IDEA Preschool) - 2009	N/A	84.173	2,313		4,690	
Special Education - Preschool Grants (IDEA Preschool) - 2010	N/A	84.173	14,871		14,871	
ARRA - Special Education - Preschool Grants (IDEA Preschool) - 2010	N/A	84.392	16,340		16,340	
Total Special Education - Preschool Grants (IDEA Preschool)			<u>33,524</u>	-	<u>35,901</u>	-
Total Special Education Cluster (IDEA)			<u>1,278,383</u>	-	<u>1,336,990</u>	-
Title I, Part A Cluster:						
Title I Grants to Local Educational Agencies (Title I, Part A of the ESEA) - 2009	N/A	84.010	88,674		161,867	
Title I Grants to Local Educational Agencies (Title I, Part A of the ESEA) - 2010	N/A	84.010	280,820		280,793	
ARRA - Title I Grants to Local Educational Agencies, Recovery Act - 2010	N/A	84.389	145,216		150,576	
Total Title I, Part A Cluster			<u>514,710</u>	-	<u>593,236</u>	-
Adult Education - Basic Grants to States						
Adult Education - Basic Grants to States - 2008	N/A	84.002	1,694		5,923	
Adult Education - Basic Grants to States - 2009	N/A	84.002	8,676		17,051	
Adult Education - Basic Grants to States - 2010	N/A	84.002	35,367		35,241	
EL Civics - 2009	N/A	84.002	-		305	
EL Civics - 2010	N/A	84.002	18,253		18,253	
Total Adult Education - Basic Grants to States			<u>63,990</u>	-	<u>76,773</u>	-
Safe and Drug-Free Schools and Communities - State Grants - 2010	N/A	84.186	10,432	-	10,432	-
State Grants for Innovative Programs - 2009	N/A	84.298	-	-	42	-
Educational Technology State Grants - 2009	N/A	84.318	-		25	
Educational Technology State Grants - 2010	N/A	84.318	3,697		3,676	
Total Educational Technology State Grants			<u>3,697</u>	-	<u>3,701</u>	-
English Language Acquisition Grants - 2009	N/A	84.365	-		539	
English Language Acquisition Grants - 2010	N/A	84.365	21,224		21,224	
Total English Language Acquisition Grants			<u>21,224</u>	-	<u>21,763</u>	-
Improving Teacher Quality State Grants - 2009	N/A	84.367	9,311		13,244	
Improving Teacher Quality State Grants - 2010	N/A	84.367	79,793		79,771	
Total Improving Teacher Quality State Grants			<u>89,104</u>	-	<u>93,015</u>	-
ARRA - State Fiscal Stabilization Fund (SFSF) - Education State Grants, Recovery Act	N/A	84.394	170,957	-	170,957	-
Total U.S. Department of Education			<u>2,152,497</u>	-	<u>2,306,909</u>	-
ENVIRONMENTAL PROTECTION AGENCY						
<i>Passed Through Ohio Environmental Protection Agency</i>						
State Clean Diesel Grant Program	N/A	66.040	5,697		5,697	
ARRA - State Clean Diesel Grant Program	N/A	66.040	8,703		73,444	
Total State Clean Diesel Grant Program			<u>14,400</u>	-	<u>79,141</u>	-
Total Environmental Protection Agency			<u>14,400</u>	-	<u>79,141</u>	-
Grand Total			<u>\$ 2,378,297</u>	<u>\$ 32,732</u>	<u>\$ 2,597,450</u>	<u>\$ 32,732</u>

The accompanying notes are an integral part of this schedule.

**WESTLAKE CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

**NOTES TO THE FEDERAL AWARDS RECEIPTS AND EXPENDITURES SCHEDULE
FISCAL YEAR ENDED JUNE 30, 2010**

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B - CHILD NUTRITION CLUSTER

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

NOTE C - FOOD DONATION PROGRAM

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

NOTE D - MATCHING REQUIREMENTS

Certain Federal programs, such as the State Clean Diesel Grant Program, require the District to contribute non-Federal funds (matching funds) to support the Federally-funded programs. The District has met its matching requirements. The Schedule does not include the expenditure of non-Federal matching funds.

CFDA – Catalog of Federal Domestic Assistance.

N/A – Not applicable.



Mary Taylor, CPA

Auditor of State

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

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

To the Board of Education:

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Westlake City School District, Cuyahoga County, Ohio, (the District) as of and for the year ended June 30, 2010, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 10, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

We did note a certain matter not requiring inclusion in this report that we reported to the District's management in a separate letter dated December 10, 2010.

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

A handwritten signature in cursive script that reads "Mary Taylor".

Mary Taylor, CPA
Auditor of State

December 10, 2010



Mary Taylor, CPA

Auditor of State

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

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

To the Board of Education:

Compliance

We have audited the compliance of the Westlake City School District, Cuyahoga County, Ohio, (the District) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133, Compliance Supplement* that could directly and materially affect each of Westlake City School District's major federal programs for the year ended June 30, 2010. The summary of auditor's results section of the accompanying schedule of findings identifies the District's major federal programs. The District's management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to each major federal program. Our responsibility is to express an opinion on the District's compliance based on our audit.

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

In our opinion, the Westlake City School District, Cuyahoga County, Ohio, complied, in all material respects, with the requirements referred to above that could directly and materially affect each of its major federal programs for the year ended June 30, 2010.

Internal Control Over Compliance

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

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Internal Control Over Compliance (Continued)

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

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

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 of the Westlake City School District, Cuyahoga County, Ohio, (the District) as of and for the year ended June 30, 2010, and have issued our report thereon dated December 10, 2010. Our audit was performed to form opinions on the financial statements that collectively comprise the District's basic financial statements taken as a whole. The accompanying federal awards receipts and expenditures schedule provides additional information required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and is not a required part of the basic financial statements. The schedule is management's responsibility, and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. This schedule was subject to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. In our opinion, this information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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



Mary Taylor, CPA
Auditor of State

December 10, 2010

**WESTLAKE CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
JUNE 30, 2010**

1. SUMMARY OF AUDITOR'S RESULTS

(d)(1)(i)	Type of Financial Statement Opinion	Unqualified
(d)(1)(ii)	Were there any material control weaknesses reported at the financial statement level (GAGAS)?	No
(d)(1)(ii)	Were there any significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Was there any reported material noncompliance at the financial statement level (GAGAS)?	No
(d)(1)(iv)	Were there any material internal control weaknesses reported for major federal programs?	No
(d)(1)(iv)	Were there any significant deficiencies in internal control reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unqualified
(d)(1)(vi)	Are there any reportable findings under § .510(a)?	No
(d)(1)(vii)	Major Programs (list):	<p>Special Education Cluster (IDEA): Special Education – Grants to States (IDEA, Part B), / CFDA #84.027 ARRA – Special Education – Grants to States (IDEA, Part B), / CFDA #84.391 Special Education – Preschool Grants (IDEA Preschool), / CFDA #84.173 ARRA – Special Education – Preschool Grants (IDEA Preschool), / CFDA #84.392</p> <p>Title I, Part A Cluster: Title I Grants to Local Educational Agencies (Title I, Part A of the ESEA), / CFDA #84.010 ARRA – Title I Grants to Local Educational Agencies, Recovery Act, / CFDA #84.389</p>
(d)(1)(viii)	Dollar Threshold: Type A/B Programs	Type A: > \$ 300,000 Type B: all others
(d)(1)(ix)	Low Risk Auditee?	Yes

**WESTLAKE CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
JUNE 30, 2010
(Continued)**

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

None.

3. FINDINGS FOR FEDERAL AWARDS

None.

**COMPREHENSIVE
ANNUAL FINANCIAL REPORT**

OF THE

**WESTLAKE CITY
SCHOOL DISTRICT**

FOR THE

FISCAL YEAR ENDED JUNE 30, 2010

**PREPARED BY
TREASURER'S DEPARTMENT
MARK C. PEPERA, TREASURER/CFO**

27200 HILLIARD BLVD.

WESTLAKE, OHIO 44145

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

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

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December 10, 2010

**WESTLAKE
CITY SCHOOLS**

Board of Education Members
Westlake City School District

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

We are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) of the Westlake City School District (the "District") for the fiscal year ended June 30, 2010. This CAFR includes an opinion from the State Auditor and conforms to accounting principles generally accepted in the United States of America as applicable to governmental entities. Responsibility for the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rest with the District. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the District. This report will provide the taxpayers of the Westlake City School District with comprehensive financial data in a format which will enable them to gain an understanding of the District's financial affairs. Copies will be made available to the Porter Public Library, major taxpayers, financial rating services and other interested parties.

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

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

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

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

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

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

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

The Reporting Entity

The District has reviewed its reporting entity definition in order to insure conformance with Governmental Accounting Standards Board (GASB) Statement No. 14, "The Financial Reporting Entity" as amended by GASB Statement No. 39, "Determining Whether Certain Organizations Are Component Units". In evaluating how to define the District for financial reporting purposes, management has considered all agencies, departments and organizations making up the Westlake City School District (the primary government) and its potential component units. The District has no component units.

Excluded from the reporting entity because they are fiscally independent of the District are the City of Westlake, the Parent Teacher Organization, and West Shore Career Technical District.

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

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

Organizational Structure

Statutorily, the District operates under the standard prescribed by the Ohio State Board of Education as provided in division (D) of Section 3301.07 of the Ohio Revised Code, to provide educational services prescribed by State and Federal agencies. The Board of Education is made up of five members elected at large, for overlapping four-year terms. The Board of Education elects its President and Vice President annually, and appoints two officials: the Superintendent, who serves as the Chief Executive Officer (CEO), and the Treasurer, who serves as the Chief Financial Officer (CFO).

The District is one of 905 public school districts and community schools in the State of Ohio. The District provides education to 4,016 students in grades kindergarten through twelfth. The District provides general education, special education and vocational type academic programs. The District's enrollment has remained relatively flat over the last several years and is projected to slightly increase in the foreseeable future.

The Westlake City School District

The Westlake City School District (formerly known as the Dover School District) was originally organized in 1898. Later in 1913, the school burned and a new school building was constructed to educate students. Over the years, the District has grown in size and now supports seven instructional buildings: high school (inclusive of a Performing Arts Center and Television studio), middle school, intermediate school and four elementary buildings. The schools range in age from 39 to 60 years old. In addition, the District owns and operates an administrative and transportation facility to accommodate the oversight needs within the District.

Economic Condition and Outlook

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

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

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

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

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

Due to the economic success of the City, the District has a positive outlook for future tax based revenues resulting from the good mix of residential, commercial and industrial entities.

Major Initiatives

During fiscal year 2010, 4,016 students were enrolled in the District's seven schools (four elementary schools, one intermediate school, one middle school, and one high school). The enrollment figure includes District residents attending classes at the West Shore Career Technical District (described further below).

The high school is accredited by the North Central Association of Colleges and Schools. The curriculum offers a wide range of electives and comprehensive courses of study in college preparatory, vocational and physical education programs. A full range of extracurricular programs and activities is available, beginning in the elementary grades. All District schools have libraries, lunch programs, and multipurpose rooms or gyms for student activities.

The District is one of the school districts in the West Shore Career Technical District (West Shore Career Tech), which also includes the Bay Village, Rocky River, and Lakewood City School Districts. During the 2009-10 school year, this vocational program had 662 students enrolled in either a two-year intensive training or one year work/study program. Vocational courses offered at the high school include Occupational Work Experience and Computer Office Education. Other vocational programs are available at West Shore Career Technical District.

As mentioned, the District operates four elementary buildings, one intermediate building, one middle school, and one high school. The neighborhood school concept is maintained for the District's younger children, while in the upper grades, the grade level buildings provide for a more efficient use of teaching personnel and equipment, and increase opportunities for staff teaming within grade levels and articulation between grade levels.

The District is characterized by high academic performance. Students consistently score well above the state average at the third through eighth and tenth grade levels on the State achievement tests, earning the District its 12th consecutive "Excellent" rating on the State "report card." Westlake High School students score above the national and State averages on the SAT and the ACT tests. In recent years, the District has had several students earn National Merit Semifinalist and Commended student honors. This year the high school had 14 National Merit Semi-Finalist, its largest number ever. Finalists will be determined in February. These honors are based on scores on the PSAT test administered during the junior year. Students earning the National Merit Semifinalist designation scored in the upper one-half of one percent of graduating seniors in the nation.

The District's educational program includes these attributes and accomplishments, among others:

- Advanced Placement (19 offerings for the 2010-11 school year) as well as 25 honors courses in a variety of disciplines.
- Gifted program offering differentiated services to students K-12. Students are selected for the program based on achievement tests, teacher assessments, parent assessments, and tests of cognitive ability.
- World Language program offered to students in grades 5-12 that included a materials adoption in 2009. Our new Continuous Improvement Plan charges us with beginning language at the primary level starting in the fall of 2012.
- Comprehensive K-12 Language Arts program that included a materials adoption in 2001. The District is undergoing a new adoption this school year.
- Comprehensive K-12 Mathematics program that included a materials adoption in 2009.
- Music program for all K-12 students that includes an instrumental, strings, and chorus program beginning in grade 5. Students are consistently recognized with superior performance ratings at Ohio Music Education Association State Contests.

- The Westlake High School television station, WHBS-TV, provides students a unique opportunity to experience a working television studio. The station has earned Emmy nominations from the National Academy of Television Arts and Sciences, Midwest Region. Middle school and high school students participate in many academic contests through the year, including but not limited to Math Counts, Robotics Competitions, Design Squad Competitions, Science Olympiad, the Northwestern Midwest Talent Search, Scholastic Art Competitions, and Spelling and Geography Bees. Students have received regional, state, and national recognition for their accomplishments. For the past three school years a LBMS student has held the highest score in Ohio on the grade 8 American Mathematics Competition.
- The District's STEM Program of Excellence was selected as a National Magna Best Practice by the American School Board Journal.
- District staff members have been recognized as Martha Holden Jennings scholars. The Martha Holden Jennings Math Teacher of the Year for the State of Ohio in 2009 was a District staff member.
- The Lee Burneson Environmental Club traveled to Africa in July 2010 for the Maasai Music Project. This project is a joint educational, cross-cultural venture involving the Cincinnati Zoo, Miami University, the African Conservation Center, and the Environmental Club of the District.
- Westlake High School was awarded best in Show at the State Engineering & Technology Conference in November of 2010. At that same conference both WHS engineering teachers were recognized as tops in Northeast Ohio, one winning the Young Professional Award, the other receiving the Program Excellence award.
- The District has a nationally recognized arts program with two National Gold Key award winners.
- The District's girl's softball and soccer teams were recognized as having the highest team GPAs in the State. The soccer team, which made it to the final 16 in the State tournament, was recognized as an Adidas All-American Team for having the 8th highest team GPA in the nation.

The District operates a before- and after-school care program which serves approximately 406 students during the school year and 155 students during the summer by providing supervised care and activities, and participates in a joint effort with the City and area churches to prevent chemical abuse.

A Continuous Improvement Plan (CIP) for the District was updated by the Board in August of 2010. In June 2010, a two-day CIP Summit was held that included over 100 staff, students, parents, and business and community members. The information gathered at this Summit was to be used to write the new, three-year plan that builds upon and strengthens the tradition of excellence in the District.

In addition to participation by area residents in activities, community involvement is evidenced by citizen membership on various Board and District committees that include, among others, buildings and grounds, transportation and curriculum advisement. A 20/20 Vision Committee was established two years ago to study and recommend facilities improvements for the District. The result was the successful passage of a 3.4 mill bond issue in May 2010. Board and City officials meet regularly to discuss matters of mutual interest. In addition, the District will be participating in several City/District partnerships in the coming bicentennial celebration year. Kindergarten through grade 12 students will participate in an art exchange with Tralee, Ireland, the middle school students will plant a rain garden with support from the Westlake Garden Club, and high school students will work with city engineers to design an eco-friendly retention basin.

The District does not take its Excellent designation lightly. A committed student body, supportive parents, dedicated staff and positive community input all works in synergy to make our mission of excellence reality.

Long-Term Financial Planning

As part of the District's long-term planning, the CFO prepares a five-year financial forecast. This document provides a snapshot of historical and projected revenues and expense over the next five years and is accompanied by financial assumption notes. The Board of Education reviews this document on a quarterly basis for changes that might impact their financial decisions.

Financial Policies Impacting the Financial Statements

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

The employee's RIB and HRA payments have been recorded as "retirement incentive payable" on the fund financial statements to the extent that each will be liquidated using current expendable financial resources. The entire liability is recorded on the statement of net assets.

The total liability for future RIB and HRA payments is \$825,000 at June 30, 2010. Of this total, \$262,500 is due within one year and recorded as a liability of the general fund. The long-term portion of the liability will be paid through fiscal year 2016.

Financial Information

Internal Accounting and Budgetary Control

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

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

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

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

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

The accounting system used by the District provides interim financial reports which detail year-to-date expenditures and encumbrances versus the original appropriation plus any additional appropriations made to date. Each administrator and school principal is furnished with monthly reports showing the status of the budget accounts for which they are responsible. In addition, an on-line inquiry system is available at each cost center site. The basis of accounting and the various funds utilized by the District are fully described in Note 2 of the basic financial statements. Additional information on the District's budgetary accounting can also be found in Note 2.

Financial Presentation

The District's basic financial statements consist of the following:

Government-wide financial statements: These statements are prepared on an accrual basis of accounting which is similar to the basis of accounting followed by businesses. The government-wide statements distinguish those activities of the District that are governmental in nature.

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

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

Management is responsible for preparing a Management Discussion and Analysis (MD&A) of the District. This discussion follows the Independent Accountants' Report, providing an assessment of the District's finances for fiscal year 2010 and a discussion of current issues affecting the District in the future. The MD&A should be read in conjunction with this letter of transmittal.

Financial Highlights – Fiduciary Fund

The trust fund carried on the financial records of the District is a college scholarship private-purpose trust fund that has net assets totaling \$72,968 as of June 30, 2010. The trust fund earns interest and distributes scholarships.

Financial Highlights – Internal Service Fund

The only internal service fund carried on the financial records relates to former self-insurance program for employee medical, surgical, prescription drug, dental and vision benefits. The District is no longer self-insured for these risks of loss but has obtained insurance coverage through the Suburban Health Consortium, and insurance purchasing pool. The internal service fund had net assets of \$1,637,587 at June 30, 2010, compared with net assets of \$1,642,016 at June 30, 2009, reflecting a net decrease in net assets of \$4,429. The decrease is due to minor purchased service expenses related to the former self-insurance program.

Independent Audit

State statutes require the District to be subjected to an annual examination by an independent auditor. An annual audit serves to maintain and strengthen the District's accounting and budgetary controls. Independent auditor Mary Taylor, Auditor of State, was selected to render an opinion on the District's financial statements as of and for the year ended June 30, 2010. The opinion appears at the beginning of the financial section of this report.

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

Awards

GFOA Certificate of Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Westlake City School District for its CAFR for the fiscal year ended June 30, 2009. 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 CAFR, whose contents conform to program standards. Such a report must satisfy both accounting principles generally accepted in the United States of America and applicable legal requirements.

The Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

Acknowledgments

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

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

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

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

Respectfully Submitted,



Mark C. Pepera, CFO/Treasurer



Dr. Daniel J. Keenan Jr., Superintendent of Schools

Westlake City School District
Principal Officials
June 30, 2010

Board of Education

Ms. Carol Winter..... President
Mr. Timothy Sullivan..... Vice-President
Mr. Andrea Rocco.....Member
Mr. Thomas Mays.....Member
Mr. Nate Cross.....Member

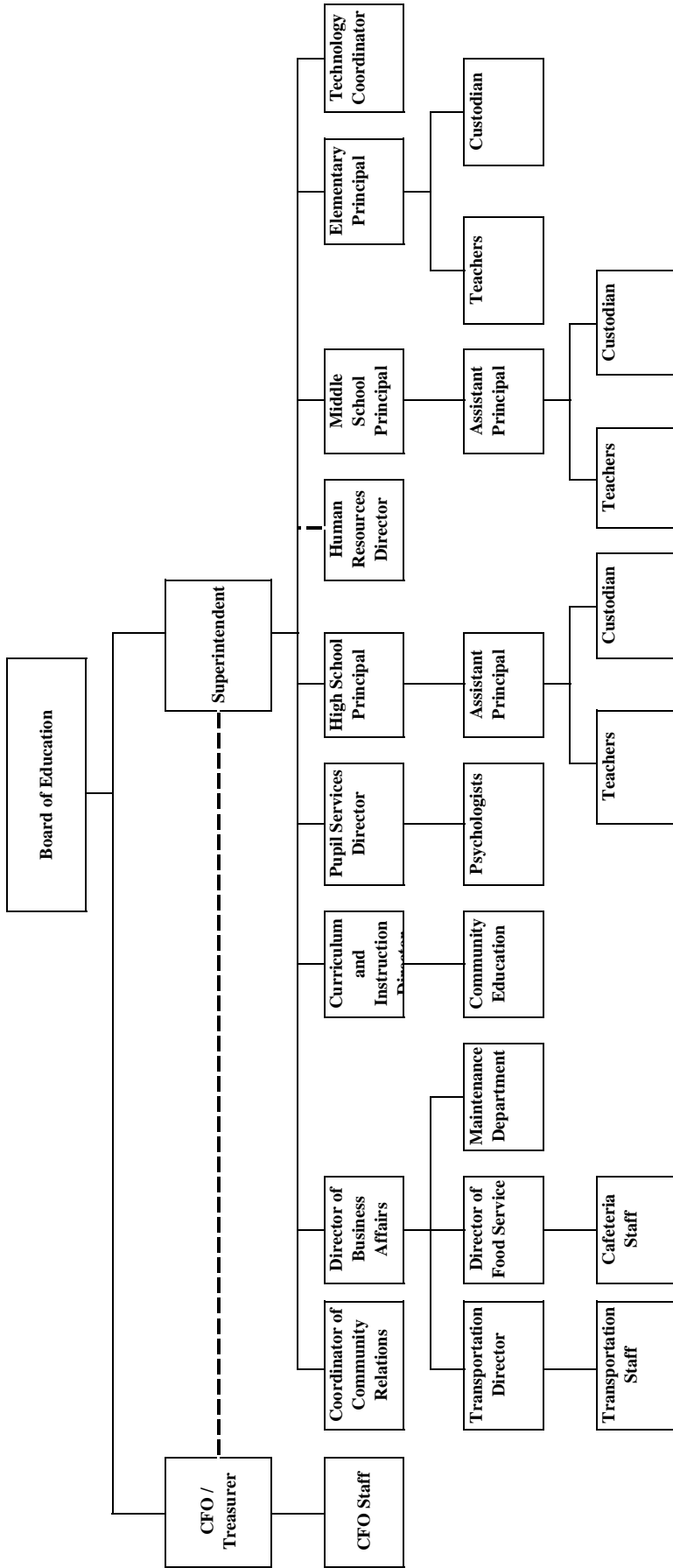
Chief Financial Officer/Treasurer

Mr. Mark C. Pepera

Executive Administration

Dr. Daniel J. Keenan Jr. Superintendent
Mr. David Puffer Director of Business Affairs
Mrs. Pam Griebel-----Director of Curriculum and Instruction

Westlake City School District Organizational Chart



Certificate of Achievement for Excellence in Financial Reporting

Presented to

Westlake City School District
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2009

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



A stylized, handwritten signature in black ink, appearing to be "J.R. Emer".

President

A handwritten signature in black ink that reads "Jeffrey R. Emer".

Executive Director



Mary Taylor, CPA

Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT

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

To the Board of Education:

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Westlake City School District, Cuyahoga County, Ohio (the District), as of and for the year ended June 30, 2010, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Westlake City School District, Cuyahoga County, Ohio, as of June 30, 2010, and the respective changes in financial position and where applicable, cash flows, thereof and the budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 10, 2010, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit

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

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



Mary Taylor, CPA
Auditor of State

December 10, 2010

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

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(UNAUDITED)**

The management's discussion and analysis of the Westlake City School District's (the "District") financial performance provides an overall review of the District's financial activities for the fiscal year ended June 30, 2010. The intent of this discussion and analysis is to look at the District's financial performance as a whole; readers should also review the transmittal letter, basic financial statements and the notes to the basic financial statements to enhance their understanding of the District's financial performance.

Financial Highlights

Key financial highlights for 2010 are as follows:

- In total, net assets of governmental activities increased \$4,184,165 which represents a 9.53% increase from 2009.
- General revenues accounted for \$53,175,909 in revenue or 90.68% of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$5,464,521 or 9.32% of total revenues of \$58,640,430.
- The District had \$54,456,265 in expenses related to governmental activities; only \$5,464,521 of these expenses was offset by program specific charges for services, grants or contributions. General revenues supporting governmental activities (primarily taxes and unrestricted grants and entitlements) of \$53,175,909 were adequate to provide for these programs.
- The District's major governmental funds are the general fund and bond retirement fund. The general fund had \$49,849,529 in revenues and other financing sources and \$47,922,522 in expenditures and other financing uses. During fiscal 2010, the general fund's fund balance increased \$1,927,007 from a balance of \$18,921,714 to \$20,848,721.
- The bond retirement fund had \$2,996,237 in revenues and \$2,758,188 in expenditures. During fiscal 2010, the bond retirement fund's fund balance increased \$238,049 from \$4,062,615 to \$4,300,664.

Using this Comprehensive Annual Financial Report (CAFR)

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

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

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

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(UNAUDITED)

Reporting the District as a Whole

Statement of net assets and the statement of activities

While this document contains the large number of funds used by the District to provide programs and activities, the view of the District as a whole looks at all financial transactions and asks the question, "How did we do financially during 2010?" The statement of net assets and the statement of activities answer this question. These statements include *all assets, liabilities, revenues and expenses* using the *accrual basis of accounting* similar to the accounting used by most private-sector companies. This basis of accounting will take into account all of the current year's revenues and expenses regardless of when cash is received or paid.

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

In the statement of net assets and the statement of activities, the governmental activities include the District's programs and services, including instruction, support services, operation and maintenance of plant, pupil transportation, extracurricular activities, and food service operations.

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

Reporting the District's Most Significant Funds

Fund Financial Statements

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

Governmental Funds

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

Proprietary Funds

Proprietary funds focus on the District's ongoing activities which are similar to those found in the private sector where net income is necessary or useful to sound financial management. Proprietary funds utilize the *accrual basis* of accounting under which revenues are recorded when earned and expenses are recorded at the time the liabilities are incurred.

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

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(UNAUDITED)

The District's only proprietary fund is an internal service fund which was used to account for a former self-insurance program for employee medical, surgical, prescription drug, dental and vision benefits. Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the District, or to other governments on a cost-reimbursement basis. Proprietary fund statements can be found on pages 24-26 of the basic financial statements. For reporting on the statement of net assets and the statement of activities, internal service fund activities are eliminated and consolidated with governmental activities.

Reporting the District's Fiduciary Responsibilities

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

Notes to the Basic Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. These notes to the basic financial statements can be found on pages 29-61 of this report.

The District as a Whole

The statement of net assets provides the perspective of the District as a whole. The table below provides a summary of the District's net assets for 2010 and 2009.

