

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

SINGLE AUDIT

FOR THE YEAR ENDED JUNE 30, 1999



JIM PETRO
AUDITOR OF STATE

STATE OF OHIO

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**Schedule of Federal Awards Expenditures
for the year ended June 30, 1999**

Federal Grantor/	Pass-Through Entity Number	CFDA Number	Receipts	Non-Cash Receipts	Non-Cash Disbursements	Non-Cash Disbursements
U. S. Department of Agriculture						
<i>Passed Through the Ohio Department of Education</i>						
Child Nutrition Cluster:						
National School Lunch Program	043646 03-PU 00 99	10.555	\$84,858	\$0	\$84,858	\$0
National School Breakfast	043646 05-PU-00 99	10.553	\$2,498	\$0	\$2,498	\$0
Government Donated Foods	N/A	10.550	\$0	\$79,808	\$0	\$79,808
Total U. S. Department of Agriculture - Child Nutrition Cluster			\$87,356	\$79,808	\$87,356	\$79,808
U. S. Department of Education						
<i>Passed Through the Ohio Department of Education</i>						
Special Education Cluster:						
Special Education Grants to States (IDEA, Part B)	043646 6B-SF 99 P	84.027	\$148,836	\$0	\$126,546	\$0
Special Education - Preschool Grant (IDEA Preschool)	043646 PG-S1 99 P	84.173	\$17,551	\$0	\$16,604	\$0
Total Special Education Cluster			\$166,387	\$0	\$143,150	\$0
Grants to Local Education Agencies (ESEA Title I)						
	043646 C1-S1 98	84.010	\$14,780	\$0	\$14,780	\$0
	043646 C1-S1 99		\$84,843	\$0	\$80,143	\$0
Subtotal			\$99,623	\$0	\$94,923	\$0
Drug Free Schools Grant						
Subtotal	043646 DR-S1 99	84.186	\$6,223	\$0	\$2,010	\$0
			\$6,223	\$0	\$2,010	\$0
Eisenhower Math and Science						
Subtotal	043646 MS-S1 99	84.281	\$11,470	\$0	\$0	\$0
			\$11,470	\$0	\$0	\$0
Title VI Innovative Education Program Strategy						
Subtotal	043646 C2-S1 99	84.298	\$16,275	\$0	\$15,756	\$0
			\$16,275	\$0	\$15,756	\$0
Total Department of Education			\$299,978	\$0	\$255,839	\$0
Total Federal Financial Assistance			\$387,334	\$79,808	\$343,195	\$79,808

The accompany notes to this schedule are an integral part of this schedule.

NOTES TO THE SCHEDULE OF FEDERAL AWARDS EXPENDITURES

NOTE A - SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B - FOOD DISTRIBUTION

Nonmonetary assistance is reported in the schedule at the fair market value of the commodities received and disbursed. At June 30, 1999, the District had no significant food commodities in inventory.

NOTE C - NATIONAL SCHOOL LUNCH, SPECIAL MILK AND ADULT AND COMMUNITY EDUCATION PROGRAMS

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

N/A - Not applicable.

CFDA - Catalog of Federal Domestic Assistance



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OFFICE OF THE AUDITOR**

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**REPORT ON COMPLIANCE AND ON INTERNAL CONTROL REQUIRED BY
GOVERNMENT AUDITING STANDARDS**

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

We have audited the financial statements of the Brecksville-Broadview Heights City School District, Cuyahoga County, Ohio, (District) as of and for the year ended June 30, 1999, and have issued our report thereon dated December 22, 1999. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards. However, we noted certain immaterial instances of noncompliance that we have reported to management of the District in a separate letter dated December 22, 1999.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that do not require inclusion in this report, that we have reported to management of the District in a separate letter dated December 22, 1999.

Brecksville-Broadview Heights City School District
Report on Compliance and on Internal Control
Required by Government Auditing Standards
Page -2-

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

JIM PETRO
Auditor of State

December 22, 1999



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

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

Compliance

We have audited the compliance of the Brecksville-Broadview Heights City School District, Cuyahoga County, Ohio, (District) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement that are applicable to its major federal program for the year ended June 30, 1999. The District's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings. Compliance with the requirements of laws, regulations, contracts and grants applicable to the major federal program is the responsibility of the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

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

In our opinion, the District complied, in all material respects, with the requirements referred to above that are applicable to its major federal program for the year ended June 30, 1999.

Internal Control Over Compliance

The management of the District is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the District's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses. We noted other matters involving the internal control over federal compliance that do not require inclusion in this report, that we have reported to management of the District in a separate letter dated December 22, 1999.

Schedule of Federal Awards Expenditures

We have audited the general-purpose financial statements of the District as of and for the year ended June 30, 1999, and have issued our report thereon dated December 22, 1999. Our audit was performed for the purpose of forming an opinion on the general-purpose financial statements taken as a whole. The accompanying Schedule of Federal Awards Expenditures is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the general-purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general-purpose financial statements taken as a whole.

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

JIM PETRO
Auditor of State

December 22, 1999

SCHEDULE OF FINDINGS

1. SUMMARY OF AUDITOR'S RESULTS
--

OMB CIRCULAR A-133 §.505

(d)(1)(i)	Type of Financial Statement Opinion	Unqualified
(d)(1)(ii)	Were there any material control weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(1)(ii)	Were there any other reportable control weakness conditions reported at the financial statement level (GAGAS)?	No
(d)(1)(iii)	Was there any reported non-compliance at the financial statement level (GAGAS)?	No
(d)(1)(iv)	Were there any material internal control weakness conditions reported for major federal programs?	No
(d)(1)(iv)	Were there any other reportable internal control weakness conditions reported for major federal programs?	No
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unqualified
(d)(1)(vi)	Are there any reportable findings under § .510?	No
(d)(1)(vii)	Major Programs (list)	Title VI-B, CFDA #84.027 Preschool, CFDA#84.173
(d)(1)(viii)	Dollar Threshold: Type A/B Programs	Type A: > \$300,000 Type B: all others
(d)(1)(ix)	Low Risk Auditee?	Yes

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

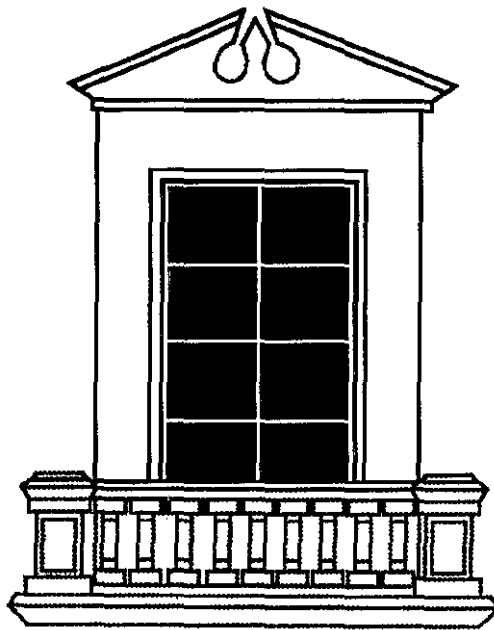
None.

3. FINDINGS FOR FEDERAL AWARDS

None.

Brecksville-Broadview Heights City School District

Comprehensive Annual Financial Report



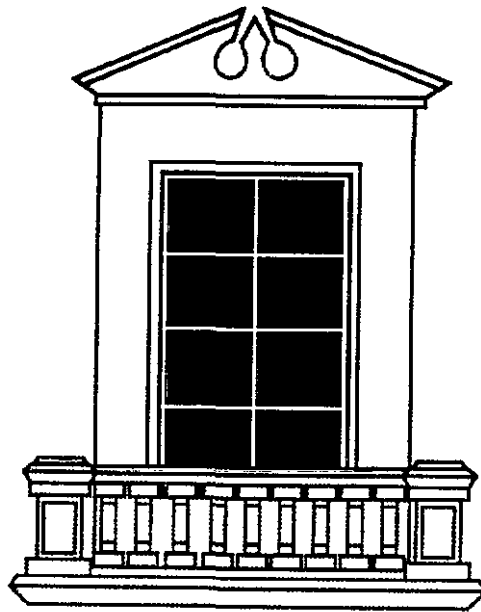
“where fine education is a heritage”

**Board of Education of
Brecksville-Broadview Heights City School District
Brecksville, Ohio**

For the year ended June 30, 1999

Brecksville-Broadview Heights City School District

Comprehensive Annual Financial Report



“where fine education is a heritage”

Board of Education of
Brecksville-Broadview Heights City School District
Brecksville, Ohio

—
For the year ended June 30, 1999

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

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Year Ended June 30, 1999

**Issued by: Treasurer's Office
Marvin Founds, Treasurer**

**Brecksville-Broadview Heights City Schools
6638 Mill Road, Brecksville, Ohio 44141**

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
Comprehensive Annual Financial Report
For the Year Ended June 30, 1999

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BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
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BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

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INTRODUCTORY
SECTION

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

COMPREHENSIVE ANNUAL FINANCIAL REPORT

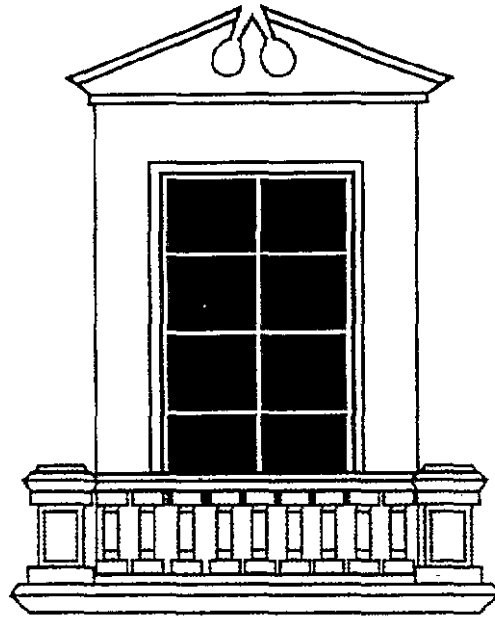
for fiscal year ended June 30, 1999

Our Mission . . .

