

**BEDFORD CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY**

**SINGLE AUDIT**

**FOR THE YEAR ENDED JUNE 30, 2008**



**Mary Taylor, CPA**  
Auditor of State



**BEDFORD CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY**

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**BEDFORD CITY SCHOOL DISTRICT  
 CUYAHOGA COUNTY  
 SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES  
 FOR THE YEAR ENDED JUNE 30, 2008**

Federal Grantor/ Pass Through Grantor/ Program Title	Federal CFDA Number	Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
<b><u>U.S. DEPARTMENT OF AGRICULTURE</u></b>					
<i>Passed Through Ohio Department of Education:</i>					
Fruit and Vegetable	10.582	14,201	0	14,201	0
Nutrition Cluster: School Breakfast Program	10.553	169,608	0	169,608	0
National School Lunch Program	10.555	597,349	41,423	597,349	41,423
Total Nutrition Cluster		<u>766,957</u>	<u>41,423</u>	<u>766,957</u>	<u>41,423</u>
Total U.S. Department of Agriculture		<u>781,158</u>	<u>41,423</u>	<u>781,158</u>	<u>41,423</u>
<b><u>U.S. DEPARTMENT OF EDUCATION</u></b>					
<i>Passed Through Ohio Department of Education:</i>					
<i>Special Education Cluster:</i>					
Special Education: Grants to States	84.027	796,581	0	834,662	0
Special Education: Preschool Grants	84.173	46,886	0	49,270	0
Total Special Education Cluster		<u>843,467</u>	<u>0</u>	<u>883,932</u>	<u>0</u>
Title I Grants to Local Educational Agencies	84.010	562,788	0	533,002	0
Vocational Education: Basic Grants to States	84.048	157,610	0	162,619	0
Safe and Drug-Free Schools and Communities State Grants	84.186	18,675	0	2,055	0
Innovative Education Program Strategies	84.298	2,756	0	3,484	0
Education Technology State Grants	84.318	5,165	0	3,944	0
Comprehensive School Reform Demonstration	84.332	3,701	0	7,377	0
English Language Acquisition Grants	84.365	3,059	0	3,059	0
Improving Teacher Quality State Grants	84.367	124,594	0	134,799	0
Total U.S. Department of Education		<u>1,721,815</u>	<u>0</u>	<u>1,734,271</u>	<u>0</u>
<b><u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u></b>					
<i>Passed Through Ohio Department of Mental Retardation and Developmental Disabilities:</i>					
Medicaid Assistance Program	93.778	523,604	0	0	0
Total U.S. Department of Health and Human Services		<u>523,604</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Total Federal Assistance</b>		<u>\$3,026,577</u>	<u>\$41,423</u>	<u>\$2,515,429</u>	<u>\$41,423</u>

*The accompanying notes to this schedule are an integral part of this schedule.*

**BEDFORD CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY**

**NOTES TO THE SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES  
FOR THE YEAR ENDED JUNE 30, 2008**

**NOTE A - SIGNIFICANT ACCOUNTING POLICIES**

The accompanying schedule of federal awards receipts and expenditures is a summary of the activity of the District's federal awards programs. The schedule has been prepared on the cash basis of accounting.

**NOTE B - FOOD DISTRIBUTION**

Nonmonetary assistance is reported in the schedule at the fair market value of the commodities received and disbursed.

**NOTE C - NATIONAL SCHOOL LUNCH AND BREAKFAST PROGRAMS**

Federal monies received by the District for these programs are commingled with State grants and local revenues. It is assumed that federal monies are expended first.

CFDA - Catalog of Federal Domestic Assistance



# 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*

Bedford City School District  
Cuyahoga County  
475 Northfield Road  
Bedford, Ohio 44146

To the Board of Education:

We have audited the financial statements of the governmental activities, the major fund, and the aggregate remaining fund information of the Bedford City School District, Cuyahoga County, (the District) as of and for the year ended June 30, 2008, which collectively comprise the District's basic financial statements and have issued our report thereon dated December 18, 2008, wherein we noted the District restated their property tax receivable. 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 expressing our opinions on the financial statements, but not to opine 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 control deficiency exists when the design or operation of a control does not allow management or employees, in performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the District's ability to initiate, authorize, record, process, or report financial data reliably in accordance with its applicable accounting basis, such that there is more than a remote likelihood that the District's internal control will not prevent or detect a more-than-inconsequential financial statement misstatement.

A material weakness is a significant deficiency, or combination of significant deficiencies resulting in more than a remote likelihood that the District's internal control will not prevent or detect a material financial statement misstatement.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all internal control deficiencies that might be 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 noncompliance or another matter that we reported to the District's management in a separate letter dated December 18, 2008.

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

A handwritten signature in black ink that reads "Mary Taylor". The signature is written in a cursive, flowing style.

**Mary Taylor, CPA**  
Auditor of State

December 18, 2008





# 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 IN ACCORDANCE WITH OMB CIRCULAR A-133

Bedford City School District  
Cuyahoga County  
475 Northfield Road  
Bedford, Ohio 44146

To the Board of Education:

#### Compliance

We have audited the compliance of the Bedford 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 apply to its major federal program for the year ended June 30, 2008. The summary of auditor's results section of the accompanying schedule of findings identifies the District's major federal program. The District's management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to its 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 contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to reasonably assure whether noncompliance occurred with the types of 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 Bedford City School District, Cuyahoga County, Ohio, complied, in all material respects, with the requirements referred to above that apply to its major federal program for the year ended June 30, 2008.

#### Internal Control Over Compliance

The District's management is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the District's internal control over compliance with requirements that could directly and materially affect a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

A *control deficiency* in internal control over compliance exists when the design or operation of a control does not allow management or employees, when performing their assigned functions, to prevent or detect noncompliance with a federal program compliance requirement on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the District's ability to administer a federal program such that there is more than a remote likelihood that the District's internal control will not prevent or detect more than inconsequential noncompliance with a federal program compliance requirement.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that the District's internal control will not prevent or detect material noncompliance with a federal program's compliance requirements.

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 that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

#### **Schedule of Federal Awards Receipts and Expenditures Schedule**

We have also audited the financial statements of the governmental activities, the major fund, and the aggregate remaining fund information of the Bedford City School District, Cuyahoga County, Ohio, as of and for the year ended June 30, 2008, and have issued our report thereon dated December 18, 2008, wherein we noted the District restated their property tax receivable. Our audit was performed to form opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying schedule of federal awards receipts and expenditures provides additional information as required by OMB Circular A-133 and is not a required part of the basic financial statements. We subjected this information to the auditing procedures applied in the audit of the basic financial statements. 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 the audit committee, management, the Board of Education, 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 18, 2008

**BEDFORD CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY**

**SCHEDULE OF FINDINGS  
OMB CIRCULAR A -133 § .505  
JUNE 30, 2008**

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

**BEDFORD CITY SCHOOL DISTRICT  
CUYAHOGA COUNTY**

**SCHEDULE OF FINDINGS  
OMB CIRCULAR A -133 § .505  
JUNE 30, 2008  
(Continued)**

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

None

**3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS**

None

**Bedford City School District  
Bedford, Ohio**

**Comprehensive Annual  
FINANCIAL REPORT  
For the Fiscal Year  
Ended June 30, 2008**







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# **Bedford City School District**

Bedford, Ohio

## **Comprehensive Annual Financial Report**

*For the Fiscal Year Ended June 30, 2008*

Prepared by:

Janet M. Pavlic, CPA  
Treasurer

Donald E. Houghton, Jr.  
Assistant Treasurer



# Introductory Section





**Bedford City School District**  
*Comprehensive Annual Financial Report*  
*For the Year Ended June 30, 2008*

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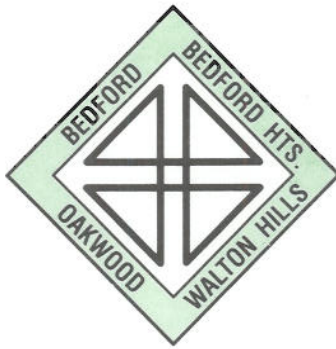
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# BEDFORD CITY SCHOOL DISTRICT

Office of the Treasurer • 475 Northfield Road • Bedford, OH 44146-2201  
Phone: 440-439-4670 • FAX: 440-439-4327 • Website: [www.bedford.k12.oh.us](http://www.bedford.k12.oh.us)

December 18, 2008

Board of Education Members and Residents of  
Bedford City School District

We are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) of the Bedford City School District for the fiscal year ended June 30, 2008. This report enables the School District to comply with Ohio Administrative Code Section 117-2-03 (B), which requires reporting on a GAAP (Generally Accepted Accounting Principles) basis, and Ohio Revised Code Section 117.38 which requires the School Districts reporting on a GAAP basis to file an annual unaudited report with the Auditor of State within 150 days of year end.

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

State statutes require the School District to be subjected to an annual examination by an independent auditor or the State Auditor's Office. For the fiscal year 2008, the School District was audited by the Auditor of State's Office. Their unqualified opinion is included in the financial section of this CAFR.

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

## **The School District**

The Bedford City School District is located in northeastern Ohio, approximately 15 miles southeast of downtown Cleveland. The School District includes the City of Bedford, most of the City of Bedford Heights, and all of the villages of Oakwood and Walton Hills. The District's geographical area encompasses approximately 25 square miles.

Formed as Township 6 in Range 11 of the Western Reserve of Ohio in 1823, Bedford Township consisted of what today is known as the five communities of Bedford, Bedford Heights, Oakwood, Walton Hills and Maple Heights. In 1837, the Village of Bedford was formed from the center of the Township and for the next 70-plus years, the two communities – Village of Bedford and Bedford Township – coexisted. In 1915, residents of the northwest corner of Bedford Township formed a separate municipality, to be called the Village of Maple Heights, with its own separate school district. In 1951, Bedford Township as a government ceased to exist when the Villages of Bedford Heights, Oakwood and Walton Hills were formed from the remaining areas. Today, the School District serves as a common bond, linking the four communities of Bedford, Bedford Heights, Oakwood and Walton Hills.

Bedford City School District is one of the 614 school districts in the State of Ohio and one of 33 in Cuyahoga County. The School District provided, as of June 30, 2008, education to 3,792 students in grades K-12. Statutorily, the School District operates under standards prescribed by the Ohio State Board of Education as provided in division (D) of Section 3301.07 of the Ohio Revised Code, to provide services authorized by charter and further mandated by State and Federal agencies.

The elected five-member Board of Education is required to adopt an annual tax budget and an annual appropriation resolution which serves as the basis for control over and authorization for all expenditures of School District tax money.

### **Reporting Entity**

The Bedford City School District has reviewed its reporting entity definition in order to insure conformance with the Governmental Accounting Standards Board Statement No. 14, "The Financial Reporting Entity". In evaluating how to define the School District for financial reporting purposes, management has considered its relationship with all departments, boards, and agencies that make up the Bedford City School District. For Bedford City School District, this includes general operations, food service, and student related activities of the School District.

Component units are legally separate organizations for which the School District is financially accountable. The School District has no component units. Excluded from the reporting entity because they are fiscally independent of the School District are the City of Bedford, City of Bedford Heights, the Villages of Oakwood and Walton Hills, the Cuyahoga County Public Library, the Parent Teacher Association and the non-public school districts located in the School District. The governing bodies of these entities are not appointed by the School District, nor are they fiscally dependent on the School District.

The School District participates in an insurance purchasing pool and two jointly governed organizations. These organizations are the Ohio School Boards Association Workers' Compensation Group Rating Program, the Lakeshore Northeast Ohio Computer Association and the Ohio Schools Council Association. These organizations are presented in Notes 16 and 19 of the notes to the basic financial statements.

A complete discussion of the School District's reporting entity is provided in Note 1 to the basic financial statements.

### **Economic Condition and Outlook**

The School District is well-located at the conjunction of Interstate Highways 480 and 271. Downtown Cleveland is 20 minutes away, and all the major metropolitan areas of Ohio are directly accessible via the interstate system. Residential property is middle class, and properties are well kept. The tax base of \$797,197,927 is divided among the four municipalities making up the School District in the following manner: Bedford 36 percent, Bedford Heights 30 percent, Oakwood Village 15 percent and Walton Hills 19 percent. Approximately 54 percent of the tax base is residential real property, 5 percent is personal tangible property, 4 percent is public utility tangible property and 37 percent is commercial/industrial property. Each of the four municipalities actively encourages the maintenance and growth of the tax base.

The City of Bedford administration continues to be involved with the Bedford Community Development Corporation a 501C (3) organization dedicated to the renovation and expansion of its Historic Downtown Business District and at the same time helping to promote future growth and development of the entire City's industrial areas. The City of Bedford has on hand an Economic Development Director to promote economic and community development throughout the City of Bedford.

The City of Bedford established an Enterprise Zone, which included all land within the boundaries of the City of Bedford in April 1990. The City established a Community Reinvestment area in 1997, which also

included all land within the boundaries of the City of Bedford. The establishment of the Enterprise Zone and the Community Reinvestment areas gave the City the ability to maintain and expand business located in the City and created new jobs.

The City is in progress to complete a new industrial development in cooperation with the Hemisphere Corporation on the site designated as the Tinkers Creek Commerce Park. Taylor Chair Corporation has completed the construction of their building. The Hemisphere Corporation and Hull & Associates have started construction building a new headquarters on this site. This was constructed on a Brownfield site and the site is to be developed by receiving grants from the Cuyahoga County Brownfield Fund, Brush Wellman prior owners of the site, the State of Ohio 629 Fund and the Federal Housing and Urban Development Fund (Brownfield Economic Development Initiative Grant, BEDI grant).

Ben Venue Laboratories, Inc., the City of Bedford's largest employer was acquired by Boehringer Ingelheim Corporation on December 1, 1997. Boehringer Ingelheim is privately held and is the 15<sup>th</sup> largest pharmaceutical company in the world having more than 38,000 employees with locations in over 46 countries. Under Boehringer Ingelheim's ownership, Ben Venue has many options as to where to manufacture and distribute Ben Venue's products. Boehringer Ingelheim has many highly automated manufacturing facilities located in Columbus, Ohio, Mexico City, Mexico and Barcelona, Spain. On August 17, 2001 Ben Venue Laboratories was approved by the City for abatement in the Community Reinvestment area regarding Real Estate development and applied for a tax exemption on recovered property through the City's Enterprise Zone program. Ben Venue Laboratories expanded its facilities by 165,000 square feet for manufacturing operations of pharmaceutical products. Ben Venue has a long-standing reputation as the premier contract manufacturer of injectable pharmaceuticals. Ben Venue has the number one market position in this core business and has the largest capacity for manufacturing lyophilized (freeze-dried) and vacuum-dried injectable drugs in the United States. Since 1995, Ben Venue obtained over 126 Abbreviated New Drug Applications ("ANDA") approvals for injectable drugs from the FDA, building a portfolio of over 260 products and dosages, and has become a major player in the injectable pharmaceutical industry. Ben Venue wishes to continue to work with the City of Bedford, Cuyahoga County and the State of Ohio in adding value to the Community. Over the last several years Ben Venue continued to expand its operations within Bedford, increasing both property and payroll.

The Ganley Real Estate Co. finished constructing a new approximately 34,000 square foot (\$4.436 million) building and expanded its Volkswagen operations in 2007. The company purchased new machinery and equipment, furniture and fixtures and inventories totaling more than \$5,050,000. Over \$1 million was invested in a retaining wall to solidify the land behind the development in addition to the building improvements. The total investment was more than \$10.8 million. The Ganley Volkswagen of Bedford is expected to create 50 new jobs for the City of Bedford, while retaining the 42 jobs already existing in Ohio, for an additional payroll of \$1.9 million. Actual payroll for 2007 amounted to \$1,952,766.

The Ganley Real Estate Co. finished construction on a new approximately 8,100 square foot building in 2007, to expand its Subaru operations. The company invested approximately \$4 million in buildings and service center, site work, new machinery and equipment, furniture and fixtures and inventories. The Company is expected to create 35 new jobs and create an additional payroll of \$1.6 million. The City utilized our Jobs creation program in lieu of abatement affecting the school district as an incentive to do business in the city. The City will grant 6 years of non-tax dollars based upon the payroll amount and income taxes paid reported at year-end.

The University Hospitals Health Systems, Bedford Community Hospital over the past 3 years and with future plans will have invested \$12.5 million in improvements. These improvements include an MRI expansion with new equipment valued at \$1.9 million, ED expansion (\$1.0 million), CT acquisition (\$3.2 million), lobby renovation (\$200,000), as well as another \$500,000 in capital allocations. The Hospital administration, based upon compiled demographics of the immediate area and future needs, has created a fourth floor, Cardiovascular Unit which finished construction of these improvements in 2006 at a cost of \$5.7 million.

Masserati of Cleveland/Bedford Collision Center, in 2005 completed a new expansion spending \$1,500,000 - \$1,750,000 in total investment in a new facility. With this investment they created 24 new jobs and create a payroll of \$602,500. The City utilized its Jobs creation program in lieu of abatement affecting the School District as an incentive to do business in the City. The Aston Martin business was replaced by a used Mercedes dealership in 2007. A Smart Car dealership was added on this site and is region's only authorized dealer. The number of jobs is expected to remain intact.

Other successful development projects include the following:

- The Thomas Homes – The Bentbrook Development has started construction at the end of 2006 and completed 4 units in 2007, and is expected to create a taxable real estate investment estimated to be \$8,910,000 after all homes are constructed. The number of units is expected to be 50.
- The Walgreens drugstore has completed construction at a cost of \$4,000,000. This project is expected to retain 15 jobs at a payroll of \$244,800.
- In 2007 the construction of a Get-Go Station on the Corner of Northfield and Rockside Roads was completed at a cost of \$ 1.8 million. The cost of land acquisition was \$1.5 million. The gas station is expected to create 5 new jobs in January 2008.
- In 2007 a Walmart Super Store is substantially completed at a cost of \$7.5 million dollars. The Walmart store is projected to create 400 new jobs at a payroll of \$4,160,000. Overall tax dollars received by the City is estimated to be \$240,000.
- The Pat Catan's retail store made renovations in the amount of \$255,000 in 2007.
- St. John's Funeral Home added an addition at a cost of \$1 million.

The City of Bedford Heights is a mature suburban community located approximately fourteen miles southeast of the City of Cleveland. The City is a second ring suburban community that experienced a buildout between the 1970 and 1990 period. This boom period was driven mainly as a result of the community's excellent location along the I-271, I-480, and U.S. 422 corridors. Bedford Heights has immediate freeway access to all of these interstates and the commercial and industrial development that happened during the twenty year period has left the City with the fifth largest industrial/commercial property valuation in suburban Cuyahoga County.

As a result of the twenty-year development, several important industrial clusters have developed within the City's industrial area along Miles, Richmond, Fargo and Aurora Roads. These clusters include automobile parts manufacturing (including die casting), machine parts and fasteners, steel fabricating/distribution, paint manufacturing, commercial and residential construction supplies/services, food manufacturing, and wholesale food distribution operations.

In 2007, the City worked with Ceramic Dental Arts, SEEP Industrial, Insight, Commerce Plumbing and Carson Specialty Products to negotiate high-speed internet access with Time Warner Cable. By gaining internet access for this area, the City solidified 38 jobs and an approximate \$1,000,000 payroll in the community.

Trade Sources is a national company that offers temporary staffing in the construction industry. Although the five new jobs with \$200,000 payroll is small, to the community, Trade Source offers a service that will be helpful to our business in the construction industry.

Hi-Heat Concepts purchased a 19,000 square foot building in the back of Roth Signs. In the past five years the building was used for storage. Hi-Heat made a \$425,000 investment in repairing and renovating the building. Hi-Heat employs seven administrative and an average of 15 union employees throughout the year with an approximate \$1,000,000 payroll.

Earle M. Jorgensen experienced electrical power quality problems, which created safety issues for employees, and numerous production problems. In addition, a private investor recently purchased EMJ and wanted to merge the Bedford Heights and Twinsburg facility into a new building in Streetsboro. To build credibility and buy time, a meeting was organized to have the CEI industrial representatives and the EMJ plant manager to discuss the companies concerns. CEI and EMJ were able to determine the electrical service problem and design appropriate improvements. As a result, EMJ invested approximately \$2,700,000 in building improvements and equipment. EMJ is committed to retaining 42 jobs and a \$3,000,000 plus payroll.

Bass Securities employs 42 full-time and 9 part-time skilled employees. Bass Securities has needed to expand for the past few years and was pursued by several adjoining communities to relocate. Fortunately, the adjacent property became available. With the help of the 10 year 50 percent job Creation Tax Grant the City was able to retain the company and the agreed to create 27 new jobs. This project resulted in a projected payroll of \$3,800,000 for the community.

Innovative Containers, headquartered in South Carolina, needed to expand to northeast Ohio. IC's broker was looking for an appropriate site. The City of Bedford Heights worked with them and the broker of the property to encourage Innovative Containers to grow into Bedford Heights. They will employ 20 employees with an anticipated payroll of \$450,000.

Tavens Container purchased the former Weyerhaeuser Plant late last year. Their move was completed in February, resulting in 45 new manufacturing jobs to the community with a \$1,500,000 annual payroll. Presently, the City of Bedford Heights is working with them to obtain funding for energy improvements. Madison electric, owned by the same entity that owns Tavens Container, leased the former Broeder Brothers building on Fargo Road. This project resulted in 45 sales and marketing jobs and a \$1,600,000 annual payroll new to the community.

Erico International announced their intentions to lease the balance of the Liberty Glove building on Fargo Road. They completed their move in January and relocated 50 sales, marketing, and distribution employees and a \$2,250,000 payroll to the community.

Giant Eagle hired approximately 115 additional employees to accommodate the growth resulting from the closure of the Tops Grocery Chain. The additional employees resulted in a payroll increase of \$2,500,000.

The Village of Oakwood continues to experience upscale commercial development moving from a community which was reliant on smokestack industries, landfills and truck terminals for its revenue to one predicated upon knowledge and technology.

ViewRay Inc., a Florida company, has chosen Oakwood as its new home, a 41,000-square-foot building on Thermo Fisher Way. The company is developing image-guided radiation therapy technology and has promised to hire 25 professionals in its first year of operation. ViewRay is hiring software and hardware engineers. The company's Renaissance System 1000 uses magnetic resonance images to precisely target cancer tumors with gamma radiation with little damage to surrounding healthy tissue. A group of East and West coast investors offered ViewRay a \$25 million investment if it moved from Gainesville, Fla., to a center of bioscience innovation.

The region's medical imaging heritage, clinical and medical academic institutions, and economic development teamwork won over the company. Some tax incentives also helped. The Ohio Tax Credit Authority granted ViewRay job-creation tax credits worth \$537,431 over 10 years. Oakwood granted the company a 90 percent abatement of personal property tax for 15 years.

Access Point developed at First Place by the King Group is fast becoming a mini life science park with eight companies specializing in the fields of biomedical engineering, prescription medicine, medical equipment and life science research. Across the street at Oakwood Glen developed by the Howe Group, is a charming office building occupied by an engineering consulting firm and a computer consulting firm.

All these businesses employ highly skilled and well-paid individuals. More recently, the Geis Companies, through Broad Oak Development, invested \$12.5 million in developing Phase 1 of a high tech business park on Broadway Avenue that will eventually encompass 50 acres with General Purpose Zone status.

An extensive Village wide beautification program and the soon to be completed third leg of a nationally recognized 5.0 mile fitness trail network have also contributed to attracting clean, high-end development which in turn increases municipal income taxes. The Friedman Group has begun developing The Meadows of Oakwood on 75 acres off Richmond Road with 158 homes at an average base price of \$220,000.

### **School District General Information**

As of October 2007, 3,792 students were enrolled in the School District's six schools (two primary, two intermediate schools, one middle school, and one high school). As of June 30, 2008, the School District employed 302 professional staff members and 297 non-teaching and support staff employees. The School District operates a variety of facilities to complement the educational program. These include athletic facilities, a central administration building, a maintenance facility, and a transportation garage.

### **Instructional Program**

Bedford Schools offer a wide range of programs and services to meet the interests and skill levels of students of all ages. Helping children build strong foundation for learning is a major focus in the primary grades where teachers help children master basic skills. Intermediate school educators work to broaden educational opportunities to help children reach their maximum potential. The middle school experience provides expanded opportunities for math, computer science, foreign language, art, family and consumer science, and industrial arts. Students may earn high school credit by taking French, German, or Spanish I, and Algebra I in the 7<sup>th</sup> or 8<sup>th</sup> grade.

Bedford High School is fully accredited by the North Central Association of Colleges and Schools. The curriculum offers more than 200 courses to meet a wide range of students' needs. These include Honors and Advanced Placement, college preparatory, modified, foreign language, music, and fine and cultural arts courses. An on-site Career and Technology Education program includes traditional vocational trades as well as Tech-Prep programs to prepare students for technology-based careers. Career and Technology Education courses include Biotechnology, Health Sciences/Pre-nursing, Computerized Accounting, Microsoft Office®, Automotive Technology, Quick-Serve Automotive Care, CISCO Network Academy, Community Job Skills, Cosmetology, Home Improvement and Maintenance, Graphic Communications, and Family and Consumer Science. Tech-Prep students can earn credits toward an Associate's Degree at Cuyahoga Community College. The credits may later transfer to a four-year college. Students may also choose from five work-study programs: Cooperative Business Education, Occupational Work Experience, Occupational Work Adjustment, Diversified Cooperative Training, and Marketing Education. More than 70 extra-curricular programs and activities are offered.

The School District's Department of Pupil Services includes school health and psychological services, pupil appraisal, counseling and guidance services, special education services, and speech-language and hearing services. Full-time guidance counselors are available in all school buildings.

Beginning with the 4<sup>th</sup> grade, programs are offered onsite for gifted students. Students are evaluated for entry into the Gifted and Talented Education (GATE) Program based on Ohio Department of Education criteria involving IQ and achievement test scores. In the areas of music, art, drama, and dance, students are evaluated on criteria established by the Ohio Department of Education.

Bedford Schools also provide many programs for students with disabilities. These programs include specific learning disabilities, cognitive disabilities, speech/language pathology, multiple disabilities,

severe emotional disabilities, and more. The majority of these programs are offered within the school district to provide direct oversight of all children's needs.

### **Academic Program Highlights**

The Bedford School District's academic program includes the following highlights from the 2007-2008 school year:

- The Bedford District advanced to the “**EFFECTIVE**” rating on the Ohio Report Card. The school district's Performance Index was 86.2. Two schools in the Bedford District earned an “**EXCELLENT**” rating: Central Primary School and Carylwood Intermediate School. Central School's Performance Index was 100.4 and Carylwood's was 90.0. The Performance Index is a composite measure of the level of performance of every student in all tested subjects.
- Bedford students **EXCEEDED** Ohio's academic expectations in reading and math in grades 4 through 8, using the new value-added criteria. This designation means that the academic growth of Bedford's students from one year to the next was more than what was expected during one school year. This is the second consecutive year in which Bedford earned a value-added rating of “**EXCEEDED** expectations”.
- Four schools in the Bedford District – Central Primary School, Carylwood Intermediate School, Columbus Intermediate School, and Heskett Middle School -- met the federal designation for Adequate Yearly Progress (AYP). AYP is a measure of yearly progress toward reaching State-established academic standards.
- Approximately 87 percent of the Class of 2008 made plans to pursue higher education. Another 4 percent entered the workforce, while 3 percent entered the military and 6 percent were undecided. The Class also earned more than \$2 million in academic and athletic scholarships.
- One hundred twelve Bedford graduates contributed 30 hours or more of community service during their high school years and earned a burgundy honor cord which they proudly wore at graduation. All totaled, the Class of 2008 accumulated a total of 13,825 hours in volunteer hours.
- In the area of technology, Bedford High School acquired 25 new computers and equipment for the Computer Aided Design (CAD) lab. The new computers, which enable students to prepare detailed drawings like those typically used in architecture and the manufacture of cars, machine parts, and tools, feature monitors with 19-in. flat screens. The new lab is part of the high school's Career and Technical Education Department's Industrial and Engineering Technology program. This program provides opportunities for students to learn computer-aided design, drafting, web-page design, video production, and other applications to help prepare for careers in drafting and to pursue higher education in the study of architecture, interior design, product design, and engineering.
- At Glendale Primary School, a first grade “playwright” was named a winner in the 30<sup>th</sup> Annual Marilyn Bianchi Kids' playwriting festival. He received a \$100 savings bond, and his play, "The Magic Magician and the Non Magic Magician," was produced during the festival.
- During the 2007-2008 school year, Heskett School's 8<sup>th</sup> grade Gifted and Talented Education (GATE) students were invited to take Geometry. This opportunity followed a similar action last year, in which these students, as 7<sup>th</sup> graders, were invited to take Algebra I. By taking Algebra I and Geometry in middle school, GATE students will begin high school with two credits in math. They also may take Algebra II as 9<sup>th</sup> graders in the 2008-2009 school year, with the ultimate goal of taking even more rigorous math courses while in high school.

- Thirty-four Bedford Schools' special education students in grade 3-12 competed in various contests, including the shot put, standing long jump, softball throw, 100-meter dash, and 10-meter assisted walk, in the local Special Olympics competition. They brought home 11 gold medals, 123 silver medals, and five bronze medals.
- A Bedford High School senior earned a bronze medal in the Varsity Division at the 29<sup>th</sup> annual Ohio Academic Decathlon held at Hiram College in March. This annual event tests the academic prowess of top high school students from Northeast Ohio.
- Bedford 5<sup>th</sup> graders took first place in the "Onwards" word-building competition involving gifted students in grades four through eight. They were the top point getters among teams from Bay Village, Beachwood, Fairview Park, Garfield Heights, Maple Heights, North Royalton, Olmsted Falls, Rocky River, and Westlake. Also, among 6<sup>th</sup> grade students, one Bedford student earned a first-place Individual Award.
- The Educational Service Center of Cuyahoga County honored two Columbus 4<sup>th</sup> graders. One student received an Outstanding Student Achievement Award in recognition of his enthusiasm for learning and positive attitude. The other was recognized with an Outstanding Peer Award for developing positive relationships with and serving as a role model for students with disabilities.
- As part of the Post Secondary Enrollment Option, Bedford High School students were given another option to earn college credit while in high school. Through an arrangement with Lorain County Community College, students took college-level English and Spanish during the school day without ever having to leave the building. This state-funded program allows Ohio students to earn college credit while in high school, earning dual credit for the courses they take.
- A Bedford High School senior was one of only 85 students in the nation to earn the highest possible score on the ACT test. He was among 446,000 students across the U.S. who took the test. The ACT consists of tests in English, mathematics, reading, and science. Each test is scored on a scale of 1-36, and a student's composite score is the average of the four test scores.
- Two Bedford High School students were named Commended students in the National Merit Scholarship Program. Commended students place in the top five percent of the more than 1.4 million students who entered the 2007 Merit Program by taking the Preliminary SAT/National Merit Scholarship Qualifying Test as high school juniors.
- The Bedford District implemented an internet-based telephone notification service. Alertnow® allows principals and administrators to send a telephone message to parents/guardians providing important information about school events or emergencies. These may include school delays or cancellations due to inclement weather, as well as reminders about open houses, meetings, and other school events.
- Bedford School's commitment to safety in the workplace reduced the School District's costs to the Bureau of Worker's Compensation (BWC). For the second year in a row, the School District participated in a workplace safety program and earned a 20 percent refund on its workers' compensation premium in the amount of \$88,323. Bedford also participated in a safety program through the Greater Cleveland Safety Council and received an additional 4% BWC discount in the amount of \$17,781.24. This brings the total refund to \$106,104.24 for calendar year 2007. Together with last year's discount of \$116,641, the Bedford Schools has reduced its BWC premiums by \$222,745 over a two-year period.



## Long-term Planning

The Bedford District has been engaged in a strategic planning process since 1990. Following the completion of several recommendations, the existing strategic plan was “retired” and a new plan was adopted in 2003. This plan contains eight strategies plus one strategy from the previous plan:

1. We will develop and implement an individual instructional plan for every student to address his or her strengths and developmental needs.
2. We will develop and implement a program to establish the Bedford City School District as the local and national leader in promoting, maintaining, and utilizing our multi-cultural advantage.
3. We will develop and implement a plan to enhance academic achievement and maintain diversity through the optimum configuration of our grade levels and facilities.
4. We will develop and implement a comprehensive program to dramatically increase parental involvement at school and home across the Bedford City School District.
5. We will develop and implement a plan that provides on-going support for the emotional needs of the students and staff.
6. We will develop and implement a comprehensive preK-post secondary measurement program to evaluate and improve our educational process and programs.
7. We will develop and implement a comprehensive program to provide and require the use of state-of-the-art, accessible technology for all students, parents/guardians, and staff.
8. We will implement and expand on-going staff development that maximizes opportunities for all personnel to grow professionally.
9. (Carryover recommendation from previous Strategic Plan) We will develop and implement a comprehensive improvement and maintenance plan for our buildings and their utilization, resulting in up-to-date technological facilities from a learning and physical resource perspective.

During the 2007-2008 school year, the following elements in the new plan were addressed:

- (Strategy #2). The Bedford District held a Multicultural Fair in May 2008 to celebrate the School District’s diversity and expose children to cultures that are not present in the School District but are important for them to learn about as they prepare to live and work in our global society. Among the participants were Native American, Caribbean, Celtic, South Pacific, and Hispanic performers.
- (Strategy #3). Aurora Upper Intermediate School, which served the School District’s sixth graders, was closed at the end of the 2006 – 2007 school year, and grade levels were reconfigured for the remaining four elementary schools. The two primary buildings were transformed from preschool through grade two to preschool to grade three. The two intermediate buildings were changed from grades three to five to grades four to six. The closing enabled the School District to save about \$500,000 annually to reduce spending and stretch taxpayer dollars as far as possible between operating levies. A portion of the building was rented out during the 2007-2008 school year and the School District also used it for storage.
- (Strategy #4). The School District expanded the S.T.E.P.S. (Students Taking Extra Practice Sessions) tutoring program. S.T.E.P.S. provides help for students who need to build basic skills and improve their performance on state achievement tests. S.T.E.P.S. places a certificated teacher in the classroom to tutor students in small groups. The teacher, who is usually a retired educator

from the Bedford Schools, follows customized lesson plans developed by the classroom teacher. During the 2007-2008 school year, a similar tutoring program, called “Baby S.T.E.P.S.” was instituted for kindergarten students. This program focused on kindergarteners who had the greatest academic challenges. Yet another program, called S.T.E.P.-U.P. (Students Taking Extra Practice Until Proficient) was offered in the summer of 2008 to help Bedford High School students who need to pass parts of the Ohio Graduation Test.

The S.T.E.P.S programs represent some of the successful programs among several tutoring programs offered in the Bedford Schools. These include:

- Before- and after-school programs at the elementary schools.
- Before-, during-, and after-school tutoring at Heskett Middle School for students who need help in reading, writing, and test-taking skills.
- The Saturday Academy and Boot Camp for high school students preparing for the Ohio Graduation Test
- After-school Homework Clubs to help students with their homework assignments.

The VITAL volunteer program continued to be an important part of the School District’s academic program. This program recruits parent volunteers to assist students one-on-one in classrooms; to provide assistance in computer labs, media centers, and on special school projects; to chaperone fieldtrips; and to assist the schools through clubs and organizations, such as the PTA.

