

Dave Yost • Auditor of State

**BEACHWOOD CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

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**BEACHWOOD CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

**SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES
FOR THE YEAR ENDED JUNE 30, 2011**

Federal Grantor/ Program Title	Federal CFDA Number	Receipts	Non-Cash Receipts	Expenditures	Non-Cash Expenditures
<u>U.S. DEPARTMENT OF AGRICULTURE</u>					
<i>Passed Through Ohio Department of Education:</i>					
Nutrition Cluster:					
National School Lunch Program	10.555	\$67,186	0	\$67,186	0
Special Milk Program	10.556	0	\$7,714	0	\$7,714
Total U.S. Department of Agriculture		<u>67,186</u>	<u>7,714</u>	<u>67,186</u>	<u>7,714</u>
<u>U.S. DEPARTMENT OF EDUCATION</u>					
<i>Passed Through Ohio Department of Education:</i>					
Special Education Cluster:					
Special Education: Grants to States - FY 2011	84.027	326,051	0	326,051	0
ARRA - Special Education: Grants to States - FY2010	84.391	0	0	406	0
ARRA - Special Education: Grants to States - FY2011	84.391	197,398	0	184,933	0
Total Special Education: Grants to States		<u>523,449</u>	<u>0</u>	<u>511,390</u>	<u>0</u>
Special Education: Preschool Grant - FY 2010	84.173	10,422	0	9,956	0
ARRA - Special Education: Preschool Grant	84.392	5,797	0	5,797	0
Total Special Education : Preschool Grant		<u>16,219</u>	<u>0</u>	<u>15,753</u>	<u>0</u>
Total Special Education Cluster		<u>539,668</u>	<u>0</u>	<u>527,143</u>	<u>0</u>
Title I - Grants to Local Educational Agencies - FY 2010	84.010	5,283	0	6,350	0
Title I - Grants to Local Educational Agencies - FY 2011	84.010	90,044	0	90,044	0
Total Title I - Grants to Local Educational Agencies		<u>95,327</u>	<u>0</u>	<u>96,394</u>	<u>0</u>
Safe and Drug-Free Schools and Communities: State Grants - FY 20	84.186	237	0	0	0
Safe and Drug-Free Schools and Communities: State Grants - FY 20	84.186	730	0	1,069	0
Total Safe and Drug-Free Schools Grant		<u>967</u>	<u>0</u>	<u>1,069</u>	<u>0</u>
Title II-A Grant - FY 2010	84.367	0	0	100	0
Title II-A Grant - FY 2011	84.367	30,810	0	30,810	0
Total Title II-A Grant		<u>30,810</u>	<u>0</u>	<u>30,910</u>	<u>0</u>
Title II-D Technology Literacy Challenge Funds - FY 2011	84.318	316	0	316	0
Total Title II-D Technology Literacy Challenge Funds		<u>316</u>	<u>0</u>	<u>316</u>	<u>0</u>
Title III LEP - English Language Acquisition Grants - FY 2010	84.365	0	0	0	0
Title III LEP - English Language Acquisition Grants - FY 2011	84.365	17,032	0	0	0
Total Title III LEP - English Language Acquisition Grants		<u>17,032</u>	<u>0</u>	<u>0</u>	<u>0</u>
ARRA - State Fiscal Stabilization Fund	84.394	0	0	10,288	0
ARRA - State Fiscal Stabilization Fund	84.394	86,145	0	64,763	0
Total State Fiscal Stabilization Fund		<u>86,145</u>	<u>0</u>	<u>75,051</u>	<u>0</u>
ARRA - Race to the Top	84.395	2,380	0	2,258	0
Education Jobs Fund	84.410	5,000	0	0	0
Total U.S. Department of Education		<u>777,645</u>	<u>0</u>	<u>733,141</u>	<u>0</u>
Total Federal Financial Assistance		<u>\$844,831</u>	<u>\$7,714</u>	<u>\$800,327</u>	<u>\$7,714</u>

The notes to the Schedule of Federal Awards Receipts and Expenditures are an integral part of this statement.

**BEACHWOOD CITY SCHOOL DISTRICT
CUYAHOGA COUNTY
JUNE 30, 2011**

NOTES TO SCHEDULE OF FEDERAL AWARDS RECEIPTS AND EXPENDITURES

NOTE A – SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B - CHILD NUTRITION CLUSTER

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

NOTE C – FOOD DONATION PROGRAM

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



Dave Yost • Auditor of State

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

Beachwood City School District
Cuyahoga County
24601 Fairmount Boulevard
Beachwood, Ohio 44122

To the Board of Education:

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Beachwood City School District, Cuyahoga County, Ohio (the District) as of and for the year ended June 30, 2011, which collectively comprise the District's basic financial statements and have issued our report thereon dated August 31, 2011, wherein we noted the District implemented Governmental accounting Standards Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions". We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in the Comptroller General of the United States' *Government Auditing Standards*.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

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

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

Dave Yost
Auditor of State

August 31, 2011



Dave Yost • Auditor of State

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

Beachwood City School District
Cuyahoga County
24601 Fairmount Boulevard
Beachwood, Ohio 44122
To the Board of Education:

Compliance

We have audited the compliance of the Beachwood 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 could directly and materially affect the Beachwood City School District's major federal program for the year ended June 30, 2011. The summary of auditor's results section of the accompanying schedule of findings identifies the District's major federal program. The District's management is responsible for complying with the requirements of laws, regulations, contracts, and grants applicable to each major federal program. Our responsibility is to express an opinion on the District's compliance based on our audit.

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

In our opinion, the Beachwood City School District complied, in all material respects, with the requirements referred to above that could directly and materially affect its major federal program for the year ended June 30, 2011.

Internal Control Over Compliance

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

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

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

Schedule of Federal Awards Receipts and Expenditures

We have also audited the financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Beachwood City School District, Cuyahoga County, Ohio, as of and for the year ended June 30, 2011, wherein we noted the District implemented Governmental accounting Standards Statement No. 54, "Fund Balance Reporting and Governmental Fund Type Definitions" and have issued our report thereon dated August 31, 2011. Our audit was performed to form opinions on the financial statements that collectively comprise the District's basic financial statements taken as a whole. The accompanying federal awards receipts and expenditures schedule provides additional information required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations* and is not a required part of the basic financial statements. The schedule is management's responsibility, and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. This schedule was subject to the auditing procedures we applied to the basic financial statements. We also applied certain additional procedures, including comparing and reconciling this information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, in accordance with auditing standards generally accepted in the United States of America. In our opinion, this information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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



Dave Yost
Auditor of State

August 31, 2011

**BEACHWOOD CITY SCHOOL DISTRICT
CUYAHOGA COUNTY**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 § .505
JUNE 30, 2011**

1. SUMMARY OF AUDITOR'S RESULTS

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

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

None

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None

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INDEPENDENT ACCOUNTANTS' REPORT ON APPLYING AGREED-UPON PROCEDURES

Beachwood City School District
Cuyahoga County
24601 Fairmount Boulevard
Beachwood, Ohio 44122

To the Board of Education:

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

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

1. We noted the Board amended its anti-harassment policy at its meeting on February 28, 2011 to include violence within a dating relationship within its definition of harassment, intimidation or bullying.

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 and is not intended to be and should not be used by anyone other than these specified parties.

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Dave Yost
Auditor of State

August 31, 2011

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COMPREHENSIVE
ANNUAL FINANCIAL REPORT
OF THE
BEACHWOOD CITY SCHOOL DISTRICT
for the
FISCAL YEAR ENDED JUNE 30, 2011



Prepared by Treasurer's Department

Michele E. Mills, Director of Finance/Treasurer
Kathleen Stroski, Assistant Treasurer
April Yuhas, Payroll
Greg Minotas, Purchasing Agent
Mary Lee Ryan, EMIS
Cindy Szczecinski, Accounts Payable
Barb Taich, Duplicating

24601 Fairmount Boulevard
Beachwood, Ohio 44122-2298

BEACHWOOD CITY SCHOOL DISTRICT
Comprehensive Annual Financial Report
For the Year Ended June 30, 2011
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INTRODUCTORY

SECTION

Beachwood City School District



BEACHWOOD CITY SCHOOL DISTRICT
24601 Fairmount Boulevard
Beachwood, OH 44122
Phone: 216.464.2600

August, 31, 2011

Board of Education
Beachwood City School District
24601 Fairmount Blvd.
Beachwood, Ohio 44122-2298

Dear Board Members:

The comprehensive annual financial report of the Beachwood City School District (the "School District") for the fiscal year ended June 30, 2011, is hereby submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the School District. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the School District. All disclosures necessary to enable the reader to gain an understanding of the School District's financial activities have been included.

This report includes all funds of the School District. The School District provides a full range of primary and secondary educational services primarily to the residents of the City of Beachwood, Ohio. However, the City of Beachwood, Ohio, and the Beachwood Public Library have not met the established criteria for inclusion in the reporting entity and, accordingly, are excluded from this report.

Management's discussion and analysis (MD&A) immediately follows the Independent Accountants' Report and provides a narrative, introduction, overview and analysis of the basic financial statements.

The School District

The School District was formed in 1915 and is located in a growing, prosperous suburban area east of Cleveland, Ohio. The community's tax base is evenly distributed between commercial and residential property. The School District serves 1,649 students from Pre-K through 12th grade in five instructional facilities.

Beachwood City School District

Major Initiatives

Mission and Vision

All of our efforts as educators in the School District are driven by our mission statement: To develop intellectual entrepreneurs with a social conscience. The mission of the Beachwood City School District is short in length and powerful in vision. We believe that we must develop adults who are seekers of knowledge, creative, flexible, and reflective – in other words, an intellectual capacity. These adults are risk-takers, visionaries, brokers, passionate, and committed to excellence. Beachwood students also enjoy experiences where they learn to be globally responsible, altruistic, and environmentally, culturally and politically sensitive.

Board of Education Goals

The goals adopted by our Board of Education serve as a framework for both our academic and administrative operations. These goals are compelling and focused. They are embraced by our entire staff and serve as the basis for building and department strategies and tactics. And they resulted in a year of great synergy and growth.

Goal # 1 - To use a continuous improvement process in support of systems and programs that promote high standards of performance and high expectations for learning.

Goal # 2 - To develop a culture of accountability that relies on data, research, evaluation and assessment as tools to measure the effectiveness of programs and the satisfaction of stakeholders.

Goal # 3 - To continue to develop and support systems, programs, instructional standards and professional development to enhance students' knowledge, skills and performance in every curriculum area.

Goal # 4 - To maintain open and effective communication with the public, staff and students in order to be aware of attitudes, opinions and ideas.

Goal # 5 - To continue to integrate advanced technology into all phases of the educational and administrative processes.

Goal # 6 - To provide the necessary financial resources for the support of our instructional programs through prudent management and fiscal responsibility.

Goal # 7 - To ensure that students and staff have a safe and appropriate place to learn and work.

Major Initiatives and Accomplishments

This 2010-2011 school year was another remarkable year of academic successes for our students, both in the classroom and through extracurricular activities. Our students participated in – and achieved individual and team recognition for – regional, state, national and global competitions in science, math, language arts, fine arts, world affairs, marketing, culinary arts, and technology, among many others.

Beachwood City School District

To be more specific on a few of the achievements:

- Hilltop Elementary School's "Furious Five" placed 8th in the world at the DestiNation Imagination Global Finals. They also placed 3rd in the Instant Challenge portion of the competition. This is the first time a Beachwood team has placed in the top 10.
- Beachwood High School's Robotics Team finished in 6th place out of 58 teams at the Buckeye Regional Robotics Competition. BHS was the highest qualifying team from Northeast Ohio and enjoyed the squad's best finish in the program's 11-year history.
- The BHS Speech and Debate program experienced yet another year of membership growth and competitive success. Beachwood competitors won 65 trophies at local tournaments, including 16 1st-place wins and more than 30 top-three placements.
- The BHS Academic Challenge team took 2nd place in the nation in the small school division at the national competition in Atlanta. The team ranked 30th among all 224 teams overall. This is the highest that Beachwood's Academic Challenge students have achieved in national competitions. In March, the BHS Academic Challenge team won its annual television appearance. Earlier this year, the team posted its fourth consecutive state championship in the Knowledge Master Open competition, topping a field of 34 teams. On a national level, the Bison finished 27th out of 611 teams. BHS also finished 1st in the nation for non-selective public schools with fewer than 1,000 students.
- Beachwood's two Knowledge Masters teams finished ranked first and second in the state.
- Nine Beachwood High School students earned National Merit recognition for the 2010-2011 school year, including two National Merit Finalists.
- According to Cleveland Magazine, BHS students once again earned the highest average SAT (1835) and ACT (26.0) scores of any public school in Northeast Ohio (excluding one very large school that tested only seven students for the SAT). Also, BHS matched its best year ever with 63 students earning AP Scholar Honors or better. BHS students' average 2011 AP exam score was a 3.9 (on a 5-point scale). Our students' already-exceptional achievements in these areas continue to trend upward each year.
- Beachwood's Junior Council on World Affairs students had a very successful year yet again. Beachwood students won Best Delegation for small delegations at two very competitive Model UN conferences: The University of Virginia and Northwestern University.
- Beachwood's ever-growing instrumental music program has again earned Beachwood the distinction of being named among the nation's "Best Communities for Music Education" for the fourth consecutive year.
- Beachwood students and teacher-advisors initiated and participated in countless social service projects that demonstrate their caring for people in need and for our environment.
- Eight Beachwood student-athletes advanced to state-level competitions in swimming, track and wrestling.

It is a credit to the community that Beachwood is willing and able to provide the resources that make such accomplishments possible.

Financial Policies

The School District has not adopted any new financial policies that had significant impact on the 2011 financial statements.

Beachwood City School District

Long-Term Financial Planning

The School District by law is required to submit for Board approval a five year forecast which delineates projected expenditures, revenues and anticipated timing for new property tax ballot issues. The five year forecast must be approved by the Board of Education on or before October 31st of each school year and must be amended as necessary by no later than May 31st of each school year.

School districts are not able to enter into contracts unless the School District demonstrates financial ability to pay for the contract over the life of the contract. The School District cannot include anticipated revenue through ballot issues as part of its certification of funds process.

Significant Local Economic Events

The economic condition and outlook for the community has been challenging, especially considering the economic downturn in the Midwest as well as the rest of the country. The tax duplicate has actually declined due to the loss of personal property on the tax duplicate and a 7% decrease on residential property. The community's tax base is fairly evenly distributed between commercial and residential property. Forty-eight percent of the School District's valuation is comprised of residential property and fifty-three percent is comprised of commercial or public utility property. Due to changes in laws enacted by the State legislature, the School District's personal property tax base will continue to erode as the State has eliminated this tax. All Districts in the State of Ohio were held harmless by the State through fiscal year 2011, at which time the state will enact a partial phase out of the hold harmless provision. The District anticipates revenue reduction of \$665,000 in fiscal years 2012 and 2013, at which time the hold harmless will remain at the 2013 levels. The State of Ohio's overall economic outlook is not good as we try to make our way through economic recovery.

In 1990, The City of Beachwood annexed 400 acres from a neighboring community (Chagrin Highlands) in order to develop a proposed \$500 million, 633-acre corporate complex featuring office space, a retail mall and at least one hotel. The School District signed an agreement with the Warrensville Heights School District to share in any future tax revenue. Under the agreement, the Beachwood City School District would receive 30% of the tax revenue from all future development. Originally, Warrensville Heights School District was the sole beneficiary of school tax revenues. The School District considers the successful negotiation of tax-sharing a major accomplishment that will enhance school revenues in the future.

In 2009, Eaton Corporation, a Fortune 100 company purchased 50 acres of property in the Chagrin Highlands area, through a tax incremental financing program approved by the City of Beachwood, Warrensville Heights Schools, State of Ohio and the Port Authority. Revenue for the School District is not expected until at least 2013. Due to the economic malaise, it is unclear when Eaton will begin building its headquarters, which could delay any anticipated revenues for the School District beyond 2013.

As of the date of this financial statement, it is expected that tax revenue sharing will be forthcoming in the next couple of years. The School District is currently in negotiations with the Warrensville Heights School District to determine revenue trigger points and how and when tax revenue will be remitted to Beachwood Schools from Warrensville Heights Schools. University Hospitals built a 1,000 bed hospital, The Ahuja Medical Center on the Chagrin Highlands site. The Ahuja Medical Center opened in January, 2011. While this is great economic news for the City, the School District will probably not receive any property tax dollars as University Hospitals has sought tax exemption in all of the communities in which it currently operates.

Beachwood City School District

The School District is still involved in litigation with the Cleveland Clinic tax exempt application which dates back to 2002. The case is at the Board of Tax Appeals. The School District anticipates that the case will be heard in 2011. Property tax losses on this facility are \$5.3 million (School District portion only) through tax year 2011.

The Cleveland Clinic also filed for tax exemption on a portion of the property it purchased in 2007 from Bank of America (formerly MBNA). While some of the buildings are still occupied by Bank of America employees, the Clinic occupies three buildings and has sought tax exemption on those buildings. The Clinic ceased paying property taxes on this parcel beginning in 2009, as is their right, until the tax dispute is ultimately settled. The annual tax loss is \$550,000.

Prospects for The Future

House Bill 920, which was enacted in 1976 by the Ohio legislature, has severely limited schools in their funding initiatives. This law prohibits school districts from realizing additional revenue from previously voted millage due to reappraisal of property values. Although the School District's total operating millage is 79.3 mills, the effective millage levied and collected is 34.54 and 42.16 respectively, for residential and commercial property.

The State's budget bill, House Bill 153, which passed in June 2011, was ripe with funding reductions for all public entities.

In May 2010, the School District placed a \$30 million, 30 year 2.5 mill bond issue on the ballot to renovate the District's 50 year old High School. The bond issue passed with an overwhelming 71% passage rate.

In addition, the School District participated in federally funded tax anticipation notes direct pay Qualified School Construction Bonds (QSCB's) which allowed the School District to borrow \$5,650,000 interest free. These notes were issued specifically for energy conservation related projects at the High School, in addition to the \$30 million dollar High School project.

The School District sought additional federal stimulus funds and participated in the Qualified School Construction Bonds and Build America Bonds programs saving the District over \$13.9 million in interest costs and reduced the issue from a 30 year issue to a 24 year issue. As part of this process, the School District was awarded a Aaa rating from Moody's Investor Services, the highest rating achievable. This places the School District among only 10 school districts in the State of Ohio to be awarded a Aaa rating.

Other Information

Independent Audit

The Ohio Revised Code requires an annual audit of the School District's financial statements and its compliance with certain sections of the Ohio Revised Code. The Ohio Auditor of State conducted the School District's 2011 fiscal year audit. The Independent Accountants' Report appears at the beginning of the Financial Section of this report.

Beachwood City School District

GFOA Certificate of Achievement

The Government Finance Officers Association of the United States and Canada (GFOA) awarded the Certificate of Achievement for Excellence in Financial Reporting to the Beachwood City School District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2010. (This was the 23rd consecutive year that the School District earned this prestigious award.) In order to be awarded a Certificate of Achievement, a governmental agency 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.

The Certificate of Achievement is valid for a period of one year. We believe that our current report continues to conform with the reporting standards required for the awarding of the Certificate of Achievement for Excellence in Financial Reporting from the GFOA.

Acknowledgments

The publication of this report continues the School District's commitment toward presenting the financial reporting of the School District in a highly professional manner. It substantially increases the accountability of the School District to the taxpayers.


Sincere appreciation is extended to the Board of Education, who continues to strive for excellence in the schools at all levels. The commitment to our students, staff and community begins with them. Without their support, this report would not be possible.


A special thanks to art teacher Chunny Hahn for the inspiration she provides to her students and the artwork they contributed to this publication.

Special recognition must be extended to the members of the Treasurer's Office: Kathleen Sroski, Assistant Treasurer; April Yuhas, Payroll Coordinator, Barb Taich, Duplicating Coordinator, Greg Minotas, Purchasing Agent; Mary Lee Ryan, EMIS coordinator and Cindy Szczecinski, Financial Processing Coordinator; who assisted with the development of the Comprehensive Annual Financial Report and the annual audit. The department members have our sincere gratitude for their professional, efficient and dedicated service.

Audit Committee

The School District has an active audit committee, comprised of 3 members of the community (two of whom are CPA's, and one a small business entrepreneur), one Board member (also a CPA) and the School District's Treasurer. The Superintendent also serves in the capacity of an ex-officio member of this committee. Many thanks to the audit committee members whose wise counsel has assisted in improving internal controls, reviews the audit and makes appropriate recommendations to the Board of Education. Mr. Michael Ritter, Mr. Robert Marks and Ms. Patty Rubin along with Mr. David Ostro (Board Member) are to be commended for their efforts.


Michele E. Mills, MBA
Finance Director/Treasurer


Richard A. Markwardt, Ph.D.
Superintendent of Schools

Beachwood City School District

Elected Officials

Board of Education

Mrs. Beth RosenbaumPresident

Mr. Mitchel Luxenburg..... Vice President

Mr. David OstroMember

Dr. Brian WeissMember

Mrs. Jennifer TramerMember

Appointed Officials

Ms. Michele E. Mills, MBADirector of Finance/Treasurer

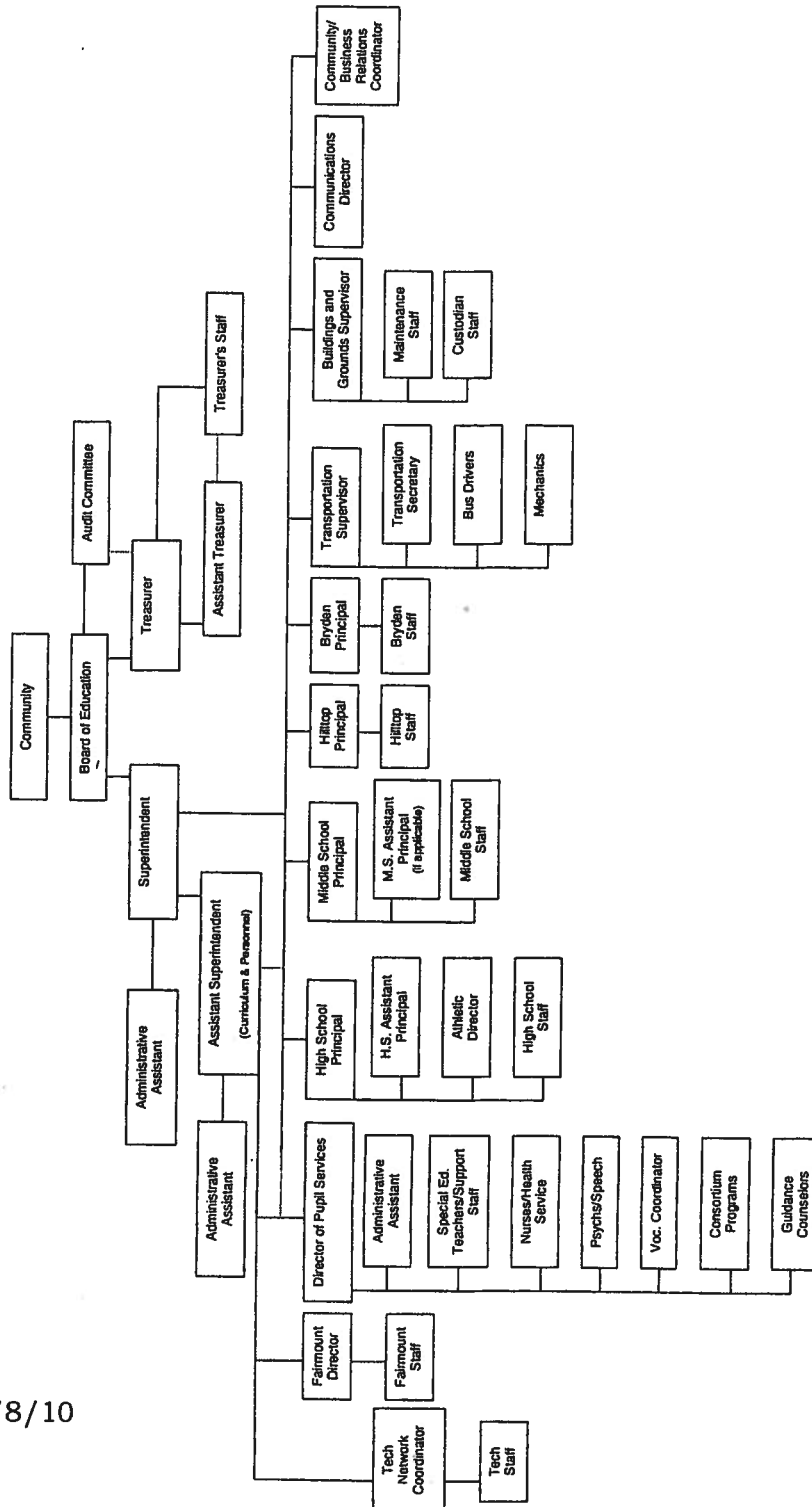
Administration

Dr. Richard A. MarkwardtSuperintendent

Dr. Philip WagnerAssistant Superintendent

Ms. Lauren BroderickDirector of Pupil Services

ORGANIZATIONAL CHART



Revised 2/8/10

Certificate of Achievement for Excellence in Financial Reporting

Presented to
Beachwood City School District
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2010

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.



President

Executive Director

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FINANCIAL

SECTION

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Dave Yost • Auditor of State

INDEPENDENT ACCOUNTANTS' REPORT

Beachwood City School District
Cuyahoga County
24601 Fairmount Boulevard
Beachwood, Ohio 44122

To the Board of Education:

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Beachwood City School District, Cuyahoga County, Ohio (the District), as of and for the year ended June 30, 2011, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Beachwood City School District, Cuyahoga County, Ohio, as of June 30, 2011, and the respective changes in financial position and where applicable, cash flows, thereof and the respective budgetary comparisons for the General and Consortium funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 3, the District implemented Governmental Accounting Standards Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions".

In accordance with *Government Auditing Standards*, we have also issued our report dated August 31, 2011, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. While we did not opine on the internal control over financial reporting or on compliance, that report describes the scope of our testing of internal control over financial reporting and compliance and the results of that testing. That report is an integral part of an audit performed in accordance with *Government Auditing Standards*. You should read it in conjunction with this report in assessing the results of our audit.

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

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



Dave Yost
Auditor of State

August 31, 2011

Beachwood City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2011
Unaudited

The discussion and analysis of the Beachwood City School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2011. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the transmittal letter, notes to the basic financial statements, and financial statements to enhance their understanding of the School District's financial performance.

Financial Highlights

Key financial highlights for 2011 are as follows:

- The School District's financial changed due to the issuance of \$30,000,000 in bonds to renovate the High School. Cash and Cash equivalents increased by \$28,373,962, but liabilities due in more than one year also increased by \$27,881,678 to reflect the outstanding debt payments for the bonds issue.
- The School District overwhelming passed a 2.5 mill bond issue in May, 2010 by 71%. In August, 2010, the School District issued \$7,590,000 in tax exempt debt, \$11,150,000 in taxable Build America Bonds (BAB's) and \$11,260,000 in taxable Qualified School Construction Bonds (QSCB's). The taxable bonds were issued through federal stimulus dollars where the federal government will pay 35% of the interest payments for the BAB's in the amount of \$4.5 million and 100% of the interest on the QSCB's in the amount of \$9.4 million over the life of the bonds. While the bond issue passed as a 30 year issue, the School District reduced the payment terms to 24 years to save interest costs for the School District over the long term.
- Accrued wages and benefits decreased by \$660,895 or 21.2% due the retirement and/or resignation of 23 staff members, some of whom will not be replaced. This is one of the largest turn overs in staff as pending retirement law changes and opportunities have created a desire for the known rather than an uncertain future. The School District anticipates that this trend may continue for the next several years as pending retirement law changes effecting years of service, final years average salary calculations and age are anticipated to become effective in August 2015. Cost of living increases will change for new retirees in August 2012. It is very apparent that staff members will be working longer and will retire with less income with the pending retirement law changes.
- Total net assets increased \$3,535,752, which represents a 10.1 percent increase from 2010. However, Invested in Capital Assets, Net of Related Debt decreased from \$10,092,016 to (\$15,696,181) due to the issuance of \$30 million in bonds and the High School renovation just beginning and expected to be brought on line by August, 2013.
- General revenues accounted for \$34,343,019 in revenue or 81.5 percent of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$7,800,313 or 18.5 percent of total revenues of \$42,143,332.
- The School District had \$38,607,580 in expenses related to governmental activities; only \$7,800,313 of these expenses was offset by program specific charges for services, grants, or contributions. General revenues (primarily taxes) of \$34,343,019 were adequate to provide for these programs.

