

# COMPREHENSIVE ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2009

Cleveland Heights–University Heights City School District  
University Heights, Ohio







Mary Taylor, CPA  
Auditor of State

Board of Education  
Cleveland Heights-University Heights City School District  
2155 Miramar Blvd.  
University Heights, Ohio 44118-3397

We have reviewed the *Independent Auditors' Report* of the Cleveland Heights-University Heights City School District, Cuyahoga County, prepared by Ciuni & Panichi, Inc., for the audit period July 1, 2008 through June 30, 2009. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. The Cleveland Heights-University Heights City School District is responsible for compliance with these laws and regulations.

*Mary Taylor*

Mary Taylor, CPA  
Auditor of State

December 22, 2009

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# Section

## INTRODUCTORY



**LILLYANNA PRECH**

Kindergarten  
Noble Elementary



CLEVELAND HEIGHTS - UNIVERSITY HEIGHTS  
CITY SCHOOL DISTRICT

University Heights, Ohio

# COMPREHENSIVE ANNUAL FINANCIAL

# Report

for the fiscal year ended  
June 30, 2009

ISSUED BY: FINANCE DEPARTMENT,  
A. SCOTT GAINER, CHIEF FINANCIAL OFFICER



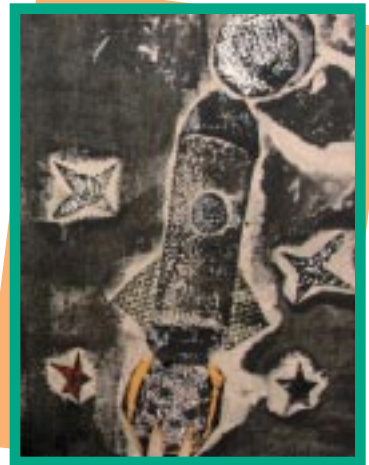
**VANESSA SLAUGHTER**

Grade 7  
Monticello Middle



**JAMES SMITH**

Grade 7  
Monticello Middle



# MISSION

# Statement

Our educational community supports an environment that frees the vision, creativity and energy of all its members allowing them to:

- Become academically literate in reading, computation, and oral and written communication.
- Promote self-control, self-discipline, and a sense of responsibility for one's actions.
- Assist students and staff in recognizing their strengths and setting realistic goals.
- Appreciate the multicultural ethnic, racial, and religious natures of our students, staff, and community.
- Treat with equity and dignity all who participate in the schools.
- Encourage family and community involvement in our schools and school involvement in our community.
- Explore career options that satisfy individual goals and help fulfill societal needs for productive citizens.
- Use accumulated knowledge, decision-making, and critical thinking skills to make reasoned judgements and wise decisions.

# Cleveland Heights-University Heights City School District

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

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# Cleveland Heights-University Heights City School District

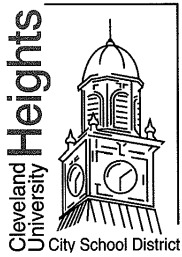
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# Cleveland Heights-University Heights City School District

Comprehensive Annual Financial Report  
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**A. Scott Gainer**  
Chief Financial Officer

November 23, 2009

Members of the Board of Education and Residents of the  
Cleveland Heights-University Heights City School District

Dear Board Members and Residents:

Ohio law (Ohio Administrative Code Section 117-2-03(B)) requires that all school districts file annual audited financial reports prepared on a GAAP (Generally Accepted Accounting Principles) basis with the Auditor of State within six months of the close of each fiscal year. This report is published to fulfill that requirement for the fiscal year ended June 30, 2009.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that the District 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.

Ciuni & Panichi, Inc. (CPAs and Business Advisors), have issued an unqualified (“clean”) opinion on the Cleveland Heights-University Heights City School District’s financial statements for the year ended June 30, 2009. The Independent Auditors’ Report is located at the front of the financial section of this report.

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

## **Profile of the School District**

The Cleveland Heights-University Heights City School District is one of 610 school districts in the State of Ohio and one of 31 school districts in Cuyahoga County. The District provides education to 5,915 students in grades kindergarten through twelve. Additionally, the District provides preschool, after school, and adult education services. The District covers approximately 9.6 square miles, serving the cities of Cleveland Heights, University Heights and a small portion of South Euclid, and is located approximately ten miles southeast of downtown Cleveland. Highlights of the history of the Cleveland Heights-University Heights City School District are as follows:

- 1901 East Cleveland Township School Board formed (included the hamlet of Cleveland Heights)
- 1902 Passed issue to build Lee Road School
- 1903 Cleveland Heights became a village
- 1904 District renamed Cleveland Heights School District
- 1905 Expansion of Lee Road School
- 1906 Roxboro Elementary School built
- 1907 First graduation at Heights High
- 1916 Fairfax Elementary School built
- 1916 New high school built on Lee Road site
- 1919 Coventry Elementary School built
- 1922 Noble Elementary School built
- 1923 Taylor Elementary School built
- 1924 Boulevard Elementary School built
- 1925 Oxford Elementary School built
- 1926 New high school at Cedar and Lee Roads built
- 1926 Roosevelt Junior High School built
- 1926 Roxboro Junior High School built
- 1927 Canterbury Elementary school built
- 1929 Superior Opportunity School built
- 1930 Monticello Junior High School built
- 1942 District became Cleveland Heights-University Heights City School District
- 1948 Northwood Elementary School built
- 1949 Belvoir Elementary School built
- 1953 Millikin Elementary School built
- 1954 Wiley Junior High School built
- 1964 Board Administration Building opened

- 1972 Bond issue to construct new Coventry, Boulevard, Fairfax, and Taylor school buildings
- 1987 Northwood Elementary School sold
- 1993 Belvoir School renamed Lauree P. Gearity Elementary School
- 2008 Coventry Elementary School closed

## **Local Economy**

The District serves approximately 51,000 residents of the City of Cleveland Heights and approximately 14,100 residents of the City of University Heights, both inner-ring suburbs of the City of Cleveland. Both communities are primarily residential in nature, with a diverse base of residents. The proximity and easy access of the cities to major cultural, educational, and medical facilities in northeast Ohio typically contributes to climbing property values, a key indicator of a community's economic health and stability where the primary "industry" is housing, although both communities have experienced a significant number of home foreclosures and flat or decreasing property values consistent with the overall trend in Ohio and nationally.

State funding of schools has changed dramatically based upon the passage of HB 1. Although the District will continue to rely primarily on local property taxes generated through periodic operating levies, HB 1 introduced a new evidence based model of state support shifting the focus from per pupil funding to units based upon numbers of staff. Unfortunately with the economy as it is, the state does not have the means to provide resources to fund the new model, and is phasing implementation in over the next 10 years. In the short-term, the District will receive 1% less in state funding in 2009-2010 than in the prior fiscal year, and 2% less in 2010-2011. In response to decreases in property tax revenue due to foreclosures and diminishing state funding, the District reduced the budget over \$3 million for the 2009-2010 school year, and anticipate ongoing reductions to manage the timing and amount of the next levy request.

## **Long-Term Financial Planning**

Financial Highlights - Internal Service Funds - The only internal service funds carried on the financial records of the District are related to self-insurance and the workers' compensation fund. These funds account for the revenues and expenses related to the provision of medical and workers' compensation program. The internal service funds had net assets of \$1,922,014 at June 30, 2009 compared with net assets of \$1,344,078 at June 30, 2008. The District is meeting its claim liability.

The most recent District five year forecast indicates a positive cash balance through 2013, with a \$21 million deficit beginning in 2014. To compensate for declining property tax revenue, reduced interest income, and reductions in state revenue as discussed above, the District reduced the 2009-2010 budget by over \$3 million. In addition, the District is continuing to pursue various cost-containment and cost-savings strategies in an effort to extend the current levy cycle one year, resulting in the District being on the ballot for new operating millage in calendar 2011. Additionally, the District is preparing to enter into the Expedited Local Partnership Program with the Ohio School Facilities Commission to have a complete evaluation of facilities done in an effort to streamline operations and enhance delivery of instruction.

## **Relevant Financial Policies**

Statutorily, the District operates under standards prescribed by the Ohio State Board of Education as provided in division (D) of Section 3301.07 and Section 119.01 of the Ohio Revised Code, to provide educational services prescribed by State and/or Federal agencies. The Board of Education is made up of five members elected at large, for overlapping four-year terms. The Board of Education elects its President and Vice President annually and appoints two officials: the Superintendent, who serves as the Chief Executive Officer, and the Treasurer. A complete organizational chart is included in this Introductory Section.

In evaluating how to define the District for financial reporting purposes, management has considered all agencies, departments, and organizations making up the District (the primary government) and its potential component units. Excluded from the reporting entity, because they are fiscally independent of the District, are the City of Cleveland Heights, the City of University Heights, the Parent-teacher Organization, and the parochial and private schools operating within the boundaries of the District.

The District is associated with two organizations, the Ohio Schools' Council and the Cleveland Heights-University Heights Public Library. The Ohio Schools' Council is a jointly governed organization whose relationship to the District is described in Note 17 to the accompanying financial statements. The Cleveland Heights-University Heights Public Library is a related organization and is described in Note 21 to the accompanying financial statements.

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

The District's accounting system is organized on a "fund" basis. Each fund is a distinct self-balancing accounting entity. Reports from governmental operations are presented on the modified accrual basis whereby revenues are recognized when measurable and available, and expenditures are recognized when goods and services are received. Reports of the District's proprietary operations are presented on the accrual basis whereby revenues are recognized when earned and expenses when incurred.

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

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

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

Annual appropriations may not exceed the County Budget Commission's official estimate of resources. The County Auditor must certify that the Board of Education's appropriation measures, including any supplements or amendments, do not exceed the amount set forth in the latest of those official estimates. All disbursements and transfers of cash between funds require appropriation authority from the Board. Budgets are controlled at the fund level. All purchase order requests must be approved by the site administrator or central office administrator and be certified by the Treasurer; necessary funds are then encumbered and purchase orders released to the vendors. Those requests, which exceed the available appropriations, are rejected until additional appropriations are secured.

The accounting system used by the District provides interim financial reports which detail year-to-date expenditures and encumbrances versus the original appropriation plus any additional appropriations made to date. On-line inquiry of account balances is available to all budget managers. As an additional safeguard, all employees are covered by a blanket bond and certain individuals in policy making roles are covered by a separate higher limit bond.

The District has a comprehensive cash management program, which consists of expediting receipt of revenues and prudently depositing and investing available cash balances. The available cash of the District's individual funds is combined into a single cash pool and invested according to cash flow projections. The District invests in Certificates of Deposit, U.S. Treasury Notes, authorized Federal agency securities, and STAROhio, an investment pool operated by the Treasurer of the State of Ohio. Interest earned on investments is distributed in accordance with Board of Education authorization. During fiscal year 2009, the District earned \$1,200,992 in interest income of which \$1,001,933 was credited to the General Fund.

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

## **Major Initiatives**

The District continues innovative programs such as implementation of the Apple 1-1 laptop initiative, by which all students in the middle schools and high school will ultimately have a laptop to allow for 21<sup>st</sup> century learning and eliminate access barriers to technology for our students. The middle schools students all received laptops in the 2009-2010 school year, and the high school students will be phased-in over subsequent years. Additionally the District continues the model of the Ohio High School Transformation Initiative, which transformed Heights High - a high school serving some 1,700 students - into five small learning communities. Three of the "small schools" opened in the 2004-2005 school year and the remaining two schools opened in the 2005-2006 school year. This initiative is based on research that demonstrates that smaller schools benefit all students, from high-performing to marginally achieving. Students graduate from small schools at higher rates than from traditional high schools, they earn higher grade point averages, and participate in extracurricular activities in greater numbers. All students receive more personalized attention than in traditional, large high schools.

The Board and administration continue to be committed to ongoing fiscal responsibility and accountability. As indicated previously, the District reduced the 2009-2010 operating budget by over \$3 million and is reviewing various cost-savings initiatives in an effort to delay the anticipated 2010 operating levy to calendar 2011.



## Awards and Acknowledgements

### *Awards*

The Government Finance Officers Association in the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the District for its comprehensive annual financial report for the year ended June 30, 2008. This was the eighth consecutive year that the District has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both 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 comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

The Association of School Business Officials International also awarded a Certificate of Excellence in Financial Reporting to the District for its Comprehensive Annual Financial Report for the year ended June 30, 2008. The Association's Panel of Review judged that the District's report substantially conforms to principles and standards of ASBO's Certificate of Excellence Program. This certificate is awarded upon recommendation of the Association's Panel of Review and is valid for a period of one year only.

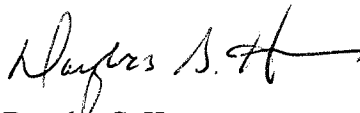
### *Acknowledgements*

The publication of the Comprehensive Annual Financial Report enhances the District's accountability to the citizens of the District. The preparation of this report would not have been possible without the assistance and support of the staff of the Treasurer's Office and numerous other District staff members. Our appreciation is also expressed to the firm of Ciuni & Panichi, Inc. for their assistance in preparing and reviewing this financial report.

Respectfully submitted,



A. Scott Gainer  
Chief Financial Officer



Douglas G. Heuer  
Superintendent

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

Cleveland Heights-University  
Heights City School District

Ohio

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

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



A handwritten signature in black ink, appearing to read "M. L. R.", is written above the title "President".

President

A handwritten signature in black ink, appearing to read "Jeffrey R. Emer", is written above the title "Executive Director".

Executive Director

**ASSOCIATION OF SCHOOL BUSINESS OFFICIALS  
INTERNATIONAL**



This Certificate of Excellence in Financial Reporting is presented to

**CLEVELAND HEIGHTS-UNIVERSITY HEIGHTS CITY SCHOOL DISTRICT**  
**For its Comprehensive Annual Financial Report (CAFR)**  
For the Fiscal Year Ended June 30, 2008

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

*Angela Puterman*

President

*John D. Messer*

Executive Director

CLEVELAND HEIGHTS - UNIVERSITY HEIGHTS  
CITY SCHOOL DISTRICT  
University Heights, Ohio



PRINCIPAL  
*Officials*

as of June 30, 2009

BOARD OF EDUCATION

- Mr. Kal Zucker, President
- Mr. Ron Register, Vice President
- Mr. Michael Cicero, Board Member
- Mr. Eric Coble, Board Member
- Ms. Nancy Pepler, Board Member

CHIEF FINANCIAL OFFICER

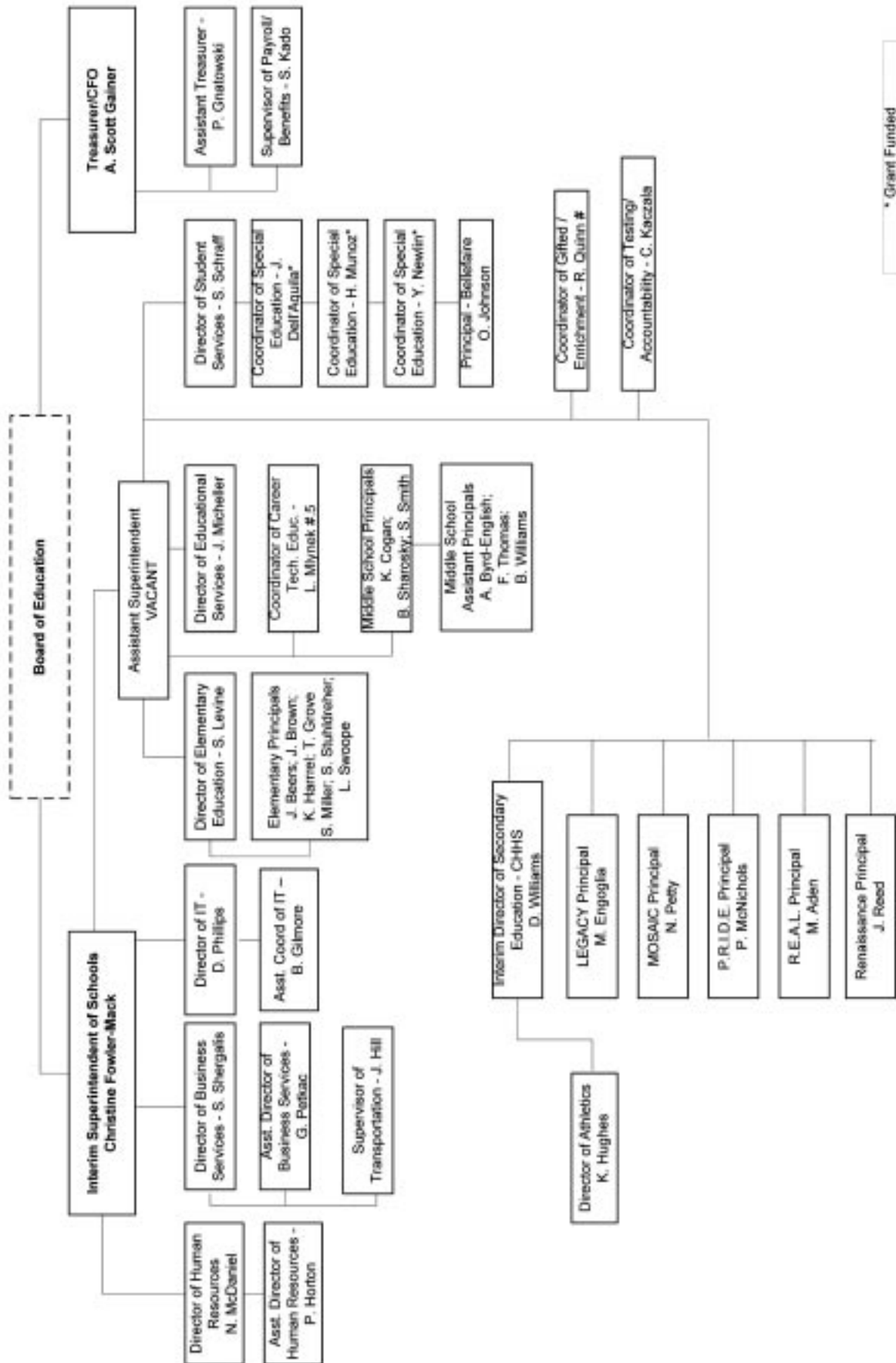
Mr. A. Scott Gainer

INTERIM SUPERINTENDENT

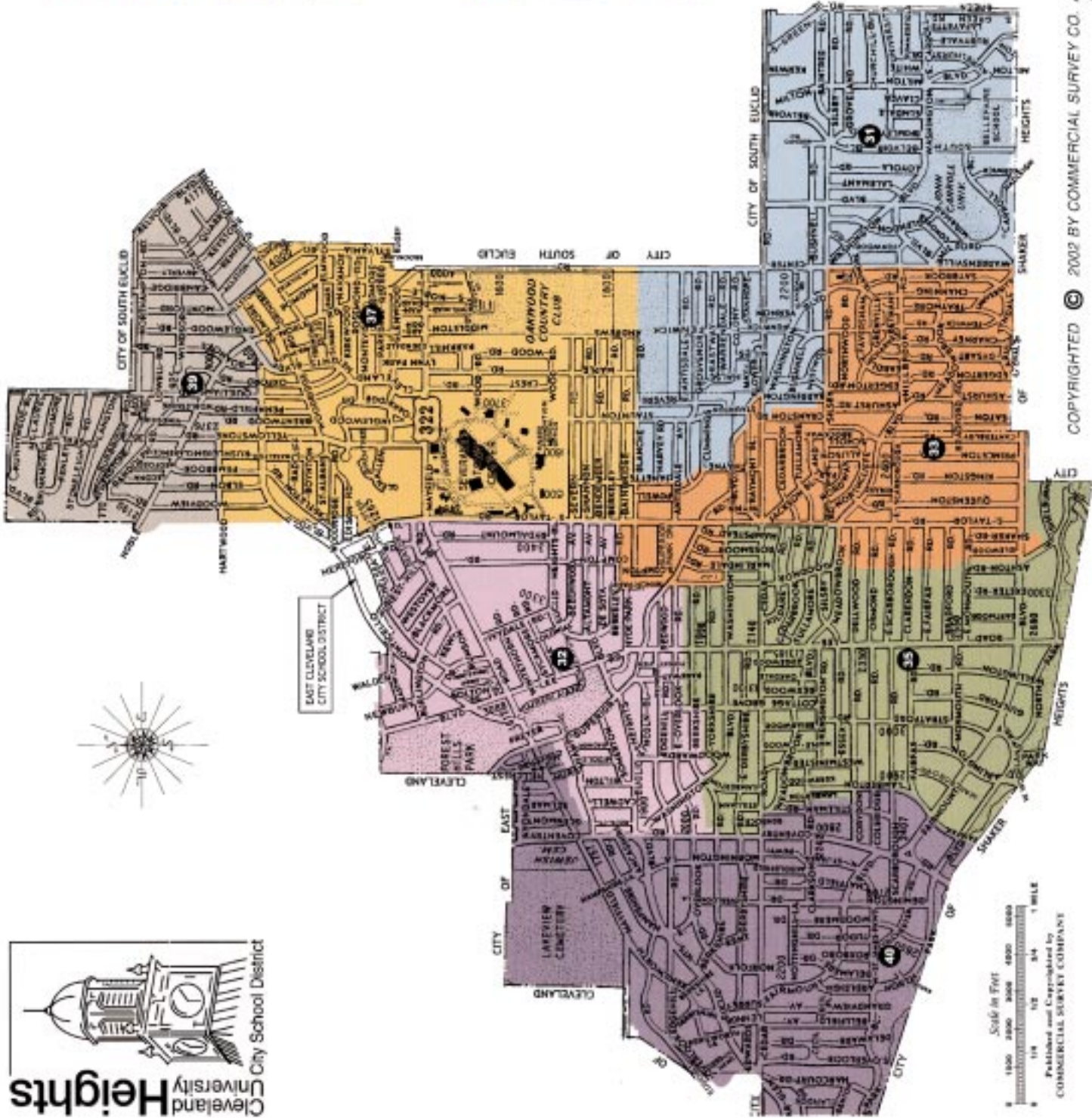
Mrs. Christine Fowler-Mack



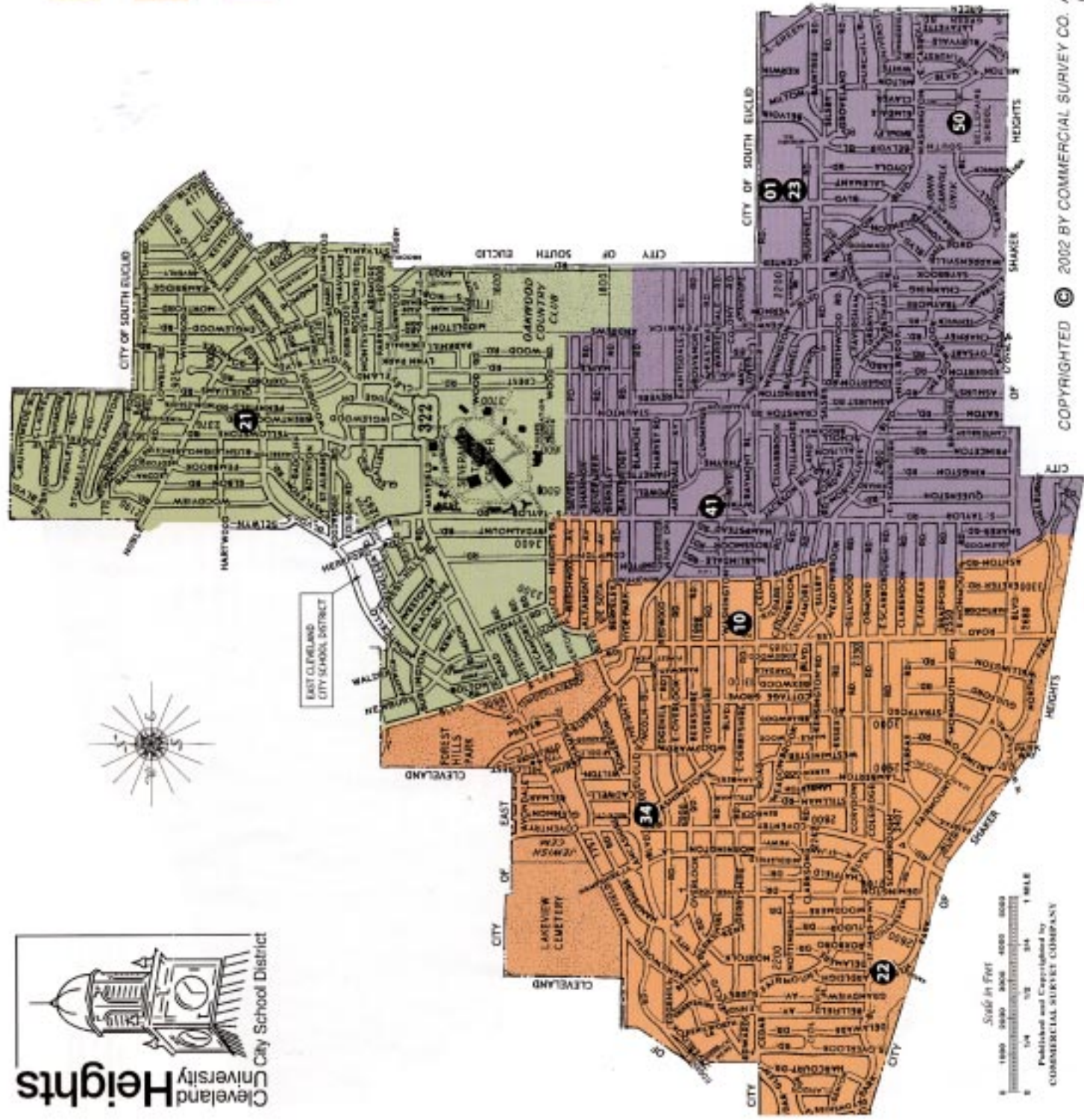
Cleveland Heights-University Heights  
Board of Education  
Organizational Chart for Administrators  
2008-2009



\* Grant Funded  
# Partially funded by State of Ohio



- 32** Boulevard Elementary School  
1749 Lee Road  
Cleveland Hts, OH 44118-1700  
216-371-7140
- 33** Canterbury Elementary School  
2530 Canterbury Road  
Cleveland Hts, OH 44118-4398  
216-371-7470
- 35** Fairfax Elementary School  
3150 Fairfax Road  
Cleveland Hts, OH 44118-4097  
216-371-7480
- 31** Gearity Professional Development School  
2323 Wrenford Road  
University Hts, OH 44118-3998  
216-371-6515  
Early Childhood Center  
216-371-7356
- 37** Noble Elementary School  
1293 Ardoon Street  
Cleveland Hts, OH 44121-1600  
216-371-6535
- 39** Oxford Elementary School  
939 Quilliams Road  
Cleveland Hts, OH 44121-1900  
216-371-6525
- 40** Roxboro Elementary School  
2405 Roxboro Road  
Cleveland Hts, OH 44106-3699  
216-371-7115



**MIDDLE SCHOOLS**

- 21** Monticello Middle School  
3665 Monticello Boulevard  
Cleveland Hts., OH 44121-1599  
216-371-6520
- 22** Roxboro Middle School  
2400 Roxboro Road  
Cleveland Hts., OH 44106-3698  
216-371-7440
- 23** Wiley Middle School  
2181 Miramar Boulevard  
University Hts., OH 44118-3394  
216-371-7270

**HIGH SCHOOL**

- 10** Cleveland Heights High School  
13263 Cedar Road  
Cleveland Hts., OH 44118-2988  
216-371-7101

**OTHER SITES**

- 01** Board of Education  
2155 Miramar Boulevard  
University Hts., OH 44118-3397  
216-371-7171
- 34** Coventry Building  
2843 Washington Boulevard  
Cleveland Hts., OH 44118-2012
- 41** Taylor  
14780 Superior Road  
Cleveland Hts., OH 44118-2143  
216-371-7171
- 50** Bellefaire School  
22001 Fairmount Boulevard  
Cleveland Hts., OH 44118-4898  
216-320-8700

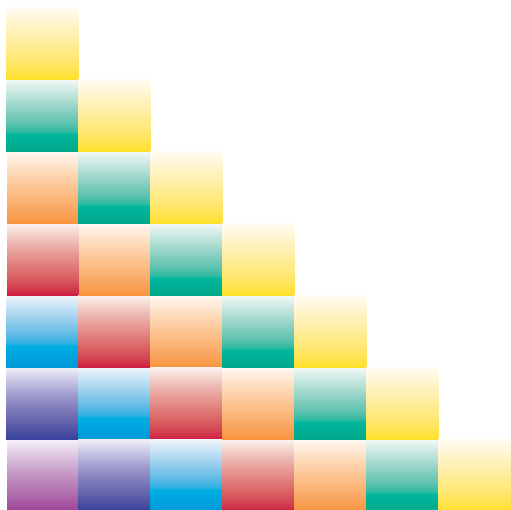
**FINANCIAL** *Section*



**CLARE PEPLER**  
Grade 4  
Boulevard Elementary



**DESTINY BYERS-NICKERSON**  
Grade 2  
Noble Elementary





## Independent Auditors' Report

Board of Education  
Cleveland Heights – University Heights  
City School District  
University Heights, Ohio

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Cleveland Heights - University Heights City School District (the "District"), as of and for the year ended June 30, 2009, 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 *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2009, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 3 to the financial statements, during the year ended June 30, 2009, the District implemented Governmental Accounting Standards Board (GASB) Statement No. 49, *Accounting and Financial Reporting for Pollution Remediation Obligations*; and GASB Statement No. 52, *Land and Other Real Estate Held as investments by Endowments*.

Board of Education  
Cleveland Heights – University Heights  
City School District

In accordance with *Government Auditing Standards*, we have also issued our report dated November 23, 2009 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis on pages 3 through 12 is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we express no opinion on them.

*Cini & Parichi, Inc.*

Cleveland, Ohio  
November 23, 2009

# Cleveland Heights-University Heights City School District

## Management's Discussion & Analysis (Unaudited)

For the Fiscal Year Ended June 30, 2009

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Our discussion and analysis of the Cleveland Heights-University Heights City School District's (the District) financial performance provides an overview of the District's financial activities for the fiscal year ended June 30, 2009. The intent of this discussion and analysis is to look at the District's financial performance as a whole. Readers should also review the transmittal letter, notes to the basic financial statements and the basic financial statements to enhance their understanding of the District's financial performance.

### Financial Highlights

Key financial highlights for 2009 are as follows:

In total, net assets increased \$6,777,576 which is an improvement in the District's financial position. Net assets of governmental activities increased \$6,975,742, which represents a 7.56% increase from 2008. Net assets of business-type activities decreased \$198,166 or 5.91% from 2008.

For governmental activities, general revenues accounted for \$96,032,260 in revenue or 87% of all revenues. Program specific revenues in the form of charges for services, grants and contributions accounted for \$14,122,898 or 13% of total revenues of \$110,155,158.

The District had \$102,829,044 in expenses and transfers-out of \$350,372 related to governmental activities; only \$14,122,898 of these expenses was offset by program specific charges for services, grants or contributions. General revenues supporting governmental activities (primarily taxes and unrestricted grants and entitlements) of \$96,032,260 were able to provide for these programs resulting in an increase of net assets from \$92,264,076 to \$99,239,818.

The District had \$6,229,264 in expenses related to business-type activities; a total of \$5,680,726 was offset by program specific charges for services, grants and contributions. Transfers of \$350,722 were not adequate to provide for these programs by \$(198,166) resulting in a decrease of net assets from \$(3,351,603) to \$(3,549,769).

The District's major governmental funds were the General Fund, Debt Service Fund and Permanent Improvement Fund. The General Fund had \$92,896,501 in revenues and other financing sources and \$91,499,897 in expenditures and other financing uses. The General Fund balance increased \$1,396,604, from \$64,930,564 to \$66,327,168. The Debt Service Fund had \$1,520,306 in revenues and other financing sources and \$1,512,258 in expenditures. The Debt Service Fund balance increased \$8,048 from \$626,363 to \$634,411. The Permanent Improvement Fund had \$3,691,003 in revenues and \$3,260,981 in expenditures and other financing uses. The Permanent Improvement Fund balance increased \$430,022 from \$5,332,787 to \$5,762,809.

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

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

# Cleveland Heights-University Heights City School District

Management's Discussion & Analysis (Unaudited) (continued)

For the Fiscal Year Ended June 30, 2009

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

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

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

One of the most important questions asked about the District's finances is, "Is the District better off or worse off as a result of the year's activities?" The Statement of Net Assets and the Statement of Activities report information about the District as a whole and about its activities in a manner that helps to answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by private sector corporations. All of the current year's revenues and expenses are taken into consideration regardless of when cash is received or paid.

These two statements report the District's net assets and changes in them. This change in net assets is important because it tells the reader that, for the District as a whole, the financial position of the District has improved or diminished. The causes of this change may be the result of many factors, some financial, some not. Non-financial factors include the District's property tax base, current property tax laws in Ohio restricting revenue growth, facility conditions, required educational programs, and other factors. In the Statement of Net Assets and the Statement of Activities, the District reports governmental activities. Governmental activities are the activities where most of the District's programs and services are reported including, but not limited to, instruction, support services, operation and maintenance of plant, pupil transportation, and extracurricular activities.

## **Reporting the School District's Most Significant Funds**

### *Fund Financial Statements*

The analysis of the District's major governmental funds begins on page 9 of the financial statements. The governmental fund financial statements begin on page 18 and provide detailed information about the major governmental funds and non-major governmental funds – not the District as a whole. Some funds are required to be established by State statute, while many other funds are established by the District to help manage money for particular purposes and compliance with various grant provisions. The District's three types of funds, governmental, proprietary and fiduciary, use different accounting approaches as further described in the notes to the financial statements. The District's major governmental funds are the General Fund, Debt Service Fund and the Permanent Improvement Fund. The Bellefaire General Rotary Fund is the District's only major enterprise fund.

# Cleveland Heights-University Heights City School District

Management's Discussion & Analysis (Unaudited) (continued)

For the Fiscal Year Ended June 30, 2009

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## *Governmental Funds*

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

## *Proprietary Funds*

Proprietary funds use the accrual basis of accounting, the same as on the government-wide statements; therefore the statements will essentially match the business-type activities portion of the government-wide statements.

## *Fiduciary Funds*

The District acts in a trustee capacity as an agent for individuals, private organizations, other governmental units and/or other funds. These activities are reported in an agency fund. The District's fiduciary activities are reported in a separate statement on page 28. These activities are excluded from the District's other financial statements because the assets cannot be utilized by the District to finance its operations.

## **The School District as a Whole**

Recall that the Statement of Net Assets provides the perspective of the District as a whole. The table below provides a summary of the District's net assets for 2009 and 2008.

|   | <b>Net Assets</b>                         |  |   |  |
|---|---|--|---|--|
|   | Governmental<br>Activities<br><u>2009</u> | Business-Type<br>Activities<br><u>2009</u> | Governmental<br>Activities<br><u>2008</u> | Business-Type<br>Activities<br><u>2008</u> |
| Assets:                                 |   |  |   |  |
| Current and other assets                | \$ 128,455,655                            | \$ (3,740,047)                             | \$ 128,381,241                            | \$ (3,415,260)                             |
| Capital assets                          | <u>39,209,161</u>                         | <u>655,529</u>                             | <u>37,611,014</u>                         | <u>687,993</u>                             |
| Total assets                            | <u>167,664,816</u>                        | <u>(3,084,518)</u>                         | <u>165,992,255</u>                        | <u>(2,727,267)</u>                         |
| Liabilities:                            |   |  |   |  |
| Current and other liabilities           | 44,727,258                                | 205,737                                    | 49,366,640                                | 351,143                                    |
| Long-term liabilities                   | <u>23,697,740</u>                         | <u>259,514</u>                             | <u>24,361,539</u>                         | <u>273,193</u>                             |
| Total liabilities                       | <u>68,424,998</u>                         | <u>465,251</u>                             | <u>73,728,179</u>                         | <u>624,336</u>                             |
| Net assets                              |   |  |   |  |
| Invested in capital assets, net of debt | 30,310,942                                | 655,529                                    | 27,570,443                                | 687,993                                    |
| Restricted                              | 7,877,299                                 | -  | 6,023,996                                 | -  |
| Unrestricted (deficit)                  | <u>61,051,577</u>                         | <u>(4,205,298)</u>                         | <u>58,669,637</u>                         | <u>(4,039,596)</u>                         |
| Total net assets (deficit)              | <u>\$ 99,239,818</u>                      | <u>\$ (3,549,769)</u>                      | <u>\$ 92,264,076</u>                      | <u>\$ (3,351,603)</u>                      |

# Cleveland Heights-University Heights City School District

## Management's Discussion & Analysis (Unaudited) (continued)

For the Fiscal Year Ended June 30, 2009

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Total assets increased by \$1,315,310 mainly due to increases in cash, intergovernmental receivable and capital assets, offset by a decrease in taxes receivable.

Cash increased by \$8,064,867. Last year's cash balance of \$41,733,399 included restricted assets of \$4,344,945. This year's cash balance of \$49,798,266 includes restricted assets of \$4,558,530. Increase in cash is mainly due to the \$7.2 mill operating levy passed in November 2007. The District has also taken advantage of improved cash flow by maintaining an active investment plan, and management continues to focus on efforts to reduce expenditures. The increase in intergovernmental receivable of \$483,794 is mainly due to an increase in tuition receivable. Total capital assets increased by \$1,565,683 mainly due to \$688,015 of roof replacements and elevator upgrades. The increase is also due to construction in progress for lighting upgrades, Heights High School wireless project and other renovations and improvements. Decrease in taxes receivable of \$8,807,274 is directly related to the decrease in the County Budget Commission's Certificate of Estimated Resources estimate of property tax collections in fiscal year 2010 that relate to fiscal year 2009 due to the decline in the overall economy.

Total liabilities decreased \$5,462,266 mainly due to an decrease in unearned revenue directly related to the decrease in taxes receivable discussed above.

Unrestricted net assets of the District, the part of net assets that can be used to finance day-to-day activities without constraints established by grants or legal requirements, increased by \$2,216,238, mainly due the factors above offset by a decrease in the business-type activities net assets. Overall, the financial position of the District increased positively over 2008.

# Cleveland Heights-University Heights City School District

Management's Discussion & Analysis (Unaudited) (continued)

For the Fiscal Year Ended June 30, 2009

|   | <b>Changes in Net Assets</b> |                             |                            |                             |
|---|------------------------------|-----------------------------|----------------------------|-----------------------------|
|   | Governmental<br>Activities   | Business-Type<br>Activities | Governmental<br>Activities | Business-Type<br>Activities |
|   | <u>2009</u>                  | <u>2009</u>                 | <u>2008</u>                | <u>2008</u>                 |
| <b>Revenues:</b>  |                              |                             |                            |                             |
| Program revenues:   |                              |                             |                            |                             |
| Charges for services                                      | \$ 3,164,442                 | \$ 4,048,658                | \$ 2,935,238               | \$ 2,797,964                |
| Operating grants  | 10,886,162                   | 1,632,068                   | 8,472,391                  | 1,584,727                   |
| Capital grants  | 72,294                       | -                           | 104,709                    | -                           |
| Total program revenues                                    | <u>14,122,898</u>            | <u>5,680,726</u>            | <u>11,512,338</u>          | <u>4,382,691</u>            |
| General revenues:   |                              |                             |                            |                             |
| Property taxes  | 66,011,147                   | -                           | 70,462,717                 | -                           |
| Payments in lieu of property taxes                        | 17,774                       | -                           | 178,090                    | -                           |
| Grants and entitlements                                   | 27,656,292                   | -                           | 25,907,434                 | -                           |
| Investment earnings                                       | 1,200,992                    | -                           | 1,900,552                  | -                           |
| Miscellaneous   | 1,146,055                    | -                           | 1,199,550                  | -                           |
| Total general revenues                                    | <u>96,032,260</u>            | <u>-</u>                    | <u>99,648,343</u>          | <u>-</u>                    |
| Total revenues  | <u>110,155,158</u>           | <u>5,680,726</u>            | <u>111,160,681</u>         | <u>4,382,691</u>            |
| <b>Program expenses:</b>                                  |                              |                             |                            |                             |
| Instruction:  |                              |                             |                            |                             |
| Regular   | 35,816,557                   | -                           | 36,794,327                 | -                           |
| Special   | 10,463,382                   | -                           | 9,531,722                  | -                           |
| Vocational  | 2,033,266                    | -                           | 1,738,386                  | -                           |
| Adult/continuing  | 620,287                      | -                           | 499,438                    | -                           |
| Other instruction   | 4,018,831                    | -                           | 3,634,630                  | -                           |
| Support services:   |                              |                             |                            |                             |
| Pupil   | 8,651,483                    | -                           | 8,713,755                  | -                           |
| Instructional staff                                       | 6,464,766                    | -                           | 6,024,296                  | -                           |
| Board of education  | 460,684                      | -                           | 545,385                    | -                           |
| Administration  | 6,557,021                    | -                           | 7,041,253                  | -                           |
| Fiscal  | 2,185,544                    | -                           | 2,077,340                  | -                           |
| Business  | 1,533,645                    | -                           | 1,881,251                  | -                           |
| Operation and maintenance of plant                        | 11,392,037                   | -                           | 11,149,385                 | -                           |
| Pupil transportation                                      | 4,269,391                    | -                           | 4,265,255                  | -                           |
| Central   | 3,318,696                    | -                           | 2,825,873                  | -                           |
| Operations of non-instructional services                  | 2,664,776                    | -                           | 2,065,415                  | -                           |
| Extracurricular activities                                | 1,641,907                    | -                           | 1,612,459                  | -                           |
| Interest and fiscal charges                               | 736,771                      | -                           | 713,571                    | -                           |
| Food service  | -                            | 2,352,105                   | -                          | 2,599,332                   |
| Uniform school supplies                                   | -                            | 61,717                      | -                          | 92,805                      |
| Customer services   | -                            | 10,805                      | -                          | 15,811                      |
| Community services/early childhood                        | -                            | 635,218                     | -                          | 616,929                     |
| Bellefaire general rotary                                 | -                            | 3,169,419                   | -                          | 2,954,725                   |
| Total program expenses                                    | <u>102,829,044</u>           | <u>6,229,264</u>            | <u>101,113,741</u>         | <u>6,279,602</u>            |
| <b>Increase (decrease) in net assets before transfers</b> |                              |                             |                            |                             |
|   | 7,326,114                    | (548,538)                   | 10,046,940                 | (1,896,911)                 |
| <b>Transfers</b>  |                              |                             |                            |                             |
|   | <u>(350,372)</u>             | <u>350,372</u>              | <u>(144,976)</u>           | <u>144,976</u>              |
| <b>Increase (decrease) in net assets</b>                  |                              |                             |                            |                             |
|   | 6,975,742                    | (198,166)                   | 9,901,964                  | (1,751,935)                 |
| <b>Net assets (deficit) at beginning of year</b>          |                              |                             |                            |                             |
|   | 92,264,076                   | (3,351,603)                 | 82,362,112                 | (1,599,668)                 |
| <b>Net assets (deficit) at end of year</b>                |                              |                             |                            |                             |
|   | <u>\$ 99,239,818</u>         | <u>\$ (3,549,769)</u>       | <u>\$ 92,264,076</u>       | <u>\$ (3,351,603)</u>       |

# Cleveland Heights-University Heights City School District

Management's Discussion & Analysis (Unaudited) (continued)

For the Fiscal Year Ended June 30, 2009

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## ***Governmental Activities***

The District passed an 8.5 mill levy in March 2004 and a 7.2 mill levy in November 2007. Additionally, the District cut \$6 million from the budget for the 2004-2005 fiscal year and cut \$1 million from the budget in the 2007-2008 fiscal year by closing an elementary school. Among governmental funds, this had the most significant impact on net assets of governmental activities over the past several years.

The unique nature of property taxes in Ohio creates the need to routinely seek voter approval for operating funds. The overall revenue generated by the levy will not increase solely as a result of inflation. As an example, a homeowner with a home valued at \$100,000 and taxed at 1.0 mill would pay \$35.00 annually in taxes. If three years later the home was reappraised and its value was increased to \$200,000 (and this inflationary increase in value is comparable to other property owners), the effective tax rate would become .5 mills and the owner would still pay \$35.00. Thus, school districts dependent upon property taxes are hampered by a lack of revenue growth and must regularly return to voters to maintain a constant level of service. Property taxes made up 57 percent of total revenues for the District in fiscal year 2009.

Instruction and support services comprise 51 percent and 44 percent of governmental program expenses, respectively. Interest expense was less than 1 percent. Interest expense was attributable to the outstanding bond and borrowing for capital projects. Overall, governmental program expenses increased approximately \$1.7 million, mainly due to an increase in special instruction, instructional staff and administration expenses. Step-increases in employee wages and benefits and increases in professional service fees contributed significantly to the overall increases.

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. The following table shows, for governmental activities, the total cost of services and the net cost of services for 2009 and 2008. That is, it identifies the cost of these services supported by tax revenue and unrestricted State grants and entitlements.

|  | <b>Governmental Activities</b>         |                                      |  |                                      |
|--|--|--------------------------------------|--|--------------------------------------|
|  | <u>Total Cost of<br/>Services 2009</u> | <u>Net Cost of<br/>Services 2009</u> | <u>Total Cost of<br/>Services 2008</u> | <u>Net Cost of<br/>Services 2008</u> |
| Program expenses:  |  |                                      |  |                                      |
| Instruction  | \$ 52,952,323                          | \$ 41,360,907                        | \$ 52,198,503                          | \$ 43,189,462                        |
| Support services:  |  |                                      |  |                                      |
| Pupil and instructional staff                              | 15,116,249                             | 14,912,591                           | 14,738,051                             | 14,508,007                           |
| Board of education, administration,<br>fiscal and business | 10,736,894                             | 10,730,250                           | 11,545,229                             | 11,535,154                           |
| Operation and maintenance - plant                          | 11,392,037                             | 11,355,743                           | 11,149,385                             | 11,129,808                           |
| Pupil transportation                                       | 4,269,391                              | 4,135,127                            | 4,265,255                              | 4,126,805                            |
| Central services   | 3,318,696                              | 3,282,511                            | 2,825,873                              | 2,783,873                            |
| Operation of non-instructional services                    | 2,664,776                              | 641,409                              | 2,065,415                              | 102,684                              |
| Extracurricular activities                                 | 1,641,907                              | 1,550,837                            | 1,612,459                              | 1,512,039                            |
| Interest and fiscal charges                                | 736,771                                | 736,771                              | 713,571                                | 713,571                              |
| Total program expenses                                     | \$ <u>102,829,044</u>                  | \$ <u>88,706,146</u>                 | \$ <u>101,113,741</u>                  | \$ <u>89,601,403</u>                 |

The dependence upon tax revenues during fiscal year 2009 for governmental activities is apparent.



# Cleveland Heights-University Heights City School District

Management's Discussion & Analysis (Unaudited) (continued)

For the Fiscal Year Ended June 30, 2009

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## ***Business-Type Activities***

Business-type activities include Bellefaire, food service operation, uniform supplies, customer services and community services/early childhood. These programs had revenues, including transfers-in of \$6,031,098 and expenses of \$6,229,264 for fiscal year 2009. The Bellefaire General Rotary Fund had expenses of \$3,169,419 and revenues of \$2,727,969. This resulted in a decrease of net assets for the fiscal year of \$441,450, mainly due to an increase in operating expenses. The other enterprise funds had expenses of \$3,059,845 and revenues, including transfers - in of \$3,303,129. This resulted in an increase to net assets for the fiscal year of \$243,284, mainly due to an increase in food services revenues and the operating transfers. The District hired outside consultants in fiscal year 2008 to manage the food services department in an effort to reverse losses in food services operations. Management assesses the performance of each of these funds to ensure that they are run efficiently.

## **The School District's Funds**

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

## ***Governmental Funds***

The focus of the District's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unreserved fund balance may serve as useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current year, the District's governmental funds reported combined ending fund balances of \$73,232,952, an increase of \$2,047,918 in comparison with the prior year. Approximately 55 percent of this total amount, \$40,598,212 constitutes unreserved fund balance, which is available for spending at the government's discretion. The remainder of the fund balance is reserved to indicate that it is not available for new spending because it has already been committed 1) to liquidate contracts and purchase orders \$3,494,923, 2) to pay debt service \$360,919, 3) for property tax advances that do not represent available financial resources \$27,485,001 or 4) for inventory and textbooks \$1,293,897.

The General Fund is the chief operating fund of the District. The District's General Fund balance increased by \$1,396,604, mainly due to an effort to reduce expenditures with the decrease in property taxes and interest earnings during 2009. The table that follows assists in illustrating the revenues of the General Fund.

| <u>Revenues</u>   | 2009<br><u>Amount</u> | 2008<br><u>Amount</u> | Percentage<br><u>Change</u> |
|-------------------|-----------------------|-----------------------|-----------------------------|
| Taxes             | \$ 61,730,211         | \$ 66,392,483         | (7)%                        |
| Interest earnings | 1,001,933             | 1,676,022             | (40)%                       |
| Intergovernmental | 27,530,111            | 27,275,330            | 1%                          |
| Other revenue     | <u>1,955,518</u>      | <u>1,437,908</u>      | 36%                         |
| Total             | <u>\$ 92,217,773</u>  | <u>\$ 96,781,743</u>  |                             |

The property tax revenue decreased \$4,662,272. This decrease is directly related to the County estimate of collections due to the overall state of the economy.

# Cleveland Heights-University Heights City School District

## Management's Discussion & Analysis (Unaudited) (continued)

For the Fiscal Year Ended June 30, 2009

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Interest earnings decreased \$674,089 which is directly related to lower interest rates due to the state of the economy.

Other revenue increased \$517,610. This increase is mainly due to increase in tuition revenue. The increase in tuition revenue relates to additional tuition receivables outstanding as of June 30, 2009 related to special education services provided to other Districts.

The table that follows assists in illustrating the expenditures of the General Fund.

| <u>Expenditures by Function</u>     | <u>2009<br/>Amount</u> | <u>2008<br/>Amount</u> | <u>Percentage<br/>Change</u> |
|-------------------------------------|------------------------|------------------------|------------------------------|
| Instruction                         | \$ 46,860,985          | \$ 46,237,857          | 1%                           |
| Support services                    | 41,089,725             | 40,335,307             | 2%                           |
| Other non-instructional<br>services | 124,508                | 114,209                | 9%                           |
| Extracurricular activities          | 1,269,041              | 1,128,355              | 12.5%                        |
| Debt service                        | <u>549,998</u>         | <u>207,114</u>         | 166%                         |
| Total                               | \$ <u>89,894,257</u>   | \$ <u>88,022,842</u>   |                              |

Overall, increase in instruction and support services increased due to a step-increase in employee wages. Debt service payments increased due to new capital lease in 2009.

The Debt Service Fund has a total fund balance of \$634,411, \$360,919 is reserved for the payment of debt service and \$273,492 is reserved for property tax advances that do not represent available financial resources. Property tax revenue and debt payments remained fairly consistent compared to the prior year resulting in a net increase in fund balance during the current year of \$8,048.

The Permanent Improvement Fund has a total fund balance of \$5,762,809. \$793,466 is reserved for encumbrances, \$1,327,486 is reserved for property tax advances that do not represent available financial resources and \$3,641,857 was unreserved. The net increase in fund balance during the current year was \$430,022 due to a decrease in capital outlay expenditures during fiscal year 2009.

### ***Proprietary Funds***

The District's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Other factors concerning the finances of these funds have already been addressed in the discussion of the District's business-type activities.

# Cleveland Heights-University Heights City School District

Management's Discussion & Analysis (Unaudited) (continued)

For the Fiscal Year Ended June 30, 2009

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## ***General Fund Budget Information***

The District's budget is prepared according to Ohio law and is based on accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances. The most significant budgeted fund is the General Fund. During the course of fiscal year 2009, the District amended its budget to reflect the fluctuations of actual revenues received/collected. The District uses a modified site-based budgeting technique which is designed to tightly control site budgets but provide flexibility for site management.

