



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

**SINGLE AUDIT**

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



**Mary Taylor, CPA**  
Auditor of State



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

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

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

<b>FEDERAL GRANTOR</b> <i>Pass Through Grantor</i> Program Title	Federal CFDA Number	Receipts	Non-Cash Receipts	Disburse- ments	Non-Cash Disburse- ments
<b>U.S. DEPARTMENT OF AGRICULTURE</b>					
<i>Passed Through Ohio Department of Education</i>					
Child Nutrition Cluster:					
Non-Cash Assistance (Food Distribution):					
School Breakfast Program	10.553	0	1,209	0	1,209
National School Lunch Program	10.555	0	102,192	0	102,192
Non-Cash Assistance Total		0	103,401	0	103,401
Cash Assistance:					
School Breakfast Program	10.553	8,041	0	8,041	0
National School Lunch Program	10.555	165,520	0	165,520	0
Cash Assistance Total		173,561	0	173,561	0
Total Nutrition Cluster		173,561	103,401	173,561	103,401
<b>Total U.S. Department of Agriculture</b>		173,561	103,401	173,561	103,401
<b>U.S. DEPARTMENT OF EDUCATION</b>					
<i>Passed Through Ohio Department of Education</i>					
Title I	84.010	0	0	24	0
Title I	84.010	(400)	0	2,817	0
Title I	84.010	144,152	0	139,351	0
Total Title I		143,752	0	142,192	0
Special Education Cluster:					
Title VI-B (IDEA Part B)	84.027	0	0	60	0
Title VI-B (IDEA Part B)	84.027	(17,399)	0	29,436	0
Title VI-B (IDEA Part B)	84.027	960,557	0	876,192	0
Total Title VI-B (IDEA Part B)		943,158	0	905,688	0
Preschool Disability Grant	84.173	25,986	0	25,586	0
Total Special Education Cluster		969,144	0	931,274	0
Safe and Drug Free Schools and Communities	84.186	0	0	236	0
Safe and Drug Free Schools and Communities	84.186	0	0	712	0
Safe and Drug Free Schools and Communities	84.186	(680)	0	328	0
Safe and Drug Free Schools and Communities	84.186	11,294	0	9,948	0
Total Safe and Drug Free Schools and Communities		10,614	0	11,224	0
Innovative Educational Program Strategies	84.298	0	0	4	0
Innovative Educational Program Strategies	84.298	0	0	1,050	0
Innovative Educational Program Strategies	84.298	(866)	0	6,964	0
Innovative Educational Program Strategies	84.298	2,780	0	1,120	0
Total Innovative Educational Program Strategies		1,914	0	9,138	0
Technology Literacy Challenge Funds	84.318	0	0	80	0
Technology Literacy Challenge Funds	84.318	0	0	173	0
Technology Literacy Challenge Funds	84.318	1,476	0	1,354	0
Total Technology Literacy Challenge Funds		1,476	0	1,607	0

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

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

<b>FEDERAL GRANTOR Pass Through Grantor</b>	Federal CFDA Number	Receipts	Non-Cash Receipts	Disburse- ments	Non-Cash Disburse- ments
Program Title					
Title III, Limited English Proficiency Grant	84.365	0	0	884	0
Title III, Limited English Proficiency Grant	84.365	19,831	0	16,995	0
Title III, Immigrant	84.365	7,211	0	7,211	0
Total Title III		<u>27,042</u>	<u>0</u>	<u>25,090</u>	<u>0</u>
Improving Teacher Quality	84.367	0	0	151	0
Improving Teacher Quality	84.367	0	0	2,014	0
Improving Teacher Quality	84.367	(2,206)	0	1,347	0
Improving Teacher Quality	84.367	80,526	0	76,134	0
Total Improving Teacher Quality		<u>78,320</u>	<u>0</u>	<u>79,646</u>	<u>0</u>
<b>Total U.S. Department of Education</b>		<u>1,232,262</u>	<u>0</u>	<u>1,200,171</u>	<u>0</u>
<b>Total Federal Financial Assistance</b>		<u>1,405,823</u>	<u>103,401</u>	<u>1,373,732</u>	<u>103,401</u>

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

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

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

**NOTE A - SIGNIFICANT ACCOUNTING POLICIES**

The accompanying Schedule of Federal Awards Receipts and Expenditures (the Schedule) summarizes activity of the District's federal award programs. The schedule has been prepared on the cash basis of accounting.

**NOTE B - CHILD NUTRITION CLUSTER**

Cash receipts from the U.S. Department of Agriculture are commingled with State grants. It is assumed federal monies are expended first.

**NOTE C – FOOD DONATION PROGRAM**

Program regulations do not require the District to maintain separate inventory records for purchased food and food received from the U.S. Department of Agriculture. This non-monetary assistance (expenditures) is reported in the Schedule at the fair value of the commodities received.

**NOTE D – NEGATIVE RECEIPTS**

The Ohio Department of Education (ODE) transferred federal monies from grant year 2007 to grant year 2008 for several of the District's federal grants. These transfers appear as negative receipts in the 2007 grant year and positive receipts in the 2008 grant year. This action by ODE allowed the District to extend the availability period for expenditure of these receipts.

**N/A – Not Applicable**

**CFDA – Catalog of Federal Domestic Assistance**

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# 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*

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

To the Board of Education:

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Brecksville-Broadview Heights 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 November 26, 2008. 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 intend this report solely for the information and use of the audit committee, management, the Board of Education, and 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

November 26, 2008



# Mary Taylor, CPA

Auditor of State

## INDEPENDENT ACCOUNTANTS' REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO ITS MAJOR FEDERAL PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

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

To the Board of Education:

### Compliance

We have audited the compliance of the Brecksville-Broadview Heights 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 each major federal program. Our responsibility is to express an opinion on the Government'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 Brecksville-Broadview Heights City School District 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 the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the District's internal control over compliance with requirements that could directly and materially affect a major federal program 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.

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Telephone: (216) 787-3665 (800) 626-2297 Fax: (216) 787-3361  
[www.auditor.state.oh.us](http://www.auditor.state.oh.us)

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**

We have also audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Brecksville-Broadview Heights City School District as of and for the year ended June 30, 2008, and have issued our report thereon dated November 26, 2008. Our audit was performed to form an opinion 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

November 26, 2008

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

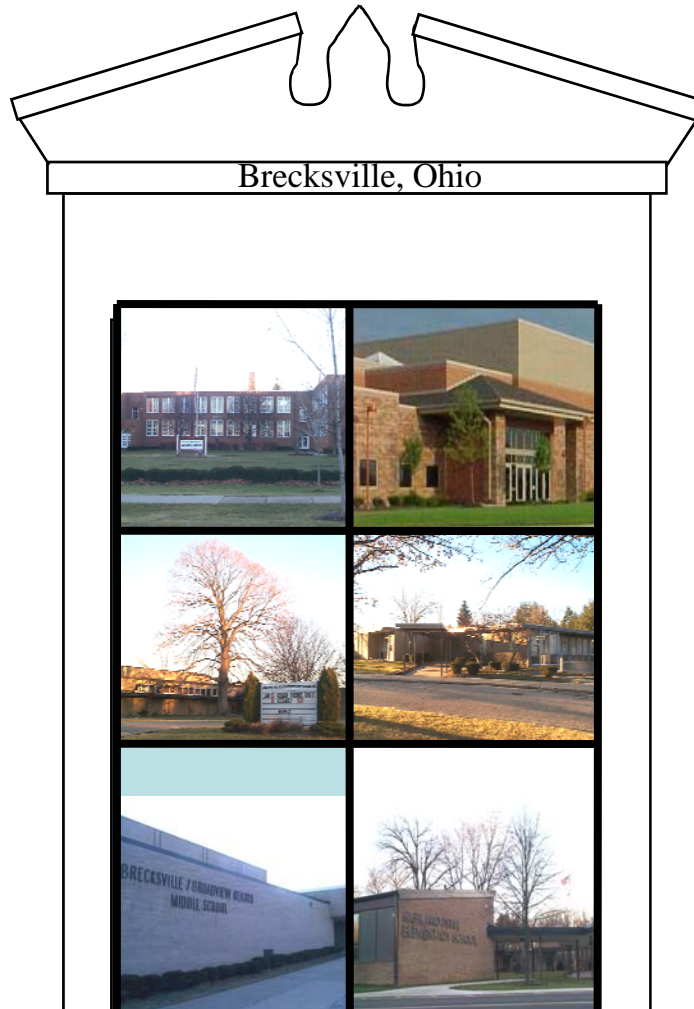
**SCHEDULE OF FINDINGS  
OMB CIRCULAR A -133 § .505  
JUNE 30, 2008**

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



*Comprehensive Annual Financial Report  
for the Fiscal Year Ended June 30, 2008*



**Brecksville- Broadview  
Heights School District**

*“where fine education is a heritage”*





# **Introductory Section**

**Brecksville-Broadview Heights City School District**

*Comprehensive Annual Financial Report*

*For the Fiscal Year Ended June 30, 2008*

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Brecksville-Broadview Heights City School District

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

*“where fine education is a heritage”*

November 26, 2008

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

It is our privilege to present to you the Comprehensive Annual Financial Report (CAFR) of the Brecksville-Broadview Heights City School District (the “School District”) for the fiscal year ended June 30, 2008. This CAFR enables the School District to comply with Ohio Administrative Code Section 117-2-03 (B), which requires reporting on a GAAP (Generally Accepted Accounting Principles) basis, and Ohio Revised Code Section 117.38 which requires school districts reporting on a GAAP basis to file an annual unaudited report with the Auditor of State within 150 days of the fiscal year end.

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

Under Ohio law, regular audits are required to be performed on all financial related operations of the School District. These audits may be done by either the State Auditor’s Office or, if the State Auditor permits, an independent public accounting firm. For fiscal year 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 Accountants’ Report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter of transmittal and should be read in conjunction with it.

### **School District Organization**

Brecksville-Broadview Heights City School District is one of 613 school districts in the State of Ohio and one of 31 school districts in Cuyahoga County. The School District provides education to 4,628 students in preschool through twelfth grade. Geographically, the School District encompasses the entire City of Brecksville, all but the southwestern portion of the City of Broadview Heights and a small section of the City of North Royalton. The School District’s total area is approximately 27 square miles.

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

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

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

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

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

The Superintendent is the chief executive officer of the School District, responsible to the Board for total educational and support operations. Dr. Thomas P. Diringier served as superintendent for the past two years.

The Treasurer/CFO is the chief financial officer of the School District, responsible to the Board for maintaining all financial records, issuing warrants in payment of liabilities incurred by the School District, acting as custodian of all School District funds and investing idle funds as permitted by Ohio law. Karen E. Obratil has served as Treasurer/CFO for the past seven years.

### **Reporting Entity**

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

The City of Brecksville, City of Broadview Heights, Cuyahoga County Public Library, Parent School Organization and the Brecksville-Broadview Heights Schools Foundation have not been included in the accompanying financial statements. The boards are not appointed by the School District, nor are the organizations fiscally dependent on the School District.

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

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

## **Economic Condition and Outlook**

The School District is located in a residential area with limited industrial and commercial facilities. The valuation increase for the period 1998 through 2007 was an average of 3.82 percent annually including updates and reappraisals. All new construction is closely monitored. Considerable residential development has been occurring and is continuing to be planned for within the School District. Enrollment for the 1999 school year was 4,049. Enrollment for the 2008 school year was 4,628. During the past ten years the School District has experienced enrollment growth averaging 1.4 percent. In October 2005, the School District contracted with Planning Advocates, Inc. to conduct an enrollment study to determine future enrollment projections based on births, planned housing developments, survival ratios and historical enrollments including private, parochial and community schools. Based upon their study, the most likely enrollment figure for the 2013 school year is 4,843.

Annually, the School District prepares a five-year financial forecast. The financial forecast is the foundation for the School District's operations and is used as a financial planning tool to assist the School District in determining its ability to meet certain financial obligations and plan future funding needs. The forecast shows revenue and expenditures for the general operating fund for the past three fiscal years and projects revenue and expenditures for the ensuing five-year period. Through a collaborative process, the administration assists the Board of Education in determining and prioritizing the needs of the School District. In accordance with State law, the Board of Education approves the financial forecast and submits it to the Ohio Department of Education prior to October 31 and reviews it again prior to May 31. The financial forecast can be found on the School District's web-site at [www.bbhcsc.org](http://www.bbhcsc.org).

The School District, along with many other public school systems in the State, still faces some difficult economic situations in the future since the primary funding source is property tax revenue. Ohio law limits growth in real estate tax revenues by adjusting voted millage as assessed values change. This keeps revenues from each levy relatively constant. Cuyahoga County experienced a full reappraisal of all real property in 2006 resulting in an increase in property values and additional tax revenue on its inside (unvoted) millage of 4.69 mills. The School District's administration closely monitors the cost of operations and continues to look for cost savings opportunities and new funding sources in order to maintain the quality educational services that the School District has been accustomed to providing.

Public utility deregulation went into effect in January 2002 and caused a \$13,000,000 decrease in public utility property valuations resulting in a tax revenue loss in excess of \$1,000,000 for the School District. In response to the deregulation legislation, legislatures enacted a "hold harmless" clause for school districts for a period of five years. After the five year period, an analysis is done annually to see if the replacement revenue will continue. During 2008, it was determined that the School District would continue to receive the reimbursement from the State. In 2008, the School District received \$602,394 from the State under this provision of the law.

State funding, specifically funding for general operations, remains unclear for future years. In March 1997, the Ohio Supreme Court ruled the present system of funding Ohio schools to be unconstitutional. The State legislature was directed to adequately fund schools without reducing funds to tax dependent schools such as Brecksville-Broadview Heights City Schools. Since the primary local source of funding Ohio schools is the property tax, the foundation formula was originally intended to compensate for the large differences in property values found throughout the State by allocating State funds based on property valuation per pupil. Modifications to the allocation formula over the years have failed to adequately subsidize school districts with lower property valuations.

It is generally understood that the State's school funding remedy will greatly benefit low wealth school districts. As a high-wealth district, the most likely outcome for the School District from a restructured system of school funding is to maintain current levels of State funding. The School District is a member of the Alliance for Adequate School Funding, an organization of wealthy school districts working for a funding solution that takes a "hold harmless" approach. The Alliance advocates a solution that will provide for needy

schools, avoid the “Robin Hood” effect of taking from wealthy districts to provide for the poorer ones and address the negative effects of House Bill 920 (H.B. 920). H.B. 920, passed by the Ohio legislature in 1976, prohibits the inflationary growth of revenue generated by most voted tax issues. When inflation increases the worth of taxable property in the School District, tax rates are reduced so income, or voted dollars, will remain about the same.

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

H.B.66 also eliminated the cost of doing business factor in 2007 resulting in the School District being placed on the State “guarantee”, or a floor (the fiscal 2005 State formula Aid amount) below which school districts’ funding will not fall during this biennium. Absent the continuation of this biennial “guarantee”, the School District would lose approximately \$1 million per year.

H.B.66 eliminates the tangible personal property tax. The phase-out for the tangible personal property tax begins with the 2006 tax collection year, in which approximately 75 percent of the traditional amount will be payable, followed by 50 percent and 25 percent in tax collection years 2007 and 2008, respectively, with no tax due in tax collection year 2009. The estimated property valuation loss for tax year 2008 is \$10 million.

At the same time the tax phase-out is occurring, the phase-in of the H.B. 66 personal property tax loss reimbursement mechanism will begin to make payments to school districts to help offset the loss of personal property tax collections. The reimbursement payments will coincide with the phase-out, and will in essence approximate the reciprocal percentage of the phase-out tax payment percentage (i.e., 25, 50, 75, and 100 for the tax collection years 2006, 2007, 2008, and 2009, respectively). After a second 100 percent reimbursement year in tax collection 2010, the reimbursement payments will be phased-out over the ensuing five years.

Because personal property tax collections are unpredictable under normal circumstances, the exact impact of the tax phase-out and tax reimbursement phase-in is unknown at this time. It is vital for the School District’s Board and management team to continue to carefully and prudently plan to provide the educational resources required to meet the future needs of its students.

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

## **Educational Programs**

During the 2008 school year, the School District’s curriculum included a wide range of electives and comprehensive courses of study in college preparatory, liberal arts and vocational programs. The School District offers seventeen advanced placement and eighteen Honors courses at the high school. Test scores indicate students are achieving higher than State and national averages. The School District is among an elite group of school districts that earned the highest rating on the State of Ohio District Report Card for nine consecutive years and received a perfect score for seven out of the nine years. The School District introduced a new textbook series for Foreign Language and Math in 2008. The hands-on ancillary teaching tools were well received by staff and students.

An all-day kindergarten pilot program was implemented for the 2008-09 school year in Highland Drive Elementary School. There are 21 students enrolled in this program. The extended half-day of kindergarten is paid for by the parents.



The 2008 graduating class increased from a mean composite score of 23.9 to 24.1 on the ACT tests with 76.76 percent of students taking the test. The School District's composite is well above the Ohio composite of 21.7 and the national composite of 21.3. The mean SAT verbal scores earned by graduating seniors dropped slightly from 541 to 536. SAT math scores averaged out at 562, up 7 points from last year but 18 points higher than the State mean and 47 points higher than the national mean. The mean scores for the School District were 536 for verbal, 562 for math and 526 for writing. The mean scores for the State of Ohio were 534 for verbal, 544 for math, and 521 for writing. National mean scores were 500 for verbal, 515 for math, and 494 for writing. This year, the School District had four semi-finalists and twelve commended scholars in the National Merit Scholarship Program. Students scored outstanding on both the County and State levels for the Ohio Graduation Test placing second in Cuyahoga County out of 31 school districts and twelfth in the State out of 613 school districts. A full range of extracurricular programs and activities are available to students beginning in the elementary grades. A complete competitive athletics program is offered beginning in the seventh grade at the middle school.

The School District's staff includes four certified librarians, seven speech and language pathologists and five psychologists. Services of an occupational/physical therapist are contracted out.

The School District employs 47 teachers and 58 teacher aides to work with special needs students. The Cuyahoga Valley Career Center (Career Center) provides a work study coordinator for students with special needs at the secondary level. Talented and gifted instruction is available to all qualified students and supervised by a part-time County Educational Center coordinator.

All teachers and students have access to the Internet through Lakeshore Northeast Ohio Computer Association (LNOCA), the School District's data acquisition site.

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

More than 93 percent of the School District's high school graduates indicate they intend to continue their education at the University and College level, 80 percent at four-year colleges and 13 percent at two-year colleges. The remaining 7 percent chose the military or an alternative plan. The School District offers approximately 191 courses at the high school level and 50 course offerings are available at the Career Center. Students have been recognized as Commended Students, Semifinalists or Finalists in the National Merit Scholarship Program for the past 46 consecutive years.

The School District's Interactive Distance Learning Lab at the high school offered eleven on-line courses providing students with opportunities to take classes taught in other school districts and colleges in northeastern Ohio.

## **Community**

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

As part of the School District's strategic plan, the Financial Activities Communications Team (FACT) was formed consisting of residents with financial background. FACT meets monthly with the School District Treasurer/CFO to review the financial activities of the School District. Annually, FACT presents a report to the Board of Education providing input on issues that they reviewed. FACT has been operating since 2002

and has been focusing on the financial activities. In 2007, FACT decided to develop a communications strategy and created the Bee Line, a monthly informational ad that appears in the Brecksville Magazine and BroadView Journal. Bee Line highlights various aspects of the School District's financial operations and provides the information in an easy to understand format. These magazines are distributed to all of the households in Brecksville and Broadview Heights. In addition, these advertorials are published on the School District's web-site, [www.bbhcsc.org](http://www.bbhcsc.org).

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

Community input is invaluable to the School District and is gathered in both formal and informal manners. Each year parents whose children are leaving a grade level building are given the opportunity to complete a survey. In the spring, a survey was conducted soliciting community input on various issues including the possibility of placing a renewal levy on the ballot for a continuing period of time. This type of levy was not met favorably by the respondents.

### **Long-Term Financial Planning**

The five-year forecast of Revenue and Expenditures serves as a financial planning tool and the foundation for academic and business operations of the School District. The forecast provides the Board and community stakeholders with a blueprint addressing the financial needs required to serve the student population. Assumptions are an integral part of the forecast and represent what the School District believes are significant factors impacting the forecast. A key component to the forecast is the timeline for the renewal of the School District's limited levies that occur every three or five years. In fact, the School District has two dual purpose levy renewals on the November 4, 2008 ballot. Collectively, these levies represent 20 percent of the School District's operating budget and 100 percent of the permanent improvement budget. Passage of these renewal levies a year early will secure the financial resources for the School District and allow prudent planning for the future.

An in-depth review and analysis of the five-year forecast is done with FACT members, the School District's financial oversight group.

### **Relevant Financial Policies**

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

### **Financial Accomplishments**

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

The School District continues to convert all usable space into classrooms for the students. Classroom space continues to be a challenge for the School District, particularly at Central School for grades 4 and 5. To respond to this challenge, the School District has leased classroom space from the United Church of Christ adjacent to Central School.

In March 2008, the School District paid down \$100,000 and issued a \$300,000 property improvement note to pay off the \$400,000 property improvement note issued last year which financed a synthetic turf project at the high school stadium and the renovation of the practice field. Seventy percent of the funds for this project are from donations from the Bee Athletic Boosters, City of Broadview Heights, athletic teams, and private contributions. Annually, the School District's general fund will contribute \$25,000 and \$10,000 will be contributed from the permanent improvement fund. The note has been purchased by the Bond Retirement Fund as an investment and is presented on the financial statements as an interfund receivable.

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

## **Awards**

### ***GFOA Certificate of Achievement Program***

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

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Brecksville-Broadview Heights City School District for its comprehensive annual financial report for the fiscal year ended June 30, 2007. The Certificate of Achievement is the highest form of recognition in the area of governmental financial reporting.

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

Such a report must satisfy both generally accepted accounting principles and applicable legal requirements.

A

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

### ***ASBO Certificate***

For the third consecutive year, the School District received the Certificate of Excellence in Financial Reporting from the Association of School Business Officials (ASBO).

The Association of School Business Officials International (ASBO) awarded a Certificate of Excellence in Financial Reporting to the Brecksville-Broadview Heights City School District for its comprehensive annual financial report for the fiscal year ended June 30, 2007. This award certifies that the Comprehensive Annual Financial Report substantially conformed to the principles and standards of financial reporting as recommended and adopted by the Association of School Business Officials. This award is granted only after an intensive review of the financial report by an expert panel of certified public accountants and practicing business officials. We believe our current report continues to conform to the Certificate of Achievement Program requirements, and we are submitting it to ASBO for review.

### ***Auditor of State "Making Your Tax Dollars Count" Award***

During 2008, the School District was presented with the "Making Your Tax Dollars Count" award for the School District's exemplary 2005 and 2006 Comprehensive Annual Financial Report. Of the nearly 5,000 audits conducted by the Auditor of State's office, less than five percent, or 250, received this prestigious award.

## Acknowledgements

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

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

Finally, our thanks are extended to the Board of Education for their support in recognizing the importance of continuously improving our financial accountability to our citizens through the implementation of GASB 34, the new financial reporting model and their commitment to excellence by showing that Brecksville-Broadview Heights City School District is a place "where fine education is a heritage." As pianist Keith Jarrett has said, "The only standards worth having are the highest."

Respectfully submitted,



Karen E. Obratil  
Treasurer/CFO



Dr. Thomas P. Diring  
Superintendent

# Brecksville-Broadview Heights City School District

## Principal Officials

### Board of Education

Mr. George J. Balasko ..... President  
Mrs. Terri Neff ..... Vice President  
Mr. David Dosen ..... Member  
Mr. Alan Scheufler ..... Member  
Mr. Alan Siebert..... Member

### Treasurer/CFO

Mrs. Karen E. Obratil

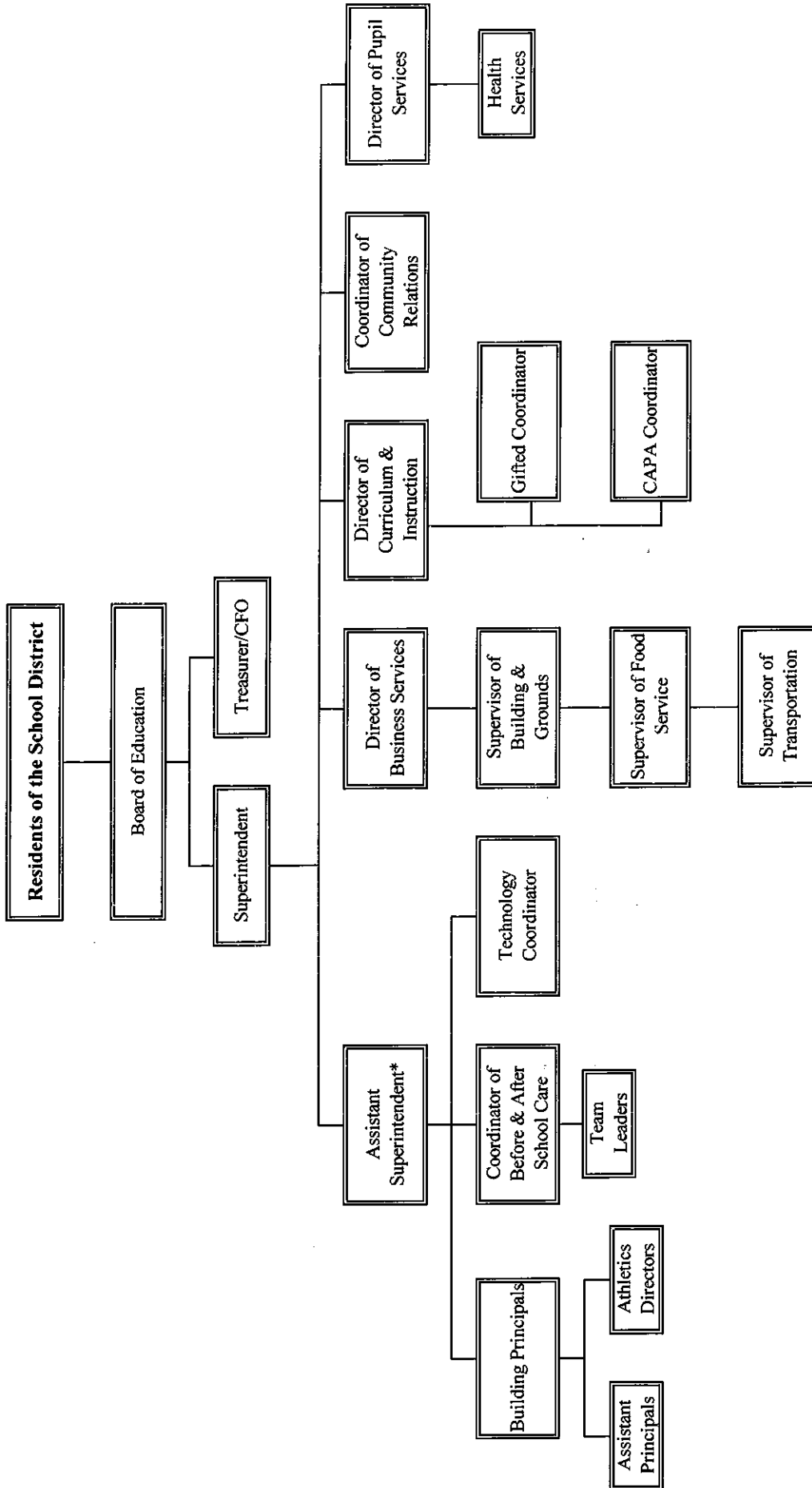
### Administration

Dr. Thomas P. Diringer ..... Superintendent  
Mr. Mark Robinson .....Assistant Superintendent\*  
Mr. Paul Cevasco .....Director of Business Services  
Ms. Carla Calevich.....Director of Curriculum & Instruction  
Ms. Cathy Harbinak .....Coordinator of Community Relations

\*Mr. Mark Robinson was assistant superintendent until July 31, 2008.  
He was replaced by Ms. Kathi Powers as Director of Human Resources.

# Brecksville-Broadview Heights City School District

## Organizational Chart



\* As of August 1, 2008, this job title was changed to Director of Human Resource.

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Brecksville-Broadview Heights  
City School District  
Ohio

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



*Oliver S. Cox*

President

*Jeffrey R. Emer*

Executive Director

**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

**BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT**

**For its Comprehensive Annual Financial Report (CAFR)**

For the Fiscal Year Ended June 30, 2007

Upon recommendation of the Association's Panel of Review which has judged that the Report substantially conforms to principles and standards of ASBO's Certificate of Excellence Program

*James E. Brendel*

President

*John D. Mearns*

Executive Director



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# **Financial Section**



# Mary Taylor, CPA

Auditor of State

## INDEPENDENT ACCOUNTANTS' REPORT

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

To the Board of Education:

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Brecksville-Broadview Heights 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.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Brecksville-Broadview Heights City School District, Cuyahoga County, Ohio, as of June 30, 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 November 26, 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 black ink that reads "Mary Taylor". The signature is written in a cursive, flowing style.

**Mary Taylor, CPA**  
Auditor of State

November 26, 2008

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

### **Financial Highlights**

Key financial highlights for 2008 are as follows:

- The School District purchased several SMART boards in order to keep pace with the ever changing educational demands of the classroom. SMART boards are fundamentally changing the way teachers teach and children learn. The interactive nature and multiple capabilities make SMART boards an excellent learning median for preparing students for the challenges of the 21<sup>st</sup> century.
- The School District values the education of our students and teachers. In fact, continuing education is a priority for our certificated staff; over 78 percent have achieved a Master's degree or above. This is evident with the School District's rating on the Ohio Department of Education local report card. The School District has achieved the highest rating since the inception of the report card nine years ago. For fiscal year 2008, the School District was rated "Excellent with Distinction" with a perfect score on the report card.
- Not only does the School District value education but recognizes the importance of providing the students with a variety of extra-curricular activities. Our high school gymnastics team has won the State gymnastics title for five consecutive years.
- Overall expenses increased during 2008 due to negotiated salary agreements as well as a 45 percent increase in prescription drug premiums. With the ongoing increase in prescription drug claims, the School District has decided to no longer remain self-insured but to move the prescription drug plan into the Suburban Health Consortium.
- The voters approved the renewal of two dual purpose tax levies on November 4, 2008. These levies collectively represent 20 percent of the operating budget and 100 percent of the permanent improvement budget. In order to prudently plan for the future funding of the students' needs, the School District put these levies on the ballot a year early, the earliest opportunity allowed by law. The School District's diligent financial management has avoided deficit spending and has kept the School District from being on the ballot for additional tax money since 2004.
- The School District partnered with outside entities to finance the installation of synthetic turf on the high school stadium and renovate the practice field. This project was made possible from contributions and donations representing 70 percent of the costs. This new surface will expand the use of the field for community groups as well as the physical education classes who were using the asphalt parking lot.

## Brecksville-Broadview Heights City School District

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

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### **Using this Comprehensive Annual Financial Report (CAFR)**

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

The *Statement of Net 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 nonmajor funds presented in total in one column. In the case of Brecksville-Broadview Heights City School District, the general fund is by far the most significant fund.

### ***Reporting the School District as a Whole***

#### *Statement of Net Assets and the Statement of Activities*

While this document contains the large number of funds used by the School District to provide programs and activities, the view of the School District as a whole looks at all financial transactions and asks the question, "How did we do financially during 2008?" The Statement of Net Assets and the Statement of Activities answer this question. These statements include *all assets and liabilities* using the *accrual basis of accounting* similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

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

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

- Governmental Activities – All of the School District's programs and services are reported here including instruction, support services, operation and maintenance of plant, pupil transportation and extracurricular activities.
- Business-Type Activities – These services are provided on a charge for goods or services basis to recover all of the expenses of the goods or services provided. None of the School District's programs are reported as business activities.

# Brecksville-Broadview Heights City School District

Management's Discussion and Analysis  
For the Fiscal Year Ended June 30, 2008  
Unaudited

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## Reporting the School District's Most Significant Funds

### Fund Financial Statements

The analysis of the School District's major funds begins on page 9. Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's most significant funds. The School District's major governmental funds are the general fund and the bond retirement debt service fund.