- (Strategy #5). The School District expanded its relationship with Beachbrook counseling services to assist children whose home situation impacts upon their ability to stay focused in school. Trained counselors work with children and their families to help them develop coping skills or find solutions to problems that make it possible for children to better focus their energies on academic achievement. During the 2007-2008 school year, the program was expanded to all four elementary schools and Heskett Middle School.
- (Strategy #6). DIBELS (Dynamic Indicators of Basic Early Literacy Skills) is a diagnostic assessment tool used to assess reading fluency. How fluent a child reads is an excellent predictor of how well a child comprehends. In the past, Bedford Schools used DIBELS for diagnostic assessment in grades kindergarten, one, and two, but during the 2007-2008 school year, this assessment was provided to students through grade six. DIBELS, along with the Measure of Academic Progress (MAP) assessment program and other data, helps teachers plan lessons and develop curriculum to address gaps in students’ learning.
- (Strategy #7). The use of technology was expanded with the purchase of a new 24-station computer lab at the high school. This investment in technology enables students to prepare to live and work in a highly technological world.
- An Internet-based grade book called ProgressBook®, was expanded to include the third grade. ProgressBook® enables parents to monitor the academic progress of their children from grade 3 through 12.
- (Strategy #8). Several staff development activities took place during the school year. Workshops focusing on a variety of research-based teaching strategies, including Formula Writing, Reading Fluency, MAX teaching, teacher-mentoring, and Instructional Alignment (direct instruction training), provided opportunities for teachers to learn cutting-edge methodologies to improve student achievement. Mathematic instructors from all grade levels met regularly as part of the Math Summit. These meetings enabled teachers to share best practices and improve the continuity of instruction from grade level to grade level.

- (Strategy #9). Site improvements at Glendale Primary School were celebrated with a ribbon cutting ceremony in September 2008. Improvements, which included a new playground, expansion of the visitor parking area, construction of a separate roadway for buses, and erection of a shed/pavilion for the Glendale garden, cost about \$1.3 million, and funded by a 1.0-mill permanent improvement renewal levy.

#### Other achievements

- Bedford High School's sports teams brought home two league championships during the 2007-2008 school year: boys' basketball and wrestling. This was the third consecutive league championship for basketball and the second for wrestling. Bedford is a member of the Lake Erie League, Erie Division.
- The Board of Education continuously reviews and updates School District policies. During the 2007-2008 school year, a revision to the athletic eligibility and participation in extra-curricular activities policy went into effect. Students were required to produce a 2.0 grade point average (up from a 1.75 grade point average the previous year) in order to participate in activities. Other policies that were revised included those for employment of certificated, professional, and substitute staff.
- Plans were put in place to encourage students to "Dress for Success" by instituting a more standardized dress code for the 2008-2009 school year. Gone will be t-shirts and jeans in exchange for shirts with collars and dress pants with belts in designated solid colors. The new dress code was developed to help to create a more positive learning environment free of fashion distractions.

#### **Employees**

As of June 30, 2008, the School District had 599 employees. A statewide public employee collective bargaining law applies generally to public employee relations and collective bargaining.

As of June 30, 2008, 302 of the School District's employees were professionals (certified or licensed by the State Department of Education) serving as treasurer, assistant treasurer, business manager, classroom teachers, education specialists and certificated administrators, of whom all had at least a bachelor's degree and 60 percent or 181 held advanced degrees. The 2007-2008 starting salary for a teacher with a bachelor's degree was \$35,884; the maximum teacher salary (for a teacher with a master's degree plus 45 semester hours and 18 years' experience) was \$74,700. The average current base salary of a School District teacher for 2007-2008 was \$54,204, compared to a State average of (Fiscal Year 2008) \$53,536.

All of the School District's teachers and educational specialists (excluding 19 administrators) are represented by the Bedford Education Association (the "Association") which is a labor organization affiliated with the Ohio Education Association. The present contract between the Board of Education and the Association became effective on July 1, 2008 and will be in effect through June 30, 2010.

All of the School District's classified support staff (secretarial-clerical, custodial, maintenance, transportation and cafeteria staff) members are represented for bargaining purposes by the Ohio Association of Public School Employees ("OAPSE"), with the exception of 9 administrators and 3 confidential secretaries and the EMIS Coordinator. A new contract was negotiated and will expire on December 31, 2009. There have been no work stoppages in the last 15 years. In the judgment of the Board of Education, labor relations with all of its employees are excellent.

#### **Awards**

The Governmental Finance Officers Association ("GFOA") of the United States and Canada awarded the Bedford City School District a Certificate of Achievement for Excellence in Financial Reporting for its Comprehensive Annual Financial Report ("CAFR") for the fiscal year ended June 30, 2007.

This was the eleventh consecutive year that the School District has achieved the prestigious Certificate of Achievement. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized Comprehensive Annual Financial Report. This report must satisfy both accounting principles generally accepted and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to Program requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

The State of Ohio Auditor's Office had recognized the Bedford City School District with a "Making Your Tax Dollars Count" award for the fiscal years ended 2005, 2006, and 2007. The awards were presented at the Board's January 28, 2008 meeting.

Fewer than five percent of Ohio government agencies are eligible for this award. To be eligible the following standards must be met:

- The government agency must complete and submit a comprehensive Annual Financial Report (CAFR)
- There must be no findings or issues present in the most recent audit report.
- There must be no other financial concerns involving the government agency.

#### **Acknowledgements**

The publication of this report continues the School District's commitment to professionalism in financial reporting. Appreciation is extended to the staff of the treasurer's department: Mrs. Loretta Dunkel, Payroll Specialist, Mrs. Bonnie Baschko, Accounts Receivable/Leave Accounting Specialist, and Mrs. Sonya Jackson, Accounts Payable Specialist. A school district cannot produce a CAFR without an efficient treasurer's department. The dedication and accurate work of these employees ensures a smooth day-to-day operation and the accurate maintenance of records. It is their work that makes a timely audit possible. These employees have made a major contribution toward the School District's 2008 CAFR. The 2008 CAFR is also the work of Assistant Treasurer, Donald E. Houghton, Jr., whose name appears on the title page.

Layout and content of the 2008 CAFR, as they have been since 1997, are credited to Mrs. Margaret Bierman, Communications Coordinator. The digital 2008 CAFR was produced by the Information Technology Department of the Bedford City School District.

Special appreciation is expressed to the Local Government Services Section of State Auditor Mary Taylor's office for assistance in the planning, designing and reviewing of this financial report.

Respectfully submitted,



Janet M. Pavlic, CPA  
Treasurer/CFO



Martha A. Motsco, Esq.  
Superintendent of Schools

**Bedford City School District  
Principal Officials  
June 30, 2008**

**Board of Education**

Mrs. Barbara A. Patterson	President
Mrs. Debora J. Kozak	Vice President
Mr. Joseph V. Mestnik	Member
Mr. Andrew C.M. Mizensak, M.A.P.	Member
Mr. Tim Tench	Member

**Treasurer**

Mrs. Janet M. Pavlic, CPA

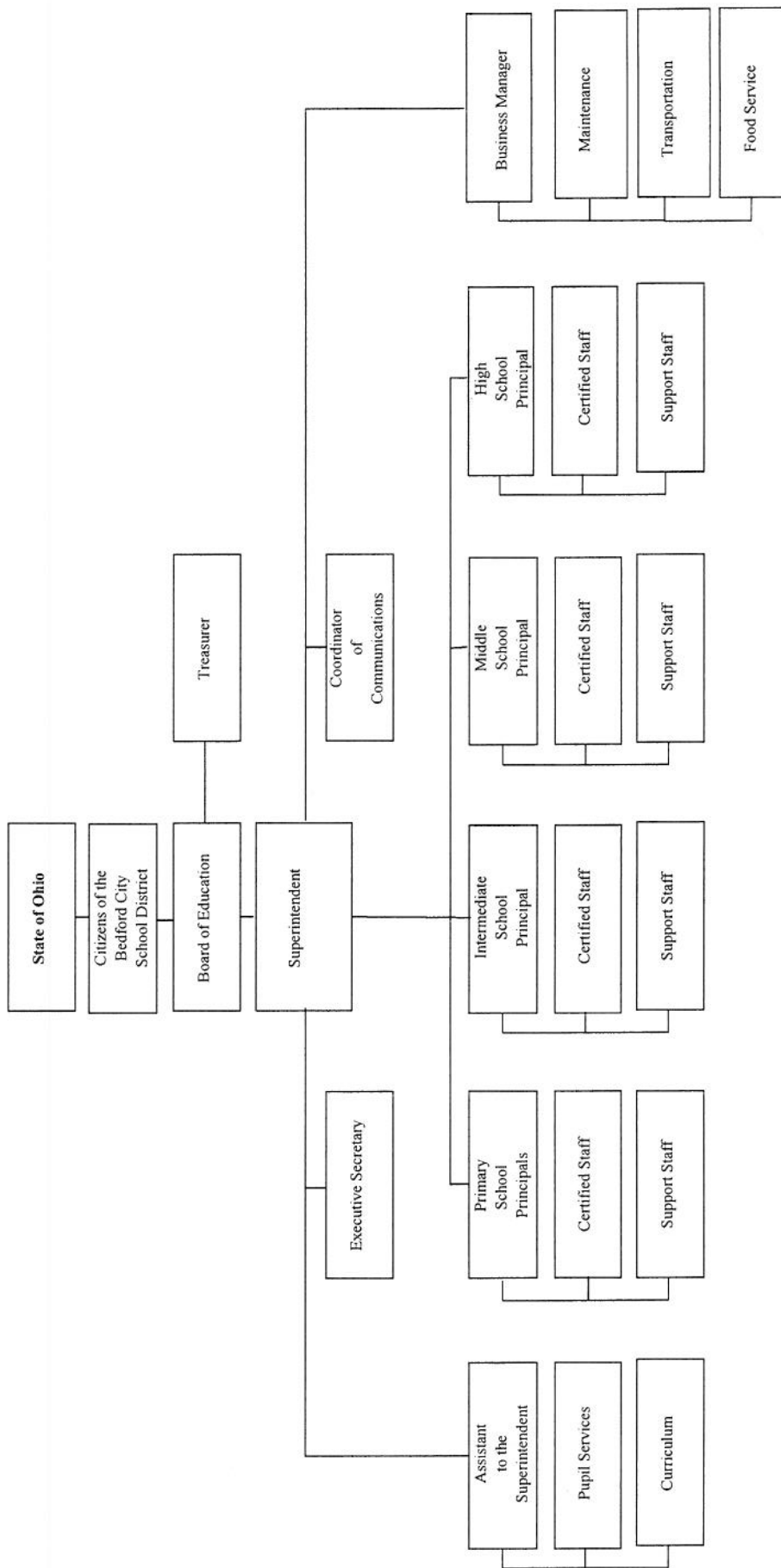
**Assistant Treasurer**

Mr. Donald E. Houghton, Jr.

**Administration**

Mrs. Martha A. Motsco, Esq.	Superintendent
Mr. Sherman C. Micsak	Assistant Superintendent
Mr. Jerry Zgrabik	Business Manager

# Organizational Chart of the Bedford City School District



# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Bedford City School District  
Ohio

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2007

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.



*Charles S. Cox*

President

*Jeffrey R. Emmer*

Executive Director

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# Financial Section







# Mary Taylor, CPA

Auditor of State

## INDEPENDENT ACCOUNTANTS' REPORT

Bedford City School District  
Cuyahoga County  
475 Northfield Road  
Bedford, Ohio 44146

To the Board of Education:

We have audited the accompanying financial statements of the governmental activities, the major fund, and the aggregate remaining fund information of the Bedford City School District, Cuyahoga County, Ohio (the District), as of and for the year ended June 30, 2008, 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.

As described in Note 3, during the year ended June 30, 2008, the District restated their property tax receivable.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the major fund, and the aggregate remaining fund information of the Bedford City School District, Cuyahoga County, Ohio, as of June 30, 2008, 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 18, 2008, 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.

Management's Discussion and Analysis is not a required part of the basic financial statements but is supplementary information accounting principles generally accepted in the United States of America requires. We have applied certain limited procedures, consisting principally of inquiries of management regarding the methods of measuring and presenting the required supplementary information. However, we did not audit the information and express no opinion on it.

We conducted our audit to opine on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining nonmajor fund statements and schedules and statistical tables provide additional information and are not a required part of the basic financial statements. We subjected the combining nonmajor fund statements and schedules to the auditing procedures applied in the audit of the basic financial statements. 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 tables to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

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

**Mary Taylor, CPA**  
Auditor of State

December 18, 2008

**Bedford City School District**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2008*  
*Unaudited*

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The discussion and analysis of the Bedford City School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2008. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the transmittal letter, the basic financial statements as well as the notes to the basic financial statements to enhance their understanding of the School District's financial performance.

### **Financial Highlights**

Key financial highlights for fiscal year 2008 are as follows:

- In total, net assets increased \$916,461 a 2.91 percent increase over fiscal year 2007.
- For fiscal year 2008, the School District saw a decrease in current and other assets of \$1,880,574, primarily due to a decrease in taxes receivable.
- General revenues accounted for \$46,481,464 in revenues or 86.65 percent of all revenues. Program specific revenues in the form of charges for services and sales, operating grants and contributions and capital grants accounted for \$7,160,360 or 13.35 percent of total revenues of \$53,641,824.
- The School District had \$52,725,363 in expenses related to governmental activities; only \$7,160,360 of these expenses were offset by program specific charges for services and sales, grants or contributions. General revenues related to governmental activities of \$46,481,464 were adequate to provide for the amounts not offset by program revenues.
- The general fund had \$46,008,887 in revenues and \$45,911,161 in expenditures. The general fund's fund balance decreased by \$2,977 in 2008.

### **Using This Comprehensive Annual Financial Report ("CAFR")**

This annual report consists of a series of financial statements and notes to those statements. These statements are presented following the requirements of Governmental Accounting Standards Board ("GASB") Statement No. 34, and are organized so the reader can understand the Bedford City School District as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.

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

**Bedford City School District**  
*Management's Discussion and Analysis*  
*For the Fiscal Year Ended June 30, 2008*  
*Unaudited*

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**Reporting on the District as a Whole (District-wide)**

*Statement of Net Assets and the Statement of Activities*

The analysis of the School District as a whole begins on page 5. The view of the School District as a whole looks at all financial transactions and asks the questions, "Are we in a better financial position this year than last?" and "Why" or "Why not". The Statement of Net Assets and the Statement of Activities provide the basis for answering these questions. The statements include *all assets and liabilities* using the *accrual basis of accounting* similar to the accounting used by most private-sector companies. This basis of accounting recognizes all of the current year's revenues and expenses regardless of when cash is received or paid.

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

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

**Reporting the School District's Most Significant Funds (Fund Financials)**

The analysis of the School District's major fund begins on page 8. Fund financial reports provide detailed information about the School District's major fund. The School District uses many funds to account for a multitude of financial transactions. However, the fund financial statements focus on the School District's most significant fund. The School District's only major fund is the general fund.

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

**Proprietary Funds** - Proprietary funds have historically operated as *enterprise* and *internal service funds* using the same basis of accounting as business-type activities. In 2005 the School District reclassified the enterprise funds as *special revenue funds*. The internal service funds account for the self insurance fund for prescription drugs and dental coverage and the computer network fund which accounts for the costs associated with computer supplies available to all departments and are reported as the School District's only proprietary funds.

**Bedford City School District**  
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**The District as a Whole**

Recall that the *Statement of Net Assets* provides the perspective of the School District as a whole, showing assets, liabilities and the difference between them (net assets). Table 1 provides a summary of the School District's governmental activities net assets for fiscal year 2008 compared to fiscal year 2007:

	<u>2008</u>	<u>2007</u>	<u>Change</u>
<b>Assets</b>			
Current and Other Assets	\$53,110,797	\$55,084,113	(\$1,973,316)
Capital Assets, Net	22,421,428	22,328,686	92,742
<i>Total Assets</i>	<u>75,532,225</u>	<u>77,412,799</u>	<u>(1,880,574)</u>
<b>Liabilities</b>			
Current and Other Liabilities	30,645,666	32,019,271	(1,373,605)
Long-Term Liabilities:			
Due Within One Year	2,573,103	2,736,098	(162,995)
Due in More than One Year	9,898,709	11,159,144	(1,260,435)
<i>Total Liabilities</i>	<u>43,117,478</u>	<u>45,914,513</u>	<u>(2,797,035)</u>
<b>Net Assets</b>			
Invested in Capital Assets, Net of Debt	13,434,685	12,218,017	1,216,668
Restricted:			
Capital Projects	173,255	805,810	(632,555)
Debt Service	2,278,168	1,772,547	505,621
Other Purposes	1,025,781	1,106,057	(80,276)
Unrestricted	15,502,858	15,595,855	(92,997)
<i>Total</i>	<u>\$32,414,747</u>	<u>\$31,498,286</u>	<u>\$916,461</u>

The \$1,880,574 decrease in assets was predominantly due to a decrease of \$1,775,890 in taxes receivable. This decrease is offset by an overall decrease in liabilities. Decreases in deferred revenue and long-term liabilities of \$3,614,426 and \$1,423,430, respectively, were offset by increases in accrued wages and benefits and intergovernmental payable of \$1,560,582 and \$565,036, respectively. Deferred revenue decreased due to the decrease in taxes receivable.

**Bedford City School District**  
*Management's Discussion and Analysis*  
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Table 2 shows changes in governmental net assets for fiscal years 2008 and 2007.

**Table 2**  
 Changes in Net Assets

	2008	2007	Change
<b>Revenues</b>			
<i>Program Revenues:</i>			
Charges for Services and Sales	\$2,655,040	\$2,660,968	(\$5,928)
Operating Grants and Contributions	4,349,267	4,352,970	(3,703)
Capital Grants	156,053	0	156,053
<i>Total Program Revenues</i>	<u>7,160,360</u>	<u>7,013,938</u>	<u>146,422</u>
<i>General Revenue:</i>			
Property Taxes	33,225,435	39,058,378	(5,832,943)
Grants and Entitlements	11,817,104	10,081,905	1,735,199
Investments	890,620	1,126,745	(236,125)
Gain on Sale of Capital Assets	1,726	0	1,726
Miscellaneous	546,579	458,559	88,020
<i>Total General Revenues</i>	<u>46,481,464</u>	<u>50,725,587</u>	<u>(4,244,123)</u>
<b>Total Revenues</b>	<u>53,641,824</u>	<u>57,739,525</u>	<u>(4,097,701)</u>
<b>Program Expenses</b>			
Instruction	27,576,746	24,029,388	3,547,358
Support Services:			
Pupil	2,997,511	2,764,302	233,209
Instructional Staff	1,834,242	1,651,433	182,809
Board of Education	235,547	310,042	(74,495)
Administration	3,438,272	3,501,283	(63,011)
Fiscal	1,330,855	1,290,060	40,795
Business	847,097	779,116	67,981
Operation and Maintenance of Plant	6,724,899	6,357,050	367,849
Pupil Transportation	3,875,037	3,792,614	82,423
Central	337,904	299,502	38,402
Operation of Non-Instructional Services:			
Food Services Operations	1,651,021	1,629,821	21,200
Other Non-Instructional Services	484,150	539,445	(55,295)
Extracurricular Activities	867,928	826,657	41,271
Interest and Fiscal Charges	524,154	520,086	4,068
<i>Total Program Expenses</i>	<u>52,725,363</u>	<u>48,290,799</u>	<u>4,434,564</u>
<i>Net Change in Net Assets</i>	916,461	9,448,726	(8,532,265)
<i>Net Assets Beginning of Year</i>	<u>31,498,286</u>	<u>22,049,560</u>	<u>9,448,726</u>
<i>Net Assets End of Year</i>	<u>\$32,414,747</u>	<u>\$31,498,286</u>	<u>\$916,461</u>



**Bedford City School District**  
*Management's Discussion and Analysis*  
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General revenues decreased \$4,244,123, from 2007. In 2008 the School District experienced lower levels of Personal Property Tax collections due to the phase out of this revenue source. While a portion of this loss is made up in Grants and Entitlements, the School District did not receive any funds to make up for Public Utility Tax losses which it had received in previous years. The School District also saw a slight increase in delinquent property taxes.

The increase of \$146,422 in program revenues is due to the reclassification of Homestead and Rollback taxes, previously shown as General Revenue.

The increase of \$4,434,564 in program expenses is the result of increased accrued wages and benefits. In addition the School District had an increase in tuition costs.

### **Governmental Activities**

The School District went to the voters in November, 2004 who approved a 4.9 mill operating levy in order to keep on track with rising costs and lower revenues incoming from taxes and school foundation funding.

The nature of property taxes in Ohio creates the need to routinely seek voter approval for operating funds. The overall revenue generated by a levy will not increase solely as a result of inflation. As an example, the School District would receive from a home valued at \$100,000 and taxed at 1.0 mill, \$35.00 annually. If three years later the home were reappraised and increased to \$200,000 (and this inflationary increase in value is comparable to other property owners) the effective tax rate would become .5 mills, and the School District would still receive \$35.00 annually.

The School District is heavily dependent on property taxes and is hampered by a lack of revenue growth. Thus, the School District must regularly return to the voters to maintain a constant level of service. Property taxes made up 61.94 percent of total revenues in the School District for fiscal year 2008. Grants, entitlements and contributions made up 30.43 percent of total revenues. Charges for services, investments and other revenue made up the remaining 7.63 percent.

Instructional expenses account for 52.30 percent of total program expenses. Building maintenance and pupil transportation cost made up 20.10 percent of current year expenses, while board of education, administrative, fiscal and business costs made up 11.10 percent.

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

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**Table 3**  
 Net Cost of Governmental Activities

	Total Cost of Services 2008	Net Cost of Services 2008	Total Cost of Services 2007	Net Cost of Services 2007
Instruction	\$27,576,746	(\$23,622,107)	\$24,029,388	(\$19,799,536)
Support Services:				
Pupil	2,997,511	(2,763,639)	2,764,302	(2,557,345)
Instructional Staff	1,834,242	(1,554,317)	1,651,433	(1,441,402)
Board of Education	235,547	(235,547)	310,042	(310,042)
Administration	3,438,272	(3,285,380)	3,501,283	(3,376,860)
Fiscal	1,330,855	(1,330,855)	1,290,060	(1,290,060)
Business	847,097	(696,000)	779,116	(710,646)
Operation and Maintenance of Plant	6,724,899	(6,566,714)	6,357,050	(6,321,095)
Pupil Transportation	3,875,037	(3,875,037)	3,792,614	(3,792,614)
Central	337,904	(329,503)	299,502	(294,352)
Operation of Non-Instructional Services:				
Food Service Operations	1,651,021	(33,433)	1,629,821	(81,430)
Other Non-Instructional Services	484,150	(25,335)	539,445	(91,896)
Extracurricular Activities	867,928	(722,982)	826,657	(689,497)
Interest and Fiscal Charges	524,154	(524,154)	520,086	(520,086)
<i>Total</i>	<u>\$52,725,363</u>	<u>(\$45,565,003)</u>	<u>\$48,290,799</u>	<u>(\$41,276,861)</u>

The total cost of governmental activities' services increased by \$4,434,564 or 9.18 percent from fiscal year 2007 to fiscal year 2008, as a result of increased accrued wages and benefits

The dependence on tax revenues and State subsidies for governmental activities is apparent. 85.66 percent of instructional activities are supported through taxes and other general revenues. For all governmental activities, general revenue support is over 86.42 percent.

**The School District's Funds**

Information about the School District's governmental funds starts on page 14. These funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of \$53,428,824 and expenditures of \$54,211,241. The net change in fund balance for the year in the general fund decreased by \$2,977 with a \$775,893 decrease in all other governmental funds. The decrease in all other governmental funds was primarily due to the operating transfer being smaller than in the 2007 fiscal year, and as well as higher accrued wages and benefits.

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***General Fund Budgeting Highlights***

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

During the course of fiscal year 2008, the School District amended its general fund budget several times, but no change was significant. The general fund final budget revenue amount of \$44,259,753 is \$803,316 or 1.85 percent higher than the original budget amount of \$43,456,437. The increase was due to the higher than anticipated collection of real estate tax funds. Actual revenues of \$44,339,491 are \$79,738 or .18 percent higher than the final budget amount. Actual expenditures of \$44,847,111 are \$984,218 or 2.15 percent less than the final budget amount of \$45,831,329. The School District made a conscious effort to keep expenditures below budgeted amounts. Savings were the greatest in special instruction and operation and maintenance of plant. The School District ended the fiscal year with a fund balance of \$12,491,212, an increase of \$259,177 from fiscal year 2007, and \$1,063,503 higher than what was estimated.

The School District uses a modified site-based budget technique which is designed to tightly control site budgets while providing flexibility for site management. The School District prepares and monitors a detailed cashflow plan for the general fund annually. Actual cashflow is compared to monthly and year-to-date estimates, and a monthly report is prepared for top management and the Board of Education.

**Capital Assets and Debt Administration**

***Capital Assets***

At the end of fiscal year 2008 the School District had, at cost, \$51,262,461 invested in land, buildings and improvements, furniture and equipment, and vehicles. That total carries an accumulated depreciation of \$28,841,033. Table 4 shows fiscal year 2008 balances compared to fiscal year 2007.

**Table 4**  
 Capital Assets at June 30  
 Governmental Activities

	2008	2007
Land	\$2,432,595	\$2,432,595
Construction in Progress	1,262,450	365,316
Buildings and Improvements	14,997,007	15,754,365
Furniture and Equipment	1,611,717	1,730,710
Vehicles	2,117,659	2,045,700
	\$22,421,428	\$22,328,686

In May of 2007 voters in the School District approved the renewal of a one mill permanent improvement levy. This levy generates approximately \$530,000 a year, which is used exclusively for capital purchases. These funds are currently being used to finance several construction projects which are due to be

**Bedford City School District**  
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completed in 2009. The net value of governmental capital assets is 43.74 percent of the value of the capital assets at cost. This ratio reflects a relatively old physical plant and bus fleet. The buildings of the School District are well maintained and in good repair. For additional information on capital assets, see Note 9 of the notes to the basic financial statements.

***Debt***

At June 30, 2008, the School District had \$9,515,668 in bonds, loans and leases outstanding, \$1,451,113 of which was due within one year. Table 5 summarizes bonds and loans outstanding.

**Table 5**  
**Outstanding Debt at June 30**  
**Governmental Activities**

	2008	2007
1994 Facilities Acquisition Manuscript Bond	\$120,000	\$135,000
2001 Refunding Serial Bonds	4,621,753	5,625,529
2001 Refunding Capital Appreciation Bonds	1,033,104	934,387
2002 Maintenance Facility Loan	336,000	395,000
2004 Astro Turf Lease	192,000	238,000
2004 Telecommunications Lease	57,604	169,835
2006 Energy Conservation Improvement Bonds	3,155,207	3,336,282
Totals	\$9,515,668	\$10,834,033

The School District's general obligation bonds were issued for the purposes of renovations of facilities which conserved energy, the renovation and construction of facilities, an addition to Columbus Road School, and the refunding of \$975,000 in library construction bonds and \$8,215,000 in facilities renovation bonds. The refunding bonds also consisted of \$565,505 in capital appreciation bonds. The maintenance facility loan was issued to construct a new maintenance facility for the School District.

During 2004, the School District entered into astro turf and telecommunications leases. The accumulated rental fees for the use of the stadium will be paying for the astro turf lease at no additional cost to taxpayers. The telecommunications lease will be paid from the general fund. Telephones have been installed in all classrooms for better parent/teacher communication as well as for emergency purposes.

The School District's overall debt margin was \$62,131,165 with an unvoted debt margin of \$609,666. For additional information on long-term obligations, see Note 18 of the notes to the basic financial statements.

***Current Financial Related Activities***

As the preceding information shows, the School District is heavily dependent on property taxes. Property tax revenue does not increase solely as a result of inflation. Therefore, the School District must continue to monitor its revenues and expenses to ensure the public's confidence and support.

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*Management's Discussion and Analysis*  
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School Funding

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 directs "...the Ohio General Assembly to enact a school-funding scheme that is thorough and efficient..."

The School District is currently unable to determine what effect, if any, this decision will have on future State funding and on its financial operations.

The State Legislature has also effected the deregulation of electric public utilities. Electric deregulation took place January 1, 2001. The Department of Education will pay to each school district their share of school district property tax replacement funds. The calculated amount for the Bedford City School District is \$1.1 million annually for five years, beginning in calendar year 2002. Beginning in 2008, by State law, each District will be evaluated annually as to whether they will continue to receive deregulation funds. The School District was evaluated and did qualify to receive electric deregulation funds in 2008.

The Bedford City School District has committed itself to the highest standards of financial excellence for many years. The School District has received the Government Finance Officers Association Certificate of Achievement for Excellence in Financial Reporting each year since 1997. The commitment continues with this eighth financial report using the GASB Statement No. 34 reporting model.

**Contacting the School District's Financial Management**

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the District's finances and to show the School District's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact the Treasurer of Bedford City School District, 475 Northfield Road, Bedford, OH 44146.

**Bedford City School District**

*Statement of Net Assets*

*June 30, 2008*

	<u>Governmental Activities</u>
<b>Assets</b>	
Equity in Pooled Cash and Cash Equivalents	\$17,882,400
Accounts Receivable	14,579
Intergovernmental Receivable	659,136
Inventory Held for Resale	32,482
Materials and Supplies Inventory	302,541
Taxes Receivable	34,187,538
Deferred Charges	32,121
Nondepreciable Capital Assets	3,695,045
Depreciable Capital Assets	18,726,383
	<hr/>
<i>Total Assets</i>	75,532,225
	<hr/>
<b>Liabilities</b>	
Accounts Payable	415,002
Accrued Wages and Benefits Payable	3,893,462
Intergovernmental Payable	2,008,171
Deferred Revenue	24,118,684
Matured Compensated Absences Payable	97,758
Accrued Interest Payable	32,589
Claims Payable	80,000
Long-Term Liabilities:	
Due Within One Year	2,573,103
Due in More Than One Year	9,898,709
	<hr/>
<i>Total Liabilities</i>	43,117,478
	<hr/>
<b>Net Assets</b>	
Invested in Capital Assets, Net of Related Debt	13,434,685
Restricted for:	
Capital Projects	173,255
Debt Service	2,278,168
Local Grants	605,331
Athletic Facilities	18,178
Federal Grants	151,508
Other Purposes	250,764
Unrestricted	15,502,858
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<i>Total Net Assets</i>	\$32,414,747
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See accompanying notes to the basic financial statements

**Bedford City School District**  
*Statement of Activities*  
For the Fiscal Year Ended June 30, 2008

	Program Revenues			Net Expenses and Changes in Net Assets	
	Expenses	Charges for Services and Sales	Operating Grants and Contributions		Capital Grants and Contributions
<b>Governmental Activities</b>					
Instruction:					
Regular	\$19,620,521	\$94,141	\$1,074,069	\$0	(\$18,452,311)
Special	6,203,944	1,611,711	1,035,557	0	(3,556,676)
Vocational	1,752,281	0	139,161	0	(1,613,120)
Support Services:					
Pupil	2,997,511	0	233,872	0	(2,763,639)
Instructional Staff	1,834,242	1,215	278,710	0	(1,554,317)
Board of Education	235,547	0	0	0	(235,547)
Administration	3,438,272	9,966	142,926	0	(3,285,380)
Fiscal	1,330,855	0	0	0	(1,330,855)
Business	847,097	44,661	106,436	0	(696,000)
Operation and Maintenance of Plant	6,724,899	0	2,132	156,053	(6,566,714)
Pupil Transportation	3,875,037	0	0	0	(3,875,037)
Central	337,904	4,541	3,860	0	(329,503)
Operation of Non-Instructional Services:					
Food Service Operations	1,651,021	750,540	867,048	0	(33,433)
Other Non-Instructional Services	484,150	4,782	454,033	0	(25,335)
Extracurricular Activities	867,928	133,483	11,463	0	(722,982)
Interest and Fiscal Charges	524,154	0	0	0	(524,154)
<b>Total Governmental Activities</b>	<b>\$52,725,363</b>	<b>\$2,655,040</b>	<b>\$4,349,267</b>	<b>\$156,053</b>	<b>(45,565,003)</b>
<b>General Revenues</b>					
Property Taxes Levied for:					
General Purposes					31,323,005
Debt Service					1,372,001
Capital Outlay					530,429
Grants and Entitlements not Restricted to Specific Programs					11,817,104
Investment Earnings					890,620
Gain on Sale of Capital Assets					1,726
Miscellaneous					546,579
<b>Total General Revenues</b>					<b>46,481,464</b>
Change in Net Assets					916,461
<i>Net Assets Beginning of Year - Restated (See Note 3)</i>					31,498,286
<i>Net Assets End of Year</i>					<b>\$32,414,747</b>

See accompanying notes to the basic financial statements

**Bedford City School District**

*Balance Sheet*

*Governmental Funds*

*June 30, 2008*

	<u>General</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<b>Assets</b>			
Equity in Pooled Cash and Cash Equivalents	\$13,422,444	\$3,128,132	\$16,550,576
Accounts Receivable	9,712	4,867	14,579
Intergovernmental Receivable	0	659,136	659,136
Inventory Held for Resale	0	32,482	32,482
Materials and Supplies Inventory	297,747	4,794	302,541
Interfund Receivable	434,000	0	434,000
Taxes Receivable	32,187,806	1,999,732	34,187,538
<i>Total Assets</i>	<u>\$46,351,709</u>	<u>\$5,829,143</u>	<u>\$52,180,852</u>
<b>Liabilities and Fund Balances</b>			
<b>Liabilities</b>			
Accounts Payable	\$296,583	\$118,419	\$415,002
Accrued Wages and Benefits Payable	3,678,087	215,375	3,893,462
Intergovernmental Payable	1,860,121	148,050	2,008,171
Interfund Payable	0	434,000	434,000
Deferred Revenue	27,433,645	1,985,347	29,418,992
Matured Compensated Absences Payable	96,568	1,190	97,758
<i>Total Liabilities</i>	<u>33,365,004</u>	<u>2,902,381</u>	<u>36,267,385</u>
<b>Fund Balances</b>			
Reserved for Encumbrances	665,173	255,755	920,928
Reserved for Property Taxes	3,517,161	267,174	3,784,335
Unreserved, Undesignated Reported in:			
General Fund	8,804,371	0	8,804,371
Special Revenue Funds	0	587,229	587,229
Debt Service Fund	0	1,898,375	1,898,375
Capital Projects Funds (Deficit)	0	(81,771)	(81,771)
<i>Total Fund Balances</i>	<u>12,986,705</u>	<u>2,926,762</u>	<u>15,913,467</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$46,351,709</u>	<u>\$5,829,143</u>	<u>\$52,180,852</u>

See accompanying notes to the basic financial statements



**Bedford City School District**  
*Reconciliation of Total Governmental Fund Balances to  
 Net Assets of Governmental Activities  
 June 30, 2008*

<b>Total Governmental Funds Balances</b>		<b>\$15,913,467</b>
 <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.		22,421,428
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds:		
Delinquent Property Taxes	4,996,454	
Grants	303,854	
		5,300,308
Bond issuance costs will be amortized over the life of the bonds on the statement of net assets.		32,121
In the statement of activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.		(32,589)
The internal service funds are used by management to charge the costs of insurance and goods warehoused and distributed to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net assets.		1,251,824
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds:		
General Obligation Bonds	(7,925,207)	
Capital Appreciation Bonds	(1,033,104)	
Bond Premium	(200,661)	
Loan Payable	(336,000)	
Capital Leases	(249,604)	
Refunding	228,908	
Compensated Absences	(2,956,144)	
Total		(12,471,812)
 <i>Net Assets of Governmental Activities</i>		 <b>\$32,414,747</b>

See accompanying notes to the basic financial statements

**Bedford City School District**  
*Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Governmental Funds*  
*For the Fiscal Year Ended June 30, 2008*

	General	Other Governmental Funds	Total Governmental Funds
<b>Revenues</b>			
Taxes	\$31,136,845	\$1,864,525	\$33,001,370
Intergovernmental	11,817,104	4,483,693	16,300,797
Interest	890,620	794	891,414
Charges for Services	15,151	752,549	767,700
Tuition and Fees	1,611,711	32,546	1,644,257
Rentals	8,618	37,617	46,235
Extracurricular Activities	0	196,848	196,848
Contributions and Donations	0	33,624	33,624
Miscellaneous	528,838	17,741	546,579
<i>Total Revenues</i>	<u>46,008,887</u>	<u>7,419,937</u>	<u>53,428,824</u>
<b>Expenditures</b>			
Current:			
Instruction:			
Regular	17,820,182	1,184,948	19,005,130
Special	5,104,930	1,037,689	6,142,619
Vocational	1,550,319	188,119	1,738,438
Support Services:			
Pupil	2,761,411	265,880	3,027,291
Instructional Staff	1,489,777	358,620	1,848,397
Board of Education	235,547	0	235,547
Administration	3,252,880	151,180	3,404,060
Fiscal	1,324,697	0	1,324,697
Business	787,798	3,077	790,875
Operation and Maintenance of Plant	6,721,809	2,598	6,724,407
Pupil Transportation	3,579,251	0	3,579,251
Central	311,374	11,257	322,631
Operation of Non-Instructional Services:			
Food Service Operations	0	1,647,393	1,647,393
Other Non-Instructional Services	0	434,894	434,894
Extracurricular Activities	502,826	234,352	737,178
Capital Outlay	2,256	1,410,907	1,413,163
Debt Service:			
Principal Retirement	334,172	1,094,134	1,428,306
Interest and Fiscal Charges	131,932	275,032	406,964
<i>Total Expenditures</i>	<u>45,911,161</u>	<u>8,300,080</u>	<u>54,211,241</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>97,726</u>	<u>(880,143)</u>	<u>(782,417)</u>
<b>Other Financing Sources (Uses)</b>			
Proceeds from Sale of Capital Assets	3,547	0	3,547
Transfers In	0	162,380	162,380
Transfers Out	(104,250)	(58,130)	(162,380)
<i>Total Other Financing Sources (Uses)</i>	<u>(100,703)</u>	<u>104,250</u>	<u>3,547</u>
<i>Net Change in Fund Balances</i>	(2,977)	(775,893)	(778,870)
<i>Fund Balances Beginning of Year</i>	<u>12,989,682</u>	<u>3,702,655</u>	<u>16,692,337</u>
<i>Fund Balances End of Year</i>	<u>\$12,986,705</u>	<u>\$2,926,762</u>	<u>\$15,913,467</u>

See accompanying notes to the basic financial statements

**Bedford City School District**  
*Reconciliation of the Statement of Revenues, Expenditures and Changes  
in Fund Balances of Governmental Funds to the Statement of Activities  
For the Fiscal Year Ended June 30, 2008*

**Net Change in Fund Balances -Total Governmental Funds** (\$778,870)

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

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

Capital Asset Additions	1,757,806	
Current Year Depreciation	<u>(1,663,243)</u>	
Total		94,563

Governmental funds only report the disposal of capital assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. (1,821)

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

Delinquent Property Taxes	224,065	
Intergovernmental	<u>(12,791)</u>	
Total		211,274

In the statement of activities, interest is accrued on outstanding bonds, bond accretion, bond premium, bond issuance costs and loss on refunding are amortized over the term of the bonds, whereas in governmental funds an interest expenditure is reported when due and premiums, issuance costs and loss on refunding are reported when the bonds are issued.