The mission of the Brecksville-Broadview Heights City School District is to educate students in partnership with the school community to possess the skills and knowledge necessary to compete, advance, and lead in a changing world and to be effective contributors to their families and communities.

**Issued by: Treasurer's Office
Marvin Founds, Treasurer**

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



Brecksville-Broadview Heights City School District
6638 Mill Road • Brecksville, Ohio 44141 • (440) 526-4370

"where fine education is a heritage"

December 22, 1999

**TO THE BOARD OF EDUCATION AND CITIZENS OF THE BRECKSVILLE-
BROADVIEW HEIGHTS CITY SCHOOL DISTRICT:**

We are pleased to present the second consecutive Comprehensive Annual Financial Report (CAFR) of the Brecksville-Broadview Heights City School District (District) for the fiscal year ended June 30, 1999. This CAFR is prepared in accordance with generally accepted accounting principles (GAAP) and in conformance with standards of financial reporting established by the Governmental Accounting Standards Board (GASB) using guidelines recommended by the Government Finance Officers Association of the United States and Canada (GFOA).

This CAFR has three sections:

The Introductory Section includes this transmittal letter, the GFOA Certificate of Achievement, the district's organizational chart, and a list of principal officials.

The Financial Section includes the general purpose financial statements and the supplemental data, as well as the Report of Independent Accountants on the financial statements and schedules.

The Statistical Section provides pertinent financial, economic, and demographic information indicating ten-year historical trends.

The Office of the Treasurer is responsible for the accuracy of the data presented and the completeness and fairness of this presentation. We believe the data presented is accurate in all material respects and that all disclosures necessary to enable the reader to acquire the maximum understanding of the District's financial activity are included herein.

Reporting Entity

One of 611 public school districts in the State of Ohio and 32 districts in Cuyahoga County, the Brecksville-Broadview Heights City School District provides education to approximately 4,050 students in grades K through 12. Geographically the District encompasses the entire City of Brecksville, all but the southwestern portion of the City of Broadview Heights and a small section of the City of North Royalton. The school district's total area is approximately 27 square miles.

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

The over 4,000 students enrolled in the Brecksville-Broadview Heights School District attend classes in one high school (9-12), one middle school (6-8) and four elementary schools. A new 295,000 square foot high school opened in the fall of 1997. Vocational students attend the Cuyahoga Valley Career Center, which is located in Brecksville, and operates as a separate entity from the District.

The School District is an independent political subdivision of the State of Ohio and operates subject to the provisions of the Ohio Constitution and various sections of the Revised Code. Under such laws, there is no authority for the School District to have a charter or adopt local laws. The School District is not a part of, nor under the control of any other municipality.

The accompanying general purpose financial statements comply with the provisions of Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*, in that the financial statements include all organizations, activities and functions for which the District is financially accountable. Financial accountability is defined as the appointment of a voting majority of a component unit's board and either (i) the District's ability to impose its will over a component unit, or (ii) the possibility that the component unit will provide a financial benefit or impose a financial burden on the District. On that basis, the reporting entity of the District includes the services of the school district only (i.e. there are no component units).

Organization of the School District

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

The Superintendent is the chief executive officer of the District, responsible to the Board for total educational and support operations. Administrative personnel reporting to the Superintendent include the Assistant Superintendent, Director of Business Affairs, Director of Pupil Services, Coordinator of Community Relations and the school principals. The Treasurer is the chief financial officer of the District, responsible to the Board for maintaining all financial records, issuing warrants in payment of liabilities incurred by the District, acting as custodian of all District funds, and investing idle funds as permitted by Ohio law.

Economic Outlook

The District is considered a high wealth district. The valuation per pupil for fiscal year 1998 was \$170,862 compared to the State average of \$91,750. A comparison of federal adjusted gross income shows that Brecksville-Broadview Heights ranks 34th in the State of Ohio with all other school districts with an average federal adjusted gross income of \$54,844. The District had a 1997-98

expenditure per pupil of \$6,768, compared to the State average of \$6,071. The District is located in a residential area with limited industrial and/or commercial facilities. The valuation increase for the period of 1989 through 1998 was an average of 9.1% annually including updates and reappraisals. All new construction is limited and closely monitored. Considerable residential development has also been occurring and is continuing to be planned within the District. Enrollment for the school year 1988-89 was 2,826. Enrollment for the 1998-99 school year was 4,050. During the last five years the District has experienced enrollment growth averaging 2.1%. The enrollment projections indicate that the growth will continue well into the new century. Student enrollment projections for the year 2008-09 indicate enrollment of 4,516.

The District, along with many other public school systems in the state, still faces some difficult economic situations in the future since the primary funding source is property tax revenue. Ohio law limits growth in real estate tax revenues by reducing millage as assessed values increase. This keeps revenues from each levy relatively constant. Statewide voters have proved reluctant to increase property taxes. The District's management is well aware of these facts, especially after the passage of the last operating levy for additional millage was accomplished only after several attempts. Although the District has received additional revenue from the valuation growth of new construction within the District, the increased expenditures from inflationary pressures and the enrollment growth have somewhat outpaced the additional revenue. The District administration is closely monitoring the cost of operations and continues to look for new funding sources in order to maintain the quality educational services that the District has been accustomed to providing.

Comments on the Perry County Case and DeRolf decision

On March 24, 1997, the Ohio Supreme Court found the state's method of funding public education to be unconstitutional. According to the Supreme Court, Ohio's current funding method violated the "thorough and efficient" clause of Ohio's constitution, evidenced by financial disparities that exist between Ohio's "high wealth" and "low wealth" districts. Since the primary local source of funding Ohio schools is the property tax, the foundation formula was originally intended to compensate for the large differences in property values found throughout the state by allocating state funds based on property valuation per pupil. Modifications to the allocation formula over the years have failed to adequately subsidize districts with lower property valuations.

It is generally understood that the state's school funding remedy will greatly benefit low-wealth school districts. As a high-wealth district, the most likely outcome for Brecksville-Broadview Heights from a restructured system of school funding is to maintain current levels of state funding. Brecksville-Broadview Heights is a member of the Alliance for Adequate School Funding, an organization of wealthy school districts working for a funding solution that takes a "hold harmless" approach. The Alliance advocates a solution that will provide for needy schools, avoid the "Robin Hood" effect of taking from wealthy districts to provide for the poorer ones, and address the negative effects of House Bill 920. H.B. 920, passed by the Ohio legislature in 1976, prohibits the inflationary growth of revenue generated by tax issues. When inflation increases the worth of taxable property in the District, tax rates are reduced so income, or voted dollars, will remain about the same.

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

Educational Program

During the 1998-99 school year, 4,050 students were enrolled in the District's four elementary schools, one middle school and one high school. The high school population includes 69 students enrolled in cooperative vocational educational programs provided by the Cuyahoga Valley Career Center. In addition, 6 special needs students are being served by agencies which specialize in meeting the needs of this population. The average pupil/teacher ratio for the 1998-99 academic year was 21 to 1.

The District's curriculum includes a wide range of electives and comprehensive courses of study in college preparatory, liberal arts and vocational programs. Test scores indicate students are achieving higher than state and national averages.

A full range of extracurricular programs and activities are available to students beginning in the elementary grades. A complete competitive athletics program is offered beginning in the 8th grade at the middle school. An intramural sports program is also offered to students at selected grade levels throughout the District.

The District is staffed by four certified librarians, three and a half speech and hearing therapists, three full time and one part time psychologist. Services of an occupational/physical therapist are contracted out. A special education supervisor is employed by the District.

The District employs twenty-three teachers to work with special needs students. The Cuyahoga Valley Career Center provides a work study coordinator for students with special needs at the secondary level. Talented and gifted instruction is available to all students and supervised by a part-time County Board of Education coordinator. The District now employs six gifted and talented teachers at the elementary and middle school level.

One full time teacher, one aide and a part-time psychologist serve the District's preschool handicapped students.

Elementary students who are "at risk" but not on Individual Education Plan may receive "at risk" tutoring.

A comprehensive K-12 guidance program is staffed by seven counselors. The middle school staff has been working for four years on the transition to a true middle school. All three grade levels are now organized into teams with daily home-based activities.

Elementary students have scheduled time, each day, in computer labs. All teachers and students have access to the Internet through Lakeshore Northeast Ohio Computer Association (LNOCA), the District's acquisition site. SchoolNet provided the opportunity for all buildings to be wired for voice, video and data.