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

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

### The School District as a Whole

Recall that the Statement of Net Assets provides the perspective of the School District as a whole. Table I provides a summary of the School District's net assets for 2008 compared to 2007.

Table I  
Net Assets  
Governmental Activities

	<u>2008</u>	<u>2007</u>	<u>Change</u>
<b>Assets</b>			
Current and Other Assets	\$61,442,495	\$61,738,061	(\$295,566)
Capital Assets	<u>36,078,048</u>	<u>36,092,275</u>	<u>(14,227)</u>
Total Assets	<u>97,520,543</u>	<u>97,830,336</u>	<u>(309,793)</u>
<b>Liabilities</b>			
Current Liabilities	35,517,677	41,311,315	(5,793,638)
Long-Term Liabilities			
Due within One Year	2,240,805	1,934,667	306,138
Due in More than One Year	<u>29,335,906</u>	<u>30,697,510</u>	<u>(1,361,604)</u>
Total Liabilities	<u>\$67,094,388</u>	<u>\$73,943,492</u>	<u>(\$6,849,104)</u>

**Brecksville-Broadview Heights City School District**

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

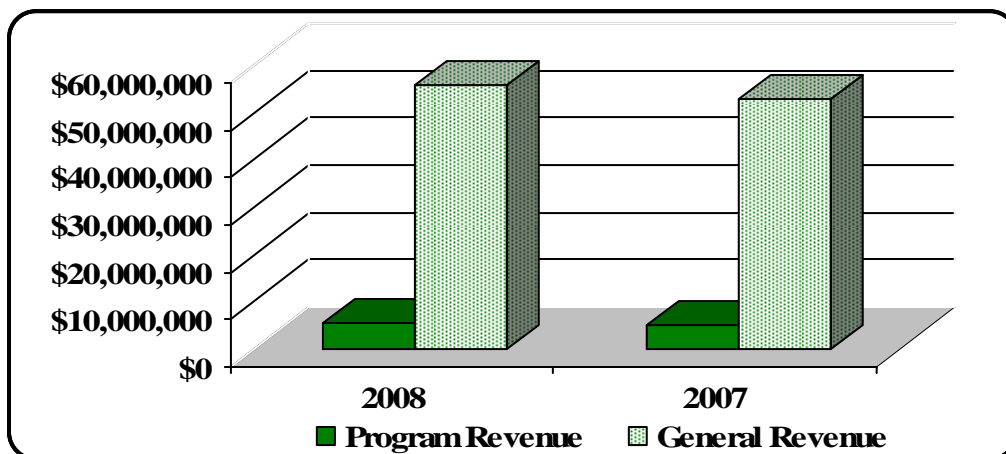
Table I  
Net Assets (continued)  
Governmental Activities

	<u>2008</u>	<u>2007</u>	<u>Change</u>
<b>Net Assets</b>			
Invested in Capital Assets			
Net of Related Debt	\$9,357,989	\$7,696,213	\$1,661,776
Restricted for:			
Capital Projects	1,880,679	1,783,987	96,692
Debt Service	4,003,542	3,491,920	511,622
Other Purposes	522,398	783,605	(261,207)
Unrestricted	<u>14,661,547</u>	<u>10,131,119</u>	<u>4,530,428</u>
Total Net Assets	<u><u>\$30,426,155</u></u>	<u><u>\$23,886,844</u></u>	<u><u>\$6,539,311</u></u>

The School District made the final payment on the original high school general obligation bonds. In fiscal year 2006, the School District capitalized on a favorable bond market by refinancing a portion of the high school bonds. The School District actively seeks grants provided by various foundations to promote academic achievement for students in the 21<sup>st</sup> century. As one can see from the increase in net assets, the School District was able to provide the services that the School District residents expect while controlling the costs of providing those services.

Graph 1  
Revenue for Governmental Activities

	<u>2008</u>	<u>2007</u>
Program Revenue	\$5,527,931	\$5,286,515
General Revenue	55,755,198	52,888,197





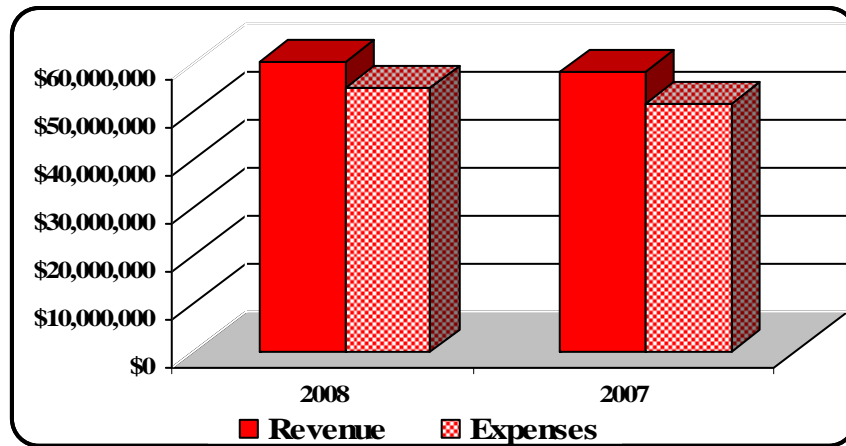
**Brecksville-Broadview Heights City School District**

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

Program revenue increased for governmental activities from \$5,286,515 to \$5,527,931, a 4.6 percent increase. The majority of the revenue supporting governmental activities is general revenue, primarily taxes. General revenue increased from \$52,888,197 to \$55,755,198, a 5.4 percent increase. General revenue comprised 91 percent of revenue supporting governmental activities.

Graph 2  
Revenues and Expenses for Governmental Activities

	<u>2008</u>	<u>2007</u>
Revenue	\$61,283,129	\$58,174,712
Expenses	54,743,818	51,669,116



Program expenses increased from \$51,669,116 in 2007 to \$54,743,818, a 6 percent increase. The largest governmental activities program expense remains instruction, comprising 53.4 percent of expenses. When combined with pupil and instructional support these categories make up 65 percent of expenses.

Table 2 shows the changes in net assets for fiscal year 2008 compared to fiscal year 2007.

Table 2  
Change in Net Assets  
Governmental Activities

	<u>2008</u>	<u>2007</u>	<u>Change</u>
<b>Revenues</b>			
<i>Program Revenues:</i>			
Charges for Services and Sales	\$3,195,474	\$2,913,427	\$282,047
Operating Grants, Contributions and Interest	2,003,790	2,129,633	(125,843)
Capital Grants and Contributions	328,667	243,455	85,212
<b>Total Program Revenues</b>	<u>\$5,527,931</u>	<u>\$5,286,515</u>	<u>\$241,416</u>

**Brecksville-Broadview Heights City School District**

*Management's Discussion and Analysis  
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Table 2  
Change in Net Assets (continued)  
Governmental Activities

	<u>2008</u>	<u>2007</u>	<u>Change</u>
<i>General Revenues:</i>			
Taxes	\$42,642,640	\$40,329,536	\$2,313,104
Intergovernmental	11,905,383	11,111,598	793,785
Payment in Lieu of Taxes	28,250	35,971	(7,721)
Unrestricted Contributions	36,753	2,570	34,183
Interest	1,065,650	1,361,959	(296,309)
Gain on Sale of Capital Assets	250	750	(500)
Miscellaneous	76,272	45,813	30,459
Total General Revenues	<u>55,755,198</u>	<u>52,888,197</u>	<u>2,867,001</u>
Total Revenues	<u>61,283,129</u>	<u>58,174,712</u>	<u>3,108,417</u>
<b>Program Expenses</b>			
Instruction:			
Regular	23,337,016	22,174,663	1,162,353
Special	5,595,524	5,038,562	556,962
Vocational	236,342	235,584	758
Adult/Continuing	22,538	27,392	(4,854)
Support Services:			
Pupil	3,507,991	3,408,464	99,527
Instructional Staff	2,879,085	2,853,586	25,499
Board of Education	71,971	86,875	(14,904)
Administration	3,476,218	3,274,933	201,285
Fiscal	1,039,207	1,046,500	(7,293)
Business	483,937	490,640	(6,703)
Operation and Maintenance of Plant	4,817,779	4,638,021	179,758
Pupil Transportation	3,758,657	3,323,620	435,037
Central	269,739	241,421	28,318
Operation of Non-Instructional Services	460,872	461,184	(312)
Food Service Operations	1,582,295	1,523,510	58,785
Child Care Operations	701,769	449,548	252,221
Extracurricular Activities	1,109,609	1,062,022	47,587
Interest and Fiscal Charges	1,393,269	1,332,591	60,678
Total Program Expenses	<u>54,743,818</u>	<u>51,669,116</u>	<u>3,074,702</u>
Increase in Net Assets	6,539,311	6,505,596	33,715
Net Assets Beginning of Year	<u>23,886,844</u>	<u>17,381,248</u>	<u>6,505,596</u>
Net Assets End of Year	<u>\$30,426,155</u>	<u>\$23,886,844</u>	<u>\$6,539,311</u>

**Governmental Activities**

The unique nature of property taxes in Ohio creates the need to routinely seek voter approval for operating funds. The overall revenue generated by a voted levy does not increase solely as a result of inflation. It increases as a result of new construction or collection from a new voted levy. Although school districts experience inflationary growth in expenses, tax revenue does not keep pace with increased expenses due to House Bill 920. As an example, a homeowner with a home valued at \$100,000 and taxed at 1.00 mill would pay \$35.00 annually in

**Brecksville-Broadview Heights City School District**

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taxes. If three years later the home were reappraised and increased to \$200,000 (and this inflationary increase in value is comparable to other property owners) the effective tax rate would become .5 mills and the owner would still pay \$35.00 and the School District would collect the same dollar value the levy generated in the year it passed.

Thus school districts dependent upon property taxes are hampered by a lack of revenue growth and must regularly return to the voters to maintain a constant level of service. Property taxes made up 69.6 percent of revenues for governmental activities for Brecksville-Broadview Heights City School District in fiscal year 2008.

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

Table 3  
Total and Net Cost of Program Services  
Governmental Activities

	2008		2007	
	Total Cost of Service	Net Cost of Service	Total Cost of Service	Net Cost of Service
Instruction	\$29,191,420	(\$27,845,322)	\$27,476,201	(\$25,887,133)
Support Services				
Pupil and Instructional Staff	6,387,076	(5,905,188)	6,262,050	(5,738,183)
Board of Education, Administration, Fiscal and Business	5,071,333	(4,949,875)	4,898,948	(4,879,535)
Operation and Maintenance of Plant	4,817,779	(4,660,958)	4,638,021	(4,550,412)
Pupil Transportation	3,758,657	(3,622,805)	3,323,620	(3,177,248)
Central	269,739	(253,046)	241,421	(241,421)
Operation of Non-Instructional Services	460,872	(74,410)	461,184	28,279
Food Service Operations	1,582,295	(20,111)	1,523,510	(71,396)
Child Care Operations	701,769	(188,472)	449,548	16,991
Extracurricular Activities	1,109,609	(302,431)	1,062,022	(549,952)
Interest and Fiscal Charges	1,393,269	(1,393,269)	1,332,591	(1,332,591)
<b>Total</b>	<b>\$54,743,818</b>	<b>(\$49,215,887)</b>	<b>\$51,669,116</b>	<b>(\$46,382,601)</b>

The dependence upon tax revenues for governmental activities is apparent. Over 91 percent of instruction activities are supported through taxes and other general revenues; for all governmental activities, general revenue support is 91 percent. The community, as a whole, is by far the primary support for Brecksville-Broadview Heights City School District students.

**The School District's Funds**

Information about the School District's major funds starts on page 16. These funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of \$60,579,700 and expenditures of \$55,677,426. The net change in fund balance for the year was most significant in the General Fund, an increase of \$4,215,034. This change occurred because of the property taxes held by the County Auditor that are available to the School District as an advance and the State reimbursement for tangible personal property. The amount available to be advanced varies based on the date the tax bills are sent. This increase is offset by the

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General Fund transfer to the insurance internal service fund in the amount of \$350,000 due to the rapidly rising costs of prescription drug claims. The bond retirement debt service and permanent improvement capital projects funds increases are also due to the property tax amount available as an advance.

### General Fund Budgeting Highlights

The School District's budget is prepared according to Ohio law and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant fund is the general fund, the School District's operational fund. During the course of fiscal year 2008, the School District amended its general fund budget numerous times. The School District uses site-based budgeting and the budgeting systems are designed to control total site-based budgets but provide flexibility for site-based management.

For the general fund, the budget basis revenue was \$47,952,774, \$44,777 above final budget estimates of \$47,907,997. Prior to June 30, 2008, the School District revised its budget basis revenue estimate to better reflect actual collections anticipated. Total actual expenditures on the budget basis (cash outlays plus encumbrances) were \$46,698,553, \$496,796 under final budget estimates of \$47,195,349. Excess of revenues over expenditures is \$1,254,221.

The School District's ending unobligated cash balance was \$541,573 above the final budget amount. This increase was due to receipt of higher than anticipated State revenue for tangible personal property tax reimbursement and homestead exemptions.

### Capital Assets and Debt Administration

#### Capital Assets

At the end of fiscal year 2008, the School District had \$36,078,048 invested in land, buildings and improvements, furniture and equipment, vehicles and textbooks. Table 4 shows fiscal year 2008 balances compared to fiscal year 2007.

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

	2008	2007
Land	\$3,088,833	\$3,088,833
Buildings and Improvements	27,793,571	27,660,744
Furniture and Equipment	2,266,926	2,218,128
Vehicles	1,348,325	1,193,207
Textbooks	1,580,393	1,507,087
Construction in Progress	0	424,276
Total Capital Assets	<u>\$36,078,048</u>	<u>\$36,092,275</u>

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For fiscal year 2008, buildings and improvements increased by \$132,827 due to the renovation of the all-weather track at the high school stadium. This project was funded through the permanent improvement levy as well as donations from individuals and outside groups. The School District purchased four new school buses accounting for the increase in vehicles which was offset by the disposal of two school buses and the annual depreciation. Ohio law requires school districts to set aside three percent of certain revenues for capital improvements and an additional three percent for textbooks and instructional materials and supplies. For fiscal year 2008, this amounted to \$716,206 for each set aside. New textbook adoptions and replacement textbooks accounted for an increase of \$73,306. See Note 11 for capital asset information. The School District has established a textbook replacement schedule to ensure that we meet the academic needs of our students by providing them with updated textbooks and instructional materials to compete in a global environment. During fiscal year 2008, the School District adopted a new series of textbooks for grades 6 to 12 mathematics and high school advanced placement foreign languages. These textbooks were purchased from permanent improvement funds in the amount of \$341,526.

***Debt***

At June 30, 2008, the School District had \$16,817,492 in bonds outstanding and \$9,317,544 in outstanding notes. Table 5 summarizes bonds and notes outstanding:

Table 5  
Outstanding Debt at Year End  
Governmental Activities

	2008	2007
General Obligation Bonds:		
High School	\$0	\$1,165,000
High School Refunding	16,817,492	16,947,088
High School Refunding Notes	9,317,544	9,364,776
Total	<u>\$26,135,036</u>	<u>\$27,476,864</u>

In 1996 the School District passed a 3.97 mill bond issue, providing \$36,000,000 for the construction, furnishing and equipping a new high school and renovating, improving, furnishing and equipping school facilities.

In 2004 the School District entered into an agreement with Bank One to purchase the Series 2006 Refunding bond anticipation notes pursuant to a "forward-starting" arrangement in order to retire \$8,920,000 of the December 1, 2016 maturity of the School District's outstanding Series 1996 School Improvement General Obligation Bonds on October 16, 2006.

On December 28, 2006, the School District issued \$17,025,000 in general obligation bonds to refund a portion of the high school general obligations issues in order to take advantage of lower interest rates.

During fiscal year 2008, the School District issued \$300,000 in a manuscript bond to finance the synthetic turf project for the high school stadium field. Manuscript bonds are bonds issued and purchased by the School District and held until maturity as an investment vehicle whereby the School District pays interest to the General fund from the Debt Service fund. This form of issue avoids the underwriting and insurance costs and is used primarily for projects which require minimal or short term funding. These bonds are shown on the balance sheet as interfund receivable/payables between the debt service fund and the capital projects fund.

## **Brecksville-Broadview Heights City School District**

*Management's Discussion and Analysis  
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### **Current Financial Related Activities**

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

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

In conclusion, Brecksville-Broadview Heights City School District has committed itself to financial excellence for many years. The School District has received the Government Finance Officers Association (GFOA) Certificate of Achievement for Excellence in Financial Reporting since 1998. The School District also received the Association of School Business Officials (ASBO) Certificate of Excellence in Financial Reporting since 2005. The School District has received Auditor of State Mary Taylor "Making Your Tax Dollars Count" award since 2005.

All of the School District's financial abilities will be needed to meet the challenges of the future.

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

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have any questions about this report or need additional financial information contact Karen Obratil, Treasurer/CFO at Brecksville-Broadview Heights City School District, 6638 Mill Road, Brecksville, Ohio 44141 or e-mail at obratilk@bbhcsd.org.

**Basic Financial Statements**

**Brecksville-Broadview Heights City School District**

*Statement of Net Assets*

*June 30, 2008*

	<u>Governmental Activities</u>
<b>Assets</b>	
Equity in Pooled Cash and Cash Equivalents	\$21,396,942
Accounts Receivable	29,227
Intergovernmental Receivable	46,862
Accrued Interest Receivable	42,087
Inventory Held for Resale	16,689
Materials and Supplies Inventory	5,924
Prepaid Items	23,724
Taxes Receivable	39,598,196
Deferred Charges	282,844
Nondepreciable Capital Assets	3,088,833
Depreciable Capital Assets, Net	<u>32,989,215</u>
<i>Total Assets</i>	<u>97,520,543</u>
<b>Liabilities</b>	
Accounts Payable	168,822
Accrued Wages and Benefits	4,486,161
Intergovernmental Payable	1,629,201
Deferred Revenue	29,065,238
Accrued Interest Payable	115,073
Claims Payable	53,182
Long-Term Liabilities:	
Due Within One Year	2,240,805
Due In More Than One Year	<u>29,335,906</u>
<i>Total Liabilities</i>	<u>67,094,388</u>
<b>Net Assets</b>	
Invested in Capital Assets, Net of Related Debt	9,357,989
Restricted for:	
Capital Projects	1,880,679
Debt Service	4,003,542
Other Purposes	522,398
Unrestricted	<u>14,661,547</u>
<i>Total Net Assets</i>	<u>\$30,426,155</u>

See accompanying notes to the basic financial statements



**Brecksville-Broadview Heights City School District**

*Statement of Activities*

*For the Fiscal Year Ended June 30, 2008*

	Expenses	Program Revenues			Net Revenue (Expense) and Change in Net Assets
		Charges for Services and Sales	Operating Grants, Contributions and Interest	Capital Grants and Contributions	Governmental Activities
<b>Governmental Activities</b>					
Instruction:					
Regular	\$23,337,016	\$382,335	\$268,909	\$208,112	(\$22,477,660)
Special	5,595,524	57,975	428,143	0	(5,109,406)
Vocational	236,342	0	0	0	(236,342)
Adult/Continuing	22,538	0	624	0	(21,914)
Support Services:					
Pupil	3,507,991	0	82,766	0	(3,425,225)
Instructional Staff	2,879,085	0	399,122	0	(2,479,963)
Board of Education	71,971	0	0	0	(71,971)
Administration	3,476,218	34,442	87,016	0	(3,354,760)
Fiscal	1,039,207	0	0	0	(1,039,207)
Business	483,937	0	0	0	(483,937)
Operation and Maintenance of Plant	4,817,779	138,821	18,000	0	(4,660,958)
Pupil Transportation	3,758,657	10,408	101,767	23,677	(3,622,805)
Central	269,739	0	16,693	0	(253,046)
Operation of Non-Instructional					
Services	460,872	33,345	353,117	0	(74,410)
Food Service Operations	1,582,295	1,316,051	246,133	0	(20,111)
Child Care Operations	701,769	513,297	0	0	(188,472)
Extracurricular Activities	1,109,609	708,800	1,500	96,878	(302,431)
Interest and Fiscal Charges	1,393,269	0	0	0	(1,393,269)
<b>Totals</b>	<b>\$54,743,818</b>	<b>\$3,195,474</b>	<b>\$2,003,790</b>	<b>\$328,667</b>	<b>(49,215,887)</b>

**General Revenues**

Property Taxes Levied for:

General Purposes	38,028,153
Debt Service	2,857,730
Capital Outlay	1,756,757
Grants and Entitlements not Restricted to Specific Programs	11,905,383
Payment in Lieu of Taxes	28,250
Unrestricted Contributions	36,753
Interest	1,065,650
Gain on Sale of Capital Assets	250
Miscellaneous	76,272

*Total General Revenues* 55,755,198

Change in Net Assets 6,539,311

*Net Assets Beginning of Year* 23,886,844

*Net Assets End of Year* 30,426,155

See accompanying notes to the basic financial statements

**Brecksville-Broadview Heights City School District**

*Balance Sheet*

**Governmental Funds**

*June 30, 2008*

	General	Bond Retirement Debt Service	Other Governmental Funds	Total Governmental Funds
<b>Assets</b>				
Equity in Pooled Cash and				
Cash Equivalents	\$15,481,848	\$3,070,935	\$2,709,986	\$21,262,769
Taxes Receivable	35,299,539	2,652,445	1,646,212	39,598,196
Accounts Receivable	12,681	0	16,546	29,227
Intergovernmental Receivable	0	0	46,862	46,862
Accrued Interest Receivable	42,087	0	0	42,087
Interfund Receivable	110,000	300,000	0	410,000
Prepaid Items	22,464	0	1,260	23,724
Inventory Held for Resale	0	0	16,689	16,689
Materials and Supplies Inventory	0	0	5,924	5,924
<i>Total Assets</i>	<u>\$50,968,619</u>	<u>\$6,023,380</u>	<u>\$4,443,479</u>	<u>\$61,435,478</u>
<b>Liabilities and Fund Balances</b>				
<b>Liabilities</b>				
Accounts Payable	\$54,764	\$0	\$114,058	\$168,822
Accrued Wages and Benefits	4,403,331	0	82,830	4,486,161
Interfund Payable	0	0	410,000	410,000
Intergovernmental Payable	1,523,424	0	105,777	1,629,201
Deferred Revenue	28,476,634	2,100,380	1,322,083	31,899,097
Accrued Interest Payable	0	0	5,851	5,851
<i>Total Liabilities</i>	<u>34,458,153</u>	<u>2,100,380</u>	<u>2,040,599</u>	<u>38,599,132</u>
<b>Fund Balances</b>				
Reserved for Encumbrances	163,343	0	521,419	684,762
Reserved for Property Taxes	6,805,094	550,933	338,562	7,694,589
Reserved for Advances	0	300,000	0	300,000
Unreserved, Undesignated				
Reported in:				
General Fund	9,542,029	0	0	9,542,029
Special Revenue Funds	0	0	559,504	559,504
Debt Service Fund	0	3,072,067	0	3,072,067
Capital Projects Funds	0	0	983,395	983,395
<i>Total Fund Balances</i>	<u>16,510,466</u>	<u>3,923,000</u>	<u>2,402,880</u>	<u>22,836,346</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$50,968,619</u>	<u>\$6,023,380</u>	<u>\$4,443,479</u>	<u>\$61,435,478</u>

See accompanying notes to the basic financial statements

**Brecksville-Broadview Heights City School District**  
*Reconciliation of Total Governmental Fund Balances to  
 Net Assets of Governmental Activities*  
 June 30, 2008

<b>Total Governmental Fund Balances</b>	<b>\$22,836,346</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.	36,078,048
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds:	
Property Taxes	2,813,824
Grants	15,284
Rentals	4,751
Total	2,833,859
An internal service fund is used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net assets.	80,991
In the statement of activities, interest is accrued on outstanding bonds and capital leases, whereas in governmental funds, an interest expenditure is reported when due.	(109,222)
Long-term liabilities, including bonds payable and capital leases payable, are not due and payable in the current period and therefore are not reported in the funds:	
General Obligation Bonds	(16,817,492)
SWAP Notes	(9,317,544)
Compensated Absences	(4,513,808)
Early Retirement Incentive	(60,000)
Capital Leases Payable	(867,867)
Total	(31,576,711)
In the statement of activities, bond issuance costs are amortized over the term of the bonds, whereas in governmental funds a bond issuance expenditure is reported when bonds are issued.	282,844
<i>Net Assets of Governmental Activities</i>	<b>\$30,426,155</b>

See accompanying notes to the basic financial statements

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

	General	Bond Retirement Debt Service	Other Governmental Funds	Total Governmental Funds
<b>Revenues</b>				
Taxes	\$37,363,456	\$2,822,693	\$1,730,749	\$41,916,898
Intergovernmental	11,724,868	304,916	2,034,309	14,064,093
Interest	1,065,086	0	2,022	1,067,108
Tuition and Fees	113,186	0	530,897	644,083
Extracurricular Activities	455,171	0	417,074	872,245
Payment in Lieu of Taxes	28,250	0	0	28,250
Rentals	149,873	0	0	149,873
Charges for Services	34,442	0	1,532,678	1,567,120
Contributions and Donations	36,753	0	157,005	193,758
Miscellaneous	42,154	0	34,118	76,272
<i>Total Revenues</i>	<u>51,013,239</u>	<u>3,127,609</u>	<u>6,438,852</u>	<u>60,579,700</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular	21,152,598	0	661,419	21,814,017
Special	5,161,082	0	321,018	5,482,100
Vocational	222,910	0	0	222,910
Adult/Continuing	0	0	22,538	22,538
Support Services:				
Pupil	3,327,957	0	78,433	3,406,390
Instructional Staff	2,427,315	0	399,864	2,827,179
Board of Education	71,971	0	0	71,971
Administration	3,264,239	0	85,586	3,349,825
Fiscal	1,025,516	0	484	1,026,000
Business	472,557	0	0	472,557
Operation and Maintenance of Plant	4,637,060	0	18,000	4,655,060
Pupil Transportation	3,431,924	0	106,204	3,538,128
Central	255,249	0	16,692	271,941
Operation of Non-Instructional Services	0	0	443,219	443,219
Food Service Operations	0	0	1,512,255	1,512,255
Child Care Operations	0	0	715,135	715,135
Extracurricular Activities	848,201	0	236,474	1,084,675
Capital Outlay	0	0	1,684,183	1,684,183
Debt Service:				
Principal Retirement	96,430	1,300,000	262,334	1,658,764
Interest and Fiscal Charges	5,946	1,359,095	53,538	1,418,579
<i>Total Expenditures</i>	<u>46,400,955</u>	<u>2,659,095</u>	<u>6,617,376</u>	<u>55,677,426</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>4,612,284</u>	<u>468,514</u>	<u>(178,524)</u>	<u>4,902,274</u>
<b>Other Financing Sources (Uses)</b>				
Sale of Capital Assets	250	0	0	250
Transfers In	0	0	47,500	47,500
Transfers Out	(397,500)	0	0	(397,500)
<i>Total Other Financing Sources (Uses)</i>	<u>(397,250)</u>	<u>0</u>	<u>47,500</u>	<u>(349,750)</u>
<i>Net Change in Fund Balances</i>	4,215,034	468,514	(131,024)	4,552,524
<i>Fund Balances Beginning of Year</i>	<u>12,295,432</u>	<u>3,454,486</u>	<u>2,533,904</u>	<u>18,283,822</u>
<i>Fund Balances End of Year</i>	<u><u>\$16,510,466</u></u>	<u><u>\$3,923,000</u></u>	<u><u>\$2,402,880</u></u>	<u><u>\$22,836,346</u></u>

See accompanying notes to the basic financial statements

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

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**Net Change in Fund Balances - Total Governmental Funds** \$4,552,524

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

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

Capital Outlay	1,933,649	
Depreciation	(1,947,219)	
Total		(13,570)

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. (657)

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

Property Taxes	725,742	
Tuition and Fees	(26,795)	
Rentals	(11,052)	
Grants	15,284	
Total		703,179

Repayment of bond and capital lease principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. 1,658,764

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

Accrued Interest on Bonds	8,071	
Amortization of Issuance Costs	(24,589)	
Amortization of Premium	24,498	
Amortization of Accounting Loss	(75,965)	
Amortization of Cash Savings	93,295	
Total		25,310

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	(585,126)	
Early Retirement Incentive	(60,000)	
Total		(645,126)

The internal service fund used by management to charge the costs of insurance to individual funds is not reported in the district-wide statement of activities. Governmental fund expenditures and the related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund is allocated among the governmental activities. 258,887

*Change in Net Assets of Governmental Activities* \$6,539,311

See accompanying notes to the basic financial statements

**Brecksville-Broadview Heights City School District**

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

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<b>Revenues</b>				
Taxes	\$34,971,000	\$34,317,863	\$34,317,863	\$0
Intergovernmental	9,847,700	11,724,868	11,724,868	0
Interest	1,000,000	1,029,915	1,029,907	(8)
Tuition and Fees	131,000	131,274	131,504	230
Extracurricular Activities	99,200	455,144	455,171	27
Payment in Lieu of Taxes	30,000	28,250	28,250	0
Rentals	33,102	121,389	156,153	34,764
Charges for Services	511,300	32,280	32,276	(4)
Contributions and Donations	23,300	36,767	36,753	(14)
Miscellaneous	40,000	30,247	40,029	9,782
<i>Total Revenues</i>	<u>46,686,602</u>	<u>47,907,997</u>	<u>47,952,774</u>	<u>44,777</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular	20,888,744	21,195,097	21,136,652	58,445
Special	5,031,730	5,153,201	5,128,800	24,401
Vocational	248,656	236,263	234,198	2,065
Support Services:				
Pupil	3,381,512	3,380,955	3,372,142	8,813
Instructional Staff	2,367,735	2,465,635	2,445,040	20,595
Board of Education	110,008	75,110	73,913	1,197
Administration	3,709,431	3,549,982	3,514,174	35,808
Fiscal	1,135,225	1,014,255	1,009,240	5,015
Business	598,139	559,120	482,258	76,862
Operation and Maintenance of Plant	5,233,262	4,853,036	4,744,363	108,673
Pupil Transportation	3,382,316	3,557,786	3,462,363	95,423
Central	317,502	302,829	251,998	50,831
Extracurricular Activities	880,122	852,080	843,412	8,668
<i>Total Expenditures</i>	<u>47,284,382</u>	<u>47,195,349</u>	<u>46,698,553</u>	<u>496,796</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(\$597,780)</u>	<u>\$712,648</u>	<u>\$1,254,221</u>	<u>\$541,573</u>

(continued)

**Brecksville-Broadview Heights City School District**

*Statement 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		
<b>Other Financing Sources (Uses)</b>				
Sale of Capital Assets	\$0	\$250	\$250	\$0
Advances In	260,000	260,000	260,000	0
Advances Out	(174,000)	(110,000)	(110,000)	0
Transfers Out	(175,000)	(397,500)	(397,500)	0
<i>Total Other Financing Sources (Uses)</i>	<u>(89,000)</u>	<u>(247,250)</u>	<u>(247,250)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(686,780)	465,398	1,006,971	541,573
<i>Fund Balance Beginning of Year</i>	13,899,216	13,899,216	13,899,216	0
Prior Year Encumbrances Appropriated	<u>333,141</u>	<u>333,141</u>	<u>333,141</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$13,545,577</u>	<u>\$14,697,755</u>	<u>\$15,239,328</u>	<u>\$541,573</u>

See accompanying notes to the basic financial statements

**Brecksville-Broadview Heights City School District**

*Statement of Fund Net Assets*

**Internal Service Fund**

*June 30, 2008*

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	<u>Insurance</u>
<b>Assets</b>	
Equity in Pooled Cash and Cash Equivalents	\$134,173
<b>Liabilities</b>	
Claims Payable	<u>53,182</u>
<b>Net Assets</b>	
Unrestricted	<u><u>\$80,991</u></u>

See accompanying notes to the basic financial statements



**Brecksville-Broadview Heights City School District**

*Statement of Revenues,*

*Expenses and Changes in Fund Net Assets*

***Internal Service Fund***

*For the Fiscal Year Ended June 30, 2008*

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	<u>Insurance</u>
<b>Operating Revenues</b>	
Charges for Services	<u>\$1,060,280</u>
<b>Operating Expenses</b>	
Purchased Services	7,511
Claims	<u>1,143,882</u>
<i>Total Operating Expenses</i>	<u>1,151,393</u>
<i>Operating Loss</i>	(91,113)
<i>Transfer In</i>	<u>350,000</u>
<i>Change in Net Assets</i>	258,887
<i>Net Assets (Deficit) Beginning of Year</i>	<u>(177,896)</u>
<i>Net Assets End of Year</i>	<u><u>\$80,991</u></u>

See accompanying notes to the basic financial statements

**Brecksville-Broadview Heights City School District**

*Statement of Cash Flows*

**Internal Service Fund**

*For the Fiscal Year Ended June 30, 2008*

	<u>Insurance</u>
<b>Increase (Decrease) in Cash and Cash Equivalents</b>	
<b>Cash Flows from Operating Activities</b>	
Cash Received from Interfund Services	\$1,060,280
Cash Payments for Goods and Services	(7,511)
Cash Payments for Claims	<u>(1,148,727)</u>
<i>Net Cash Used for Operating Activities</i>	<u>(95,958)</u>
<b>Cash Flows from Noncapital Financing Activities</b>	
Transfer In	350,000
Advances Out	<u>(150,000)</u>
<i>Net Cash Provided by Noncapital Financing Activities</i>	<u>200,000</u>
<i>Net Increase in Cash and Cash Equivalents</i>	104,042
<i>Cash and Cash Equivalents Beginning of Year</i>	<u>30,131</u>
<i>Cash and Cash Equivalents End of Year</i>	<u><u>\$134,173</u></u>
<b>Reconciliation of Operating Loss to Net Cash Used for Operating Activities</b>	
Operating Loss	(\$91,113)
Adjustment:	
Decrease in Claims Payable	<u>(4,845)</u>
<i>Net Cash Used for Operating Activities</i>	<u><u>(\$95,958)</u></u>

See accompanying notes to the basic financial statements

**Brecksville-Broadview Heights City School District**

*Statement of Fiduciary Net Assets*

***Fiduciary Funds***

*June 30, 2008*

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	<u>Private Purpose Trust</u>	
	<u>Unclaimed Monies</u>	<u>Agency</u>
<b>Assets</b>		
Equity in Pooled Cash and Cash Equivalents	\$3,202	<u>\$115,672</u>
<b>Liabilities</b>		
Due to Students	<u>0</u>	<u>\$115,672</u>
<b>Net Assets</b>		
Held in Trust for Unclaimed Monies	<u>\$3,202</u>	

See accompanying notes to the basic financial statements

**Brecksville-Broadview Heights 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>Unclaimed Monies</u>
<b>Additions</b>	\$0
<b>Deductions</b>	<u>0</u>
<i>Change in Net Assets</i>	0
<i>Net Assets Beginning of Year</i>	<u>3,202</u>
<i>Net Assets End of Year</i>	<u><u>\$3,202</u></u>

See accompanying notes to the financial statements

## **Brecksville-Broadview Heights City School District**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2008*

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### **Note 1 - Description of The School District**

Brecksville-Broadview Heights City School District (the "School District") operates under a locally-elected Board form of government and provides educational services as authorized by state and federal agencies. This Board controls the School District's 8 instructional/support facilities staffed by 275 non-certificated employees, 316 certificated employees and 23.5 administrative employees to provide services to 4,628 students and other community members.