Beachwood City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2011
Unaudited

- Total assets of governmental activities increased \$31,199,513 as cash increased by \$27,845,664 due primarily to the issuance of \$30,000,000 in bonds.
- The general fund balance increased slightly by \$719,017 or 4% as expenditures and revenues remained relatively constant from 2010 levels.
- Among major funds, the general fund had \$31,888,873 in operating revenues and \$31,194,471 in operating expenditures. The general fund's fund balance increased to \$18,674,576 from \$17,955,559.

Using this Generally Accepted Accounting Principles Report (GAAP)

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

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

Reporting the School District as a Whole

Statement of Net Assets and Statement of Activities

While this document contains the large number of funds used by the School District to provide programs and activities, the view of the School District as a whole looks at all financial transactions and asks the question, "How did we do financially during fiscal year 2011?" The Statement of Net Assets and Statement of Activities answer this question. These statements include *all assets and all liabilities* using the *accrual basis of accounting* similar to the accounting used by most private-sector companies. This basis of accounting takes into accounts all of the current year's revenues and expenses regardless of when cash is received or paid.

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

In the Statement of Net Assets and Statement of Activities, the School District has one type of activity, Governmental Activities -- All of the School District's programs and services are reported here.

Beachwood City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2011
Unaudited

Reporting the School District's Most Significant Funds

Fund Financial Statements

The analysis of these major funds begins on page 26. Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's most significant funds. The School District's major governmental funds are the General Fund, Bond Retirement, Building Fund, Permanent Improvement, and Consortium Funds.

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

The School District as a Whole

The Statement of Net Assets provides the perspective of the School District as a whole. Table 1 provides a summary of the School District's net assets for 2011 compared to 2010:

	Table 1 Governmental Activities	
	2011	2010
Assets		
Current and Other Assets	\$84,238,330	\$55,313,858
Capital Assets	30,805,755	28,530,714
Total Assets	115,044,085	83,844,572
Liabilities		
Long-Term Liabilities	49,401,113	21,164,477
Other Liabilities	26,931,071	27,503,946
Total Liabilities	\$76,332,184	\$48,668,423
Net Assets		
Invested in Capital Assets Net of Debt	(15,696,181)	10,092,016
Restricted	36,202,341	8,383,796
Unrestricted	18,205,741	16,700,337
Total Net Assets	\$38,711,901	\$35,176,149

Beachwood City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2011
Unaudited

Net assets of the School District's governmental activities increased by \$3,535,752. Unrestricted net assets also increased by \$1,505,404. The assets increase is primarily due to the increase in capital assets of \$2,275,041 associated mostly with the High School construction in progress. There was an increase of \$28.3 million dollars in cash and cash equivalents during 2011 due to issuance of \$30 million in bonds, but the increase in cash is offset by \$28.4 million increase in long term liabilities for repayment of the bonds over the next 24 years.

Table 2 shows the changes in net assets for fiscal year 2011 with revenue and expense comparisons to fiscal year 2010

	Governmental Activities 2011	Governmental Activities 2010
Table 2		
Program Revenues:		
Charges for Services and Sales	\$4,432,301	\$3,900,838
Operating Grants and Contributions	3,368,012	2,726,566
General Revenues:		
Property Taxes	26,914,433	23,881,579
Grants and Entitlements	6,845,143	6,141,675
Investment Earnings	332,985	241,009
Miscellaneous	250,458	257,895
Total Revenue	\$42,143,332	\$37,149,562
Program Expenses:		
Instruction:		
Regular	\$11,817,943	\$11,732,566
Special	6,393,564	5,787,279
Vocational	1,566,475	1,489,827
Adult/Continuing	172,423	229,767
Other	128,063	222,758
Support Services:		
Pupil	2,447,124	2,599,282
Instructional Staff	1,229,125	1,115,463
Board of Education	562,724	522,649
Administration	2,396,922	2,337,526
Fiscal	443,112	1,136,671
Business	464,459	493,005
Operation of Maintenance and Plant	3,435,706	3,340,931
Pupil Transportation	2,394,212	2,100,921
Central	779,644	756,795
Operation of Non-Instructional Services	1,615,457	1,526,872
Extra-curricular Activities	1,001,511	982,846
Interest and Fiscal Charges	1,759,116	481,661
Total Expenses	\$38,607,580	\$36,859,819
Change in Net Assets	\$3,535,752	\$289,743
Beginning Net Assets	35,176,149	34,886,406
Ending Net Assets	\$38,711,901	\$35,176,149

Beachwood City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2011
Unaudited

Governmental Activities

The unique nature of property taxes in Ohio creates the need to routinely seek voter approval for operating funds. The overall revenue generated by 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 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 the voters to maintain a constant level of service. Property taxes made up 64 percent of revenues for governmental activities for the School District in fiscal year 2011.

Instruction comprises 52 percent of governmental program expenses. Interest expense was 4.6 percent. Interest expense was attributable to the outstanding bonds and borrowing for capital projects.

The Statement of Activities shows the cost of program services and the charges for services and grants offsetting those services. Table 3 shows, for governmental activities, the total cost of services and the net cost of services. That is, it identifies the cost of these services supported by tax revenue and unrestricted State entitlements with comparisons to 2010.

Table 3 – Governmental Activities

	Total Cost of Services 2011	Net Cost of Services 2011	Total Cost of Services 2010	Net Cost of Services 2010
Instruction	\$20,078,468	\$15,990,903	\$19,465,197	\$16,287,881
Support Services:				
Pupil and Instructional Staff	3,676,249	2,402,542	3,714,745	2,591,824
Board of Education, Administration, Fiscal and Business	3,867,217	3,843,629	4,489,851	4,445,465
Operation and Maintenance of Plant	3,435,706	3,110,751	3,340,931	2,963,152
Pupil Transportation	2,394,212	1,923,397	2,100,921	1,549,479
Central	779,644	760,617	756,795	714,343
Operation of Non-Instructional Services	1,615,457	61,530	1,526,872	257,669
Extracurricular Activities	1,001,511	954,782	982,846	940,941
Interest and Fiscal Charges	1,759,116	1,759,116	481,661	481,661
Total Expenses	\$38,607,580	\$30,807,267	\$36,859,819	\$30,232,415

The dependence upon tax revenues for governmental activities is apparent. Over 80 percent of instruction activities are supported through taxes and other general revenues, for all governmental activities general revenue support is 80 percent. The community, as a whole, is by far the primary support for the School District's students.

Beachwood City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2011
Unaudited

The School District's Funds

Information about the School District's major funds starts on page 26. These funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of \$41,964,118 and expenditures of \$44,031,588. The net change in fund balance for the year was most significant in the building fund, with an increase of \$27,408,692. The increase is due to the issuance of \$30 million in various types of bonds (tax-exempt, Build America Bonds and Qualified School Construction Bonds). The School District's High School Renovation Project is expected to be completed by August 2013.

Overall property tax revenue increased by \$3,015,090, of which \$1,259,069 was due to a increase in property taxes available for collection as of June 30, 2011 and an increase in the bond retirement property taxes of \$1,358,783 due to the passage and collection of a 2.5 mill bond issue.

The net fund balance decreased in the bond retirement fund by \$334,439 due to the increase in tax collections (\$1.4 million) and interest payments of remitted to the School District by the federal government in the amount of \$890,000. There was also an increase in expenditures for the repayment of outstanding debt by almost \$2 million.

The permanent improvement fund increased \$68,029. The School District re-commissioned its HVAC system at the Middle School, saving \$60,000 in energy costs on an annual basis.

The consortium fund balance remained unchanged as actual expenditures are billed out to participating districts and are collected within the current fiscal year.

Budgeting Highlights

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

During the course of fiscal year 2011, the School District amended its general fund budget numerous times, none significant. The School District uses site-based budgeting and the budgeting systems are designed to tightly control total site budgets but provide flexibility for site management.

For the general fund, actual revenue was \$1,226,164 less than the final budget estimates of \$30,654,475 which was primarily due to decreases in property tax revenues. The School District's ending un-obligated cash balance was \$260,444 less than the final budgeted amount.

There were eleven amendments to the original appropriations during fiscal year 2011. The budget decreased due to belt tightening measures implemented to reduce overall costs and increase efficiency of operations due to the country's economic downturn.

Beachwood City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2011
Unaudited

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal 2011, the School District had \$30,805,755 invested in land, buildings, equipment, buses and other vehicles, all in governmental activities. See Note 9 to the basic financial statements for more detailed information on capital asset activity. Table 4 shows fiscal 2011 balances compared to 2010:

Table 4 – Capital Assets at June 30th Net of Depreciation

	<u>Governmental Activities</u>	
	2011	2010
Construction in Progress	\$2,997,072	\$148,975
Land	831,499	831,499
Land Improvements	2,011,442	2,123,303
Buildings and Improvements	23,474,977	23,981,551
Equipment	987,709	833,087
Vehicles	503,056	612,299
Totals	<u>\$30,805,755</u>	<u>\$28,530,714</u>

The primary increase in capital assets is due to the addition of construction in progress for the High School renovation project.

For fiscal year 2011, Ohio law required school districts to set aside three percent of certain revenues for capital improvements and textbooks, respectively. For fiscal year 2011, this amounted to \$220,112 for each set aside. For fiscal year 2011, the School District had qualifying disbursements or offsets exceeding these requirements. For fiscal year 2012, the set aside requirement has been eliminated in HB 153, the State's biannual budget bill.

Debt

At June 30, 2011, the School District had \$45,829,998 in bonds and notes outstanding, \$2,230,000 due within one year. Table 5 summarizes bonds and notes outstanding. See Note 16 to the basic financial statements for more detailed information on long-term debt activity.

Under the current Ohio Revised Code, the School District's general obligation bonded debt issuances are subject to a legal limitation on both voted and un-voted debt. The limitation is based on 9% and .1% respectively, of the total assessed value of real and personal property. At June 30, 2011, the School Districts' voted general obligation bonded debt of \$40,724,998 initially below the legal limit of \$24,046,747 (voted). In addition, the School District had no un-voted debt at June 30, 2011.

In August 2010, the School District issued \$11,260,000 in federally taxable Qualified School Construction Bonds (QSCB's), \$11,150,000 in federally taxable Build America Bonds (BAB's) and \$7,590,000 in tax exempt bonds. Moody's rating for the School District is Aaa, the highest rating Moody's assigns to debt issues.

Beachwood City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2011
Unaudited

Interest rates for the QSCB's were 5.125%, BAB's from 5.25% to 5.6% and tax exempt bonds 1.25% to 3.0% The federal government will directly pay the School District the entire amount of the interest for the QSCB's and 35% of the interest for the BAB's.

Table 5 - Outstanding Debt, at Year End

	Governmental Activities 2011	Governmental Activities 2010
General Obligation Bonds		
2000 Tax Anticipation Notes	\$0	\$760,000
2010 Tax Anticipation Notes	5,105,000	5,650,000
2002 School Improvement Premium	276,876	302,047
2002 School Improvement Bonds	4,715,001	5,405,001
2007 School Improvement Premium	284,568	331,996
2007 Advanced Refunded Bonds	6,009,997	6,074,997
2010 School Improvement Bonds	7,590,000	0
2010 School Improvement Premium	319,567	0
2010 Build America Bonds	11,150,000	0
2010 Qualified School Construct Bonds	11,260,000	0
Total	\$46,711,009	\$18,524,041

The general obligation bonds were issued for the purpose of school improvements. They are to be repaid from the bond retirement fund.

For the Future

The School District closed out its fiscal year on June 30, 2011 on a positive note as the administration and Board of Education continued to reduce costs for greater efficiency. The School District contracted out its food service operation to AVI Foodsystems, Inc. in 2008 which continues to save the School District over \$100,000 annually, and provided a higher quality of food and increased parent and student satisfaction.

The School District is in the process of negotiating a contract with the Beachwood Union of Support Staff (BUSS) and expects to successfully conclude its negotiations in the fall of 2011.

The School District's current major initiative is renovation of the High School, which is 50 years old. On May 4, 2010 a \$30 million, 30 year, 2.5 mill bond issue was overwhelmingly passed by the voters to renovate the School District's High School. An architect has been hired as well as a construction manager. The School District also applied for and received a Qualified School

Beachwood City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2011
Unaudited

Construction Bond (QSCB's) allocation of \$11,260,000 million to renovate the High School as part of the \$30 million dollar project. In August 2010, the School District issued \$11,260,000 federally taxable direct payment QSCB's, \$11,150,000 federally taxable Build America Bonds (BAB's) and \$7,590,000 in tax-exempt bonds. Because the School District issued these bonds at a rate lower than the federal tax credit rate that day, the entire QSCB interest will be directly remitted back to the School District and 35% of the BAB interest will be directly remitted back to the School District saving taxpayers over \$13.9 million in interest costs. The School District also shortened the issue to 24 years.

In August 2010, the School District received an upgrade in its bond rating to Aaa from Moody's Investor's Service for the new and all outstanding debt. This rating, the most recently received from Moody's, is the highest rating an entity can achieve.

The Board of Education and administration of the School District are committed to careful financial planning and prudent fiscal management. An excellent working and supportive relationship exists between the School District, the City of Beachwood, the industrial community and the residents of the City.

In January 2009, the School District began collecting 1.6 inside mills that historically had been collected by the City of Beachwood which will generate an additional \$1.2 million dollars in property tax revenues for the School District on a calendar year basis.

Contacting the School District's Financial Management

This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the School District's finances and to show the School District's accountability for the money it receives. If you have any questions about this report or need additional information, contact Michele Mills, MBA, Director of Finance/Treasurer at 216-464-8164 or E-mail at mm@beachwoodschoools.org.

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BASIC FINANCIAL STATEMENTS

Beachwood City Schools
Statement of Net Assets
June 30, 2011

	Governmental Activities
ASSETS:	
Current Assets:	
Equity in Pooled Cash and Cash Equivalents	\$ 54,846,664
Cash and Cash Equivalents in Segregated Accounts	134,873
Materials and Supplies Inventory	83,725
Accrued Interest Receivable	94,802
Accounts Receivable	38,363
Intergovernmental Receivable	3,496
Property Taxes Receivable	28,463,695
<i>Total current assets</i>	83,665,618
Noncurrent Assets:	
Deferred Charges	572,712
Non-Depreciable Capital Assets	831,499
Depreciable Capital Assets, net	26,977,184
Construction in Progress	2,997,072
<i>Total noncurrent assets</i>	31,378,467
<i>Total Assets</i>	\$ 115,044,085
LIABILITIES:	
Current Liabilities:	
Accounts Payable	1,462,311
Accrued Wages and Benefits	2,441,961
Intergovernmental Payable	237,849
Undistributed monies	9,630
Matured Bonds Payable	86,363
Unearned Revenue	22,602,357
Claims Payable	90,600
Long-Term Liabilities:	
Due Within One Year	2,528,610
<i>Total current liabilities</i>	29,459,681
Noncurrent Liabilities:	
Due in More Than One Year	46,872,503
<i>Total Liabilities</i>	76,332,184
NET ASSETS:	
Invested in Capital Assets, Net of Related Debt	(15,696,181)
Restricted for Debt Service	2,291,287
Restricted for Capital Outlay	33,450,477
Restricted for Other Purposes	325,704
Restricted for Set Asides	134,873
Unrestricted	18,205,741
<i>Total Net Assets</i>	\$ 38,711,901
See Accompanying Notes to the Basic Financial Statements	

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Beachwood City Schools
Statement of Activities
For the Fiscal Year Ended June 30, 2011

	Program Revenues		
	Expenses	Charges for Services and Sales	Operating Grants and Contributions
Governmental Activities:			
Instruction:			
Regular	\$ 11,817,943	\$ 262,524	\$ 549,983
Special	6,393,564	1,016,441	930,310
Vocational	1,566,475	810,461	471,903
Adult/Continuing	172,423	43,777	
Other	128,063	2,166	
Support Services:			
Pupils	2,447,124	917,293	225,966
Instructional Staff	1,229,125	59,206	71,242
Board of Education	562,724		
Administration	2,396,922		
Fiscal	443,112	20,410	
Business	464,459	3,178	
Operation and Maintenance of Plant	3,435,706	324,955	
Pupil Transportation	2,394,212		470,815
Central	779,644	2,652	16,375
Operation of Non-Instructional Services:			
Food Service Operations	670,283	422,646	68,349
Community Services	945,174	499,863	563,069
Extracurricular Activities	1,001,511	46,729	
Interest and Fiscal Charges	1,759,116		
<i>Total Governmental Activities</i>	\$ 38,607,580	\$ 4,432,301	\$ 3,368,012

General Revenues:
Grants and Entitlements not Restricted to Specific Programs
Property Taxes
Investment Earnings
Miscellaneous

Total General Revenues and Transfers

Change in Net Assets

Net Assets Beginning of Year

Net Assets End of Year

See Accompanying Notes to the Basic Financial Statements

**Net(Expense)
Revenue and
Changes in Net
Assets**

**Governmental
Activities**

\$ (11,005,436)
(4,446,813)
(284,111)
(128,646)
(125,897)

(1,303,865)
(1,098,677)
(562,724)
(2,396,922)
(422,702)
(461,281)
(3,110,751)
(1,923,397)
(760,617)

(179,288)
117,758
(954,782)
(1,759,116)

(30,807,267)

6,845,143
26,914,433
332,985
250,458

34,343,019

3,535,752

35,176,149

\$ 38,711,901

Beachwood City Schools
Balance Sheet
Governmental Funds
June 30, 2011

	<u>General</u>	<u>Bond Retirement Fund</u>	<u>Permanent Improvement Fund</u>	<u>Building Fund</u>	<u>Consortium Fund</u>
ASSETS:					
Equity in Pooled Cash and Cash Equivalents	\$ 15,095,862	\$ 1,638,459	\$ 715,585	\$ 33,895,375	\$ 1,836,033
Cash and Cash Equivalents in Segregated Accounts	134,873				
Materials and Supplies Inventory	78,834				
Accrued Interest Receivable	31,651			63,151	
Accounts Receivable	12,687		505	4,275	19,162
Interfund Receivable	1,369,755				
Due From Other Funds	215,000				
Intergovernmental Receivable					
Property Taxes Receivable	<u>24,459,982</u>	<u>3,270,000</u>	<u>733,713</u>		
<i>Total Assets</i>	<u>\$ 41,398,644</u>	<u>\$ 4,908,459</u>	<u>\$ 1,449,803</u>	<u>\$ 33,962,801</u>	<u>\$ 1,855,195</u>
LIABILITIES:					
Accounts Payable	\$ 237,609	\$ -	\$ 37,515	\$ 1,156,300	\$ -
Accrued Wages and Benefits	2,187,088				219,952
Interfund Payable					1,369,755
Due to Other Funds			215,000		
Intergovernmental Payable	209,853				23,875
Undistributed monies					
Unearned Revenue	20,089,518	2,603,490	587,275		
General Obligation Bonds Payable		<u>86,363</u>			
<i>Total Liabilities</i>	<u>22,724,068</u>	<u>2,689,853</u>	<u>839,790</u>	<u>1,156,300</u>	<u>1,613,582</u>
FUND BALANCES:					
Nonspendable	78,834				
Restricted	142,715	2,218,606	341,097	27,096,257	233,125
Committed	466,442		268,916	5,710,244	8,488
Assigned	1,170,307				
Unassigned	<u>16,816,278</u>				
<i>Total Fund Balances</i>	<u>18,674,576</u>	<u>2,218,606</u>	<u>610,013</u>	<u>32,806,501</u>	<u>241,613</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$ 41,398,644</u>	<u>\$ 4,908,459</u>	<u>\$ 1,449,803</u>	<u>\$ 33,962,801</u>	<u>\$ 1,855,195</u>

See Accompanying Notes to the Basic Financial Statements

<u>All Other Governmental Funds</u>	<u>Total Governmental Funds</u>		
		Total Governmental Fund Balances	\$ 54,940,088
\$ 459,550	\$ 53,640,864	Amounts reported for governmental activities in the Statement of	
	134,873	Net Assets are different because:	
4,891	83,725	Capital assets used in governmental activities are not financial	
	94,802	resources and therefore, are not reported in the funds:	
1,734	38,363	Nondepreciable capital assets	3,828,571
	1,369,755	Depreciable capital assets	26,977,184
	215,000		
3,498	3,498	Deferred charges (unamortized bond issuance costs) are not	
	28,463,695	reported in the funds as an asset:	572,712
<u>\$ 469,673</u>	<u>\$ 84,044,575</u>	Deferred revenue, including delinquent property tax revenues,	
		are not receivable in the current period and therefore, are not	
\$ 30,888	\$ 1,462,312	reported in the funds:	
34,921	2,441,961	Unearned revenue	679,262
	1,369,755		
	215,000	Long term liabilities, including bonds payable, are not due and	
4,121	237,849	payable in the current period and therefore, are not reported	
9,630	9,630	in the funds:	
1,334	23,281,617	Due within one year	(2,528,610)
	86,363	Due within more than one year	(46,872,503)
<u>80,894</u>	<u>29,104,487</u>	Internal service funds are used by management to charge the	
		vision, dental and prescription drug, and contingent premium expenses	
4,891	83,725	in the governmental activities in the Statement of Net Assets	<u>1,115,197</u>
273,781	30,305,581	Net Assets of Governmental Activities	<u><u>\$38,711,901</u></u>
110,107	6,564,197		
	1,170,307		
	16,816,278		
<u>388,779</u>	<u>54,940,088</u>		
<u>\$ 469,673</u>	<u>\$ 84,044,575</u>		

Beachwood City Schools
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2011

	<u>General</u>	<u>Bond Retirement Fund</u>	<u>Permanent Improvement Fund</u>	<u>Building Fund</u>	<u>Consortium Fund</u>
REVENUES:					
Property and Other Local Taxes	\$ 23,314,185	\$ 3,016,289	\$ 404,745	\$ -	\$ -
Intergovernmental	6,942,575	1,151,401	133,020		702,485
Interest	154,110		723	178,152	
Tuition and Fees	768,627				2,144,045
Rent	296,635				
Extracurricular Activities					
Gifts and Donations	2,050				
Customer Sales and Services	152,808		505	5,275	12,392
Miscellaneous	257,883			6,233	
<i>Total Revenues</i>	<u>31,888,873</u>	<u>4,167,690</u>	<u>538,993</u>	<u>189,660</u>	<u>2,858,922</u>
EXPENDITURES:					
Current:					
Instruction:					
Regular	10,933,898				
Special	5,229,695				834,383
Vocational	419,922				1,075,671
Adult/Continuing					
Other	128,063				
Support Services:					
Pupils	1,418,210				848,608
Instructional Staff	1,115,986				58,336
Board of Education	543,728				
Administration	2,350,188				6,603
Fiscal	964,076				
Business	456,991				
Operation and Maintenance of Plant	3,186,928		6,587		35,321
Pupil Transportation	2,256,616				
Central	1,291,806				
Operation of Non-Instructional Services:					
Food Service Operations					
Community Services	10,646				
Extracurricular Activities	828,162				
Capital Outlay	59,556		464,377	2,780,968	
Debt Service:					
Principal		2,060,000			
Interest		1,799,918			
Issuance Costs				292,900	
<i>Total Expenditures</i>	<u>31,194,471</u>	<u>3,859,918</u>	<u>470,964</u>	<u>3,073,868</u>	<u>2,858,922</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>694,402</u>	<u>307,772</u>	<u>68,029</u>	<u>(2,884,208)</u>	<u>0</u>
OTHER FINANCING SOURCES AND USES:					
Transfers In					
General Obligation Bonds Issued				30,000,000	
Premium on Bonds and Notes Issued		26,667		292,900	
Inception of Capital Lease	267,639				
Transfers Out	(243,024)				
<i>Total Other Financing Sources and Uses</i>	<u>24,615</u>	<u>26,667</u>	<u>0</u>	<u>30,292,900</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	719,017	334,439	68,029	27,408,692	0
<i>Fund Balance (Deficit) at Beginning of Year</i>	<u>17,955,559</u>	<u>1,884,167</u>	<u>541,984</u>	<u>5,397,809</u>	<u>241,613</u>
<i>Fund Balance (Deficit) at End of Year</i>	<u>\$ 18,674,576</u>	<u>\$ 2,218,606</u>	<u>\$ 610,013</u>	<u>\$ 32,806,501</u>	<u>\$ 241,613</u>

See Accompanying Notes to Basic Financial Statements

<u>All Other Governmental Funds</u>	<u>Total Governmental Funds</u>		
		Net change in Fund Balances - Total Governmental Funds	\$28,519,736
\$ -	\$ 26,735,219	Amounts reported for governmental activities in the Statement of Activities are different because:	
1,283,674	10,213,155		
287	333,272	Governmental Funds report capital outlays as expenditures. However in the Statement of Acitivites the cost of those assets is allocated over the estimated useful lives of the assets as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.	
445,979	3,358,651		
	296,635		
46,483	46,483		
8,041	10,091		
504,805	675,785		
30,711	294,827	Capital Outlay	3,816,980
		Depreciation	<u>(1,541,939)</u>
		Total	<u>2,275,041</u>
<u>2,319,980</u>	<u>41,964,118</u>	Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds:	
		Property Taxes	179,214
28,346	10,962,244		
338,310	6,402,388	The issuance of long-term debt (bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also governmental funds report the effect of issuance costs, premiums, and similar items when debt is first issued, where these amounts are deferred and amortized in the Statement of Activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	
	1,495,593		
170,549	170,549		
	128,063		
221,588	2,488,406		
71,358	1,245,680		
	543,728		
1,192	2,357,983		
1,844	965,920		
	456,991	The internal service funds are used by management and are not reported in the government-wide Statements of Activities. Governmental fund expenditures and the related internal service fund revenues are eliminated. The net revenue (expense) of the internal service fund is allocated among governmental activities.	537,294
	3,228,836		
	2,256,616		
25,807	1,317,613		
606,356	606,356		
967,573	978,219	Compensated absences reported in the Statement of Activites, do not require the use of current financial resources and therefore, are not reported as expenditures in governmental funds.	<u>87,705</u>
140,522	968,684		
	3,304,901		
	2,060,000	Changes in Net Assets of Governmental Activities	<u>\$ 3,535,752</u>
	1,799,918		
	292,900		
<u>2,573,445</u>	<u>44,031,588</u>		
<u>(253,465)</u>	<u>(2,067,470)</u>		
243,024	243,024		
	30,000,000		
	319,567		
	267,639		
	(243,024)		
<u>243,024</u>	<u>30,587,206</u>		
(10,441)	28,519,736		
<u>399,220</u>	<u>26,420,352</u>		
<u>\$ 388,779</u>	<u>\$ 54,940,088</u>		