The District's General Fund budget was prepared and approved at the fund level for fiscal year 2009. During the course of fiscal year 2009, the total budget was changed several times. For the General Fund, final budgeted revenues and other financing sources were \$96,433,502. Actual revenues and other financing sources for fiscal year 2009 were \$97,691,614. Actual differed from final budget mainly due to higher than anticipated collection of property tax revenue and miscellaneous receipts. General Fund original appropriations and other financing uses of \$98,339,243 increased to \$100,705,388 in the final budget. The actual expenditures and other financing uses for fiscal year 2009 totaled \$94,408,027, which was \$6,297,361 less than the final budget appropriations. Actual differed from final budget mainly due to lower than anticipated salaries and wages expenses for regular instruction as well as prudent spending overall by the District in fiscal year 2009.

## **Capital Assets**

The District had \$39,864,690 invested in capital assets net of depreciation, with \$39,209,161 attributed to government activities. Acquisition for government activities totaled \$2,767,461 and depreciation was \$1,156,152. As mentioned before, the majority of the additions were for roof replacement, wireless project and elevator and lighting upgrades. Detailed information regarding capital asset activities is included in the notes to the basic financial statements (Note 10).

## **Debt**

At June 30, 2009, the District had \$16,670,000 in outstanding long-term bond debt and of this amount \$875,000 was due within one year. The District paid \$839,871 in principal on bonds outstanding. The District had capital leases of \$775,783 outstanding at June 30, 2009, with \$560,371 due within one year. The District paid \$653,516 on capital leases outstanding. Detailed information regarding long-term debt activity and capital lease obligations activity is included in the notes to the basic financial statements (Notes 15 and 16, respectively).

## **Economic Factors**

The District is dependent on local taxpayers. As discussed earlier, the District passed an 8.5 mill levy in March of 2004. However, as the District lost approximately \$9 million in tax collection due to prior levy defeats, the District was required to make \$6 million in permanent budget reductions. Additionally the District passed a 7.2 mill levy in November of 2007. The Board of Education and administration of the District continue to exercise careful financial planning and prudent fiscal management in order to preserve the financial stability of the District, including closing an elementary school at the end of fiscal year 2007 to provide more efficient and effective instruction at the elementary level while saving nearly \$1 million annually in operating costs. Additionally, state funding of public schools has changed dramatically based upon the passage of HB 1. Although the District will continue to rely primarily on local property taxes generated through periodic operating levies, HB 1 introduced a new evidence based model of state support

# **Cleveland Heights-University Heights City School District**

Management's Discussion & Analysis (Unaudited) (continued)

For the Fiscal Year Ended June 30, 2009

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shifting the focus from per pupil funding to units based upon numbers of staff. Unfortunately with the economy as it is, the State does not have the means to provide resources to fund the new model, and is phasing implementation in over the next 10 years. In the short-term, the District will receive 1% less in State funding in 2009-2010 than in the prior fiscal year and 2% less in 2010-2011. In response to decreases in property tax revenue due to foreclosures and diminishing state funding, the District reduced the budget over \$3 million for the 2009-2010 school year, and anticipates ongoing reductions to manage the timing and amount of the next levy request.

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

This financial report is designed to provide our citizens, taxpayers, and investors and creditors with a general overview of the District's finances and to show the District's accountability for the money it receives. If you have questions about this report or need additional financial information contact Mr. A. Scott Gainer, Chief Financial Officer, Cleveland Heights - University Heights City School District by calling (216) 371-7171.



**FAY GREENWALD**

Kindergarten  
Boulevard Elementary



**MAYA SORHAGE**

Grade 3  
Boulevard Elementary



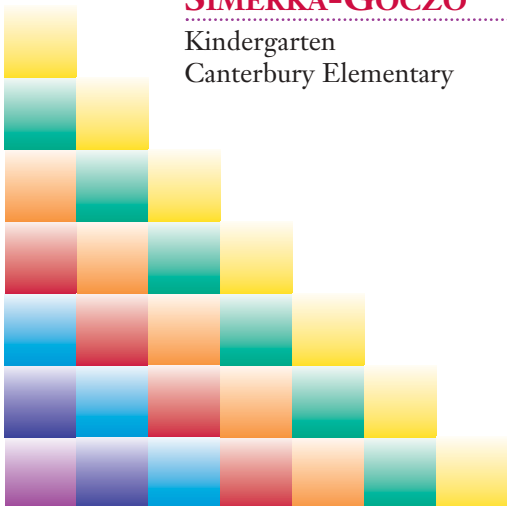
**TYLER (STEPHEN)  
SIMERKA-GOCZO**

Kindergarten  
Canterbury Elementary



**MOLLY FLEISCHER**

Grade 4  
Canterbury Elementary



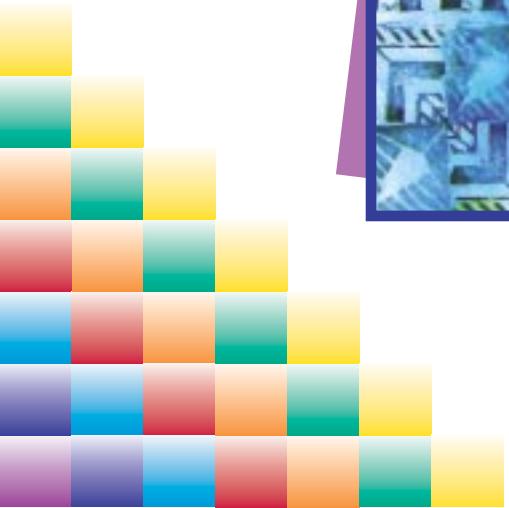
# BASIC FINANCIAL

# Statements



**RYAN SMITH**

Grade 2  
Boulevard Elementary



**ELIZABETH HONTON**

Grade 5  
Canterbury Elementary



# Cleveland Heights-University Heights City School District

## Statement of Net Assets

June 30, 2009

|   | Primary Government         |                                  | Total                |
|---|----------------------------|----------------------------------|----------------------|
|   | Governmental<br>Activities | Business -<br>Type<br>Activities |                      |
| <b>Assets:</b>                                  |                            |                                  |                      |
| Equity in pooled cash and investments           | \$ 45,017,600              | \$ 222,136                       | \$ 45,239,736        |
| Accounts receivable                             | 245,539                    | 7,576                            | 253,115              |
| Prepaid items                                   | 157,042                    | -                                | 157,042              |
| Intergovernmental receivable                    | 2,316,653                  | 1,734,484                        | 4,051,137            |
| Internal balances                               | 5,738,328                  | (5,738,328)                      | -                    |
| Materials and supplies inventory                | 327,875                    | 3,931                            | 331,806              |
| Inventory held for resale                       | -                          | 30,154                           | 30,154               |
| Taxes receivable                                | 70,094,088                 | -                                | 70,094,088           |
| Restricted cash and investments                 | 4,558,530                  | -                                | 4,558,530            |
| Nondepreciable capital assets                   | 3,050,866                  | -                                | 3,050,866            |
| Depreciable capital assets, net                 | <u>36,158,295</u>          | <u>655,529</u>                   | <u>36,813,824</u>    |
| Total assets                                    | <u>167,664,816</u>         | <u>(3,084,518)</u>               | <u>164,580,298</u>   |
| <b>Liabilities:</b>                             |                            |                                  |                      |
| Accounts payable                                | 2,211,422                  | 36,152                           | 2,247,574            |
| Accrued wages and benefits                      | 876,209                    | 23,568                           | 899,777              |
| Matured compensated absences                    | 451,785                    | -                                | 451,785              |
| Intergovernmental payable                       | 3,012,244                  | 146,017                          | 3,158,261            |
| Unearned revenue                                | 36,265,331                 | -                                | 36,265,331           |
| Claims payable                                  | 1,868,400                  | -                                | 1,868,400            |
| Accrued interest payable                        | 41,867                     | -                                | 41,867               |
| Long-term liabilities:                          |                            |                                  |                      |
| Due within one year                             | 1,859,568                  | 29,326                           | 1,888,894            |
| Due in more than one year                       | <u>21,838,172</u>          | <u>230,188</u>                   | <u>22,068,360</u>    |
| Total liabilities                               | <u>68,424,998</u>          | <u>465,251</u>                   | <u>68,890,249</u>    |
| <b>Net assets:</b>                              |                            |                                  |                      |
| Invested in capital assets, net of related debt | 30,310,942                 | 655,529                          | 30,966,471           |
| Restricted for:                                 |                            |                                  |                      |
| Capital projects                                | 2,467,742                  | -                                | 2,467,742            |
| Debt service                                    | 657,395                    | -                                | 657,395              |
| Other purposes                                  | 1,159,654                  | -                                | 1,159,654            |
| Qualified zone academy bond retirement          | 3,592,508                  | -                                | 3,592,508            |
| Unrestricted (deficit)                          | <u>61,051,577</u>          | <u>(4,205,298)</u>               | <u>56,846,279</u>    |
| Total net assets (deficit)                      | \$ <u>99,239,818</u>       | \$ <u>(3,549,769)</u>            | \$ <u>95,690,049</u> |

The Notes to the Basic Financial Statements are an Integral Part of this Statement

# Cleveland Heights-University Heights City School District

## Statement of Activities

For the Fiscal Year Ended June 30, 2009

|  | <u>Expenses</u>       | <u>Program Revenues</u>     |   |   |
|--|-----------------------|-----------------------------|---|---|
|  |                       | <u>Charges for Services</u> | <u>Operating Grants and Contributions</u> | <u>Capital Grants and Contributions</u> |
| <b>Governmental activities:</b>          |                       |                             |   |   |
| Instruction:                             |                       |                             |   |   |
| Regular                                  | \$ 35,816,557         | \$ 340,704                  | \$ 3,976,497                              | \$ -                                    |
| Special                                  | 10,463,382            | 2,583,786                   | 4,057,069                                 | -                                       |
| Vocational                               | 2,033,266             | 4,500                       | 282,167                                   | -                                       |
| Adult/continuing                         | 620,287               | 3,474                       | 343,219                                   | -                                       |
| Other instruction                        | 4,018,831             | -                           | -   | -                                       |
| Support services:                        |                       |                             |   |   |
| Pupil                                    | 8,651,483             | -                           | 190,688                                   | -                                       |
| Instructional staff                      | 6,464,766             | -                           | 12,970                                    | -                                       |
| Board of education                       | 460,684               | -                           | -   | -                                       |
| Administration                           | 6,557,021             | 6,644                       | -   | -                                       |
| Fiscal                                   | 2,185,544             | -                           | -   | -                                       |
| Business                                 | 1,533,645             | -                           | -   | -                                       |
| Operations and maintenance of plant      | 11,392,037            | -                           | -   | 36,294                                  |
| Pupil transportation                     | 4,269,391             | 134,264                     | -   | -                                       |
| Central                                  | 3,318,696             | -                           | 185                                       | 36,000                                  |
| Operation of non-instructional services: |                       |                             |   |   |
| Community services                       | 2,664,776             | -                           | 2,023,367                                 | -                                       |
| Extracurricular activities               | 1,641,907             | 91,070                      | -   | -                                       |
| Interest and fiscal charges              | 736,771               | -                           | -   | -                                       |
| Total governmental activities            | <u>102,829,044</u>    | <u>3,164,442</u>            | <u>10,886,162</u>                         | <u>72,294</u>                           |
| <b>Business-type activities:</b>         |                       |                             |   |   |
| Food services                            | 2,352,105             | 543,076                     | 1,632,068                                 | -                                       |
| Uniform school supplies                  | 61,717                | 63,943                      | -   | -                                       |
| Customer services                        | 10,805                | 17,980                      | -   | -                                       |
| Community services/early childhood       | 635,218               | 695,690                     | -   | -                                       |
| Bellefaire general rotary                | 3,169,419             | 2,727,969                   | -   | -                                       |
| Total business-type activities           | <u>6,229,264</u>      | <u>4,048,658</u>            | <u>1,632,068</u>                          | <u>-</u>                                |
| Totals                                   | \$ <u>109,058,308</u> | \$ <u>7,213,100</u>         | \$ <u>12,518,230</u>                      | \$ <u>72,294</u>                        |

General revenues:  
 Property taxes levies for:  
   General purpose  
   Debt service  
   Capital projects  
 Payments in lieu of property taxes  
 Grant and entitlements not restricted to specific programs  
 Investment earnings  
 Miscellaneous  
 Total general revenues  
 Transfers  
 Total general revenues and transfers  
 Change in net assets  
 Net assets (deficit) at beginning of year  
 Net assets (deficit) at end of year

The Notes to the Basic Financial Statements are an Integral Part of this Statement



| <u>Primary Government</u>          |   |                      |
|------------------------------------|---|----------------------|
| <u>Governmental<br/>Activities</u> | <u>Business -<br/>Type<br/>Activities</u> | <u>Total</u>         |
| \$ (31,499,356)                    | \$ -                                      | \$ (31,499,356)      |
| (3,822,527)                        | -   | (3,822,527)          |
| (1,746,599)                        | -   | (1,746,599)          |
| (273,594)                          | -   | (273,594)            |
| (4,018,831)                        | -   | (4,018,831)          |
| (8,460,795)                        | -   | (8,460,795)          |
| (6,451,796)                        | -   | (6,451,796)          |
| (460,684)                          | -   | (460,684)            |
| (6,550,377)                        | -   | (6,550,377)          |
| (2,185,544)                        | -   | (2,185,544)          |
| (1,533,645)                        | -   | (1,533,645)          |
| (11,355,743)                       | -   | (11,355,743)         |
| (4,135,127)                        | -   | (4,135,127)          |
| (3,282,511)                        | -   | (3,282,511)          |
| (641,409)                          | -   | (641,409)            |
| (1,550,837)                        | -   | (1,550,837)          |
| <u>(736,771)</u>                   | <u>-</u>                                  | <u>(736,771)</u>     |
| <u>(88,706,146)</u>                | <u>-</u>                                  | <u>(88,706,146)</u>  |
| -                                  | (176,961)                                 | (176,961)            |
| -                                  | 2,226                                     | 2,226                |
| -                                  | 7,175                                     | 7,175                |
| -                                  | 60,472                                    | 60,472               |
| <u>-</u>                           | <u>(441,450)</u>                          | <u>(441,450)</u>     |
| <u>-</u>                           | <u>(548,538)</u>                          | <u>(548,538)</u>     |
| <u>(88,706,146)</u>                | <u>(548,538)</u>                          | <u>(89,254,684)</u>  |
| 62,320,929                         | -   | 62,320,929           |
| 622,174                            | -   | 622,174              |
| 3,068,044                          | -   | 3,068,044            |
| 17,774                             | -   | 17,774               |
| 27,656,292                         | -   | 27,656,292           |
| 1,200,992                          | -   | 1,200,992            |
| <u>1,146,055</u>                   | <u>-</u>                                  | <u>1,146,055</u>     |
| 96,032,260                         | -   | 96,032,260           |
| <u>(350,372)</u>                   | <u>350,372</u>                            | <u>-</u>             |
| <u>95,681,888</u>                  | <u>350,372</u>                            | <u>96,032,260</u>    |
| 6,975,742                          | (198,166)                                 | 6,777,576            |
| <u>92,264,076</u>                  | <u>(3,351,603)</u>                        | <u>88,912,473</u>    |
| \$ <u>99,239,818</u>               | \$ <u>(3,549,769)</u>                     | \$ <u>95,690,049</u> |

# Cleveland Heights-University Heights City School District

## Balance Sheet – Governmental Funds

June 30, 2009

|                                       | <u>General</u>        | <u>Debt<br/>Service</u> | <u>Permanent<br/>Improvement</u> | <u>Nonmajor<br/>Governmental<br/>Funds</u> | <u>Total<br/>Governmental<br/>Funds</u> |
|---------------------------------------|-----------------------|-------------------------|----------------------------------|--|---|
| <b>Assets:</b>                        |                       |                         |                                  |  |   |
| Equity in pooled cash and investments | \$ 36,788,211         | \$ 360,919              | \$ 1,436,248                     | \$ 1,984,983                               | \$ 40,570,361                           |
| Accounts receivable                   | 226,345               | -                       | -                                | 19,194                                     | 245,539                                 |
| Intergovernmental receivable          | 1,396,749             | -                       | -                                | 919,904                                    | 2,316,653                               |
| Interfund receivable                  | 6,790,688             | -                       | -                                | -  | 6,790,688                               |
| Materials and supplies inventory      | 327,875               | -                       | -                                | -  | 327,875                                 |
| Taxes receivable                      | 66,090,876            | 720,778                 | 3,282,434                        | -  | 70,094,088                              |
| Restricted cash and investments       | <u>966,022</u>        | <u>-</u>                | <u>3,592,508</u>                 | <u>-</u>                                   | <u>4,558,530</u>                        |
| Total assets                          | <u>\$ 112,586,766</u> | <u>\$ 1,081,697</u>     | <u>\$ 8,311,190</u>              | <u>\$ 2,924,081</u>                        | <u>\$ 124,903,734</u>                   |
| <b>Liabilities and fund balances:</b> |                       |                         |                                  |  |   |
| <b>Liabilities:</b>                   |                       |                         |                                  |  |   |
| Accounts payable                      | \$ 1,418,729          | \$ -                    | \$ 593,433                       | \$ 199,260                                 | \$ 2,211,422                            |
| Accrued wages and benefits            | 782,233               | -                       | -                                | 93,976                                     | 876,209                                 |
| Interfund payable                     | -                     | -                       | -                                | 1,052,360                                  | 1,052,360                               |
| Matured compensated absences          | 420,059               | -                       | -                                | 31,726                                     | 451,785                                 |
| Intergovernmental payable             | 2,080,086             | -                       | -                                | 118,291                                    | 2,198,377                               |
| Deferred revenue                      | <u>41,558,491</u>     | <u>447,286</u>          | <u>1,954,948</u>                 | <u>919,904</u>                             | <u>44,880,629</u>                       |
| Total liabilities                     | <u>46,259,598</u>     | <u>447,286</u>          | <u>2,548,381</u>                 | <u>2,415,517</u>                           | <u>51,670,782</u>                       |
| <b>Fund balances:</b>                 |                       |                         |                                  |  |   |
| Reserved for encumbrances             | 1,867,174             | -                       | 793,466                          | 834,283                                    | 3,494,923                               |
| Reserved for inventory                | 327,875               | -                       | -                                | -  | 327,875                                 |
| Reserved for property taxes           | 25,884,023            | 273,492                 | 1,327,486                        | -  | 27,485,001                              |
| Reserved for debt                     | -                     | 360,919                 | -                                | -  | 360,919                                 |
| Reserved for textbooks                | 966,022               | -                       | -                                | -  | 966,022                                 |
| <b>Unreserved; undesignated for:</b>  |                       |                         |                                  |  |   |
| General fund                          | 37,282,074            | -                       | -                                | -  | 37,282,074                              |
| Special revenue funds                 | -                     | -                       | -                                | (325,719)                                  | (325,719)                               |
| Capital projects funds                | <u>-</u>              | <u>-</u>                | <u>3,641,857</u>                 | <u>-</u>                                   | <u>3,641,857</u>                        |
| Total fund balances                   | <u>66,327,168</u>     | <u>634,411</u>          | <u>5,762,809</u>                 | <u>508,564</u>                             | <u>73,232,952</u>                       |
| Total liabilities and fund balances   | <u>\$ 112,586,766</u> | <u>\$ 1,081,697</u>     | <u>\$ 8,311,190</u>              | <u>\$ 2,924,081</u>                        | <u>\$ 124,903,734</u>                   |

The Notes to the Basic Financial Statements are an Integral Part of this Statement

# Cleveland Heights-University Heights City School District

## Reconciliation of Total Governmental Fund Balances to Net Assets of Governmental Activities

June 30, 2009

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Total governmental funds balances \$ 73,232,952

Amounts reported for governmental activities in the Statement of Net Assets are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. 39,209,161

Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.

|                                    |                |           |
|------------------------------------|----------------|-----------|
| Property and other taxes           | \$ 6,327,702   |           |
| Payments in lieu of property taxes | 17,775         |           |
| Tuition                            | 1,367,692      |           |
| Grants                             | <u>902,129</u> |           |
| Total                              |                | 8,615,298 |

Internal service funds are used by management to charge the costs of certain activities, such as insurance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Net Assets. 1,922,014

Long-term liabilities are not due and payable in the current period and are therefore not reported in the funds.

|                              |                    |                     |
|------------------------------|--------------------|---------------------|
| Energy Conservation Bonds    | (3,085,000)        |                     |
| Library Improvement Bonds    | (8,085,000)        |                     |
| Qualified Zone Academy Bonds | (5,500,000)        |                     |
| Capital leases               | (775,783)          |                     |
| Accrued interest payable     | (41,867)           |                     |
| Early retirement incentive   | (192,000)          |                     |
| Compensated absences         | <u>(6,059,957)</u> |                     |
| Total                        |                    | <u>(23,739,607)</u> |

Net assets of governmental activities \$ 99,239,818

The Notes to the Basic Financial Statements are an Integral Part of this Statement

# Cleveland Heights-University Heights City School District

## Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds

For the Fiscal Year Ended June 30, 2009

|   | <u>General</u>    | <u>Debt<br/>Service</u> | <u>Permanent<br/>Improvement</u> | <u>Nonmajor<br/>Governmental<br/>Funds</u> | <u>Total<br/>Governmental<br/>Funds</u> |
|---|-------------------|-------------------------|----------------------------------|--|---|
| <b>Revenues:</b>                                |                   |                         |                                  |  |   |
| Taxes   | \$ 61,730,211     | \$ 608,398              | \$ 3,035,887                     | \$ -                                       | \$ 65,374,496                           |
| Payments in lieu of property taxes              | 110,775           | -                       | -                                | -  | 110,775                                 |
| Intergovernmental                               | 27,530,111        | 90,162                  | 487,102                          | 10,111,803                                 | 38,219,178                              |
| Tuition and fees                                | 1,084,330         | -                       | -                                | -  | 1,084,330                               |
| Earnings on investments                         | 1,001,933         | -                       | 168,014                          | 31,045                                     | 1,200,992                               |
| Extracurricular activities                      | -                 | -                       | -                                | 243,331                                    | 243,331                                 |
| Classroom materials and fees                    | -                 | -                       | -                                | 36,870                                     | 36,870                                  |
| Miscellaneous                                   | <u>760,413</u>    | <u>-</u>                | <u>-</u>                         | <u>1,044,780</u>                           | <u>1,805,193</u>                        |
| Total revenues                                  | <u>92,217,773</u> | <u>698,560</u>          | <u>3,691,003</u>                 | <u>11,467,829</u>                          | <u>108,075,165</u>                      |
| <b>Expenditures:</b>                            |                   |                         |                                  |  |   |
| <b>Current:</b>                                 |                   |                         |                                  |  |   |
| <b>Instruction:</b>                             |                   |                         |                                  |  |   |
| Regular   | 32,496,631        | -                       | -                                | 3,120,601                                  | 35,617,232                              |
| Special   | 8,993,395         | -                       | -                                | 1,465,494                                  | 10,458,889                              |
| Vocational                                      | 1,794,092         | -                       | -                                | 212,211                                    | 2,006,303                               |
| Adult/continuing                                | 24,803            | -                       | -                                | 1,072,363                                  | 1,097,166                               |
| Other instruction                               | 3,552,064         | -                       | -                                | -  | 3,552,064                               |
| <b>Support services:</b>                        |                   |                         |                                  |  |   |
| Pupil   | 7,997,288         | -                       | -                                | 731,638                                    | 8,728,926                               |
| Instructional staff                             | 4,339,143         | -                       | -                                | 2,106,174                                  | 6,445,317                               |
| Board of education                              | 460,684           | -                       | -                                | -  | 460,684                                 |
| Administration                                  | 6,093,554         | -                       | -                                | 546,666                                    | 6,640,220                               |
| Fiscal  | 2,123,989         | -                       | -                                | 61,480                                     | 2,185,469                               |
| Business  | 1,539,458         | -                       | -                                | -  | 1,539,458                               |
| Operations and maintenance of plant             | 10,988,251        | -                       | 533,130                          | -  | 11,521,381                              |
| Pupil transportation                            | 4,142,515         | -                       | -                                | 56,982                                     | 4,199,497                               |
| Central   | 3,404,843         | -                       | -                                | 214,775                                    | 3,619,618                               |
| <b>Operation of non-instructional services:</b> |                   |                         |                                  |  |   |
| Community services                              | 8,772             | -                       | -                                | 2,519,511                                  | 2,528,283                               |
| Other non-instructional services                | 115,736           | -                       | -                                | -  | 115,736                                 |
| Extracurricular activities                      | 1,269,041         | -                       | -                                | 322,826                                    | 1,591,867                               |
| Capital outlay                                  | -                 | -                       | 1,773,386                        | 36,000                                     | 1,809,386                               |
| <b>Debt services:</b>                           |                   |                         |                                  |  |   |
| Principal                                       | 490,528           | 839,871                 | 124,601                          | 38,387                                     | 1,493,387                               |
| Interest and fiscal charges                     | <u>59,470</u>     | <u>672,387</u>          | <u>8,118</u>                     | <u>4,745</u>                               | <u>744,720</u>                          |
| Total expenditures                              | <u>89,894,257</u> | <u>1,512,258</u>        | <u>2,439,235</u>                 | <u>12,509,853</u>                          | <u>106,355,603</u>                      |
| Excess of revenues over (under) expenditures    | <u>2,323,516</u>  | <u>(813,698)</u>        | <u>1,251,768</u>                 | <u>(1,042,024)</u>                         | <u>1,719,562</u>                        |

Continued

The Notes to the Basic Financial Statements are an Integral Part of this Statement

## Cleveland Heights-University Heights City School District

### Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds (continued)

For the Fiscal Year Ended June 30, 2009

|                                      | <u>General</u>       | <u>Debt<br/>Service</u> | <u>Permanent<br/>Improvement</u> | <u>Nonmajor<br/>Governmental<br/>Funds</u> | <u>Total<br/>Governmental<br/>Funds</u> |
|--------------------------------------|----------------------|-------------------------|----------------------------------|--|---|
| Other financing sources (uses):      |                      |                         |                                  |  |   |
| Inception of capital leases          | 678,728              | -                       | -                                | -  | 678,728                                 |
| Transfers - in                       | -                    | 821,746                 | -                                | 1,255,268                                  | 2,077,014                               |
| Transfers - out                      | <u>(1,605,640)</u>   | <u>-</u>                | <u>(821,746)</u>                 | <u>-</u>                                   | <u>(2,427,386)</u>                      |
| Total other financing sources (uses) | <u>(926,912)</u>     | <u>821,746</u>          | <u>(821,746)</u>                 | <u>1,255,268</u>                           | <u>328,356</u>                          |
| Net change in fund balance           | 1,396,604            | 8,048                   | 430,022                          | 213,244                                    | 2,047,918                               |
| Fund balance at beginning of year    | <u>64,930,564</u>    | <u>626,363</u>          | <u>5,332,787</u>                 | <u>295,320</u>                             | <u>71,185,034</u>                       |
| Fund balance at end of year          | \$ <u>66,327,168</u> | \$ <u>634,411</u>       | \$ <u>5,762,809</u>              | \$ <u>508,564</u>                          | \$ <u>73,232,952</u>                    |

The Notes to the Basic Financial Statements are an Integral Part of this Statement

# Cleveland Heights-University 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, 2009

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Net change in fund balances - total governmental funds \$ 2,047,918

Amounts reported for governmental activities in the Statement of Activities are different because:

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

|                |                    |           |
|----------------|--------------------|-----------|
| Capital outlay | \$ 2,754,299       |           |
| Depreciation   | <u>(1,156,152)</u> |           |
| Total          |                    | 1,598,147 |

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

|                                     |                |           |
|-------------------------------------|----------------|-----------|
| Delinquent property and other taxes | 636,651        |           |
| Payments in lieu of property taxes  | (93,001)       |           |
| Tuition                             | 835,218        |           |
| Intergovernmental                   | <u>701,125</u> |           |
| Total                               |                | 2,079,993 |

Internal service funds are used by management to charge to costs of certain activities, such as insurance to individual funds. The net revenue (expense) of the internal service funds are reported with governmental activities.

577,936

Other financing sources in the Governmental Funds that increase long-term liabilities in the Statement of Net Assets. These sources were attributed to the inception of capital leases.

(678,728)

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

1,493,387

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.

|                            |              |                  |
|----------------------------|--------------|------------------|
| Early retirement incentive | (12,000)     |                  |
| Compensated absences       | (138,860)    |                  |
| Accrued interest           | <u>7,949</u> |                  |
| Total                      |              | <u>(142,911)</u> |

Change in net assets of governmental activities \$ 6,975,742

The Notes to the Basic Financial Statements are an Integral Part of this Statement

# Cleveland Heights-University Heights City School District

## Statement of Revenues, Expenditures and Changes in Fund Balance Budget (Non-GAAP Budgetary Basis) and Actual – General Fund

For the Fiscal Year Ended June 30, 2009

|  | Budget             |                    | Actual            | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|--------------------|-------------------|---|
|  | Original           | Final              |                   |   |
| Revenues:                                    |                    |                    |                   |   |
| Taxes  | \$ 63,000,000      | \$ 63,000,000      | \$ 65,769,489     | \$ 2,769,489  |
| Intergovernmental                            | 27,625,000         | 27,786,822         | 27,514,048        | (272,774)   |
| Tuition and fees                             | 1,387,500          | 1,387,500          | 1,173,475         | (214,025)   |
| Earnings on investments                      | 1,250,000          | 1,250,000          | 925,815           | (324,185)   |
| Miscellaneous                                | 25,000             | 354,656            | 979,263           | 624,607   |
| Total revenues                               | <u>93,287,500</u>  | <u>93,778,978</u>  | <u>96,362,090</u> | <u>2,583,112</u>  |
| Expenditures:                                |                    |                    |                   |   |
| Current:                                     |                    |                    |                   |   |
| Instruction:                                 |                    |                    |                   |   |
| Regular                                      | 37,435,670         | 36,756,039         | 32,658,738        | 4,097,301   |
| Special                                      | 9,529,979          | 9,529,179          | 9,027,251         | 501,928   |
| Vocational                                   | 1,770,132          | 1,822,058          | 1,741,405         | 80,653  |
| Adult/continuing                             | -                  | 21,081             | 21,035            | 46  |
| Other instruction                            | 3,325,712          | 3,559,831          | 3,466,517         | 93,314  |
| Support services:                            |                    |                    |                   |   |
| Pupil  | 7,929,028          | 8,045,864          | 8,038,555         | 7,309   |
| Instructional staff                          | 4,665,900          | 4,724,411          | 4,318,319         | 406,092   |
| Board of education                           | 527,500            | 678,642            | 623,688           | 54,954  |
| Administration                               | 6,323,404          | 6,348,059          | 6,271,069         | 76,990  |
| Fiscal                                       | 2,119,010          | 2,157,235          | 2,150,261         | 6,974   |
| Business                                     | 1,887,681          | 1,896,723          | 1,867,467         | 29,256  |
| Operation and maintenance of plant           | 12,676,746         | 12,703,310         | 12,142,639        | 560,671   |
| Pupil transportation                         | 4,610,411          | 4,472,802          | 4,361,495         | 111,307   |
| Central                                      | 3,866,068          | 3,878,073          | 3,615,196         | 262,877   |
| Operation of non-instructional services:     |                    |                    |                   |   |
| Community services                           | 11,376             | 11,376             | 9,116             | 2,260   |
| Other non-instructional services             | 109,774            | 118,007            | 115,154           | 2,853   |
| Extracurricular activities:                  |                    |                    |                   |   |
| Academic and subject oriented                | 93,795             | 317,147            | 317,147           | -   |
| Occupation oriented                          | 4,296              | 4,295              | 3,321             | 974   |
| Sports oriented                              | 509,419            | 956,983            | 956,983           | -   |
| Co-curricular activities                     | 43,342             | 68,381             | 68,381            | -   |
| Total expenditures                           | <u>97,439,243</u>  | <u>98,069,496</u>  | <u>91,773,737</u> | <u>6,295,759</u>  |
| Excess of revenues over (under) expenditures | <u>(4,151,743)</u> | <u>(4,290,518)</u> | <u>4,588,353</u>  | <u>8,878,871</u>  |

Continued

The Notes to the Basic Financial Statements are an Integral Part of this Statement

# Cleveland Heights-University Heights City School District

## Statement of Revenues, Expenditures, and Changes in Fund Balances Budget (Non-GAAP) and Actual – General Fund (continued)

For the Fiscal Year Ended June 30, 2009

|                                      | Budget               |                      | Actual               | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--------------------------------------|----------------------|----------------------|----------------------|---|
|                                      | Original             | Final                |                      |   |
| Other financing sources (uses):      |                      |                      |                      |   |
| Transfers - out                      | (400,000)            | (1,607,242)          | (1,605,640)          | 1,602   |
| Advances - in                        | 1,325,000            | 2,654,524            | 1,329,524            | (1,325,000)   |
| Advances - out                       | <u>(500,000)</u>     | <u>(1,028,650)</u>   | <u>(1,028,650)</u>   | <u>-</u>  |
| Total other financing sources (uses) | <u>425,000</u>       | <u>18,632</u>        | <u>(1,304,766)</u>   | <u>(1,323,398)</u>                                      |
| Net change in fund balance           | (3,726,743)          | (4,271,886)          | 3,283,587            | 7,555,473   |
| Fund balance beginning of year       | 29,608,549           | 29,608,549           | 29,608,549           | -   |
| Prior year encumbrances appropriated | <u>2,018,382</u>     | <u>2,018,382</u>     | <u>2,018,382</u>     | <u>-</u>  |
| Fund balance end of year             | \$ <u>27,900,188</u> | \$ <u>27,355,045</u> | \$ <u>34,910,518</u> | \$ <u>7,555,473</u>                                     |

The Notes to the Basic Financial Statements are an Integral Part of this Statement



# Cleveland Heights-University Heights City School District

## Statement of Fund Net Assets – Proprietary Funds

June 30, 2009

|   | Business-Type Activities - Enterprise Funds |                            |                              | Governmental               |
|---|---|----------------------------|------------------------------|----------------------------|
|   | Bellefaire                                  | Nonmajor                   | Total                        | Internal                   |
|   | General                                     | Enterprise                 |                              | Service                    |
|   | Rotary                                      |                            |                              | Funds                      |
| <b>Assets:</b>                                  |   |                            |                              |                            |
| Current assets:                                 |   |                            |                              |                            |
| Equity in pooled cash and investments           | \$ 26,731                                   | \$ 195,405                 | \$ 222,136                   | \$ 4,447,239               |
| Accounts receivable                             | -   | 7,576                      | 7,576                        | -                          |
| Prepaid items                                   | -   | -                          | -                            | 157,042                    |
| Intergovernmental receivable                    | 1,734,484                                   | -                          | 1,734,484                    | -                          |
| Materials and supplies inventories              | -   | 3,931                      | 3,931                        | -                          |
| Inventory held for resale                       | -   | 30,154                     | 30,154                       | -                          |
| Total current assets                            | <u>1,761,215</u>                            | <u>237,066</u>             | <u>1,998,281</u>             | <u>4,604,281</u>           |
| Non-current assets:                             |   |                            |                              |                            |
| Capital assets, net of depreciation             | <u>17,092</u>                               | <u>638,437</u>             | <u>655,529</u>               | <u>-</u>                   |
| Total assets                                    | <u>1,778,307</u>                            | <u>875,503</u>             | <u>2,653,810</u>             | <u>4,604,281</u>           |
| <b>Liabilities:</b>                             |   |                            |                              |                            |
| Current liabilities:                            |   |                            |                              |                            |
| Accounts payable                                | 31  | 36,121                     | 36,152                       | -                          |
| Accrued wages and benefits                      | 6,977                                       | 16,591                     | 23,568                       | -                          |
| Interfund payable                               | 4,627,960                                   | 1,110,368                  | 5,738,328                    | -                          |
| Intergovernmental payable                       | 67,931                                      | 78,086                     | 146,017                      | 813,867                    |
| Claims payable                                  | -   | -                          | -                            | 1,868,400                  |
| Current portion of accrued compensated absences | <u>24,182</u>                               | <u>5,144</u>               | <u>29,326</u>                | <u>-</u>                   |
| Total current liabilities                       | <u>4,727,081</u>                            | <u>1,246,310</u>           | <u>5,973,391</u>             | <u>2,682,267</u>           |
| Non-current liabilities:                        |   |                            |                              |                            |
| Accrued compensated absences                    | <u>161,840</u>                              | <u>68,348</u>              | <u>230,188</u>               | <u>-</u>                   |
| Total liabilities                               | <u>4,888,921</u>                            | <u>1,314,658</u>           | <u>6,203,579</u>             | <u>2,682,267</u>           |
| <b>Net assets:</b>                              |   |                            |                              |                            |
| Invested in capital assets                      | 17,092                                      | 638,437                    | 655,529                      | -                          |
| Unrestricted (deficit)                          | <u>(3,127,706)</u>                          | <u>(1,077,592)</u>         | <u>(4,205,298)</u>           | <u>1,922,014</u>           |
| Total net assets (deficit)                      | \$ <u><u>(3,110,614)</u></u>                | \$ <u><u>(439,155)</u></u> | \$ <u><u>(3,549,769)</u></u> | \$ <u><u>1,922,014</u></u> |

The Notes to the Basic Financial Statements are an Integral Part of this Statement

# Cleveland Heights-University Heights City School District

## Statement of Revenues, Expenses and Changes in Fund Net Assets – Proprietary Funds

For the Fiscal Year Ended June 30, 2009

|   | Business-Type Activities - Enterprise Funds |                        |                       | Governmental                 |
|---|---|------------------------|-----------------------|------------------------------|
|   | Bellefaire<br>General<br>Rotary             | Nonmajor<br>Enterprise | Total                 | Internal<br>Service<br>Funds |
| Operating revenues:                             |   |                        |                       |                              |
| Tuition and fees                                | \$ 2,727,969                                | \$ 695,690             | \$ 3,423,659          | \$ -                         |
| Charges for services                            | -   | -                      | -                     | 1,050,394                    |
| Classroom materials and fees                    | -   | 36,775                 | 36,775                | -                            |
| Food services                                   | -   | 541,982                | 541,982               | -                            |
| Claims  | -   | -                      | -                     | 20,950,492                   |
| Miscellaneous                                   | -   | 46,242                 | 46,242                | -                            |
| Total operating revenues                        | <u>2,727,969</u>                            | <u>1,320,689</u>       | <u>4,048,658</u>      | <u>22,000,886</u>            |
| Operating expenses:                             |   |                        |                       |                              |
| Salaries and wages                              | 1,916,742                                   | 1,091,930              | 3,008,672             | 17,500                       |
| Fringe benefits                                 | 653,083                                     | 410,737                | 1,063,820             | 21,189,443                   |
| Purchased services                              | 562,832                                     | 1,326,877              | 1,889,709             | 216,007                      |
| Supplies and materials                          | 33,949                                      | 200,650                | 234,599               | -                            |
| Depreciation                                    | 2,813                                       | 29,651                 | 32,464                | -                            |
| Total operating expenses                        | <u>3,169,419</u>                            | <u>3,059,845</u>       | <u>6,229,264</u>      | <u>21,422,950</u>            |
| Operating income (loss)                         | <u>(441,450)</u>                            | <u>(1,739,156)</u>     | <u>(2,180,606)</u>    | <u>577,936</u>               |
| Non-operating revenues:                         |   |                        |                       |                              |
| Federal donated commodities                     | -   | 131,209                | 131,209               | -                            |
| Intergovernmental grants                        | -   | 1,500,859              | 1,500,859             | -                            |
| Total non-operating revenues                    | <u>-</u>                                    | <u>1,632,068</u>       | <u>1,632,068</u>      | <u>-</u>                     |
| Income (loss) before transfers                  | (441,450)                                   | (107,088)              | (548,538)             | 577,936                      |
| Transfers - in                                  | -   | 350,372                | 350,372               | -                            |
| Net income (loss)                               | (441,450)                                   | 243,284                | (198,166)             | 577,936                      |
| Total net assets (deficit) at beginning of year | <u>(2,669,164)</u>                          | <u>(682,439)</u>       | <u>(3,351,603)</u>    | <u>1,344,078</u>             |
| Total net assets (deficit) at end of year       | <u>\$ (3,110,614)</u>                       | <u>\$ (439,155)</u>    | <u>\$ (3,549,769)</u> | <u>\$ 1,922,014</u>          |

The Notes to the Basic Financial Statements are an Integral Part of this Statement

# Cleveland Heights-University Heights City School District

## Statement of Cash Flows – Proprietary Funds

For the Fiscal Year Ended June 30, 2009

|   | Business-Type Activities - Enterprise Funds |                              |                              | Governmental               |
|---|---|------------------------------|------------------------------|----------------------------|
|   | Bellefaire                                  | Nonmajor                     | Total                        | Internal                   |
|   | General                                     | Enterprise                   |                              | Service                    |
|   | Rotary                                      |                              |                              | Funds                      |
| <b>Increase (decrease) in cash and cash equivalents:</b>  |   |                              |                              |                            |
| <b>Cash flows from operating activities:</b>  |   |                              |                              |                            |
| Cash received from customers  | \$ 3,117,839                                | \$ 1,266,871                 | \$ 4,384,710                 | \$ 20,950,492              |
| Cash received from claims   | -   | -                            | -                            | 1,050,394                  |
| Cash received from other operating sources  | -   | 46,242                       | 46,242                       | -                          |
| Cash payments for materials and supplies  | (33,949)                                    | (85,326)                     | (119,275)                    | -                          |
| Cash payments for goods and services  | (644,907)                                   | (1,318,369)                  | (1,963,276)                  | (10,580,455)               |
| Cash payments to employees for services   | (1,913,005)                                 | (1,079,914)                  | (2,992,919)                  | (17,500)                   |
| Cash payments for employee benefits   | (696,342)                                   | (468,749)                    | (1,165,091)                  | -                          |
| Cash payments for claims  | -   | -                            | -                            | (10,930,751)               |
| Net cash provided by (used for) operating activities  | <u>(170,364)</u>                            | <u>(1,639,245)</u>           | <u>(1,809,609)</u>           | <u>472,180</u>             |
| <b>Cash flows from noncapital financing activities:</b>   |   |                              |                              |                            |
| Intergovernmental grants received   | -   | 1,500,859                    | 1,500,859                    | -                          |
| Transfers - in  | -   | 350,372                      | 350,372                      | -                          |
| Advances - in   | -   | 27,200                       | 27,200                       | -                          |
| Advances - out  | -   | (91,129)                     | (91,129)                     | -                          |
| Net cash provided by noncapital financing activities  | <u>-</u>                                    | <u>1,787,302</u>             | <u>1,787,302</u>             | <u>-</u>                   |
| Net increase (decrease) in cash and cash equivalents  | (170,364)                                   | 148,057                      | (22,307)                     | 472,180                    |
| Cash and cash equivalents at beginning of year  | <u>197,095</u>                              | <u>47,348</u>                | <u>244,443</u>               | <u>3,975,059</u>           |
| Cash and cash equivalents at end of year  | \$ <u><u>26,731</u></u>                     | \$ <u><u>195,405</u></u>     | \$ <u><u>222,136</u></u>     | \$ <u><u>4,447,239</u></u> |
| <b>Non-cash noncapital financing activities:</b>  |   |                              |                              |                            |
| Federal donated commodities   | \$ <u><u>-</u></u>                          | \$ <u><u>131,209</u></u>     | \$ <u><u>131,209</u></u>     | \$ <u><u>-</u></u>         |
| <b>Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:</b> |   |                              |                              |                            |
| Operating income (loss)   | \$ (441,450)                                | \$ (1,739,156)               | \$ (2,180,606)               | \$ 577,936                 |
| Adjustments:  |   |                              |                              |                            |
| Depreciation  | 2,813                                       | 29,651                       | 32,464                       | -                          |
| Federal donated commodities   | -   | 131,209                      | 131,209                      | -                          |
| Changes in assets/liabilities:  |   |                              |                              |                            |
| Increase in accounts receivable   | -   | (7,576)                      | (7,576)                      | -                          |
| Decrease in prepaid items   | -   | -                            | -                            | 49,406                     |
| Decrease in intergovernmental receivable  | 389,870                                     | -                            | 389,870                      | -                          |
| Decrease in materials and supplies inventories  | -   | 1,607                        | 1,607                        | -                          |
| Increase in inventory held for resale   | -   | (17,492)                     | (17,492)                     | -                          |
| (Decrease) increase in accounts payable   | (82,075)                                    | 8,508                        | (73,567)                     | (17,500)                   |
| (Decrease) increase in accrued wages and benefits   | (20,263)                                    | 12,016                       | (8,247)                      | -                          |
| Decrease in intergovernmental payable   | (4,237)                                     | (59,355)                     | (63,592)                     | (225,862)                  |
| (Decrease) increase in accrued compensated absences   | (15,022)                                    | 1,343                        | (13,679)                     | -                          |
| Increase in claims payable  | -   | -                            | -                            | 88,200                     |
| Total adjustments   | <u>271,086</u>                              | <u>99,911</u>                | <u>370,997</u>               | <u>(105,756)</u>           |
| Net cash provided by (used for) operating activities  | \$ <u><u>(170,364)</u></u>                  | \$ <u><u>(1,639,245)</u></u> | \$ <u><u>(1,809,609)</u></u> | \$ <u><u>472,180</u></u>   |

The Notes to the Basic Financial Statements are an Integral Part of this Statement

**Cleveland Heights-University Heights City School District**

Statement of Fiduciary Assets and Liabilities – Fiduciary Funds

June 30, 2009

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|                                       | <u>Student<br/>Managed<br/>Activity<br/>Agency<br/>Fund</u> |
|---------------------------------------|---|
| Assets:                               |   |
| Equity in pooled cash and investments | \$ <u>47,835</u>  |
| Liabilities:                          |   |
| Accounts payable                      | \$ 2,620  |
| Due to students                       | <u>45,215</u>   |
| Total liabilities                     | \$ <u>47,835</u>  |

The Notes to the Basic Financial Statements are an Integral Part of this Statement

# Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements

June 30, 2009

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## **Note 1: Description of the School District**

The Cleveland Heights-University Heights City School District (the District) is a body politic and corporate established for the purpose of exercising the rights and privileges conveyed to it by the constitution and laws of the State of Ohio.

The District operates under a locally elected five-member Board form of government and provides educational services as mandated by State and/or federal agencies. The Board of Education controls the District's twelve instructional/support facilities staffed by 455 classified employees, 459 certificated full-time teaching personnel and approximately 42 administrators who provide services to 5,915 students and other community members.

### **Reporting Entity**

The reporting entity is comprised of the primary government, component units, and other organizations that are included to ensure that the financial statements of the District are not misleading. The primary government consists of all funds, departments, boards, and agencies that are not legally separate from the District. For the District, this includes general operations, food service, and student related activities.

The following non-public schools operate within the District's boundaries: Beaumont High School, Fuchs Mizrachi School, GESU School, Hebrew Academy of Cleveland, Lutheran East High School, Monarch School, Mosdos Ohr Hatorah, Ruffing Montessori, St. Ann School, and Woodside School. Current State legislation provides funding to these non-public schools. These monies are received and disbursed by the District on behalf of the non-public schools by the Treasurer of the District, as directed by the non-public schools. The activity of these monies by the District is reflected in a special revenue fund for financial reporting purposes.

Component units are legally separate organizations for which the District is financially accountable. The District is financially accountable for an organization if the District appoints a voting majority of the organization's governing board and:

1. The District is able to significantly influence the programs or services performed or provided by the organization; or
2. The District is legally entitled to or can otherwise access the organization's resources; the District is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to the organization; or the District is obligated for the debt of the organization.

Component units may also include organizations that are fiscally dependent on the District in that the District approves the budget, the issuance of debt, or the levying of taxes. The District has no component units.

The District is associated with two organizations which are defined as a jointly governed organization and a related organization. The Ohio School Council Association is a jointly governed organization and the Cleveland Heights-University Heights Library is a related organization. The jointly governed organization is presented in Note 17 and the related organization is presented in Note 21 to the basic financial statements.

# Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

June 30, 2009

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

The financial statements of the District have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The District also applies Financial Accounting Standards Board (FASB) Statements and Interpretations issued on or before November 30, 1989, to its governmental activities and its proprietary funds provided they do not conflict with or contradict GASB pronouncements. The District has elected not to apply FASB pronouncements and interpretations issued after November 30, 1989, to its business-type activities and enterprise funds. The more significant of the District's accounting policies are described below.

### **A. Fund Accounting**

The District uses funds to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain District functions or activities. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The various funds of the District are grouped into the categories governmental, proprietary and fiduciary.

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

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

*Debt Service Fund* - The Debt service Fund provides for the retirement of serial bonds and short term loans. All revenue derived from general or special levies, either within or exceeding the ten-mill limitation, which is levied for debt charges on bonds or loans shall be paid into this fund.

*Permanent Improvement Fund* - The Permanent Improvement Fund accounts for all transactions related to the acquiring, constructing, or improving of such permanent improvements as are authorized by Chapter 5705, Ohio Revised Code.

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

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

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

# Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

June 30, 2009

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## **Note 2: Summary of Significant Accounting Policies (continued)**

### **A. Fund Accounting (continued)**

*Bellefaire General Rotary Fund* - This fund accounts for the activity for the Bellefaire School.

The other enterprise funds of the District account for food services, uniform school supplies, customer services, and community services.

*Internal Service Funds* - Internal service funds account for the financing of goods or services provided by one department or agency to other departments or agencies of the District, or to other governmental units, on a cost-reimbursement basis. One internal service fund of the District accounts for a self-insurance program which provides medical and dental benefits to employees. The other internal service fund accounts for the claims and premiums paid to the State for workers' compensation insurance.

*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 District under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the District's own programs. The District has no trust funds.

Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The District's only agency fund accounts for resources that belong to the student bodies of the various schools, accounting for sales and other revenue generating activities.

### **B. Basis of Presentation**

*Government-wide Financial Statements* The statement of net assets and the statement of activities display information about the District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements except for interfund services provided and used. Internal service fund operating activity is eliminated to avoid overstatement of revenues and expenses. The statements distinguish between governmental and business-type activities of the District.

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

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the District and for each function or program of the District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and are therefore clearly identifiable to a particular function.

# Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

June 30, 2009

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## **Note 2: Summary of Significant Accounting Policies (continued)**

### **B. Basis of Presentation (continued)**

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

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

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

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

### **C. Basis of Accounting**

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary funds and fiduciary funds also use the accrual basis of accounting.

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

Non-exchange transactions, in which the District receives value without directly giving equal value in return, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from income tax is recognized in the fiscal year in which the exchange on which the tax is imposed takes place and revenue from property taxes is recognized in the fiscal year for which the taxes are levied (See Note 7).



# Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

June 30, 2009

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## **Note 2: Summary of Significant Accounting Policies (continued)**

### **C. Basis of Accounting (continued)**

Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. On a modified accrual basis, revenue from non - exchange transactions must also be available before it can be recognized.

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

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

Delinquent property taxes and property taxes for which there is an enforceable legal claim as of June 30, 2009, but which were levied to finance fiscal year 2010 operations, have been recorded as unearned revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as unearned 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.

### **D. Budgets**

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

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

# Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

June 30, 2009

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## **Note 2: Summary of Significant Accounting Policies (continued)**

### **D. Budgets (continued)**

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

Unencumbered appropriations lapse at year-end. Encumbered appropriations are carried forward to the succeeding fiscal year and need not be re-appropriated. Cash disbursements plus encumbrances may not legally exceed budgeted appropriations at the legal level of budgetary control for the fund.

### **E. Cash and Cash Equivalents**

Cash received by the District is pooled for investment purposes. Interest in the pool is presented as “equity in pooled cash and investments” on the financial statements. During fiscal year 2009, investments were limited to overnight repurchase agreements, United States government securities and State Treasury Asset Reserve of Ohio (STAROhio).

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

The District has invested funds in STAROhio during fiscal year 2009. 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, 2009.

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the General Fund during fiscal year 2009 amounted to \$1,001,933. The amount allocated from the other funds during fiscal year 2009 amounted to \$135,019.