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

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

#### ***Reporting Entity***

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

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

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

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

***Cities of Brecksville and Broadview Heights*** The city governments of Brecksville and Broadview Heights are each a separate body politic and corporate. Each city elects a mayor and council independent of any School District relationships and administer the provision of traditional city services. Council acts as the taxing and budgeting authority.

## **Brecksville-Broadview Heights City School District**

*Notes to the Basic Financial Statements*

*For the Fiscal Year Ended June 30, 2008*

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

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

The School District participates in three jointly governed organizations, an insurance purchasing pool and a risk sharing pool. These organizations are the Lakeshore Northeast Ohio Computer Association, Cuyahoga Valley Career Center, Ohio Schools' Council, Ohio Association of School Business Officials Workers' Compensation Group Rating Plan and the Suburban Health Consortium. These organizations are presented in Notes 19 and 20 to the basic financial statements.

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

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

#### ***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. These statements usually distinguish between those activities of the School District that are governmental and those that are considered business-type. However, the School District has only governmental activities; therefore no business-type activities are presented.

The statement of net 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, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the School District.

## Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2008*

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

### ***B. Fund Accounting***

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

***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.

***Bond Retirement Fund*** The bond retirement fund receives property taxes for the payment of general obligation bonds issued to build the high school.

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

***Proprietary Fund Type*** Proprietary funds are used to account for the School District's ongoing activities which are similar to those found in the private sector. The School District has no enterprise funds. The following is a description of the School District's internal service fund:

***Internal Service Fund*** The internal service fund accounts 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's only internal service fund is a self insurance fund that accounts for prescription drug claims of School District employees.

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

## Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2008*

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### ***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 (e.g. revenues) and decreases (e.g. expenditures) 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 this fund are included on the statement of fund net assets. The statement of changes in fund net assets presents increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The statement of cash flows provides information about how the School District finances and meets the cash flow needs of its proprietary activity.

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

### ***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 and statements for the proprietary and fiduciary funds are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, 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 and entitlements. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied (See Note 7). Revenue from grants and entitlements is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the School District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.



## **Brecksville-Broadview Heights City School District**

*Notes to the Basic Financial Statements*

*For the Fiscal Year Ended June 30, 2008*

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

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

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.

### ***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 sets annual limits on expenditures plus encumbrances at a level of control selected by the Board. The legal level of control has been established by the Board of Education at the fund level. The Treasurer/CFO has been given authority to allocate board appropriations to the function and object levels within each fund.

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

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

## **Brecksville-Broadview Heights City School District**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2008*

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During fiscal year 2008, investments were limited to federal home loan bank notes, federal home loan mortgage association notes and STAROhio.

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

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. Interest revenue credited to the general fund during fiscal year 2008 amounted to \$1,065,086, which includes \$288,103 assigned from other School District funds.

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

### ***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 by recording a current asset for the prepaid amount and reflecting the expenditure/expense in the year in which the services are consumed.

### ***H. Inventory***

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

### ***I. Capital Assets***

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

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

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

**Brecksville-Broadview Heights City School District**

*Notes to the Basic Financial Statements*

*For the Fiscal Year Ended June 30, 2008*

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Description	Governmental Activities Estimated Lives
Buildings and Improvements	20 - 40 years
Furniture and Equipment	5 - 20 years
Vehicles	5 - 10 years
Textbooks	8 years

***J. Interfund Balances***

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

***K. Compensated Absences***

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

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

***L. Accrued Liabilities and Long-term Obligations***

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

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

## **Brecksville-Broadview Heights City School District**

*Notes to the Basic Financial Statements*

*For the Fiscal Year Ended June 30, 2008*

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### ***M. Net Assets***

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

### ***N. Fund Balance Reserves***

The School District reserves those portions of fund equity which are legally segregated for specific future use or which do not represent available expendable resources and therefore are not available for appropriations for expenditures. Unreserved fund balance indicates that portion of fund equity which is available for appropriation in future periods. Fund balance reserves are established for encumbrances, property taxes and long-term advances.

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

### ***O. Operating Revenues and Expenses***

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

### ***P. Internal Activity***

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

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

### ***Q. Extraordinary and Special Items***

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board of Education and that are either unusual in nature or infrequent in occurrence.

## **Brecksville-Broadview Heights City School District**

*Notes to the Basic Financial Statements*

*For the Fiscal Year Ended June 30, 2008*

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### ***R. Bond Issuance Costs***

Bond issuance costs for underwriting fees for the refunding notes and bonds are being amortized using the straight-line method over the life of the agreement on the government-wide statements. The straight-line method of amortization is not materially different from the effective-interest method. Bond issuance costs are generally paid from the bond proceeds.

### ***S. Deferred Loss on Refunding***

The difference between the reacquisition price (funds required to refund the old debt) of the refunding notes and bonds and the net carrying amount of the old debt, the deferred amount (loss) on refunding, is being amortized as a component of interest expense. This accounting loss is amortized over the remaining life of the old debt or the life of the new debt whichever is shorter and is presented net of the general obligation bonds payable on the statement of net assets.

### ***T. Bond Premiums***

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

### ***U. 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 – Fund Deficit**

The child care special revenue fund's deficit of \$22,638 is due to the adjustments for accrued liabilities. The general fund provides transfers to cover deficit balances; however, this is done when cash is needed rather than when accruals occur.

The building capital projects fund's deficit of \$267,959 is the result of the issuance of short-term bond anticipation notes which are used to finance the project until the bonds are issued. The bond anticipation note was issued by the building capital projects fund and purchased by the bond retirement debt service fund as an investment. Once the notes are retired or bonds are issued, this deficit will be eliminated.

## **Note 4 – 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".

## **Brecksville-Broadview Heights City School District**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2008*

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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 transition was determined in accordance with this Statement for both the STRS and SERS post-employment healthcare plans in the amount of \$36,659 and \$123,628, respectively, which are the same as the 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.

### **Note 5 - Budgetary Basis of Accounting**

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

1. Revenues are recorded when received in cash (budget) as opposed to when susceptible to accrual (GAAP).
2. Expenditures are recorded when paid in cash (budget) as opposed to when the liability is incurred (GAAP).
3. Encumbrances are treated as expenditures (budget) rather than as a reservation of fund balance (GAAP).
4. Investments reported at cost (budget) rather than at fair value (GAAP).
5. Advances-In and Advances-Out are operating transactions (budget) as opposed to balance sheet transactions (GAAP).

The following tables summarize the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements on a fund type basis for the general fund.

**Brecksville-Broadview Heights City School District**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2008*

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Net Change in Fund Balance

GAAP Basis	\$4,215,034
Net Adjustment for Revenue Accruals	(3,067,373)
Advance In	260,000
Beginning Fair Value Adjustment for Investments	14,693
Ending Fair Value Adjustment for Investments	(7,785)
Net Adjustment for Expenditure Accruals	(62,863)
Advance Out	(110,000)
Adjustment for Encumbrances	(234,735)
Budget Basis	<u><u>\$1,006,971</u></u>

**Note 6 - Deposits and Investments**

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

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

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

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

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

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

**Brecksville-Broadview Heights City School District**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2008*

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

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

**Deposits**

**Custodial Credit Risk** Custodial credit risk for deposits is the risk that in the event of bank failure, the School District will not be able to recover deposits or collateral securities that are in possession of an outside party. At fiscal year end, \$15,212,300 of the School District’s bank balance of \$15,415,903 was uninsured and uncollateralized. Although the securities were held by the pledging financial institutions’ trust department and all statutory requirements for the investment of money had been followed, noncompliance with Federal requirements could potentially subject the School District to a successful claim by the FDIC.

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

**Investments**

Investments are reported at fair value. As of June 30, 2008, the School District had the following investments:

	<u>Fair Value</u>	<u>Maturity</u>
Federal Home Loan Bank Notes	\$1,536,655	1 year
Federal Home Loan Mortgage Association Notes	654,688	1.17 years
STAROhio	<u>4,276,462</u>	53.8 days (average)
Total	<u><u>\$6,467,805</u></u>	

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



## Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2008*

**Credit Risk** The federal home loan bank notes and federal home loan mortgage association notes carry a rating of AAA by Standard & Poor's and STAROhio also carries a rating of AAAM by Standard & 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.

**Concentration of Credit Risk** The School District places no limit on the amount it may invest in any one issuer. The following is the School District's allocation as of June 30, 2008:

<u>Investment Issuer</u>	<u>Investments</u>
Federal Home Loan Bank Notes	23.76%
Federal Home Loan Mortgage Association Notes	10.12
STAROhio	66.12

### **Note 7 - 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 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 taxes are established by State law at 35 percent of appraised market value. Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31; if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

Public utility property tax revenue received in calendar 2008 represents collections of calendar year 2007 taxes. Public utility real and tangible personal property taxes received in calendar year 2008 became 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 35 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. Tangible personal property assessments are being phased out – the assessment percentage for all property including inventory for 2008 is 6.25 percent and 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; however this year the settlement was late.

**Brecksville-Broadview Heights City School District**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2008*

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 late settlement of tangible personal property taxes and the amount of real property taxes available as an advance at June 30 was levied to finance current fiscal year operations and is reported as revenue at fiscal year end. The portion of the receivable not levied to finance current fiscal year operations is offset by a credit to deferred revenue.

The amount available as an advance at June 30, 2008, was \$6,805,094 in the general fund, \$550,933 in the bond retirement debt service fund, and \$338,562 in the permanent improvement capital projects fund. The amount available as an advance at June 30, 2007, was \$3,655,865 in the general fund, \$307,142 in the bond retirement debt service fund and \$181,964 in the permanent improvement capital projects fund.

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

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

	2007 Second Half Collections		2008 First Half Collections	
	Amount	Percent	Amount	Percent
Agricultural/Residential and Other Real Estate	\$1,023,599,090	94.13%	\$1,022,359,310	96.79%
Public Utility	25,910,310	2.38	19,419,820	1.84
Tangible Personal Property	37,939,812	3.49	14,510,280	1.37
	<u>\$1,087,449,212</u>	<u>100.00%</u>	<u>\$1,056,289,410</u>	<u>100.00%</u>
Tax rate per \$1,000 of assessed valuation	\$77.20		\$77.10	

**Note 8 - Receivables**

Receivables at June 30, 2008, consisted of taxes, accounts (rent and student fees), and intergovernmental grants. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current fiscal year guarantee of federal funds. All receivables, except for delinquent property taxes, will be collected within one year. Property taxes, although ultimately collectible, include some portion of delinquencies that will not be collected within one year.

**Brecksville-Broadview Heights City School District**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2008*

A summary of the principal items of intergovernmental receivables follows:

Governmental Activities	Amount
Food Service	\$23,855
Title V	9,365
Title III	5,919
Entry Year Teachers	4,000
Title I	3,165
Title II-A	558
Total Intergovernmental Receivable	<u>\$46,862</u>

**Note 9 - Risk Management**

***A. Property and Liability***

The School District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees and natural disasters. During fiscal year 2008, the School District participated in the Ohio Schools' Council's insurance program through Indiana Insurance Company, Cincinnati Insurance, St. Paul Travelers Insurance and Ohio Casualty for various types of insurance.

<u>Company</u>	<u>Type of Coverage</u>	<u>Coverage Amount</u>
Indiana Insurance Company	Property	\$114,558,260
	Inland Marine	5,366,056
	Crime	50,000
	Extra Expense	1,000,000
	General Liability, in aggregate	2,000,000
Indiana Insurance Company	General Liability, per occurrence	1,000,000
	Fleet Insurance, single limit	1,000,000
	Fleet Insurance, uninsured	1,000,000
	Auto Medical Payments	5,000
Cincinnati Insurance	Employee Dishonesty	250,000
St. Paul Travelers Insurance	Boiler and Machinery	30,000,000
	Spoilage	100,000
	Water Damage	100,000
	Hazardous Substance	100,000
	Ammonia Contamination	100,000
	Off Premises Service Interruption	500,000
Ohio Casualty	Public Officials Bond	15,000

## Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2008*

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

### ***B. Workers' Compensation***

For fiscal year 2008, the School District participated in the Ohio Association of School Business Officials Workers' Compensation Group Rating Plan (GRP), an insurance purchasing pool (Note 20). The intent of the GRP is to achieve the benefit of a reduced premium for the School District by virtue of its grouping and representation with other participants in the GRP. The workers' compensation experience of the participating school districts is calculated as one experience and a common premium rate is applied to all school districts in the GRP. Each participant pays its workers' compensation premium to the State based on the rate for the GRP rather than its individual rate. Participation in the GRP is limited to school districts that can meet the GRP's selection criteria. The firm of Sheakley UniService provides administrative, cost control, and actuarial services to the GRP.

### ***C. Self-Insurance***

The School District provides prescription drug benefits for its employees and their covered dependents through its self-insurance fund. The prescription drug plan utilizes a \$5 deductible per prescription for generic drugs and a \$9 deductible per prescription for brand name drugs. Caremark administers the plan and reviews all claims paid by the School District. The monthly prescription drug premium for single is \$108.23 and \$237.55 for family.

The claims liability of \$53,182 reported in the internal service fund at June 30, 2008 is based on the requirements of GASB Statement No. 30 "Risk Financing Omnibus", which requires that a liability for unpaid claims cost, including estimates of cost relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claims adjustment expenses and does not include other allocated or unallocated claim adjustment expenses. Changes in the insurance internal service fund's claim liability amount in fiscal 2007 and 2008 were as follows:

	Balance Beginning of Year	Current Year Claims	Claim Payments	Balance End of Year
2007	\$73,177	\$994,433	\$1,009,583	\$58,027
2008	58,027	1,143,882	1,148,727	53,182

### ***D. Employee Health Benefits***

For fiscal year 2008, the School District was a participant in the Suburban Health Consortium (the "Consortium") to provide employee medical/surgical benefits. The Consortium is administered by Medical Mutual of Ohio. Payments are made to the Consortium for the monthly attachment point, monthly stop-loss premiums, and administrative charges. The entire risk of loss transfers to the Consortium upon payment of the premiums.

The School District's portion of the monthly medical insurance premium is \$291.53 for single coverage and \$728.82 for family coverage for full-time employees.

**Brecksville-Broadview Heights City School District**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2008*

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

**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 is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the School District at June 30, 2008.

**B. Litigation**

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

**Note 11 - Capital Assets**

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

	<u>Balance 6/30/07</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 6/30/08</u>
<b>Governmental Activities</b>				
<b><i>Capital Assets, not being depreciated</i></b>				
Land	\$3,088,833	\$0	\$0	\$3,088,833
Construction in Progress	424,276	155,524	(579,800)	0
<b><i>Total Capital Assets, not being depreciated</i></b>	<u>3,513,109</u>	<u>155,524</u>	<u>(579,800)</u>	<u>3,088,833</u>
<b><i>Capital Assets, being depreciated</i></b>				
Buildings and Improvements	44,786,587	1,245,505	0	46,032,092
Furniture and Equipment	8,317,985	439,661	(6,765)	8,750,881
Vehicles	3,132,665	331,233	(90,012)	3,373,886
Textbooks	2,191,916	341,526	(46,160)	2,487,282
<b><i>Total Capital Assets, being depreciated</i></b>	<u>58,429,153</u>	<u>2,357,925</u>	<u>(142,937)</u>	<u>60,644,141</u>
Less Accumulated Depreciation:				
Buildings and Improvements	(17,125,843)	(1,112,678)	0	(18,238,521)
Furniture and Equipment	(6,099,857)	(390,206)	6,108	(6,483,955)
Vehicles	(1,939,458)	(176,115)	90,012	(2,025,561)
Textbooks	(684,829)	(268,220)	46,160	(906,889)
<b><i>Total Accumulated Depreciation</i></b>	<u>(25,849,987)</u>	<u>(1,947,219)*</u>	<u>142,280</u>	<u>(27,654,926)</u>
<b><i>Total Capital Assets, being depreciated, Net</i></b>	<u>32,579,166</u>	<u>410,706</u>	<u>(657)</u>	<u>32,989,215</u>
<b><i>Governmental Activities Assets, Net</i></b>	<u>\$36,092,275</u>	<u>\$566,230</u>	<u>(\$580,457)</u>	<u>\$36,078,048</u>

**Brecksville-Broadview Heights City School District**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2008*

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

Instruction:	
Regular	\$1,132,863
Special	52,566
Vocational	19,931
Support Services:	
Pupil	58,545
Instructional Staff	29,909
Administration	66,108
Fiscal	8,798
Business	43,003
Operation and Maintenance of Plant	186,395
Pupil Transportation	227,200
Central	3,325
Operation of Non-Instructional Services	23,873
Food Service Operations	70,658
Extracurricular Activities	24,045
Total Depreciation Expense	<u><u>\$1,947,219</u></u>

**Note 12 - Other Employee Benefits**

***A. Compensated Absences***

The criteria for determining vacation and sick leave benefits are derived from negotiated agreements and State laws. Classified employees earn ten to twenty days of vacation per year, depending upon length of service. Accumulated unused vacation time is paid to classified employees upon termination of employment. Teachers do not earn vacation time. Twelve month administrative personnel earn 20 days vacation leave and after 10 years of service, 25 days of vacation leave are earned.

Each employee earns sick leave at the rate of one and one-fourth days per month. Sick leave may be accumulated with no maximum. Upon retirement, payment is made for 28 percent of the total sick leave accumulation, up to a maximum accumulation of 77 days for certificated employees and 90 days for classified employees. An employee receiving such payment must meet the retirement provisions set by STRS or SERS. Upon retirement for administrators, payment is made for 30 percent of the total sick leave accumulation.

***B. Insurance Benefits***

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

## **Brecksville-Broadview Heights City School District**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2008*

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### ***C. Retirement Incentive***

The School District Board of Education offered employees participation in a Retirement Incentive program beginning August 1, 2004 through June 30, 2008. Participation was open to teachers who were eligible for service retirement under the State Teachers Retirement System (STRS) pursuant to O.R.C. 3307.38 and any applicable STRS regulations. Each teacher who qualifies for and takes retirement receives a retirement incentive. The value of the retirement incentive is contingent upon the number of participants in any given year. If at least five but fewer than 10 eligible teachers submit a timely Letter of Resignation, they will receive \$15,000. If at least 10 but fewer than 15 eligible teachers submit a timely Letter of Resignation, they will receive \$20,000. If at least 15 teachers submit a timely Letter of Resignation, they will receive \$25,000. One-half of this retirement incentive is paid in January and the other half is paid in December following the first payment. Six teachers submitted resignation letters during fiscal year 2008 and an incentive payment will be made to four based on the established criteria.

### **Note 13 – 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 \$753,051, \$768,836 and \$724,469, respectively; 43.39 percent has been contributed for fiscal year 2008 and 100 percent has been contributed for fiscal year 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

## **Brecksville-Broadview Heights City School District**

*Notes to the Basic Financial Statements*

*For the Fiscal Year Ended June 30, 2008*

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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 annuity at age 50. Benefits are established by Chapter 3307 of the Ohio Revised Code.

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

Funding Policy - For 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 obligation 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 \$3,077,005, \$2,945,479 and \$2,783,366, respectively; 81.91 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 \$43,313 made by the School District and \$90,915 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 Employees Retirement System. As of June 30, 2008, two members of the Board of Education have elected Social Security. The Board's liability is 6.2 percent of wages.

## **Note 14 - Postemployment Benefits**

### ***A. School Employees 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



## **Brecksville-Broadview Heights City School District**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2008*

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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 Street, 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 \$35,800.

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 \$508,041, \$409,021, and \$398,674 respectively; 43.39 percent has been contributed for fiscal years 2008 and 100 percent for fiscal years 2007 and 2006.

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 \$54,259, \$52,281, and \$52,323 respectively; 43.39 percent has been contribution 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 \$236,693, \$223,485, and \$214,105 respectively; 81.91 percent has been contributed for fiscal year 2008 and 100 percent for fiscal years 2007 and 2006.

**Brecksville-Broadview Heights City School District**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2008*

**Note 15 - Long-Term Obligations**

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

	Balance 06/30/07	Increase	Decrease	Balance 06/30/08	Amounts Due in One Year
<b>Governmental Activities</b>					
<i>General Obligation Bonds</i>					
7.85% High School Bonds					
Serial Bonds	\$1,165,000	\$0	\$1,165,000	\$0	\$0
3.75% - 5% High School Refunding Bonds					
Serial Bonds	17,025,000	0	135,000	16,890,000	1,340,000
Premium on Bonds	353,180	0	24,498	328,682	0
Loss on Refunding	(431,092)	0	(29,902)	(401,190)	0
Total High School Refunding Bonds	16,947,088	0	129,596	16,817,492	1,340,000
<i>Total General Obligation Bonds</i>	18,112,088	0	1,294,596	16,817,492	1,340,000
<i>Refunding Notes</i>					
6.5% High School Refunding Notes					
Refunding Notes	8,920,000	0	0	8,920,000	0
Cash Flow Savings	878,529	0	93,295	785,234	0
Loss on Refunding	(433,753)	0	(46,063)	(387,690)	0
Total Refunding Notes	9,364,776	0	47,232	9,317,544	0
<i>Other Long-Term Obligations</i>					
Capital Leases Payable	1,226,631	0	358,764	867,867	339,683
Early Retirement Incentive Payable	0	60,000	0	60,000	30,000
Compensated Absences Payable	3,928,682	861,028	275,902	4,513,808	531,122
Total Other Long-Term Obligations	5,155,313	921,028	634,666	5,441,675	900,805
<i>Total Governmental Activities</i>	\$32,632,177	\$921,028	\$1,976,494	\$31,576,711	\$2,240,805

In March 1996, Brecksville-Broadview Heights City School District passed a 3.97 mill bond issue, providing \$36,000,000 for the construction, furnishing and equipping a new high school and renovating, improving, furnishing and equipping school facilities and their sites. These bonds are paid from the bond retirement fund and will mature in December 2021.

On October 16, 2006, the School District issued \$8,920,000 in school improvement refunding notes to refund a portion of the high school general obligation issues in order to take advantage of lower interest rates. These notes are paid from the bond retirement fund and will mature in December 2021.

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

Compensated absences will be paid from the general fund and food service and child care special revenue funds. The capital lease will be paid from the general fund and the building capital projects fund.

**Brecksville-Broadview Heights City School District**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2008*

The School District's overall debt margin was \$71,204,993 with an unvoted debt margin of \$1,037,689 at June 30, 2008. Principal and interest requirements to retire general obligation bonds outstanding at June 30, 2008 are as follows:

	General Obligation Bonds		Refunding Notes	
	Principal	Interest	Principal	Interest
2009	\$1,340,000	\$704,069	\$0	\$579,800
2010	1,395,000	649,369	0	579,800
2011	1,450,000	592,469	0	579,800
2012	1,510,000	535,156	0	579,800
2013	0	506,844	1,565,000	528,938
2014-2018	2,145,000	2,485,956	7,355,000	993,687
2019-2022	9,050,000	794,665	0	0
Total Principal and Interest	<u>\$16,890,000</u>	<u>\$6,268,528</u>	<u>\$8,920,000</u>	<u>\$3,841,825</u>

**Note 16 – Note Purchase Agreement/Swap Agreement**

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

The School District and Bank One also agreed to enter into an interest rate swap agreement in which Bank One agreed to pay interest at a variable rate on a notional amount equal to the unpaid principal amount of the notes and the School District agreed to pay interest on the notional amount at a fixed rate equal to the rate of the refunded 1996 bonds. The School District received an upfront payment from Bank One, NA of \$948,500 representing the present value of the debt service savings to be achieved through the refunding based on a notional amount of \$8,920,000. The swap's fixed interest rate is set at 6.50 percent. The swap's variable interest rate is 1.83 percent for the life of the agreement.

**Fair Value** As of June 30, 2008, the swap had a negative fair value of \$1,605,729 estimated using the zero-coupon method. This method calculated the future net settlement payments required by the swap, assuming that the current forward rates implied by the yield curve correctly anticipate future spot interest rates. These payments were then discounted using the spot rates implied by the current yield curve for hypothetical zero-coupon bonds due on the date of each future net settlement on the swap.

**Brecksville-Broadview Heights City School District**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2008*

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**Note 17 – Interfund Activities**

**A. Interfund Transfers**

A transfer of \$25,000 was made from the general fund into the building capital projects fund as the School District’s annual contribution towards the synthetic turf project. A transfer of \$22,500 was made from the general fund into the other grants special revenue fund for the Board’s contribution to the chemical abuse program. A transfer of \$350,000 was made into the self insurance fund due to substantial prescription drug claims.

**B. Interfund Balances**

The general fund provided temporary funding in the amount of \$110,000 for the uniform school supplies special revenue fund until funds are collected from student fees.

The \$300,000 interfund transaction between the debt service and building capital projects fund is a manuscript note. The building capital projects fund issued a property improvement note to finance the installation of synthetic turf on the athletic field and renovate the practice field. The manuscript note was issued by the School District and purchased by the bond retirement debt service fund as an investment. This advance will be paid primarily from outside sources and donations. The School District will contribute what it would normally budget for the maintenance and upkeep of the grass field. The manuscript note will be paid on March 26, 2009.

**Note 18 – Capital Lease**

In prior years, the School District entered into capitalized lease obligations for a new phone system installed throughout the School District and constructed a transportation and maintenance center. These leases meet the criteria for a capital lease as defined by Statement of Financial Accounting Standards No. 13 “Accounting for Leases” and have been recorded on the government-wide statements.

The assets acquired through capital leases are as follows:

<i>Asset:</i>	
Building and Improvement	\$1,763,467
Furniture and Equipment	<u>606,479</u>
Historical Cost	2,369,946
Less: Accumulated Depreciation	<u>(841,608)</u>
Total Book Value as of June 30, 2008	<u><u>1,528,338</u></u>

The following is a schedule of the future minimum lease payments required under the capital lease and the present value of the minimum lease payments as of June 30, 2008.

**Brecksville-Broadview Heights City School District**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2008*

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	<u>Amounts</u>
2009	367,176
2010	298,925
2011	<u>249,104</u>
Total Minimum Lease Payments	915,205
Less: Amount representing interest	<u>47,338</u>
Present Value of Minimum Lease Payments	<u>\$867,867</u>

**Note 19 - Jointly Governed Organizations**

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

The Lakeshore Northeast Ohio Computer Association (LNOCA) is a jointly governed computer service bureau owned and operated by eleven public school districts. The primary function of LNOCA is to provide data services to the eleven member districts. Major areas of service provided by LNOCA include accounting, payroll, inventory, career guidance services, handicapped student tracking, pupil scheduling, attendance reporting and grade reporting. Each school is represented on the LNOCA Board of Directors by its superintendent. Each year, the Board of Directors elects a Chairman, a Vice Chairman and a Recording Secretary. The Treasurer of the fiscal agent is a nonvoting, ex-officio member of the Board of Directors. The Cuyahoga County Educational Service Center serves as the fiscal agent of LNOCA. Each school district supports LNOCA based upon a per pupil charge dependent upon the software packages used. Brecksville-Broadview Heights City School District paid \$133,406 to LNOCA during fiscal year 2008. Financial information can be obtained by contacting the Treasurer of the fiscal agent at 5700 West Canal Road, Valley View, Ohio 44125.

***B. Cuyahoga Valley Career Center***

The Cuyahoga Valley Career Center (a joint vocational school district) is a distinct political subdivision of the State of Ohio operated under the direction of a Board, consisting of representatives from each participating school district's elected board, which possesses its own budgeting and taxing authority. Accordingly, the Cuyahoga Valley Career Center is not part of the School District and its operations are not included as part of the reporting entity. The School District made no contributions to the Cuyahoga Valley Career Center during fiscal year 2008. Financial information can be obtained by contacting the Treasurer at the Cuyahoga Valley Career Center, 8001 Brecksville Road, Brecksville, OH 44141.

***C. Ohio Schools' Council***

The Ohio Schools' Council Association (Council) is a jointly governed organization among ninety-one school districts. The jointly governed organization was formed to purchase quality products and services at the lowest possible cost to the member districts. Each district supports the Council by paying an annual participation fee.

## **Brecksville-Broadview Heights City School District**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2008*

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The Council's Board consists of seven superintendents of the participating districts whose term rotates every year. The degree of control exercised by any school district is limited to its representation on the Board. In fiscal year 2008, the School District paid \$148,778 to the Council. Financial information can be obtained by contacting David Cottrell, the Executive Director/Treasurer of the Ohio Schools Council at 6133 Rockside Road, Suite 10, Independence, Ohio 44131.

The School District participates in the Council's electric purchase program which was implemented during fiscal year 1998 and the natural gas program which was implemented during fiscal year 2000.

The electric purchase program allows school districts to purchase electricity at reduced rates, if the school districts will commit to participating for an eight year period. The participants make monthly payments based on estimated usage. Each June these estimated payments are compared to their actual usage for the year and any necessary adjustments are made.