Language arts and mathematics instruction at the elementary level are child-centered and research based.

Schools in the district have annually received the Right to Read participation award from the State, recognizing local efforts to promote and encourage reading. An annual author visit is part of this program.

More than 89% of the district's high school graduates indicate they intend to pursue a college education, and ACT and SAT College Entrance exam scores are above national averages.

The District offers approximately 165 courses at the high school level and 21 course offerings are available at the Career Center.

Athletic programs include a full range of both interscholastic and intramural sports programs.

Foreign Language students were afforded the opportunity to study abroad during Board of Education sponsored summer trips.

Proficiency Intervention was offered to students in grades 8-12.

A summer intervention camp was offered to students in grades 3-6.

The high school increased the number of credits for graduation from 18 to 21.

Through the State of Ohio SchoolNet Plus funding, purchases of hardware and software were made to meet the goal of one computer for every five students in grades K-4. Professional development opportunities for teachers included Internet training and how to integrate technology into the curriculum.

The District's Interactive Distance Learning Lab at the high school provided opportunities for students to take classes taught in other districts and colleges in northeastern Ohio.

Teachers, counselors, and administrators updated the K-12 Guidance Plan to provide for a more efficient and effective use of counselor time.

Classroom teachers at all levels are supported by the Brecksville-Broadview Heights Educational Advisory Team consisting of nine teachers, four administrators, and three parents. The Advisory Team, which meets quarterly is a venue for District communications and gives members an opportunity to ask questions about and discuss what is happening in the District, share building activities and District projects, review new course offerings and discuss curriculum concerns.

Teachers and administrators spent the 1998-99 school year reviewing and revising courses of study in the areas of Language Arts and Library/Media..

A Local Professional Development Committee was formed to address the New Teacher Licensure Standards. The committee reviews and approves the course work and other professional development activities that educators wish to complete for renewal of certificates or licenses.

Work was completed during the 1998-99 school year on the Hilton Habitat, a land lab located behind Hilton Elementary School. The Habitat includes a weather station, a butterfly garden, a herb garden and an equipment habitat. High school and middle school students are helping to add a variety of interest areas to the habitat.

Brecksville-Broadview Heights students have been recognized as Commended Students, Semifinalists or Finalists in the National Merit Scholarship Program for the past 42 consecutive years.

Financial Information

The District's accounting system is organized on a "fund" basis. Each fund is a separate self-balancing accounting entity. Records for all District funds, except Proprietary Funds, are maintained on a modified accrual basis whereby revenues are recognized when measurable and available, and expenditures are recognized when the related liability is incurred, except for interest on long-term debt which is recorded when due. Proprietary Funds are accounted for on the full-accrual basis of accounting. Both basis of accounting are in accordance with generally accepted accounting principles (GAAP) as applied to governmental units and consistent with GASB Cod. Sec. 1600; "Basis of Accounting."

Internal Control

In developing and revising the District's accounting and internal control system, the Treasurer has considered the adequacy of internal controls to provide reasonable, but not absolute, assurance regarding:

- the safeguarding of assets against loss from unauthorized use or disposition; and
- the reliability of financial records for preparing financial statements and maintaining accountability for assets.

The concept of reasonable assurance recognizes that:

- the cost of a control should not exceed the benefits likely to be derived; and
- the evaluation of costs and benefits requires estimates and judgments by management.

Management believes that the internal controls adequately meet the above objectives.

Budgetary Controls

All governmental, proprietary, expendable trust and nonexpendable trust fund types are subject to annual expenditures budgets. The procedures below outline the District's budgetary procedures:

1. A Tax Budget of estimated cash receipts and disbursements is submitted to the County Auditor, as secretary of the County Budget Commission, by January 20 of each year, for the fiscal year commencing the following July 1. The Brecksville-Broadview Heights Board of Education normally adopts the Tax Budget at its organization meeting in early January.
2. The County Budget Commission certifies its actions to the District by March 1. As part of this certification, the District receives the official certificate of estimated resources which states the projected receipts of each fund. On or about July 1, this certificate is amended to include any unencumbered balances from the preceding year.
3. An annual appropriation measure must be passed by October 1 of each year for the period July 1 to June 30. Unencumbered appropriations lapse at year-end. Encumbered appropriations are reported as expenditures in the current year budget basis statement of revenue, expenditures and changes in fund balance. The Board of Education adopted a temporary appropriation measure in June 1998, to allow the District to operate until its annual appropriations were adopted. The legal level of budgetary control is at the function and object level within the fund. The appropriation measure may be amended or supplemented during the year as new information becomes available. Management controls the budget at their building or department level and may transfer funds within their individual budgets throughout the year. The final appropriation measure including all transfers made by management was approved by the Board of Education on June 30, 1999. Appropriations may not exceed estimated resources and expenditures may not exceed appropriations in any fund at the function and object level.

Additionally, the District maintains an encumbrance accounting system as a useful technique of accomplishing budgetary control. Under encumbrance accounting, purchase orders, contracts, and other commitments for expenditures of funds are recorded in order to reserve that portion of the applicable appropriation.

The District prepares its budget on a basis of accounting that differs from generally accepted accounting principles (GAAP). The actual results of operations are presented in the Combined Statement of Revenues, Expenditures, and Changes in Fund Balances—Budget and Actual—All Governmental Fund Types and Similar Trust Funds in accordance with the budget basis of accounting.

As noted in the District's budgetary procedures above, expenditures may not exceed appropriations at the function and object level. This "level of expenditure detail" is defined by the Auditor of State of Ohio Uniform School Accounting System User Manual. The object identifies the service or commodity obtained as the result of a specific expenditure (e.g. salaries and wages, purchased services, supplies and materials). The function describes the activity a person performs or the purpose for which an expenditure is made. The following is a summary of the definitions used when categorizing governmental expenditures by function:

Regular Instructional Services - Instructional activities designed primarily to prepare pupils for the necessary activities as citizens, family members, and workers. Regular instructional services include those instructional services that are not otherwise categorized as special, vocational or continuing instructional services.

Special Instructional Services - Instructional activities designed primarily to deal with pupil exceptionalities. The special instruction service areas include Pre-primary, Elementary, and Secondary services for the: i) academically gifted; ii) handicapped; iii) culturally different; iv) disadvantaged; and v) other special.

Vocational Instructional Services - Instructional activities designed to prepare youths and adults, in an efficient and timely fashion, to make informed career choices and to successfully enter, complete, and advance in a changing work environment.

Regular, Special and Vocational Instructional Services are combined into the line titled "Instruction" on the financial statements.

Operation and Maintenance of Plant Support Services - Those activities concerned with keeping the physical facilities open, comfortable and safe for use. This includes activities of maintaining safety in buildings, on the grounds, and in the vicinity of schools.

School Administration Support Services - Those activities concerned with overall administrative responsibilities for a single school, group of schools, or the entire District.

Pupils Support Services - Those activities which are designed to assess and improve the well-being of pupils and to supplement the teaching process (e.g. guidance services, health services, psychological services).

Instructional Staff Support Services - Activities associated with assisting the instructional staff with the content and process of providing learning experiences for pupils (e.g. instructional staff training services, educational media services).

Business Operations Support Services - Those fiscal services activities related to the financial operations of the District. This includes budgeting, accounting, payroll and other fiscal services provided by the treasurer's office. In addition, the business operations function comprises those activities related to the business manager's operational unit including, purchasing, receiving, transporting, exchanging and maintaining goods and services for the District.

Student Transportation Support Services - Those activities concerned with the conveyance of individuals to and from school, as provided by state law. It includes transportation to school and school-related activities.

Central Support Services - Those activities, other than general administration, which support each of the other instructional and supporting services programs, including planning, research, development, evaluation, information staff, statistical, and data processing services.

Board of Education Support Services - Activities concerned with establishing and administering policy in connection with the operation of the District.

Facilities Acquisitions and Construction Services - Those activities concerned with acquiring land and buildings, remodeling or constructing buildings, making additions to buildings, and initially installing or extending service systems and other equipment.

Co-curricular Activities - Student activities, which are supervised by qualified adults, designed to provide opportunities for pupils to participate in such experiences on an individual basis, in small groups, or in large groups - at school events, public events, or a combination of these - for the purposes such as motivation, enjoyment and skill improvement. In practice, participation usually is not required and credit usually is not given. When participation is required, or credit given, the activity generally is considered to be a curricular course. Co-curricular Activities are included as Extracurricular Activities on the financial statements.

Community Services - Payments made by the District to support activities that do not directly relate to providing education for pupils in the District. These include services, such as community recreation programs, civic activities, and community welfare activities, provided to the District for the community as a whole or for some segment of it. Community Services are included as Operation of Non-instructional Activities on the financial statements.