For presentation on the financial statements, investments of the cash management pool and investments with an original maturity of three months or less at the time they are purchased by the District are considered to be cash equivalents. Investments with an initial maturity of more than three months that are not purchased from the pool are reported as investments.

### **F. Restricted Assets**

Assets are reported as restricted when limitations on their use change in nature or normal understanding of the availability of the asset. Such constraints are either imposed by creditors, contributors, grantors, laws of other governments, or imposed by enabling legislation. Restricted assets include the amount required by state statute to be set-aside for the purchase of textbooks and to account for the future repayments of the Qualified Zone Academy Bond (“QZAB”) held with a fiscal agent until the debt becomes due. See Note 18 for additional information regarding set asides and Note 15 for additional information regarding the QZAB.

# Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

June 30, 2009

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## Note 2: Summary of Significant Accounting Policies (continued)

### G. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2009, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed.

### H. Inventory

On the government-wide financial statements inventories are presented at the lower of cost or market cost on a first-in, first-out basis and are valued using the purchasing method. Under the purchase method, inventories are recorded as expenditures when purchased; however, material amounts of inventories at period-end are reported as assets of the respective fund, which are equally offset by a fund balance reserve which indicates they are unavailable for appropriation even though they are a component of reported assets.

On fund financial statements, inventories of proprietary funds are stated at the lower of cost or market. For all funds, cost is determined on a first-in, first-out basis and recorded as inventories using the consumption method. Inventories consist of donated food, purchased food and materials and supplies held for consumption.

### I. Capital Assets

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

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

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

| Description                | Governmental<br>Activities<br>Estimated Lives | Business-Type<br>Activities<br>Estimated Lives |
|----------------------------|---|--|
| Land improvements          | 30 years                                      | 30 years                                       |
| Buildings and improvements | 30 - 99 years                                 | 30 - 99 years                                  |
| Furniture and equipment    | 5 - 10 years                                  | 5 - 10 years                                   |
| Vehicles                   | 10 years                                      | N/A  |

# Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

June 30, 2009

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## **Note 2: Summary of Significant Accounting Policies (continued)**

### **J. Interfund Transactions**

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund receivables/payables." These amounts are eliminated in the governmental and business-type activities columns of the statement of net assets, except for the net residual amounts due between governmental and business-type activities, which are presented as internal balances.

### **K. Compensated Absences**

Vacation benefits are accrued as a liability in the government-wide and proprietary fund financial statements as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the District will compensate the employees for the benefits through paid time off or some other means. The District records a liability in the government-wide and proprietary fund financial statements for accumulated unused vacation time when earned for all employees with more than one year of service and salary related payments, if applicable. Sick leave benefits are accrued as a liability using the termination payment method. An accrual in the government-wide and proprietary fund financial statements for earned sick leave is made to the extent that it is probable that the benefits will result in termination payments. The liability is an estimate based on the District's past experience of making termination payments. A liability for these amounts is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

### **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, payables and accrued liabilities that will be paid from governmental funds are reported on the governmental fund financial statements regardless of whether they will be liquidated with current resources. However, claims and judgments, compensated absences, contractually required pension contributions and special termination benefits that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they will be paid with current expendable available financial resources. In general, payments made more than sixty days after year end are considered not to have been made with current available financial resources. Bonds and other long-term obligations that will be paid from governmental funds are not recognized as a liability in the fund financial statements when due.

### **M. Fund Balance Reserves**

The District reserves those portions of fund equity which are legally segregated for a specific future use or which do not represent available expendable resources and therefore are not available for appropriation or expenditure. Unreserved fund balance indicates this portion of fund equity which is available for appropriation in future periods. Fund equity reserves have been established for encumbrances, inventories of supplies and materials, debt, property taxes and set-asides. The reserve for property taxes represents taxes recognized as revenue under generally accepted accounting principles but not available for appropriations under State statute. The reserve for set-asides represents money set-aside by statute for the purchase of textbooks.

# Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

June 30, 2009

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## **Note 2: Summary of Significant Accounting Policies (continued)**

### **N. Net Assets**

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. The District applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available. As of June 30, 2009, the District did not have net assets restricted by enabling legislation.

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

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the District, these revenues are tuition for adult and special education classes, sales for food service and uniform school supplies, collection of classroom fees and charges for services for self-insurance programs. Operating expenses are necessary costs incurred to provide the good or service that is the primary activity of the fund. All revenues and expenses not meeting this definition are reported as non-operating.

### **P. Interfund Activity**

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues. Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after nonoperating revenues/expenses in the Food Services Enterprise Fund. 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 District and that are either unusual in nature or infrequent in occurrence. During fiscal year 2009, the District had neither extraordinary items nor special items.

### **R. 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.

# Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

June 30, 2009

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## **Note 2: Summary of Significant Accounting Policies (continued)**

### **S. Subsequent Events**

In preparing these financial statements, the District has evaluated events and transactions for potential recognition or disclosure through November 23, 2009, the date the financial statements were available to be issued.

## **Note 3: Change in Accounting Principles**

For 2009, the District implemented Governmental Accounting Standards Board (GASB) Statement No. 49, *Accounting and Financial Reporting for Pollution Remediation Obligations (OPEB)* and GASB Statement No. 52, *Land and Other Real Estate Held as Investments by Endowments*.

GASB Statement No. 49 addresses accounting and financial reporting standards for pollution (including contamination) remediation obligations, which are obligations to address the current or potential detrimental effect of existing pollution by participating in pollution remediation activities such as site assessments and cleanups. The implementation of this Statement did not result in any change to the District's financial statements.

GASB Statement No. 52 establishes standards for accounting and financial reporting for land and other real estate held as investments by endowments. Endowments include permanent and term endowments, and permanent funds. This Statement does not apply to lands granted by the Federal government in connection with a state being admitted to the United States. It also does not apply to quasi-endowments. The implementation of this Statement did not result in any change to District's financial statements.

## **Note 4: Accountability**

The following funds had deficit fund balances/net assets at June 30, 2009:

### Special Revenue Funds:

|   |          |
|---|----------|
| Educational Management Information System | \$ 7,139 |
| Public School Preschool Grant             | 17,956   |
| School Net Professional Development       | 118      |
| Ohio Reads                                | 12,158   |
| Summer School Subsidy                     | 19,312   |
| Poverty Aid                               | 59,508   |
| Alternative School Grant                  | 28,655   |
| Adult Basic Education                     | 28,869   |
| Idea (Flo-Thru)                           | 325,967  |
| Vocational Education                      | 20,257   |

# Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

June 30, 2009

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**Note 4: Accountability (continued)**

Special Revenue Funds (continued):

|                                      |         |
|--------------------------------------|---------|
| Title III                            | 8,316   |
| Title I                              | 188,740 |
| Title V Innovative Program           | 1,607   |
| Drug Free Schools                    | 2,015   |
| Preschool Disabilities Grant         | 1,988   |
| Title II-A Improving Teacher Quality | 53,139  |
| Miscellaneous Federal Grants         | 5,821   |

Enterprise Funds:

|                           |           |
|---------------------------|-----------|
| Bellefaire General Rotary | 3,110,614 |
| Food Services             | 922,420   |
| Uniform School Supplies   | 5,153     |

The deficits in the special revenue funds are due to timing differences in accruing revenues and expenditures. The deficit in the enterprise funds are due to increased expenses. The deficits will be eliminated through increases in fees in future periods.

**Note 5: Budgetary Basis of Accounting**

While the District is reporting financial position, results of operations, and changes in fund balances 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) and Actual presented for the General Fund is presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and GAAP basis are 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).

The following table summarizes the adjustments necessary to reconcile the GAAP basis statements to the budgetary basis statements for the General Fund.

|                      |                     |
|----------------------|---------------------|
|                      | <u>General</u>      |
| GAAP Basis           | \$ 1,396,604        |
| Revenue Accruals     | 3,465,589           |
| Advances - in        | 1,329,524           |
| Expenditure Accruals | 964,235             |
| Advances - out       | (1,028,650)         |
| Encumbrances         | <u>(2,843,715)</u>  |
| Budget Basis         | <u>\$ 3,283,587</u> |

# Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

June 30, 2009

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## **Note 6: Deposits and Investments**

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

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

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

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

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

Interim monies may be deposited or invested in the following securities:

1. United States Treasury notes, bills, bonds, or other obligation or security issued by the United States Treasury or any other obligation guaranteed as to payment of principal and interest by the United States;
2. Bonds, notes, debentures, or other obligations or securities 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 securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least two percent and marked to market daily, and that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in division (1) or (2) of this section and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasurer's investment pool (STAROhio)



# Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

June 30, 2009

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## Note 6: Deposits and Investments (continued)

7. Certain banker's acceptance and commercial paper notes for a period not to exceed one hundred and eighty days in an amount not to exceed twenty-five percent of the interim monies available for investment at any one time; and
8. Under limited circumstances, corporate debt interests rated in either of the two highest rating classifications by at least two nationally recognized rating agencies.

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

### Deposits

**Custodial Credit Risk** is the risk that in the event of bank failure, the District's deposits may not be returned to it. The District has no deposit policy for custodial risk beyond the requirements of State statute. Protection of the District's deposits is provided by the Federal Deposit Insurance Corporation, by eligible securities pledged by the financial institution, by surety company bonds or by a single collateral pool established by the financial institution. In accordance with Chapter 135 of the Ohio Revised Code, any public depository receiving deposits pursuant to an award of District funds shall be required to pledge as security for repayment of all public moneys.

At year-end, the carrying amount of the District's deposits was \$43,057,576 and the bank balance was \$43,766,320. Of the bank balance, \$1,447,406 was covered by Federal depository insurance and \$42,318,914 was uninsured and was collateralized with securities held by the pledging institution's trust department, not in the District's name. At fiscal year-end, the District had \$3,381 undeposited cash on hand, which is included on the balance sheet of the District as part of "equity in pooled cash and investments".

### Investments

Investments are reported as fair value. As of June 30, 2009, the District had the following investments:

|  | <u>Fair Value</u>   | <u>Maturity Date</u> |
|--|---------------------|----------------------|
| Repurchase agreements                  | \$ 645,000          | July 2009            |
| STAROhio                               | 2,550,580           | July 2009            |
| Federal Home Loan Mortgage Corporation | 3,589,564           | September 29, 2009   |
| Total portfolio                        | \$ <u>6,785,144</u> |                      |

# Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

June 30, 2009

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## Note 6: Deposits and Investments (continued)

### Investments (continued)

**Interest Rate Risk** arises because potential purchasers of debt securities will not agree to pay face value for those securities if interest rates subsequently increase. The District's investment policy addresses interest rate risk requiring that the District's investment portfolio be structured so that securities mature to meet cash requirements for ongoing operations and/or long-term debt payments, thereby avoiding that need to sell securities on the open market prior to maturity and by investing operation funds primarily in short-term investments. The District investment policy also limits security purchases to those that mature five years unless specifically matched to a specific cash flow. To date, no investments have been purchased with a life greater than one year.

**Custodial Risk** for investments is the risk that, in the event of the failure of the counterparty to a transaction, the District will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. All financial institutions and broker/dealers who desire to become qualified for investment transactions with the District must meet a set of prescribed standards and be periodically reviewed.

**Credit Risk** is addressed by the District's investment policy by the requirements that all investments are authorized by Ohio Revised Code and that portfolio be diversified both by types of investment and issuer. All investments of the District are registered and carry a rating AAA by Standard & Poor's.

**Concentration of Credit Risk** is defined by the Governmental Accounting Standards Board as five percent or more in the securities of a single issuer. The District's investment policy requires that no more than twenty-five percent of the District's interim monies shall be invested in either commercial paper notes or bankers' acceptances. The following is the District's allocation as of June 30, 2009:

| <u>Investment Issuer</u>               | <u>Percentage of Investments</u> |
|--|----------------------------------|
| First Merit                            | 9.5%                             |
| Federal Home Loan Mortgage Corporation | 52.9%                            |
| STAROhio                               | 37.6%                            |

# Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

June 30, 2009

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## **Note 7: Property Taxes**

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

Property taxes include amounts levied against all real, public utility, and tangible personal property (used in business) located in the District. Real property tax revenue received in calendar 2009 represents collections of calendar year 2008 taxes. Real property taxes received in calendar year 2009 were levied after April 1, 2008, on the assessed value listed as of January 1, 2008, 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 2009 represents collections of calendar year 2008 taxes. Public utility real and tangible personal property taxes received in calendar year 2008 became a lien December 31, 2007, were levied after April 1, 2008 and are collected in 2009 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 2009 (other than public utility property) represents the collection of 2009 taxes. Tangible personal property taxes received in calendar year 2009 were levied after April 1, 2008, on the value as of December 31, 2008. Tangible personal property tax is being phased out – the assessment percentage for all property including inventory for 2009 is zero. 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 District prior to June 30; however this year the settlement was late.

The District receives property taxes from Cuyahoga County. The County Auditor periodically advances to the District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 2009, are available to finance fiscal year 2009 operations. The amount available to be advanced can vary based on the date the tax bills are sent. Accrued property taxes receivable include the late settlement of personal property, real property, public utility property, and tangible personal property taxes which are measurable as of June 30, 2009, and for which there is an enforceable legal claim.

Although total property tax collections for the next fiscal year are measurable, only the amount of real property taxes available as an advance at June 30th 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, 2009, was \$25,884,023 in the General Fund, \$273,492 in the Debt Service Fund, and \$1,327,486 was available to the Permanent Improvement Fund.

# Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

June 30, 2009

## Note 7: Property Taxes (continued)

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 2009 taxes were collected are:

|   | 2008                    |                | 2009                    |                |
|---|-------------------------|----------------|-------------------------|----------------|
|   | Second-Half Collections |                | First- Half Collections |                |
|   | Amount                  | Percent        | Amount                  | Percent        |
| Agricultural/residential<br>and other real estate | \$ 1,230,715,140        | 98.35%         | \$ 1,217,296,300        | 98.63%         |
| Public utility                                    | 11,548,270              | 0.92%          | 12,095,890              | 0.98%          |
| Tangible personal property                        | <u>9,140,242</u>        | <u>0.73%</u>   | <u>4,791,945</u>        | <u>0.39%</u>   |
|   | \$ <u>1,251,403,652</u> | <u>100.00%</u> | \$ <u>1,234,184,135</u> | <u>100.00%</u> |
| Tax rate per \$1,000 of<br>assessed valuation     |                         | \$ 136.70      |                         | \$ 136.70      |

## Note 8: Interfund Transactions

Interfund transactions for the year ended June 30, 2009 consisted of the following:

| Interfund Receivable | Interfund Payable              | Amount              |
|----------------------|--------------------------------|---------------------|
| General Fund         | Nonmajor Governmental Funds    | \$ 1,052,360        |
| General Fund         | Bellefaire General Rotary Fund | 4,627,960           |
| General Fund         | Nonmajor Enterprise Funds      | <u>1,110,368</u>    |
|                      |                                | \$ <u>6,790,688</u> |

All balances resulted from a time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, or (3) payments between funds are made. As of June 30, 2009, all interfund loans outstanding are anticipated to be repaid in the fiscal year 2009. Interfund balances of \$5,738,328 on the government-wide financial statements are a result of advances for reimbursements due from operations and intrafund balances of \$1,052,360 being eliminated.

Interfund transfers for the year ended June 30, 2009, consisted of the following:

|  | Amount              |
|--|---------------------|
| Transfers from General Fund to:              |                     |
| Nonmajor Governmental Funds                  | \$ 1,255,268        |
| Nonmajor Enterprise Funds                    | 350,372             |
| Transfer from Permanent Improvement Fund to: |                     |
| Debt Service Fund                            | <u>821,746</u>      |
|  | \$ <u>2,427,386</u> |

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

# Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

June 30, 2009

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## Note 9: Receivables

Receivables at June 30, 2009, consisted of taxes, accounts (rent and student fees), tuition, intergovernmental grants and interest. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current year guarantee of federal funds.

A summary of the principal items of intergovernmental receivables follows:

|                                     | <u>Amount</u> |                     |
|-------------------------------------|---------------|---------------------|
| Governmental activities:            |               |                     |
| Special education - tuition         | \$ 1,367,691  |                     |
| County Auditor champ program        |               |                     |
| Fuel reimbursements                 | 29,058        |                     |
| Adult basic-education grant         | 31,322        |                     |
| Idea (flo thru) grant               | 385,307       |                     |
| Carl D. Perkins grant               | 31,309        |                     |
| Title III grant                     | 8,823         |                     |
| Title I grant                       | 405,698       |                     |
| Title V grant                       |               |                     |
| Early Childhood grant               | 1,785         |                     |
| Title II-A grant                    | 33,990        |                     |
| Title II-D grant                    | 311           |                     |
| Learn and serve America grant       | 13,500        |                     |
| 21 <sup>st</sup> Century grant      | 6,285         |                     |
| Safe and Drug Free Schools grant    | <u>1,574</u>  |                     |
| Total governmental activities       |               | \$ 2,316,653        |
| Business-type activities:           |               |                     |
| Bellefaire general rotary - tuition |               | <u>1,734,484</u>    |
| Total intergovernmental receivable  |               | <u>\$ 4,051,137</u> |

# Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

June 30, 2009

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## Note 10: Capital Assets

Capital asset activity for the fiscal year ended June 30, 2009, was as follows:

|   | <u>Balance</u><br><u>at 6/30/08</u> | <u>Additions</u>    | <u>Disposals</u>      | <u>Balance</u><br><u>at 6/30/09</u> |
|---|-------------------------------------|---------------------|-----------------------|-------------------------------------|
| Governmental activities:                    |                                     |                     |                       |                                     |
| Capital assets, not being depreciated:      |                                     |                     |                       |                                     |
| Land  | \$ 1,981,623                        | \$ -                | \$ -                  | \$ 1,981,623                        |
| Construction in progress                    | <u>615,195</u>                      | <u>2,207,827</u>    | <u>(1,753,779)</u>    | <u>1,069,243</u>                    |
| Total capital assets, not being depreciated | <u>2,596,818</u>                    | <u>2,207,827</u>    | <u>(1,753,779)</u>    | <u>3,050,866</u>                    |
| Capital assets, being depreciated:          |                                     |                     |                       |                                     |
| Land improvements                           | 3,819,922                           | 102,985             | -                     | 3,922,907                           |
| Buildings and improvements                  | 42,882,844                          | 1,418,342           | -                     | 44,301,186                          |
| Vehicles                                    | 3,411,413                           | 660,385             | (446,489)             | 3,625,309                           |
| Furniture and equipment                     | <u>3,960,993</u>                    | <u>131,701</u>      | <u>-</u>              | <u>4,092,694</u>                    |
| Total capital assets, being depreciated     | <u>54,075,172</u>                   | <u>2,313,413</u>    | <u>(446,489)</u>      | <u>55,942,096</u>                   |
| Less accumulated depreciation:              |                                     |                     |                       |                                     |
| Land improvements                           | (1,147,946)                         | (75,008)            | -                     | (1,222,954)                         |
| Buildings and improvements                  | (13,734,366)                        | (672,456)           | -                     | (14,406,822)                        |
| Vehicles                                    | (2,013,093)                         | (214,891)           | 433,327               | (1,794,657)                         |
| Furniture and equipment                     | <u>(2,165,571)</u>                  | <u>(193,797)</u>    | <u>-</u>              | <u>(2,359,368)</u>                  |
| Total accumulated depreciation              | <u>(19,060,976)</u>                 | <u>(1,156,152)</u>  | <u>433,327</u>        | <u>(19,783,801)</u>                 |
| Total capital assets being depreciated, net | <u>35,014,196</u>                   | <u>1,157,261</u>    | <u>(13,162)</u>       | <u>36,158,295</u>                   |
| Governmental activities capital assets, net | \$ <u>37,611,014</u>                | \$ <u>3,365,088</u> | \$ <u>(1,766,941)</u> | \$ <u>39,209,161</u>                |

# Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

June 30, 2009

## Note 10: Capital Assets (continued)

|  | Balance<br>at 6/30/08 | Additions          | Disposals   | Balance<br>at 6/30/09 |
|--|-----------------------|--------------------|-------------|-----------------------|
| Business-type activities:                    |                       |                    |             |                       |
| Capital assets, being depreciated:           |                       |                    |             |                       |
| Land improvements                            | \$ 6,274              | \$ -               | \$ -        | \$ 6,274              |
| Buildings and improvements                   | 1,250,810             | -                  | -           | 1,250,810             |
| Furniture and equipment                      | 479,288               | -                  | -           | 479,288               |
| Vehicles                                     | <u>23,937</u>         | <u>-</u>           | <u>-</u>    | <u>23,937</u>         |
| Total capital assets, being depreciated      | <u>1,760,309</u>      | <u>-</u>           | <u>-</u>    | <u>1,760,309</u>      |
| Less: accumulated depreciation:              |                       |                    |             |                       |
| Land improvements                            | (5,906)               | (125)              | -           | (6,031)               |
| Buildings and improvements                   | (694,001)             | (13,390)           | -           | (707,391)             |
| Furniture and equipment                      | (365,364)             | (17,354)           | -           | (382,718)             |
| Vehicles                                     | <u>(7,045)</u>        | <u>(1,595)</u>     | <u>-</u>    | <u>(8,640)</u>        |
| Total accumulated depreciation               | <u>(1,072,316)</u>    | <u>(32,464)</u>    | <u>-</u>    | <u>(1,104,780)</u>    |
| Business-type activities capital assets, net | \$ <u>687,993</u>     | \$ <u>(32,464)</u> | \$ <u>-</u> | \$ <u>655,529</u>     |

Depreciation expense was charged to governmental activities as follows:

|                                     |                     |
|-------------------------------------|---------------------|
| Instruction:                        |                     |
| Regular                             | \$ 385,324          |
| Special                             | 632                 |
| Vocational                          | 17,657              |
| Support services:                   |                     |
| Instructional staff                 | 30,323              |
| Administration                      | 1,674               |
| Fiscal                              | 2,400               |
| Business                            | 67,474              |
| Operations and maintenance of plant | 470,990             |
| Pupil transportation                | 135,749             |
| Central                             | 22,021              |
| Community services                  | 12,194              |
| Extracurricular activities          | <u>9,714</u>        |
|                                     | <u>\$ 1,156,152</u> |

At the end of fiscal year 2007, the District closed Coventry Elementary School. As of June 30, 2009, the District has plans to lease a portion of the building and it also anticipates it will recover all of the costs to operate the building during the term of the lease.

# Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

June 30, 2009

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## Note 11: Risk Management

### A. Property and Liability

The District is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. During fiscal year 2009, the District contracted with several companies for various types of insurance as follows:

| <u>Company</u>          | <u>Type of Coverage</u>                | <u>Deductible/Limit of Coverage</u> |
|-------------------------|--|-------------------------------------|
| Indiana Insurance Co.   | Blanket Liability                      | \$10,000 deductible                 |
|                         |  | \$209,447,410 limit                 |
|                         | Inland Marine                          | \$250 deductible                    |
|                         |  | \$11,047,757 limit                  |
|                         | Flood and Earthquake Limit             | \$50,000 deductible                 |
|                         |  | \$2,000,000 limit                   |
|                         | Crime                                  | \$500 deductible                    |
|                         |  | \$150,000 limit                     |
|                         | General Liability/Employer's Liability | \$1,000,000 limit                   |
|                         |  | \$2,000,000 aggregate               |
|                         | Employee Benefits Liability            | \$1,000 deductible                  |
|                         |  | \$1,000,000 limit                   |
|                         | School Leaders Errors and Omissions    | \$3,000,000 aggregate               |
| \$10,000 deductible     |  |                                     |
| Fleet                   | \$1,000,000 limit/aggregate            |                                     |
|                         | \$250 comprehensive                    |                                     |
|                         | \$500 collision                        |                                     |
| Umbrella                | \$1,000,000 limit                      |                                     |
|                         | \$6,000,000 limit                      |                                     |
| Travelers Insurance Co. | Property and Inland Marine             | \$5,000 deductible-boilers          |
|                         | Boiler and Machinery                   | \$1,000 deductible                  |
|                         | Public Official Bonds                  | \$30,000,000 limit                  |
|                         |  | \$20,000-\$100,000 limit            |

Settled claims have not exceeded this commercial coverage in any of the past three years. There has been no change from prior year's coverage.

### B. Workers Compensation

The State of Ohio provides workers' compensation coverage. The District pays the State Workers' Compensation System a premium based on a rate per \$100 of salaries. This rate is calculated based on accident history and administrative costs.



# Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

June 30, 2009

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## Note 11: Risk Management (continued)

### C. Employee Medical Benefits

The District is self insured for medical, dental, vision and prescription of District employees and their covered dependents. Under the program, the District is obligated for claim payments. Incurred but not reported claims of \$1,868,400 have been accrued in the Self-Insurance Internal Service Fund at June 30, 2009, based on an estimate from a third party administrator. Individual funds are charged for medical expenses based on an estimate of total cost for the District as prepared by the plan administrator, and are recorded as revenues of the Self-Insurance Internal Service Fund.

The claims liability of \$1,868,400 reported in the Self-Insurance Internal Service Fund at June 30, 2009, is based on an estimate provided by the Treasurer and the requirements of Governmental Accounting Standards Board Statement No. 30 which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claim adjustment expenses and does not include other allocated or unallocated claim adjustment expenses. Changes in the Self-Insurance Internal Service Fund's claims liability amount in 2007, 2008, and 2009 are as follows:

|               | <u>Beginning<br/>of Year</u> | <u>Current<br/>Year Claims</u> | <u>Claim<br/>Payments</u> | <u>Balance<br/>at End<br/>of Year</u> |
|---------------|------------------------------|--------------------------------|---------------------------|---------------------------------------|
| June 30, 2007 | \$ 1,880,200                 | \$ 8,882,297                   | \$ 9,075,097              | \$ 1,687,400                          |
| June 30, 2008 | 1,687,400                    | 9,759,126                      | 9,666,326                 | 1,780,200                             |
| June 30, 2009 | 1,780,200                    | 10,147,424                     | 10,059,224                | 1,868,400                             |

## Note 12: Defined Benefit Pension Plans

### A. School Employees Retirement System

The District contributes to the School Employees Retirement System of Ohio (SERS), a cost-sharing multiple employer defined benefit pension plan. SERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by State statute per 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 or by calling toll free (800) 878-5853. It is also posted on SERS' website, [www.ohsers.org](http://www.ohsers.org), under *Forms and Publications*.

Plan members are required to contribute 10 percent of their annual covered salary and the School District is required to contribute 14 percent of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended, up to statutory maximum amounts, the SERS' Retirement Board. The Retirement Board acting with the advice of the actuary, allocated the current employer contribution rate among the four funds (Pension Trust Fund, Death Benefit Fund, Medicare B Fund, and Health Care Fund) of the System. For fiscal year ending 2009, it was determined the employer contribution rate to pension and death benefits to be 9.84 percent. The remaining 4.16 percent of the 14 percent employer contribution rate was allocated to the Health Care and Medicare B Funds.

# Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

June 30, 2009

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## **Note 12: Defined Benefit Pension Plans (continued)**

### **A. School Employees Retirement System (continued)**

The District's contributions for pension obligations to SERS for the fiscal years ended June 30, 2009, 2008, and 2007, were \$2,000,822, \$1,957,305, and \$1,960,417, respectively; 88.96 percent has been contributed for fiscal year 2009 and 100 percent for fiscal years 2008 and 2007.

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

The District participates in the State Teachers Retirement System of Ohio (STRS Ohio), a cost-sharing multiple employer public employee retirement system. STRS Ohio provides retirement and disability benefits to members and death and survivor benefits to beneficiaries. STRS Ohio issues a stand-alone financial report. Copies of the report can be requested by writing to the State Teachers Retirement System of Ohio, 275 East Broad Street, Columbus, Ohio 43215-3771, or by calling toll-free 1-888-227-7877, 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 DC Plan allows members to allocate all their member contributions and employer contributions equal to 10.5 percent of earned compensation among various investment choices. The Combined Plan offers features of the DC Plan and the DB Plan. In the Combined Plan, member contributions are allocated to investment choices by the member, and employer contributions are used to fund a defined benefit payment at a reduced level from the regular DB Plan. Contributions into the DC Plan and the Combined Plan are credited to member accounts as employers submit their payroll information to STRS Ohio, generally on a biweekly basis. DC and Combined Plan members will transfer to the DB Plan during their fifth year of membership unless they permanently select the DC or Combined Plan.

The DB Plan benefits are established under Chapter 3307 of the Revised Code. Any member may retire who has (i) five years of service credit and attained age 60; (ii) 25 years of service credit and attained age 55; or (iii) 30 years of service credit regardless of age. The annual retirement allowance, payable for life, is the greater of the "formula benefit" or the "money-purchase benefit" calculation. Under the "formula benefit," the retirement allowance is based on years of credited service and final average salary, which is the average of the member's three highest salary years. The annual allowance is calculated by using a base percentage of 2.2 percent multiplied by the total number of years of service credit (including Ohio-valued purchased credit) times the final average salary. The 31st year of earned Ohio service credit is calculated at 2.5 percent. An additional one-tenth of a percent is added to the calculation for every year of earned Ohio service over 31 years until 100% of final average salary is reached. For members with 35 or more years of Ohio contributing service, the first 30 years will be calculated at 2.5 percent instead of 2.2 percent. Under the "money-purchase benefit" calculation, a member's lifetime contributions plus interest at specified rates are matched by an equal amount from other STRS Ohio funds. This total is then divided by an actuarially determined annuity factor to determine the maximum annual retirement allowance.

# Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

June 30, 2009

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## **Note 12: Defined Benefit Pension Plans (continued)**

### **B. State Teachers Retirement System (continued)**

The DC Plan benefits are established under Sections 3307.80 and 3307.89 of the Revised Code. For members who select the DC Plan, all member contributions and employer contributions at a rate of 10.5 percent are placed in an investment account. The member determines how to allocate the member and employer money among various investment choices. 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. Employer contributions into members' accounts are vested after the first anniversary of the first day of paid service. Members in the DC Plan who become disabled are entitled only to their account balance. If a member dies before retirement benefits begin, the member's designated beneficiary is entitled to receive the member's account balance.

The Combined Plan member contributions are allocated by the member, and employer contributions are used to fund a defined benefit payment. A member's defined benefit is determined by multiplying one percent of the member's final average salary by the member's years of service credit. The defined benefit portion of the Combined Plan payment is payable to a member on or after age 60. The defined contribution portion of the account may be taken as a lump-sum or converted a lifetime monthly annuity at age 50.

A DB or Combined Plan member with five or more years of credited service who becomes disabled may qualify for a disability benefit. Eligible spouses and dependents of members who die before retirement may qualify for survivor benefits. A death benefit of \$1,000 is payable to the beneficiary of each deceased retired member who participated in the DB Plan. Death benefit coverage up to \$2,000 can be purchased by participants in the DB, DC, or Combined Plans. Various other benefits are available to members' beneficiaries.

For the fiscal year ended June 30, 2009, plan members were required to contribute 10 percent of their annual covered salaries. The School District was required to contribute 14 percent. Contribution rates are established by the State Teachers Retirement Board, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions.

The District's required contributions for pension obligations to STRS Ohio for the fiscal years ended June 30, 2009, 2008, and 2007, were \$6,507,159, \$6,414,150, and \$6,196,493 respectively; 93.70 percent has been contributed for fiscal year 2009 and 100 percent for fiscal years 2008 and 2007. Contributions to the DC and Combined Plans for fiscal year 2009 were \$84,745 made by the District and \$136,302 made by the plan members.

# Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

June 30, 2009

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## **Note 13: Post-Employment Benefits**

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

The District participates in two cost-sharing multiple employer defined benefit OPEB plans administered by SERS for non-certificated retirees and their beneficiaries, a Health Care Plan and a Medicare Part B Plan. The Health Care Plan includes hospitalization and physicians' fees through several types of plans including HMO's, PPO's and traditional indemnity plans as well as a prescription drug program. The Medicare Part B Plan reimburses Medicare Part B premiums paid by eligible retirees and beneficiaries up to a statutory limit. Benefit provisions and the obligations to contribute are established by the System based 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 or by calling toll free (800) 878-5853. It is also posted on SERS' website, at [www.ohsers.org](http://www.ohsers.org) under *Forms and Publications*.

State statute permits SERS to fund health care benefits through employer contributions. Each year, after the allocation for statutorily required benefits, the Retirement Board allocates the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund. The Health Care Fund was established and is administered in accordance with Internal Revenue Code Section 105(e). For 2009, 4.16 percent of covered payroll was allocated to health care. In addition, employers pay a surcharge for employees earning less than an actuarially determined amount; for 2009, 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 District's contributions for health care for the fiscal years ended June 30, 2009, 2008, and 2007 were \$815,326, \$795,266, and \$764,056, respectively; 88.96 percent has been contributed for fiscal year 2009 and 100 percent for fiscal years 2008 and 2007.

The Retirement Board, acting with advice of the actuary, allocates a portion of the employer contribution to the Medicare Part B Fund. For 2009, this actuarially required allocation was 0.78 percent of covered payroll. The District's contributions for Medicare Part B for the fiscal years ended June 30, 2009, 2008, and 2007 were \$111,474, \$92,273, and \$92,420, respectively; 88.96 percent has been contributed for fiscal year 2009 and 100 percent for fiscal years 2008 and 2007.

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

The District contributes to the cost sharing multiple employer defined benefit Health Plan administered by 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.

# Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

June 30, 2009

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## **Note 13: Post-Employment Benefits (continued)**

### **B. State Teachers Retirement System (continued)**

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 2009, STRS Ohio allocated employer contributions equal to 1 percent of covered payroll to the Health Care Stabilization Fund. The District's contributions for health care for the fiscal years ended June 30, 2009, 2008, and 2007 were \$464,797, \$458,154, and \$442,607, respectively; 93.70 percent has been contributed for fiscal year 2009 and 100 percent for fiscal years 2008 and 2007.

## **Note 14: Employee Benefits**

### **A. Compensated Absences**

The criteria for determining vacation, personal leave, sick leave, and compensatory time components are derived from negotiated agreements and State laws. Classified employees and administrators earn ten to twenty days of vacation per fiscal year, depending upon length of service. Accumulated, unused vacation time is paid to classified employees and administrators upon termination of employment. Teachers do not earn vacation time.

Each employee earns sick leave at the rate of one and one-fourth days per month. Sick leave may be accumulated with no maximum. Upon retirement, payment is made for one-fourth of the first 360 days of total sick leave accumulation plus one-eighth the next 99 days. The entire compensated absence liability is reported on the government-wide financial statements.

### **B. Early Retirement Incentive**

The District offers employees participating in a Retirement Incentive program beginning after the 2000-2001 school year. Participation is open to teachers who have been employed by the District for at least ten years and who opt to retire at the end of any school year and have been approved by STRS to receive retirement benefits other than disability retirement with thirty years or fewer of service credit and who notify the Board of their intention to retire in writing, no later than March 1 of the year they intend to retire will receive two equal lump sums of \$12,000, one on July 1 of the calendar year of retirement and the second on the following July 1. Certain classified employees are also eligible to receive a retirement incentive.

The last installment of the 2007-2008 and the first installment of the 2008-2009 Retirement Incentive programs were paid on July 1, 2009. These payments of \$318,000 and \$6,000 were made from the General Fund and Nonmajor Governmental Funds, respectively, and are included as "accrued wages and benefits" on the government fund financial statements.

The last installment of the 2008-2009 Retirement Incentive Program will be paid on July 1, 2010. These payments of \$186,000 and \$6,000 will be made from the General Fund and Nonmajor Governmental Funds, respectively, and are reported on the government-wide financial statements.

# Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

June 30, 2009

## Note 15: Long - Term Liabilities

The changes in the District's long-term obligations during fiscal year 2009 were as follows:

|   | Principal<br>Outstanding<br>6/30/08 | Additions           | Deletions           | Principal<br>Outstanding<br>at 6/30/09 | Amounts<br>Due in<br>One Year |
|---|-------------------------------------|---------------------|---------------------|--|-------------------------------|
| Governmental activities:  |                                     |                     |                     |  |                               |
| 1998 \$1,400,000 Energy<br>Conservation Bonds - 7.00%                     | \$ 140,000                          | \$ -                | \$ 140,000          | \$ -                                   | \$ -                          |
| 2003 \$5,800,000 Energy<br>Conservation Bonds - variable                  | 3,650,000                           | -                   | 565,000             | 3,085,000                              | 580,000                       |
| 2002 \$9,499,990 Library<br>Improvement Bonds - variable<br>interest rate | 8,219,871                           | -                   | 134,871             | 8,085,000                              | 295,000                       |
| Qualified Zone Academy Bonds  | 5,500,000                           | -                   | -                   | 5,500,000                              | -                             |
| Capital lease obligations   | 750,571                             | 678,728             | 653,516             | 775,783                                | 560,371                       |
| Early retirement incentive  | 180,000                             | 192,000             | 180,000             | 192,000                                | -                             |
| Compensated absences  | 5,921,097                           | 1,350,851           | 1,211,991           | 6,059,957                              | 424,197                       |
| Total governmental<br>long-term liabilities                               | \$ <u>24,361,539</u>                | \$ <u>2,221,579</u> | \$ <u>2,885,378</u> | \$ <u>23,697,740</u>                   | \$ <u>1,859,568</u>           |
| Business-type activities:   |                                     |                     |                     |  |                               |
| Early retirement incentive  | \$ 12,000                           | \$ 12,000           | \$ 12,000           | \$ 12,000                              | \$ -                          |
| Compensated absences  | 261,193                             | 28,328              | 42,007              | 247,514                                | 29,326                        |
| Total business-type activities  | \$ <u>273,193</u>                   | \$ <u>40,328</u>    | \$ <u>54,007</u>    | \$ <u>259,514</u>                      | \$ <u>29,326</u>              |

Energy conservation bonds will be paid from property taxes. The 1998 and 2003 bonds have maturities of 2009 and 2014, respectively. Compensated absences will be paid from the General Fund, various other governmental and enterprise funds as they are paid.

The District, acting as the taxing authority for the Cleveland Heights-University Heights Public Library, issued tax related debt in the form of a voted general obligation bond issue for renovating, remodeling, furnishing, and otherwise improving Library facilities and their sites in the amount of \$9,499,990. The bonds were issued for a 25-year period with final maturity in 2027.

During 2004, the District was authorized to issue \$5.5 million in Qualified Zone Academy Bonds (QZAB) in accordance with Section 226 of the Taxpayer Relief Act of 1997 (Public Law 105-34), which was used for the rehabilitation and repair portions of the District's facilities. On April 2, 2004, the District issued the \$5.5 million QZAB that matures on April 25, 2019. The entire principal balance of \$5.5 million is due at maturity and the bonds do not bear interest. To satisfy escrow requirements of the program, the District placed \$2.5 million in an escrow account with a local bank, which is included in the restricted cash and cash equivalents on the statement of net assets, as well as the Permanent Improvement Fund.

The legal debt margin of the District as of June 30, 2009, was \$99,823,595 with an unvoted debt margin of \$1,226,213.

# Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

June 30, 2009

## Note 15: Long - Term Liabilities (continued)

Principal and interest requirements to retire general obligation bonds and library improvement bonds outstanding at June 30, 2009, are as follows:

|           | Energy Conservation Bonds |                   |                     | Library Bonds       |                     |                      | Total                |
|-----------|---------------------------|-------------------|---------------------|---------------------|---------------------|----------------------|----------------------|
|           | Principal                 | Interest          | Total               | Principal           | Interest            | Total                |                      |
| 2010      | \$ 580,000                | \$ 98,188         | \$ 678,188          | \$ 295,000          | \$ 389,317          | \$ 684,317           | \$ 1,362,505         |
| 2011      | 595,000                   | 79,819            | 674,819             | 310,000             | 376,457             | 686,457              | 1,361,276            |
| 2012      | 615,000                   | 59,388            | 674,388             | 320,000             | 362,752             | 682,752              | 1,357,140            |
| 2013      | 635,000                   | 37,513            | 672,513             | 335,000             | 348,174             | 683,174              | 1,355,687            |
| 2014      | 660,000                   | 13,200            | 673,200             | 350,000             | 332,586             | 682,586              | 1,355,786            |
| 2015-2019 | -                         | -                 | -                   | 2,020,000           | 1,388,566           | 3,408,566            | 3,408,566            |
| 2020-2024 | -                         | -                 | -                   | 2,575,000           | 819,302             | 3,394,302            | 3,394,302            |
| 2025-2029 | -                         | -                 | -                   | <u>1,880,000</u>    | <u>147,857</u>      | <u>2,027,857</u>     | <u>2,027,857</u>     |
| Total     | \$ <u>3,085,000</u>       | \$ <u>288,108</u> | \$ <u>3,373,108</u> | \$ <u>8,085,000</u> | \$ <u>4,165,011</u> | \$ <u>12,250,011</u> | \$ <u>15,623,119</u> |

## Note 16: Lease Obligations

The District has entered into capital leases for a security system, copier equipment and computers. These leases meet the criteria of a capital lease as defined by Statement of Financial Accounting Standards No. 13, *Accounting for Leases*, which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee at the conclusion of the lease term. Governmental activities capital assets consisting of security system and copier equipment have capital lease balances at June 30, 2009 in the amounts of \$10,612 and \$302,607, respectively. For the security system, these amounts represent the present value of the future minimum lease payments at the time of acquisition, \$585,856 less accumulated depreciation, \$24,164. The present value of the future minimum lease payments at the time of acquisition for the copier equipment was \$403,797 less accumulated depreciation of \$65,042. Additional computer equipment leases with a value of \$462,564 are not included in the above amounts because the individual assets making up the lease total do not meet the District's capitalization threshold policy. Principal payments for all of capital leases in the 2009 fiscal year totaled \$653,516. These amounts are reported as program/function expenditures of the General Fund and Permanent Improvement Fund.

The following is a schedule of the future minimum lease payments required under the capital and operating leases and the present value of the future minimum lease payments as of June 30, 2009:

|  | Capital<br>Leases | Operating<br>Leases |
|--|-------------------|---------------------|
| 2010   | \$ 599,678        | \$ 138,312          |
| 2011   | 108,912           | 138,312             |
| 2012   | 108,912           | -                   |
| 2013   | <u>18,151</u>     | <u>-</u>            |
| Total minimum lease payments                 | 835,653           | \$ <u>276,624</u>   |
| Less: amounts representing interest          | <u>(59,870)</u>   |                     |
| Present value minimum capital lease payments | \$ <u>775,783</u> |                     |

Rental expense related to operating leases for equipment totaled \$138,312 for the year ended June 30, 2009.

# Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

June 30, 2009

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## **Note 17: Jointly Governed Organization**

The Ohio Schools' Council Association (the Council) is a jointly governed organization among 91 school districts. The jointly governed organization was formed to purchase quality products and services at the lowest possible cost to the member districts. Each district supports the Council by paying an annual participation fee. The Council's Board consists of seven superintendents of the participating districts whose terms rotate every year. The degree of control exercised by any school district is limited to its representation on the Board. In fiscal year 2009, the District paid \$6,025 to the Council. Financial information can be obtained by contacting David A. Cottrell, Executive Director, at the Ohio Schools Council at 6133 Rockside Road, Suite 10, Independence, Ohio 44131.

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

Energy Acquisition Corporation, 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 its agreement, the school district is required to repay the savings to CEI and CEI will refund the remaining prepayment related to that participant to Energy Acquisition Corporation.

The District also participates in the Council's prepaid natural gas program which was implemented during fiscal year 2004. This program allows school districts to purchase natural gas at reduced rates, if the school districts will commit to participating for a twelve year period. The participants make monthly payments based on estimated usage. Each month these estimated payments are compared to their actual usage and any necessary adjustments are made.

The City of Hamilton, a municipal corporation and political subdivision duly organized and existing under the laws of the State of Ohio, issued \$89,450,000 in debt to purchase twelve years of natural gas from CMS Energy Corporation for their participants. If a participating school district terminates its agreement, the school 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.



# Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

June 30, 2009

## Note 18: Set-Aside Requirements

The District is required by State statute to annually set aside in the General Fund an amount 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 and carried forward to be used for the same purposes in future years.

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

|  | <u>Textbooks</u>  | <u>Capital<br/>Improvements</u> |
|--|-------------------|---------------------------------|
| Set-aside reserve balance as of June 30, 2008      | \$ 920,451        | \$ -                            |
| Current year set-aside requirements                | 1,015,867         | 1,015,867                       |
| Qualifying disbursements                           | <u>(970,296)</u>  | <u>(2,038,223)</u>              |
| Total  | \$ <u>966,022</u> | \$ <u>(1,022,356)</u>           |
| Set-aside balances carried forward to future years | \$ <u>966,022</u> | \$ -                            |
| Set-aside reserve balance as of June 30, 2009      | \$ <u>966,022</u> | \$ -                            |

Although the District had qualifying disbursements during the year that reduced the capital improvements set-aside amount below zero, these extra amounts may not be used to reduce the set-aside requirement in future years.

## Note 19: Contractual Commitments

At June 30, 2009, the District's significant contractual commitments consisted of:

| <u>Project</u>                            | <u>Contract<br/>Amount</u> | <u>Amount<br/>Paid</u> | <u>Remaining<br/>on Contract</u> |
|---|----------------------------|------------------------|----------------------------------|
| Emergency lighting upgrades               | \$ 257,545                 | \$ 125,450             | \$ 132,095                       |
| Oxford waterproofing                      | 162,000                    | 17,555                 | 144,445                          |
| Heights High unit ventilator replacement  | 115,784                    | 20,096                 | 95,688                           |
| Heights High school trash compactor       | 86,600                     | 27,097                 | 59,503                           |
| Heights High locker room renovation       | 166,250                    | 45,024                 | 121,226                          |
| Heights High science wing                 | 120,900                    | 70,914                 | 49,986                           |
| District-wide paving                      | 494,800                    | 321,088                | 173,712                          |
| District-wide panel and door replacements | 176,322                    | 33,675                 | 142,647                          |
| Monticello and Noble water tanks          | <u>63,479</u>              | <u>-</u>               | <u>63,479</u>                    |
| Total                                     | \$ <u>1,643,680</u>        | \$ <u>660,899</u>      | \$ <u>982,781</u>                |

# Cleveland Heights-University Heights City School District

Notes to the Basic Financial Statements (continued)

June 30, 2009

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## **Note 20: Contingencies**

### **A. Grants**

The District received financial assistance from federal and state agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the District at June 30, 2009.

### **B. Litigation**

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

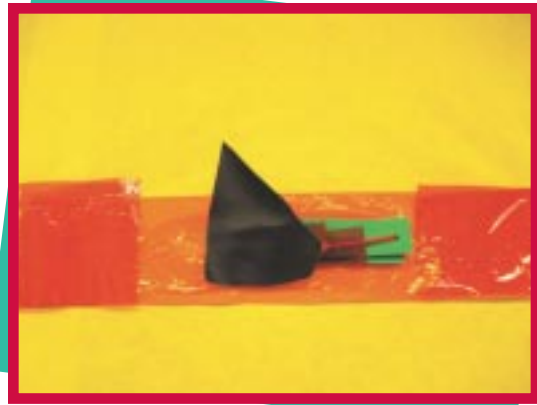
## **Note 21: Related Organization**

The Cleveland Heights-University Heights Public Library is a distinct political subdivision of the State of Ohio created under Chapter 3375 of the Ohio Revised Code. The Library is governed by a Board of Trustees appointed by the District's Board of Education. The Board of Trustees possesses its own contracting and budgeting authority, hires and fires personnel and does not depend on the District for operational subsidies. Although the District serves as the taxing authority and may issue tax related debt on behalf of the Library, its role is limited to a ministerial function. The determination to request approval of a tax, the rate, and the purpose are discretionary decisions made solely by the Board of Trustees. Financial information can be obtained from the Cleveland Heights-University Heights Public Library at 2345 Lee Road, Cleveland Heights, Ohio 44118.



**FAITH JAMES**

Grade 5  
Noble Elementary



**RICHARD BENNETT**

Grade 1  
Roxboro Elementary



**ALEX BUFFINGTON**

Grade 5  
Gearity Professional  
Development School



**DARRELL GADDIS**

Grade 5  
Gearity Professional  
Development School



**AISHEL BROOKS**

Grade 2  
Canterbury Elementary



# COMBINING STATEMENTS AND INDIVIDUAL FUND

# Schedules



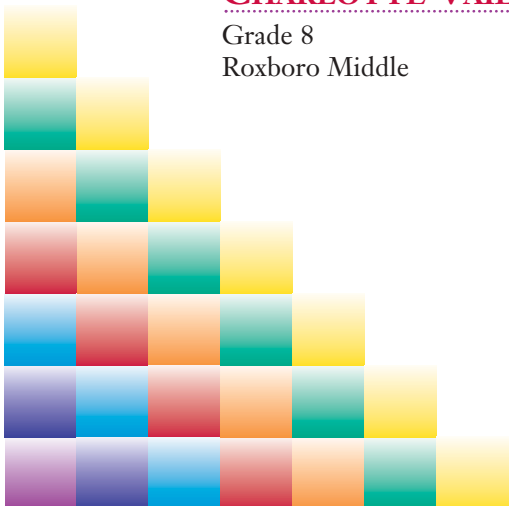
**CHARLOTTE VAIL**

Grade 8  
Roxboro Middle



**BRENDAN ALCORN**

Grade 8  
Roxboro Middle



# Cleveland Heights-University Heights City School District

Combining Statements – Nonmajor Governmental Funds

Fund Descriptions

June 30, 2009

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## Nonmajor Special Revenue Funds

Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. Following is a description of the District's nonmajor special revenue funds:

***Special Trust*** This fund is used to account for monies used for purposes that are beneficial to the overall operation of the District.

***Public School Support*** This fund is used for the general support of the school building, staff, and students.

***Other Grants*** This fund is used to account for the proceeds of specific revenue sources, except for state and federal grants that are legally restricted to expenditures for specified purposes.

***Venture Capital - Boulevard*** This fund is used for government subsidy to improve achievement.

***District Managed Activity*** This fund is used to account for those student activity programs which have student participation in the activity but do not have student management of the programs. This fund would usually include athletic programs but could also include the band, cheerleaders, flag corps, and other similar types of activities.

***Auxiliary Services*** This fund accounts for state funds for the purchase of science and math materials, as well as psychological and other supplemental services at the non-public schools within the District.

***Motorcycle Safety Education*** This fund is used to account for receipts and expenditures of the Motorcycle Safety and Education Program.

***Educational Management Information System*** This fund is used to account for funds provided by the State of Ohio to be used solely for costs associated with the requirements of the education management information system required by Senate Bill 140.

***Public School Preschool Grant*** This fund accounts for the state revenues which address the educational needs of 4 year olds who are at risk of being poor achievers.

***One Net Communiqué*** This fund is provided to account for money appropriated for Ohio Educational Computer Network connections and switching cost.

***School Net Professional Development*** This fund was established to provide training for teachers to become practitioners. They will develop lesson labs related to proficiency outcomes.

# Cleveland Heights-University Heights City School District

## Combining Statements – Nonmajor Governmental Funds Fund Descriptions

June 30, 2009

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### **Nonmajor Special Revenue Funds (continued)**

***Textbook Subsidy*** This fund accounts for state monies used for textbooks.

***Ohio Reads*** This fund accounts for funds to be utilized to improve reading skills for students in grades K-3.

***Summer School Subsidy*** This fund accounts for summer intervention services satisfying criteria defined in Division (E) of Section 2318.608 of the Ohio Revised Code.

***Career Technical/Adult Education*** This fund is used to account for Vocational Education Enhancements that: 1) expand the number of students enrolled in tech prep programs, 2) enable students to develop career plans, to identify initial educational and career goals, and to develop a career passport which provides a clear understanding of the student's knowledge, skills, and credentials to present to future employers, universities, and other training institutes and 3) replace or update equipment essential for the instruction of students in job skills taught as part of a vocational program or programs approved for such instruction by the State Board of Education.

***Poverty Aid*** This fund accounts for monies appropriated for poverty based assistance as part of the state foundation system. Programs included are academic intervention, all-day kindergarten, class-size reduction, Limited English Proficient students, professional development, dropout prevention and community outreach.