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

The natural gas program allows school districts to purchase natural gas at reduced rates, if the school districts will commit to participating for a 12 year period. The participants make monthly payments based on estimated usage. Each November these estimates are compared to their actual usage for the year and any necessary adjustments are made.

The City of Hamilton, a municipal corporation and political subdivision duly organized and existing under the laws of the State of Ohio, issued \$89,450,000 in debt to purchase 12 years of natural gas from CMS Energy Corporation for the participants. The participating school districts are not obligated in any manner for this debt. If a participating school district terminates its agreement, the district is entitled to recover that amount, if any, of its contributions to the operating fund which are not encumbered for its share of program administrative costs.

### **Note 20 – Public Entity Risk Pools**

#### ***A. Insurance Purchasing Pool***

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

#### ***B. Shared Risk Pool***

The Suburban Health Consortium (the "Consortium") is a shared health risk pool created on October 1, 2001, formed by the Boards of Education of several school districts in northeast Ohio, for the purposes of maximizing benefits and/or reducing costs of group health, life, dental and/or other insurance coverages for

## **Brecksville-Broadview Heights City School District**

*Notes to the Basic Financial Statements  
For the Fiscal Year Ended June 30, 2008*

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their employees and the eligible dependents and designated beneficiaries of such employees. The Consortium was formed and operates as a legally separate entity under Ohio Revised Code Section 9.833. The Board of Directors is the governing body of the Consortium. The Board of Education of each Consortium Member appoints its Superintendent or such Superintendent's designee to be its representative of the Board of Directors. The officers of the Board of Directors consist of a Chairman, Vice-Chairman and Recording Secretary, who are elected at the annual meeting of Board of Directors and serve until the next annual meeting. All of the authority of the Consortium is exercised by or under the direction of the Board of Directors. The Board of Directors also sets all premiums and other amounts to be paid by the Consortium Members, and the Board of Directors have the authority to waive premiums and other payments. All members of the Board of Directors serve without compensation.

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

Any Consortium Member wishing to withdraw from participation in the Consortium or any benefit program shall notify the Fiscal Agent at least one hundred eighty (180) days prior to the effective date of withdrawal. Upon withdrawal of a Consortium Member, the Consortium shall pay the run out of all claims for such Consortium Member provided such Consortium Member has paid to the Consortium, prior to the effective date of withdrawal a withdrawal fee in the amount equal to two months' premiums at the Consortium Member's current rate. Payment of the withdrawal fee does not extend insurance coverage for two months. Upon automatic withdrawal, for non-payment of premiums required by the Consortium Agreement, the Consortium shall pay the run out of all claims for such Consortium Member provided the Consortium has received from such Consortium Member all outstanding and unpaid premiums and other amounts and the withdrawal fee equal to two months' premiums at the Consortium Members' current rates. Any Consortium Member which withdraws from the Consortium pursuant to the Consortium Agreement shall have no claim to the Consortium's assets. Financial information for the Consortium can be obtained from the Treasurer of the North Royalton City School District (the Fiscal Agent) at 6579 Royalton Road, North Royalton, Ohio 44133.

**Brecksville-Broadview Heights City School District**

*Notes to the Basic Financial Statements*

*For the Fiscal Year Ended June 30, 2008*

**Note 21 - 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 the end of the fiscal year or offset by similarly restricted resources received during the year must be held in cash at year end. These amounts must be carried forward to be used for the same purposes in future years.

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

	Capital Improvements Reserve	Textbooks/ Instructional Materials Reserve
Set-aside Reserve Balance as of June 30, 2007	\$0	\$0
Current Year Set-aside Requirement	716,206	716,206
Current Year Offset	(1,059,577)	(701,781)
Qualifying Expenditures	(882,235)	(677,375)
Totals	<u>(\$1,225,606)</u>	<u>(\$662,950)</u>
Set-aside Balance Carried Forward to Future Fiscal Years	<u>\$0</u>	<u>(\$662,950)</u>
Set-aside Reserve Balance as of June 30, 2008	<u>\$0</u>	<u>\$0</u>

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

**Note 22 – Subsequent Event**

On November 4, 2008, voters approved two tax levy renewals due to expire at the end of 2009. A 6.8 mill dual purpose, three year tax levy with 5.8 mills designated for operating expenses and 1 mill for permanent improvements and a 6.3 mill dual purpose, five year tax levy with 5.3 mills designated for operating expenses and 1 mill for permanent improvements.



**Combining Statements  
and  
Individual Fund Schedules**

*Combining Statements – Nonmajor Funds*

*Nonmajor Special Revenue Funds*

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

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

**Scholarship Fund** – This fund accounts for donations toward scholarships for the students.

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

**Public School Support Fund** – This fund accounts for school site sales revenue and expenditures for assemblies and other activity costs.

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

**Child Care Fund** – This fund accounts for monies received from parents for participation in the after school child care program and expenditures for all activities.

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

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

**Educational Management Information Systems Fund** – This fund accounts for State grant monies used to support the costs associated with the requirements of the management information system.

**Entry Year Teachers Fund** – This fund accounts for State monies used for new teacher training.

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

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

**Ohio Reads Volunteer Grant Fund** – This fund accounts for State monies to supplement the School District's reading programs.

(continued)

*Combining Statements – Nonmajor Funds (continued)*

*Nonmajor Special Revenue Funds*

**Gifted Identification Fund** – This fund accounts for State monies used for identifying and testing for gifted students.

**Core Implementation Fund** – This fund accounts for State monies used for implementing the core curriculum established by the State.

**On-Line International Collaborative Learning Fund** – This fund accounts for State monies used for international collaboration.

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

**Title III Fund** – This fund accounts for Federal monies used for costs associated with limited English proficiency.

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

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

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

**Pre-School Fund** – This fund accounts for Federal revenues used for speech therapy services and instructional supplies used in preschool programs.

**Title II-A Fund** – This fund accounts for Federal monies used for professional development of teachers.

**Title II-D Fund** – This fund accounts for Federal monies used for technology.

(continued)

*Combining Statements – Nonmajor Funds (continued)*

*Nonmajor Capital Projects Funds*

Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities. Following is a description of the nonmajor capital project funds:

**Permanent Improvement Fund** – This fund accounts for property taxes levied to be used for various capital improvements within the School District

**Building Fund** – This fund accounts for the 1996 school improvement bond proceeds to be used for the acquisition, construction, improvements and furnishings for the new high school.

**SchoolNet Plus Fund** – This fund accounts for State monies to be used to purchase computers for grades 6 and 8.

**Brecksville-Broadview Heights City School District**

*Combining Balance Sheet*

**Nonmajor Governmental Funds**

June 30, 2008

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b>Assets</b>			
Equity in Pooled Cash and Cash Equivalents	\$892,084	\$1,817,902	\$2,709,986
Receivables:			
Taxes	0	1,646,212	1,646,212
Accounts	16,546	0	16,546
Intergovernmental	46,862	0	46,862
Prepaid Items	1,260	0	1,260
Inventory Held for Resale	16,689	0	16,689
Materials and Supplies Inventory	5,924	0	5,924
<i>Total Assets</i>	<u>\$979,365</u>	<u>\$3,464,114</u>	<u>\$4,443,479</u>
<b>Liabilities and Fund Balances</b>			
<b>Liabilities</b>			
Accounts Payable	\$25,598	\$88,460	\$114,058
Accrued Wages and Benefits	82,830	0	82,830
Interfund Payable	110,000	300,000	410,000
Intergovernmental Payable	105,777	0	105,777
Deferred Revenue	15,284	1,306,799	1,322,083
Accrued Interest Payable	0	5,851	5,851
<i>Total Liabilities</i>	<u>339,489</u>	<u>1,701,110</u>	<u>2,040,599</u>
<b>Fund Balances</b>			
Reserved for Encumbrances	80,372	441,047	521,419
Reserved for Property Taxes	0	338,562	338,562
Unreserved, Undesignated, Reported in:			
Special Revenue Funds	559,504	0	559,504
Capital Projects Funds	0	983,395	983,395
<i>Total Fund Balances</i>	<u>639,876</u>	<u>1,763,004</u>	<u>2,402,880</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$979,365</u>	<u>\$3,464,114</u>	<u>\$4,443,479</u>

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

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
<b>Revenues</b>			
Taxes	\$0	\$1,730,749	\$1,730,749
Intergovernmental	1,816,197	218,112	2,034,309
Interest	2,022	0	2,022
Tuition and Fees	530,897	0	530,897
Extracurricular Activities	407,074	10,000	417,074
Charges for Services	1,532,678	0	1,532,678
Contributions and Donations	70,127	86,878	157,005
Miscellaneous	34,118	0	34,118
<i>Total Revenues</i>	<u>4,393,113</u>	<u>2,045,739</u>	<u>6,438,852</u>
<b>Expenditures</b>			
Current:			
Instruction:			
Regular	661,419	0	661,419
Special	321,018	0	321,018
Adult/Continuing	22,538	0	22,538
Support Services:			
Pupil	78,433	0	78,433
Instructional Staff	399,864	0	399,864
Administration	85,586	0	85,586
Fiscal	484	0	484
Operation and Maintenance of Plant	18,000	0	18,000
Pupil Transportation	106,204	0	106,204
Central	16,692	0	16,692
Operation of Non-Instructional Services	443,219	0	443,219
Food Service Operations	1,512,255	0	1,512,255
Child Care Operations	715,135	0	715,135
Extracurricular Activities	236,474	0	236,474
Capital Outlay	0	1,684,183	1,684,183
Debt Service:			
Principal Retirement	0	262,334	262,334
Interest and Fiscal Charges	0	53,538	53,538
<i>Total Expenditures</i>	<u>4,617,321</u>	<u>2,000,055</u>	<u>6,617,376</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(224,208)	45,684	(178,524)
<b>Other Financing Sources</b>			
Transfers In	22,500	25,000	47,500
<i>Net Change in Fund Balances</i>	(201,708)	70,684	(131,024)
<i>Fund Balances Beginning of Year</i>	<u>841,584</u>	<u>1,692,320</u>	<u>2,533,904</u>
<i>Fund Balances End of Year</i>	<u><u>\$639,876</u></u>	<u><u>\$1,763,004</u></u>	<u><u>\$2,402,880</u></u>

**Brecksville-Broadview Heights City School District**

*Combining Balance Sheet*

*Nonmajor Special Revenue Funds*

*June 30, 2008*

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	Food Service	Scholarship	Uniform School Supplies
<b>Assets</b>			
Equity in Pooled Cash and Cash Equivalents	\$168,036	\$65,391	\$215,833
Receivables:			
Accounts	2,115	0	593
Intergovernmental	23,855	0	0
Prepaid Items	0	0	0
Inventory Held for Resale	16,689	0	0
Materials and Supplies Inventory	5,924	0	0
<i>Total Assets</i>	<u>\$216,619</u>	<u>\$65,391</u>	<u>\$216,426</u>
 <b>Liabilities and Fund Balances</b>			
<b>Liabilities</b>			
Accounts Payable	\$938	\$40	\$0
Accrued Wages and Benefits	62,540	0	0
Interfund Payable	0	0	110,000
Intergovernmental Payable	59,697	0	0
Deferred Revenue	0	0	0
<i>Total Liabilities</i>	<u>123,175</u>	<u>40</u>	<u>110,000</u>
 <b>Fund Balances</b>			
Reserved for Encumbrances	4,070	0	2,685
Unreserved, Undesignated	89,374	65,351	103,741
<i>Total Fund Balances</i>	<u>93,444</u>	<u>65,351</u>	<u>106,426</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$216,619</u>	<u>\$65,391</u>	<u>\$216,426</u>

(continued)

**Brecksville-Broadview Heights City School District**

*Combining Balance Sheet*

*Nonmajor Special Revenue Funds (continued)*

*June 30, 2008*

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	Public School Support	Other Grants	Child Care
<b>Assets</b>			
Equity in Pooled Cash and Cash Equivalents	\$85,602	\$91,777	\$22,490
Receivables:			
Accounts	85	0	13,753
Intergovernmental	0	0	0
Prepaid Items	1,260	0	0
Inventory Held for Resale	0	0	0
Materials and Supplies Inventory	0	0	0
<i>Total Assets</i>	<u>\$86,947</u>	<u>\$91,777</u>	<u>\$36,243</u>
 <b>Liabilities and Fund Balances</b>			
<b>Liabilities</b>			
Accounts Payable	\$0	\$437	\$1,580
Accrued Wages and Benefits	0	6,312	13,978
Interfund Payable	0	0	0
Intergovernmental Payable	0	2,542	43,323
Deferred Revenue	0	0	0
<i>Total Liabilities</i>	<u>0</u>	<u>9,291</u>	<u>58,881</u>
 <b>Fund Balances</b>			
Reserved for Encumbrances	2,061	1,587	2,759
Unreserved, Undesignated	84,886	80,899	(25,397)
<i>Total Fund Balances</i>	<u>86,947</u>	<u>82,486</u>	<u>(22,638)</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$86,947</u>	<u>\$91,777</u>	<u>\$36,243</u>



<u>Athletics</u>	<u>Auxiliary Services</u>	<u>Entry Year Teachers</u>	<u>SchoolNet Professional Development</u>	<u>Gifted Identification</u>
\$133,326	\$17,490	\$0	\$1,314	\$1,685
0	0	0	0	0
0	0	4,000	0	0
0	0			
0	0	0	0	0
0	0	0	0	0
<u>\$133,326</u>	<u>\$17,490</u>	<u>\$4,000</u>	<u>\$1,314</u>	<u>\$1,685</u>
\$0	\$272	\$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>272</u>	<u>0</u>	<u>0</u>	<u>0</u>
8,075	1,280	0	0	1,685
<u>125,251</u>	<u>15,938</u>	<u>4,000</u>	<u>1,314</u>	<u>0</u>
<u>133,326</u>	<u>17,218</u>	<u>4,000</u>	<u>1,314</u>	<u>1,685</u>
<u>\$133,326</u>	<u>\$17,490</u>	<u>\$4,000</u>	<u>\$1,314</u>	<u>\$1,685</u>

(continued)

**Brecksville-Broadview Heights City School District**

*Combining Balance Sheet*

*Nonmajor Special Revenue Funds (continued)*

*June 30, 2008*

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	<u>IDEA-B</u>	<u>Title III</u>	<u>Title I</u>
<b>Assets</b>			
Equity in Pooled Cash and			
Cash Equivalents	\$68,366	\$2,836	\$4,402
Receivables:			
Accounts	0	0	0
Intergovernmental	0	5,919	3,165
Prepaid Items			
Inventory Held for Resale	0	0	0
Materials and Supplies Inventory	0	0	0
	<u>0</u>	<u>0</u>	<u>0</u>
<i>Total Assets</i>	<u>\$68,366</u>	<u>\$8,755</u>	<u>\$7,567</u>
 <b>Liabilities and Fund Balances</b>			
<b>Liabilities</b>			
Accounts Payable	\$19,669	\$0	\$2,090
Accrued Wages and Benefits	0	0	0
Interfund Payable	0	0	0
Intergovernmental Payable	150	0	0
Deferred Revenue	0	5,919	0
	<u>0</u>	<u>5,919</u>	<u>0</u>
<i>Total Liabilities</i>	<u>19,819</u>	<u>5,919</u>	<u>2,090</u>
 <b>Fund Balances</b>			
Reserved for Encumbrances	48,547	2,836	2,312
Unreserved, Undesignated	0	0	3,165
	<u>0</u>	<u>0</u>	<u>3,165</u>
<i>Total Fund Balances</i>	<u>48,547</u>	<u>2,836</u>	<u>5,477</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$68,366</u>	<u>\$8,755</u>	<u>\$7,567</u>

<u>Title V</u>	<u>Title IV</u>	<u>Pre-School</u>	<u>Title II-A</u>	<u>Title II-D</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$6,434	\$1,765	\$400	\$4,774	\$163	\$892,084
0	0	0	0	0	16,546
9,365	0	0	558	0	46,862
					1,260
0	0	0	0	0	16,689
0	0	0	0	0	5,924
<u>\$15,799</u>	<u>\$1,765</u>	<u>\$400</u>	<u>\$5,332</u>	<u>\$163</u>	<u>\$979,365</u>
\$572	\$0	\$0	\$0	\$0	\$25,598
0	0	0	0	0	82,830
0	0	0	0	0	110,000
65	0	0	0	0	105,777
9,365	0	0	0	0	15,284
<u>10,002</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>339,489</u>
197	0		2,199	79	80,372
5,600	1,765	400	3,133	84	559,504
<u>5,797</u>	<u>1,765</u>	<u>400</u>	<u>5,332</u>	<u>163</u>	<u>639,876</u>
<u>\$15,799</u>	<u>\$1,765</u>	<u>\$400</u>	<u>\$5,332</u>	<u>\$163</u>	<u>\$979,365</u>

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

	Food Service	Scholarship	Uniform School Supplies
<b>Revenues</b>			
Intergovernmental	\$246,133	\$0	\$0
Interest	0	564	0
Tuition and Fees	0	0	0
Extracurricular Activities	0	1,368	0
Charges for Services	1,316,051	0	216,627
Contributions and Donations	0	47,677	0
Miscellaneous	0	0	0
<i>Total Revenues</i>	<u>1,562,184</u>	<u>49,609</u>	<u>216,627</u>
<b>Expenditures</b>			
Current:			
Instruction:			
Regular	0	3,587	231,550
Special	0	0	0
Adult/Continuing	0	0	0
Support Services:			
Pupil	0	0	0
Instructional Staff	0	0	0
Administration	0	338	0
Fiscal	0	484	0
Operation and Maintenance of Plant	0	0	0
Pupil Transportation	0	0	0
Central	0	0	0
Operation of Non-Instructional Services	0	44,100	0
Food Service Operations	1,512,255	0	0
Child Care Operations	0	0	0
Extracurricular Activities	0	0	0
<i>Total Expenditures</i>	<u>1,512,255</u>	<u>48,509</u>	<u>231,550</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	49,929	1,100	(14,923)
<b>Other Financing Sources</b>			
Transfers In	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	49,929	1,100	(14,923)
<i>Fund Balances Beginning of Year</i>	<u>43,515</u>	<u>64,251</u>	<u>121,349</u>
<i>Fund Balances End of Year</i>	<u><u>\$93,444</u></u>	<u><u>\$65,351</u></u>	<u><u>\$106,426</u></u>

Public School Support	Other Grants	Child Care	Athletics	Auxiliary Services
\$0	\$0	\$0	\$0	\$280,304
0	0	0	0	1,458
0	31,977	498,920	0	0
147,700	0	14,377	243,629	0
0	0	0	0	0
20,326	624	0	1,500	0
0	32,293	1,825	0	0
<u>168,026</u>	<u>64,894</u>	<u>515,122</u>	<u>245,129</u>	<u>281,762</u>
179,219	16,315	0	0	0
0	0	0	0	0
0	22,538	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	6,508	0	0	0
0	0	0	0	0
0	49,429	0	0	328,204
0	0	0	0	0
0	0	715,135	0	0
0	0	0	236,474	0
<u>179,219</u>	<u>94,790</u>	<u>715,135</u>	<u>236,474</u>	<u>328,204</u>
(11,193)	(29,896)	(200,013)	8,655	(46,442)
<u>0</u>	<u>22,500</u>	<u>0</u>	<u>0</u>	<u>0</u>
(11,193)	(7,396)	(200,013)	8,655	(46,442)
<u>98,140</u>	<u>89,882</u>	<u>177,375</u>	<u>124,671</u>	<u>63,660</u>
<u>\$86,947</u>	<u>\$82,486</u>	<u>(\$22,638)</u>	<u>\$133,326</u>	<u>\$17,218</u>

(continued)

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

	Educational Management Information Systems	Entry Year Teachers	One Net
<b>Revenues</b>			
Intergovernmental	\$16,213	\$4,000	\$18,000
Interest	0	0	0
Tuition and Fees	0	0	0
Extracurricular Activities	0	0	0
Charges for Services	0	0	0
Contributions and Donations	0	0	0
Miscellaneous	0	0	0
<i>Total Revenues</i>	<u>16,213</u>	<u>4,000</u>	<u>18,000</u>
<b>Expenditures</b>			
Current:			
Instruction:			
Regular	0	0	0
Special	0	0	0
Adult/Continuing	0	0	0
Support Services:			
Pupil	536	0	0
Instructional Staff	0	6,400	0
Administration	0	0	0
Fiscal	0	0	0
Operation and Maintenance of Plant	0	0	18,000
Pupil Transportation	0	0	0
Central	16,212	0	0
Operation of Non-Instructional Services	0	0	0
Food Service Operations	0	0	0
Child Care Operations	0	0	0
Extracurricular Activities	0	0	0
<i>Total Expenditures</i>	<u>16,748</u>	<u>6,400</u>	<u>18,000</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	(535)	(2,400)	0
<b>Other Financing Sources</b>			
Transfer In	0	0	0
<i>Net Change in Fund Balances</i>	(535)	(2,400)	0
<i>Fund Balances Beginning of Year</i>	<u>535</u>	<u>6,400</u>	<u>0</u>
<i>Fund Balances End of Year</i>	<u>\$0</u>	<u>\$4,000</u>	<u>\$0</u>

SchoolNet Professional Development	Ohio Reads Volunteer Grant	Gifted Identification	CORE Implementation	On-Line International Collaborative Learning
\$2,970	\$0	\$11,841	\$0	\$750
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>2,970</u>	<u>0</u>	<u>11,841</u>	<u>0</u>	<u>750</u>
0	29	0	0	750
0	0	240	0	0
0	0	0	0	0
0	0	8,409	0	0
3,049	0	2,173	2,000	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
<u>3,049</u>	<u>29</u>	<u>10,822</u>	<u>2,000</u>	<u>750</u>
(79)	(29)	1,019	(2,000)	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
(79)	(29)	1,019	(2,000)	0
<u>1,393</u>	<u>29</u>	<u>666</u>	<u>2,000</u>	<u>0</u>
<u>\$1,314</u>	<u>\$0</u>	<u>\$1,685</u>	<u>\$0</u>	<u>\$0</u>

(continued)

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

	IDEA-B	Title III	Title I
<b>Revenues</b>			
Intergovernmental	\$943,158	\$27,042	\$146,918
Interest	0	0	0
Tuition and Fees	0	0	0
Extracurricular Activities	0	0	0
Charges for Services	0	0	0
Contributions and Donations	0	0	0
Miscellaneous	0	0	0
<i>Total Revenues</i>	<u>943,158</u>	<u>27,042</u>	<u>146,918</u>
<b>Expenditures</b>			
Current:			
Instruction:			
Regular	0	18,446	139,544
Special	295,192	0	0
Adult/Continuing	0	0	0
Support Services:			
Pupil	69,488	0	0
Instructional Staff	359,533	6,644	1,769
Administration	84,248	0	1,000
Fiscal	0	0	0
Operation and Maintenance of Plant	0	0	0
Pupil Transportation	99,696	0	0
Central	0	0	480
Operation of Non-Instructional Services	15,608	0	0
Food Service Operations	0	0	0
Child Care Operations	0	0	0
Extracurricular Activities	0	0	0
<i>Total Expenditures</i>	<u>923,765</u>	<u>25,090</u>	<u>142,793</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	19,393	1,952	4,125
<b>Other Financing Sources</b>			
Transfer In	0	0	0
<i>Net Change in Fund Balances</i>	19,393	1,952	4,125
<i>Fund Balances Beginning of Year</i>	<u>29,154</u>	<u>884</u>	<u>1,352</u>
<i>Fund Balances End of Year</i>	<u>\$48,547</u>	<u>\$2,836</u>	<u>\$5,477</u>



Title V	Title IV	Pre-School	Title II-A	Title II-D	Total Nonmajor Special Revenue Funds
\$1,914	\$10,614	\$25,986	\$78,878	\$1,476	\$1,816,197
0	0	0	0	0	2,022
0	0	0	0	0	530,897
0	0	0	0	0	407,074
0	0	0	0	0	1,532,678
0	0	0	0	0	70,127
0	0	0	0	0	34,118
<u>1,914</u>	<u>10,614</u>	<u>25,986</u>	<u>78,878</u>	<u>1,476</u>	<u>4,393,113</u>
3,534	9,462	0	58,983	0	661,419
0	0	25,586	0	0	321,018
0	0	0	0	0	22,538
0	0	0	0	0	78,433
0	0	0	16,942	1,354	399,864
0	0	0	0	0	85,586
0	0	0	0	0	484
0	0	0	0	0	18,000
0	0	0	0	0	106,204
0	0	0	0	0	16,692
2,127	1,276	0	2,222	253	443,219
0	0	0	0	0	1,512,255
0	0	0	0	0	715,135
0	0	0	0	0	236,474
<u>5,661</u>	<u>10,738</u>	<u>25,586</u>	<u>78,147</u>	<u>1,607</u>	<u>4,617,321</u>
(3,747)	(124)	400	731	(131)	(224,208)
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>22,500</u>
(3,747)	(124)	400	731	(131)	(201,708)
<u>9,544</u>	<u>1,889</u>	<u>0</u>	<u>4,601</u>	<u>294</u>	<u>841,584</u>
<u>\$5,797</u>	<u>\$1,765</u>	<u>\$400</u>	<u>\$5,332</u>	<u>\$163</u>	<u>\$639,876</u>

**Brecksville-Broadview Heights City School District**

*Combining Balance Sheet*

*Nonmajor Capital Projects Funds*

*June 30, 2008*

	<u>Permanent Improvement</u>	<u>Building</u>	<u>Total Nonmajor Capital Projects Funds</u>
<b>Assets</b>			
Equity in Pooled Cash and Cash Equivalents	\$1,780,010	\$37,892	\$1,817,902
Taxes Receivable	<u>1,347,287</u>	<u>298,925</u>	<u>1,646,212</u>
<i>Total Assets</i>	<u>\$3,127,297</u>	<u>\$336,817</u>	<u>\$3,464,114</u>
<b>Liabilities and Fund Balances</b>			
<b>Liabilities</b>			
Accounts Payable	\$88,460	\$0	\$88,460
Interfund Payable	0	300,000	300,000
Deferred Revenue	1,007,874	298,925	1,306,799
Accrued Interest Payable	<u>0</u>	<u>5,851</u>	<u>5,851</u>
<i>Total Liabilities</i>	<u>1,096,334</u>	<u>604,776</u>	<u>1,701,110</u>
<b>Fund Balances</b>			
Reserved for Encumbrances	260,812	180,235	441,047
Reserved for Property Taxes	338,562	0	338,562
Unreserved, Undesignated (Deficit)	<u>1,431,589</u>	<u>(448,194)</u>	<u>983,395</u>
<i>Total Fund Balances (Deficit)</i>	<u>2,030,963</u>	<u>(267,959)</u>	<u>1,763,004</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$3,127,297</u>	<u>\$336,817</u>	<u>\$3,464,114</u>

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

	Permanent Improvement	Building	SchoolNet Plus
<b>Revenues</b>			
Taxes	\$1,431,824	\$298,925	\$0
Intergovernmental	174,574	10,000	33,538
Extracurricular Activities	0	10,000	0
Contributions and Donations	0	86,878	0
<i>Total Revenues</i>	<u>1,606,398</u>	<u>405,803</u>	<u>33,538</u>
<b>Expenditures</b>			
Capital Outlay	1,480,497	170,148	33,538
Debt Service:			
Principal Retirement	0	262,334	0
Interest and Fiscal Charges	0	53,538	0
<i>Total Expenditures</i>	<u>1,480,497</u>	<u>486,020</u>	<u>33,538</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	125,901	(80,217)	0
<b>Other Financing Sources</b>			
Transfers In	0	25,000	0
<i>Net Change in Fund Balances</i>	125,901	(55,217)	0
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>1,905,062</u>	<u>(212,742)</u>	<u>0</u>
<i>Fund Balances (Deficit) End of Year</i>	<u><u>\$2,030,963</u></u>	<u><u>(\$267,959)</u></u>	<u><u>\$0</u></u>

Total Nonmajor Capital Projects Funds
\$1,730,749
218,112
10,000
86,878
2,045,739
1,684,183
262,334
53,538
2,000,055
45,684
25,000
70,684
1,692,320
\$1,763,004

## **Combining Statements – Fiduciary Funds**

### ***Fiduciary Funds***

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

### ***Private Purpose Trust Fund***

***Unclaimed Monies Fund*** – This fund accounts for stale-dated payroll checks held for five years for employees.

### ***Agency Fund***

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

**Brecksville-Broadview Heights City School District**

*Statement of Changes in Assets and Liabilities*

**Agency Fund**

*For the Fiscal Year Ended June 30, 2008*

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	Balance July 1, 2007	Additions	Reductions	Balance June 30, 2008
<b>Student Activities Fund</b>				
<b>Assets</b>				
Equity in Pooled Cash and Cash Equivalents	<u>\$136,380</u>	<u>\$226,780</u>	<u>\$247,488</u>	<u>\$115,672</u>
<b>Liabilities</b>				
Due to Students	<u>\$136,380</u>	<u>\$226,780</u>	<u>\$247,488</u>	<u>\$115,672</u>

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



**Brecksville-Broadview Heights City School District**

*Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual*

**General Fund**

*For the Fiscal Year Ended June 30, 2008*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Taxes	\$34,971,000	\$34,317,863	\$34,317,863	\$0
Intergovernmental	9,847,700	11,724,868	11,724,868	0
Interest	1,000,000	1,029,915	1,029,907	(8)
Tuition and Fees	131,000	131,274	131,504	230
Extracurricular Activities	99,200	455,144	455,171	27
Payment in Lieu of Taxes	30,000	28,250	28,250	0
Rentals	33,102	121,389	156,153	34,764
Charges for Services	511,300	32,280	32,276	(4)
Contributions and Donations	23,300	36,767	36,753	(14)
Miscellaneous	40,000	30,247	40,029	9,782
<i>Total Revenues</i>	<u>46,686,602</u>	<u>47,907,997</u>	<u>47,952,774</u>	<u>44,777</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular:				
Salaries and Wages	15,870,284	15,634,430	15,633,975	455
Fringe Benefits	3,981,687	4,581,417	4,580,321	1,096
Purchased Services	719,859	590,798	581,120	9,678
Materials and Supplies	208,859	247,666	228,137	19,529
Capital Outlay - New	63,505	98,744	78,992	19,752
Capital Outlay - Replacement	44,550	41,217	33,282	7,935
Other	0	825	825	0
Total Regular	<u>20,888,744</u>	<u>21,195,097</u>	<u>21,136,652</u>	<u>58,445</u>
Special:				
Salaries and Wages	2,790,168	3,004,185	3,003,741	444
Fringe Benefits	819,605	833,315	828,239	5,076
Purchased Services	959,843	922,648	904,978	17,670
Materials and Supplies	28,548	16,852	15,876	976
Capital Outlay - New	36,100	57,020	56,974	46
Other	397,466	319,181	318,992	189
Total Special	<u>5,031,730</u>	<u>5,153,201</u>	<u>5,128,800</u>	<u>24,401</u>
Vocational:				
Salaries and Wages	191,240	173,126	173,126	0
Fringe Benefits	52,445	52,395	51,833	562
Materials and Supplies	0	5,771	4,879	892
Capital Outlay - New	4,971	4,971	4,360	611
Total Vocational	<u>248,656</u>	<u>236,263</u>	<u>234,198</u>	<u>2,065</u>
Total Instruction	<u>\$26,169,130</u>	<u>\$26,584,561</u>	<u>\$26,499,650</u>	<u>\$84,911</u>

(continued)