	Net Assets	
	Governmental Activities <u>2010</u>	Governmental Activities <u>2009</u>
<u>Assets</u>		
Current and other assets	\$ 75,477,710	\$ 69,406,110
Capital assets, net	<u>44,265,465</u>	<u>44,627,602</u>
Total assets	<u>119,743,175</u>	<u>114,033,712</u>
<u>Liabilities</u>		
Current liabilities	45,096,110	41,551,771
Long-term liabilities	<u>26,546,624</u>	<u>28,565,665</u>
Total liabilities	<u>71,642,734</u>	<u>70,117,436</u>
<u>Net Assets</u>		
Invested in capital assets, net of related debt	27,100,371	26,089,735
Restricted	4,966,633	4,883,579
Unrestricted (deficit)	<u>16,033,437</u>	<u>12,942,962</u>
Total net assets	<u>\$ 48,100,441</u>	<u>\$ 43,916,276</u>

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

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(UNAUDITED)**

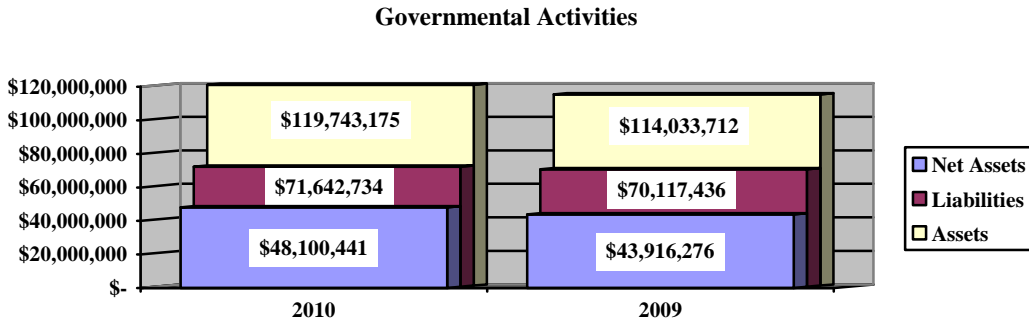
The increase in current assets and current liabilities is primarily due to an increase in property tax receivable as a result of the passage of the 3.4 mill bond issue to support phase I of the District's capital improvement plan in May 2010. Property taxes receivable at June 30, 2010 increased approximately \$3 million over June 30, 2009. The increase in property taxes receivable is equally offset by an increase in unearned revenue which is reported as a current liability. Collection of the property tax revenue on the 3.4 mill bond issue will occur in fiscal year 2011.

Over time, net assets can serve as a useful indicator of a government's financial position. At June 30, 2010, the District's assets exceeded liabilities by \$48,100,441. Of this total, \$4,966,633 is restricted in use.

At year-end, capital assets represented 36.97% of total assets. Capital assets include land, construction in progress (CIP), land improvements, buildings and improvements, furniture and equipment, vehicles and textbooks and library books. Capital assets, net of related debt to acquire the assets at June 30, 2010, were \$27,100,371. These capital assets are used to provide services to the students and are not available for future spending. Although the District's investment in capital assets is reported net of related debt, it should be noted that the resources to repay the debt must be provided from other sources, since capital assets may not be used to liquidate these liabilities.

A portion of the District's net assets, \$4,966,633, represents resources that are subject to external restriction on how they may be used. The remaining balance of unrestricted net assets is \$16,033,437.

The graph below illustrates the District's governmental activities assets, liabilities and net assets at June 30, 2010 and 2009:



The table on the following page shows the change in net assets for fiscal years 2010 and 2009.

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

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(UNAUDITED)

Change in Net Assets

	Governmental Activities <u>2010</u>	Governmental Activities <u>2009</u>
<u>Revenues</u>		
Program revenues:		
Charges for services and sales	\$ 2,084,454	\$ 2,258,110
Operating grants and contributions	3,380,067	2,270,548
Capital grants and contributions	-	47,281
General revenues:		
Property taxes	41,783,590	42,388,437
Grants and entitlements	11,003,434	10,290,480
Investment earnings	280,765	782,731
Miscellaneous	108,120	199,168
Total revenues	<u>58,640,430</u>	<u>58,236,755</u>
<u>Expenses</u>		
Program expenses:		
Instruction:		
Regular	22,316,141	22,673,208
Special	4,879,232	4,526,920
Vocational	283,704	455,026
Adult/continuing	65,515	75,909
Other	1,266,107	1,047,544
Support services:		
Pupil	3,513,646	3,471,572
Instructional staff	3,481,561	3,391,280
Board of education	25,952	34,216
Administration	2,987,406	3,117,290
Fiscal	1,212,175	1,164,119
Business	359,885	467,300
Operations and maintenance	4,726,262	4,560,697
Pupil transportation	4,506,745	4,196,978
Central	154,053	145,385
Operation of non-instructional services:		
Food service operations	1,233,229	1,171,096
Other non-instructional services	752,129	830,827
Extracurricular activities	1,627,922	1,544,201
Interest and fiscal charges	<u>1,064,601</u>	<u>1,050,230</u>
Total expenses	<u>54,456,265</u>	<u>53,923,798</u>
Change in net assets	4,184,165	4,312,957
Net assets at beginning of year (restated)	<u>43,916,276</u>	<u>39,603,319</u>
Net assets at end of year	<u>\$ 48,100,441</u>	<u>\$ 43,916,276</u>

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

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(UNAUDITED)**

Governmental Activities

Net assets of the District's governmental activities increased \$4,184,165. Total governmental expenses of \$54,456,265 were offset by program revenues of \$5,464,521 and general revenues of \$53,175,909. Program revenues supported 10.03% of the total governmental expenses.

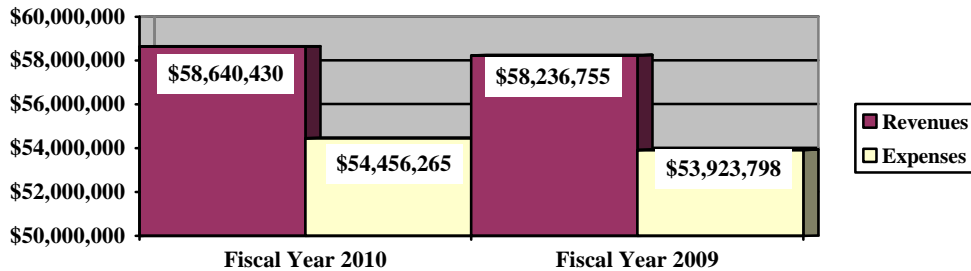
The primary sources of revenue for governmental activities are derived from property taxes, and grants and entitlements. These revenue sources represent 90.02% of total governmental revenue. Tax revenue decreased in the District's general fund as described on page 11. In addition, general revenue – grants and entitlements increased due to the reimbursement of lost personal property taxes from the State of Ohio which is also described on page 11.

The largest expense of the District is for instructional programs. Instruction expenses totaled \$28,810,699 or 52.91% of total governmental expenses for fiscal 2010.

The decrease in general revenues, primarily taxes and interest earnings, coupled with expenditures only increasing about 1 percent over the prior year still allowed the increase in change in net assets. The District has worked to control costs through retirement incentives and other measures.

The graph below presents the District's governmental activities revenue and expenses for fiscal year 2010 and 2009.

Governmental Activities - Revenues and Expenses



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

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(UNAUDITED)**

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

Governmental Activities

	Total Cost of Services <u>2010</u>	Net Cost of Services <u>2010</u>	Total Cost of Services <u>2009</u>	Net Cost of Services <u>2009</u>
Program expenses				
Instruction:				
Regular	\$ 22,316,141	\$ 21,893,397	\$ 22,673,208	\$ 22,086,072
Special	4,879,232	4,251,666	4,526,920	4,082,924
Vocational	283,704	283,704	455,026	455,026
Adult/continuing	65,515	11,363	75,909	2,405
Other	1,266,107	974,256	1,047,544	1,047,544
Support services:				
Pupil	3,513,646	3,134,107	3,471,572	3,265,034
Instructional staff	3,481,561	3,203,959	3,391,280	3,139,759
Board of education	25,952	25,952	34,216	33,911
Administration	2,987,406	2,897,287	3,117,290	3,031,278
Fiscal	1,212,175	1,212,175	1,164,119	1,164,119
Business	359,885	359,885	467,300	467,300
Operations and maintenance	4,726,262	4,501,580	4,560,697	4,463,459
Pupil transportation	4,506,745	4,090,466	4,196,978	3,914,191
Central	154,053	130,810	145,385	112,604
Operation of non-instructional services:				
Food service operations	1,233,229	19,022	1,171,096	21,733
Other non-instructional services	752,129	4,934	830,827	93,998
Extracurricular activities	1,627,922	932,580	1,544,201	916,272
Interest and fiscal charges	<u>1,064,601</u>	<u>1,064,601</u>	<u>1,050,230</u>	<u>1,050,230</u>
Total expenses	<u>\$ 54,456,265</u>	<u>\$ 48,991,744</u>	<u>\$ 53,923,798</u>	<u>\$ 49,347,859</u>

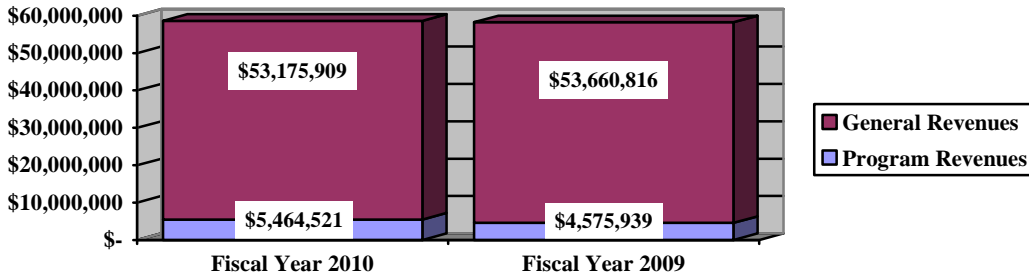
The dependence upon tax and other general revenues for governmental activities is apparent, 95.15% of instruction activities are supported through taxes, grants and entitlements and other general revenues. For all governmental activities, general revenue support is 89.97%. Taxes and unrestricted grants and entitlements from the State of Ohio, as a whole, are by far the primary support for the District's students.

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

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(UNAUDITED)

The graph below presents the District's governmental activities revenue for fiscal year 2010 and 2009.

Governmental Activities - General and Program Revenues



The District's Funds

The District's governmental funds (as presented on page 19) reported a combined fund balance of \$25,522,850, which is higher than last year's total of \$23,665,104. The schedule below indicates the fund balance and the total change in fund balance as of June 30, 2010 and 2009.

	Fund Balance <u>June 30, 2010</u>	Fund Balance <u>June 30, 2009</u>	Increase <u>(Decrease)</u>
General	\$ 20,848,721	\$18,921,714	\$ 1,927,007
Bond Retirement	4,300,664	4,062,615	238,049
Other Governmental	<u>373,465</u>	<u>680,775</u>	<u>(307,310)</u>
Total	<u>\$ 25,522,850</u>	<u>\$23,665,104</u>	<u>\$ 1,857,746</u>

General Fund

The District's general fund balance increased \$1,927,007. An analysis of the increase is presented in the table on the following page.

Bond Retirement Fund

The bond retirement fund had \$2,996,237 in revenues and \$2,758,188 in expenditures. During fiscal 2010, the bond retirement fund's fund balance increased \$238,049 from \$4,062,615 to \$4,300,664. Taxes generated by the District for bond retirement are sufficient to repay future principal and interest obligations.

Other Governmental Funds

The fund balances of the other governmental funds decreased 45.14% from the prior year. This decrease was primarily due to increases in the expenses of the American Recovery and Reinvestment Act, food service fund and the IDEA, Part B special education fund. These funds received intergovernmental revenue support which was not sufficient to cover the increase in expenditures of the funds.

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

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(UNAUDITED)

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

	<u>2010</u> <u>Amount</u>	<u>2009</u> <u>Amount</u>	<u>Increase</u> <u>(Decrease)</u>	<u>Percentage</u> <u>Change</u>
<u>Revenues</u>				
Taxes	\$ 38,444,417	\$ 40,643,668	\$ (2,199,251)	(5.41) %
Tuition	16,032	15,510	522	3.37 %
Earnings on investments	278,049	799,497	(521,448)	(65.22) %
Intergovernmental	10,923,353	10,254,824	668,529	6.52 %
Other revenues	<u>186,778</u>	<u>295,203</u>	<u>(108,425)</u>	(36.73) %
Total	<u>\$ 49,848,629</u>	<u>\$ 52,008,702</u>	<u>\$ (2,160,073)</u>	(4.15) %
<u>Expenditures</u>				
Instruction	\$ 27,023,534	\$ 26,319,503	704,031	2.67 %
Support services	19,431,437	19,445,786	(14,349)	(0.07) %
Extracurricular activities	923,994	833,083	90,911	10.91 %
Facilities acquisition and construction	448,879	656,758	(207,879)	(31.65) %
Capital outlay	-	348,014	(348,014)	(100.00) %
Debt service	<u>84,678</u>	<u>11,784</u>	<u>72,894</u>	618.58 %
Total	<u>\$ 47,912,522</u>	<u>\$ 47,614,928</u>	<u>\$ 297,594</u>	0.63 %

The decreased tax revenue is due to two components: (1) a decrease in the assessed valuation of the District in part due to the phase out of tangible personal property taxes. This phase out is for taxes on inventories for businesses within the District boundaries and (2) a decrease in the amount of tax advance available to the District at June 30, 2010 versus June 30, 2009. At June 30, 2010, the amount of the accrual for tax advance available in the general fund was \$5,001,385 and the amount of the accrual for tax advance available at June 30, 2009 was \$5,616,831. The decrease is reflected as a decrease to tax revenue on the modified accrual basis of accounting. The amount of tax advance available can vary depending upon when tax bills are sent out by Cuyahoga County.

The District also had an increase of 6.52% in intergovernmental revenue primarily due to reimbursement from the State of Ohio for lost personal property tax revenue due to House Bill No. 66 (see note 6 to the financial statements for detail).

Tuition revenue increased due to an increase in open enrollment students in fiscal year 2010. Earnings on investments decreased 65.22% due to a decrease in interest rates on the District's investments. All other revenue items were comparable to the prior year or were immaterial in variance amount.

Instruction expenditures increased due to normal and customary increases in employee wage, benefit and retirement contributions.

Facilities acquisition and construction decreased as the District performed more building improvement projects during fiscal year 2009 versus 2010. Capital outlay expenditures decreased as the District entered into capital leases for new copiers in 2009. Debt service expenditures increased in 2010 due to the payments on these capital leases.

All expenditure items remained consistent with the prior year or were immaterial in variance amount.

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

MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(UNAUDITED)

General Fund Budgeting Highlights

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

During the course of fiscal 2010 the District amended its general fund budget several times. For the general fund, final budgeted revenues and other financing sources were \$50,172,003, which is higher than original budgeted revenues and other financing sources estimate of \$45,640,293. Actual revenues and other financing sources for fiscal 2010 were \$50,723,045.

General fund original appropriations (appropriated expenditures plus other financing uses) of \$52,031,917 were increased to \$52,031,949 in the final budget. The actual budget basis expenditures and other financing uses for fiscal year 2010 totaled \$50,708,114, which were \$1,323,835 lower than the final budget appropriations.

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal 2010, the District had \$44,265,465 invested in land, construction in progress (CIP), land improvements, buildings and improvements, furniture and equipment, vehicles and textbooks and library books. This entire amount is reported in governmental activities. The following table shows fiscal 2010 balances compared to 2009:

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

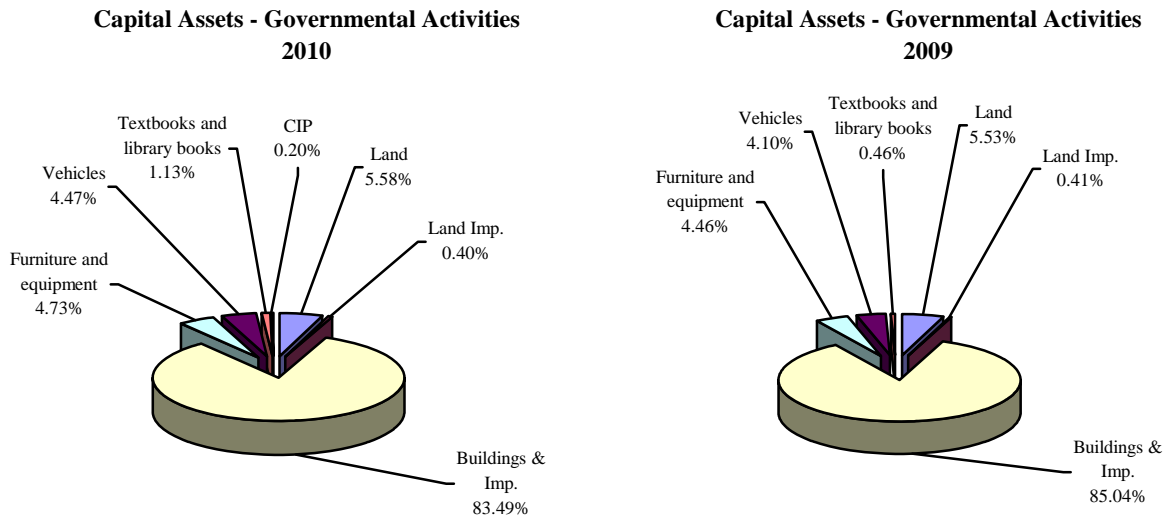
	Governmental Activities	
	2010	2009
Land	\$ 2,468,751	\$ 2,468,751
Construction in progress	87,881	-
Land improvements	177,052	184,293
Buildings and improvements	36,960,053	37,949,416
Furniture and equipment	2,094,293	1,989,071
Vehicles	1,976,914	1,830,072
Textbooks and library books	500,521	205,999
Total	\$ 44,265,465	\$ 44,627,602

The overall decrease in capital assets of \$363,137 is primarily due to depreciation expense of \$1,873,107 and disposals of \$5,399 (net of accumulated depreciation) exceeding capital outlays of \$1,516,369 in the fiscal year.

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

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(UNAUDITED)**

The graphs below present the District's capital assets for fiscal 2010 and fiscal 2009.



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

Debt Administration

At June 30, 2010 the District had \$21,096,748 in general obligation bonds (the issue is comprised of current issue bonds and capital appreciation bonds) outstanding. Of this total, \$2,040,000 is due within one year and \$19,056,748 is due within greater than one year. The following table summarizes the bonds outstanding.

Outstanding Debt, at Year End

	Governmental Activities <u>2010</u>	Governmental Activities <u>2009</u>
Current interest bonds	\$ 19,365,000	\$ 21,285,000
Capital appreciation bonds	<u>1,731,748</u>	<u>1,505,360</u>
Total	<u>\$ 21,096,748</u>	<u>\$ 22,790,360</u>

The District made \$1,920,000 in principal payments on the current interest bonds during fiscal year 2010. The capital appreciation bonds accreted \$226,388 in interest during 2010 and none of the capital appreciation bonds matured during the fiscal year.

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

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

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(UNAUDITED)**

Current Financial Related Activities

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

The financial future of the District is not without its internal as well as external challenges. In the foreseeable future, the internal challenge will remain constant as long as the District is required to rely on local property taxes to fund its operations. External challenges continue to evolve as the economy and the State of Ohio determine the outcome and viability of the State's educational funding system and in dealing with the many unfunded mandates being handed down from the State and Federal government.

While the District relies on its local property taxpayers to support its operations, the fiscal capacity and community support for the schools is quite strong. In May of 2000, the Westlake voters had passed a 5.5 mill replacement levy, which helped fund the general operations and permanent improvements of the District over the last several years. In addition, the community overwhelmingly passed a bond issue in late 2002 to support the construction of a new district Performing Arts center. In May of 2006, the community passed a 6.9 mill continuing levy for general operations. Most recently, in May of 2010, the community passed a 3.4 mill bond issue to support phase I of its capital improvement plan.

Looking at financial ratios, one is able to better gauge the financial health of the District. The District's liquidity or the ability to meet its short-term obligations is favorable and stable at 1.67, which means the District is in a better position to meet current obligations in having enough assets to cover its liabilities. Another important financial concept is solvency. The District's solvency ratio is .40 as compared to .39 in 2009 and indicates the strengthened ability of the District to cover obligations in the short and long term. In addition, the debt ratio for the District remained relatively low at .22 as compared to .25 in 2009 indicating the district is not heavily reliant on debt to facilitate its operations.

Externally, the State of Ohio was found by the Ohio Supreme Court in March 1997 to be operating an unconstitutional educational funding system, one that was neither 'adequate' nor 'equitable'. Since 1997, the State has directed its additional financial support toward school districts with little property tax wealth. In May of 2000, the Ohio Supreme Court again, ruled that, while the State had made some progress, the current funding system for schools is far too dependent on property taxes, which are inherently not 'equitable' nor 'adequate'. The court directed the Governor and the legislature to address the fundamental issue creating the inequities. On December 11, 2002, the Ohio Supreme Court issued its latest opinion regarding the State's school funding plan. The decision reaffirmed earlier decisions that Ohio's current school-funding decision is unconstitutional. The Supreme Court relinquished jurisdiction over the case and directed "...the Ohio General Assembly to enact a school-funding scheme that is thorough and efficient...". In the Summer of 2009, the Legislature approved HB1 which contained a major educational reform package proposed by the Governor. Due to funding constraints being experienced by the State, the new funding model will be phased-in over several years. At this time, the District is unable to determine with certainty what effect this model will have on its future State funding and on its financial operations.

The District has not projected any meaningful growth in State revenues due to the economy and a going concern regarding legislation which requires the redistribution and/or phase-out of commercial and industrial property taxes. With approximately 80 percent of general fund revenues being derived from local sources, one can see the significant impact these changes will have on the District and ultimately, the residential taxpayers.

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

**MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010
(UNAUDITED)**

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

In summary, the District has committed itself to financial and educational excellence for many years to come. The District has received the Government Finance Officers Association (GFOA) Certificate of Achievement for Excellence in Financial Reporting since 1993. Educationally, the District continues to rank among the top schools in Ohio for educational excellence receiving the highest performance designation by the Ohio Department of Education for the last 12 years.

Contacting the District's Financial Management

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

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

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

STATEMENT OF NET ASSETS
JUNE 30, 2010

	Governmental Activities
Assets:	
Equity in pooled cash and investments	\$ 29,325,884
Receivables:	
Property taxes	45,399,227
Accounts.	16,671
Intergovernmental	397,623
Accrued interest	96,382
Inventory held for resale	4,420
Materials and supplies inventory.	19,008
Unamortized bond issue costs	218,495
Capital assets:	
Land and construction in progress.	2,556,632
Depreciable capital assets, net.	41,708,833
Capital assets, net	44,265,465
 Total assets.	 119,743,175
 Liabilities:	
Accounts payable.	201,806
Contracts payable.	87,881
Accrued wages and benefits	5,046,197
Intergovernmental payable	1,922,936
Accrued interest payable	84,754
Unearned revenue	37,752,536
Long-term liabilities:	
Due within one year.	2,841,224
Due within more than one year	23,705,400
 Total liabilities	 71,642,734
 Net Assets:	
Invested in capital assets, net	
of related debt.	27,100,371
Restricted for:	
Capital projects	679
Debt service.	4,378,630
Locally funded programs	34,560
Federally funded programs	42,442
Public school support	229,362
Student activities	206,316
Other purposes	74,644
Unrestricted.	16,033,437
 Total net assets	 \$ 48,100,441

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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

STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	Expenses	Program Revenues		Net (Expense)
		Charges for Services and Sales	Operating Grants and Contributions	Revenue and Changes in Net Assets
				Governmental Activities
Governmental activities:				
Instruction:				
Regular	\$ 22,316,141	\$ 149,017	\$ 273,727	\$ (21,893,397)
Special	4,879,232	-	627,566	(4,251,666)
Vocational	283,704	-	-	(283,704)
Adult/continuing	65,515	1,276	52,876	(11,363)
Other	1,266,107	-	291,851	(974,256)
Support services:				
Pupil	3,513,646	-	379,539	(3,134,107)
Instructional staff	3,481,561	679	276,923	(3,203,959)
Board of education	25,952	-	-	(25,952)
Administration	2,987,406	81,151	8,968	(2,897,287)
Fiscal	1,212,175	-	-	(1,212,175)
Business	359,885	-	-	(359,885)
Operations and maintenance	4,726,262	66,563	158,119	(4,501,580)
Pupil transportation	4,506,745	8,867	407,412	(4,090,466)
Central	154,053	-	23,243	(130,810)
Operation of non-instructional services:				
Food service operations	1,233,229	963,486	250,721	(19,022)
Other non-instructional services	752,129	260,349	486,846	(4,934)
Extracurricular activities	1,627,922	553,066	142,276	(932,580)
Interest and fiscal charges	1,064,601	-	-	(1,064,601)
Total governmental activities	54,456,265	2,084,454	3,380,067	(48,991,744)
General Revenues:				
Property taxes levied for:				
General purposes				39,046,558
Debt service				2,737,032
Grants and entitlements not restricted				
to specific programs				11,003,434
Investment earnings				280,765
Miscellaneous				108,120
Total general revenues				53,175,909
Change in net assets				4,184,165
Net assets at beginning of year				43,916,276
Net assets at end of year				\$ 48,100,441

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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

BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2010

	<u>General</u>	<u>Bond Retirement</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets:				
Equity in pooled cash and investments	\$ 22,940,794	\$ 3,929,881	\$ 817,622	\$ 27,688,297
Receivables:				
Property taxes	40,156,609	5,242,618	-	45,399,227
Accounts	16,635	-	36	16,671
Accrued interest	96,382	-	-	96,382
Interfund loans	124,200	-	-	124,200
Intergovernmental	-	-	397,623	397,623
Inventory held for resale	-	-	4,420	4,420
Materials and supplies inventory	17,507	-	1,501	19,008
Total assets	<u>\$ 63,352,127</u>	<u>\$ 9,172,499</u>	<u>\$ 1,221,202</u>	<u>\$ 73,745,828</u>
Liabilities:				
Accounts payable	\$ 133,847	\$ 638	\$ 67,321	\$ 201,806
Contracts payable	-	-	87,881	87,881
Accrued wages and benefits	4,827,892	-	218,305	5,046,197
Compensated absences payable	251,858	-	-	251,858
Retirement incentive payable	262,500	-	-	262,500
Intergovernmental payable	1,783,495	-	139,441	1,922,936
Interfund loans payable	-	-	124,200	124,200
Unearned revenue	32,964,116	4,708,477	79,943	37,752,536
Deferred revenue	2,279,698	162,720	130,646	2,573,064
Total liabilities	<u>42,503,406</u>	<u>4,871,835</u>	<u>847,737</u>	<u>48,222,978</u>
Fund Balances:				
Reserved for encumbrances	2,666,902	-	123,038	2,789,940
Reserved for tax revenue unavailable for appropriation	5,001,385	371,421	-	5,372,806
Reserved for debt service	-	3,929,243	-	3,929,243
Unreserved, undesignated (deficit), reported in:				
General fund	13,180,434	-	-	13,180,434
Special revenue funds	-	-	325,863	325,863
Capital projects funds	-	-	(75,436)	(75,436)
Total fund balances	<u>20,848,721</u>	<u>4,300,664</u>	<u>373,465</u>	<u>25,522,850</u>
Total liabilities and fund balances	<u>\$ 63,352,127</u>	<u>\$ 9,172,499</u>	<u>\$ 1,221,202</u>	<u>\$ 73,745,828</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO
NET ASSETS OF GOVERNMENTAL ACTIVITIES
JUNE 30, 2010