***Alternative School Grant*** The Alternative School Grant was established to provide funding for Saturday School for discipline problem students. The funds will be used for intervention programs, support groups for families, homework centers, tutoring programs, and various other programs to aid severe behavior students. The fund will be used for salaries, benefits, supplies, purchased services, and equipment associated with the program.

***Extended Learning Opportunity*** This Ohio Department of Education allocation provided funding to supplement existing programs for extended learning opportunities in kindergarten through third grade, as well as professional development opportunities for teachers.

***Miscellaneous State Grants*** This fund represents State monies that support academic and enrichment programs for the student body.

***Adult Basic Education*** This fund accounts for federal monies used to provide computer equipment, library resource materials, salaries, and room rental for adult education classes.

***IDEA (Flo-Thru)*** The purpose of this federal program is to assist schools in the identification of handicapped children, development of procedural safeguards, implementation of least-restrictive, alternative service patterns, and provision of full educational opportunities to handicapped children at the preschool, elementary and secondary levels.

***Vocational Education*** Provides funds to boards of education, training institutions, and the state administering agency for cooperating in development of vocational education programs in the following categories: secondary, post-secondary, adult, disadvantaged and handicapped persons, exemplary programs cooperative education, construction of area vocational schools, ancillary services, research, advisory committees, and work-study projects, including six equity grants.

# Cleveland Heights-University Heights City School District

## Combining Statements – Nonmajor Governmental Funds Fund Descriptions

June 30, 2009

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### **Nonmajor Special Revenue Funds (continued)**

**Title III** This fund accounts for funds to develop and carry out elementary and secondary school programs, including activities at the pre-school level, to meet the educational needs of children of limited English proficiency. These programs provide structured English language instruction, with respect to the years of study to which the program is applicable, and instruction in the child's native language to the extent necessary to allow a child to achieve competence in English. The instruction incorporates the cultural heritage of these children and of other children in American society. The instruction must, to the extent necessary, be in all courses or subjects of study which will allow a child to meet grade promotion and graduation standards.

**Chinese Refugees** The purpose of this fund provides educational services to meet special educational needs of refugee children who are enrolled in public and non-profit private elementary and secondary schools.

**Title I** The purpose of this federal program is to provide financial assistance to state and local education agencies to meet the special needs of educationally deprived children.

**Title V Innovative Program** The purpose of this federal program is to consolidate various programs into a single authorization of grants to states for the same purposes set forth in the provisions of law as specified in the authorization section, to be used in accordance with the educational needs and priorities of the state and local agencies.

**Drug Free Schools** This fund accounts for federal revenues to implement programs to educate and encourage students to live lives free of drug dependency.

**Preschool Disabilities Grant** The Preschool Grant Program, Section 619 of Public Law 99-457, addresses the improvement and expansion of services for handicapped children ages three (3) through five (5) years.

**Title IIA - Improving Teacher Quality** This fund is used to account for various monies received through state agencies from the Federal government or directly from the Federal government which are not classified elsewhere.

**Miscellaneous Federal Grants** This fund is used to account for various monies received through state agencies from the federal government or directly from the federal government which are not classified elsewhere. A separate cost center must be used for each grant and be approved by the Auditor of State.

### **Nonmajor Capital Projects Funds**

Capital Projects Funds are used to account for the acquisition or construction of major capital facilities. Following is a description of the nonmajor capital projects fund:

**School Net Plus** This fund is used to account for monies received by the State of Ohio for the purpose of purchasing computers for K-4 grades.

# Cleveland Heights-University Heights City School District

## Combining Balance Sheet Nonmajor Governmental Funds

June 30, 2009

|                                       | Nonmajor<br>Special<br>Revenue | Nonmajor<br>Capital<br>Projects | Total<br>Nonmajor<br>Governmental<br>Funds |
|---------------------------------------|--------------------------------|---------------------------------|--|
| Assets:                               |                                |                                 |  |
| Equity in pooled cash and investments | \$ 1,984,983                   | \$ -                            | \$ 1,984,983                               |
| Accounts receivable                   | 19,194                         | -                               | 19,194                                     |
| Intergovernmental receivable          | <u>919,904</u>                 | <u>-</u>                        | <u>919,904</u>                             |
| Total assets                          | <u>\$ 2,924,081</u>            | <u>\$ -</u>                     | <u>\$ 2,924,081</u>                        |
| Liabilities and fund balances:        |                                |                                 |  |
| Liabilities:                          |                                |                                 |  |
| Accounts payable                      | \$ 199,260                     | \$ -                            | \$ 199,260                                 |
| Accrued wages and benefits            | 93,976                         | -                               | 93,976                                     |
| Interfund payable                     | 1,052,360                      | -                               | 1,052,360                                  |
| Matured compensated absences          | 31,726                         | -                               | 31,726                                     |
| Intergovernmental payable             | 118,291                        | -                               | 118,291                                    |
| Deferred revenue                      | <u>919,904</u>                 | <u>-</u>                        | <u>919,904</u>                             |
| Total liabilities                     | <u>2,415,517</u>               | <u>-</u>                        | <u>2,415,517</u>                           |
| Fund balances:                        |                                |                                 |  |
| Reserved for encumbrances             | 834,283                        | -                               | 834,283                                    |
| Unreserved; undesignated (deficit)    | <u>(325,719)</u>               | <u>-</u>                        | <u>(325,719)</u>                           |
| Total fund balances                   | <u>508,564</u>                 | <u>-</u>                        | <u>508,564</u>                             |
| Total liabilities and fund balances   | <u>\$ 2,924,081</u>            | <u>\$ -</u>                     | <u>\$ 2,924,081</u>                        |



# Cleveland Heights-University Heights City School District

## Combining Statement of Revenues, Expenditures and Changes in Fund Balances Nonmajor Governmental Funds

For the Fiscal Year Ended June 30, 2009

|   | Nonmajor<br>Special<br>Revenue | Nonmajor<br>Capital<br>Projects | Total<br>Nonmajor<br>Governmental<br>Funds |
|---|--------------------------------|---------------------------------|--|
| <b>Revenues:</b>                                |                                |                                 |  |
| Intergovernmental                               | \$ 10,111,803                  | \$ -                            | \$ 10,111,803                              |
| Earnings on investments                         | 31,045                         | -                               | 31,045                                     |
| Extracurricular activities                      | 243,331                        | -                               | 243,331                                    |
| Classroom materials and fees                    | 36,870                         | -                               | 36,870                                     |
| Miscellaneous                                   | <u>1,044,780</u>               | <u>-</u>                        | <u>1,044,780</u>                           |
| Total revenues                                  | <u>11,467,829</u>              | <u>-</u>                        | <u>11,467,829</u>                          |
| <b>Expenditures:</b>                            |                                |                                 |  |
| <b>Current:</b>                                 |                                |                                 |  |
| <b>Instruction:</b>                             |                                |                                 |  |
| Regular   | 3,120,601                      | -                               | 3,120,601                                  |
| Special   | 1,465,494                      | -                               | 1,465,494                                  |
| Vocational                                      | 212,211                        | -                               | 212,211                                    |
| Adult/continuing                                | 1,072,363                      | -                               | 1,072,363                                  |
| <b>Support services:</b>                        |                                |                                 |  |
| Pupil   | 728,989                        | 2,649                           | 731,638                                    |
| Instructional staff                             | 2,106,174                      | -                               | 2,106,174                                  |
| Administration                                  | 546,666                        | -                               | 546,666                                    |
| Fiscal  | 61,480                         | -                               | 61,480                                     |
| Pupil transportation                            | 56,982                         | -                               | 56,982                                     |
| Central   | 214,775                        | -                               | 214,775                                    |
| <b>Operation of non-instructional services:</b> |                                |                                 |  |
| Community services                              | 2,519,511                      | -                               | 2,519,511                                  |
| Extracurricular activities                      | 322,826                        | -                               | 322,826                                    |
| Capital outlay                                  | 36,000                         | -                               | 36,000                                     |
| <b>Debt services:</b>                           |                                |                                 |  |
| Principal                                       | -                              | 38,387                          | 38,387                                     |
| Interest and fiscal charges                     | <u>-</u>                       | <u>4,745</u>                    | <u>4,745</u>                               |
| Total expenditures                              | <u>12,464,072</u>              | <u>45,781</u>                   | <u>12,509,853</u>                          |
| Excess of revenues over (under) expenditures    | (996,243)                      | (45,781)                        | (1,042,024)                                |
| <b>Other financing sources (uses):</b>          |                                |                                 |  |
| Transfers - in                                  | <u>1,255,268</u>               | <u>-</u>                        | <u>1,255,268</u>                           |
| Net change in fund balance                      | 259,025                        | (45,781)                        | 213,244                                    |
| Fund balance at beginning of year               | <u>249,539</u>                 | <u>45,781</u>                   | <u>295,320</u>                             |
| Fund balance at end of year                     | <u>\$ 508,564</u>              | <u>\$ -</u>                     | <u>\$ 508,564</u>                          |

# Cleveland Heights-University Heights City School District

## Combining Balance Sheet Nonmajor Special Revenue Funds

June 30, 2009

|                                       | <u>Special<br/>Trust</u> | <u>Public<br/>School<br/>Support</u> | <u>Other<br/>Grants</u> | <u>Venture<br/>Capital -<br/>Boulevard</u> | <u>District<br/>Managed<br/>Activity</u> |
|---------------------------------------|--------------------------|--------------------------------------|-------------------------|--|--|
| <b>Assets:</b>                        |                          |                                      |                         |  |  |
| Equity in pooled cash and investments | \$ 374,831               | \$ 55,933                            | \$ 423,627              | \$ 58                                      | \$ 13,875                                |
| Accounts receivable                   | -                        | -                                    | 19,194                  | -  | -  |
| Intergovernmental receivable          | -                        | -                                    | -                       | -  | -  |
| Total assets                          | <u>\$ 374,831</u>        | <u>\$ 55,933</u>                     | <u>\$ 442,821</u>       | <u>\$ 58</u>                               | <u>\$ 13,875</u>                         |
| <b>Liabilities and fund balances:</b> |                          |                                      |                         |  |  |
| <b>Liabilities:</b>                   |                          |                                      |                         |  |  |
| Accounts payable                      | \$ -                     | \$ 1,602                             | \$ 12,514               | \$ -                                       | \$ -                                     |
| Accrued wages and benefits            | -                        | -                                    | 255                     | -  | -  |
| Interfund payable                     | -                        | -                                    | -                       | -  | -  |
| Matured compensated absences          | -                        | -                                    | -                       | -  | -  |
| Intergovernmental payable             | -                        | 102                                  | 9,645                   | -  | 1,366                                    |
| Deferred revenue                      | -                        | -                                    | -                       | -  | -  |
| Total liabilities                     | <u>-</u>                 | <u>1,704</u>                         | <u>22,414</u>           | <u>-</u>                                   | <u>1,366</u>                             |
| <b>Fund balances:</b>                 |                          |                                      |                         |  |  |
| Reserved for encumbrances             | -                        | 4,024                                | 45,263                  | -  | 8,293                                    |
| Unreserved; undesignated (deficit)    | <u>374,831</u>           | <u>50,205</u>                        | <u>375,144</u>          | <u>58</u>                                  | <u>4,216</u>                             |
| Total fund balances (deficit)         | <u>374,831</u>           | <u>54,229</u>                        | <u>420,407</u>          | <u>58</u>                                  | <u>12,509</u>                            |
| Total liabilities and fund balances   | <u>\$ 374,831</u>        | <u>\$ 55,933</u>                     | <u>\$ 442,821</u>       | <u>\$ 58</u>                               | <u>\$ 13,875</u>                         |

| <u>Auxiliary Services</u> | <u>Motorcycle Safety Education</u> | <u>Educational Management Information System</u> | <u>Public School Preschool Grant</u> | <u>One Net Communique</u> | <u>School Net Professional Development</u> |
|---------------------------|------------------------------------|--|--------------------------------------|---------------------------|--|
| \$ 397,162                | \$ -                               | \$ 727   | \$ 154                               | \$ -                      | \$ -                                       |
| -                         | -                                  | -  | -                                    | -                         | -  |
| -                         | -                                  | -  | -                                    | -                         | -  |
| <u>\$ 397,162</u>         | <u>\$ -</u>                        | <u>\$ 727</u>                                    | <u>\$ 154</u>                        | <u>\$ -</u>               | <u>\$ -</u>                                |
| <br>                      |                                    |  |                                      |                           |  |
| \$ 95,536                 | \$ -                               | \$ -   | \$ -                                 | \$ -                      | \$ -                                       |
| 510                       | -                                  | 3,962  | 2,159                                | -                         | -  |
| -                         | -                                  | -  | 2,100                                | -                         | -  |
| -                         | -                                  | -  | 8,216                                | -                         | -  |
| -                         | -                                  | 3,904  | 5,635                                | -                         | 118  |
| -                         | -                                  | -  | -                                    | -                         | -  |
| <u>96,046</u>             | <u>-</u>                           | <u>7,866</u>                                     | <u>18,110</u>                        | <u>-</u>                  | <u>118</u>                                 |
| <br>                      |                                    |  |                                      |                           |  |
| 225,569                   | -                                  | 727  | 119                                  | -                         | 576  |
| <u>75,547</u>             | <u>-</u>                           | <u>(7,866)</u>                                   | <u>(18,075)</u>                      | <u>-</u>                  | <u>(694)</u>                               |
| <u>301,116</u>            | <u>-</u>                           | <u>(7,139)</u>                                   | <u>(17,956)</u>                      | <u>-</u>                  | <u>(118)</u>                               |
| <br>                      |                                    |  |                                      |                           |  |
| <u>\$ 397,162</u>         | <u>\$ -</u>                        | <u>\$ 727</u>                                    | <u>\$ 154</u>                        | <u>\$ -</u>               | <u>\$ -</u>                                |

Continued

# Cleveland Heights-University Heights City School District

## Combining Balance Sheet Nonmajor Special Revenue Funds (continued)

June 30, 2009

|                                       | <u>Textbook<br/>Subsidy</u> | <u>Ohio<br/>Reads</u> | <u>Summer<br/>School<br/>Subsidy</u> | <u>Career<br/>Technical/<br/>Adult<br/>Education</u> | <u>Poverty<br/>Aid</u> |
|---------------------------------------|-----------------------------|-----------------------|--------------------------------------|--|------------------------|
| <b>Assets:</b>                        |                             |                       |                                      |  |                        |
| Equity in pooled cash and investments | \$ -                        | \$ -                  | \$ -                                 | \$ -   | \$ 61                  |
| Accounts receivable                   | -                           | -                     | -                                    | -  | -                      |
| Intergovernmental receivable          | -                           | -                     | -                                    | -  | -                      |
| Total assets                          | <u>\$ -</u>                 | <u>\$ -</u>           | <u>\$ -</u>                          | <u>\$ -</u>  | <u>\$ 61</u>           |
| <b>Liabilities and fund balances:</b> |                             |                       |                                      |  |                        |
| <b>Liabilities:</b>                   |                             |                       |                                      |  |                        |
| Accounts payable                      | \$ -                        | \$ -                  | \$ -                                 | \$ -   | \$ -                   |
| Accrued wages and benefits            | -                           | -                     | -                                    | -  | 58,798                 |
| Interfund payable                     | -                           | 12,158                | 19,312                               | -  | -                      |
| Matured compensated absences          | -                           | -                     | -                                    | -  | -                      |
| Intergovernmental payable             | -                           | -                     | -                                    | -  | 771                    |
| Deferred revenue                      | -                           | -                     | -                                    | -  | -                      |
| Total liabilities                     | <u>-</u>                    | <u>12,158</u>         | <u>19,312</u>                        | <u>-</u>   | <u>59,569</u>          |
| <b>Fund balances:</b>                 |                             |                       |                                      |  |                        |
| Reserved for encumbrances             | -                           | -                     | -                                    | -  | 61                     |
| Unreserved; undesignated (deficit)    | <u>-</u>                    | <u>(12,158)</u>       | <u>(19,312)</u>                      | <u>-</u>   | <u>(59,569)</u>        |
| Total fund balances (deficit)         | <u>-</u>                    | <u>(12,158)</u>       | <u>(19,312)</u>                      | <u>-</u>   | <u>(59,508)</u>        |
| Total liabilities and fund balances   | <u>\$ -</u>                 | <u>\$ -</u>           | <u>\$ -</u>                          | <u>\$ -</u>  | <u>\$ 61</u>           |

| <u>Alternative<br/>School<br/>Grant</u> | <u>Extended<br/>Learning<br/>Opportunity</u> | <u>Miscellaneous<br/>State<br/>Grants</u> | <u>Adult<br/>Basic<br/>Education</u> | <u>IDEA<br/>(Flo-Thru)</u> | <u>Vocational<br/>Education</u> |
|---|--|---|--------------------------------------|----------------------------|---------------------------------|
| \$ 195                                  | \$ -   | \$ 131,537                                | \$ 7,065                             | \$ 188,260                 | \$ 21,804                       |
| -                                       | -  | -   | -                                    | -                          | -                               |
| -                                       | -  | -   | 31,323                               | 385,307                    | 31,308                          |
| <u>\$ 195</u>                           | <u>\$ -</u>                                  | <u>\$ 131,537</u>                         | <u>\$ 38,388</u>                     | <u>\$ 573,567</u>          | <u>\$ 53,112</u>                |
| \$ -                                    | \$ -   | \$ 1,333                                  | \$ -                                 | \$ 34,021                  | \$ 6,750                        |
| -                                       | -  | 2,951                                     | 691                                  | 7,702                      | 2,221                           |
| 25,000                                  | -  | -   | 34,500                               | 412,000                    | 26,500                          |
| -                                       | -  | -   | -                                    | 11,140                     | -                               |
| 3,850                                   | -  | 274                                       | 743                                  | 49,364                     | 6,590                           |
| -                                       | -  | -   | 31,323                               | 385,307                    | 31,308                          |
| <u>28,850</u>                           | <u>-</u>                                     | <u>4,558</u>                              | <u>67,257</u>                        | <u>899,534</u>             | <u>73,369</u>                   |
| -                                       | -  | 43,695                                    | 6,904                                | 155,718                    | 14,558                          |
| <u>(28,655)</u>                         | <u>-</u>                                     | <u>83,284</u>                             | <u>(35,773)</u>                      | <u>(481,685)</u>           | <u>(34,815)</u>                 |
| <u>(28,655)</u>                         | <u>-</u>                                     | <u>126,979</u>                            | <u>(28,869)</u>                      | <u>(325,967)</u>           | <u>(20,257)</u>                 |
| <u>\$ 195</u>                           | <u>\$ -</u>                                  | <u>\$ 131,537</u>                         | <u>\$ 38,388</u>                     | <u>\$ 573,567</u>          | <u>\$ 53,112</u>                |

Continued

# Cleveland Heights-University Heights City School District

## Combining Balance Sheet Nonmajor Special Revenue Funds (continued)

June 30, 2009

|                                       | <u>Title III</u> | <u>Chinese<br/>Refugees</u> | <u>Title I</u>    | <u>Title V<br/>Innovative<br/>Program</u> |
|---------------------------------------|------------------|-----------------------------|-------------------|---|
| <b>Assets:</b>                        |                  |                             |                   |   |
| Equity in pooled cash and investments | \$ 2,227         | \$ -                        | \$ 356,459        | \$ 1,824                                  |
| Accounts receivable                   | -                | -                           | -                 | -   |
| Intergovernmental receivable          | <u>8,823</u>     | <u>-</u>                    | <u>405,698</u>    | <u>-</u>                                  |
| Total assets                          | <u>\$ 11,050</u> | <u>\$ -</u>                 | <u>\$ 762,157</u> | <u>\$ 1,824</u>                           |
| <b>Liabilities and fund balances:</b> |                  |                             |                   |   |
| <b>Liabilities:</b>                   |                  |                             |                   |   |
| Accounts payable                      | \$ -             | \$ -                        | \$ 46,751         | \$ -                                      |
| Accrued wages and benefits            | 1,904            | -                           | 12,823            | -   |
| Interfund payable                     | 7,514            | -                           | 451,000           | 3,309                                     |
| Matured compensated absences          | -                | -                           | 12,370            | -   |
| Intergovernmental payable             | 1,125            | -                           | 22,255            | 122                                       |
| Deferred revenue                      | <u>8,823</u>     | <u>-</u>                    | <u>405,698</u>    | <u>-</u>                                  |
| Total liabilities                     | <u>19,366</u>    | <u>-</u>                    | <u>950,897</u>    | <u>3,431</u>                              |
| <b>Fund balances:</b>                 |                  |                             |                   |   |
| Reserved for encumbrances             | 2,130            | -                           | 317,604           | -   |
| Unreserved; undesignated (deficit)    | <u>(10,446)</u>  | <u>-</u>                    | <u>(506,344)</u>  | <u>(1,607)</u>                            |
| Total fund balances (deficit)         | <u>(8,316)</u>   | <u>-</u>                    | <u>(188,740)</u>  | <u>(1,607)</u>                            |
| Total liabilities and fund balances   | <u>\$ 11,050</u> | <u>\$ -</u>                 | <u>\$ 762,157</u> | <u>\$ 1,824</u>                           |

| <u>Drug Free<br/>Schools</u> | <u>Preschool<br/>Disabilities<br/>Grant</u> | <u>Title IIA-<br/>Improving<br/>Teacher<br/>Quality</u> | <u>Miscellaneous<br/>Federal Grants</u> | <u>Total<br/>Nonmajor<br/>Special<br/>Revenue</u> |
|------------------------------|---|---|---|---|
| \$ 39                        | \$ 29                                       | \$ 3,170  | \$ 5,946                                | \$ 1,984,983                                      |
| -                            | -   | -   | -                                       | 19,194  |
| <u>1,574</u>                 | <u>1,785</u>                                | <u>33,990</u>   | <u>20,096</u>                           | <u>919,904</u>                                    |
| <u>\$ 1,613</u>              | <u>\$ 1,814</u>                             | <u>\$ 37,160</u>  | <u>\$ 26,042</u>                        | <u>\$ 2,924,081</u>                               |
| \$ -                         | \$ -  | \$ 753  | \$ -                                    | \$ 199,260  |
| -                            | -   | -   | -                                       | 93,976  |
| 1,750                        | 1,450                                       | 50,932  | 4,835                                   | 1,052,360   |
| -                            | -   | -   | -                                       | 31,726  |
| 304                          | 567   | 4,624   | 6,932                                   | 118,291   |
| <u>1,574</u>                 | <u>1,785</u>                                | <u>33,990</u>   | <u>20,096</u>                           | <u>919,904</u>                                    |
| <u>3,628</u>                 | <u>3,802</u>                                | <u>90,299</u>   | <u>31,863</u>                           | <u>2,415,517</u>                                  |
| -                            | -   | 3,139   | 5,903                                   | 834,283   |
| <u>(2,015)</u>               | <u>(1,988)</u>                              | <u>(56,278)</u>   | <u>(11,724)</u>                         | <u>(325,719)</u>                                  |
| <u>(2,015)</u>               | <u>(1,988)</u>                              | <u>(53,139)</u>   | <u>(5,821)</u>                          | <u>508,564</u>                                    |
| <u>\$ 1,613</u>              | <u>\$ 1,814</u>                             | <u>\$ 37,160</u>  | <u>\$ 26,042</u>                        | <u>\$ 2,924,081</u>                               |

# Cleveland Heights-University 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, 2009

|  | Special<br>Trust         | Public<br>School<br>Support | Other<br>Grants          | Venture<br>Capital -<br>Boulevard | District<br>Managed<br>Activity |
|--|--------------------------|-----------------------------|--------------------------|-----------------------------------|---------------------------------|
| Revenues:                                    |                          |                             |                          |                                   |                                 |
| Intergovernmental                            | \$ -                     | \$ -                        | \$ 9,041                 | \$ -                              | \$ -                            |
| Earnings on investments                      | -                        | -                           | -                        | -                                 | -                               |
| Extracurricular activities                   | -                        | 152,261                     | -                        | -                                 | 91,070                          |
| Classroom materials and fees                 | -                        | 36,870                      | -                        | -                                 | -                               |
| Miscellaneous                                | <u>102,244</u>           | <u>34,370</u>               | <u>794,889</u>           | <u>-</u>                          | <u>20,671</u>                   |
| Total revenues                               | <u>102,244</u>           | <u>223,501</u>              | <u>803,930</u>           | <u>-</u>                          | <u>111,741</u>                  |
| Expenditures:                                |                          |                             |                          |                                   |                                 |
| Current:                                     |                          |                             |                          |                                   |                                 |
| Instruction:                                 |                          |                             |                          |                                   |                                 |
| Regular                                      | -                        | 234,506                     | 112,544                  | -                                 | -                               |
| Special                                      | -                        | -                           | -                        | -                                 | -                               |
| Vocational                                   | -                        | -                           | 14,542                   | -                                 | -                               |
| Adult/continuing                             | -                        | -                           | 382,257                  | -                                 | -                               |
| Support services:                            |                          |                             |                          |                                   |                                 |
| Pupil  | 500                      | -                           | 20,791                   | -                                 | -                               |
| Instructional staff                          | -                        | 3,176                       | 253,509                  | -                                 | -                               |
| Administration                               | -                        | 4,230                       | 4,735                    | -                                 | -                               |
| Fiscal                                       | -                        | -                           | -                        | -                                 | -                               |
| Pupil transportation                         | -                        | -                           | 1,614                    | -                                 | -                               |
| Central                                      | 105,468                  | -                           | -                        | -                                 | -                               |
| Operation of non-instructional services:     |                          |                             |                          |                                   |                                 |
| Community services                           | 2,000                    | -                           | 3,204                    | -                                 | 352                             |
| Extracurricular activities                   | 2,450                    | -                           | 4,019                    | -                                 | 316,357                         |
| Capital outlay                               | <u>-</u>                 | <u>-</u>                    | <u>-</u>                 | <u>-</u>                          | <u>-</u>                        |
| Total expenditures                           | <u>110,418</u>           | <u>241,912</u>              | <u>797,215</u>           | <u>-</u>                          | <u>316,709</u>                  |
| Excess of revenues over (under) expenditures | (8,174)                  | (18,411)                    | 6,715                    | -                                 | (204,968)                       |
| Other financing sources (uses):              |                          |                             |                          |                                   |                                 |
| Transfers - in                               | <u>-</u>                 | <u>-</u>                    | <u>351,985</u>           | <u>-</u>                          | <u>227,625</u>                  |
| Net change in fund balance                   | (8,174)                  | (18,411)                    | 358,700                  | -                                 | 22,657                          |
| Fund balance (deficit) at beginning of year  | <u>383,005</u>           | <u>72,640</u>               | <u>61,707</u>            | <u>58</u>                         | <u>(10,148)</u>                 |
| Fund balance (deficit) at end of year        | \$ <u><u>374,831</u></u> | \$ <u><u>54,229</u></u>     | \$ <u><u>420,407</u></u> | \$ <u><u>58</u></u>               | \$ <u><u>12,509</u></u>         |



| <u>Auxiliary Services</u> | <u>Motorcycle Safety Education</u> | <u>Educational Management Information System</u> | <u>Public School Preschool Grant</u> | <u>One Net Communique</u> | <u>School Net Professional Development</u> |
|---------------------------|------------------------------------|--|--------------------------------------|---------------------------|--|
| \$ 2,023,367              | \$ -                               | \$ 18,478  | \$ 156,906                           | \$ 36,000                 | \$ 13,125                                  |
| 31,045                    | -                                  | -  | -                                    | -                         | -  |
| -                         | -                                  | -  | -                                    | -                         | -  |
| -                         | -                                  | -  | -                                    | -                         | -  |
| -                         | 1,169                              | -  | -                                    | -                         | -  |
| <u>2,054,412</u>          | <u>1,169</u>                       | <u>18,478</u>                                    | <u>156,906</u>                       | <u>36,000</u>             | <u>13,125</u>                              |
| -                         | -                                  | -  | 85,656                               | -                         | 23,728                                     |
| -                         | -                                  | -  | -                                    | -                         | -  |
| -                         | -                                  | -  | -                                    | -                         | -  |
| -                         | -                                  | -  | -                                    | -                         | -  |
| -                         | -                                  | -  | 32,389                               | -                         | 1,938                                      |
| -                         | -                                  | 651  | 33,202                               | -                         | -  |
| -                         | -                                  | -  | 1,933                                | -                         | -  |
| -                         | -                                  | -  | -                                    | -                         | -  |
| -                         | -                                  | 103,301  | -                                    | -                         | -  |
| 2,217,776                 | 140                                | -  | -                                    | -                         | -  |
| -                         | -                                  | -  | -                                    | -                         | -  |
| -                         | -                                  | -  | -                                    | 36,000                    | -  |
| <u>2,217,776</u>          | <u>140</u>                         | <u>103,952</u>                                   | <u>153,180</u>                       | <u>36,000</u>             | <u>25,666</u>                              |
| (163,364)                 | 1,029                              | (85,474)   | 3,726                                | -                         | (12,541)                                   |
| -                         | -                                  | 82,844   | -                                    | -                         | -  |
| (163,364)                 | 1,029                              | (2,630)  | 3,726                                | -                         | (12,541)                                   |
| <u>464,480</u>            | <u>(1,029)</u>                     | <u>(4,509)</u>                                   | <u>(21,682)</u>                      | <u>-</u>                  | <u>12,423</u>                              |
| \$ <u>301,116</u>         | \$ <u>-</u>                        | \$ <u>(7,139)</u>                                | \$ <u>(17,956)</u>                   | \$ <u>-</u>               | \$ <u>(118)</u>                            |

Continued

# Cleveland Heights-University 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, 2009

|  | Textbook<br>Subsidy | Ohio<br>Reads      | Summer<br>School<br>Subsidy | Career<br>Technical/<br>Adult<br>Education | Poverty<br>Aid     |
|--|---------------------|--------------------|-----------------------------|--|--------------------|
| Revenues:                                    |                     |                    |                             |  |                    |
| Intergovernmental                            | \$ -                | \$ -               | \$ -                        | \$ -                                       | \$ 3,136,306       |
| Earnings on investments                      | -                   | -                  | -                           | -  | -                  |
| Extracurricular activities                   | -                   | -                  | -                           | -  | -                  |
| Classroom materials and fees                 | -                   | -                  | -                           | -  | -                  |
| Miscellaneous                                | -                   | -                  | -                           | -  | -                  |
| Total revenues                               | <u>-</u>            | <u>-</u>           | <u>-</u>                    | <u>-</u>                                   | <u>3,136,306</u>   |
| Expenditures:                                |                     |                    |                             |  |                    |
| Current:                                     |                     |                    |                             |  |                    |
| Instruction:                                 |                     |                    |                             |  |                    |
| Regular                                      | 1,602               | 12,661             | -                           | -  | 2,539,324          |
| Special                                      | -                   | -                  | -                           | -  | -                  |
| Vocational                                   | -                   | -                  | -                           | 2,176                                      | -                  |
| Adult/continuing                             | -                   | -                  | -                           | -  | 525,229            |
| Support services:                            |                     |                    |                             |  |                    |
| Pupil  | -                   | -                  | -                           | -  | -                  |
| Instructional staff                          | -                   | -                  | -                           | -  | 131,261            |
| Administration                               | -                   | -                  | -                           | -  | -                  |
| Fiscal                                       | -                   | -                  | -                           | -  | -                  |
| Pupil transportation                         | -                   | -                  | -                           | -  | -                  |
| Central                                      | -                   | -                  | -                           | -  | -                  |
| Operation of non-instructional services:     |                     |                    |                             |  |                    |
| Community services                           | -                   | -                  | -                           | -  | -                  |
| Extracurricular activities                   | -                   | -                  | -                           | -  | -                  |
| Capital outlay                               | -                   | -                  | -                           | -  | -                  |
| Total expenditures                           | <u>1,602</u>        | <u>12,661</u>      | <u>-</u>                    | <u>2,176</u>                               | <u>3,195,814</u>   |
| Excess of revenues over (under) expenditures | (1,602)             | (12,661)           | -                           | (2,176)                                    | (59,508)           |
| Other financing sources (uses):              |                     |                    |                             |  |                    |
| Transfers - in                               | -                   | -                  | -                           | -  | -                  |
| Net change in fund balance                   | (1,602)             | (12,661)           | -                           | (2,176)                                    | (59,508)           |
| Fund balance (deficit) at beginning of year  | <u>1,602</u>        | <u>503</u>         | <u>(19,312)</u>             | <u>2,176</u>                               | <u>-</u>           |
| Fund balance (deficit) at end of year        | \$ <u>-</u>         | \$ <u>(12,158)</u> | \$ <u>(19,312)</u>          | \$ <u>-</u>                                | \$ <u>(59,508)</u> |

| <u>Alternative<br/>School<br/>Grant</u> | <u>Extended<br/>Learning<br/>Opportunity</u> | <u>Miscellaneous<br/>State<br/>Grants</u> | <u>Adult<br/>Basic<br/>Education</u> | <u>IDEA<br/>(Flo-Thru)</u> | <u>Vocational<br/>Education</u> |
|---|--|---|--------------------------------------|----------------------------|---------------------------------|
| \$ 190,688                              | \$ -   | \$ 239,596                                | \$ 256,702                           | \$ 1,474,034               | \$ 282,167                      |
| -                                       | -  | -   | -                                    | -                          | -                               |
| -                                       | -  | -   | -                                    | -                          | -                               |
| -                                       | -  | -   | -                                    | -                          | -                               |
| -                                       | -  | -   | -                                    | 1,789                      | -                               |
| <u>190,688</u>                          | <u>-</u>                                     | <u>239,596</u>                            | <u>256,702</u>                       | <u>1,475,823</u>           | <u>282,167</u>                  |
| -                                       | -  | -   | -                                    | 1,134                      | -                               |
| -                                       | -  | 34,056                                    | -                                    | 244,189                    | -                               |
| -                                       | -  | -   | -                                    | -                          | 195,493                         |
| -                                       | -  | -   | 164,877                              | -                          | -                               |
| 226,151                                 | -  | 64,729                                    | 241                                  | 126,315                    | 90,222                          |
| -                                       | 4,358  | 61,889                                    | 110,719                              | 760,639                    | -                               |
| -                                       | -  | -   | -                                    | 452,822                    | -                               |
| -                                       | -  | -   | 3,692                                | 20,321                     | 3,583                           |
| -                                       | -  | 1,688                                     | -                                    | 27,640                     | 1,136                           |
| -                                       | -  | -   | -                                    | -                          | 10,459                          |
| -                                       | -  | 29,963                                    | -                                    | 93,150                     | -                               |
| -                                       | -  | -   | -                                    | -                          | -                               |
| -                                       | -  | -   | -                                    | -                          | -                               |
| <u>226,151</u>                          | <u>4,358</u>                                 | <u>192,325</u>                            | <u>279,529</u>                       | <u>1,726,210</u>           | <u>300,893</u>                  |
| (35,463)                                | (4,358)                                      | 47,271                                    | (22,827)                             | (250,387)                  | (18,726)                        |
| <u>89,755</u>                           | <u>-</u>                                     | <u>17,695</u>                             | <u>27,490</u>                        | <u>159,497</u>             | <u>-</u>                        |
| 54,292                                  | (4,358)                                      | 64,966                                    | 4,663                                | (90,890)                   | (18,726)                        |
| <u>(82,947)</u>                         | <u>4,358</u>                                 | <u>62,013</u>                             | <u>(33,532)</u>                      | <u>(235,077)</u>           | <u>(1,531)</u>                  |
| \$ <u>(28,655)</u>                      | \$ <u>-</u>                                  | \$ <u>126,979</u>                         | \$ <u>(28,869)</u>                   | \$ <u>(325,967)</u>        | \$ <u>(20,257)</u>              |

Continued

# Cleveland Heights-University 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, 2009

|  | <u>Title III</u>  | <u>Chinese<br/>Refugees</u> | <u>Title I</u>      | <u>Title V<br/>Innovative<br/>Program</u> |
|--|-------------------|-----------------------------|---------------------|---|
| Revenues:                                    |                   |                             |                     |   |
| Intergovernmental                            | \$ 30,128         | \$ -                        | \$ 1,601,320        | \$ 12,900                                 |
| Earnings on investments                      | -                 | -                           | -                   | -   |
| Extracurricular activities                   | -                 | -                           | -                   | -   |
| Classroom materials and fees                 | -                 | -                           | -                   | -   |
| Miscellaneous                                | -                 | -                           | 30,757              | -   |
| Total revenues                               | <u>30,128</u>     | <u>-</u>                    | <u>1,632,077</u>    | <u>12,900</u>                             |
| Expenditures:                                |                   |                             |                     |   |
| Current:                                     |                   |                             |                     |   |
| Instruction:                                 |                   |                             |                     |   |
| Regular                                      | -                 | -                           | -                   | -   |
| Special                                      | -                 | -                           | 1,184,249           | -   |
| Vocational                                   | -                 | -                           | -                   | -   |
| Adult/continuing                             | -                 | -                           | -                   | -   |
| Support services:                            |                   |                             |                     |   |
| Pupil  | 20,940            | 115                         | -                   | 7,538                                     |
| Instructional staff                          | -                 | -                           | 382,766             | -   |
| Administration                               | -                 | -                           | 49,936              | -   |
| Fiscal                                       | 201               | -                           | 23,022              | 143                                       |
| Pupil transportation                         | -                 | -                           | 14,704              | -   |
| Central                                      | -                 | -                           | -                   | -   |
| Operation of non-instructional services:     |                   |                             |                     |   |
| Community services                           | -                 | -                           | 160,321             | 5,016                                     |
| Extracurricular activities                   | -                 | -                           | -                   | -   |
| Capital outlay                               | -                 | -                           | -                   | -   |
| Total expenditures                           | <u>21,141</u>     | <u>115</u>                  | <u>1,814,998</u>    | <u>12,697</u>                             |
| Excess of revenues over (under) expenditures | 8,987             | (115)                       | (182,921)           | 203                                       |
| Other financing sources (uses):              |                   |                             |                     |   |
| Transfers - in                               | <u>4,763</u>      | <u>-</u>                    | <u>-</u>            | <u>-</u>                                  |
| Net change in fund balance                   | 13,750            | (115)                       | (182,921)           | 203                                       |
| Fund balance (deficit) at beginning of year  | <u>(22,066)</u>   | <u>115</u>                  | <u>(5,819)</u>      | <u>(1,810)</u>                            |
| Fund balance (deficit) at end of year        | \$ <u>(8,316)</u> | \$ <u>-</u>                 | \$ <u>(188,740)</u> | \$ <u>(1,607)</u>                         |

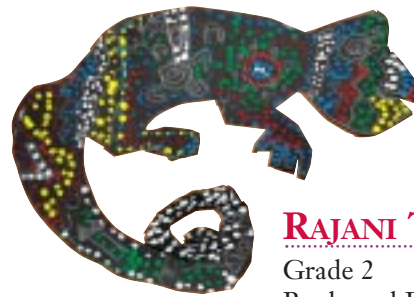
| <u>Drug Free<br/>Schools</u> | <u>Preschool<br/>Disabilities<br/>Grant</u> | <u>Title IIA-<br/>Improving<br/>Teacher<br/>Quality</u> | <u>Miscellaneous<br/>Federal Grants</u> | <u>Total<br/>Nonmajor<br/>Special<br/>Revenue</u> |
|------------------------------|---|---|---|---|
| \$ 17,885                    | \$ 33,644                                   | \$ 310,525  | \$ 268,991                              | \$ 10,111,803                                     |
| -                            | -   | -   | -                                       | 31,045  |
| -                            | -   | -   | -                                       | 243,331   |
| -                            | -   | -   | -                                       | 36,870  |
| -                            | -   | 505   | 58,386                                  | 1,044,780   |
| <u>17,885</u>                | <u>33,644</u>                               | <u>311,030</u>  | <u>327,377</u>                          | <u>11,467,829</u>                                 |
| -                            | -   | -   | 109,446                                 | 3,120,601   |
| -                            | 3,000                                       | -   | -                                       | 1,465,494   |
| -                            | -   | -   | -                                       | 212,211   |
| -                            | -   | -   | -                                       | 1,072,363   |
| 19,575                       | 32,802                                      | -   | 119,070                                 | 728,989   |
| -                            | -   | 341,453   | 22,077                                  | 2,106,174   |
| -                            | -   | -   | 1,090                                   | 546,666   |
| 286                          | -   | 4,412   | 3,887                                   | 61,480  |
| -                            | -   | -   | 10,200                                  | 56,982  |
| -                            | -   | -   | (4,453)                                 | 214,775   |
| 39                           | -   | 4,416   | 3,134                                   | 2,519,511   |
| -                            | -   | -   | -                                       | 322,826   |
| -                            | -   | -   | -                                       | 36,000  |
| <u>19,900</u>                | <u>35,802</u>                               | <u>350,281</u>  | <u>264,451</u>                          | <u>12,464,072</u>                                 |
| (2,015)                      | (2,158)                                     | (39,251)  | 62,926                                  | (996,243)   |
| <u>5,289</u>                 | <u>-</u>                                    | <u>5,770</u>  | <u>282,555</u>                          | <u>1,255,268</u>                                  |
| 3,274                        | (2,158)                                     | (33,481)  | 345,481                                 | 259,025   |
| <u>(5,289)</u>               | <u>170</u>                                  | <u>(19,658)</u>   | <u>(351,302)</u>                        | <u>249,539</u>                                    |
| \$ <u><u>(2,015)</u></u>     | \$ <u><u>(1,988)</u></u>                    | \$ <u><u>(53,139)</u></u>                               | \$ <u><u>(5,821)</u></u>                | \$ <u><u>508,564</u></u>                          |

# Individual Fund Schedules of Revenues, Expenditures and Changes in Fund Balances – Budget (Non-GAAP Basis) and Actual



**KATIE HOOVER**

Grade 2  
Canterbury Elementary



**RAJANI TABOR**

Grade 2  
Boulevard Elementary



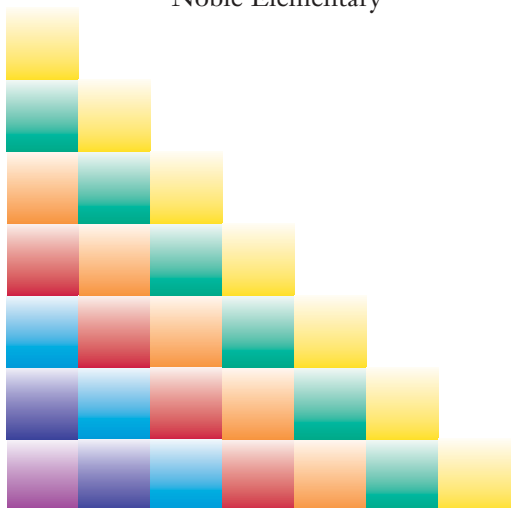
**MYIAH MATLOCK**

Grade 5  
Noble Elementary



**NEVAEH MILLER**

Grade 1  
Canterbury Elementary



**SHAPHAN ALBERT**

Grade 2  
Boulevard Elementary



# Cleveland Heights-University Heights City School District

## General Fund

### Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|                         | Budget            |                   | Actual            | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|-------------------------|-------------------|-------------------|-------------------|---|
|                         | Original          | Final             |                   |   |
| <b>Revenues:</b>        |                   |                   |                   |   |
| Taxes                   | \$ 63,000,000     | \$ 63,000,000     | \$ 65,769,489     | \$ 2,769,489  |
| Intergovernmental       | 27,625,000        | 27,786,822        | 27,514,048        | (272,774)   |
| Tuition and fees        | 1,387,500         | 1,387,500         | 1,173,475         | (214,025)   |
| Earnings on investments | 1,250,000         | 1,250,000         | 925,815           | (324,185)   |
| Miscellaneous           | 25,000            | 354,656           | 979,263           | 624,607   |
| Total revenues          | <u>93,287,500</u> | <u>93,778,978</u> | <u>96,362,090</u> | <u>2,583,112</u>  |
| <b>Expenditures:</b>    |                   |                   |                   |   |
| <b>Current:</b>         |                   |                   |                   |   |
| <b>Instruction:</b>     |                   |                   |                   |   |
| <b>Regular:</b>         |                   |                   |                   |   |
| Salaries and wages      | 27,729,162        | 26,999,338        | 23,000,455        | 3,998,883   |
| Employee benefits       | 9,067,499         | 9,100,562         | 9,088,254         | 12,308  |
| Purchased services      | 199,650           | 218,777           | 158,382           | 60,395  |
| Supplies and materials  | 355,638           | 357,654           | 338,043           | 19,611  |
| Capital outlay          | 51,622            | 46,426            | 42,974            | 3,452   |
| Other                   | 32,099            | 33,282            | 30,630            | 2,652   |
| Total regular           | <u>37,435,670</u> | <u>36,756,039</u> | <u>32,658,738</u> | <u>4,097,301</u>  |
| <b>Special:</b>         |                   |                   |                   |   |
| Salaries and wages      | 6,655,109         | 6,655,309         | 6,463,511         | 191,798   |
| Employee benefits       | 2,693,969         | 2,693,969         | 2,427,673         | 266,296   |
| Purchased services      | 107,075           | 103,350           | 85,694            | 17,656  |
| Supplies and materials  | 67,446            | 69,071            | 43,731            | 25,340  |
| Capital outlay          | 500               | 500               | -                 | 500   |
| Other                   | 5,880             | 6,980             | 6,642             | 338   |
| Total special           | <u>9,529,979</u>  | <u>9,529,179</u>  | <u>9,027,251</u>  | <u>501,928</u>  |
| <b>Vocational:</b>      |                   |                   |                   |   |
| Salaries and wages      | 1,248,328         | 1,248,328         | 1,230,025         | 18,303  |
| Employee benefits       | 472,285           | 472,285           | 411,432           | 60,853  |
| Purchased services      | 7,085             | 4,976             | 4,895             | 81  |
| Supplies and materials  | 32,292            | 35,358            | 35,063            | 295   |
| Capital outlay          | 10,142            | 61,111            | 59,990            | 1,121   |
| Total vocational        | <u>1,770,132</u>  | <u>1,822,058</u>  | <u>1,741,405</u>  | <u>80,653</u>   |

Continued

# Cleveland Heights-University Heights City School District

## General Fund (continued)

### Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|                           | Budget     |            | Actual     | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---------------------------|------------|------------|------------|---|
|                           | Original   | Final      |            |   |
| Adult/continuing:         |            |            |            |   |
| Salaries and wages        | -          | 20,400     | 20,365     | 35  |
| Employee benefits         | -          | 681        | 670        | 11  |
| Total adult/continuing    | -          | 21,081     | 21,035     | 46  |
| Other instruction:        |            |            |            |   |
| Employee benefits         | 143,812    | 147,451    | 131,974    | 15,477  |
| Purchased services        | 3,124,410  | 3,348,190  | 3,296,907  | 51,283  |
| Supplies and materials    | 7,490      | 14,190     | -          | 14,190  |
| Other                     | 50,000     | 50,000     | 37,636     | 12,364  |
| Total other instruction   | 3,325,712  | 3,559,831  | 3,466,517  | 93,314  |
| Total instruction         | 52,061,493 | 51,688,188 | 46,914,946 | 4,773,242   |
| Support services:         |            |            |            |   |
| Pupil:                    |            |            |            |   |
| Salaries and wages        | 5,429,256  | 5,745,568  | 5,745,016  | 552   |
| Employee benefits         | 2,121,933  | 1,943,681  | 1,943,681  | -   |
| Purchased services        | 321,057    | 318,582    | 314,529    | 4,053   |
| Supplies and materials    | 52,782     | 34,058     | 34,058     | -   |
| Capital outlay            | 1,000      | 1,000      | -          | 1,000   |
| Other                     | 3,000      | 2,975      | 1,271      | 1,704   |
| Total pupil               | 7,929,028  | 8,045,864  | 8,038,555  | 7,309   |
| Instructional staff:      |            |            |            |   |
| Salaries and wages        | 2,193,279  | 2,210,807  | 2,099,850  | 110,957   |
| Employee benefits         | 844,778    | 844,778    | 736,146    | 108,632   |
| Purchased services        | 263,219    | 756,437    | 635,840    | 120,597   |
| Supplies and materials    | 900,878    | 747,282    | 685,555    | 61,727  |
| Capital outlay            | 447,684    | 147,826    | 146,193    | 1,633   |
| Other                     | 16,062     | 17,281     | 14,735     | 2,546   |
| Total instructional staff | 4,665,900  | 4,724,411  | 4,318,319  | 406,092   |
| Board of education:       |            |            |            |   |
| Salaries and wages        | 30,000     | 30,000     | 17,500     | 12,500  |
| Employee benefits         | 75,000     | 75,000     | 52,056     | 22,944  |
| Purchased services        | 402,700    | 553,005    | 539,626    | 13,379  |
| Supplies and materials    | 1,800      | 1,800      | 369        | 1,431   |
| Other                     | 18,000     | 18,837     | 14,137     | 4,700   |
| Total board of education  | 527,500    | 678,642    | 623,688    | 54,954  |

Continued



# Cleveland Heights-University Heights City School District

## General Fund (continued)

### Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|  | Budget            |                   | Actual            | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|-------------------|-------------------|-------------------|---|
|  | Original          | Final             |                   |   |
| <b>Administration:</b>                       |                   |                   |                   |   |
| Salaries and wages                           | 3,765,107         | 3,974,726         | 3,967,579         | 7,147   |
| Employee benefits                            | 1,862,303         | 1,789,008         | 1,789,008         | -   |
| Purchased services                           | 375,304           | 326,218           | 270,267           | 55,951  |
| Supplies and materials                       | 232,680           | 212,895           | 209,670           | 3,225   |
| Capital outlay                               | 34,905            | 8,713             | 8,413             | 300   |
| Other  | 53,105            | 36,499            | 26,132            | 10,367  |
| Total administration                         | <u>6,323,404</u>  | <u>6,348,059</u>  | <u>6,271,069</u>  | <u>76,990</u>   |
| <b>Fiscal:</b>                               |                   |                   |                   |   |
| Salaries and wages                           | 565,480           | 601,000           | 600,143           | 857   |
| Employee benefits                            | 297,434           | 297,434           | 296,514           | 920   |
| Purchased services                           | 130,002           | 125,060           | 122,532           | 2,528   |
| Supplies and materials                       | 16,339            | 17,456            | 17,279            | 177   |
| Capital outlay                               | 2,755             | 4,900             | 2,456             | 2,444   |
| Other  | 1,107,000         | 1,111,385         | 1,111,337         | 48  |
| Total fiscal                                 | <u>2,119,010</u>  | <u>2,157,235</u>  | <u>2,150,261</u>  | <u>6,974</u>  |
| <b>Business:</b>                             |                   |                   |                   |   |
| Salaries and wages                           | 240,138           | 211,618           | 211,618           | -   |
| Employee benefits                            | 132,858           | 123,338           | 107,874           | 15,464  |
| Purchased services                           | 957,910           | 758,264           | 749,250           | 9,014   |
| Supplies and materials                       | 136,512           | 212,216           | 209,320           | 2,896   |
| Capital outlay                               | 115,263           | 322,237           | 321,828           | 409   |
| Other  | 305,000           | 269,050           | 267,577           | 1,473   |
| Total business                               | <u>1,887,681</u>  | <u>1,896,723</u>  | <u>1,867,467</u>  | <u>29,256</u>   |
| <b>Operations and maintenance of plant:</b>  |                   |                   |                   |   |
| Salaries and wages                           | 4,262,050         | 4,262,050         | 3,928,535         | 333,515   |
| Employee benefits                            | 2,392,935         | 2,392,935         | 2,296,378         | 96,557  |
| Purchased services                           | 4,850,238         | 4,805,026         | 4,718,694         | 86,332  |
| Supplies and materials                       | 804,389           | 856,790           | 845,378           | 11,412  |
| Capital outlay                               | 328,175           | 343,704           | 311,150           | 32,554  |
| Other  | 38,959            | 42,805            | 42,504            | 301   |
| Total operations and<br>maintenance of plant | <u>12,676,746</u> | <u>12,703,310</u> | <u>12,142,639</u> | <u>560,671</u>  |