**Brecksville-Broadview Heights City School District**

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

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<b>Support Services:</b>				
<b>Pupil:</b>				
Salaries and Wages	\$2,336,494	\$2,376,835	\$2,374,247	\$2,588
Fringe Benefits	774,188	729,338	727,354	1,984
Purchased Services	90,330	94,772	90,560	4,212
Materials and Supplies	59,000	36,000	35,987	13
Capital Outlay - New	121,000	143,290	143,274	16
Capital Outlay - Replacement	0	720	720	0
Other	500	0	0	0
<b>Total Pupil</b>	<b>3,381,512</b>	<b>3,380,955</b>	<b>3,372,142</b>	<b>8,813</b>
<b>Instructional Staff:</b>				
Salaries and Wages	1,559,560	1,626,260	1,624,976	1,284
Fringe Benefits	633,793	651,474	651,089	385
Purchased Services	74,738	89,889	73,219	16,670
Materials and Supplies	71,087	70,661	70,079	582
Capital Outlay - New	17,259	17,346	16,654	692
Capital Outlay - Replacement	6,098	5,995	5,074	921
Other	5,200	4,010	3,949	61
<b>Total Instructional Staff</b>	<b>2,367,735</b>	<b>2,465,635</b>	<b>2,445,040</b>	<b>20,595</b>
<b>Board of Education:</b>				
Salaries and Wages	21,273	9,875	9,875	0
Fringe Benefits	391	391	391	0
Purchased Services	28,008	12,008	11,598	410
Other	60,336	52,836	52,049	787
<b>Total Board of Education</b>	<b>110,008</b>	<b>75,110</b>	<b>73,913</b>	<b>1,197</b>
<b>Administration:</b>				
Salaries and Wages	2,402,050	2,345,865	2,344,980	885
Fringe Benefits	890,187	840,102	835,660	4,442
Purchased Services	184,926	193,376	171,776	21,600
Materials and Supplies	27,040	22,462	17,538	4,924
Capital Outlay - New	14,903	14,489	12,877	1,612
Capital Outlay - Replacement	3,300	2,900	1,000	1,900
Other	187,025	130,788	130,343	445
<b>Total Administration</b>	<b>3,709,431</b>	<b>3,549,982</b>	<b>3,514,174</b>	<b>35,808</b>
<b>Fiscal:</b>				
Salaries and Wages	345,560	304,650	304,620	30
Fringe Benefits	133,265	129,065	128,951	114
Purchased Services	51,300	42,200	41,018	1,182
Materials and Supplies	20,000	8,000	7,802	198
Capital Outlay - New	5,000	5,000	3,937	1,063
Capital Outlay - Replacement	10,000	0	0	0
Other	570,100	525,340	522,912	2,428
<b>Total Fiscal</b>	<b>\$1,135,225</b>	<b>\$1,014,255</b>	<b>\$1,009,240</b>	<b>\$5,015</b>

(continued)

**Brecksville-Broadview Heights City School District**

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

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<b>Business:</b>				
Salaries and Wages	\$245,019	\$245,391	\$245,378	\$13
Fringe Benefits	100,786	96,091	95,957	134
Purchased Services	216,592	182,421	107,928	74,493
Materials and Supplies	27,242	27,242	25,922	1,320
Capital Outlay - New	4,000	3,000	2,467	533
Capital Outlay - Replacement	3,000	4,000	3,633	367
Other	1,500	975	973	2
<b>Total Business</b>	<b>598,139</b>	<b>559,120</b>	<b>482,258</b>	<b>76,862</b>
<b>Operation and Maintenance of Plant:</b>				
Salaries and Wages	2,231,675	2,044,940	2,044,873	67
Fringe Benefits	801,715	778,075	774,971	3,104
Purchased Services	1,844,611	1,614,689	1,573,299	41,390
Materials and Supplies	269,809	316,276	273,049	43,227
Capital Outlay - New	35,000	42,768	40,179	2,589
Capital Outlay - Replacement	42,302	47,903	29,989	17,914
Other	8,150	8,385	8,003	382
<b>Total Operation and Maintenance of Plant</b>	<b>5,233,262</b>	<b>4,853,036</b>	<b>4,744,363</b>	<b>108,673</b>
<b>Pupil Transportation:</b>				
Salaries and Wages	1,751,161	1,934,724	1,934,578	146
Fringe Benefits	635,190	636,430	636,428	2
Purchased Services	253,492	191,670	184,006	7,664
Materials and Supplies	663,723	707,962	624,184	83,778
Capital Outlay - New	16,500	34,200	32,390	1,810
Capital Outlay - Replacement	61,000	52,800	50,777	2,023
Other	1,250	0	0	0
<b>Total Pupil Transportation</b>	<b>3,382,316</b>	<b>3,557,786</b>	<b>3,462,363</b>	<b>95,423</b>
<b>Central:</b>				
Salaries and Wages	74,839	74,450	74,411	39
Fringe Benefits	24,735	23,880	23,862	18
Purchased Services	201,678	184,749	135,434	49,315
Materials and Supplies	2,500	8,000	7,054	946
Capital Outlay - New	5,000	500	410	90
Capital Outlay - Replacement	8,000	10,500	10,162	338
Other	750	750	665	85
<b>Total Central</b>	<b>317,502</b>	<b>302,829</b>	<b>251,998</b>	<b>50,831</b>
<b>Total Support Services</b>	<b>20,235,130</b>	<b>19,758,708</b>	<b>19,355,491</b>	<b>403,217</b>
<b>Extracurricular Activities:</b>				
<b>Academic and Subject Oriented Activities:</b>				
Salaries and Wages	113,352	103,199	103,166	33
Fringe Benefits	20,540	21,185	21,177	8
Purchased Services	3,000	3,000	2,178	822
Capital Outlay - Replacement	0	5,000	5,000	0
<b>Total Academic and Subject Oriented Activities</b>	<b>\$136,892</b>	<b>\$132,384</b>	<b>\$131,521</b>	<b>\$863</b>

**Brecksville-Broadview Heights City School District**

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

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
<b>Sports Oriented Activities:</b>				
Salaries and Wages	\$552,979	\$532,772	\$531,755	\$1,017
Fringe Benefits	94,766	93,206	93,191	15
Purchased Services	40,280	38,280	33,490	4,790
Materials and Supplies	6,500	6,200	4,275	1,925
Capital Outlay - New	0	2,300	2,280	20
Other	750	0	0	0
<b>Total Sports Oriented Activities</b>	<b>695,275</b>	<b>672,758</b>	<b>664,991</b>	<b>7,767</b>
<b>School and Public Service</b>				
<b>Co-Curricular Activities:</b>				
Salaries and Wages	42,665	41,608	41,570	38
Fringe Benefits	5,290	5,330	5,330	0
<b>Total School and Public Service</b>				
<b>Co-Curricular Activities</b>	<b>47,955</b>	<b>46,938</b>	<b>46,900</b>	<b>38</b>
<b>Total Extracurricular Activities</b>	<b>880,122</b>	<b>852,080</b>	<b>843,412</b>	<b>8,668</b>
<b>Total Expenditures</b>	<b>47,284,382</b>	<b>47,195,349</b>	<b>46,698,553</b>	<b>496,796</b>
<b>Excess of Revenues Over (Under) Expenditures</b>	<b>(597,780)</b>	<b>712,648</b>	<b>1,254,221</b>	<b>541,573</b>
<b>Other Financing Sources (Uses)</b>				
Sale of Capital Assets	0	250	250	0
Advances In	260,000	260,000	260,000	0
Advances Out	(174,000)	(110,000)	(110,000)	0
Transfers Out	(175,000)	(397,500)	(397,500)	0
<b>Total Other Financing Sources (Uses)</b>	<b>(89,000)</b>	<b>(247,250)</b>	<b>(247,250)</b>	<b>0</b>
<b>Net Change in Fund Balance</b>	<b>(686,780)</b>	<b>465,398</b>	<b>1,006,971</b>	<b>541,573</b>
<b>Fund Balance Beginning of Year</b>	<b>13,899,216</b>	<b>13,899,216</b>	<b>13,899,216</b>	<b>0</b>
<b>Prior Year Encumbrances Appropriated</b>	<b>333,141</b>	<b>333,141</b>	<b>333,141</b>	<b>0</b>
<b>Fund Balance End of Year</b>	<b>\$13,545,577</b>	<b>\$14,697,755</b>	<b>\$15,239,328</b>	<b>\$541,573</b>

**Brecksville-Broadview Heights City School District**

*Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
**Bond Retirement Fund***

*For the Fiscal Year Ended June 30, 2008*

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	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Taxes	\$2,582,578	\$2,582,578	\$0
Intergovernmental	304,916	304,916	0
<i>Total Revenues</i>	<u>2,887,494</u>	<u>2,887,494</u>	<u>0</u>
<b>Expenditures</b>			
Debt Service:			
Principal Retirement	1,300,000	1,300,000	0
Interest and Fiscal Charges	1,359,095	1,359,095	0
<i>Total Expenditures</i>	<u>2,659,095</u>	<u>2,659,095</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	228,399	228,399	0
<i>Fund Balance Beginning of Year</i>	<u>3,142,536</u>	<u>3,142,536</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$3,370,935</u></u>	<u><u>\$3,370,935</u></u>	<u><u>\$0</u></u>

**Brecksville-Broadview Heights City School District**

*Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Food Service Fund*

*For the Fiscal Year Ended June 30, 2008*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Revenues</b>			
Intergovernmental	\$177,040	\$177,032	(\$8)
Charges for Services	<u>1,313,478</u>	<u>1,314,642</u>	<u>1,164</u>
<i>Total Revenues</i>	<u>1,490,518</u>	<u>1,491,674</u>	<u>1,156</u>
<b>Expenditures</b>			
Current:			
Food Service Operations:			
Salaries and Wages	618,432	618,347	85
Fringe Benefits	225,203	225,093	110
Purchased Services	11,313	11,062	251
Materials and Supplies	586,283	576,561	9,722
Capital Outlay - New	8,978	8,973	5
Other	<u>607</u>	<u>362</u>	<u>245</u>
<i>Total Expenditures</i>	<u>1,450,816</u>	<u>1,440,398</u>	<u>10,418</u>
<i>Net Change in Fund Balance</i>	39,702	51,276	11,574
<i>Fund Balance Beginning of Year</i>	110,689	110,689	0
Prior Year Encumbrances Appropriated	<u>1,063</u>	<u>1,063</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$151,454</u>	<u>\$163,028</u>	<u>\$11,574</u>

**Brecksville-Broadview Heights City School District**

*Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Scholarship Fund  
For the Fiscal Year Ended June 30, 2008*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Interest	\$564	\$564	\$0
Extracurricular Activities	1,368	1,368	0
Contributions and Donations	47,662	47,677	15
<i>Total Revenues</i>	<u>49,594</u>	<u>49,609</u>	<u>15</u>
<b>Expenditures</b>			
Current:			
Instruction:			
Regular:			
Materials and Supplies	1,000	739	261
Other	3,500	2,848	652
Total Instruction	<u>4,500</u>	<u>3,587</u>	<u>913</u>
Support Services:			
Administration:			
Materials and Supplies	460	298	162
Other	40	40	0
Total Administration	<u>500</u>	<u>338</u>	<u>162</u>
Fiscal:			
Materials and Supplies	<u>800</u>	<u>444</u>	<u>356</u>
Total Support Services	<u>1,300</u>	<u>782</u>	<u>518</u>
Operation of Non-Instructional Services:			
Community Services:			
Other	<u>44,500</u>	<u>44,100</u>	<u>400</u>
<i>Total Expenditures</i>	<u>50,300</u>	<u>48,469</u>	<u>1,831</u>
<i>Net Change in Fund Balance</i>	(706)	1,140	1,846
<i>Fund Balance Beginning of Year</i>	<u>64,251</u>	<u>64,251</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$63,545</u>	<u>\$65,391</u>	<u>\$1,846</u>

**Brecksville-Broadview Heights City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
**Uniform School Supplies Fund**  
*For the Fiscal Year Ended June 30, 2008*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Charges for Services	\$215,898	\$216,408	\$510
<b>Expenditures</b>			
Current:			
Instruction:			
Regular:			
Materials and Supplies	240,295	235,233	5,062
<i>Excess of Revenues Under Expenditures</i>	(24,397)	(18,825)	5,572
<b>Other Financing Sources (Uses)</b>			
Advances In	110,000	110,000	0
Advances Out	(110,000)	(110,000)	0
<i>Total Other Financing Sources (Uses)</i>	0	0	0
<i>Net Change in Fund Balance</i>	(24,397)	(18,825)	5,572
<i>Fund Balance Beginning of Year</i>	230,890	230,890	0
Prior Year Encumbrances Appropriated	1,083	1,083	0
<i>Fund Balance End of Year</i>	\$207,576	\$213,148	\$5,572



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

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Extracurricular Activities	\$147,733	\$147,779	\$46
Contributions and Donations	20,095	20,326	231
<i>Total Revenues</i>	<u>167,828</u>	<u>168,105</u>	<u>277</u>
<b>Expenditures</b>			
Current:			
Instruction:			
Regular:			
Purchased Services	812	737	75
Materials and Supplies	11,500	10,265	1,235
Capital Outlay - New	16,519	16,232	287
Other	164,410	159,249	5,161
<i>Total Expenditures</i>	<u>193,241</u>	<u>186,483</u>	<u>6,758</u>
<i>Net Change in Fund Balance</i>	(25,413)	(18,378)	7,035
<i>Fund Balance Beginning of Year</i>	95,828	95,828	0
Prior Year Encumbrances Appropriated	6,091	6,091	0
<i>Fund Balance End of Year</i>	<u>\$76,506</u>	<u>\$83,541</u>	<u>\$7,035</u>

**Brecksville-Broadview Heights City School District***Schedule of Revenues, Expenditures and Changes**In Fund Balance - Budget (Non-GAAP Basis) and Actual***Other Grants Fund***For the Fiscal Year Ended June 30, 2008*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Tuition and Fees	\$31,977	\$31,977	\$0
Contributions and Donations	8,124	8,124	0
Miscellaneous	32,293	32,293	0
Total Revenues	72,394	72,394	0
<b>Expenditures</b>			
Current:			
Instruction:			
Regular:			
Salaries and Wages	4,080	4,037	43
Fringe Benefits	60	57	3
Purchased Services	5,000	4,742	258
Materials and Supplies	2,782	2,750	32
Capital Outlay - New	8,284	8,088	196
Total Regular	20,206	19,674	532
Adult/Continuing:			
Salaries and Wages	16,626	16,626	0
Fringe Benefits	2,999	2,566	433
Materials and Supplies	1,959	1,399	560
Capital Outlay - New	3,000	2,893	107
Capital Outlay - Replacement	1,038	1,038	0
Total Adult/Continuing	25,622	24,522	1,100
Total Instruction	45,828	44,196	1,632
Support Services:			
Pupil Transportation:			
Capital Outlay - New	\$6,508	\$6,508	\$0

(continued)

**Brecksville-Broadview Heights City School District**

*Schedule of Revenues, Expenditures and Changes*

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

**Other Grants Fund (continued)**

*For the Fiscal Year Ended June 30, 2008*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Operation of Non-Instructional Services:			
Community Services:			
Salaries and Wages	\$25,200	\$22,625	\$2,575
Fringe Benefits	16,040	15,988	52
Purchased Services	6,800	6,152	648
Materials and Supplies	2,714	2,194	520
Total of Operation of Non-Instructional Services	50,754	46,959	3,795
Debt Service:			
Principal Retirement	7,500	7,500	0
<i>Total Expenditures</i>	110,590	105,163	5,427
<i>Excess of Revenues Under Expenditures</i>	(38,196)	(32,769)	5,427
<b>Other Financing Sources</b>			
Transfers In	22,500	22,500	0
<i>Net Change in Fund Balance</i>	(15,696)	(10,269)	5,427
<i>Fund Balance Beginning of Year</i>	95,790	95,790	0
Prior Year Encumbrances Appropriated	4,232	4,232	0
<i>Fund Balance End of Year</i>	\$84,326	\$89,753	\$5,427

**Brecksville-Broadview Heights City School District**

*Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Child Care Fund  
For the Fiscal Year Ended June 30, 2008*

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Revenues</b>			
Tuition and Fees	\$500,545	\$502,884	\$2,339
Extracurricular Activities	13,750	14,377	627
Miscellaneous	1,825	1,825	0
<i>Total Revenues</i>	<u>516,120</u>	<u>519,086</u>	<u>2,966</u>
<b>Expenditures</b>			
Current:			
Child Care Operations			
Salaries and Wages	372,121	372,032	89
Fringe Benefits	117,606	117,443	163
Purchased Services	194,749	184,387	10,362
Materials and Supplies	17,525	14,436	3,089
Capital Outlay - New	1,700	1,317	383
Other	15,805	14,773	1,032
<i>Total Expenditures</i>	<u>719,506</u>	<u>704,388</u>	<u>15,118</u>
<i>Net Change in Fund Balance</i>	(203,386)	(185,302)	18,084
<i>Fund Balance Beginning of Year</i>	186,806	186,806	0
Prior Year Encumbrances Appropriated	<u>17,306</u>	<u>17,306</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$726</u>	<u>\$18,810</u>	<u>\$18,084</u>

**Brecksville-Broadview Heights City School District**

*Schedule of Revenues, Expenditures and Changes*

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

***Athletics Fund***

*For the Fiscal Year Ended June 30, 2008*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Extracurricular Activities	\$253,629	\$253,629	\$0
Contributions and Donations	1,500	1,500	0
<i>Total Revenues</i>	<u>255,129</u>	<u>255,129</u>	<u>0</u>
<b>Expenditures</b>			
Current:			
Extracurricular Activities:			
Sports Oriented Activities:			
Purchased Services	65,739	65,739	0
Materials and Supplies	12,771	12,771	0
Capital Outlay - New	78,700	78,699	1
Other	87,340	87,340	0
Total Extracurricular Activities	244,550	244,549	1
Debt Service:			
Principal Retirement	10,000	10,000	0
<i>Total Expenditures</i>	<u>254,550</u>	<u>254,549</u>	<u>1</u>
<i>Net Change in Fund Balance</i>	579	580	1
<i>Fund Balance Beginning of Year</i>	<u>124,671</u>	<u>124,671</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$125,250</u>	<u>\$125,251</u>	<u>\$1</u>

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

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Intergovernmental	\$280,304	\$280,304	\$0
Interest	1,458	1,458	0
<i>Total Revenues</i>	<u>281,762</u>	<u>281,762</u>	<u>0</u>
<b>Expenditures</b>			
Current:			
Operation of Non-Instructional Services:			
Other Operation of Non-Instructional Services:			
Purchased Services	212,938	210,733	2,205
Materials and Supplies	88,898	82,889	6,009
Capital Outlay - New	62,420	54,696	7,724
<i>Total Expenditures</i>	<u>364,256</u>	<u>348,318</u>	<u>15,938</u>
<i>Net Change in Fund Balance</i>	(82,494)	(66,556)	15,938
<i>Fund Balance Beginning of Year</i>	3,029	3,029	0
Prior Year Encumbrances Appropriated	79,465	79,465	0
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$15,938</u>	<u>\$15,938</u>

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

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Intergovernmental	\$16,213	\$16,213	\$0
<b>Expenditures</b>			
Current:			
Support Services:			
Pupil:			
Materials and Supplies	536	536	0
Central:			
Salaries and Wages	9,260	9,260	0
Purchased Services	5,595	5,595	0
Materials and Supplies	1,357	1,357	0
Total Central	16,212	16,212	0
<i>Total Expenditures</i>	16,748	16,748	0
<i>Net Change in Fund Balance</i>	(535)	(535)	0
<i>Fund Balance Beginning of Year</i>	0	0	0
Prior Year Encumbrances Appropriated	535	535	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$0

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

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Intergovernmental	\$10,400	\$6,400	(\$4,000)
<b>Expenditures</b>			
Current:			
Support Services:			
Instructional Staff:			
Salaries and Wages	6,400	6,400	0
<i>Net Change in Fund Balance</i>	4,000	0	(4,000)
<i>Fund Balance Beginning of Year</i>	0	0	0
<i>Fund Balance End of Year</i>	\$4,000	\$0	(\$4,000)



**Brecksville-Broadview Heights City School District**

*Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
One Net Fund*

*For the Fiscal Year Ended June 30, 2008*

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	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Intergovernmental	\$18,000	\$18,000	\$0
<b>Expenditures</b>			
Current:			
Support Services:			
Operation and Maintenance of Plant:			
Purchased Services	18,000	18,000	0
<i>Net Change in Fund Balance</i>	0	0	0
<i>Fund Balance Beginning of Year</i>	0	0	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$0

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

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Intergovernmental	\$2,970	\$2,970	\$0
<b>Expenditures</b>			
Current:			
Support Services:			
Instructional Staff:			
Salaries and Wages	2,550	1,780	770
Purchased Services	1,813	1,269	544
<i>Total Expenditures</i>	4,363	3,049	1,314
<i>Net Change in Fund Balance</i>	(1,393)	(79)	1,314
<i>Fund Balance Beginning of Year</i>	1,393	1,393	0
<i>Fund Balance End of Year</i>	\$0	\$1,314	\$1,314

**Brecksville-Broadview Heights City School District**

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

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	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>	\$0	\$0	\$0
<b>Expenditures</b>			
Current:			
Instruction:			
Regular:			
Materials and Supplies	29	29	0
<i>Net Change in Fund Balance</i>	(29)	(29)	0
<i>Fund Balance Beginning of Year</i>	0	0	0
Prior Year Encumbrances Appropriated	29	29	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$0

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**Brecksville-Broadview Heights City School District**

*Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Gifted Identification Fund  
For the Fiscal Year Ended June 30, 2008*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Intergovernmental	\$11,841	\$11,841	\$0
<b>Expenditures</b>			
Current:			
Instruction:			
Special:			
Salaries and Wages	240	240	0
Support Services:			
Pupil:			
Salaries and Wages	4,000	4,000	0
Purchased Services	6,094	6,094	0
Total Pupil	10,094	10,094	0
Instructional Staff:			
Purchased Services	1,000	1,000	0
Materials and Supplies	1,173	1,173	0
Total Instructional Staff	2,173	2,173	0
Total Support Services	12,267	12,267	0
<i>Total Expenditures</i>	12,507	12,507	0
<i>Net Change in Fund Balance</i>	(666)	(666)	0
<i>Fund Balance Beginning of Year</i>	666	666	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$0

**Brecksville-Broadview Heights City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
**Core Implementation Fund**  
*For the Fiscal Year Ended June 30, 2008*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>	\$0	\$0	\$0
<b>Expenditures</b>			
Current:			
Support Services:			
Instructional Staff:			
Purchased Services	2000	2000	0
<i>Net Change in Fund Balance</i>	(2,000)	(2,000)	0
<i>Fund Balance Beginning of Year</i>	2,000	2,000	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$0

**Brecksville-Broadview Heights City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
***On-Line International Collaborative Learning Fund***  
*For the Fiscal Year Ended June 30, 2008*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Intergovernmental	\$750	\$750	\$0
<b>Expenditures</b>			
Current:			
Instruction:			
Regular:			
Salaries and Wages	547	547	0
Fringe Benefits	79	79	0
Other	124	124	0
<i>Total Expenditures</i>	<u>750</u>	<u>750</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	0	0	0
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

**Brecksville-Broadview Heights City School District***Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual***IDEA-B Fund***For the Fiscal Year Ended June 30, 2008*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Intergovernmental	\$943,158	\$943,158	\$0
<b>Expenditures</b>			
Current:			
Instruction:			
Special:			
Salaries and Wages	74,521	74,521	0
Fringe Benefits	32,626	32,626	0
Purchased Services	190,149	190,149	0
Materials and Supplies	4,482	4,482	0
Capital Outlay - New	0	0	0
Other	2,008	2,008	0
Total Instruction	303,786	303,786	0
Support Services:			
Pupil:			
Salaries and Wages	55,038	55,038	0
Fringe Benefits	14,450	14,450	0
Total Pupil	69,488	69,488	0
Instructional Staff:			
Salaries and Wages	101,375	101,375	0
Fringe Benefits	33,863	33,863	0
Purchased Services	233,305	233,305	0
Materials and Supplies	15,063	15,063	0
Other	28	28	0
Total Instructional Staff	383,634	383,634	0
Administration:			
Salaries and Wages	39,874	39,874	0
Fringe Benefits	20,082	20,082	0
Materials and Supplies	5,582	5,582	0
Total Administration	65,538	65,538	0
Pupil Transportation:			
Purchased Services	136,000	136,000	0
Total Support Services	\$654,660	\$654,660	\$0

(continued)

**Brecksville-Broadview Heights City School District**

*Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual*

**IDEA-B Fund (continued)**

*For the Fiscal Year Ended June 30, 2008*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
Operation of Non-Instructional Services:			
Community Services:			
Salaries and Wages	\$12,799	\$12,799	\$0
Fringe Benefits	2,809	2,809	0
Total Operation of Non-Instructional Services	15,608	15,608	0
<i>Total Expenditures</i>	974,054	974,054	0
<i>Net Change in Fund Balance</i>	(30,896)	(30,896)	0
<i>Fund Balance Beginning of Year</i>	6,275	6,275	0
<i>Prior Year Encumbrances Appropriated</i>	24,621	24,621	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$0



**Brecksville-Broadview Heights City School District**

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

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
<b>Revenues</b>			
Intergovernmental	<u>\$32,961</u>	<u>\$27,042</u>	<u>(\$5,919)</u>
<b>Expenditures</b>			
Current:			
Instruction:			
Regular:			
Salaries and Wages	12,922	12,922	0
Purchased Services	5,356	5,356	0
Materials and Supplies	<u>8,683</u>	<u>2,868</u>	<u>5,815</u>
Total Instruction	<u>26,961</u>	<u>21,146</u>	<u>5,815</u>
Support Services:			
Instructional Staff:			
Salaries and Wages	4,884	4,884	0
Purchased Services	<u>2,000</u>	<u>1,896</u>	<u>104</u>
Total Support Services	<u>6,884</u>	<u>6,780</u>	<u>104</u>
<i>Total Expenditures</i>	<u>33,845</u>	<u>27,926</u>	<u>5,919</u>
<i>Net Change in Fund Balance</i>	(884)	(884)	0
<i>Fund Balance Beginning of Year</i>	0	0	0
<i>Prior Year Encumbrances Appropriated</i>	<u>884</u>	<u>884</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

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

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Intergovernmental	\$146,918	\$143,753	(\$3,165)
<b>Expenditures</b>			
Current:			
Instruction:			
Regular:			
Salaries and Wages	134,252	134,252	0
Fringe Benefits	9,735	6,570	3,165
Total Instruction	143,987	140,822	3,165
Support Services:			
Instructional Staff:			
Purchased Services	4,171	4,171	0
Administration:			
Salaries and Wages	1,000	1,000	0
Central:			
Materials and Supplies	601	601	0
Total Support Services	5,772	5,772	0
<i>Total Expenditures</i>	149,759	146,594	3,165
<i>Net Change in Fund Balance</i>	(2,841)	(2,841)	0
<i>Fund Balance Beginning of Year</i>	0	0	0
Prior Year Encumbrances Appropriated	2,841	2,841	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$0

**Brecksville-Broadview Heights City School District**

*Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual  
Title V Fund*

*For the Fiscal Year Ended June 30, 2008*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Intergovernmental	\$7,000	\$1,914	(\$5,086)
<b>Expenditures</b>			
Current:			
Instruction:			
Regular:			
Materials and Supplies	12,378	7,583	4,795
Support Services:			
Instructional Staff:			
Materials and Supplies	4,280	0	4,280
Operation of Non-Instructional Services:			
Community Services:			
Purchased Services	392	389	3
Materials and Supplies	2,251	1,935	316
Total Operation of Non-Instructional Services	2,643	2,324	319
<i>Total Expenditures</i>	19,301	9,907	9,394
<i>Net Change in Fund Balance</i>	(12,301)	(7,993)	4,308
<i>Fund Balance Beginning of Year</i>	5,677	5,677	0
Prior Year Encumbrances Appropriated	7,981	7,981	0
<i>Fund Balance End of Year</i>	\$1,357	\$5,665	\$4,308

**Brecksville-Broadview Heights City School District**

*Schedule of Revenues, Expenditures and Changes  
In Fund Balance - Budget (Non-GAAP Basis) and Actual*

**Title IV Fund**

*For the Fiscal Year Ended June 30, 2008*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Intergovernmental	\$10,614	\$10,614	\$0
<b>Expenditures</b>			
Current:			
Instruction:			
Regular:			
Salaries and Wages	9,948	9,948	0
Operation of Non-Instructional Services:			
Community Services:			
Purchased Services	760	0	760
Materials and Supplies	2,281	1,276	1,005
Total Operation of Non-Instructional Services	3,041	1,276	1,765
<i>Total Expenditures</i>	12,989	11,224	1,765
<i>Net Change in Fund Balance</i>	(2,375)	(610)	1,765
<i>Fund Balance Beginning of Year</i>	1,063	1,063	0
Prior Year Encumbrances Appropriated	1,312	1,312	0
<i>Fund Balance End of Year</i>	\$0	\$1,765	\$1,765

**Brecksville-Broadview Heights City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
**Pre-School Fund**  
*For the Fiscal Year Ended June 30, 2008*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Intergovernmental	\$25,986	\$25,986	\$0
<b>Expenditures</b>			
Current:			
Instruction:			
Special:			
Salaries and Wages	21,924	21,924	0
Fringe Benefits	3,662	3,662	0
Purchased Services	400	0	400
<i>Total Expenditures</i>	<u>25,986</u>	<u>25,586</u>	<u>400</u>
<i>Net Change in Fund Balance</i>	0	400	400
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$400</u></u>	<u><u>\$400</u></u>

**Brecksville-Broadview Heights City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
**Title II-A Fund**  
*For the Fiscal Year Ended June 30, 2008*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Intergovernmental	\$78,878	\$78,320	(\$558)
<b>Expenditures</b>			
Current:			
Instruction:			
Regular:			
Salaries and Wages	60,483	60,483	0
Support Services:			
Instructional Staff:			
Salaries and Wages	5,000	5,000	0
Purchased Services	14,142	14,142	0
Total Support Services	19,142	19,142	0
Operation of Non-Instructional Services:			
Community Services:			
Purchased Services	3,681	2,222	1,459
<i>Total Expenditures</i>	83,306	81,847	1,459
<i>Net Change in Fund Balance</i>	(4,428)	(3,527)	901
<i>Fund Balance Beginning of Year</i>	2,239	2,239	0
<i>Prior Year Encumbrances Appropriated</i>	3,862	3,862	0
<i>Fund Balance End of Year</i>	\$1,673	\$2,574	\$901

**Brecksville-Broadview Heights City School District**  
*Schedule of Revenues, Expenditures and Changes*  
*In Fund Balance - Budget (Non-GAAP Basis) and Actual*  
**Title II-D Fund**  
*For the Fiscal Year Ended June 30, 2008*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Intergovernmental	\$1,476	\$1,476	\$0
<b>Expenditures</b>			
Current:			
Support Services:			
Instructional Staff:			
Salaries and Wages	1,354	1,354	0
Operation of Non-Instructional Services:			
Community Services:			
Purchased Services	173	173	0
Materials and Supplies	243	160	83
Total Operation of Non-Instructional Services	416	333	83
<i>Total Expenditures</i>	1,770	1,687	83
<i>Net Change in Fund Balance</i>	(294)	(211)	83
<i>Fund Balance Beginning of Year</i>	214	214	0
<i>Prior Year Encumbrances Appropriated</i>	80	80	0
<i>Fund Balance End of Year</i>	\$0	\$83	\$83

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

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Taxes	\$1,576,784	\$1,576,784	\$0
Intergovernmental	184,574	184,574	0
<i>Total Revenues</i>	<u>1,761,358</u>	<u>1,761,358</u>	<u>0</u>
<b>Expenditures</b>			
Current:			
Instruction:			
Regular:			
Purchased Services	55,614	55,614	0
Materials and Supplies	304,440	304,122	318
Capital Outlay - New	207,857	207,846	11
Total Instruction	<u>567,911</u>	<u>567,582</u>	<u>329</u>
Support Services:			
Pupil Transportation:			
Capital Outlay - Replacement	280,000	280,000	0
Total Support Services	<u>280,000</u>	<u>280,000</u>	<u>0</u>
Capital Outlay:			
Site Improvement Services			
Purchased Services	35,108	29,362	5,746
Capital Outlay - New	908,047	901,149	6,898
Total Site Improvement Services	943,155	930,511	12,644
Building Acquisition and Construction Services:			
Purchased Services	300,000	298,925	1,075
Total Capital Outlay	<u>1,243,155</u>	<u>1,229,436</u>	<u>13,719</u>
Debt Service:			
Principal Retirement	10,000	10,000	0
<i>Total Expenditures</i>	<u>\$2,101,066</u>	<u>\$2,087,018</u>	<u>\$14,048</u>