General Government Functions

Revenue Narrative

Revenues for all governmental fund types and Expendable trust fund totaled \$33,238,194 in 1999, as compared to \$29,771,727 in 1998. The following table summarizes the composition of the 1999 and 1998 revenues by source:

<u>Revenue by Source</u>	<u>1999</u>	<u>1998</u>	<u>% Increase/ (Decrease)</u>
Property taxes	\$26,050,685	\$23,332,631	11.6%
Intergovernmental	6,147,132	5,128,466	19.9%
Investment income	373,505	363,367	2.8%
Other	<u>666,872</u>	<u>947,263</u>	<u>(29.6%)</u>
Total	<u>\$33,238,194</u>	<u>\$29,771,727</u>	<u>11.6%</u>

The property tax increase was primarily caused by the additional 6.8 mill tax levy passed in 1997, which was fully in effect for fiscal 1999. Also, reappraisal took place during 1997 and assessed valuation increased by approximately 10%. Intergovernmental revenue increased due to additional revenue received from the School Foundation for special education and increased rollback/homestead monies related to the higher property tax revenues above. Other revenue decreased primarily because of the Ohio Bureau of Workers Compensation refund amount of \$151,490 received in 1998, tuition collection from other districts did not occur until subsequent to the fiscal year, and pay-to-participate fees were discontinued for fiscal 1999.

Expenditure Narrative

Expenditures for all governmental fund types and Expendable trust fund totaled \$31,694,186 in 1999, as compared to \$36,953,188 in 1998. The following table summarizes the composition of the 1999 and 1998 expenditure by major function:

<u>Expenditure by Function</u>	<u>1999</u>	<u>1998</u>	<u>% Increase/ (Decrease)</u>
<i>Current:</i>			
Instruction	\$15,752,471	\$14,695,152	7.2%
Support services	11,708,868	10,528,520	11.2%
Operation of non-instructional services	284,622	245,314	16.0%
Extracurricular activities	637,834	668,009	(4.5%)
<i>Capital outlay</i>	396,742	7,985,972	(95.0%)
<i>Debt Service:</i>			
Principal retirement	840,000	720,000	16.7%
Interest	<u>2,073,649</u>	<u>2,110,221</u>	<u>(1.7%)</u>
Total	<u>\$ 31,694,186</u>	<u>\$36,953,188</u>	<u>(14.2%)</u>

Capital outlay decreased significantly due to the completion of the building project for the new High School. Increase of support services was primarily due to the increase of staffing for guidance, instructional aid and administrative support. Other increases occurred in transportation due to bus purchases.

Proprietary Operations

Enterprise Funds

The District's Enterprise Funds consist of three separate and distinct activities: the Food Service Fund, the Uniform School Supplies Fund and the Child Care Fund. The Food Service Fund operates cafeterias at each of the District's schools and provides catering services for various school functions and other community social events. The Uniform School Supplies Fund is a fund provided to account for the purchase and sale of school supplies. The Child Care Fund accounts for activity of the before and after school child care program.

Fiduciary Funds

Trust Funds

The District has an Expendable Trust Fund, which is comprised of assets held in trust that were created by donations for the establishment of memorial funds.

Agency Funds

The District's Agency Fund has one fund: The Student Activities Fund is comprised of assets held by the co-curricular activities that are controlled directly by the students.

Debt Administration

On June 30, 1999, the District had \$35,370,000 in general obligation bonds outstanding. The bonds consist of three bond issues, all of which have been used for the acquisition, construction or improvement of equipment and facilities. The new High School project accounted for \$34,730,000 of the June 30, 1999 outstanding debt. The general obligation bonds are accounted for in the general long-term debt account group with repayments to be made from the Debt Service Fund with money allocated from property tax revenues.

Cash Management

The District maintains a cash management program whereby it expedites the receipt of revenues and prudently invests available cash. Temporarily idle cash during the year was invested in demand deposits, obligations of the U.S. Treasury, State Treasury Asset Reserve of Ohio (STAR Ohio) and repurchase agreements. The District earned \$373,505 on all investments for the year ended June 30, 1999. The Treasurer, as custodian of all District money, is responsible for investing idle funds and directing the investment policies of the District.

The District's investment policy establishes the following objectives:

- Liquidity: Funds shall be available to meet immediate payment requirements including payroll, accounts payable, and debt service.
- Safety: Investments shall be consistent with the requirements of the Ohio Revised Code, shall seek the preservation of public funds, principal value, and speculation is prohibited.
- Income: The purpose of the investment account is to allow for the maximum return on the District's excess cash balances throughout budgetary and economic cycles, taking into account investment risk constraints and the cash flow characteristics of the portfolio.

The investment policy allows interim funds to be invested in certificates of deposit, interest-bearing demand deposit accounts, U.S. Treasury and government agency securities, repurchase agreements, commercial paper, bankers' acceptances, and the STAR Ohio. Deposits with financial institutions were either insured by federal depository insurance or collateralized in accordance with the requirement of the State of Ohio. Substantially all collateral on deposits was held by the financial institutions not in the District's name.

Repurchase agreements are limited to a maximum maturity of 30 days. U.S. Treasury and government agency securities are limited to a maximum maturity of 5 years. Bankers' Acceptances must be issued by banks that are members of the FDIC and are limited to a maximum maturity of 180 days. Investment in commercial paper is limited to companies incorporated under the laws of the United States or any state, whose assets exceed five hundred million dollars, and whose notes are rated at the time of purchase as A-1/P-1. The aggregate value of commercial paper purchased cannot exceed 10% of the aggregate value of the outstanding commercial paper of the issuing company. Investment in Bankers' Acceptances and commercial paper cannot collectively exceed 25% of the District's interim funds available at the time of investment.

STAR Ohio is an investment pool managed by the Treasurer of the State of Ohio and is similar in concept to a registered investment company issuing redeemable securities, of the type commonly called a "money market mutual fund." The investment objective of STAR Ohio is to seek as high a level of current income as is consistent with prudent investment management, the preservation of capital and maintenance of liquidity. STAR Ohio's investments are prescribed in the Ohio Revised Code and include U.S. Treasury and government agency securities, certificates of deposit, repurchase agreements, commercial paper, and bankers' acceptances.

The District modified its investment policy to comply with Ohio Senate Bill 81. Amounts invested throughout the year and at year end comply with the District's revised investment policy.

Risk Management

The District is part of a state-wide plan for workers' compensation insurance coverage. Additionally, the District carries all-risk property insurance, liability and excess liability insurance, as well as officers' liability insurance. The District provides medical, dental and life coverage for its employees through Medical Mutual of Ohio. New employees are enrolled in the HMO plan while some employees were "grandfathered" in the traditional plan.

Independent Auditors

The general purpose financial statements of the District for the year ended June 30, 1999, were audited by the Auditor of State of Ohio, whose unqualified opinion thereon is included at the beginning of the Financial Section of this report.

Notes to the General Purpose Financial Statements

The notes to the general purpose financial statements, which follow the general purpose financial statements in the Financial Section of this report, contain additional information and are an integral part of such statements.

Certificate of Achievement Program

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Brecksville-Broadview Heights City School District for its comprehensive annual financial report for the year ended June 30, 1998. This is the first year the government has received this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. Management believes the current report conforms to the Certificate of Achievement Program requirements, and is submitting it to the GFOA to determine its eligibility for a Certificate.

Acknowledgments

The preparation of this report was made possible by the diligence of the staff of the Treasurer's Office and other departments throughout the District. Their initiative and conscientious work ensured the integrity of the information contained herein and guaranteed this report's successful completion. The guidance and assistance provided by the accounting firm of Charles E. Harris & Associates in the preparation of this Comprehensive Annual Financial Report was greatly appreciated.

In closing, we would like to thank the Board of Education for their support without which the preparation of this report would not have been possible.

Respectfully submitted,

Steven L. Farnsworth

Steven L. Farnsworth, Superintendent

Marvin L. Founds

Marvin L. Founds, Treasurer

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Brecksville-Broadview
Heights City School District,
Ohio

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 1998

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.



Cary Brubaker
President

Jeffrey L. Esser
Executive Director

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
Comprehensive Annual Financial Report
For the Year Ended June 30, 1999