Total governmental fund balances		\$	25,522,850
<i>Amounts reported for governmental activities in the statement of net assets are different because:</i>			
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.			44,265,465
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.			
Taxes	\$	2,353,828	
Intergovernmental revenue		130,646	
Accrued interest		88,590	
Total			2,573,064
Bond issuance costs are amortized over the life of the bonds on the statement of net assets.			218,495
Unamortized premiums on bond issuances are not recognized in the funds.			(1,440,652)
Unamortized deferred charges on refundings are not recognized in the funds.			1,165,609
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.			(84,754)
An internal service fund used by management to charge the costs of medical, dental and vision insurance to individual funds. The assets and liabilities of the internal service fund are included on the statement of net assets.			1,637,587
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.			
Compensated absences		(3,808,927)	
Retirement incentive payable		(562,500)	
General obligation bonds payable		(21,096,748)	
Capital lease obligation		(289,048)	
Total			(25,757,223)
Net assets of governmental activities		\$	48,100,441

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	<u>General</u>	<u>Bond Retirement</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues:				
From local sources:				
Property taxes	\$ 38,444,417	\$ 2,686,959	\$ -	\$ 41,131,376
Tuition	16,032	-	387,298	403,330
Transportation fees	8,867	-	-	8,867
Charges for services	-	-	963,486	963,486
Earnings on investments	278,049	-	244	278,293
Extracurricular	-	-	332,193	332,193
Classroom materials and fees	15,502	-	273,694	289,196
Rental income	66,563	-	4,050	70,613
Contributions and donations	-	-	154,134	154,134
Contract services	16,769	-	-	16,769
Other local revenues	79,077	-	29,043	108,120
Intergovernmental - State	10,923,353	309,278	475,813	11,708,444
Intergovernmental - Federal	-	-	2,498,456	2,498,456
Total revenue	<u>49,848,629</u>	<u>2,996,237</u>	<u>5,118,411</u>	<u>57,963,277</u>
Expenditures:				
Current:				
Instruction:				
Regular	21,637,191	-	437,615	22,074,806
Special	4,191,352	-	679,690	4,871,042
Vocational	271,866	-	-	271,866
Adult/continuing	78	-	58,504	58,582
Other	923,047	-	339,624	1,262,671
Support services:				
Pupil	3,029,630	-	414,762	3,444,392
Instructional staff	3,107,108	-	304,450	3,411,558
Board of education	25,952	-	-	25,952
Administration	2,879,970	-	95,976	2,975,946
Fiscal	1,167,127	16,736	-	1,183,863
Business	349,305	-	-	349,305
Operations and maintenance	4,291,893	-	158,133	4,450,026
Pupil transportation	4,449,511	-	179,283	4,628,794
Central	130,941	-	22,354	153,295
Operation of non-instructional services:				
Food service operations	-	-	1,200,931	1,200,931
Other non-instructional services	-	-	748,294	748,294
Extracurricular activities	923,994	-	708,126	1,632,120
Facilities acquisition and construction	448,879	-	87,979	536,858
Debt service:				
Principal retirement	58,966	1,920,000	-	1,978,966
Interest and fiscal charges	25,712	821,452	-	847,164
Total expenditures	<u>47,912,522</u>	<u>2,758,188</u>	<u>5,435,721</u>	<u>56,106,431</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,936,107</u>	<u>238,049</u>	<u>(317,310)</u>	<u>1,856,846</u>
Other financing sources (uses):				
Sale of capital assets	900	-	-	900
Transfers in	-	-	10,000	10,000
Transfers (out)	(10,000)	-	-	(10,000)
Total other financing sources (uses)	<u>(9,100)</u>	<u>-</u>	<u>10,000</u>	<u>900</u>
Net change in fund balances	1,927,007	238,049	(307,310)	1,857,746
Fund balances at beginning of year	18,921,714	4,062,615	680,775	23,665,104
Fund balances at end of year	<u>\$ 20,848,721</u>	<u>\$ 4,300,664</u>	<u>\$ 373,465</u>	<u>\$ 25,522,850</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

Net change in fund balances - total governmental funds \$ 1,857,746

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 are allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation expense exceeded capital outlays during the current period.

Capital asset additions	\$	1,516,369	
Current year depreciation		(1,873,107)	
Total			(356,738)

The net effect of various miscellaneous transactions involving capital assets (i.e., sales, disposals, trade-ins, and donations) is to decrease net assets. (5,399)

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

Delinquent property taxes		652,214	
Interest		2,707	
Intergovernmental		22,232	
Total			677,153

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

Decrease in accrued interest payable		3,927	
Accretion of interest on "capital appreciation" bonds		(226,388)	
Amortization of bond premiums		194,088	
Amortization of loss on refunding		(165,480)	
Amortization of issuance costs		(23,584)	
Total			(217,437)

The internal service fund used by management to charge the costs of medical, dental and vision insurance to individual funds is not reported in the statement of activities. Governmental fund expenditures and the related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund is allocated among the governmental activities. (4,429)

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

Bonds		1,920,000	
Capital lease		58,966	
Total			1,978,966

Some expenses reported in the statement of activities, such as compensated absences and retirement incentives, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. 254,303

Change in net assets of governmental activities **\$ 4,184,165**

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
From local sources:				
Property taxes	\$ 35,151,023	\$ 38,641,233	\$ 39,065,633	\$ 424,400
Tuition.	14,740	16,204	16,382	178
Transportation fees.	7,978	8,771	8,867	96
Earnings on investments	373,431	410,509	415,018	4,509
Classroom materials and fees	13,949	15,334	15,502	168
Rental income	61,599	67,715	68,459	744
Contract services.	15,089	16,587	16,769	182
Other local revenues	10,966	12,055	12,187	132
Intergovernmental - State	9,828,769	10,804,686	10,923,354	118,668
Total revenue	<u>45,477,544</u>	<u>49,993,094</u>	<u>50,542,171</u>	<u>549,077</u>
Expenditures:				
Current:				
Instruction:				
Regular	22,307,424	22,057,641	21,964,236	93,405
Special.	3,820,897	4,184,687	4,175,621	9,066
Vocational.	458,637	517,923	326,762	191,161
Other.	2,276,111	2,194,843	1,925,375	269,468
Support Services:				
Pupil.	3,295,159	3,371,598	3,312,322	59,276
Instructional staff	3,219,943	3,204,395	3,135,970	68,425
Board of education	42,781	42,781	30,330	12,451
Administration.	3,184,997	3,052,646	2,959,499	93,147
Fiscal	1,210,648	1,220,501	1,216,529	3,972
Business	495,398	477,507	467,441	10,066
Operations and maintenance.	4,953,229	5,331,062	4,837,470	493,592
Pupil transportation	4,510,109	4,499,527	4,487,550	11,977
Central.	126,307	166,852	166,720	132
Extracurricular activities.	862,246	897,631	897,083	548
Facilities acquisition and construction	544,252	619,402	617,933	1,469
Total expenditures	<u>51,308,138</u>	<u>51,838,996</u>	<u>50,520,841</u>	<u>1,318,155</u>
Excess of revenues over (under) expenditures.	<u>(5,830,594)</u>	<u>(1,845,902)</u>	<u>21,330</u>	<u>1,867,232</u>
Other financing sources (uses):				
Refund of prior year's expenditures	136,431	149,978	151,625	1,647
Transfers (out).	(510,000)	(15,680)	(10,000)	5,680
Advances in.	25,508	28,041	28,349	308
Advances (out)	(169,500)	(132,994)	(132,994)	-
Other uses.	(44,279)	(44,279)	(44,279)	-
Sale of capital assets	810	890	900	10
Total other financing sources (uses)	<u>(561,030)</u>	<u>(14,044)</u>	<u>(6,399)</u>	<u>7,645</u>
Net change in fund balance	(6,391,624)	(1,859,946)	14,931	1,874,877
Fund balance at beginning of year	17,509,460	17,509,460	17,509,460	-
Prior year encumbrances appropriated	2,622,545	2,622,545	2,622,545	-
Fund balance at end of year	\$ 13,740,381	\$ 18,272,059	\$ 20,146,936	\$ 1,874,877

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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

STATEMENT OF NET ASSETS
PROPRIETARY FUND
JUNE 30, 2010

	<u>Internal Service Fund</u>
Assets:	
Current assets:	
Equity in pooled cash and investments	\$ 1,637,587
Total assets.	<u>1,637,587</u>
Net assets:	
Unrestricted.	<u>1,637,587</u>
Total net assets	<u>\$ 1,637,587</u>

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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

STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS
PROPRIETARY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	Internal Service Fund
Operating expenses:	
Purchased services.	\$ 4,429
Total operating expenses.	4,429
Operating loss / change in net assets.	(4,429)
Net assets at beginning of year	1,642,016
Net assets at end of year.	\$ 1,637,587

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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

STATEMENT OF CASH FLOWS
PROPRIETARY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	Internal Service Fund
Cash flows from operating activities:	
Cash payments for contractual services	\$ (4,429)
Net cash used in operating activities	(4,429)
Net decrease in cash and cash equivalents	(4,429)
Cash and cash equivalents at beginning of year . . .	1,642,016
Cash and cash equivalents at end of year	\$ 1,637,587
 Reconciliation of operating loss to net cash (used in) operating activities:	
Operating loss	\$ (4,429)
Net cash used in operating activities	\$ (4,429)

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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

STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
JUNE 30, 2010

	Private-Purpose Trust	
	Scholarship	Agency
Assets:		
Current assets:		
Equity in pooled cash and investments	\$ 72,968	\$ 265,714
Total assets.	72,968	\$ 265,714
Liabilities:		
Due to students.	-	\$ 265,714
Total liabilities	-	\$ 265,714
Net assets:		
Held in trust for scholarships	72,968	
Total net assets	\$ 72,968	

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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

STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	Private-Purpose Trust
	Scholarship
Additions:	
Interest	\$ 79
Gifts and contributions	11,126
Total additions	11,205
 Deductions:	
Scholarships awarded	12,526
Change in net assets	(1,321)
Net assets at beginning of year	74,289
Net assets at end of year	\$ 72,968

SEE ACCOMPANYING NOTES TO THE BASIC FINANCIAL STATEMENTS

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

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT

Westlake City School District (the "District") is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio. The District operates under a locally-elected five-member Board form of government.

The District is located in Westlake, Ohio, Cuyahoga County. The District ranks as the 105th largest in terms of enrollment (among 905 public school districts and community schools) in the State of Ohio. The Board of Education controls the District's seven instructional/support facilities staffed by 253 classified employees, 306 certified full-time teaching personnel and 20 administrators who provide services to 4,016 students and other community members.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Reporting Entity

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

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

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

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

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

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

RELATED ORGANIZATION

Porter Public Library

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

JOINTLY GOVERNED ORGANIZATIONS

Lake Erie Educational Computer Association

The Lake Erie Educational Computer Association (LEECA) is a jointly governed organization among thirty School Districts. The jointly governed organization was formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and instructional functions among member districts. Each of the governments of these schools supports LEECA based upon a per pupil charge dependent upon the software package utilized. The LEECA assembly consists of a superintendent or designated representative from each participating school district and a representative from the fiscal agent. LEECA is governed by a Board of Directors chosen from the general membership of the LEECA assembly. The Board of Directors consists of a representative from the fiscal agent, the chairman of each of the operating committees and at least one Assembly member from each county in which participating school districts are located. The degree of control exercised by any participating school district is limited to its representation on the Board. The District paid \$117,925 to LEECA in fiscal year 2010. Financial information can be obtained by contacting Mr. Thomas Tomlin, Treasurer at the Lorain County Educational Service Center, who serves as the fiscal agent, at 1885 Lake Avenue, Elyria, Ohio 44035.

Ohio Schools Council Association

The Ohio Schools Council Association (Council) is a jointly governed organization comprised of one hundred twenty-one member school districts. The jointly governed organization was formed to purchase quality products and services at the lowest possible cost to the member districts. Each district supports the Council by paying an annual participation fee. The council's Board consists of nine superintendents of the participating districts whose term rotates every year. The degree of control exercised by any school district is limited to its representation on the Board. In fiscal year 2010, the District paid \$2,620 to the Council for annual membership and other fees. Financial information can be obtained by contacting David A. Cottrell, the Executive Secretary/Treasurer of the Ohio Schools Council at 6133 Rockside Road, Suite 10, Independence, Ohio 44131.

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

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

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

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

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

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

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

INSURANCE PURCHASING POOL

Suburban Health Consortium

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 coverage's 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 shall be the governing body of the Consortium. The Board of Education of each Consortium Member shall appoint its Superintendent or such Superintendent's designee to be its representative of the Board of Directors. The officers of the Board of Directors shall consist of a Chairman, Vice-Chairman and Recording Secretary, who shall be elected at the annual meeting of Board of Directors and serve until the next annual meeting. All of the authority of the Consortium shall be exercised by or under the direction of the Board of Directors. The Board of Directors shall also set all premiums and other amounts to be paid by the Consortium Members, and the Board of Directors shall also have the authority to waive premiums and other payments. All members of the Board of Directors shall serve without compensation.

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

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

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

The Fiscal Agent shall be the Board of Education responsible for administering the financial transactions of the Consortium (North Royalton 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 Directors and carry out such other responsibilities as approved by the 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 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 that 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 Member's 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 Richard McIntosh, Treasurer of the North Royalton City School District (the "Fiscal Agent") at 6579 Royalton Road, North Royalton, Ohio 44133.

B. Fund Accounting

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

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

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

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

GOVERNMENTAL FUNDS

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

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

Bond retirement debt service fund - The bond retirement fund is used for the accumulation of property tax revenues for, and the payment of, general obligation bonds issued for various school improvements, additions to the High School and Bassett School and for improvements to the Porter Public Library.

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

PROPRIETARY FUNDS

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

Internal Service Fund - The internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the District, or to other governments, on a cost-reimbursement basis. The District's only internal service fund accounts for a former self-insurance program for employee health, prescription drug and dental benefits. This fund was not used in fiscal year 2010 as the District discontinued the self-insured program during fiscal year 2007.

FIDUCIARY FUNDS

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

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

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

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

C. Basis of Presentation and Measurement Focus

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

Government-wide Financial Statements - The statement of net assets and the statement of activities display information about the District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. Internal service fund activity is eliminated to avoid "doubling up" revenues and expenses.

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

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

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

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

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

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

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

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

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

D. Basis of Accounting

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

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

Nonexchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied (See Note 6). Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specified purpose and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

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

Unearned Revenue and Deferred Revenue - Unearned revenue and deferred revenue arise when assets are recognized before revenue recognition criteria have been satisfied.

Property taxes for which there is an enforceable legal claim as of June 30, 2010, but which were levied to finance fiscal year 2011 operations, and other revenues received in advance of the fiscal year for which they are intended to finance, have been recorded as unearned revenue. Grants and entitlements received before the eligibility requirements are met and delinquent property taxes due at June 30, 2010 are recorded as deferred revenue.

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

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

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

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

Expenses/Expenditures - On the accrual basis of accounting, expenses are recognized at the time they are incurred. The entitlement value of donated commodities received during the year is reported in the statement of revenues, expenditures and changes in fund balances as an expenditure with a like amount reported as intergovernmental revenue.

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

E. Budgetary Process

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

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

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

F. Cash and Cash Equivalents

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

During fiscal year 2010, investments were limited to non-negotiable certificates of deposit, Federal Home Loan Bank (FHLB) securities, Federal Farm Credit bank (FFCB) securities, commercial paper and investments in the State Treasury Asset Reserve of Ohio (STAR Ohio).

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

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

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

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

The District has invested funds in STAR Ohio during fiscal year 2010. 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 shares prices which is the price the investment could be sold for on June 30, 2010.

Under existing Ohio statute, interest earnings are allotted to the general fund unless the Board of Education has, by resolution, specified funds to receive an allocation of interest earnings. Interest revenue credited to the general fund during fiscal year 2010 amounted to \$278,049 which includes \$64,874 assigned from other District funds.

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

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

G. Inventory

On government-wide and fund financial statements, purchased inventories are presented at the lower of cost or market and donated commodities are presented at their entitlement value. Inventories are recorded on a first-in, first-out basis and are expensed when received. Inventories are accounted for using the purchase method on the fund statements and using the consumption method on the government-wide statements.

Inventory consists of expendable supplies held for consumption, donated food and purchased food.

H. Capital Assets

All capital assets of the District are classified as general capital assets. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net assets but are not reported in the fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The District maintains a capitalization threshold of \$1,000 for its general capital assets. The District does not possess any infrastructure. Improvements are capitalized; the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not.

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

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

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

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

I. Interfund Loans

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

J. Unamortized Bond Issuance Costs/Bond Premium and Discount/Accounting Gain or Loss

On government-wide financial statements, issuance costs are deferred and amortized over the term of the bonds using the straight-line method. Unamortized issuance costs are recorded as a separate line item on the statement of net assets.

Bond premiums are deferred and amortized over the term of the bonds using the straight-line method, which approximates the effective interest method. Bond premiums are presented as an addition to the face amount of the bonds.

For advance refundings resulting in the defeasance of debt, the difference between the reacquisition price and the net carrying amount of the old debt is deferred and amortized as a component of interest expense. This accounting gain or loss is amortized over the remaining life of the old debt or the life of the new debt, whichever is shorter, and is presented as an addition to or reduction of the face amount of the new debt.

On the governmental fund financial statements, issuance costs and bond premiums are recognized in the current period. The reconciliation between the bonds face value and the amount reported on the statement of net assets is presented in Note 10.

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

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

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

K. Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned if the employee's rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means.

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

The total liability for vacation and sick leave payments has been calculated using pay rates in effect at June 30, 2010, and reduced to the maximum payment allowed by labor contract and/or statute, plus any additional salary related payments.

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

For governmental fund financial statements, compensated absences are recognized as liabilities and expenditures as payments come due each period upon the occurrence of employee resignations and retirements. In proprietary funds, the entire amount of compensated absences is reported as a fund liability.

L. Accrued Liabilities and Long-Term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements, and all payables and accrued liabilities payable from internal service funds are reported on the internal service fund financial statements. There were no payables or accrued liabilities reported in the internal service fund at June 30, 2010.

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 that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year. Bonds and notes are recognized as a liability in the fund financial statements when due.

M. Fund Balance Reserves

The District reserves those portions of fund equity which are legally segregated for a specific future use or which do not represent available expendable resources and therefore are not available for appropriation or expenditure. Unreserved fund balance indicates that portion of fund equity which is available for appropriation in future periods. Fund equity reserves have been established for encumbrances, property taxes unavailable for appropriation and debt service.

The reserve for property taxes represents taxes recognized as revenue under GAAP, but not available for appropriations under State statute.

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

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

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

N. Net Assets

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

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

O. Estimates

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

P. Operating Revenues and Expenses

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

Q. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board of Education and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during fiscal year 2010.

R. Interfund Activity

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

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

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

NOTE 3 - ACCOUNTABILITY AND COMPLIANCE

A. Change in Accounting Principles

For fiscal year 2010, the District has implemented GASB Statement No. 51, "Accounting and Financial Reporting for Intangible Assets", GASB Statement No. 53, "Accounting and Financial Reporting for Derivative Instruments", and GASB Statement No. 58, "Accounting and Financial Reporting for Chapter 9 Bankruptcies".

GASB Statement No. 51 addresses accounting and financial reporting standards for intangible assets, which are assets that lack physical substance, are nonfinancial in nature, and have an initial useful life extending beyond a single reporting period. Examples of intangible assets include easements, water rights, computer software, patents, and trademarks. GASB Statement No. 51 improves the quality of financial reporting by creating consistency in the recognition, initial measurement, and amortization of intangible assets. The implementation of GASB Statement No. 51 did not have an effect on the financial statements of the District.

GASB Statement No. 53 addresses the recognition, measurement, and disclosure of information regarding derivative instruments entered into by state and local governments. Derivative instruments are financial arrangements used by governments to manage specific risks or to make investments. Common types of derivative instruments include interest rate and commodity swaps, interest rate locks, options, swaptions, forward contracts, and futures contracts. The implementation of GASB Statement No. 53 did not have an effect on the financial statements of the District.

GASB Statement No. 58 establishes accounting and financial reporting guidance for governments that have petitioned for protection from creditors by filing for bankruptcy under Chapter 9 of the United States Bankruptcy Code. GASB Statement No. 58 requires governments to remeasure liabilities that are adjusted in bankruptcy when the bankruptcy court confirms a new payment plan. The implementation of GASB Statement No. 58 did not have an effect on the financial statements of the District.

B. Deficit Fund Balances

Fund balances at June 30, 2010 included the following individual fund deficits:

<u>Nonmajor funds</u>	<u>Deficit</u>
Community Education	\$ 69,358
IDEA, Part B Special Education	92,372
Title I	3,520
Early Childhood Education Development	4,893
Improving Teacher Quality	492
Building	76,115

The general fund is liable for any deficit in these funds and provides operating transfers when cash is required, rather than when accruals occur. The deficit fund balances resulted from adjustments related to accrued liabilities at year-end.

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

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

NOTE 4 - DEPOSITS AND INVESTMENTS

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

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

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

Interim deposits are deposits of interim monies. Interim 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 may be deposited or invested in the following securities:

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

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

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

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

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

A. Deposits with Financial Institutions

At June 30, 2010, the carrying amount of all District deposits was \$20,801,809. Based on the criteria described in GASB Statement No. 40, "Deposits and Investment Risk Disclosures", as of June 30, 2010, \$7,925,494 of the District's bank balance of \$21,188,483 was exposed to custodial risk as discussed below, while \$13,262,989 was covered by the Federal Deposit Insurance Corporation.

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

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

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

B. Investments

As of June 30, 2010, the District had the following investments and maturities:

Investment type	Fair Value	Investment Maturities			
		6 months or less	7 to 12 months	13 to 18 months	19 to 24 months
FHLB	\$ 2,513,556	\$ 1,253,413	\$ 1,260,143	\$ -	\$ -
FFCB	500,250	-	-	-	500,250
Commercial paper	5,743,593	5,743,593	-	-	-
STAR Ohio	105,358	105,358	-	-	-
	<u>\$ 8,862,757</u>	<u>\$ 7,102,364</u>	<u>\$ 1,260,143</u>	<u>\$ -</u>	<u>\$ 500,250</u>

The weighted average maturity of investments is .45years.

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

Credit Risk: The District's investments, except for STAR Ohio and commercial paper, were rated AAA and Aaa by Standard & Poor's and Moody's Investor Services, respectively. The commercial paper is rated A1+/P1. Standard & Poor's has assigned STAR Ohio an AAAM money market rating. The District has no investment policy that would further limit its investment choices.

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

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

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

NOTE 4 - DEPOSITS AND INVESTMENTS - (Continued)

Concentration of Credit Risk: The District places no limit on the amount that may be invested in any one issuer. The following table includes the percentage of each investment type held by the District at June 30, 2010:

<u>Investment type</u>	<u>Fair Value</u>	<u>% of Total</u>
FHLB	\$ 2,513,556	28.36
FFCB	500,250	5.64
Commercial paper	5,743,593	64.81
STAR Ohio	105,358	1.19
	<u>\$ 8,862,757</u>	<u>100.00</u>

C. Reconciliation of Cash and Investments to the Statement of Net Assets

The following is a reconciliation of cash and investments as reported in the note above to cash and investments as reported on the statement of net assets as of June 30, 2010:

<u>Cash and investments per note</u>	
Carrying amount of deposits	\$ 20,801,809
Investments	<u>8,862,757</u>
Total	<u>\$ 29,664,566</u>
 <u>Cash and investments per statement of net assets</u>	
Governmental activities	\$ 29,325,884
Private-purpose trust fund	72,968
Agency fund	<u>265,714</u>
Total	<u>\$ 29,664,566</u>

NOTE 5 - INTERFUND TRANSACTIONS

- A. Interfund loans receivable/payable consisted of the following at June 30, 2010, as reported on the fund statements:

<u>Receivable fund</u>	<u>Payable fund</u>	<u>Amount</u>
General fund	Nonmajor governmental funds	<u>\$124,200</u>

The primary purpose of the interfund balance is to cover costs in a specific fund where revenues were not received by June 30. This interfund balance will be repaid once the anticipated revenues are received.

Interfund balances between governmental funds are eliminated on the government-wide financial statements.

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

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

NOTE 5 - INTERFUND TRANSACTIONS - (Continued)

- B.** Interfund transfers for the year ended June 30, 2010, consisted of the following, as reported on the fund statements:

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

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

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

NOTE 6 - PROPERTY TAXES

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

Property taxes include amounts levied against all real property, public utility property, and certain tangible personal (used in business) property located in the District. Real property tax revenues received in calendar year 2010 represent the collection of calendar year 2009 taxes. Real property taxes received in calendar year 2010 were levied after April 1, 2009, on the assessed values as of January 1, 2009, the lien date. Assessed values for real property taxes are established by State statute at 35 percent of appraised market value. Real property taxes are payable annually or semiannually. If paid annually, payment is due December 31; if paid semiannually, the first payment is due December 31, with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established. Public utility property tax revenues received in calendar year 2010 represent the collection of calendar year 2009 taxes. Public utility real and tangible personal property taxes received in calendar year 2010 became a lien on December 31, 2008, were levied after April 1, 2009, and are collected with real property taxes. Public utility real property is assessed at 35 percent of true value; public utility tangible personal property is currently assessed at varying percentages of true value.

Tangible personal property tax revenues received in calendar year 2010 (other than public utility property) represent the collection of calendar year 2010 taxes levied against local and inter-exchange telephone companies. Tangible personal property taxes received from telephone companies in calendar year 2010 were levied after October 1, 2009, on the value as of December 31, 2009. Amounts paid by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semiannually. If paid annually, payment is due April 30; if paid semiannually, the first payment is due April 30, with the remainder payable by September 20. Tangible personal property taxes paid by April 30 are usually received by the District prior to June 30.

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

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

NOTE 6 - PROPERTY TAXES - (Continued)

The District receives property taxes from Cuyahoga County. The County Auditor periodically advances to the District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2010, are available to finance fiscal year 2010 operations. The amount available as an advance at June 30, 2010 was \$5,001,385 in the general fund and \$371,421 in the bond retirement debt service fund. This amount is recorded as revenue. The amount available for advance at June 30, 2009 was \$5,616,831 in the general fund, \$398,195 in the bond retirement debt service fund. The amount of second-half real property taxes available for advance at fiscal year-end can vary based on the date the tax bills are sent.

Accrued property taxes receivable includes real property, public utility property and tangible personal property taxes which are measurable as of June 30, 2010 and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the amount of real property taxes available as an advance at June 30 was levied to finance current fiscal year operations and is reported as revenue at fiscal year end. The portion of the receivable not levied to finance current fiscal year operations is offset by a credit to unearned revenue.