(continued)



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

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<i>Net Change in Fund Balance</i>	(\$339,708)	(\$325,660)	\$14,048
<i>Fund Balance Beginning of Year</i>	1,384,063	1,384,063	0
Prior Year Encumbrances Appropriated	<u>374,016</u>	<u>374,016</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$1,418,371</u></u>	<u><u>\$1,432,419</u></u>	<u><u>\$14,048</u></u>

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

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Contributions and Donations	\$79,378	\$79,378	\$0
<b>Expenditures</b>			
Capital Outlay:			
Site Acquisition Services:			
Capital Outlay - New	657	657	0
Site Improvement Services:			
Purchased Services	1,362	1,362	0
Capital Outlay - New	496,922	493,572	3,350
Total Site Improvement Services	498,284	494,934	3,350
Building Acquisition and Construction Services:			
Capital Outlay - New	12,605	12,605	0
Total Capital Outlay	511,546	508,196	3,350
Debt Service:			
Principal Retirement	72,500	72,500	0
Interest and Fiscal Charges	15,000	15,000	0
Total Debt Service	87,500	87,500	0
<i>Total Expenditures</i>	599,046	595,696	3,350
<i>Excess of Revenues Under Expenditures</i>	(519,668)	(516,318)	3,350
<b>Other Financing Sources</b>			
Transfers In	25,000	25,000	0
<i>Net Change in Fund Balance</i>	(494,668)	(491,318)	3,350
<i>Fund Balance Beginning of Year</i>	33,452	33,452	0
Prior Year Encumbrances Appropriated	473,233	473,233	0
<i>Fund Balance End of Year</i>	\$12,017	\$15,367	\$3,350

**Brecksville-Broadview Heights City School District**

*Schedule of Revenues, Expenditures and Changes*

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

***SchoolNet Plus Fund***

*For the Fiscal Year Ended June 30, 2008*

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	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Intergovernmental	\$33,538	\$33,538	\$0
<b>Expenditures</b>			
Current:			
Instruction:			
Regular:			
Capital Outlay - New	<u>33,538</u>	<u>33,538</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	0	0	0
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

**Brecksville-Broadview Heights City School District**

*Schedule of Revenues, Expenses and Changes*

*In Fund Equity - Budget (Non-GAAP Basis) and Actual*

**Employee Benefits Self-Insurance Fund**

*For the Fiscal Year Ended June 30, 2008*

	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>			
Charges for Services	\$1,033,504	\$1,060,280	\$26,776
<b>Expenses</b>			
Purchased Services	7,911	7,911	0
Claims	1,202,345	1,148,727	53,618
<i>Total Expenses</i>	<u>1,210,256</u>	<u>1,156,638</u>	<u>53,618</u>
<i>Excess of Revenues Under Expenses Before Advances and Transfers</i>	(176,752)	(96,358)	80,394
Advances Out	(150,000)	(150,000)	0
Transfers In	<u>350,000</u>	<u>350,000</u>	<u>0</u>
<i>Net Change in Fund Equity</i>	23,248	103,642	80,394
<i>Fund Equity Beginning of Year</i>	29,875	29,875	0
<i>Prior Year Encumbrances Appropriated</i>	<u>256</u>	<u>256</u>	<u>0</u>
<i>Fund Equity End of Year</i>	<u>\$53,379</u>	<u>\$133,773</u>	<u>\$80,394</u>

**Brecksville-Broadview Heights City School District**

*Schedule of Revenues, Expenses and Changes*

*In Fund Equity - Budget (Non-GAAP Basis) and Actual*

***Unclaimed Monies Fund***

*For the Fiscal Year Ended June 30, 2008*

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	Final Budget	Actual	Variance with Final Budget Positive (Negative)
<b>Revenues</b>	\$0	\$0	\$0
<b>Expenses</b>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Equity</i>	0	0	0
<i>Fund Equity Beginning of Year</i>	<u>3,202</u>	<u>3,202</u>	<u>0</u>
<i>Fund Equity End of Year</i>	<u><u>\$3,202</u></u>	<u><u>\$3,202</u></u>	<u><u>\$0</u></u>

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# **Statistical Section**

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## Statistical Section

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

<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 - S26
<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.	S27 - S31
<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.	S32 - S33
<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.	S34 - S48

**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.

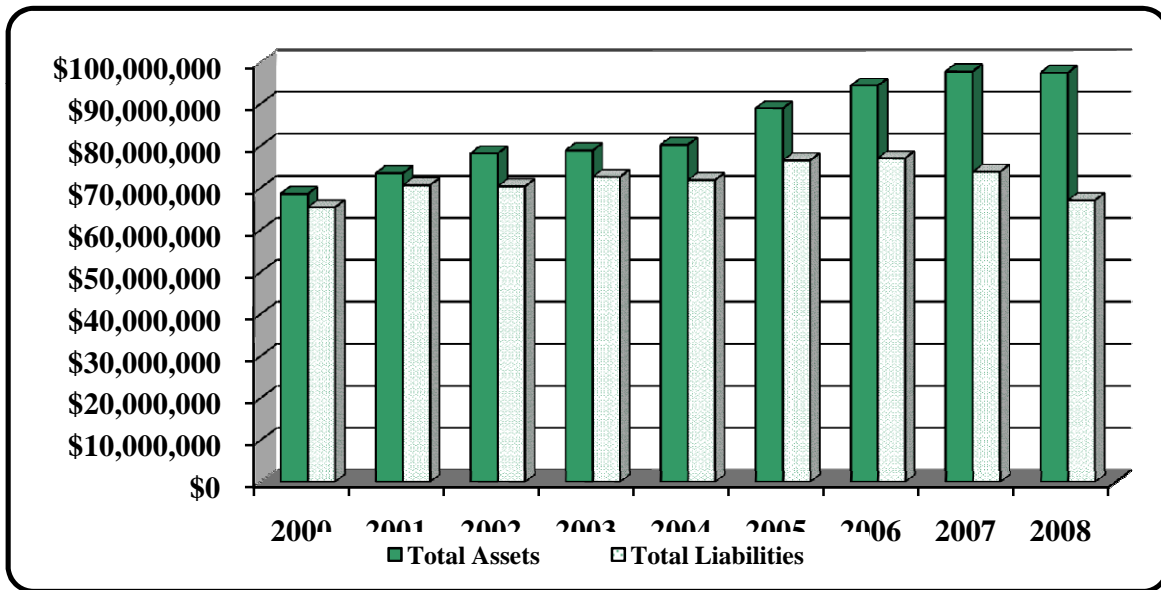
**Brecksville-Broadview Heights City School District**

*Net Assets by Component*

*Last Nine Fiscal Years*

*(accrual basis of accounting)*

	2000	2001	2002	2003
Invested in Capital Assets, Net of Related Debt	\$2,446,368	\$2,124,718	\$2,202,501	\$3,409,804
Restricted for:				
Capital Projects	445,893	906,350	1,008,740	758,863
Debt Service	2,356,150	2,037,823	3,686,279	2,926,552
Other Purposes	459,760	574,859	249,748	474,238
Unrestricted (Deficit)	<u>(2,461,737)</u>	<u>(2,800,026)</u>	<u>699,463</u>	<u>(1,262,893)</u>
<b>Total Net Assets</b>	<u><u>\$3,246,434</u></u>	<u><u>\$2,843,724</u></u>	<u><u>\$7,846,731</u></u>	<u><u>\$6,306,564</u></u>



<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
\$5,063,402	\$4,776,592	\$6,043,852	\$7,696,213	\$9,357,989
50,217	1,496,479	1,652,532	1,783,987	1,880,679
3,225,770	2,958,709	3,204,780	3,491,920	4,003,542
382,180	471,229	649,727	783,605	522,398
<u>(604,530)</u>	<u>2,735,208</u>	<u>5,830,357</u>	<u>10,131,119</u>	<u>14,661,547</u>
<u>\$8,117,039</u>	<u>\$12,438,217</u>	<u>\$17,381,248</u>	<u>\$23,886,844</u>	<u>\$30,426,155</u>

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

	2001	2002	2003
<b>Expenses</b>			
Regular Instruction	\$16,903,574	\$16,928,235	\$18,461,540
Special Instruction	2,668,254	3,300,946	3,822,794
Vocational Instruction	323,441	356,858	361,761
Adult/Continuing Instruction	23,088	21,927	28,314
Pupil Support	2,791,267	2,673,608	2,552,380
Instructional Staff Support	884,751	1,329,824	1,715,541
Board of Education	45,699	62,454	99,981
Administration	2,307,960	2,478,274	3,027,354
Fiscal	664,678	724,740	723,931
Business	390,817	324,061	271,185
Operation and Maintenance of Plant	3,698,845	3,831,495	4,507,956
Pupil Transportation	2,340,057	2,385,949	2,707,920
Central	221,233	229,345	203,997
Operation of Non-Instructional Services	362,451	364,304	432,703
Food Service Operations	1,341,004	1,282,200	1,325,944
Child Care Operations	389,644	518,821	476,648
Extracurricular Activities	758,512	881,596	1,019,536
Interest and Fiscal Charges	2,012,299	2,056,706	2,034,073
<i>Total Expenses</i>	<u>38,127,574</u>	<u>39,751,343</u>	<u>43,773,558</u>
<b>Program Revenues</b>			
Charges for Services and Sales			
Regular Instruction	550,483	856,076	685,361
Special Instruction	86,280	154,911	273,870
Administration	0	0	0
Fiscal	0	29,376	11,087
Business	25,347	23,716	31,194
Operation and Maintenance of Plant	76,452	50,159	47,249
Pupil Transportation	4,642	12,516	0
Operation of Non-Instruction Services	14,725	22,626	3,549
Food Service Operations	963,057	969,961	1,012,054
Child Care Operations	365,362	453,884	472,007
Extracurricular Activities	261,454	227,023	236,459
Operating Grants, Contributions and Interest	1,131,802	1,083,514	1,299,682
Capital Grants and Contributions	121,323	61,371	224,081
<i>Total Program Revenues</i>	<u>3,600,927</u>	<u>3,945,133</u>	<u>4,296,593</u>
Net Expense	<u>(34,526,647)</u>	<u>(35,806,210)</u>	<u>(39,476,965)</u>
<b>General Revenues</b>			
Property Taxes Levied for:			
General Purposes	24,207,540	28,746,533	25,491,761
Debt Service	2,598,935	3,277,653	2,322,468
Capital Outlay	689,570	724,239	587,995
Grants and Entitlements not			
Restricted to Specific Programs	5,850,420	7,922,678	9,194,466
Payment in Lieu of Taxes	44,160	24,660	41,722
Unrestricted Contributions	0	0	0
Interest	503,744	243,378	188,124
Gain on Sale of Capital Assets	0	0	0
Miscellaneous	229,568	14,660	17,846
<i>Total General Revenues</i>	<u>34,123,937</u>	<u>40,953,801</u>	<u>37,844,382</u>
<i>Change in Net Assets</i>	<u>(\$402,710)</u>	<u>\$5,147,291</u>	<u>(\$1,632,583)</u>

2004	2005	2006	2007	2008
\$20,117,135	\$19,813,375	\$21,039,576	\$22,174,663	\$23,337,016
4,346,033	4,649,733	4,819,318	5,038,562	5,595,524
355,380	296,206	346,175	235,584	236,342
13,408	30,824	24,051	27,392	22,538
2,642,972	2,868,628	3,176,132	3,408,464	3,507,991
2,033,834	2,148,023	2,528,519	2,853,586	2,879,085
48,449	82,551	99,775	86,875	71,971
2,980,665	3,131,675	3,455,646	3,274,933	3,476,218
777,948	902,114	978,835	1,046,500	1,039,207
466,348	443,117	476,528	490,640	483,937
4,161,441	4,217,392	4,761,452	4,638,021	4,817,779
2,687,514	2,885,018	3,344,629	3,323,620	3,758,657
206,758	162,987	193,819	241,421	269,739
405,875	481,639	437,904	461,184	460,872
1,422,555	1,343,942	1,447,663	1,523,510	1,582,295
408,345	350,949	391,468	449,548	701,769
934,006	998,094	1,019,437	1,062,022	1,109,609
1,951,763	1,915,343	1,820,368	1,332,591	1,393,269
<u>45,960,429</u>	<u>46,721,610</u>	<u>50,361,295</u>	<u>51,669,116</u>	<u>54,743,818</u>
577,050	636,096	673,134	689,919	382,335
219,020	440,896	186,054	165,573	57,975
453	421	626	0	34,442
37,316	41,853	31,400	0	0
0	0	0	0	0
56,020	86,413	50,354	69,609	138,821
28,109	20,094	13,609	0	10,408
699	0	3,862	0	33,345
1,086,128	1,138,749	1,157,568	1,202,758	1,316,051
446,070	391,306	439,335	444,138	513,297
348,001	345,866	360,108	341,430	708,800
1,667,142	2,019,642	1,967,501	2,129,633	2,003,790
28,057	71,880	24,927	243,455	328,667
<u>4,494,065</u>	<u>5,193,216</u>	<u>4,908,478</u>	<u>5,286,515</u>	<u>5,527,931</u>
<u>(41,466,364)</u>	<u>(41,528,394)</u>	<u>(45,452,817)</u>	<u>(46,382,601)</u>	<u>(49,215,887)</u>
29,951,494	31,825,729	34,325,661	35,952,763	38,028,153
2,787,447	2,178,970	2,641,749	2,729,340	2,857,730
697,641	1,230,725	1,551,941	1,647,433	1,756,757
9,624,223	10,242,942	10,549,636	11,111,598	11,905,383
17,848	0	54,044	35,971	28,250
5,942	0	30,095	2,570	36,753
108,023	300,889	825,528	1,361,959	1,065,650
6,988	2,284	354,251	750	250
77,233	68,033	62,943	45,813	76,272
<u>43,276,839</u>	<u>45,849,572</u>	<u>50,395,848</u>	<u>52,888,197</u>	<u>55,755,198</u>
<u>\$1,810,475</u>	<u>\$4,321,178</u>	<u>\$4,943,031</u>	<u>\$6,505,596</u>	<u>\$6,539,311</u>

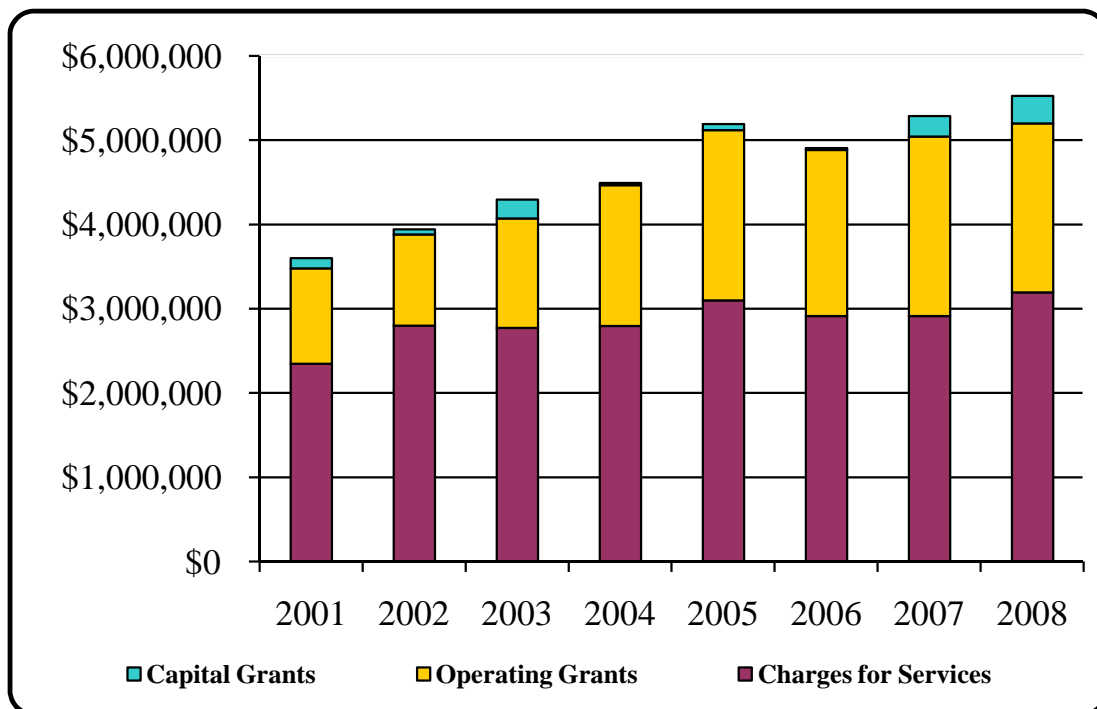
**Brecksville-Broadview Heights City School District**

*Program Revenues by Function*

*Last Eight Fiscal Years*

*(accrual basis of accounting)*

	2001	2002	2003
<b><i>Governmental Activities</i></b>			
<i>Function</i>			
Regular Instruction	\$779,653	\$1,058,878	\$942,148
Special Instruction	314,153	495,024	521,675
Vocational Instruction	0	0	0
Adult/Continuing Instruction	25,460	0	14,540
Pupil Support	39,513	15,996	87,496
Instructional Staff Support	78,644	14,592	159,539
Administration	15,261	0	16,657
Fiscal	0	29,376	11,087
Business	25,347	23,716	31,194
Operation and Maintenance of Plant	76,452	50,159	68,249
Pupil Transportation	81,841	73,887	161,672
Central	6,825	4,114	3,815
Operation of Non-Instructional Services	367,541	337,688	393,989
Food Service Operations	1,134,408	1,154,562	1,154,985
Child Care Operations	393,775	459,514	491,038
Extracurricular Activities	262,054	227,627	238,509
<b>Total Program Revenues</b>	<b>\$3,600,927</b>	<b>\$3,945,133</b>	<b>\$4,296,593</b>



2004	2005	2006	2007	2008
\$883,284	\$1,023,876	\$940,902	\$1,008,331	\$859,356
562,581	854,136	661,418	548,513	486,118
19,714	92,484	0	0	0
0	35,758	27,098	32,224	624
21,575	47,884	15,845	126,320	82,766
292,249	335,589	387,351	397,547	399,122
16,726	51,709	36,781	19,413	121,458
37,316	41,873	31,400	0	0
0	0	0	0	0
56,020	87,391	54,168	87,609	156,821
56,166	81,951	79,499	146,372	135,852
4,014	4,477	0	0	16,693
427,211	431,697	488,278	489,463	386,462
1,304,539	1,345,170	1,382,795	1,452,114	1,562,184
464,191	411,585	439,335	466,539	513,297
348,479	347,636	363,608	512,070	807,178
<u>\$4,494,065</u>	<u>\$5,193,216</u>	<u>\$4,908,478</u>	<u>\$5,286,515</u>	<u>\$5,527,931</u>

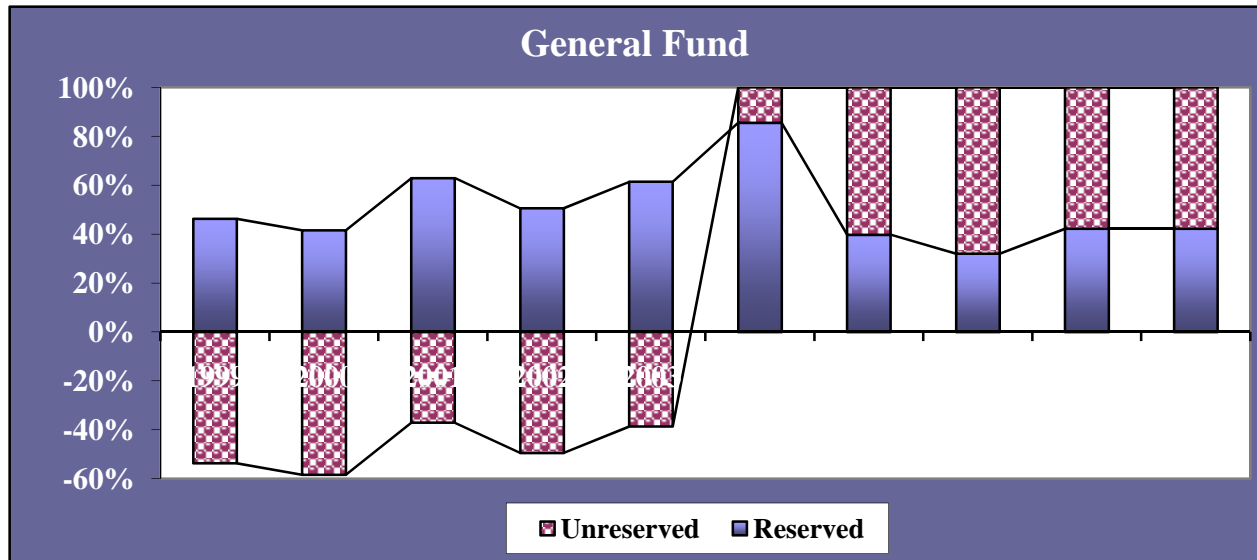
**Brecksville-Broadview Heights City School District**

*Fund Balances, Governmental Funds*

*Last Ten Fiscal Years*

*(modified accrual basis of accounting)*

	1999	2000	2001	2002
<b>General Fund</b>				
Reserved	\$2,926,426	\$2,057,900	\$2,074,635	\$5,387,665
Unreserved (Deficit)	<u>(1,323,519)</u>	<u>(2,385,267)</u>	<u>(2,914,046)</u>	<u>(3,177,915)</u>
<i>Total General Fund</i>	<u>1,602,907</u>	<u>(327,367)</u>	<u>(839,411)</u>	<u>2,209,750</u>
<b>All Other Governmental Funds</b>				
Reserved	3,223,397	2,505,715	541,606	2,587,992
Unreserved, Undesignated, Reported in:				
Special Revenue funds	291,872	370,815	417,613	449,757
Debt Service funds	0	0	2,188,173	2,646,270
Capital Projects funds (Deficit)	<u>365,216</u>	<u>529,243</u>	<u>694,160</u>	<u>(995,805)</u>
<i>Total All Other Governmental Funds</i>	<u>3,880,485</u>	<u>3,405,773</u>	<u>3,841,552</u>	<u>4,688,214</u>
<i>Total Governmental Funds</i>	<u><u>\$5,483,392</u></u>	<u><u>\$3,078,406</u></u>	<u><u>\$3,002,141</u></u>	<u><u>\$6,897,964</u></u>





2003	2004	2005	2006	2007	2008
\$2,668,090	\$4,860,762	\$4,592,263	\$3,405,309	\$3,931,785	\$6,968,437
(2,609,340)	(3,059,429)	778,185	5,156,015	8,363,647	9,542,029
58,750	1,801,333	5,370,448	8,561,324	12,295,432	16,510,466
713,180	1,564,044	905,878	811,140	1,500,984	1,710,914
328,667	494,547	505,403	695,357	722,967	559,504
2,721,068	3,683,563	3,499,840	3,697,272	2,747,344	3,072,067
(445,402)	(3,636)	473,836	1,141,289	1,017,095	983,395
3,317,513	5,738,518	5,384,957	6,345,058	5,988,390	6,325,880
<u>\$3,376,263</u>	<u>\$7,539,851</u>	<u>\$10,755,405</u>	<u>\$14,906,382</u>	<u>\$18,283,822</u>	<u>\$22,836,346</u>

**Brecksville-Broadview Heights City School District**

*Changes in Fund Balances*

*Last Ten Fiscal Years*

*(modified accrual basis of accounting)*

	1999	2000	2001	2002
<b>Revenues</b>				
Taxes	\$26,050,685	\$24,398,113	\$26,671,090	\$32,549,500
Intergovernmental	6,147,132	6,430,236	6,946,040	8,982,940
Interest	373,505	454,441	511,797	246,517
Tuition and Fees	95,736	366,394	546,771	786,284
Extracurricular Activities	248,472	413,092	275,868	245,655
Payment in Lieu of Taxes	322,664	0	44,160	24,660
Rentals	0	0	98,413	38,909
Charges for Services	0	0	1,453,646	1,492,371
Contributions and Donations	0	0	208,002	96,457
Miscellaneous	0	371,922	265,806	74,995
<i>Total Revenues</i>	<u>33,238,194</u>	<u>32,434,198</u>	<u>37,021,593</u>	<u>44,538,288</u>
<b>Expenditures</b>				
Current:				
Instruction:				
Regular	13,738,396	14,852,482	15,761,853	16,144,367
Special	1,483,534	1,830,445	2,599,159	3,285,107
Vocational	264,900	285,678	306,279	337,506
Adult/Continuing	265,641	153,640	23,088	21,927
Support Services:				
Pupil	1,937,366	2,401,572	2,678,048	2,620,258
Instructional Staff	745,164	901,350	775,772	1,279,271
Board of Education	46,225	58,886	45,531	62,622
Administration	2,048,914	2,257,366	2,267,178	2,350,244
Fiscal	673,460	665,498	645,979	727,577
Business	363,189	324,870	357,771	291,828
Operation and Maintenance of Plant	3,390,714	3,391,522	3,513,466	4,102,258
Pupil Transportation	2,298,954	2,382,284	2,316,913	2,505,392
Central	204,882	217,348	219,536	236,431
Operation of Non-Instructional Services	284,622	307,636	360,359	346,551
Food Service Operations	0	0	1,164,510	1,241,406
Child Care Operations	0	0	377,731	508,031
Extracurricular Activities	637,834	654,042	742,315	869,195
Capital Outlay	396,742	818,408	359,737	917,053
Debt Service:				
Principal Retirement	840,000	1,240,000	950,000	934,266
Payment to Refunded Bond Escrow Agent	0	0	0	0
Interest and Fiscal Charges	2,073,649	2,030,966	2,016,292	2,056,191
Bond Issuance Costs	0	0	0	0
<i>Total Expenditures</i>	<u>31,694,186</u>	<u>34,773,993</u>	<u>37,481,517</u>	<u>40,837,481</u>
<i>Excess of Revenue Over (Under) Expenditures</i>	<u>1,544,008</u>	<u>(2,339,795)</u>	<u>(459,924)</u>	<u>3,700,807</u>

2003	2004	2005	2006	2007	2008
\$28,117,547	\$33,692,675	\$35,207,521	\$38,106,290	\$39,785,495	\$41,916,898
10,538,112	11,152,063	12,176,303	12,389,752	13,041,695	14,064,093
191,262	108,680	303,592	828,679	1,366,789	1,067,108
856,890	1,100,271	917,299	738,869	582,916	644,083
270,674	344,725	345,866	359,073	341,430	872,245
41,722	17,848	0	54,044	35,971	28,250
44,618	60,497	48,219	44,057	74,016	149,873
1,566,467	1,629,856	1,775,432	1,768,719	1,892,677	1,567,120
176,979	172,644	155,458	179,256	404,878	193,758
17,249	77,830	67,849	63,127	45,813	76,272
41,821,520	48,357,089	50,997,539	54,531,866	57,571,680	60,579,700
17,519,887	18,722,196	18,812,522	19,743,823	21,038,626	21,814,017
3,730,877	4,333,460	4,567,484	4,724,098	5,035,375	5,482,100
382,504	362,068	284,397	364,207	227,046	222,910
0	0	30,824	24,051	27,392	22,538
2,487,696	2,593,444	2,806,598	3,062,282	3,467,020	3,406,390
1,625,195	1,968,990	2,089,071	2,501,420	2,757,650	2,827,179
130,941	48,622	82,551	99,775	86,875	71,971
2,848,834	2,935,442	2,984,465	3,445,679	3,159,918	3,349,825
704,571	785,508	893,341	931,657	1,029,275	1,026,000
428,160	399,123	366,004	395,751	443,931	472,557
4,211,621	3,998,754	4,049,892	4,312,421	4,336,612	4,655,060
2,836,079	2,691,746	2,747,575	2,991,022	3,079,677	3,538,128
197,379	197,297	163,309	188,759	228,043	271,941
428,679	422,670	477,231	435,623	496,197	443,219
1,242,088	1,300,917	1,348,628	1,373,670	1,432,682	1,512,255
487,164	422,609	374,298	363,778	416,363	715,135
978,237	937,170	967,951	1,015,750	1,062,169	1,084,675
2,089,834	1,659,353	1,454,770	1,375,083	1,817,287	1,684,183
1,042,935	1,125,635	1,370,820	1,415,116	1,429,139	1,658,764
0	0	0	0	1,116,400	0
2,038,286	1,951,985	1,912,538	1,817,278	1,369,909	1,418,579
0	122,000	0	0	225,293	0
45,410,967	46,978,989	47,784,269	50,581,243	54,282,879	55,677,426
(3,589,447)	1,378,100	3,213,270	3,950,623	3,288,801	4,902,274

(continued)

**Brecksville-Broadview Heights City School District***Changes in Fund Balances (continued)**Last Ten Fiscal Years**(modified accrual basis of accounting)*

	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>
<b>Other Financing Sources (Uses):</b>				
General Obligation Notes Issued	650,000	0	0	0
Refunding Notes Issued	0	0	0	0
General Obligation Bonds Issued	0	0	0	209,500
Premium on General Obligation Bonds	0	0	0	0
Payment to Refunded Bond Escrow Agent	0	0	0	0
Sale of Capital Assets	0	0	0	0
Compensation for Loss of Assets	0	0	0	0
Swap Payment	0	0	0	0
Capital Lease Issued	0	0	0	604,211
Transfers In	35,104	246,141	98,383	164,516
Transfers Out	<u>(165,236)</u>	<u>(310,391)</u>	<u>(98,383)</u>	<u>(164,816)</u>
<i>Total Other Financing Sources (Uses)</i>	<u>519,868</u>	<u>(64,250)</u>	<u>0</u>	<u>813,411</u>
<i>Net Change in Fund Balances</i>	<u><u>\$2,063,876</u></u>	<u><u>(\$2,404,045)</u></u>	<u><u>(\$459,924)</u></u>	<u><u>\$4,514,218</u></u>
 <i>Debt Service as a Percentage of Noncapital Expenditures</i>				
	9.31%	9.63%	7.99%	7.49%

2003	2004	2005	2006	2007	2008
0	0	0	0	0	0
0	0	0	0	8,920,000	0
0	0	0	0	17,025,000	0
0	0	0	0	367,471	0
0	0	0	0	(26,085,435)	0
0	6,988	2,284	357,671	750	250
0	0	0	0	35,853	0
0	948,500	0	0	0	0
0	1,830,000	0	0	0	0
421,878	432,083	285,682	264,252	287,863	47,500
(421,878)	(432,083)	(285,682)	(264,252)	(462,863)	(397,500)
0	2,785,488	2,284	357,671	88,639	(349,750)
(\$3,589,447)	\$4,163,588	\$3,215,554	\$4,308,294	\$3,377,440	\$4,552,524
7.11%	6.79%	7.09%	6.57%	7.88%	5.73%

**Brecksville-Broadview Heights City School District**

*Assessed and Estimated Actual Value of Taxable Property*

*Last Ten Years*

Collection Year	Real Property			Estimated Actual Value	Tangible
	Assessed Value				General
	Residential/ Agricultural	Commercial/ Industrial	Total		Assessed Value
1999	\$545,737,710	\$123,902,570	\$669,640,280	\$1,913,257,943	\$45,155,832
2000	554,102,830	117,376,070	671,478,900	1,918,511,143	44,687,211
2001	626,635,100	141,787,790	768,422,890	2,195,493,971	46,608,350
2002	642,960,200	150,750,910	793,711,110	2,267,746,029	49,828,303
2003	660,944,540	151,865,960	812,810,500	2,322,315,714	49,439,385
2004	721,232,210	156,146,620	877,378,830	2,506,796,657	44,476,870
2005	740,224,070	157,679,810	897,903,880	2,565,439,657	48,367,742
2006	756,939,850	175,654,460	932,594,310	2,664,555,171	49,893,380
2007	830,872,250	192,726,840	1,023,599,090	2,924,568,829	37,939,812
2008	843,748,880	178,610,430	1,022,359,310	2,921,026,600	14,510,280

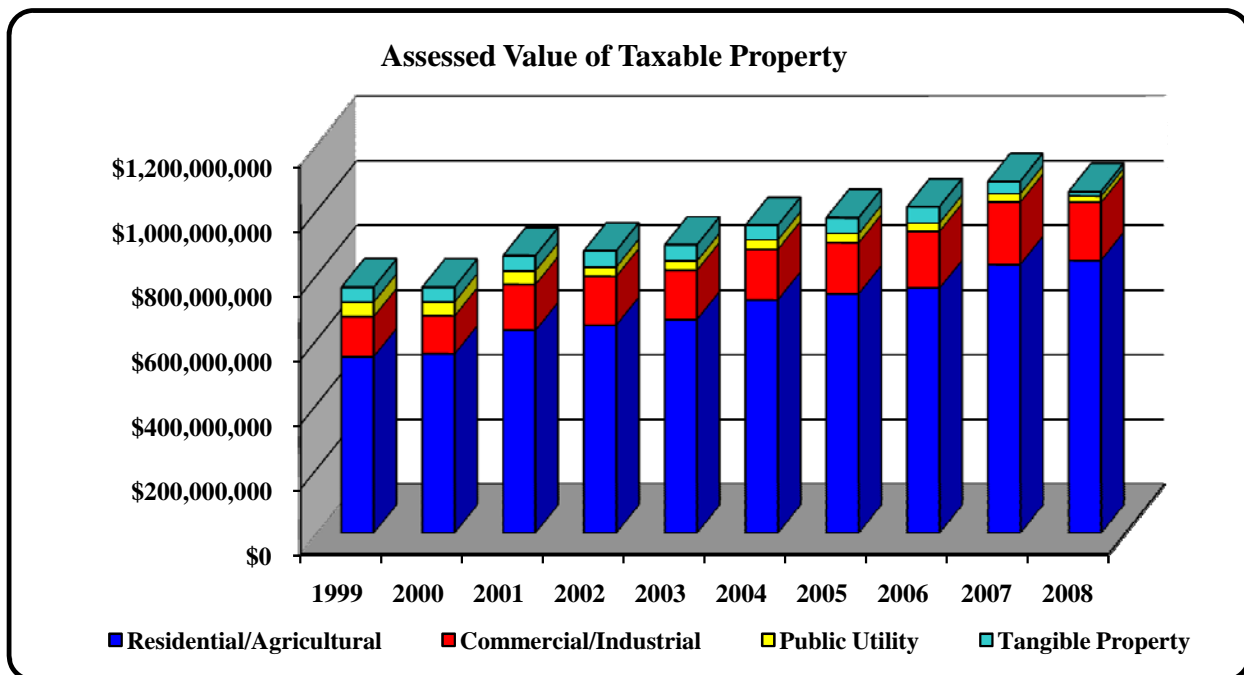
**Source:** Office of the County Auditor, Cuyahoga County, Ohio

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

The assessed value of real property (including public utility real property) is 35 percent of estimated true value. Personal property tax is assessed on all tangible personal property used in business in Ohio. The assessed value of public utility personal property ranges from 25 percent of true value for railroad property to 88 percent for electric transmission and distribution property. General business tangible personal property was assessed in previous years at 25 percent for machinery and equipment and 23 percent for inventories. General business tangible personal property tax is being phased out beginning in 2006. The listing percentage is 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, 2.5 percent and homestead exemptions before being billed. Beginning in the 2006 collection year, the 10 percent rollback for commercial/industrial property has been eliminated.