LIST OF PRINCIPAL OFFICIALS

Elected Officials/Board of Education

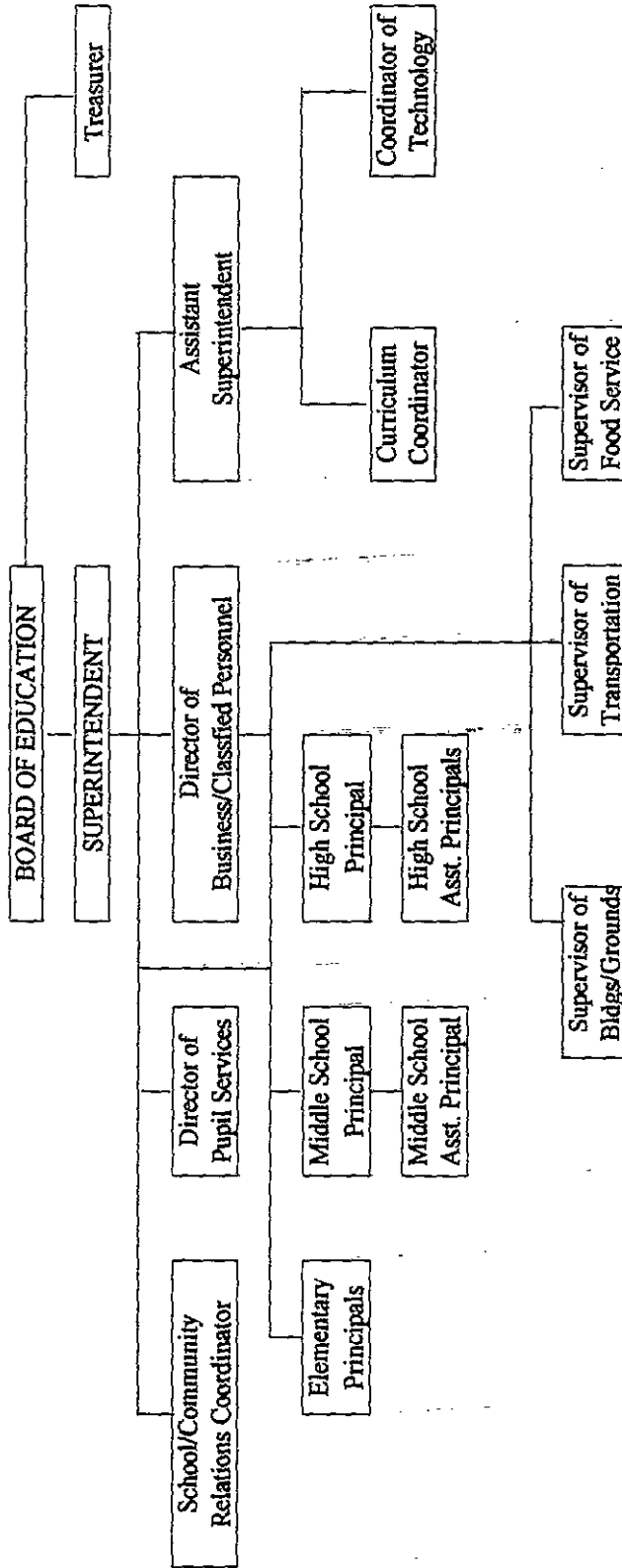
D'Lane Wisner	President
Mark Stratis	Vice-President
Norman F. Klopp, Jr.	Member
Doris S. Toth	Member
Ann J. Rittman	Member

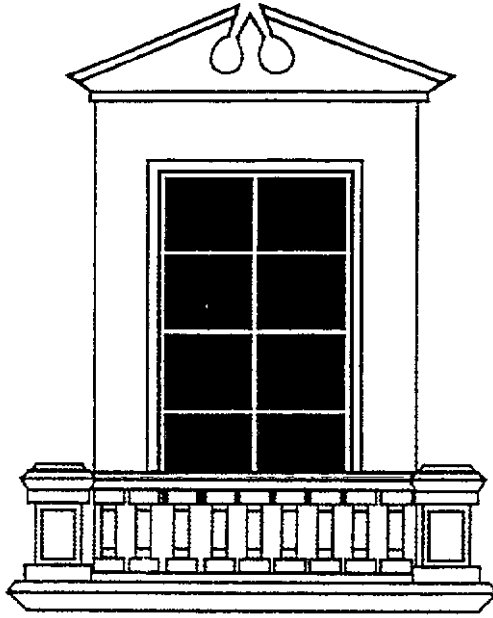
Administrative Personnel

Steven L. Farnsworth	Superintendent
Cheryl Reilly	Assistant Superintendent
Daniel Apling	Director of Business Affairs
Paul Cevasco	Pupil Services Director
Cathy Harbinak	School/Community Relations Coordinator
Marvin Founds	Treasurer

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

ORGANIZATIONAL CHART





FINANCIAL
SECTION



STATE OF OHIO
OFFICE OF THE AUDITOR
JIM PETRO, AUDITOR OF STATE

Lausche Building, 12th Floor
615 Superior Avenue, NW
Cleveland, Ohio 44113
Telephone 216-787-3665
800-626-2297
Facsimile 216-787-3361

REPORT OF INDEPENDENT ACCOUNTANTS

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

We have audited the accompanying general-purpose financial statements of the Brecksville - Broadview Heights City School District, Cuyahoga County, Ohio, (the District) as of and for the year ended June 30, 1999, as listed in the table of contents. These general-purpose financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these general-purpose financial statements based on our audit.

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

In our opinion, the general-purpose financial statements referred to above present fairly, in all material respects, the financial position of the District, as of June 30, 1999, and the results of its operations and the cash flows of its proprietary fund types for the year then ended in conformity with generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued a report dated December 22, 1999 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 grants.

Our audit was performed for the purpose of forming an opinion on the general-purpose financial statements of the District, taken as a whole. The combining and individual fund and account group financial statements and schedules listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the general-purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, in our opinion, is fairly presented, in all material respects, in relation to the general-purpose financial statements taken as a whole.

We did not audit the data included in the introductory and statistical sections of this report and therefore express no opinion thereon.

A handwritten signature in black ink, appearing to read "Jim Petro".

JIM PETRO
Auditor of State

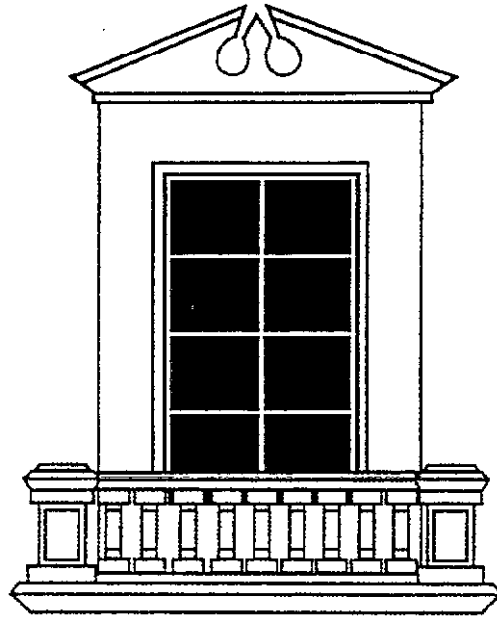
December 22, 1999

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
COMBINED BALANCE SHEET
All Fund Types and Account Groups
As of June 30, 1999

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
ASSETS AND OTHER DEBITS				
ASSETS				
Equity in pooled cash and investments	\$ 2,153,284	354,444	1,876,055	1,255,791
Cash in segregated accounts	-	89,847	-	-
Cash with fiscal and escrow agents	-	-	-	147,126
Restricted cash	357,290	-	-	-
Receivables:				
Taxes	22,253,709	-	2,745,845	680,962
Accounts	9,317	2,463	-	-
Intergovernmental	2,612	-	-	-
Accrued interest	49,698	-	-	-
Interfund receivable	105,000	-	-	-
Due from other funds	-	-	-	-
Prepaid items	16,352	-	-	-
Inventory	-	-	-	-
Fixed assets:				
Land and improvements	-	-	-	-
Building and improvements	-	-	-	-
Furniture, fixtures, and equipment	-	-	-	-
Less: accumulated depreciation	-	-	-	-
OTHER DEBITS				
Amount available in Debt Service Fund	-	-	-	-
Amount to be provided from general government resources	-	-	-	-
Total Assets and Other Debits	\$ 24,947,262	446,754	4,621,900	2,083,879
LIABILITIES				
Accounts payable	\$ 256,425	54,397	-	58,965
Contracts payable	-	-	-	147,126
Accrued wages and benefits	2,147,759	3,137	-	-
Compensated absences payable	204,963	385	-	-
Claims payable	-	-	-	-
Interfund payable	-	-	-	-
Due to other funds	216,675	900	-	-
Due to other governments	118,941	45	-	-
Pension obligation payable	407,760	1,469	-	-
Deposits held and due to others	-	-	-	-
Deferred revenue	19,991,832	-	2,401,524	604,100
Notes payable	-	-	-	-
General obligation bonds payable	-	-	-	-
Total Liabilities	\$ 23,344,355	60,333	2,401,524	810,191
EQUITY AND OTHER CREDITS				
Investment in general fixed assets	-	-	-	-
Contributed capital	-	-	-	-
Retained earnings	-	-	-	-
Fund balance:				
Reserved for encumbrances	\$ 290,907	94,549	-	831,610
Reserved for property taxes	2,261,877	-	344,321	76,862
Reserved for debt service	-	-	1,876,055	-
Reserved for prepaid items	18,352	-	-	-
Reserved for budget stabilization	357,290	-	-	-
Unreserved: undesignated	(1,323,519)	291,872	-	365,216
Total Equity and Other Credits	1,602,907	386,421	2,220,376	1,273,688
Total Liabilities, Equity and Other Credits	\$ 24,947,262	446,754	4,621,900	2,083,879