Beachwood City Schools
Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:				
Property and Other Local Taxes	\$ 24,336,517	\$ 23,519,972	\$ 22,467,174	\$ (1,052,798)
Intergovernmental	7,098,235	6,823,684	6,946,562	122,878
Interest	575,000	225,000	192,198	(32,802)
Tuition and Fees	562,450	566,910	352,356	(214,554)
Rent	287,790	287,790	287,907	117
Gifts and Donations	6,650	6,650	2,550	(4,100)
Customer Sales and Services	205,460	195,660	152,286	(43,374)
Miscellaneous	237,973	254,973	253,442	(1,531)
Total Revenues	<u>33,310,075</u>	<u>31,880,639</u>	<u>30,654,475</u>	<u>(1,226,164)</u>
EXPENDITURES:				
Current:				
Instruction:				
Regular	11,408,654	11,437,383	11,280,231	157,152
Special	5,557,327	5,508,953	5,380,976	127,977
Vocational	501,191	501,991	438,243	63,748
Other	229,388	180,587	129,861	50,726
Support Services:				
Pupils	1,676,288	1,737,684	1,675,440	62,244
Instructional Staff	1,015,691	1,060,592	1,025,716	34,876
Board of Education	464,516	468,016	463,069	4,947
Administration	2,419,734	2,432,969	2,376,859	56,110
Fiscal	1,074,149	1,012,476	991,081	21,395
Business	532,750	534,250	473,049	61,201
Operation and Maintenance of Plant	3,815,823	3,323,788	3,211,232	112,556
Pupil Transportation	2,138,596	2,448,354	2,421,455	26,899
Central	1,138,290	1,100,782	1,010,864	89,918
Operation of Non-Instructional Services:				
Community Services	53,400	42,210	12,544	29,666
Extracurricular Activities:				
Academic Oriented Activities	181,031	188,031	184,776	3,255
Sport Oriented Activities	705,785	694,785	641,601	53,184
School and Public Service Co-Curricular Activities	20,063	26,063	25,208	855
Capital Outlay:				
Other Facilities Purchased Services	0	60,000	59,556	444
Total Expenditures	<u>32,932,676</u>	<u>32,758,914</u>	<u>31,801,761</u>	<u>957,153</u>
Excess of Revenues Over (Under) Expenditures	<u>377,399</u>	<u>(878,275)</u>	<u>(1,147,286)</u>	<u>(269,011)</u>
OTHER FINANCING SOURCES AND USES:				
Transfers In	0	768	768	0
Advances In	0	100,000	100,000	0
Proceeds from Sale of Capital Assets	2,500	2,500	5,141	2,641
Refund of Prior Year Expenditures	2,500	2,500	300	(2,200)
Transfers Out	(292,200)	(272,200)	(264,074)	8,126
Total Other Financing Sources and Uses	<u>(287,200)</u>	<u>(166,432)</u>	<u>(157,865)</u>	<u>8,567</u>
Net Change in Fund Balances	90,199	(1,044,707)	(1,305,151)	(260,444)
Fund Balance (Deficit) at Beginning of Year	15,915,776	15,915,776	15,915,776	
Prior Year Encumbrances Appropriated	<u>148,077</u>	<u>148,077</u>	<u>148,077</u>	
Fund Balance (Deficit) at End of Year	<u>\$ 16,154,052</u>	<u>\$ 15,019,146</u>	<u>\$ 14,758,702</u>	<u>\$ (260,444)</u>

Beachwood City Schools
Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Consortium Fund
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:				
Intergovernmental	\$ 644,351	\$ 736,324	\$ 702,485	\$ (33,839)
Tuition and Fees	1,852,000	1,902,000	2,140,303	238,303
Customer Sales and Services	16,000	16,000	12,392	(3,608)
Total Revenues	<u>2,512,351</u>	<u>2,654,324</u>	<u>2,855,180</u>	<u>200,856</u>
EXPENDITURES:				
Current:				
Instruction:				
Special	595,927	629,833	572,077	57,756
Vocational	1,103,917	1,104,093	978,213	125,880
Support Services:				
Pupils	870,760	891,854	875,428	16,426
Instructional Staff	52,086	64,335	58,521	5,814
Administration	0	12,000	6,409	5,591
Operation and Maintenance of Plant	23,216	41,690	35,063	6,627
Total Expenditures	<u>2,645,906</u>	<u>2,743,805</u>	<u>2,525,711</u>	<u>218,094</u>
Excess of Revenues Over (Under) Expenditures	<u>(133,555)</u>	<u>(89,481)</u>	<u>329,469</u>	<u>418,950</u>
Net Change in Fund Balances	(133,555)	(89,481)	329,469	418,950
Fund Balance (Deficit) at Beginning of Year	1,497,017	1,497,017	1,497,017	
Prior Year Encumbrances Appropriated	<u>1,056</u>	<u>1,056</u>	<u>1,056</u>	
Fund Balance (Deficit) at End of Year	<u>\$ 1,364,518</u>	<u>\$ 1,408,592</u>	<u>\$ 1,827,542</u>	<u>\$ 418,950</u>

Beachwood City Schools
Statement of Fund Net Assets
 Proprietary Fund
 June 30, 2011

	Governmental Activities - Internal Service Funds
ASSETS:	
Current Assets:	
Equity in Pooled Cash and Cash Equivalents	\$ 1,205,797
<i>Total Current Assets</i>	1,205,797
<i>Total Assets</i>	1,205,797
LIABILITIES:	
Current Liabilities:	
Claims Payable	90,600
<i>Total Current Liabilities</i>	90,600
<i>Total Liabilities</i>	90,600
NET ASSETS:	
Restricted	1,115,197
<i>Total Net Assets</i>	\$ 1,115,197

See Accompanying Notes to the Basic Financial Statements

Beachwood City Schools
Statement of Revenues, Expenses and Changes in Fund Net Assets
Proprietary Fund
For the Fiscal Year Ended June 30, 2011

	Governmental Activities - Internal Service Funds
OPERATING REVENUES:	
Charges for Services	\$ 3,268,657
Other Revenues	982,455
	<u>4,251,112</u>
<i>Total Operating Revenues</i>	<i>4,251,112</i>
OPERATING EXPENSES:	
Claims	795,374
Other	2,918,444
	<u>3,713,818</u>
<i>Total Operating Expenses</i>	<i>3,713,818</i>
<i>Operating Income (Loss)</i>	<i>537,294</i>
	<u>537,294</u>
<i>Income (Loss) Before Contributions and Transfers</i>	<i>537,294</i>
<i>Net Change in Net Assets</i>	<i>537,294</i>
<i>Net Assets(Deficit) at Beginning of Year</i>	<i>577,903</i>
	<u>577,903</u>
<i>Net Assets (Deficit) at End of Year</i>	<i>\$ 1,115,197</i>
	<u>\$ 1,115,197</u>

See Accompanying Notes to Basic Financial Statements

Beachwood City Schools
Statement of Cash Flows
Proprietary Fund
For the Fiscal Year Ended June 30, 2011

	<u>Governmental Activities - Internal Service Funds</u>
Cash Flows from Operating Activities:	
Cash received from self insurance premiums	\$ 4,251,112
Payments for Claims	(804,374)
Other Payments	<u>(2,918,444)</u>
<i>Net Cash Provided by (Used for) Operating Activities</i>	<u>528,294</u>
<i>Cash and Cash Equivalents, Beginning of Year</i>	<u>677,503</u>
<i>Cash and Cash Equivalents, End of Year</i>	<u><u>\$ 1,205,797</u></u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities	
Operating Income	\$ 537,294
Increase (Decrease) in Liabilities	(9,000)
	<u>528,294</u>
<i>Net Cash Provided by Operating Activities</i>	<u><u>\$ 528,294</u></u>
See Accompanying Notes to the Basic Financial Statements	

Beachwood City Schools
Statement of Fiduciary Net Assets
Fiduciary Fund
June 30, 2011

	<u>Agency Fund</u>
ASSETS:	
Current Assets:	
Equity in Pooled Cash and Cash Equivalents	\$ 94,812
<i>Total Current Assets</i>	<u>94,812</u>
<i>Total Assets</i>	<u><u>\$ 94,812</u></u>
LIABILITIES:	
Current Liabilities:	
Undistributed Monies	\$ 37,852
Due to Students	<u>56,960</u>
<i>Total Current Liabilities</i>	<u>94,812</u>
<i>Total Liabilities</i>	<u><u>\$ 94,812</u></u>

See Accompanying Notes to the Basic Financial Statements

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Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

Note 1 - Description of the School District and Reporting Entity

The Beachwood City School District (the “School 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 School District is a city school district as defined by Section 3311.02 of the Ohio Revised Code. The School District operates under an elected Board of Education (five members) and is responsible for the provision of public education to residents of the School District.

The Board controls the School District’s five instructional facilities and one support facility staffed by 160 certificated teaching personnel, 117 non-certificated support personnel and 10 administrators.

The School District is located east of Cleveland, Ohio, in a prosperous suburb consisting of residences and significant office and retail commercial development. The enrollment for the School District during the 2011 fiscal year was 1,649. The School District operates an early childhood center, two elementary schools, a middle school, and a high school.

Reporting Entity

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

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

The School District participates in two jointly governed organizations and one public entity risk pool. These organizations are presented respectively in Note 18 and Note 12B to the basic financial statements. These organizations are:

Jointly Governed Organizations:

Ohio Schools’ Council Association
Lake Geauga Computer Association

Public Entity Risk Pool:

Sheakley Uniservice, Inc. Workers’ Compensation Group Rating Program

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

Note 2 - Summary of Significant Accounting Policies

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

A. Basis of Presentation

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

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

The statement of net assets presents the financial condition of the governmental activities of the School District at year-end. The government-wide statement of activities presents a comparison between direct expenses and program revenues for each function program of the School District's governmental activities. Direct expenses are those that are specifically associated with a service, program, or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program 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 School District, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the School District.

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

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

B. Fund Accounting

The School District uses funds to maintain its financial records during the fiscal year. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions related to certain School 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 School 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 purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the School District's major governmental funds:

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

Bond Retirement Fund - The Bond Retirement Fund is used to account for the accumulation of resources received from property taxes for the payment of general long-term debt, principal, interest and related costs.

Permanent Improvement Fund – The Permanent Improvement Fund accounts for resources received from property taxes to be used for the acquisition, construction, or improvement of capital facilities other than those financed by proprietary and trust funds.

Building Fund – the Building Fund accounts for resources received from bond issues passed by the electorate in the form of property taxes to be used for the construction or improvement of capital facilities.

Consortium Fund – The Consortium Fund accounts for services to other Districts for vocational training programs and for the multi-handicapped and educating deaf and hearing-impaired children on a cost-reimbursement basis. Some of the program costs have been reported with the general fund on a modified accrual basis because more than 50% of the students served are Beachwood residents.

The other governmental funds of the School District account for food service, preschool, grants, other resources and capital projects of the School District whose uses are restricted to a particular purpose.

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

Proprietary Fund - Proprietary funds focus on the determination of the changes in net assets, financial position, and cash flows. Proprietary funds are classified as enterprise or internal service; the School District has no enterprise funds.

Internal Service Fund - The internal service fund is a self-insurance program, which provides vision, dental and prescription drug benefits to employees.

Fiduciary Funds - Fiduciary fund reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds, and agency funds. Trust funds are used to account for assets held by the School District under a trust agreement for individuals, private organizations, or other governments and are therefore not available to support the School District's own programs. The School District has no trust funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The School District's agency funds account for student activities and money due to the State retirement systems.

C. Measurement Focus

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus.

Government-wide Financial Statements The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the School District are included on the Statement of Net Assets.

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

Like the government-wide statements, all proprietary fund types are accounted for on a flow of economic resources 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 School District finances and meets the cash flow needs of its proprietary activity.

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

D. Basis of Accounting

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

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

Non-exchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. See Note 7. 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 School District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On a modified accrual basis, revenue from 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, grants, investment earnings, tuition, student fees and rentals.

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

Property taxes for which there is an enforceable legal claim as of June 30, 2011, but which were levied to finance fiscal year 2012 operations, have been recorded as unearned revenue.

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

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

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

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

E. Budgetary Data

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

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

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

Encumbrances

As part of formal budgetary control, purchase orders, contracts, and other commitments for the expenditure of monies are recorded as the equivalent of expenditures on the non-GAAP budgetary basis in order to reserve that portion of the applicable appropriation and to determine and maintain legal compliance. On the fund financial statements, encumbrances outstanding at fiscal year end are reported as a reservation of fund balance for subsequent-year expenditures for governmental funds. A reserve for encumbrances is not reported on government-wide financial statements.

Lapsing of Appropriations

At the close of each fiscal year, the unencumbered balance of each appropriation reverts to the respective fund from which it was appropriated and becomes subject to future appropriation. Encumbered appropriations are carried forward to the succeeding fiscal year and are re-appropriated.

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

F. Cash and Investments

To improve cash management, cash received by the School District is pooled. Monies for all funds are maintained in this pool. Individual fund integrity is maintained through The School District records. Each fund's interest in the pool is presented as "Equity in Pooled Cash and Cash Equivalents" on the financial statements.

During fiscal year 2011, investments were limited to demand deposits, certificates of deposit, money market, federal agency discount notes, US treasuries, commercial paper and STAR Ohio.

Except for nonparticipating investment contracts, investments are reported at fair value, which is based on quoted market prices. For investments in open-end mutual funds, fair value is determined by the fund's share price. Nonparticipating investment contracts such as nonnegotiable certificates of deposit and repurchase agreements are reported at cost.

The School District has invested funds in the State Treasury Asset Reserve of Ohio (STAR Ohio) during fiscal year 2011. STAR Ohio is an investment pool managed by the State Treasurer's Office, which allows governments within the State to pool their funds for investment purposes. STAR Ohio is not registered with the SEC as an investment company but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAR Ohio are valued at STAR Ohio's share price, which is the price the investment could be sold for on June 30, 2011.

Interest on pooled cash and investments is only allocated to governmental, enterprise and fiduciary fund types as required by state statute. Following Ohio statutes, the Board of Education has specified the funds to receive an allocation of interest earnings. Interest revenue credited to the General Fund during fiscal year 2011 amounted to \$154,110 which includes \$40,828 assigned from other School District funds.

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 School 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.

G. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2011, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of purchase and an expenditure/expense is reported in the year which services are consumed.

H. Materials and Supplies Inventory

On government-wide financial statements, inventories are presented at the lower of cost or market on a first-in, first-out basis and are expensed when used.

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

On fund financial statements, inventories of governmental funds are stated at cost while inventories of enterprise funds are stated at the lower of cost or market. For all funds, cost is determined on a first-in, first-out basis and is determined by physical count. Inventory in governmental funds consists of expendable supplies held for consumption. The cost of inventory items is recorded as an expenditure in the governmental fund types when used (consumption method). Inventories in the General Fund and other non-major governmental funds consist of donated food, purchased food, and school supplies held for resale and are expensed when used.

I. Restricted Assets

Assets are reported as restricted assets 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, or laws of other government or imposed by enabling legislation. By Statute, money must be set aside to create a reserve for budget stabilization. Restricted assets in the General Fund include the amount required by State statute to be set aside for budget stabilization. See Note 17 for additional information regarding set-asides.

J. 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 on the fund financial statements.

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

All reported capital assets, other than land and construction in progress, are depreciated. Depreciation is computed using the straight-line method over the following useful lives:

Description	Estimated Lives
Land Improvements	30 years
Buildings/Bldg Improvements	20-50 years
Vehicles	10 years
Equipment	5 – 10 years

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

K. Inter-fund Balances

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

L. Compensated Absences

The School District reports compensated absences in accordance with the provision of GASB Statement No. 16, "Accounting for Compensated Absences." Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the School District will compensate the employees for the benefits through paid time off or some other means. The School District records a liability for accumulated unused vacation time when earned for all employees.

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

The long-term compensated absence liability is reported on the government-wide financial statements. The short-term compensated absence liability amounts are recorded in the account "accrued wages and benefits" in the fund from which the employees who have accumulated leave are paid.

M. Accrued Liabilities and Long-Term Obligations

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

In general, governmental fund payables and accrued liabilities that once incurred are paid in a timely manner and in full from current financial resources, are reported as obligations of the funds. However, claims and judgments, compensated absences, special termination benefits and contractually required pension contributions that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are due for payment during the current year. Bonds and other long-term obligations are recognized as a liability on the governmental fund financial statements when due.

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

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

legislation adopted by the School District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

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

O. Fund Balance

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

Nonspendable The nonspendable fund balance category includes amounts that cannot be spent because they are not in spendable form, or legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash. It also includes the long-term amount of loans receivable, as well as property acquired for resale, unless the use of the proceeds from the collection of those receivables or from the sale of those properties is restricted, committed, or assigned.

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

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

Assigned Amounts in the assigned fund balance classification are intended to be used by the School District for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the general fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the general fund, assigned amounts represent intended uses established by the School District Board of Education.

Unassigned Unassigned fund balance is the residual classification for the general fund and includes all spendable amounts not contained in the other classifications. In other governmental funds, the unassigned classification is used only to report a deficit balance resulting from overspending for specific purposes for which amounts had been restricted, committed, or assigned.

The School District applies restricted resources first when expenditures are incurred for purposes for which either restricted or unrestricted (committed, assigned, and unassigned) amounts are available. Similarly, within unrestricted fund balance,

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

committed amounts are reduced first followed by assigned, and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used.

P. Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the School District, these revenues are for a self-insurance program for vision claims. Operating expenses are necessary costs, incurred to provide the good or service that is the primary activity of the fund. Revenues and expenditures not meeting this definition are reported as non-operating.

Q. Inter-fund Transactions

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 inter-fund transfers. Inter-fund transfers are reported as other financing sources/uses in governmental funds and after non-operating revenues/expenses in the proprietary fund. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

R. 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 School District and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during fiscal year 2011.

S. 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 on the financial statements and accompanying notes. Actual results may differ from those estimates.

Note 3 – Changes in Accounting Principle

For the fiscal year 2011, the School District has implemented Governmental Accounting Standards Board (GASB) Statement No. 54 which enhances the usefulness of fund balance information by providing clearer fund balance classifications that can be more consistently applied and by clarifying the existing governmental fund type definitions. This statement establishes fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of resources reported in governmental funds. The implementation of this statement did not result in a restatement of the School District's financial statements.

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

Note 4 - Budgetary Basis of Accounting

While the School 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 Balance - Budget (Non-GAAP Basis) and Actual presented for the General Fund and Consortium Funds are presented on the budgetary basis to provide a meaningful comparison of actual results with the budget. The major differences between the budget basis and fund financial statements are the following:

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

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

<u>Net Change in Fund Balance</u>		
	<u>General</u>	<u>Consortium</u>
GAAP Basis	\$719,017	\$0
Net adjustments for revenue accruals	(1,395,828)	(3,742)
Net adjustments expenditure accruals	(186,004)	333,211
Encumbrances outstanding at year end (Budget Basis)	<u>(442,336)</u>	<u>0</u>
Budget Basis	<u>\$ (1,305,151)</u>	<u>\$329,469</u>

Note 5 – Fund Balances

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

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

Fund Balances	General	Bond Retirement	Permanent Improvement Fund	Building Fund	Consortium Fund	Non Major Governmental Funds	Total
<i>Nonspendable</i>							
Inventory	\$ 78,834	\$ -	\$ -	\$ -	\$ -	\$ 4,891	\$ 83,725
<i>Restricted for</i>							
Budget Stabilization	134,873	0	0	0	0	0	134,873
Food Service Operations	0	0	0	0	0	(12,281)	(12,281)
Unclaimed Funds	7,842	0	0	0	0	0	7,842
Expendable Trust Funds	0	0	0	0	0	19,737	19,737
Uniform Supplies	0	0	0	0	0	1,493	1,493
Recreation	0	0	0	0	0	6,407	6,407
Consortium Funds	0	0	0	0	233,125	0	233,125
Local Grants	0	0	0	0	0	48,259	48,259
Preschool	0	0	0	0	0	132,940	132,940
District Managed Student Act.	0	0	0	0	0	54,554	54,554
State Grants	0	0	0	0	0	15,050	15,050
Federal Grants	0	0	0	0	0	7,622	7,622
Bond Retirement	0	2,218,606	0	0	0	0	2,218,606
Permanent Improvements	0	0	341,097	0	0	0	341,097
Building Funds	0	0	0	27,096,257	0	0	27,096,257
<i>Total Restricted</i>	<u>142,715</u>	<u>2,218,606</u>	<u>341,097</u>	<u>27,096,257</u>	<u>233,125</u>	<u>273,781</u>	<u>30,305,581</u>
<i>Committed</i>							
Encumbrances	466,442	0	268,916	5,710,244	8,488	110,107	6,564,197
<i>Assigned to</i>							
Other Purposes	1,170,307	0	0	0	0	0	1,170,307
<i>Unassigned</i>	<u>16,816,278</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>16,816,278</u>
<i>Total Fund Balances</i>	<u>\$ 18,674,576</u>	<u>\$ 2,218,606</u>	<u>\$ 610,013</u>	<u>\$ 32,806,501</u>	<u>\$ 241,613</u>	<u>\$ 388,779</u>	<u>\$ 54,940,088</u>

Note 6 - Deposits and Investments

State statutes classify monies held by the School 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 School District Treasury, in commercial accounts payable or withdrawable on demand, including negotiable order of withdrawal (NOW) accounts, or in money market deposit accounts.

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

1. United States Treasury bills, bonds, notes, or any other obligation or security issued by the United States Treasury, or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other obligation or security issued by any federal government agency or instrumentality including, but not limited to, the Federal National Mortgage Association, Federal Home Loan Bank, Federal Farm Credit Bank, Federal Home Loan Mortgage Corporation, Government National Mortgage Association, and Student Loan Marketing Association. All federal agency securities shall be direct issuances of federal government agencies or instrumentalities;
3. Written repurchase agreements in the securities listed above provided that the market value of the securities subject to the repurchase agreement must exceed the principal value of the agreement by at least 2 percent and be marked to market daily, and 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) and repurchase agreements secured by such obligations, provided that investments in securities described in this division are made only through eligible institutions;
6. The State Treasurer's investment pool (STAR Ohio);
7. Certain Banker's acceptances and commercial paper notes for the period not to exceed one hundred and eighty days from the date of purchase in an amount not to exceed twenty-five percent of the interim moneys available for investment at any one time; and,

Beachwood City School District
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8. Under limited circumstances, 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 School District, and must be purchased with the expectation that it will be held to maturity. Investments may only be made through specified dealers and institutions. Payment for investments may be made only upon delivery of the securities representing the investments to the Treasurer or qualified trustee or, if the securities are not represented by a certificate, upon receipt of confirmation of transfer from the custodian.

Cash on Hand

At fiscal year end, the School District had \$5,700 un-deposited cash on hand which is included on the balance sheet of the School District as part of “Equity in Pooled Cash and Cash Equivalents”.

Deposits

At fiscal year end, the carrying amount of the School District’s deposits was \$16,992,553. Based on the criteria described in GASB 40, “Deposits and Investment Risk Disclosures”, as of June 30, 2011, \$13,934,560 of the District’s bank balance of \$18,221,664 was exposed to custodial risk as discussed below, while \$4,287,104 was covered by Federal Deposit Insurance Corporation. Although all State statutory requirements for the deposit of money had been followed, non-compliance with federal requirements could potentially subject the School District to a successful claim by the FDIC.

Custodial credit risk is the risk that, in the event of bank failure, the School District’s deposits may not be returned. All deposits are collateralized with eligible securities in amounts equal to at least 105% of the carrying value of the deposits. Such collateral, as permitted by the Ohio Revised Code, is held in single financial collateral pools at Federal Reserve Banks, or at member banks of the Federal Reserve System, in the name of the respective depository bank and pledged as a pool of collateral against all of the public deposits it holds or as specific collateral held at the Federal Reserve Bank in the name of the School District.

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Notes to the Basic Financial Statements
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Investments

As of June 30, 2011, the School District had the following investments. All investments are in an internal investment pool.

	<u>Fair Value</u>	<u>Maturity</u>
Federal Home Loan Bank	\$1,005,760	06/29/2012
Federal Home Loan Bank	1,016,370	08/22/2012
Federal Home Loan Bank	999,310	10/29/2012
Federal Farm Credit	1,000,950	06/06/2013
Citigroup Commercial Paper	998,931	12/02/2011
Citigroup Commercial Paper	999,451	10/03/2011
Citigroup Commercial Paper	999,233	10/24/2011
Federal Home Loan Bank	1,019,300	09/14/2012
Citigroup Commercial Paper	499,814	09/06/2011
Federal Home Loan Bank	999,310	06/13/2011
Federal Home Loan Bank	855,185	03/09/2012
Federal Home Loan Bank	1,000,320	07/19/2011
Federal Home Loan Bank	1,002,140	10/11/2011
Federal Farm Credit	1,000,950	06/06/2013
Federal Farm Credit	1,003,190	08/22/2012
Federal Home Loan Bank	1,002,540	12/21/1111
Federal Home Loan Bank	999,940	09/30/2011
Federal Home Loan Bank	509,770	03/20/2013
Federal Home Loan Bank	1,007,820	05/18/2012
Citigroup Commercial Paper	1,497,950	12/12/2011
Federal Home Loan Bank	1,509,600	08/22/2012
Federal Home Loan Bank	1,525,530	11/21/2012
Federal Home Loan Bank	505,200	12/28/2012
Federal Home Loan Bank	500,780	09/28/2012
Federal Home Loan Bank	1,010,100	06/08/2012
Federal Home Loan Bank	1,500,615	10/12/2012
Federal Home Loan Bank	1,019,300	09/14/2012
Federal Home Loan Bank	1,524,345	01/16/2013
Federal Home Loan Bank	1,010,400	12/28/2012
Federal Farm Credit	1,120,603	02/11/2013
Federal Farm Credit	502,310	08/12/2013
Federal Home Loan Bank	503,325	05/29/2013
Federal Home Loan Bank	501,700	07/29/2013
Federal Farm Credit	999,550	01/25/2013
Federal Home Loan Bank	498,720	05/29/2013
Citigroup Commercial Paper	499,316	12/12/2011
STAR Ohio	3,928,468	33 days
Total	<u>\$38,078,096</u>	

Interest Rate Risk

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

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Credit Risk

The Federal Home Loan Bank Notes carry a rating of AA+ by Standard & Poor's, Federal Farm Credits carry a rating of AA+ by Standard & Poor's and STAR Ohio carries a rating of AAAm by Standard & Poor's. Ohio law requires that STAR Ohio maintain the highest rating provided by at least one nationally recognized standard rating service. The School District has no investment policy that would further limit its investment choices.

Custodial Credit Risk

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

Concentration of Credit Risk

The School District places no limit on the amount it may invest in any one issuer. The School District's investments in the Federal Home Loan Bank Notes represents 57.8%, Federal Farm Credits 17.5%, Commercial Paper 14.4% with STAR Ohio representing 10.3% of the School District's total investments.

Note 7 - Property Taxes

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

Property taxes include amounts levied against all real, public utility, and tangible personal (used in business) property located in the School District. Real property tax revenue received in calendar year 2011 represents collections of calendar year 2010 taxes. Real property taxes received in calendar year 2010 were levied after April 1, 2010, on the assessed value listed as of January 1, 2010, the lien date. Assessed values for real property taxes are established by State law at thirty-five 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 earlier or later payment dates to be established.

Public utility property tax revenue received in calendar 2011 represents collections of calendar year 2010 taxes. Public utility real and tangible personal property taxes received in calendar year 2011 become a lien December 31, 2009, were levied after April 1, 2010 and are collected in 2010 with real property taxes. Public utility real property is assessed at thirty-five percent of true value; public utility tangible personal property currently is assessed at varying percentages of true value.

Beachwood City School District
Notes to the Basic Financial Statements
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Tangible personal property tax revenue received during calendar 2011 (other than public utility property) represents the collection of 2010 taxes. Tangible personal property taxes received in calendar year 2011 were levied after October 1, 2010, on the value as of December 31, 2010. Payments by multi-county taxpayers are due September 20. Single county taxpayers may pay annually or semi-annually. If paid annually, payment is due April 30; if paid semi-annually, the first payment is due April 30, with the remainder payable by September 20. Tangible personal property taxes paid by April 30 are usually received by the School District prior to June 30.

House Bill No. 66 was signed into law on June 30, 2005. House Bill No. 66 phases out the tax on tangible personal property of general businesses, telephone and telecommunications companies, and railroads. The tax on general business and railroad property was eliminated in calendar year 2009, and the tax on telephone and telecommunications property will be eliminated by calendar year 2011. The tax is phased out by reducing the assessment rate on the property each year. The bill replaces the revenue lost by the School District by holding the School District harmless in calendar years 2006-2010. In calendar years 2011-2017, the reimbursement was to be phased out. House Bill No. 1 was signed into law in July 2009, which temporarily delayed the original phase out schedule of the tangible personal property tax until fiscal year 2014. House Bill 153 which was signed into law in June, 2010 phased out the tangible personal property tax for fiscal years 2012 and 2013 and then will remain flat with no additional phase out at the 2013 level of reimbursement. The District anticipates revenue reductions of \$665,000 each year (2012 and 2013).