Accrued Interest	5,514	
Annual Accretion	(98,717)	
Amortization of Premium on Bonds	79,732	
Amortization of Loss on Refunding	(90,956)	
Amortization of Issuance Costs	<u>(12,763)</u>	
Total		(117,190)

Repayment of bond, loan and lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. 1,428,306

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

Compensated Absences		105,065
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The internal service fund used by management to charge the costs of insurance to individual funds are not reported in the district-wide statement of activities. Governmental fund expenditures and related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund are allocated among the governmental activities.

(24,866)

*Change in Net Assets of Governmental Activities* \$916,461

See accompanying notes to the basic financial statements

**Bedford City School District**  
*Statement of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Fund*  
*For the Fiscal Year Ended June 30, 2008*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Taxes	\$29,000,000	\$29,426,513	\$29,433,081	\$6,568
Intergovernmental	11,956,300	11,604,204	11,817,604	213,400
Interest	1,000,000	900,000	890,620	(9,380)
Charges for Services	14,000	15,000	15,151	151
Tuition and Fees	1,141,500	1,793,003	1,646,785	(146,218)
Rentals	0	10,000	8,618	(1,382)
Miscellaneous	344,637	511,033	527,632	16,599
<i>Total Revenues</i>	43,456,437	44,259,753	44,339,491	79,738
<b>Expenditures</b>				
Current:				
Instruction:				
Regular	16,808,117	17,248,610	17,248,047	563
Special	4,616,794	4,970,412	4,742,278	228,134
Vocational	1,518,669	1,543,669	1,509,607	34,062
Support Services:				
Pupil	2,775,620	2,754,601	2,697,173	57,428
Instructional Staff	1,604,349	1,531,713	1,493,989	37,724
Board of Education	333,977	307,977	259,633	48,344
Administration	3,711,292	3,289,846	3,161,378	128,468
Fiscal	1,258,093	1,343,712	1,321,505	22,207
Business	796,866	819,006	788,049	30,957
Operation and Maintenance of Plant	7,294,477	7,126,052	6,818,294	307,758
Pupil Transportation	3,777,400	3,676,247	3,626,142	50,105
Central	319,870	336,969	326,135	10,834
Extracurricular Activities	495,630	528,130	501,508	26,622
Capital Outlay	0	4,512	4,512	0
Debt Service:				
Principal Retirement	297,000	222,299	221,940	359
Interest and Fiscal Charges	111,000	127,574	126,921	653
<i>Total Expenditures</i>	45,719,154	45,831,329	44,847,111	984,218
<i>Excess of Revenues Under Expenditures</i>	(2,262,717)	(1,571,576)	(507,620)	1,063,956
<b>Other Financing Sources (Uses)</b>				
Proceeds from the Sale of Capital Assets	0	4,000	3,547	(453)
Advances In	0	1,301,500	1,301,500	0
Advances Out	(447,700)	(434,000)	(434,000)	0
Transfers Out	(79,250)	(104,250)	(104,250)	0
<i>Total Other Financing Sources (Uses)</i>	(526,950)	767,250	766,797	(453)
<i>Net Change in Fund Balance</i>	(2,789,667)	(804,326)	259,177	1,063,503
<i>Fund Balance Beginning of Year</i>	11,316,193	11,316,193	11,316,193	0
Prior Year Encumbrances Appropriated	915,842	915,842	915,842	0
<i>Fund Balance End of Year</i>	\$9,442,368	\$11,427,709	\$12,491,212	\$1,063,503

See accompanying notes to the basic financial statements

**Bedford City School District**

*Statement of Fund Net Assets*

*Internal Service Funds*

*June 30, 2008*

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<b>Assets</b>	
Equity in Pooled Cash and Cash Equivalents	\$1,331,824
<b>Liabilities</b>	
Claims Payable	<u>80,000</u>
<b>Net Assets</b>	
Unrestricted	<u><u>\$1,251,824</u></u>

See accompanying notes to the basic financial statements

**Bedford City School District**  
*Statement of Revenues, Expenses and  
Changes in Fund Net Assets  
Internal Service Funds  
For the Fiscal Year Ended June 30, 2008*

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**Operating Revenues**

Charges for Services \$1,154,063

**Operating Expenses**

Purchased Services 14,684

Claims 1,164,245

*Total Operating Expenses* 1,178,929

*Change in Net Assets* (24,866)

*Net Assets Beginning of Year* 1,276,690

*Net Assets End of Year* \$1,251,824

See accompanying notes to the basic financial statements

**Bedford City School District**  
*Statement of Cash Flows*  
*Internal Service Funds*  
*For the Fiscal Year Ended June 30, 2008*

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**Increase (Decrease) in Cash and Cash Equivalents**

**Cash Flows from Operating Activities**

Cash Received from Interfund Services	\$1,154,063
Cash Payments for Purchased Services	(14,684)
Cash Payments for Claims	<u>(1,167,245)</u>

*Net Decrease in Cash and Cash Equivalents* (27,866)

*Cash and Cash Equivalents Beginning of Year* 1,359,690

*Cash and Cash Equivalents End of Year* \$1,331,824

***Reconciliation of Operating Loss to Net  
Cash Used for Operating Activities***

Operating Loss (\$24,866)

*Adjustments:*

Decrease in Claims Payable (3,000)

*Net Cash Used for Operating Activities* (\$27,866)

See accompanying notes to the basic financial statements

**Bedford City School District**  
*Statement of Fiduciary Net Assets*  
*Fiduciary Funds*  
*June 30, 2008*

	Private Purpose Trust	
	Scholarship	Agency
<b>Assets</b>		
Equity in Pooled Cash and Cash Equivalents	\$73,569	\$22,647
<b>Liabilities</b>		
Due to Students	0	\$22,647
<b>Net Assets</b>		
Held in Trust for Scholarships	\$73,569	

See accompanying notes to the basic financial statements



**Bedford City School District**  
*Statement of Changes in Fiduciary Net Assets*  
*Private Purpose Trust Fund*  
*For the Fiscal Year Ended June 30, 2008*

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	<u>Scholarship</u>
<b>Additions</b>	
Interest	\$1,989
<b>Deductions</b>	
Scholarships Awarded	<u>6,429</u>
<i>Change in Net Assets</i>	(4,440)
<i>Net Assets Beginning of Year</i>	<u>78,009</u>
<i>Net Assets End of Year</i>	<u><u>\$73,569</u></u>

See accompanying notes to the basic financial statements

**Bedford City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2008*

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**Note 1 - Description of the School District and Reporting Entity**

Bedford City School District (the School District) is a city school district as defined by Section 3311.02 of the Ohio Revised Code. The School District is one of the 614 school districts in the State of Ohio and one of 33 in Cuyahoga County, and provides education to 3,792 students in grades K through 12. The District also provides preschool education to 29 handicapped students. The School District is located in northeast Ohio, covers approximately 25 square miles and includes the City of Bedford, most of the City of Bedford Heights, and the Villages of Walton Hills and Oakwood. The operation of the School District is governed by an elected five-member Board of Education.

*Reporting Entity*

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

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

Component units are legally separate organizations for which the School District is financially accountable. The School District is financially accountable for an organization if the School District appoints a voting majority of the organization's governing board and (1) the School District is able to significantly influence the programs or services performed or provided by the organization; or (2) the School District is legally entitled to or can otherwise access the organization's resources; the School District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the School District is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the School District in that the School District approves the budget, the issuance of debt or the levying of taxes. The School District has no component units.

The School District participates in an insurance purchasing pool and two jointly governed organizations. These organizations are the Ohio School Boards Association Workers' Compensation Group Rating Program, the Lakeshore Northeast Ohio Computer Association (LNOCA) and Ohio Schools Council Association. These organizations are presented in Notes 16 and 19 of the notes to the basic financial statements.

**Note 2 - Summary of Significant Accounting Policies**

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

**Bedford City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2008*

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**A. Basis of Presentation**

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

**Government-wide Financial Statements** The statement of net assets and the statement of activities display information about the School District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The activity of the internal service fund is eliminated to avoid "doubling up" revenues and expenses. These statements usually distinguish between those activities of the School District that are governmental and those that are considered business-type. The School District, however has no business-type activities.

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

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

**B. Fund Accounting**

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

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

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

**Bedford City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2008*

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

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

***Internal Service Funds*** The internal service funds account for the financing of services provided by one department or agency to other departments or agencies of the School District on a cost reimbursement basis. The School District utilizes two internal service funds, one to account for the operation of the School District's self insurance program for dental and prescription benefits and the other to account for a computer supplies warehouse available to all departments within the School District.

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

### ***C. Measurement Focus***

***Government-wide Financial Statements*** The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the School District are included on the statement of net assets. The statement of activities presents increases (i.e., revenues) and decreases (i.e., expenses) in total net assets.

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

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

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

**Bedford City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2008*

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***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. 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 School District, available means expected to be received within sixty days of fiscal year-end.

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

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

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

Property taxes for which there is an enforceable legal claim as of June 30, 2008, but which were levied to finance fiscal year 2009 operations, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

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

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

The 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.

**Bedford City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2008*

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***E. Budgetary Data***

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

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

The appropriation resolution is subject to amendment by the Board throughout the fiscal year with the restriction that appropriations may not exceed estimated revenues by fund. 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 fiscal years. The amounts reported as the final budgeted amounts represent the final appropriation amounts passed by the Board during the fiscal year.

***F. Cash and Cash Equivalents***

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

During fiscal year 2008, the School District's investments were limited to a Bedford City School District Facilities Acquisition Manuscript Bond and the State Treasurer's Asset Reserve (STAROhio).

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

STAROhio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAROhio 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 STAROhio are valued at STAROhio's share price which is the price the investment could be sold for on June 30, 2008.

Following Ohio statutes, the Board of Education has, by resolution, identified the funds to receive an allocation of interest earnings. Interest revenue credited to the general fund during fiscal year 2008 amounted to \$890,620, which includes \$171,866 assigned from other School District funds.

Investments of the cash management pool and investments with an original maturity of three months or less at the time they are purchased by the School District are presented on the financial statements as cash equivalents.

**Bedford City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2008*

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Investments with an initial maturity of more than three months not purchased from the pool are reported as investments.

***G. Prepaid Items***

Payments made to vendors for services that will benefit periods beyond June 30, 2008, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the fiscal year in which services are consumed.

***H. Inventory***

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

***I. Capital Assets***

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

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

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

<u>Description</u>	<u>Governmental Activities Estimated Lives</u>
Buildings and Improvements	10 - 30 years
Furniture and Equipment	10 - 20 years
Vehicles	12 years

***J. Bond Issuance Costs***

On the government-wide financial statements, bond issuance costs are deferred and amortized over the term of the applicable bonds using the effective interest method. Within the governmental fund statements, bond issuance costs are expended when incurred. Bond issuance costs are generally paid from the bond proceeds.

***K. Bond Premium***

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

**Bedford City School District**  
*Notes to the Basic Financial Statements*  
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***L. Gain/Loss on Refunding***

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

***M. Interfund Balances***

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

***N. Compensated Absences***

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

Sick leave benefits are accrued as a liability using the 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 School District's past experience of making termination payments.

***O. Accrued Liabilities and Long-Term Obligations***

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

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgments, compensated absences, and contractually required pension contributions 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 fiscal year. Bonds and capital leases are recognized as a liability on the fund financial statements when due.

***P. Internal Activity***

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

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



**Bedford City School District**  
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***Q. Fund Balance Reserves***

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

The reserve for property taxes represents taxes recognized as revenue under generally accepted accounting principles but not available for appropriation under State statute.

***R. Net Assets***

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

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

***S. Operating Revenues and Expenses***

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the School District, these revenues are charges for services for the self-insurance program and the computer network services. Operating expenses are necessary costs incurred to provide the goods or services that are the primary activity of the fund. All revenues and expenses not meeting these definitions are reported as non-operating.

***T. Estimates***

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

**Note 3- Change in Accounting Principles and Restatement of Net Assets**

***A. Change in Accounting Principles***

For fiscal year 2008, the School District has implemented Governmental Accounting Standards Board (GASB) Statement No. 45, "Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions", GASB Statement No. 48, "Sales and Pledges of Receivables and Future Revenues and Intra-Entity Transfers of Assets and Future Revenues", and GASB Statement No. 50, "Pension Disclosures".

GASB Statement No. 45 improves the relevance and usefulness of financial reporting by requiring systematic, accrual-basis measurement and recognition of OPEB costs over a period that approximates employees' years of service and providing information about actuarial accrued liabilities associated with OPEB and whether and to what extent progress is being made in funding the plan. An OPEB liability at

**Bedford City School District**  
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transition was determined in accordance with this Statement for both the SERS and STRS post-employment healthcare plans in the amount of \$131,125 and \$32,634, respectively, which are the same as previously reported liabilities.

GASB Statement No. 48 addresses how to account for the exchange of an interest in expected cash flows from collecting specific receivables or specific future revenues for immediate cash payments. The statement established criteria used to determine whether the transaction should be recorded as revenue or as a liability (a sale or a collateralized borrowing). The implementation of this statement did not result in any change to the financial statements.

GASB Statement No. 50 requires employers contributing to defined benefit pension plans to include the legal or contractual maximum contribution rates in the notes to the financial statements. The implementation of this statement did not result in any change to the financial statements.

**B. Restatement of Net Assets**

During fiscal year 2008, it was determined that taxes receivable were understated and deferred revenue was overstated.

These restatements had the following effect on net assets at June 30, 2007:

	<u>Governmental Activities</u>
Net Assets, June 30, 2007	\$27,955,341
Taxes Receivable	3,441,230
Deferred Revenue	<u>101,715</u>
Restated Net Assets, June 30, 2007	<u><u>\$31,498,286</u></u>

**Note 4 – Compliance and Accountability**

**A. Compliance**

Contrary to Section 5705.39, Ohio Revised Code, the following fund had original appropriations in excess of estimated revenues and carryover balances:

	Original Estimated Revenues Plus Beginning Balances	Original Appropriations	Excess
<i>Special Revenue Funds:</i>			
District Managed Student Activities	\$291,134	\$305,105	\$13,971

This budgetary violation was corrected by fiscal year-end.

**Bedford City School District**  
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**B. Accountability**

At June 30, 2008, the following funds had deficit fund balances:

	Amount
<b>Special Revenue Funds:</b>	
Entry Year Teachers	\$245
Ohio Reads Grant	16,110
Title VI-B	19,720
Title I	72,659
Title VI	45
Title VI - R	13,207

The deficits are due to adjustments for accrued liabilities. The general fund is liable for any deficit in these funds and provides operating transfers when cash is required, rather than when accruals occur.

**Note 5 - Budgetary Basis of Accounting**

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

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures are recorded when paid in cash (budget basis) as opposed to when the liability is incurred (GAAP basis).
3. Encumbrances are treated as expenditures (budget basis) rather than as a reservation of fund balance (GAAP basis).
4. Advance in and advance out are operating transactions (budget basis) as opposed to balance sheet transactions (GAAP basis)

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

Net Change in Fund Balance	
GAAP Basis	(\$2,977)
Net Adjustment for Revenue Accruals	(1,669,396)
Advances In	1,301,500
Net Adjustment for Expenditure Accruals	1,995,282
Advances Out	(434,000)
Adjustment for Encumbrances	(931,232)
Budget Basis	\$259,177

**Bedford City School District**  
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**Note 6 - Deposits and Investments**

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

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

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

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

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

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

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

**Bedford City School District**  
*Notes to the Basic Financial Statements*  
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**Deposits**

***Custodial Credit Risk*** Custodial credit risk is the risk that in the event of bank failure, the School District will not be able to recover deposits or collateral securities that are in possession of an outside party. At fiscal year end, \$1,328,768 of the School District's bank balance of \$1,528,768 was uninsured and uncollateralized. Although the collateral securities were held by the pledging institution's trust department and all statutory requirements for the deposit of money had been followed, noncompliance with Federal requirements could potentially subject the School District to a successful claim by the FDIC.

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

**Investments**

As of June 30, 2008, the School District had a STAROhio investment with a fair value of \$16,801,733 and an average maturity of fifty-four days and they also hold a Bedford City School District Facilities Acquisition Manuscript Bond in the amount of \$120,000.

***Interest Rate Risk.*** As a means of limiting its exposure to fair value losses caused by rising interest rates, the School District's investment policy requires that operating funds be invested primarily in short-term investments maturing within five years from the date of purchase and that the School District's investment portfolio be structured so that the 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 except for the manuscript bond. The manuscript bond represents an investment in which the School District purchased its own real estate acquisition bond. This bond matures on December 1, 2015.

***Credit Risk.*** STAROhio carries a rating of AAA by Standards and Poor's. Ohio law requires that STAROhio maintain the highest rating provided by at least one nationally recognized standard rating service. The School District has no investment policy that addresses credit risk.

**Note 7 - Receivables**

Receivables at June 30, 2008, consisted of taxes, accounts (student fees and tuition), interfund, and intergovernmental grants. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current fiscal year guarantee of federal funds. All receivables except for manuscript debt and delinquent property taxes are expected to be collected within one year.

**Bedford City School District**  
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A summary of principal items of intergovernmental receivables follows:

<u>Governmental Activities</u>	<u>Amount</u>
Federal Lunch Subsidy	\$133,895
Ohio Reads Grants and Subsidies	29,713
Title VI-B Grants and Subsidies	241,825
Vocational Education Grants and Subsidies	12,979
Title I Grants and Subsidies	178,482
Title VI Grants and Subsidies	10,288
Drug Free Schools Grants and Subsidies	1,191
Preschool Handicapped Grants and Subsidies	10,305
Title VI-R Grants and Subsidies	34,628
Miscellaneous Federal Grants and Subsidies	<u>5,830</u>
Total	<u><u>\$659,136</u></u>

### **Note 8 - Property Taxes**

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

Property taxes include amounts levied against all real, public utility and tangible personal property (used in business) located in the School District. Real property tax revenue received in calendar year 2008 represents collections of calendar year 2007 taxes. Real property taxes received in calendar year 2008 were levied after April 1, 2007, on the assessed value listed as of January 1, 2007, the lien date. Assessed values for real property are established by State law at thirty-five percent of appraised market value. Real property are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

Public utility property tax revenue received in calendar year 2008 represents collections of calendar year 2007 taxes. Public utility real and tangible personal property taxes received in calendar year 2008 become a lien December 31, 2006, were levied after April 1, 2007 and are collected in 2008 with real property taxes. Public utility real property is assessed at thirty-five percent of true value; public utility tangible personal property currently is assessed at varying percentages of true value.

Tangible personal property tax revenue received during calendar 2008 (other than public utility property) represents the collection of 2008 taxes. Tangible personal property taxes received in calendar year 2008 were levied after April 1, 2007, on the value as of December 31, 2007. In prior years, tangible personal property was assessed at twenty-five percent of true value for capital assets and twenty-three percent of true value for inventory. The tangible personal property tax is being phased out – the assessment percentage for all property including inventory for 2008 is 6.25 percent. This will be reduced to zero for 2009. Payments by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable by September 20. Tangible personal property taxes paid by April 30 are usually received by the School District prior to June 30. This year, the June 2008 tangible personal property tax settlement was not received until July 2008.

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*Notes to the Basic Financial Statements*  
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The School District receives property taxes from Cuyahoga County. The County Auditor periodically advances to the School District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2008, are available to finance fiscal year 2008 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable includes real property, public utility property and tangible personal property taxes which are measurable as of June 30, 2008 and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the delayed settlement of personal property tax and the amount of real property taxes available as an advance at June 30 were levied to finance current fiscal year operations are reported as revenue at fiscal year-end. The portion of the receivable not levied to finance current fiscal year operations is offset by a credit to deferred revenue.

The amount available as an advance at June 30, 2008 was \$3,517,161 in the general fund, \$205,111 in the bond retirement debt service fund, and \$62,063 in the permanent improvement capital projects fund. The amount available as an advance at June 30, 2007, was \$2,908,229 in the general fund, \$169,618 in the bond retirement debt service fund, and \$51,636 in the permanent improvement capital projects fund. The difference was in timing and collection by the County Auditor.

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

The assessed values upon which the fiscal year 2008 taxes were collected are:

	2007 Second Half Collections		2008 First Half Collections	
	Amount	Percent	Amount	Percent
Residential/Agricultural	\$423,446,610	53.23 %	\$428,240,950	55.31 %
Other Real Estate	290,875,660	36.57	292,239,890	37.74
Public Utility Personal	35,275,280	4.43	30,823,860	3.99
Tangible Personal Property	45,893,227	5.77	22,946,614	2.96
<b>Total</b>	<b>\$795,490,777</b>	<b>100.00 %</b>	<b>\$774,251,314</b>	<b>100.00 %</b>
Tax rate per \$1,000 of assessed valuation	\$67.60		\$67.60	

**Bedford City School District**  
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**Note 9 - Capital Assets**

Capital asset activity for the fiscal year ended June 30, 2008, was as follows:

	Balance 6/30/07	Additions	Deletions	Balance 6/30/08
<b>Governmental Activities</b>				
<i>Capital Assets, not being depreciated:</i>				
Land	\$2,432,595	\$0	\$0	\$2,432,595
Construction in Progress	365,316	1,198,600	(301,466)	1,262,450
<b>Total Capital Assets, not being depreciated</b>	<b>2,797,911</b>	<b>1,198,600</b>	<b>(301,466)</b>	<b>3,695,045</b>
<i>Capital Assets, being depreciated:</i>				
Buildings and Improvements	38,297,260	416,260	0	38,713,520
Furniture and Equipment	4,073,936	123,845	0	4,197,781
Vehicles	4,566,367	320,567	(230,819)	4,656,115
<b>Total Capital Assets, being depreciated</b>	<b>46,937,563</b>	<b>860,672</b>	<b>(230,819)</b>	<b>47,567,416</b>
Less Accumulated Depreciation:				
Buildings and Improvements	(22,542,895)	(1,173,618)	0	(23,716,513)
Furniture and Equipment	(2,343,226)	(242,838)	0	(2,586,064)
Vehicles	(2,520,667)	(246,787)	228,998	(2,538,456)
<b>Total Accumulated Depreciation</b>	<b>(27,406,788)</b>	<b>(1,663,243) *</b>	<b>228,998</b>	<b>(28,841,033)</b>
<b>Total Capital Assets, being depreciated, net</b>	<b>19,530,775</b>	<b>(802,571)</b>	<b>(1,821)</b>	<b>18,726,383</b>
<b>Governmental Activities Capital Assets, Net</b>	<b>\$22,328,686</b>	<b>\$396,029</b>	<b>(\$303,287)</b>	<b>\$22,421,428</b>

\* Depreciation expense was charged to governmental functions as follows:

Instruction	
Regular	\$651,057
Special	28,212
Vocational	32,774
Support Services:	
Pupil	10,111
Instructional Staff	24,041
Administration	10,330
Fiscal	3,651
Business	51,887
Operation and Maintenance of Plant	428,083
Pupil Transportation	237,620
Central	4,166
Operation of Non-Instructional Services:	
Food Service Operations	3,120
Other Non-Instructional Services	45,191
Extracurricular Activities	133,000
<b>Total Depreciation Expense</b>	<b>\$1,663,243</b>



**Bedford City School District**  
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**Note 10 - Contingencies**

**A. Grants**

The School District received financial assistance from federal and State agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the School District at June 30, 2008.

**B. Litigation**

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

**Note 11 - Interfund Balances**

Interfund balances at June 30, 2008, consist of the following individual fund receivables and payables:

Interfund Payable	<u>Interfund Receivable</u> General Fund
<i>Governmental Activities</i>	
<b>Non-Major Funds</b>	
Ohio Reads Grant	\$20,000
Title VI-B	90,000
Vocational Education	10,000
Title I	100,000
Title VI	3,000
Drug Free Schools	3,000
Preschool Handicapped	15,000
Title VI-R	28,000
Permanent Improvement	165,000
<i>Total Governmental Activities</i>	\$434,000

The interfund payables are advances for grant monies that were not received by fiscal year end and for capital improvement projects to be repaid from tax revenue. The School District expects to receive the grant monies and repay the advances within the next fiscal year.

The interfund transaction between the bond retirement debt service and building capital projects fund is a manuscript bond. The manuscript bond consists of a facility acquisition bond and was issued by the School District and purchased by the bond retirement debt service fund as an investment. The manuscript bond will mature on December 1, 2015.

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	Outstanding June 30, 2007	Additions	Deletions	Outstanding June 30, 2008
Manuscript Bond - Facility Acquisition	\$135,000	\$0	\$15,000	\$120,000

The School District transferred the following amounts to various funds during fiscal year 2008.

Transfers In	Transfers Out	
	General Fund	Building Fund
<b>Non-Major Funds</b>		
District Managed Activities	\$104,250	\$0
Bond Retirement	0	58,130
<i>Total Governmental Activities</i>	\$104,250	\$58,130

The general fund transfer to the district managed student activities special revenue fund was to provide financial support for the School District's athletics and music programs. The building fund transfer to the bond retirement fund was to close out the fund.

**Note 12 - Risk Management**

***A. Property and Liability***

The School District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. During fiscal year 2008, the School District contracted for property and general liability insurance, and boiler and machinery coverage through the 91-member Ohio Schools Council Association Group Purchasing Consortium. The Indiana Insurance Company is the carrier for the School District's insurance.

Aggregate property coverage is \$100,256,400 with a \$5,000 deductible. Aggregate boiler and machinery coverage is approximately \$30 million with a \$1,000 deductible. The policy is renewable on July 1, 2009, for each coverage. Casualty and fleet insurance coverage was provided with a combined single limit of \$1 million and \$1,000 deductible. Education and umbrella liability insurance coverage was provided with a combined single limit of \$8 million each occurrence and combined aggregate of \$8 million. The Treasurer is covered by a \$200,000 surety bond and the Superintendent, Board of Education President, and Business Manager are covered by \$50,000 position bonds.

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. Worker's Compensation***

For fiscal year 2008, the School District participated in the Ohio School Boards Association Workers' Compensation Group Rating Program (GRP), an insurance purchasing pool (Note 16). The intent of the GRP is to achieve the benefit of a reduced premium for the School District by virtue of its grouping and representation with other participants in the GRP. The workers' compensation experience of the participating school districts is calculated as one experience and a common premium rate is applied to all

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school districts in the GRP. Each participant pays its workers' compensation premium to the State based on the rate for the GRP rather than its individual rate. Participation in the GRP is limited to school districts that can meet the GRP's selection criteria. The firm of Gates McDonald & Co. provides administrative, cost control, and actuarial services to the GRP.

**C. Employee Benefits**

The School District has elected to provide employee dental and prescription drug benefits to full time employees through a self-insurance program, while hospitalization and medical benefits are provided with a fully-insured program. Full time is defined as the full 186 day academic year, or 1,700 hours for non-certificated employees. Employees working shorter calendars pay a prorated portion of the health care premiums. The School District maintains a self-insurance internal service fund to account for and finance its uninsured risk of loss in the drug and dental programs. Dental claims are limited to \$2,500 per covered individual per year, with a lifetime limit of \$1,000 on orthodontia. There is no limitation on prescription drug benefits as this type of coverage is not subject to catastrophic loss. A third party administrator, Medical Mutual of Ohio, reviews and pays all claims. The School District pays the following monthly premium into the self-funded benefits fund, which represents 95 percent of the premium required: dental - \$25.19 (single), \$75.58 (family); drug - \$74.76 (single), \$205.57 (family). These premiums are paid by the fund that pays the salary for each employee and is based on historical cost information.

The claims liability of \$80,000 reported in the self insurance fund at June 30, 2008, is based on an estimate provided by the Treasurer and the requirements of Governmental Accounting Standards Board Statement No. 30 which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses.

Changes in the fund's claims liability amount for the last two years follows:

	Balance at Beginning of Year	Current Year Claims	Claim Payments	Balance at End of Year
2007	\$65,970	\$1,108,356	\$1,091,326	\$83,000
2008	83,000	1,164,245	1,167,245	80,000

**Note 13 - Compensated Absences**

The criteria for determining vacation and sick leave benefits are derived from negotiated agreements and State laws. Classified employees earn ten to twenty days of vacation per year, depending upon length of service and hours worked. Accumulated unused vacation time is paid to classified employees upon termination of employment. Teachers do not earn vacation time. Each employee earns sick leave at a rate of one and one-fourth days per month. Sick leave may be accumulated to a maximum of 275 days (certificated employees), 260 days (non-certificated employees) and 370 days (administrators). Upon retirement or termination after 25 years of service, payment is made for up to 30 days plus 1/10<sup>th</sup> of the days remaining for certificated employees and administrators. The maximum number of days to be paid out is 54 days for certificated staff and 64 days for administrators. The non-certificated employees payment is calculated using one-fourth of the days unless the employee has accumulated 90 percent or more of their maximum number of days in which case the calculation is made at 30 percent for a maximum of 78 days. For purposes of retirement, the employee receiving such payment must meet the eligibility requirement provisions set by STRS or SERS.

**Bedford City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2008*

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**Note 14 - Defined Benefit Pension Plans**

***A. School Employees Retirement System***

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

Funding Policy - Plan members are required to contribute 10 percent of their annual covered salary and the School District is required to contribute at an actuarially determined rate. The current School District rate is 14 percent of annual covered payroll. A portion of the School District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for fiscal year 2008, 9.16 percent of annual covered salary was the portion used to fund pension obligations. 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 School District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2008, 2007 and 2006 were \$774,975 \$874,045 and \$886,231 respectively; 63.94 percent has been contributed for fiscal year 2008 and 100 percent for fiscal years 2007 and 2006.

***B. State Teachers Retirement System***

Plan Description - The School District participates in the State Teachers Retirement System of Ohio (STRS Ohio), a cost-sharing, multiple employer public employee retirement 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](http://www.strsoh.org).

New members have a choice of three retirement plans, a Defined Benefit (DB) Plan, a Defined Contribution (DC) Plan and a Combined Plan. The DB plan offers an annual retirement allowance based on final average salary 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.

**Bedford City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2008*

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Funding Policy - For the fiscal year ended June 30, 2008, plan members were required to contribute 10 percent of their annual covered salaries. The School District was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations. For fiscal year 2007, 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 School District's required contributions for pension obligations to STRS Ohio for the fiscal years ended June 30, 2008, 2007, and 2006 were \$2,438,865, \$2,367,875 and \$2,424,468 respectively; 82.61 percent has been contributed for fiscal year 2008 and 100 percent for fiscal years 2007 and 2006. Contributions to the DC and Combined Plans for fiscal year 2008 were \$41,402 made by the School District and \$72,328 made by the plan members.

***C. Social Security System***

Effective July 1, 1991, all employees not otherwise covered by the School Employees Retirement System or the State Teachers Retirement System of Ohio have an option to choose Social Security or the School Retirement System. As of June 30, 2008, three members of the Board of Education have elected Social Security. The contribution rate is 6.2 percent of wages.

**Note 15- Postemployment Benefits**

***A. School Employee Retirement System***

Plan Description – The School District participates in two cost-sharing multiple employer defined benefit OPEB plans administered by the School Employees Retirement System for non-certificated retirees and their beneficiaries, a Health Care Plan and a Medicare Part B Plan. The Health Care Plan includes hospitalization and physicians' fees through several types of plans including HMO's, PPO's and traditional indemnity plans as well as a prescription drug program. The Medicare Part B Plan reimburses Medicare Part B premiums paid by eligible retirees and beneficiaries up to a statutory limit. Benefit provisions and the 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.

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 401h. For 2008, 4.18 percent of covered payroll was allocated to health care. In addition, employers pay a surcharge for employees earning less than an actuarially determined amount; for 2008, this amount was \$179,679.

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

The School District's contributions for health care for the fiscal years ended June 30, 2008, 2007, and 2006 were \$481,282, \$469,862, and \$586,830 respectively; 63.94 percent has been contributed for fiscal year 2008 and 100 percent for fiscal years 2007 and 2006.

**Bedford City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2008*

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The Retirement Board, acting with advice of the actuary, allocates a portion of the employer contribution to the Medicare B Fund. For 2008, this actuarially required allocation was 0.66 percent of covered payroll. The School District's contributions for Medicare Part B for the fiscal years ended June 30, 2008, 2007, and 2006 were \$55,839, \$59,435, and \$64,006 respectively; 63.94 percent has been contributed for fiscal year 2008 and 100 percent for fiscal years 2007 and 2006.

***B. State Teachers Retirement System***

Plan Description – The School District contributes to the cost sharing multiple employer defined benefit Health Plan administered by the State Teachers Retirement System of Ohio (STRS Ohio) for eligible retirees who participated in the defined benefit or combined pension plans offered by STRS Ohio. 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](http://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 2008, STRS Ohio allocated employer contributions equal to 1 percent of covered payroll to the Health Care Stabilization Fund. The School District's contributions for health care for the fiscal years ended June 30, 2008, 2007, and 2006 were \$187,605, \$182,144, and \$186,498 respectively; 82.61 percent has been contributed for fiscal year 2008 and 100 percent for fiscal years 2007 and 2006.