See accompanying notes to the general purpose financial statements

Proprietary Fund Types		Fiduciary Fund Types	Account Groups		Total
Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Obligations	(Memorandum Only)
\$ 194,253	137,357	49,003	-	-	6,020,187
-	-	104,902	-	-	194,749
-	-	-	-	-	147,126
-	-	-	-	-	357,290
-	-	-	-	-	25,680,516
481	-	921	-	-	13,182
13,763	-	-	-	-	16,375
-	-	-	-	-	49,698
-	-	-	-	-	105,000
-	225,000	-	-	-	225,000
-	-	-	-	-	16,352
28,334	-	-	-	-	28,334
-	-	-	2,606,564	-	2,606,564
-	-	-	39,094,736	-	39,094,736
388,834	6,028	-	11,036,619	-	11,431,481
(254,512)	(954)	-	-	-	(255,466)
-	-	-	-	2,220,376	2,220,376
-	-	-	-	36,384,186	36,384,186
<u>\$ 371,153</u>	<u>367,431</u>	<u>154,826</u>	<u>52,737,919</u>	<u>38,604,562</u>	<u>124,335,686</u>
\$ 15,053	18,816	389	-	-	404,045
-	-	-	-	-	147,126
38,905	-	-	-	-	2,189,801
80,324	-	-	-	2,327,273	2,612,945
-	225,000	-	-	-	225,000
105,000	-	-	-	-	105,000
7,425	-	-	-	-	225,000
183	-	-	-	-	119,169
52,498	-	-	-	257,289	719,016
-	-	105,649	-	-	105,649
-	-	-	-	-	22,997,456
-	-	-	-	650,000	650,000
-	-	-	-	35,370,000	35,370,000
<u>\$ 299,388</u>	<u>243,816</u>	<u>106,038</u>	<u>-</u>	<u>38,604,562</u>	<u>65,870,207</u>
\$ -	-	-	52,737,919	-	52,737,919
131,962	-	-	-	-	131,962
(60,197)	123,615	-	-	-	63,418
-	-	1,352	-	-	1,218,418
-	-	-	-	-	2,683,060
-	-	-	-	-	1,876,055
-	-	-	-	-	16,352
-	-	-	-	-	357,290
-	-	47,436	-	-	(618,995)
<u>71,765</u>	<u>123,615</u>	<u>48,788</u>	<u>52,737,919</u>	<u>-</u>	<u>58,465,479</u>
<u>\$ 371,153</u>	<u>367,431</u>	<u>154,826</u>	<u>52,737,919</u>	<u>38,604,562</u>	<u>124,335,686</u>



BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
COMBINED STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
All Governmental Fund Types and Similar Trust Fund
For the Year Ended June 30, 1999

	Governmental Fund Types				Fiduciary	Total
	General	Special Revenue	Debt Service	Capital Projects	Fund Type Expendable Trust	(Memorandum Only)
REVENUES:						
Taxes	\$ 22,520,251	-	2,883,520	646,914	-	26,050,685
Intergovernmental	5,024,837	598,705	336,342	187,248	-	6,147,132
Interest	368,502	4,107	-	-	896	373,505
Tuition and fees	95,736	-	-	-	-	95,736
Extracurricular activities	125	243,842	-	-	4,505	248,472
Miscellaneous	165,350	81,865	-	30,000	45,449	322,664
Total Revenues	28,174,801	928,519	3,219,862	864,162	50,850	33,238,194
EXPENDITURES:						
Current:						
Instruction	15,257,149	324,094	-	167,373	3,855	15,752,471
Support Services:						
Pupils	1,914,922	22,444	-	-	-	1,937,366
Instructional support	651,657	89,845	-	3,662	-	745,164
Board of education	46,225	-	-	-	-	46,225
Administration	2,048,103	-	-	-	811	2,048,914
Fiscal	673,460	-	-	-	-	673,460
Business	362,974	-	-	-	215	363,189
Operation and maintenance of plant	3,390,714	-	-	-	-	3,390,714
Pupil transportation	2,172,587	-	-	126,367	-	2,298,954
Central	203,878	1,004	-	-	-	204,882
Operation of noninstructional services	-	247,902	-	-	36,720	284,622
Extracurricular activities	456,799	181,035	-	-	-	637,834
Capital outlay	2,536	-	-	394,206	-	396,742
Debt Service:						
Principal retirement	-	-	840,000	-	-	840,000
Interest and fiscal charges	-	-	2,073,649	-	-	2,073,649
Total Expenditures	27,181,004	866,324	2,913,649	691,608	41,601	31,694,186
Excess of Revenues Over/(Under) Expenditures	993,797	62,195	306,213	172,554	9,249	1,544,008
Other Financing Sources/(Uses):						
Proceeds of notes	-	-	-	650,000	-	650,000
Operating transfers - in	-	35,104	-	-	-	35,104
Operating transfers - out	(165,236)	-	-	-	-	(165,236)
Total Other Financing Sources/(Uses)	(165,236)	35,104	-	650,000	-	519,868
Excess of Revenues, Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	828,561	97,299	306,213	822,554	9,249	2,063,876
Fund Balance/(Deficit) - July 1	774,346	289,122	1,914,163	451,134	39,539	3,468,304
Fund Balance/(Deficit) - June 30	\$ 1,602,907	386,421	2,220,376	1,273,688	48,788	5,532,180

See accompanying notes to the general purpose financial statements

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
 Combined Statement of Revenues, Expenditures, and
 Changes in Fund Balances - Budget and Actual (Non-GAAP Budgetary Basis)
 All Governmental Fund Types and Similar Trust Fund
 For the Year Ended June 30, 1999

	General Fund			Special Revenue Funds		
	Revised Budget	Actual	Variance Favorable/ (Unfavorable)	Revised Budget	Actual	Variance Favorable/ (Unfavorable)
REVENUES:						
Taxes	\$ 22,251,216	21,730,048	(521,168)	-	-	-
Tuition and fees	50,000	95,986	45,986	-	-	-
Earnings on investments	300,000	390,919	90,919	4,300	4,107	(193)
Extracurricular activities	100,000	125	(99,875)	208,350	242,692	34,342
Classroom materials and fees	250	47	(203)	-	-	-
Intergovernmental	4,481,401	5,022,633	541,232	621,324	598,705	(22,619)
Miscellaneous	170,000	177,592	7,592	65,734	69,803	4,069
Total Revenues	27,352,867	27,417,350	64,483	899,708	915,307	15,599
EXPENDITURES:						
Instruction	15,140,136	15,140,136	-	401,687	353,373	48,314
Support Services:						
Pupils	1,838,152	1,838,152	-	33,931	22,250	11,681
Instructional support	689,854	689,854	-	126,921	94,166	32,755
Board of education	62,491	62,491	-	-	-	-
Administration	2,009,288	2,009,288	-	-	-	-
Fiscal	673,129	673,129	-	-	-	-
Business	409,487	409,487	-	-	-	-
Operation and maintenance of plant	3,475,975	3,475,975	-	-	-	-
Pupil transportation	2,272,342	2,272,342	-	-	-	-
Central	205,272	205,272	-	1,585	1,585	-
Operation of noninstructional services	-	-	-	358,343	354,936	3,407
Extracurricular activities	455,316	455,316	-	195,641	195,641	-
Capital outlay	6,938	6,938	-	-	-	-
Debt Service:						
Principal payments	-	-	-	-	-	-
Interest and fiscal charges	-	-	-	-	-	-
Total Expenditures	27,238,380	27,238,380	-	1,118,108	1,021,951	96,157
Excess of Revenues Over/ (Under) Expenditures	114,487	178,970	64,483	(218,400)	(106,644)	111,756
Other Financing Sources/(Uses):						
Transfers in	-	-	-	53,008	35,104	(17,904)
Transfers out	(165,236)	(165,236)	-	(13,492)	-	13,492
Advances in	12,049	12,049	-	-	-	-
Advances out	(105,000)	(105,000)	-	-	(12,049)	(12,049)
Proceeds from the sale of notes	-	-	-	-	-	-
Refund of prior year receipts	-	-	-	(12,403)	(12,403)	-
Refund of prior year expenditures	5,661	5,661	-	240	10,749	10,509
Total Other Financing Sources/(Uses)	(252,526)	(252,526)	-	27,353	21,401	(5,952)
Excess of Revenues, Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	(138,039)	(73,556)	64,483	(191,047)	(85,243)	105,804
Fund Balance/(Deficit) July 1	1,795,983	1,795,983	-	283,183	283,183	-
Prior year encumbrances appropriated	284,222	284,222	-	96,827	96,827	-
Fund Balance/(Deficit) June 30	\$ 1,942,166	2,006,649	64,483	188,963	294,767	105,804

See accompanying notes to the general purpose financial statements

Debt Service Fund			Capital Projects Funds			Expendable Trust Fund		
Revised Budget	Actual	Variance Favorable/ (Unfavorable)	Revised Budget	Actual	Variance Favorable/ (Unfavorable)	Revised Budget	Actual	Variance Favorable/ (Unfavorable)
\$ 3,106,292	2,768,060	(338,232)	526,816	620,059	93,243	-	-	-
-	-	-	-	-	-	-	896	896
-	-	-	-	-	-	5,000	4,505	(495)
-	336,342	336,342	150,000	187,248	37,248	-	-	-
-	-	-	30,000	30,000	-	7,800	45,449	37,649
3,106,292	3,104,402	(1,890)	706,816	837,307	130,491	12,800	50,850	38,050
-	-	-	231,397	221,139	10,258	5,203	5,203	-
-	-	-	19,581	1,972	17,609	-	-	-
-	-	-	-	-	-	1,030	1,030	-
-	-	-	-	-	-	-	-	-
-	-	-	132,205	132,205	-	-	-	-
-	-	-	-	-	-	36,720	36,720	-
-	-	-	1,803,496	1,803,496	-	-	-	-
840,000	840,000	-	-	-	-	-	-	-
2,073,649	2,073,649	-	-	-	-	-	-	-
2,913,649	2,913,649	-	2,186,679	2,158,812	27,867	42,953	42,953	-
192,643	190,753	(1,890)	(1,479,863)	(1,321,505)	158,358	(30,153)	7,897	38,050
-	-	-	-	-	-	-	-	-
-	-	-	135,000	135,000	-	-	-	-
-	-	-	(135,000)	(135,000)	-	-	-	-
-	-	-	650,000	650,000	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	650,000	650,000	-	-	-	-
192,643	190,753	(1,890)	(829,863)	(671,505)	158,358	(30,153)	7,897	38,050
1,685,302	1,685,302	-	151,864	151,864	-	39,539	39,539	-
-	-	-	1,038,661	1,038,661	-	-	-	-
\$ 1,877,945	1,876,055	(1,890)	360,662	519,020	158,358	9,386	47,436	38,050