The Cuyahoga County Treasurer collects property taxes on behalf of the School District. The County Auditor periodically advances to the School District its portion of the taxes collected. These tax "advances" are based on three-year historical cash flow collection rates and occur eight times annually. Second-half real property tax payments collected by the County by June 30, 2011, are available to finance fiscal year 2011 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable represents delinquent taxes outstanding and real property, public utility property, and tangible personal property taxes, which became measurable as of June 30, 2011 and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the delayed settlement of personal property tax and the amount available as an advance at June 30 were levied to finance current fiscal year operations, which is recognized as revenue. The receivable is therefore offset by a credit to unearned revenue for that portion not levied to finance current year operations. The amount available as an advance at June 30, 2011 was \$4,370,464 for the General Fund, \$666,510 in the Bond Retirement Fund, and \$146,438 in the Permanent Improvement Fund.

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

The assessed values upon which the fiscal year 2011 taxes were collected are:

	2010 Second- Half Collections		2011 First- Half Collections	
	Amount	Percent	Amount	Percent
Agricultural/Residential	\$339,471,850	46.96%	\$340,593,420	47.32%
Industrial/Commercial	373,704,370	51.70	369,177,050	51.30
Public Utility	9,694,520	1.34	9,915,590	1.38
Total Assessed Value	<u>\$722,870,740</u>	<u>100.00%</u>	<u>\$719,686,060</u>	<u>100.00%</u>
Tax rate per \$1,000 of Assessed valuation	\$83.90		\$86.40	

Note 8 - Receivables

Receivables at June 30, 2011, consisted of taxes, accounts (rent and student fees), intergovernmental, accrued interest, and loans. All receivables are considered collectible in full because of the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current year guarantee of federal funds.

Note 9- Capital Assets

Capital asset activity for the fiscal year ended June 30, 2011 was as follows:

	Balance at 6/30/10	Additions	Reductions	Balance at 6/30/11
Governmental Activities				
Capital Assets, not being depreciated:				
Land	\$831,499	\$0	\$0	\$831,499
Construction in Progress	148,975	2,848,097	0	2,997,072
Total Assets not being depreciated	<u>980,474</u>	<u>2,848,097</u>	<u>0</u>	<u>3,828,571</u>
Capital Assets, being depreciated:				
Land Improvements	3,354,388	0	0	3,354,388
Buildings and Building Improvements	39,156,520	345,928	0	39,502,448
Vehicles	1,895,582	0	97,383	1,798,199
Equipment	4,835,543	635,575	286,635	5,184,483
Totals at Historical Cost	<u>49,242,033</u>	<u>981,503</u>	<u>384,018</u>	<u>49,839,518</u>
Less Accumulated Depreciation:				
Land Improvements	1,231,085	111,861	0	1,342,946
Buildings and Building Improvements	15,174,969	852,502	0	16,027,471
Vehicles	1,283,283	109,243	97,383	1,295,143
Equipment	4,002,456	468,333	274,015	4,196,774
Total Accumulated Depreciation	<u>21,691,793</u>	<u>1,541,939</u>	<u>371,398</u>	<u>22,862,334</u>
Total Capital Assets, being Depreciated, Net	<u>27,550,240</u>	<u>(560,436)</u>	<u>(12,620)</u>	<u>26,977,184</u>
Governmental Activities Capital Assets, Net	<u>\$28,530,714</u>	<u>\$2,287,661</u>	<u>\$(12,620)</u>	<u>\$30,805,755</u>

Beachwood City School District
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Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	\$836,688
Special	48,350
Adult	46,720
Vocational	1,030
Support Services:	
Pupil	10,988
Instructional Staff	43,796
Board of Education	20,520
Administration	34,059
Fiscal	4,121
Business	5,162
Operation and Maintenance of Plant	188,652
Pupil Transportation	105,206
Central	70,031
Extra-curricular activities	48,515
Food service operations	49,426
Community	28,675
Total Depreciation Expense	\$1,541,939

Note 11 – Inter-fund Transactions

As of June 30, 2011, on the fund financial statements, the Consortium fund owed the General Fund \$1,369,755. The School District's consortium funds provide services to local surrounding school districts. Costs are billed on a per pupil basis. The School District incurs administrative and operational costs that are billed to the consortium districts but are costs that are incurred by the general fund. Over time, the consortium funds owe the general fund these dollars.

During the year ended June 30, 2011, the General Fund transferred \$243,024 to Other Non-major Governmental Funds. The transfers were made to move unrestricted balances to support programs and projects accounted for in other funds.

Note 12 - Risk Management

A. Property and Liability

The School District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. During fiscal year 2011, the School District contracted with Indiana Insurance for property, general liability insurance and boiler and machinery coverage in the amounts of \$81,020,182, \$2,000,000, and \$50,000,000 respectively. The deductible varies from \$1,000 to \$5,000.

Umbrella Liability insurance and Excess Umbrella Liability insurance are covered by Indiana Insurance with a \$10,000,000 single occurrence limit on both policies and no deductibles unless a claim doesn't fall under an underlying policy which would create the need for a \$10,000 self insured retainer. Vehicles are also covered by Indiana Insurance and have a \$500 deductible for collision. Automobile liability has a \$1,000,000 combined single limit, \$5,000 medical payments, and \$1,000,000 uninsured motorists. Settled

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claims have not exceeded this commercial coverage.

The School District contracted with Cincinnati Insurance Company for public employee dishonesty coverage, with a \$50,000 limit and a \$500 deductible.

B. Workers' Compensation

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

The intent of the GRP is to achieve the benefit of a reduced premium for the School District by virtue of its grouping and representation with other participants in the GRP.

The workers' compensation experience of the participating school districts is calculated as one experience and a common premium rate is applied to all school districts in the GRP. Each participant pays its workers' compensation premium to the State based on the rate for the GRP rather than its individual rate. Total savings are then calculated and each participant's individual performance is compared to the overall savings percentage of the GRP. A participant will then either receive money from or be required to contribute to the "Equity Pooling Fund". The "equity pooling" arrangement insures that each participant shares equally in the overall performance of the GRP. Participation in the GRP is limited to school districts that can meet the GRP's selection criteria.

C. Self-Insurance Program

The self-insurance program for dental and prescription drug claims of the School District employees and their covered dependents has been administered by Medical Mutual since September 1, 2006. Self insured vision claims are administered by Vision Service Plan (VSP). Under the program, the School District is obligated for claim payments. During fiscal year 2011, total claims expense of \$804,374 was recognized, which represents actual claims processed and paid as of June 30, 2011. Individual funds are charged for these medical expenses based on an estimate of total cost for the School District as prepared by the plan administrator, and are recorded as revenues of the Internal Service Fund.

Beachwood City School District
Notes to the Basic Financial Statements
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Changes for the aggregate liability for claims for the current and past fiscal years are as follows:

	<u>Beginning Balance</u>	<u>Claims Incurred</u>	<u>Claims Paid</u>	<u>Ending Balance</u>
2007	\$0	\$758,354	\$675,154	\$83,200
2008	83,200	881,812	874,212	90,800
2009	90,800	811,809	902,609	0
2010	0	992,992	893,392	99,600
2011	99,600	795,374	804,374	90,600

Note 13 - Defined Benefit Pension Plans

A. School Employees Retirement System

Plan Description - The School District contributes to the School Employees Retirement System (SERS), a cost-sharing multiple employer pension plan. SERS provides retirement, disability, survivor benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by 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, 100 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 under Employee/Audit Resources.

Funding Policy - Plan members are required to contribute 10 percent of their annual covered salary and the School District is required to contribute 14 percent of annual covered payroll. The contribution requirements of plan members and employers are established and may be amended, up to statutory maximum amounts, by the SERS' Retirement Board. The Retirement Board acting with the advice of the actuary, allocates the employer contribution rate among four of the funds (Pension Trust Fund, Death Benefit Fund, Medicare B Fund, and Health Care Fund) of the System. For the fiscal year ending June 30, 2011, the allocation to pension and death benefits is 11.81 percent. The remaining 2.19 percent of the 14 percent employer contribution rate is allocated to the Health Care and Medicare B Funds. The School District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2011, 2010, and 2009 were \$811,377, \$1,086,531, and \$535,319 respectively; 100 percent has been contributed for fiscal years 2011, 2010 and 2009.

The significant increase in pension obligations in 2010 was due to a change in SERS requirements to fund pension obligations. School districts were provided an alternative to fund 6 months of arrearage owed to SERS in one fiscal year, or at 1/6th per year commencing in fiscal year 2010. The School District chose to fund the entire obligation of \$431,004 in fiscal year 2010.

Beachwood City School District
Notes to the Basic Financial Statements
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B. State Teachers Retirement System

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

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

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

Funding Policy - For the fiscal year ended June 30, 2011, plan members were required to contribute 10 percent of their annual covered salaries. The School District was required to contribute 14 percent; 13 percent was the portion used to fund pension obligations. For fiscal year 2010, the portion used to fund pension obligations was also 13 percent. Contribution rates are established by the State Teachers Retirement Board, upon recommendations of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. Chapter 3307 of the Ohio Revised Code provides statutory authority for member and employer contributions.

The School District's required contributions for pension obligations to STRS Ohio for the fiscal years ended June 30, 2011, 2010, and 2009, were \$1,883,505, \$1,834,757, and \$1,855,764, respectively; 99.7 percent has been contributed for fiscal year 2011 and 100 percent for fiscal years 2010 and 2009. Contributions to the DC and Combined Plans for fiscal year 2010 were \$41,588 made by the School District and \$29,706 made by the plan members (latest information available).

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Notes to the Basic Financial Statements
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C. Social Security System

Effective July 1, 1991, all employees not otherwise covered by the School Employees Retirement System or the State Teachers Retirement System have an option to choose Social Security or the School Employees Retirement System/State Teachers Retirement System. As of June 30, 2011, all five members of the Board of Education have selected Social Security. The Board's liability is 6.2 percent of wages paid.

Note 14 – Other Post-employment Benefits (OPEB)

A. School Employee Retirement System

Plan Description – The School District participates in two cost-sharing multiple employer defined benefit OPEB plans administered by the School Employees Retirement System for non-certificated retirees and their beneficiaries, a Health Care Plan and a Medicare Part B Plan. The Health Care Plan includes hospitalization and physicians' fees through several types of plans including HMO's, PPO's and traditional indemnity plans as well as a prescription drug program. The Medicare Part B Plan reimburses Medicare Part B premiums paid by eligible retirees and beneficiaries up to a statutory limit. Benefit provisions and the obligations to contribute are established by the System based on authority granted by State statute. The financial reports of both Plans are included in the SERS Comprehensive Annual Financial Report which is available by contacting SERS at 300 East Broad St., Suite 100, Columbus, Ohio 43215-3746.

Funding Policy – State statute permits SERS to fund the health care benefits through employer contributions. Each year, after the allocation for statutorily required benefits, the Retirement Board allocates the remainder of the employer contribution of 14 percent of covered payroll to the Health Care Fund. The Health Care Fund was established and is administered in accordance with Internal Revenue Code Section 401h. For fiscal year 2011, 1.43 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 2010, this amount was \$91,145 (latest information available).

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

The School District's contributions for health care for the fiscal years ended June 30, 2011, 2010, and 2009 were \$98,244, \$42,643, and \$289,155, respectively; 100 percent has been contributed for fiscal years 2011, 2010 and 2009.

The Retirement Board, acting with advice of the actuary, allocates a portion of the employer contribution to the Medicare B Fund. For 2011, this actuarially required allocation was 0.76 percent of covered payroll. The School District's contributions for Medicare Part B for the fiscal years ended June 30, 2011, 2010, and 2009 were \$52,216, \$64,817, and \$44,168, respectively; 100 percent has been contributed for fiscal years 2011, 2010 and 2009.

Beachwood City School District
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B. State Teachers Retirement System

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

Funding Policy – Ohio law authorizes STRS Ohio to offer the Plan and gives the Retirement Board authority over how much, if any, of the health care costs will be absorbed by STRS Ohio. Active employee members do not contribute to the Plan. All benefit recipients pay a monthly premium. Under Ohio law, funding for post-employment health care may be deducted from employer contributions. For fiscal year 2011, STRS Ohio allocated employer contributions equal to 1 percent of covered payroll to the Health Care Stabilization Fund. The School District's contributions for health care for the fiscal years ended June 30, 2011, 2010, and 2009 were \$144,885, \$141,135, and \$142,751, respectively; 99 percent has been contributed for fiscal year 2011 and 100 percent for fiscal years 2010 and 2009.

Note 15 - Employee Benefits

A. Compensated Absences

The criteria for determining vacation and sick leave benefits are derived from negotiated agreements and State laws. Classified employees earn up to twenty days of vacation per year, depending upon length of service. Vacation days are credited to classified employees as earned, and must be used within the next 24 months. Accumulated unused vacation time is paid to classified employees upon termination of employment up to a maximum of forty days. Teachers do not earn vacation time.

Teachers, administrators, and classified employees earn sick leave at a rate of one and one-fourth days per month. A percentage of unused sick time is paid at retirement at rates ranging from 30% to 36% depending on an employee's classification. Certain employees with sick time balances exceeding 275 days shall receive 1/12 of the total accumulated days over 275 according to the negotiated agreement. The number of unused sick days which can accumulate is restricted for certain employees.

B. Health Care Benefits

The School District provides employee medical and surgical coverage through Medical Mutual. The School District is self-insured for vision, prescription drug and dental claims of the School District employees and their covered dependents. The School District also entered into a 90%/105% contingent premium program with Medical Mutual January 1, 2011. The program allows the School District to pay 90% of the premium cost to Medical Mutual each month. However, the School District's maximum liability is 105% of the premium which is dependent on claims utilization and will be reconciled after the contract expires in December 2011. The School District has charged 105% of the premium to various funds, while paying Medical Mutual 90% of the premium. Claims paid to Medical

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

Mutual were \$2,918,444. The School District received an 8.61% decrease in premium due to its better than expected claim history in calendar year 2010. Individual stop loss coverage is set at \$75,000.

Note 16 – Long-Term Obligations

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

	Principal Outstanding 6/30/10	Additions	Reduction	Principal Outstanding 6/30/11	Amounts Due in One Year
Governmental Activities					
Long-Term Notes Payable					
2000 Tax Anticipation Notes-4.8- 5.3%	\$760,000	\$0	\$760,000	\$0	\$0
2010 QSCB Tax Anticipation Notes 4.75%	5,650,000	0	545,000	5,105,000	555,000
Total Long-Term Notes Payable	6,410,000	0	1,305,000	5,105,000	555,000
General Obligation Bonds					
2002 School Improvement Premium	302,047	0	25,171	276,876	25,171
2002 School Improvement 2.0%-5.25%	5,405,001	0	690,000	4,715,001	715,000
2007 Advanced Refunding Premium	331,996	0	47,428	284,568	47,428
2007 Advanced Refunding 4.0% - 4.25%	6,074,997	0	65,000	6,009,997	70,000
2010 School Improvement 1.25-3.0%	0	7,590,000	0	7,590,000	890,000
2010 School Improvement Premium	0	319,567	0	319,567	45,652
2010 Build America Bonds 5.25-5.6%	0	11,150,000	0	11,150,000	0
2010 QSCB Bonds 5.125%	0	11,260,000	0	11,260,000	0
Total General Obligation Bonds	12,114,041	30,319,567	827,599	41,606,009	1,793,251
Capital Lease	41,053	267,639	130,266	178,426	89,213
Compensated Absences Payable	2,599,383	0	87,705	2,511,678	91,146
Long-Term Liabilities	2,640,436	267,639	217,971	2,690,104	180,359
Total Long-Term Liabilities	\$21,164,477	\$30,587,206	\$2,350,570	\$49,401,113	\$2,528,610

Long-Term Tax Anticipation Notes On June 29, 2000, the School District issued \$6,000,000, 4.8%-5.3% tax anticipation notes maturing on December 1, 2010. These tax anticipation notes were issued to fund various school improvements in the permanent improvement fund and will be paid from property taxes.

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

Qualified School Construction Bonds (QSCB's) On May 13, 2010, the School District issued \$5,650,000 tax anticipation notes in the form of federally taxable direct payment qualified school construction bonds at an interest rate of 4.75%. These tax anticipation notes were issued to fund energy conservation related projects at the School District's High School. The Permanent Improvement Fund property taxes will pay for the bonds. The interest paid on the bonds has been 100% subsidized by the federal government through federal stimulus funds. The federal government will remit the interest paid by the schools through a direct pay reimbursement. The debt rating assigned by Moody's is Aaa.

In May 2010, the community overwhelming passed a \$30 million 2.5 mill bond issue payable over 24 years. One portion of the financing was an issuance of \$11,260,000 in Qualified School Construction Bonds at an interest rate of 5.125%. The bonds were issued to renovate the High School. The interest paid on the bonds has been 100% subsidized by the federal government through federal stimulus funds. The federal government will remit the interest paid by the schools through a direct pay reimbursement. The debt rating assigned by Moody's is Aaa.

Build America Bonds As part of the bond financing, the District issued \$11,150,000 in Build America Bonds where the federal government will remit 35% of the interest on the bonds to the School District which was part of the federal stimulus funds. Interest rates range from 5.25% to 5.6%. The debt rating assigned by Moody's is Aaa.

General Obligation Bonds On May 1, 1991, the School District issued \$6,000,000 general obligation bonds with an interest rate of 4.8-7.05%, maturity date on December 1, 2006 for the purpose of school improvements. These bonds were advanced refunded and re-issued along with the new general obligation bonds that were issued on November 1, 2002. The School District issued \$18,814,982 general obligation bonds with an interest rate of 2.0-5.25%, maturity date December 1, 2022. A portion of the general obligation bond proceeds was used to refund \$3,065,000 of the 1991 various improvement bonds. The \$3,065,000 portion was paid in full December 1, 2006 which reduced the School District's debt levy by 1.2 mills annually. In addition, in July 2007, a portion of the School District's general obligation funds was advanced refunded and re-issued at a lower interest rate in the amount of \$6,244,997 with an interest rate of 4.00-4.25%. Present value savings from the advanced refunding is \$247,906. The premium on bonds will be amortized over ten years. As of June 30, 2011 \$235,000 of these bonds are considered defeased.

In August 2011, the School District issued \$7,590,000 in tax exempt general obligation bonds with an interest rate of 1.25%-3.0%. The District received a premium of \$319,567 which will be amortized over the life of the issue (7 years for this portion of the debt issued).

All bonds outstanding are general obligation of the School District for which the full faith and credit of the School District are pledged for repayment. General obligation bonds are to be repaid from a current 4.4 mill bonded-debt tax levy. Tax monies will be received in and the debt will be repaid from the Bond Retirement Fund.

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

Compensated absences will be paid from the funds from which the employee's salaries are paid. Compensated absences are generally liquidated by the general fund.

Capital Leases During fiscal year 2009, the School District entered into a capital lease for computers in the amount of \$124,373 at an interest rate of 4.0%. During fiscal year 2011, the School District entered into a capital lease for computers in the amount of \$267,639 at an interest rate of 5.72%. These lease agreements qualify as capital leases for accounting purposes and, therefore, have been recorded at the present value of the future minimum lease payments as of the inception date as capital assets in the governmental activities of the statement of net assets. The capital lease will be repaid from the General fund.

The following summarizes the future minimum lease obligations, the net present value of these minimum lease payments, cost and accumulated depreciation of assets acquired through capital leases as of June 30, 2011.

Fiscal Year Beginning June 30	General Fund
2012	\$90,897
2013	90,897
Total Minimum Lease Payments	181,794
Less Amount Representing Interest	(3,368)
Present Value of Lease Payments	\$178,426
Capital Assets at Gross Cost:	\$1,008,406
Less: Accumulated Depreciation	(744,900)
Net Book Value	\$263,506

The School District's overall voted debt margin was \$26,046,747 with an un-voted debt margin of \$719,686 at June 30, 2011.

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

Principal and interest requirements to retire the long-term obligations outstanding at June 30, 2011, were as follows:

Fiscal Year Ending June 30, 2011	Long-Term Notes Payable		General Obligation Bonds		Capital Lease		Total	
	Principal	Interest*	Principal	Interest*	Principal	Interest	Principal	Interest
2012	\$555,000	\$268,375	\$1,675,000	\$1,767,820	\$89,213	\$1,684	\$2,319,213	\$2,037,879
2013	555,000	268,375	1,885,000	1,725,451	89,213	1,684	2,529,213	1,995,510
2014	555,000	268,375	1,940,000	1,669,973	0	0	2,495,000	1,938,348
2015	555,000	268,375	2,000,000	1,611,641	0	0	2,555,000	1,880,016
2016	550,000	268,375	2,060,000	1,550,123	0	0	2,610,000	1,818,498
2017-2021	2,335,000	943,813	10,299,998	7,809,776	0	0	12,634,998	8,753,589
2022-2035	0	0	20,865,000	9,521,228	0	0	20,865,000	9,521,228
Total	<u>\$5,105,000</u>	<u>\$2,285,688</u>	<u>\$40,724,998</u>	<u>\$25,656,012</u>	<u>\$178,426</u>	<u>\$3,368</u>	<u>\$46,008,424</u>	<u>\$27,945,068</u>

* \$16,171,597 direct payments from federal government

Note 17 - Set-Asides

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

The following cash basis information identifies the changes in the year-end set-aside amounts for textbooks, capital improvements, and budget stabilization during fiscal year 2011. Disclosure of this information is required by state statute.

	<u>Textbooks</u>	<u>Capital Improvements</u>	<u>Budget Stabilization</u>
Set-aside Reserve Balances as of June 30, 2010	\$0	\$0	\$134,873
Set-aside Balance Carried Forward	(4,452,148)	0	0
Current Year Set-Aside Requirement	220,112	220,112	0
Qualifying Disbursements	(645,624)	(2,529,766)	0
Total	<u>(\$4,877,660)</u>	<u>(\$2,309,654)</u>	<u>\$134,873</u>
Set-aside Balance Carried Forward to future fiscal years	<u>(\$4,877,660)</u>	<u>\$0</u>	<u>\$0</u>
Set-aside Reserve Balance as of June 30, 2011	<u>\$0</u>	<u>\$0</u>	<u>\$134,873</u>

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

The School District had qualifying expenditures during the year that reduced the textbooks and/or capital improvements set aside amounts below zero; the textbook negative amount may be used to reduce the set-aside requirements in future fiscal years. The Capital Improvement negative amount may not be used to reduce the set-aside requirement of future years and is, therefore, not presented as being carried forward to future fiscal years. The total reserve balance for the set-asides at the end of the fiscal year was \$134,873.

Note 18 – Jointly Governed Organizations

Ohio Schools' Council Association - The Ohio Schools' Council Association (Council) is a jointly governed organization among one hundred twenty one school districts. The jointly governed organization was formed to purchase quality products and services at the lowest possible cost to the member districts. Each district supports the Council by paying an annual participation fee. The Council's Board consists of seven superintendents of the participating districts whose term rotates every year. The degree of control exercised by any school district is limited to its representation on the Board. In fiscal year 2011, the School District paid \$198,587 to the Council. Financial information can be obtained by contacting Dave Cotrell, the Executive Secretary/Treasurer of the Ohio Schools Council at 6133 Rockside Road, Suite 10, Independence, Ohio 44131.

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

In September 2009, The Ohio Schools Council negotiated and approved a contract for discounted electric generation with Duke Energy Retail Sales, LLC for schools in the FirstEnergy territory—Ohio Edison, Cleveland Electric Illuminating and Toledo Edison. The price was \$.051 per kWh for all district facilities and was guaranteed through May 31, 2011. There are 110 districts participating in this program including Beachwood School District.

Lake Geauga Computer Association - The Lake Geauga Computer Association ("LGCA") is a jointly governed organization that was formed for the purpose of providing computer services for accounting, grading, scheduling, EMIS and other applications to its 18 member school districts. Each of the districts supports LGCA based upon a per pupil charge. The School District contributed \$56,663 to LGCA during fiscal year 2011.

Beachwood City School District
Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2011

The executive committee (governing board) consists of the superintendents and treasurers of the member school districts. The degree of control exercised by any participating school district is limited to its representation on the governing board. LGCA's continued existence is not dependent on the School District's continued participation. LGCA is not accumulating significant financial resources or experiencing fiscal stress, which would cause additional financial benefit or burden on the School District. Financial information can be obtained from the Lake Geauga Computer Association, 8140 Auburn Road, Painesville, Ohio 44077.

Note 19 - Contingencies

A. Grants

The School District receives financial assistance from numerous federal, state, and local 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 School District at June 30, 2011.

B. Litigation

The School District has been named as a defendant in several court cases through the period ended June 30, 2011. Management does not believe that the ultimate resolution of those cases will have a material impact on the financial statements of the School District and further that the School District has adequate insurance coverage to protect itself against any material loss.

Combining Statements and Individual Fund Schedules

Combining Statements – Nonmajor Governmental Funds

Nonmajor Special Revenue Funds

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

Food Service - This fund accounts for the financial transactions to the food service operation of the School District.

Expendable Trust - This fund is used to account for assets held by a governmental unit in a trustee capacity as an agent for individuals, private organizations or other governmental units with specific trust agreements as to how the fund will be disbursed.

Uniform Supplies – This fund accounts for the purchase and sale of school supplies, materials or other school related items above the items provided for general instruction, paid for by students.

Recreation - This fund accounts for revenues and expenses in connection with a community recreation program.

Pupil Support - This fund is used for the general support of the school building, staff, and students.

Miscellaneous Local Grants - These funds are used to develop a Business/Education Partnership program to serve a consortium of eight suburban school districts, and to encourage students to become interested in the teaching profession.

Preschool - This fund accounts for the revenues and expenses of full and half-day services to children ages 2-5.

District Managed Student Activities - This fund accounts for revenues from athletic events and all costs (except supplemental coaching contracts) of the School District's athletic programs.

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 private schools (Agnon, Fuchs and Yavne) within the School District.

Management Information Systems – These funds are 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.

Entry Year Grant – These funds are provided by the State to be used to implement entry-year programs.

One Net – This fund accounts for money appropriated for Ohio Educational Computer Network Connections.

Miscellaneous State Grants - These funds are used to account for various monies received from state agencies which are not classified elsewhere.

JOBS Fund – The purpose of this fund is to provide funding for hiring educators through a one-time federal grant as part of the federal stimulus fund.

Race to the Top (RttT) Grant – The purpose of this fund is a state-wide initiative to implement a world class education system which will achieve high graduation rates and increased academic performance.

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Nonmajor Special Revenue Funds (continued)

IDEA B - 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 through secondary levels.

Title II D - This fund is to account for money used to for technology related expenditures for special education students, primarily for professional development activities.

Title III - This fund is to account for money used to educate immigrant children enrolled at Beachwood City School District.

Title I – The purpose of this fund is to provide financial assistance to State and Local educational agencies to meet the special needs of educationally deprived children.

Drug Free Education - This fund accounts for Federal revenues to implement programs to educate and encourage students to live lives free of drug dependency.

Preschool Handicapped - This fund accounts for the federal revenues which addresses the improvement and expansion of services for handicapped children ages three through five years.

Title II-A - The purpose of this fund is to hire additional classroom teachers in grades 1 through 3.

Nonmajor Proprietary Fund

Proprietary funds focus on the determination of the changes in net assets, financial position and cash flows and are classified as internal service funds.

Internal Service Fund

The Internal Service Fund is 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.

Health Care Benefits – This fund is used to account for receipt and expenditure of funds for vision, dental and prescription drug claims for employees.