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

The assessed values upon which the fiscal year 2010 taxes were collected are:

	2009 Second Half Collections		2010 First Half Collections	
	<u>Amount</u>	<u>Percent</u>	<u>Amount</u>	<u>Percent</u>
Agricultural/residential and other real estate	\$ 1,382,016,100	97.94	\$ 1,346,534,600	98.69
Public utility personal	16,859,840	1.19	17,904,860	1.31
Tangible personal property	<u>12,193,793</u>	<u>0.87</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 1,411,069,733</u>	<u>100.00</u>	<u>\$ 1,364,439,460</u>	<u>100.00</u>
Tax rate per \$1,000 of assessed valuation	\$66.50		\$66.70	

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

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

NOTE 7 - RECEIVABLES

Receivables at June 30, 2010 consisted of taxes, accounts (billings for user charged services and student fees), accrued interest and intergovernmental grants and entitlements. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs and the current year guarantee of federal funds. A summary of the principal items of receivables reported on the statement of net assets follows:

Governmental activities

Taxes	\$45,399,227
Accounts	16,671
Intergovernmental	397,623
Accrued interest	<u>96,382</u>
Total governmental activities	<u>\$45,909,903</u>

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

NOTE 8 - CAPITAL LEASES - LESSEE DISCLOSURE

During fiscal year 2009, the District entered into capital lease agreements for copiers. These leases meet the criteria of a capital lease as defined by FASB Statement No. 13, "Accounting for Leases", which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee at the conclusion of the lease term.

Capital lease payments have been reclassified and are reflected as debt service expenditures in the statement of revenues, expenditures and changes in fund balances - general fund. These expenditures are reflected as program/function expenditures on a budgetary basis. Capital assets acquired by lease have been capitalized in the amount of \$348,014, which represents the present value of the future minimum lease payments at the time of acquisition. Accumulated depreciation as of June 30, 2010 was \$37,683, leaving a current book value of \$310,331.

A corresponding liability was recorded in the statement of net assets. Principal payments in the 2010 fiscal year totaled \$58,966. This amount is reflected as debt service principal retirement in the general fund and as a reduction to the long-term liabilities reported on the statement of net assets.

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

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

NOTE 8 - CAPITAL LEASES - LESSEE DISCLOSURE - (Continued)

The following is a schedule of the future long-term minimum lease payments required under the capital leases and the present value of the minimum lease payments as of June 30, 2010.

<u>Fiscal Year Ending June 30,</u>	<u>Governmental Activities</u>
2011	\$ 84,675
2012	84,675
2013	84,683
2014	<u>84,675</u>
	338,708
Less: amount representing interest	<u>(49,660)</u>
Present value of minimum lease payments	<u>\$ 289,048</u>

NOTE 9 - CAPITAL ASSETS

Capital asset activity for the fiscal year-ended June 30, 2010, was as follows:

	<u>Balance June 30, 2009</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2010</u>
Governmental activities:				
<i>Capital assets, not being depreciated:</i>				
Land	\$ 2,468,751	\$ -	\$ -	\$ 2,468,751
Construction in progress	<u>-</u>	<u>87,881</u>	<u>-</u>	<u>87,881</u>
Total capital assets, not being depreciated	<u>2,468,751</u>	<u>87,881</u>	<u>-</u>	<u>2,556,632</u>
<i>Capital assets, being depreciated:</i>				
Land improvements	214,415	-	-	214,415
Buildings and improvements	55,424,562	63,970	-	55,488,532
Furniture and equipment	6,104,281	403,184	(160,356)	6,347,109
Vehicles	4,060,587	494,562	(215,203)	4,339,946
Textbooks and library books	<u>2,419,242</u>	<u>466,772</u>	<u>-</u>	<u>2,886,014</u>
Total capital assets, being depreciated	<u>68,223,087</u>	<u>1,428,488</u>	<u>(375,559)</u>	<u>69,276,016</u>
<i>Less: accumulated depreciation</i>				
Land improvements	(30,122)	(7,241)	-	(37,363)
Buildings and improvements	(17,475,146)	(1,053,333)	-	(18,528,479)
Furniture and equipment	(4,115,210)	(296,823)	159,217	(4,252,816)
Vehicles	(2,230,515)	(343,460)	210,943	(2,363,032)
Textbooks and library books	<u>(2,213,243)</u>	<u>(172,250)</u>	<u>-</u>	<u>(2,385,493)</u>
Total accumulated depreciation	<u>(26,064,236)</u>	<u>(1,873,107)</u>	<u>370,160</u>	<u>(27,567,183)</u>
Governmental activities capital assets, net	<u>\$ 44,627,602</u>	<u>\$ (356,738)</u>	<u>\$ (5,399)</u>	<u>\$ 44,265,465</u>

**WESTLAKE CITY SCHOOL DISTRICT
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NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

NOTE 9 - CAPITAL ASSETS - (Continued)

Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	\$ 893,643
Special	106,750
Vocational	17,308
Adult/continuing	6,933
Support Services:	
Pupil	85,055
Instructional staff	115,919
Administration	81,252
Fiscal	10,237
Business	8,098
Operations and maintenance	90,952
Pupil transportation	357,516
Central	2,428
Operation of non instruction services:	
Food service operations	44,594
Extracurricular activities	<u>52,422</u>
Total depreciation expense	<u>\$ 1,873,107</u>

NOTE 10 - LONG-TERM OBLIGATIONS

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

<u>Debt Issue</u>	<u>Original Issue Date</u>	<u>Original Issue Amount</u>	<u>Interest Rate</u>	<u>Date of Maturity</u>
General Obligation Bonds:				
School Improvements	2003	8,700,000	2.0-5.0%	December 1, 2027
School Improvements Refunding	2004	13,925,000	2.0-15.4%	December 1, 2016
Library Improvements Refunding	2006	3,785,000	3.55-5.0%	December 1, 2017

**WESTLAKE CITY SCHOOL DISTRICT
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NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

NOTE 10 - LONG-TERM OBLIGATIONS - (Continued)

The following is a schedule of the changes in long-term obligations during fiscal year 2010:

	Balance			Balance	Amounts
	<u>June 30, 2009</u>	<u>Additions</u>	<u>Reductions</u>	<u>June 30, 2010</u>	<u>Due in</u> <u>One Year</u>
Governmental activities					
General Obligation bonds:					
Library improvements refunding:					
Serial bonds	\$ 3,720,000	\$ -	\$ (290,000)	\$ 3,430,000	\$ 310,000
Unamortized premium	213,548	-	(25,372)	188,176	-
Deferred amount on refunding	(146,597)	-	17,418	(129,179)	-
School improvements:					
Serial bonds	7,390,000	-	(185,000)	7,205,000	200,000
Unamortized premium	128,639	-	(7,147)	121,492	-
School Improvements Refunding:					
Serial bonds	10,175,000	-	(1,445,000)	8,730,000	1,530,000
Unamortized premium	162,672	-	(20,334)	142,338	-
Capital appreciation bonds	725,000	-	-	725,000	-
Accretion on capital appreciation bonds	780,360	226,388	-	1,006,748	-
Unamortized premium	1,129,881	-	(141,235)	988,646	-
Deferred amount on refunding	(1,184,492)	-	148,062	(1,036,430)	-
Total general obligation bonds	<u>23,094,011</u>	<u>226,388</u>	<u>(1,948,608)</u>	<u>21,371,791</u>	<u>2,040,000</u>
Capital lease obligation	348,014	-	(58,966)	289,048	63,859
Retirement incentive	1,037,500	-	(212,500)	825,000	262,500
Compensated absences	4,086,140	403,978	(429,333)	4,060,785	474,865
Total governmental activities long-term liabilities	<u>\$ 28,565,665</u>	<u>\$ 630,366</u>	<u>\$ (2,649,407)</u>	<u>\$ 26,546,624</u>	<u>\$ 2,841,224</u>

All general obligation bonds will be paid from property taxes in the bond retirement fund.

Compensated absences will be paid from the general fund and the following nonmajor governmental funds: food service fund, interdistrict summer school fund, community education fund, auxiliary services fund, IDEA Part B special education fund, Title I fund and the early childhood educational development fund.

The capital lease obligations will be paid from the general fund. See Note 8 for more detail.

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

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

NOTE 10 - LONG-TERM OBLIGATIONS - (Continued)

Library Improvement Refunding Bonds

On October 12, 2006, the District issued \$3,785,000 in library improvement refunding bonds to advance refund a portion of the 1998 library improvement bonds. The refunding bonds were sold at a premium of \$279,092. Proceeds of \$3,996,593 (after the underwriting fees and other issuance costs) were deposited in an irrevocable trust with an escrow agent to provide for all future debt payments on the refunded portion of the 1998 library improvement bonds. As a result, \$3,805,000 of these bonds were considered defeased and the liability for the refunding portion of these bonds has been removed from the basic financial statements. As of June 30, 2010 the outstanding amount of the refunded bonds are \$3,510,000.

Interest payments on the refunding bonds are due on June 1 and December 1 of each year. The final maturity stated in the issue is December 1, 2017.

The reacquisition price exceeded the net carrying amount of the old debt by \$191,593. This amount is being netted against the new debt and amortized over the remaining life of the refunded debt, which is equal to the life of the new debt issued.

School Improvement Bonds

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

School Improvement Refunding Bonds

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

The bonds were sold at a premium of \$2,140,791. Proceeds of \$15,886,812 (after the underwriting fees and other issuance costs) were deposited in an irrevocable trust with an escrow agent to provide for all future debt payments on the refunded portion of the 1995 classroom facilities improvement bonds. As a result, \$13,925,000 of these bonds were considered defeased and the liability for the refunding portion of these bonds has been removed from the basic financial statements. As of June 30, 2010 the outstanding amount of the refunded bonds are \$9,645,000.

The serial bonds were issued for an 11 year period with a final maturity at December 1, 2014. The capital appreciation bonds were issued for a 13 year period with a final maturity at December 1, 2016 in the amount of \$4,305,000. At June 30, 2010, a total of \$1,006,748 in accreted interest has been recorded on the capital appreciation bonds. The bonds are being retired from the bond retirement fund. The 2004 school improvement refunding bonds are not subject to redemption prior to stated maturity.

**WESTLAKE CITY SCHOOL DISTRICT
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NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

NOTE 10 - LONG-TERM OBLIGATIONS - (Continued)

Principal and interest requirements to retire general obligation bonds outstanding at June 30, 2010, are as follows:

Fiscal Year Ending,	General Obligation Bonds		Capital Appreciation Bonds		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2011	\$ 2,040,000	\$ 756,615	\$ -	\$ -	\$ 2,040,000	\$ 756,615
2012	2,205,000	681,840	-	-	2,205,000	681,840
2013	2,350,000	608,384	-	-	2,350,000	608,384
2014	2,520,000	524,435	-	-	2,520,000	524,435
2015	2,705,000	414,330	-	-	2,705,000	414,330
2016 - 2020	3,445,000	1,296,561	725,000	3,580,000	4,170,000	4,876,561
2021 - 2025	2,385,000	705,221	-	-	2,385,000	705,221
2026 - 2028	1,715,000	131,375	-	-	1,715,000	131,375
Total	<u>\$ 19,365,000</u>	<u>\$ 5,118,761</u>	<u>\$ 725,000</u>	<u>\$ 3,580,000</u>	<u>\$ 20,090,000</u>	<u>\$ 8,698,761</u>

Legal Debt Margin

The Ohio Revised Code provides that voted net general obligation debt of the District shall never exceed 9% of the total assessed valuation of the District. The code further provides that unvoted indebtedness shall not exceed 1/10 of 1% of the property valuation of the District. The code additionally states that unvoted indebtedness related to energy conservation debt shall not exceed 9/10 of 1% of the property valuation of the District. The assessed valuation used in determining the District's legal debt margin has been modified by House Bill 530 which became effective March 30, 2006. In accordance with House Bill 530, the assessed valuation used in the District's legal debt margin calculation excluded tangible personal property used in business, telephone or telegraph property, interexchange telecommunications company property, and personal property owned or leased by a railroad company and used in railroad operations. The effects of these debt limitations at June 30, 2010, are a voted debt margin of \$106,735,172 (including available funds of \$4,300,664) and an unvoted debt margin of \$1,364,439.

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

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

NOTE 11 - OTHER EMPLOYEE BENEFITS

A. Compensated Absences

The criteria for determining vacation and sick leave benefits are derived from negotiated agreements and State laws. Classified employees earn ten to twenty-one days of vacation per year, depending upon type of contract, length of service and hours worked. Teachers and administrators who are not on a twelve month contract do not earn vacation time. Administrators employed to work 260 days per year earn vacation annually as specified in their individual contracts. Classified employees and administrators who earn vacation are paid for accumulated unused vacation time upon termination of employment. Teachers, administrators and classified employees earn sick leave at the rate of one and one-fourth days per month. Sick leave may be accumulated to a maximum of 325 days for classified employees. The certified employees' sick leave accrual is continuous, without limit. Upon retirement, certified employees receive payment for one-fourth of the total sick leave accumulation, up to a maximum accumulation of 260 days. Classified employees receive payment for one-fourth of the total sick leave accumulation, up to a maximum accumulation of 260 days. In addition, the classified employee may qualify based on sick leave usage to received 10% of his/her unused days accumulated but unused during the last five years of employment. Administrative employees with five or more years of service receive payment for one-fourth of the total sick leave accumulation, up to a maximum accumulation of 260 days. In addition, administrative employees with 10 or more years of service receive an additional 10 days for every year worked in excess of 10 years to a maximum of 30 additional days.

B. Insurance Benefits

The District provides term life insurance and accidental death and dismemberment insurance to eligible employees through Anthem Life Insurance, in the amount of \$50,000 or \$25,000 for all certified employees depending upon full and part time teaching, \$45,000 or \$30,000 for all noncertified employees depending upon the number of years each employee worked, and \$60,000 for each administrator except the superintendent and treasurer which are \$100,000.

C. Retirement Incentive Plan

During fiscal year 2006 and 2009, the District offered a Retirement Incentive Bonus ("RIB") and a Health Care Reimbursement Account ("HRA") to certified teaching employees who are currently eligible to retire with the State Teachers Retirement System. Teachers electing to retire and accept the RIB and HRA are entitled to their normal severance payment (See Note 11.A.) plus a \$17,000 RIB plus an \$8,000 HRA. The employee's severance payment is payable in three substantially-equal payments with the first payment being made on or about the one-year anniversary date of the employee's retirement and each subsequent payment being payable on or about the yearly anniversary of the retirement date. The employee's RIB payment is payable in four substantially-equal payments with the first payment being made on or about the one-year anniversary date of the employee's retirement and each subsequent payment being payable on or about the yearly anniversary of the retirement date. The employee's HRA payment is payable in four substantially-equal payments with the first payment being made on or about the one-year anniversary date of the employee's retirement and each subsequent payment being payable on or about the yearly anniversary of the retirement date.

At June 30, 2010, the total liability for retirement incentives (both RIB and HRA payments) is \$825,000. Of this total, \$262,500 is due within one year and recorded as a liability of the general fund. The remaining long-term portion is payable through fiscal year 2016.

**WESTLAKE CITY SCHOOL DISTRICT
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**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

NOTE 11 - OTHER EMPLOYEE BENEFITS - (Continued)

The District has entered into a Memorandum of Agreement (MOA) with the Westlake Teachers Association whereby any teacher who would like to retire under the STRS parameters of age 55 with at least 25 years of service credit, or age 60 with at least 5 years of service credit, may do so and may be eligible for the retirement incentive plan. Under the MOA, any teacher who elects to retire and is eligible to retire under STRS parameters can do so under the retirement incentive plan.

The employee's severance payment has been recorded as a component of "compensated absences payable" on the fund financial statements and the RIB and HRA payments have been recorded as "retirement incentive" on the fund financial statements to the extent that each will be liquidated using current expendable financial resources. The entire liability is recorded on the statement of net assets.

NOTE 12 - RISK MANAGEMENT

A. Property and Liability

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. For fiscal year 2010, the District participated in the Ohio Schools Council's cooperative insurance consortium to solicit quotations from various insurance carriers for specific coverage types.

The District contracts with the Ohio School Plan to provide property and general liability insurance, as well as boiler and machinery coverage. There is a \$1,000 deductible with an agreed value co-insurance for property and a \$1,000 deductible for boiler and machinery coverage. There is no deductible for general liability.

General liability is provided by Ohio School Plan with a \$5,000,000 single occurrence limit, a \$7,000,000 aggregate limit in addition to a \$5,000,000 excess coverage policy. Employee dishonesty coverage is also provided by the Ohio School Plan with a \$1,000 deductible. Vehicles are covered by the Ohio School Plan and have a \$250 deductible for comprehensive and \$500 deductible for collision; buses have a \$1,000 deductible for comprehensive and \$1,000 deduction for collision. Automobile liability has a \$5,000,000 combined single limit of liability excluding the excess coverage indicated above.

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

B. Employee Medical Benefits

The District is a member of the Suburban Health Consortium, a shared risk pool (Note 2.A.) to provide employee medical, surgical, prescription drug, vision and dental benefits. Rates are set through an annual calculation process. The District pays a monthly contribution and a pro-rata share of their "buy-in" contribution to existing plan reserves which is placed in a common fund from which the claim payments are made for all participating districts. For fiscal year 2010, the District paid 90% of the cost of the monthly medical and prescription-drug premium for classified, certified and administrative employees.

**WESTLAKE CITY SCHOOL DISTRICT
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**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

NOTE 12 - RISK MANAGEMENT - (Continued)

C. Workers' Compensation

The District pays the State Workers' Compensation System a premium based on a rate per \$100 of salaries. This rate is calculated based on accident history and administrative costs. In December of 2009, the District enrolled in a Group Retrospective rating program for calendar 2010 offered by the Ohio Bureau of Worker's Compensation and administered by CompManagement Inc.

NOTE 13 - PENSION PLANS

A. School Employees Retirement System

Plan Description - The District contributes to the School Employees Retirement System (SERS), a cost-sharing, multiple-employer defined benefit pension plan. SERS provides retirement, disability, survivor benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the School Employees Retirement System, 300 East Broad Street, Suite 100, Columbus, Ohio 43215-3746. It is also posted on the SERS' Ohio website, www.ohsers.org, under *Employers/Audit Resources*.

Funding Policy - Plan members are required to contribute 10 percent of their annual covered salary and the District is required to contribute at an actuarially determined rate. The current District rate is 14 percent of annual covered payroll. A portion of the District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits. For fiscal year 2010, 12.74 percent and .04 percent of annual covered salary was the portion used to fund pension obligations and death benefits, respectively. The contribution requirements of plan members and employers are established and may be amended by the SERS' Retirement Board up to a statutory maximum amount of 10 percent for plan members and 14 percent for employers. Chapter 3309 of the Ohio Revised Code provides statutory authority for member and employer contributions. The District's required contributions for pension obligations and death benefits to SERS for the fiscal years ended June 30, 2010, 2009 and 2008 were \$1,003,077, \$673,973 and \$660,429, respectively; 44.81 percent has been contributed for fiscal year 2010 and 100 percent for fiscal years 2009 and 2008.

B. State Teachers Retirement System of Ohio

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

**WESTLAKE CITY SCHOOL DISTRICT
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**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

NOTE 13 - PENSION PLANS - (Continued)

New members have a choice of three retirement plans, a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. The DB plan offers an annual retirement allowance based on final average salary times a percentage that varies based on years of service, or an allowance based on 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 DC Plan and the DB Plan. In the Combined Plan, member contributions are invested by the member, and employer contributions are used to fund the defined benefit payment at a reduced level from the regular DB Plan. 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 or converted to a lifetime monthly annuity at age 50. Benefits are established by Chapter 3307 of the Ohio Revised Code.

A DB or Combined Plan member with five or more years credited service who becomes disabled may qualify for a disability benefit. Eligible spouses and dependents of these active members who die before retirement may qualify for survivor benefits. Members in the DC Plan who become disabled are entitled only to their account balance. If a member 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 - For fiscal year 2010, plan members were required to contribute 10 percent of their annual covered salaries. The District was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations. For fiscal year 2009, the portion used to fund pension obligations was also 13 percent. Contribution rates are established by the State Teachers Retirement Board, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions.

The District's required contributions for pension obligations to STRS Ohio for the fiscal years ended June 30, 2010, 2009 and 2008 were \$3,111,261, \$2,920,173 and \$2,850,376, respectively; 82.64 percent has been contributed for fiscal year 2010 and 100 percent for fiscal years 2009 and 2008. Contributions to the DC and Combined Plans for fiscal year 2010 were \$116,810 made by the District and \$83,436 made by the plan members.

C. Social Security System

Effective July 1, 1991, all employees not otherwise covered by the SERS/STRS Ohio have an option to choose Social Security or the SERS/STRS Ohio. As of June 30, 2010, certain members of the Board of Education have elected Social Security. The District's liability is 6.2 percent of wages paid.

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

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

NOTE 14 - POSTEMPLOYMENT BENEFITS

A. School Employees Retirement System

Plan Description - The District participates in two cost-sharing, multiple employer postemployment benefit plans administered by the School Employees Retirement System (SERS) 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. A prescription drug program is also available to those who elect health coverage. SERS employs two third-party administrators and a pharmacy benefit manager to manage the self-insurance and prescription drug plans, respectively. The Medicare Part B Plan reimburses Medicare Part B premiums paid by eligible retirees and beneficiaries as set forth in Chapter 3309.69 of the Ohio Revised Code. Qualified benefit recipients who pay Medicare Part B premiums may apply for and receive a monthly reimbursement from SERS. The reimbursement amount is limited by statute to the lesser of the January 1, 1999 Medicare Part B premium or the current premium. The Medicare Part B premium for calendar year 2009 was \$96.40 and SERS' reimbursement to retirees was \$45.50. Benefit provisions and the obligations to contribute are established by the System based on authority granted by State statute. The financial reports of both Plans are included in the SERS Comprehensive Annual Financial Report which is available by contacting SERS at 300 East Broad St., Suite 100, Columbus, Ohio 43215-3746. It is also posted on the SERS' Ohio website, 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 2010, 0.46 percent of covered payroll was allocated to health care. An additional health care surcharge on employers is collected for employees earning less than an actuarially determined minimum compensation amount, pro-rated according to service credit earned. Statutes provide that no employer shall pay a health care surcharge greater than 2.0 percent of that employer's SERS-covered payroll; nor may SERS collect in aggregate more than 1.5 percent of the statewide SERS-covered payroll for the health care surcharge. For fiscal year 2010, the actuarially determined amount was \$35,800.

Active members do not contribute to the postemployment benefit plans. The Retirement Board establishes the rules for the premiums paid by the retirees for health care coverage for themselves and their dependents or for their surviving beneficiaries. Premiums vary depending on the plan selected, qualified years of service, Medicare eligibility and retirement status.

The District's contributions for health care (including surcharge) for the fiscal years ended June 30, 2010, 2009, and 2008 were \$186,396, \$417,212 and \$439,869, respectively; 44.81 percent has been contributed for fiscal year 2010 and 100 percent for fiscal years 2009 and 2008.

The Retirement Board, acting with advice of the actuary, allocates a portion of the employer contribution to the Medicare B Fund. For fiscal year 2010, this actuarially required allocation was 0.76 percent of covered payroll. The District's contributions for Medicare Part B for the fiscal years ended June 30, 2010, 2009, and 2008 were \$59,651, \$55,608 and \$47,585, respectively; 44.81 percent has been contributed for fiscal year 2010 and 100 percent for fiscal years 2009 and 2008.

**WESTLAKE CITY SCHOOL DISTRICT
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NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

NOTE 14 - POSTEMPLOYMENT BENEFITS - (Continued)

B. State Teachers Retirement System of Ohio

Plan Description - The District contributes to the cost sharing, multiple employer defined benefit Health Plan (the "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. 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 may be obtained by visiting www.strsoh.org or by calling (888) 227-7877.

Funding Policy - Ohio law 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 Plan. All benefit recipients pay a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions. For 2010, STRS Ohio allocated employer contributions equal to 1 percent of covered payroll to the Health Care Stabilization Fund. The District's contributions for health care for the fiscal years ended June 30, 2010, 2009, and 2008 were \$239,328, \$224,629 and \$219,260, respectively; 82.64 percent has been contributed for fiscal year 2010 and 100 percent for fiscal years 2009 and 2008.

NOTE 15 - STATUTORY RESERVES

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

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

	Textbooks/ Instructional Materials	Capital Improvements Reserve
Set-aside balance as of June 30, 2009	\$ (1,022,253)	\$ -
Current year set-aside requirement	656,793	656,793
Qualifying disbursements	(918,134)	(765,499)
Total	\$ (1,283,594)	\$ (108,706)
Balance carried forward to fiscal year 2011	\$ (1,283,594)	\$ -

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

**NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

NOTE 15 - STATUTORY RESERVES - (Continued)

The District had qualifying disbursements during the year that reduced the set-aside amounts below zero for the textbook/instructional materials and capital acquisition reserves. These extra amounts may be used to reduce the set-aside requirement for future years for the textbook/instructional materials. The negative amount is therefore presented as being carried forward to next fiscal year. Although the District had qualifying disbursements 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 of future years. The negative amount is therefore not presented as being carried forward to next fiscal year.

NOTE 16 - CONTINGENCIES

A. Grants

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

B. Litigation

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

NOTE 17 - BUDGETARY BASIS OF ACCOUNTING

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

The statement of revenue, expenditures and changes in fund balance - budget and actual (non-GAAP budgetary basis) presented for the general fund is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget.

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

- (a) Revenues and other financing sources are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis);
- (b) Expenditures and other financing uses are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis);
- (c) In order to determine compliance with Ohio law, and to reserve that portion of the applicable appropriation, total outstanding encumbrances (budget basis) are recorded as the equivalent of an expenditure, as opposed to a reservation of fund balance for that portion of outstanding encumbrances not already recognized as an account payable (GAAP basis);

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

NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

NOTE 17 - BUDGETARY BASIS OF ACCOUNTING - (Continued)

- (d) Investments are reported at fair value (GAAP basis) rather than cost (budget basis);
- (e) Advances-In and Advances-Out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis).

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

Net Change in Fund Balance

	<u>General Fund</u>
Budget basis	\$ 14,931
Net adjustment for revenue accruals	(693,542)
Net adjustment for expenditure accruals	(176,007)
Net adjustment for other sources/uses	(2,701)
Adjustment for encumbrances	<u>2,784,326</u>
GAAP basis	<u>\$ 1,927,007</u>

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COMBINING STATEMENTS
AND INDIVIDUAL FUND SCHEDULES

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

Nonmajor Special Revenue Funds

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

Food Service Fund

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

Local Grants Fund

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

Uniform School Supplies Fund

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

Interdistrict Summer School Fund

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

Community Education Fund

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

Public School Support Fund

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

Professional Development Grant Fund

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

Athletic and Music Fund

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

Auxiliary Services Fund

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

Educational Management Information Systems Fund

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

Entry Year Programs Fund

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

Data Communications Support Fund

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

Adult Basic Education Fund

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

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

Nonmajor Special Revenue Funds - (Continued)

IDEA, Part B Special Education Fund

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

Education Stabilization Fund

Grant from the American Recovery and Reinvestment Act (ARRA) in State Fiscal Stabilization Funds (SFSF) to help stabilize state and local budgets in order to minimize and avoid reductions in education and other essential services.

Stimulus Title II D Fund

Grant focus on Professional Development and Student Learning. Through sustained, collaborative, job-embedded professional development and the use of research-based methods, teachers will experience new models and strategies for teaching and learning.