(continued)

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
 Combined Statement of Revenues, Expenditures, and
 Changes in Fund Balances - Budget and Actual (Non-GAAP Budgetary Basis)
 All Governmental Fund Types and Similar Trust Fund - (continued)
 For the Year Ended June 30, 1999

	Total - (Memorandum Only)		
	Revised Budget	Actual	Variance Favorable/ (Unfavorable)
REVENUES:			
Taxes	25,884,324	25,118,167	(766,157)
Tuition and fees	50,000	95,986	45,986
Earnings on investments	304,300	395,922	91,622
Extracurricular activities	\$ 313,350	247,322	(66,028)
Classroom materials and fees	250	47	(203)
Intergovernmental	5,252,725	6,144,928	892,203
Miscellaneous	273,534	322,844	49,310
Total Revenues	32,078,483	32,325,216	246,733
EXPENDITURES:			
Instruction	15,778,423	15,719,851	58,572
Support Services:			
Pupils	1,872,083	1,860,402	11,681
Instructional support	836,356	785,992	50,364
Board of education	62,491	62,491	-
Administration	2,010,318	2,010,318	-
Fiscal	673,129	673,129	-
Business	409,487	409,487	-
Operation and maintenance of plant	3,475,975	3,475,975	-
Pupil transportation	2,404,547	2,404,547	-
Central	206,857	206,857	-
Operation of noninstructional services	395,063	391,656	3,407
Extracurricular activities	650,957	650,957	-
Capital outlay	1,810,434	1,810,434	-
Debt Service:			
Principal payments	840,000	840,000	-
Interest and fiscal charges	2,073,649	2,073,649	-
Total Expenditures	33,499,769	33,375,745	124,024
Excess of Revenues Over/ (Under) Expenditures	(1,421,286)	(1,050,529)	370,757
Other Financing Sources/(Uses):			
Transfers in	53,008	35,104	(17,904)
Transfers out	(178,728)	(165,236)	13,492
Advances in	147,049	147,049	-
Advances out	(240,000)	(252,049)	(12,049)
Proceeds from the sale of notes	650,000	650,000	-
Refund of prior year receipts	(12,403)	(12,403)	-
Refund of prior year expenditures	5,901	16,410	10,509
Total Other Financing Sources/(Uses)	424,827	418,875	(5,952)
Excess of Revenues, Other Financing Sources Over/(Under) Expenditures and Other Financing Uses	(996,459)	(631,654)	364,805
Fund Balance/(Deficit) July 1	3,955,871	3,955,871	-
Prior year encumbrances appropriated	1,419,710	1,419,710	-
Fund Balance/(Deficit) June 30	\$ 4,379,122	4,743,927	364,805

See accompanying notes to the general purpose financial statements

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
COMBINED STATEMENT OF REVENUES,
EXPENSES, AND CHANGES IN FUND EQUITY
All Proprietary Fund Types
For the Year Ended June 30, 1999

	<u>Proprietary Fund Types</u>		<u>Total</u>
	<u>Enterprise</u>	<u>Internal Service</u>	<u>(Memorandum Only)</u>
<u>Operating revenues:</u>			
Food services	\$ 834,654	-	834,654
Tuition	4,363	-	4,363
Classroom material and fees	155,091	-	155,091
Extracurricular activities	-	\$ 220,038	220,038
Charges for services	-	1,644,761	1,644,761
Total Operating Revenues	994,108	1,864,799	2,858,907
<u>Operating expenses:</u>			
Salaries	\$ 503,644	-	\$ 503,644
Fringe benefits	186,123	-	186,123
Purchased services	1,575	\$ 1,546,779	1,548,354
Materials and supplies	604,713	12,199	616,912
Depreciation expense	15,254	754	16,008
Other operating expenses	-	212,300	212,300
Total Operating Expenses	1,311,309	1,772,032	3,083,341
Operating Income/(Loss)	(317,201)	92,767	(224,434)
<u>Nonoperating revenues/(expenses):</u>			
Federally donated commodities	\$ 42,701	-	\$ 42,701
Grants	90,183	-	90,183
Other non-operating revenues	3,680	\$ 5,848	9,528
Total nonoperating revenues/(expenses)	136,564	5,848	142,412
Net Income/(Loss) Before Operating Transfers	(180,637)	98,615	(82,022)
Operating transfers in	135,000	3,720	138,720
Operating transfers out	-	(588)	(588)
Net Income/(Loss)	(45,637)	101,747	56,110
Depreciation on fixed assets acquired by contributed capital	14,091	-	14,091
Retained Earnings/(Deficit) - July 1	(28,651)	21,868	(6,783)
Retained Earnings/(Deficit) - June 30	(60,197)	123,615	63,418
Contributed capital at beginning of year	146,053	-	146,053
Depreciation on fixed assets acquired by contributed capital	(14,091)	-	(14,091)
Contributed capital at end of year	131,962	-	131,962
Fund equity at end of year	\$ 71,765	123,615	195,380

See accompanying notes to the general purpose financial statements

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
 Combined Statement of Revenues, Expenses, and
 Changes in Fund Balances - Budget and Actual (Non-GAAP Budgetary Basis)
 All Proprietary Fund Types
 For the Year Ended June 30, 1999

	Enterprise Funds			Internal Service Funds		
	Revised Budget	Actual	Variance Favorable/ (Unfavorable)	Revised Budget	Actual	Variance Favorable/ (Unfavorable)
<u>OPERATING REVENUES:</u>						
Food services	\$ 826,563	834,654	8,091	-	-	-
Tuition and fees	4,363	4,363	-	-	-	-
Classroom materials and fees	154,610	154,610	-	-	-	-
Extracurricular activities	-	-	-	229,800	220,038	(9,762)
Total Operating Revenues	985,536	993,627	8,091	229,800	220,038	(9,762)
<u>OPERATING EXPENSES:</u>						
Salaries	492,921	492,921	-	-	-	-
Fringe benefits	145,886	145,886	-	-	-	-
Purchased services	1,638	1,638	-	1,471,779	1,471,779	-
Materials and supplies	575,452	575,452	-	28,217	28,217	-
Capital outlay	4,814	4,814	-	5,665	5,665	-
Other operating expenses	-	-	-	199,335	199,335	-
Total Operating Expenses	1,220,711	1,220,711	-	1,704,996	1,704,996	-
Excess of Operating Revenues Over/ (Under) Operating Expenses	(235,175)	(227,084)	8,091	(1,475,196)	(1,484,958)	(9,762)
<u>Non-Operating Revenues:</u>						
Intergovernmental	99,250	90,159	(9,091)	-	-	-
Miscellaneous	3,680	3,680	-	1,509,250	1,575,609	66,359
Total Non-Operating Revenues	102,930	93,839	(9,091)	1,509,250	1,575,609	66,359
Excess of Revenues Over/(Under) Expenses Before Interfund Transfers and Advances	(132,245)	(133,245)	(1,000)	34,054	90,651	56,597
<u>Other Financing Sources/(Uses):</u>						
Transfers in	135,000	135,000	-	3,500	3,720	220
Transfers out	-	-	-	(588)	(588)	-
Advances in	105,000	105,000	-	-	-	-
Total Other Financing Sources/(Uses)	240,000	240,000	-	2,912	3,132	220
Excess of Revenues, Other Financing Sources Over/(Under) Expenses and Other Financing Uses	107,755	106,755	(1,000)	36,966	93,783	56,817
Fund Balance/(Deficit) July 1	38,901	38,901	-	17,822	17,822	-
Prior year encumbrances appropriated	14,175	14,175	-	3,679	3,679	-
Fund Balance/(Deficit) June 30	\$ 160,831	159,831	(1,000)	58,467	115,284	56,817

See accompanying notes to the general purpose financial statements

<u>Total - (Memorandum Only)</u>		
<u>Revised Budget</u>	<u>Actual</u>	<u>Variance Favorable/ (Unfavorable)</u>
\$ 826,563	834,654	8,091
4,363	4,363	-
154,610	154,610	-
<u>229,800</u>	<u>220,038</u>	<u>(9,762)</u>
1,215,336	1,213,665	(1,671)
492,921	492,921	-
145,886	145,886	-
1,473,417	1,473,417	-
603,669	603,669	-
10,479	10,479	-
<u>199,335</u>	<u>199,335</u>	<u>-</u>
<u>2,925,707</u>	<u>2,925,707</u>	<u>-</u>
(1,710,371)	(1,712,042)	(1,671)
99,250	90,159	(9,091)
<u>1,512,930</u>	<u>1,579,289</u>	<u>66,359</u>
<u>1,612,180</u>	<u>1,669,448</u>	<u>57,268</u>
(98,191)	(42,594)	55,597
138,500	138,720	220
(588)	(588)	-
<u>105,000</u>	<u>105,000</u>	<u>-</u>
<u>242,912</u>	<u>243,132</u>	<u>220</u>
144,721	200,538	55,817
56,723	56,723	-
<u>17,854</u>	<u>17,854</u>	<u>-</u>
<u>\$ 219,298</u>	<u>275,115</u>	<u>55,817</u>