Beachwood City Schools
Combining Balance Sheet
Nonmajor Governmental Fund
June 30, 2011

	Special Revenue
ASSETS:	
Equity in Pooled Cash and Cash Equivalents	\$ 459,550
Materials and Supplies Inventory	4,891
Accounts Receivable	1,734
Intergovernmental Receivable	3,498
<i>Total Assets</i>	\$ 469,673
LIABILITIES:	
Accounts Payable	\$ 30,888
Accrued Wages and Benefits	34,921
Intergovernmental Payable	4,121
Undistributed Monies	9,630
Unearned Revenue	1,334
<i>Total Liabilities</i>	80,894
FUND BALANCES:	
Nonspendable	4,891
Restricted	273,781
Committed	110,107
<i>Total Fund Balances</i>	388,779
<i>Total Liabilities and Fund Balances</i>	\$ 469,673

Beachwood City Schools
Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Fund
For the Fiscal Year Ended June 30, 2011

	Special Revenue
REVENUES:	
Intergovernmental	\$ 1,283,674
Interest	287
Tuition and Fees	445,979
Extracurricular Activities	46,483
Gifts and Donations	8,041
Customer Sales and Services	504,805
Miscellaneous	30,711
<i>Total Revenues</i>	2,319,980
EXPENDITURES:	
Current:	
Instruction:	
Regular	28,346
Special	338,310
Adult/Continuing	170,549
Support Services:	
Pupils	221,588
Instructional Staff	71,358
Administration	1,192
Fiscal	1,844
Central	25,807
Operation of Non-Instructional Services:	
Food Service Operations	606,356
Community Services	967,573
Extracurricular Activities	140,522
<i>Total Expenditures</i>	2,573,445
<i>Excess of Revenues Over (Under) Expenditures</i>	(253,465)
OTHER FINANCING SOURCES AND USES:	
Transfers In	243,024
<i>Total Other Financing Sources and Uses</i>	243,024
<i>Net Change in Fund Balances</i>	(10,441)
<i>Fund Balance (Deficit) at Beginning of Year</i>	399,220
<i>Fund Balance (Deficit) at End of Year</i>	\$ 388,779

Beachwood City Schools
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2011

	<u>Food Service</u>	<u>Expendable Trust Funds</u>	<u>Uniform Supplies</u>	<u>Recreation</u>	<u>Pupil Support</u>
ASSETS:					
Equity in Pooled Cash and Cash Equivalents	\$ 59,567	\$ 29,367	\$ 1,493	\$ 6,407	\$ 39,577
Materials and Supplies Inventory	4,891				
Accounts Receivable	1,734				
Intergovernmental Receivable					
<i>Total Assets</i>	<u>\$ 66,192</u>	<u>\$ 29,367</u>	<u>\$ 1,493</u>	<u>\$ 6,407</u>	<u>\$ 39,577</u>
LIABILITIES:					
Accounts Payable	\$ 22,248	\$ -	\$ -	\$ -	\$ -
Accrued Wages and Benefits					
Intergovernmental Payable					
Undistributed Monies		9,630			
Unearned Revenue	1,334				
<i>Total Liabilities</i>	<u>23,582</u>	<u>9,630</u>	<u>0</u>	<u>0</u>	<u>0</u>
FUND BALANCES:					
Nonspendable	4,891				
Restricted	(12,281)	19,737	1,493	6,407	39,577
Committed	50,000				
<i>Total Fund Balances</i>	<u>42,610</u>	<u>19,737</u>	<u>1,493</u>	<u>6,407</u>	<u>39,577</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$ 66,192</u>	<u>\$ 29,367</u>	<u>\$ 1,493</u>	<u>\$ 6,407</u>	<u>\$ 39,577</u>

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<u>Misc. Local Grants</u>	<u>Preschool</u>	<u>District Managed Student Activities</u>	<u>Auxiliary Services</u>	<u>Management Information Systems</u>	<u>Entry Year Grant</u>	<u>One Net</u>	<u>Miscellaneous State Grants</u>
\$ 8,882	\$ 159,967	\$ 54,554	\$ 80,546	\$ -	\$ 1,112	\$ -	\$ 26
<u>\$ 8,882</u>	<u>\$ 159,967</u>	<u>\$ 54,554</u>	<u>\$ 80,546</u>	<u>\$ -</u>	<u>\$ 1,112</u>	<u>\$ -</u>	<u>\$ 26</u>
\$ -	\$ - 23,683 2,584	\$ -	\$ 8,640 3,613 494	\$ -	\$ -	\$ -	\$ -
<u>0</u>	<u>26,267</u>	<u>0</u>	<u>12,747</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
8,682 200	132,940 760	54,554	13,912 53,887		1,112		26
<u>8,882</u>	<u>133,700</u>	<u>54,554</u>	<u>67,799</u>	<u>0</u>	<u>1,112</u>	<u>0</u>	<u>26</u>
<u>\$ 8,882</u>	<u>\$ 159,967</u>	<u>\$ 54,554</u>	<u>\$ 80,546</u>	<u>\$ -</u>	<u>\$ 1,112</u>	<u>\$ -</u>	<u>\$ 26</u>

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Beachwood City Schools
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2011

	<u>JOBS Fund</u>	<u>Race to the Top Grant (RttT)</u>	<u>IDEA B</u>	<u>Title II D</u>	<u>Title III</u>
ASSETS:					
Equity in Pooled Cash and Cash Equivalents	\$ 5,000	\$ 122	\$ 12,465	\$ -	\$ -
Materials and Supplies Inventory					
Accounts Receivable					
Intergovernmental Receivable					
<i>Total Assets</i>	<u>\$ 5,000</u>	<u>\$ 122</u>	<u>\$ 12,465</u>	<u>\$ -</u>	<u>\$ -</u>
LIABILITIES:					
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued Wages and Benefits			4,548		
Intergovernmental Payable			622		
Undistributed Monies					
Unearned Revenue					
<i>Total Liabilities</i>	<u>0</u>	<u>0</u>	<u>5,170</u>	<u>0</u>	<u>0</u>
FUND BALANCES:					
Nonspendable					
Restricted	5,000	122	2,035		
Committed			5,260		
<i>Total Fund Balances</i>	<u>5,000</u>	<u>122</u>	<u>7,295</u>	<u>0</u>	<u>0</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$ 5,000</u>	<u>\$ 122</u>	<u>\$ 12,465</u>	<u>\$ -</u>	<u>\$ -</u>

<u>Title I</u>	<u>Drug Free Education (Title IV-A)</u>	<u>Preschool Handicapped Grant</u>	<u>Title II-A</u>	<u>Total Nonmajor Special Revenue</u>
\$ -	\$ -	\$ 465	\$ -	\$ 459,550
				4,891
				1,734
<u>3,498</u>				<u>3,498</u>
<u>\$ 3,498</u>	<u>\$ -</u>	<u>\$ 465</u>	<u>\$ -</u>	<u>\$ 469,673</u>
\$ -	\$ -	\$ -	\$ -	\$ 30,888
3,077				34,921
421				4,121
				9,630
				<u>1,334</u>
<u>3,498</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>80,894</u>
				4,891
		465		273,781
				<u>110,107</u>
	<u>0</u>	<u>465</u>	<u>0</u>	<u>388,779</u>
<u>\$ 3,498</u>	<u>\$ -</u>	<u>\$ 465</u>	<u>\$ -</u>	<u>\$ 469,673</u>

Beachwood City Schools
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2011

	<u>Food Service</u>	<u>Expendable Trust Funds</u>	<u>Uniform Supplies</u>	<u>Recreation</u>	<u>Pupil Support</u>
REVENUES:					
Intergovernmental	\$ 68,349	\$ -	\$ -	\$ -	\$ -
Interest	182	4			
Tuition and Fees					
Extracurricular Activities					
Gifts and Donations		100			7,370
Customer Sales and Services	418,080	5,591		43,777	161
Miscellaneous	4,384				
<i>Total Revenues</i>	<u>490,995</u>	<u>5,695</u>	<u>0</u>	<u>43,777</u>	<u>7,531</u>
EXPENDITURES:					
Current:					
Instruction:					
Regular					22,078
Special					
Adult/Continuing				170,549	
Support Services:					
Pupils		50			
Instructional Staff					
Administration					
Fiscal		1,844			
Central					
Operation of Non-Instructional Services:					
Food Service Operations	606,356				
Community Services					
Extracurricular Activities					
<i>Total Expenditures</i>	<u>606,356</u>	<u>1,894</u>	<u>0</u>	<u>170,549</u>	<u>22,078</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(115,361)</u>	<u>3,801</u>	<u>0</u>	<u>(126,772)</u>	<u>(14,547)</u>
OTHER FINANCING SOURCES AND USES:					
Transfers In	50,000	0	0	102,774	0
<i>Total Other Financing Sources and Uses</i>	<u>50,000</u>	<u>0</u>	<u>0</u>	<u>102,774</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	(65,361)	3,801	0	(23,998)	(14,547)
<i>Fund Balance (Deficit) at Beginning of Year</i>	<u>107,971</u>	<u>15,936</u>	<u>1,493</u>	<u>30,405</u>	<u>54,124</u>
<i>Fund Balance (Deficit) at End of Year</i>	<u>\$ 42,610</u>	<u>\$ 19,737</u>	<u>\$ 1,493</u>	<u>\$ 6,407</u>	<u>\$ 39,577</u>

(continued)

<u>Misc. Local Grants</u>	<u>Preschool</u>	<u>District Managed Student Activities</u>	<u>Auxiliary Services</u>	<u>Management Information Systems</u>	<u>Entry Year Grant</u>	<u>One Net</u>	<u>Miscellaneous State Grants</u>
\$ -	\$ -	\$ -	\$ 524,672 101	\$ 5,000	\$ -	\$ 11,375	\$ -
	445,979						
325		46,483					
9,740	19,751	246	7,705				
	26,327						
<u>10,065</u>	<u>492,057</u>	<u>46,729</u>	<u>532,478</u>	<u>5,000</u>	<u>0</u>	<u>11,375</u>	<u>0</u>
4,010							
786							
				8,000		17,807	
	458,941		469,419				
		140,522					
<u>4,796</u>	<u>458,941</u>	<u>140,522</u>	<u>469,419</u>	<u>8,000</u>	<u>0</u>	<u>17,807</u>	<u>0</u>
<u>5,269</u>	<u>33,116</u>	<u>(93,793)</u>	<u>63,059</u>	<u>(3,000)</u>	<u>0</u>	<u>(6,432)</u>	<u>0</u>
<u>250</u>	<u>0</u>	<u>90,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>250</u>	<u>0</u>	<u>90,000</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
5,519	33,116	(3,793)	63,059	(3,000)	0	(6,432)	0
<u>3,363</u>	<u>100,584</u>	<u>58,347</u>	<u>4,740</u>	<u>3,000</u>	<u>1,112</u>	<u>6,432</u>	<u>26</u>
<u>\$ 8,882</u>	<u>\$ 133,700</u>	<u>\$ 54,554</u>	<u>\$ 67,799</u>	<u>\$ -</u>	<u>\$ 1,112</u>	<u>\$ -</u>	<u>\$ 26</u>

(continued)

Beachwood City Schools
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2011

	<u>JOBS Fund</u>	<u>Race to the Top Grant (RttT)</u>	<u>IDEA B</u>	<u>Title II D</u>	<u>Title III</u>
REVENUES:					
Intergovernmental	\$ 5,000	\$ 2,380	\$ 508,250	\$ 316	\$ 17,032
Interest					
Tuition and Fees					
Extracurricular Activities					
Gifts and Donations					
Customer Sales and Services					
Miscellaneous					
<i>Total Revenues</i>	<u>5,000</u>	<u>2,380</u>	<u>508,250</u>	<u>316</u>	<u>17,032</u>
EXPENDITURES:					
Current:					
Instruction:					
Regular		2,258			
Special			210,062		16,531
Adult/Continuing					
Support Services:					
Pupils			205,156		
Instructional Staff			70,568	289	501
Administration			406		
Fiscal					
Central					
Operation of Non-Instructional Services:					
Food Service Operations					
Community Services			30,368	27	
Extracurricular Activities					
<i>Total Expenditures</i>	<u>0</u>	<u>2,258</u>	<u>516,560</u>	<u>316</u>	<u>17,032</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>5,000</u>	<u>122</u>	<u>(8,310)</u>	<u>0</u>	<u>0</u>
OTHER FINANCING SOURCES AND USES:					
Transfers In	0	0	0	0	0
<i>Total Other Financing Sources and Uses</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	5,000	122	(8,310)	0	0
<i>Fund Balance (Deficit) at Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>15,605</u>	<u>0</u>	<u>0</u>
<i>Fund Balance (Deficit) at End of Year</i>	<u>\$ 5,000</u>	<u>\$ 122</u>	<u>\$ 7,295</u>	<u>\$ -</u>	<u>\$ -</u>

(continued)

<u>Title I</u>	<u>Drug Free Education (Title IV-A)</u>	<u>Preschool Handicapped Grant</u>	<u>Title II-A</u>	<u>Total Nonmajor Special Revenue</u>
\$ 93,543	\$ 728	\$ 16,219	\$ 30,810	\$ 1,283,674 287 445,979 46,483 8,041 504,805 30,711
<u>93,543</u>	<u>728</u>	<u>16,219</u>	<u>30,810</u>	<u>2,319,980</u>
83,425			28,292	28,346 338,310 170,549
	628	15,754		221,588 71,358 1,192 1,844 25,807
6,100	100		2,618	606,356 967,573 140,522
<u>89,525</u>	<u>728</u>	<u>15,754</u>	<u>30,910</u>	<u>2,573,445</u>
<u>4,018</u>	<u>0</u>	<u>465</u>	<u>(100)</u>	<u>(253,465)</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>243,024</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>243,024</u>
4,018	0	465	(100)	(10,441)
<u>(4,018)</u>	<u>0</u>	<u>0</u>	<u>100</u>	<u>399,220</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 465</u>	<u>\$ -</u>	<u>\$ 388,779</u>

FIDUCIARY FUNDS

Fiduciary Funds are used to account for assets when a governmental unit is functioning either as a trustee or an agent for another party. Because the governmental unit is functioning in a fiduciary capacity, the authority to employ, dispose of, or otherwise use the assets is determined not by a legislative body or oversight board but by the public laws and private agreements that create the agency relationship.

Agency Funds:

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

Retirement - This fund accounts for the difference between retirement paid to the state retirement systems and the actual amount due to the retirement system. This fund also accounts for any provisions of an early retirement incentive.

Beachwood City Schools
Combining Statements of Changes in Assets and Liabilities
Agency Funds
For the Fiscal Year Ended June 30, 2011

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance</u>
Retirement				
ASSETS:				
Equity in Pooled Cash and Cash Equivalents	\$ 16,774	\$ 2,265,854	\$ 2,244,776	\$ 37,852
Total Assets	<u>\$ 16,774</u>	<u>\$ 2,265,854</u>	<u>\$ 2,244,776</u>	<u>\$ 37,852</u>
LIABILITIES:				
Undistributed Monies	\$ 16,774	\$ 2,265,854	\$ 2,244,776	\$ 37,852
Total Liabilities	<u>\$ 16,774</u>	<u>\$ 2,265,854</u>	<u>\$ 2,244,776</u>	<u>\$ 37,852</u>
Student Activities				
ASSETS:				
Equity in Pooled Cash and Cash Equivalents	\$ 49,204	\$ 103,583	\$ 95,827	\$ 56,960
Total Assets	<u>\$ 49,204</u>	<u>\$ 103,583</u>	<u>\$ 95,827</u>	<u>\$ 56,960</u>
LIABILITIES:				
Due to Students	\$ 49,204	\$ 103,583	\$ 95,827	\$ 56,960
Total Liabilities	<u>\$ 49,204</u>	<u>\$ 103,583</u>	<u>\$ 95,827</u>	<u>\$ 56,960</u>
Totals				
ASSETS:				
Equity in Pooled Cash and Cash Equivalents	\$ 65,978	\$ 2,369,437	\$ 2,340,603	\$ 94,812
Total Assets	<u>\$ 65,978</u>	<u>\$ 2,369,437</u>	<u>\$ 2,340,603</u>	<u>\$ 94,812</u>
LIABILITIES:				
Undistributed Monies	\$ 16,774	\$ 2,265,854	\$ 2,244,776	\$ 37,852
Due to Students	49,204	103,583	95,827	56,960
Total Liabilities	<u>\$ 65,978</u>	<u>\$ 2,369,437</u>	<u>\$ 2,340,603</u>	<u>\$ 94,812</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:				
Property and Other Local Taxes	\$ 24,336,517	\$ 23,519,972	\$ 22,467,174	\$ (1,052,798)
Intergovernmental	7,098,235	6,823,684	6,946,562	122,878
Interest	575,000	225,000	192,198	(32,802)
Tuition and Fees	562,450	566,910	352,356	(214,554)
Rent	287,790	287,790	287,907	117
Gifts and Donations	6,650	6,650	2,550	(4,100)
Customer Sales and Services	205,460	195,660	152,286	(43,374)
Miscellaneous	237,973	254,973	253,442	(1,531)
Total Revenues	<u>33,310,075</u>	<u>31,880,639</u>	<u>30,654,475</u>	<u>(1,226,164)</u>
EXPENDITURES:				
Current:				
Instruction:				
Regular				
Salaries	8,080,470	8,095,196	8,052,478	42,718
Fringe Benefits	2,616,165	2,653,495	2,638,890	14,605
Purchased Services	188,441	196,020	154,031	41,989
Materials and Supplies	405,719	373,496	338,148	35,348
Other	72,075	69,275	57,003	12,272
Capital Outlay	44,774	48,891	39,135	9,756
Capital Outlay Replacement	1,010	1,010	546	464
Total - Regular	<u>11,408,654</u>	<u>11,437,383</u>	<u>11,280,231</u>	<u>157,152</u>
Special				
Salaries	2,824,667	2,930,552	2,903,393	27,159
Fringe Benefits	1,485,013	1,414,435	1,339,216	75,219
Purchased Services	1,166,566	1,059,570	1,043,173	16,397
Materials and Supplies	23,032	31,718	23,164	8,554
Capital Outlay	58,049	72,678	72,030	648
Total - Special	<u>5,557,327</u>	<u>5,508,953</u>	<u>5,380,976</u>	<u>127,977</u>
Vocational				
Purchased Services	482,934	483,334	425,632	57,702
Materials and Supplies	12,948	13,348	9,026	4,322
Other	5,239	5,239	3,585	1,654
Capital Outlay	70	70	70	70
Total - Vocational	<u>501,191</u>	<u>501,991</u>	<u>438,243</u>	<u>63,748</u>
Other				
Fringe Benefits	21,000	21,000	16,985	4,015
Purchased Services	200,888	152,087	105,748	46,339
Other	7,500	7,500	7,128	372
Total - Other	<u>229,388</u>	<u>180,587</u>	<u>129,861</u>	<u>50,726</u>
Total - Instruction:	<u>17,696,560</u>	<u>17,628,914</u>	<u>17,229,311</u>	<u>399,603</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Support Services:				
Pupils				
Salaries	1,130,548	1,154,214	1,127,175	27,039
Fringe Benefits	408,685	439,365	435,967	3,398
Purchased Services	126,469	126,469	99,328	27,141
Materials and Supplies	7,648	7,648	4,237	3,411
Other	515	515	485	30
Capital Outlay	2,019	9,069	8,048	1,021
Capital Outlay Replacement	404	404	200	204
Total - Pupils	<u>1,676,288</u>	<u>1,737,684</u>	<u>1,675,440</u>	<u>62,244</u>
Instructional Staff				
Salaries	659,874	687,641	680,399	7,242
Fringe Benefits	237,710	256,440	255,858	582
Purchased Services	75,506	70,707	59,325	11,382
Materials and Supplies	37,776	40,979	30,134	10,845
Capital Outlay	4,825	4,825		4,825
Total - Instructional Staff	<u>1,015,691</u>	<u>1,060,592</u>	<u>1,025,716</u>	<u>34,876</u>
Board of Education				
Salaries	20,803	18,203	18,125	78
Fringe Benefits	3,081	3,081	2,065	1,016
Purchased Services	408,428	413,298	413,029	269
Materials and Supplies	2,953	2,953	1,059	1,894
Other	25,286	28,916	27,267	1,649
Capital Outlay	3,965	1,565	1,524	41
Total - Board of Education	<u>464,516</u>	<u>468,016</u>	<u>463,069</u>	<u>4,947</u>
Administration				
Salaries	1,490,490	1,490,490	1,480,631	9,859
Fringe Benefits	738,680	731,680	729,990	1,690
Purchased Services	127,132	140,596	107,543	33,053
Materials and Supplies	17,256	19,456	15,338	4,118
Other	36,345	42,724	39,937	2,787
Capital Outlay	9,831	8,023	3,420	4,603
Total - Administration	<u>2,419,734</u>	<u>2,432,969</u>	<u>2,376,859</u>	<u>56,110</u>
Fiscal				
Salaries	327,364	327,364	324,673	2,691
Fringe Benefits	168,630	158,630	150,912	7,718
Purchased Services	18,677	20,877	17,665	3,212
Materials and Supplies	6,226	9,496	4,241	5,255
Other	549,412	495,739	493,220	2,519
Capital Outlay	3,840	370	370	0
Total - Fiscal	<u>1,074,149</u>	<u>1,012,476</u>	<u>991,081</u>	<u>21,395</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Business				
Salaries	184,139	184,139	177,512	6,627
Fringe Benefits	107,839	107,839	82,066	25,773
Purchased Services	208,464	208,464	187,085	21,379
Materials and Supplies	24,729	26,229	25,962	267
Other	2,955	2,955	0	2,955
Capital Outlay	4,624	4,624	424	4,200
Total - Business	<u>532,750</u>	<u>534,250</u>	<u>473,049</u>	<u>61,201</u>
Operation and Maintenance of Plant				
Salaries	1,241,829	1,181,829	1,165,275	16,554
Fringe Benefits	609,553	609,553	574,115	35,438
Purchased Services	1,659,532	1,268,532	1,225,542	42,990
Materials and Supplies	268,435	217,435	208,110	9,325
Capital Outlay	7,813	17,778	14,710	3,068
Capital Outlay Replacement	28,661	28,661	23,480	5,181
Total - Operation and Maintenance of Plant	<u>3,815,823</u>	<u>3,323,788</u>	<u>3,211,232</u>	<u>112,556</u>
Pupil Transportation				
Salaries	1,125,048	823,246	822,398	848
Fringe Benefits	627,238	347,943	347,537	406
Purchased Services	156,353	1,032,917	1,032,791	126
Materials and Supplies	220,302	233,593	208,273	25,320
Capital Outlay	9,655	10,655	10,456	199
Total - Pupil Transportation	<u>2,138,596</u>	<u>2,448,354</u>	<u>2,421,455</u>	<u>26,899</u>
Central				
Salaries	411,263	324,203	294,117	30,086
Fringe Benefits	144,959	100,929	100,335	594
Purchased Services	392,134	379,108	353,134	25,974
Materials and Supplies	60,382	66,532	58,411	8,121
Other	4,732	4,732	966	3,766
Capital Outlay	124,820	225,278	203,901	21,377
Total - Central	<u>1,138,290</u>	<u>1,100,782</u>	<u>1,010,864</u>	<u>89,918</u>
Total - Support Services:	<u>14,275,837</u>	<u>14,118,911</u>	<u>13,648,765</u>	<u>470,146</u>
Operation of Non-Instructional Services:				
Community Services				
Purchased Services	23,000	11,585	10,700	885
Materials and Supplies	5,400	5,625	1,844	3,781
Other	25,000	25,000	0	25,000
Total - Community Services	<u>53,400</u>	<u>42,210</u>	<u>12,544</u>	<u>29,666</u>
Total - Operation of Non-Instructional Services:	<u>53,400</u>	<u>42,210</u>	<u>12,544</u>	<u>29,666</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
General Fund
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Extracurricular Activities:				
Academic Oriented Activities				
Salaries	155,540	157,540	156,800	740
Fringe Benefits	25,441	30,441	27,976	2,465
Other	50	50	0	50
Total - Academic Oriented Activities	<u>181,031</u>	<u>188,031</u>	<u>184,776</u>	<u>3,255</u>
Sport Oriented Activities				
Salaries	566,850	556,850	521,596	35,254
Fringe Benefits	138,935	137,935	120,005	17,930
Total - Sport Oriented Activities	<u>705,785</u>	<u>694,785</u>	<u>641,601</u>	<u>53,184</u>
School and Public Service Co-Curricular Activities				
Salaries	17,327	22,327	21,803	524
Fringe Benefits	2,736	3,736	3,405	331
Total - School and Public Service Co-Curricular Activities	<u>20,063</u>	<u>26,063</u>	<u>25,208</u>	<u>855</u>
Total - Extracurricular Activities:	<u>906,879</u>	<u>908,879</u>	<u>851,585</u>	<u>57,294</u>
Capital Outlay:				
Other Facilities Acquisition and Construction				
Purchased Services	0	60,000	59,556	444
Total - Other Facilities Acquisition and Construction	<u>0</u>	<u>60,000</u>	<u>59,556</u>	<u>444</u>
Total - Capital Outlay:	<u>0</u>	<u>60,000</u>	<u>59,556</u>	<u>444</u>
Total Expenditures	<u>32,932,676</u>	<u>32,758,914</u>	<u>31,801,761</u>	<u>957,153</u>
Excess of Revenues Over (Under) Expenditures	<u>377,399</u>	<u>(878,275)</u>	<u>(1,147,286)</u>	<u>(269,011)</u>
OTHER FINANCING SOURCES AND USES:				
Transfers In	0	768	768	0
Advances In	0	100,000	100,000	0
Proceeds from Sale of Capital Assets	2,500	2,500	5,141	2,641
Refund of Prior Year Expenditures	2,500	2,500	300	(2,200)
Transfers Out	(292,200)	(272,200)	(264,074)	8,126
Total Other Financing Sources and Uses	<u>(287,200)</u>	<u>(166,432)</u>	<u>(157,865)</u>	<u>8,567</u>
Net Change in Fund Balances	90,199	(1,044,707)	(1,305,151)	(260,444)
Fund Balance (Deficit) at Beginning of Year	15,915,776	15,915,776	15,915,776	
Prior Year Encumbrances Appropriated	<u>148,077</u>	<u>148,077</u>	<u>148,077</u>	
Fund Balance (Deficit) at End of Year	<u>\$ 16,154,052</u>	<u>\$ 15,019,146</u>	<u>\$ 14,758,702</u>	<u>\$ (260,444)</u>
See Accompanying Notes to the Basic Financial Statements				

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Bond Retirement Fund
For the Fiscal Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Property and Other Local Taxes	\$ 2,683,485	\$ 2,667,849	\$ (15,636)
Intergovernmental	1,116,541	1,151,401	34,860
Total Revenues	<u>3,800,026</u>	<u>3,819,250</u>	<u>19,224</u>
EXPENDITURES:			
Debt Service:			
Principal	2,060,000	2,060,000	0
Interest	1,802,900	1,799,918	2,982
Advance Refunding Escrow	5,000	0	5,000
Total Expenditures	<u>3,867,900</u>	<u>3,859,918</u>	<u>7,982</u>
Excess of Revenues Over (Under) Expenditures	<u>(67,874)</u>	<u>(40,668)</u>	<u>27,206</u>
OTHER FINANCING SOURCES AND USES:			
Premium on Bonds and Notes Issued	26,667	26,667	0
Total Other Financing Sources and Uses	<u>26,667</u>	<u>26,667</u>	<u>0</u>
Net Change in Fund Balances	(41,207)	(14,001)	27,206
Fund Balance (Deficit) at Beginning of Year	<u>1,652,460</u>	<u>1,652,460</u>	
Fund Balance (Deficit) at End of Year	<u>\$ 1,611,253</u>	<u>\$ 1,638,459</u>	<u>\$ 27,206</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Permanent Improvement Fund
For the Fiscal Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Property and Other Local Taxes	\$ 342,000	\$ 341,127	\$ (873)
Intergovernmental	132,664	133,020	356
Interest	1,000	723	(277)
Total Revenues	<u>475,664</u>	<u>474,870</u>	<u>(794)</u>
EXPENDITURES:			
Current:			
Support Services:			
Operation and Maintenance of Plant	12,000	11,503	497
Capital Outlay:			
Site Improvement Services	10,000	10,000	0
Architecture and Engineering Services	16,200	16,114	86
Building Improvement Services	373,000	372,564	436
Other Facilities Acquisition and Construction	333,800	292,184	41,616
Total Expenditures	<u>745,000</u>	<u>702,365</u>	<u>42,635</u>
Excess of Revenues Over (Under) Expenditures	<u>(269,336)</u>	<u>(227,495)</u>	<u>41,841</u>
OTHER FINANCING SOURCES AND USES:			
Advances Out	<u>(100,000)</u>	<u>(100,000)</u>	<u>0</u>
Total Other Financing Sources and Uses	<u>(100,000)</u>	<u>(100,000)</u>	<u>0</u>
Net Change in Fund Balances	(369,336)	(327,495)	41,841
Fund Balance (Deficit) at Beginning of Year	384,962	384,962	
Prior Year Encumbrances Appropriated	<u>389,202</u>	<u>389,202</u>	
Fund Balance (Deficit) at End of Year	<u>\$ 404,828</u>	<u>\$ 446,669</u>	<u>\$ 41,841</u>