**Note 16 - Insurance Purchasing Pool**

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

**Note 17 - Set Asides**

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

**Bedford City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2008*

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

	Textbooks Instructional Materials Reserve	Capital Improvement Reserve
Set-aside Reserve Balances as of June 30, 2007	(\$1,067,048)	\$0
Current Year Set-aside Requirement	625,027	625,027
Qualifying Disbursements	(689,930)	(1,830,827)
Totals	(\$1,131,951)	(\$1,205,800)
Set-aside Balance Carried Forward to Future Fiscal Years	(\$1,131,951)	\$0
Set-aside Reserve Balances as of June 30, 2008	\$0	\$0

The School District had qualifying disbursements during the fiscal year that reduced the textbook set-aside amount below zero. This extra amount may be used to reduce the set-aside requirements of future fiscal years. While the qualifying disbursements during the fiscal year reduced the capital improvement set-aside amount to below zero, this amount may not be used to reduce the set-aside requirements of future fiscal years.

**Note 18 - Long Term Obligations**

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

Debt Issue	Original Issue Date	Original Issue Amount	Interest Rate	Date of Maturity
General Obligation Bonds:				
Facilities Acquisition Bond	1994	300,000	5.25%	December 1, 2015
Serial Library and Facilities Refunding Bonds	2001	8,560,000	3.00-5.00%	December 1, 2011
Capital Appreciation Refunding Bonds	2001	536,300	10.30%	December 1, 2012
Energy Conservation Improvement Bonds	2006	3,562,114	4.11%	October 15, 2020
Maintenance Facility Loan	2002	606,000	3.64%	December 1, 2012
Astro Turf Lease	2004	385,000	3.29%	June 1, 2012
Telecommunications Lease	2004	533,117	3.53%	September 1, 2009

**Bedford City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2008*

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

	Principal Outstanding 6/30/07	Additions	(Reductions)	Principal Outstanding 6/30/08	Amount Due in One Year
<b>Governmental Activities:</b>					
General Obligations Bonds:					
Facilities Acquisition Bond	\$135,000	\$0	(\$15,000)	\$120,000	\$15,000
Serial Library and Facilities Refunding Bonds	5,665,000	0	(1,015,000)	4,650,000	1,080,000
Unamortized Premium on Serial Bonds	280,393	0	(79,732)	200,661	0
Unamortized Loss on Refunding on Serial Bonds	(319,864)	90,956	0	(228,908)	0
Capital Appreciation Refunding Bonds	536,300	0	0	536,300	0
Accretion on Capital Appreciation Bonds	398,087	98,717	0	496,804	0
Energy Conservation Improvement Bonds	3,336,282	0	(181,075)	3,155,207	188,509
<i>Total General Obligation Bonds</i>	<u>10,031,198</u>	<u>189,673</u>	<u>(1,290,807)</u>	<u>8,930,064</u>	<u>1,283,509</u>
Maintenance Facilities Loan	395,000	0	(59,000)	336,000	62,000
Astro Turf Lease	238,000	0	(46,000)	192,000	48,000
Telecommunications Lease	169,835	0	(112,231)	57,604	57,604
Compensated Absences	3,061,209	143,259	(248,324)	2,956,144	1,121,990
Total Governmental Activities	<u>\$13,895,242</u>	<u>\$332,932</u>	<u>(\$1,756,362)</u>	<u>\$12,471,812</u>	<u>\$2,573,103</u>

Facilities acquisition bonds were issued for an addition to Columbus Road School and will be paid from general revenues in the general fund. The serial library and facilities refunding bonds and capital appreciation refunding bonds will be paid from property taxes. These bonds will be paid from the bond retirement fund.

The maintenance facilities loan and the telecommunications leases will be paid from the general fund. The astro turf lease will be paid from the special enterprise special revenue fund. Compensated absences will be paid from the general fund, the food service, auxiliary services, title VI-B, title I, preschool handicapped and title VI-R special revenue funds.

In November 2001, the School District issued general obligation refunding bonds having an original face value of \$9,096,300. These refunding bonds consist of \$8,560,000 in current interest serial bonds and \$536,300 in capital appreciation bonds. This year the addition on the capital appreciation bonds was \$98,717 which represents the annual accretion of discounted interest. The final maturity amount of these bonds is \$1,665,000. The bonds were issued at a \$900,303 premium and issuance costs were \$144,116.

The refunding bonds were issued to defease the 1993 library construction and facilities renovations general obligation bonds by placing the proceeds of the new bonds in an irrevocable trust to provide for all future debt service payments. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the School District's financial statements. On June 30, 2008, \$8,495,000 of bonds outstanding were considered defeased.

The overall debt margin of the School District as of June 30, 2008, was \$62,131,165 with an unvoted debt margin of \$609,666. Principal and interest requirements to retire general obligation bonds outstanding at June 30, 2008, are as follows:



**Bedford City School District**  
*Notes to the Basic Financial Statements*  
For the Fiscal Year Ended June 30, 2008

	General Obligation Bonds		Capital Appreciation Bonds	
	Principal	Interest	Principal	Interest
2009	\$1,283,509	\$335,938	\$0	\$0
2010	1,351,248	277,312	0	0
2011	1,444,305	209,342	0	0
2012	1,432,693	139,417	406,331	823,669
2013	236,425	99,772	129,969	305,031
2014-2018	1,296,184	343,777	0	0
2019-2021	880,843	73,298	0	0
Total	<u>\$7,925,207</u>	<u>\$1,478,856</u>	<u>\$536,300</u>	<u>\$1,128,700</u>

	Maintenance Facilities Loan		Total	
	Principal	Interest	Principal	Interest
2009	\$62,000	\$12,799	\$1,345,509	\$348,737
2010	64,000	10,147	1,415,248	287,459
2011	67,000	7,390	1,511,305	216,732
2012	70,000	4,506	1,909,024	967,592
2013	73,000	1,516	439,394	406,319
2014-2018	0	0	1,296,184	343,777
2019-2021	0	0	880,843	73,298
Total	<u>\$336,000</u>	<u>\$36,358</u>	<u>\$8,797,507</u>	<u>\$2,643,914</u>

**Note 19 - Jointly Governed Organizations**

***A. Lakeshore Northeast Ohio Computer Association***

The Lakeshore Northeast Ohio Computer Association (LNOCA) is a jointly governed organization among sixteen school districts, one educational service center and the Bedford City School District. The 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 the member districts. Each of the school districts support LNOCA based on a per pupil charge. The School District paid \$113,210 to LNOCA during fiscal year 2008.

The Governing Board consists of the superintendent from each of the participating school districts and the educational service center. The degree of control exercised by any participant is limited to its representation on the Governing Board. The Board exercises total control over the operation of the organization including budgeting, appropriating, contracting and designating management. A copy of LNOCA's financial statements may be obtained by contacting the Educational Service Center at 5811 Canal Road, Valley View, Ohio 44125.

***B. Ohio Schools Council Association***

The Ohio Schools Council Association (Council) is a jointly governed organization among 121 school districts. The jointly governed organization was created by school districts for the purpose of saving money through volume purchases. Each district supports the Council by paying an annual participation fee. Each school district

**Bedford City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2008*

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member superintendent serves as a representative of the Assembly. The Assembly elects five of the Council's Board members and the remaining four are representatives of the Greater Cleveland School Superintendents' Association. The Council operates under a nine-member Board of Directors (the Board). The Board is the policy making authority of the Council. The Board meets monthly September through June. The Board appoints an Executive Director who is responsible for receiving and disbursing funds, investing available funds, preparing financial reports for the Board and Assembly and carrying out such other responsibilities as designated by the Board. The degree of control exercised by any school district is limited to its representation on the Board. In fiscal year 2008, the School District paid \$800 to the Council. Financial information can be obtained by contacting Dr. David A. Cottrell, the Executive Director of the Ohio Schools Council at 6133 Rockside Road, Suite 10, Independence, Ohio 44131.

The School District participates in the Council's natural gas program. The Council provides participating school districts the ability to purchase natural gas at reduced rates, if the school districts will commit to participating for a twelve year period. There are currently 137 districts in the Program. The participants make monthly payments based on estimated usage. Each September, these estimated payments are compared to their actual usage for the year (July to June). Districts that paid more in estimated billings than their actual billings are issued credits on future billings beginning in September until the credits are exhausted and districts that did not pay enough on estimated billings are invoiced for the difference on the September monthly estimated billing.

The School District also participates in the Council's electric purchase program. The Council provides 238 school districts and 11 MR/DD boards in the First Energy territory (Cleveland Electric Illuminating, Ohio Edison, Toledo Edison) the ability to purchase electricity at reduced rates if the school district committed to participating in either a thirty-six month (Cleveland Electric Illuminating Company) or a forty-four month (Ohio Edison and Toledo Edison) program beginning either May 1, 2005 or January 1, 2006 and ending December 31, 2008. Each month, the Council invoices participants based on estimated usage that was determined when the program was established. Each September, these estimated payments are compared to their actual usage for the year (July to June). Refund checks are issued to districts that consumed less than their projected usage of electrical energy and districts that over-consumed are invoiced.

**Note 20 - Capital Leases - Lessee Disclosure**

In prior years, the School District entered into two capital lease agreements for the installation of astro turf at the football stadium and telecommunications equipment for the School District. The School District's lease obligations meet the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13, "Accounting for Leases." Capital lease payments are reflected as debt service expenditures in the general fund on the basic financial statements.

As part of the agreement for the astro turf lease and the telecommunications lease, National City and Key Bank, respectively, as lessors, deposited monies in segregated accounts for the installation of the astro turf and the telecommunications system. The entire amount was paid to the vendors at the direction of the School District when the installations were completed. At year-end capital assets have been capitalized for these capital leases.

**Bedford City School District**  
*Notes to the Basic Financial Statements*  
*For the Fiscal Year Ended June 30, 2008*

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Capital assets acquired by lease have been capitalized as follows:

<b>Governmental Activities:</b>	
<b>Capital Assets, being depreciated:</b>	
Building and Improvements	\$385,000
Furniture and Equipment	533,117
<i>Total Capital Assets, being depreciated</i>	918,117
<b>Less Accumulated Depreciation:</b>	
Building and Improvements	(74,724)
Furniture and Equipment	(106,623)
<i>Total Accumulated Depreciation</i>	(181,347)
<i>Governmental Activities Capital Assets, Net</i>	\$736,770

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, 2008.

Fiscal Year Ending June 30, 2008	Governmental Activities
2009	\$113,181
2010	53,111
2011	51,343
2012	49,466
Total	267,101
Less: Amount Representing Interest	(17,497)
Present Value of Net Minimum Lease Payments	\$249,604

# COMBINING STATEMENTS AND INDIVIDUAL FUND SCHEDULES

## *Combining Statements – Nonmajor Governmental Funds*

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### *Nonmajor Special Revenue Funds*

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To account for revenues from specific sources which legally, or otherwise, are restricted to expenditures for specific purposes.

***Food Service Fund*** To account for the financial transactions related to the food service operations of the School District.

***Summer School Fund*** To account the operation of the summer school program.

***Adult and Continuing Education Fund*** To account for the operation of the adult high school and the adult and community education programs.

***Recreation Fund*** To account for the operation of the swimming pool when it serves the community for open swim, lessons, youth competition and facility rentals.

***Public School Support Fund*** To account for proceeds of local fund raising at the building level.

***Local Grants Fund*** To account for proceeds of specific revenue sources, except for State and federal grants that are legally restricted to expenditure for specific purposes.

***Special Enterprise Fund*** To account for the financial transactions related to the rental of the School District's high school athletic facilities.

***District Managed Student Activities Fund*** To account for all costs (excluding supplemental coaching and advising contracts) of the adult-led student activities.

***Auxiliary Services Fund*** To account for State monies received for educational programs run by the School District on behalf of four non-public schools within the boundaries of the School District.

***Education Management Information Systems Fund*** To account for State monies provided for costs associated with the requirements of the management information system.

(continued)

*Combining Statements – Nonmajor Governmental Funds (continued)*

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*Nonmajor Special Revenue Funds (continued)*

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**Entry Year Teachers Fund** To account for State monies spent on teacher in-service and training for first year teachers.

**Data Communications Fund** To account for State monies provided for Ohio Educational Computer Network Connections.

**SchoolNet Professional Development Fund** To account for a limited number of professional development subsidy grants.

**Ohio Reads Grant Fund** To account for State monies intended to improve reading outcomes.

**Poverty Aid Fund** This fund accounts for State monies used for improving the educational and cultural status of disadvantaged pupils.

**Miscellaneous State Grants Fund** To account for State monies not otherwise designated to a specific purpose.

**Title VI-B Fund** To account for federal monies to be used to provide full educational opportunities to handicapped children.

**Vocational Education Fund** To account for federal monies for cooperating development of vocational education programs.

**Title III Fund** To account for federal monies used for costs associated with English proficiency.

**Title I Fund** To account for federal monies used to meet the needs of educationally deprived children.

**Title VI Fund** To account for federal monies given to the State to meet pre-determined educational needs.

**Drug Free Schools Fund** To account for federal monies which support drug abuse education and prevention programs.

**Preschool Handicapped Fund** To account for federal monies which support the improvement and expansion of services for handicapped children ages three through five.

**Title VI-R Fund** To account for federal monies used to hire additional classroom teachers in grades one through three.

**Miscellaneous Federal Grants Fund** To account for federal monies not otherwise designated to a specific purpose.

(continued)

*Combining Statements – Nonmajor Governmental Funds (continued)*

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*Nonmajor Debt Service Fund*

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The debt service fund is used to account for the accumulation of financial resources for, and the payment of, general long-term debt principal, interest, and related costs.

***Bond Retirement Fund*** To account for tax levies that are utilized for the repayment of general obligation bonds of the School District.

*Nonmajor Capital Projects Funds*

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Capital projects funds account for the acquisition, construction or improvement of capital facilities other than those financed by proprietary funds.

***Permanent Improvement Fund*** To account for monies used for the acquisition or construction of major capital facilities.

***Building Fund*** To account for monies used for construction and capital acquisitions.

***Capital Replacement Fund*** To account for the monies transferred from the general fund for the purpose of vehicle replacement.

***SchoolNet Fund*** This fund accounts for State monies used to obtain computers and related educational technology equipment and/or the necessary infrastructure for educational technology.

**Bedford City School District**  
*Combining Balance Sheet*  
*Nonmajor Governmental Funds*  
*June 30, 2008*

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$1,077,295	\$1,866,364	\$184,473	\$3,128,132
Accounts Receivable	4,867	0	0	4,867
Intergovernmental Receivable	659,136	0	0	659,136
Inventory Held for Resale	32,482	0	0	32,482
Materials and Supplies Inventory	4,794	0	0	4,794
Taxes Receivable	0	1,446,251	553,481	1,999,732
<i>Total Assets</i>	<u>\$1,778,574</u>	<u>\$3,312,615</u>	<u>\$737,954</u>	<u>\$5,829,143</u>
<b>Liabilities and Fund Balances</b>				
<b>Liabilities</b>				
Accounts Payable	\$111,669	\$0	\$6,750	\$118,419
Accrued Wages and Benefits Payable	215,375	0	0	215,375
Intergovernmental Payable	148,050	0	0	148,050
Interfund Payable	269,000	0	165,000	434,000
Deferred Revenue	303,854	1,209,129	472,364	1,985,347
Matured Compensated Absences Payable	1,190	0	0	1,190
<i>Total Liabilities</i>	<u>1,049,138</u>	<u>1,209,129</u>	<u>644,114</u>	<u>2,902,381</u>
<b>Fund Balances</b>				
Reserved for Encumbrances	142,207	0	113,548	255,755
Reserved for Property Taxes	0	205,111	62,063	267,174
Unreserved, Undesignated, Reported in:				
Special Revenue Funds	587,229	0	0	587,229
Debt Service Funds	0	1,898,375	0	1,898,375
Capital Projects Funds (Deficit)	0	0	(81,771)	(81,771)
<i>Total Fund Balances</i>	<u>729,436</u>	<u>2,103,486</u>	<u>93,840</u>	<u>2,926,762</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$1,778,574</u>	<u>\$3,312,615</u>	<u>\$737,954</u>	<u>\$5,829,143</u>

**Bedford City School District**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Governmental Funds*  
*For the Fiscal Year Ended June 30, 2008*

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Fund	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b>Revenues</b>				
Taxes	\$0	\$1,337,928	\$526,597	\$1,864,525
Intergovernmental	4,221,547	106,093	156,053	4,483,693
Interest	794	0	0	794
Charges for Services	752,549	0	0	752,549
Tuition and Fees	32,546	0	0	32,546
Rentals	37,617	0	0	37,617
Extracurricular Activities	196,848	0	0	196,848
Contributions and Donations	33,624	0	0	33,624
Miscellaneous	17,741	0	0	17,741
<i>Total Revenues</i>	<u>5,293,266</u>	<u>1,444,021</u>	<u>682,650</u>	<u>7,419,937</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular	1,184,948	0	0	1,184,948
Special	1,037,689	0	0	1,037,689
Vocational	188,119	0	0	188,119
Support Services:				
Pupil	265,880	0	0	265,880
Instructional Staff	358,620	0	0	358,620
Administration	151,180	0	0	151,180
Business	3,077	0	0	3,077
Operation and Maintenance of Plant	2,598	0	0	2,598
Central	11,257	0	0	11,257
Operation of Non-Instructional Services:				
Food Service Operations	1,647,393	0	0	1,647,393
Other Non-Instructional Services	434,894	0	0	434,894
Extracurricular Activities	234,352	0	0	234,352
Capital Outlay	0	0	1,410,907	1,410,907
Debt Service:				
Principal Retirement	46,000	1,048,134	0	1,094,134
Interest and Fiscal Charges	8,036	266,996	0	275,032
<i>Total Expenditures</i>	<u>5,574,043</u>	<u>1,315,130</u>	<u>1,410,907</u>	<u>8,300,080</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(280,777)</u>	<u>128,891</u>	<u>(728,257)</u>	<u>(880,143)</u>
<b>Other Financing Sources (Uses)</b>				
Transfers In	104,250	58,130	0	162,380
Transfers Out	0	0	(58,130)	(58,130)
<i>Total Other Financing Sources (Uses)</i>	<u>104,250</u>	<u>58,130</u>	<u>(58,130)</u>	<u>104,250</u>
<i>Net Change in Fund Balances</i>	(176,527)	187,021	(786,387)	(775,893)
<i>Fund Balances Beginning of Year</i>	<u>905,963</u>	<u>1,916,465</u>	<u>880,227</u>	<u>3,702,655</u>
<i>Fund Balances End of Year</i>	<u>\$729,436</u>	<u>\$2,103,486</u>	<u>\$93,840</u>	<u>\$2,926,762</u>



**Bedford City School District**  
*Combining Balance Sheet*  
*Nonmajor Special Revenue Funds*  
*June 30, 2008*

	Food Service	Summer School	Adult and Continuing Education	Recreation
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$21,145	\$35,325	\$23,017	\$6,336
Accounts Receivable	1,585	3,032	0	0
Intergovernmental Receivable	133,895	0	0	0
Inventory Held for Resale	32,482	0	0	0
Materials and Supplies Inventory	4,794	0	0	0
<i>Total Assets</i>	<u>\$193,901</u>	<u>\$38,357</u>	<u>\$23,017</u>	<u>\$6,336</u>
<b>Liabilities and Fund Balances</b>				
<b>Liabilities</b>				
Accounts Payable	\$0	\$0	\$0	\$0
Accrued Wages and Benefits Payable	46,740	0	0	0
Intergovernmental Payable	77,858	2,225	0	44
Interfund Payable	0	0	0	0
Deferred Revenue	0	0	0	0
Matured Compensated Absences Payable	1,190	0	0	0
<i>Total Liabilities</i>	<u>125,788</u>	<u>2,225</u>	<u>0</u>	<u>44</u>
<b>Fund Balances</b>				
Reserved for Encumbrances	0	0	0	0
Unreserved, Undesignated (Deficit)	68,113	36,132	23,017	6,292
<i>Total Fund Balances (Deficit)</i>	<u>68,113</u>	<u>36,132</u>	<u>23,017</u>	<u>6,292</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$193,901</u>	<u>\$38,357</u>	<u>\$23,017</u>	<u>\$6,336</u>

(continued)

**Bedford City School District**  
*Combining Balance Sheet*  
*Nonmajor Special Revenue Funds (continued)*  
*June 30, 2008*

	Public School Support	Local Grants	Special Enterprise	District Managed Student Activities
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$76,458	\$60,660	\$90,960	\$18,995
Accounts Receivable	0	0	250	0
Intergovernmental Receivable	0	0	0	0
Inventory Held for Resale	0	0	0	0
Materials and Supplies Inventory	0	0	0	0
<i>Total Assets</i>	<u>\$76,458</u>	<u>\$60,660</u>	<u>\$91,210</u>	<u>\$18,995</u>
<b>Liabilities and Fund Balances</b>				
<b>Liabilities</b>				
Accounts Payable	\$5,752	\$7,257	\$0	\$7,015
Accrued Wages and Benefits Payable	0	0	0	0
Intergovernmental Payable	0	59	0	94
Interfund Payable	0	0	0	0
Deferred Revenue	0	0	0	0
Matured Compensated Absences Payable	0	0	0	0
<i>Total Liabilities</i>	<u>5,752</u>	<u>7,316</u>	<u>0</u>	<u>7,109</u>
<b>Fund Balances</b>				
Reserved for Encumbrances	5,160	1,935	0	10,337
Unreserved, Undesignated (Deficit)	65,546	51,409	91,210	1,549
<i>Total Fund Balances (Deficit)</i>	<u>70,706</u>	<u>53,344</u>	<u>91,210</u>	<u>11,886</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$76,458</u>	<u>\$60,660</u>	<u>\$91,210</u>	<u>\$18,995</u>

Auxiliary Services	Education Management Information Systems	Entry Year Teachers	SchoolNet Professional Development	Ohio Reads Grant	Poverty Aid
\$97,541	\$4,808	\$0	\$2,970	\$13,701	\$465,801
0	0	0	0	0	0
0	0	0	0	29,713	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$97,541</u>	<u>\$4,808</u>	<u>\$0</u>	<u>\$2,970</u>	<u>\$43,414</u>	<u>\$465,801</u>
\$31,559	\$0	\$0	\$0	\$5,611	\$11,368
4,314	0	0	0	18,696	19,119
3,386	4,808	245	0	4,688	19,966
0	0	0	0	20,000	0
0	0	0	0	10,529	0
0	0	0	0	0	0
<u>39,259</u>	<u>4,808</u>	<u>245</u>	<u>0</u>	<u>59,524</u>	<u>50,453</u>
24,327	0	0	0	2,371	11,996
33,955	0	(245)	2,970	(18,481)	403,352
<u>58,282</u>	<u>0</u>	<u>(245)</u>	<u>2,970</u>	<u>(16,110)</u>	<u>415,348</u>
<u>\$97,541</u>	<u>\$4,808</u>	<u>\$0</u>	<u>\$2,970</u>	<u>\$43,414</u>	<u>\$465,801</u>

(continued)

**Bedford City School District**  
*Combining Balance Sheet*  
*Nonmajor Special Revenue Funds (continued)*  
*June 30, 2008*

	Miscellaneous State Grants	Title VI-B	Vocational Education	Title I
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$5,572	\$44,043	\$4,282	\$71,631
Accounts Receivable	0	0	0	0
Intergovernmental Receivable	0	241,825	12,979	178,482
Inventory Held for Resale	0	0	0	0
Materials and Supplies Inventory	0	0	0	0
<i>Total Assets</i>	<u>\$5,572</u>	<u>\$285,868</u>	<u>\$17,261</u>	<u>\$250,113</u>
<b>Liabilities and Fund Balances</b>				
<b>Liabilities</b>				
Accounts Payable	\$0	\$4,328	\$1,609	\$25,153
Accrued Wages and Benefits Payable	0	38,888	0	72,658
Intergovernmental Payable	0	9,128	0	18,915
Interfund Payable	0	90,000	10,000	100,000
Deferred Revenue	0	163,244	0	106,046
Matured Compensated Absences Payable	0	0	0	0
<i>Total Liabilities</i>	<u>0</u>	<u>305,588</u>	<u>11,609</u>	<u>322,772</u>
<b>Fund Balances</b>				
Reserved for Encumbrances	0	35,015	2,141	41,247
Unreserved, Undesignated (Deficit)	5,572	(54,735)	3,511	(113,906)
<i>Total Fund Balances (Deficit)</i>	<u>5,572</u>	<u>(19,720)</u>	<u>5,652</u>	<u>(72,659)</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$5,572</u>	<u>\$285,868</u>	<u>\$17,261</u>	<u>\$250,113</u>

<u>Title VI</u>	<u>Drug Free Schools</u>	<u>Preschool Handicapped</u>	<u>Title VI-R</u>	<u>Miscellaneous Federal Grants</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$1,541	\$3,000	\$8,311	\$19,584	\$1,614	\$1,077,295
0	0	0	0	0	4,867
10,288	1,191	10,305	34,628	5,830	659,136
0	0	0	0	0	32,482
0	0	0	0	0	4,794
<u>\$11,829</u>	<u>\$4,191</u>	<u>\$18,616</u>	<u>\$54,212</u>	<u>\$7,444</u>	<u>\$1,778,574</u>
\$0	\$0	\$79	\$11,789	\$149	\$111,669
0	0	0	14,960	0	215,375
45	0	0	6,589	0	148,050
3,000	3,000	15,000	28,000	0	269,000
8,829	1,191	2,254	6,081	5,680	303,854
0	0	0	0	0	1,190
<u>11,874</u>	<u>4,191</u>	<u>17,333</u>	<u>67,419</u>	<u>5,829</u>	<u>1,049,138</u>
228	0	6,541	601	308	142,207
(273)	0	(5,258)	(13,808)	1,307	587,229
(45)	0	1,283	(13,207)	1,615	729,436
<u>\$11,829</u>	<u>\$4,191</u>	<u>\$18,616</u>	<u>\$54,212</u>	<u>\$7,444</u>	<u>\$1,778,574</u>

**Bedford City School District**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Special Revenue Funds*  
*For the Fiscal Year Ended June 30, 2008*

	Food Service	Summer School	Adult and Continuing Education	Recreation
<b>Revenues</b>				
Intergovernmental	\$867,048	\$0	\$0	\$0
Interest	0	0	0	0
Charges for Services	750,540	0	0	0
Tuition and Fees	0	28,221	0	0
Rentals	0	0	0	3,857
Extracurricular Activities	0	0	0	0
Contributions and Donations	0	0	0	0
Miscellaneous	0	0	0	2,594
<i>Total Revenues</i>	<u>1,617,588</u>	<u>28,221</u>	<u>0</u>	<u>6,451</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular	0	12,322	0	0
Special	0	0	0	0
Vocational	0	0	0	0
Support Services:				
Pupil	0	0	0	0
Instructional Staff	0	0	0	0
Administration	0	7,744	0	0
Business	0	0	0	0
Operation and Maintenance of Plant	0	0	0	0
Central	0	0	0	0
Operation of Non-Instructional Services:				
Food Service Operations	1,647,393	0	0	0
Other Non-Instructional Services	0	0	0	8,066
Extracurricular Activities	0	0	0	0
Debt Service:				
Principal Retirement	0	0	0	0
Interest and Fiscal Charges	0	0	0	0
<i>Total Expenditures</i>	<u>1,647,393</u>	<u>20,066</u>	<u>0</u>	<u>8,066</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(29,805)	8,155	0	(1,615)
<b>Other Financing Sources</b>				
Transfers In	0	0	0	0
<i>Net Change in Fund Balances</i>	(29,805)	8,155	0	(1,615)
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>97,918</u>	<u>27,977</u>	<u>23,017</u>	<u>7,907</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$68,113</u>	<u>\$36,132</u>	<u>\$23,017</u>	<u>\$6,292</u>

Public School Support	Local Grants	Special Enterprise	District Managed Student Activities	Auxiliary Services	Education Management Information Systems	Entry Year Teachers
\$0	\$14,298	\$0	\$0	\$378,776	\$13,807	\$15,200
0	0	0	0	794	0	0
0	0	0	2,009	0	0	0
4,325	0	0	0	0	0	0
0	0	33,760	0	0	0	0
82,999	0	0	113,849	0	0	0
13,098	9,434	0	11,092	0	0	0
15,147	0	0	0	0	0	0
115,569	23,732	33,760	126,950	379,570	13,807	15,200
109,834	4,180	0	0	0	0	0
0	0	0	0	0	0	0
0	20,490	0	0	0	0	0
0	265	0	0	0	0	0
1,692	12,727	0	0	0	19,708	15,445
1,542	0	0	0	0	0	0
2,828	0	249	0	0	0	0
0	0	0	0	0	0	0
6,322	0	0	0	0	0	0
0	0	0	0	0	0	0
1,287	4,755	0	0	350,340	0	0
3,444	0	0	230,908	0	0	0
0	0	46,000	0	0	0	0
0	0	8,036	0	0	0	0
126,949	42,417	54,285	230,908	350,340	19,708	15,445
(11,380)	(18,685)	(20,525)	(103,958)	29,230	(5,901)	(245)
0	0	0	104,250	0	0	0
(11,380)	(18,685)	(20,525)	292	29,230	(5,901)	(245)
82,086	72,029	111,735	11,594	29,052	5,901	0
\$70,706	\$53,344	\$91,210	\$11,886	\$58,282	\$0	(\$245)

(continued)

**Bedford City School District**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Special Revenue Funds (continued)*  
*For the Fiscal Year Ended June 30, 2008*

	Data Communications	SchoolNet Professional Development	Ohio Reads Grant	Poverty Aid
<b>Revenues</b>				
Intergovernmental	\$18,000	\$2,970	\$180,065	\$926,732
Interest	0	0	0	0
Charges for Services	0	0	0	0
Tuition and Fees	0	0	0	0
Rentals	0	0	0	0
Extracurricular Activities	0	0	0	0
Contributions and Donations	0	0	0	0
Miscellaneous	0	0	0	0
<i>Total Revenues</i>	<u>18,000</u>	<u>2,970</u>	<u>180,065</u>	<u>926,732</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular	0	0	11,744	901,019
Special	0	0	0	0
Vocational	0	0	0	0
Support Services:				
Pupil	0	0	0	0
Instructional Staff	18,000	0	186,369	0
Administration	0	0	0	0
Business	0	0	0	0
Operation and Maintenance of Plant	0	0	0	0
Central	0	0	0	0
Operation of Non-Instructional Services:				
Food Service Operations	0	0	0	0
Other Non-Instructional Services	0	0	0	0
Extracurricular Activities	0	0	0	0
Debt Service:				
Principal Retirement	0	0	0	0
Interest and Fiscal Charges	0	0	0	0
<i>Total Expenditures</i>	<u>18,000</u>	<u>0</u>	<u>198,113</u>	<u>901,019</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	0	2,970	(18,048)	25,713
<b>Other Financing Sources</b>				
Transfers In	0	0	0	0
<i>Net Change in Fund Balances</i>	0	2,970	(18,048)	25,713
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>1,938</u>	<u>389,635</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$0</u>	<u>\$2,970</u>	<u>(\$16,110)</u>	<u>\$415,348</u>



Miscellaneous State Grants	Title VI-B	Vocational Education	Title III	Title I	Title VI	Drug Free Schools
\$41,883	\$775,162	\$144,891	\$3,059	\$638,924	\$2,115	\$15,578
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	0
41,883	775,162	144,891	3,059	638,924	2,115	15,578
2,838	0	0	3,059	0	3,065	13,331
0	528,842	0	0	461,546	0	0
0	41,646	125,983	0	0	0	0
10,279	100,239	8,645	0	146,452	0	0
18,694	28,706	9,920	0	15,638	0	150
0	133,091	8,803	0	0	0	0
0	0	0	0	0	0	0
0	0	0	0	0	0	2,598
0	0	4,935	0	0	0	0
0	0	0	0	0	0	0
0	19,616	0	0	44,977	464	42
0	0	0	0	0	0	0
0	0	0	0	0	0	0
31,811	852,140	158,286	3,059	668,613	3,529	16,121
10,072	(76,978)	(13,395)	0	(29,689)	(1,414)	(543)
0	0	0	0	0	0	0
10,072	(76,978)	(13,395)	0	(29,689)	(1,414)	(543)
(4,500)	57,258	19,047	0	(42,970)	1,369	543
\$5,572	(\$19,720)	\$5,652	\$0	(\$72,659)	(\$45)	\$0

(continued)

**Bedford City School District**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Special Revenue Funds (continued)*  
*For the Fiscal Year Ended June 30, 2008*

	Preschool Handicapped	Title VI-R	Miscellaneous Federal Grants	Total Nonmajor Special Revenue Funds
<b>Revenues</b>				
Intergovernmental	\$43,697	\$135,517	\$3,825	\$4,221,547
Interest	0	0	0	794
Charges for Services	0	0	0	752,549
Tuition and Fees	0	0	0	32,546
Rentals	0	0	0	37,617
Extracurricular Activities	0	0	0	196,848
Contributions and Donations	0	0	0	33,624
Miscellaneous	0	0	0	17,741
<i>Total Revenues</i>	<u>43,697</u>	<u>135,517</u>	<u>3,825</u>	<u>5,293,266</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular	0	121,230	2,326	1,184,948
Special	47,301	0	0	1,037,689
Vocational	0	0	0	188,119
Support Services:				
Pupil	0	0	0	265,880
Instructional Staff	0	30,071	1,500	358,620
Administration	0	0	0	151,180
Business	0	0	0	3,077
Operation and Maintenance of Plant	0	0	0	2,598
Central	0	0	0	11,257
Operation of Non-Instructional Services:				
Food Service Operations	0	0	0	1,647,393
Other Non-Instructional Services	0	4,685	662	434,894
Extracurricular Activities	0	0	0	234,352
Debt Service:				
Principal Retirement	0	0	0	46,000
Interest and Fiscal Charges	0	0	0	8,036
<i>Total Expenditures</i>	<u>47,301</u>	<u>155,986</u>	<u>4,488</u>	<u>5,574,043</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(3,604)	(20,469)	(663)	(280,777)
<b>Other Financing Sources</b>				
Transfers In	0	0	0	104,250
<i>Net Change in Fund Balances</i>	(3,604)	(20,469)	(663)	(176,527)
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>4,887</u>	<u>7,262</u>	<u>2,278</u>	<u>905,963</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$1,283</u>	<u>(\$13,207)</u>	<u>\$1,615</u>	<u>\$729,436</u>

**Bedford City School District**  
*Combining Balance Sheet*  
*Nonmajor Capital Projects Funds*  
*June 30, 2008*

	Permanent Improvement	Building	Capital Replacement	SchoolNet	Total Nonmajor Capital Projects Funds
<b>Assets</b>					
Equity in Pooled Cash and Cash Equivalents	\$125,332	\$30,745	\$844	\$27,552	\$184,473
Taxes Receivable	553,481	0	0	0	553,481
<i>Total Assets</i>	<u>\$678,813</u>	<u>\$30,745</u>	<u>\$844</u>	<u>\$27,552</u>	<u>\$737,954</u>
<b>Liabilities and Fund Balances</b>					
<b>Liabilities</b>					
Accounts Payable	\$6,750	\$0	\$0	\$0	\$6,750
Interfund Payable	165,000	0	0	0	165,000
Deferred Revenue	472,364	0	0	0	472,364
<i>Total Liabilities</i>	<u>644,114</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>644,114</u>
<b>Fund Balances</b>					
Reserved for Encumbrances	113,548	0	0	0	113,548
Reserved for Property Taxes	62,063	0	0	0	62,063
Unreserved, Undesignated (Deficit)	(140,912)	30,745	844	27,552	(81,771)
<i>Total Fund Balances</i>	<u>34,699</u>	<u>30,745</u>	<u>844</u>	<u>27,552</u>	<u>93,840</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$678,813</u>	<u>\$30,745</u>	<u>\$844</u>	<u>\$27,552</u>	<u>\$737,954</u>

**Bedford City School District**  
*Combining Statement of Revenues, Expenditures and Changes in Fund Balances*  
*Nonmajor Capital Projects Funds*  
*For the Fiscal Year Ended June 30, 2008*

	Permanent Improvement	Building	Capital Replacement	SchoolNet	Total Nonmajor Capital Projects Funds
<b>Revenues</b>					
Taxes	\$526,597	\$0	\$0	\$0	\$526,597
Intergovernmental	128,501	0	0	27,552	156,053
Interest	0	0	0	0	0
Miscellaneous	0	0	0	0	0
<i>Total Revenues</i>	655,098	0	0	27,552	682,650
<b>Expenditures</b>					
Capital Outlay	1,260,907	0	150,000	0	1,410,907
<i>Excess of Revenues Over (Under) Expenditures</i>	(605,809)	0	(150,000)	27,552	(728,257)
<b>Other Financing Uses</b>					
Transfers Out	0	(58,130)	0	0	(58,130)
<i>Net Change in Fund Balances</i>	(605,809)	(58,130)	(150,000)	27,552	(786,387)
<i>Fund Balances Beginning of Year</i>	640,508	88,875	150,844	0	880,227
<i>Fund Balances End of Year</i>	\$34,699	\$30,745	\$844	\$27,552	\$93,840

*Combining Statements - Internal Service Funds*

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Internal service funds account for the financing of goods or services provided by one fund of the School District to other funds of the School District on a cost-reimbursement basis.