Personal Property Business	Tangible Personal Property Public Utility		Total		
Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Weighted Average Tax Rate
\$180,623,328	\$45,155,830	\$51,313,443	\$759,951,942	\$2,145,194,714	\$37.69536
178,748,844	43,701,000	49,660,227	759,867,111	2,146,920,214	37.40698
186,433,400	42,472,640	48,264,364	857,503,880	2,430,191,735	34.17213
199,313,212	29,120,890	33,091,920	872,660,303	2,500,151,161	40.19944
197,757,540	28,750,440	32,670,955	891,000,325	2,552,744,209	40.11199
177,907,480	29,439,450	33,453,920	951,295,150	2,718,158,058	38.00627
193,470,968	28,456,740	32,337,205	974,728,362	2,791,247,830	44.17361
266,098,027	26,503,490	30,117,602	1,008,991,180	2,960,770,800	43.92609
303,518,496	25,910,310	29,443,534	1,087,449,212	3,257,530,859	40.62954
232,164,480	19,419,820	22,067,977	1,056,289,410	3,175,259,057	39.47264



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

	1999	2000	2001	2002
<b>Unvoted Millage</b>				
Operating	\$4.690000	\$4.690000	\$4.690000	\$4.690000
<b>Voted Millage - by levy</b>				
1976 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural	7.391789	7.397494	6.666830	6.634100
Commercial/Industrial	13.157653	13.065004	11.290195	11.163153
Tangible/Public Utility Personal	32.600000	32.600000	32.600000	32.600000
1978 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural	1.929753	1.931243	1.740493	1.731944
Commercial/Industrial	2.922806	2.902221	2.507972	2.479755
Tangible/Public Utility Personal	5.800000	5.800000	5.800000	5.800000
1980 Bond (\$1,514,000)	0.160000	0.160000	0.000000	0.000000
1984 Operating - continuing				
Effective Millage Rates				
Residential/Agricultural	2.044121	2.045697	1.843643	1.731944
Commercial/Industrial	2.687643	2.668715	2.306184	2.280236
Tangible/Public Utility Personal	3.950000	3.950000	3.950000	3.950000
1985 Bond (\$1,350,000)	0.200000	0.200000	0.130000	0.130000
1993 Operating - 5 years (1)				
Effective Millage Rates				
Residential/Agricultural	5.885708	5.890252	5.308464	5.282386
Commercial/Industrial	6.579451	6.533112	5.645623	5.582094
Tangible/Public Utility Personal	7.400000	7.400000	7.400000	7.400000
1994 New High School Bond (\$36,000,000)	3.800000	3.700000	3.430000	3.230000



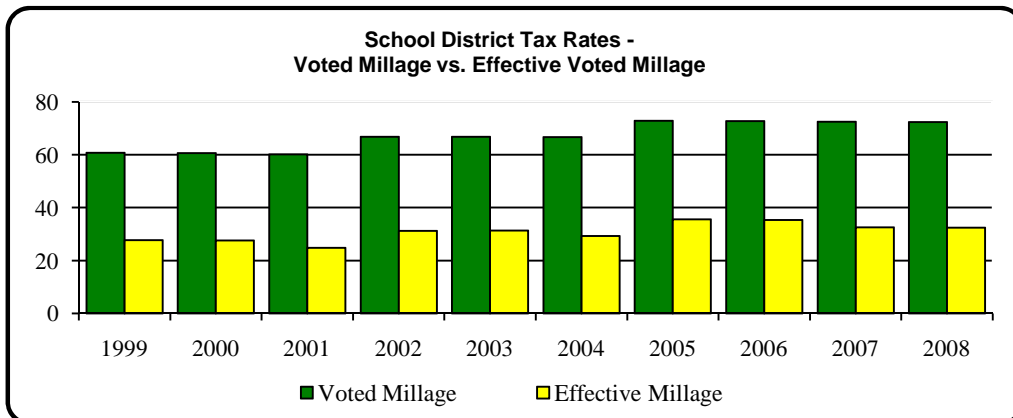
2003	2004	2005	2006	2007	2008
\$4.690000	\$4.690000	\$4.690000	\$4.690000	\$4.690000	\$4.690000
6.624711	6.176657	6.172777	6.166453	5.684038	5.688634
11.116470	10.757609	10.683476	10.709100	9.854132	9.909161
32.600000	32.600000	32.600000	32.600000	32.600000	32.600000
1.729496	1.612522	1.611507	1.609854	1.483907	1.485107
2.469391	2.389670	2.373198	2.378893	2.188972	2.201192
5.800000	5.800000	5.800000	5.800000	5.800000	5.800000
0.000000	0.000000	0.000000	0.000000	0.000000	0.000000
1.831990	1.708079	1.707000	1.705251	1.571839	1.573111
2.270701	2.197397	2.182249	2.187482	2.012841	2.024078
3.950000	3.950000	3.950000	3.950000	3.950000	3.950000
0.130000	0.130000	0.130000	0.000000	0.000000	0.000000
5.274912	4.918129	4.915021	4.909981	4.525840	4.529495
5.558754	5.379297	5.342215	5.355032	4.927505	4.955010
7.400000	7.400000	7.400000	7.400000	7.400000	7.400000
3.230000	3.130000	3.030000	2.960000	2.760000	2.660000

(continued)

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

	1999	2000	2001	2002
1997 Operating - 3 years (2)				
Effective Millage Rates				
Residential/Agricultural	\$5.386042	\$5.390195	\$4.857796	\$4.833935
Commercial/Industrial	5.523903	5.485002	4.739893	4.686557
Tangible/Public Utility Personal	5.800000	5.800000	5.800000	5.800000
1997 Permanent Improvements - 3 years (2)				
Effective Millage Rates				
Residential/Agricultural	0.952397	0.929344	0.837551	0.833437
Commercial/Industrial	0.928628	0.945690	0.817223	0.808027
Tangible/Public Utility Personal	1.000000	1.000000	1.000000	1.000000
2001 Operating - 5 years (3)				
Effective Millage Rates				
Residential/Agricultural	0.000000	0.000000	0.000000	6.866100
Commercial/Industrial	0.000000	0.000000	0.000000	6.822354
Tangible/Public Utility Personal	0.000000	0.000000	0.000000	6.900000
2004 Operating - 5 years (4)				
Effective Millage Rates				
Residential/Agricultural	0.000000	0.000000	0.000000	0.000000
Commercial/Industrial	0.000000	0.000000	0.000000	0.000000
Tangible/Public Utility Personal	0.000000	0.000000	0.000000	0.000000
2004 Permanent Improvements - 5 years (4)				
Effective Millage Rates				
Residential/Agricultural	0.000000	0.000000	0.000000	0.000000
Commercial/Industrial	0.000000	0.000000	0.000000	0.000000
Tangible/Public Utility Personal	0.000000	0.000000	0.000000	0.000000
<b>Total Effective Voted Millage by type of property</b>				
Residential/Agricultural	27.749810	27.644225	24.814777	31.273846
Commercial/Industrial	35.960084	35.659744	30.867090	37.182176
Tangible/Public Utility Personal	60.710000	60.610000	60.110000	66.810000

2003	2004	2005	2006	2007	2008
\$4.827091	\$4.500597	\$4.497749	\$4.493138	\$4.141612	\$4.144958
4.666958	4.516292	4.485157	4.495916	4.136978	4.160073
5.800000	5.800000	5.800000	5.800000	5.800000	5.800000
0.832257	0.775965	0.775474	0.774679	0.714071	0.714648
0.804648	0.778671	0.773303	0.775158	0.713272	0.717254
1.000000	1.000000	1.000000	1.000000	1.000000	1.000000
6.856378	6.392629	6.388586	6.382038	5.882733	5.887487
6.793830	6.574499	6.529180	6.544843	6.022327	6.055943
6.900000	6.900000	6.900000	6.900000	6.900000	6.900000
0.000000	0.000000	5.296645	5.291213	4.877246	4.881183
0.000000	0.000000	5.263462	5.276086	4.854864	4.881967
0.000000	0.000000	5.300000	5.300000	5.300000	5.300000
0.000000	0.000000	0.999367	0.998342	0.920235	0.920978
0.000000	0.000000	0.993106	0.995488	0.916012	0.921126
0.000000	0.000000	1.000000	1.000000	1.000000	1.000000
31.336835	29.344578	35.524126	35.290949	32.561521	32.485601
37.040752	35.853435	41.785346	41.677998	38.386903	38.485804
66.810000	66.710000	72.910000	72.710000	72.510000	72.410000



(continued)

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

	1999	2000	2001	2002
<b>Overlapping Rates by Taxing District</b>				
City of Brecksville Charter Millage				
Effective Millage Rates				
Residential/Agricultural	\$8.700000	\$8.700000	\$8.700000	\$8.700000
Commercial/Industrial	8.700000	8.700000	8.700000	8.700000
Tangible/Public Utility Personal	8.700000	8.700000	8.700000	8.700000
City of Broadview Heights Voted Millage				
Effective Millage Rates				
Residential/Agricultural	6.499533	6.491718	6.413278	6.410067
Commercial/Industrial	7.261755	7.245845	7.020441	6.991633
Tangible/Public Utility Personal	9.400000	9.400000	9.400000	9.400000
Cuyahoga Valley Career Center Voted Millage				
Effective Millage Rates				
Residential/Agricultural	2.000000	2.000000	2.000000	2.000000
Commercial/Industrial	2.000000	2.000000	2.000000	2.000000
Tangible/Public Utility Personal	2.000000	2.000000	2.000000	2.000000
Cuyahoga County Voted Millage				
Effective Millage Rates				
Residential/Agricultural	13.983961	14.235469	13.938909	13.916879
Commercial/Industrial	15.182254	15.265869	14.455050	14.534243
Tangible/Public Utility Personal	18.000000	16.700000	17.600000	17.600000

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

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

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

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

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

Source: Ohio Department of Taxation

2003	2004	2005	2006	2007	2008
\$8.800000	\$8.700000	\$8.700000	\$8.600000	\$8.600000	\$8.600000
8.800000	8.700000	8.700000	8.600000	8.600000	8.600000
8.800000	8.700000	8.700000	8.600000	8.600000	8.600000
6.405723	6.343977	6.330872	6.326491	6.272556	6.273126
7.003051	6.956475	6.953430	6.953219	6.817215	6.814665
9.400000	9.400000	9.400000	9.400000	9.400000	9.400000
2.000000	2.000000	2.000000	2.000000	2.000000	2.000000
2.000000	2.000000	2.000000	2.000000	2.000000	2.000000
2.000000	2.000000	2.000000	2.000000	2.000000	2.000000
14.993182	15.768175	17.263292	18.012842	17.832386	17.836490
15.426035	17.224470	18.491220	19.131353	18.766711	18.705333
17.600000	19.400000	20.300000	20.300000	20.200000	20.200000

**Brecksville-Broadview Heights City School District**

*Property Tax Levies and Collections (1)*

*Last Ten Years*

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<u>Collection Year (2)</u>	<u>Current Tax Levy</u>	<u>Current Tax Collections</u>	<u>Percent of Current Tax Collections to Current Tax Levy</u>
1998	\$28,894,546	\$27,080,369	93.72%
1999	29,636,011	27,739,930	93.60
2000	29,934,084	27,627,926	92.30
2001	31,128,323	28,350,074	91.07
2002	36,208,640	33,715,941	93.12
2003	37,152,010	34,060,881	91.68
2004	38,248,233	35,589,899	93.04
2005	45,990,236	42,383,746	92.16
2006	44,380,799	42,384,877	95.50
2007	43,113,672	41,500,941	96.26

**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.

Delinquent Tax Collections (3)	Total Tax Collections	Percent of Total Tax Collections to Current Tax Levy
\$304,104	\$27,384,473	94.77%
632,850	28,372,780	95.74
641,380	28,269,306	94.44
741,175	29,091,049	93.46
797,134	34,513,075	95.32
900,216	34,961,097	94.10
1,183,767	36,773,666	96.14
967,686	43,351,432	94.26
891,109	43,275,986	97.51
1,107,732	42,608,670	98.83

**Brecksville-Broadview Heights City School District**

*Principal Taxpayers*

*Real Estate Tax*

*2008 and 1999*

Name of Taxpayer	2008	
	Assessed Valuation	Percent of Real Assessed Value
CEI	\$13,382,910	1.31%
Ohio Bell Telephone Company	8,906,460	0.87
The PMD Group Company, Inc.	7,334,740	0.72
Grand Bay of Brecksville	6,747,930	0.66
South Hills Limited	6,210,850	0.61
RC Investors Limited	4,917,885	0.48
Gateway Association	4,838,770	0.47
VP Partners LLC	4,569,080	0.45
Creekview Commons, LLC	3,961,615	0.39
Treeline Incorporated	3,860,000	0.38
Rt. 82 Enterprises, Limited	2,716,250	0.27
OMCO Building Corporation	2,566,470	0.25
Boyas-Broadview, Limited	2,456,790	0.23
<b>Total</b>	<b>\$72,469,750</b>	<b>7.09%</b>
<b>Total Real Estate Valuation</b>	<b>\$1,022,359,310</b>	

Name of Taxpayer	1999	
	Assessed Valuation	Percent of Real Assessed Value
B.F. Goodrich Company	\$16,724,750	2.50%
Ohio Bell Telephone Company	8,719,970	1.30
Teledyne Industries, Incorporated	4,465,310	0.67
Grand Bay of Brecksville	4,403,310	0.66
F. C. Vineyards, L.P.	3,759,390	0.56
Gateway Associates	2,885,160	0.43
Boyas-Broadview, Limited	2,617,760	0.39
South Hills, Limited	2,487,450	0.37
Stoney Run Limited	2,293,200	0.34
South Point Association	2,265,770	0.34
Richard Klein, Trustee	2,167,380	0.32
Brecksville Shopping Center	2,013,200	0.30
<b>Total</b>	<b>\$54,802,650</b>	<b>8.18%</b>
<b>Total Real Estate Valuation</b>	<b>\$669,640,280</b>	

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



**Brecksville-Broadview Heights City School District**

*Principal Taxpayers*

*Tangible Personal Property Tax*

*2008 and 1999*

Name of Taxpayer	2008	
	Assessed Valuation	Percent of Tangible Assessed Value
Ohio Machinery Company	\$4,633,540	31.93%
Noveon Incorporated	1,992,690	13.73
Curtiss Wright Flow Control, Incorporated	1,355,530	9.34
Marathon Petroleum Company	1,101,240	7.59
Durez Corporation	1,042,940	7.19
Penske Logistics LLC	957,260	6.60
Ohio Bell Telephone Company	941,150	6.49
SBC Internet Services Incorporated	910,240	6.27
Ameritech Advanced Data	901,250	6.21
<b>Total</b>	<b>\$13,835,840</b>	<b>95.35%</b>
<b>Total Tangible Assessed Valuation</b>	<b>\$14,510,280</b>	

Name of Taxpayer	1999	
	Assessed Valuation	Percent of Tangible Assessed Value
B.F. Goodrich Company	\$9,430,820	20.89%
Ohio Machinery Company	6,925,600	15.34
Teledyne Industries, Incorporated	3,773,180	8.36
Interlock Corporation	1,572,490	3.48
Lapine Truck Sales and Equipment	1,487,800	3.29
Marathon Oil Company	1,250,650	2.77
Ferro Corporation	1,244,270	2.76
Ameritech Services Incorporated	1,196,000	2.65
Machines Corporation	982,810	2.18
MA Hanna Company	763,290	1.69
<b>Total</b>	<b>\$28,626,910</b>	<b>63.40%</b>
<b>Total Tangible Assessed Valuation</b>	<b>\$45,155,832</b>	

Source: Office of the Auditor, Cuyahoga County, Ohio

**Brecksville-Broadview Heights City School District**

*Principal Taxpayers*

*Public Utilities Tax*

*2008 and 1999*

2008		
Name of Taxpayer	Assessed Valuation	Percent of Public Utility Assessed Value
Cleveland Electric Illuminating Company	\$3,186,650	16.41%
The East Ohio Gas Company	1,463,830	7.54
American Transmission System	826,850	4.26
Ohio Bell Telephone Company	293,730	1.51
North Coast Gas Transmission LLC	289,690	1.49
Ohio Edison Company First	285,470	1.47
Total	\$6,346,220	32.68%
Total Public Utility Valuation	\$19,419,820	
1999		
Name of Taxpayer	Assessed Valuation	Percent of Public Utility Assessed Value
Cleveland Electric Illuminating Company	\$24,028,160	53.21%
Ohio Bell Telephone Company	16,493,750	36.53
The East Ohio Gas Company	4,019,930	8.90
MCI Telecommunications Corporation	335,150	0.74
Total	\$44,876,990	99.38%
Total Public Utility Valuation	\$45,155,830	

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

**Brecksville-Broadview Heights City School District**

*Computation of Direct and Overlapping*

*Governmental Activities Debt*

*January 1, 2008*

	<u>General Obligation Bonded Debt Outstanding</u>	<u>Percentage Applicable to School District (1)</u>	<u>Amount of Direct and Overlapping Debt</u>
<b>Direct:</b>			
Brecksville-Broadview Heights City School District			
General Obligation Bonds	\$16,817,492	100.00%	\$16,817,492
Refunding Notes	9,317,544	100.00	9,317,544
Capital Leases	867,867	100.00	867,867
Total Direct	<u>27,002,903</u>	100.00	<u>27,002,903</u>
<b>Overlapping:</b>			
Cuyahoga County			
General Obligation Bonds	188,814,000	3.28	6,193,099
Revenue Bonds	325,311,000	3.28	10,670,201
Capital Lease Obligations	6,368,000	3.28	208,870
Loans Payable	7,574,000	3.28	248,427
Regional Transit Authority			
General Obligation Bonds	150,118,731	3.28	4,923,894
SIB Loan	4,088,320	3.28	134,097
Capital Lease	25,000,000	3.28	820,000
Brecksville City			
General Obligation Bonds	11,875,548	58.71	6,972,134
Special Assessment Bonds	4,169,352	58.71	2,447,827
OPWC Loans	709,295	58.71	416,427
Broadview Heights City			
General Obligation Bonds	5,800,242	40.27	2,335,757
Special Assessment Bonds	3,503,421	40.27	1,410,828
OWDA Loans	2,509,985	40.27	1,010,771
Revolving Loan	394,401	40.27	158,825
Capital Lease	30,570		12,311
North Royalton City			
General Obligation Bonds	5,223,142	1.02	53,276
Special Assessment Bonds	1,438,863	1.02	14,676
Capital Lease Obligation	334,589	1.02	3,413
Police and Fire Pension	128,063	1.02	1,306
Notes Payable	11,348,000	1.02	115,750
OPWC Loans	469,908	1.02	4,793
Total Overlapping	<u>755,209,430</u>		<u>38,156,683</u>
Total	<u>\$782,212,333</u>		<u>\$65,159,586</u>

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.

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

General Obligation Bonded Debt					
Fiscal Year	Bonded Debt	Ratio of Bonded Debt to Estimated Actual Value (1)	Bonded Debt per Capita (2)	Capital Leases	Energy Conservation Notes
1999	\$36,020,000	1.68%	N/A	\$0	\$0
2000	34,455,000	1.60	\$1,194	0	0
2001	33,505,000	1.38	1,142	0	0
2002	32,595,000	1.30	1,095	579,945	1,270,000
2003	31,645,000	1.24	1,049	504,693	998,000
2004	30,655,000	1.13	1,006	2,217,558	773,000
2005	29,620,000	1.06	965	1,900,886	513,000
2006	28,535,000	0.96	922	1,570,770	0
2007	18,112,088	0.56	592	1,226,631	0
2008	16,817,492	0.53	551	867,867	0

- (1) The Estimated Actual Value can be found on S14
- (2) The population can be found on S32
- (3) The personal income can be found on S32

General Debt				
Tax Anticipation Notes	Refunding Notes	Total Debt	Ratio of General Debt to Personal Income (3)	General Debt per Capita (2)
\$0	\$0	\$36,020,000	N/A	N/A
0	0	34,455,000	3.55%	\$1,194
2,500,000	0	36,005,000	3.65	1,227
2,500,000	0	36,944,945	3.69	1,241
1,700,000	0	34,847,693	3.43	1,155
865,000	0	34,510,558	3.37	1,132
0	0	32,033,886	3.10	1,043
0	0	30,105,770	2.89	973
0	9,364,776	28,703,495	2.79	938
0	9,317,544	27,002,903	2.63	884

**Brecksville-Broadview Heights City School District**

*Computation of Legal Debt Margin*

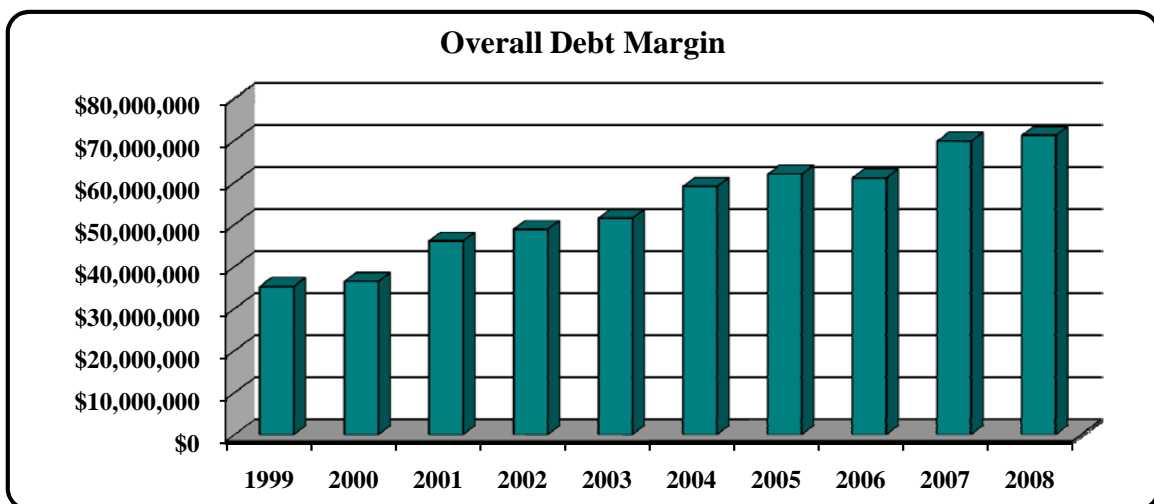
*Last Ten Fiscal Years*

	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>
Assessed Valuation	<u>\$759,951,942</u>	<u>\$759,867,111</u>	<u>\$857,503,880</u>	<u>\$872,660,303</u>
Debt Limit - 9% of Assessed Value (2)	\$68,395,675	\$68,388,040	\$77,175,349	\$78,539,427
Amount of Debt Outstanding				
General Obligation Bonds	36,020,000	34,455,000	33,505,000	32,804,500
Tax Anticipation Note	0	0	2,500,000	2,500,000
Energy Conservation Note	0	0	0	1,270,000
Manuscript Notes	0	0	0	0
Refunding Notes	0	0	0	0
Less Amount Available in Debt Service	<u>(650,000)</u>	<u>(2,192,896)</u>	<u>(2,410,550)</u>	<u>(3,170,120)</u>
Total	35,370,000	32,262,104	33,594,450	33,404,380
Exemptions:				
Tax Anticipation Note	(2,220,376)	(325,000)	(2,500,000)	(2,500,000)
Energy Conservation Note	<u>0</u>	<u>0</u>	<u>0</u>	<u>(1,270,000)</u>
Amount of Debt Subject to Limit	<u>33,149,624</u>	<u>31,937,104</u>	<u>31,094,450</u>	<u>29,634,380</u>
Overall Debt Margin	<u>\$35,246,051</u>	<u>\$36,450,936</u>	<u>\$46,080,899</u>	<u>\$48,905,047</u>
Legal Debt Margin as a Percentage of Debt Limit	51.53%	53.30%	59.71%	62.27%
Unvoted Legal Debt Limit - .10% of Assessed Value (2)	\$759,952	\$759,867	\$857,504	\$872,660
Amount of Debt Subject to Limit	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Unvoted Debt Margin	<u>\$759,952</u>	<u>\$759,867</u>	<u>\$857,504</u>	<u>\$872,660</u>
Unvoted Legal Debt Margin as a Percentage of the Unvoted Debt Limitation	100.00%	100.00%	100.00%	100.00%

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

- (1) HB530 changed the assessed valuation utilized in the legal debt margin calculation to exclude tangible personal property as well as railroad and telephone tangible property.
- (2) Ohio Bond Law sets a limit of 9% for overall debt and 1/10 of 1% for unvoted debt.