Beachwood City Schools
Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Building Fund
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:				
Interest	\$ -	\$ 74,500	\$ 89,118	\$ 14,618
Customer Sales and Services	0	1,000	1,000	0
Miscellaneous	0	1,500	1,656	156
Total Revenues	<u>0</u>	<u>77,000</u>	<u>91,774</u>	<u>14,774</u>
EXPENDITURES:				
Capital Outlay:				
Architecture and Engineering Services				
Capital Outlay	2,100,000	3,171,500	2,278,920	892,580
Total - Architecture and Engineering Services	<u>2,100,000</u>	<u>3,171,500</u>	<u>2,278,920</u>	<u>892,580</u>
Building Acquisition and Construction Services				
Capital Outlay	5,550,000	4,897,000	3,839,500	1,057,500
Total - Building Acquisition and Construction Services	<u>5,550,000</u>	<u>4,897,000</u>	<u>3,839,500</u>	<u>1,057,500</u>
Building Improvement Services				
Purchased Services	0	173,000	138,332	34,668
Total - Building Improvement Services	<u>0</u>	<u>173,000</u>	<u>138,332</u>	<u>34,668</u>
Other Facilities Acquisition and Construction				
Purchased Services	0	1,514,000	1,156,909	357,091
Capital Outlay	1,800,000	1,850,100	0	1,850,100
Total - Other Facilities Acquisition and Construction	<u>1,800,000</u>	<u>3,364,100</u>	<u>1,156,909</u>	<u>2,207,191</u>
Total - Capital Outlay:	<u>9,450,000</u>	<u>11,605,600</u>	<u>7,413,661</u>	<u>4,191,939</u>
Debt Service:				
Issuance Costs				
Bond Issuance Costs	0	294,400	292,900	1,500
Total - Issuance Costs	<u>0</u>	<u>294,400</u>	<u>292,900</u>	<u>1,500</u>
Total - Debt Service:	<u>0</u>	<u>294,400</u>	<u>292,900</u>	<u>1,500</u>
Total Expenditures	<u>9,450,000</u>	<u>11,900,000</u>	<u>7,706,561</u>	<u>4,193,439</u>
Excess of Revenues Over (Under) Expenditures	<u>(9,450,000)</u>	<u>(11,823,000)</u>	<u>(7,614,787)</u>	<u>4,208,213</u>
OTHER FINANCING SOURCES AND USES:				
General Obligation Bonds Issued	30,000,000	30,000,000	30,004,577	4,577
Premium on Bonds and Notes Issued	0	293,000	292,900	(100)
Total Other Financing Sources and Uses	<u>30,000,000</u>	<u>30,293,000</u>	<u>30,297,477</u>	<u>4,477</u>
Net Change in Fund Balances	<u>20,550,000</u>	<u>18,470,000</u>	<u>22,682,690</u>	<u>4,212,690</u>
Fund Balance (Deficit) at Beginning of Year	<u>5,297,640</u>	<u>5,297,640</u>	<u>5,297,640</u>	
Prior Year Encumbrances Appropriated	<u>178,920</u>	<u>178,920</u>	<u>178,920</u>	
Fund Balance (Deficit) at End of Year	<u>\$ 26,026,560</u>	<u>\$ 23,946,560</u>	<u>\$ 28,159,250</u>	<u>\$ 4,212,690</u>

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Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Consortium Fund
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:				
Intergovernmental	\$ 644,351	\$ 736,324	\$ 702,485	\$ (33,839)
Tuition and Fees	1,852,000	1,902,000	2,140,303	238,303
Customer Sales and Services	16,000	16,000	12,392	(3,608)
Total Revenues	2,512,351	2,654,324	2,855,180	200,856
EXPENDITURES:				
Current:				
Instruction:				
Special				
Salaries	361,767	383,567	382,318	1,249
Fringe Benefits	164,377	172,001	159,903	12,098
Purchased Services	13,923	20,705	9,284	11,421
Materials and Supplies	9,065	7,065	4,685	2,380
Capital Outlay	4,000	4,000	2,749	1,251
Capital Outlay Replacement	42,795	42,495	13,138	29,357
Total - Special	595,927	629,833	572,077	57,756
Vocational				
Salaries	671,926	679,502	641,896	37,606
Fringe Benefits	289,137	261,026	227,659	33,367
Purchased Services	33,512	37,162	23,751	13,411
Materials and Supplies	76,150	94,770	63,491	31,279
Other	3,747	2,997	885	2,112
Capital Outlay	29,445	28,636	20,531	8,105
Total - Vocational	1,103,917	1,104,093	978,213	125,880
Total - Instruction:	1,699,844	1,733,926	1,550,290	183,636
Support Services:				
Pupils				
Salaries	581,408	618,898	612,431	6,467
Fringe Benefits	282,352	265,956	259,011	6,945
Purchased Services	7,000	7,000	3,986	3,014
Total - Pupils	870,760	891,854	875,428	16,426
Instructional Staff				
Salaries	27,577	33,911	33,213	698
Fringe Benefits	24,509	30,424	25,308	5,116
Total - Instructional Staff	52,086	64,335	58,521	5,814

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Consortium Fund
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Administration				
Salaries	0	7,000	4,810	2,190
Fringe Benefits	0	5,000	1,599	3,401
Total - Administration	<u>0</u>	<u>12,000</u>	<u>6,409</u>	<u>5,591</u>
Operation and Maintenance of Plant				
Salaries	9,242	16,842	12,302	4,540
Fringe Benefits	5,607	8,607	7,117	1,490
Purchased Services	6,867	14,541	14,142	399
Materials and Supplies	1,500	1,700	1,502	198
Total - Operation and Maintenance of Plant	<u>23,216</u>	<u>41,690</u>	<u>35,063</u>	<u>6,627</u>
Total - Support Services:	<u>946,062</u>	<u>1,009,879</u>	<u>975,421</u>	<u>34,458</u>
Total Expenditures	<u>2,645,906</u>	<u>2,743,805</u>	<u>2,525,711</u>	<u>218,094</u>
Excess of Revenues Over (Under) Expenditures	<u>(133,555)</u>	<u>(89,481)</u>	<u>329,469</u>	<u>418,950</u>
Net Change in Fund Balances	(133,555)	(89,481)	329,469	418,950
Fund Balance (Deficit) at Beginning of Year	1,497,017	1,497,017	1,497,017	
Prior Year Encumbrances Appropriated	<u>1,056</u>	<u>1,056</u>	<u>1,056</u>	
Fund Balance (Deficit) at End of Year	<u>\$ 1,364,518</u>	<u>\$ 1,408,592</u>	<u>\$ 1,827,542</u>	<u>\$ 418,950</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Food Service Fund
For the Fiscal Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Intergovernmental	\$ 69,826	\$ 68,349	\$ (1,477)
Interest	150	182	32
Customer Sales and Services	455,394	417,134	(38,260)
Miscellaneous	8,000	4,384	(3,616)
Total Revenues	<u>533,370</u>	<u>490,049</u>	<u>(43,321)</u>
EXPENDITURES:			
Current:			
Operation of Non-Instructional Services:			
Food Service Operations			
Fringe Benefits	21,265	21,166	99
Purchased Services	610,635	609,595	1,040
Materials and Supplies	466	390	76
Other	1,400	1,254	146
Capital Outlay	4,000	3,541	459
Total - Food Service Operations	<u>637,766</u>	<u>635,946</u>	<u>1,820</u>
Total - Operation of Non-Instructional Services:	<u>637,766</u>	<u>635,946</u>	<u>1,820</u>
Total Expenditures	<u>637,766</u>	<u>635,946</u>	<u>1,820</u>
Excess of Revenues Over (Under) Expenditures	<u>(104,396)</u>	<u>(145,897)</u>	<u>(41,501)</u>
OTHER FINANCING SOURCES AND USES:			
Transfers In	103,000	50,000	(53,000)
Total Other Financing Sources and Uses	<u>103,000</u>	<u>50,000</u>	<u>(53,000)</u>
Net Change in Fund Balances	(1,396)	(95,897)	(94,501)
Fund Balance (Deficit) at Beginning of Year	35,446	35,446	
Prior Year Encumbrances Appropriated	70,017	70,017	
Fund Balance (Deficit) at End of Year	<u>\$ 104,067</u>	<u>\$ 9,566</u>	<u>\$ (94,501)</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Expendable Trust Funds
For the Fiscal Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Interest	\$ 65	\$ 4	\$ (61)
Gifts and Donations	100	100	0
Customer Sales and Services	<u>6,300</u>	<u>5,591</u>	<u>(709)</u>
Total Revenues	<u>6,465</u>	<u>5,695</u>	<u>(770)</u>
EXPENDITURES:			
Current:			
Support Services:			
Pupils			
Other	<u>75</u>	<u>50</u>	<u>25</u>
Total - Pupils	<u>75</u>	<u>50</u>	<u>25</u>
Fiscal			
Purchased Services	3,100	1,076	2,024
Other	<u>600</u>	<u></u>	<u>600</u>
Total - Fiscal	<u>3,700</u>	<u>1,076</u>	<u>2,624</u>
Total - Support Services:	<u>3,775</u>	<u>1,126</u>	<u>2,649</u>
Total Expenditures	<u>3,775</u>	<u>1,126</u>	<u>2,649</u>
Excess of Revenues Over (Under) Expenditures	<u>2,690</u>	<u>4,569</u>	<u>1,879</u>
OTHER FINANCING SOURCES AND USES:			
Transfers Out	<u>(800)</u>	<u>(768)</u>	<u>32</u>
Total Other Financing Sources and Uses	<u>(800)</u>	<u>(768)</u>	<u>32</u>
Net Change in Fund Balances	1,890	3,801	1,911
Fund Balance (Deficit) at Beginning of Year	<u>25,563</u>	<u>25,563</u>	<u></u>
Fund Balance (Deficit) at End of Year	<u>\$ 27,453</u>	<u>\$ 29,364</u>	<u>\$ 1,911</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Uniform Supplies Fund
For the Fiscal Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Fund Balance (Deficit) at Beginning of Year	\$ 1,493	\$ 1,493	\$ -
Fund Balance (Deficit) at End of Year	<u>\$ 1,493</u>	<u>\$ 1,493</u>	<u>\$ -</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Recreation Fund
For the Fiscal Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Customer Sales and Services	\$ 131,471	\$ 43,777	\$ (87,694)
Total Revenues	<u>131,471</u>	<u>43,777</u>	<u>(87,694)</u>
EXPENDITURES:			
Current:			
Instruction:			
Adult/Continuing	<u>226,849</u>	<u>171,183</u>	<u>55,666</u>
Total Expenditures	<u>226,849</u>	<u>171,183</u>	<u>55,666</u>
Excess of Revenues Over (Under) Expenditures	<u>(95,378)</u>	<u>(127,406)</u>	<u>(32,028)</u>
OTHER FINANCING SOURCES AND USES:			
Transfers In	<u>104,000</u>	<u>102,774</u>	<u>(1,226)</u>
Total Other Financing Sources and Uses	<u>104,000</u>	<u>102,774</u>	<u>(1,226)</u>
Net Change in Fund Balances	8,622	(24,632)	(33,254)
Fund Balance (Deficit) at Beginning of Year	27,659	27,659	
Prior Year Encumbrances Appropriated	<u>3,382</u>	<u>3,382</u>	
Fund Balance (Deficit) at End of Year	<u>\$ 39,663</u>	<u>\$ 6,409</u>	<u>\$ (33,254)</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Pupil Support Fund
For the Fiscal Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Gifts and Donations	\$ 14,225	\$ 7,388	\$ (6,837)
Customer Sales and Services	80	161	81
Total Revenues	<u>14,305</u>	<u>7,549</u>	<u>(6,756)</u>
EXPENDITURES:			
Current:			
Instruction:			
Regular			
Purchased Services	9,155	9,088	67
Materials and Supplies	10,965	8,392	2,573
Capital Outlay	4,880	4,598	282
Total - Regular	<u>25,000</u>	<u>22,078</u>	<u>2,922</u>
Special			
Materials and Supplies	2,000	0	2,000
Total - Special	<u>2,000</u>	<u>0</u>	<u>2,000</u>
Total - Instruction:	<u>27,000</u>	<u>22,078</u>	<u>4,922</u>
Total Expenditures	<u>27,000</u>	<u>22,078</u>	<u>4,922</u>
Excess of Revenues Over (Under) Expenditures	<u>(12,695)</u>	<u>(14,529)</u>	<u>(1,834)</u>
Net Change in Fund Balances	<u>(12,695)</u>	<u>(14,529)</u>	<u>(1,834)</u>
Fund Balance (Deficit) at Beginning of Year	<u>54,103</u>	<u>54,103</u>	
Fund Balance (Deficit) at End of Year	<u>\$ 41,408</u>	<u>\$ 39,574</u>	<u>\$ (1,834)</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Misc. Local Grants Fund
For the Fiscal Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Gifts and Donations	\$ 825	\$ 325	\$ (500)
Customer Sales and Services	9,700	9,740	40
Miscellaneous	500		(500)
Total Revenues	<u>11,025</u>	<u>10,065</u>	<u>(960)</u>
EXPENDITURES:			
Current:			
Instruction:			
Regular			
Materials and Supplies	2,550	1,214	1,336
Other	325	316	9
Capital Outlay	4,000	2,680	1,320
Total - Regular	<u>6,875</u>	<u>4,210</u>	<u>2,665</u>
Total - Instruction:	<u>6,875</u>	<u>4,210</u>	<u>2,665</u>
Support Services:			
Administration			
Materials and Supplies	1,200	786	414
Total - Administration	<u>1,200</u>	<u>786</u>	<u>414</u>
Total - Support Services:	<u>1,200</u>	<u>786</u>	<u>414</u>
Total Expenditures	<u>8,075</u>	<u>4,996</u>	<u>3,079</u>
Excess of Revenues Over (Under) Expenditures	<u>2,950</u>	<u>5,069</u>	<u>2,119</u>
OTHER FINANCING SOURCES AND USES:			
Transfers In	300	250	(50)
Total Other Financing Sources and Uses	<u>300</u>	<u>250</u>	<u>(50)</u>
Net Change in Fund Balances	3,250	5,319	2,069
Fund Balance (Deficit) at Beginning of Year	<u>3,362</u>	<u>3,362</u>	
Fund Balance (Deficit) at End of Year	<u>\$ 6,612</u>	<u>\$ 8,681</u>	<u>\$ 2,069</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Preschool Fund
For the Fiscal Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Tuition and Fees	\$ 442,000	\$ 445,979	\$ 3,979
Customer Sales and Services	0	19,751	19,751
Miscellaneous	15,000	26,327	11,327
Total Revenues	<u>457,000</u>	<u>492,057</u>	<u>35,057</u>
EXPENDITURES:			
Current:			
Operation of Non-Instructional Services:			
Community Services			
Salaries	304,577	296,745	7,832
Fringe Benefits	158,947	150,220	8,727
Purchased Services	37,562	21,952	15,610
Materials and Supplies	22,092	14,612	7,480
Capital Outlay	4,581	1,840	2,741
Total - Community Services	<u>527,759</u>	<u>485,369</u>	<u>42,390</u>
Total - Operation of Non-Instructional Services:	<u>527,759</u>	<u>485,369</u>	<u>42,390</u>
Total Expenditures	<u>527,759</u>	<u>485,369</u>	<u>42,390</u>
Excess of Revenues Over (Under) Expenditures	<u>(70,759)</u>	<u>6,688</u>	<u>77,447</u>
Net Change in Fund Balances	(70,759)	6,688	77,447
Fund Balance (Deficit) at Beginning of Year	150,673	150,673	
Prior Year Encumbrances Appropriated	<u>1,841</u>	<u>1,841</u>	
Fund Balance (Deficit) at End of Year	<u>\$ 81,755</u>	<u>\$ 159,202</u>	<u>\$ 77,447</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
District Managed Student Activities Fund
For the Fiscal Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Extracurricular Activities	\$ 66,150	\$ 46,483	\$ (19,667)
Gifts and Donations	100	246	146
Total Revenues	<u>66,250</u>	<u>46,729</u>	<u>(19,521)</u>
EXPENDITURES:			
Current:			
Extracurricular Activities:			
Academic Oriented Activities			
Materials and Supplies	20,763	10,595	10,168
Other	500	450	50
Total - Academic Oriented Activities	<u>21,263</u>	<u>11,045</u>	<u>10,218</u>
Sport Oriented Activities			
Purchased Services	83,908	72,542	11,366
Materials and Supplies	50,664	47,777	2,887
Other	20,356	10,658	9,698
Capital Outlay	430		430
Total - Sport Oriented Activities	<u>155,358</u>	<u>130,977</u>	<u>24,381</u>
Total - Extracurricular Activities:	<u>176,621</u>	<u>142,022</u>	<u>34,599</u>
Total Expenditures	<u>176,621</u>	<u>142,022</u>	<u>34,599</u>
Excess of Revenues Over (Under) Expenditures	<u>(110,371)</u>	<u>(95,293)</u>	<u>15,078</u>
OTHER FINANCING SOURCES AND USES:			
Transfers In	91,000	90,000	(1,000)
Total Other Financing Sources and Uses	<u>91,000</u>	<u>90,000</u>	<u>(1,000)</u>
Net Change in Fund Balances	(19,371)	(5,293)	14,078
Fund Balance (Deficit) at Beginning of Year	58,955	58,955	
Prior Year Encumbrances Appropriated	895	895	
Fund Balance (Deficit) at End of Year	<u>\$ 40,479</u>	<u>\$ 54,557</u>	<u>\$ 14,078</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Auxiliary Services Fund
For the Fiscal Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Intergovernmental	\$ 532,433	\$ 524,672	\$ (7,761)
Interest	143	101	(42)
Customer Sales and Services	7,704	7,705	1
Total Revenues	<u>540,280</u>	<u>532,478</u>	<u>(7,802)</u>
EXPENDITURES:			
Current:			
Operation of Non-Instructional Services:			
Community Services			
Salaries	53,593	52,102	1,491
Fringe Benefits	11,360	10,717	643
Purchased Services	262,500	257,003	5,497
Materials and Supplies	68,520	57,610	10,910
Capital Outlay	148,236	140,141	8,095
Total - Community Services	<u>544,209</u>	<u>517,573</u>	<u>26,636</u>
Total - Operation of Non-Instructional Services:	<u>544,209</u>	<u>517,573</u>	<u>26,636</u>
Total Expenditures	<u>544,209</u>	<u>517,573</u>	<u>26,636</u>
Excess of Revenues Over (Under) Expenditures	<u>(3,929)</u>	<u>14,905</u>	<u>18,834</u>
Net Change in Fund Balances	(3,929)	14,905	18,834
Fund Balance (Deficit) at Beginning of Year	11,728	11,728	
Prior Year Encumbrances Appropriated	<u>27</u>	<u>27</u>	
Fund Balance (Deficit) at End of Year	<u>\$ 7,826</u>	<u>\$ 26,660</u>	<u>\$ 18,834</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Management Information Systems Fund
For the Fiscal Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Intergovernmental	\$ 5,000	\$ 5,000	\$ -
Total Revenues	<u>5,000</u>	<u>5,000</u>	<u>0</u>
EXPENDITURES:			
Current:			
Support Services:			
Central			
Purchased Services	<u>8,000</u>	<u>8,000</u>	<u>0</u>
Total - Central	<u>8,000</u>	<u>8,000</u>	<u>0</u>
Total - Support Services:	<u>8,000</u>	<u>8,000</u>	<u>0</u>
Total Expenditures	<u>8,000</u>	<u>8,000</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	<u>(3,000)</u>	<u>(3,000)</u>	<u>0</u>
Net Change in Fund Balances	(3,000)	(3,000)	0
Fund Balance (Deficit) at Beginning of Year	<u>3,000</u>	<u>3,000</u>	<u></u>
Fund Balance (Deficit) at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Entry Year Grant Fund
For the Fiscal Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Fund Balance (Deficit) at Beginning of Year	\$ 1,112	\$ 1,112	\$ -
Fund Balance (Deficit) at End of Year	<u>\$ 1,112</u>	<u>\$ 1,112</u>	<u>\$ -</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
One Net Fund
For the Fiscal Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Intergovernmental	\$ 12,000	\$ 11,375	\$ (625)
Total Revenues	<u>12,000</u>	<u>11,375</u>	<u>(625)</u>
EXPENDITURES:			
Current:			
Support Services:			
Central			
Purchased Services	<u>18,000</u>	<u>17,807</u>	<u>193</u>
Total - Central	<u>18,000</u>	<u>17,807</u>	<u>193</u>
Total - Support Services:	<u>18,000</u>	<u>17,807</u>	<u>193</u>
Total Expenditures	<u>18,000</u>	<u>17,807</u>	<u>193</u>
Excess of Revenues Over (Under) Expenditures	<u>(6,000)</u>	<u>(6,432)</u>	<u>(432)</u>
Net Change in Fund Balances	(6,000)	(6,432)	(432)
Fund Balance (Deficit) at Beginning of Year	<u>6,432</u>	<u>6,432</u>	
Fund Balance (Deficit) at End of Year	<u>\$ 432</u>	<u>\$ -</u>	<u>\$ (432)</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Miscellaneous State Grants Fund
For the Fiscal Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Fund Balance (Deficit) at Beginning of Year	\$ 26	\$ 26	\$ -
Fund Balance (Deficit) at End of Year	<u>\$ 26</u>	<u>\$ 26</u>	<u>\$ -</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
JOBS Fund
For the Fiscal Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Intergovernmental	\$ 5,000	\$ 5,000	\$ -
Total Revenues	<u>5,000</u>	<u>5,000</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	<u>5,000</u>	<u>5,000</u>	<u>0</u>
Net Change in Fund Balances	<u>5,000</u>	<u>5,000</u>	<u>0</u>
Fund Balance (Deficit) at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance (Deficit) at End of Year	<u><u>\$ 5,000</u></u>	<u><u>\$ 5,000</u></u>	<u><u>\$ -</u></u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Race to the Top Grant (RttT) Fund
For the Fiscal Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Intergovernmental	\$ 2,380	\$ 2,380	\$ -
Total Revenues	<u>2,380</u>	<u>2,380</u>	<u>0</u>
EXPENDITURES:			
Current:			
Instruction:			
Regular			
Salaries	150	148	2
Fringe Benefits	25	24	1
Materials and Supplies	<u>2,205</u>	<u>2,086</u>	<u>119</u>
Total - Regular	<u>2,380</u>	<u>2,258</u>	<u>122</u>
Total - Instruction:	<u>2,380</u>	<u>2,258</u>	<u>122</u>
Total Expenditures	<u>2,380</u>	<u>2,258</u>	<u>122</u>
Excess of Revenues Over (Under) Expenditures	<u>0</u>	<u>122</u>	<u>122</u>
Net Change in Fund Balances	<u>0</u>	<u>122</u>	<u>122</u>
Fund Balance (Deficit) at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance (Deficit) at End of Year	<u>\$ -</u>	<u>\$ 122</u>	<u>\$ 122</u>

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Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
IDEA B Fund
For the Fiscal Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Intergovernmental	\$ 523,449	\$ 523,449	\$ -
Total Revenues	<u>523,449</u>	<u>523,449</u>	<u>0</u>
EXPENDITURES:			
Current:			
Instruction:			
Special			
Salaries	92,185	91,942	243
Fringe Benefits	15,168	15,105	63
Purchased Services	78,181	78,181	0
Materials and Supplies	22,439	22,439	0
Capital Outlay	2,485	2,485	0
Total - Special	<u>210,458</u>	<u>210,152</u>	<u>306</u>
Total - Instruction:	<u>210,458</u>	<u>210,152</u>	<u>306</u>
Support Services:			
Pupils			
Salaries	165,205	159,285	5,920
Fringe Benefits	46,850	45,871	979
Total - Pupils	<u>212,055</u>	<u>205,156</u>	<u>6,899</u>
Instructional Staff			
Salaries	40,000	40,000	0
Fringe Benefits	26,329	26,329	0
Purchased Services	4,239	4,239	0
Total - Instructional Staff	<u>70,568</u>	<u>70,568</u>	<u>0</u>
Administration			
Salaries	266	266	0
Fringe Benefits	140	140	0
Total - Administration	<u>406</u>	<u>406</u>	<u>0</u>
Total - Support Services:	<u>283,029</u>	<u>276,130</u>	<u>6,899</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
IDEA B Fund
For the Fiscal Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Operation of Non-Instructional Services:			
Community Services			
Salaries	26,078	26,078	0
Fringe Benefits	4,290	4,290	0
Total - Community Services	<u>30,368</u>	<u>30,368</u>	<u>0</u>
Total - Operation of Non-Instructional Services:	<u>30,368</u>	<u>30,368</u>	<u>0</u>
Total Expenditures	<u>523,855</u>	<u>516,650</u>	<u>7,205</u>
Excess of Revenues Over (Under) Expenditures	<u>(406)</u>	<u>6,799</u>	<u>7,205</u>
Net Change in Fund Balances	(406)	6,799	7,205
Fund Balance (Deficit) at Beginning of Year	<u>406</u>	<u>406</u>	
Fund Balance (Deficit) at End of Year	<u>\$ -</u>	<u>\$ 7,205</u>	<u>\$ 7,205</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title II D Fund
For the Fiscal Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Intergovernmental	\$ 316	\$ 316	\$ -
Total Revenues	<u>316</u>	<u>316</u>	<u>0</u>
EXPENDITURES:			
Current:			
Support Services:			
Instructional Staff			
Purchased Services	<u>289</u>	<u>289</u>	<u>0</u>
Total - Instructional Staff	<u>289</u>	<u>289</u>	<u>0</u>
Total - Support Services:	<u>289</u>	<u>289</u>	<u>0</u>
Operation of Non-Instructional Services:			
Community Services			
Purchased Services	<u>27</u>	<u>27</u>	<u>0</u>
Total - Community Services	<u>27</u>	<u>27</u>	<u>0</u>
Total - Operation of Non-Instructional Services:	<u>27</u>	<u>27</u>	<u>0</u>
Total Expenditures	<u>316</u>	<u>316</u>	<u>0</u>
Fund Balance (Deficit) at Beginning of Year	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance (Deficit) at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title III Fund
For the Fiscal Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Intergovernmental	\$ 17,032	\$ 17,032	\$ -
Total Revenues	<u>17,032</u>	<u>17,032</u>	<u>0</u>
EXPENDITURES:			
Current:			
Instruction:			
Special			
Salaries	14,797	14,797	0
Fringe Benefits	<u>1,734</u>	<u>1,734</u>	<u>0</u>
Total - Special	<u>16,531</u>	<u>16,531</u>	<u>0</u>
Total - Instruction:	<u>16,532</u>	<u>16,531</u>	<u>0</u>
Support Services:			
Instructional Staff			
Purchased Services	<u>501</u>	<u>501</u>	<u>0</u>
Total - Instructional Staff	<u>501</u>	<u>501</u>	<u>0</u>
Total - Support Services:	<u>501</u>	<u>501</u>	<u>0</u>
Total Expenditures	<u>17,032</u>	<u>17,032</u>	<u>0</u>
Fund Balance (Deficit) at Beginning of Year	<u>0</u>	<u>0</u>	
Fund Balance (Deficit) at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title I Fund
For the Fiscal Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Intergovernmental	\$ 99,992	\$ 95,328	\$ (4,664)
Total Revenues	<u>99,992</u>	<u>95,328</u>	<u>(4,664)</u>
EXPENDITURES:			
Current:			
Instruction:			
Special			
Salaries	81,696	77,686	4,010
Fringe Benefits	<u>13,264</u>	<u>12,610</u>	<u>654</u>
Total - Special	<u>94,960</u>	<u>90,296</u>	<u>4,664</u>
Total - Instruction:	<u>94,960</u>	<u>90,296</u>	<u>4,664</u>
Operation of Non-Instructional Services:			
Community Services			
Purchased Services	<u>6,100</u>	<u>6,100</u>	<u>0</u>
Total - Community Services	<u>6,100</u>	<u>6,100</u>	<u>0</u>
Total - Operation of Non-Instructional Services:	<u>6,100</u>	<u>6,100</u>	<u>0</u>
Total Expenditures	<u>101,059</u>	<u>96,396</u>	<u>4,664</u>
Excess of Revenues Over (Under) Expenditures	<u>(1,068)</u>	<u>(1,068)</u>	<u>0</u>
Net Change in Fund Balances	(1,068)	(1,068)	
Fund Balance (Deficit) at Beginning of Year	<u>1,068</u>	<u>1,068</u>	
Fund Balance (Deficit) at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Drug Free Education (Title IV-A) Fund
For the Fiscal Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Intergovernmental	\$ 967	\$ 967	\$ -
Total Revenues	<u>967</u>	<u>967</u>	<u>0</u>
EXPENDITURES:			
Current:			
Support Services:			
Pupils			
Salaries	293	293	0
Fringe Benefits	46	46	0
Purchased Services	<u>630</u>	<u>630</u>	<u>0</u>
Total - Pupils	<u>969</u>	<u>969</u>	<u>0</u>
Total - Support Services:	<u>969</u>	<u>969</u>	<u>0</u>
Operation of Non-Instructional Services:			
Community Services			
Materials and Supplies	<u>100</u>	<u>100</u>	<u>0</u>
Total - Community Services	<u>100</u>	<u>100</u>	<u>0</u>
Total - Operation of Non-Instructional Services:	<u>100</u>	<u>100</u>	<u>0</u>
Total Expenditures	<u>1,069</u>	<u>1,069</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	<u>(102)</u>	<u>(102)</u>	<u>0</u>
Net Change in Fund Balances	(102)	(102)	0
Fund Balance (Deficit) at Beginning of Year	<u>102</u>	<u>102</u>	
Fund Balance (Deficit) at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Preschool Handicapped Grant Fund
For the Fiscal Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Intergovernmental	\$ 16,220	\$ 16,219	\$ (1)
Total Revenues	<u>16,220</u>	<u>16,219</u>	<u>(1)</u>
EXPENDITURES:			
Current:			
Support Services:			
Pupils			
Salaries	13,929	13,528	401
Fringe Benefits	<u>2,291</u>	<u>2,226</u>	<u>65</u>
Total - Pupils	<u>16,220</u>	<u>15,754</u>	<u>466</u>
Total - Support Services:	<u>16,220</u>	<u>15,754</u>	<u>466</u>
Total Expenditures	<u>16,220</u>	<u>15,754</u>	<u>466</u>
Excess of Revenues Over (Under) Expenditures	<u>0</u>	<u>465</u>	<u>465</u>
Net Change in Fund Balances	<u>0</u>	<u>465</u>	<u>465</u>
Fund Balance (Deficit) at Beginning of Year	<u>0</u>	<u>0</u>	
Fund Balance (Deficit) at End of Year	<u>\$ -</u>	<u>\$ 465</u>	<u>\$ 465</u>