Continued

# Cleveland Heights-University Heights City School District

## General Fund (continued)

### Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|   | Budget            |                   | Actual            | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---|-------------------|-------------------|-------------------|---|
|   | Original          | Final             |                   |   |
| Pupil transportation:                         |                   |                   |                   |   |
| Salaries and wages                            | 1,715,309         | 1,807,630         | 1,807,630         | -   |
| Employee benefits                             | 669,161           | 741,274           | 741,274           | -   |
| Purchased services                            | 1,009,025         | 1,273,396         | 1,231,925         | 41,471  |
| Supplies and materials                        | 828,641           | 548,874           | 516,331           | 32,543  |
| Capital outlay                                | 123,965           | 45,965            | 38,500            | 7,465   |
| Other   | 264,310           | 55,663            | 25,835            | 29,828  |
| Total pupil transportation                    | <u>4,610,411</u>  | <u>4,472,802</u>  | <u>4,361,495</u>  | <u>111,307</u>  |
| Central:                                      |                   |                   |                   |   |
| Salaries and wages                            | 1,248,622         | 1,240,389         | 1,220,622         | 19,767  |
| Employee benefits                             | 618,625           | 618,625           | 580,602           | 38,023  |
| Purchased services                            | 1,413,369         | 1,161,758         | 1,161,758         | -   |
| Supplies and materials                        | 151,171           | 200,988           | 169,130           | 31,858  |
| Capital outlay                                | 420,286           | 614,963           | 442,816           | 172,147   |
| Other   | 13,995            | 41,350            | 40,268            | 1,082   |
| Total central                                 | <u>3,866,068</u>  | <u>3,878,073</u>  | <u>3,615,196</u>  | <u>262,877</u>  |
| Total support services                        | <u>44,605,748</u> | <u>44,905,119</u> | <u>43,388,689</u> | <u>1,516,430</u>  |
| Operation of non-instructional services:      |                   |                   |                   |   |
| Community services:                           |                   |                   |                   |   |
| Purchased services                            | <u>11,376</u>     | <u>11,376</u>     | <u>9,116</u>      | <u>2,260</u>  |
| Other non-instructional services:             |                   |                   |                   |   |
| Salaries and wages                            | 75,766            | 76,480            | 76,480            | -   |
| Employee benefits                             | 28,439            | 35,958            | 35,958            | -   |
| Purchased services                            | 3,450             | 3,100             | 1,816             | 1,284   |
| Supplies and materials                        | 1,729             | 2,079             | 635               | 1,444   |
| Other   | 390               | 390               | 265               | 125   |
| Total other non-instructional services        | <u>109,774</u>    | <u>118,007</u>    | <u>115,154</u>    | <u>2,853</u>  |
| Total operation of non-instructional services | <u>121,150</u>    | <u>129,383</u>    | <u>124,270</u>    | <u>5,113</u>  |

Continued

# Cleveland Heights-University Heights City School District

## General Fund (continued)

### Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|  | Budget        |               | Actual        | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|---------------|---------------|---------------|---|
|  | Original      | Final         |               |   |
| Extracurricular activities:                  |               |               |               |   |
| Academic and subject oriented:               |               |               |               |   |
| Salaries and wages                           | 66,587        | 274,357       | 274,357       | -   |
| Employee benefits                            | 27,208        | 42,790        | 42,790        | -   |
| Total academic and subject oriented          | 93,795        | 317,147       | 317,147       | -   |
| Occupation oriented:                         |               |               |               |   |
| Salaries and wages                           | 3,083         | 3,082         | 2,908         | 174   |
| Employee benefits                            | 1,213         | 1,213         | 413           | 800   |
| Total occupation oriented                    | 4,296         | 4,295         | 3,321         | 974   |
| Sports oriented:                             |               |               |               |   |
| Salaries and wages                           | 379,163       | 779,356       | 779,356       | -   |
| Employee benefits                            | 130,256       | 177,627       | 177,627       | -   |
| Total sports oriented                        | 509,419       | 956,983       | 956,983       | -   |
| Co-curricular activities:                    |               |               |               |   |
| Salaries and wages                           | 16,029        | 59,355        | 59,355        | -   |
| Employee benefits                            | 27,313        | 9,026         | 9,026         | -   |
| Total co-curricular activities               | 43,342        | 68,381        | 68,381        | -   |
| Total extracurricular activities             | 650,852       | 1,346,806     | 1,345,832     | 974   |
| Total expenditures                           | 97,439,243    | 98,069,496    | 91,773,737    | 6,295,759   |
| Excess of revenues over (under) expenditures | (4,151,743)   | (4,290,518)   | 4,588,353     | 8,878,871   |
| Other financing sources (uses):              |               |               |               |   |
| Transfers - out                              | (400,000)     | (1,607,242)   | (1,605,640)   | 1,602   |
| Advances - in                                | 1,325,000     | 2,654,524     | 1,329,524     | (1,325,000)   |
| Advances - out                               | (500,000)     | (1,028,650)   | (1,028,650)   | -   |
| Total other financing sources (uses)         | 425,000       | 18,632        | (1,304,766)   | (1,323,398)   |
| Net change in fund balance                   | (3,726,743)   | (4,271,886)   | 3,283,587     | 7,555,473   |
| Fund balance at beginning of year            | 29,608,549    | 29,608,549    | 29,608,549    | -   |
| Prior year encumbrances appropriated         | 2,018,382     | 2,018,382     | 2,018,382     | -   |
| Fund balance at end of year                  | \$ 27,900,188 | \$ 27,355,045 | \$ 34,910,518 | \$ 7,555,473  |

# Cleveland Heights-University Heights City School District

## Debt Service Fund

### Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|  | Budget                   |                          | Actual                   | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------------|--------------------------|--------------------------|---|
|  | Original                 | Final                    |                          |   |
| Revenues:                                    |                          |                          |                          |   |
| Taxes  | \$ 730,500               | \$ 730,500               | \$ 651,566               | \$ (78,934)   |
| Intergovernmental                            | 80,000                   | 80,000                   | 90,162                   | 10,162  |
| Total revenues                               | <u>810,500</u>           | <u>810,500</u>           | <u>741,728</u>           | <u>(68,772)</u>   |
| Expenditures:                                |                          |                          |                          |   |
| Debt services:                               |                          |                          |                          |   |
| Principal                                    | 1,000,000                | 839,871                  | 839,871                  | -   |
| Interest and fiscal charges                  | <u>512,257</u>           | <u>672,387</u>           | <u>672,387</u>           | <u>-</u>  |
| Total expenditures                           | <u>1,512,257</u>         | <u>1,512,258</u>         | <u>1,512,258</u>         | <u>-</u>  |
| Excess of revenues over (under) expenditures | (701,757)                | (701,758)                | (770,530)                | (68,772)  |
| Other financing sources (uses):              |                          |                          |                          |   |
| Transfers - in                               | <u>558,000</u>           | <u>821,746</u>           | <u>821,746</u>           | <u>-</u>  |
| Net change in fund balance                   | (143,757)                | 119,988                  | 51,216                   | (68,772)  |
| Fund balance at beginning of year            | <u>309,703</u>           | <u>309,703</u>           | <u>309,703</u>           | <u>-</u>  |
| Fund balance at end of year                  | \$ <u><u>165,946</u></u> | \$ <u><u>429,691</u></u> | \$ <u><u>360,919</u></u> | \$ <u><u>(68,772)</u></u>                               |

# Cleveland Heights-University Heights City School District

## Permanent Improvement Fund

### Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|  | Budget            |                   | Actual            | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|-------------------|-------------------|-------------------|---|
|  | Original          | Final             |                   |   |
| Revenues:                                    |                   |                   |                   |   |
| Taxes  | \$ 3,380,000      | \$ 3,380,000      | \$ 3,240,916      | \$ (139,084)  |
| Intergovernmental                            | 420,000           | 420,000           | 487,102           | 67,102  |
| Total revenues                               | <u>3,800,000</u>  | <u>3,800,000</u>  | <u>3,728,018</u>  | <u>(71,982)</u>   |
| Expenditures:                                |                   |                   |                   |   |
| Current:                                     |                   |                   |                   |   |
| Support services:                            |                   |                   |                   |   |
| Operations and maintenance of plant:         |                   |                   |                   |   |
| Purchased services                           | 329,466           | 440,659           | 439,311           | 1,348   |
| Supplies and materials                       | -                 | 32,888            | 32,887            | 1   |
| Total support services                       | <u>329,466</u>    | <u>473,547</u>    | <u>472,198</u>    | <u>1,349</u>  |
| Capital outlay:                              |                   |                   |                   |   |
| Site acquisition                             | <u>3,117,767</u>  | <u>2,973,685</u>  | <u>2,973,684</u>  | <u>1</u>  |
| Total expenditures                           | <u>3,447,233</u>  | <u>3,447,232</u>  | <u>3,445,882</u>  | <u>1,350</u>  |
| Excess of revenues over (under) expenditures | 352,767           | 352,768           | 282,136           | (70,632)  |
| Other financing sources (uses):              |                   |                   |                   |   |
| Transfers - out                              | <u>(825,000)</u>  | <u>(821,746)</u>  | <u>(821,746)</u>  | <u>-</u>  |
| Net change in fund balance                   | (472,233)         | (468,978)         | (539,610)         | (70,632)  |
| Fund balance at beginning of year            | 110,227           | 110,227           | 110,227           | -   |
| Prior year encumbrances appropriated         | <u>574,183</u>    | <u>574,183</u>    | <u>574,183</u>    | <u>-</u>  |
| Fund balance at end of year                  | \$ <u>212,177</u> | \$ <u>215,432</u> | \$ <u>144,800</u> | \$ <u>(70,632)</u>                                      |

# Cleveland Heights-University Heights City School District

## Special Trust Fund

### Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|  | Budget            |                   | Actual            | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|-------------------|-------------------|-------------------|---|
|  | Original          | Final             |                   |   |
| Revenues:  |                   |                   |                   |   |
| Earnings on investments                          | \$ 2,747          | \$ -              | \$ -              | \$ -  |
| Miscellaneous                                    | 8,142             | 182,954           | 102,244           | (80,710)  |
| Total revenues                                   | <u>10,889</u>     | <u>182,954</u>    | <u>102,244</u>    | <u>(80,710)</u>   |
| Expenditures:                                    |                   |                   |                   |   |
| Current:   |                   |                   |                   |   |
| Instruction:                                     |                   |                   |                   |   |
| Regular:   |                   |                   |                   |   |
| Purchased services                               | 500               | 500               | -                 | 500   |
| Supplies and materials                           | 1,304             | 1,304             | -                 | 1,304   |
| Total instruction                                | <u>1,804</u>      | <u>1,804</u>      | <u>-</u>          | <u>1,804</u>  |
| Support services:                                |                   |                   |                   |   |
| Pupil:   |                   |                   |                   |   |
| Other  | 9,565             | 1,988             | 500               | 1,488   |
| Central:   |                   |                   |                   |   |
| Purchased services                               | 11,000            | 106,000           | 105,468           | 532   |
| Total support services                           | <u>20,565</u>     | <u>107,988</u>    | <u>105,968</u>    | <u>2,020</u>  |
| Operation of non-instructional services:         |                   |                   |                   |   |
| Community services:                              |                   |                   |                   |   |
| Purchased services                               | 26,091            | 26,091            | -                 | 26,091  |
| Supplies and materials                           | 22,017            | 22,017            | -                 | 22,017  |
| Other  | 91,818            | 14,545            | 2,000             | 12,545  |
| Total operation of<br>non-instructional services | <u>139,926</u>    | <u>62,653</u>     | <u>2,000</u>      | <u>60,653</u>   |
| Extracurricular activities:                      |                   |                   |                   |   |
| Other  | 18,338            | 19,150            | 2,450             | 16,700  |
| Total expenditures                               | <u>180,633</u>    | <u>191,595</u>    | <u>110,418</u>    | <u>81,177</u>   |
| Net change in fund balance                       | (169,744)         | (8,641)           | (8,174)           | 467   |
| Fund balance at beginning of year                | 372,005           | 372,005           | 372,005           | -   |
| Prior year encumbrances appropriated             | 11,000            | 11,000            | 11,000            | -   |
| Fund balance at end of year                      | \$ <u>213,261</u> | \$ <u>374,364</u> | \$ <u>374,831</u> | \$ <u>467</u>   |

# Cleveland Heights-University Heights City School District

## Public School Support Fund

### Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|                                      | Budget           |                  | Actual           | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--------------------------------------|------------------|------------------|------------------|---|
|                                      | Original         | Final            |                  |   |
| <b>Revenues:</b>                     |                  |                  |                  |   |
| Extracurricular activities           | \$ 1,982         | \$ 160,794       | \$ 152,261       | \$ (8,533)  |
| Classroom materials and fees         | -                | 35,714           | 36,870           | 1,156   |
| Miscellaneous                        | 455              | 137,516          | 34,370           | (103,146)   |
| Total revenues                       | <u>2,437</u>     | <u>334,024</u>   | <u>223,501</u>   | <u>(110,523)</u>  |
| <b>Expenditures:</b>                 |                  |                  |                  |   |
| <b>Current:</b>                      |                  |                  |                  |   |
| <b>Instruction:</b>                  |                  |                  |                  |   |
| <b>Regular:</b>                      |                  |                  |                  |   |
| Salaries and wages                   | -                | 4,500            | 2,000            | 2,500   |
| Employee benefits                    | -                | 1,143            | 343              | 800   |
| Purchased services                   | 4,954            | 132,423          | 114,819          | 17,604  |
| Supplies and materials               | 4,314            | 146,329          | 85,400           | 60,929  |
| Capital outlay                       | 3,080            | 13,579           | 12,998           | 581   |
| Other                                | -                | 35,178           | 23,094           | 12,084  |
| Total instruction                    | <u>12,348</u>    | <u>333,152</u>   | <u>238,654</u>   | <u>94,498</u>   |
| <b>Support services:</b>             |                  |                  |                  |   |
| <b>Instructional staff:</b>          |                  |                  |                  |   |
| Supplies and materials               | <u>487</u>       | <u>4,863</u>     | <u>3,461</u>     | <u>1,402</u>  |
| <b>Administration:</b>               |                  |                  |                  |   |
| Purchased services                   | 2,170            | 2,170            | 2,170            | -   |
| Supplies and materials               | 670              | 900              | 900              | -   |
| Capital outlay                       | <u>1,160</u>     | <u>1,160</u>     | <u>1,160</u>     | <u>-</u>  |
| Total administration                 | <u>4,000</u>     | <u>4,230</u>     | <u>4,230</u>     | <u>-</u>  |
| <b>Business:</b>                     |                  |                  |                  |   |
| Supplies and materials               | <u>580</u>       | <u>1,407</u>     | <u>580</u>       | <u>827</u>  |
| Total support services               | <u>5,067</u>     | <u>10,500</u>    | <u>8,271</u>     | <u>2,229</u>  |
| Total expenditures                   | <u>17,415</u>    | <u>343,652</u>   | <u>246,925</u>   | <u>96,727</u>   |
| Net change in fund balance           | (14,978)         | (9,628)          | (23,424)         | (13,796)  |
| Fund balance at beginning of year    | 58,751           | 58,751           | 58,751           | -   |
| Prior year encumbrances appropriated | <u>14,979</u>    | <u>14,979</u>    | <u>14,979</u>    | <u>-</u>  |
| Fund balance at end of year          | \$ <u>58,752</u> | \$ <u>64,102</u> | \$ <u>50,306</u> | \$ <u>(13,796)</u>                                      |

# Cleveland Heights-University Heights City School District

## Other Grants Fund

### Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|                        | Budget   |           | Actual   | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|------------------------|----------|-----------|----------|---|
|                        | Original | Final     |          |   |
| <b>Revenues:</b>       |          |           |          |   |
| Intergovernmental      | \$ -     | \$ 10,015 | \$ 9,041 | \$ (974)  |
| Miscellaneous          | 757,567  | 977,187   | 892,132  | (85,055)  |
| Total revenues         | 757,567  | 987,202   | 901,173  | (86,029)  |
| <b>Expenditures:</b>   |          |           |          |   |
| Current:               |          |           |          |   |
| Instruction:           |          |           |          |   |
| Regular:               |          |           |          |   |
| Salaries and wages     | 48,846   | 53,779    | 11,686   | 42,093  |
| Employee benefits      | 7,996    | 9,702     | 1,983    | 7,719   |
| Purchased services     | 81,549   | 73,527    | 69,152   | 4,375   |
| Supplies and materials | 121,140  | 51,206    | 40,843   | 10,363  |
| Capital outlay         | 51,987   | 3,910     | 3,901    | 9   |
| Other                  | 2,162    | 8,779     | 4,599    | 4,180   |
| Total regular          | 313,680  | 200,903   | 132,164  | 68,739  |
| Special:               |          |           |          |   |
| Purchased services     | 70       | 70        | -        | 70  |
| Supplies and materials | 346      | 194       | -        | 194   |
| Total special          | 416      | 264       | -        | 264   |
| Vocational:            |          |           |          |   |
| Supplies and materials | 7,052    | 498       | 117      | 381   |
| Capital outlay         | 5,754    | 20,296    | 18,799   | 1,497   |
| Total vocational       | 12,806   | 20,794    | 18,916   | 1,878   |
| Adult/continuing       |          |           |          |   |
| Salaries and wages     | 30,695   | 259,772   | 239,042  | 20,730  |
| Employee benefits      | 56,168   | 51,878    | 46,019   | 5,859   |
| Purchased services     | 43,560   | 71,121    | 57,734   | 13,387  |
| Supplies and materials | 29,460   | 65,288    | 64,529   | 759   |
| Capital outlay         | -        | 1,186     | 1,180    | 6   |
| Other                  | 898      | 14,200    | 14,200   | -   |
| Total adult/continuing | 160,781  | 463,445   | 422,704  | 40,741  |
| Total instruction      | 487,683  | 685,406   | 573,784  | 111,622   |

Continued



# Cleveland Heights-University Heights City School District

Other Grants Fund (continued)

Schedule of Revenues, Expenditures and Changes in Fund Balance –  
Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|                           | Budget         |                | Actual         | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---------------------------|----------------|----------------|----------------|---|
|                           | Original       | Final          |                |   |
| Support services:         |                |                |                |   |
| Pupil:                    |                |                |                |   |
| Salaries and wages        | 72             | 225            | 225            | -   |
| Employee benefits         | 13             | 39             | 39             | -   |
| Purchased services        | 2,492          | 4,440          | 4,241          | 199   |
| Supplies and materials    | 8,031          | 13,850         | 11,323         | 2,527   |
| Capital outlay            | 7,639          | 6,549          | 6,241          | 308   |
| Other                     | 237            | 227            | -              | 227   |
| Total pupil               | <u>18,484</u>  | <u>25,330</u>  | <u>22,069</u>  | <u>3,261</u>  |
| Instructional staff:      |                |                |                |   |
| Salaries and wages        | 104,476        | 70,216         | 8,645          | 61,571  |
| Employee benefits         | 31,822         | 5,452          | 1,447          | 4,005   |
| Purchased services        | 59,677         | 330,961        | 263,930        | 67,031  |
| Supplies and materials    | 7,099          | 7,654          | -              | 7,654   |
| Total instructional staff | <u>203,074</u> | <u>414,283</u> | <u>274,022</u> | <u>140,261</u>  |
| Administration:           |                |                |                |   |
| Purchased services        | 23,870         | 24,049         | 1,476          | 22,573  |
| Supplies and materials    | 1,605          | 3,633          | 3,259          | 374   |
| Total administration      | <u>25,475</u>  | <u>27,682</u>  | <u>4,735</u>   | <u>22,947</u>   |
| Business:                 |                |                |                |   |
| Purchased services        | 28,500         | 28,500         | -              | 28,500  |
| Supplies and materials    | 1,500          | 1,500          | -              | 1,500   |
| Total business            | <u>30,000</u>  | <u>30,000</u>  | <u>-</u>       | <u>30,000</u>   |
| Pupil transportation:     |                |                |                |   |
| Purchased services        | 8,785          | 11,194         | 1,614          | 9,580   |
| Total support services    | <u>285,818</u> | <u>508,489</u> | <u>302,440</u> | <u>206,049</u>  |

Continued

# Cleveland Heights-University Heights City School District

## Other Grants Fund (continued)

### Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|  | Budget    |            | Actual     | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|-----------|------------|------------|---|
|  | Original  | Final      |            |   |
| Operation of non-instructional services:         |           |            |            |   |
| Community services:                              |           |            |            |   |
| Supplies and materials                           | 1,018     | 50         | -          | 50  |
| Other  | 28,887    | 34,904     | 2,271      | 32,633  |
| Total operation of non-instructional<br>services | 29,905    | 34,954     | 2,271      | 32,683  |
| Extracurricular activities:                      |           |            |            |   |
| Other  | 246       | 6,000      | 4,019      | 1,981   |
| Total expenditures                               | 803,652   | 1,234,849  | 882,514    | 352,335   |
| Excess of revenues over (under) expenditures     | (46,085)  | (247,647)  | 18,659     | 266,306   |
| Other financing sources (uses):                  |           |            |            |   |
| Transfers - in                                   | 19,736    | 554,898    | 351,985    | (202,913)   |
| Advances - in                                    | -         | 385,000    | -          | (385,000)   |
| Advances - out                                   | -         | (40,343)   | (40,343)   | -   |
| Total other financing sources (uses)             | 19,736    | 899,555    | 311,642    | (587,913)   |
| Net change in fund balance                       | (26,349)  | 651,908    | 330,301    | (321,607)   |
| Fund balance at beginning of year                | -         | -          | -          | -   |
| Prior year encumbrances appropriated             | 45,014    | 45,014     | 45,014     | -   |
| Fund balance at end of year                      | \$ 18,665 | \$ 696,922 | \$ 375,315 | \$ (321,607)  |

**Cleveland Heights-University Heights City School District**

Venture Capital - Boulevard Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance –  
Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|                                   | <u>Budget</u>       |                     | <u>Actual</u>       | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|-----------------------------------|---------------------|---------------------|---------------------|---|
|                                   | <u>Original</u>     | <u>Final</u>        |                     |   |
| Fund balance at beginning of year | \$ <u>58</u>        | \$ <u>58</u>        | \$ <u>58</u>        | \$ <u>-</u>   |
| Fund balance at end of year       | \$ <u><u>58</u></u> | \$ <u><u>58</u></u> | \$ <u><u>58</u></u> | \$ <u><u>-</u></u>                                      |

# Cleveland Heights-University Heights City School District

## District Managed Activity Fund

### Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|  | Budget          |                 | Actual          | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|-----------------|-----------------|-----------------|---|
|  | Original        | Final           |                 |   |
| Revenues:                                    |                 |                 |                 |   |
| Extracurricular activities                   | \$ 151,328      | \$ 182,349      | \$ 91,070       | \$ (91,279)   |
| Miscellaneous                                | 63,907          | 76,281          | 20,671          | (55,610)  |
| Total revenues                               | <u>215,235</u>  | <u>258,630</u>  | <u>111,741</u>  | <u>(146,889)</u>  |
| Expenditures:                                |                 |                 |                 |   |
| Current:                                     |                 |                 |                 |   |
| Operation of non-instructional services:     |                 |                 |                 |   |
| Community services:                          |                 |                 |                 |   |
| Supplies and materials                       | <u>2,250</u>    | <u>2,250</u>    | <u>118</u>      | <u>2,132</u>  |
| Extracurricular activities:                  |                 |                 |                 |   |
| Salaries and wages                           | 3,000           | 25,516          | 25,516          | -   |
| Employee benefits                            | 750             | 3,613           | 3,613           | -   |
| Purchased services                           | 217,849         | 243,001         | 165,010         | 77,991  |
| Supplies and materials                       | 184,124         | 196,989         | 121,303         | 75,686  |
| Capital outlay                               | 11,287          | 20,860          | 20,860          | -   |
| Other  | <u>17,800</u>   | <u>19,247</u>   | <u>4,942</u>    | <u>14,305</u>   |
| Total extracurricular activities             | <u>434,810</u>  | <u>509,226</u>  | <u>341,244</u>  | <u>167,982</u>  |
| Total expenditures                           | <u>437,060</u>  | <u>511,476</u>  | <u>341,362</u>  | <u>170,114</u>  |
| Excess of revenues over (under) expenditures | (221,825)       | (252,846)       | (229,621)       | 23,225  |
| Other financing sources (uses):              |                 |                 |                 |   |
| Transfers - in                               | <u>220,250</u>  | <u>248,150</u>  | <u>227,625</u>  | <u>(20,525)</u>   |
| Net change in fund balance                   | (1,575)         | (4,696)         | (1,996)         | 2,700   |
| Fund balance at beginning of year            | -               | -               | -               | -   |
| Prior year encumbrances appropriated         | <u>7,578</u>    | <u>7,578</u>    | <u>7,578</u>    | -   |
| Fund balance at end of year                  | \$ <u>6,003</u> | \$ <u>2,882</u> | \$ <u>5,582</u> | \$ <u>2,700</u>   |

# Cleveland Heights-University Heights City School District

## Auxiliary Services Fund

### Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|  | Budget            |                  | Actual           | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|-------------------|------------------|------------------|---|
|  | Original          | Final            |                  |   |
| Revenues:                                |                   |                  |                  |   |
| Intergovernmental                        | \$ -              | \$ 2,127,768     | \$ 2,023,367     | \$ (104,401)  |
| Earnings on investments                  | -                 | 31,045           | 31,045           | -   |
| Total revenues                           | <u>-</u>          | <u>2,158,813</u> | <u>2,054,412</u> | <u>(104,401)</u>  |
| Expenditures:                            |                   |                  |                  |   |
| Operation of non-instructional services: |                   |                  |                  |   |
| Community services:                      |                   |                  |                  |   |
| Salaries and wages                       | -                 | 233,070          | 128,669          | 104,401   |
| Employee benefits                        | 51,477            | 41,713           | 41,646           | 67  |
| Purchased services                       | 21,731            | 1,292,583        | 1,292,583        | -   |
| Supplies and materials                   | 74,147            | 827,417          | 827,309          | 108   |
| Capital outlay                           | 18,250            | 187,389          | 187,389          | -   |
| Other                                    | -                 | 6,239            | 6,239            | -   |
| Total expenditures                       | <u>165,605</u>    | <u>2,588,411</u> | <u>2,483,835</u> | <u>104,576</u>  |
| Net change in fund balance               | (165,605)         | (429,598)        | (429,423)        | 175   |
| Fund balance at beginning of year        | 393,541           | 393,541          | 393,541          | -   |
| Prior year encumbrances appropriated     | <u>114,129</u>    | <u>114,129</u>   | <u>114,129</u>   | <u>-</u>  |
| Fund balance at end of year              | \$ <u>342,065</u> | \$ <u>78,072</u> | \$ <u>78,247</u> | \$ <u>175</u>   |

# Cleveland Heights-University Heights City School District

## Motorcycle Safety Education Fund

### Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

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|  | Budget   |        | Actual | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|----------|--------|--------|---|
|  | Original | Final  |        |   |
| Expenditures:                            |          |        |        |   |
| Current:                                 |          |        |        |   |
| Operation of non-instructional services: |          |        |        |   |
| Community services:                      |          |        |        |   |
| Supplies and materials                   | \$ -     | \$ 431 | \$ 431 | \$ -  |
| Net change in fund balance               | -        | (431)  | (431)  | -   |
| Fund balance at beginning of year        | 431      | 431    | 431    | -   |
| Fund balance at end of year              | \$ 431   | \$ -   | \$ -   | \$ -  |

# Cleveland Heights-University Heights City School District

## Educational Management Information System Fund

### Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|  | Budget    |           | Actual    | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|-----------|-----------|-----------|---|
|  | Original  | Final     |           |   |
| Revenues:                                    |           |           |           |   |
| Intergovernmental                            | \$ 40,000 | \$ 23,887 | \$ 18,478 | \$ (5,409)  |
| Expenditures:                                |           |           |           |   |
| Current:                                     |           |           |           |   |
| Support services:                            |           |           |           |   |
| Central:                                     |           |           |           |   |
| Salaries and wages                           | -         | 67,861    | 67,861    | -   |
| Employee benefits                            | 29,839    | 28,330    | 27,882    | 448   |
| Purchased services                           | 1,200     | 1,200     | 982       | 218   |
| Other  | 5,850     | 5,850     | 4,597     | 1,253   |
| Total expenditures                           | 36,889    | 103,241   | 101,322   | 1,919   |
| Excess of revenues over (under) expenditures | 3,111     | (79,354)  | (82,844)  | (3,490)   |
| Other financing sources (uses):              |           |           |           |   |
| Transfer - in                                | -         | 155,032   | 82,844    | (72,188)  |
| Net change in fund balance                   | 3,111     | 75,678    | -         | (75,678)  |
| Fund balance at beginning of year            | -         | -         | -         | -   |
| Fund balance at end of year                  | \$ 3,111  | \$ 75,678 | \$ -      | \$ (75,678)   |

# Cleveland Heights-University Heights City School District

## Public School Preschool Grant Fund

### Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|  | Budget          |                 | Actual          | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|-----------------|-----------------|-----------------|---|
|  | Original        | Final           |                 |   |
| Revenues:                                    |                 |                 |                 |   |
| Intergovernmental                            | \$ 41,887       | \$ 144,892      | \$ 156,906      | \$ 12,014   |
| Expenditures:                                |                 |                 |                 |   |
| Current:                                     |                 |                 |                 |   |
| Instruction:                                 |                 |                 |                 |   |
| Regular:                                     |                 |                 |                 |   |
| Salaries and wages                           | 8,141           | 62,480          | 62,480          | -   |
| Employee benefits                            | 26,314          | 16,338          | 16,338          | -   |
| Purchased services                           | 18              | 2,438           | 2,213           | 225   |
| Supplies and materials                       | 789             | 3,581           | 3,368           | 213   |
| Total instruction                            | <u>35,262</u>   | <u>84,837</u>   | <u>84,399</u>   | <u>438</u>  |
| Support services:                            |                 |                 |                 |   |
| Instructional staff:                         |                 |                 |                 |   |
| Salaries and wages                           | -               | 26,081          | 23,315          | 2,766   |
| Employee benefits                            | -               | 5,826           | 5,826           | -   |
| Purchased services                           | -               | 2,355           | 2,355           | -   |
| Total instructional staff                    | <u>-</u>        | <u>34,262</u>   | <u>31,496</u>   | <u>2,766</u>  |
| Administration:                              |                 |                 |                 |   |
| Salaries and wages                           | -               | 19,656          | 19,656          | -   |
| Employee benefits                            | -               | 5,330           | 5,330           | -   |
| Other  | -               | 1,933           | 1,933           | -   |
| Total administration                         | <u>-</u>        | <u>26,919</u>   | <u>26,919</u>   | <u>-</u>  |
| Total support services                       | <u>-</u>        | <u>61,181</u>   | <u>58,415</u>   | <u>2,766</u>  |
| Total expenditures                           | <u>35,262</u>   | <u>146,018</u>  | <u>142,814</u>  | <u>3,204</u>  |
| Excess of revenues over (under) expenditures | <u>6,625</u>    | <u>(1,126)</u>  | <u>14,092</u>   | <u>15,218</u>   |
| Other financing sources (uses):              |                 |                 |                 |   |
| Transfers - in                               | 2,013           | 17,214          | -               | (17,214)  |
| Advances - in                                | -               | 2,100           | 2,100           | -   |
| Advances - out                               | -               | (17,114)        | (17,114)        | -   |
| Total other financing sources (uses)         | <u>2,013</u>    | <u>2,200</u>    | <u>(15,014)</u> | <u>(17,214)</u>   |
| Net change in fund balance                   | 8,638           | 1,074           | (922)           | (1,996)   |
| Fund balance at beginning of year            | -               | -               | -               | -   |
| Prior year encumbrances appropriated         | <u>957</u>      | <u>957</u>      | <u>957</u>      | <u>-</u>  |
| Fund balance at end of year                  | \$ <u>9,595</u> | \$ <u>2,031</u> | \$ <u>35</u>    | \$ <u>(1,996)</u>                                       |



# Cleveland Heights-University Heights City School District

## One Net Communique Fund

### Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|  | Budget    |           | Actual    | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|-----------|-----------|-----------|---|
|  | Original  | Final     |           |   |
| Revenues:                                    |           |           |           |   |
| Intergovernmental                            | \$ 2,800  | \$ 36,000 | \$ 36,000 | \$ -  |
| Expenditures:                                |           |           |           |   |
| Capital outlay:                              |           |           |           |   |
| Building improvement services:               |           |           |           |   |
| Purchased services                           | -         | 36,000    | 36,000    | -   |
| Excess of revenues over (under) expenditures | 2,800     | -         | -         | -   |
| Other financing sources (uses):              |           |           |           |   |
| Transfers - in                               | 40,770    | -         | -         | -   |
| Net change in fund balance                   | 43,570    | -         | -         | -   |
| Fund balance at beginning of year            | -         | -         | -         | -   |
| Fund balance at end of year                  | \$ 43,570 | \$ -      | \$ -      | \$ -  |

# Cleveland Heights-University Heights City School District

## School Net Professional Development Fund

### Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|                                      | Budget   |           | Actual    | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--------------------------------------|----------|-----------|-----------|---|
|                                      | Original | Final     |           |   |
| Revenues:                            |          |           |           |   |
| Intergovernmental                    | \$ 7,030 | \$ 21,518 | \$ 13,125 | \$ (8,393)  |
| Expenditures:                        |          |           |           |   |
| Current:                             |          |           |           |   |
| Instruction:                         |          |           |           |   |
| Regular:                             |          |           |           |   |
| Salaries and wages                   | 584      | 4,825     | 4,825     | -   |
| Employee benefits                    | 571      | 813       | 813       | -   |
| Purchased services                   | 3,522    | 1,949     | 1,949     | -   |
| Supplies and materials               | 8,300    | 11,645    | 11,645    | -   |
| Capital outlay                       | 5,800    | 4,480     | 4,480     | -   |
| Total instruction                    | 18,777   | 23,712    | 23,712    | -   |
| Support services:                    |          |           |           |   |
| Instructional staff:                 |          |           |           |   |
| Salaries and wages                   | -        | 1,870     | 1,870     | -   |
| Employee benefits                    | -        | 68        | 68        | -   |
| Total support services               | -        | 1,938     | 1,938     | -   |
| Total expenditures                   | 18,777   | 25,650    | 25,650    | -   |
| Net change in fund balance           | (11,747) | (4,132)   | (12,525)  | (8,393)   |
| Fund balance at beginning of year    | 11,949   | 11,949    | 11,949    | -   |
| Prior year encumbrances appropriated | 576      | 576       | 576       | -   |
| Fund balance at end of year          | \$ 778   | \$ 8,393  | \$ -      | \$ (8,393)  |

# Cleveland Heights-University Heights City School District

## Textbook Subsidy Fund

### Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

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|                                   | Budget   |          | Actual   | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|-----------------------------------|----------|----------|----------|---|
|                                   | Original | Final    |          |   |
| Expenditures:                     |          |          |          |   |
| Current:                          |          |          |          |   |
| Instruction:                      |          |          |          |   |
| Regular:                          |          |          |          |   |
| Supplies and materials            | \$ -     | \$ 1,602 | \$ 1,602 | \$ -  |
| Net change in fund balance        | -        | (1,602)  | (1,602)  | -   |
| Fund balance at beginning of year | 1,602    | 1,602    | 1,602    | -   |
| Fund balance at end of year       | \$ 1,602 | \$ -     | \$ -     | \$ -  |

# Cleveland Heights-University Heights City School District

## Ohio Reads Fund

### Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|  | Budget                 |                    | Actual             | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------------|--------------------|--------------------|---|
|  | Original               | Final              |                    |   |
| Revenues:                                    |                        |                    |                    |   |
| Intergovernmental                            | \$ 31,201              | \$ -               | \$ -               | \$ -  |
| Expenditures:                                |                        |                    |                    |   |
| Current:                                     |                        |                    |                    |   |
| Instruction:                                 |                        |                    |                    |   |
| Regular:                                     |                        |                    |                    |   |
| Supplies and materials                       | <u>52,974</u>          | <u>23,924</u>      | <u>12,661</u>      | <u>11,263</u>   |
| Excess of revenues over (under) expenditures | (21,773)               | (23,924)           | (12,661)           | 11,263  |
| Other financing sources (uses):              |                        |                    |                    |   |
| Transfers - in                               | <u>11,263</u>          | <u>11,263</u>      | <u>-</u>           | <u>(11,263)</u>   |
| Net change in fund balance                   | (10,510)               | (12,661)           | (12,661)           | -   |
| Fund balance at beginning of year            | <u>12,661</u>          | <u>12,661</u>      | <u>12,661</u>      | <u>-</u>  |
| Fund balance at end of year                  | \$ <u><u>2,151</u></u> | \$ <u><u>-</u></u> | \$ <u><u>-</u></u> | \$ <u><u>-</u></u>                                      |

# Cleveland Heights-University Heights City School District

## Summer School Subsidy Fund

### Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|  | Budget   |           | Actual | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|----------|-----------|--------|---|
|  | Original | Final     |        |   |
| Expenditures:                                |          |           |        |   |
| Current:                                     |          |           |        |   |
| Instruction:                                 |          |           |        |   |
| Regular:                                     |          |           |        |   |
| Supplies and materials                       | \$ -     | \$ 29,783 | \$ -   | \$ 29,783   |
| Excess of revenues over (under) expenditures | -        | (29,783)  | -      | 29,783  |
| Other financing sources (uses):              |          |           |        |   |
| Transfers - in                               | -        | 29,783    | -      | (29,783)  |
| Net change in fund balance                   | -        | -         | -      | -   |
| Fund balance at beginning of year            | -        | -         | -      | -   |
| Fund balance at end of year                  | \$ -     | \$ -      | \$ -   | \$ -  |

# Cleveland Heights-University Heights City School District

## Career Technical/Adult Education Fund

### Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|  | Budget                 |                    | Actual             | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------------|--------------------|--------------------|---|
|  | Original               | Final              |                    |   |
| Revenues:                                    |                        |                    |                    |   |
| Intergovernmental                            | \$ 4,995               | \$ -               | \$ -               | \$ -  |
| Expenditures:                                |                        |                    |                    |   |
| Current:                                     |                        |                    |                    |   |
| Instruction:                                 |                        |                    |                    |   |
| Regular:                                     |                        |                    |                    |   |
| Purchased services                           | <u>168</u>             | <u>4,197</u>       | <u>2,176</u>       | <u>2,021</u>  |
| Excess of revenues over (under) expenditures | 4,827                  | (4,197)            | (2,176)            | 2,021   |
| Other financing sources (uses):              |                        |                    |                    |   |
| Transfers - in                               | <u>-</u>               | <u>2,021</u>       | <u>-</u>           | <u>(2,021)</u>  |
| Net change in fund balance                   | 4,827                  | (2,176)            | (2,176)            | -   |
| Fund balance at beginning of year            | <u>2,176</u>           | <u>2,176</u>       | <u>2,176</u>       | <u>-</u>  |
| Fund balance at end of year                  | \$ <u><u>7,003</u></u> | \$ <u><u>-</u></u> | \$ <u><u>-</u></u> | \$ <u><u>-</u></u>                                      |

# Cleveland Heights-University Heights City School District

## Poverty Aid Fund

### Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|                                   | Budget       |              | Actual       | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|-----------------------------------|--------------|--------------|--------------|---|
|                                   | Original     | Final        |              |   |
| Revenues:                         |              |              |              |   |
| Intergovernmental                 | \$ 3,000,000 | \$ 3,136,306 | \$ 3,136,306 | \$ -  |
| Expenditures:                     |              |              |              |   |
| Current:                          |              |              |              |   |
| Instruction:                      |              |              |              |   |
| Regular:                          |              |              |              |   |
| Salaries and wages                | -            | 2,539,324    | 2,539,324    | -   |
| Adult/continuing:                 |              |              |              |   |
| Salaries and wages                | -            | 465,721      | 465,721      | -   |
| Total instruction                 | -            | 3,005,045    | 3,005,045    | -   |
| Support services:                 |              |              |              |   |
| Instructional staff:              |              |              |              |   |
| Salaries and wages                | -            | 131,261      | 131,261      | -   |
| Total expenditures                | -            | 3,136,306    | 3,136,306    | -   |
| Net change in fund balance        | 3,000,000    | -            | -            | -   |
| Fund balance at beginning of year | -            | -            | -            | -   |
| Fund balance at end of year       | \$ 3,000,000 | \$ -         | \$ -         | \$ -  |

# Cleveland Heights-University Heights City School District

## Alternative School Grant Fund

### Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|  | Budget     |            | Actual     | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------|------------|------------|---|
|  | Original   | Final      |            |   |
| Revenues:                                    |            |            |            |   |
| Intergovernmental                            | \$ 203,427 | \$ 169,513 | \$ 190,688 | \$ 21,175   |
| Expenditures:                                |            |            |            |   |
| Current:                                     |            |            |            |   |
| Support services:                            |            |            |            |   |
| Pupil:                                       |            |            |            |   |
| Salaries and wages                           | 50,000     | 174,986    | 174,986    | -   |
| Employee benefits                            | 13,867     | 52,740     | 51,156     | 1,584   |
| Total expenditures                           | 63,867     | 227,726    | 226,142    | 1,584   |
| Excess of revenues over (under) expenditures | 139,560    | (58,213)   | (35,454)   | 22,759  |
| Other financing sources (uses):              |            |            |            |   |
| Transfers - in                               | -          | 112,410    | 89,755     | (22,655)  |
| Advances - in                                | -          | 25,000     | 25,000     | -   |
| Advances - out                               | -          | (79,106)   | (79,106)   | -   |
| Total other financing sources (uses)         | -          | 58,304     | 35,649     | (22,655)  |
| Net change in fund balance                   | 139,560    | 91         | 195        | 104   |
| Fund balance at beginning of year            | -          | -          | -          | -   |
| Fund balance at end of year                  | \$ 139,560 | \$ 91      | \$ 195     | \$ 104  |



# Cleveland Heights-University Heights City School District

## Extended Learning Opportunity Fund

### Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

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|                                   | Budget   |          | Actual   | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|-----------------------------------|----------|----------|----------|---|
|                                   | Original | Final    |          |   |
| Expenditures:                     |          |          |          |   |
| Current:                          |          |          |          |   |
| Support services:                 |          |          |          |   |
| Instructional staff:              |          |          |          |   |
| Supplies and materials            | \$ -     | \$ 4,358 | \$ 4,358 | \$ -  |
| Net change in fund balance        | -        | (4,358)  | (4,358)  | -   |
| Fund balance at beginning of year | 4,358    | 4,358    | 4,358    | -   |
| Fund balance at end of year       | \$ 4,358 | \$ -     | \$ -     | \$ -  |

# Cleveland Heights-University Heights City School District

## Miscellaneous State Grants Fund

### Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|  | Budget     |            | Actual     | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------|------------|------------|---|
|  | Original   | Final      |            |   |
| Revenues:                                    |            |            |            |   |
| Intergovernmental                            | \$ 168,434 | \$ 293,700 | \$ 239,596 | \$ (54,104)   |
| Expenditures:                                |            |            |            |   |
| Current:                                     |            |            |            |   |
| Instruction:                                 |            |            |            |   |
| Regular:                                     |            |            |            |   |
| Purchased services                           | 20,819     | 7,687      | -          | 7,687   |
| Special:                                     |            |            |            |   |
| Salaries and wages                           | 15,573     | 8,037      | 8,037      | -   |
| Employee benefits                            | 1,837      | 1,352      | 1,352      | -   |
| Purchased services                           | 6,911      | 41,319     | 41,319     | -   |
| Supplies and materials                       | 1,863      | 18,925     | 18,500     | 425   |
| Total special                                | 26,184     | 69,633     | 69,208     | 425   |
| Total instruction                            | 47,003     | 77,320     | 69,208     | 8,112   |
| Support services:                            |            |            |            |   |
| Pupil:                                       |            |            |            |   |
| Salaries and wages                           | 24,606     | 13,868     | 1,348      | 12,520  |
| Employee benefits                            | 6,825      | 696        | 230        | 466   |
| Purchased services                           | 5,754      | 11,357     | 8,418      | 2,939   |
| Supplies and materials                       | 15,882     | 27,278     | 21,700     | 5,578   |
| Capital outlay                               | 48,909     | 42,400     | 40,216     | 2,184   |
| Total pupil                                  | 101,976    | 95,599     | 71,912     | 23,687  |
| Instructional staff:                         |            |            |            |   |
| Salaries and wages                           | 4,000      | 44,109     | 2,745      | 41,364  |
| Employee benefits                            | 687        | 8,511      | 465        | 8,046   |
| Purchased services                           | 27,860     | 55,922     | 55,743     | 179   |
| Supplies and materials                       | 7,096      | 21,881     | 7,625      | 14,256  |
| Total instructional staff                    | 39,643     | 130,423    | 66,578     | 63,845  |
| Pupil transportation:                        |            |            |            |   |
| Purchased services                           | 33,600     | 20,704     | 1,688      | 19,016  |
| Total support services                       | 175,219    | 246,726    | 140,178    | 106,548   |
| Operation of non-instructional services:     |            |            |            |   |
| Community services:                          |            |            |            |   |
| Other  | -          | 29,966     | 29,963     | 3   |
| Total expenditures                           | 222,222    | 354,012    | 239,349    | 114,663   |
| Excess of revenues over (under) expenditures | (53,788)   | (60,312)   | 247        | 60,559  |

Continued

# Cleveland Heights-University Heights City School District

Miscellaneous State Grants Fund (continued)

Schedule of Revenues, Expenditures and Changes in Fund Balance –  
Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|                                      | Budget           |                  | Actual           | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--------------------------------------|------------------|------------------|------------------|---|
|                                      | Original         | Final            |                  |   |
| Other financing sources (uses):      |                  |                  |                  |   |
| Transfers - in                       | <u>3,888</u>     | <u>19,884</u>    | <u>17,695</u>    | <u>(2,189)</u>  |
| Net change in fund balance           | (49,900)         | (40,428)         | 17,942           | 58,370  |
| Fund balance at beginning of year    | 40,746           | 40,746           | 40,746           | -   |
| Prior year encumbrances appropriated | <u>29,152</u>    | <u>29,152</u>    | <u>29,152</u>    | <u>-</u>  |
| Fund balance at end of year          | \$ <u>19,998</u> | \$ <u>29,470</u> | \$ <u>87,840</u> | \$ <u>58,370</u>  |

# Cleveland Heights-University Heights City School District

## Adult Basic Education Fund

### Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|  | Budget     |            | Actual     | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------|------------|------------|---|
|  | Original   | Final      |            |   |
| Revenues:                                    |            |            |            |   |
| Intergovernmental                            | \$ 142,210 | \$ 313,325 | \$ 282,879 | \$ (30,446)   |
| Expenditures:                                |            |            |            |   |
| Current:                                     |            |            |            |   |
| Instruction:                                 |            |            |            |   |
| Adult/continuing:                            |            |            |            |   |
| Salaries and wages                           | -          | 137,673    | 124,963    | 12,710  |
| Employee benefits                            | 36,275     | 23,638     | 21,426     | 2,212   |
| Purchased services                           | 964        | 3,455      | 3,426      | 29  |
| Supplies and materials                       | 4,170      | 11,129     | 9,369      | 1,760   |
| Capital outlay                               | 21,930     | 13,360     | 11,868     | 1,492   |
| Total instruction                            | 63,339     | 189,255    | 171,052    | 18,203  |
| Support services:                            |            |            |            |   |
| Pupil:                                       |            |            |            |   |
| Supplies and materials                       | -          | 850        | 767        | 83  |
| Instructional staff:                         |            |            |            |   |
| Salaries and wages                           | 25,279     | 80,107     | 80,047     | 60  |
| Employee benefits                            | 62,274     | 24,232     | 19,840     | 4,392   |
| Purchased services                           | 13,912     | 14,434     | 13,057     | 1,377   |
| Supplies and materials                       | 1,810      | 3,405      | 3,368      | 37  |
| Other  | 1,576      | 291        | 291        | -   |
| Total instructional staff                    | 104,851    | 122,469    | 116,603    | 5,866   |
| Fiscal:                                      |            |            |            |   |
| Other  | -          | 4,702      | 3,692      | 1,010   |
| Total support services                       | 104,851    | 128,021    | 121,062    | 6,959   |
| Total expenditures                           | 168,190    | 317,276    | 292,114    | 25,162  |
| Excess of revenues over (under) expenditures | (25,980)   | (3,951)    | (9,235)    | (5,284)   |
| Other financing sources (uses):              |            |            |            |   |
| Transfers - in                               | 44,056     | 36,818     | 27,490     | (9,328)   |
| Advances - in                                | -          | 80,329     | 34,500     | (45,829)  |
| Advances - out                               | -          | (86,453)   | (86,453)   | -   |
| Total other financing sources (uses)         | 44,056     | 30,694     | (24,463)   | (55,157)  |
| Net change in fund balance                   | 18,076     | 26,743     | (33,698)   | (60,441)  |
| Fund balance at beginning of year            | 25,560     | 25,560     | 25,560     | -   |
| Prior year encumbrances appropriated         | 8,298      | 8,298      | 8,298      | -   |
| Fund balance at end of year                  | \$ 51,934  | \$ 60,601  | \$ 160     | \$ (60,441)   |

# Cleveland Heights-University Heights City School District

## IDEA (Flo-Thru) Fund

### Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|                           | Budget     |              | Actual       | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---------------------------|------------|--------------|--------------|---|
|                           | Original   | Final        |              |   |
| Revenues:                 |            |              |              |   |
| Intergovernmental         | \$ 486,367 | \$ 1,755,705 | \$ 1,571,579 | \$ (184,126)  |
| Expenditures:             |            |              |              |   |
| Current:                  |            |              |              |   |
| Instruction:              |            |              |              |   |
| Special:                  |            |              |              |   |
| Salaries and wages        | 163,203    | 52,402       | 10,564       | 41,838  |
| Employee benefits         | 69,125     | 15,641       | 1,606        | 14,035  |
| Purchased services        | 59,141     | 169,426      | 138,025      | 31,401  |
| Supplies and materials    | 121,259    | 245,614      | 231,977      | 13,637  |
| Capital outlay            | 48,484     | 74,450       | 16,614       | 57,836  |
| Total instruction         | 461,212    | 557,533      | 398,786      | 158,747   |
| Support services:         |            |              |              |   |
| Pupil:                    |            |              |              |   |
| Salaries and wages        | 31,701     | 97,819       | 79,193       | 18,626  |
| Employee benefits         | 51,171     | 39,887       | 20,110       | 19,777  |
| Purchased services        | 5,658      | 59,422       | 45,148       | 14,274  |
| Supplies and materials    | 3,946      | 12,390       | 9,404        | 2,986   |
| Capital outlay            | 4,930      | 8,930        | 800          | 8,130   |
| Total pupil               | 97,406     | 218,448      | 154,655      | 63,793  |
| Instructional staff:      |            |              |              |   |
| Salaries and wages        | 65,554     | 424,859      | 424,859      | -   |
| Employee benefits         | 489,912    | 244,889      | 244,889      | -   |
| Purchased services        | 86,156     | 41,772       | 37,551       | 4,221   |
| Supplies and materials    | 3,200      | 82,732       | 28,884       | 53,848  |
| Total instructional staff | 644,822    | 794,252      | 736,183      | 58,069  |
| Administration:           |            |              |              |   |
| Salaries and wages        | -          | 324,658      | 269,524      | 55,134  |
| Employee benefits         | -          | 160,235      | 135,826      | 24,409  |
| Purchased services        | 19,814     | 59,973       | 39,058       | 20,915  |
| Supplies and materials    | 11,852     | 15,680       | 5,260        | 10,420  |
| Other                     | 1,279      | 2,074        | 1,456        | 618   |
| Total administration      | 32,945     | 562,620      | 451,124      | 111,496   |
| Fiscal:                   |            |              |              |   |
| Other                     | -          | 31,925       | 20,321       | 11,604  |

Continued

# Cleveland Heights-University Heights City School District

IDEA (Flo-Thru) Fund (continued)