Limited English Proficiency Fund

This fund accounts for federal monies used for instruction in the child's native language to the extent necessary to allow a child to achieve competence in English.

Energy Audit Fund

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

Title I Fund

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

Title V Fund

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

Drug Free Schools Grant Fund

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

Early Childhood Education Development Fund

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

Improving Teacher Quality Fund

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

Miscellaneous Federal Grants Fund

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

Nonmajor Capital Projects Funds

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

Permanent Improvement Fund

This fund accounts for the acquisition and construction of permanent improvements as authorized by Chapter 5705, Revised Code.

Building Fund

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

WESTLAKE CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 GENERAL FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
From local sources:				
Property taxes	\$ 35,151,023	\$ 38,641,233	\$ 39,065,633	\$ 424,400
Tuition	14,740	16,204	16,382	178
Transportation fees	7,978	8,771	8,867	96
Earnings on investments	373,431	410,509	415,018	4,509
Classroom materials and fees	13,949	15,334	15,502	168
Rental income.	61,599	67,715	68,459	744
Contract services	15,089	16,587	16,769	182
Other local revenues	10,966	12,055	12,187	132
Intergovernmental - State	9,828,769	10,804,686	10,923,354	118,668
Total revenues.	<u>45,477,544</u>	<u>49,993,094</u>	<u>50,542,171</u>	<u>549,077</u>
Expenditures:				
Current:				
Instruction:				
Regular:				
Salaries and wages	15,933,782	15,772,544	15,772,544	-
Fringe benefits	4,907,702	4,782,791	4,770,616	12,175
Purchased services	78,940	82,859	79,074	3,785
Supplies	1,027,672	1,021,311	998,485	22,826
Capital outlay	359,328	398,136	343,517	54,619
Total regular	<u>22,307,424</u>	<u>22,057,641</u>	<u>21,964,236</u>	<u>93,405</u>
Special:				
Salaries and wages	2,723,696	2,995,821	2,995,821	-
Fringe benefits	1,071,331	1,152,492	1,151,685	807
Purchased services	3,195	13,695	13,448	247
Supplies	11,675	12,805	12,805	-
Capital outlay	3,000	1,874	1,862	12
Other	8,000	8,000	-	8,000
Total special	<u>3,820,897</u>	<u>4,184,687</u>	<u>4,175,621</u>	<u>9,066</u>
Vocational:				
Salaries and wages	318,519	318,519	171,111	147,408
Fringe benefits	95,576	95,576	51,975	43,601
Purchased services	38,342	95,340	95,188	152
Supplies	6,200	8,488	8,488	-
Total vocational	<u>458,637</u>	<u>517,923</u>	<u>326,762</u>	<u>191,161</u>
Other:				
Salaries and wages	141,862	141,862	77,940	63,922
Fringe benefits	134,579	134,579	74,024	60,555
Purchased services	1,999,670	1,918,402	1,773,411	144,991
Total other	<u>2,276,111</u>	<u>2,194,843</u>	<u>1,925,375</u>	<u>269,468</u>
Total instruction	<u>28,863,069</u>	<u>28,955,094</u>	<u>28,391,994</u>	<u>563,100</u>
Support Services:				
Pupil:				
Salaries and wages	1,917,426	1,957,179	1,957,179	-
Fringe benefits	590,296	623,437	623,437	-
Purchased services	727,148	731,226	672,701	58,525
Supplies	30,905	31,578	31,443	135
Capital outlay	1,500	294	294	-
Other	27,884	27,884	27,268	616
Total pupil	<u>3,295,159</u>	<u>3,371,598</u>	<u>3,312,322</u>	<u>59,276</u>

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Instructional staff:				
Salaries and wages	\$ 1,986,110	\$ 1,996,703	\$ 1,996,703	\$ -
Fringe benefits	720,116	720,116	678,119	41,997
Purchased services	251,166	250,528	224,100	26,428
Supplies	176,801	177,221	177,221	-
Capital outlay	79,200	53,027	53,027	-
Other	6,550	6,800	6,800	-
Total instructional staff	<u>3,219,943</u>	<u>3,204,395</u>	<u>3,135,970</u>	<u>68,425</u>
Board of Education:				
Salaries and wages	16,020	16,020	13,250	2,770
Fringe benefits	2,754	2,754	2,247	507
Purchased services	8,100	7,725	2,957	4,768
Supplies	2,357	2,627	2,195	432
Other	13,550	13,655	9,681	3,974
Total board of education	<u>42,781</u>	<u>42,781</u>	<u>30,330</u>	<u>12,451</u>
Administration:				
Salaries and wages	1,820,937	1,820,937	1,779,719	41,218
Fringe benefits	770,712	773,781	746,140	27,641
Purchased services	410,356	337,211	322,893	14,318
Supplies	129,747	52,243	52,113	130
Capital outlay	1,000	11,789	9,372	2,417
Other	52,245	56,685	49,262	7,423
Total administration	<u>3,184,997</u>	<u>3,052,646</u>	<u>2,959,499</u>	<u>93,147</u>
Fiscal:				
Salaries and wages	336,701	340,828	340,828	-
Fringe benefits	147,097	133,344	132,698	646
Purchased services	44,984	45,735	44,676	1,059
Supplies	9,100	8,101	5,834	2,267
Capital outlay	1,500	27,099	27,099	-
Other	671,266	665,394	665,394	-
Total fiscal	<u>1,210,648</u>	<u>1,220,501</u>	<u>1,216,529</u>	<u>3,972</u>
Business:				
Salaries and wages	251,531	251,531	245,499	6,032
Fringe benefits	110,845	110,845	106,843	4,002
Purchased services	127,572	108,555	108,555	-
Supplies	3,800	4,441	4,428	13
Capital outlay	-	485	485	-
Other	1,650	1,650	1,631	19
Total business	<u>495,398</u>	<u>477,507</u>	<u>467,441</u>	<u>10,066</u>

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Operations and maintenance:				
Salaries and wages	\$ 1,880,557	\$ 1,846,546	\$ 1,844,282	\$ 2,264
Fringe benefits	724,806	675,550	664,785	10,765
Purchased services	1,953,673	2,415,546	1,934,983	480,563
Supplies	357,208	341,106	341,106	-
Capital outlay	36,985	52,314	52,314	-
Total operations and maintenance	<u>4,953,229</u>	<u>5,331,062</u>	<u>4,837,470</u>	<u>493,592</u>
Pupil transportation:				
Salaries and wages	2,263,653	2,339,396	2,339,396	-
Fringe benefits	1,011,636	1,017,129	1,016,394	735
Purchased services	221,243	214,382	214,382	-
Supplies	649,027	549,284	538,042	11,242
Capital outlay	364,350	379,136	379,136	-
Other	200	200	200	-
Total pupil transportation	<u>4,510,109</u>	<u>4,499,527</u>	<u>4,487,550</u>	<u>11,977</u>
Central:				
Salaries and wages	37,956	49,762	49,762	-
Fringe benefits	11,944	20,172	20,172	-
Purchased services	74,604	87,788	87,788	-
Supplies	1,478	6,249	6,202	47
Capital outlay	-	2,556	2,556	-
Other	325	325	240	85
Total central	<u>126,307</u>	<u>166,852</u>	<u>166,720</u>	<u>132</u>
Total support services	<u>21,038,571</u>	<u>21,366,869</u>	<u>20,613,831</u>	<u>753,038</u>
Extracurricular activities:				
Academic and subject oriented activities:				
Salaries and wages	116,570	130,323	130,323	-
Fringe benefits	17,615	19,586	19,586	-
Total academic and subject oriented activities	<u>134,185</u>	<u>149,909</u>	<u>149,909</u>	<u>-</u>
Sports oriented activities:				
Salaries and wages	584,768	600,883	600,883	-
Fringe benefits	133,678	137,224	137,224	-
Purchased services	9,190	9,190	8,682	508
Other	425	425	385	40
Total sports oriented activities	<u>728,061</u>	<u>747,722</u>	<u>747,174</u>	<u>548</u>
Total extracurricular activities	<u>862,246</u>	<u>897,631</u>	<u>897,083</u>	<u>548</u>

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
GENERAL FUND (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Facilities acquisition and construction:				
Site improvement services:				
Capital outlay- replacement	\$ 241,247	\$ 217,207	\$ 217,207	\$ -
Architecture and engineering services:				
Purchased services	80,780	184,580	184,580	-
Building acquisition and construction services:				
Other	-	982	-	982
Building improvement services:				
Purchased services	-	13,528	13,528	-
Capital outlay-replacement	222,225	203,105	202,618	487
Total building improvement services.	222,225	216,633	216,146	487
Total facilities acquisition and construction	544,252	619,402	617,933	1,469
Total expenditures	51,308,138	51,838,996	50,520,841	1,318,155
Excess of revenues over (under) expenditures	(5,830,594)	(1,845,902)	21,330	1,867,232
Other financing sources (uses):				
Refund of prior year's expenditures	136,431	149,978	151,625	1,647
Transfers (out).	(510,000)	(15,680)	(10,000)	5,680
Advances in.	25,508	28,041	28,349	308
Advances (out).	(169,500)	(132,994)	(132,994)	-
Other uses.	(44,279)	(44,279)	(44,279)	-
Sale of capital assets	810	890	900	10
Total other financing sources (uses)	(561,030)	(14,044)	(6,399)	7,645
Net change in fund balance	(6,391,624)	(1,859,946)	14,931	1,874,877
Fund balance at beginning of year	17,509,460	17,509,460	17,509,460	-
Prior year encumbrances appropriated	2,622,545	2,622,545	2,622,545	-
Fund balance at end of year.	<u>\$ 13,740,381</u>	<u>\$ 18,272,059</u>	<u>\$ 20,146,936</u>	<u>\$ 1,874,877</u>

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
BOND RETIREMENT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
From local sources:				
Property taxes	\$ 2,622,136	\$ 2,645,696	\$ 2,713,921	\$ 68,225
Intergovernmental - State	298,818	301,503	309,278	7,775
Total revenues.	<u>2,920,954</u>	<u>2,947,199</u>	<u>3,023,199</u>	<u>76,000</u>
Expenditures:				
Current:				
Support services:				
Fiscal:				
Purchased services	5,499	13,898	13,898	-
Other.	<u>2,001</u>	<u>2,200</u>	<u>2,200</u>	<u>-</u>
Total fiscal	<u>7,500</u>	<u>16,098</u>	<u>16,098</u>	<u>-</u>
Debt service:				
Principal retirement	1,920,000	1,920,000	1,920,000	-
Interest and fiscal charges	<u>821,953</u>	<u>833,355</u>	<u>821,452</u>	<u>11,903</u>
Total debt service.	<u>2,741,953</u>	<u>2,753,355</u>	<u>2,741,452</u>	<u>11,903</u>
Total expenditures	<u>2,749,453</u>	<u>2,769,453</u>	<u>2,757,550</u>	<u>11,903</u>
Net change in fund balance	171,501	177,746	265,649	87,903
Fund balance at beginning of year	<u>3,664,232</u>	<u>3,664,232</u>	<u>3,664,232</u>	<u>-</u>
Fund balance at end of year.	<u><u>\$ 3,835,733</u></u>	<u><u>\$ 3,841,978</u></u>	<u><u>\$ 3,929,881</u></u>	<u><u>\$ 87,903</u></u>

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

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2010

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
	<u> </u>	<u> </u>	<u> </u>
Assets:			
Equity in pooled cash and investments	\$ 805,177	\$ 12,445	\$ 817,622
Receivables:			
Accounts	36	-	36
Intergovernmental	397,623	-	397,623
Inventory held for resale	4,420	-	4,420
Materials and supplies inventory	<u>1,501</u>	<u>-</u>	<u>1,501</u>
 Total assets	 <u>\$ 1,208,757</u>	 <u>\$ 12,445</u>	 <u>\$ 1,221,202</u>
 Liabilities:			
Accounts payable	\$ 67,321	\$ -	\$ 67,321
Contracts payable	-	87,881	87,881
Accrued wages and benefits	218,305	-	218,305
Intergovernmental payable	139,441	-	139,441
Interfund loans payable	124,200	-	124,200
Unearned revenue	79,943	-	79,943
Deferred revenue	<u>130,646</u>	<u>-</u>	<u>130,646</u>
 Total liabilities	 <u>759,856</u>	 <u>87,881</u>	 <u>847,737</u>
 Fund Balances:			
Reserved for encumbrances	123,038	-	123,038
Unreserved, undesignated (deficit), reported in:			
Special revenue funds	325,863	-	325,863
Capital projects funds	<u>-</u>	<u>(75,436)</u>	<u>(75,436)</u>
 Total fund balances (deficit)	 <u>448,901</u>	 <u>(75,436)</u>	 <u>373,465</u>
 Total liabilities and fund balances	 <u>\$ 1,208,757</u>	 <u>\$ 12,445</u>	 <u>\$ 1,221,202</u>

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

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues:			
From local sources:			
Tuition	\$ 387,298	\$ -	\$ 387,298
Charges for services	963,486	-	963,486
Earnings on investments	235	9	244
Extracurricular	332,193	-	332,193
Classroom materials and fees.	273,694	-	273,694
Rental income	4,050	-	4,050
Contributions and donations	154,134	-	154,134
Other local revenues	29,043	-	29,043
Intergovernmental - State	475,813	-	475,813
Intergovernmental - Federal	2,498,456	-	2,498,456
	<hr/>	<hr/>	<hr/>
Total revenue	5,118,402	9	5,118,411
Expenditures:			
Current:			
Instruction:			
Regular.	437,615	-	437,615
Special	679,690	-	679,690
Adult/continuing	58,504	-	58,504
Other	339,624	-	339,624
Support services:			
Pupil	414,762	-	414,762
Instructional staff.	304,450	-	304,450
Administration	95,976	-	95,976
Operations and maintenance	158,133	-	158,133
Pupil transportation	179,283	-	179,283
Central	22,354	-	22,354
Operation of non-instructional services:			
Food service operations	1,200,931	-	1,200,931
Other non-instructional services	748,294	-	748,294
Extracurricular activities	708,126	-	708,126
Facilities acquisition and construction	98	87,881	87,979
	<hr/>	<hr/>	<hr/>
Total expenditures	5,347,840	87,881	5,435,721
Excess of revenues over (under) expenditures.	<hr/> (229,438)	<hr/> (87,872)	<hr/> (317,310)
Other financing sources:			
Transfers in	10,000	-	10,000
	<hr/>	<hr/>	<hr/>
Total other financing sources	10,000	-	10,000
	<hr/>	<hr/>	<hr/>
Net change in fund balances.	(219,438)	(87,872)	(307,310)
Fund balances at beginning of year	<hr/> 668,339	<hr/> 12,436	<hr/> 680,775
Fund balances (deficit) at end of year	<hr/> <u>\$ 448,901</u>	<hr/> <u>\$ (75,436)</u>	<hr/> <u>\$ 373,465</u>

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

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2010

	Food Service	Local Grants	Uniform School Supplies	Interdistrict Summer School
Assets:				
Equity in pooled cash and investments	\$ 107,353	\$ 2,712	\$ 15,171	\$ 119,413
Receivables:				
Accounts	36	-	-	-
Intergovernmental	32,889	-	-	-
Inventory held for resale	4,420	-	-	-
Materials and supplies inventory	1,501	-	-	-
Total assets.	\$ 146,199	\$ 2,712	\$ 15,171	\$ 119,413
Liabilities:				
Accounts payable.	\$ 51	\$ -	\$ -	\$ 825
Accrued wages and benefits	64,117	-	-	31,655
Intergovernmental payable	51,906	-	-	11,357
Interfund loans payable.	-	-	-	-
Unearned revenue.	-	-	-	-
Deferred revenue.	-	-	-	-
Total liabilities.	116,074	-	-	43,837
Fund Balances:				
Reserved for encumbrances.	19,750	-	-	-
Unreserved, undesignated (deficit), reported in:				
Special revenue funds	10,375	2,712	15,171	75,576
Total fund balances (deficits).	30,125	2,712	15,171	75,576
Total liabilities and fund balances	\$ 146,199	\$ 2,712	\$ 15,171	\$ 119,413

<u>Community Education</u>	<u>Public School Support</u>	<u>Professional Development Grant</u>	<u>Athletic and Music</u>	<u>Auxiliary Services</u>
\$ 19,188	\$ 236,558	\$ 34,560	\$ 207,315	\$ 61,603
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>\$ 19,188</u>	<u>\$ 236,558</u>	<u>\$ 34,560</u>	<u>\$ 207,315</u>	<u>\$ 61,603</u>
\$ 1,238	\$ 7,196	\$ -	\$ 424	\$ 8,096
22,017	-	-	-	25,169
31,045	-	-	575	7,829
34,246	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>88,546</u>	<u>7,196</u>	<u>-</u>	<u>999</u>	<u>41,094</u>
1,584	10,574	-	19,945	3,193
<u>(70,942)</u>	<u>218,788</u>	<u>34,560</u>	<u>186,371</u>	<u>17,316</u>
<u>(69,358)</u>	<u>229,362</u>	<u>34,560</u>	<u>206,316</u>	<u>20,509</u>
<u>\$ 19,188</u>	<u>\$ 236,558</u>	<u>\$ 34,560</u>	<u>\$ 207,315</u>	<u>\$ 61,603</u>

- - Continued

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

COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
JUNE 30, 2010

	Adult Basic Education	IDEA, Part B Special Education	Stimulus Title II D	Limited English Proficiency
Assets:				
Equity in pooled cash and investments	\$ 127	\$ 321	\$ 21	\$ -
Receivables:				
Accounts	-	-	-	-
Intergovernmental	10,734	127,485	-	795
Inventory held for resale	-	-	-	-
Materials and supplies inventory	-	-	-	-
Total assets.	\$ 10,861	\$ 127,806	\$ 21	\$ 795
Liabilities:				
Accounts payable	\$ -	\$ 21,359	\$ -	\$ -
Accrued wages and benefits	-	25,470	-	-
Intergovernmental payable	3,740	19,100	-	-
Interfund loans payable	-	19,853	-	-
Unearned revenue	-	78,011	-	-
Deferred revenue	3,782	56,385	-	795
Total liabilities.	7,522	220,178	-	795
Fund Balances:				
Reserved for encumbrances	-	67,859	-	-
Unreserved, undesignated (deficit), reported in:				
Special revenue funds	3,339	(160,231)	21	-
Total fund balances (deficits).	3,339	(92,372)	21	-
Total liabilities and fund balances	\$ 10,861	\$ 127,806	\$ 21	\$ 795

Energy Audit	Title I	Early Childhood Education Development	Improving Teacher Quality	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
\$ 786	\$ 27	\$ -	\$ 22	\$ -	\$ 805,177
-	-	-	-	-	36
-	137,406	2,891	13,610	71,813	397,623
-	-	-	-	-	4,420
-	-	-	-	-	1,501
<u>\$ 786</u>	<u>\$ 137,433</u>	<u>\$ 2,891</u>	<u>\$ 13,632</u>	<u>\$ 71,813</u>	<u>\$ 1,208,757</u>
\$ -	\$ 18,340	\$ -	\$ 9,792	\$ -	\$ 67,321
-	45,290	4,587	-	-	218,305
-	11,732	1,265	892	-	139,441
-	5,360	-	-	64,741	124,200
-	-	1,932	-	-	79,943
-	60,231	-	3,440	6,013	130,646
-	<u>140,953</u>	<u>7,784</u>	<u>14,124</u>	<u>70,754</u>	<u>759,856</u>
-	133	-	-	-	123,038
<u>786</u>	<u>(3,653)</u>	<u>(4,893)</u>	<u>(492)</u>	<u>1,059</u>	<u>325,863</u>
<u>786</u>	<u>(3,520)</u>	<u>(4,893)</u>	<u>(492)</u>	<u>1,059</u>	<u>448,901</u>
<u>\$ 786</u>	<u>\$ 137,433</u>	<u>\$ 2,891</u>	<u>\$ 13,632</u>	<u>\$ 71,813</u>	<u>\$ 1,208,757</u>

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

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	<u>Food Service</u>	<u>Local Grants</u>	<u>Uniform School Supplies</u>	<u>Interdistrict Summer School</u>
Revenues:				
From local sources:				
Tuition	\$ -	\$ -	\$ -	\$ 84,095
Charges for services	963,486	-	-	-
Earnings on investments	133	-	-	-
Extracurricular	-	-	-	-
Classroom materials and fees.	-	-	48,557	-
Rental income.	-	-	-	-
Contributions and donations	-	9,656	-	-
Other local revenues	801	-	1,929	-
Intergovernmental - State	4,629	-	-	-
Intergovernmental - Federal	245,959	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total revenue.	1,215,008	9,656	50,486	84,095
Expenditures:				
Current:				
Instruction:				
Regular.	-	6,568	44,164	76,393
Special	-	-	-	-
Adult/continuing	-	-	-	-
Other	-	-	-	-
Support services:				
Pupil	-	-	-	-
Instructional staff.	-	1,530	-	-
Administration	-	-	-	11,751
Operations and maintenance.	-	-	-	-
Pupil transportation	-	-	-	-
Central	-	-	-	-
Operation of non-instructional services:				
Food service operations	1,200,931	-	-	-
Other non-instructional services	-	-	-	5,994
Extracurricular activities.	-	-	-	-
Facilities acquisition and construction.	-	98	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditures	1,200,931	8,196	44,164	94,138
Excess of revenues over (under) expenditures.	14,077	1,460	6,322	(10,043)
Other financing sources:				
Transfers in.	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total other financing sources.	-	-	-	-
Net change in fund balances	14,077	1,460	6,322	(10,043)
Fund balances (deficit) at beginning of year	<hr/>	<hr/>	<hr/>	<hr/>
	16,048	1,252	8,849	85,619
Fund balances (deficit) at end of year	<hr/>	<hr/>	<hr/>	<hr/>
	\$ 30,125	\$ 2,712	\$ 15,171	\$ 75,576

<u>Community Education</u>	<u>Public School Support</u>	<u>Professional Development Grant</u>	<u>Athletic and Music</u>	<u>Auxiliary Services</u>	<u>Educational Management Information Systems</u>	<u>Entry Year Programs</u>
\$ 303,203	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	102	-	-
-	117,015	-	215,178	-	-	-
3,792	221,345	-	-	-	-	-
-	-	4,050	-	-	-	-
-	63,182	2,840	78,456	-	-	-
10,869	5,338	6,887	3,219	-	-	-
-	-	-	-	419,227	7,239	2,100
-	-	-	-	-	-	-
<u>317,864</u>	<u>406,880</u>	<u>13,777</u>	<u>296,853</u>	<u>419,329</u>	<u>7,239</u>	<u>2,100</u>
-	-	2,141	-	-	-	-
-	-	4,003	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	2,131	-	-	-	2,100
74,533	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	6,350	-
-	-	-	-	-	-	-
249,315	2,177	-	-	417,499	-	-
-	388,727	4,429	314,970	-	-	-
-	-	-	-	-	-	-
<u>323,848</u>	<u>390,904</u>	<u>12,704</u>	<u>314,970</u>	<u>417,499</u>	<u>6,350</u>	<u>2,100</u>
(5,984)	15,976	1,073	(18,117)	1,830	889	-
-	-	-	10,000	-	-	-
-	-	-	10,000	-	-	-
(5,984)	15,976	1,073	(8,117)	1,830	889	-
(63,374)	213,386	33,487	214,433	18,679	(889)	-
<u>\$ (69,358)</u>	<u>\$ 229,362</u>	<u>\$ 34,560</u>	<u>\$ 206,316</u>	<u>\$ 20,509</u>	<u>\$ -</u>	<u>\$ -</u>

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

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	<u>Data Communications Support</u>	<u>Adult Basic Education</u>	<u>IDEA, Part B Special Education</u>	<u>Education Stabilization</u>
Revenues:				
From local sources:				
Tuition	\$ -	\$ -	\$ -	\$ -
Charges for services	-	-	-	-
Earnings on investments	-	-	-	-
Extracurricular	-	-	-	-
Classroom materials and fees.	-	-	-	-
Rental income.	-	-	-	-
Contributions and donations	-	-	-	-
Other local revenues	-	-	-	-
Intergovernmental - State	16,004	26,614	-	-
Intergovernmental - Federal	-	70,943	1,226,768	170,957
	<hr/>	<hr/>	<hr/>	<hr/>
Total revenue.	16,004	97,557	1,226,768	170,957
Expenditures:				
Current:				
Instruction:				
Regular.	-	-	-	-
Special	-	-	654,804	-
Adult/continuing	-	54,501	-	-
Other	-	-	-	13,117
Support services:				
Pupil	-	-	360,728	-
Instructional staff.	-	33,504	163,794	-
Administration	-	6,931	-	-
Operations and maintenance.	-	293	-	157,840
Pupil transportation	-	-	97,940	-
Central	16,004	-	-	-
Operation of non-instructional services:				
Food service operations	-	-	-	-
Other non-instructional services	-	150	56,970	-
Extracurricular activities.	-	-	-	-
Facilities acquisition and construction.	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditures	16,004	95,379	1,334,236	170,957
Excess of revenues over (under) expenditures.	-	2,178	(107,468)	-
Other financing sources:				
Transfers in.	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total other financing sources.	-	-	-	-
Net change in fund balances	-	2,178	(107,468)	-
Fund balances (deficit)				
at beginning of year	<hr/>	<hr/>	<hr/>	<hr/>
	-	1,161	15,096	-
Fund balances (deficit) at end of year	<hr/>	<hr/>	<hr/>	<hr/>
	\$ -	\$ 3,339	\$ (92,372)	\$ -

<u>Stimulus Title II D</u>	<u>Limited English Proficiency</u>	<u>Energy Audit</u>	<u>Title I</u>	<u>Title V</u>	<u>Drug Free Schools Grant</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
3,697	21,224	-	536,445	-	10,432
<u>3,697</u>	<u>21,224</u>	<u>-</u>	<u>536,445</u>	<u>-</u>	<u>10,432</u>
-	-	-	263,881	42	-
-	20,024	-	-	-	-
-	-	-	-	-	-
-	-	-	326,507	-	-
-	-	-	26,774	-	9,702
3,381	1,239	-	34,536	-	-
-	-	-	2,761	-	-
-	-	-	-	-	-
-	-	-	2,177	-	-
-	-	-	-	-	-
-	-	-	-	-	-
295	-	-	3,376	-	731
-	-	-	-	-	-
-	-	-	-	-	-
<u>3,676</u>	<u>21,263</u>	<u>-</u>	<u>660,012</u>	<u>42</u>	<u>10,433</u>
21	(39)	-	(123,567)	(42)	(1)
-	-	-	-	-	-
-	-	-	-	-	-
<u>21</u>	<u>(39)</u>	<u>-</u>	<u>(123,567)</u>	<u>(42)</u>	<u>(1)</u>
-	39	786	120,047	42	1
<u>\$ 21</u>	<u>\$ -</u>	<u>\$ 786</u>	<u>\$ (3,520)</u>	<u>\$ -</u>	<u>\$ -</u>