Beachwood City Schools
Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Title II-A Fund
For the Fiscal Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
REVENUES:			
Intergovernmental	\$ 30,810	\$ 30,810	\$ -
Total Revenues	<u>30,810</u>	<u>30,810</u>	<u>0</u>
EXPENDITURES:			
Current:			
Instruction:			
Special			
Salaries	<u>28,292</u>	<u>28,292</u>	<u>0</u>
Total - Special	<u>28,292</u>	<u>28,292</u>	<u>0</u>
Total - Instruction:	<u>28,292</u>	<u>28,292</u>	<u>0</u>
Operation of Non-Instructional Services:			
Community Services			
Purchased Services	<u>2,618</u>	<u>2,618</u>	<u>0</u>
Total - Community Services	<u>2,618</u>	<u>2,618</u>	<u>0</u>
Total - Operation of Non-Instructional Services:	<u>2,618</u>	<u>2,618</u>	<u>0</u>
Total Expenditures	<u>30,910</u>	<u>30,910</u>	<u>0</u>
Excess of Revenues Over (Under) Expenditures	<u>(100)</u>	<u>(100)</u>	<u>0</u>
Net Change in Fund Balances	(100)	(100)	0
Fund Balance (Deficit) at Beginning of Year	0	0	
Prior Year Encumbrances Appropriated	<u>100</u>	<u>100</u>	
Fund Balance (Deficit) at End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Beachwood City Schools
Schedule of Revenues, Expenses and Changes
In Fund Balance - Budget (Non-GAAP Basis) and Actual
Health Care Benefits Fund
For the Fiscal Year Ended June 30, 2011

	<u>Final Budget</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
OPERATING REVENUES:			
Charges for Services	\$ 3,765,600	\$ 3,268,657	\$ (496,943)
Other Revenues	1,066,000	982,455	(83,545)
Total Operating Revenues	<u>4,831,600</u>	<u>4,251,112</u>	<u>(580,488)</u>
OPERATING EXPENSES:			
Claims	1,060,799	804,374	256,425
Other	3,744,000	2,918,444	825,556
Total Operating Expenses	<u>4,804,799</u>	<u>3,722,818</u>	<u>1,081,981</u>
Operating Income (Loss)	<u>26,801</u>	<u>528,294</u>	<u>501,493</u>
Income (Loss) Before Contributions and Transfers	<u>26,801</u>	<u>528,294</u>	<u>501,493</u>
Net Change in Net Assets	26,801	528,294	501,493
Net Assets(Deficit) at Beginning of Year	<u>677,503</u>	<u>677,503</u>	
Net Assets (Deficit) at End of Year	<u>\$ 704,304</u>	<u>\$ 1,205,797</u>	<u>\$ 501,493</u>

STATISTICAL

SECTION

Statistical Section

This part of the Beachwood City School District's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the School District's overall financial health.

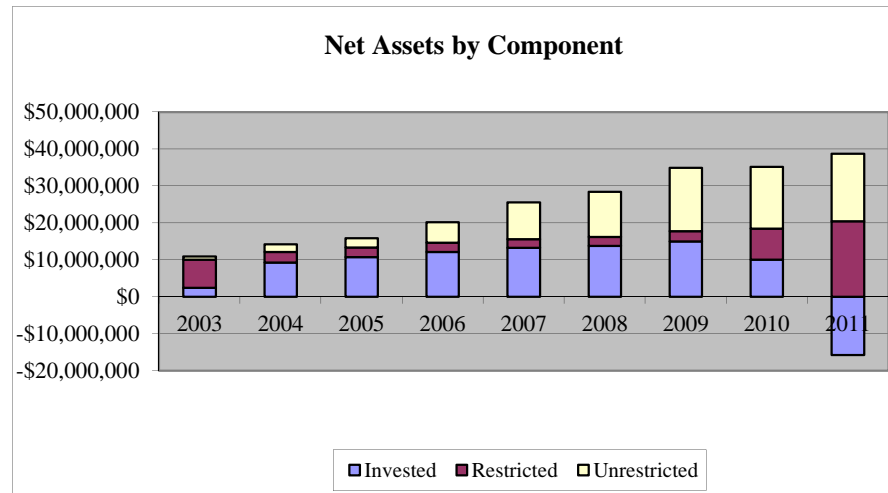
Contents	Pages
Financial Trends These schedules contain trend information to help the reader understand how the School District's financial performance and well-being has changed over time.	S3 – S9
Revenue Capacity These schedules contain information to help the reader assess the School District's most significant local revenue, the property tax.	S10-S15
Debt Capacity These schedules present information to help the reader assess the affordability of the School District's current levels of outstanding debt and the School District's ability to issue additional debt in the future.	S16 – S21
Economic and Demographic Information This schedule offers economic and demographic indicators to help the reader understand the environment within which the School District's financial activities take place.	S22- S23
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the School District's financial report relates to the services the School District provides and the activities it performs.	S24 – S32

Sources: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year. The School District implemented GASB Statement No. 34 in fiscal year 2003 and implemented GASB Statement No. 54 in fiscal year 2011; schedules presenting government-wide information include information beginning in that year.

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Beachwood City School District
 Net Assets by Component
 Last Nine Fiscal Years (1)
(accrual basis of accounting)

	2003	2004	2005	2006	2007	2008	2009	2010	2011
Invested in Capital Assets, Net of Related Debt	\$ 2,427,232	\$ 9,336,218	\$ 10,745,501	\$ 12,150,684	\$ 13,307,244	\$ 13,802,891	\$ 15,016,809	\$ 10,092,016	\$ (15,696,181)
Restricted for:									
Debt Services	1,353,347	1,720,016	1,801,050	1,814,506	1,594,417	1,646,024	2,068,977	1,909,169	2,291,287
Capital Outlay	6,108,033	881,458	514,338	351,756	337,034	226,134	192,756	5,965,796	33,450,477
Other Purposes	49,787	114,876	149,446	190,089	236,168	376,555	406,199	373,958	325,704
Set Asides	134,873	134,873	134,873	134,873	134,873	134,873	134,873	134,873	134,873
Unrestricted	876,587	2,011,674	2,556,168	5,569,139	9,945,853	12,249,707	17,066,792	16,700,337	18,205,741
Total Net Assets	\$ 10,949,859	\$ 14,199,115	\$ 15,901,376	\$ 20,211,047	\$ 25,555,589	\$ 28,436,184	\$ 34,886,406	\$ 35,176,149	\$ 38,711,901



(1) Information prior to 2003 not available

Beachwood City School District
Changes in Net Assets of Governmental Activities
Last Nine Fiscal Years (1)
(accrual basis of accounting)

	2011	2010	2009	2008	2007	2006	2005	2004	2003
Expenses									
Regular Instruction	\$11,817,943	\$11,732,566	\$11,979,156	\$11,629,226	\$11,080,629	\$10,648,385	\$11,054,568	\$10,041,085	\$10,778,243
Special Instruction	6,393,564	5,787,279	6,784,298	5,871,895	5,303,469	4,883,454	5,326,130	5,642,088	4,585,415
Vocational Instruction	1,566,475	1,489,827	1,290,755	1,242,827	869,041	1,083,365	989,488	924,719	1,022,011
Adult/Conintuing	172,423	229,767	223,322	172,720	245,490	187,370	182,946	222,285	171,353
Other Instruction	128,063	225,758	179,790	664,301	701,677	747,592	542,440	528,364	453,982
Pupils	2,447,124	2,599,282	2,710,272	2,616,865	2,602,066	2,683,123	3,003,113	2,916,828	2,688,550
Instructional Staff	1,229,125	1,115,463	1,169,119	1,012,486	1,013,004	996,497	792,912	999,100	971,811
Board of Education	562,724	522,649	460,127	356,006	473,970	361,428	392,751	424,172	284,394
Administration	2,396,922	2,337,526	2,329,151	2,371,399	2,314,305	2,291,977	2,307,273	2,467,679	2,398,216
Fiscal	443,112	1,136,671	514,478	746,614	763,705	821,105	784,491	748,653	696,353
Business	464,459	493,005	458,069	459,817	506,341	464,096	499,751	648,341	579,234
Operation and									
Maintenance of Plant	3,435,706	3,340,931	3,716,973	3,720,729	3,724,961	3,553,721	3,474,546	3,681,893	3,511,269
Pupil Transportation	2,394,212	2,100,921	2,059,398	1,993,252	1,905,211	1,795,090	1,787,938	1,984,406	1,764,492
Central	779,644	756,795	704,516	796,909	907,791	891,381	856,973	917,378	902,864
Non-instructional	1,615,457	1,526,872	1,506,769	929,350	997,432	823,543	739,588	689,308	683,080
Extracurricular Activitie	1,001,511	982,846	1,008,747	1,004,529	958,209	885,704	942,705	957,096	944,606
Capital Outlay	0	0	0	0	0	0	0	0	647,931
Debt Service	1,759,116	481,661	541,519	1,162,417	993,752	798,353	863,055	937,935	1,027,560
<i>Total Expenses</i>	<i>\$38,607,580</i>	<i>\$36,859,819</i>	<i>\$37,636,459</i>	<i>\$36,751,342</i>	<i>\$35,361,053</i>	<i>\$33,916,184</i>	<i>\$34,540,668</i>	<i>\$34,731,330</i>	<i>\$34,111,364</i>

Program Revenues

Charges for Services and Sales:

Regular Instruction	\$262,524	\$282,997	\$426,372	\$261,927	\$433,566	\$331,181	\$336,667	\$308,869	\$252,383
Special Instruction	1,016,441	408,532	1,202,361	680,019	1,169,614	1,363,859	1,324,456	1,178,598	2,195,528
Vocational Instruction	810,461	670,516	611,363	805,627	326,213	379,573	335,213	303,005	545,984
Adult/Conintuing	43,777	208,866	223,322	172,720	203,244	187,370	173,326	174,026	153,725
Other Instruction	2,166	0	40,114	535,638	510,762	440,985	456,480	442,970	399,689
Pupils	917,293	821,602	956,469	779,711	618,216	379,618	878,026	871,605	14,869
Instructional Staff	59,206	70,830	151,967	2,321	2,323	515	2,586	988	1,795
Administration	0	6,195	573	320	0	0	15,232	8,963	0
Fiscal	20,410	21,117	6,520	9,519	0	39,238	58,949	3,598	1,759
Business	3,178	3,483	9,155	4,965	12,660	2,003	42,313	14,752	6,121
Operation and									
Maintenance of Plant	324,955	377,779	317,292	275,580	265,814	278,755	250,604	253,837	179,262
Pupil Transportation	0	7,708	75,245	48,277	59,964	50,308	70,677	41,402	40,968
Central	2,652	26,020	8,157	27,494	39,993	26,035	25,650	30,350	20,950
Food Service Operations	422,646	448,638	415,824	374,970	374,118	357,553	326,338	303,674	301,359
Community Services	499,863	504,650	516,995	5,889	3,033	2,382	882	0	0
Extracurricular Activitie	46,729	41,905	35,950	35,189	46,028	78,176	86,449	66,766	66,948

(continued)

Beachwood City School District
 Changes in Net Assets of Governmental Activities
 Last Nine Fiscal Years (1)
 (accrual basis of accounting)

	2011	2010	2009	2008	2007	2006	2005	2004	2003
Operating Grants and Contributions:									
Regular Instruction	\$549,983	\$562,371	\$543,711	\$665,444	\$606,968	\$611,687	\$106,578	\$20,741	\$23,646
Special Instruction	930,310	644,712	980,032	869,960	772,210	838,165	531,704	343,732	634,823
Vocational Instruction	471,903	399,322	370,783	280,527	311,804	351,695	349,405	391,124	303,901
Other Instruction	0	0	0	27,626	29,779	0	0	0	0
Pupils	225,966	157,696	170,662	222,850	290,804	207,123	331,928	378,760	143,719
Instructional Staff	71,242	72,793	77,894	12,356	66,675	7,048	50,490	61,511	31,531
Administration	0	13,591	7,857	7,857	7,736	7,389	6,505	6,971	7,629
Business	0	0	0	0	0	0	1,708	5,600	1,550
Pupil Transportation	470,815	543,734	485,476	491,752	482,910	499,063	487,841	1,578	0
Central	16,375	16,432	52,868	35,660	46,516	24,936	36,715	39,356	27,891
Food Service Operations	68,349	63,411	49,691	38,608	34,751	34,857	29,677	25,941	25,726
Community Services	563,069	252,504	289,849	221,806	262,143	239,028	230,662	146,106	155,779
Extracurricular Activities	0	0	0	1,000	0	250	6,400	0	0
Capital Grants and Contributions:									
Vocational Instruction	0	0	0	0	0	1,097	122	0	0
Pupil Transportation	0	0	6,992	7,781	11,466	6,261	6,910	7,467	15,370
Central	0	0	0	9,184	0	15,000	0	0	23,719
Total Program Revenues	7,800,313	6,627,404	8,033,494	6,912,577	6,989,310	6,761,150	6,560,493	5,432,290	5,576,624
Net Expenses	(\$30,807,267)	(\$30,232,415)	(\$29,602,965)	(\$29,838,765)	(\$28,371,743)	(\$27,155,034)	(\$27,980,175)	(\$29,299,040)	(\$28,534,740)
General Revenues									
Grants and Entitlements									
Not Restricted to Specific	6,845,143	6,141,675	5,152,707	4,170,054	3,168,842	2,772,082	3,916,894	4,549,844	4,089,674
Investment Earnings	332,985	241,009	465,682	648,569	809,864	328,084	139,814	125,271	364,914
Miscellaneous	250,458	257,895	40,154	177,021	76,080	83,182	32,150	61,711	(140,595)
Property Taxes	26,914,433	23,881,579	30,394,644	27,723,716	29,661,499	28,281,357	25,593,578	27,811,470	25,000,564
Total General Revenues	34,343,019	30,522,158	36,053,187	32,719,360	33,716,285	31,464,705	29,682,436	32,548,296	29,314,557
Change in Net Assets	\$3,535,752	\$289,743	\$6,450,222	\$2,880,595	\$5,344,542	\$4,309,671	\$1,702,261	\$3,249,256	\$779,817

(1) Information not presented in this format prior to 2003

Beachwood City School District

Program Revenues by Source

Last Nine Fiscal Years (1)

(accrual basis of accounting)

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
Program Revenues									
Charges for Services									
Regular Instruction	\$262,524	\$282,997	\$426,372	\$927,371	\$1,040,534	\$942,868	\$443,245	\$329,610	\$276,029
Special Instruction	1,016,441	408,532	1,202,361	1,549,979	1,941,824	2,202,024	1,856,160	1,522,330	2,830,351
Vocational Instruction	810,461	670,516	611,363	1,086,154	638,017	732,365	684,740	694,129	849,885
Adult/Conintuing	43,777	208,866	223,322	172,720	203,244	187,370	173,326	174,026	153,725
Other Instruction	2,166	0	40,114	563,264	540,541	440,985	456,480	442,970	399,689
Pupils	917,293	821,602	956,469	1,002,561	909,020	586,741	1,209,954	1,250,365	158,588
Instructional Staff	59,206	70,830	151,967	14,677	68,998	7,563	53,076	62,499	33,326
Administration	0	6,195	573	8,177	7,736	7,389	21,737	15,934	7,629
Fiscal	20,410	21,117	6,520	9,519	0	39,238	58,949	3,598	1,759
Business	3,178	3,483	9,155	4,965	12,660	2,003	44,021	20,352	7,671
Operation and									
Maintenance of Plant	324,955	377,779	317,292	275,580	265,814	278,755	250,604	253,837	179,262
Pupil Transportation	0	7,708	75,245	547,810	554,340	555,632	565,428	50,447	56,338
Central	2,652	26,020	8,157	72,338	86,509	65,971	62,365	69,706	72,560
Food Service Operations	422,646	448,638	415,824	413,578	408,869	392,410	356,015	329,615	327,085
Community Services	499,863	504,650	516,995	227,695	265,176	241,410	231,544	146,106	155,779
Extracurricular Activities	46,729	41,905	35,950	36,189	46,028	78,426	92,849	66,766	66,948
Total Program Revenues	<u>\$4,432,301</u>	<u>\$3,900,838</u>	<u>\$4,997,679</u>	<u>\$6,912,577</u>	<u>\$6,989,310</u>	<u>\$6,761,150</u>	<u>\$6,560,493</u>	<u>\$5,432,290</u>	<u>\$5,576,624</u>

(1) Information not presented in this format prior to 2003

Beachwood City School District
Fund Balances, Government Funds
Last Two Fiscal Years
(modified accrual basis of accounting)

	<u>2011</u>	<u>2010</u>
<i>General Fund</i>		
Nondisposable	\$78,834	\$77,659
Restricted	142,715	142,915
Committed	466,442	148,076
Assigned	1,170,307	1,305,151
Unassigned	<u>16,816,278</u>	<u>16,281,758</u>
<i>Total General Fund</i>	<u>18,674,576</u>	<u>17,955,559</u>
<i>All Other Governmental Funds</i>		
Nondisposable	4,891	0
Restricted	30,162,866	7,819,355
Committed	<u>6,097,755</u>	<u>645,440</u>
Total All Other Governmental Funds	<u>36,265,512</u>	<u>8,464,795</u>
<i>Total Governmental Funds</i>	<u><u>\$54,940,088</u></u>	<u><u>\$26,420,354</u></u>

Note: The School District implemented GASB 54 in 2011.

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Beachwood City School District
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	2011	2010	2009	2008	2007
General Revenues					
Property and Other Local Taxes	\$26,735,219	\$23,720,129	\$30,489,433	\$28,225,851	\$30,467,859
Intergovernmental	10,213,155	8,868,241	8,188,859	7,042,005	6,083,421
Interest	333,272	241,202	467,348	749,468	722,948
Tuition and Fees/Rent	3,358,651	2,576,047	3,884,672	2,936,352	2,793,748
Miscellaneous Revenue from Local Sources	1,323,821	1,582,493	1,151,158	1,180,397	1,425,357
<i>Total Revenues</i>	<u>\$41,964,118</u>	<u>\$36,988,112</u>	<u>\$44,181,470</u>	<u>\$40,134,073</u>	<u>\$41,493,333</u>
Expenditures					
Instruction	\$19,158,837	\$18,741,726	\$19,390,201	\$18,409,343	\$17,132,962
Support Services:					
Pupil	2,488,406	2,638,931	2,683,603	2,597,084	2,610,057
Instructional Staff	1,245,680	1,109,864	1,090,565	930,332	959,487
Board of Education	543,728	502,689	439,485	346,279	451,140
Administration	2,357,983	2,295,127	2,274,608	2,334,626	2,340,665
Fiscal	965,920	982,071	944,581	870,664	853,796
Business	456,991	485,105	450,040	475,683	499,306
Operation and Maintenance of Plant	3,228,836	3,310,293	3,525,969	3,638,095	3,697,130
Pupil Transportation	2,256,616	2,189,730	2,100,816	1,927,821	1,958,588
Central	1,317,613	742,267	1,013,722	1,107,131	1,397,285
Non-instructional	1,584,575	1,492,319	1,489,470	885,503	937,992
Extracurricular Activities	968,684	956,455	976,735	968,945	922,936
Capital Outlay	3,304,901	397,220	832,691	622,003	508,859
Debt Service:					
Principal	2,060,000	1,450,000	1,390,000	1,094,984	1,859,998
Interest	2,092,818	645,190	593,478	970,500	1,009,662
<i>Total Expenditures</i>	<u>44,031,588</u>	<u>37,938,987</u>	<u>39,195,964</u>	<u>37,178,993</u>	<u>37,139,863</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(2,067,470)</u>	<u>(950,875)</u>	<u>4,985,506</u>	<u>2,955,080</u>	<u>4,353,470</u>
Other Financing Sources/(Uses)					
Operating Transfers In	243,024	240,000	396,000	350,000	315,000
General Obligation Bonds Issued	30,319,567	0	0	0	0
Proceed from Sale of Bonds	0	5,650,000	0	6,244,997	0
Proceeds from Sale of Fixed Assets	0	0	0	0	18,622
Inception of Capital Lease	267,639	0	124,373	0	413,152
Other Financing Sources	0	0	0	474,279	0
Operating Transfers Out	(243,024)	(240,000)	(396,000)	(350,000)	(315,000)
Refund of Prior Year Expenditures/Receipts	0	0	0	0	0
Advanced Refunding of Bonds	0	0	0	(6,602,665)	0
	<u>30,587,206</u>	<u>5,650,000</u>	<u>124,373</u>	<u>116,611</u>	<u>431,774</u>
<i>Net Changes in Fund Balances</i>	<u>\$28,519,736</u>	<u>\$4,699,125</u>	<u>\$5,109,879</u>	<u>\$3,071,691</u>	<u>\$4,785,244</u>
Debt Services as a percentage of Noncapital expenditures	9.95%	5.62%	5.25%	5.74%	7.83%

<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
\$27,807,938	\$25,307,928	\$27,589,977	\$24,239,246	\$24,352,420
5,597,211	6,093,461	6,142,734	5,261,381	3,661,088
332,199	140,974	125,949	365,761	402,251
3,015,130	3,369,859	3,161,659	3,424,098	568,401
<u>988,963</u>	<u>1,003,425</u>	<u>931,549</u>	<u>793,879</u>	<u>153,875</u>
<u>\$37,741,441</u>	<u>\$35,915,647</u>	<u>\$37,951,868</u>	<u>\$34,084,365</u>	<u>\$29,138,035</u>
\$16,731,136	\$17,300,556	\$18,098,823	\$16,678,096	\$12,844,431
2,623,983	3,074,384	2,858,960	2,614,236	1,636,458
940,566	788,195	941,951	966,523	1,082,394
338,636	369,854	401,284	263,595	294,226
2,367,189	2,291,300	2,487,798	2,466,060	2,235,020
808,530	769,006	754,590	688,430	714,044
485,869	479,302	668,183	580,659	634,439
3,482,866	3,415,354	3,538,967	3,491,718	3,374,674
1,785,440	1,821,183	1,871,614	1,646,430	1,525,891
1,239,852	1,077,752	983,114	1,029,550	748,401
765,582	694,863	633,396	626,473	179,397
850,200	911,114	918,184	932,594	808,626
297,650	400,279	4,900,809	11,379,293	5,012,396
2,050,000	2,014,960	2,293,959	1,549,000	2,084,000
<u>814,303</u>	<u>878,965</u>	<u>939,886</u>	<u>1,110,098</u>	<u>634,072</u>
<u>35,581,802</u>	<u>36,287,067</u>	<u>42,291,518</u>	<u>46,022,755</u>	<u>33,808,469</u>
<u>2,159,639</u>	<u>(371,420)</u>	<u>(4,339,650)</u>	<u>(11,938,390)</u>	<u>(4,670,434)</u>
283,214	205,500	270,709	310,800	270,400
0	0	0	18,814,982	0
0	0	0	0	0
11,325	41,632	7,850	8,900	2,320
203,684	268,329	583,198	214,273	400,175
0	0	0	503,415	0
(283,214)	(205,500)	(270,709)	(315,574)	(543,267)
0	0	(10,536)	(1,666)	0
0	0	0	(3,192,846)	0
<u>215,009</u>	<u>309,961</u>	<u>580,512</u>	<u>16,342,284</u>	<u>129,628</u>
<u>\$2,374,648</u>	<u>(\$61,459)</u>	<u>(\$3,759,138)</u>	<u>\$4,403,894</u>	<u>(\$4,540,806)</u>
8.12%	8.06%	8.65%	7.68%	9.44%

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

Collection Year	Real Estate		Public Utility Tangible Personal		Total Real/Personal Property		Direct Property Tax Rate
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	
2011	\$ 709,770,470	\$ 2,027,915,629	\$ 9,915,590	\$ 11,267,715	\$ 719,686,060	\$ 2,039,183,344	86.40
2010	713,176,220	2,037,646,343	9,694,520	11,016,500	722,870,740	2,048,662,843	83.90
2009	734,787,970	2,099,394,200	24,347,999	243,873,264	759,135,969	2,343,267,464	83.90
2008	737,297,970	2,106,565,629	38,242,896	245,831,783	775,540,866	2,352,397,412	82.30
2007	732,702,280	2,093,435,086	53,770,556	233,376,196	786,472,836	2,326,811,282	82.30
2006	679,670,070	1,941,914,486	64,658,652	237,250,537	744,328,722	2,179,165,023	83.50
2005	672,204,090	1,920,583,114	67,271,738	245,073,166	739,475,828	2,165,656,280	77.60
2004	670,403,030	1,915,437,229	74,355,817	274,614,423	744,758,847	2,190,051,652	77.50
2003	619,110,040	1,768,885,829	84,164,554	302,442,486	703,274,594	2,071,328,315	77.50
2002	613,766,680	1,753,619,086	98,721,209	333,714,527	712,487,889	2,087,333,613	67.90

Note: Property in Cuyahoga County is reappraised once every six years with a State mandated update of the current market in the third year after reappraisal

*Assessed valuation for real property is based upon 35 percent of estimated true value set by county appraisal, and is 35 percent for public utility property.