***Self Insurance Fund*** To account for the transactions of the School District's self-funded dental and prescription drug benefits fund.

***Computer Network Fund*** To account for group purchases of computer supplies.

**Bedford City School District**  
*Combining Statement of Fund Net Assets*  
*Internal Service Funds*  
*June 30, 2008*

	Self Insurance	Computer Network	Total Internal Service Funds
<b>Assets</b>			
Equity in Pooled Cash and Cash Equivalents	\$1,331,246	\$578	\$1,331,824
<b>Liabilities</b>			
Claims Payable	80,000	0	80,000
<b>Net Assets</b>			
Unrestricted	\$1,251,246	\$578	\$1,251,824

**Bedford City School District**  
*Combining Statement of Revenues,  
Expenses and Changes in Fund Net Assets  
Internal Service Funds  
For the Fiscal Year Ended June 30, 2008*

	Self Insurance	Computer Network	Total Internal Service Funds
<b>Operating Revenues</b>			
Charges for Services	\$1,154,063	\$0	\$1,154,063
<b>Operating Expenses</b>			
Purchased Services	14,684	0	14,684
Claims	1,164,245	0	1,164,245
<i>Total Operating Expenses</i>	1,178,929	0	1,178,929
<i>Change in Net Assets</i>	(24,866)	0	(24,866)
<i>Net Assets Beginning of Year</i>	1,276,112	578	1,276,690
<i>Net Assets End of Year</i>	\$1,251,246	\$578	\$1,251,824

**Bedford City School District**  
*Combining Statement of Cash Flows*  
*Internal Service Funds*  
For the Fiscal Year Ended June 30, 2008

	Self Insurance	Computer Network	Total Internal Service Funds
<b>Increase (Decrease) in Cash and Cash Equivalents</b>			
<b>Cash Flows from Operating Activities</b>			
Cash Received from Interfund Services	\$1,154,063	\$0	\$1,154,063
Cash Payments for Purchased Services	(14,684)	0	(14,684)
Cash Payments for Claims	(1,167,245)	0	(1,167,245)
<i>Net Decrease in Cash and Cash Equivalents</i>	(27,866)	0	(27,866)
<i>Cash and Cash Equivalents Beginning of Year</i>	1,359,112	578	1,359,690
<i>Cash and Cash Equivalents End of Year</i>	\$1,331,246	\$578	\$1,331,824
 <b>Reconciliation of Operating Loss to Net Cash Used for Operating Activities</b>			
Operating Loss	(\$24,866)	\$0	(\$24,866)
<i>Adjustments:</i>			
Decrease in Claims Payable	(3,000)	0	(3,000)
<i>Net Cash Used for Operating Activities</i>	(\$27,866)	\$0	(\$27,866)



*Agency Fund*

Agency Funds are purely custodial (assets equal liabilities) and thus do not involve the measurement of results of operations.

***Student Activities Fund*** To account for resources that belong to the student bodies of various schools, accounting for sales and other revenue generating activities.

**Bedford City School District**  
*Statement of Changes in Assets and Liabilities*  
*Agency Fund*  
*For the Fiscal Year Ended June 30, 2008*

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	Beginning Balance June 30, 2007	Additions	Reductions	Ending Balance June 30, 2008
<b><i>Student Activities Fund</i></b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	\$30,826	\$80,528	\$88,707	\$22,647
<b>Liabilities</b>				
Due to Students	\$30,826	\$80,528	\$88,707	\$22,647

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

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Fund*  
*For the Fiscal Year Ended June 30, 2008*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Taxes	\$29,000,000	\$29,426,513	\$29,433,081	\$6,568
Intergovernmental	11,956,300	11,604,204	11,817,604	213,400
Interest	1,000,000	900,000	890,620	(9,380)
Charges for Services	14,000	15,000	15,151	151
Tuition and Fees	1,141,500	1,793,003	1,646,785	(146,218)
Rentals	0	10,000	8,618	(1,382)
Miscellaneous	344,637	511,033	527,632	16,599
<i>Total Revenues</i>	43,456,437	44,259,753	44,339,491	79,738
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	10,583,500	10,350,187	10,341,471	8,716
Fringe Benefits	3,718,000	3,487,532	3,668,619	(181,087)
Purchased Services	1,708,061	2,391,306	2,289,818	101,488
Materials and Supplies	766,776	958,643	891,290	67,353
Capital Outlay - New	4,200	38,384	36,184	2,200
Capital Outlay - Replacement	5,000	3,940	3,532	408
Other	22,580	18,618	17,133	1,485
Total Regular	16,808,117	17,248,610	17,248,047	563
Special:				
Salaries and Wages	3,607,000	3,682,000	3,680,446	1,554
Fringe Benefits	1,000,000	1,275,000	1,049,959	225,041
Purchased Services	2,275	2,085	2,004	81
Materials and Supplies	5,519	5,635	4,781	854
Capital Outlay - New	0	5,356	4,803	553
Other	2,000	336	285	51
Total Special	4,616,794	4,970,412	4,742,278	228,134
Vocational:				
Salaries and Wages	1,050,000	1,045,000	1,036,687	8,313
Fringe Benefits	412,000	442,000	440,209	1,791
Purchased Services	8,780	8,780	6,391	2,389
Materials and Supplies	27,424	33,424	21,972	11,452
Capital Outlay - New	15,000	9,000	4,348	4,652
Capital Outlay - Replacement	5,465	5,465	0	5,465
Total Vocational	1,518,669	1,543,669	1,509,607	34,062
Total Instruction	\$22,943,580	\$23,762,691	\$23,499,932	\$262,759

(continued)

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Fund (continued)*  
*For the Fiscal Year Ended June 30, 2008*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Support Services:				
Pupil:				
Salaries and Wages	\$1,732,000	\$1,697,000	\$1,687,644	\$9,356
Fringe Benefits	503,000	533,000	528,942	4,058
Purchased Services	468,542	460,240	430,377	29,863
Materials and Supplies	72,078	64,361	50,210	14,151
Total Pupil	2,775,620	2,754,601	2,697,173	57,428
Instructional Staff:				
Salaries and Wages	954,000	793,612	788,983	4,629
Fringe Benefits	302,453	292,676	286,288	6,388
Purchased Services	184,319	253,724	235,471	18,253
Materials and Supplies	147,015	170,514	162,068	8,446
Capital Outlay - New	15,562	20,261	20,253	8
Other	1,000	926	926	0
Total Instructional Staff	1,604,349	1,531,713	1,493,989	37,724
Board of Education:				
Salaries and Wages	30,000	30,000	18,803	11,197
Fringe Benefits	29,000	3,000	0	3,000
Purchased Services	228,838	229,838	219,253	10,585
Materials and Supplies	600	750	406	344
Other	45,539	44,389	21,171	23,218
Total Board of Education	333,977	307,977	259,633	48,344
Administration:				
Salaries and Wages	2,375,000	2,075,000	2,066,408	8,592
Fringe Benefits	932,007	832,007	827,182	4,825
Purchased Services	239,103	228,614	135,735	92,879
Materials and Supplies	74,978	83,245	68,390	14,855
Capital Outlay - New	4,488	7,054	6,132	922
Other	85,716	63,926	57,531	6,395
Total Administration	\$3,711,292	\$3,289,846	\$3,161,378	\$128,468

(continued)

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Fund (continued)*  
*For the Fiscal Year Ended June 30, 2008*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Fiscal:				
Salaries and Wages	\$342,800	\$327,800	\$320,022	\$7,778
Fringe Benefits	127,000	127,000	123,677	3,323
Purchased Services	119,567	123,710	120,120	3,590
Materials and Supplies	7,198	8,530	8,486	44
Capital Outlay - New	4,000	3,525	0	3,525
Capital Outlay - Replacement	5,000	0	0	0
Other	652,528	753,147	749,200	3,947
<b>Total Fiscal</b>	<b>1,258,093</b>	<b>1,343,712</b>	<b>1,321,505</b>	<b>22,207</b>
Business:				
Salaries and Wages	305,900	305,900	303,359	2,541
Fringe Benefits	108,860	113,960	113,639	321
Purchased Services	282,919	300,872	277,545	23,327
Materials and Supplies	23,450	25,450	21,755	3,695
Capital Outlay - New	10,000	2,000	1,787	213
Capital Outlay - Replacement	64,237	64,237	63,377	860
Other	1,500	6,587	6,587	0
<b>Total Business</b>	<b>796,866</b>	<b>819,006</b>	<b>788,049</b>	<b>30,957</b>
Operation and Maintenance of Plant:				
Salaries and Wages	2,678,000	2,493,000	2,480,750	12,250
Fringe Benefits	1,298,674	1,261,274	1,258,360	2,914
Purchased Services	2,937,156	2,998,028	2,710,994	287,034
Materials and Supplies	234,609	235,438	232,708	2,730
Capital Outlay - New	77,658	67,918	67,918	0
Capital Outlay - Replacement	59,480	63,820	62,735	1,085
Other	8,900	6,574	4,829	1,745
<b>Total Operation and Maintenance of Plant</b>	<b>7,294,477</b>	<b>7,126,052</b>	<b>6,818,294</b>	<b>307,758</b>
Pupil Transportation:				
Salaries and Wages	2,110,000	2,055,000	2,041,504	13,496
Fringe Benefits	579,400	581,400	580,980	420
Purchased Services	313,021	270,468	255,489	14,979
Materials and Supplies	567,179	606,279	592,377	13,902
Capital Outlay - Replacement	205,000	160,000	153,168	6,832
Other	2,800	3,100	2,624	476
<b>Total Pupil Transportation</b>	<b>\$3,777,400</b>	<b>\$3,676,247</b>	<b>\$3,626,142</b>	<b>\$50,105</b>

(continued)

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Fund (continued)*  
*For the Fiscal Year Ended June 30, 2008*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Central:				
Salaries and Wages	\$179,200	\$179,200	\$171,248	\$7,952
Fringe Benefits	60,000	67,100	67,040	60
Purchased Services	71,600	66,044	63,339	2,705
Materials and Supplies	4,070	21,168	21,051	117
Capital Outlay - New	2,000	1,380	1,380	0
Capital Outlay - Replacement	2,000	1,099	1,099	0
Other	1,000	978	978	0
Total Central	319,870	336,969	326,135	10,834
Total Support Services	21,871,944	21,186,123	20,492,298	693,825
Extracurricular Activities:				
Academic and Subject Oriented:				
Salaries and Wages	57,600	57,600	52,128	5,472
Fringe Benefits	1,500	2,900	2,861	39
Total Academic and Subject Oriented	59,100	60,500	54,989	5,511
Occupation Oriented:				
Salaries and Wages	5,500	5,500	4,459	1,041
Fringe Benefits	1,850	350	0	350
Total Occupation Oriented	7,350	5,850	4,459	1,391
Sports Oriented:				
Salaries and Wages	360,700	358,200	339,261	18,939
Fringe Benefits	25,600	34,200	34,189	11
Total Sports Oriented	386,300	392,400	373,450	18,950
School and Public Service Oriented:				
Salaries and Wages	39,380	41,880	41,488	392
Fringe Benefits	3,500	27,500	27,122	378
Total School and Public Service Oriented	42,880	69,380	68,610	770
Total Extracurricular Activities	495,630	528,130	501,508	26,622
Capital Outlay:				
Architecture and Engineering Services				
Capital Outlay	0	4,512	4,512	0
Debt Service:				
Principal Retirement	297,000	222,299	221,940	359
Interest and Fiscal Charges	111,000	127,574	126,921	653
Total Debt Service	\$408,000	\$349,873	\$348,861	\$1,012

(continued)

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*General Fund (continued)*  
*For the Fiscal Year Ended June 30, 2008*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<i>Total Expenditures</i>	\$45,719,154	\$45,831,329	\$44,847,111	\$984,218
<i>Excess of Revenues Under Expenditures</i>	(2,262,717)	(1,571,576)	(507,620)	1,063,956
<b>Other Financing Sources (Uses)</b>				
Proceeds from the Sale of Capital Assets	0	4,000	3,547	(453)
Advances In	0	1,301,500	1,301,500	0
Advances Out	(447,700)	(434,000)	(434,000)	0
Transfers Out	(79,250)	(104,250)	(104,250)	0
<i>Total Other Financing Sources (Uses)</i>	(526,950)	767,250	766,797	(453)
<i>Net Change in Fund Balance</i>	(2,789,667)	(804,326)	259,177	1,063,503
<i>Fund Balance Beginning of Year</i>	11,316,193	11,316,193	11,316,193	0
Prior Year Encumbrances Appropriated	915,842	915,842	915,842	0
<i>Fund Balance End of Year</i>	\$9,442,368	\$11,427,709	\$12,491,212	\$1,063,503

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Food Service Fund*  
*For the Fiscal Year Ended June 30, 2008*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$681,000	\$815,800	\$808,019	(\$7,781)
Charges for Services	744,000	809,200	748,955	(60,245)
<i>Total Revenues</i>	<u>1,425,000</u>	<u>1,625,000</u>	<u>1,556,974</u>	<u>(68,026)</u>
<b>Expenditures</b>				
Current:				
Operation of Non-Instructional Services:				
Food Services Operations:				
Salaries and Wages	618,200	615,852	607,486	8,366
Fringe Benefits	204,500	219,754	215,867	3,887
Purchased Services	18,960	28,614	28,068	546
Materials and Supplies	601,400	813,218	762,403	50,815
Capital Outlay - New	0	5,420	490	4,930
Capital Outlay - Replacement	7,600	2,802	2,568	234
<i>Total Expenditures</i>	<u>1,450,660</u>	<u>1,685,660</u>	<u>1,616,882</u>	<u>68,778</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(25,660)</u>	<u>(60,660)</u>	<u>(59,908)</u>	<u>752</u>
<b>Other Financing Sources (Uses)</b>				
Advances In	175,000	25,000	0	(25,000)
Advances Out	(100,000)	(100,000)	(100,000)	0
<i>Total Other Financing Sources (Uses)</i>	<u>75,000</u>	<u>(75,000)</u>	<u>(100,000)</u>	<u>(25,000)</u>
<i>Net Change in Fund Balance</i>	49,340	(135,660)	(159,908)	(24,248)
<i>Fund Balance Beginning of Year</i>	180,393	180,393	180,393	0
Prior Year Encumbrances Appropriated	660	660	660	0
<i>Fund Balance End of Year</i>	<u>\$230,393</u>	<u>\$45,393</u>	<u>\$21,145</u>	<u>(\$24,248)</u>



**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Summer School Fund*  
*For the Fiscal Year Ended June 30, 2008*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Tuition and Fees	\$26,000	\$26,000	\$27,982	\$1,982
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	25,000	14,556	11,409	3,147
Fringe Benefits	0	3,585	3,585	0
Total Instruction	25,000	18,141	14,994	3,147
Support Services:				
Administration:				
Salaries and Wages	0	5,847	5,847	0
Fringe Benefits	0	1,012	1,012	0
Total Support Services	0	6,859	6,859	0
<i>Total Expenditures</i>	25,000	25,000	21,853	3,147
<i>Excess of Revenues Over Expenditures</i>	1,000	1,000	6,129	5,129
<b>Other Financing Uses</b>				
Advances Out	(25,000)	(25,000)	(25,000)	0
<i>Net Change in Fund Balance</i>	(24,000)	(24,000)	(18,871)	5,129
<i>Fund Balance Beginning of Year</i>	54,196	54,196	54,196	0
<i>Fund Balance End of Year</i>	\$30,196	\$30,196	\$35,325	\$5,129

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Adult and Continuing Education Fund*  
*For the Fiscal Year Ended June 30, 2008*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>	\$0	\$0	\$0	\$0
<b>Expenditures</b>	0	0	0	0
<i>Net Change in Fund Balance</i>	0	0	0	0
<i>Fund Balance Beginning of Year</i>	23,017	23,017	23,017	0
<i>Fund Balance End of Year</i>	<u>\$23,017</u>	<u>\$23,017</u>	<u>\$23,017</u>	<u>\$0</u>

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Recreation Fund*  
*For the Fiscal Year Ended June 30, 2008*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Rentals	\$5,000	\$5,000	\$3,857	(\$1,143)
Miscellaneous	6,000	3,000	2,594	(406)
<i>Total Revenue</i>	<u>11,000</u>	<u>8,000</u>	<u>6,451</u>	<u>(1,549)</u>
<b>Expenditures</b>				
Current:				
Operation of Non-Instructional Services:				
Other Non-Instructional Services:				
Community Services:				
Salaries and Wages	8,000	6,773	6,137	636
Fringe Benefits	1,400	1,487	911	576
Purchased Services	100	144	120	24
Materials and Supplies	100	1,596	1,496	100
Capital Outlay - New	400	0	0	0
<i>Total Expenditures</i>	<u>10,000</u>	<u>10,000</u>	<u>8,664</u>	<u>1,336</u>
<i>Net Change in Fund Balance</i>	1,000	(2,000)	(2,213)	(213)
<i>Fund Balance Beginning of Year</i>	<u>8,549</u>	<u>8,549</u>	<u>8,549</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$9,549</u></u>	<u><u>\$6,549</u></u>	<u><u>\$6,336</u></u>	<u><u>(\$213)</u></u>

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Public School Support Fund*  
*For the Fiscal Year Ended June 30, 2008*

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<b>Revenues</b>				
Tuition and Fees	\$7,000	\$7,000	\$4,325	(\$2,675)
Extracurricular Activities	111,600	83,100	82,999	(101)
Contributions and Donations	14,000	14,000	13,098	(902)
Miscellaneous	31,400	31,400	15,147	(16,253)
<i>Total Revenues</i>	<u>164,000</u>	<u>135,500</u>	<u>115,569</u>	<u>(19,931)</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Purchased Services	89,496	73,080	52,841	20,239
Materials and Supplies	75,266	60,501	38,496	22,005
Capital Outlay - New	210	210	0	210
Capital Outlay - Replacement	83	83	0	83
Other	8,150	25,237	21,935	3,302
Total Regular	<u>173,205</u>	<u>159,111</u>	<u>113,272</u>	<u>45,839</u>
Vocational:				
Materials and Supplies	<u>3</u>	<u>3</u>	<u>0</u>	<u>3</u>
Total Instruction	<u>173,208</u>	<u>159,114</u>	<u>113,272</u>	<u>45,842</u>
Support Services:				
Pupils:				
Materials and Supplies	<u>735</u>	<u>0</u>	<u>0</u>	<u>0</u>
Instructional Staff:				
Salaries and Wages	6,633	6,633	0	6,633
Fringe Benefits	2,124	3,665	1,692	1,973
Purchased Services	1,435	1,435	0	1,435
Materials and Supplies	2,018	2,118	0	2,118
Other	<u>16</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Instructional Staff	<u>12,226</u>	<u>13,851</u>	<u>1,692</u>	<u>12,159</u>
Administration:				
Purchased Services	1,177	1,177	0	1,177
Materials and Supplies	<u>3,751</u>	<u>5,048</u>	<u>1,542</u>	<u>3,506</u>
Total Administration	<u>\$4,928</u>	<u>\$6,225</u>	<u>\$1,542</u>	<u>\$4,683</u>

(continued)

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Public School Support Fund (continued)*  
*For the Fiscal Year Ended June 30, 2008*

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<b>Business:</b>				
Materials and Supplies	\$9,524	\$13,201	\$3,620	\$9,581
Capital Outlay - New	123	123	0	123
<b>Total Business</b>	<b>9,647</b>	<b>13,324</b>	<b>3,620</b>	<b>9,704</b>
<b>Central:</b>				
Purchased Services	2,221	4,306	3,706	600
Materials and Supplies	0	3,713	2,154	1,559
Other	957	957	462	495
<b>Total Central</b>	<b>3,178</b>	<b>8,976</b>	<b>6,322</b>	<b>2,654</b>
<b>Total Support Services</b>	<b>30,714</b>	<b>42,376</b>	<b>13,176</b>	<b>29,200</b>
<b>Operation of Non-Instructional Services:</b>				
<b>Other Non-Instructional Services:</b>				
<b>Community Services:</b>				
Materials and Supplies	568	568	568	0
Other	0	719	719	0
<b>Total Operation of Non-Instructional Services:</b>	<b>568</b>	<b>1,287</b>	<b>1,287</b>	<b>0</b>
<b>Extracurricular Activities:</b>				
<b>Academic Oriented Activities:</b>				
Purchased Services	57	57	0	57
Other	12	12	0	12
<b>Total Academic Oriented Activities:</b>	<b>69</b>	<b>69</b>	<b>0</b>	<b>69</b>
<b>School and Public Service Oriented:</b>				
Purchased Services	373	373	0	373
Other	2,184	3,897	3,444	453
<b>Total School and Public Service Oriented:</b>	<b>2,557</b>	<b>4,270</b>	<b>3,444</b>	<b>826</b>
<b>Total Extracurricular Activities</b>	<b>2,626</b>	<b>4,339</b>	<b>3,444</b>	<b>895</b>
<b>Total Expenditures</b>	<b>207,116</b>	<b>207,116</b>	<b>131,179</b>	<b>75,937</b>
<b>Net Change in Fund Balance</b>	<b>(43,116)</b>	<b>(71,616)</b>	<b>(15,610)</b>	<b>56,006</b>
<b>Fund Balance Beginning of Year</b>	<b>75,359</b>	<b>75,359</b>	<b>75,359</b>	<b>0</b>
<b>Prior Year Encumbrances Appropriated</b>	<b>7,114</b>	<b>7,114</b>	<b>7,114</b>	<b>0</b>
<b>Fund Balance End of Year</b>	<b>\$39,357</b>	<b>\$10,857</b>	<b>\$66,863</b>	<b>\$56,006</b>

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Local Grants Fund*  
*For the Fiscal Year Ended June 30, 2008*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$39,500	\$39,500	\$14,298	(\$25,202)
Contributions and Donations	12,500	12,500	11,934	(566)
<i>Total Revenues</i>	<u>52,000</u>	<u>52,000</u>	<u>26,232</u>	<u>(25,768)</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	0	720	720	0
Fringe Benefits	0	116	116	0
Purchased Services	8,033	1,690	1,690	0
Materials and Supplies	5,654	3,031	1,554	1,477
Capital Outlay - New	0	100	100	0
Total Regular	<u>13,687</u>	<u>5,657</u>	<u>4,180</u>	<u>1,477</u>
Vocational:				
Salaries and Wages	0	2,585	2,585	0
Fringe Benefits	0	435	435	0
Purchased Services	2,000	2,000	1,030	970
Materials and Supplies	20,645	22,981	18,461	4,520
Total Vocational	<u>22,645</u>	<u>28,001</u>	<u>22,511</u>	<u>5,490</u>
Total Instruction	<u>36,332</u>	<u>33,658</u>	<u>26,691</u>	<u>6,967</u>
Support Services:				
Pupil				
Materials and Supplies	265	265	265	0
Instructional Staff:				
Salaries and Wages	5,671	3,771	0	3,771
Fringe Benefits	1,087	593	7	586
Purchased Services	676	15,111	6,876	8,235
Materials and Supplies	0	2,482	2,482	0
Total Instructional Staff	<u>7,434</u>	<u>21,957</u>	<u>9,365</u>	<u>12,592</u>
Total Support Services	<u>\$7,699</u>	<u>\$22,222</u>	<u>\$9,630</u>	<u>\$12,592</u>

(continued)

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Local Grants Fund (continued)*  
*For the Fiscal Year Ended June 30, 2008*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Operation of Non-Instructional Services:				
Other Non-Instructional Services:				
Community Services				
Other	\$36,467	\$43,405	\$5,099	\$38,306
<i>Total Expenditures</i>	<u>80,498</u>	<u>99,285</u>	<u>41,420</u>	<u>57,865</u>
<i>Net Change in Fund Balance</i>	(28,498)	(47,285)	(15,188)	32,097
<i>Fund Balance Beginning of Year</i>	66,159	66,159	66,159	0
Prior Year Encumbrances Appropriated	<u>5,497</u>	<u>5,497</u>	<u>5,497</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$43,158</u></u>	<u><u>\$24,371</u></u>	<u><u>\$56,468</u></u>	<u><u>\$32,097</u></u>

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Special Enterprise Fund*  
*For the Fiscal Year Ended June 30, 2008*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Rentals	\$24,000	\$33,000	\$33,510	\$510
<b>Expenditures</b>				
Current:				
Support Services:				
Business:				
Other	700	700	249	451
Debt Service:				
Principal Retirement	46,000	46,000	46,000	0
Interest and Fiscal Charges	9,000	9,000	8,036	964
Total Debt Service	55,000	55,000	54,036	964
<i>Total Expenditures</i>	55,700	55,700	54,285	1,415
<i>Net Change in Fund Balance</i>	(31,700)	(22,700)	(20,775)	1,925
<i>Fund Balance Beginning of Year</i>	111,735	111,735	111,735	0
<i>Fund Balance End of Year</i>	<u>\$80,035</u>	<u>\$89,035</u>	<u>\$90,960</u>	<u>\$1,925</u>



**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*District Managed Student Activities Fund*  
*For the Fiscal Year Ended June 30, 2008*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Charges for Services	\$2,000	\$2,000	\$2,009	\$9
Extracurricular Activities	121,000	121,000	113,849	(7,151)
Contributions and Donations	4,100	4,100	11,092	6,992
<i>Total Revenues</i>	<u>127,100</u>	<u>127,100</u>	<u>126,950</u>	<u>(150)</u>
<b>Expenditures</b>				
Current:				
Extracurricular Activities:				
Academic and Subject Oriented:				
Purchased Services	150	150	0	150
Materials and Supplies	30,393	24,191	23,313	878
Total Academic and Subject Oriented	<u>30,543</u>	<u>24,341</u>	<u>23,313</u>	<u>1,028</u>
Sport Oriented Activities:				
Salaries and Wages	705	7,845	7,420	425
Fringe Benefits	22	517	495	22
Purchased Services	77,718	59,022	55,533	3,489
Materials and Supplies	188,123	123,562	112,186	11,376
Other	1,321	1,860	1,561	299
Total Sport Oriented Activities	<u>\$267,889</u>	<u>\$192,806</u>	<u>\$177,195</u>	<u>\$15,611</u>

(continued)

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*District Managed Student Activities Fund (continued)*  
*For the Fiscal Year Ended June 30, 2008*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
School and Public Service Oriented:				
Purchased Services	\$5,241	\$46,518	\$35,650	\$10,868
Materials and Supplies	1,365	3,189	0	3,189
Other	67	251	63	188
	<u>6,673</u>	<u>49,958</u>	<u>35,713</u>	<u>14,245</u>
<i>Total School and Public Service Oriented</i>				
	<u>6,673</u>	<u>49,958</u>	<u>35,713</u>	<u>14,245</u>
<i>Total Expenditures</i>	<u>305,105</u>	<u>267,105</u>	<u>236,221</u>	<u>30,884</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(178,005)</u>	<u>(140,005)</u>	<u>(109,271)</u>	<u>30,734</u>
<b>Other Financing Sources</b>				
Advances In	72,650	24,650	0	(24,650)
Transfers In	79,250	104,250	104,250	0
	<u>151,900</u>	<u>128,900</u>	<u>104,250</u>	<u>(24,650)</u>
<i>Total Other Financing Sources</i>				
	<u>151,900</u>	<u>128,900</u>	<u>104,250</u>	<u>(24,650)</u>
<i>Net Change in Fund Balance</i>	(26,105)	(11,105)	(5,021)	6,084
<i>Fund Balance Beginning of Year</i>	7,029	7,029	7,029	0
Prior Year Encumbrances Appropriated	5,105	5,105	5,105	0
	<u>5,105</u>	<u>5,105</u>	<u>5,105</u>	<u>0</u>
<i>Fund Balance (Deficit) End of Year</i>	<u>(\$13,971)</u>	<u>\$1,029</u>	<u>\$7,113</u>	<u>\$6,084</u>

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Auxiliary Services Fund*  
*For the Fiscal Year Ended June 30, 2008*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Intergovernmental	\$382,800	\$383,480	\$378,776	(\$4,704)
Interest	900	900	794	(106)
<i>Total Revenues</i>	<u>383,700</u>	<u>384,380</u>	<u>379,570</u>	<u>(4,810)</u>
<b>Expenditures</b>				
Current:				
Operation of Non-Instructional Services:				
Other Non-Instructional Services:				
Community Services:				
Salaries and Wages	423,308	74,658	29,930	44,728
Fringe Benefits	1,382	11,400	8,670	2,730
Purchased Services	1,123	262,436	262,020	416
Materials and Supplies	36,350	111,845	79,265	32,580
Capital Outlay - New	1,789	3,613	2,089	1,524
<i>Total Expenditures</i>	<u>463,952</u>	<u>463,952</u>	<u>381,974</u>	<u>81,978</u>
<i>Excess of Revenues Under Expenditures</i>	(80,252)	(79,572)	(2,404)	77,168
<b>Other Financing Sources</b>				
Advances In	57,300	56,300	0	(56,300)
<i>Net Change in Fund Balance</i>	(22,952)	(23,272)	(2,404)	20,868
<i>Fund Balance Beginning of Year</i>	6,126	6,126	6,126	0
Prior Year Encumbrances Appropriated	38,951	38,951	38,951	0
<i>Fund Balance End of Year</i>	<u>\$22,125</u>	<u>\$21,805</u>	<u>\$42,673</u>	<u>\$20,868</u>

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Education Management Information Systems Fund*  
*For the Fiscal Year Ended June 30, 2008*

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<b>Revenues</b>				
Intergovernmental	\$13,000	\$13,850	\$13,807	(\$43)
<b>Expenditures</b>				
Current:				
Support Services:				
Instructional Staff:				
Purchased Services	<u>18,900</u>	<u>19,708</u>	<u>19,708</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(5,900)	(5,858)	(5,901)	(43)
<i>Fund Balance Beginning of Year</i>	1	1	1	0
Prior Year Encumbrances Appropriated	<u>5,900</u>	<u>5,900</u>	<u>5,900</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$1</u>	<u>\$43</u>	<u>\$0</u>	<u>(\$43)</u>

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Entry Year Teachers Fund*  
*For the Fiscal Year Ended June 30, 2008*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Intergovernmental	\$9,800	\$15,200	\$15,200	\$0
<b>Expenditures</b>				
Current:				
Support Services:				
Instructional Staff:				
Salaries and Wages	9,800	13,600	13,600	0
Purchased Services	0	1,600	1,600	0
<i>Total Expenditures</i>	<u>9,800</u>	<u>15,200</u>	<u>15,200</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	0	0	0	0
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Data Communications Fund*  
*For the Fiscal Year Ended June 30, 2008*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Intergovernmental	\$21,000	\$21,000	\$18,000	(\$3,000)
<b>Expenditures</b>				
Current:				
Support Services:				
Instructional Staff:				
Purchased Services	<u>21,000</u>	<u>21,000</u>	<u>18,000</u>	<u>3,000</u>
<i>Net Change in Fund Balance</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*SchoolNet Professional Development Fund*  
*For the Fiscal Year Ended June 30, 2008*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Intergovernmental	\$4,000	\$4,000	\$2,970	(\$1,030)
<b>Expenditures</b>				
Current:				
Support Services:				
Instructional Staff:				
Salaries and Wages	0	1,800	0	1,800
Fringe Benefits	0	300	0	300
Purchased Services	4,000	1,030	0	1,030
Materials and Supplies	0	870	0	870
<i>Total Expenditures</i>	<u>4,000</u>	<u>4,000</u>	<u>0</u>	<u>4,000</u>
<i>Net Change in Fund Balance</i>	0	0	2,970	2,970
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$2,970</u>	<u>\$2,970</u>

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Ohio Reads Grant Fund*  
*For the Fiscal Year Ended June 30, 2008*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$24,000	\$201,000	\$164,861	(\$36,139)
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	2,892	7,135	0	7,135
Materials and Supplies	15,507	11,802	11,802	0
Total Instruction	18,399	18,937	11,802	7,135
Support Services:				
Instructional Staff:				
Salaries and Wages	275	159,762	129,909	29,853
Fringe Benefits	215	15,282	11,150	4,132
Purchased Services	0	1,800	1,590	210
Materials and Supplies	0	14,156	13,741	415
Capital Outlay - New	0	9,000	8,995	5
Total Support Services	490	200,000	165,385	34,615
Operation of Non-Instructional Services:				
Other Non-Instructional Services:				
Community Services:				
Other	48	0	0	0
<i>Total Expenditures</i>	18,937	218,937	177,187	41,750
<i>Excess of Revenues Over (Under) Expenditures</i>	5,063	(17,937)	(12,326)	5,611
<b>Other Financing Sources (Uses)</b>				
Advances In	0	20,000	20,000	0
Advances Out	(18,000)	(18,000)	(18,000)	0
<i>Total Other Financing Sources (Uses)</i>	(18,000)	2,000	2,000	0
<i>Net Change in Fund Balance</i>	(12,937)	(15,937)	(10,326)	5,611
<i>Fund Balance Beginning of Year</i>	3,108	3,108	3,108	0
Prior Year Encumbrances Appropriated	12,937	12,937	12,937	0
<i>Fund Balance End of Year</i>	\$3,108	\$108	\$5,719	\$5,611



**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Poverty Aid Fund*  
*For the Fiscal Year Ended June 30, 2008*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Intergovernmental	<u>\$1,000,000</u>	<u>\$1,000,000</u>	<u>\$926,732</u>	<u>(\$73,268)</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	597,902	824,582	592,529	232,053
Fringe Benefits	265,038	218,127	169,921	48,206
Purchased Services	15,250	142,348	38,100	104,248
Materials and Supplies	<u>71,810</u>	<u>156,843</u>	<u>72,679</u>	<u>84,164</u>
<i>Total Expenditures</i>	<u>950,000</u>	<u>1,341,900</u>	<u>873,229</u>	<u>468,671</u>
<i>Net Change in Fund Balance</i>	50,000	(341,900)	53,503	395,403
<i>Fund Balance Beginning of Year</i>	<u>389,635</u>	<u>389,635</u>	<u>389,635</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$439,635</u>	<u>\$47,735</u>	<u>\$443,138</u>	<u>\$395,403</u>