- - Continued

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

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS (CONTINUED)
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	<u>Early Childhood Education Development</u>	<u>Improving Teacher Quality</u>	<u>Miscellaneous Federal Grants</u>	<u>Total Nonmajor Special Revenue Funds</u>
Revenues:				
From local sources:				
Tuition	\$ -	\$ -	\$ -	\$ 387,298
Charges for services	-	-	-	963,486
Earnings on investments	-	-	-	235
Extracurricular	-	-	-	332,193
Classroom materials and fees.	-	-	-	273,694
Rental income.	-	-	-	4,050
Contributions and donations	-	-	-	154,134
Other local revenues	-	-	-	29,043
Intergovernmental - State	-	-	-	475,813
Intergovernmental - Federal	32,557	99,274	80,200	2,498,456
	<hr/>	<hr/>	<hr/>	<hr/>
Total revenue.	32,557	99,274	80,200	5,118,402
Expenditures:				
Current:				
Instruction:				
Regular.	26	44,400	-	437,615
Special	4,862	-	-	679,690
Adult/continuing	-	-	-	58,504
Other	-	-	-	339,624
Support services:				
Pupil	17,558	-	-	414,762
Instructional staff.	15,303	46,932	-	304,450
Administration	-	-	-	95,976
Operations and maintenance.	-	-	-	158,133
Pupil transportation	-	-	79,166	179,283
Central	-	-	-	22,354
Operation of non-instructional services:				
Food service operations	-	-	-	1,200,931
Other non-instructional services	-	11,787	-	748,294
Extracurricular activities.	-	-	-	708,126
Facilities acquisition and construction.	-	-	-	98
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditures	37,749	103,119	79,166	5,347,840
Excess of revenues over (under) expenditures.	(5,192)	(3,845)	1,034	(229,438)
Other financing sources:				
Transfers in.	-	-	-	10,000
	<hr/>	<hr/>	<hr/>	<hr/>
Total other financing sources.	-	-	-	10,000
Net change in fund balances	(5,192)	(3,845)	1,034	(219,438)
Fund balances (deficit) at beginning of year	<hr/>	<hr/>	<hr/>	<hr/>
	299	3,353	25	668,339
Fund balances (deficit) at end of year	<hr/>	<hr/>	<hr/>	<hr/>
	\$ (4,893)	\$ (492)	\$ 1,059	\$ 448,901

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
FOOD SERVICE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
From local sources:			
Charges for services	\$ 964,029	\$ 964,598	\$ 569
Earnings on investments	133	133	-
Other local revenues	765	765	-
Intergovernmental - State	4,626	4,629	3
Intergovernmental - Federal	211,275	211,400	125
Total revenues	1,180,828	1,181,525	697
Expenditures:			
Operation of non-instructional services:			
Food service operations:			
Salaries and wages	421,029	421,029	-
Fringe benefits	164,495	164,495	-
Purchased services	1,881	1,881	-
Supplies	583,232	583,228	4
Capital outlay	15,203	14,961	242
Total food service operations	1,185,840	1,185,594	246
Total expenditures	1,185,840	1,185,594	246
Excess of revenues (under) expenditures	(5,012)	(4,069)	943
Other financing sources:			
Refund of prior year's expenditures	297	297	-
Total other financing sources	297	297	-
Net change in fund balance	(4,715)	(3,772)	943
Fund balance at beginning of year	81,082	81,082	-
Prior year encumbrances appropriated	10,242	10,242	-
Fund balance at end of year	\$ 86,609	\$ 87,552	\$ 943

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
LOCAL GRANTS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
From local sources:			
Contributions and donations	\$ 9,656	\$ 9,656	\$ -
Total revenues	<u>9,656</u>	<u>9,656</u>	<u>-</u>
Expenditures:			
Current:			
Instruction:			
Regular:			
Purchased services	250	-	250
Supplies	7,876	6,568	1,308
Total regular	<u>8,126</u>	<u>6,568</u>	<u>1,558</u>
Support services:			
Instructional staff:			
Purchased services	750	750	-
Supplies	780	780	-
Total instructional staff	<u>1,530</u>	<u>1,530</u>	<u>-</u>
Facilities acquisition and construction:			
Site improvement services:			
Supplies	400	98	302
Total facilities acquisition and construction	<u>400</u>	<u>98</u>	<u>302</u>
Total expenditures	<u>10,056</u>	<u>8,196</u>	<u>1,860</u>
Net change in fund balance	(400)	1,460	1,860
Fund balance at beginning of year	<u>1,252</u>	<u>1,252</u>	<u>-</u>
Fund balance at end of year	<u>\$ 852</u>	<u>\$ 2,712</u>	<u>\$ 1,860</u>

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
UNIFORM SCHOOL SUPPLIES FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
From local sources:			
Classroom materials and fees	\$ 44,245	\$ 48,557	\$ 4,312
Total revenues.	44,245	48,557	4,312
Expenditures:			
Current:			
Instruction:			
Regular:			
Supplies	46,000	44,164	1,836
Total regular	46,000	44,164	1,836
Total expenditures	46,000	44,164	1,836
Excess of revenues over (under) expenditures	(1,755)	4,393	6,148
Other financing sources (uses):			
Refund of prior year's expenditures	1,758	1,929	171
Advances in	18,997	20,849	1,852
Advances (out)	(22,000)	(20,849)	1,151
Total other financing sources (uses).	(1,245)	1,929	3,174
Net change in fund balance	(3,000)	6,322	9,322
Fund balance at beginning of year	8,849	8,849	-
Fund balance at end of year.	\$ 5,849	\$ 15,171	\$ 9,322

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
INTERDISTRICT SUMMER SCHOOL FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
From local sources:			
Tuition	\$ 79,000	\$ 81,635	\$ 2,635
Total revenues	79,000	81,635	2,635
Expenditures:			
Current:			
Instruction:			
Regular:			
Salaries and wages	56,149	54,149	2,000
Fringe benefits	8,928	8,328	600
Purchased services	1,000	-	1,000
Supplies	4,056	2,663	1,393
Capital outlay	20,700	18,015	2,685
Total regular	90,833	83,155	7,678
Support services:			
Administration:			
Salaries and wages	13,166	12,166	1,000
Fringe benefits	2,001	2,001	-
Purchased services	3,000	-	3,000
Supplies	500	-	500
Capital outlay	2,500	-	2,500
Total administration	21,167	14,167	7,000
Total expenditures	112,000	97,322	14,678
Excess of revenues (under) expenditures	(33,000)	(15,687)	17,313
Other financing uses:			
Refund of prior year's (receipts)	(800)	-	800
Total other financing uses	(800)	-	800
Net change in fund balance	(33,800)	(15,687)	18,113
Fund balance at beginning of year	135,100	135,100	-
Fund balance at end of year	\$ 101,300	\$ 119,413	\$ 18,113

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
COMMUNITY EDUCATION FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
From local sources:			
Tuition	\$ 296,570	\$ 303,203	\$ 6,633
Classroom materials and fees	3,709	3,792	83
Other local revenues	10,631	10,869	238
Total revenues.	<u>310,910</u>	<u>317,864</u>	<u>6,954</u>
Expenditures:			
Current:			
Support services:			
Administration:			
Salaries and wages	47,006	47,006	-
Fringe benefits	26,049	26,049	-
Total administration	<u>73,055</u>	<u>73,055</u>	<u>-</u>
Operation of non-instructional services:			
Other non-instructional services:			
Salaries and wages	170,727	170,727	-
Fringe benefits	47,729	47,729	-
Purchased services	7,871	7,629	242
Supplies	33,753	32,537	1,216
Capital outlay	124	124	-
Total other non-instructional services	<u>260,204</u>	<u>258,746</u>	<u>1,458</u>
Total expenditures	<u>333,259</u>	<u>331,801</u>	<u>1,458</u>
Excess of revenues (under) expenditures	<u>(22,349)</u>	<u>(13,937)</u>	<u>8,412</u>
Other financing sources (uses):			
Refund of prior year's (receipts)	(323)	(323)	-
Advances in	21,706	22,191	485
Advances (out)	(7,500)	(7,500)	-
Total other financing sources (uses).	<u>13,883</u>	<u>14,368</u>	<u>485</u>
Net change in fund balance	(8,466)	431	8,897
Fund balance at beginning of year	12,782	12,782	-
Prior year encumbrances appropriated	4,240	4,240	-
Fund balance at end of year.	<u>\$ 8,556</u>	<u>\$ 17,453</u>	<u>\$ 8,897</u>

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
PUBLIC SCHOOL SUPPORT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
From local sources:			
Extracurricular	\$ 114,103	\$ 117,015	\$ 2,912
Classroom materials and fees	215,835	221,345	5,510
Contributions and donations	61,609	63,182	1,573
Other local revenues	5,209	5,342	133
Total revenues	396,756	406,884	10,128
Expenditures:			
Current:			
Support services:			
Board of education:			
Purchased services	3,000	-	3,000
Total board of education	3,000	-	3,000
Operation of non-instructional services:			
Other non-instructional services:			
Supplies	3,650	2,674	976
Total other non-instructional services	3,650	2,674	976
Extracurricular activities:			
School and public service co-curricular activities:			
Supplies	477,154	386,751	90,403
Capital outlay	31,375	12,346	19,029
Total school and public service co-curricular activities	508,529	399,097	109,432
Total expenditures	515,179	401,771	113,408
Excess of revenues over (under) expenditures	(118,423)	5,113	123,536
Other financing sources:			
Refund of prior year's expenditures	244	250	6
Total other financing sources	244	250	6
Net change in fund balance	(118,179)	5,363	123,542
Fund balance at beginning of year	204,844	204,844	-
Prior year encumbrances appropriated	9,412	9,412	-
Fund balance at end of year	\$ 96,077	\$ 219,619	\$ 123,542

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
PROFESSIONAL DEVELOPMENT GRANT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
From local sources:			
Rental income	\$ 2,026	\$ 4,050	\$ 2,024
Contributions and donations	1,420	2,840	1,420
Other local revenues	3,444	6,887	3,443
Total revenues	<u>6,890</u>	<u>13,777</u>	<u>6,887</u>
Expenditures:			
Current:			
Instruction:			
Regular:			
Purchased services	1,360	640	720
Supplies	1,049	-	1,049
Capital outlay	1,501	1,501	-
Total regular	<u>3,910</u>	<u>2,141</u>	<u>1,769</u>
Adult/continuing:			
Salaries and wages	3,468	3,468	-
Fringe benefits	535	535	-
Total adult/continuing	<u>4,003</u>	<u>4,003</u>	<u>-</u>
Support services:			
Instructional staff:			
Salaries and wages	1,832	706	1,126
Fringe benefits	402	109	293
Purchased services	2,936	1,316	1,620
Total instructional staff	<u>5,170</u>	<u>2,131</u>	<u>3,039</u>
Extracurricular:			
School and public service co-curricular activities:			
Purchased services	4,429	4,429	-
Total school and public service co-curricular activities	<u>4,429</u>	<u>4,429</u>	<u>-</u>
Facilities acquisition and construction:			
Site improvement services:			
Capital outlay	71	-	71
Total facilities acquisition and construction	<u>71</u>	<u>-</u>	<u>71</u>
Total expenditures	<u>17,583</u>	<u>12,704</u>	<u>4,879</u>
Net change in fund balance	(10,693)	1,073	11,766
Fund balance at beginning of year	33,487	33,487	-
Fund balance at end of year	<u>\$ 22,794</u>	<u>\$ 34,560</u>	<u>\$ 11,766</u>

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
ATHLETIC AND MUSIC FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
From local sources:			
Extracurricular	\$ 209,398	\$ 215,178	\$ 5,780
Contributions and donations	76,349	78,456	2,107
Other local revenues	3,253	3,343	90
Total revenues.	289,000	296,977	7,977
Expenditures:			
Extracurricular activities:			
Sports oriented activities:			
Salaries and wages	13,896	13,896	-
Fringe benefits	2,105	2,105	-
Purchased services	92,484	91,268	1,216
Supplies	153,505	147,296	6,209
Capital outlay	22,549	19,129	3,420
Other	66,821	61,640	5,181
Total extracurricular activities.	351,360	335,334	16,026
Total expenditures	351,360	335,334	16,026
Excess of revenues (under) expenditures	(62,360)	(38,357)	24,003
Other financing sources (uses):			
Refund of prior year's (receipts)	(500)	-	500
Transfers in.	9,414	10,000	586
Total other financing sources (uses).	8,914	10,000	1,086
Net change in fund balance	(53,446)	(28,357)	25,089
Fund balance at beginning of year	208,494	208,494	-
Prior year encumbrances appropriated	7,049	7,049	-
Fund balance at end of year.	\$ 162,097	\$ 187,186	\$ 25,089

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
AUXILIARY SERVICES FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
From local sources:			
Earnings on investments	\$ 102	\$ 102	\$ -
Intergovernmental - State	419,220	419,227	7
Total revenues	419,322	419,329	7
Expenditures:			
Operation of non-instructional services:			
Other non-instructional services:			
Salaries and wages	110,731	94,361	16,370
Fringe benefits	58,184	47,839	10,345
Purchased services	120,990	115,839	5,151
Supplies	141,032	123,403	17,629
Capital outlay	43,794	42,982	812
Total other non-instructional services	474,731	424,424	50,307
Total expenditures	474,731	424,424	50,307
Excess of revenues (under) expenditures	(55,409)	(5,095)	50,314
Other financing uses:			
Refund of prior year's (receipts)	(580)	(580)	-
Total other financing uses	(580)	(580)	-
Net change in fund balance	(55,989)	(5,675)	50,314
Fund balance at beginning of year	24,520	24,520	-
Prior year encumbrances appropriated	31,469	31,469	-
Fund balance at end of year.	\$ -	\$ 50,314	\$ 50,314

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
EDUCATIONAL MANAGEMENT INFORMATION SYSTEMS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Intergovernmental - State	\$ 7,239	\$ 7,239	\$ -
Total revenues	<u>7,239</u>	<u>7,239</u>	<u>-</u>
Expenditures:			
Current:			
Support services:			
Central:			
Salaries and wages	7,239	7,239	-
Total central	<u>7,239</u>	<u>7,239</u>	<u>-</u>
Total expenditures	<u>7,239</u>	<u>7,239</u>	<u>-</u>
Net change in fund balance	-	-	-
Fund balance at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
ENTRY YEAR PROGRAMS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental - State	\$ 2,100	\$ 2,100	\$ -
Total revenues.	2,100	2,100	-
Expenditures:			
Current:			
Support services:			
Instructional staff:			
Salaries and wages	2,100	2,100	-
Total instructional staff	2,100	2,100	-
Total expenditures	2,100	2,100	-
Net change in fund balance	-	-	-
Fund balance at beginning of year	-	-	-
Fund balance at end of year.	\$ -	\$ -	\$ -

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DATA COMMUNICATIONS SUPPORT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental-State	\$ 16,004	\$ 16,004	\$ -
Total revenues	16,004	16,004	-
Expenditures:			
Current:			
Support services:			
Central:			
Purchased services	16,004	16,004	-
Total central	16,004	16,004	-
Total expenditures	16,004	16,004	-
Net change in fund balance	-	-	-
Fund balance at beginning of year	-	-	-
Fund balance at end of year	\$ -	\$ -	\$ -

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
ADULT BASIC EDUCATION FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental - State	\$ 29,767	\$ 26,614	\$ (3,153)
Intergovernmental - Federal	71,571	63,991	(7,580)
Total revenues	<u>101,338</u>	<u>90,605</u>	<u>(10,733)</u>
Expenditures:			
Current:			
Instruction:			
Adult/Continuing:			
Salaries and wages	52,533	48,324	4,209
Fringe benefits	8,725	7,936	789
Purchased services	150	-	150
Supplies	4,254	3,304	950
Capital outlay	310	310	-
Total adult/continuing	<u>65,972</u>	<u>59,874</u>	<u>6,098</u>
Support services:			
Instructional staff:			
Salaries and wages	30,773	28,668	2,105
Fringe benefits	5,148	4,675	473
Purchased services	4,163	2,314	1,849
Supplies	500	463	37
Other	250	235	15
Total instructional staff	<u>40,834</u>	<u>36,355</u>	<u>4,479</u>
Administration:			
Salaries and wages	5,920	5,762	158
Fringe benefits	977	952	25
Total administration	<u>6,897</u>	<u>6,714</u>	<u>183</u>
Operations and maintenance:			
Purchased services	293	293	-
Total operations and maintenance	<u>293</u>	<u>293</u>	<u>-</u>
Operation of non-instructional services:			
Other non-instructional services:			
Supplies	250	150	100
Total other non-instructional services	<u>250</u>	<u>150</u>	<u>100</u>
Total expenditures	<u>114,246</u>	<u>103,386</u>	<u>10,860</u>
Net change in fund balance	(12,908)	(12,781)	127
Fund balance at beginning of year	11,852	11,852	-
Prior year encumbrances appropriated	1,056	1,056	-
Fund balance at end of year	<u>\$ -</u>	<u>\$ 127</u>	<u>\$ 127</u>

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
IDEA, PART B SPECIAL EDUCATION FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Intergovernmental - Federal	\$ 1,389,885	\$ 1,244,859	\$ (145,026)
Total revenues	<u>1,389,885</u>	<u>1,244,859</u>	<u>(145,026)</u>
Expenditures:			
Current:			
Instruction:			
Special:			
Salaries and wages	57,595	57,595	-
Purchased services	600,327	595,819	4,508
Supplies	20,672	17,609	3,063
Capital outlay	25,985	25,985	-
Total special	<u>704,579</u>	<u>697,008</u>	<u>7,571</u>
Support services:			
Pupil:			
Salaries and wages	52,422	52,422	-
Purchased services	300,103	300,103	-
Supplies	22,500	22,500	-
Total pupil	<u>375,025</u>	<u>375,025</u>	<u>-</u>
Instructional staff:			
Salaries and wages	47,474	42,077	5,397
Fringe benefits	39,244	33,561	5,683
Purchased services	107,664	102,644	5,020
Total instructional staff	<u>194,382</u>	<u>178,282</u>	<u>16,100</u>
Pupil transportation:			
Capital outlay	97,940	97,940	-
Total pupil transportation	<u>97,940</u>	<u>97,940</u>	<u>-</u>
Operation of non-instructional services:			
Other non-instructional services:			
Purchased services	56,970	56,970	-
Total other non-instructional services	<u>56,970</u>	<u>56,970</u>	<u>-</u>
Total expenditures	<u>1,428,896</u>	<u>1,405,225</u>	<u>23,671</u>
Excess of revenues (under) expenditures	<u>(39,011)</u>	<u>(160,366)</u>	<u>(121,355)</u>
Other financing sources:			
Advances in	22,166	19,853	(2,313)
Total other financing sources	<u>22,166</u>	<u>19,853</u>	<u>(2,313)</u>
Net change in fund balance	(16,845)	(140,513)	(123,668)
Fund balance (deficit) at beginning of year.	(51,916)	(51,916)	-
Prior year encumbrances appropriated . .	88,614	88,614	-
Fund balance (deficit) at end of year. . . .	<u>\$ 19,853</u>	<u>\$ (103,815)</u>	<u>\$ (123,668)</u>

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
EDUCATION STABILIZATION FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental-Federal	\$ 228,805	\$ 170,957	\$ (57,848)
Total revenues	228,805	170,957	(57,848)
Expenditures:			
Current:			
Instruction:			
Other:			
Purchased services	13,117	13,117	-
Total other instruction	13,117	13,117	-
Support services:			
Operations and maintenance:			
Purchased services	157,840	157,840	-
Total operations and maintenance	157,840	157,840	-
Total expenditures	170,957	170,957	-
Net change in fund balance	57,848	-	(57,848)
Fund balance at beginning of year	-	-	-
Fund balance at end of year	\$ 57,848	\$ -	\$ (57,848)

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
STIMULUS TITLE II D FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Intergovernmental-Federal	\$ 3,697	\$ 3,697	\$ -
Total revenues	<u>3,697</u>	<u>3,697</u>	<u>-</u>
Expenditures:			
Current:			
Instruction:			
Special:			
Salaries and wages	2,440	2,440	-
Purchased services	942	941	1
Total special	<u>3,382</u>	<u>3,381</u>	<u>1</u>
Operation of non-instructional services:			
Other non-instructional services:			
Purchased services	315	295	20
Total other non-instructional services	<u>315</u>	<u>295</u>	<u>20</u>
Total expenditures	<u>3,697</u>	<u>3,676</u>	<u>21</u>
Net change in fund balance	-	21	21
Fund balance at beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ 21</u>	<u>\$ 21</u>

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
LIMITED ENGLISH PROFICIENCY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental - Federal	\$ 22,019	\$ 21,224	\$ (795)
Total revenues	22,019	21,224	(795)
Expenditures:			
Current:			
Instruction:			
Special:			
Salaries and wages	17,319	17,319	-
Supplies	3,500	3,205	295
Total special	20,819	20,524	295
Support services:			
Instructional staff:			
Salaries and wages	500	500	-
Purchased services	1,239	739	500
Total instructional staff	1,739	1,239	500
Total expenditures	22,558	21,763	795
Net change in fund balance	(539)	(539)	-
Fund balance at beginning of year	35	35	-
Prior year encumbrances appropriated	504	504	-
Fund balance at end of year	\$ -	\$ -	\$ -

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
ENERGY AUDIT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

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

WESTLAKE CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
 TITLE I FUND
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Intergovernmental - Federal	\$ 650,700	\$ 514,710	\$ (135,990)
Total revenues	<u>650,700</u>	<u>514,710</u>	<u>(135,990)</u>
Expenditures:			
Current:			
Instruction:			
Regular:			
Salaries and wages	105,921	76,093	29,828
Fringe benefits	17,194	12,444	4,750
Purchased services	71,833	52,831	19,002
Supplies	129,245	129,172	73
Total regular	<u>324,193</u>	<u>270,540</u>	<u>53,653</u>
Other:			
Salaries and wages	269,615	232,033	37,582
Fringe benefits	45,924	39,141	6,783
Total other	<u>315,539</u>	<u>271,174</u>	<u>44,365</u>
Support services:			
Pupil:			
Purchased services	26,787	26,774	13
Total pupil	<u>26,787</u>	<u>26,774</u>	<u>13</u>
Instructional staff:			
Salaries and wages	180	180	-
Fringe benefits	55	30	25
Purchased services	15,410	15,324	86
Supplies	19,844	19,014	830
Total instructional staff	<u>35,489</u>	<u>34,548</u>	<u>941</u>
Administration			
Salaries and wages	9,419	2,887	6,532
Fringe benefits	1,572	472	1,100
Total administration	<u>10,991</u>	<u>3,359</u>	<u>7,632</u>
Pupil transportation:			
Salaries and wages	4,311	1,871	2,440
Fringe benefits	306	306	-
Total pupil transportation	<u>4,617</u>	<u>2,177</u>	<u>2,440</u>
Operation of non-instructional services:			
Other non-instructional services:			
Salaries and wages	6,297	2,100	4,197
Fringe benefits	1,044	344	700
Supplies	350	343	7
Total other non-instructional services	<u>7,691</u>	<u>2,787</u>	<u>4,904</u>
Total expenditures	<u>725,307</u>	<u>611,359</u>	<u>113,948</u>
Excess of revenues (under) expenditures	<u>(74,607)</u>	<u>(96,649)</u>	<u>(22,042)</u>
Other financing sources:			
Advances in	6,776	5,360	(1,416)
Total other financing sources	<u>6,776</u>	<u>5,360</u>	<u>(1,416)</u>
Net change in fund balance	(67,831)	(91,289)	(23,458)
Fund balance at beginning of year	41,126	41,126	-
Prior year encumbrances appropriated	32,067	32,067	-
Fund balance (deficit) at end of year	<u>\$ 5,362</u>	<u>\$ (18,096)</u>	<u>\$ (23,458)</u>

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
TITLE V FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Other financing (uses):			
Refund of prior year's (receipts)	\$ (42)	\$ (42)	\$ -
Total other financing (uses)	<u>(42)</u>	<u>(42)</u>	<u>-</u>
Net change in fund balance	(42)	(42)	-
Fund balance at beginning of year	<u>42</u>	<u>42</u>	<u>-</u>
Fund balance at end of year.	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
DRUG FREE SCHOOLS GRANT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	<u>Final Budget</u>	<u>Actual</u>	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental - Federal	\$ 10,432	\$ 10,432	\$ -
Total revenues	<u>10,432</u>	<u>10,432</u>	<u>-</u>
Expenditures:			
Current:			
Support services:			
Pupil:			
Salaries and wages	9,702	9,702	-
Total pupil	<u>9,702</u>	<u>9,702</u>	<u>-</u>
Operation of non-instructional services:			
Other non-instructional services:			
Supplies	731	731	-
Total other non-instructional service	<u>731</u>	<u>731</u>	<u>-</u>
Total expenditures	<u>10,433</u>	<u>10,433</u>	<u>-</u>
Net change in fund balance	(1)	(1)	-
Fund balance at beginning of year	<u>1</u>	<u>1</u>	<u>-</u>
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
EARLY CHILDHOOD EDUCATION DEVELOPMENT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
Revenues:			
Intergovernmental - Federal	\$ 36,415	\$ 33,524	\$ (2,891)
Total revenues	<u>36,415</u>	<u>33,524</u>	<u>(2,891)</u>
Expenditures:			
Current:			
Instruction:			
Regular:			
Supplies	600	600	-
Total regular	<u>600</u>	<u>600</u>	<u>-</u>
Special:			
Supplies	2,873	2,873	-
Capital outlay	1,989	1,989	-
Total special	<u>4,862</u>	<u>4,862</u>	<u>-</u>
Support services:			
Pupil:			
Salaries and wages	19,942	17,051	2,891
Fringe benefits	970	970	-
Total pupil	<u>20,912</u>	<u>18,021</u>	<u>2,891</u>
Instructional staff:			
Salaries and wages	10,418	10,418	-
Purchased services	2,000	2,000	-
Total instructional staff	<u>12,418</u>	<u>12,418</u>	<u>-</u>
Total expenditures	<u>38,792</u>	<u>35,901</u>	<u>2,891</u>
Net change in fund balance	(2,377)	(2,377)	-
Fund balance at beginning of year	1,757	1,757	-
Prior year encumbrances appropriated	620	620	-
Fund balance at end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
IMPROVING TEACHER QUALITY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental - Federal	\$ 102,713	\$ 89,104	\$ (13,609)
Total revenues	102,713	89,104	(13,609)
Expenditures:			
Current:			
Instruction:			
Regular:			
Salaries and wages	38,000	38,000	-
Fringe benefits	6,400	6,400	-
Total regular	44,400	44,400	-
Support services:			
Instructional staff:			
Salaries and wages	27,114	25,462	1,652
Fringe benefits	4,207	4,207	-
Purchased services	24,715	23,285	1,430
Supplies	2,113	1,966	147
Capital outlay	2,500	2,292	208
Total instructional staff	60,649	57,212	3,437
Operation of non-instructional services:			
Other non-instructional services:			
Purchased services	1,597	1,595	2
Total other non-instructional services	1,597	1,595	2
Total expenditures	106,646	103,207	3,439
Net change in fund balance	(3,933)	(14,103)	(10,170)
Fund balance at beginning of year	3,933	3,933	-
Fund balance (deficit) at end of year	\$ -	\$ (10,170)	\$ (10,170)

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
MISCELLANEOUS FEDERAL GRANTS FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
Intergovernmental - Federal	\$ 15,687	\$ 14,400	\$ (1,287)
Total revenues	15,687	14,400	(1,287)
Expenditures:			
Current:			
Support services:			
Pupil transportation:			
Purchased services	86,238	79,166	7,072
Total pupil transportation	86,238	79,166	7,072
Total expenditures	86,238	79,166	7,072
Excess of revenues (under) expenditures	(70,551)	(64,766)	5,785
Other financing sources:			
Advances in	70,526	64,741	(5,785)
Total other financing sources	70,526	64,741	(5,785)
Net change in fund balance	(25)	(25)	-
Fund balance at beginning of year	25	25	-
Fund balance at end of year	\$ -	\$ -	\$ -

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

COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2010

	Permanent Improvement	Building	Total Nonmajor Capital Projects Funds
Assets:			
Equity in pooled cash and investments	\$ 679	\$ 11,766	\$ 12,445
Total assets.	\$ 679	\$ 11,766	\$ 12,445
Liabilities:			
Contracts payable.	\$ -	\$ 87,881	\$ 87,881
Total liabilities.	-	87,881	87,881
Fund Balances:			
Unreserved, undesignated (deficit), reported in:			
Capital projects	679	(76,115)	(75,436)
Total fund balances (deficit)	679	(76,115)	(75,436)
Total liabilities and fund balances	\$ 679	\$ 11,766	\$ 12,445

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

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	<u>Permanent Improvement</u>	<u>Building</u>	<u>Total Nonmajor Capital Projects Funds</u>
Revenues:			
From local sources:			
Earnings on investments	\$ 1	\$ 8	\$ 9
Total revenue	<u>1</u>	<u>8</u>	<u>9</u>
Expenditures:			
Facilities acquisition and construction	<u>-</u>	<u>87,881</u>	<u>87,881</u>
Total expenditures	<u>-</u>	<u>87,881</u>	<u>87,881</u>
Net change in fund balances	1	(87,873)	(87,872)
Fund balances at beginning of year	<u>678</u>	<u>11,758</u>	<u>12,436</u>
Fund balances (deficit) at end of year	<u>\$ 679</u>	<u>\$ (76,115)</u>	<u>\$ (75,436)</u>

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
PERMANENT IMPROVEMENT FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
From local sources:			
Earnings on investments	\$ -	\$ 1	\$ 1
Total revenues	-	1	1
Expenditures:			
Facilities acquisition and construction:			
Building improvement services:			
Capital outlay	600	-	600
Total facilities acquisition and construction	600	-	600
Total expenditures	600	-	600
Net change in fund balance	(600)	1	601
Fund balance at beginning of year	678	678	-
Fund balance at end of year	\$ 78	\$ 679	\$ 601

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

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
BUILDING FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
From local sources:			
Earnings on investments	\$ 7	\$ 8	\$ 1
Total revenues	7	8	1
Expenditures:			
Facilities acquisition and construction:			
Building acquisition and construction services:			
Purchased services	4,000	-	4,000
Supplies	3,000	-	3,000
Total facilities acquisition and construction .	7,000	-	7,000
Total expenditures	7,000	-	7,000
Net change in fund balance	(6,993)	8	7,001
Fund balance at beginning of year	10,758	10,758	-
Prior year encumbrances appropriated . .	1,000	1,000	-
Fund balance at end of year	\$ 4,765	\$ 11,766	\$ 7,001

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

Internal Service Fund

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

Self Insurance Fund

A fund used to account for a former self-insurance program that provided medical, dental and vision benefits to employees.