Schedule of Revenues, Expenditures and Changes in Fund Balance –  
Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|  | Budget     |            | Actual    | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------|------------|-----------|---|
|  | Original   | Final      |           |   |
| Pupil transportation:                            |            |            |           |   |
| Salaries and wages                               | 3,444      | 3,444      | -         | 3,444   |
| Employee benefits                                | 21,858     | 11,657     | -         | 11,657  |
| Purchased services                               | 18,816     | 40,318     | 27,640    | 12,678  |
| Total pupil transportation                       | 44,118     | 55,419     | 27,640    | 27,779  |
| Total support services                           | 819,291    | 1,662,664  | 1,389,923 | 272,741   |
| Operation of non-instructional services:         |            |            |           |   |
| Community services:                              |            |            |           |   |
| Salaries and wages                               | 28,132     | 44,657     | 29,414    | 15,243  |
| Employee benefits                                | 15,870     | 29,397     | 9,374     | 20,023  |
| Purchased services                               | 87,302     | 72,338     | 61,864    | 10,474  |
| Supplies and materials                           | 5,451      | 8,232      | 2,639     | 5,593   |
| Total operation of non-instructional<br>services | 136,755    | 154,624    | 103,291   | 51,333  |
| Total expenditures                               | 1,417,258  | 2,374,821  | 1,892,000 | 482,821   |
| Excess of revenues over (under) expenditures     | (930,891)  | (619,116)  | (320,421) | 298,695   |
| Other financing sources (uses):                  |            |            |           |   |
| Transfers - in                                   | 1,294,225  | 775,020    | 159,497   | (615,523)   |
| Advances - in                                    | -          | 412,000    | 412,000   | -   |
| Advances - out                                   | -          | (432,104)  | (432,104) | -   |
| Total other financing sources (uses)             | 1,294,225  | 754,916    | 139,393   | (615,523)   |
| Net change in fund balance                       | 363,334    | 135,800    | (181,028) | (316,828)   |
| Fund balance at beginning of year                | -          | -          | -         | -   |
| Prior year encumbrances appropriated             | 181,195    | 181,195    | 181,195   | -   |
| Fund balance at end of year                      | \$ 544,529 | \$ 316,995 | \$ 167    | \$ (316,828)  |

# Cleveland Heights-University Heights City School District

## Vocational Education Fund

### Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|                           | Budget     |            | Actual     | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---------------------------|------------|------------|------------|---|
|                           | Original   | Final      |            |   |
| Revenues:                 |            |            |            |   |
| Intergovernmental         | \$ 382,999 | \$ 334,079 | \$ 290,378 | \$ (43,701)   |
| Expenditures:             |            |            |            |   |
| Current:                  |            |            |            |   |
| Instruction:              |            |            |            |   |
| Vocational:               |            |            |            |   |
| Salaries and wages        | 3,852      | 86,013     | 86,013     | -   |
| Employee benefits         | 44,756     | 41,167     | 41,167     | -   |
| Purchased services        | 26,206     | 31,598     | 31,598     | -   |
| Supplies and materials    | 8,250      | 24,430     | 24,230     | 200   |
| Capital outlay            | 11,761     | 23,236     | 23,236     | -   |
| Other                     | 7,160      | 14,104     | 14,104     | -   |
| Total instruction         | 101,985    | 220,548    | 220,348    | 200   |
| Support services:         |            |            |            |   |
| Pupil:                    |            |            |            |   |
| Salaries and wages        | 4,108      | 63,769     | 63,769     | -   |
| Employee benefits         | 23,648     | 25,010     | 25,010     | -   |
| Total pupil               | 27,756     | 88,779     | 88,779     | -   |
| Instructional staff:      |            |            |            |   |
| Salaries and wages        | 13,509     | -          | -          | -   |
| Employee benefits         | 764        | -          | -          | -   |
| Total instructional staff | 14,273     | -          | -          | -   |
| Fiscal:                   |            |            |            |   |
| Other                     | -          | 5,676      | 3,583      | 2,093   |
| Pupil transportation:     |            |            |            |   |
| Purchased services        | 1,791      | 1,136      | 1,136      | -   |
| Central:                  |            |            |            |   |
| Purchased services        | 4,932      | 4,595      | 4,595      | -   |
| Supplies and materials    | 8,440      | 1,663      | 1,663      | -   |
| Other                     | 3,524      | 4,201      | 4,201      | -   |
| Total central             | 16,896     | 10,459     | 10,459     | -   |
| Total support services    | 60,716     | 106,050    | 103,957    | 2,093   |
| Total expenditures        | 162,701    | 326,598    | 324,305    | 2,293   |

Continued

# Cleveland Heights-University Heights City School District

## Vocational Education Fund (continued)

### Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|  | Budget            |                  | Actual          | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|-------------------|------------------|-----------------|---|
|  | Original          | Final            |                 |   |
| Excess of revenues over (under) expenditures | <u>220,298</u>    | <u>7,481</u>     | <u>(33,927)</u> | <u>(41,408)</u>   |
| Other financing sources (uses):              |                   |                  |                 |   |
| Transfers - in                               | -                 | 34               | -               | (34)  |
| Advances - in                                | <u>-</u>          | <u>26,500</u>    | <u>26,500</u>   | <u>-</u>  |
| Total other financing sources (uses)         | <u>-</u>          | <u>26,534</u>    | <u>26,500</u>   | <u>(34)</u>   |
| Net change in fund balance                   | 220,298           | 34,015           | (7,427)         | (41,442)  |
| Fund balance at beginning of year            | 6,569             | 6,569            | 6,569           | -   |
| Prior year encumbrances appropriated         | <u>1,354</u>      | <u>1,354</u>     | <u>1,354</u>    | <u>-</u>  |
| Fund balance at end of year                  | \$ <u>228,221</u> | \$ <u>41,938</u> | \$ <u>496</u>   | \$ <u>(41,442)</u>                                      |



# Cleveland Heights-University Heights City School District

## Title III Fund

### Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|  | Budget    |           | Actual    | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|-----------|-----------|-----------|---|
|  | Original  | Final     |           |   |
| Revenues:                                    |           |           |           |   |
| Intergovernmental                            | \$ 11,005 | \$ 34,184 | \$ 15,655 | \$ (18,529)   |
| Expenditures:                                |           |           |           |   |
| Current:                                     |           |           |           |   |
| Support services:                            |           |           |           |   |
| Pupil:                                       |           |           |           |   |
| Salaries and wages                           | 5,877     | 29,579    | 14,866    | 14,713  |
| Employee benefits                            | 2,460     | 5,066     | 3,056     | 2,010   |
| Purchased services                           | 2,112     | 4,209     | 2,445     | 1,764   |
| Supplies and materials                       | 2,052     | 3,865     | 3,154     | 711   |
| Total expenditures                           | 12,501    | 42,719    | 23,521    | 19,198  |
| Excess of revenues over (under) expenditures | (1,496)   | (8,535)   | (7,866)   | 669   |
| Other financing sources (uses):              |           |           |           |   |
| Transfers - in                               | 6,225     | 18,316    | 4,763     | (13,553)  |
| Advances - in                                | -         | 3,200     | 3,200     | -   |
| Total other financing sources (uses)         | 6,225     | 21,516    | 7,963     | (13,553)  |
| Net change in fund balance                   | 4,729     | 12,981    | 97        | (12,884)  |
| Fund balance at beginning of year            | (984)     | (984)     | (984)     | -   |
| Prior year encumbrances appropriated         | 984       | 984       | 984       | -   |
| Fund balance at end of year                  | \$ 4,729  | \$ 12,981 | \$ 97     | \$ (12,884)   |

# Cleveland Heights-University Heights City School District

## Chinese Refugees Fund

### Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

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|                                   | Budget   |        | Actual | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|-----------------------------------|----------|--------|--------|---|
|                                   | Original | Final  |        |   |
| Expenditures:                     |          |        |        |   |
| Current:                          |          |        |        |   |
| Support services:                 |          |        |        |   |
| Pupil:                            |          |        |        |   |
| Supplies and materials            | \$ 115   | \$ 115 | \$ 115 | \$ -  |
| Net change in fund balance        | (115)    | (115)  | (115)  | -   |
| Fund balance at beginning of year | 115      | 115    | 115    | -   |
| Fund balance at end of year       | \$ -     | \$ -   | \$ -   | \$ -  |

# Cleveland Heights-University Heights City School District

## Title I Fund

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

For the Fiscal Year Ended June 30, 2009

|   | Budget         |                  | Actual           | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---|----------------|------------------|------------------|---|
|   | Original       | Final            |                  |   |
| Revenues:                                     |                |                  |                  |   |
| Intergovernmental                             | \$ 219,559     | \$ 2,887,247     | \$ 1,745,234     | \$ (1,142,013)  |
| Miscellaneous                                 | 18,894         | 25,677           | 30,757           | 5,080   |
| Total revenues                                | <u>238,453</u> | <u>2,912,924</u> | <u>1,775,991</u> | <u>(1,136,933)</u>                                      |
| Expenditures:                                 |                |                  |                  |   |
| Current:                                      |                |                  |                  |   |
| Instruction:                                  |                |                  |                  |   |
| Special:                                      |                |                  |                  |   |
| Salaries and wages                            | 27,728         | 793,790          | 760,091          | 33,699  |
| Employee benefits                             | 128,302        | 287,233          | 231,523          | 55,710  |
| Supplies and materials                        | 5,617          | 536,887          | 279,618          | 257,269   |
| Capital outlay                                | 16,034         | 177,524          | 157,961          | 19,563  |
| Total instruction                             | <u>177,681</u> | <u>1,795,434</u> | <u>1,429,193</u> | <u>366,241</u>  |
| Support services:                             |                |                  |                  |   |
| Instructional staff:                          |                |                  |                  |   |
| Salaries and wages                            | 27,589         | 146,996          | 80,059           | 66,937  |
| Employee benefits                             | 28,439         | 72,652           | 33,802           | 38,850  |
| Purchased services                            | 26,905         | 307,141          | 215,462          | 91,679  |
| Supplies and materials                        | 26,670         | 155,147          | 87,808           | 67,339  |
| Total instructional staff                     | <u>109,603</u> | <u>681,936</u>   | <u>417,131</u>   | <u>264,805</u>  |
| Administration:                               |                |                  |                  |   |
| Salaries and wages                            | 6,987          | 66,210           | 42,494           | 23,716  |
| Employee benefits                             | 7,291          | 38,305           | 8,027            | 30,278  |
| Other   | 6,591          | -                | -                | -   |
| Total administration                          | <u>20,869</u>  | <u>104,515</u>   | <u>50,521</u>    | <u>53,994</u>   |
| Fiscal:                                       |                |                  |                  |   |
| Other   | -              | 42,688           | 23,022           | 19,666  |
| Pupil transportation:                         |                |                  |                  |   |
| Contractual services                          | 10,403         | 30,558           | 14,704           | 15,854  |
| Total support services                        | <u>140,875</u> | <u>859,697</u>   | <u>505,378</u>   | <u>354,319</u>  |
| Operation of non-instructional services:      |                |                  |                  |   |
| Community services:                           |                |                  |                  |   |
| Salaries and wages                            | 15,405         | 138,087          | 40,495           | 97,592  |
| Employee benefits                             | 11,546         | 13,736           | 13,736           | -   |
| Purchased services                            | 3,190          | 137,272          | 109,129          | 28,143  |
| Total operation of non-instructional services | <u>30,141</u>  | <u>289,095</u>   | <u>163,360</u>   | <u>125,735</u>  |
| Total expenditures                            | <u>348,697</u> | <u>2,944,226</u> | <u>2,097,931</u> | <u>846,295</u>  |

Continued

# Cleveland Heights-University Heights City School District

Title I Fund (continued)

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

For the Fiscal Year Ended June 30, 2009

|  | Budget           |                   | Actual           | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------|-------------------|------------------|---|
|  | Original         | Final             |                  |   |
| Excess of revenues over (under) expenditures | <u>(110,244)</u> | <u>(31,302)</u>   | <u>(321,940)</u> | <u>(290,638)</u>  |
| Other financing sources (uses):              |                  |                   |                  |   |
| Transfers - in                               | 171,350          | 306,020           | -                | (306,020)   |
| Advances - in                                | -                | 451,000           | 451,000          | -   |
| Advances - out                               | <u>-</u>         | <u>(148,192)</u>  | <u>(148,192)</u> | <u>-</u>  |
| Total other financing sources (uses)         | <u>171,350</u>   | <u>608,828</u>    | <u>302,808</u>   | <u>(306,020)</u>  |
| Net change in fund balance                   | 61,106           | 577,526           | (19,132)         | (596,658)   |
| Fund balance at beginning of year            | -                | -                 | -                | -   |
| Prior year encumbrances appropriated         | <u>20,079</u>    | <u>20,079</u>     | <u>20,079</u>    | <u>-</u>  |
| Fund balance at end of year                  | \$ <u>81,185</u> | \$ <u>597,605</u> | \$ <u>947</u>    | \$ <u>(596,658)</u>                                     |

# Cleveland Heights-University Heights City School District

## Title V Innovative Program Fund

### Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|   | Budget        |                 | Actual          | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|---|---------------|-----------------|-----------------|---|
|   | Original      | Final           |                 |   |
| Revenues:                                     |               |                 |                 |   |
| Intergovernmental                             | \$ 2,597      | \$ 12,073       | \$ 12,900       | \$ 827  |
| Expenditures:                                 |               |                 |                 |   |
| Current:                                      |               |                 |                 |   |
| Support services:                             |               |                 |                 |   |
| Pupil:  |               |                 |                 |   |
| Salaries and wages                            | 769           | 8,617           | 5,384           | 3,233   |
| Employee benefits                             | 2,115         | 2,813           | 2,032           | 781   |
| Other   | -             | 256             | 143             | 113   |
| Total support services                        | <u>2,884</u>  | <u>11,686</u>   | <u>7,559</u>    | <u>4,127</u>  |
| Operation of non-instructional services:      |               |                 |                 |   |
| Community services:                           |               |                 |                 |   |
| Purchased services                            | 193           | 5,532           | 726             | 4,806   |
| Supplies and materials                        | <u>3,138</u>  | <u>5,711</u>    | <u>4,290</u>    | <u>1,421</u>  |
| Total operation of non-instructional services | <u>3,331</u>  | <u>11,243</u>   | <u>5,016</u>    | <u>6,227</u>  |
| Total expenditures                            | <u>6,215</u>  | <u>22,929</u>   | <u>12,575</u>   | <u>10,354</u>   |
| Excess of revenues over (under) expenditures  | (3,618)       | (10,856)        | 325             | 11,181  |
| Other financing sources (uses):               |               |                 |                 |   |
| Transfers - in                                | <u>2,636</u>  | <u>10,560</u>   | -               | <u>(10,560)</u>   |
| Net change in fund balance                    | (982)         | (296)           | 325             | 621   |
| Fund balance at beginning of year             | 1,043         | 1,043           | 1,043           | -   |
| Prior year encumbrances appropriated          | <u>456</u>    | <u>456</u>      | <u>456</u>      | -   |
| Fund balance at end of year                   | \$ <u>517</u> | \$ <u>1,203</u> | \$ <u>1,824</u> | \$ <u>621</u>   |

# Cleveland Heights-University Heights City School District

## Drug Free Schools Fund

### Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|  | Budget   |           | Actual    | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|----------|-----------|-----------|---|
|  | Original | Final     |           |   |
| Revenues:                                    |          |           |           |   |
| Intergovernmental                            | \$ 9,982 | \$ 30,727 | \$ 17,885 | \$ (12,842)   |
| Expenditures:                                |          |           |           |   |
| Current:                                     |          |           |           |   |
| Support services:                            |          |           |           |   |
| Pupil:                                       |          |           |           |   |
| Salaries and wages                           | 3,271    | 13,738    | 13,461    | 277   |
| Employee benefits                            | 3,318    | 5,368     | 5,083     | 285   |
| Purchased services                           | 2,537    | 8,071     | 1,052     | 7,019   |
| Total expenditures                           | 9,126    | 27,177    | 19,596    | 7,581   |
| Excess of revenues over (under) expenditures | 856      | 3,550     | (1,711)   | (5,261)   |
| Other financing sources (uses):              |          |           |           |   |
| Transfers - in                               | 2,178    | 11,056    | 5,289     | (5,767)   |
| Advances - in                                | -        | 1,800     | 1,750     | (50)  |
| Advances - out                               | -        | (5,289)   | (5,289)   | -   |
| Total other financing sources (uses)         | 2,178    | 7,567     | 1,750     | (5,817)   |
| Net change in fund balance                   | 3,034    | 11,117    | 39        | (11,078)  |
| Fund balance at beginning of year            | -        | -         | -         | -   |
| Fund balance at end of year                  | \$ 3,034 | \$ 11,117 | \$ 39     | \$ (11,078)   |

# Cleveland Heights-University Heights City School District

## Preschool Disabilities Grant Fund

### Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|  | Budget    |           | Actual    | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|-----------|-----------|-----------|---|
|  | Original  | Final     |           |   |
| Revenues:                                    |           |           |           |   |
| Intergovernmental                            | \$ 46,081 | \$ 81,510 | \$ 39,261 | \$ (42,249)   |
| Expenditures:                                |           |           |           |   |
| Current:                                     |           |           |           |   |
| Instruction:                                 |           |           |           |   |
| Special:                                     |           |           |           |   |
| Salaries and wages                           | 1,158     | 1,158     | -         | 1,158   |
| Employee benefits                            | 506       | 506       | -         | 506   |
| Supplies and materials                       | 3,003     | 6,003     | 3,000     | 3,003   |
| Total instruction                            | 4,667     | 7,667     | 3,000     | 4,667   |
| Support services:                            |           |           |           |   |
| Pupil:                                       |           |           |           |   |
| Salaries and wages                           | 2,089     | 26,079    | 25,132    | 947   |
| Employee benefits                            | 10,042    | 20,090    | 7,103     | 12,987  |
| Total support services                       | 12,131    | 46,169    | 32,235    | 13,934  |
| Total expenditures                           | 16,798    | 53,836    | 35,235    | 18,601  |
| Excess of revenues over (under) expenditures | 29,283    | 27,674    | 4,026     | (23,648)  |
| Other financing sources (uses):              |           |           |           |   |
| Transfers - in                               | 3,280     | 4,719     | -         | (4,719)   |
| Advances - in                                | -         | 1,450     | 1,450     | -   |
| Advances - out                               | -         | (39,614)  | (39,614)  | -   |
| Total other financing sources (uses)         | 3,280     | (33,445)  | (38,164)  | (4,719)   |
| Net change in fund balance                   | 32,563    | (5,771)   | (34,138)  | (28,367)  |
| Fund balance at beginning of year            | 34,167    | 34,167    | 34,167    | -   |
| Fund balance at end of year                  | \$ 66,730 | \$ 28,396 | \$ 29     | \$ (28,367)   |

# Cleveland Heights-University Heights City School District

## Title IIA - Improving Teacher Quality Fund

### Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|  | Budget     |            | Actual     | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------|------------|------------|---|
|  | Original   | Final      |            |   |
| Revenues:                                    |            |            |            |   |
| Intergovernmental                            | \$ 422,777 | \$ 422,219 | \$ 325,594 | \$ (96,625)   |
| Expenditures:                                |            |            |            |   |
| Current:                                     |            |            |            |   |
| Instruction:                                 |            |            |            |   |
| Regular:                                     |            |            |            |   |
| Salaries and wages                           | 18,209     | 7,273      | -          | 7,273   |
| Purchased services                           | 1,504      | 1,504      | -          | 1,504   |
| Total instruction                            | 19,713     | 8,777      | -          | 8,777   |
| Support services:                            |            |            |            |   |
| Instructional staff:                         |            |            |            |   |
| Salaries and wages                           | 17,544     | 207,800    | 204,826    | 2,974   |
| Employee benefits                            | 82,925     | 164,267    | 74,474     | 89,793  |
| Purchased services                           | 9,481      | 41,756     | 41,197     | 559   |
| Supplies and materials                       | 26,576     | 40,224     | 33,242     | 6,982   |
| Total instructional staff                    | 136,526    | 454,047    | 353,739    | 100,308   |
| Fiscal:                                      |            |            |            |   |
| Other  | -          | 5,825      | 4,412      | 1,413   |
| Total support services                       | 136,526    | 459,872    | 358,151    | 101,721   |
| Operation of non-instructional services:     |            |            |            |   |
| Community services:                          |            |            |            |   |
| Purchased services                           | 4,694      | 12,162     | 4,938      | 7,224   |
| Total expenditures                           | 160,933    | 480,811    | 363,089    | 117,722   |
| Excess of revenues over (under) expenditures | 261,844    | (58,592)   | (37,495)   | 21,097  |
| Other financing sources (uses):              |            |            |            |   |
| Transfers - in                               | 5,683      | 40,913     | 5,770      | (35,143)  |
| Advances - in                                | -          | 34,000     | 34,000     | -   |
| Advances - out                               | -          | (13,510)   | (13,510)   | -   |
| Total other financing sources (uses)         | 5,683      | 61,403     | 26,260     | (35,143)  |
| Net change in fund balance                   | 267,527    | 2,811      | (11,235)   | (14,046)  |
| Fund balance at beginning of year            | -          | -          | -          | -   |
| Prior year encumbrances appropriated         | 11,266     | 11,266     | 11,266     | -   |
| Fund balance at end of year                  | \$ 278,793 | \$ 14,077  | \$ 31      | \$ (14,046)   |



# Cleveland Heights-University Heights City School District

## Miscellaneous Federal Grants Fund

### Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|                              | Budget         |                | Actual         | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|------------------------------|----------------|----------------|----------------|---|
|                              | Original       | Final          |                |   |
| <b>Revenues:</b>             |                |                |                |   |
| Intergovernmental            | \$ 378,154     | \$ 653,113     | \$ 295,118     | \$ (357,995)  |
| Miscellaneous                | -              | -              | 58,386         | 58,386  |
| Total revenues               | <u>378,154</u> | <u>653,113</u> | <u>353,504</u> | <u>(299,609)</u>  |
| <b>Expenditures:</b>         |                |                |                |   |
| <b>Current:</b>              |                |                |                |   |
| <b>Instruction:</b>          |                |                |                |   |
| <b>Regular:</b>              |                |                |                |   |
| Salaries and wages           | 10,786         | 105,710        | 84,329         | 21,381  |
| Employee benefits            | 37,224         | 41,016         | 14,462         | 26,554  |
| Purchased services           | 17,308         | 7,684          | 867            | 6,817   |
| Supplies and materials       | 23,481         | 29,957         | 11,940         | 18,017  |
| Other                        | <u>1,671</u>   | <u>1,641</u>   | <u>1,112</u>   | <u>529</u>  |
| Total regular                | <u>90,470</u>  | <u>186,008</u> | <u>112,710</u> | <u>73,298</u>   |
| <b>Support services:</b>     |                |                |                |   |
| <b>Pupil:</b>                |                |                |                |   |
| Salaries and wages           | 37,042         | 117,827        | 91,336         | 26,491  |
| Employee benefits            | 27,656         | 68,478         | 20,240         | 48,238  |
| Purchased services           | 10,794         | 23,055         | 13,180         | 9,875   |
| Supplies and materials       | -              | 3,560          | -              | 3,560   |
| Total pupil                  | <u>75,492</u>  | <u>212,920</u> | <u>124,756</u> | <u>88,164</u>   |
| <b>Instructional staff:</b>  |                |                |                |   |
| Salaries and wages           | 3,727          | 12,957         | 8,580          | 4,377   |
| Employee benefits            | 1,158          | 2,731          | 1,457          | 1,274   |
| Purchased services           | 4,370          | 15,595         | 10,293         | 5,302   |
| Supplies and materials       | <u>6,963</u>   | <u>13,249</u>  | <u>3,709</u>   | <u>9,540</u>  |
| Total instructional staff    | <u>16,218</u>  | <u>44,532</u>  | <u>24,039</u>  | <u>20,493</u>   |
| <b>Administration:</b>       |                |                |                |   |
| Purchased services           | 1,417          | 1,137          | 875            | 262   |
| Supplies and materials       | 300            | 500            | 500            | -   |
| Other                        | <u>2,197</u>   | <u>2,197</u>   | <u>-</u>       | <u>2,197</u>  |
| Total administration         | <u>3,914</u>   | <u>3,834</u>   | <u>1,375</u>   | <u>2,459</u>  |
| <b>Fiscal:</b>               |                |                |                |   |
| Other                        | -              | 4,288          | 3,887          | 401   |
| <b>Pupil transportation:</b> |                |                |                |   |
| Purchased services           | <u>459</u>     | <u>10,659</u>  | <u>10,200</u>  | <u>459</u>  |
| Total support services       | <u>96,083</u>  | <u>276,233</u> | <u>164,257</u> | <u>111,976</u>  |

Continued

# Cleveland Heights-University Heights City School District

## Miscellaneous Federal Grants Fund (continued)

### Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAPP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|  | Budget            |                   | Actual           | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|-------------------|-------------------|------------------|---|
|  | Original          | Final             |                  |   |
| Operation of non-instructional services:         |                   |                   |                  |   |
| Community services:                              |                   |                   |                  |   |
| Purchased services                               | 1,111             | 1,671             | 560              | 1,111   |
| Supplies and materials                           | 6,550             | 9,718             | 1,321            | 8,397   |
| Capital outlay                                   | <u>2,138</u>      | <u>3,393</u>      | <u>1,253</u>     | <u>2,140</u>  |
| Total operation of non-instructional<br>services | <u>9,799</u>      | <u>14,782</u>     | <u>3,134</u>     | <u>11,648</u>   |
| Total expenditures                               | <u>196,352</u>    | <u>477,023</u>    | <u>280,101</u>   | <u>196,922</u>  |
| Excess of revenues over (under) expenditures     | <u>181,802</u>    | <u>176,090</u>    | <u>73,403</u>    | <u>(102,687)</u>  |
| Other financing sources (uses):                  |                   |                   |                  |   |
| Transfers - in                                   | 1,806             | 359,910           | 282,555          | (77,355)  |
| Advances - in                                    | -                 | 9,950             | 9,950            | -   |
| Advances - out                                   | <u>(26)</u>       | <u>(376,696)</u>  | <u>(376,670)</u> | <u>26</u>   |
| Total other financing sources (uses)             | <u>1,780</u>      | <u>(6,836)</u>    | <u>(84,165)</u>  | <u>(77,329)</u>   |
| Net change in fund balance                       | 183,582           | 169,254           | (10,762)         | (180,016)   |
| Fund balance at beginning of year                | -                 | -                 | -                | -   |
| Prior year encumbrances appropriated             | <u>10,805</u>     | <u>10,805</u>     | <u>10,805</u>    | <u>-</u>  |
| Fund balance at end of year                      | \$ <u>194,387</u> | \$ <u>180,059</u> | \$ <u>43</u>     | \$ <u>(180,016)</u>                                     |

# Cleveland Heights-University Heights City School District

## School Net Plus Fund

### Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget (Non-GAPP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|                                   | Budget          |               | Actual        | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|-----------------------------------|-----------------|---------------|---------------|---|
|                                   | Original        | Final         |               |   |
| Expenditures:                     |                 |               |               |   |
| Current:                          |                 |               |               |   |
| Support services:                 |                 |               |               |   |
| Pupil:                            |                 |               |               |   |
| Supplies and materials            | \$ 14,526       | \$ 15,781     | \$ 15,781     | \$ -  |
| Capital outlay                    | <u>29,985</u>   | <u>30,000</u> | <u>30,000</u> | <u>-</u>  |
| Total expenditures                | <u>44,511</u>   | <u>45,781</u> | <u>45,781</u> | <u>-</u>  |
| Net change in fund balance        | (44,511)        | (45,781)      | (45,781)      | -   |
| Fund balance at beginning of year | <u>45,781</u>   | <u>45,781</u> | <u>45,781</u> | <u>-</u>  |
| Fund balance at end of year       | \$ <u>1,270</u> | \$ <u>-</u>   | \$ <u>-</u>   | \$ <u>-</u>   |

# Cleveland Heights-University Heights City School District

Combining Statements – Nonmajor Proprietary Funds

Fund Descriptions

June 30, 2009

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## **Nonmajor Enterprise Funds**

Enterprise funds are established to account for operations that are financed and operated in a manner similar to private sector businesses where the intent is that the expense (including depreciation) of providing goods or services is primarily or solely to the general public be financed or recovered primarily through user charges.

***Food Services*** This fund accounts for the provision of food services to the District.

***Uniform School Supplies*** This fund accounts for the purchase of necessary supplies, materials, or other school related items above these items provided for general instruction, paid for by students.

***Customer Services*** This fund accounts for services provided primarily to the general public which are financed or recovered through user charges.

***Community Services/Early Childhood*** This fund is provided for monies received and expended in connection with community recreation programs.

## **Nonmajor Internal Service Funds**

Internal service funds are used to account for the financing of services provided by one department to other departments of the government or to other districts on a cost reimbursement basis.

***Self-Insurance*** This fund is to account for the receipt and expenditure of funds for medical and dental claims for employees.

***Workers' Compensation*** This fund is used to account for the claims and premiums paid to the State for workers' compensation insurance

# Cleveland Heights-University Heights City School District

## Combining Statement of Fund Net Assets

### Nonmajor Enterprise Funds

June 30, 2009

|   | <u>Food<br/>Services</u> | <u>Uniform<br/>School<br/>Supplies</u> | <u>Customer<br/>Services</u> | <u>Community<br/>Services/<br/>Early<br/>Childhood</u> | <u>Total<br/>Nonmajor<br/>Enterprise<br/>Funds</u> |
|---|--------------------------|--|------------------------------|--|--|
| <b>Assets:</b>                                  |                          |  |                              |  |  |
| <b>Current assets:</b>                          |                          |  |                              |  |  |
| Equity in pooled cash and investments           | \$ 178,325               | \$ 47                                  | \$ 13,038                    | \$ 3,995   | \$ 195,405   |
| Accounts receivable                             | -                        | -                                      | -                            | 7,576  | 7,576  |
| Materials and supplies inventories              | 3,931                    | -                                      | -                            | -  | 3,931  |
| Inventory held for resale                       | <u>30,154</u>            | <u>-</u>                               | <u>-</u>                     | <u>-</u>   | <u>30,154</u>                                      |
| Total current assets                            | 212,410                  | 47                                     | 13,038                       | 11,571   | 237,066  |
| <b>Non-current assets:</b>                      |                          |  |                              |  |  |
| Capital assets, net of depreciation             | <u>74,714</u>            | <u>-</u>                               | <u>-</u>                     | <u>563,723</u>   | <u>638,437</u>                                     |
| Total assets                                    | <u>287,124</u>           | <u>47</u>                              | <u>13,038</u>                | <u>575,294</u>   | <u>875,503</u>                                     |
| <b>Liabilities:</b>                             |                          |  |                              |  |  |
| <b>Current liabilities:</b>                     |                          |  |                              |  |  |
| Accounts payable                                | 36,121                   | -                                      | -                            | -  | 36,121   |
| Accrued wages and benefits                      | 6,838                    | -                                      | -                            | 9,753  | 16,591   |
| Interfund payable                               | 1,083,168                | 5,200                                  | -                            | 22,000   | 1,110,368  |
| Intergovernmental payable                       | 49,943                   | -                                      | -                            | 28,143   | 78,086   |
| Current portion of accrued compensated absences | <u>2,343</u>             | <u>-</u>                               | <u>-</u>                     | <u>2,801</u>   | <u>5,144</u>                                       |
| Total current liabilities                       | 1,178,413                | 5,200                                  | -                            | 62,697   | 1,246,310  |
| <b>Non-current liabilities:</b>                 |                          |  |                              |  |  |
| Accrued compensated absences                    | <u>31,131</u>            | <u>-</u>                               | <u>-</u>                     | <u>37,217</u>  | <u>68,348</u>                                      |
| Total liabilities                               | <u>1,209,544</u>         | <u>5,200</u>                           | <u>-</u>                     | <u>99,914</u>  | <u>1,314,658</u>                                   |
| <b>Net assets:</b>                              |                          |  |                              |  |  |
| Invested in capital assets                      | 74,714                   | -                                      | -                            | 563,723  | 638,437  |
| Unrestricted (deficit)                          | <u>(997,134)</u>         | <u>(5,153)</u>                         | <u>13,038</u>                | <u>(88,343)</u>  | <u>(1,077,592)</u>                                 |
| Total net assets (deficit)                      | \$ <u>(922,420)</u>      | \$ <u>(5,153)</u>                      | \$ <u>13,038</u>             | \$ <u>475,380</u>                                      | \$ <u>(439,155)</u>                                |

# Cleveland Heights-University Heights City School District

## Combining Statement of Revenues, Expenses and Changes in Fund Net Assets Nonmajor Enterprise Funds

For the Fiscal Year Ended June 30, 2009

|  | Food<br>Services    | Uniform<br>School<br>Supplies | Customer<br>Services | Community<br>Services/<br>Early<br>Childhood | Total<br>Nonmajor<br>Enterprise<br>Funds |
|--|---------------------|-------------------------------|----------------------|--|--|
| Operating revenues:                          |                     |                               |                      |  |  |
| Tuition and fees                             | \$ -                | \$ -                          | \$ -                 | \$ 695,690                                   | \$ 695,690                               |
| Classroom materials and fees                 | -                   | 36,775                        | -                    | -  | 36,775                                   |
| Food services                                | 541,982             | -                             | -                    | -  | 541,982                                  |
| Miscellaneous                                | <u>1,094</u>        | <u>27,168</u>                 | <u>17,980</u>        | <u>-</u>                                     | <u>46,242</u>                            |
| Total operating revenues                     | <u>543,076</u>      | <u>63,943</u>                 | <u>17,980</u>        | <u>695,690</u>                               | <u>1,320,689</u>                         |
| Operating expenses:                          |                     |                               |                      |  |  |
| Salaries and wages                           | 636,320             | -                             | -                    | 455,610                                      | 1,091,930                                |
| Fringe benefits                              | 271,050             | -                             | -                    | 139,687                                      | 410,737                                  |
| Purchased services                           | 1,309,717           | 2,732                         | 5,950                | 8,478  | 1,326,877                                |
| Supplies and materials                       | 119,779             | 58,985                        | 4,855                | 17,031                                       | 200,650                                  |
| Depreciation                                 | <u>15,239</u>       | <u>-</u>                      | <u>-</u>             | <u>14,412</u>                                | <u>29,651</u>                            |
| Total operating expenses                     | <u>2,352,105</u>    | <u>61,717</u>                 | <u>10,805</u>        | <u>635,218</u>                               | <u>3,059,845</u>                         |
| Operating income (loss)                      | <u>(1,809,029)</u>  | <u>2,226</u>                  | <u>7,175</u>         | <u>60,472</u>                                | <u>(1,739,156)</u>                       |
| Non-operating revenues:                      |                     |                               |                      |  |  |
| Federal donated commodities                  | 131,209             | -                             | -                    | -  | 131,209                                  |
| Intergovernmental grants                     | <u>1,500,859</u>    | <u>-</u>                      | <u>-</u>             | <u>-</u>                                     | <u>1,500,859</u>                         |
| Total non-operating revenues                 | <u>1,632,068</u>    | <u>-</u>                      | <u>-</u>             | <u>-</u>                                     | <u>1,632,068</u>                         |
| Net income (loss) before transfers           | (176,961)           | 2,226                         | 7,175                | 60,472                                       | (107,088)                                |
| Transfers - in                               | <u>348,372</u>      | <u>-</u>                      | <u>2,000</u>         | <u>-</u>                                     | <u>350,372</u>                           |
| Net income                                   | 171,411             | 2,226                         | 9,175                | 60,472                                       | 243,284                                  |
| Net assets (deficit) at beginning<br>of year | <u>(1,093,831)</u>  | <u>(7,379)</u>                | <u>3,863</u>         | <u>414,908</u>                               | <u>(682,439)</u>                         |
| Net assets (deficit) at end of year          | \$ <u>(922,420)</u> | \$ <u>(5,153)</u>             | \$ <u>13,038</u>     | \$ <u>475,380</u>                            | \$ <u>(439,155)</u>                      |

# Cleveland Heights-University Heights City School District

## Combining Statement of Cash Flows Nonmajor Enterprise Funds

For the Fiscal Year Ended June 30, 2009

|  | <u>Food<br/>Services</u> | <u>Uniform<br/>School<br/>Supplies</u> | <u>Customer<br/>Services</u> | <u>Community<br/>Services/<br/>Early<br/>Childhood</u> | <u>Total<br/>Nonmajor<br/>Enterprise<br/>Funds</u> |
|--|--------------------------|--|------------------------------|--|--|
| <b>Increase (decrease) in cash and cash equivalents:</b> |                          |  |                              |  |  |
| <b>Cash flows from operating activities:</b>             |                          |  |                              |  |  |
| Cash received from customers                             | \$ 541,982               | \$ 36,775                              | \$ -                         | \$ 688,114   | \$ 1,266,871                                       |
| Cash received from other operating sources               | 1,094                    | 27,168                                 | 17,980                       | -  | 46,242   |
| Cash payments for materials and supplies                 | (4,455)                  | (58,985)                               | (4,855)                      | (17,031)   | (85,326)   |
| Cash payments for goods and services                     | (1,301,209)              | (2,732)                                | (5,950)                      | (8,478)  | (1,318,369)  |
| Cash payments to employees for services                  | (630,756)                | -                                      | -                            | (449,158)  | (1,079,914)  |
| Cash payments for employee benefits                      | (307,559)                | -                                      | -                            | (161,190)  | (468,749)  |
| Net cash provided by (used for) operating activities     | <u>(1,700,903)</u>       | <u>2,226</u>                           | <u>7,175</u>                 | <u>52,257</u>  | <u>(1,639,245)</u>                                 |
| <b>Cash flows from noncapital financing activities:</b>  |                          |  |                              |  |  |
| Intergovernmental grants received                        | 1,500,859                | -                                      | -                            | -  | 1,500,859  |
| Transfers - in   | 348,372                  | -                                      | 2,000                        | -  | 350,372  |
| Advances - in  | -                        | 5,200                                  | -                            | 22,000   | 27,200   |
| Advances - out   | -                        | (19,441)                               | -                            | (71,688)   | (91,129)   |
| Net cash provided by (used for) noncapital financing     | <u>1,849,231</u>         | <u>(14,241)</u>                        | <u>2,000</u>                 | <u>(49,688)</u>  | <u>1,787,302</u>                                   |
| Net increase (decrease) in cash and cash equivalents     | 148,328                  | (12,015)                               | 9,175                        | 2,569  | 148,057  |
| Cash and cash equivalents at beginning of year           | <u>29,997</u>            | <u>12,062</u>                          | <u>3,863</u>                 | <u>1,426</u>   | <u>47,348</u>                                      |
| Cash and cash equivalents at end of year                 | \$ <u>178,325</u>        | \$ <u>47</u>                           | \$ <u>13,038</u>             | \$ <u>3,995</u>  | \$ <u>195,405</u>                                  |
| <b>Non-cash noncapital financing activities:</b>         |                          |  |                              |  |  |
| Federal donated commodities                              | \$ <u>131,209</u>        | \$ <u>-</u>                            | \$ <u>-</u>                  | \$ <u>-</u>  | \$ <u>131,209</u>                                  |

Continued

# Cleveland Heights-University Heights City School District

## Combining Statement of Cash Flows Nonmajor Enterprise Funds (continued)

For the Fiscal Year Ended June 30, 2009

|   | <u>Food<br/>Services</u> | <u>Uniform<br/>School<br/>Supplies</u> | <u>Customer<br/>Services</u> | <u>Community<br/>Services/<br/>Early<br/>Childhood</u> | <u>Total<br/>Nonmajor<br/>Enterprise<br/>Funds</u> |
|---|--------------------------|--|------------------------------|--|--|
| <b>Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:</b> |                          |  |                              |  |  |
| Operating income (loss)   | \$ (1,809,029)           | \$ 2,226                               | \$ 7,175                     | \$ 60,472  | \$ (1,739,156)                                     |
| Adjustments:  |                          |  |                              |  |  |
| Depreciation  | 15,239                   | -                                      | -                            | 14,412   | 29,651   |
| Federal donated commodities   | 131,209                  | -                                      | -                            | -  | 131,209  |
| Changes in assets/liabilities:  |                          |  |                              |  |  |
| Increase in accounts receivable   | -                        | -                                      | -                            | (7,576)  | (7,576)  |
| Decrease in materials and supplies inventories  | 1,607                    | -                                      | -                            | -  | 1,607  |
| Increase in inventory held for resale   | (17,492)                 | -                                      | -                            | -  | (17,492)   |
| Increase in accounts payable  | 8,508                    | -                                      | -                            | -  | 8,508  |
| Increase in accrued wages and benefits  | 5,564                    | -                                      | -                            | 6,452  | 12,016   |
| Decrease in intergovernmental payable   | (37,809)                 | -                                      | -                            | (21,546)   | (59,355)   |
| Increase in accrued compensated absences  | 1,300                    | -                                      | -                            | 43   | 1,343  |
| Total adjustments   | <u>108,126</u>           | <u>-</u>                               | <u>-</u>                     | <u>(8,215)</u>   | <u>99,911</u>                                      |
| Net cash provided by (used for) operating activities  | \$ <u>(1,700,903)</u>    | \$ <u>2,226</u>                        | \$ <u>7,175</u>              | \$ <u>52,257</u>                                       | \$ <u>(1,639,245)</u>                              |



# Cleveland Heights-University Heights City School District

## Combining Statement of Fund Net Assets Nonmajor Internal Service Funds

June 30, 2009

---

|                                       | <u>Self-<br/>Insurance</u> | <u>Workers'<br/>Compensation</u> | <u>Total<br/>Internal<br/>Service<br/>Funds</u> |
|---------------------------------------|----------------------------|----------------------------------|---|
| Assets:                               |                            |                                  |   |
| Current assets:                       |                            |                                  |   |
| Equity in pooled cash and investments | \$ 2,895,582               | \$ 1,551,657                     | \$ 4,447,239                                    |
| Prepaid items                         | <u>157,042</u>             | <u>-</u>                         | <u>157,042</u>                                  |
| Total assets                          | <u>3,052,624</u>           | <u>1,551,657</u>                 | <u>4,604,281</u>                                |
| Liabilities:                          |                            |                                  |   |
| Current liabilities:                  |                            |                                  |   |
| Intergovernmental payable             | -                          | 813,867                          | 813,867   |
| Claims payable                        | <u>1,868,400</u>           | <u>-</u>                         | <u>1,868,400</u>                                |
| Total liabilities                     | <u>1,868,400</u>           | <u>813,867</u>                   | <u>2,682,267</u>                                |
| Net assets:                           |                            |                                  |   |
| Unrestricted                          | \$ <u>1,184,224</u>        | \$ <u>737,790</u>                | \$ <u>1,922,014</u>                             |

# Cleveland Heights-University Heights City School District

## Combining Statement of Revenues, Expenses and Changes in Fund Net Assets Nonmajor Internal Service Funds

For the Fiscal Year Ended June 30, 2009

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|                                 | <u>Self-<br/>Insurance</u> | <u>Workers'<br/>Compensation</u> | <u>Total<br/>Internal<br/>Service<br/>Funds</u> |
|---------------------------------|----------------------------|----------------------------------|---|
| Operating revenues:             |                            |                                  |   |
| Charges for services            | \$ -                       | \$ 1,050,394                     | \$ 1,050,394                                    |
| Claims                          | <u>20,950,492</u>          | <u>-</u>                         | <u>20,950,492</u>                               |
| Total operating revenues        | <u>20,950,492</u>          | <u>1,050,394</u>                 | <u>22,000,886</u>                               |
| Operating expenses:             |                            |                                  |   |
| Salaries and wages              | 17,500                     | -                                | 17,500  |
| Fringe benefits                 | 20,543,778                 | 645,665                          | 21,189,443                                      |
| Purchased services              | <u>190,966</u>             | <u>25,041</u>                    | <u>216,007</u>                                  |
| Total operating expenses        | <u>20,752,244</u>          | <u>670,706</u>                   | <u>21,422,950</u>                               |
| Operating income                | 198,248                    | 379,688                          | 577,936   |
| Net assets at beginning of year | <u>985,976</u>             | <u>358,102</u>                   | <u>1,344,078</u>                                |
| Net assets at end of year       | \$ <u>1,184,224</u>        | \$ <u>737,790</u>                | \$ <u>1,922,014</u>                             |

# Cleveland Heights-University Heights City School District

## Combining Statement of Cash Flows Nonmajor Internal Service Funds

For the Fiscal Year Ended June 30, 2009

|   | <u>Self-<br/>Insurance</u> | <u>Workers'<br/>Compensation</u> | <u>Total<br/>Internal<br/>Service<br/>Funds</u> |
|---|----------------------------|----------------------------------|---|
| <b>Increase in cash and cash equivalents:</b>   |                            |                                  |   |
| <b>Cash flows from operating activities:</b>  |                            |                                  |   |
| Cash received from customers  | \$ 20,950,492              | \$ -                             | \$ 20,950,492                                   |
| Cash received from claims   | -                          | 1,050,394                        | 1,050,394                                       |
| Cash payments for goods and services  | (10,555,414)               | (25,041)                         | (10,580,455)                                    |
| Cash payments to employees for services   | (17,500)                   | -                                | (17,500)  |
| Cash payments for claims  | <u>(10,059,224)</u>        | <u>(871,527)</u>                 | <u>(10,930,751)</u>                             |
| Net cash provided by operating activities   | <u>318,354</u>             | <u>153,826</u>                   | <u>472,180</u>                                  |
| Net increase in cash and cash equivalents   | 318,354                    | 153,826                          | 472,180   |
| Cash and cash equivalents at beginning of year  | <u>2,577,228</u>           | <u>1,397,831</u>                 | <u>3,975,059</u>                                |
| Cash and cash equivalents at end of year  | \$ <u>2,895,582</u>        | \$ <u>1,551,657</u>              | \$ <u>4,447,239</u>                             |
| <b>Reconciliation of operating income to net cash<br/>provided by operating activities:</b> |                            |                                  |   |
| Operating income  | \$ 198,248                 | \$ 379,688                       | \$ 577,936                                      |
| Adjustments:  |                            |                                  |   |
| Changes in assets/liabilities:  |                            |                                  |   |
| Decrease in prepaid items   | 49,406                     | -                                | 49,406  |
| Decrease in accounts payable  | (17,500)                   | -                                | (17,500)  |
| Decrease in intergovernmental payable   | -                          | (225,862)                        | (225,862)                                       |
| Increase in claims payable  | <u>88,200</u>              | <u>-</u>                         | <u>88,200</u>                                   |
| Total adjustments   | <u>120,106</u>             | <u>(225,862)</u>                 | <u>(105,756)</u>                                |
| Net cash provided by operating activities   | \$ <u>318,354</u>          | \$ <u>153,826</u>                | \$ <u>472,180</u>                               |

# Individual Fund Schedules of Revenues, Expenses and Changes in Fund Equities – Budget (Non-GAAP Budgetary Basis) and Actual



**DIAH RASHID**

Grade 1  
Noble Elementary

**MERIDITH VANDALL**

Kindergarten  
Noble Elementary



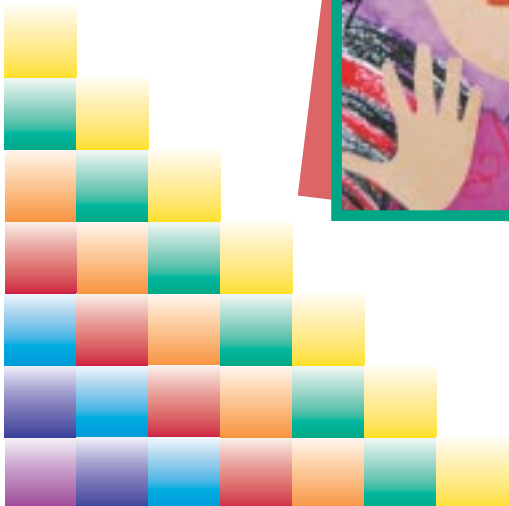
**KIA VAUGHNA RAYFORD**

Grade 1  
Boulevard Elementary



**EMILY BENSON**

Grade 5  
Roxboro Elementary



# Cleveland Heights-University Heights City School District

## Bellefaire General Rotary Fund

### Schedule of Revenues, Expenses and Changes in Fund Equity – Budget (Non-GAPP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|  | Budget       |              | Actual       | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------|--------------|--------------|---|
|  | Original     | Final        |              |   |
| Revenues:                                    |              |              |              |   |
| Tuition and fees                             | \$ 3,000,000 | \$ 3,100,000 | \$ 3,117,839 | \$ 17,839   |
| Expenses:                                    |              |              |              |   |
| Salaries and wages:                          |              |              |              |   |
| Regular instruction                          | 180,087      | 178,380      | 178,380      | -   |
| Special instruction                          | 1,194,938    | 1,237,526    | 1,237,526    | -   |
| Support services - pupil                     | 259,253      | 265,454      | 264,101      | 1,353   |
| Support services - administration            | 233,816      | 235,375      | 232,998      | 2,377   |
| Total salaries and wages                     | 1,868,094    | 1,916,735    | 1,913,005    | 3,730   |
| Fringe benefits:                             |              |              |              |   |
| Regular instruction                          | 57,965       | 51,956       | 51,956       | -   |
| Special instruction                          | 484,327      | 459,301      | 455,740      | 3,561   |
| Support services - pupil                     | 98,210       | 87,421       | 85,047       | 2,374   |
| Support services - administration            | 112,997      | 104,612      | 103,599      | 1,013   |
| Total fringe benefits                        | 753,499      | 703,290      | 696,342      | 6,948   |
| Purchased services:                          |              |              |              |   |
| Special instruction                          | 141,518      | 655,398      | 647,239      | 8,159   |
| Support services - instruction               | 267          | 267          | 267          | -   |
| Total purchased services                     | 141,785      | 655,665      | 647,506      | 8,159   |
| Supplies and materials:                      |              |              |              |   |
| Special instruction                          | 44,379       | 35,474       | 34,512       | 962   |
| Capital outlay:                              |              |              |              |   |
| Special instruction                          | 531          | 4,531        | 3,855        | 676   |
| Total expenses                               | 2,808,288    | 3,315,695    | 3,295,220    | 20,475  |
| Excess of revenues over (under) expenditures | 191,712      | (215,695)    | (177,381)    | 38,314  |
| Other financing sources (uses):              |              |              |              |   |
| Advances - in                                | -            | 100,000      | -            | (100,000)   |
| Net change in fund equity                    | 191,712      | (115,695)    | (177,381)    | (61,686)  |
| Fund equity at beginning of year             | 63,100       | 63,100       | 63,100       | -   |
| Prior year encumbrances appropriated         | 133,995      | 133,995      | 133,995      | -   |
| Fund equity at end of year                   | \$ 388,807   | \$ 81,400    | \$ 19,714    | \$ (61,686)   |

# Cleveland Heights-University Heights City School District

## Food Services Fund

### Schedule of Revenues, Expenses and Changes in Fund Equity – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|  | Budget           |                   | Actual           | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------|-------------------|------------------|---|
|  | Original         | Final             |                  |   |
| Revenues:                                |                  |                   |                  |   |
| Food services                            | \$ 623,000       | \$ 823,000        | \$ 541,982       | \$ (281,018)  |
| Intergovernmental                        | 2,250,000        | 1,850,000         | 1,500,859        | (349,141)   |
| Miscellaneous                            | -                | -                 | 1,094            | 1,094   |
| Total revenues                           | <u>2,873,000</u> | <u>2,673,000</u>  | <u>2,043,935</u> | <u>(629,065)</u>  |
| Expenses:                                |                  |                   |                  |   |
| Food service operations:                 |                  |                   |                  |   |
| Salaries and wages                       | 935,772          | 935,772           | 630,756          | 305,016   |
| Fringe benefits                          | 485,995          | 476,995           | 307,559          | 169,436   |
| Purchased services                       | 1,475,000        | 1,475,500         | 1,475,380        | 120   |
| Supplies and materials                   | -                | 9,000             | 8,153            | 847   |
| Total expenses                           | <u>2,896,767</u> | <u>2,897,267</u>  | <u>2,421,848</u> | <u>475,419</u>  |
| Excess of revenues over (under) expenses | (23,767)         | (224,267)         | (377,913)        | (153,646)   |
| Other financing sources (uses):          |                  |                   |                  |   |
| Transfers - in                           | -                | 348,372           | 348,372          | -   |
| Net change in fund equity                | (23,767)         | 124,105           | (29,541)         | (153,646)   |
| Fund equity at beginning of year         | <u>29,997</u>    | <u>29,997</u>     | <u>29,997</u>    | <u>-</u>  |
| Fund equity at end of year               | \$ <u>6,230</u>  | \$ <u>154,102</u> | \$ <u>456</u>    | \$ <u>(153,646)</u>                                     |