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Miscellaneous State Grants Fund*  
*For the Fiscal Year Ended June 30, 2008*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Intergovernmental	\$26,000	\$42,000	\$41,883	(\$117)
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	3,000	3,000	0	3,000
Fringe Benefits	510	510	0	510
Materials and Supplies	3,000	3,001	2,838	163
<b>Total Regular</b>	<b>6,510</b>	<b>6,511</b>	<b>2,838</b>	<b>3,673</b>
Support Services:				
Pupil:				
Purchased Services	0	10,279	10,279	0
Instructional Staff:				
Salaries and Wages	1,620	1,620	0	1,620
Fringe Benefits	280	280	0	280
Purchased Services	5,630	17,734	17,734	0
Materials and Supplies	960	960	960	0
<b>Total Instructional Staff</b>	<b>8,490</b>	<b>20,594</b>	<b>18,694</b>	<b>1,900</b>
<b>Total Support Services</b>	<b>8,490</b>	<b>30,873</b>	<b>28,973</b>	<b>1,900</b>
<b>Total Expenditures</b>	<b>15,000</b>	<b>37,384</b>	<b>31,811</b>	<b>5,573</b>
<i>Excess of Revenues Over Expenditures</i>	11,000	4,616	10,072	5,456
<b>Other Financing Uses</b>				
Advances Out	(10,000)	(10,000)	(10,000)	0
<i>Net Change in Fund Balance</i>	1,000	(5,384)	72	5,456
<i>Fund Balance Beginning of Year</i>	5,500	5,500	5,500	0
<i>Fund Balance End of Year</i>	<u>\$6,500</u>	<u>\$116</u>	<u>\$5,572</u>	<u>\$5,456</u>

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Title VI-B Fund*  
*For the Fiscal Year Ended June 30, 2008*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$802,700	\$1,052,700	\$796,581	(\$256,119)
<b>Expenditures</b>				
Current:				
Instruction:				
Special:				
Salaries and Wages	130,889	117,636	55,320	62,316
Fringe Benefits	110,694	25,758	10,315	15,443
Purchased Services	540,389	503,408	460,782	42,626
Materials and Supplies	104,135	62,354	30,539	31,815
Capital Outlay - New	22	10,000	8,660	1,340
Total Special	886,129	719,156	565,616	153,540
Vocational:				
Salaries and Wages	4,169	31,818	27,564	4,254
Fringe Benefits	4,314	13,992	12,025	1,967
Total Vocational	8,483	45,810	39,589	6,221
Total Instruction	894,612	764,966	605,205	159,761
Support Services:				
Pupil:				
Salaries and Wages	24,108	113,723	78,614	35,109
Fringe Benefits	6,992	48,062	31,501	16,561
Total Pupil	31,100	161,785	110,115	51,670
Instructional Staff:				
Salaries and Wages	0	320	0	320
Fringe Benefits	0	60	0	60
Purchased Services	3,131	10,050	4,875	5,175
Materials and Supplies	3,917	10,886	7,590	3,296
Total Instructional Staff	\$7,048	\$21,316	\$12,465	\$8,851

(continued)

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Title VI-B Fund (continued)*  
*For the Fiscal Year Ended June 30, 2008*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Administration:				
Salaries and Wages	\$8,414	\$97,566	\$89,151	\$8,415
Fringe Benefits	2,883	41,927	37,828	4,099
<b>Total Administration</b>	<b>11,297</b>	<b>139,493</b>	<b>126,979</b>	<b>12,514</b>
<b>Total Support Services</b>	<b>49,445</b>	<b>322,594</b>	<b>249,559</b>	<b>73,035</b>
Operation of Non-Instructional Services:				
Other Non-Instructional Services:				
Community Services:				
Purchased Services	0	21,551	19,241	2,310
<b>Total Expenditures</b>	<b>944,057</b>	<b>1,109,111</b>	<b>874,005</b>	<b>235,106</b>
<b>Excess of Revenues Under Expenditures</b>	<b>(141,357)</b>	<b>(56,411)</b>	<b>(77,424)</b>	<b>(21,013)</b>
<b>Other Financing Sources (Uses)</b>				
Advances In	200,000	90,000	90,000	0
Advances Out	(75,000)	(75,000)	(75,000)	0
<b>Total Other Financing Sources (Uses)</b>	<b>125,000</b>	<b>15,000</b>	<b>15,000</b>	<b>0</b>
<b>Net Change in Fund Balance</b>	<b>(16,357)</b>	<b>(41,411)</b>	<b>(62,424)</b>	<b>(21,013)</b>
<b>Fund Balance Beginning of Year</b>	<b>48,066</b>	<b>48,066</b>	<b>48,066</b>	<b>0</b>
<b>Prior Year Encumbrances Appropriated</b>	<b>19,057</b>	<b>19,057</b>	<b>19,057</b>	<b>0</b>
<b>Fund Balance End of Year</b>	<b>\$50,766</b>	<b>\$25,712</b>	<b>\$4,699</b>	<b>(\$21,013)</b>

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Vocational Education Fund*  
*For the Fiscal Year Ended June 30, 2008*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Intergovernmental	\$168,000	\$198,500	\$157,610	(\$40,890)
<b>Expenditures</b>				
Current:				
Instruction:				
Vocational:				
Purchased Services	4,976	14,210	14,161	49
Materials and Supplies	1,787	21,833	12,932	8,901
Capital Outlay - New	67,631	94,092	75,525	18,567
Other	8,418	28,096	28,096	0
Total Instruction	82,812	158,231	130,714	27,517
Support Services:				
Pupil:				
Materials and Supplies	4,174	6,720	6,366	354
Other	2,860	5,351	4,431	920
Total Pupil	7,034	12,071	10,797	1,274
Instructional Staff:				
Purchased Services	1,536	6,624	6,342	282
Other	5,156	5,614	4,576	1,038
Total Instructional Staff	6,692	12,238	10,918	1,320
Administration:				
Materials and Supplies	3,629	8,305	7,930	375
Capital Outlay - New	2,000	1,073	1,073	0
Total Administration	5,629	9,378	9,003	375
Central:				
Purchased Services	0	1,100	1,000	100
Other	2,500	4,600	3,935	665
Total Central	2,500	5,700	4,935	765
Total Support Services	21,855	39,387	35,653	3,734
<b>Total Expenditures</b>	<b>\$104,667</b>	<b>\$197,618</b>	<b>\$166,367</b>	<b>\$31,251</b>

(continued)

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Vocational Education Fund (continued)*  
*For the Fiscal Year Ended June 30, 2008*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<i>Excess of Revenues Over (Under) Expenditures</i>	\$63,333	\$882	(\$8,757)	(\$9,639)
<b>Other Financing Sources (Uses)</b>				
Advances In	0	10,000	10,000	0
Advances Out	(90,000)	(90,000)	(90,000)	0
<i>Total Other Financing Sources (Uses)</i>	(90,000)	(80,000)	(80,000)	0
<i>Net Change in Fund Balance</i>	(26,667)	(79,118)	(88,757)	(9,639)
<i>Fund Balance Beginning of Year</i>	64,622	64,622	64,622	0
Prior Year Encumbrances Appropriated	24,667	24,667	24,667	0
<i>Fund Balance End of Year</i>	<u>\$62,622</u>	<u>\$10,171</u>	<u>\$532</u>	<u>(\$9,639)</u>

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Title III Fund*  
*For the Fiscal Year Ended June 30, 2008*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Intergovernmental	\$3,700	\$3,700	\$3,059	(\$641)
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Purchased Services	<u>3,600</u>	<u>3,600</u>	<u>3,059</u>	<u>541</u>
<i>Net Change in Fund Balance</i>	100	100	0	(100)
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$100</u></u>	<u><u>\$100</u></u>	<u><u>\$0</u></u>	<u><u>(\$100)</u></u>

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Title I Fund*  
*For the Fiscal Year Ended June 30, 2008*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Intergovernmental	\$519,500	\$725,500	\$566,488	(\$159,012)
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Materials and Supplies	4,256	0	0	0
Special:				
Salaries and Wages	479,215	343,802	308,718	35,084
Fringe Benefits	11,853	118,157	98,345	19,812
Purchased Services	2,686	0	0	0
Materials and Supplies	144	20,000	19,987	13
Capital Outlay - New	0	10,000	9,656	344
Total Special	493,898	491,959	436,706	55,253
Total Instruction	498,154	491,959	436,706	55,253
Support Services:				
Pupil:				
Salaries and Wages	20,274	73,439	57,502	15,937
Fringe Benefits	7,649	38,526	28,631	9,895
Purchased Services	0	71,175	37,238	33,937
Materials and Supplies	0	43,977	34,938	9,039
Total Pupil	27,923	227,117	158,309	68,808
Instructional Staff:				
Salaries and Wages	890	0	0	0
Fringe Benefits	234	0	0	0
Purchased Services	12,110	35,795	15,668	20,127
Materials and Supplies	74	74	74	0
Total Instructional Staff	13,308	35,869	15,742	20,127
Total Support Services	\$41,231	\$262,986	\$174,051	\$88,935

(continued)



**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Title I Fund (continued)*  
*For the Fiscal Year Ended June 30, 2008*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Operation of Non-Instructional Services:				
Other Non-Instructional Services:				
Community Services:				
Purchased Services	\$32,229	\$63,866	\$52,789	\$11,077
Materials and Supplies	2,909	5,888	2,593	3,295
Capital Outlay - New	1,626	1,350	1,196	154
Total Operation of Non-Instructional Services	<u>36,764</u>	<u>71,104</u>	<u>56,578</u>	<u>14,526</u>
<i>Total Expenditures</i>	<u>576,149</u>	<u>826,049</u>	<u>667,335</u>	<u>158,714</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(56,649)</u>	<u>(100,549)</u>	<u>(100,847)</u>	<u>(298)</u>
<b>Other Financing Sources (Uses)</b>				
Advances In	99,500	100,000	100,000	0
Advances Out	<u>(67,000)</u>	<u>(67,000)</u>	<u>(67,000)</u>	<u>0</u>
<i>Total Other Financing Sources (Uses)</i>	<u>32,500</u>	<u>33,000</u>	<u>33,000</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(24,149)	(67,549)	(67,847)	(298)
<i>Fund Balance Beginning of Year</i>	29,928	29,928	29,928	0
Prior Year Encumbrances Appropriated	<u>43,150</u>	<u>43,150</u>	<u>43,150</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$48,929</u></u>	<u><u>\$5,529</u></u>	<u><u>\$5,231</u></u>	<u><u>(\$298)</u></u>

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Title VI Fund*  
*For the Fiscal Year Ended June 30, 2008*

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget Positive (Negative)
<b>Revenues</b>				
Intergovernmental	\$12,100	\$12,300	\$2,757	(\$9,543)
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	7,308	5,652	2,500	3,152
Fringe Benefits	0	2,808	0	2,808
Purchased Services	0	3,600	0	3,600
Materials and Supplies	2,800	1,255	520	735
Total Instruction	10,108	13,315	3,020	10,295
Operation of Non-Instructional Services:				
Other Non-Instructional Services:				
Community Services:				
Purchased Services	0	1,194	677	517
Materials and Supplies	407	15	15	0
Total Operation of Non-Instructional Services	407	1,209	692	517
<i>Total Expenditures</i>	10,515	14,524	3,712	10,812
<i>Excess of Revenues Over (Under) Expenditures</i>	1,585	(2,224)	(955)	1,269
<b>Other Financing Sources (Uses)</b>				
Advances In	1,900	3,000	3,000	0
Advances Out	(3,500)	(3,500)	(3,500)	0
<i>Total Other Financing Sources (Uses)</i>	(1,600)	(500)	(500)	0
<i>Net Change in Fund Balance</i>	(15)	(2,724)	(1,455)	1,269
<i>Fund Balance Beginning of Year</i>	2,753	2,753	2,753	0
Prior Year Encumbrances Appropriated	15	15	15	0
<i>Fund Balance End of Year</i>	\$2,753	\$44	\$1,313	\$1,269

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Drug Free Schools Fund*  
*For the Fiscal Year Ended June 30, 2008*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$19,100	\$19,000	\$18,675	(\$325)
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	0	480	480	0
Fringe Benefits	840	82	82	0
Purchased Services	0	12,204	12,204	0
Materials and Supplies	1,724	1,422	594	828
Total Instruction	2,564	14,188	13,360	828
Support Services:				
Instructional Staff:				
Salaries and Wages	11,482	1	0	1
Purchased Services	1,200	150	150	0
Capital Outlay - New	284	0	0	0
Total Instructional Staff	12,966	151	150	1
Operation and Maintenance of Plant:				
Capital Outlay - New	0	2,650	2,598	52
Total Support Services	12,966	2,801	2,748	53
Operation of Non-Instructional Services				
Other Non-Instructional Services:				
Community Services:				
Materials and Supplies	42	353	42	311
Total Expenditures	15,572	17,342	16,150	1,192
Excess of Revenues Over Expenditures	3,528	1,658	2,525	867
<b>Other Financing Sources (Uses)</b>				
Advances In	2,900	3,000	3,000	0
Advances Out	(6,000)	(6,000)	(6,000)	0
Total Other Financing Sources (Uses)	(3,100)	(3,000)	(3,000)	0
Net Change in Fund Balance	428	(1,342)	(475)	867
Fund Balance Beginning of Year	2,903	2,903	2,903	0
Prior Year Encumbrances Appropriated	572	572	572	0
Fund Balance End of Year	\$3,903	\$2,133	\$3,000	\$867

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Preschool Handicapped Fund*  
*For the Fiscal Year Ended June 30, 2008*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Intergovernmental	\$41,200	\$55,200	\$46,887	(\$8,313)
<b>Expenditures</b>				
Current:				
Instruction:				
Special:				
Salaries and Wages	24,293	4	0	4
Fringe Benefits	0	0	0	0
Purchased Services	15,623	56,944	51,900	5,044
Materials and Supplies	1,800	3,993	3,991	2
<i>Total Expenditures</i>	<u>41,716</u>	<u>60,941</u>	<u>55,891</u>	<u>5,050</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(516)</u>	<u>(5,741)</u>	<u>(9,004)</u>	<u>(3,263)</u>
<b>Other Financing Sources (Uses)</b>				
Advances In	8,800	15,000	15,000	0
Advances Out	(22,000)	(22,000)	(22,000)	0
<i>Total Other Financing Sources (Uses)</i>	<u>(13,200)</u>	<u>(7,000)</u>	<u>(7,000)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(13,716)	(12,741)	(16,004)	(3,263)
<i>Fund Balance Beginning of Year</i>	479	479	479	0
Prior Year Encumbrances Appropriated	<u>17,216</u>	<u>17,216</u>	<u>17,216</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$3,979</u></u>	<u><u>\$4,954</u></u>	<u><u>\$1,691</u></u>	<u><u>(\$3,263)</u></u>

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Title VI-R Fund*  
*For the Fiscal Year Ended June 30, 2008*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Intergovernmental	\$137,600	\$160,000	\$124,594	(\$35,406)
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	93,485	92,105	80,293	11,812
Fringe Benefits	5,442	43,607	31,610	11,997
Total Instruction	98,927	135,712	111,903	23,809
Support Services:				
Instructional Staff:				
Salaries and Wages	8,362	17,137	6,780	10,357
Fringe Benefits	2,453	4,776	0	4,776
Purchased Services	11,056	11,890	11,890	0
Materials and Supplies	341	12,925	11,331	1,594
Total Support Services	22,212	46,728	30,001	16,727
Operation of Non-Instructional Services:				
Other Non-Instructional Services:				
Community Services:				
Purchased Services	3,837	7,121	5,285	1,836
<i>Total Expenditures</i>	124,976	189,561	147,189	42,372
<i>Excess of Revenues Over (Under) Expenditures</i>	12,624	(29,561)	(22,595)	6,966
<b>Other Financing Sources (Uses)</b>				
Advances In	19,400	28,000	28,000	0
Advances Out	(30,000)	(30,000)	(30,000)	0
<i>Total Other Financing Sources (Uses)</i>	(10,600)	(2,000)	(2,000)	0
<i>Net Change in Fund Balance</i>	2,024	(31,561)	(24,595)	6,966
<i>Fund Balance Beginning of Year</i>	26,813	26,813	26,813	0
Prior Year Encumbrances Appropriated	4,976	4,976	4,976	0
<i>Fund Balance End of Year</i>	\$33,813	\$228	\$7,194	\$6,966

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Miscellaneous Federal Grants Fund*  
*For the Fiscal Year Ended June 30, 2008*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$6,000	\$6,000	\$5,663	(\$337)
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	4,174	1,214	0	1,214
Fringe Benefits	328	328	0	328
Purchased Services	445	445	414	31
Materials and Supplies	79	3,181	1,948	1,233
Total Regular	5,026	5,168	2,362	2,806
Support Services:				
Instructional Staff:				
Salaries and Wages	2,500	0	0	0
Fringe Benefits	578	0	0	0
Purchased Services	1,270	5,500	1,500	4,000
Materials and Supplies	0	352	0	352
Total Support Services	4,348	5,852	1,500	4,352
Operation of Non-Instructional Services:				
Other Non-Instructional Services:				
Community Services:				
Purchased Services	0	393	393	0
Materials and Supplies	273	577	561	16
Total Operation of Non-Instructional Services	273	970	954	16
<i>Total Expenditures</i>	9,647	11,990	4,816	7,174
<i>Excess of Revenues Over (Under) Expenditures</i>	(3,647)	(5,990)	847	6,837
<b>Other Financing Sources (Uses)</b>				
Advances In	6,000	6,000	0	(6,000)
Advances Out	0	(5,000)	(5,000)	0
<i>Total Other Financing Sources (Uses)</i>	6,000	1,000	(5,000)	(6,000)
<i>Net Change in Fund Balance</i>	2,353	(4,990)	(4,153)	837
<i>Fund Balance Beginning of Year</i>	4,663	4,663	4,663	0
Prior Year Encumbrances Appropriated	647	647	647	0
<i>Fund Balance End of Year</i>	\$7,663	\$320	\$1,157	\$837

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Bond Retirement Fund*  
*For the Fiscal Year Ended June 30, 2008*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Taxes	\$1,316,553	\$1,302,638	\$1,302,568	(\$70)
Intergovernmental	0	97,050	106,093	9,043
<i>Total Revenues</i>	<u>1,316,553</u>	<u>1,399,688</u>	<u>1,408,661</u>	<u>8,973</u>
<b>Expenditures</b>				
Current:				
Support Services:				
Fiscal:				
Purchased Services	3,000	3,000	0	3,000
Debt Service:				
Principal Retirement	1,015,000	1,048,134	1,048,134	0
Interest and Fiscal Charges	242,000	266,996	266,996	0
<i>Total Debt Service</i>	<u>1,257,000</u>	<u>1,315,130</u>	<u>1,315,130</u>	<u>0</u>
<i>Total Expenditures</i>	<u>1,260,000</u>	<u>1,318,130</u>	<u>1,315,130</u>	<u>3,000</u>
<i>Excess of Revenues Over Expenditures</i>	56,553	81,558	93,531	11,973
<b>Other Financing Sources</b>				
Transfers In	0	58,100	58,130	30
<i>Net Change in Fund Balance</i>	56,553	139,658	151,661	12,003
<i>Fund Balance Beginning of Year</i>	<u>1,714,703</u>	<u>1,714,703</u>	<u>1,714,703</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$1,771,256</u>	<u>\$1,854,361</u>	<u>\$1,866,364</u>	<u>\$12,003</u>

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Permanent Improvement Fund*  
*For the Fiscal Year Ended June 30, 2008*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Taxes	\$682,235	\$511,668	\$516,250	\$4,582
Intergovernmental	129,105	126,603	128,501	1,898
<i>Total Revenues</i>	<u>811,340</u>	<u>638,271</u>	<u>644,751</u>	<u>6,480</u>
<b>Expenditures</b>				
Current:				
Support Services:				
Operation and Maintenance of Plant:				
Capital Outlay - New	55,557	55,557	55,557	0
Capital Outlay:				
Site Improvement Services:				
Capital Outlay	1,304,072	1,252,072	1,274,526	(22,454)
Architecture and Engineering Services:				
Purchased Services	47,138	99,138	60,076	39,062
<i>Total Capital Outlay</i>	<u>1,351,210</u>	<u>1,351,210</u>	<u>1,334,602</u>	<u>16,608</u>
<i>Total Expenditures</i>	<u>1,406,767</u>	<u>1,406,767</u>	<u>1,390,159</u>	<u>16,608</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(595,427)</u>	<u>(768,496)</u>	<u>(745,408)</u>	<u>23,088</u>
<b>Other Financing Sources (Uses)</b>				
Advances In	45,000	200,466	165,000	(35,466)
Advances Out	(850,000)	(850,000)	(850,000)	0
<i>Total Other Financing Sources (Uses)</i>	<u>(805,000)</u>	<u>(649,534)</u>	<u>(685,000)</u>	<u>(35,466)</u>
<i>Net Change in Fund Balance</i>	(1,400,427)	(1,418,030)	(1,430,408)	(12,378)
<i>Fund Balance Beginning of Year</i>	60,425	60,425	60,425	0
Prior Year Encumbrances Appropriated	1,381,767	1,381,767	1,381,767	0
<i>Fund Balance End of Year</i>	<u>\$41,765</u>	<u>\$24,162</u>	<u>\$11,784</u>	<u>(\$12,378)</u>



**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Building Fund*  
*For the Fiscal Year Ended June 30, 2008*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>	\$0	\$0	\$0	\$0
<b>Expenditures</b>				
Capital Outlay:				
Architecture and Engineering Services:				
Captial Outlay - New	<u>50,000</u>	<u>20</u>	<u>0</u>	<u>20</u>
<i>Excess of Revenues Under Expenditures</i>	(50,000)	(20)	0	20
<b>Other Financing Uses</b>				
Tranfers Out	<u>0</u>	<u>(58,130)</u>	<u>(58,130)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(50,000)	(58,150)	(58,130)	20
<i>Fund Balance Beginning of Year</i>	<u>88,875</u>	<u>88,875</u>	<u>88,875</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$38,875</u></u>	<u><u>\$30,725</u></u>	<u><u>\$30,745</u></u>	<u><u>\$20</u></u>

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*Capital Replacement Fund*  
*For the Fiscal Year Ended June 30, 2008*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>	\$0	\$0	\$0	\$0
<b>Expenditures</b>				
Current:				
Support Services:				
Pupil Transportation:				
Capital Outlay - Replacement	<u>150,000</u>	<u>150,000</u>	<u>150,000</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(150,000)	(150,000)	(150,000)	0
<i>Fund Balance Beginning of Year</i>	<u>150,844</u>	<u>150,844</u>	<u>150,844</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$844</u></u>	<u><u>\$844</u></u>	<u><u>\$844</u></u>	<u><u>\$0</u></u>

**Bedford City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*in Fund Balance - Budget (Non-GAAP Basis) and Actual*  
*SchoolNet Fund*  
*For the Fiscal Year Ended June 30, 2008*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Intergovernmental	\$27,600	\$27,650	\$27,552	(\$98)
<b>Expenditures</b>				
Current:				
Support Services:				
Instructional Staff:				
Materials and Supplies	63	63	0	63
Capital Outlay - New	0	27,552	0	27,552
<i>Total Expenditures</i>	<u>63</u>	<u>27,615</u>	<u>0</u>	<u>27,615</u>
<i>Net Change in Fund Balance</i>	27,537	35	27,552	27,517
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$27,537</u></u>	<u><u>\$35</u></u>	<u><u>\$27,552</u></u>	<u><u>\$27,517</u></u>

**Bedford City School District**  
*Schedule of Revenues, Expenses and Changes*  
*in Fund Equity - Budget (Non-GAAP Basis) and Actual*  
*Self Insurance Fund*  
*For the Fiscal Year Ended June 30, 2008*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>				
Charges for Services	\$1,200,000	\$1,200,000	\$1,154,063	(\$45,937)
<b>Expenses</b>				
Purchased Services	51,500	51,500	14,684	36,816
Claims	1,250,000	1,250,000	1,167,245	82,755
<i>Total Expenses</i>	<u>1,301,500</u>	<u>1,301,500</u>	<u>1,181,929</u>	<u>119,571</u>
<i>Net Change in Fund Equity</i>	(101,500)	(101,500)	(27,866)	73,634
<i>Fund Equity Beginning of Year</i>	1,357,612	1,357,612	1,357,612	0
Prior Year Encumbrances Appropriated	<u>1,500</u>	<u>1,500</u>	<u>1,500</u>	<u>0</u>
<i>Fund Equity End of Year</i>	<u><u>\$1,257,612</u></u>	<u><u>\$1,257,612</u></u>	<u><u>\$1,331,246</u></u>	<u><u>\$73,634</u></u>

**Bedford City School District**  
*Schedule of Revenues, Expenses and Changes*  
*in Fund Equity - Budget (Non-GAAP Basis) and Actual*  
*Computer Network Fund*  
*For the Fiscal Year Ended June 30, 2008*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<b>Revenues</b>	\$0	\$0	\$0	\$0
<b>Expenses</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Equity</i>	0	0	0	0
<i>Fund Equity Beginning of Year</i>	<u>578</u>	<u>578</u>	<u>578</u>	<u>0</u>
<i>Fund Equity End of Year</i>	<u><u>\$578</u></u>	<u><u>\$578</u></u>	<u><u>\$578</u></u>	<u><u>\$0</u></u>

**Bedford City School District**  
*Schedule of Revenues, Expenses and Changes*  
*in Fund Equity - Budget (Non-GAAP Basis) and Actual*  
*Scholarship Fund*  
*For the Fiscal Year Ended June 30, 2008*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
<b>Revenues</b>				
Interest	\$1,200	\$1,900	\$1,989	\$89
Miscellaneous	5,000	5,000	0	(5,000)
<i>Total Revenues</i>	6,200	6,900	1,989	(4,911)
<b>Expenses</b>				
Other	8,000	8,000	6,429	1,571
<i>Net Change in Fund Equity</i>	(1,800)	(1,100)	(4,440)	(3,340)
<i>Fund Equity Beginning of Year</i>	78,009	78,009	78,009	0
<i>Fund Equity End of Year</i>	<u>\$76,209</u>	<u>\$76,909</u>	<u>\$73,569</u>	<u>(\$3,340)</u>

# Statistical Section







## Statistical Section

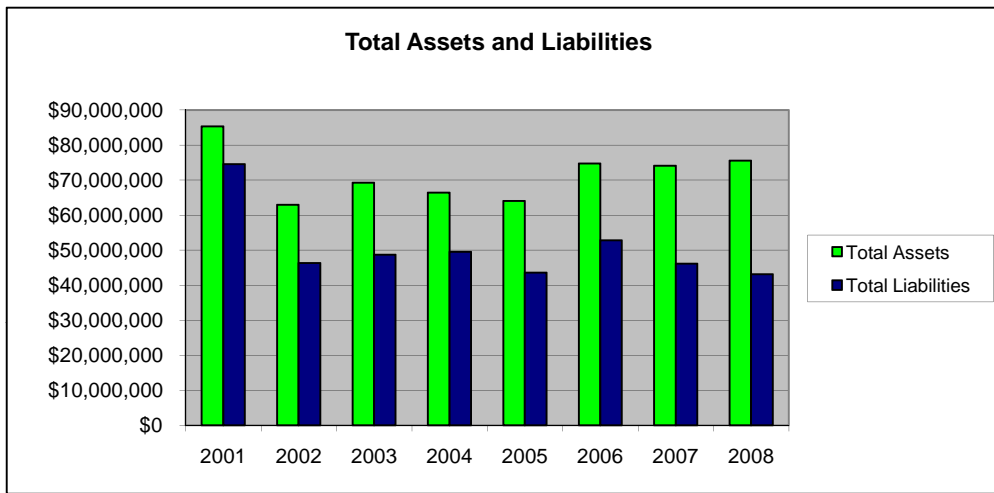
This part of the Bedford City School District's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the School District's overall financial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

<b><u>Contents</u></b>	<b><u>Page(s)</u></b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the School District's financial performance and well-being have changed over time.	S2 - S13
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the School District's most significant local revenue source, the property tax.	S14 - S23
<b>Debt Capacity</b> These schedules present information to help the reader assess the affordability of the School District's current levels of outstanding debt and the School District's ability to issue additional debt in the future.	S24 - S28
<b>Economic and Demographic Information</b> These schedules offer economic and demographic indicators to help the reader understand the environment within which the School District's financial activities take place.	S29 - S31
<b>Operating Information</b> These schedules contain service data to help the reader understand how the information in the School District's financial report relates to the services the School District provides and the activities it performs.	S32 - S42

**Sources:** Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant fiscal year. The School District implemented GASB Statement 34 in 2001; schedules presenting government-wide information include information beginning in that fiscal year.

**Bedford City School District**  
*Net Assets by Component*  
*Last Eight Fiscal Years*  
*(accrual basis of accounting)*

	2001	2002 (1)	2003
Invested in Capital Assets, Net of Related Debt	\$3,853,551	\$5,265,722	\$9,267,931
Restricted for:			
Capital Projects	949,419	358,950	575,693
Debt Service	1,354,436	1,503,513	1,587,484
Other Purposes	388,095	432,505	616,921
Unrestricted	4,379,419	9,070,845	8,537,864
<i>Total Net Assets</i>	<u>\$10,924,920</u>	<u>\$16,631,535</u>	<u>\$20,585,893</u>



**Source:** School District Financial Records

(1) The School District reclassified enterprise funds to special revenue funds.

<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
\$10,168,889	\$10,390,724	\$9,900,232	\$12,218,017	\$13,434,685
190,733	397,551	1,882,830	805,810	173,255
997,556	1,418,198	1,381,463	1,772,547	2,278,168
725,176	849,525	511,238	1,106,057	1,025,781
<u>4,831,045</u>	<u>7,486,212</u>	<u>8,373,797</u>	<u>15,595,855</u>	<u>15,502,858</u>
<u>\$16,913,399</u>	<u>\$20,542,210</u>	<u>\$22,049,560</u>	<u>\$31,498,286</u>	<u>\$32,414,747</u>

**Bedford City School District**

*Changes in Net Assets*

*Last Eight Fiscal Years*

*(accrual basis of accounting)*

	2001	2002	2003	2004
<b>Expenses</b>				
<b>Governmental Activities:</b>				
Instruction	\$18,893,342	\$19,493,314	\$19,716,538	\$23,153,227
Pupil Support	2,193,048	2,504,145	2,444,186	2,721,877
Instructional Staff Support	1,505,981	1,636,335	1,452,726	1,620,852
Board of Education	184,482	147,718	164,324	59,311
Administration	2,554,588	2,660,475	2,791,248	3,565,984
Fiscal	995,828	1,211,620	1,457,382	1,290,723
Business	357,096	411,748	477,013	402,210
Operation and Maintenance of Plant	6,062,780	6,335,607	5,596,383	6,772,564
Pupil Transportation	2,696,148	2,860,873	3,227,782	3,914,942
Central	282,074	241,112	261,748	306,326
Food Service Operations	0	1,214,859	1,335,836	1,362,041
Operation of Non-Instructional Services	796,300	649,054	573,662	502,320
Extracurricular Activities	569,058	835,766	593,241	915,504
Interest and Fiscal Charges	702,849	404,297	526,618	531,995
<i>Total Governmental Activities Expenses</i>	<u>37,793,574</u>	<u>40,606,923</u>	<u>40,618,687</u>	<u>47,119,876</u>
<b>Business-Type Activities:</b>				
Food Service	1,215,952	0	0	0
Uniform School Supplies	18,874	0	0	0
Summer School	44,412	0	0	0
Adult and Community Services	37,384	0	0	0
Recreation	8,152	0	0	0
<i>Total Business-Type Activities Expenses</i>	<u>1,324,774</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Total Primary Government Expenses</i>	<u>39,118,348</u>	<u>40,606,923</u>	<u>40,618,687</u>	<u>47,119,876</u>
<b>Program Revenues</b>				
<b>Governmental Activities:</b>				
<b>Charges for Services and Sales:</b>				
Instruction	394,133	744,013	281,844	1,275,519
Pupil Support	98,711	0	0	200
Instructional Staff Support	0	0	3,733	2,683
Administration	0	0	0	0
Business	36,619	0	1,455	1,611
Operation and Maintenance of Plant	16,303	0	4,949	34,899
Pupil Transportation	0	58,117	0	0
Central	0	0	5,911	7,576
Food Service Operations	0	826,464	742,396	792,140
Operation of Non-Instructional Services	0	0	64,719	11,605
Extracurricular Activities	97,065	243,412	100,721	95,755
<b>Operating Grants and Contributions</b>				
Instruction	1,137,912	1,271,440	1,335,778	1,631,369
Pupil Support	25,189	138,022	57,994	56,854
Instructional Staff Support	65,917	100,570	196,937	183,012
Administration	4,510	5,953	102,441	93,893
Business	0	0	815	65
Operation and Maintenance of Plant	0	0	0	3,539
Pupil Transportation	50,912	827	0	509
Central	13,004	4,539	9,671	5,953
Food Service Operations	0	411,067	517,566	490,206
Operation of Non-Instructional Services	494,611	486,957	517,772	480,659
Extracurricular Activities	0	0	3,221	18,281

2005	2006	2007	2008
\$22,869,124	\$24,090,319	\$24,029,388	\$27,576,746
2,665,621	2,758,509	2,764,302	2,997,511
1,586,546	1,762,862	1,651,433	1,834,242
207,937	407,852	310,042	235,547
3,204,240	3,942,749	3,501,283	3,438,272
1,249,303	1,236,174	1,290,060	1,330,855
555,487	777,247	779,116	847,097
5,865,329	6,731,992	6,357,050	6,724,899
3,372,082	3,851,122	3,792,614	3,875,037
291,782	309,079	299,502	337,904
1,312,760	1,471,121	1,629,821	1,651,021
514,115	454,710	539,445	484,150
916,721	826,605	826,657	867,928
514,430	467,718	520,086	524,154
<u>45,125,477</u>	<u>49,088,059</u>	<u>48,290,799</u>	<u>52,725,363</u>
0	0	0	0
0	0	0	0
0	0	0	0
0	0	0	0
0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>45,125,477</u>	<u>49,088,059</u>	<u>48,290,799</u>	<u>52,725,363</u>
351,669	\$1,246,793	\$1,686,260	\$1,705,852
0	0	0	0
3,693	1,558	94	1,215
0	0	7,765	9,966
5,301	185,583	38,356	44,661
27,745	31,472	0	0
0	2,726	0	0
1,412	0	0	4,541
760,722	812,352	792,684	750,540
11,845	10,637	4,191	4,782
108,995	93,701	131,618	133,483
2,035,753	1,573,434	2,543,592	2,248,787
33,728	193,061	206,957	233,872
182,834	171,723	209,937	278,710
115,923	149,752	116,658	142,926
83	308	30,114	106,436
94,094	59,209	35,955	2,132
97,143	0	0	0
6,977	2,488	5,150	3,860
518,616	610,070	755,707	867,048
495,433	428,920	443,358	454,033
23,644	12,636	5,542	11,463

(continued)

**Bedford City School District**  
*Changes in Net Assets (continued)*  
*Last Eight Fiscal Years*  
*(accrual basis of accounting)*