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

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN
FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SELF INSURANCE FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Operating expenses:			
Purchased services	\$ 24,278	\$ 4,429	\$ 19,849
Total operating expenses	24,278	4,429	19,849
Net change in fund equity	(24,278)	(4,429)	19,849
Fund equity at beginning of year	1,637,738	1,637,738	-
Prior year encumbrances appropriated . .	4,278	4,278	-
Fund equity at end of year.	\$ 1,617,738	\$ 1,637,587	\$ 19,849

WESTLAKE CITY SCHOOL DISTRICT
CUYAHOGA COUNTY, OHIO
FIDUCIARY FUND DESCRIPTIONS

Fiduciary Funds

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

Private-Purpose Trust Funds

Scholarship Fund

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

Agency Funds

Student Activities

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

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

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN
FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGETARY BASIS)
SCHOLARSHIP FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Revenues:			
From local sources:			
Earnings on investments	\$ 79	\$ 79	\$ -
Other local revenues	11,121	11,126	5
Total revenues.	11,200	11,205	5
Expenses:			
Current:			
Instruction:			
Regular:			
Purchased services	4,276	4,226	50
Total regular	4,276	4,226	50
Extracurricular activities:			
School and public service:			
Purchased services	8,300	8,300	-
Total school and public service	8,300	8,300	-
Total expenses.	12,576	12,526	50
Net change in fund equity	(1,376)	(1,321)	55
Fund equity at beginning of year	74,289	74,289	-
Fund equity at end of year.	\$ 72,913	\$ 72,968	\$ 55

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

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	Beginning Balance <u>June 30, 2009</u>	<u>Additions</u>	<u>Deletions</u>	Ending Balance <u>June 30, 2010</u>
Student Activities				
Assets:				
Equity in pooled cash and investments	\$ 281,678	\$ 295,055	\$ 311,019	\$ 265,714
Receivables Accounts	6	-	6	-
Total assets	<u>\$ 281,684</u>	<u>\$ 295,055</u>	<u>\$ 311,025</u>	<u>\$ 265,714</u>
Liabilities:				
Accounts payable	\$ 4,794	\$ -	\$ 4,794	\$ -
Due to students	276,890	299,849	311,025	265,714
Total liabilities.	<u>\$ 281,684</u>	<u>\$ 299,849</u>	<u>\$ 315,819</u>	<u>\$ 265,714</u>

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

STATISTICAL SECTION

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

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.	118-129
Revenue Capacity These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.	130-137
Debt Capacity These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.	138-141
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the District's financial activities take place.	142-143
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the District's financial report relates to the services the District provides and the activities it performs.	144-155

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

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

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

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Governmental activities				
Invested in capital assets, net of related debt	\$ 27,100,371	\$ 26,089,735	\$ 24,749,953	\$ 23,919,272
Restricted	4,966,633	4,883,579	4,862,901	4,144,612
Unrestricted (Deficit)	16,033,437	12,942,962	9,990,465	1,103,109
Total governmental activities net assets	<u>\$ 48,100,441</u>	<u>\$ 43,916,276</u>	<u>\$ 39,603,319</u>	<u>\$ 29,166,993</u>

Source: School District financial records.

<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
\$ 22,301,426	\$ 23,730,387	\$ 23,293,698	\$ 18,625,939	\$ 16,650,496	\$ 15,345,133
4,860,941	2,623,364	2,109,310	3,722,056	4,858,187	4,298,219
(2,954,828)	(4,286,694)	(1,968,260)	(456,470)	410,444	(5,039,463)
<u>\$ 24,207,539</u>	<u>\$ 22,067,057</u>	<u>\$ 23,434,748</u>	<u>\$ 21,891,525</u>	<u>\$ 21,919,127</u>	<u>\$ 14,603,889</u>

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

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

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Expenses				
Governmental activities:				
Instruction:				
Regular	\$ 22,316,141	\$ 22,673,208	\$ 20,733,249	\$ 20,374,661
Special	4,879,232	4,526,920	3,966,107	3,717,072
Vocational	283,704	455,026	426,626	397,990
Adult/Continuing	65,515	75,909	36,757	34,064
Other instructional	1,266,107	1,047,544	1,207,397	1,290,541
Support services:				
Pupil	3,513,646	3,471,572	3,212,792	3,048,974
Instructional staff	3,481,561	3,391,280	3,042,408	2,870,362
Board of education	25,952	34,216	27,009	45,462
Administration	2,987,406	3,117,290	2,927,678	2,919,666
Fiscal	1,212,175	1,164,119	1,189,276	1,067,467
Business	359,885	467,300	436,519	454,909
Operations and maintenance	4,726,262	4,560,697	4,420,612	4,317,707
Pupil transportation	4,506,745	4,196,978	3,956,627	3,758,572
Central	154,053	145,385	120,267	108,327
Operation of non-instructional services				
Food service operations	1,233,229	1,171,096	1,131,429	1,072,986
Other non-instructional services	752,129	830,827	766,805	870,831
Extracurricular activities	1,627,922	1,544,201	1,544,991	1,423,143
Interest and fiscal charges	1,064,601	1,050,230	1,104,594	1,127,099
Total governmental activities expenses	<u>\$ 54,456,265</u>	<u>\$ 53,923,798</u>	<u>\$ 50,251,143</u>	<u>\$ 48,899,833</u>

2006	2005	2004	2003	2002	2001
\$ 20,190,940	\$ 20,578,822	\$ 20,669,591	\$ 18,915,663	\$ 18,561,778	\$ 17,899,511
3,555,142	3,801,153	3,597,814	3,405,179	3,320,191	3,096,309
477,265	475,462	469,663	392,114	308,959	985,007
56,634	45,809	70,955	58,192	39,473	28,445
1,214,300	-	-	-	-	-
2,963,597	2,625,987	2,481,334	2,184,689	2,187,073	2,052,453
2,671,046	2,790,065	2,897,289	1,977,693	1,987,734	1,830,028
27,125	29,261	2,066	79,923	27,743	15,090
2,829,414	2,890,037	2,884,080	2,674,304	2,505,538	2,352,216
1,084,520	1,071,904	1,003,922	936,066	1,072,157	785,636
394,801	439,462	245,822	358,033	402,168	336,837
4,126,995	3,745,704	3,682,109	3,358,389	3,185,520	3,496,070
3,307,927	3,752,277	3,408,168	3,456,556	2,766,196	3,046,466
142,244	187,161	147,463	134,189	145,174	91,221
927,577	961,507	935,514	816,766	786,465	827,579
696,189	978,734	758,102	802,918	711,847	758,908
1,352,070	1,359,205	1,386,634	1,192,747	1,382,233	1,134,802
1,304,616	1,436,038	1,561,790	1,773,682	1,687,411	1,778,329
<u>\$ 47,322,402</u>	<u>\$ 47,168,588</u>	<u>\$ 46,202,316</u>	<u>\$ 42,517,103</u>	<u>\$ 41,077,660</u>	<u>\$ 40,514,907</u>

-- Continued

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

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

Program Revenues	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Governmental activities:				
Charges for services and sales:				
Instruction:				
Regular	\$ 149,017	\$ 145,688	\$ 152,776	\$ 118,726
Special	-	-	-	-
Vocational	-	-	-	-
Adult/Continuing	1,276	2,660	-	-
Support services:				
Pupil	-	-	-	-
Instructional staff	679	2,390	-	-
Board of education	-	253	97	-
Administration	81,151	85,259	84,816	87,421
Fiscal	-	-	-	-
Business	-	-	-	-
Operations and maintenance	66,563	97,238	91,900	89,231
Pupil transportation	8,867	235,506	263,872	121,090
Central	-	-	-	-
Operation of non-instructional services:				
Food service operations	963,486	933,603	948,821	866,401
Other non-instructional services	260,349	247,519	268,965	266,439
Extracurricular activities	553,066	507,994	578,185	531,518
Operating grants and contributions:				
Instruction:				
Regular	273,727	441,448	67,572	173,634
Special	627,566	443,996	531,496	584,854
Adult/Continuing	52,876	70,844	67,048	37,651
Other	291,851	-	-	-
Support services:				
Pupil	379,539	206,538	196,527	135,839
Instructional staff	276,923	249,131	305,478	260,434
Board of education	-	52	18	-
Administration	8,968	753	-	-
Operations and maintenance	158,119	-	-	-
Pupil transportation	407,412	-	-	-
Central	23,243	32,781	35,315	34,824
Operation of non-instructional services:				
Food service operations	250,721	215,760	177,214	163,190
Other non-instructional services	486,846	489,310	498,673	540,665
Extracurricular activities	142,276	119,935	104,619	108,061
Capital grants and contributions:				
Instruction:				
Regular	-	-	27,880	-
Support services:				
Operations and maintenance	-	-	-	-
Pupil transportation	-	47,281	25,712	-
Total governmental program revenues	<u>\$ 5,464,521</u>	<u>\$ 4,575,939</u>	<u>\$ 4,426,984</u>	<u>\$ 4,119,978</u>
Net (Expense)/Revenue				
Governmental activities	<u>\$ (48,991,744)</u>	<u>\$ (49,347,859)</u>	<u>\$ (45,824,159)</u>	<u>\$ (44,779,855)</u>

<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
\$ 109,724	\$ 118,064	\$ 149,346	\$ 157,176	\$ 147,691	\$ 93,043
-	9,560	-	-	-	107,654
-	1,373	-	-	-	-
-	-	-	-	-	-
-	7,373	-	-	-	-
-	7,159	-	-	-	-
-	869	-	674	-	-
128,000	93,025	-	87,604	112,284	107,515
-	3,158	-	-	-	15,682
-	1,294	-	-	21,412	4,512
83,044	10,940	54,545	51,146	55,842	78,846
22,242	10,071	33,151	-	-	8,699
-	373	-	-	-	-
867,448	836,920	755,888	717,887	676,691	698,438
212,786	225,021	314,571	238,959	200,098	207,749
533,335	503,064	535,955	506,141	439,863	475,252
46,455	41,326	79,428	152,704	56,101	164,714
417,238	553,493	750,363	498,630	339,973	302,800
65,289	44,631	79,168	46,813	44,127	-
-	-	-	-	-	-
183,967	57,663	28,562	87,629	86,052	77,659
258,771	223,372	81,765	81,482	83,780	63,614
-	-	-	-	42	1,325
-	-	-	4,172	3,143	1,180
-	3,770	-	3,338	3,666	3,899
-	-	-	-	-	-
34,759	33,685	35,176	38,521	38,137	35,593
139,300	101,685	106,374	-	58,071	62,612
630,693	622,368	494,652	556,992	497,765	456,076
107,659	72,493	84,547	32,156	65,425	44,342
-	36,225	-	-	-	-
-	-	-	-	1,100	193,211
-	-	19,066	-	46,157	49,910
<u>\$ 3,840,710</u>	<u>\$ 3,618,975</u>	<u>\$ 3,602,557</u>	<u>\$ 3,262,024</u>	<u>\$ 2,977,420</u>	<u>\$ 3,254,325</u>
<u>\$ (43,481,692)</u>	<u>\$ (43,549,613)</u>	<u>\$ (42,599,759)</u>	<u>\$ (39,255,079)</u>	<u>\$ (38,100,240)</u>	<u>\$ (37,260,582)</u>

-- Continued

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

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

	2010	2009	2008	2007
General Revenues and Other Changes in Net Assets				
Governmental activities:				
Property taxes levied for:				
General purposes	\$ 39,046,558	\$ 39,762,946	\$ 43,133,279	\$ 37,720,302
Debt service	2,737,032	2,625,491	2,820,681	2,981,953
Grants and entitlements not restricted to specific programs	11,003,434	10,290,480	9,198,641	7,945,412
Investment earnings	280,765	782,731	1,010,579	977,551
Gain on sale of capital assets	-	-	-	1,632
Miscellaneous	108,120	199,168	134,559	112,459
Total governmental activities	\$ 53,175,909	\$ 53,660,816	\$ 56,297,739	\$ 49,739,309
 Change in Net Assets				
Governmental activities	\$ 4,184,165	\$ 4,312,957	\$ 10,473,580	\$ 4,959,454

Source: School District financial records.

<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
\$ 33,550,807	\$ 30,545,074	\$ 32,333,981	\$ 28,045,815	\$ 34,584,031	\$ 28,719,927
3,894,057	3,591,433	4,119,328	3,292,240	3,542,274	3,412,025
7,357,649	7,522,123	7,315,688	7,356,828	6,865,844	6,222,333
730,754	397,000	282,326	407,405	370,873	773,708
-	-	-	-	-	-
88,907	126,292	91,659	125,189	52,456	1,124
<u>\$ 45,622,174</u>	<u>\$ 42,181,922</u>	<u>\$ 44,142,982</u>	<u>\$ 39,227,477</u>	<u>\$ 45,415,478</u>	<u>\$ 39,129,117</u>
<u>\$ 2,140,482</u>	<u>\$ (1,367,691)</u>	<u>\$ 1,543,223</u>	<u>\$ (27,602)</u>	<u>\$ 7,315,238</u>	<u>\$ 1,868,535</u>

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

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

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
General Fund:				
Reserved	\$ 7,668,287	\$ 8,064,469	\$ 7,826,707	\$ 6,406,103
Unreserved	13,180,434	10,857,245	6,362,075	204,662
Total general fund	<u>\$ 20,848,721</u>	<u>\$ 18,921,714</u>	<u>\$ 14,188,782</u>	<u>\$ 6,610,765</u>
All Other Governmental Funds:				
Reserved	\$ 4,423,702	\$ 4,215,267	\$ 3,945,718	\$ 3,472,172
Unreserved (deficit), reported in:				
Special revenue funds	325,863	516,687	575,333	588,056
Capital projects funds	(75,436)	11,436	10,902	23,537
Debt service funds	-	-	-	-
Total all other governmental funds	<u>\$ 4,674,129</u>	<u>\$ 4,743,390</u>	<u>\$ 4,531,953</u>	<u>\$ 4,083,765</u>
Total governmental funds	<u>\$ 25,522,850</u>	<u>\$ 23,665,104</u>	<u>\$ 18,720,735</u>	<u>\$ 10,694,530</u>

Source: School District financial records.

<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
\$ 4,585,206 (1,189,649)	\$ 5,422,395 (1,956,239)	\$ 6,305,643 897,476	\$ 4,769,165 1,704,821	\$ 7,342,773 678,909	\$ 3,399,535 (274,428)
<u>\$ 3,395,557</u>	<u>\$ 3,466,156</u>	<u>\$ 7,203,119</u>	<u>\$ 6,473,986</u>	<u>\$ 8,021,682</u>	<u>\$ 3,125,107</u>
\$ 4,019,137	\$ 863,335	\$ 5,455,916	\$ 1,219,840	\$ 1,069,603	\$ 625,977
604,950	301,564	567,848	581,585	594,940	626,819
142,183	182,055	506,831	8,286,260	1,174,376	1,142,998
-	2,954,018	2,960,566	2,395,910	1,951,208	1,781,567
<u>\$ 4,766,270</u>	<u>\$ 4,300,972</u>	<u>\$ 9,491,161</u>	<u>\$ 12,483,595</u>	<u>\$ 4,790,127</u>	<u>\$ 4,177,361</u>
<u>\$ 8,161,827</u>	<u>\$ 7,767,128</u>	<u>\$ 16,694,280</u>	<u>\$ 18,957,581</u>	<u>\$ 12,811,809</u>	<u>\$ 7,302,468</u>

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

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

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>
Revenues				
From local sources:				
Property taxes	\$ 41,131,376	\$ 43,331,596	\$ 44,919,560	\$ 41,112,568
Tuition	403,330	417,510	461,172	431,003
Transportation fees	8,867	17,201	15,676	23,897
Charges for services	963,486	933,603	948,821	866,401
Earnings on investments	278,293	802,027	990,006	984,115
Extracurricular	332,193	326,839	386,484	330,093
Classroom materials and fees	289,196	242,364	237,183	243,008
Contributions and donations	154,134	130,720	110,446	227,348
Rental income	70,613	102,288	91,900	89,231
Other local revenues	124,889	199,168	134,559	112,459
Intergovernmental	14,206,900	12,925,406	11,136,896	9,745,061
Total revenues	<u>57,963,277</u>	<u>59,428,722</u>	<u>59,432,703</u>	<u>54,165,184</u>
Expenditures				
Current:				
Instruction:				
Regular	22,074,806	21,540,301	20,467,323	20,277,095
Special	4,871,042	4,362,750	3,833,676	3,695,144
Vocational	271,866	433,570	419,596	389,208
Adult/Continuing	58,582	106,960	37,994	34,064
Other	1,262,671	1,041,855	1,204,857	1,293,840
Current:				
Pupil	3,444,392	3,332,392	3,166,059	2,978,081
Instructional staff	3,411,558	3,243,215	2,917,571	2,831,709
Board of education	25,952	34,216	27,009	45,462
Administration	2,975,946	3,046,009	2,738,591	2,880,859
Fiscal	1,183,863	1,169,785	1,149,518	1,074,777
Business	349,305	452,497	435,762	391,821
Operations and maintenance	4,450,026	4,482,016	4,163,862	4,067,776
Pupil transportation	4,628,794	4,247,517	3,890,867	3,855,696
Central	153,295	141,709	112,689	104,855
Operation of non-instructional services:				
Food service operations	1,200,931	1,167,000	1,078,495	1,057,083
Other non-instructional services	748,294	792,378	768,356	872,274
Extracurricular activities	1,632,120	1,542,829	1,516,854	1,390,364
Facilities acquisitions and construction	536,858	660,047	822,693	380,169
Capital outlay	-	348,014	-	-
Debt service:				
Principal retirement	1,978,966	1,816,167	1,694,658	3,023,696
Interest and fiscal charges	847,164	872,284	929,315	994,317
Bond issuance costs	-	-	-	66,290
Total expenditures	<u>56,106,431</u>	<u>54,833,511</u>	<u>51,375,745</u>	<u>51,704,580</u>
Excess of revenues over (under) expenditures	1,856,846	4,595,211	8,056,958	2,460,604
Other Financing Sources (Uses)				
Transfers in	10,000	10,000	12,089	9,570
Transfers (out)	(10,000)	(10,000)	(12,089)	(9,570)
Payment to refunded bond escrow agent	-	-	-	(3,996,593)
Sale of capital assets	900	1,144	6,501	4,600
Inception of Lease	-	348,014	-	-
Bonds issued	-	-	-	3,785,000
Premium on bonds	-	-	-	279,092
Total other financing sources (uses)	<u>900</u>	<u>349,158</u>	<u>6,501</u>	<u>72,099</u>
Net change in fund balances	<u>\$ 1,857,746</u>	<u>\$ 4,944,369</u>	<u>\$ 8,063,459</u>	<u>\$ 2,532,703</u>
Capital expenditures (included in expenditures above)	1,516,369	1,779,862	1,337,258	1,000,439
Debt service as a percentage of noncapital expenditures	5.177%	5.067%	5.243%	8.055%

Source: School District financial records.

	2006	2005	2004	2003	2002	2001
\$	37,291,262	\$ 33,898,407	\$ 36,863,886	\$ 30,876,368	\$ 37,510,455	\$ 31,726,503
	411,740	603,441	726,473	715,411	628,830	808,238
	22,242	-	-	-	-	-
	867,448	873,361	773,199	734,988	715,278	743,805
	664,008	397,000	284,238	407,405	371,759	784,102
	297,213	319,623	289,239	258,838	253,931	142,395
	274,892	-	-	-	-	-
	108,268	72,893	84,224	32,156	66,691	31,639
	83,044	31,839	54,545	50,350	55,842	65,484
	88,907	126,292	91,659	125,189	52,030	49,335
	9,236,576	9,120,922	9,041,153	8,776,049	8,120,366	7,646,141
	49,345,600	45,443,778	48,208,616	41,976,754	47,775,182	41,997,642
	19,199,554	20,122,682	19,966,271	18,063,764	18,265,000	16,569,409
	3,598,717	3,673,697	3,450,581	3,372,679	3,219,762	2,988,533
	464,226	463,537	456,127	382,559	293,653	986,123
	63,625	45,101	64,786	58,078	39,473	28,445
	1,188,732	-	-	-	-	-
	2,852,742	2,528,374	2,364,661	2,071,929	2,067,422	1,956,645
	2,677,746	2,798,253	2,572,913	1,998,084	1,946,930	1,725,845
	27,125	29,985	1,342	32,633	27,743	15,090
	2,868,430	2,893,638	2,693,589	2,563,907	2,267,068	2,261,432
	1,107,229	1,090,299	984,521	914,567	1,059,205	784,050
	424,687	465,880	280,150	260,981	279,895	662,980
	3,837,147	3,981,154	3,485,862	3,230,539	3,165,275	3,183,416
	3,246,356	3,557,715	3,147,406	3,307,033	2,649,378	3,040,499
	140,866	189,052	161,673	128,603	135,190	84,832
	925,578	992,600	873,448	796,763	813,300	741,087
	735,560	1,044,258	666,651	756,871	701,145	727,858
	1,370,828	1,344,416	1,363,726	1,170,928	1,362,764	1,137,003
	305,272	-	-	-	-	-
	-	4,939,263	4,079,092	1,788,880	518,067	1,712,087
	2,722,834	2,896,791	2,313,518	1,916,738	1,760,472	1,616,399
	1,193,647	1,331,337	1,559,585	1,766,888	1,694,525	1,784,729
	-	-	165,194	122,152	-	-
	48,950,901	54,388,032	50,651,096	44,704,576	42,266,267	42,006,462
	394,699	(8,944,254)	(2,442,480)	(2,727,822)	5,508,915	(8,820)
	10,000	135,000	185,000	531,199	631,997	184,511
	(10,000)	(135,000)	(185,000)	(531,199)	(631,997)	(184,511)
	-	-	(15,886,812)	-	-	-
	-	-	200	2,074	426	-
	-	17,102	-	-	-	411,282
	-	-	13,925,000	8,700,000	-	-
	-	-	2,140,791	171,520	-	-
	-	17,102	179,179	8,873,594	426	411,282
\$	394,699	\$ (8,927,152)	\$ (2,263,301)	\$ 6,145,772	\$ 5,509,341	\$ 402,462
	285,117	5,775,497	4,778,466	2,012,792	1,498,357	2,156,618
	8.048%	8.698%	8.803%	8.915%	8.475%	8.535%

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

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

Collection Year	Real Property		Tangible Personal Property		Public Utility	
	Assessed Value	Estimated Actual Value (1)	Assessed Value	Estimated Actual Value (1)	Assessed Value	Estimated Actual Value (1)
2010 (3)	\$ 1,346,534,600	\$ 3,847,241,714	\$ -	\$ -	\$ 17,904,860	\$ 20,346,432
2009	1,382,016,100	3,948,617,429	12,193,793	195,100,688	16,859,840	19,158,909
2008	1,370,873,670	3,916,781,914	21,832,430	174,659,440	15,913,580	18,083,616
2007 (2)	1,366,677,360	3,904,792,457	57,142,606	248,446,113	20,385,360	23,165,182
2006	1,230,619,170	3,516,054,771	68,945,138	299,761,470	20,367,010	23,144,330
2005	1,209,509,470	3,455,741,343	64,928,167	282,296,378	22,225,550	25,256,307
2004 (3)	1,181,766,920	3,376,476,914	67,303,512	292,645,704	22,652,240	25,741,182
2003	1,092,555,030	3,121,585,800	74,078,302	322,079,574	22,213,040	25,242,091
2002	1,072,485,940	3,064,245,543	77,021,986	308,087,944	23,522,370	26,729,966
2001 (2)	1,028,659,760	2,939,027,886	74,494,491	297,973,008	30,491,100	34,648,977

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

- (1) This amount is calculated based on the following percentages:
 Real estate is assessed at 35 percent of actual value.
 Public utility personal is assessed at varying rates of actual value.
 Tangible personal property, including inventory, was eliminated in calander year 2009.
- (2) Reappraisal of property values.
- (3) Triennial update of property values.