2003	2004	2005	2006(1)	2007(1)	2008(1)
<u>\$891,000,325</u>	<u>\$951,295,150</u>	<u>\$974,728,362</u>	<u>\$951,569,120</u>	<u>\$1,043,241,230</u>	<u>\$1,037,688,810</u>
\$80,190,029	\$85,616,564	\$87,725,553	\$85,641,221	\$93,891,711	\$93,391,993
31,644,999	30,654,999	29,620,000	28,535,000	18,190,000	16,890,000
1,700,000	865,000	0	0	0	0
998,000	773,000	513,000	0	0	0
0	0	0	0	400,000	300,000
0	0	0	0	8,920,000	8,920,000
<u>(2,959,465)</u>	<u>(4,113,548)</u>	<u>(3,872,231)</u>	<u>(3,991,856)</u>	<u>(3,454,486)</u>	<u>(3,923,000)</u>
31,383,534	28,179,451	26,260,769	24,543,144	24,055,514	22,187,000
(1,700,000)	(865,000)	0	0	0	0
<u>(998,000)</u>	<u>(773,000)</u>	<u>(513,000)</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>28,685,534</u>	<u>26,541,451</u>	<u>25,747,769</u>	<u>24,543,144</u>	<u>24,055,514</u>	<u>22,187,000</u>
<u>\$51,504,495</u>	<u>\$59,075,113</u>	<u>\$61,977,784</u>	<u>\$61,098,077</u>	<u>\$69,836,197</u>	<u>\$71,204,993</u>
64.23%	69.00%	70.65%	71.34%	74.38%	76.24%
\$891,000	\$951,295	\$974,728	\$951,569	\$1,043,241	\$1,037,689
0	0	0	0	0	0
<u>\$891,000</u>	<u>\$951,295</u>	<u>\$974,728</u>	<u>\$951,569</u>	<u>\$1,043,241</u>	<u>\$1,037,689</u>
100.00%	100.00%	100.00%	100.00%	100.00%	100.00%



**Brecksville-Broadview Heights City School District**

*Demographic and Economic Statistics*

*Last Nine Years (1)*

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<u>Year</u>	<u>Estimated Population</u>	<u>Total Personal Income</u>	<u>Personal Income Per Capita</u>	<u>Median Household Income</u>	<u>Median Age</u>
2000	28,858	\$970,754,262	\$33,639	\$66,574	41.65
2001	29,349	987,271,011	33,639	66,574	41.65
2002	29,762	1,001,163,918	33,639	66,574	41.65
2003	30,179	1,015,191,381	33,639	66,574	41.65
2004	30,486	1,025,518,554	33,639	66,574	41.65
2005	30,708	1,032,986,412	33,639	66,574	41.65
2006	30,942	1,040,857,938	33,639	66,574	41.65
2007	30,587	1,028,916,093	33,639	66,574	41.65
2008	30,532	1,027,065,948	33,639	66,574	41.65

Source 2000 U.S. Census Bureau

1) Information prior to 2000 not available



Median Value of Residential Property	Cuyahoga County Unemployment Rate	Total Assessed Property Value
\$196,850	4.5%	\$759,867,111
196,850	4.5	857,503,880
196,850	4.6	872,660,303
196,850	6.7	891,000,325
196,850	6.6	951,295,150
196,850	5.9	974,728,362
196,850	5.6	1,008,991,180
196,850	5.5	1,087,449,212
196,850	5.7	1,056,289,410

**Brecksville-Broadview Heights City School District**

*Principal Employers*

2007 and 1998

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**2007**

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Employer	City	Nature of Business or Activity	Number of Employees
Department of Veteran Affairs	Brecksville	Medical Center	1,400
Ameritech Services	Brecksville	Communication Services	1,331
National City Corporation	Brecksville	Banking Services	824
Lubrizol Corporation	Brecksville	Chemical Technology	725
Brecksville-Broadview Heights Board of Education	Brecksville/ Broadview Heights	Public Education	615
Noveon, Inc.	Brecksville	Headquarters for a chemical firm	529
City of Broadview Heights	Broadview Heights	Municipal Government	328
House of LaRose	Brecksville	Beverage Distributor	279
Ohio Machinery Company	Broadview Heights	Construction Equipment Sales	250
City of Brecksville	Brecksville	Municipal Government	226
Total			<u>6,507</u>
Total Employment within the School District			<u>n/a</u>

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**1998**

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Employer	City	Nature of Business or Activity	Number of Employees
Department of Veteran Affairs	Brecksville	Medical Center	1,180
B.F. Goodrich Company	Brecksville	Headquarters for a chemical firm	828
Ohio Bell	Brecksville	Communication Services	818
Ameritech	Brecksville	Communication Services	526
Brecksville-Broadview Heights Board of Education	Brecksville/ Broadview Heights	Public Education	523
City of Broadview Heights	Broadview Heights	Municipal Government	328
Ohio Machinery Company	Broadview Heights	Construction Equipment Sales	250
Teledyne Industrial, Incorporated	Brecksville	Manufacturing	223
Norstan Company	Brecksville	Communication Services	299
City of Brecksville	Brecksville	Municipal Government	211
Total			<u>5,186</u>
Total Employment within the School District			<u>n/a</u>

**Source:** Cities of Brecksville and Broadview Heights, Ohio

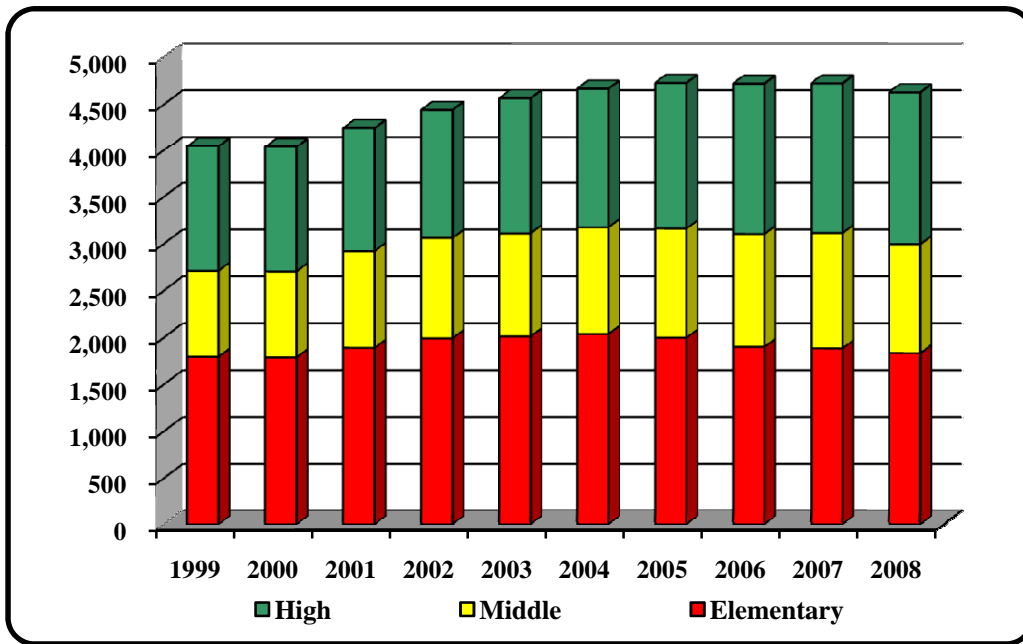
n/a - Information not available

**Brecksville-Broadview Heights City School District**

*Enrollment Statistics*

*Last Ten Fiscal Years*

Fiscal Year	Elementary Schools	Middle School	High School	Total
1999	1,794	917	1,338	4,049
2000	1,787	977	1,344	4,108
2001	1,889	1,032	1,326	4,247
2002	1,991	1,069	1,380	4,440
2003	2,011	1,099	1,455	4,565
2004	2,037	1,138	1,491	4,666
2005	1,998	1,164	1,566	4,728
2006	1,900	1,204	1,616	4,720
2007	1,884	1,230	1,609	4,723
2008	1,833	1,162	1,633	4,628



Source: Brecksville-Broadview Heights City School Records

- (1) The following are changes made in the 1997-98 school year  
 Elementary grade change from K-6 to K-5  
 Middle School grade change from 7,8 to 6,7,8

**Brecksville-Broadview Heights City School District***Building Statistics by Function/Program**Last Five Fiscal Years (1)*

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	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
<b>Chippewa Elementary School</b>					
Constructed in 1962					
Total Building Square Footage	40,600	40,600	40,600	40,600	40,600
Media Center Square Footage	2,535	2,535	2,535	2,535	2,535
Cafeteria and Gymnasium Square Footage	2,535	2,535	2,535	2,535	2,535
Enrollment Grades K - 3	418	389	417	430	430
Student Capacity	325	325	325	325	325
Regular Instruction Classrooms	17	17	17	17	16
Regular Instruction Teachers	22	21	21	21	21
Special Instruction Classrooms	3	3	3	3	3
Special Instruction Teachers	3	3	3	3	2
<b>Highland Drive Elementary School</b>					
Constructed in 1953					
Total Building Square Footage	44,000	44,000	44,000	44,000	44,000
Media Center Square Footage	840	840	840	840	840
Cafeteria and Gymnasium Square Footage	3,200	3,200	3,200	3,200	3,200
Enrollment Grades K - 3	364	349	363	375	375
Student Capacity	350	350	350	350	350
Regular Instruction Classrooms	16	16	16	16	16
Regular Instruction Teachers	22	22	22	22	22
Special Instruction Classrooms	6	6	6	6	6
Special Instruction Teachers	6	6	6	6	7
<b>Hilton Elementary School</b>					
Constructed in 1967					
Total Building Square Footage	43,000	43,000	43,000	43,000	43,000
Media Center Square Footage	1,200	1,200	1,200	1,200	1,200
Cafeteria and Gymnasium Square Footage	2,700	2,700	2,700	2,700	2,700
Kitchen Square Footage	1,100	1,100	1,100	1,100	1,100
Enrollment Grades K - 3	488	485	404	398	398
Student Capacity	348	348	348	348	348
Regular Instruction Classrooms	18	18	18	18	18
Regular Instruction Teachers	24	24	24	24	24
Special Instruction Classrooms	1	1	1	1	2
Special Instruction Teachers	2	2	2	2	4

(continued)

**Brecksville-Broadview Heights City School District**

*Building Statistics by Function/Program (continued)*

*Last Five Fiscal Years (1)*

	2004	2005	2006	2007	2008
<b>Central School</b>					
Constructed in 1915					
Additions in 1929, 1950, 1964, 1981					
Total Building Square Footage	73,400	73,400	73,400	73,400	73,400
Media Center Square Footage	2,800	2,800	2,800	2,800	2,800
Cafeteria Square Footage	2,230	2,230	2,230	2,230	2,230
Gymnasiums (2) Square Footage	6,600	6,600	6,600	6,600	6,600
Enrollment Grades 4 and 5	733	738	716	681	681
Student Capacity	590	590	590	590	590
Regular Instruction Classrooms	27	27	27	27	27
Regular Instruction Teachers	41	43	43	43	38
Special Instruction Classrooms	3	3	3	3	3
Special Instruction Teachers	7	6	6	6	7
<b>Middle School</b>					
Constructed in 1960					
Additions in 1965, 1971, 1986					
Total Building Square Footage	176,750	176,750	176,750	176,750	176,750
Auditorium Square Footage	15,200	15,200	15,200	15,200	15,200
Media Center Square Footage	5,000	5,000	5,000	5,000	5,000
Cafeteria Square Footage	7,800	7,800	7,800	7,800	7,800
Gymnasium Square Footage	10,000	10,000	10,000	10,000	10,000
Enrollment Grades 6 - 8	1,138	1,164	1,204	1,176	1,176
Enrollment Preschool	34	37	37	54	54
Student Capacity	1,219	1,219	1,219	1,219	1,219
Regular Instruction Classrooms	48	49	49	49	49
Regular Instruction Teachers	60	61	61	61	62
Special Instruction Classrooms	4	4	4	4	4
Special Instruction Teachers	10	11	11	11	17
<b>High School</b>					
Constructed in 1997					
Total Building Square Footage	299,800	299,800	299,800	299,800	299,800
Auditorium Square Footage	16,000	16,000	16,000	16,000	16,000
Media Center Square Footage	51,000	51,000	51,000	51,000	51,000
Kitchen and Cafeteria Square Footage	14,500	14,500	14,500	14,500	14,500
Gymnasiums (2) Square Footage	21,700	21,700	21,700	21,700	21,700
Enrollment - Grades 9 - 12	1,491	1,566	1,616	1,609	1,609
Student Capacity	1,817	1,817	1,817	1,817	1,817
Regular Instruction Classrooms	66	66	66	66	66
Regular Instruction Teachers	80	80	80	80	80
Special Instruction Classrooms	7	7	7	7	7
Special Instruction Teachers	8	8	8	8	8
Vocational Instruction Classrooms	4	4	4	4	4
Vocational Instruction Teachers	3	3	3	3	3

(1) Information prior to 2004 is not available.

**Brecksville-Broadview Heights City School District**

*Per Pupil Cost  
Last Ten Fiscal Years*

Fiscal Year	Student Enrollment		General Governmental	
	Average Enrollment	Percentage of Change	Total Expenditures (1)	Per Pupil Cost
1999	4,049	2.82 %	\$28,780,537	\$7,108
2000	4,108	1.46	31,503,027	7,669
2001	4,247	3.38	34,515,225	8,127
2002	4,440	4.54	37,847,024	8,524
2003	4,565	2.82	42,329,746	9,273
2004	4,666	2.21	43,779,369	9,383
2005	4,728	1.33	44,500,911	9,412
2006	4,720	(0.17)	47,348,849	10,032
2007	4,723	0.06	50,142,138	10,617
2008	4,628	(0.02)	52,600,083	11,366

(1) Debt Service totals have been excluded.

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

(3) Information prior to 2002 is not available.

Governmental Activities		Food Service Operations (3)		
Total Expenses (2)	Per Pupil Cost	Number of Lunches Served	Percentage of Free Lunches	Percentage of Reduced Lunches
N/A	N/A	N/A	N/A	N/A
N/A	N/A	N/A	N/A	N/A
\$38,127,574	\$8,978	N/A	N/A	N/A
39,751,343	8,953	262,035	6.73 %	3.43 %
43,773,558	9,589	298,820	6.68	2.97
45,689,009	9,792	309,811	7.33	3.17
46,721,610	9,882	311,072	7.23	3.36
50,361,295	10,670	315,725	8.66	3.47
51,669,116	10,940	309,125	8.30	4.18
54,743,818	11,829	294,049	9.98	5.77

**Brecksville-Broadview Heights City School District**

*Attendance and Graduation Rates*

*Last Ten Fiscal Years*

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<u>Fiscal Year</u>	<u>Brecksville- Broadview Heights Attendance Rate</u>	<u>State Average</u>	<u>Brecksville- Broadview Heights Graduation Rate</u>	<u>State Average</u>
1999	96.10%	93.50%	96.10%	81.40%
2000	95.70	93.60	95.10	80.70
2001	96.00	93.90	95.00	81.20
2002	95.90	94.30	98.30	82.80
2003	95.70	94.50	98.30	83.90
2004	95.90	94.50	95.40	84.30
2005	95.80	94.30	97.70	85.90
2006	95.80	94.10	97.90	86.20
2007	96.10	93.00	97.00	90.00
2008	96.90	93.00	99.50	90.00

Source: Ohio Department of Education Local Report Cards



**Brecksville-Broadview Heights City School District**

*School District Employees by Function/Program*

*Last Eight Fiscal Years (1)*

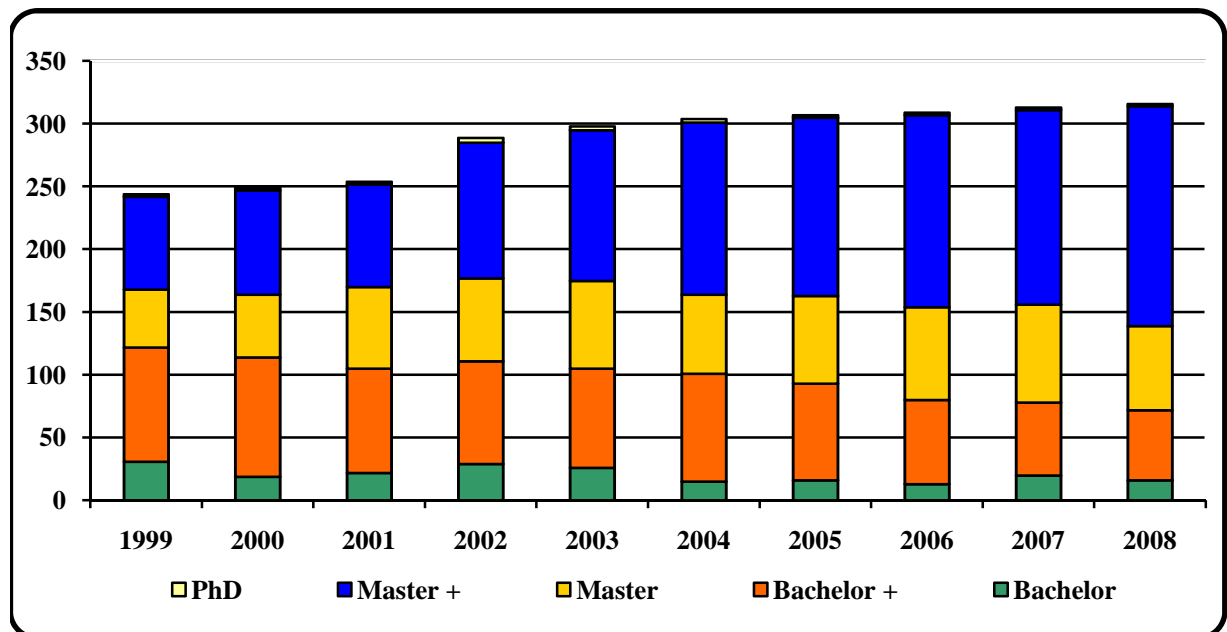
<b>Function/Program</b>	2001	2002	2003	2004	2005	2006	2007	2008
<b>Regular Instruction</b>								
Elementary Classroom Teachers	72.00	85.00	85.00	89.00	89.00	90.00	90.00	91.00
Middle School Classroom Teachers	53.00	57.00	59.00	60.00	61.00	61.00	61.00	62.00
High School Classroom Teachers	76.00	76.00	81.00	83.00	80.00	80.00	80.00	81.00
<b>Special Instruction</b>								
Preschool Teachers	2.00	3.00	3.00	3.00	3.00	3.00	5.00	5.00
Elementary Classroom Teachers	8.00	9.00	15.00	17.00	17.00	17.00	16.00	20.00
Gifted Education Teachers	2.00	3.00	3.00	3.00	1.00	2.00	3.00	2.00
Middle School Classroom Teachers	6.00	7.00	8.00	10.00	11.00	15.00	12.00	17.00
High School Classroom Teachers	5.00	7.00	7.00	8.00	8.00	10.00	11.00	11.00
<b>Vocational Instruction</b>								
High School Classroom Teachers	3.00	3.00	3.00	3.00	3.00	3.00	2.00	2.00
<b>Pupil Support Services</b>								
Guidance Counselors	8.00	11.00	12.00	12.00	12.00	13.00	13.00	12.00
Librarians	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Psychologists	6.00	6.00	7.00	5.00	5.00	4.00	4.00	5.00
Speech & Language Pathologists	9.00	10.00	8.00	8.00	8.00	7.00	7.00	7.00
<b>Instructional Support Services</b>								
Educational Assistants	31.00	43.00	40.00	36.00	31.00	40.00	35.00	37.00
Special Education Assistants	22.00	35.00	29.00	48.00	47.00	53.00	50.00	58.00
Technicians	0.00	1.00	1.00	2.00	1.00	2.00	2.00	2.00
Clerical	30.00	31.00	31.00	31.00	26.00	28.00	28.00	28.00
<b>Administration</b>								
Elementary	4.50	4.50	4.50	5.00	5.00	5.00	5.00	5.00
Middle School	2.50	2.00	2.50	2.50	2.50	3.00	3.00	3.00
High School	3.50	3.50	3.50	3.50	3.50	3.50	3.50	3.50
Districtwide	11.00	11.00	11.00	11.00	11.00	11.00	11.00	11.00
Central Office Support	6.00	6.00	6.00	6.00	6.00	10.00	10.00	10.00
<b>Operation of Plant</b>								
Custodians	29.00	33.00	36.00	35.00	36.00	37.00	37.00	40.00
Maintenance	4.00	6.00	6.00	6.00	6.00	6.00	6.00	7.00
<b>Pupil Transportation</b>								
Bus Drivers	42.00	42.00	43.00	44.00	44.00	46.00	47.00	46.00
Bus Aides	3.00	6.00	10.00	8.00	9.00	8.00	7.00	9.00
Mechanics	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00
<b>Food Service Program</b>								
Administration/Clerical	2.00	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Elementary Cooks	18.00	18.00	18.00	18.00	14.00	13.00	14.00	12.00
Middle School Cooks	10.00	11.00	11.00	11.00	10.00	8.00	10.00	10.00
High School Cooks	18.00	18.00	18.00	17.00	11.00	11.00	11.00	12.00
Totals	<u>490.50</u>	<u>554.00</u>	<u>567.50</u>	<u>591.00</u>	<u>567.00</u>	<u>595.50</u>	<u>589.50</u>	<u>614.50</u>

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

(1) Information prior to 2001 is not available.

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

Degree	1999	2000	2001	2002	2003
Bachelor	31	19	22	29	26
Bachelor +9	22	22	19	23	24
Bachelor +18	23	28	23	22	13
Bachelor +30	46	45	41	37	42
Master	46	50	65	66	70
Master +9	24	25	25	31	31
Master +18	13	18	21	30	38
Master +30	17	17	13	13	11
Master +42	20	23	23	34	40
PhD	2	2	2	4	3
<b>Total</b>	<b>244</b>	<b>249</b>	<b>254</b>	<b>289</b>	<b>298</b>



Source: School District Records

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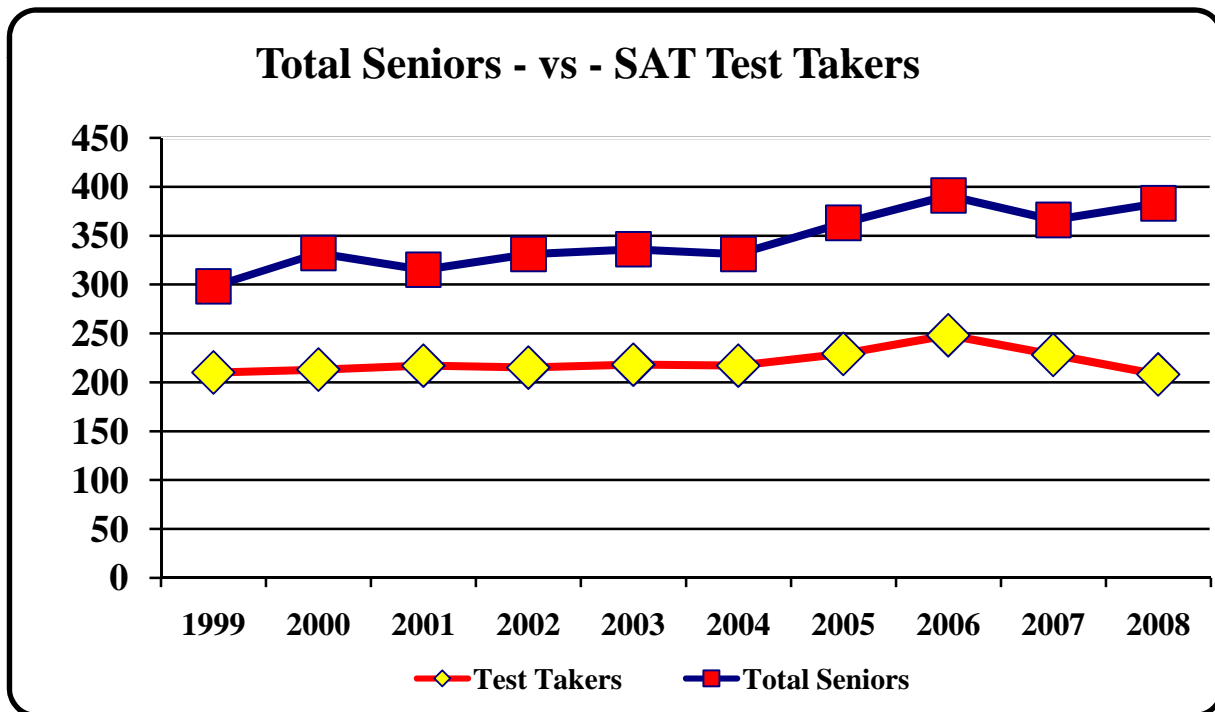
<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
15	16	13	20	16
19	17	9	8	4
26	23	19	14	10
41	37	39	36	42
63	70	74	78	67
36	38	40	36	42
38	32	37	37	37
19	27	28	31	31
44	45	48	51	65
<u>3</u>	<u>2</u>	<u>2</u>	<u>2</u>	<u>2</u>
<u><u>304</u></u>	<u><u>307</u></u>	<u><u>309</u></u>	<u><u>313</u></u>	<u><u>316</u></u>

**Brecksville-Broadview Heights City School District**

*SAT Composite Scores*

*Last Ten School Years*

School Year	Number of Test Takers	Number of Seniors	Percent of Students	Brecksville-Broadview Heights Verbal	Ohio Verbal	National Verbal
1999	210	298	70.47	540	534	505
2000	213	332	64.16	524	533	505
2001	217	315	68.89	533	534	506
2002	215	330	65.15	534	533	504
2003	218	336	64.88	544	536	507
2004	217	331	65.56	550	538	508
2005	229	363	63.09	554	539	508
2006	248	391	63.43	544	535	503
2007	228	366	62.30	541	536	502
2008	208	383	54.31	536	534	502



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

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

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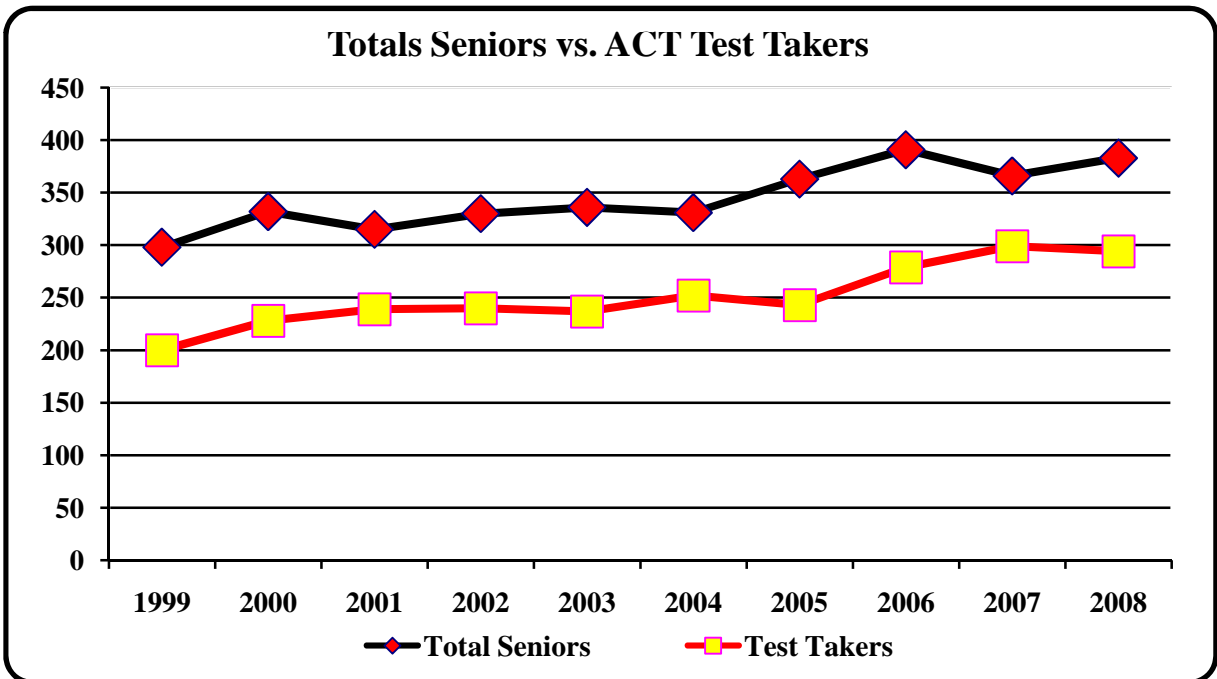
Brecksville- Broadview Heights Math	Ohio Math	National Math	Broadview Heights Writing	Ohio Writing	National Writing
558	538	511	N/A	N/A	N/A
548	539	514	N/A	N/A	N/A
552	539	514	N/A	N/A	N/A
544	540	516	N/A	N/A	N/A
560	541	519	N/A	N/A	N/A
565	542	518	N/A	N/A	N/A
563	543	520	N/A	N/A	N/A
557	544	518	528	521	497
555	542	515	526	522	494
562	544	515	526	521	494

**Brecksville-Broadview Heights City School District**

*ACT Composite Scores*

*Last Ten School Years*

School Year	Number of Test Takers	Number of Seniors	Percent of Students	Brecksville-Broadview Heights Composite	Ohio Composite	National Composite
1999	200	298	67.11%	23.2	21.4	21.0
2000	228	332	68.67	22.8	21.4	21.0
2001	239	315	75.87	22.7	21.4	21.0
2002	240	330	72.73	22.9	21.4	20.8
2003	237	336	70.54	23.4	21.4	20.8
2004	252	331	76.13	23.6	21.4	20.9
2005	243	363	66.94	24.4	21.4	20.9
2006	279	391	71.36	24.2	21.5	21.1
2007	299	366	81.69	23.9	21.6	21.2
2008	294	383	76.76	24.1	21.7	21.1



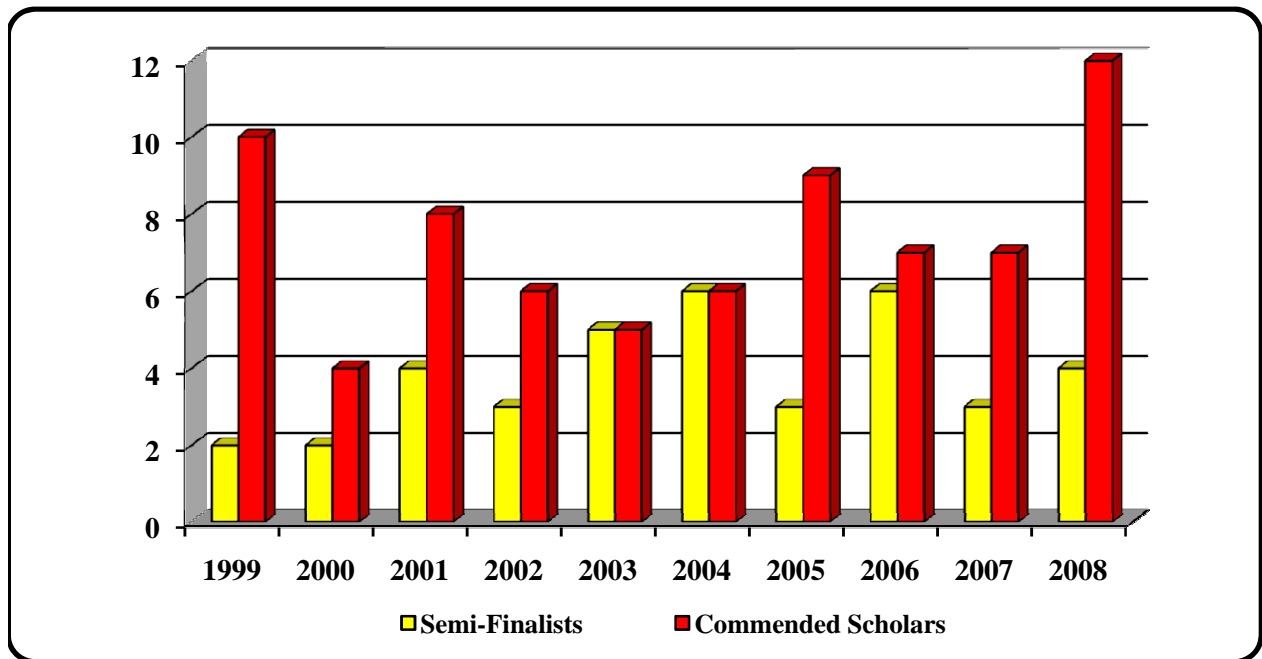
Source: High School Guidance Office,  
Brecksville-Broadview Heights City School District

**Brecksville-Broadview Heights City School District**

*National Merit Scholarship Program*

*Last Ten School Years*

<u>School Year</u>	<u>Semi-Finalists</u>	<u>Commended Scholars</u>	<u>Total</u>
1999	2	10	12
2000	2	4	6
2001	4	8	12
2002	3	6	9
2003	5	5	10
2004	6	6	12
2005	3	9	12
2006	6	7	13
2007	3	7	10
2008	4	12	16



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

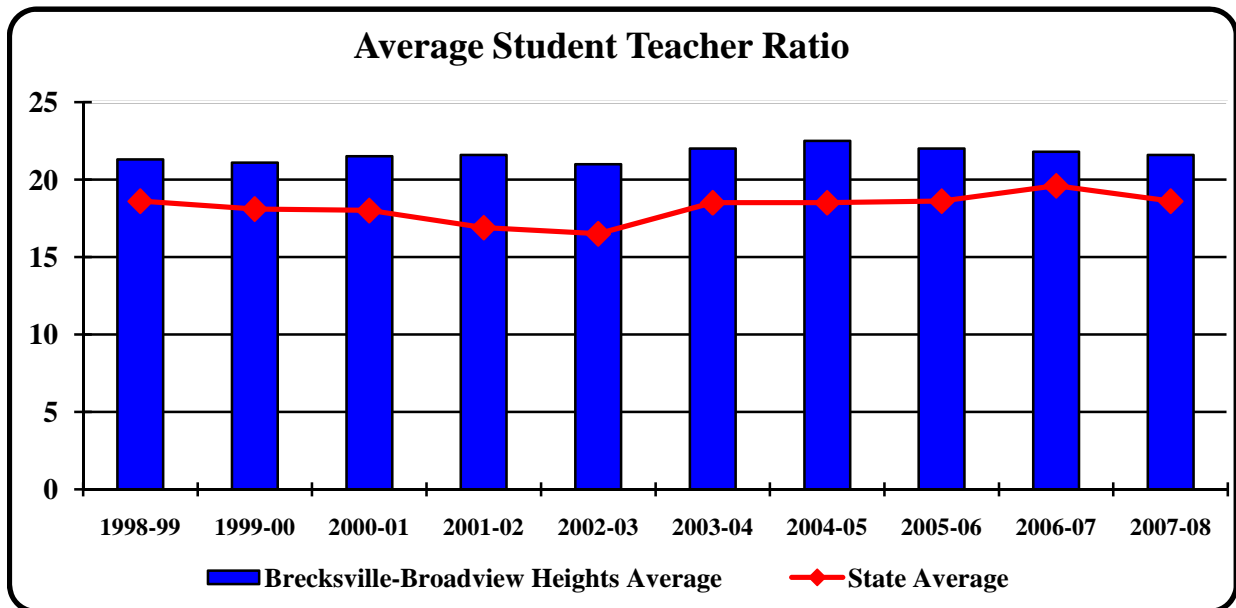
**Brecksville-Broadview Heights City School District**

*Average Number of Students per Teacher*

*Last Ten School Years*

School Year	Brecksville-Broadview Heights Average	State Average
1998 - 1999	21.3	18.6
1999 - 2000	21.1	18.1
2000 - 2001	21.5	18.0
2001 - 2002	21.6	16.9
2002 - 2003	21.0	16.5
2003 - 2004	22.0	18.5
2004 - 2005	22.5	18.5
2005 - 2006	22.0	18.6
2006 - 2007	21.8	19.6
2007 - 2008	21.6	18.6

Source: Ohio Department of Education







**Mary Taylor, CPA**  
Auditor of State

**BRECKSVILLE-BROADVIEW HIEGHTS CITY SCHOOL DISTRICT**

**CUYAHOGA COUNTY**

**CLERK'S CERTIFICATION**

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

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED  
JANUARY 8, 2009**