	2001	2002	2003	2004
<b>Capital Grants and Contributions</b>				
Instruction	\$0	\$0	\$13,753	\$0
Instructional Staff Support	33,210	0	0	0
Operation and Maintenance of Plant	177,941	0	58,715	0
Pupil Transportation	0	0	37,069	0
Central	0	50,514	0	0
<i>Total Governmental Activities Program Revenues</i>	<u>2,646,037</u>	<u>4,341,895</u>	<u>4,057,460</u>	<u>5,186,328</u>
<b>Business-Type Activities:</b>				
Charges for Services:				
Food Service	798,069	0	0	0
Uniform School Supplies	16,468	0	0	0
Summer School	45,190	0	0	0
Adult and Community Education	11,833	0	0	0
Recreation	8,391	0	0	0
Special Enterprise	20,250	0	0	0
Operating Grants and Contributions				
Food Service	373,657	0	0	0
Uniform School Supplies	145	0	0	0
Adult and Community Education	32	0	0	0
<i>Total Business-Type Activities Program Revenues</i>	<u>1,274,035</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Total Primary Government Program Revenues</i>	<u>3,920,072</u>	<u>4,341,895</u>	<u>4,057,460</u>	<u>5,186,328</u>
<b>Net (Expense)/Revenue</b>				
Governmental Activities	(35,147,537)	(36,265,028)	(36,561,227)	(41,933,548)
Business-Type Activities	(50,739)	0	0	0
<i>Net Expense</i>	<u>(35,198,276)</u>	<u>(36,265,028)</u>	<u>(36,561,227)</u>	<u>(41,933,548)</u>
<b>General Revenues and Other Changes in Net Assets</b>				
Governmental Activities:				
Property and Other Local Taxes Levied For:				
General Purposes	30,487,383	32,706,307	29,904,312	28,471,588
Debt Service	1,096,374	1,212,396	1,030,078	1,050,439
Capital Outlay	578,269	626,150	558,855	670,221
Grants and Entitlements not Restricted to Specific Programs	6,216,092	6,685,643	8,634,340	7,747,756
Payment in Lieu of Taxes	41,975	21,613	0	0
Gain on Sale of Capital Assets	247,800	50,753	0	0
Investment Earnings	732,915	377,677	239,106	174,106
Miscellaneous	235,536	291,104	125,231	146,944
Transfers	(107,960)	0	23,663	0
<i>Total Governmental Activities</i>	<u>39,528,384</u>	<u>41,971,643</u>	<u>40,515,585</u>	<u>38,261,054</u>
Business-Type Activities:				
Transfers	107,960	0	0	0
<i>Total Business-Type Activities</i>	<u>107,960</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Total Primary Government</i>	<u>39,636,344</u>	<u>41,971,643</u>	<u>40,515,585</u>	<u>38,261,054</u>
Governmental Activities	4,380,847	5,706,615	3,954,358	(3,672,494)
Business-Type Activities	57,221	0	0	0
<b>Change in Net Assets</b>	<u>\$4,438,068</u>	<u>\$5,706,615</u>	<u>\$3,954,358</u>	<u>(\$3,672,494)</u>

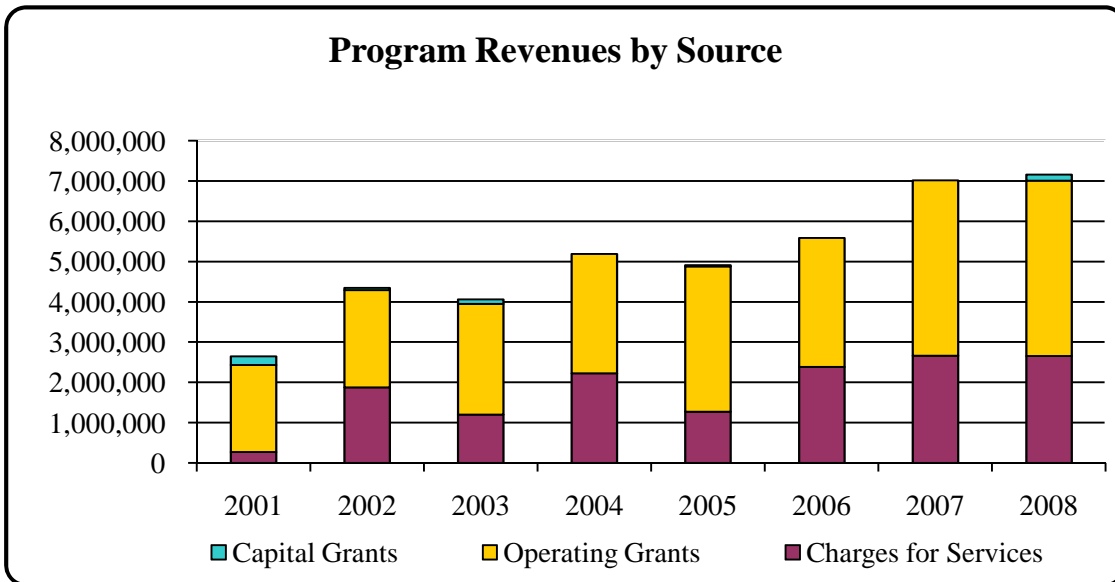
Source: School District Financial Records

2005	2006	2007	2008
\$0	\$0	\$0	\$0
35,910	0	0	0
0	0	0	156,053
0	0	0	0
0	0	0	0
<u>4,911,520</u>	<u>5,586,423</u>	<u>7,013,938</u>	<u>7,160,360</u>
0	0	0	0
0	0	0	0
0	0	0	0
0	0	0	0
0	0	0	0
0	0	0	0
0	0	0	0
0	0	0	0
0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>4,911,520</u>	<u>5,586,423</u>	<u>7,013,938</u>	<u>7,160,360</u>
(40,213,957)	(43,501,636)	(41,276,861)	(45,565,003)
0	0	0	0
<u>(40,213,957)</u>	<u>(43,501,636)</u>	<u>(41,276,861)</u>	<u>(45,565,003)</u>
32,156,621	34,235,814	36,899,607	31,323,005
1,366,766	963,017	1,456,398	1,372,001
682,633	473,225	702,373	530,429
9,140,806	8,149,887	10,081,905	11,817,104
0	0	0	0
0	0	0	1,726
325,033	759,074	1,126,745	890,620
170,909	427,969	458,559	546,579
0	0	0	0
<u>43,842,768</u>	<u>45,008,986</u>	<u>50,725,587</u>	<u>46,481,464</u>
0	0	0	0
0	0	0	0
<u>43,842,768</u>	<u>45,008,986</u>	<u>50,725,587</u>	<u>46,481,464</u>
3,628,811	1,507,350	9,448,726	916,461
0	0	0	0
<u>\$3,628,811</u>	<u>\$1,507,350</u>	<u>\$9,448,726</u>	<u>\$916,461</u>

**Bedford City School District**  
*Program Revenues by Function*  
*Last Eight Fiscal Years*  
*(accrual basis of accounting)*

	2001	2002 (1)	2003
<b>Governmental Activities</b>			
Instruction	\$1,532,045	\$2,015,453	\$1,631,375
Pupil Support	123,900	138,022	57,994
Instructional Staff Support	99,127	100,570	200,670
Administration	4,510	5,953	103,896
Business	0	0	5,764
Operation and Maintenance of Plant	214,560	0	58,715
Pupil Transportation	67,215	109,458	37,069
Central	13,004	4,539	15,582
Food Service Operations	0	1,237,531	1,259,962
Operation of Non-Instructional Services	494,611	486,957	582,491
Extracurricular Activities	97,065	243,412	103,942
<b>Total Governmental Activities Program Revenues</b>	<b>2,646,037</b>	<b>\$4,341,895</b>	<b>\$4,057,460</b>
<b>Business-Type Activities</b>			
Food Service	1,171,726		
Uniform School Supplies	16,613		
Summer School	45,190		
Adult and Community Education	11,865		
Recreation	8,391		
Special Enterprise	20,250		
<b>Total Business-Type Activities Program Revenues</b>	<b>1,274,035</b>		
<b>Total Program Revenues</b>	<b>\$3,920,072</b>		

(1) The School District reclassified enterprise funds to special revenue funds.

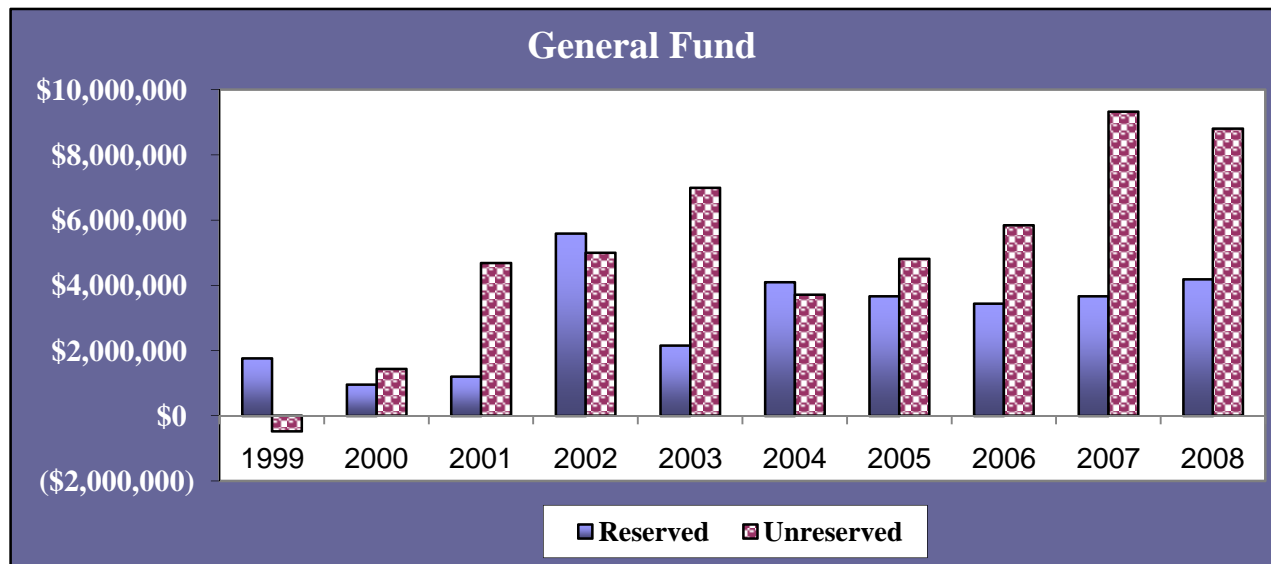




2004	2005	2006	2007	2008
\$2,906,888	\$2,395,811	\$2,820,227	\$4,229,852	\$3,954,639
57,054	33,728	193,061	206,957	233,872
185,695	222,437	173,281	210,031	279,925
95,504	121,224	335,335	124,423	152,892
34,964	27,828	31,780	68,470	151,097
3,539	94,094	59,209	35,955	158,185
509	97,143	2,726	0	0
13,529	1058efd7	2,488	5,150	8,401
1,282,346	1,279,338	1,422,422	1,548,391	1,617,588
492,264	507,278	439,557	447,549	458,815
114,036	132,639	106,337	137,160	144,946
<u>\$5,186,328</u>	<u>\$4,911,520</u>	<u>\$5,586,423</u>	<u>\$7,013,938</u>	<u>\$7,160,360</u>

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

	1999	2000	2001	2002
<b>General Fund</b>				
Reserved	\$1,758,142	\$953,875	\$1,199,737	\$5,586,029
Unreserved	(484,443)	1,429,584	4,684,650	4,995,540
<i>Total General Fund</i>	<u>1,273,699</u>	<u>2,383,459</u>	<u>5,884,387</u>	<u>10,581,569</u>
<b>All Other Governmental Funds</b>				
Reserved	276,683	553,179	660,477	455,442
Unreserved, Undesignated, Reported in:				
Special Revenue funds (Deficit)	231,547	276,874	28,444	418,393
Debt Service funds	1,262,349	1,269,570	1,354,436	1,289,607
Capital Projects funds (Deficit)	434,196	510,551	606,599	268,399
<i>Total All Other Governmental Funds</i>	<u>2,204,775</u>	<u>2,610,174</u>	<u>2,649,956</u>	<u>2,431,841</u>
<i>Total Governmental Funds</i>	<u><u>\$3,478,474</u></u>	<u><u>\$4,993,633</u></u>	<u><u>\$8,534,343</u></u>	<u><u>\$13,013,410</u></u>



2003	2004	2005	2006	2007	2008
\$2,150,457	\$4,094,412	\$3,660,981	\$3,439,751	\$3,666,990	\$4,182,334
6,986,451	3,712,624	4,804,712	5,838,425	9,322,692	8,804,371
9,136,908	7,807,036	8,465,693	9,278,176	12,989,682	12,986,705
1,698,199	382,674	1,252,888	1,914,332	1,768,180	522,929
93,573	354,559	(173,184)	53,339	740,804	587,229
1,457,428	1,486,406	1,557,858	1,626,389	1,746,847	1,898,375
(971,759)	(149,376)	(33,451)	123,526	(553,176)	(81,771)
2,277,441	2,074,263	2,604,111	3,717,586	3,702,655	2,926,762
\$11,414,349	\$9,881,299	\$11,069,804	\$12,995,762	\$16,692,337	\$15,913,467

**Bedford City School District**  
*Changes in Fund Balances*  
*Last Ten Fiscal Years*  
*(modified accrual basis of accounting)*

	1999	2000	2001	2002
<b>Revenues</b>				
Taxes	\$28,360,641	\$28,332,126	\$32,204,001	\$34,566,466
Intergovernmental	7,739,499	7,895,103	8,165,161	9,186,016
Interest	426,787	530,711	773,562	379,978
Charges for Services	21,515	1,083	115,014	357,219
Tuition and Fees	89,245	249,045	254,377	110,106
Rentals	0	0	0	0
Extracurricular Activities	143,243	148,635	236,821	271,316
Contributions and Donations	0	0	0	0
Miscellaneous	423,637	647,685	285,645	316,604
<i>Total Revenues</i>	<u>37,204,567</u>	<u>37,804,388</u>	<u>42,034,581</u>	<u>45,187,705</u>
<b>Expenditures</b>				
Current:				
Instruction	18,680,078	18,430,323	19,305,665	19,632,965
Support Services:				
Pupil	2,220,545	2,037,451	2,178,366	2,493,276
Instructional Staff	1,418,112	1,257,482	1,517,140	1,634,091
Board of Education	238,036	277,402	184,482	147,718
Administration	2,581,044	2,483,284	2,549,537	2,655,897
Fiscal	1,040,304	1,141,137	992,467	1,218,995
Business	320,302	349,599	330,128	395,226
Operation and Maintenance of Plant	5,081,737	5,076,352	5,982,969	6,386,456
Pupil Transportation	2,343,340	2,426,571	2,820,794	3,271,744
Central	197,415	188,711	204,128	234,295
Food Service Operations	0	0	0	0
Operation of Non-Instructional Services	455,880	436,838	537,787	520,883
Extracurricular Activities	527,393	579,345	568,549	570,268
Capital Outlay	30,684	43,708	8,850	15,949
Debt Service:				
Principal Retirement	635,000	690,000	750,000	820,000
Interest and Fiscal Charges	767,421	737,011	702,849	324,814
Bond Issuance Costs	0	0	0	144,116
<i>Total Expenditures</i>	<u>36,537,291</u>	<u>36,155,214</u>	<u>38,633,711</u>	<u>40,466,693</u>
<i>Excess of Revenue Over (Under) Expenditures</i>	<u>667,276</u>	<u>1,649,174</u>	<u>3,400,870</u>	<u>4,721,012</u>
<b>Other Financing Sources (Uses):</b>				
Sale of Capital Assets	300	34	247,800	50,753
General Obligation Bonds Issued	0	0	0	9,996,603
Loan Issued	0	0	0	0
Payment to Refunded Bond Escrow Agent	0	0	0	(10,217,038)
Capital Lease Issued	0	0	0	0
Refund of Prior Year's Receipts	0	0	0	0
Transfers In	90,320	97,754	277,120	271,039
Transfers Out	(436,325)	(231,803)	(385,080)	(343,302)
<i>Total Other Financing Sources (Uses)</i>	<u>(345,705)</u>	<u>(134,015)</u>	<u>139,840</u>	<u>(241,945)</u>
<i>Net Change in Fund Balances</i>	<u>\$321,571</u>	<u>\$1,515,159</u>	<u>\$3,540,710</u>	<u>\$4,479,067</u>
<i>Debt Service as a Percentage of</i>				
<i>Noncapital Expenditures</i>	3.84%	3.95%	3.76%	2.83%

(1) Includes General, Special Revenue, Capital Projects and Debt Service Funds.

2003	2004	2005	2006	2007	2008
\$28,568,195	\$32,961,433	\$33,822,981	\$35,356,794	\$35,140,155	\$33,001,370
11,064,263	10,859,955	12,105,042	11,698,017	14,196,345	16,300,797
239,106	174,106	325,033	759,074	1,126,745	891,414
767,185	797,804	765,852	817,551	809,373	767,700
209,354	1,156,288	257,961	1,338,900	1,600,541	1,644,257
51,113	39,324	32,230	32,638	39,582	46,235
178,076	228,572	215,339	195,733	211,472	196,848
59,816	50,192	349,198	30,082	38,846	33,624
125,231	146,944	170,909	427,969	458,559	546,579
41,262,339	46,414,618	48,044,545	50,656,758	53,621,618	53,428,824
20,163,293	22,335,604	23,048,542	23,599,077	23,114,104	26,886,187
2,587,565	2,691,337	2,711,466	2,748,756	2,715,900	3,027,291
1,596,091	1,603,092	1,715,964	1,746,185	1,601,990	1,848,397
174,001	264,211	208,201	407,852	310,042	235,547
2,904,410	3,453,470	3,279,005	3,955,263	3,360,610	3,404,060
1,450,531	1,295,384	1,291,119	1,215,241	1,258,900	1,324,697
420,750	491,350	576,563	835,376	706,100	790,875
5,703,847	6,612,776	5,980,389	6,574,042	6,622,764	6,724,407
3,008,535	3,648,846	3,296,585	3,919,612	3,659,119	3,579,251
253,416	281,725	298,512	295,527	291,343	322,631
543,327	1,314,097	1,414,479	1,459,746	1,613,500	1,647,393
1,353,409	460,734	485,150	408,581	491,939	434,894
626,835	648,879	654,996	695,384	693,657	737,178
1,343,445	2,356,466	353,204	2,737,132	1,832,344	1,413,163
940,000	982,214	1,133,049	1,184,647	1,402,204	1,428,306
422,208	425,600	408,816	360,493	400,527	406,964
0	0	0	0	0	0
43,491,663	48,865,785	46,856,040	52,142,914	50,075,043	54,211,241
(2,229,324)	(2,451,167)	1,188,505	(1,486,156)	3,546,575	(782,417)
600	0	0	0	0	3,547
0	0	0	3,562,114	0	0
606,000	0	0	0	0	0
0	0	0	0	0	0
0	918,117	0	0	0	0
0	0	0	0	0	0
314,432	296,873	234,972	116,963	462,281	162,380
(290,769)	(296,873)	(234,972)	(116,963)	(462,281)	(162,380)
630,263	918,117	0	3,562,114	0	3,547
(\$1,599,061)	(\$1,533,050)	\$1,188,505	\$2,075,958	\$3,546,575	(\$778,870)
3.23%	3.03%	3.32%	3.13%	3.79%	3.50%

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

Collection Year	Real Estate			Tangible Personal		
	Assessed Value			Estimated Actual Value	Assessed Value	Estimated Actual Value
	Residential/ Agricultural	Commercial/ Industrial	Total			
1999	\$283,906,660	\$224,721,410	\$508,628,070	\$1,453,223,057	\$163,417,945	\$653,671,780
2000	285,752,010	226,602,230	512,354,240	1,463,869,257	171,559,371	686,237,484
2001	328,540,310	253,970,390	582,510,700	1,664,316,286	176,119,963	704,479,852
2002	331,671,010	255,673,720	587,344,730	1,678,127,800	165,250,542	661,002,168
2003	335,640,150	266,954,490	602,594,640	1,721,698,971	163,953,315	655,813,260
2004	368,986,650	278,766,770	647,753,420	1,850,724,057	171,667,792	686,671,168
2005	370,753,750	275,375,240	646,128,990	1,846,082,829	170,826,004	683,304,016
2006	373,351,700	275,230,390	648,582,090	1,853,091,686	132,472,759	706,521,381
2007	423,446,610	290,875,660	714,322,270	2,040,920,771	45,893,227	367,145,816
2008	428,240,950	292,239,890	720,480,840	2,058,516,686	22,946,614	367,145,816

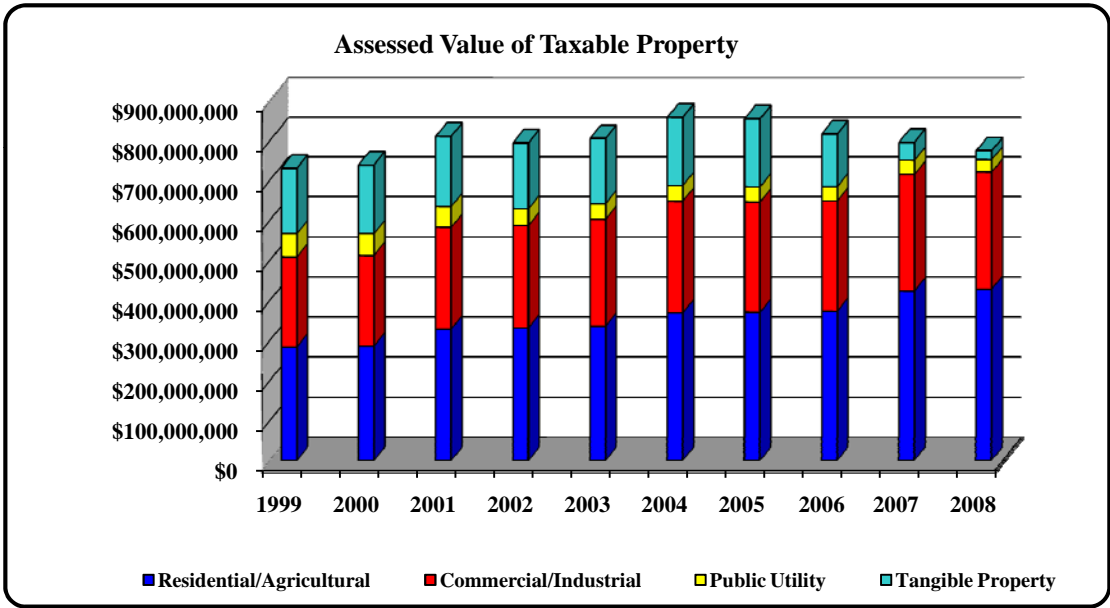
**Source:** Ohio Department of Taxation

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

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

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

Public Utility Personal		Total		
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Weighted Average Tax Rate
\$57,620,420	\$65,477,750	\$729,666,435	\$2,172,372,587	\$43.97284
53,750,330	61,079,920	737,663,941	2,211,186,662	41.25795
51,899,040	58,976,182	810,529,703	2,427,772,320	38.30173
41,718,240	47,407,091	794,313,512	2,386,537,059	37.71013
38,787,420	44,076,614	805,335,375	2,421,588,845	41.98717
38,882,620	44,184,795	858,303,832	2,581,580,021	40.60616
37,778,070	42,929,625	854,733,064	2,572,316,470	45.52011
35,524,420	40,368,659	816,579,269	2,599,981,726	44.42459
35,275,280	40,085,545	795,490,777	2,448,152,133	46.95413
30,823,860	35,027,114	774,251,314	2,460,689,615	38.04737



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

	1999	2000	2001	2002	2003
<b>Unvoted Millage</b>					
Operating	\$4.620000	\$4.620000	\$4.620000	\$4.620000	\$4.620000
<b>Voted Millage - by levy</b>					
1976 Operating - continuing					
Effective Millage Rates					
Residential/Agricultural	8.550700	8.545900	7.443300	7.421300	7.420200
Commercial/Industrial	14.416400	14.458500	13.058200	13.052600	13.045900
Tangible/Public Utility Personal	29.300000	29.300000	29.300000	29.300000	29.300000
1983 Operating - continuing					
Effective Millage Rates					
Residential/Agricultural	3.872300	3.870100	3.370800	3.360800	3.360300
Commercial/Industrial	4.843100	4.857300	4.386800	4.385000	4.382700
Tangible/Public Utility Personal	6.600000	6.600000	6.600000	6.600000	6.600000
1986 Operating - continuing					
Effective Millage Rates					
Residential/Agricultural	3.096400	3.094700	2.695400	2.687400	2.687000
Commercial/Industrial	3.851000	3.862200	3.488200	3.486700	3.484900
Tangible/Public Utility Personal	5.000000	5.000000	5.000000	5.000000	5.000000
1988 Bond (\$2,000,000)	0.170000	0.170000	0.170000	0.170000	0.170000
1991 Operating - continuing					
Effective Millage Rates					
Residential/Agricultural	3.632100	3.630000	3.161700	3.152300	3.151800
Commercial/Industrial	4.141200	4.153300	3.751000	3.749400	3.747500
Tangible/Public Utility Personal	5.000000	5.000000	5.000000	5.000000	5.000000
2007 Permanent Improvement					
Effective Millage Rates					
Residential/Agricultural	0.726400	0.726000	0.632300	0.630500	0.630400
Commercial/Industrial	0.828200	0.830700	0.750200	0.749900	0.749500
Tangible/Public Utility Personal	1.000000	1.000000	1.000000	1.000000	1.000000
1992 Bond (\$12,000,000)	1.410000	1.410000	1.310000	1.310000	1.310000
1995 Operating - continuing					
Effective Millage Rates					
Residential/Agricultural	4.178200	4.175800	3.637100	3.626300	3.625700
Commercial/Industrial	4.425500	4.438500	4.008600	4.006900	4.004800
Tangible/Public Utility Personal	4.600000	4.600000	4.600000	4.600000	4.600000
1999 Operating - continuing					
Effective Millage Rates					
Residential/Agricultural	0.000000	0.000000	0.000000	0.000000	4.252100
Commercial/Industrial	0.000000	0.000000	0.000000	0.000000	4.421300
Tangible/Public Utility Personal	0.000000	0.000000	0.000000	0.000000	4.900000
2004 Operating - continuing					
Effective Millage Rates					
Residential/Agricultural	0.000000	0.000000	0.000000	0.000000	0.000000
Commercial/Industrial	0.000000	0.000000	0.000000	0.000000	0.000000
Tangible/Public Utility Personal	0.000000	0.000000	0.000000	0.000000	0.000000
<b>Total Effective Voted Millage by type of property</b>					
Residential/Agricultural	25.636100	25.622500	22.420600	22.358600	26.607500
Commercial/Industrial	34.085400	34.180500	30.923000	30.910500	35.316600
Tangible/Public Utility Personal	53.080000	53.080000	52.980000	52.980000	57.880000



2004	2005	2006	2007	2008
<u>\$4.620000</u>	<u>\$4.620000</u>	<u>\$4.620000</u>	<u>\$4.620000</u>	<u>\$4.620000</u>
6.759800	6.758900	6.767100	6.012330	6.012653
12.855900	12.957500	12.976200	12.387131	12.323169
29.300000	29.300000	29.300000	29.300000	29.300000
3.061200	3.060800	3.064500	2.722704	2.722849
4.318900	4.353000	4.359300	4.161418	4.139929
6.600000	6.600000	6.600000	6.600000	6.600000
2.447900	2.447500	2.450500	2.177165	2.177285
3.434100	3.461300	3.466300	3.308895	3.291805
5.000000	5.000000	5.000000	5.000000	5.000000
0.170000	0.170000	0.170000	0.270000	0.270000
2.871300	2.870900	2.874400	2.553800	2.553940
3.692900	3.722100	3.727500	3.558260	3.539885
5.000000	5.000000	5.000000	5.000000	5.000000
0.574300	0.574200	0.574900	0.510760	0.510788
0.738600	0.744400	0.745500	0.711652	0.707977
1.000000	1.000000	1.000000	1.000000	1.000000
1.310000	1.310000	1.310000	1.410000	1.410000
3.303100	3.302600	3.306600	2.937780	2.937937
3.946500	3.977700	3.983400	3.802590	3.782952
4.600000	4.600000	4.600000	4.600000	4.600000
3.873700	3.873200	3.877845	3.445317	3.445503
4.356900	4.391300	4.397678	4.197991	4.176309
4.900000	4.900000	4.900000	4.900000	4.900000
0.000000	4.899309	4.900000	4.353458	4.353694
0.000000	4.900000	4.900000	4.677554	4.653397
0.000000	4.900000	4.900000	4.900000	4.900000
24.371300	29.267409	29.295845	26.393314	26.394649
34.823800	39.987300	40.035878	38.485491	38.295423
<u>57.880000</u>	<u>62.780000</u>	<u>62.780000</u>	<u>62.980000</u>	<u>62.980000</u>

(continued)

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

	1999	2000	2001	2002	2003
<b>Total Millage by Type of Property</b>					
Residential/Agricultural	\$38.705400	\$30.242500	\$27.040600	\$26.978600	\$31.227500
Commercial/Industrial	37.125400	38.800500	35.543000	35.530500	39.936600
Tangible/Public Utility Personal	57.700000	57.700000	57.600000	57.600000	62.500000
<b>Overlapping Rates by Taxing District</b>					
City of Bedford Heights					
Effective Millage Rates					
Residential/Agricultural	12.000000	12.000000	12.000000	12.000000	13.000000
Commercial/Industrial	12.000000	12.000000	12.000000	12.000000	13.000000
Tangible/Public Utility Personal	12.000000	12.000000	12.000000	12.000000	13.000000
City of Bedford					
Effective Millage Rates					
Residential/Agricultural	8.920000	12.800000	12.800000	12.800000	12.800000
Commercial/Industrial	8.920000	12.800000	12.800000	12.800000	12.800000
Tangible/Public Utility Personal	8.920000	12.800000	12.800000	12.800000	12.800000
Cuyahoga County					
Effective Millage Rates					
Residential/Agricultural	13.984000	14.235600	13.938900	13.916900	14.993200
Commercial/Industrial	15.182300	15.265900	14.455100	14.534300	15.426100
Tangible/Public Utility Personal	16.700000	16.700000	17.600000	17.600000	17.600000
Oakwood Village					
Effective Millage Rates					
Residential/Agricultural	3.800000	3.800000	3.800000	3.800000	3.800000
Commercial/Industrial	3.800000	3.800000	3.800000	3.800000	3.800000
Tangible/Public Utility Personal	3.800000	3.800000	3.800000	3.800000	3.800000
Walton Hills Village					
Effective Millage Rates					
Residential/Agricultural	0.300000	0.300000	0.300000	0.300000	0.300000
Commercial/Industrial	0.300000	0.300000	0.300000	0.300000	0.300000
Tangible/Public Utility Personal	0.300000	0.300000	0.300000	0.300000	0.300000

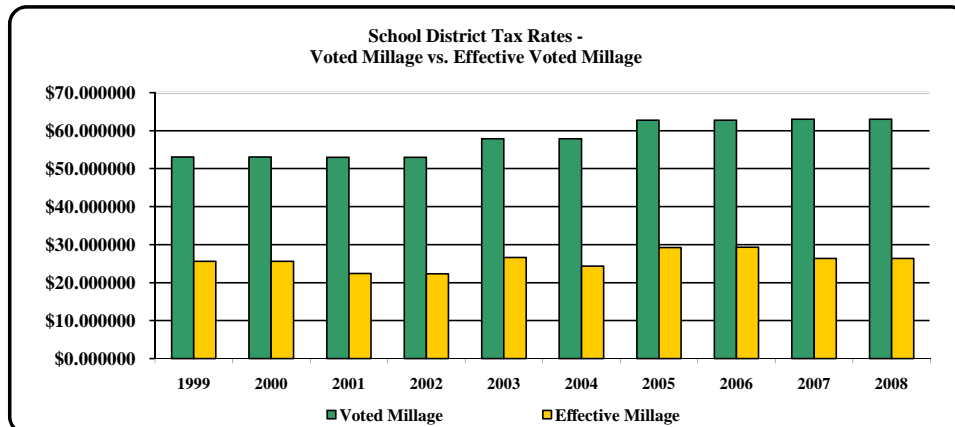
**Source:** Ohio Department of Taxation

(1) The rates presented for a particular calendar year are the rates that, when applied to the assessed values presented on S14 and S15 generated the property tax revenue billed in that year.

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

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

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



2004	2005	2006	2007	2007
\$28.991300	\$33.887409	\$33.915845	\$31.013314	\$31.014649
39.443800	44.607300	44.655878	43.105491	42.915423
62.500000	67.400000	67.400000	67.600000	67.600000
13.000000	13.000000	13.000000	13.000000	13.000000
13.000000	13.000000	13.000000	13.000000	13.000000
13.000000	13.000000	13.000000	13.000000	13.000000
12.800000	12.800000	12.800000	12.800000	12.800000
12.800000	12.800000	12.800000	12.800000	12.800000
12.800000	12.800000	12.800000	12.800000	12.800000
14.497100	15.312800	16.061300	18.690000	17.836490
15.794900	16.539400	17.168000	18.760000	18.705333
17.850000	18.450000	18.450000	20.200000	20.200000
3.800000	3.800000	3.800000	3.800000	3.800000
3.800000	3.800000	3.800000	3.800000	3.800000
3.800000	3.800000	3.800000	3.800000	3.800000
0.300000	0.300000	0.300000	0.300000	0.300000
0.300000	0.300000	0.300000	0.300000	0.300000
0.300000	0.300000	0.300000	0.300000	0.300000

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

Collection Year (2)	Current Tax Levy	Current Tax Collections	Percent of Current Tax Collections to Current Tax Levy	Delinquent Tax Collections (3)	Total Tax Collections	Percent of Total Tax Collections to Current Tax Levy
1998	\$29,930,844	\$28,289,144	94.52%	\$1,229,508	\$29,518,652	98.62%
1999	30,031,043	28,714,883	95.62	1,314,860	30,029,743	100.00
2000	34,019,081	32,225,384	94.73	762,654	32,988,038	96.97
2001	34,608,563	32,642,761	94.32	1,894,258	34,537,019	99.79
2002	34,024,245	31,964,580	93.95	1,920,631	33,885,211	99.59
2003	33,913,009	31,967,962	94.26	986,961	32,954,923	97.17
2004	34,910,147	33,137,146	94.92	4,226,193	37,363,339	107.03
2005	38,946,152	36,666,088	94.15	1,565,188	38,231,276	98.16
2006	36,749,231	33,793,627	91.96	2,740,642	36,534,269	99.42
2007	34,246,236	31,140,843	90.93	1,899,471	33,040,314	96.48

**Source:** Office of the Auditor, Cuyahoga County, Ohio

- (1) Includes Homestead/Rollback taxes assessed locally, but distributed through the State and reported as Intergovernmental Revenue.
- (2) The 2008 information cannot be presented because all collections have not been made by June 30, 2008.
- (3) The County does not maintain delinquency information by tax year.

**Bedford City School District**

*Principal Taxpayers*

*Real Estate Tax*

*2008 and 1999 (1)*

Name of Taxpayer	2008	
	Assessed Valuation	Percent of Real Assessed Value
Ben Venue Laboratories, Incorporated	8,508,040	1.18
Bear Creek Properties	8,470,840	1.18
Ford Motor Company	7,159,350	0.99
Riser Foods Company	6,650,000	0.92
Wal-Mart Stores East	6,389,290	0.89
5977 Bear Creek Road, LLC	5,962,160	0.83
Bedford Colony Club Apartments	4,571,110	0.63
South Point Towers Limited	4,221,790	0.59
Mayfred Company	3,512,480	0.49
Southgate Towers, LLC	3,246,260	0.45
<b>Total</b>	<b>\$58,691,320</b>	<b>8.15%</b>
<b>Total Real Estate Valuation</b>	<b>\$720,480,840</b>	
Name of Taxpayer	1999	
	Assessed Valuation	Percent of Real Assessed Value
Ford Motor Company	\$11,454,700	0.02
Riser Food Company	7,423,150	1.46
Bear Creek Investment Company	5,177,450	1.02
Bear Creek Properties Company	4,974,600	0.98
A.M. Castle Company	4,087,650	0.80
Bedford Colony Club Apartments	3,758,440	0.74
Angeles Partners XII	3,699,010	0.73
Sysco Food Service	3,555,900	0.70
ARV Assisted Living, Incorporated	3,097,500	0.61
Southgate Towers LLC	3,094,000	0.61
<b>Total</b>	<b>\$50,322,400</b>	<b>9.89%</b>
<b>Total Real Estate Valuation</b>	<b>\$508,628,070</b>	

**Source:** Office of the Auditor, Cuyahoga County, Ohio

(1) The amounts presented represent the assessed values upon which 2008 and 1999 collections were based.