Total			
Assessed Value	Estimated Actual Value	%	Total Direct Tax Rate
\$ 1,364,439,460	\$ 3,867,588,146	35.28%	\$ 66.70
1,411,069,733	4,162,877,026	33.90%	66.50
1,408,619,680	4,109,524,970	34.28%	66.50
1,444,205,326	4,176,403,752	34.58%	66.50
1,319,931,318	3,838,960,571	34.38%	60.80
1,296,663,187	3,763,294,028	34.46%	60.70
1,271,722,672	3,694,863,800	34.42%	61.00
1,188,846,372	3,468,907,465	34.27%	61.20
1,173,030,296	3,399,063,453	34.51%	62.60
1,133,645,351	3,271,649,871	34.65%	60.70

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

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

Tax Year/ Collection Year	Overlapping Rates			Direct Rates			
	County	Library	City	Voted		Unvoted	Total
				General	Bond		
2009/2010	\$ 18.10	\$ 2.80	\$ 9.60	\$ 58.60	\$ 2.30	\$ 5.80	\$ 66.70
2008/2009	18.10	2.80	9.60	58.60	2.10	5.80	66.50
2007/2008	18.20	2.50	9.80	58.60	2.10	5.80	66.50
2006/2007	18.20	2.50	9.90	58.60	2.10	5.80	66.50
2005/2006	18.30	2.50	10.00	51.70	3.30	5.80	60.80
2004/2005	18.30	2.50	10.10	51.70	3.20	5.80	60.70
2003/2004	18.00	2.50	10.10	51.70	3.50	5.80	61.00
2002/2003	16.20	2.00	10.30	51.70	3.70	5.80	61.20
2001/2002	16.20	2.00	10.30	53.70	3.10	5.80	62.60
2000/2001	16.20	2.00	10.30	51.70	3.20	5.80	60.70

Source: Cuyahoga County Auditor's Office

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

PRINCIPAL TAXPAYERS
REAL ESTATE TAX
DECEMBER 31, 2009 AND DECEMBER 31, 2000

December 31, 2009			
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total District Real Estate Assessed Value
Toledo Lucas County Port Authority	\$ 38,841,770	1	2.88%
Promenade Delaware LLC	11,229,580	2	0.83%
Energizer Battery Manufacturing	7,417,280	3	0.55%
Cleveland Retirement Properties	7,371,040	4	0.55%
University Hospitals Health System	7,215,120	5	0.54%
Sturbridge Square Apartments	7,035,010	6	0.52%
Remington Apartments	6,755,010	7	0.50%
BCM Westlake, LLC	5,659,650	8	0.42%
Village in the Park	5,147,770	9	0.38%
DRG Hunter's Chase TIC	5,091,070	10	0.38%
Total	\$ 101,763,300		\$ 1,346,534,600

December 31, 2000			
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total District Real Estate Assessed Value
UHHS/CSAAHS Cuyahoga, Inc.	\$ 11,731,970	1	1.14%
Westlake Center Association Ltd.	8,853,880	2	0.86%
University Hospitals	8,246,850	3	0.80%
Eveready Battery Company	7,381,190	4	0.72%
Cleveland Retirement Properties	6,037,500	5	0.59%
JG Westlake Hotel	5,887,390	6	0.57%
KOPF-Newton Venture I	5,728,910	7	0.56%
Metric Institutional	5,713,120	8	0.56%
Sturbridge Square Apartments	5,381,150	9	0.52%
Oakwood Garden Apartments	5,190,470	10	0.50%
Total	\$ 70,152,430		1,028,659,760

Source: Cuyahoga County Auditor's Office

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

PRINCIPAL TAXPAYERS
TANGIBLE AND PUBLIC UTILITY PERSONAL PROPERTY TAX
DECEMBER 31, 2009 AND DECEMBER 31, 2000

December 31, 2009			
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total District Tangible and Public Utility Assessed Value
Cleveland Electric Illuminating Company	\$ 14,713,030	1	82.17%
Columbia Gas of Ohio	2,137,770	2	11.94%
Total	\$ 16,850,800		\$ 17,904,860

December 31, 2000			
Taxpayer	Taxable Assessed Value	Rank	Percentage of Total District Tangible and Public Utility Assessed Value
Cleveland Electric Illuminating Company	\$ 17,712,370	1	16.87%
Ohio Bell Telephone Company	6,489,620	2	6.18%
Eveready Battery Company	6,324,610	3	6.02%
USG Interiors, Inc.	5,927,150	4	5.65%
Columbia Gas of Ohio	5,502,100	5	5.24%
Bonne Bell, Inc.	4,042,630	6	3.85%
Truserv Corporation	2,889,189	7	2.75%
Aluminum Line Products, Inc.	1,919,410	8	1.83%
Pines Manufacturing, Inc.	1,633,530	9	1.56%
Nick Mayer Lincoln Mercury	1,472,580	10	1.40%
Total	\$ 53,913,189		104,985,591

Source: Cuyahoga County Auditor's Office

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

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

Tax Year/ Collection Year (2)	Current Levy	Delinquent Levy (3)	Total Levy	Current Collection	Percent of Current Levy Collected
2009/2010	\$ 46,835,159	\$ 2,407,628	\$ 49,242,787	\$ 45,410,732	96.96%
2008/2009	46,531,097	1,875,415	48,406,512	44,880,351	96.45%
2007/2008	47,386,744	2,045,810	49,432,554	45,407,786	95.82%
2006/2007	48,577,064	1,823,623	50,400,687	46,836,166	96.42%
2005/2006	39,789,285	1,756,087	41,545,372	39,743,798	99.89%
2004/2005	39,699,267	2,214,049	41,913,316	37,878,790	95.41%
2003/2004	38,967,423	2,620,334	41,587,757	37,394,113	95.96%
2002/2003	38,158,204	2,854,274	41,012,478	35,859,530	93.98%
2001/2002	37,912,913	1,892,060	39,804,973	35,401,042	93.37%
2000/2001	32,458,538	889,270	33,347,808	31,019,381	95.57%

Source: Cuyahoga County Auditor's Office

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

(2) Represents collection year. 2010 information cannot be presented because all collections have not been made by June 30.

(3) This amount cannot be calculated based on other information in this statistical table because of retroactive additions and reductions.

Delinquent Collection	Total Collection	Total Collection As a Percent of Total Levy
\$ 1,283,853	\$ 46,694,585	94.83%
891,324	45,771,675	94.56%
1,597,512	47,005,298	95.09%
952,159	47,788,325	94.82%
1,175,113	40,918,911	98.49%
1,361,128	39,239,918	93.62%
1,401,979	38,796,092	93.29%
1,685,033	37,544,563	91.54%
1,219,689	36,620,731	92.00%
628,880	31,648,261	94.90%

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

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

Fiscal Year	Governmental Activities					
	(a) General Obligation Bonds	Capital Leases	Total Primary Government	(b) Per Capita	(b) Per ADM	(c) Percentage of Personal Income
2010	\$ 20,365,043	\$ 289,048	\$ 20,654,091	646	5,143	1.74%
2009	22,313,651	348,014	22,661,665	709	5,608	1.91%
2008	24,147,260	11,167	24,158,427	756	5,862	2.04%
2007	25,860,870	20,825	25,881,695	810	6,297	2.19%
2006	28,535,000	29,521	28,564,521	893	7,022	2.41%
2005	31,250,000	37,355	31,287,355	979	7,834	2.64%
2004	34,140,000	95,867	34,235,867	1,071	8,740	2.89%
2003	36,365,000	184,385	36,549,385	1,143	9,420	3.09%
2002	29,500,000	266,123	29,766,123	931	7,952	2.51%
2001	31,185,000	341,595	31,526,595	986	8,398	2.66%

Sources:

(a) See notes to the financial statements regarding the District's outstanding debt information. Excludes accreted interest on capital appreciation bonds.

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

(c) See schedule " Demographic and Economic Statistic, Last Ten Years" for per capita personal income and population. Personal income equals per capital personal income times population.

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

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

General Bonded Debt Outstanding

Fiscal Year	(a) General Obligation Bonds	Total	(b) Percentage of Actual Taxable Value of Property	(c) Per Capita
2010	\$ 20,365,043	\$ 20,365,043	0.53%	\$ 637
2009	22,313,651	22,313,651	0.54%	698
2008	24,147,260	24,147,260	0.59%	755
2007	25,860,870	25,860,870	0.62%	809
2006	28,535,000	28,535,000	0.74%	892
2005	31,250,000	31,250,000	0.83%	977
2004	34,140,000	34,140,000	0.92%	1,068
2003	36,365,000	36,365,000	1.05%	1,137
2002	29,500,000	29,500,000	0.87%	923
2001	31,185,000	31,185,000	0.95%	975

Sources:

- (a) See notes to the financial statements regarding the District's outstanding debt information. Excludes accreted interest on capital appreciation bonds.
- (b) See schedule "Assessed Valuation and Estimated Actual Value of Taxable Property" for assessed valuation of property.
- (c) See schedule "Demographic and Economic Statistic, Last Ten Years" for population information.

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

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
AS OF JUNE 30, 2010

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable (1)</u>	<u>Estimated Share of Overlapping Debt</u>
Direct debt:			
Westlake City School District (2)	\$ 20,365,043	100.00%	\$ 20,365,043
Total direct debt	<u>20,365,043</u>		<u>20,365,043</u>
Overlapping debt:			
Cuyahoga County	336,472,572	4.60%	15,477,738
Regional Transit Authority	163,025,000	4.60%	7,499,150
City of Westlake	25,369,269	100.00%	25,369,269
Total overlapping debt	<u>524,866,841</u>		<u>48,346,157</u>
Total direct and overlapping debt	<u>\$ 545,231,884</u>		<u>\$ 68,711,200</u>

Source: Ohio Municipal Advisory Council

(1) Percentages were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the District by the total assessed valuation of the subdivision. The valuations used were for the 2010 collection year.

(2) See notes to the financial statements regarding the District's outstanding debt. Excludes accreted interest on capital appreciation bonds.

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

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

Fiscal Year	Voted Debt Limit	Total Debt Applicable to Limit	Debt Service Available Balance	Net Debt Applicable to Limit	Voted Legal Debt Margin	Total Net Debt Applicable to Limit as a Percentage of Debt Limit
2010	\$ 122,799,551	\$ 20,365,043	\$ 4,300,664	\$ 16,064,379	\$ 106,735,172	13.08%
2009	125,898,835	22,313,651	4,062,615	18,251,036	107,647,799	14.50%
2008	124,810,853	24,147,260	3,756,053	20,391,207	104,419,646	16.34%
2007	124,393,537	25,860,870	3,338,117	22,522,753	101,870,784	18.11%
2006	118,793,819	28,535,000	3,915,579	24,619,421	94,174,398	20.72%
2005	116,699,687	31,250,000	3,496,820	27,753,180	88,946,507	23.78%
2004	114,455,040	34,140,000	3,678,372	30,461,628	83,993,412	26.61%
2003	106,996,173	36,365,000	2,815,390	33,549,610	73,446,563	31.36%
2002	105,572,727	29,500,000	2,658,525	26,841,475	78,731,252	25.42%
2001	102,028,082	31,185,000	2,097,364	29,087,636	72,940,446	28.51%

Source: Cuyahoga County Auditor and District financial records

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

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

Note: Beginning in 2006, HB530 changed the assessed valuation utilized in the legal debt margin calculation to exclude general business tangible personal property as well as railroad and telephone tangible property. See Note 10 to the basic financial statements for detail.

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

DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS

<u>Year</u>	<u>Population (1)</u>	<u>Per Capita Personal Income (2)</u>	<u>Median Age</u>	<u>School Enrollment (3)</u>	<u>Unemployment Rates</u>		
					<u>Cuyahoga County</u>	<u>Ohio</u>	<u>United States</u>
2010	31,972	\$ 37,044	42.0	4,016	9.7%	10.0%	9.6%
2009	31,972	37,044	42.0	4,041	10.2%	11.2%	10.2%
2008	31,972	37,044	42.0	4,121	5.7%	6.6%	5.5%
2007	31,972	37,044	42.0	4,110	5.7%	5.5%	4.4%
2006	31,972	37,044	42.0	4,068	4.8%	4.7%	4.4%
2005	31,972	37,044	42.0	3,994	5.7%	5.9%	5.0%
2004	31,972	37,044	42.0	3,917	6.6%	5.7%	5.1%
2003	31,972	37,044	42.0	3,880	6.7%	5.5%	5.7%
2002	31,972	37,044	42.0	3,743	4.6%	5.3%	6.0%
2001	31,972	37,044	42.0	3,754	4.5%	4.8%	5.8%

Sources:

- (1 & 2) U. S. Census Bureau
- (3) School District records

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

PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO

<u>Employer</u>	<u>December 31, 2009</u>		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total City Employment</u>
St. John Westshore Hospital	1,273	1	4.80%
Hyland Software	754	2	2.85%
Westlake City Schools	577	3	2.18%
City of Westlake	420	4	1.59%
Energizer	365	5	1.38%
Westbay Care and Rehabilitation	300	6	1.13%
Travel Centers of America	300	7	1.13%
Lutheran Home	300	8	1.13%
University Hospitals	248	9	0.94%
Lake Erie Electric Inc.	227	10	0.86%
Total	<u>4,764</u>		<u>17.98%</u>
Total City Employment	<u>26,496</u>		

<u>Employer</u>	<u>December 31, 2000</u>		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total City Employment</u>
St. John Westshore Hospital	921	1	n/a
Electronic Data Systems, Inc.	876	2	n/a
Westlake City Schools	520	3	n/a
City of Westlake	410	4	n/a
Scott & Fetzer Corporation	400	5	n/a
Bonne Bell	367	6	n/a
USG Interiors, Inc.	325	7	n/a
Giant Eagle	285	8	n/a
Jacobs, Visconsi & Jacobs	280	9	n/a
True Service Corporation	206	10	n/a
Total	<u>4,590</u>		<u>n/a</u>
Total City Employees	<u>n/a</u>		

Source: City of Westlake, Ohio, Department of Planning of Economic Development - amounts are estimates. Total City employment based upon estimate from the Regional Income Tax Authority 2008 withholding information.

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

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

<u>Type</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Professional Staff:					
Teaching Staff:					
Elementary	87	87	87	87	86
Intermediate	43	41	41	41	41
Middle	50	46	45	45	45
High	89	93	93	92	92
Administration:					
District	20	21	21	21	21
Auxiliary Positions:					
Counselors	10	10	10	10	10
Nurses	2	2	2	2	2
Speech	8	7	6	5	4
Mental Health Specialists	4	4	4	2	2
Support Staff:					
Secretarial	42	42	42	42	42
Aides	68	67	67	66	63
Hall monitor/Security	12	12	12	12	12
Technical	2	2	2	2	2
Cooks	33	33	33	33	33
Custodial	35	35	35	35	35
Maintenance	6	6	6	6	6
Bus Driver	76	70	69	64	64
Mechanics	3	3	3	3	3
Extracurricular	200	200	200	200	200
Total	<u>790</u>	<u>781</u>	<u>778</u>	<u>768</u>	<u>763</u>

Source: School District records
Head-count only

Note: Information prior to 2002 is not available.

<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
86	86	85	84
41	40	41	40
45	45	44	40
90	91	90	85
21	21	21	21
10	10	10	10
2	2	2	2
4	4	4	4
2	2	2	2
42	42	42	42
60	59	57	42
12	12	12	12
2	2	2	2
33	33	33	33
35	35	35	33
6	6	6	6
66	66	65	68
3	3	3	3
200	200	200	198
<u>760</u>	<u>759</u>	<u>753</u>	<u>727</u>

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

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

Function	2010	2009	2008	2007	2006	2005	2004	2003
Instruction:								
Regular and Special								
Enrollment (students)	4,016	4,041	4,121	4,110	4,068	3,994	3,917	3,880
Graduates	324	314	334	314	n/a	269	315	294
Support services:								
Instructional staff								
Library								
Daily circulation	759	759	763	773	761	1,103	1,360	1,366
Board of education								
Regular meetings per year	24	12	24	24	24	24	24	24
Administration								
Student attendance rate	95.0	95.8	95.4	95.4	95.7	95.5	95.7	95.3
Fiscal								
Purchase orders processed								
	5,777	5,758	6,800	6,458	5,687	6,714	6,149	6,794
Nonpayroll checks issued								
	5,342	6,221	5,281	5,139	4,754	5,248	5,742	5,209
Operations and maintenance								
Work orders completed	590	606	771	929	879	706	330	43
Square footage maintained	608,159	608,159	608,159	608,159	608,159	608,159	570,659	570,659
Central								
Work orders completed	2,173	1,803	1,458	1,752	1,309	1,160	808	551
Extracurricular activities								
Varsity teams	22	22	22	21	21	21	21	21
Junior varsity teams	19	19	19	19	19	19	19	19
Food service operations								
Meals served to students	237,418	219,937	185,381	186,355	163,605	142,180	134,405	132,327

Source: School District records

n/a - information not available.

<u>2002</u>	<u>2001</u>
3,743 275	3,754 321
1,354	1,238
24	24
95.0	95.5
5,908	5,309
6,129	5,889
n/a	n/a
555,659	555,659
n/a	n/a
21 19	21 19
121,912	127,505

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

**CAPITAL ASSET STATISTICS
LAST TEN FISCAL YEARS**

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
Land	\$ 2,468,751	\$ 2,468,751	\$ 2,468,751	\$ 2,468,751	\$ 2,468,751
Construction in progress	87,881	-	-	-	-
Land improvements	177,052	184,293	191,534	179,252	70,318
Buildings and improvements	36,960,053	37,949,416	38,344,229	38,972,069	40,127,848
Furniture, fixtures and equipment	2,094,293	1,989,071	1,513,032	1,572,356	1,393,774
Vehicles	1,976,914	1,830,072	1,756,596	1,697,313	1,619,270
Textbooks and library books	500,521	205,999	298,672	356,899	440,627
 Total Governmental Activities Capital Assets, net	 <u>\$ 44,265,465</u>	 <u>\$ 44,627,602</u>	 <u>\$ 44,572,814</u>	 <u>\$ 45,246,640</u>	 <u>\$ 46,120,588</u>

Source: School District financial records.

Note: Amounts above are presented net of accumulated depreciation.

2005	2004	2003	2002	2001
\$ 2,468,751	\$ 2,468,751	\$ 2,468,751	\$ 2,468,751	\$ 2,468,751
-	3,830,296	-	-	-
73,179	76,040	68,762	71,034	-
41,160,787	33,182,803	33,716,064	33,393,938	33,768,577
1,499,585	1,625,811	1,774,616	2,004,164	2,142,387
1,899,608	1,962,811	2,045,440	1,747,703	1,707,036
642,514	515,743	421,691	431,029	194,977
<u>\$ 47,744,424</u>	<u>\$ 43,662,255</u>	<u>\$ 40,495,324</u>	<u>\$ 40,116,619</u>	<u>\$ 40,281,728</u>

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

**SCHOOL BUILDING INFORMATION
LAST TEN FISCAL YEARS**

	2010	2009	2008	2007	2006	2005
Bassett Elementary (1967)						
Square feet	25,439	25,439	25,439	25,439	25,439	25,439
Capacity (students)	335	335	335	335	335	335
Enrollment	-	-	-	-	-	-
Bassett Elementary (1987)						
Square feet	10,267	10,267	10,267	10,267	10,267	10,267
Capacity (students)	335	335	335	335	335	335
Enrollment	-	-	-	-	-	-
Bassett Elementary (1998)						
Square feet	6,174	6,174	6,174	6,174	6,174	6,174
Capacity (students)	335	335	335	335	335	335
Enrollment	386	394	384	388	388	397
Dover Elementary (1949)						
Square feet	38,325	38,325	38,325	38,325	38,325	38,325
Capacity (students)	352	352	352	352	352	352
Enrollment	-	-	-	-	-	-
Dover Elementary (1970)						
Square feet	5,346	5,346	5,346	5,346	5,346	5,346
Capacity (students)	352	352	352	352	352	352
Enrollment	383	389	395	421	406	424
Hilliard Elementary (1954)						
Square feet	39,750	39,750	39,750	39,750	39,750	39,750
Capacity (students)	328	328	328	328	328	328
Enrollment	-	-	-	-	-	-
Hilliard Elementary (1998)						
Square feet	1,187	1,187	1,187	1,187	1,187	1,187
Capacity (students)	328	328	328	328	328	328
Enrollment	315	309	316	324	369	292
Holly Lane Elementary (1961)						
Square feet	33,297	33,297	33,297	33,297	33,297	33,297
Capacity (students)	283	283	283	283	283	283
Enrollment	-	-	-	-	-	-
Holly Lane Elementary (1998)						
Square feet	2,191	2,191	2,191	2,191	2,191	2,191
Capacity (students)	283	283	283	283	283	283
Enrollment	328	307	324	304	296	250
Parkside Intermediate (1966)						
Square feet	54,407	54,407	54,407	54,407	54,407	54,407
Capacity (students)	519	519	519	519	519	519
Enrollment	-	-	-	-	-	-
Parkside Intermediate (1998)						
Square feet	18,114	18,114	18,114	18,114	18,114	18,114
Capacity (students)	519	519	519	519	519	519
Enrollment	590	630	642	618	619	626
Lee Burneson Middle (1975)						
Square feet	18,853	18,853	18,853	18,853	18,853	18,853
Capacity (students)	-	-	646	646	646	646
Enrollment	-	-	-	-	-	-
Lee Burneson Middle (1982)						
Square feet	55,274	55,274	55,274	55,274	55,274	55,274
Capacity (students)	646	646	646	646	646	646
Enrollment	-	-	-	-	-	-

2004	2003	2002	2001
25,439	25,439	25,439	25,439
335	335	335	335
-	-	-	-
10,267	10,267	10,267	10,267
335	335	335	335
-	-	-	-
6,174	6,174	6,174	6,174
335	335	335	335
403	386	388	381
38,325	38,325	38,325	38,325
352	352	352	352
-	-	-	-
5,346	5,346	5,346	5,346
352	352	352	352
404	400	408	399
39,750	39,750	39,750	39,750
328	328	328	328
-	-	-	-
1,187	1,187	1,187	1,187
328	328	328	328
318	312	303	321
33,297	33,297	33,297	33,297
283	283	283	283
-	-	-	-
2,191	2,191	2,191	2,191
283	283	283	283
249	271	273	267
54,407	54,407	54,407	54,407
519	519	519	519
-	-	-	-
18,114	18,114	18,114	18,114
519	519	519	519
626	614	636	625
18,853	18,853	18,853	18,853
646	646	646	646
-	-	-	-
55,274	55,274	55,274	55,274
646	646	646	646
-	-	-	-

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

SCHOOL BUILDING INFORMATION - Continued
LAST TEN FISCAL YEARS

	2010	2009	2008	2007	2006	2005
Lee Burneson Middle (1998)						
Square feet	18,129	18,129	18,129	18,129	18,129	18,129
Capacity (students)	646	646	646	646	646	646
Enrollment	680	664	672	673	561	615
Westlake High School (1960)						
Square feet	97,923	97,923	97,923	97,923	97,923	97,923
Capacity (students)	1,246	1,246	1,246	1,246	1,246	1,246
Enrollment	-	-	-	-	-	-
Westlake High School (1970)						
Square feet	39,651	39,651	39,651	39,651	39,651	39,651
Capacity (students)	1,246	1,246	1,246	1,246	1,246	1,246
Enrollment	-	-	-	-	-	-
Westlake High School (1988)						
Square feet	47,841	47,841	47,841	47,841	47,841	47,841
Capacity (students)	1,246	1,246	1,246	1,246	1,246	1,246
Enrollment	-	-	-	-	-	-
Westlake High School (1998)						
Square feet	22,691	22,691	22,691	22,691	22,691	22,691
Capacity (students)	1,246	1,246	1,246	1,246	1,246	1,246
Enrollment	-	-	-	-	-	-
Westlake High School (2004)						
Square feet	37,500	37,500	37,500	37,500	37,500	37,500
Capacity (students)	1,246	1,246	1,246	1,246	1,246	1,246
Enrollment	1,334	1,348	1,388	1,382	1,429	1,390
Administration Building (Old)						
Square feet	6,500	6,500	6,500	6,500	6,500	6,500
Administration Building (2003)						
Square feet	15,000	15,000	15,000	15,000	15,000	15,000
Transportation Facility						
Square feet	14,300	14,300	14,300	14,300	14,300	14,300
Total Square Feet	608,159	608,159	608,159	608,159	608,159	608,159
Total Capacity	11,491	11,491	12,137	12,137	12,137	12,137
Total Enrollment	4,016	4,041	4,121	4,110	4,068	3,994

Source: School District records

Note: Year of original construction is in parentheses. Increases in square footage and capacity are the result of renovations and additions.

Capacity is the "program" capacity and decreases are the result of changes in federal, state or local standards.

2004	2003	2002	2001
18,129	18,129	18,129	18,129
646	646	646	646
602	565	611	663
97,923	97,923	97,923	97,923
1,246	1,246	1,246	1,246
-	-	-	-
39,651	39,651	39,651	39,651
1,246	1,246	1,246	1,246
-	-	-	-
47,841	47,841	47,841	47,841
1,246	1,246	1,246	1,246
-	-	-	-
22,691	22,691	22,691	22,691
1,246	1,246	1,246	1,246
1,315	1,332	1,124	1,098
-	-	-	-
-	-	-	-
-	-	-	-
6,500	6,500	6,500	6,500
15,000	15,000	-	-
14,300	14,300	14,300	14,300
570,659	570,659	555,659	555,659
10,891	10,891	10,891	10,891
3,917	3,880	3,743	3,754

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

OPERATING STATISTICS
LAST TEN FISCAL YEARS

Fiscal Year	General Government		Governmental Activities (2)		Enrollment
	Expenses (1)	Cost per pupil	Expenses (1)	Cost per pupil	
2010	\$ 53,280,301	\$ 13,267	\$ 53,391,664	\$ 13,295	4,016
2009	52,145,060	12,904	52,873,568	13,084	4,041
2008	48,751,772	11,830	49,146,549	11,926	4,121
2007	47,620,277	11,586	47,772,734	11,624	4,110
2006	46,535,447	11,439	46,017,786	11,312	4,068
2005	50,159,904	12,559	45,732,550	11,450	3,994
2004	46,612,799	11,900	44,709,349	11,414	3,917
2003	40,892,585	10,539	40,737,748	10,499	3,880
2002	38,811,270	10,369	39,390,249	10,524	3,743
2001	38,587,257	10,279	38,736,578	10,319	3,754

Source: District records

(1) Debt Service totals have been excluded. Cost per pupil calculated using general government expenditures which utilize the modified accrual basis of accounting and on governmental activities expenses which utilize the accrual basis of accounting.

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

(3) Full-time certificated staff

Percent Change	Teaching Staff (3)	Pupil/Teacher Ratio	Student Attendance Percentage
-0.62%	269	14.93	95.00%
-1.94%	267	15.13	95.80%
0.27%	251	16.42	95.40%
1.03%	250	16.44	95.40%
1.85%	276	14.74	95.70%
1.97%	272	14.68	95.50%
0.95%	271	14.45	95.70%
3.66%	266	14.59	95.30%
-0.29%	262	14.29	95.00%
0.08%	258	14.55	95.50%

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Mary Taylor, CPA
Auditor of State

WESTLAKE 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 6, 2011**