# Cleveland Heights-University Heights City School District

## Uniform School Supplies Fund

### Schedule of Revenues, Expenses and Changes in Fund Equity – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|  | Budget          |                 | Actual          | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|-----------------|-----------------|-----------------|---|
|  | Original        | Final           |                 |   |
| Revenues:                                |                 |                 |                 |   |
| Classroom materials and fees             | \$ 61,000       | \$ 84,900       | \$ 36,775       | \$ (48,125)   |
| Miscellaneous                            | -               | 47,512          | 27,168          | (20,344)  |
| Total revenues                           | <u>61,000</u>   | <u>132,412</u>  | <u>63,943</u>   | <u>(68,469)</u>   |
| Expenses:                                |                 |                 |                 |   |
| Supplies and materials:                  |                 |                 |                 |   |
| Regular instruction                      | 60,000          | 67,935          | 42,584          | 25,351  |
| Other non-instructional services         | <u>5,189</u>    | <u>49,189</u>   | <u>16,401</u>   | <u>32,788</u>   |
| Total supplies and materials             | 65,189          | 117,124         | 58,985          | 58,139  |
| Purchased services:                      |                 |                 |                 |   |
| Other non-instructional services         | <u>6,873</u>    | <u>7,909</u>    | <u>2,732</u>    | <u>5,177</u>  |
| Total expenses                           | <u>72,062</u>   | <u>125,033</u>  | <u>61,717</u>   | <u>63,316</u>   |
| Excess of revenues over (under) expenses | (11,062)        | 7,379           | 2,226           | (5,153)   |
| Other financing sources (uses):          |                 |                 |                 |   |
| Advances - in                            | -               | 5,200           | 5,200           | -   |
| Advances - out                           | <u>-</u>        | <u>(19,441)</u> | <u>(19,441)</u> | <u>-</u>  |
| Total other financing sources (uses)     | <u>-</u>        | <u>(14,241)</u> | <u>(14,241)</u> | <u>-</u>  |
| Net change in fund equity                | (11,062)        | (6,862)         | (12,015)        | (5,153)   |
| Fund equity at beginning of year         | -               | -               | -               | -   |
| Prior year encumbrances appropriated     | <u>12,062</u>   | <u>12,062</u>   | <u>12,062</u>   | <u>-</u>  |
| Fund equity at end of year               | \$ <u>1,000</u> | \$ <u>5,200</u> | \$ <u>47</u>    | \$ <u>(5,153)</u>                                       |

# Cleveland Heights-University Heights City School District

## Customer Services Fund

### Schedule of Revenues, Expenses and Changes in Fund Equity – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|  | Budget   |           | Actual    | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|----------|-----------|-----------|---|
|  | Original | Final     |           |   |
| Revenues:                                |          |           |           |   |
| Miscellaneous                            | \$ -     | \$ 18,960 | \$ 17,980 | \$ (980)  |
| Expenses:                                |          |           |           |   |
| Purchased services:                      |          |           |           |   |
| Support services - administration        | 1,000    | 8,525     | 7,550     | 975   |
| Supplies and materials:                  |          |           |           |   |
| Special instruction                      | -        | 11,435    | 6,097     | 5,338   |
| Total expenses                           | 1,000    | 19,960    | 13,647    | 6,313   |
| Excess of revenues over (under) expenses | (1,000)  | (1,000)   | 4,333     | 5,333   |
| Other financing sources (uses):          |          |           |           |   |
| Transfers - in                           | -        | 2,000     | 2,000     | -   |
| Net change in fund equity                | (1,000)  | 1,000     | 6,333     | 5,333   |
| Fund equity at beginning of year         | 2,863    | 2,863     | 2,863     | -   |
| Prior year encumbrances appropriated     | 1,000    | 1,000     | 1,000     | -   |
| Fund equity at end of year               | \$ 2,863 | \$ 4,863  | \$ 10,196 | \$ 5,333  |



# Cleveland Heights-University Heights City School District

## Community Services/Early Childhood Fund

### Schedule of Revenues, Expenses and Changes in Fund Equity – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|  | Budget           |                   | Actual          | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--|------------------|-------------------|-----------------|---|
|  | Original         | Final             |                 |   |
| Revenues:                                |                  |                   |                 |   |
| Tuition and fees                         | \$ 609,000       | \$ 1,258,358      | \$ 688,114      | \$ (570,244)  |
| Expenses:                                |                  |                   |                 |   |
| Community services:                      |                  |                   |                 |   |
| Salaries and wages                       | 389,740          | 449,890           | 449,158         | 732   |
| Fringe benefits                          | 175,709          | 167,164           | 161,190         | 5,974   |
| Purchased services                       | 956              | 15,195            | 9,434           | 5,761   |
| Supplies and materials                   | 470              | 25,231            | 18,876          | 6,355   |
| Total expenses                           | <u>566,875</u>   | <u>657,480</u>    | <u>638,658</u>  | <u>18,822</u>   |
| Excess of revenues over (under) expenses | <u>42,125</u>    | <u>600,878</u>    | <u>49,456</u>   | <u>(551,422)</u>  |
| Other financing sources (uses):          |                  |                   |                 |   |
| Advances - in                            | -                | 22,000            | 22,000          | -   |
| Advances - out                           | <u>-</u>         | <u>(71,688)</u>   | <u>(71,688)</u> | <u>-</u>  |
| Total other financing sources (uses)     | <u>-</u>         | <u>(49,688)</u>   | <u>(49,688)</u> | <u>-</u>  |
| Net change in fund equity                | 42,125           | 551,190           | (232)           | (551,422)   |
| Fund equity at beginning of year         | -                | -                 | -               | -   |
| Prior year encumbrances appropriated     | <u>1,426</u>     | <u>1,426</u>      | <u>1,426</u>    | <u>-</u>  |
| Fund equity at end of year               | \$ <u>43,551</u> | \$ <u>552,616</u> | \$ <u>1,194</u> | \$ <u>(551,422)</u>                                     |

# Cleveland Heights-University Heights City School District

## Self-Insurance Fund

### Schedule of Revenues, Expenses and Changes in Fund Equity – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|                                      | Budget        |               | Actual        | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|--------------------------------------|---------------|---------------|---------------|---|
|                                      | Original      | Final         |               |   |
| Revenues:                            |               |               |               |   |
| Miscellaneous                        | \$ 21,380,000 | \$ 21,380,000 | \$ 20,950,492 | \$ (429,508)  |
| Expenses:                            |               |               |               |   |
| Salaries and wages:                  |               |               |               |   |
| Support services - central           | -             | 18,000        | 17,500        | 500   |
| Fringe benefits:                     |               |               |               |   |
| Support services - central           | 12,500,820    | 12,501,126    | 11,867,034    | 634,092   |
| Foundation settlement retiree        | 8,800,000     | 8,800,000     | 8,539,138     | 260,862   |
| Total fringe benefits                | 21,300,820    | 21,301,126    | 20,406,172    | 894,954   |
| Purchases services:                  |               |               |               |   |
| Support services - central           | 293,375       | 275,375       | 227,532       | 47,843  |
| Total expenses                       | 21,594,195    | 21,594,501    | 20,651,204    | 943,297   |
| Net change in fund equity            | (214,195)     | (214,501)     | 299,288       | 513,789   |
| Fund equity at beginning of year     | 2,558,032     | 2,558,032     | 2,558,032     | -   |
| Prior year encumbrances appropriated | 19,195        | 19,195        | 19,195        | -   |
| Fund equity at end of year           | \$ 2,363,032  | \$ 2,362,726  | \$ 2,876,515  | \$ 513,789  |

# Cleveland Heights-University Heights City School District

## Workers' Compensation Fund

### Schedule of Revenues, Expenses and Changes in Fund Equity – Budget (Non-GAAP Budgetary Basis) and Actual

For the Fiscal Year Ended June 30, 2009

|                                  | Budget       |              | Actual       | Variance with<br>Final Budget<br>Positive<br>(Negative) |
|----------------------------------|--------------|--------------|--------------|---|
|                                  | Original     | Final        |              |   |
| Revenues:                        |              |              |              |   |
| Miscellaneous                    | \$ 1,000,000 | \$ 1,000,000 | \$ 1,050,394 | \$ 50,394   |
| Expenses:                        |              |              |              |   |
| Fringe benefits:                 |              |              |              |   |
| Support services - central       | 1,000,000    | 999,959      | 871,527      | 128,432   |
| Purchased services:              |              |              |              |   |
| Support services - central       | 25,000       | 25,041       | 25,041       | -   |
| Total expenses                   | 1,025,000    | 1,025,000    | 896,568      | 128,432   |
| Net change in fund equity        | (25,000)     | (25,000)     | 153,826      | 178,826   |
| Fund equity at beginning of year | 1,397,831    | 1,397,831    | 1,397,831    | -   |
| Fund equity at end of year       | \$ 1,372,831 | \$ 1,372,831 | \$ 1,551,657 | \$ 178,826  |

# Cleveland Heights-University Heights City School District

## Combining Statement of Changes in Assets and Liabilities – Agency Funds

For the Fiscal Year Ended June 30, 2009

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|                                       | <u>Balance</u><br><u>06/30/08</u> | <u>Additions</u> | <u>Reductions</u> | <u>Balance</u><br><u>06/30/09</u> |
|---------------------------------------|-----------------------------------|------------------|-------------------|-----------------------------------|
| Student activities:                   |                                   |                  |                   |                                   |
| Assets:                               |                                   |                  |                   |                                   |
| Equity in pooled cash and investments | \$ <u>53,494</u>                  | \$ <u>78,490</u> | \$ <u>84,149</u>  | \$ <u>47,835</u>                  |
| Liabilities:                          |                                   |                  |                   |                                   |
| Accounts payable                      | \$ -                              | \$ 2,620         | \$ -              | \$ 2,620                          |
| Due to students                       | <u>53,494</u>                     | <u>75,870</u>    | <u>84,149</u>     | <u>45,215</u>                     |
| Total liabilities                     | \$ <u>53,494</u>                  | \$ <u>78,490</u> | \$ <u>84,149</u>  | \$ <u>47,835</u>                  |

# Section

## STATISTICAL



**AKILA POWELL**

Grade 1  
Gearity Professional  
Development School



**MADI KOHR**

Grade 8  
Roxboro Middle

# Cleveland Heights-University Heights City School District

Statistical Section

June 30, 2009

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This part of the Cleveland Heights - University 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 District's overall financial health.

| <b>Contents</b>   | <b><u>Page(s)</u></b> |
|---|-----------------------|
| <b>Financial Trends</b><br>These schedules contain trend information to help the reader understand how the District's financial performance and well-being have changed over time.  | 142-150               |
| <b>Revenue Capacity</b><br>These schedules contain information to help the reader assess the District's most significant local revenue source, the property tax.  | 151-154               |
| <b>Debt Capacity</b><br>These schedules present information to help the reader assess the affordability of the District's current levels of outstanding debt and the District's ability to issue additional debt in the future.         | 155-158               |
| <b>Economic and Demographic Information</b><br>These schedules offer economic and demographic indicators to help the reader understand the environment within which the District's financial activities take place.                     | 159                   |
| <b>Operating Information</b><br>These schedules contain service data to help the reader understand how the Information in the District's financial report relates to the services the District provides and the activities it performs. | 160-165               |

**Sources:** Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The District implemented GASB Statement 34 in 2003; schedules presenting government-wide information include information beginning in that year.

# Cleveland Heights-University Heights City School District

## Net Assets by Component

### Last Seven Fiscal Years

Table 1

|   | <u>2003</u>          | <u>2004</u>          | <u>2005</u>          | <u>2006</u>          | <u>2007</u>          | <u>2008</u>          | <u>2009</u>          |
|---|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| <b>Governmental activities:</b>                 |                      |                      |                      |                      |                      |                      |                      |
| Invested in capital assets, net of related debt | \$ 12,716,152        | \$ 20,600,881        | \$ 23,498,247        | \$ 22,141,251        | \$ 26,323,176        | \$ 27,570,443        | \$ 30,310,942        |
| Restricted for:                                 |                      |                      |                      |                      |                      |                      |                      |
| Capital projects                                | 6,116,568            | 1,626,641            | 3,865,873            | 2,859,173            | 1,427,036            | 1,927,491            | 2,467,742            |
| Debt service                                    | -                    | -                    | -                    | 574,741              | 581,198              | 617,346              | 657,395              |
| Other purposes                                  | 760,578              | 1,782,304            | 867,606              | 285,016              | 4,423                | 54,665               | 1,159,654            |
| Qualified zone academy bond retirement          | -                    | 2,917,949            | 3,020,809            | 3,128,805            | 3,247,269            | 3,424,494            | 3,592,508            |
| Unrestricted                                    | <u>13,017,617</u>    | <u>11,739,480</u>    | <u>22,834,399</u>    | <u>50,813,197</u>    | <u>50,779,010</u>    | <u>58,669,637</u>    | <u>61,051,577</u>    |
| Total net assets - governmental activities      | <u>32,610,915</u>    | <u>38,667,255</u>    | <u>54,086,934</u>    | <u>79,802,183</u>    | <u>82,362,112</u>    | <u>92,264,076</u>    | <u>99,239,818</u>    |
| <b>Business - type activities:</b>              |                      |                      |                      |                      |                      |                      |                      |
| Invested in capital assets, net of related debt | 661,924              | 821,275              | 787,690              | 754,143              | 721,008              | 687,993              | 655,529              |
| Unrestricted (deficit)                          | <u>(869,152)</u>     | <u>(832,913)</u>     | <u>(969,636)</u>     | <u>(1,194,310)</u>   | <u>(2,320,676)</u>   | <u>(4,039,596)</u>   | <u>(4,205,298)</u>   |
| Total net assets - business - type activities   | <u>(207,228)</u>     | <u>(11,638)</u>      | <u>(181,946)</u>     | <u>(440,167)</u>     | <u>(1,599,668)</u>   | <u>(3,351,603)</u>   | <u>(3,549,769)</u>   |
| <b>Primary government:</b>                      |                      |                      |                      |                      |                      |                      |                      |
| Invested in capital assets, net of related debt | 13,378,076           | 21,422,156           | 24,285,937           | 22,895,394           | 27,044,184           | 28,258,436           | 30,966,471           |
| Restricted for:                                 |                      |                      |                      |                      |                      |                      |                      |
| Capital projects                                | 6,116,568            | 1,626,641            | 3,865,873            | 2,859,173            | 1,427,036            | 1,927,491            | 2,467,742            |
| Debt service                                    | -                    | -                    | -                    | 574,741              | 581,198              | 617,346              | 657,395              |
| Other purposes                                  | 760,578              | 1,782,304            | 867,606              | 285,016              | 4,423                | 54,665               | 1,159,654            |
| Qualified zone academy bond retirement          | -                    | 2,917,949            | 3,020,809            | 3,128,805            | 3,247,269            | 3,424,494            | 3,592,508            |
| Unrestricted                                    | <u>12,148,465</u>    | <u>10,906,567</u>    | <u>21,864,763</u>    | <u>49,618,887</u>    | <u>48,458,334</u>    | <u>54,630,041</u>    | <u>56,846,279</u>    |
| Total net assets - primary government           | \$ <u>32,403,687</u> | \$ <u>38,655,617</u> | \$ <u>53,904,988</u> | \$ <u>79,362,016</u> | \$ <u>80,762,444</u> | \$ <u>88,912,473</u> | \$ <u>95,690,049</u> |

Source: School District financial records. The District implemented GASB Statement 34 in 2003; schedules presenting government-wide information include information beginning in that year.

# Cleveland Heights-University Heights City School District

## Changes in Net Assets

### Last Seven Fiscal Years

Table 2

|   | 2003              | 2004              | 2005               | 2006               | 2007               | 2008               | 2009               |
|---|-------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| Expenses:                                 |                   |                   |                    |                    |                    |                    |                    |
| Governmental activities:                  |                   |                   |                    |                    |                    |                    |                    |
| Regular instruction                       | \$ 34,958,355     | \$ 36,417,770     | \$ 37,821,356      | \$ 35,341,336      | \$ 35,895,404      | \$ 36,794,327      | \$ 35,816,557      |
| Special instruction                       | 7,570,304         | 7,890,280         | 8,555,472          | 8,573,448          | 9,844,902          | 9,531,722          | 10,463,382         |
| Vocational instruction                    | 1,839,843         | 1,774,417         | 1,761,548          | 1,662,594          | 1,701,696          | 1,738,386          | 2,033,266          |
| Adult/continuing instruction              | 249,789           | 238,686           | 257,212            | 145,191            | 270,336            | 981,637            | 620,287            |
| Other instruction                         | 2,454,574         | 2,664,644         | 2,053,694          | 3,405,263          | 2,728,650          | 3,152,431          | 4,018,831          |
| Pupil                                     | 7,951,089         | 9,177,483         | 9,482,769          | 9,436,509          | 9,342,399          | 8,713,755          | 8,651,483          |
| Instructional staff                       | 5,056,893         | 5,524,342         | 4,955,130          | 4,469,078          | 5,271,776          | 6,024,296          | 6,464,766          |
| Board of education                        | 491,748           | 579,903           | 620,020            | 530,377            | 484,231            | 545,385            | 460,684            |
| Administration                            | 5,514,641         | 5,999,231         | 6,178,788          | 6,167,949          | 6,281,020          | 7,041,253          | 6,557,021          |
| Fiscal                                    | 1,964,999         | 1,554,698         | 1,990,102          | 2,019,423          | 2,177,550          | 2,077,340          | 2,185,544          |
| Business                                  | 2,494,829         | 2,687,483         | 2,320,386          | 2,307,448          | 2,299,809          | 1,881,251          | 1,533,645          |
| Operation and maintenance of plant        | 11,645,982        | 8,631,086         | 11,949,256         | 11,451,826         | 10,444,810         | 11,149,385         | 11,392,037         |
| Pupil transportation                      | 3,253,212         | 3,192,244         | 3,055,811          | 3,498,625          | 3,909,255          | 4,265,255          | 4,269,391          |
| Central                                   | 2,976,889         | 2,641,862         | 2,767,128          | 2,976,522          | 2,874,077          | 2,825,873          | 3,318,696          |
| Community services                        | 2,381,565         | 1,835,912         | 2,038,093          | 1,920,647          | 2,467,145          | 2,065,415          | 2,664,776          |
| Extracurricular activities                | 1,170,728         | 1,108,523         | 1,195,101          | 1,157,041          | 1,524,317          | 1,612,459          | 1,641,907          |
| Capital outlay                            | 122,904           | -                 | -                  | -                  | -                  | -                  | -                  |
| Interest and fiscal charges               | 610,196           | 732,788           | 589,770            | 570,050            | 673,878            | 713,571            | 736,771            |
| Total governmental activities expenses    | <u>92,708,540</u> | <u>92,651,352</u> | <u>97,591,636</u>  | <u>95,633,327</u>  | <u>98,191,255</u>  | <u>101,113,741</u> | <u>102,829,044</u> |
| Business - type activities:               |                   |                   |                    |                    |                    |                    |                    |
| Food services                             | 2,539,369         | 2,410,538         | 2,275,179          | 2,112,230          | 2,248,241          | 2,599,332          | 2,352,105          |
| Uniform school supplies                   | 40,248            | 70,813            | 86,629             | 75,620             | 65,933             | 92,805             | 61,717             |
| Customer services                         | 47,037            | 33,077            | 19,536             | 9,112              | 12,347             | 15,811             | 10,805             |
| Community services/early childhood        | 1,286,944         | 1,465,300         | 791,388            | 821,651            | 739,277            | 616,929            | 635,218            |
| Bellefaire general rotary                 | 2,953,518         | 2,911,252         | 2,615,327          | 2,827,708          | 2,892,502          | 2,954,725          | 3,169,419          |
| Total business - type activities expenses | <u>6,867,116</u>  | <u>6,890,980</u>  | <u>5,788,059</u>   | <u>5,846,321</u>   | <u>5,958,300</u>   | <u>6,279,602</u>   | <u>6,229,264</u>   |
| Total primary government expenses         | <u>99,575,656</u> | <u>99,542,332</u> | <u>103,379,695</u> | <u>101,479,648</u> | <u>104,149,555</u> | <u>107,393,343</u> | <u>109,058,308</u> |

Continued



# Cleveland Heights-University Heights City School District

## Changes in Net Assets (continued)

### Last Seven Fiscal Years

Table 2

|  | 2003              | 2004              | 2005              | 2006              | 2007              | 2008              | 2009              |
|--|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| Program revenues:                              |                   |                   |                   |                   |                   |                   |                   |
| Governmental activities:                       |                   |                   |                   |                   |                   |                   |                   |
| Charges for services:                          |                   |                   |                   |                   |                   |                   |                   |
| Regular instruction                            | 2,162,966         | 3,079,957         | 984,055           | 526,747           | 263,099           | 293,408           | 340,704           |
| Special instruction                            | -                 | -                 | -                 | 3,595,546         | 3,252,614         | 2,376,298         | 2,583,786         |
| Vocational instruction                         | -                 | -                 | 63,695            | 136,066           | 6,482             | 11,122            | 4,500             |
| Adult/continuing instruction                   | -                 | -                 | -                 | 6,825             | 9,397             | 5,465             | 3,474             |
| Other instruction                              | 566,797           | 31,532            | -                 | -                 | -                 | -                 | -                 |
| Pupil  | 21,220            | -                 | 421               | -                 | -                 | -                 | -                 |
| Administration                                 | -                 | -                 | 17,506            | 62,689            | 10,847            | 10,075            | 6,644             |
| Pupil transportation                           | -                 | 87,728            | 51,315            | 93,487            | 75,075            | 138,450           | 134,264           |
| Community services                             | -                 | 1,763,998         | 2,312,716         | -                 | -                 | -                 | -                 |
| Extracurricular activities                     | 116,855           | 418,013           | 357,465           | 44,292            | 92,616            | 100,420           | 91,070            |
| Operating grants and contributions:            |                   |                   |                   |                   |                   |                   |                   |
| Regular instruction                            | 3,150,954         | 3,483,264         | 3,050,460         | 2,420,203         | 4,843,017         | 4,001,706         | 3,976,497         |
| Special instruction                            | 1,853,403         | 4,799,905         | 5,515,582         | 1,801,912         | 1,698,848         | 1,810,241         | 4,057,069         |
| Vocational instruction                         | 238,846           | 15,476            | 2,860,034         | 247,590           | 276,976           | 265,483           | 282,167           |
| Adult/continuing instruction                   | 508,232           | -                 | -                 | -                 | 290,714           | 245,318           | 343,219           |
| Other instruction                              | -                 | -                 | 2,264             | -                 | -                 | -                 | -                 |
| Pupil  | 655,546           | 32,558            | 162,357           | -                 | 249,832           | 173,942           | 190,688           |
| Instructional staff                            | 142,883           | 569,528           | -                 | -                 | 3,300             | 12,970            | 12,970            |
| Administration                                 | 55,280            | -                 | -                 | -                 | 21,633            | -                 | -                 |
| Operation and maintenance of plant             | 45,500            | -                 | -                 | 77,993            | 29,821            | -                 | -                 |
| Pupil transportation                           | 186,892           | 30,090            | -                 | -                 | -                 | -                 | -                 |
| Central  | 26,220            | -                 | 21,752            | 64,400            | 42,000            | -                 | 185               |
| Community services                             | 1,962,989         | 10,313            | 1,817,509         | 1,883,275         | 1,932,606         | 1,962,731         | 2,023,367         |
| Capital grants and contributions:              |                   |                   |                   |                   |                   |                   |                   |
| Regular instruction                            | -                 | 48,750            | 48,750            | -                 | -                 | -                 | -                 |
| Pupil  | -                 | -                 | -                 | -                 | -                 | 43,132            | -                 |
| Operation and maintenance of plant             | -                 | -                 | -                 | 30,000            | 46,513            | 19,577            | 36,294            |
| Pupil transportation                           | 56,288            | 8,181             | -                 | -                 | -                 | -                 | -                 |
| Central  | -                 | -                 | -                 | -                 | -                 | 42,000            | 36,000            |
| Total governmental activities program revenues | <u>11,750,871</u> | <u>14,379,293</u> | <u>17,265,881</u> | <u>10,991,025</u> | <u>13,145,390</u> | <u>11,512,338</u> | <u>14,122,898</u> |

Continued

# Cleveland Heights-University Heights City School District

## Changes in Net Assets (continued)

### Last Seven Fiscal Years

Table 2

|   | 2003                | 2004                | 2005                | 2006                | 2007                | 2008                | 2009                |
|---|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| Business - type activities:               |                     |                     |                     |                     |                     |                     |                     |
| Charges for services:                     |                     |                     |                     |                     |                     |                     |                     |
| Food services                             | 998,818             | 1,127,693           | 545,521             | 732,621             | 650,639             | 584,762             | 543,076             |
| Uniform school supplies                   | 43,492              | 77,652              | 73,630              | 73,253              | 60,424              | 65,986              | 63,943              |
| Customer services                         | 23,305              | 18,245              | 20,032              | 35,038              | 3,359               | 2,240               | 17,980              |
| Community services/early childhood        | 1,481,117           | 1,181,284           | 890,313             | 784,388             | 617,183             | 606,389             | 695,690             |
| Bellefaire                                | 1,741,370           | 2,592,146           | 1,776,450           | 1,861,111           | 2,007,314           | 1,538,587           | 2,727,969           |
| Operating grants and contributions:       |                     |                     |                     |                     |                     |                     |                     |
| Food services                             | 1,245,716           | 1,017,510           | 2,311,805           | 2,104,689           | 1,457,295           | 1,584,727           | 1,632,068           |
| Bellefaire general rotary                 | 663,565             | 804,585             | -                   | -                   | -                   | -                   | -                   |
| Total business - type activities          | <u>6,197,383</u>    | <u>6,819,115</u>    | <u>5,617,751</u>    | <u>5,591,100</u>    | <u>4,796,214</u>    | <u>4,382,691</u>    | <u>5,680,726</u>    |
| Total primary government program revenues | <u>17,948,254</u>   | <u>21,198,408</u>   | <u>22,883,632</u>   | <u>16,582,125</u>   | <u>17,941,604</u>   | <u>15,895,029</u>   | <u>19,803,624</u>   |
| Net expense:                              |                     |                     |                     |                     |                     |                     |                     |
| Governmental activities                   | (80,957,669)        | (78,272,059)        | (80,325,755)        | (84,642,302)        | (85,045,865)        | (89,601,403)        | (88,706,146)        |
| Business - type activities                | <u>(669,733)</u>    | <u>(71,865)</u>     | <u>(170,308)</u>    | <u>(255,221)</u>    | <u>(1,162,086)</u>  | <u>(1,896,911)</u>  | <u>(548,538)</u>    |
| Total primary government net expense      | <u>(81,627,402)</u> | <u>(78,343,924)</u> | <u>(80,496,063)</u> | <u>(84,897,523)</u> | <u>(86,207,951)</u> | <u>(91,498,314)</u> | <u>(89,254,684)</u> |
| General revenues and other changes        |                     |                     |                     |                     |                     |                     |                     |
| in net assets:                            |                     |                     |                     |                     |                     |                     |                     |
| Governmental activities:                  |                     |                     |                     |                     |                     |                     |                     |
| Property taxes levied for:                |                     |                     |                     |                     |                     |                     |                     |
| General purpose                           | 50,466,423          | 56,364,919          | 60,310,034          | 76,288,318          | 57,086,358          | 66,578,842          | 62,320,929          |
| Debt service                              | 501,821             | 894,502             | 929,117             | 535,005             | 741,683             | 648,181             | 622,174             |
| Capital projects                          | 2,692,133           | 4,929,571           | 3,069,014           | 4,455,425           | 3,131,163           | 3,235,694           | 3,068,044           |
| Payments in lieu of property taxes        | -                   | -                   | -                   | -                   | -                   | 178,090             | 17,774              |
| Grants and entitlements not restricted    |                     |                     |                     |                     |                     |                     |                     |
| to specific programs                      | 16,603,073          | 21,819,121          | 30,581,825          | 26,687,865          | 23,469,550          | 25,907,434          | 27,656,292          |
| Investment earnings                       | 260,631             | 587,741             | 462,659             | 1,432,840           | 2,322,959           | 1,900,552           | 1,200,992           |
| Miscellaneous                             | -                   | -                   | 392,785             | 955,098             | 856,666             | 1,199,550           | 1,146,055           |
| Transfers                                 | <u>(545,509)</u>    | <u>(267,455)</u>    | <u>-</u>            | <u>3,000</u>        | <u>(2,585)</u>      | <u>(144,976)</u>    | <u>(350,372)</u>    |
| Total governmental activities             | <u>69,978,572</u>   | <u>84,328,399</u>   | <u>95,745,434</u>   | <u>110,357,551</u>  | <u>87,605,794</u>   | <u>99,503,367</u>   | <u>95,681,888</u>   |

Continued

## Cleveland Heights-University Heights City School District

### Changes in Net Assets (continued)

#### Last Seven Fiscal Years

Table 2

|   | <u>2003</u>          | <u>2004</u>         | <u>2005</u>          | <u>2006</u>          | <u>2007</u>         | <u>2008</u>         | <u>2009</u>         |
|---|----------------------|---------------------|----------------------|----------------------|---------------------|---------------------|---------------------|
| Business - type activities:   |                      |                     |                      |                      |                     |                     |                     |
| Transfers   | <u>545,509</u>       | <u>267,455</u>      | <u>-</u>             | <u>(3,000)</u>       | <u>2,585</u>        | <u>144,976</u>      | <u>350,372</u>      |
| Total primary government general revenues and other changes in net assets | <u>19,340,544</u>    | <u>84,595,854</u>   | <u>95,745,434</u>    | <u>110,354,551</u>   | <u>87,608,379</u>   | <u>99,648,343</u>   | <u>96,032,260</u>   |
| Change in net assets:   |                      |                     |                      |                      |                     |                     |                     |
| Governmental activities   | <u>(10,979,097)</u>  | <u>6,056,340</u>    | <u>15,419,679</u>    | <u>25,715,249</u>    | <u>2,559,929</u>    | <u>9,901,964</u>    | <u>6,975,742</u>    |
| Business - type activities  | <u>(124,224)</u>     | <u>195,590</u>      | <u>(170,308)</u>     | <u>(258,221)</u>     | <u>(1,159,501)</u>  | <u>(1,751,935)</u>  | <u>(198,166)</u>    |
| Total primary government change in net assets                             | \$ <u>11,103,321</u> | \$ <u>6,251,930</u> | \$ <u>15,249,371</u> | \$ <u>25,457,028</u> | \$ <u>1,400,428</u> | \$ <u>8,150,029</u> | \$ <u>6,777,576</u> |

Source: School district financial records. The District implemented GASB Statement 34 in 2003; schedules presenting government-wide information include information beginning in that year.

# Cleveland Heights-University Heights City School District

## Program Revenues by Function/Program

Last Seven Fiscal Years

Table 3

|  | 2003                 | 2004                 | 2005                 | 2006                 | 2007                 | 2008                 | 2009                 |
|--|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| <b>Governmental activities:</b>                  |                      |                      |                      |                      |                      |                      |                      |
| Regular instruction                              | \$ 5,313,920         | \$ 6,611,971         | \$ 4,083,265         | \$ 2,946,950         | \$ 5,106,116         | \$ 4,295,114         | \$ 4,317,201         |
| Special instruction                              | 1,853,403            | 4,799,905            | 5,515,582            | 5,397,458            | 4,951,462            | 4,186,539            | 6,640,855            |
| Vocational instruction                           | 238,846              | 15,476               | 2,923,729            | 383,656              | 283,458              | 276,605              | 286,667              |
| Adult/continuing instruction                     | 508,232              | -                    | -                    | 6,825                | 300,111              | 250,783              | 346,693              |
| Other instruction                                | 566,797              | 31,532               | 2,264                | -                    | -                    | -                    | -                    |
| Pupil  | 676,766              | 32,558               | 162,778              | -                    | 249,832              | 217,074              | 190,688              |
| Instructional staff                              | 142,883              | 569,528              | -                    | -                    | 3,300                | 12,970               | 12,970               |
| Administration                                   | 55,280               | -                    | 17,506               | 62,689               | 32,480               | 10,075               | 6,644                |
| Operation and maintenance of plant               | 45,500               | -                    | -                    | 107,993              | 76,334               | 19,577               | 36,294               |
| Pupil transportation                             | 243,180              | 125,999              | 51,315               | 93,487               | 75,075               | 138,450              | 134,264              |
| Central  | 26,220               | -                    | 21,752               | 64,400               | 42,000               | 42,000               | 36,185               |
| Community services                               | 1,962,989            | 1,774,311            | 4,130,225            | 1,883,275            | 1,932,606            | 1,962,731            | 2,023,367            |
| Extracurricular activities                       | <u>116,855</u>       | <u>418,013</u>       | <u>357,465</u>       | <u>44,292</u>        | <u>92,616</u>        | <u>100,420</u>       | <u>91,070</u>        |
| Total governmental activities                    | <u>11,750,871</u>    | <u>14,379,293</u>    | <u>17,265,881</u>    | <u>10,991,025</u>    | <u>13,145,390</u>    | <u>11,512,338</u>    | <u>14,122,898</u>    |
| <b>Business - type activities:</b>               |                      |                      |                      |                      |                      |                      |                      |
| Food services                                    | 2,244,534            | 2,145,203            | 2,857,326            | 2,837,310            | 2,107,934            | 2,169,489            | 2,175,144            |
| Uniform school supplies                          | 43,492               | 77,652               | 73,630               | 73,253               | 60,424               | 65,986               | 63,943               |
| Customer services                                | 23,305               | 18,245               | 20,032               | 35,038               | 3,359                | 2,240                | 17,980               |
| Community services/early childhood               | 1,481,117            | 1,181,284            | 890,313              | 784,388              | 617,183              | 606,389              | 695,690              |
| Bellefaire general rotary                        | <u>2,404,935</u>     | <u>3,396,731</u>     | <u>1,776,450</u>     | <u>1,861,111</u>     | <u>2,007,314</u>     | <u>1,538,587</u>     | <u>2,727,969</u>     |
| Total business - type activities                 | <u>6,197,383</u>     | <u>6,819,115</u>     | <u>5,617,751</u>     | <u>5,591,100</u>     | <u>4,796,214</u>     | <u>4,382,691</u>     | <u>5,680,726</u>     |
| <b>Total primary government program revenues</b> | <u>\$ 17,948,254</u> | <u>\$ 21,198,408</u> | <u>\$ 22,883,632</u> | <u>\$ 16,582,125</u> | <u>\$ 17,941,604</u> | <u>\$ 15,895,029</u> | <u>\$ 19,803,624</u> |

Source: School District financial records. The District implemented GASB Statement 34 in 2003; schedules presenting government-wide information include information beginning in that year.

# Cleveland Heights-University Heights City School District

## Fund Balances, Governmental Funds

### Last Ten Fiscal Years

Table 4

|                                    | <u>2000</u>          | <u>2001</u>          | <u>2002</u>          | <u>2003</u>          | <u>2004</u>          | <u>2005</u>          | <u>2006</u>          | <u>2007</u>          | <u>2008</u>          | <u>2009</u>          |
|------------------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| General fund:                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Reserved                           | \$ 5,236,993         | \$ 7,761,780         | \$ 15,486,334        | \$ 8,159,310         | \$ 14,015,916        | \$ 17,421,642        | \$ 31,484,977        | \$ 28,287,616        | \$ 33,065,009        | \$ 29,045,094        |
| Unreserved                         | <u>8,214,162</u>     | <u>7,475,436</u>     | <u>15,171,373</u>    | <u>10,062,100</u>    | <u>1,924,082</u>     | <u>13,612,213</u>    | <u>21,350,110</u>    | <u>27,784,974</u>    | <u>31,865,555</u>    | <u>37,282,074</u>    |
| Total general fund                 | <u>13,451,155</u>    | <u>15,237,216</u>    | <u>30,657,707</u>    | <u>18,221,410</u>    | <u>15,939,998</u>    | <u>31,033,855</u>    | <u>52,835,087</u>    | <u>56,072,590</u>    | <u>64,930,564</u>    | <u>66,327,168</u>    |
| All other governmental funds:      |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Reserved                           | 1,727,115            | 1,831,392            | 2,231,698            | 4,927,249            | 9,767,446            | 7,642,807            | 4,704,397            | 2,959,452            | 2,968,533            | 3,589,646            |
| Unreserved, undesignated           |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Reported in:                       |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Special revenue funds              | 1,452,435            | 1,050,612            | 1,075,052            | 953,319              | 217,477              | 1,179,271            | 648,244              | (719,527)            | (144,420)            | (325,719)            |
| Debt service funds                 | 11,006               | 11,006               | (182,807)            | 81,071               | 98,444               | 211,488              | -                    | -                    | -                    | -                    |
| Capital projects funds             | <u>577,278</u>       | <u>766,430</u>       | <u>(176,962)</u>     | <u>1,173,189</u>     | <u>1,433,228</u>     | <u>265,668</u>       | <u>2,415,169</u>     | <u>2,957,383</u>     | <u>3,430,357</u>     | <u>3,641,857</u>     |
| Total all other governmental funds | <u>3,767,834</u>     | <u>3,659,440</u>     | <u>2,946,981</u>     | <u>7,134,828</u>     | <u>11,516,595</u>    | <u>9,297,234</u>     | <u>7,767,810</u>     | <u>5,197,308</u>     | <u>6,254,470</u>     | <u>6,905,784</u>     |
| Total governmental funds           | \$ <u>17,218,989</u> | \$ <u>18,896,656</u> | \$ <u>33,604,688</u> | \$ <u>25,356,238</u> | \$ <u>27,456,593</u> | \$ <u>40,331,089</u> | \$ <u>60,602,897</u> | \$ <u>61,269,898</u> | \$ <u>71,185,034</u> | \$ <u>73,232,952</u> |

Source: School District financial records.

# Cleveland Heights-University Heights City School District

## Changes in Fund Balances, Governmental Funds

### Last Ten Fiscal Years

Table 5

|  | 2000              | 2001              | 2002               | 2003              | 2004               | 2005               | 2006               | 2007               | 2008               | 2009               |
|--|-------------------|-------------------|--------------------|-------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| <b>Revenues:</b>                                 |                   |                   |                    |                   |                    |                    |                    |                    |                    |                    |
| Taxes  | \$ 40,916,548     | \$ 50,765,634     | \$ 62,143,581      | \$ 46,308,999     | \$ 60,162,590      | \$ 65,125,482      | \$ 80,068,149      | \$ 62,525,139      | \$ 70,309,309      | \$ 65,374,496      |
| Payments in lieu of property taxes               | -                 | -                 | -                  | -                 | -                  | -                  | -                  | -                  | 85,089             | 110,775            |
| Intergovernmental                                | 27,483,801        | 27,421,461        | 31,643,744         | 33,868,366        | 33,979,643         | 40,330,849         | 35,994,845         | 35,909,507         | 37,665,113         | 38,219,178         |
| Tuition and fees                                 | 1,553,244         | 899,953           | 287,421            | 589,353           | 666,018            | 3,000,244          | 563,807            | 1,691,244          | 718,184            | 1,084,330          |
| Transportation fees                              | 46,063            | 95,538            | 61,297             | 56,288            | 76,823             | 51,315             | -                  | -                  | -                  | -                  |
| Earnings on investments                          | 1,027,407         | 1,320,577         | 828,171            | 254,688           | 169,792            | 462,659            | 1,432,840          | 2,322,959          | 1,900,552          | 1,200,992          |
| Extracurricular activities                       | 365,223           | 448,766           | 370,346            | 347,415           | 276,992            | 357,465            | 187,545            | 221,068            | 225,465            | 243,331            |
| Classroom materials and fees                     | 271,746           | 74,081            | 61,389             | 65,752            | 47,994             | 24,334             | 21,612             | 31,683             | 26,783             | 36,870             |
| Food services                                    | 92                | -                 | 1,831              | -                 | -                  | -                  | -                  | -                  | -                  | -                  |
| Rentals  | -                 | -                 | -                  | -                 | -                  | -                  | -                  | -                  | -                  | -                  |
| Miscellaneous                                    | 687,538           | 651,190           | 5,868,314          | 1,273,296         | 634,344            | 1,864,071          | 1,522,733          | 1,078,839          | 1,840,138          | 1,805,193          |
| <b>Total revenues</b>                            | <b>72,351,662</b> | <b>81,677,200</b> | <b>101,266,094</b> | <b>82,764,157</b> | <b>96,014,196</b>  | <b>111,216,419</b> | <b>119,791,531</b> | <b>103,780,439</b> | <b>112,770,633</b> | <b>108,075,165</b> |
| <b>Expenditures:</b>                             |                   |                   |                    |                   |                    |                    |                    |                    |                    |                    |
| <b>Current:</b>                                  |                   |                   |                    |                   |                    |                    |                    |                    |                    |                    |
| <b>Instruction:</b>                              |                   |                   |                    |                   |                    |                    |                    |                    |                    |                    |
| Regular  | 30,388,816        | 31,830,566        | 32,721,891         | 34,583,645        | 33,868,601         | 34,236,479         | 34,573,204         | 36,216,029         | 36,489,302         | 35,617,232         |
| Special  | 5,939,722         | 6,353,542         | 6,843,267          | 7,558,962         | 7,718,576          | 8,465,988          | 8,604,906          | 9,727,158          | 9,575,382          | 10,458,889         |
| Vocational                                       | 1,633,653         | 1,623,723         | 1,679,674          | 1,828,643         | 1,695,105          | 1,717,241          | 1,670,809          | 1,681,895          | 1,718,541          | 2,006,303          |
| Adult/continuing                                 | 202,811           | 219,804           | 243,714            | 249,789           | 258,416            | 256,099            | 147,662            | 263,554            | 1,019,433          | 1,097,166          |
| Other instruction                                | 1,702,550         | 1,933,701         | 1,217,427          | 2,454,574         | 2,675,944          | 2,053,694          | 3,404,613          | 2,728,650          | 3,152,431          | 3,552,064          |
| <b>Support services:</b>                         |                   |                   |                    |                   |                    |                    |                    |                    |                    |                    |
| Pupil  | 6,857,623         | 7,300,157         | 7,205,878          | 7,951,441         | 8,910,162          | 9,398,698          | 9,460,564          | 9,397,066          | 8,718,866          | 8,728,926          |
| Instructional staff                              | 4,009,890         | 3,676,704         | 4,179,534          | 4,835,159         | 5,385,171          | 4,786,153          | 4,416,605          | 5,175,284          | 5,992,632          | 6,445,317          |
| Board of education                               | 763,661           | 621,463           | 245,198            | 491,748           | 543,274            | 620,020            | 530,377            | 484,231            | 545,385            | 460,684            |
| Administration                                   | 4,917,757         | 4,669,781         | 5,573,613          | 5,524,040         | 5,848,938          | 6,001,439          | 6,124,940          | 6,245,179          | 7,091,960          | 6,640,220          |
| Fiscal   | 1,738,279         | 1,809,818         | 2,029,914          | 1,956,620         | 1,532,415          | 1,982,278          | 2,050,644          | 2,186,609          | 2,076,801          | 2,185,469          |
| Business   | 1,457,801         | 1,490,288         | 2,713,106          | 4,087,808         | 5,139,737          | 2,293,991          | 2,300,101          | 2,271,198          | 2,249,394          | 1,539,458          |
| Operation and maintenance of plant               | 11,705,803        | 9,145,902         | 11,578,679         | 14,280,666        | 16,007,194         | 16,773,828         | 11,076,485         | 10,230,156         | 10,331,539         | 11,521,381         |
| Pupil transportation                             | 2,266,660         | 2,425,998         | 2,728,538          | 3,194,204         | 3,229,414          | 2,872,764          | 3,347,240          | 3,753,311          | 4,080,869          | 4,199,497          |
| Central  | 2,503,827         | 2,775,439         | 3,004,062          | 2,942,986         | 2,594,369          | 2,726,067          | 2,982,146          | 2,861,101          | 2,926,115          | 3,619,618          |
| <b>Operations of non-instructional services:</b> |                   |                   |                    |                   |                    |                    |                    |                    |                    |                    |
| Food service                                     | 927               | 1,853             | 103                | 976               | 24                 | -                  | -                  | -                  | -                  | -                  |
| Community services                               | 2,024,777         | 1,962,607         | 2,097,167          | 2,279,893         | 1,755,029          | 2,026,440          | 1,828,088          | 2,359,941          | 1,965,639          | 2,528,283          |
| Other  | 79,469            | 70,196            | 78,040             | 100,920           | 50,795             | -                  | 94,520             | 96,664             | 105,715            | 115,736            |
| Extracurricular activities                       | 910,198           | 982,550           | 1,349,898          | 1,154,995         | 1,077,510          | 1,202,092          | 1,131,599          | 1,526,574          | 1,518,699          | 1,591,867          |
| Capital outlay                                   | 14,678            | 19,500            | 10,547             | 139,138           | 124,678            | -                  | 4,268,101          | 4,132,268          | 2,091,645          | 1,809,386          |
| <b>Debt service:</b>                             |                   |                   |                    |                   |                    |                    |                    |                    |                    |                    |
| Principal  | 462,264           | 1,040,000         | 1,352,191          | 1,409,915         | 1,274,239          | 910,000            | 930,000            | 1,097,667          | 1,147,357          | 1,493,387          |
| Interest and fiscal charges                      | 189,006           | 170,973           | 198,676            | 729,241           | 733,060            | 596,144            | 571,259            | 676,318            | 709,119            | 744,720            |
| <b>Total expenditures</b>                        | <b>79,770,172</b> | <b>80,124,565</b> | <b>87,051,117</b>  | <b>97,755,363</b> | <b>100,422,651</b> | <b>98,919,415</b>  | <b>99,513,863</b>  | <b>103,110,853</b> | <b>103,506,824</b> | <b>106,355,603</b> |

Continued

# Cleveland Heights-University Heights City School District

## Changes in Fund Balances, Governmental Funds (continued)

### Last Ten Fiscal Years

Table 5

|   | <u>2000</u>                  | <u>2001</u>                | <u>2002</u>                 | <u>2003</u>                  | <u>2004</u>                | <u>2005</u>                 | <u>2006</u>                 | <u>2007</u>              | <u>2008</u>                | <u>2009</u>                |
|---|------------------------------|----------------------------|-----------------------------|------------------------------|----------------------------|-----------------------------|-----------------------------|--------------------------|----------------------------|----------------------------|
| Excess of revenues over (under) expenditures            | <u>(7,418,510)</u>           | <u>1,552,635</u>           | <u>14,214,977</u>           | <u>(14,991,206)</u>          | <u>(4,408,455)</u>         | <u>12,297,004</u>           | <u>20,277,668</u>           | <u>669,586</u>           | <u>9,263,809</u>           | <u>1,719,562</u>           |
| Other financing sources (uses):                         |                              |                            |                             |                              |                            |                             |                             |                          |                            |                            |
| Issuance of bonds                                       | -                            | -                          | -                           | 5,800,000                    | -                          | -                           | -                           | -                        | -                          | -                          |
| Issuance of notes                                       | -                            | -                          | -                           | -                            | -                          | -                           | -                           | -                        | -                          | -                          |
| Inception of capital leases                             | -                            | -                          | 660,000                     | 732,323                      | 835,560                    | 577,492                     | -                           | -                        | 796,303                    | 678,728                    |
| Proceeds from the sale of assets                        | 132,843                      | 45,588                     | -                           | -                            | -                          | -                           | -                           | -                        | -                          | -                          |
| Insurance proceeds                                      | -                            | 161,618                    | -                           | -                            | -                          | -                           | -                           | -                        | -                          | -                          |
| Qualified zone academy bonds                            | -                            | -                          | -                           | -                            | 5,500,000                  | -                           | -                           | -                        | -                          | -                          |
| Other   | -                            | (1,075)                    | -                           | 5,942                        | -                          | -                           | -                           | -                        | -                          | -                          |
| Transfers-in  | 1,006,350                    | 813,164                    | 297,345                     | 2,307,593                    | 7,128,579                  | 1,432,606                   | 997,692                     | 1,339,411                | 1,383,323                  | 2,077,014                  |
| Refund of prior year expenditures                       | -                            | -                          | -                           | -                            | -                          | -                           | 71,786                      | -                        | -                          | -                          |
| Transfers-out   | (1,975,985)                  | (894,263)                  | (464,290)                   | (2,103,102)                  | (6,955,329)                | (1,432,606)                 | (994,692)                   | (1,341,996)              | (1,528,299)                | (2,427,386)                |
| Refund of prior year receipts                           | -                            | -                          | -                           | -                            | -                          | -                           | (80,646)                    | -                        | -                          | -                          |
| Total other financing sources (uses)                    | <u>(836,792)</u>             | <u>125,032</u>             | <u>493,055</u>              | <u>6,742,756</u>             | <u>6,508,810</u>           | <u>577,492</u>              | <u>(5,860)</u>              | <u>(2,585)</u>           | <u>651,327</u>             | <u>328,356</u>             |
| Net change in fund balances                             | \$ <u><u>(8,255,302)</u></u> | \$ <u><u>1,677,667</u></u> | \$ <u><u>14,708,032</u></u> | \$ <u><u>(8,248,450)</u></u> | \$ <u><u>2,100,355</u></u> | \$ <u><u>12,874,496</u></u> | \$ <u><u>20,271,808</u></u> | \$ <u><u>667,001</u></u> | \$ <u><u>9,915,136</u></u> | \$ <u><u>2,047,918</u></u> |
| Debt service as a percentage of noncapital expenditures | 0.82%                        | 1.51%                      | 1.79%                       | 2.19%                        | 1.98%                      | 1.53%                       | 1.51%                       | 1.79%                    | 1.83%                      | 2.16%                      |

Source: School District financial records.

# Cleveland Heights-University Heights City School District

## Assessed and Estimated Actual Value of Taxable Property

Last Ten Years

Table 6

| Year | Real Property  |                        | Public Utility Personal Property |                        | Tangible Personal Property |                        | Total          |                        | Total Direct Tax Rate | Ratio |
|------|----------------|------------------------|----------------------------------|------------------------|----------------------------|------------------------|----------------|------------------------|-----------------------|-------|
|      | Assessed Value | Estimated Actual Value | Assessed Value                   | Estimated Actual Value | Assessed Value             | Estimated Actual Value | Assessed Value | Estimated Actual Value |                       |       |
| 2000 | \$ 813,037,690 | \$ 2,322,964,829       | \$ 26,927,490                    | \$ 30,599,420          | \$ 23,459,179              | \$ 93,836,716          | \$ 863,424,359 | \$ 2,447,400,965       | \$ 111.00             | 35.0% |
| 2001 | 926,462,620    | 2,647,036,057          | 30,906,950                       | 35,121,534             | 34,917,354                 | 139,669,415            | 992,286,924    | 2,821,827,006          | 120.40                | 35.0  |
| 2002 | 929,693,070    | 2,656,265,914          | 20,379,170                       | 23,158,147             | 24,751,484                 | 99,005,936             | 974,823,724    | 2,778,429,997          | 121.10                | 35.0  |
| 2003 | 937,234,820    | 2,677,813,771          | 31,701,920                       | 36,024,909             | 25,539,854                 | 111,042,843            | 994,476,594    | 2,824,881,523          | 121.10                | 35.0  |
| 2004 | 1,066,559,720  | 3,047,313,486          | 33,561,950                       | 38,138,580             | 23,331,004                 | 101,439,148            | 1,123,452,674  | 3,186,891,214          | 121.10                | 35.0  |
| 2005 | 1,135,565,940  | 3,244,474,114          | 30,356,400                       | 34,495,909             | 22,495,796                 | 97,807,809             | 1,188,418,136  | 3,376,777,832          | 129.50                | 35.0  |
| 2006 | 1,068,833,330  | 3,053,809,514          | 27,878,630                       | 31,680,261             | 23,111,301                 | 100,483,917            | 1,119,823,261  | 3,185,973,692          | 129.50                | 35.0  |
| 2007 | 1,218,353,600  | 3,481,010,286          | 17,706,520                       | 20,121,046             | 11,791,553                 | 94,332,424             | 1,247,851,673  | 3,595,463,756          | 129.60                | 34.7  |
| 2008 | 1,230,715,140  | 3,516,328,971          | 11,548,270                       | 13,123,034             | 9,140,242                  | 73,121,936             | 1,251,403,652  | 3,675,695,877          | 136.70                | 34.7  |
| 2009 | 1,217,296,300  | 3,477,989,429          | 12,095,890                       | 13,745,330             | 4,791,945                  | 76,671,120             | 1,234,184,135  | 3,568,405,879          | 136.70                | 34.6  |

Source: Cuyahoga County Auditor - Data is presented on a calendar year basis, consistent with the County Auditor's method of maintaining the information.