**Bedford City School District**  
*Principal Taxpayers*  
*Tangible Personal Property Tax*  
*2008 and 1999 (1)*

Name of Taxpayer	2008	
	Assessed Valuation	Percent of Tangible Assessed Value
Ben Venue Laboratories, Incorporated	\$7,693,930	33.53%
Ford Motor Company	4,707,000	20.51
Riser Foods Company	2,258,250	9.84
Majestic Steel Service, Incorporated	1,534,510	6.69
I. Schumann & Company	1,323,820	5.77
Motorcars Acquisition	1,171,900	5.11
Ohio Bell Telephone Company	1,043,580	4.55
Jay Pontiac, Inc.	958,600	4.18
Earl M. Jorgensen Company	686,800	2.99
Fred Baker Posche Audi, Incorporated	524,580	2.29
Total	\$21,902,970	95.45%
Total Tangible Assessed Valuation	\$22,946,614	
	1999	
Name of Taxpayer	Assessed Valuation	Percent of Tangible Assessed Value
Ford Motor Company	\$29,337,340	17.95%
Riser Foods Company	13,687,070	8.38
Ben Venue Laboratories, Incorporated	6,296,350	3.85
Wilmington Trust Company	3,184,340	1.95
Ferro Corporation	3,161,520	1.93
Commonwealth Aluminum	2,908,050	1.78
ITT Automotive, Incorporated	2,854,530	1.75
Illinois Tool Works, Incorporated	2,686,420	1.64
I. Schumann and Company	2,333,540	1.43
Hertz Equipment Rental Corporation	2,181,970	1.34
Total	\$68,631,130	42.00%
Total Tangible Assessed Valuation	\$163,417,945	

Source: Office of the Auditor, Cuyahoga County, Ohio

(1) The amounts presented represent the assessed values upon which 2008 and 1999 collections were based.

**Bedford City School District**

*Principal Taxpayers*

*Public Utilities Tax*

*2008 and 1999 (1)*

Name of Taxpayer	2008	
	Assessed Valuation	Percent of Public Utility Assessed Value
Cleveland Electric Illuminating Company	\$21,125,150	68.54%
American Transmission System	8,470,840	27.48
Ohio Edison	467,760	1.52
Total	<u>\$30,063,750</u>	<u>97.53%</u>
Total Public Utility Valuation	<u>\$30,823,860</u>	

Name of Taxpayer	1999	
	Assessed Valuation	Percent of Public Utility Assessed Value
Cleveland Electric Illuminating Company	\$44,373,370	77.01%
Ohio Bell Telephone Company	7,725,890	13.41
The East Ohio Gas Company	4,263,910	7.40
Total	<u>\$56,363,170</u>	<u>97.82%</u>
Total Public Utility Valuation	<u>\$57,620,420</u>	

**Source:** Office of the Auditor, Cuyahoga County, Ohio

(1) The amounts presented represent the assessed values upon which 2008 and 1999 collections were based.

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

	1999	2000	2001	2002
Assessed Valuation (1)	<u>\$729,666,435</u>	<u>\$737,663,941</u>	<u>\$810,529,703</u>	<u>\$794,313,512</u>
Debt Limit - 9% of Assessed Value (2)	\$65,669,979	\$66,389,755	\$72,947,673	\$71,488,216
Amount of Debt Outstanding				
General Obligation Bonds:				
Serial Library and Facilities Refunding Bonds	11,795,000	11,375,000	10,910,000	9,760,000
Facilities Acquisition	255,000	240,000	225,000	210,000
Energy Conservation	1,335,000	1,080,000	810,000	525,000
Capital Appreciation Bonds	0	0	0	536,300
Maintenance Facility Loan	0	0	0	0
Less Amount Available in Debt Service	<u>(1,262,349)</u>	<u>(1,269,570)</u>	<u>(1,354,436)</u>	<u>(1,503,513)</u>
Total	12,122,651	11,425,430	10,590,564	9,527,787
Exemptions:				
Energy Conservation Bonds	<u>(1,335,000)</u>	<u>(1,080,000)</u>	<u>(810,000)</u>	<u>(525,000)</u>
Amount of Debt Subject to Limit	<u>10,787,651</u>	<u>10,345,430</u>	<u>9,780,564</u>	<u>9,002,787</u>
Overall Debt Margin	<u>\$54,882,328</u>	<u>\$56,044,325</u>	<u>\$63,167,109</u>	<u>\$62,485,429</u>
Legal Debt Margin as a Percentage of Debt Limit	83.57%	84.42%	86.59%	87.41%
Unvoted Legal Debt Limit - .10% of Assessed Value (2)	\$729,666	\$737,664	\$810,530	\$794,314
Amount of Debt Subject to Limit	<u>(255,000)</u>	<u>(240,000)</u>	<u>(225,000)</u>	<u>(210,000)</u>
Unvoted Debt Margin	<u>\$474,666</u>	<u>\$497,664</u>	<u>\$585,530</u>	<u>\$584,314</u>
Unvoted Legal Debt Margin as a Percentage of the Unvoted Debt Limitation	65.05%	67.46%	72.24%	73.56%
Additional Limit for Unvoted Energy Conservation Bonds				
Unvoted Legal Debt Limit - .9% of Assessed Value	6,566,998	6,638,975	7,294,767	7,148,822
Amount of Debt Subject to Limit	<u>(1,335,000)</u>	<u>(1,080,000)</u>	<u>(810,000)</u>	<u>(525,000)</u>
Additional Unvoted Debt Margin	<u>\$5,231,998</u>	<u>\$5,558,975</u>	<u>\$6,484,767</u>	<u>\$6,623,822</u>

**Source:** Cuyahoga County Auditor and School District Financial Records

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

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



2003	2004	2005	2006	2007	2008
<u>\$805,335,375</u>	<u>\$858,303,832</u>	<u>\$854,733,064</u>	<u>\$672,704,829</u>	<u>\$743,973,480</u>	<u>\$729,666,435</u>
\$72,480,184	\$77,247,345	\$76,925,976	\$60,543,435	\$66,957,613	\$65,669,979
9,130,000	8,335,000	7,500,000	6,615,000	5,665,000	4,650,000
195,000	180,000	165,000	150,000	135,000	120,000
230,000	155,000	80,000	3,562,114	3,336,282	3,155,207
536,300	536,300	536,300	536,300	536,300	536,300
606,000	558,000	506,000	452,000	395,000	336,000
<u>(1,521,398)</u>	<u>(1,611,028)</u>	<u>(1,904,007)</u>	<u>(1,752,212)</u>	<u>(1,916,465)</u>	<u>(2,103,486)</u>
9,175,902	8,153,272	6,883,293	9,563,202	8,151,117	6,694,021
<u>(230,000)</u>	<u>(155,000)</u>	<u>(80,000)</u>	<u>(3,562,114)</u>	<u>(3,336,282)</u>	<u>(3,155,207)</u>
8,945,902	7,133,272	6,803,293	6,001,088	4,814,835	3,538,814
<u>\$63,534,282</u>	<u>\$70,114,073</u>	<u>\$70,122,683</u>	<u>\$54,542,347</u>	<u>\$62,142,778</u>	<u>\$62,131,165</u>
87.66%	90.77%	91.16%	90.09%	92.81%	94.61%
\$805,335	\$858,304	\$854,733	\$672,705	\$743,973	\$729,666
<u>(195,000)</u>	<u>(180,000)</u>	<u>(165,000)</u>	<u>(150,000)</u>	<u>(135,000)</u>	<u>(120,000)</u>
<u>\$610,335</u>	<u>\$678,304</u>	<u>\$689,733</u>	<u>\$522,705</u>	<u>\$608,973</u>	<u>\$609,666</u>
75.79%	79.03%	80.70%	77.70%	81.85%	83.55%
7,248,018	7,724,734	7,692,598	6,054,343	6,695,761	6,566,998
<u>(230,000)</u>	<u>(155,000)</u>	<u>(80,000)</u>	<u>(3,562,114)</u>	<u>(3,336,282)</u>	<u>(3,155,207)</u>
<u>\$7,018,018</u>	<u>\$7,569,734</u>	<u>\$7,612,598</u>	<u>\$2,492,229</u>	<u>\$3,359,479</u>	<u>\$3,411,791</u>

**Bedford City School District**  
*Ratio of Debt*  
*to Assessed Value and Debt per Capita*  
*Last Ten Fiscal Years*

Fiscal Year	Population (1)		Estimated Actual Value of Taxable Property(2)	General Bonded Debt		
				General Bonded Debt Outstanding	Ratio of Bonded Debt to Estimated Actual Value	Bonded Debt per Capita
1999	29,324	a	\$2,172,372,587	\$13,385,000	0.62%	\$413.40
2000	29,324	b	2,211,186,662	12,695,000	0.57	389.63
2001	27,989	b	2,427,772,320	11,945,000	0.49	378.38
2002	27,989	b	2,386,537,059	10,944,054	0.46	337.29
2003	27,989	b	2,421,588,845	10,080,723	0.42	305.81
2004	27,989	b	2,581,580,021	9,278,593	0.36	273.95
2005	27,989	b	2,572,316,470	8,442,541	0.33	233.61
2006	27,989	b	2,599,981,726	11,119,864	0.43	334.69
2007	27,989	b	2,448,152,133	10,031,198	0.41	289.93
2008	27,989	b	2,460,689,615	8,930,064	0.36	250.58

**Sources:** (1) U.S. Bureau of Census, Census of Population  
(a) 1990 Federal Census  
(b) 2000 Federal Census

(2) Office of the Auditor, Cuyahoga County, Ohio

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General Debt

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General Bonded Debt Outstanding	Loans	Capital Leases	Total Debt	Ratio of General Debt to Estimated Actual Value	General Debt Per Capita
\$13,385,000	\$0	\$0	\$13,385,000	0.62%	\$456.45
12,695,000	0	0	12,695,000	0.57	432.92
11,945,000	0	0	11,945,000	0.49	426.77
10,944,054	0	0	10,944,054	0.46	391.01
10,080,723	606,000	0	10,686,723	0.44	381.82
9,278,593	558,000	868,903	10,705,496	0.41	382.49
8,442,541	506,000	712,854	9,661,395	0.38	345.19
11,119,864	452,000	562,207	12,134,071	0.47	433.53
10,031,198	395,000	407,835	10,834,033	0.44	387.08
8,930,064	336,000	249,604	9,515,668	0.39	339.98

**Bedford City School District**  
*Computation of Direct and Overlapping*  
*Governmental Activities Debt*  
*June 30, 2008*

	General Debt Outstanding	Percentage Applicable to School District (1)	Amount of Direct and Overlapping Debt
<b>Direct:</b>			
Bedford City School District			
General Obligation Bonds	\$8,930,064	100.00%	\$8,930,064
Loan	336,000	100	336,000
Capital Leases	249,604	100	249,604
<b>Total Direct</b>	<b>9,515,668</b>	<b>100</b>	<b>9,515,668</b>
<b>Overlapping:</b>			
Cuyahoga County			
General Obligation Bonds	188,814,000	2.66	5,022,452
Revenue Bonds	101,906,000	2.66	2,710,700
Capital Lease Obligations	27,003,000	2.66	718,280
Loans Payable	7,293,000	2.66	193,994
Regional Transit Authority			
General Obligation Bonds	147,385,000	2.66	3,920,441
State Infrastructure Bank Loan	4,088,320	2.66	108,749
Capital Lease Obligations	25,000,000	2.66	665,000
City of Bedford			
General Obligation Bonds	11,363,218	36.22	4,115,758
OPWC Loans	481,766	36.22	174,496
Capital Lease Obligation	9,263	36.22	3,355
City of Bedford Heights			
General Obligation Bonds	4,005,000	29.67	1,188,284
Capital Lease Obligation	902,774	29.67	267,853
Notes Payable	450,000	29.67	133,515
Village of Oakwood			
General Obligation Bonds	2,000,685	14.95	299,102
<b>Total Overlapping</b>	<b>520,702,026</b>		<b>19,521,978</b>
<b>Total</b>	<b>\$530,217,694</b>		<b>\$29,037,646</b>

Source: Office of the Auditor, Cuyahoga County, Ohio

(1) Percentages were determined by dividing the assessed valuation of the political subdivision located within the boundaries of the School District by the total assessed valuation of the subdivision. The valuations used were for the 2008 collection year.

**Bedford City School District**

*Principal Employers*

2008 and 2001

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**2008**

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Employer	City	Nature of Business or Activity	Number of Employees
Giant Eagle	Bedford Heights	Retail Grocery	1,474
Ben Venue Laboratories	Bedford	Sterile Pharmaceuticals	1,138
University Hospital Health Systems	Bedford	Health Care	1,029
Ford Motor Company	Walton Hills	Motor Vehicle Parts and Accessories	929
Labor Ready Mid-Atlantic	Bedford	Temporary Employment Service	847
Bedford Board of Education	Bedford	Public Education	584
City of Bedford	Bedford	Municipal Government	361
Target	Bedford	Retail	319
U.S. Bank Leader Mortgage	Bedford	Banking Service	271
New York Frozen Foods Inc.	Bedford Heights	Retail Grocery	242
Cleveland Coca-Cola Bottling	Bedford Heights	Carbonated Soft Drinks	220
<b>Total</b>			<b>7,414</b>
<b>Total Employment within the School District</b>			<b>n/a</b>

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**2001**

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Employer	City	Nature of Business or Activity	Number of Employees
Ford Motor Company	Walton Hills	Motor Vehicle Parts and Accessories	1,400
Ben Venue Laboratories	Bedford	Sterile Pharmaceuticals	700
Sysco Foods	Bedford Heights	Wholesale Food Distribution	600
Bedford Board of Education	Bedford	Public Education	585
Bedford Community Hospital	Bedford	Health Care	500
First National Supermarkets	Bedford Heights	Retail Grocery	400
City of Bedford	Bedford	Municipal Government	342
Tops Superstore	Bedford Heights	Retail Grocery	278
A.M. Castle Metals	Bedford Heights	Steel Service Center	230
I. Schumann and Company	Bedford	Secondary Smelting and Refining of Nonferrous Metals	200
<b>Total</b>			<b>5,235</b>
<b>Total Employment within the School District</b>			<b>n/a</b>

**Source:** Cities of Bedford and Bedford Heights; Harris Ohio Industrial Directory

n/a - Information prior to 2001 not available. Total employment within the School District not available.

**Bedford City School District**  
*Demographic and Economic Statistics*  
*Last Nine Years (1)*

Year	City of Bedford			City of Bedford Heights		
	Estimated Population	Total Personal Income	Personal Income Per Capita	Estimated Population	Total Personal Income	Personal Income Per Capita
2000	14,214	\$285,360,264	\$20,076	11,375	\$247,872,625	\$21,791
2001	14,214	285,360,264	20,076	11,375	247,872,625	21,791
2002	14,214	285,360,264	20,076	11,375	247,872,625	21,791
2003	14,214	285,360,264	20,076	11,375	247,872,625	21,791
2004	14,214	285,360,264	20,076	11,375	247,872,625	21,791
2005	14,214	285,360,264	20,076	11,375	247,872,625	21,791
2006	14,214	285,360,264	20,076	11,375	247,872,625	21,791
2007	14,214	285,360,264	20,076	11,375	247,872,625	21,791
2008	14,214	285,360,264	20,076	11,375	247,872,625	21,791

Source 2000 U.S. Census Bureau

1) Information prior to 2000 not available

Village of Oakwood			Village of Walton Hills			Unemployment Rate	Total Assessed Property Value
Estimated Population	Total Personal Income	Personal Income Per Capita	Estimated Population	Total Personal Income	Personal Income Per Capita		
3,667	\$71,169,136	\$19,408	2,400	\$63,372,000	\$26,405	5.0%	\$737,663,941
3,667	71,169,136	19,408	2,400	63,372,000	26,405	4.3	810,529,703
3,667	71,169,136	19,408	2,400	63,372,000	26,405	6.0	794,313,512
3,667	71,169,136	19,408	2,400	63,372,000	26,405	6.0	805,335,375
3,667	71,169,136	19,408	2,400	63,372,000	26,405	6.6	858,303,832
3,667	71,169,136	19,408	2,400	63,372,000	26,405	6.6	854,733,064
3,667	71,169,136	19,408	2,400	63,372,000	26,405	5.6	816,579,269
3,667	71,169,136	19,408	2,400	63,372,000	26,405	6.6	795,490,777
3,667	71,169,136	19,408	2,400	63,372,000	26,405	5.7	774,251,314

**Bedford City School District**

*Building Statistics*

*Last Five Fiscal Years (1)*

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
<b>Bedford High School</b>					
Constructed in 1954					
Additions in 1955, 1958, 1971, 1994					
Total Building Square Footage	400,000	400,000	400,000	400,000	400,000
Media Center Square Footage	18,400	18,400	18,400	18,400	18,400
Cafeteria and Kitchen Square Footage	12,500	12,500	12,500	12,500	12,500
Auditorium Square Footage	15,000	15,000	15,000	15,000	15,000
Gymnasium (3 each) Square Footage	27,000	27,000	27,000	27,000	27,000
Pool Square Footage	10,000	10,000	10,000	10,000	10,000
Enrollment Grades 9-12	1,176	1,237	1,306	1,371	1,322
Student Capacity	1,800	1,800	1,800	1,800	1,800
Regular Instruction Classrooms	90	92	93	93	94
Regular Instruction Teachers	51	55	46	59	58
Special Instruction Classrooms	15	13	12	12	12
Special Instruction Teachers	15	13	12	13	14
Vocational Instruction Classrooms	16	16	16	16	16
Vocational Instruction Teachers	9	8	9	17	14
<b>Heskett Middle School</b>					
Constructed in 1968					
Total Building Square Footage	105,000	105,000	105,000	105,000	105,000
Media Center Square Footage	5,040	5,040	5,040	5,040	5,040
Cafeteria and Kitchen Square Footage	7,400	7,400	7,400	7,400	7,400
Auditorium Square Footage	4,500	4,500	4,500	4,500	4,500
Gymnasium Square Footage	8,000	8,000	8,000	8,000	8,000
Enrollment Grades 7-8	684	666	635	654	603
Student Capacity	800	800	800	800	800
Regular Instruction Classrooms	37	37	37	37	37
Regular Instruction Teachers	35	35	27	35	35
Special Instruction Classrooms	12	12	12	12	12
Special Instruction Teachers	12	12	12	12	15
<b>Aurora Upper Intermediate School (2)</b>					
Constructed in 1952					
Additions in 1955, 1965					
Building not utilized as a school in 2008					
Total Building Square Footage	65,000	65,000	65,000	65,000	65,000
Media Center Square Footage	1,700	1,700	1,700	1,700	1,700
Cafeteria and Kitchen Square Footage	3,400	3,400	3,400	3,400	3,400
Gymnasium Square Footage	2,500	2,500	2,500	2,500	2,500
Enrollment Grade 6 Only	331	291	308	274	0
Student Capacity	460	460	460	460	460
Regular Instruction Classrooms	16	18	19	19	19
Regular Instruction Teachers	12	13	10	17	0
Special Instruction Classrooms	7	5	4	4	4
Special Instruction Teachers	7	5	4	4	0

(continued)

(1) Information prior to 2004 was not available from the School District.

(2) Aurora Upper Intermediate School closed at the end of FY 2007. The 6th graders were moved to the remaining Intermediate Schools and the 3rd graders were moved to the Primary Schools.



**Bedford City School District***Building Statistics (continued)**Last Five Fiscal Years (1)*

	2004	2005	2006	2007	2008
<b>Carylwood Intermediate School (2)</b>					
Constructed in 1955					
Additions in 1965					
Total Building Square Footage	44,285	44,285	44,285	44,285	44,285
Media Center Square Footage	1,200	1,200	1,200	1,200	1,200
Gym, Cafeteria and Kitchen Square Footage	3,200	3,200	3,200	3,200	3,200
Enrollment Grades 4-6	398	378	373	423	423
Student Capacity	520	520	520	520	438
Regular Instruction Classrooms	21	25	27	27	27
Regular Instruction Teachers	15	17	13	21	24
Special Instruction Classrooms	9	5	3	3	3
Special Instruction Teachers	9	5	3	6	7
<b>Columbus Intermediate School (2)</b>					
Constructed in 1962					
Additions in 1978, 1965, 2002					
Total Building Square Footage	71,125	71,125	71,125	71,125	71,125
Media Center Square Footage	1,400	1,400	1,400	1,400	1,400
Gym, Cafeteria and Kitchen Square Footage	3,200	3,200	3,200	3,200	3,200
Gym/Auditorium Square Footage	12,000	12,000	12,000	12,000	12,000
Enrollment Grades 4-6	485	460	433	438	423
Student Capacity	525	525	525	525	525
Regular Instruction Classrooms	31	32	32	32	32
Regular Instruction Teachers	21	25	20	23	26
Special Instruction Classrooms	7	4	4	4	4
Special Instruction Teachers	7	4	4	7	9
<b>Central Primary School (2)</b>					
Constructed in 1955					
Additions in 1965					
Total Building Square Footage	72,500	72,500	72,500	72,500	72,500
Media Center Square Footage	1,700	1,700	1,700	1,700	1,700
Gym, Cafeteria and Kitchen Square Footage	3,400	3,400	3,400	3,400	3,400
Enrollment Grades K-3	365	385	387	396	525
Student Capacity	520	520	520	520	520
Regular Instruction Classrooms	21	27	27	27	27
Regular Instruction Teachers	15	16	13	21	21
Special Instruction Classrooms	7	3	3	3	3
Special Instruction Teachers	7	3	3	4	5
<b>Glendale Primary School (2)</b>					
Constructed in 1953					
Additions in 1959, 1966					
Total Building Square Footage	66,000	66,000	66,000	66,000	66,000
Media Center Square Footage	1,920	1,920	1,920	1,920	1,920
Cafeteria and Kitchen Square Footage	1,430	1,430	1,430	1,430	1,430
Gymnasium Square Footage	2,400	2,400	2,400	2,400	2,400
Enrollment Grades K-3	384	391	330	369	481
Student Capacity	520	520	520	520	520
Regular Instruction Classrooms	23	25	26	26	26
Regular Instruction Teachers	15	15	12	17	17
Special Instruction Classrooms	5	5	5	5	5
Special Instruction Teachers	5	5	5	5	7

(1) Information prior to 2004 was not available from the School District.

(2) Aurora Upper Intermediate School closed at the end of FY 2007. The 6th graders were moved to the remaining Intermediate Schools and the 3rd graders were moved to the Primary Schools.

**Bedford City School District**

*Per Pupil Cost*

*Last Ten Fiscal Years*

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Fiscal Year	Student Enrollment		General Governmental	
	Average Enrollment	Percentage of Change	Total Expenditures (1)	Per Pupil Cost
1999	3,883	0.36%	\$35,134,870	\$9,048
2000	3,866	(0.44)	34,728,203	8,983
2001	3,842	(0.62)	37,180,862	9,677
2002	3,720	(3.18)	39,177,763	10,532
2003	3,637	(2.23)	42,129,455	11,584
2004	3,912	7.56	47,457,971	12,131
2005	3,680	(5.93)	45,314,175	12,314
2006	3,908	6.20	50,597,774	12,947
2007	3,825	(2.12)	48,272,312	12,620
2008	3,792	(0.86)	52,375,971	13,812

(1) Debt Service totals have been excluded.

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

Governmental Activities		Students Receiving Free or Reduced Lunch	Percentage Of Enrollment
Total Expenses (2)	Per Pupil Cost		
N/A	N/A	1,000	25.75%
N/A	N/A	1,078	27.88
\$37,793,574	\$9,837	1,161	30.22
40,606,923	10,916	1,172	31.51
40,618,687	11,168	1,233	33.90
47,119,876	12,045	1,400	35.79
45,125,477	12,262	1,502	40.82
49,088,059	12,561	1,664	42.58
48,290,799	12,625	1,701	44.47
52,725,363	13,904	1,767	46.60

**Bedford City School District**  
*School District Employees by Function/Program*  
*Last Ten Fiscal Years*

<b>Function/Program</b>	1999	2000	2001	2002
<b>Regular Instruction</b>				
Elementary Classroom Teachers	102	101	106	107
Middle School Classroom Teachers	38	36	36	34
High School Classroom Teachers	62	56	55	54
<b>Special Instruction</b>				
Preschool Teachers	4	4	4	4
Elementary Classroom Teachers	21	23	23	25
Gifted Education Teachers	1	1	1	1
Middle School Classroom Teachers	7	6	9	6
High School Classroom Teachers	8	9	9	9
<b>Vocational Instruction</b>				
High School Classroom Teachers	19	18	17	17
<b>Pupil Support Services</b>				
Guidance Counselors	10	9	10	9
Librarians	2	2	2	2
Psychologists	3	3	3	3
Speech & Language Pathologists	3	3	3	4
<b>Administrators</b>				
Elementary	5	5	5	5
Middle School	3	3	3	3
High School	5	5	5	5
Districtwide	16	16	18	19
<b>Operation of Plant</b>				
Custodians	44	41	41	41
Maintenance	9	8	8	8
<b>Pupil Transportation</b>				
Bus Drivers	60	54	55	61
Bus Aides	12	13	13	14
Mechanics	5	5	5	5
<b>Food Service Program</b>				
Elementary Cooks	11	11	11	11
Middle School Cooks	10	10	10	10
High School Cooks	16	17	18	18

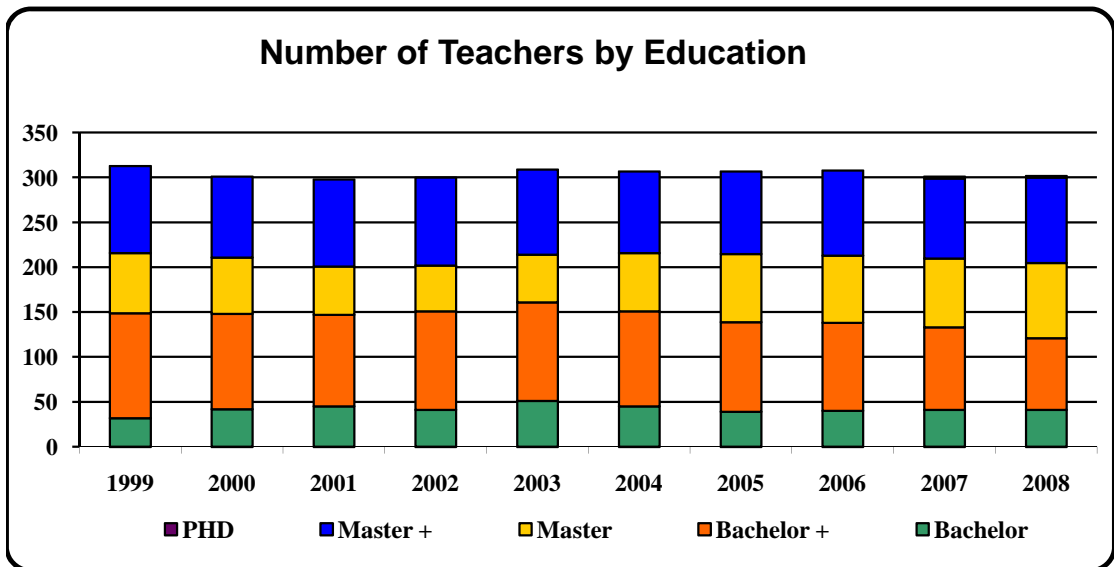
**Method:** Using 1.0 for each full-time employee and 0.50 for each part-time and seasonal employee. The count is performed on September 1 of each year.

2003	2004	2005	2006	2007	2008
107	101	107	95	94	88
32	35	35	35	35	36
57	58	56	60	59	58
4	3	2.5	2.5	2.5	2.5
22	30	28	27	28	24
1	1	1	1	1	1
8	9	11	12	12	15
10	11	12	12	13	15
18	18	14	17	17	14
9	9	9	11	11	10
2	2	4	2	2	2
3	3	3.5	4	4	4
4	4	4	4	4	4
5	5	5	5	5	4
3	3	3	3	3	3
5	5	5	5	5	5
19	17	19	16	16	16
40	40	39	40	38	35
8	8	8	8	8	8
67	68	60	59	62	66
20	15	18	16	13	9
5	5	5	5	5	5
12	13	12	11	11	8
10	10	10	10	10	10
18	18	18	18	18	18

**Bedford City School District**  
*Full-Time Equivalent Certificated School District Employees by Education (1)*  
*Last Ten Fiscal Years*

Degree	1999	2000	2001	2002	2003
Bachelor	32	42	45	41	51
Bachelor Including 150 Hours	83	75	65	68	67
Bachelor Including 180 Hours	34	31	37	42	43
Master	67	63	54	51	53
Master +9	39	39	43	40	43
Master +18	14	9	12	17	14
Master +27	12	13	11	10	12
Master +36	11	8	9	9	6
Master + 45	16	15	16	16	14
Master + 54	5	6	6	6	6
PhD or JD	0	0	0	0	0
<b>Total</b>	<b>313</b>	<b>301</b>	<b>298</b>	<b>300</b>	<b>309</b>

(1) Includes any employee that has a teaching certificate.



Source: School District Records

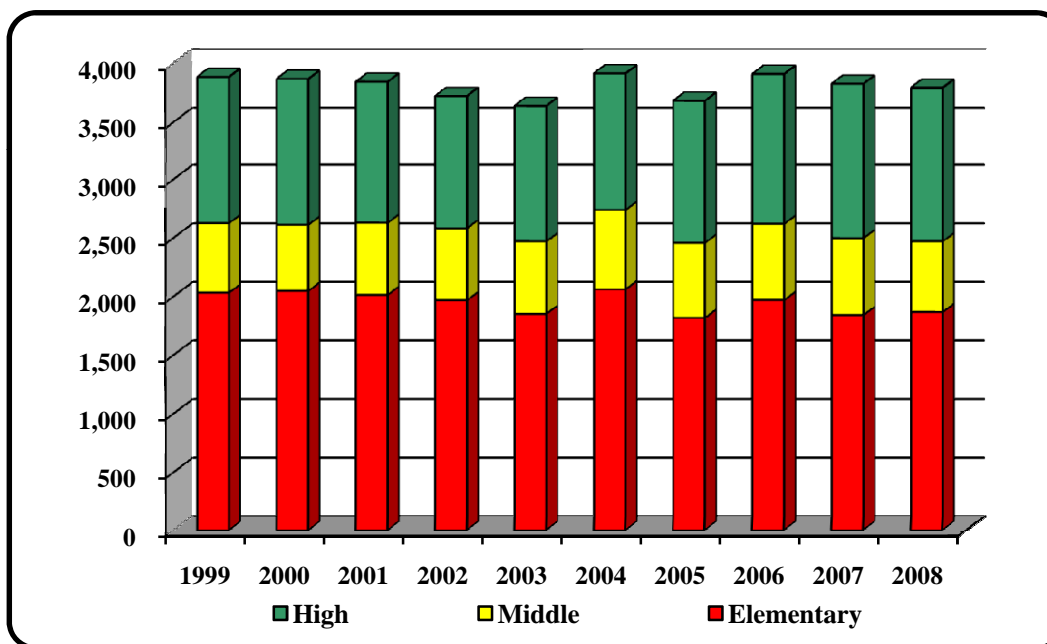
2004	2005	2006	2007	2008
45	39	40	41	41
63	63	59	51	44
43	37	39	41	36
65	76	75	77	84
40	39	36	36	46
13	12	17	15	13
13	11	11	13	11
6	6	7	5	6
14	16	16	13	13
5	8	8	7	6
0	0	0	2	2
307	307	308	301	302

## Bedford City School District

### *Enrollment Statistics*

#### *Last Ten Fiscal Years*

Fiscal Year	Elementary Schools	Middle School	High School	Total
1999	2,032	593	1,258	3,883
2000	2,047	564	1,255	3,866
2001	2,013	615	1,214	3,842
2002	1,967	614	1,139	3,720
2003	1,851	618	1,168	3,637
2004	2,061	677	1,174	3,912
2005	1,817	640	1,223	3,680
2006	1,969	650	1,289	3,908
2007	1,841	656	1,328	3,825
2008	1,867	603	1,322	3,792



Source: Bedford City School Records



**Bedford City School District**  
*Attendance and Graduation Rates*  
*Last Ten Fiscal Years*

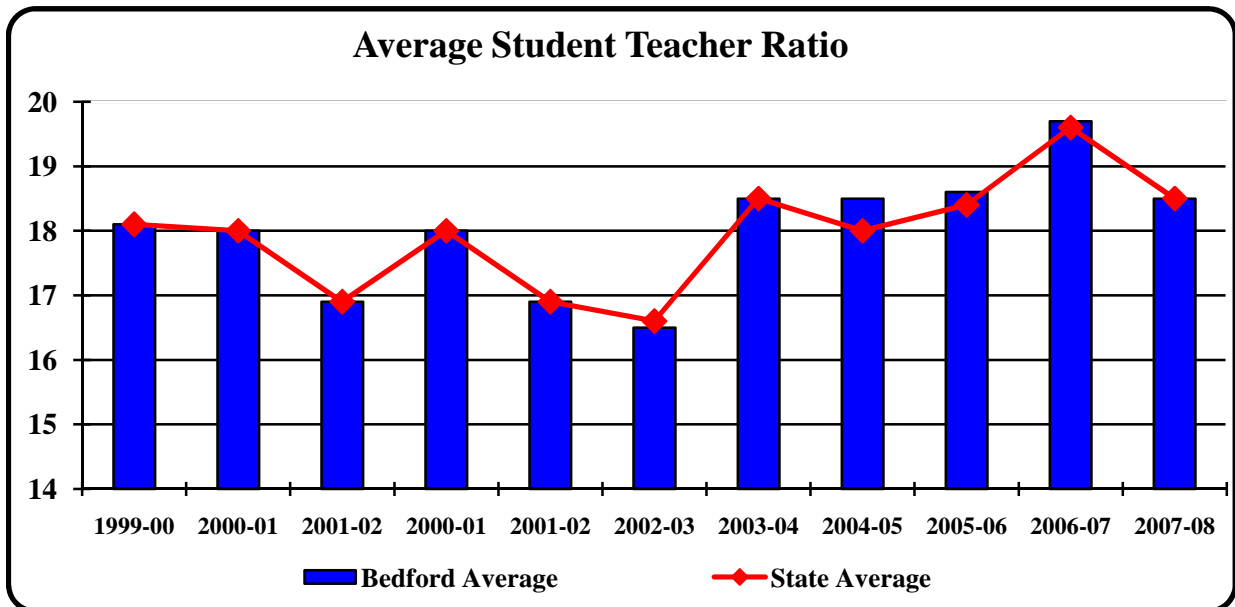
Fiscal Year	Bedford City School District Attendance Rate	State Average	Bedford City School District Graduation Rate	State Average
1999	93.70%	93.50%	85.70%	81.40%
2000	93.50	93.60	74.60	80.70
2001	93.00	93.90	84.80	81.20
2002	93.70	94.30	76.50	82.80
2003	94.40	94.50	76.50	83.90
2004	94.90	94.50	78.60	84.30
2005	95.00	94.30	86.20	85.90
2006	95.20	94.10	90.40	86.20
2007	95.00	94.10	86.30	86.10
2008	95.00	94.20	84.60	86.90

Source: Ohio Department of Education Local Report Cards

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

School Year	Bedford Average	State Average
1998 - 1999	18.6	18.6
1999 - 2000	18.1	18.1
2000 - 2001	18.0	18.0
2001 - 2002	16.9	16.9
2002 - 2003	16.5	16.5
2003 - 2004	18.5	18.5
2004 - 2005	18.5	18.5
2005 - 2006	18.6	18.6
2006 - 2007	19.7	19.6
2007 - 2008	18.5	18.5

Source: Ohio Department of Education, EMIS Reports





# **Bedford City School District**

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**Mary Taylor, CPA**  
Auditor of State

**BEDFORD CITY SCHOOL DISTRICT**

**CUYAHOGA COUNTY**

**CLERK'S CERTIFICATION**

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

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED  
FEBRUARY 3, 2009**