Beachwood City School District
Property Tax Rates - Direct and Overlapping
(per \$1,000 Assessed Valuation)
Last Ten Calendar Years

Tax Year/ Collection Year	School Levy	County Levy	City Levy	Total Levy	Debt Service Included in Total Levy		
					School	County	Total
2010/2011	86.40	20.90	4.00	111.30	4.40	1.14	5.54
2009/2010	83.90	20.60	4.00	108.50	1.90	0.82	2.72
2008/2009	83.90	20.60	4.00	108.50	1.90	1.01	2.91
2007/2008	82.30	20.20	4.00	106.50	1.90	1.01	2.91
2006/2007	82.30	20.20	4.00	106.50	1.90	1.01	2.91
2005/2006	83.50	20.30	4.00	107.80	3.10	0.98	4.08
2004/2005	77.60	20.30	4.00	101.90	3.10	0.88	3.98
2003/2004	77.50	19.40	4.00	100.90	3.00	0.91	3.91
2002/2003	77.50	17.60	4.00	99.10	3.00	0.86	3.86
2001/2002	67.90	17.60	4.00	89.50	1.40	0.86	2.26

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

Property Tax Levies and Collections
Real and Personal Property Taxes (1)
Last Ten Calendar Years

Tax Year/ Collection Year	Current Levy	Delinquent Levy	Total Levy	Current Collection	Percent of Current Levy Collected	Delinquent Collection	Total Collection	Total Collected As a Percent of Current Levy
2010/2011	\$31,523,485	\$10,226,335	\$41,749,820	\$28,121,306	89.21%	\$599,534	\$28,720,840	91.1%
2009/2010	31,523,485	10,226,335	41,749,820	28,121,306	89.21%	599,534	28,720,840	91.1%
2008/2009	31,001,148	7,953,004	38,954,152	28,262,113	91.16%	704,361	28,966,474	93.4%
2007/2008	30,850,329	6,565,654	37,415,983	28,112,109	91.12%	1,064,838	29,176,947	94.6%
2006/2007	32,310,572	5,386,849	37,697,421	30,024,676	92.93%	1,017,048	31,041,724	96.1%
2005/2006	33,716,047	3,971,944	37,687,991	31,294,524	92.82%	811,612	32,106,136	95.2%
2004/2005	30,003,789	2,909,970	32,913,759	27,975,506	93.24%	680,095	28,655,601	95.5%
2003/2004	29,929,660	2,286,883	32,216,543	27,572,370	92.12%	651,122	28,223,492	94.3%
2002/2003	29,672,081	1,589,673	31,261,754	28,269,881	95.27%	696,650	28,966,531	97.6%
2001/2002	24,886,806	2,090,958	26,977,764	23,412,034	94.07%	1,327,066	24,739,370	99.4%

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

(1) Includes Homestead/Rollback taxes assessed locally but distributed through the State and reported as intergovernmental revenue.

Beachwood City School District
Principal Property Taxpayers
Real Estate Tax
December 31, 2010 and December 31, 2001

December 31, 2010			
Name of Taxpayer	Nature of Business	Assessed Valuation	% of Total Assessed Valuation (1)
Beachwood Place Limited	Mall	\$57,858,580	15.67%
Cleveland Clinic	Health Care	47,450,670	12.85%
University Hospitals	Health Care	26,340,900	
Hamptons Apartment	Apartments	10,995,570	2.98%
Commerce Park	Office buildings	9,800,020	2.65%
Village Green of Beachwood	Condominiums	9,890,870	2.68%
Developers Diversified Realty	Realty	8,958,570	2.43%
Four Seasons Apartments	Apartments	8,786,240	2.38%
Double Tree	Hotel	7,420,010	2.01%
Gotham King Fee Owner, LLC	Unknown	6,704,960	1.82%
		<u>\$194,206,390</u>	<u>45.47%</u>
Total Commercial Valuation		<u>\$369,177,050</u>	

December 31, 2001			
Name of Taxpayer	Nature of Business	Assessed Valuation	% of Total Assessed Valuation (1)
Beachwood Place Limited	Retail	\$30,157,650	9.28%
MBNA	Banking	24,302,050	7.48%
Hamptons Apartment	Apartments	13,811,180	4.25%
Red Lions Hotels	Hotel	10,770,100	3.31%
Village Green of Beachwood	Apartments	10,391,080	3.20%
Medical Building Invest. Co.	Investment	10,271,800	3.16%
Dilliards	Retail	7,272,760	2.24%
Beachwood Place	Retail	7,055,860	2.17%
Embassy Equity Development	Hotel	6,475,630	1.99%
HHC Beachwood	Hotel	5,835,060	1.79%
		<u>\$126,343,170</u>	<u>38.86%</u>
Total Commercial Valuation		<u>\$325,090,610</u>	

Source: Cuyahoga County Auditor

Beachwood City School District
Principal Property Taxpayers
Tangible Personal Property Tax
December 31, 2010 and December 31, 2001

Total Tangible Personal Property Valuation 2010 \$0

This tax was eliminated in its entirety in 2009

Name of Taxpayer	Nature of Business	December 31, 2001	
		Assessed Valuation	% of Total Tangible Personal Property Valuation
MBNA Ohio Properties, Inc.	Banking	\$5,343,440	6.91%
The Higbee Company	Retail	5,300,410	6.85%
Tremco	Roofing	4,281,840	5.53%
Nordstrom Inc.	Retail	3,922,510	5.07%
Saks Fifth Avenue	Retail	2,429,350	3.14%
Penske Logistical	Truck Leasing	1,984,830	2.57%
Hilton Hotels Corp.	Truck Leasing	1,970,040	2.55%
MBT /Services	Unknown	1,728,920	2.23%
Developers Diversified	Development	1,686,510	2.18%
Cresmont Cadillac	Car dealership	1,473,770	1.91%
Total		\$30,121,620	38.94%
Total Tangible Personal Property Valuation		\$77,360,149	

Source: Cuyahoga County Auditor

Beachwood City School District
Principal Property Taxpayers
Public Utility Tax
December 31, 2010 and December 31, 2004*

		December 31, 2010	
Name of Taxpayer	Nature of Business	Assessed Valuation	% of Total Tangible Personal Property Valuation
Cleveland Electric Illuminating	Electric Utility	\$6,508,760	65.64%
East Ohio Gas	Telephone	594,620	6.00%
Total		<u>\$7,103,380</u>	<u>71.64%</u>
Total Public Utility Valuation		<u>\$9,915,590</u>	

		December 31, 2004*	
Name of Taxpayer	Nature of Business	Assessed Valuation	% of Total Tangible Personal Property Valuation
Cleveland Electric Illuminating	Electric Utility	\$5,099,400	34.54%
		3,810,830	25.81%
		606,340	4.11%
		580,640	3.93%
Ohio Bell	Telephone	571,050	3.87%
Total		<u>\$10,668,260</u>	<u>72.26%</u>
Total Public Utility Valuation		<u>\$14,763,570</u>	

* Information not available prior to 2004
Source: Cuyhoga County Auditor

Beachwood City School District

All Outstanding Debt

Last Ten Years

<u>Year</u>	<u>Gross General Bonded Debt</u>	<u>Notes Outstanding</u>	<u>Leases</u>	<u>Total</u>	<u>Total Debt/Capita*</u>	<u>(1) Debt Outstanding % Of Personal Income</u>
2011	\$40,724,998	\$5,105,000	\$178,426	\$46,008,424	\$3,776	9.3%
2010	11,479,998	6,410,000	41,053	17,931,051	1,471	3.6%
2009	12,209,998	1,480,000	81,096	13,771,094	1,130	2.8%
2008	12,914,998	2,165,000	137,520	15,217,518	1,249	3.1%
2007	13,359,984	2,815,000	334,124	16,509,108	1,355	3.3%
2006	14,599,982	3,435,000	216,448	18,251,430	1,498	3.7%
2005	16,060,022	4,025,000	388,021	20,473,043	1,680	4.1%
2004	17,509,982	4,620,000	468,228	22,598,210	1,854	4.6%
2003	18,889,982	5,200,000	539,556	24,629,538	2,021	5.0%
2002	3,859,000	9,814,000	433,654	14,106,654	1,158	2.9%

* Population 12,186 per US census

(1) Information on Personal Income can be found on S-24.

Source: Beachwood City Schools

Beachwood City School District
 Computation of Direct and Overlapping Debt
 General Obligation
 As of December 31, 2010

<u>Jurisdiction</u>	<u>General Obligation Debt Outstanding</u>	<u>Percentage Applicable to School District (1)</u>	<u>Amount Applicable to School District</u>
<i>Direct Debt:</i>			
Beachwood City School District	\$40,724,998	100.00%	\$40,724,998
<i>Overlapping Debt:</i>			
Cuyahoga County	319,446,948	2.41%	7,698,671
Regional Transit Authority	152,760,000	2.41%	3,681,516
City of Beachwood	31,030,000	99.65%	30,921,395
City of Pepper Pike	<u>8,739,482</u>	0.35%	<u>30,588</u>
Total Overlapping Debt	<u>511,976,430</u>		<u>42,332,170</u>
Total Debt	<u><u>\$552,701,428</u></u>		<u><u>\$83,057,168</u></u>

Source: Cuyahoga County Auditor - Data 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 by the total assessed valuation, which includes all overlapping valuation. The valuations used were for the 2011 collection year.

Beachwood City School District
Ratio of Net General Bonded Debt to Assessed Value
and Net Bonded Debt Per Capita
Last Ten Years

<u>Year</u>	<u>Gross General Bonded Debt</u>	<u>Less Bond Retirement Fund</u>	<u>Net General Bonded Debt</u>	<u>Assessed Value</u>	<u>Population (1)</u>	<u>Ratio of Net Debt to Assessed Value</u>	<u>Net General Bonded Debt Per Capita</u>
2011	\$40,724,998	\$2,218,606	\$38,506,392	\$719,686,060	12,186	5.35%	\$3,160
2010	11,479,998	1,884,167	9,595,831	722,870,740	12,186	1.33%	787
2009	12,209,998	2,052,047	10,157,951	759,135,969	12,186	1.34%	834
2008	12,914,998	1,626,431	11,288,567	775,540,866	12,186	1.46%	926
2007	13,359,984	1,554,189	11,805,795	786,472,836	12,186	1.50%	969
2006	14,599,982	1,738,191	12,861,791	744,328,722	12,186	1.73%	1,055
2005	16,060,022	1,710,750	14,349,272	739,475,828	12,186	1.94%	1,178
2004	17,509,982	1,638,443	15,871,539	755,137,685	12,186	2.10%	1,302
2003	18,889,982	1,305,760	17,584,222	703,274,594	12,186	2.50%	1,443
2002	3,859,000	955,728	2,903,272	712,487,889	12,186	0.41%	238

(1) Source: Estimates provided by City of Beachwood.

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Beachwood City School District
 Computation of Legal Debt Margin
 Last Ten Years

	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>
Assessed Valuation	<u>\$719,686,060</u>	<u>\$722,870,740</u>	<u>\$759,135,969</u>	<u>\$775,540,866</u>
Bonded Debt Limit - 9% of Assessed Value (1)	\$64,771,745	\$65,058,367	\$68,322,237	\$69,798,678
Amount of Debt Applicable to Debt Limit:				
Bonded Debt	40,724,998	11,479,998	12,209,998	12,914,998
Less Bond Retirement Fund	2,218,606	1,884,167	2,052,047	1,626,431
Net General Bonded Debt	38,506,392	9,595,831	10,157,951	11,288,567
Voted Debt Margin	<u>\$24,046,747</u>	<u>\$53,578,369</u>	<u>\$56,112,239</u>	<u>\$56,883,680</u>
Ratio of Legal Debt Margin to Assessed Values	5.35%	1.33%	1.34%	1.46%
Bonded Debt Limit - .1% of Assessed Value (1)	\$719,686	\$722,871	\$759,136	\$775,541
Unvoted Debt Margin	<u>\$719,686</u>	<u>\$722,871</u>	<u>\$759,136</u>	<u>\$775,541</u>

(continued)

Source: Cuyahoga County Auditor

(1) Bond Law by Ohio Revised Code sets a limit of 9% for voted debt margin and .1% for unvoted debt .

<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
<u>\$786,472,836</u>	<u>\$744,328,722</u>	<u>\$739,475,828</u>	<u>\$755,137,685</u>	<u>\$703,274,594</u>	<u>\$712,487,889</u>
\$70,782,555	\$66,989,585	\$66,552,825	\$67,962,392	\$63,294,713	\$64,123,910
13,359,984	14,599,982	16,060,022	17,509,982	18,814,982	19,465,000
1,554,189	1,738,191	1,710,750	1,638,443	1,305,760	955,728
11,805,795	12,861,791	14,349,272	15,871,539	17,509,222	18,509,272
<u>\$57,422,571</u>	<u>\$52,389,603</u>	<u>\$50,492,803</u>	<u>\$50,452,410</u>	<u>\$44,479,731</u>	<u>\$44,658,910</u>
1.50%	1.73%	1.94%	2.10%	2.49%	2.60%
\$786,473	\$744,329	\$739,476	\$755,138	\$703,275	\$712,488
<u>\$786,473</u>	<u>\$744,329</u>	<u>\$739,476</u>	<u>\$755,138</u>	<u>\$703,275</u>	<u>\$712,488</u>

Beachwood City School District
Demographic and Economic Statistics
Last Ten Years

Year (1)	Population (2)	Average Federal Adjusted Gross Income (3)	Median Ohio Adjusted Gross Income (3)	Total Personal Income (4)	Per Capita Personal Income (5)	Debt as a % of Personal Income (6)	Cuyahoga County Unemployment Rate (7)
2009	12,186	\$ 101,351	\$55,654	\$ 493,642,674	\$40,509	8.2%	9.2%
2008	12,186	114,266	53,899	493,642,674	40,509	2.3	7.1
2007	12,186	136,606	51,742	493,642,674	40,509	2.5	6.1
2006	12,186	122,152	48,933	493,642,674	40,509	3.1	5.5
2005	12,186	129,930	45,753	493,642,674	40,509	2.7	6.1
2004	12,186	106,109	46,338	493,642,674	40,509	3.0	6.2
2003	12,186	100,111	43,738	493,642,674	40,509	3.3	6.2
2002	12,186	94,108	41,737	493,642,674	40,509	3.5	6.6
2001	12,186	91,434	42,275	493,642,674	40,509	3.8	4.6
2000	12,186	97,658	45,087	493,642,674	40,509	0.8	4.5

Source:

- (1) 2009 latest Information available
- (2) Federal Census
- (3) Ohio Department of Taxation
- (4) Per capita personal income multiplied by population
- (5) U.S. Census
- (6) Gross bonded debt divided by total personal income
- (7) City of Beachwood

Beachwood City School District
Principal Employers
December 31, 2010

Employer	Number of Employees	Percentage of Total
Bank of America	1,964	12.43%
Cleveland Clinic Foundation	1,182	7.48
Menorah Park Center	985	6.23
Nordstrom	660	4.18
Beachwood Board of Education	583 **	3.69
Harborside of Cleveland	520	3.29
Developers Diversified	543	3.44
Montefiore Hone	488	3.09
City of Beachwood	484	3.06
Rosetta Marketing Group	349	2.21
Total	<u>7,758</u>	<u>49.09%</u>
Total employment within the School District	<u>15,804</u>	

** Includes seasonal, substitutes and casual labor

December 31, 2005 (1)

Employer	Number of Employees	Percentage of Total
MBNA	3,061	13.47%
Menorah Park Center	1,407	6.19
Developers Diversified	539	2.37
Cleveland Clinic Foundation	479	2.11
Beachwood City School District	403	1.77
Tremco Inc.	293	1.29
Lamson & Sessions	196	0.86
Brulant Inc	183	0.81
Medical Mutual of Ohio	181	0.80
National City Bank	138	0.61
Total	<u>6,880</u>	<u>30.28%</u>
Total employment within the School District	<u>22,720</u>	

Source: Regional Income Tax Agency and City of Beachwood
(1) Information prior to 2005 is not available

Beachwood City School District
 Building Statistics by Function/Program
 Last Six Fiscal Years

	2011	2010	2009	2008***	2007	2006
Fairmount Elementary School						
Constructed in 1998						
Total Building Square Footage	26,987	26,987	26,987	26,987	26,987	26,987
* Enrollment Grades PreK	67	70	84	76	84	96
Student Capacity	220	220	220	220	220	220
Regular Instruction Classrooms	8	8	8	8	8	8
Regular Instruction Teachers	2	3	3	3	7	7
Special Instruction Classrooms	3	3	3	3	3	3
Special Instruction Teachers	1	1.68	1.75	1.75	3	2.5
% of students who receive free/reduced lunch	0	0.00**	0.00**	0.00**	0.00**	6.32%
* Includes special ed Pre k and preschool students						
** Lunch not served at Fairmount						
Bryden Elementary School						
Constructed in 1958						
Additions in 1991 and 2002						
Total Building Square Footage	50,289	50,289	50,289	50,289	50,289	50,289
Enrollment Grades K -2	303	307	274	248	288	278
Student Capacity	510	510	510	510	510	510
Regular Instruction Classrooms	13	13	13	13	13	13
Regular Instruction Teachers	16.9	18	19	18	13	13
Special Instruction Classrooms	3	3	3	3	3	3
Special Instruction Teachers	4.2	5.00	4.38	6.53	3	3
% of students who receive free/reduced lunch	12.21%	11.31%	11.31%	8.20%	7.12%	6.86%
Hilltop Elementary School						
Constructed in 1957						
Addition in 2002						
Total Building Square Footage	51,200	51,200	51,200	51,200	51,200	51,200
Enrollment Grades 3-5	294	284	312	295	289	302
Student Capacity	731	731	731	731	731	731
Regular Instruction Classrooms	16	16	16	16	16	16
Regular Instruction Teachers	16.38	20.56	25	20	14	16
Special Instruction Classrooms	3	3	3	3	3	3
Special Instruction Teachers	8.8	9.4	6.42	8	4	4
% of students who receive free/reduced lunch	9.52%	10.09%	10.09%	6.31%	7.17%	6.99%
Beachwood Middle School						
Constructed in 2003						
Total Building Square Footage	98,000	98,000	98,000	98,000	98,000	98,000
Enrollment Grades 6 - 8	336	320	288	317	271	253
Student Capacity	560	560	560	560	560	560
Regular Instruction Classrooms	27	27	27	27	27	27
Regular Instruction Teachers	21.58	21.2	22	22	18	18
Special Instruction Classrooms	3	3	3	3	3	3
Special Instruction Teachers	7	6	4.7	7	2	2
% of students who receive free/reduced lunch	14.88%	10.73%	10.73%	6.01%	4.93%	4.94%
Beachwood High School						
Constructed in 1958						
Additions in 2002 and 2003						
Total Building Square Footage	208,509	208,509	208,509	208,509	208,509	208,509
Enrollment Grades 9 - 12	692	667	669	669	644	647
Student Capacity	1180	1,180	1,180	1,180	1,180	1,180
Regular Instruction Classrooms	40	40	40	40	40	40
Regular Instruction Teachers	42.7	40	45	45	46	45
Special Instruction Classrooms	6	6	6	6	6	6
Special Instruction Teachers	8	8	8	9.5	7	7
% of students who receive free/reduced lunch	8.67%	5.30%	5.30%	3.08%	3.72%	4.93%

(1) Information not available prior to 2006

*** District went through a grade level reconfiguration in 2008. Fairmount became a preschool building, Bryden changed from a 1-3 bldg. to a K-2 bldg, Hilltop changed from a 4-6 building to a 3-5 building and the Middle School changed from a 7-8 building to a 6-8 building.

Beachwood City School District

Per Pupil Cost
Last Ten Fiscal Years

<u>Year</u>	<u>General Fund Expenditures (1)</u>	<u>Average Daily Membership (2)</u>	<u>Per Pupil Cost</u>	<u>Percentage Change</u>
2011	\$31,194,471	1,552	\$20,100	-0.29%
2010	30,722,067	1,524	20,159	-4.54%
2009	31,487,746	1,491	21,119	4.89%
2008	29,678,446	1,474	20,135	6.26%
2007	28,743,982	1,517	18,948	6.18%
2006	27,071,093	1,517	17,845	0.13%
2005	27,462,681	1,541	17,821	-3.76%
2004	28,498,892	1,539	18,518	1.90%
2003	27,641,345	1,521	18,173	10.91%
2002	24,922,718	1,521	16,386	6.09%

Source: School District Financial Records

- (1) Excludes other financing uses
- (2) Excludes preschool enrollment

Beachwood City School District
Attendance and Graduation Rates
Last Ten School Years

<u>Fiscal Year</u>	<u>Beachwood Attendance Rate</u>	<u>State Average</u>	<u>Beachwood Graduation Rate</u>	<u>State Average</u>
2011	96.2%	93.0%	100.0%	90.0%
2010	95.9	94.3	97.1	83.0
2009	95.6	94.3	98.5	84.6
2008	95.7	94.2	97.7	86.9
2007	95.0	94.1	97.1	86.1
2006	96.1	94.1	99.3	86.2
2005	96.2	94.3	97.9	85.9
2004	96.5	94.5	97.3	84.3
2003	95.6	94.5	97.2	83.9
2002	96.3	94.3	97.2	82.8

Source: Ohio Department of Education Local Report Cards

Beachwood City School District
School District Employees by Function/Program
Last Seven Fiscal Years (1)

Function/Program	2011	2010	2009	2008	2007	2006	2005
Regular Instruction							
Preschool Classroom Teachers	2.00	2.00	3.00	3.00	3.00	3.00	3.00
Preschool Aides	3.36	2.32	3.43	3.92	2.53	2.46	3.13
Preschool After Care Instructor	-	-	-	0.00	0.80	0.80	0.80
Elementary Classroom Teachers	31.47	29.00	30.47	28.47	33.47	34.07	37.47
Instructional Assistants	-	-	-	1.80	2.07	3.26	3.56
Art/Music/PE/Technology K-12	18.16	18.66	19.66	19.67	18.38	18.38	20.90
High School/Middle School Classroom Teachers	46.70	49.07	47.10	48.05	43.10	42.00	44.90
Special Instruction							
Preschool Special Ed.	1.00	1.68	1.75	1.75	1.75	1.67	1.67
ESL	1.00	1.00	1.00	1.00	0.60	0.60	0.60
Language Delayed/Cognitive Disabilities	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Multi-Disabilities	2.00	2.00	2.00	2.00	3.45	3.20	2.33
Deaf/Hard of Hearing	5.00	5.00	5.00	5.00	5.00	4.00	5.00
Intervention Specialists	14.00	14.00	14.00	13.50	13.50	11.40	14.40
Special Ed Assistants	33.15	34.05	35.00	36.80	33.40	31.50	33.50
Gifted Education Teachers	4.00	4.00	4.00	4.00	4.00	4.00	5.00
Vocational Instruction							
High School Classroom Teachers	7.50	7.00	7.00	5.25	5.00	5.00	5.00
Pupil Support Services							
Guidance Counselors	6.00	6.00	6.00	7.00	5.80	5.80	6.00
Librarians	4.00	4.00	4.00	4.00	4.00	4.00	4.00
Library Media Assistants	3.00	3.00	2.50	3.00	3.00	2.50	3.50
Psychologists	3.00	2.50	3.00	3.00	3.00	3.00	3.50
Audiologist and Speech & Lang Pathologists	4.60	4.60	5.20	5.20	5.20	5.20	5.80
Nurses	2.00	2.10	2.10	2.10	2.42	2.30	2.14
Educational Interpreters	10.00	10.00	10.00	10.34	11.60	12.00	17.00
Occupational Therapist	1.00	1.00	1.00	0.00	0.80	0.80	0.80
Tutors	2.58	2.32	5.80	3.71	3.11	4.61	1.58
Administrators/Supervisors							
Central Office	4.00	4.00	4.00	4.00	4.50	4.00	4.00
Elementary	2.00	2.00	2.00	2.00	3.50	3.00	4.00
MiddleSchool/High School	4.00	3.50	5.00	5.00	4.00	4.00	3.00
Supervisors	4.00	5.00	5.00	6.00	7.00	7.00	9.00
Community Education Coordinator	0.00	0.63	0.63	0.63	0.63	0.63	0.63
Administrative Support							
Administrative/Office Assistants	16.00	16.53	16.50	17.00	18.38	18.38	15.00
Operation of Plant							
Cleaners	11.00	11.00	11.00	11.00	10.75	10.75	12.00
Custodians	9.00	9.00	9.00	10.00	10.00	10.00	11.00
Maintenance/Grounds	3.00	4.00	5.00	5.00	5.00	5.00	6.00
Pupil Transportation							
Bus Drivers	18.15	18.15	20.26	21.71	23.14	21.62	24.07
Mechanics	2.00	2.00	2.00	2.00	2.00	2.00	2.00
Treasurer's Office Staff							
Treasurer's Office Staff	4.60	4.60	4.60	4.60	4.60	4.60	5.00
Technology							
Technology	2.00	2.00	2.00	2.00	2.00	1.50	1.00
Food Service Program							
High School Cooks	-	-	-	3.00	3.00	3.00	3.00
Food Service Worker	-	-	-	6.48	5.66	5.26	5.71
Lunch Aides	-	-	-	0.00	0.00	0.00	18.00
Totals	<u>287.27</u>	<u>289.71</u>	<u>302.00</u>	<u>314.98</u>	<u>315.14</u>	<u>308.29</u>	<u>350.99</u>

(1) Information not available prior to 2005

Beachwood City School District
 Full-Time Equivalent School District Teachers by Education
 Last Eight Fiscal Years (1)

Degree	2011	2010	2009	2008	2007	2006	2005	2004
Bachelor's Degree	13	12	12	12	16	11	11	11
Bachelor+ 12	3	3	2	9	5	6	8	10
Bachelor + 24	8	6	9	11	11	17	15	17
Bachelor + 30	2	2	2	2	3	4	4	5
Master's Degree	40	50	48	48	84	79	79	84
Master + 12	29	25	28	31	15	14	14	15
Master + 24	22	20	18	19	9	10	10	5
Master + 36	20	21	23	24	10	9	9	9
Master + 60	23	19	20	19	14	12	12	17
Total	<u>160</u>	<u>158</u>	<u>162</u>	<u>175</u>	<u>167</u>	<u>162</u>	<u>162</u>	<u>173</u>

Source: School District Records
 (1) Information not available prior to 2004

Beachwood City School District
 Enrollment Statistics
 Last Ten Fiscal Years

Fiscal Year	Elementary Schools	Middle School/ High School	Total
2011*	621	1,028	1,649
2010*	617	987	1,604
2009*	614	957	1,571
2008*	559	986	1,545
2007	661	915	1,576
2006	676	900	1,576
2005	725	880	1,605
2004	687	909	1,596
2003	676	902	1,578
2002	661	882	1,543

* Middle School/High School includes grades 6-12, elementary K-5
 Prior to 2008, Middle School/High School included 7-12, elementary K-6

Source: Beachwood City Schools EMIS records

Beachwood City School District
 ACT Composite Scores
 Last Ten School Years

School Year	Number of Test Takers	Number of Seniors	Beachwood Composite	Ohio Composite	National Composite
2011	131	160	26.0	21.8	21.0
2010	113	139	26.1	21.8	20.9
2009	187	126	25.4	21.7	21.1
2008	226	131	25.0	21.7	21.1
2007	200	115	24.3	21.6	21.2
2006	197	116	23.6	21.5	21.1
2005	197	97	24.5	21.4	20.9
2004	198	101	25.4	21.4	20.9
2003	203	102	24.2	21.4	20.8
2002	191	89	23.3	21.4	20.8

Source: High School Guidance Department
 Beachwood City School District

Beachwood City School District
 SAT Composite Scores
 Last Ten School Years

School Year	Number of Senior Test Takers	Beachwood Reading/Verbal*	Ohio Reading/Verbal*	National Reading/Verbal*	Beachwood Math	Ohio Math	National Math	Beachwood Writing	Ohio Writing	National Writing
2010*	64	616	538	501	625	548	516	594	522	492
2009	70	573	537	501	606	546	515	584	523	493
2008	68	619	534	502	635	544	515	629	521	494
2007	70	587	536	502	603	542	515	583	522	494
2006	76	557	535	503	573	544	518	573	521	497
2005	96	575	539	508	604	543	520	n/a	n/a	n/a
2004	99	587	538	508	577	542	518	n/a	n/a	n/a
2003	111	562	536	507	580	541	519	n/a	n/a	n/a
2002	113	549	533	504	556	540	516	n/a	n/a	n/a
2001	83	563	534	506	577	539	514	n/a	n/a	n/a

* Latest information available

Source: High School Guidance Department
 Beachwood City School District

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

Fiscal Year	Beachwood Average	State Average
2010	11.4	n/a
2009	13.4	n/a
2008	13.4	18.6
2007	14.3	19.6
2006	14.1	18.6
2005	12.3	18.5
2004	12.3	18.5
2003	10.0	16.5
2002	10.7	16.9
2001	11.1	18.0

Source: Ohio Department of Education, Local Report Card 2001-2008
2009-2010 Source Cupp Report



Dave Yost • Auditor of State

BEACHWOOD 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
SEPTEMBER 13, 2011