Estimated actual values are calculated based on the following percentages:

Real estate is assessed at 35 percent of actual value.

Public utility is assessed at 88 percent of actual value.

Tangible personal property is assessed at 23 percent of actual value for 1999 through 2006; 12.5 percent of actual value for 2007; 6.25 percent of actual value for 2008, 0 percent of actual value for 2009.

Property in Cuyahoga County is reassessed once every three years on average. Tax rates are per \$1,000 of assessed value.



# Cleveland Heights-University Heights City School District

## Principal Taxpayers – Real Estate Tax

Fiscal Year 2009 and Fiscal Year 2001

Table 7

| Name of Taxpayer             | December 31, 2008(1) |                                 |
|------------------------------|----------------------|---------------------------------|
|                              | Assessed Value (1)   | Percent of Total Assessed Value |
| Severance SPE Lease Co., LLC | \$ 15,923,180        | 1.31%                           |
| Inland Western University    | 14,671,900           | 1.21%                           |
| Kaiser Foundation Health     | 11,616,780           | 0.95%                           |
| The May Department Stores    | 8,552,780            | 0.70%                           |
| University Square            | 7,827,610            | 0.64%                           |
| Target Corp.                 | 6,279,500            | 0.52%                           |
| Coral Cedar Center LLC       | 6,093,970            | 0.50%                           |
| ARC Cleveland Hts. LLC       | 3,415,590            | 0.28%                           |
| Concord Park I, II, & III    | 2,591,190            | 0.21%                           |
| Kensington LTD               | 2,520,000            | 0.21%                           |
| Total                        | \$ 79,492,500        | 6.53%                           |

| Name of Taxpayer                      | December 31, 2001(2) |                                 |
|---------------------------------------|----------------------|---------------------------------|
|                                       | Assessed Value (2)   | Percent of Total Assessed Value |
| Kaiser Foundation Health Plan of Ohio | \$ 7,791,840         | 0.80%                           |
| SCIT, Inc.                            | 6,029,880            | 0.62%                           |
| Wal Mart                              | 4,113,250            | 0.42%                           |
| American Retirement Corporation       | 3,866,590            | 0.40%                           |
| Star Wood Wasserman                   | 3,720,640            | 0.38%                           |
| SCIT, Inc.                            | 2,541,630            | 0.26%                           |
| Coral Seuh, LLC                       | 2,504,740            | 0.26%                           |
| Concord Company                       | 2,290,390            | 0.23%                           |
| Lancashire Towers Associates          | 2,173,640            | 0.22%                           |
| Waldorf Partners, LTD                 | 2,143,020            | 0.22%                           |
| Total                                 | \$ 37,175,620        | 3.81%                           |

Source: Cuyahoga County Auditor

(1) Assessed values are for the 2009 collection year.

(2) Assessed values are for the 2001 collection year. Information prior to 2001 was not available.

## Cleveland Heights-University Heights City School District

### Property Tax Rates – Direct and Overlapping Governments

Last Ten Years

Table 8

| <u>Tax Year</u> | <u>School Levy</u> | <u>County Levy</u> | <u>City Levy</u> | <u>Metro Parks Levy</u> | <u>Library Levy</u> | <u>Tri-C Levy</u> | <u>Cleveland Port Authority Levy</u> | <u>Total Levy</u> | <u>Debt Service Included in Total Levy</u> |               |             |              |
|-----------------|--------------------|--------------------|------------------|-------------------------|---------------------|-------------------|--------------------------------------|-------------------|--|---------------|-------------|--------------|
|                 |                    |                    |                  |                         |                     |                   |                                      |                   | <u>School</u>                              | <u>County</u> | <u>City</u> | <u>Total</u> |
| 1999/2010       | \$111.00           | \$ 13.75           | \$ 14.80         | \$ 1.55                 | \$ 4.00             | \$ 0.00           | \$ 0.00                              | \$145.10          | \$ 3.80                                    | \$ 0.85       | \$ 6.80     | \$ 11.45     |
| 2000/2001       | 120.40             | 14.65              | 14.10            | 1.55                    | 5.90                | 0.00              | 0.00                                 | 156.60            | 3.80                                       | 0.79          | 6.10        | 10.69        |
| 2001/2002       | 121.10             | 14.65              | 14.00            | 1.55                    | 5.90                | 0.00              | 0.00                                 | 157.20            | 3.80                                       | 0.86          | 6.00        | 10.66        |
| 2002/2003       | 121.10             | 14.65              | 14.10            | 1.55                    | 5.90                | 0.00              | 0.00                                 | 157.30            | 3.80                                       | 0.91          | 6.10        | 10.81        |
| 2003/2004       | 121.10             | 13.52              | 14.00            | 1.55                    | 5.90                | 2.80              | 0.13                                 | 159.00            | 3.80                                       | 0.91          | 6.00        | 10.71        |
| 2004/2005       | 129.50             | 13.52              | 13.10            | 1.85                    | 5.90                | 2.80              | 0.13                                 | 166.80            | 3.80                                       | 0.61          | 6.48        | 10.89        |
| 2005/2006       | 129.50             | 13.52              | 13.00            | 1.85                    | 5.90                | 2.80              | 0.13                                 | 166.70            | 3.80                                       | 0.71          | 6.48        | 10.99        |
| 2006/2007       | 129.60             | 13.42              | 13.00            | 1.85                    | 5.90                | 2.80              | 0.13                                 | 166.70            | 3.80                                       | 0.74          | 6.48        | 11.02        |
| 2007/2008       | 136.70             | 13.42              | 12.90            | 1.85                    | 5.90                | 2.80              | 0.13                                 | 173.70            | 3.80                                       | 0.74          | 6.48        | 11.02        |
| 2008/2009       | 136.70             | 13.32              | 12.90            | 1.85                    | 7.80                | 2.80              | 0.13                                 | 175.50            | 3.80                                       | 0.74          | 6.48        | 11.02        |

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

## Cleveland Heights-University Heights City School District

### Property Tax – Levies and Collections – Real and Tangible Personal Property

Last Ten Years

Table 9

| <u>Year</u> | <u>Current Levy</u> | <u>Delinquent Levy</u> | <u>Total Levy</u> | <u>Current Collection</u> | <u>Percent of Current Levy Collected</u> | <u>Delinquent Collection</u> | <u>Total Collection</u> | <u>Collected as a Percent of Current Levy</u> |
|-------------|---------------------|------------------------|-------------------|---------------------------|--|------------------------------|-------------------------|---|
| 2000        | \$ 50,792,187       | \$ 3,445,416           | \$ 54,237,603     | \$ 48,529,555             | 95.55%                                   | \$ 1,840,890                 | \$ 50,370,445           | 99.17%  |
| 2001        | 51,057,682          | 3,302,936              | 54,360,618        | 48,710,094                | 95.40                                    | 2,358,932                    | 51,069,026              | 100.02  |
| 2002        | 61,457,814          | 3,264,265              | 64,722,079        | 53,422,810                | 86.93                                    | 1,476,879                    | 54,899,689              | 89.33   |
| 2003        | 60,216,887          | 4,017,319              | 64,234,206        | 57,410,608                | 95.33                                    | 2,830,263                    | 60,240,871              | 100.04  |
| 2004        | 63,884,607          | 3,977,674              | 67,862,281        | 58,532,812                | 91.62                                    | 3,179,666                    | 61,712,478              | 96.60   |
| 2005        | 73,993,743          | 6,538,173              | 80,531,917        | 65,677,215                | 88.76                                    | 3,208,654                    | 68,885,869              | 93.01   |
| 2006        | 73,180,871          | 6,317,749              | 79,498,620        | 69,220,320                | 94.58                                    | 4,081,167                    | 73,301,487              | 100.01  |
| 2007        | 72,118,959          | 6,209,258              | 78,328,217        | 68,342,993                | 94.76                                    | 3,433,220                    | 71,776,214              | 99.53   |
| 2008        | 80,279,737          | 6,829,786              | 87,109,523        | 69,488,916                | 86.56                                    | 4,198,730                    | 73,687,646              | 91.79   |
| 2009        | 79,306,636          | 6,986,422              | 86,293,058        | 73,681,014                | 92.91                                    | 4,122,635                    | 77,803,649              | 98.10   |

Source: Cuyahoga County Auditor - Data is presented on a fiscal year basis, consistent with the County Auditor's method of maintaining the information. Levy information includes Homestead/Rollback taxes assessed locally but distributed through the State and reported as intergovernmental revenue.

## Cleveland Heights-University Heights City School District

### Computation of Direct and Overlapping General Obligation Bonded Debt

As of December 31, 2008

Table 10

| Jurisdiction   | General<br>Obligation<br>Bonded Debt<br>Outstanding | Percentage<br>Applicable to<br>School District <sup>(1)</sup> | Amount<br>Applicable to<br>School District |
|--|---|---|--|
| Direct:  |   |   |  |
| Cleveland Heights - University Heights<br>City School District | \$ <u>11,170,000</u>                                | 100.00%   | \$ <u>11,170,000</u>                       |
| Total direct   | <u>11,170,000</u>                                   |   | <u>11,170,000</u>                          |
| Overlapping:   |   |   |  |
| City of Cleveland Heights                                      | 23,300,000  | 74.88   | 17,447,040                                 |
| City of South Euclid   | 7,569,994   | 2.41  | 182,437                                    |
| City of University Heights                                     | 3,749,000   | 22.72   | 851,773                                    |
| Cuyahoga County  | 248,899,326   | 3.92  | 9,756,854                                  |
| Regional Transit Authority                                     | <u>172,765,000</u>                                  | 3.92  | <u>6,772,388</u>                           |
| Total overlapping  | <u>456,283,320</u>                                  |   | <u>35,010,492</u>                          |
| Grand total  | \$ <u>467,453,320</u>                               |   | \$ <u>46,180,492</u>                       |

Source: Cuyahoga County Auditor - Date is presented on a calendar year basis, consistent with the County Auditor's method of maintaining the information.

(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 were used for the 2008 collection year.

# Cleveland Heights-University Heights City School District

## Computation of Legal Debt Margin

### Last Ten Fiscal Years

Table 11

|  | <u>2000</u>           | <u>2001</u>           | <u>2002</u>           | <u>2003</u>           | <u>2004</u>             | <u>2005</u>             | <u>2006<sup>(2)</sup></u> | <u>2007<sup>(2)</sup></u> | <u>2008<sup>(2)</sup></u> | <u>2009<sup>(2)</sup></u> |
|--|-----------------------|-----------------------|-----------------------|-----------------------|-------------------------|-------------------------|---------------------------|---------------------------|---------------------------|---------------------------|
| Assessed valuation   | \$ <u>863,424,359</u> | \$ <u>992,286,924</u> | \$ <u>974,823,724</u> | \$ <u>994,476,594</u> | \$ <u>1,123,452,674</u> | \$ <u>1,188,418,136</u> | \$ <u>1,079,491,310</u>   | \$ <u>1,229,566,760</u>   | \$ <u>1,242,263,410</u>   | \$ <u>1,226,213,160</u>   |
| Debt limit - 9% of assessed value                                    | 77,708,192            | 89,305,822            | 87,734,135            | 89,502,893            | 101,110,741             | 106,957,632             | 97,154,218                | 110,661,008               | 111,803,707               | 110,359,184               |
| Amount of debt applicable to debt limit:                             |                       |                       |                       |                       |                         |                         |                           |                           |                           |                           |
| General obligation bonds   | 2,460,000             | 2,020,000             | 11,079,990            | 16,189,990            | 15,534,990              | 14,624,990              | 13,694,990                | 12,856,619                | 12,009,871                | 11,170,000                |
| Tax anticipation note  | 1,600,000             | 1,000,000             | 400,000               | -                     | -                       | -                       | -                         | -                         | -                         | -                         |
| Less: amount available in debt service fund                          | <u>(11,006)</u>       | <u>(11,006)</u>       | <u>(9,317,193)</u>    | <u>(81,071)</u>       | <u>(258,667)</u>        | <u>(394,441)</u>        | <u>(574,741)</u>          | <u>(581,198)</u>          | <u>(626,363)</u>          | <u>(634,411)</u>          |
| Total  | <u>4,048,994</u>      | <u>3,008,994</u>      | <u>2,162,797</u>      | <u>16,108,919</u>     | <u>15,276,323</u>       | <u>14,230,549</u>       | <u>13,120,249</u>         | <u>12,275,421</u>         | <u>11,383,508</u>         | <u>10,535,589</u>         |
| Exemptions:  |                       |                       |                       |                       |                         |                         |                           |                           |                           |                           |
| Tax anticipation notes   | <u>1,600,000</u>      | <u>1,000,000</u>      | <u>400,000</u>        | <u>-</u>              | <u>-</u>                | <u>-</u>                | <u>-</u>                  | <u>-</u>                  | <u>-</u>                  | <u>-</u>                  |
| Total exemptions   | <u>1,600,000</u>      | <u>1,000,000</u>      | <u>400,000</u>        | <u>-</u>              | <u>-</u>                | <u>-</u>                | <u>-</u>                  | <u>-</u>                  | <u>-</u>                  | <u>-</u>                  |
| Amount of debt subject to the limit                                  | <u>2,448,994</u>      | <u>2,008,994</u>      | <u>1,762,797</u>      | <u>16,108,919</u>     | <u>15,276,323</u>       | <u>14,230,549</u>       | <u>13,120,249</u>         | <u>12,275,421</u>         | <u>11,383,508</u>         | <u>10,535,589</u>         |
| Overall debt margin  | \$ <u>75,259,198</u>  | \$ <u>87,296,828</u>  | \$ <u>85,971,338</u>  | \$ <u>73,393,974</u>  | \$ <u>85,834,418</u>    | \$ <u>92,727,083</u>    | \$ <u>84,033,969</u>      | \$ <u>98,385,587</u>      | \$ <u>100,420,199</u>     | \$ <u>99,823,595</u>      |
| Debt margin - .10% of assessed Value <sup>(1)</sup>                  | \$ 863,424            | \$ 992,287            | \$ 974,823            | \$ 994,477            | \$ 1,123,453            | \$ 1,188,418            | \$ 1,079,491              | \$ 1,229,567              | \$ 1,242,263              | \$ 1,226,213              |
| Amount of debt applicable  | -                     | -                     | -                     | -                     | -                       | -                       | -                         | -                         | -                         | -                         |
| Unvoted debt margin  | \$ <u>863,424</u>     | \$ <u>992,287</u>     | \$ <u>974,823</u>     | \$ <u>994,477</u>     | \$ <u>1,123,453</u>     | \$ <u>1,188,418</u>     | \$ <u>1,079,491</u>       | \$ <u>1,229,567</u>       | \$ <u>1,242,263</u>       | \$ <u>1,226,213</u>       |
| Total net debt applicable to the limit as a percentage of debt limit | 3.15%                 | 2.25%                 | 2.01%                 | 18.00%                | 15.11%                  | 13.30%                  | 13.50%                    | 11.09%                    | 10.18%                    | 9.55%                     |

Source: Cuyahoga County Auditor and School District financial records

(1) Ohio Bond law sets an overall limit of 9% for total debt and 1/10 of 1% for unvoted debt.

(2) Assessed Valuation does not equal the assessed value in Table 6 due to General Tangible Personal Property Values no longer being included in calculation of legal debt margin.

# Cleveland Heights-University Heights City School District

## Ratio of Outstanding Debt to Total Personal Income and Debt per Capita

Last Ten Fiscal Years

Table 12

| Year | Governmental Activities        |                                 |                  |                   |                                       | Total<br>Primary<br>Government | Percentage<br>of Personal<br>Income | Per<br>Capita |
|------|--------------------------------|---------------------------------|------------------|-------------------|---------------------------------------|--------------------------------|-------------------------------------|---------------|
|      | General<br>Obligation<br>Bonds | Energy<br>Conservation<br>Notes | Notes<br>Payable | Capital<br>Leases | Qualified<br>Zone<br>Academy<br>Bonds |                                |                                     |               |
| 2000 | \$ -                           | \$ 2,460,000                    | \$ -             | \$ -              | \$ -                                  | \$ 2,460,000                   | 0.19%                               | \$ 37.90      |
| 2001 | -                              | 2,020,000                       | -                | -                 | -                                     | 2,020,000                      | 0.15                                | 31.12         |
| 2002 | 9,499,990                      | 1,580,000                       | 9,500,000        | 1,270,945         | -                                     | 21,850,935                     | 1.67                                | 336.61        |
| 2003 | 9,249,990                      | 6,940,000                       | -                | 985,513           | -                                     | 17,175,503                     | 1.31                                | 264.58        |
| 2004 | 9,034,990                      | 6,500,000                       | -                | 1,201,834         | 5,500,000                             | 22,236,824                     | 1.70                                | 342.55        |
| 2005 | 8,784,990                      | 5,840,000                       | -                | 1,141,507         | 5,500,000                             | 21,266,497                     | 1.62                                | 327.61        |
| 2006 | 8,524,990                      | 5,170,000                       | -                | 514,173           | 5,500,000                             | 19,709,163                     | 1.50                                | 303.61        |
| 2007 | 8,371,619                      | 4,485,000                       | -                | 254,877           | 5,500,000                             | 18,611,496                     | 1.42                                | 286.71        |
| 2008 | 8,219,871                      | 3,790,000                       | -                | 750,571           | 5,500,000                             | 18,260,442                     | 1.39                                | 281.30        |
| 2009 | 8,085,000                      | 3,085,000                       | -                | 775,783           | 5,500,000                             | 17,445,783                     | 1.33                                | 268.75        |

Source: School District financial records

## Cleveland Heights-University Heights City School District

### Ratio of Net General Obligation Debt to Assessed Value and Net Debt per Capita

Last Ten Fiscal Years

Table 13

| <u>Fiscal Year</u> | <u>Gross General Bonded Debt<sup>(1)</sup></u> | <u>Less Debt Service Fund</u> | <u>Net General Bonded Debt</u> | <u>Assessed Value<sup>(2)</sup></u> | <u>Population<sup>(3)</sup></u> | <u>Ratio of Net Debt to Assessed Value</u> | <u>Debt Per Capita</u> |
|--------------------|--|-------------------------------|--------------------------------|-------------------------------------|---------------------------------|--|------------------------|
| 1999/2000          | \$ 2,460,000                                   | \$ 11,006                     | \$ 2,448,994                   | \$ 863,424,359                      | 64,915                          | 0.28%                                      | \$ 38                  |
| 2000/2001          | 2,020,000                                      | 11,006                        | 2,008,994                      | 992,286,924                         | 68,842                          | 0.20                                       | 31                     |
| 2001/2002          | 11,079,990                                     | 9,484,932                     | 1,595,058                      | 974,823,724                         | 64,915                          | 0.16                                       | 25                     |
| 2002/2003          | 16,189,990                                     | 151,399                       | 16,038,591                     | 994,476,594                         | 64,915                          | 1.61                                       | 247                    |
| 2003/2004          | 15,534,990                                     | 258,667                       | 15,276,323                     | 1,123,452,674                       | 64,915                          | 1.36                                       | 235                    |
| 2004/2005          | 14,624,990                                     | 394,441                       | 14,230,549                     | 1,188,418,136                       | 64,915                          | 1.20                                       | 219                    |
| 2005/2006          | 13,694,990                                     | 574,741                       | 13,120,249                     | 1,119,823,261                       | 64,915                          | 1.17                                       | 202                    |
| 2006/2007          | 12,856,619                                     | 581,198                       | 12,275,421                     | 1,247,851,673                       | 64,915                          | 0.98                                       | 189                    |
| 2007/2008          | 12,009,871                                     | 626,363                       | 11,383,508                     | 1,251,403,652                       | 64,915                          | 0.91                                       | 175                    |
| 2008/2009          | 11,170,000                                     | 634,411                       | 10,535,589                     | 1,234,184,135                       | 64,915                          | 0.85                                       | 162                    |

Sources:

- (1) School District financial records
- (2) Cuyahoga County Auditor
- (3) U.S. Census data

# Cleveland Heights-University Heights City School District

## Demographic and Economic Statistics

### Last Ten Fiscal Years

Table 14

| <u>Year</u> | <u>County Population(1)</u> | <u>Cleveland Heights Population(1)</u> | <u>University Heights Population(1)</u> | <u>School Enrollment(2)</u> | <u>Unemployment Rate(3)</u> | <u>Cleveland Hts. Median Family Income(1)</u> | <u>University Hts. Median Family Income(1)</u> | <u>Total Personal Income(1)</u> | <u>Total Personal Per Capita</u> |
|-------------|-----------------------------|--|---|-----------------------------|-----------------------------|---|--|---------------------------------|----------------------------------|
| 2000        | 1,371,717                   | 50,769                                 | 14,146                                  | 6,943                       | 4.60%                       | \$ 58,028                                     | \$ 75,424                                      | \$ 1,310,043,276                | \$ 20,181                        |
| 2001        | 1,371,717                   | 54,052                                 | 14,790                                  | 6,891                       | 4.60                        | 58,028  | 75,424   | 1,310,043,276                   | 20,181                           |
| 2002        | 1,380,421                   | 50,769                                 | 14,146                                  | 6,897                       | 4.60                        | 58,028  | 75,424   | 1,310,043,276                   | 20,181                           |
| 2003        | 1,393,978                   | 50,769                                 | 14,146                                  | 6,821                       | 4.50                        | 58,028  | 75,424   | 1,310,043,276                   | 20,181                           |
| 2004        | 1,393,978                   | 50,769                                 | 14,146                                  | 6,679                       | 4.50                        | 58,028  | 75,424   | 1,310,043,276                   | 20,181                           |
| 2005        | 1,393,978                   | 50,769                                 | 14,146                                  | 6,711                       | 5.90                        | 58,028  | 75,424   | 1,310,043,276                   | 20,181                           |
| 2006        | 1,393,978                   | 50,769                                 | 14,146                                  | 6,235                       | 5.30                        | 58,028  | 75,424   | 1,310,043,276                   | 20,181                           |
| 2007        | 1,393,978                   | 50,769                                 | 14,146                                  | 6,058                       | 5.20                        | 58,028  | 75,424   | 1,310,043,276                   | 20,181                           |
| 2008        | 1,393,978                   | 50,769                                 | 14,146                                  | 5,767                       | 7.10                        | 58,028  | 75,424   | 1,310,043,276                   | 20,181                           |
| 2009        | 1,393,978                   | 50,769                                 | 14,146                                  | 5,915                       | 10.20                       | 58,028  | 75,424   | 1,310,043,276                   | 20,181                           |

Sources:

- (1) Estimated figure from U.S. Census Bureau
- (2) School District records
- (3) Ohio Bureau of Employment Services



# Cleveland Heights-University Heights City School District

## Principal Employers

Fiscal Year 2006 and Fiscal Year 2009

Table 15

| December 31, 2005                                       |                           |                            |   | December 31, 2008                                       |                           |                            |   |
|---|---------------------------|----------------------------|---|---|---------------------------|----------------------------|---|
| <u>Employer</u>   | <u>Nature of Business</u> | <u>Number of Employees</u> | <u>Percentage of Total City Employees</u> | <u>Employer</u>   | <u>Nature of Business</u> | <u>Number of Employees</u> | <u>Percentage of Total City Employees</u> |
| Cleveland Heights-University Heights Board of Education | School District           | 1,164                      | 3.70%                                     | Cleveland Heights-University Heights Board of Education | School District           | 1,011                      | 3.06%                                     |
| Cleveland Heights City Hall                             | Local Government          | 921                        | 2.92%                                     | Cleveland Heights City Hall                             | Local Government          | 841                        | 2.55%                                     |
| John Carroll University                                 | Education                 | 585                        | 1.86%                                     | John Carroll University                                 | Education                 | 1,688                      | 5.12%                                     |
| Wal Mart  | Retail                    | 300                        | 0.95%                                     | Bellefaire Jewish Children's                            | Social Services           | 187                        | 0.97%                                     |
| Kaiser Permanente                                       | Health Care               | 300                        | 0.95%                                     | Kaiser Foundation                                       | Healthcare                | 321                        | 0.97%                                     |
| Heinen's  | Grocery/Retail            | 200                        | 0.64%                                     | Wal Mart  | Retail                    | 300                        | 0.91%                                     |
| Kauffman's  | Retail                    | 200                        | 0.64%                                     | A1 Healthcare   | Healthcare                | 231                        | 0.79%                                     |
| Target  | Retail                    | 200                        | 0.64%                                     | Home Depot  | Retail                    | 262                        | 0.70%                                     |
| Tops  | Grocery/Retail            | 190                        | 0.60%                                     | Hebrew Academy  | Private School            | 230                        | 0.70%                                     |
| Home Depot  | Retail/Lumber             | <u>150</u>                 | <u>0.48%</u>                              | Motorcars   | Auto Dealership           | <u>187</u>                 | <u>0.57%</u>                              |
| Total   |                           | <u>4,210</u>               | <u>13.38%</u>                             | Total   |                           | <u>5,258</u>               | <u>16.34%</u>                             |
| Total Employment within the School District             |                           | <u>31,488</u>              |   | Total Employment within the School District             |                           | <u>32,988</u>              |   |

Source: Cities of Cleveland Heights and University Heights. Information prior to 2006 was not available.

# Cleveland Heights-University Heights City School District

## Building Statistics by Function/Program

June 30, 2009

Table 16

### **Boulevard Elementary School**

|                               |        |
|-------------------------------|--------|
| Constructed in 1975           |        |
| Total Building Square Footage | 51,437 |
| Enrollment Grades K-5         | 398    |
| Regular Instruction Teachers  | 23     |
| Special Instruction Teachers  | 5      |

### **Canterbury Elementary School**

|                               |        |
|-------------------------------|--------|
| Constructed in 1927           |        |
| Total Building Square Footage | 65,800 |
| Enrollment Grades K-5         | 395    |
| Regular Instruction Teachers  | 23     |
| Special Instruction Teachers  | 4      |

### **Bellefaire School**

|                               |        |
|-------------------------------|--------|
| Constructed in 1928           |        |
| Total Building Square Footage | 22,000 |
| Enrollment Grades K-5         | 85     |
| Regular Instruction Teachers  | 6      |
| Special Instruction Teachers  | 13     |

### **Fairfax Elementary School**

|                               |        |
|-------------------------------|--------|
| Constructed in 1975           |        |
| Total Building Square Footage | 59,000 |
| Enrollment Grades K-5         | 412    |
| Regular Instruction Teachers  | 23     |
| Special Instruction Teachers  | 6      |

### **Gearity Professional Development School**

|                               |        |
|-------------------------------|--------|
| Constructed in 1954           |        |
| Total Building Square Footage | 70,856 |
| Enrollment Grades K-5         | 289    |
| Regular Instruction Teachers  | 17     |
| Special Instruction Teachers  | 10     |

### **Noble Elementary School**

|                               |        |
|-------------------------------|--------|
| Constructed in 1922           |        |
| Total Building Square Footage | 74,250 |
| Enrollment Grades K-5         | 406    |
| Regular Instruction Teachers  | 23     |
| Special Instruction Teachers  | 5      |

### **Oxford Elementary School**

|                               |        |
|-------------------------------|--------|
| Constructed in 1928           |        |
| Total Building Square Footage | 61,400 |
| Enrollment Grades K-5         | 360    |
| Regular Instruction Teachers  | 23     |
| Special Instruction Teachers  | 3      |

### **Roxboro Elementary School**

|                               |        |
|-------------------------------|--------|
| Constructed in 1920           |        |
| Total Building Square Footage | 55,600 |
| Enrollment Grades K-5         | 335    |
| Regular Instruction Teachers  | 20     |
| Special Instruction Teachers  | 5      |

### **Monticello Middle School**

|                               |         |
|-------------------------------|---------|
| Constructed in 1930           |         |
| Total Building Square Footage | 130,000 |
| Enrollment Grades 6-8         | 468     |
| Regular Instruction Teachers  | 30      |
| Special Instruction Teachers  | 7       |

### **Roxboro Middle School**

|                               |         |
|-------------------------------|---------|
| Constructed in 1931           |         |
| Total Building Square Footage | 113,380 |
| Enrollment Grades 6-8         | 523     |
| Regular Instruction Teachers  | 35      |
| Special Instruction Teachers  | 8       |

### **Wiley Middle School**

|                               |         |
|-------------------------------|---------|
| Constructed in 1954           |         |
| Total Building Square Footage | 133,127 |
| Enrollment Grades 6-8         | 412     |
| Regular Instruction Teachers  | 30      |
| Special Instruction Teachers  | 8       |

### **Cleveland Heights High School**

|                               |         |
|-------------------------------|---------|
| Constructed in 1925           |         |
| Total Building Square Footage | 395,400 |
| Enrollment Grades 9-12        | 1,832   |
| Regular Instruction Teachers  | 92      |
| Special Instruction Teachers  | 40      |

Source: School District's appraisal reports and personnel records

# Cleveland Heights-University Heights School District

## Per Pupil Cost

Last Ten Fiscal Years

Table 17

| <u>Year</u> | <u>General Fund Expenditures (1)</u> | <u>Average Daily Student Enrollment (2)</u> | <u>Per Pupil Cost</u> | <u>Percentage Change</u> | <u>Teaching Staff</u> | <u>Pupil/Teacher Ratio</u> | <u>Percentage of Students who Receive Free or Reduced Lunch (3)</u> |
|-------------|--------------------------------------|---|-----------------------|--------------------------|-----------------------|----------------------------|---|
| 2000        | \$ 81,761,201                        | 6,943                                       | \$ 11,776             | (6.97)%                  | 662                   | 10.49                      | N/A   |
| 2001        | 81,019,903                           | 6,891                                       | 11,757                | (0.16)                   | 496                   | 13.89                      | N/A   |
| 2002        | 87,326,278                           | 6,897                                       | 12,661                | 7.69                     | 595                   | 11.59                      | 37.96%  |
| 2003        | 99,842,231                           | 6,821                                       | 14,637                | 15.61                    | 610                   | 11.18                      | 43.64   |
| 2004        | 85,249,293                           | 6,683                                       | 12,756                | (12.85)                  | 581                   | 11.50                      | 44.32   |
| 2005        | 80,024,949                           | 6,451                                       | 12,405                | (2.75)                   | 473                   | 13.64                      | 48.54   |
| 2006        | 83,685,378                           | 6,235                                       | 13,422                | 8.20                     | 491                   | 12.70                      | 51.09   |
| 2007        | 85,208,087                           | 6,058                                       | 14,065                | 4.79                     | 484                   | 12.52                      | 55.22   |
| 2008        | 88,720,072                           | 5,767                                       | 15,384                | 9.38                     | 455                   | 12.67                      | 53.16   |
| 2009        | 91,499,897                           | 5,915                                       | 15,469                | 0.55                     | 459                   | 12.89                      | 54.77   |

Source: School District records

(1) Includes other financing uses. Reported on the modified accrual basis of accounting.

(2) Based upon EMIS information provided to the Ohio Department of Education.

(3) Information provided by School District's Food Service Department.

N/A – Information not available.

# Cleveland Heights-University Heights School District

## Teacher Education and Experience

### Last Eight Fiscal Years

Table 18

| <u>Degree</u>              | <u>2002</u> | <u>2003</u> | <u>2004</u> | <u>2005</u> | <u>2006</u> | <u>2007</u> | <u>2008</u> | <u>2009</u> |
|----------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Bachelor's Degree          | 174         | 162         | 143         | 132         | 106         | 107         | 102         | 94          |
| Master's Degree            | 420         | 444         | 433         | 338         | 382         | 374         | 350         | 362         |
| PhD                        | 1           | 4           | 5           | 3           | 3           | 3           | 3           | 3           |
| Total                      | <u>595</u>  | <u>610</u>  | <u>581</u>  | <u>473</u>  | <u>491</u>  | <u>484</u>  | <u>455</u>  | <u>459</u>  |
| <u>Years of Experience</u> |             |             |             |             |             |             |             |             |
| 0-5                        | 193         | 233         | 77          | 142         | 43          | 52          | 48          | 50          |
| 6-10                       | 75          | 106         | 98          | 97          | 82          | 76          | 56          | 50          |
| 11 and over                | 327         | 271         | 406         | 234         | 366         | 356         | 351         | 359         |
| Total                      | <u>595</u>  | <u>610</u>  | <u>581</u>  | <u>473</u>  | <u>491</u>  | <u>484</u>  | <u>455</u>  | <u>459</u>  |

Source: School District personnel records. Information prior to 2002 was not available.

# Cleveland Heights-University Heights School District

## Attendance and Graduation Rates

Last Ten Fiscal Years

Table 19

| <u>Year</u> | <u>District Attendance Rate</u> | <u>State Average</u> | <u>District Graduation Rate</u> | <u>State Average</u> |
|-------------|---------------------------------|----------------------|---------------------------------|----------------------|
| 2000        | 95.2%                           | 93.6%                | 91.4%                           | 80.6%                |
| 2001        | 93.8                            | 93.9                 | 78.2                            | 81.1                 |
| 2002        | 94.2                            | 94.3                 | 79.6                            | 82.7                 |
| 2003        | 94.6                            | 94.5                 | 88.0                            | 84.3                 |
| 2004        | 94.6                            | 94.5                 | 90.0                            | 85.9                 |
| 2005        | 94.2                            | 94.3                 | 89.1                            | 86.2                 |
| 2006        | 94.5                            | 94.1                 | 96.4                            | 86.1                 |
| 2007        | 94.2                            | 94.1                 | 96.0                            | 86.9                 |
| 2008        | 94.3                            | 94.2                 | 93.2                            | 84.6                 |
| 2009        | 94.6                            | 94.3                 | (a)                             | (a)                  |

Source: Ohio Department of Education Local Report Card.

(a) Information is not available until the subsequent year.

# Cleveland Heights-University Heights City School District

## Full-time School District Employees by Function

Last Five Fiscal Years

Table 20

|   | <u>2005</u>  | <u>2006</u>  | <u>2007</u>  | <u>2008</u>  | <u>2009</u>  |
|---|--------------|--------------|--------------|--------------|--------------|
| Function:                                 |              |              |              |              |              |
| Instruction:                              |              |              |              |              |              |
| Regular                                   | 336          | 349          | 403          | 353          | 345          |
| Special                                   | 114          | 118          | 124          | 102          | 114          |
| Vocational                                | 15           | 16           | 16           | 14           | 13           |
| Adult/continuing                          | 5            | 5            | -            | -            | -            |
| Other instruction                         | 3            | 3            | 2            | 2            | 2            |
| Support services:                         |              |              |              |              |              |
| Pupil                                     | 158          | 160          | 189          | 196          | 196          |
| Instructional staff                       | 66           | 67           | 51           | 51           | 53           |
| Administration                            | 50           | 44           | 67           | 65           | 65           |
| Fiscal                                    | 17           | 18           | 10           | 10           | 10           |
| Business                                  | 24           | 25           | 5            | 4            | 4            |
| Operations of maintenance of plant        | 86           | 87           | 109          | 102          | 102          |
| Pupil transportation                      | 81           | 82           | 48           | 49           | 49           |
| Central                                   | 25           | 25           | 18           | 18           | 18           |
| Operations of non-instructional services: |              |              |              |              |              |
| Community services (1)                    | 34           | 34           | 42           | 42           | 42           |
| Other                                     | 1            | 1            | 1            | 1            | 1            |
| Extracurricular activities                | <u>20</u>    | <u>20</u>    | <u>2</u>     | <u>2</u>     | <u>2</u>     |
| Total                                     | <u>1,035</u> | <u>1,054</u> | <u>1,087</u> | <u>1,011</u> | <u>1,016</u> |

Source: School District personnel records. Information prior to 2005 was not available.

(1) Includes food services personnel.

Cleveland  
University **Heights**



City School District

# GOALS

# Statement

This Board continues to be committed to achieving “Excellence in Learning Through Excellence in Teaching” and ensuring quality education in support of our communities’ commitment to quality integrated living.

- Continue to emphasize competency and proficiency in basic studies and target results for measurable improvement.
- Every high school student will have a four-year plan that encourages the pursuit of academic work at the highest level of which he-she is capable. The plan will have as its goal that the student will be prepared for career and/or college entry upon graduation from high school.
- Promote better communications among schools, the school district and their constituencies.
- Continue to ensure quality fiscal planning and management, demonstrated by financial reporting beyond State requirements.
- The District will give attention to the appropriate placement and instruction of each transfer student.
- Monitor and assess program effectiveness of school district programs for all departments and schools.



# ABOUT THE *Artwork*

The artwork displayed throughout this report was created by Cleveland Heights – University Heights elementary and middle school students. We are grateful to them for allowing us to showcase their artistic talents.



**RAENA GAMBLE**

Grade 3  
Noble Elementary



**LYNDON DAWES**

Grade 8  
Monticello Middle

**Cleveland Heights – University  
Heights City School District**  
Cuyahoga County, Ohio

**Single Audit Reports  
June 30, 2009**

# Cleveland Heights – University Heights City School District

For the year ended June 30, 2009

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**Report on Internal Control over Financial Reporting and on Compliance  
and Other Matters Based on an Audit of Financial Statements  
Performed in Accordance with *Government Auditing Standards***

Board of Education  
Cleveland Heights – University Heights School District  
University Heights, Ohio

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Cleveland Heights - University Heights City School District (the “District”), as of and for the year ended June 30, 2009, which collectively comprise the District’s basic financial statements and have issued our report thereon dated November 23, 2009, wherein we noted the District implemented GASB Statement No.’s 49 and 52, as disclosed in Note 3. 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 *Government Auditing Standards*, issued by the Comptroller General of the United States.

**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 auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District’s internal control over financial reporting. Accordingly, we do not express an opinion 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 the normal course of 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 generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the District’s financial statements that is more than inconsequential will not be prevented or detected by the District’s internal control.

A *material weakness* is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the District’s internal control.

Board of Education  
Cleveland Heights – University Heights  
City School District

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

### **Compliance and Other Matters**

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

We noted certain matters that we reported to management of the District, in a separate letter dated November 23, 2009.

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

*Cini & Panichi, Inc.*

Cleveland, Ohio  
November 23, 2009

**Report on Compliance with Requirements Applicable to  
Each Major Program and Internal Control over  
Compliance in Accordance with OMB Circular A-133**

Board of Education  
Cleveland Heights – University Heights  
City School District  
University Heights, Ohio

**Compliance**

We have audited the compliance of the Cleveland Heights - University Heights City School District (the “District”), with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2009. The District’s major federal programs are identified in the summary of auditors’ results section of the accompanying schedule of findings. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the District’s management. Our responsibility is to express an opinion on the District’s compliance based on our audit.

We conducted our audit of compliance in accordance with 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 obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the District’s compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the District’s compliance with those requirements.

In our opinion, the District complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the year ended June 30, 2009.

We noted certain matters that we reported to management of the District, in a separate letter dated November 23, 2009.

### **Internal Control over Compliance**

The management of the District 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 have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

A *control deficiency* in the District's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program 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 noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A *material weakness* is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

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 Expenditures of Federal Awards**

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the District as of and for the year ended June 30, 2009, and have issued our report thereon dated November 23, 2009, wherein we noted the District implemented GASB Statement No.'s 49 and 52, as disclosed in Note 3.

Our audit was performed for the purpose of forming our opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the District's basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Board of Education  
Cleveland Heights – University Heights  
City School District

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

*Cini & Panichi, Inc.*

Cleveland, Ohio  
November 23, 2009



# Cleveland Heights – University Heights City School District

## Schedule of Expenditures of Federal Awards

**For the year ended June 30, 2009**

| Federal Grantor/Pass-Through Grantor/Program or Cluster Title | Grant Year | Federal CFDA Number | Receipts         | Non-cash Receipts | Disbursements    | Non-Cash Disbursements |
|---|------------|---------------------|------------------|-------------------|------------------|------------------------|
| U.S. Department of Agriculture:                               |            |                     |                  |                   |                  |                        |
| Passed-Through Ohio Department of Education:                  |            |                     |                  |                   |                  |                        |
| Nutrition Cluster:  |            |                     |                  |                   |                  |                        |
| School Breakfast Program                                      | 2009       | 10.553              | \$ 280,001       | \$ -              | \$ 280,001       | \$ -                   |
| School Lunch Program  | 2009       | 10.555              | <u>1,170,811</u> | <u>131,209</u>    | <u>1,170,811</u> | <u>131,209</u>         |
| Total Nutrition Cluster                                       |            |                     | <u>1,450,812</u> | <u>131,209</u>    | <u>1,450,812</u> | <u>131,209</u>         |
| Total U.S. Department of Agriculture                          |            |                     | <u>1,450,812</u> | <u>131,209</u>    | <u>1,450,812</u> | <u>131,209</u>         |
| U.S. Department of Education:                                 |            |                     |                  |                   |                  |                        |
| Passed-Through Ohio Department of Education:                  |            |                     |                  |                   |                  |                        |
| Adult Education – State Grant Program                         | 2008       | 84.002              | 32,155           | -                 | 7,042            | -                      |
| Adult Education – State Grant Program                         | 2009       | 84.002              | <u>250,725</u>   | <u>-</u>          | <u>278,159</u>   | <u>-</u>               |
| Total Adult Education – State Grant Program                   |            |                     | <u>282,880</u>   | <u>-</u>          | <u>285,201</u>   | <u>-</u>               |
| Title I   | 2008       | 84.010              | 177,334          | -                 | 26,035           | -                      |
| Title I   | 2009       | 84.010              | <u>1,562,321</u> | <u>-</u>          | <u>1,691,694</u> | <u>-</u>               |
| Total Title I   |            |                     | <u>1,739,655</u> | <u>-</u>          | <u>1,717,729</u> | <u>-</u>               |
| Special Education Cluster:                                    |            |                     |                  |                   |                  |                        |
| Title VI-B  | 2008       | 84.027              | 193,506          | -                 | 102,874          | -                      |
| Title VI-B  | 2009       | 84.027              | <u>1,376,184</u> | <u>-</u>          | <u>1,599,924</u> | <u>-</u>               |
| Subtotal Title VI-B   |            |                     | <u>1,569,690</u> | <u>-</u>          | <u>1,702,798</u> | <u>-</u>               |
| Special Education – Preschool Grant                           | 2008       | 84.173              | 5,617            | -                 | -                | -                      |
| Special Education – Preschool Grant                           | 2009       | 84.173              | <u>33,644</u>    | <u>-</u>          | <u>35,065</u>    | <u>-</u>               |
| Subtotal Special Education – Preschool Grant                  |            |                     | <u>39,261</u>    | <u>-</u>          | <u>35,065</u>    | <u>-</u>               |
| Total Special Education Cluster                               |            |                     | <u>1,608,951</u> | <u>-</u>          | <u>1,737,863</u> | <u>-</u>               |
| Vocational Education  | 2008       | 84.048              | 10,974           | -                 | 2,630            | -                      |
| Vocational Education  | 2009       | 84.048              | <u>279,153</u>   | <u>-</u>          | <u>283,850</u>   | <u>-</u>               |
| Total Vocational Education                                    |            |                     | <u>290,127</u>   | <u>-</u>          | <u>286,480</u>   | <u>-</u>               |
| Drug-Free Schools Grant                                       | 2009       | 84.186              | <u>17,846</u>    | <u>-</u>          | <u>19,596</u>    | <u>-</u>               |
| Twenty-First Century Community Learning                       | 2008       | 84.287              | 31,038           | -                 | 6,837            | -                      |
| Twenty-First Century Community Learning                       | 2009       | 84.287              | <u>244,357</u>   | <u>-</u>          | <u>249,570</u>   | <u>-</u>               |
| Total Twenty-First Century Community Learning                 |            |                     | <u>275,395</u>   | <u>-</u>          | <u>256,407</u>   | <u>-</u>               |

(continued)

The accompanying notes are an integral part of this schedule.

# Cleveland Heights – University Heights City School District

## Schedule of Expenditures of Federal Awards (continued)

### For the year ended June 30, 2009

| Federal Grantor/Pass-Through Grantor/Program or Cluster Title                        | Grant Year | Federal CFDA Number | Receipts            | Non-cash Receipts | Disbursements       | Non-Cash Disbursements |
|--|------------|---------------------|---------------------|-------------------|---------------------|------------------------|
| U.S. Department of Education :   |            |                     |                     |                   |                     |                        |
| Passed-Through Ohio Department of Education:   |            |                     |                     |                   |                     |                        |
| Innovative Education Program Strategy  | 2008       | 84.298              | 1,359               | -                 | 456                 | -                      |
| Innovative Education Program Strategy  | 2009       | 84.298              | <u>10,931</u>       | -                 | <u>9,718</u>        | -                      |
| Total Innovative Education Program Strategy  |            |                     | <u>12,290</u>       |                   | <u>10,174</u>       | -                      |
| Technology Literacy Challenge Fund Grant   | 2008       | 84.318              | 2,726               | -                 | 2,223               | -                      |
| Technology Literacy Challenge Fund Grant   | 2009       | 84.318              | <u>15,275</u>       | -                 | <u>15,566</u>       | -                      |
| Total Technology Literacy Challenge Fund Grant                                       |            |                     | <u>18,001</u>       | -                 | <u>17,789</u>       | -                      |
| English Language Acquisition Grant   | 2008       | 84.365              | 16,990              | -                 | 5,015               | -                      |
| English Language Acquisition Grant   | 2009       | 84.365              | <u>13,138</u>       | -                 | <u>14,110</u>       | -                      |
| Total English Language Acquisition Grant   |            |                     | <u>30,128</u>       | -                 | <u>19,125</u>       | -                      |
| Improving Teacher Quality State Grant  | 2008       | 84.367              | 24,893              | -                 | 11,266              | -                      |
| Improving Teacher Quality State Grant  | 2009       | 84.367              | <u>361,647</u>      | -                 | <u>341,045</u>      | -                      |
| Total Improving Teacher Quality State Grant  |            |                     | <u>386,540</u>      | -                 | <u>352,310</u>      | -                      |
| Total U.S. Department of Education   |            |                     | <u>4,661,813</u>    | -                 | <u>4,702,674</u>    | -                      |
| U.S. Department of Health and Human Services:  |            |                     |                     |                   |                     |                        |
| Passed-Through Ohio Department of Mental Retardation and Developmental Disabilities: |            |                     |                     |                   |                     |                        |
| Medicaid Assistance Program (CAFS)   | 2009       | 93.778              | <u>161,822</u>      | -                 | -                   | -                      |
| Corporation for National and Community Service:                                      |            |                     |                     |                   |                     |                        |
| Learn and Serve America  | 2008       | 94.004              | 222                 | -                 | -                   | -                      |
| Learn and Serve America  | 2009       | 94.004              | <u>1,500</u>        | -                 | -                   | -                      |
| Total Learn and Serve America  |            |                     | <u>1,722</u>        | -                 | -                   | -                      |
| Total Expenditures of Federal Awards   |            |                     | \$ <u>6,276,169</u> | \$ <u>131,209</u> | \$ <u>6,153,486</u> | \$ <u>131,209</u>      |

The accompanying notes are an integral part of this schedule.

# Cleveland Heights – University Heights City School District

Notes to the Schedule of Expenditures of Federal Awards

**June 30, 2009**

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## **Note 1: Significant Accounting Policies**

### Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the District and is presented on the cash basis of accounting. The information in this Schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this Schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

### Child Nutrition Cluster

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

### 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.

### Medical Assistance Program (CAFS)

The District received a CAFS settlement in the amount of \$161,822 during the fiscal year. The amount of the settlement relates to CAFS services provided during prior years.

# Cleveland Heights – University Heights City School District

Schedule of Findings  
OMB Circular A-133 Section .505

**June 30, 2009**

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## 1. Summary of Auditors' Results

|              |   |  |
|--------------|---|--|
| (d)(1)(i)    | Type of Financial Statement Opinion   | Unqualified  |
| (d)(1)(ii)   | Were there any significant deficiencies reported at the financial statement level (GAGAS)?  | No   |
| (d)(1)(ii)   | Were there any other material weaknesses reported at the financial statement level (GAGAS)? | No   |
| (d)(1)(iii)  | Was there any material noncompliance reported at the financial statement level (GAGAS)?     | No   |
| (d)(1)(iv)   | Were there any material weaknesses reported for major federal programs?                     | No   |
| (d)(1)(iv)   | Were there any other significant control deficiencies reported for major federal programs?  | No   |
| (d)(1)(v)    | Type of Major Programs' Compliance Opinion  | Unqualified  |
| (d)(1)(vi)   | Are there any reportable findings under Section .510?                                       | No   |
| (d)(1)(vii)  | Major Programs  | <ul style="list-style-type: none"> <li>• Nutrition Cluster (CFDA # 10.553)<br/>(CFDA # 10.555)</li> <li>• Improving Teacher Quality State Grant (CFDA # 84.367)</li> </ul> |
| (d)(1)(viii) | Dollar Threshold: Type A/B Programs   | Type A: >\$300,000<br>Type B: All Others   |
| (d)(1)(ix)   | Low Risk Auditee?   | Yes  |

## 2. Findings Related to the Financial Statements Required to be Reported in Accordance With GAGAS

None.

## 3. Findings for Federal Awards

None.

## **Cleveland Heights – University Heights City School District**

Schedule of Prior Audit Findings  
OMB Circular A-133 Section .315(b)

**June 30, 2009**

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The June 30, 2008, audit reported no audit findings as defined in OMB Circular A-133, Section .510. Therefore, preparation of a corrective action plan is not applicable.

## **Cleveland Heights – University Heights City School District**

Corrective Action Plan

OMB Circular A-133 Section .315(c)

**June 30, 2009**

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The June 30, 2009 audit reported no audit findings as defined in OMB Circular A-133, Section .510. Therefore, preparation of a corrective action plan is not applicable.

## Independent Auditors' Report on Applying Agreed-Upon Procedures

Board of Education  
Cleveland Heights – University Heights School District  
University Heights, Ohio

To the Board of Education:

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

Accordingly, we have performed the procedures enumerated below, which were agreed to by the Board, solely to assist the Board in evaluating whether Cleveland Heights - University Heights City School District has adopted an anti-harassment policy in accordance with Ohio Revised Code Section 3313.666. Management is responsible for complying with this requirement. This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the Board. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

1. We noted the Board did not adopt an anti-harassment policy in accordance with Section 3313.666 of the Ohio Revised Code.

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

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

*Ciuni & Panichi, Inc.*

Cleveland, Ohio  
November 23, 2009







**Mary Taylor, CPA**  
Auditor of State

**CLEVELAND HEIGHTS-UNIVERSITY HEIGHTS CITY SCHOOL DISTRICT**  
**CUYAHOGA COUNTY**

**CLERK'S CERTIFICATION**

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

*Susan Babbitt*

**CLERK OF THE BUREAU**

**CERTIFIED**  
**JANUARY 14, 2010**