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
COMBINED STATEMENT OF CHANGES IN CASH FLOWS
All Proprietary Fund Types
For the Year Ended June 30, 1999

	<u>Enterprise</u>	<u>Internal Service</u>	<u>Total (Memorandum Only)</u>
Cash flows from operating activities:			
Net operating income/(loss)	\$ (317,201)	92,767	(224,434)
Adjustments to reconcile net income/ (loss) to net cash provided/(used) by operating activities:			
Commodities expense related to noncash grant	42,701	-	42,701
Other non-operating revenue	3,680	5,848	9,528
Grants	90,183	-	90,183
Depreciation	15,254	754	16,008
(Increase)/decrease in assets:			
Accounts receivable	13,258	-	13,258
Due from other funds	-	(75,000)	(75,000)
Due from other governments	(13,763)	-	(13,763)
Inventories	11,754	-	11,754
Increase/(decrease) in liabilities:			
Accounts payable	8,035	17,785	25,820
Accrued wages and benefits	1,539	-	1,539
Compensated absences payable	9,024	-	9,024
Due to other funds	7,425	-	7,425
Interfund payable	105,000	-	105,000
Pension obligation payable	32,812	-	32,812
Claims payable	-	75,000	75,000
	<u>9,701</u>	<u>117,154</u>	<u>126,855</u>
Net cash provided/(used) for operating activities			
Cash flows from noncapital financing activities:			
Transfers in	\$ 135,000	3,720	138,720
Transfers out	<u>-</u>	<u>(588)</u>	<u>(588)</u>
	135,000	3,132	138,132
Net cash provided/(used) for noncapital financing activities			
Cash flows from capital and related financing activities:			
Acquisition of capital assets	\$ <u>(3,523)</u>	<u>(4,429)</u>	<u>(7,952)</u>
	(3,523)	(4,429)	(7,952)
Net cash provided/(used) for capital and related financing activities			
	141,178	115,857	257,035
Net increase/(decrease) in cash and cash equivalents			
Cash and cash equivalents, July 1, 1998	<u>53,075</u>	<u>21,500</u>	<u>74,575</u>
Cash and cash equivalents, June 30, 1999	<u>\$ 194,253</u>	<u>137,357</u>	<u>331,610</u>

See accompanying notes to the general purpose financial statements

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY

Brecksville-Broadview Heights City School District (the "School District") is organized under Article VI, Section 2 of the Constitution of the State of Ohio. The School District operates under a locally-elected Board form of government consisting of five members elected at-large for staggered four year terms. The School District provides educational services as authorized by state statute and/or federal guidelines.

The School District was established in 1883 through the consolidation of existing land areas and school districts. The School District serves an area of approximately 27 square miles. It is located in Cuyahoga County, and includes all of the territory of the City of Brecksville, most of the City of Broadview Heights, and a small portion of the City of North Royalton. The School District is the 102nd largest in the State of Ohio (among 611 school districts) in terms of enrollment. It is staffed by 214 non-certificated employees, 261 certificated full-time teaching personnel and 19 administrative employees who provide services to 4,050 students and other community members. The School District currently operates 6 instructional buildings, 1 administrative building, and 1 garage.

Reporting Entity:

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

Component units are legally separate organizations for which the School District is financially accountable. The School District 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 of the School District in that the School District approves the budget, the issuance of debt, or the levying of taxes.

Based on the above description, there are no component units within the School District.

The School District is involved with four organizations which are defined as jointly governed organizations, a related organization, and an insurance purchasing pool. These organizations are the Lakeshore Northeast Ohio Computer Association, the Cuyahoga Valley Career Center, the Ohio Schools Council, the Chemical Abuse Prevention Association, the Brecksville-Broadview Heights Schools Foundation Program, and the Ohio School Boards Association Worker's Compensation Group Rating Plan. These organizations are presented in Notes 16, 17 and 18 to the "general purpose financial statements".

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

Notes to the General Purpose Financial Statements

For the Fiscal Year Ended June 30, 1999

NOTE 1 - DESCRIPTION OF THE SCHOOL DISTRICT AND REPORTING ENTITY (continued)

The following activities are included within the reporting entity:

Parochial Schools - Within the School District boundaries, several non-public schools are operated by religious organizations. Current State legislation provides funding to these non-public schools. These monies are received and disbursed on behalf of the schools by the Treasurer of the District, as directed by the non-public schools and have been reported in a Special Revenue Fund in accordance with Governmental Accounting Standards Board Statement Number 24.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

A. Basis of Presentation - Fund Accounting

The School District uses funds and account groups to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain School District functions or activities.

A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances, and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special restrictions or limitations. An account group is a financial reporting device designed to provide for certain assets and liabilities not recorded in the funds because they do not directly affect net available expendable resources.

For financial statement presentation purposes, the various funds of the School District are grouped into the following generic fund types under the broad fund categories: governmental, proprietary, and fiduciary.

Governmental Fund Types:

Governmental funds are those through which most governmental functions of the School District are financed. The acquisition, use, and balances of the School District's expendable financial resources and the related current liabilities (except those accounted for in proprietary funds and trust funds) are accounted for through governmental funds. The following are the School District's governmental fund types:

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

Notes to the General Purpose Financial Statements

For the Fiscal Year Ended June 30, 1999

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Governmental Fund Types: (continued)

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

Special Revenue Funds - Special revenue funds are used to account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditure for specified purposes.

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

Capital Projects Funds - The Capital projects funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds or trust funds).

Proprietary Fund Types:

Proprietary Funds are used to account for the School District's ongoing activities which are similar to those found in the private sector. The following are the School District's proprietary fund types:

Enterprise Funds - Enterprise funds are used to account for the School District activities that are financed and operated in a manner similar to private business enterprises where the intent is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges or where it has been decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Internal Service Funds - Internal service funds account for the financing of services provided by one department or agency to other departments or agencies of the School District on a cost reimbursement basis.

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fiduciary Fund Types:

Fiduciary funds are used to account for assets held by the School District in a trustee capacity or as an agent for individuals, private organizations, other governmental units, and/or other funds. The School District's fiduciary funds include expendable trust and agency funds. Expendable trust funds are accounted for in essentially the same manner as governmental funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Account Groups:

To make a clear distinction between fixed assets related to specific funds and those of general government, and between long-term liabilities related to specific funds and those of a general nature, the following account groups are used:

General Fixed Assets Account Group - This account group is established to account for all fixed assets of the School District, other than those accounted for in the proprietary or trust funds.

General Long-Term Obligations Account Group - This account group is established to account for all long-term obligations of the School District, except those accounted for in the proprietary or trust funds.

B. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types and expendable trust funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing resources) and decreases (i.e., expenditures and other financing uses) in net current assets.

All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net total assets) is segregated into contributed capital and retained earnings components. Proprietary funds operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets.

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made.

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

B. Measurement Focus and Basis of Accounting (continued)

The modified accrual basis of accounting is followed for the governmental, expendable trust, and agency funds. Under this basis, revenues are recognized in the accounting period when they become both measurable and 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. The available period for the School District is sixty days after fiscal year end.

In applying the "susceptible to accrual" concept under the modified accrual basis, the following revenue sources are deemed both measurable and available: taxes available in the Cuyahoga County Auditor's office, interest, tuition, grants, and student fees.

The School District reports deferred revenues on its combined balance sheet. Deferred revenues arise when a potential revenue does not meet both the measurable and available criteria for recognition in the current period. In the subsequent period, when both revenue recognition criteria are met, the liability for deferred revenue is removed from the combined balance sheet and revenue is recognized. Property taxes measurable as of June 30, 1999, and delinquent property taxes, whose availability is indeterminable and which are intended to finance fiscal year 2000 operations, have been recorded as deferred revenue.

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

The accrual basis of accounting is utilized for reporting purposes by the proprietary fund types. Revenues are recognized in the accounting period in which they are earned and become measurable, and expenses are recognized at the time they are incurred. The fair value of donated commodities used during the year is reported on the operating statement as an expense with a like amount reported as donated commodities revenue.

C. Budgetary Process

The budgetary process is prescribed by provisions of the Ohio Revised Code and entails the preparation of budgetary documents within an established timetable. The major documents prepared are the tax budget, the certificate of estimated resources, and the appropriation resolution, all of which are prepared on the budgetary basis of accounting. The certificate of estimated resources and the appropriations resolution are subject to amendment throughout the year with the legal restriction that appropriations cannot exceed estimated resources, as certified.

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Budgetary Process (continued)

All funds, other than agency funds, are legally required to be budgeted and appropriated. The primary level of budgetary control is at the object level within each function. Any budgetary modifications at this level may only be made by resolution of the Board of Education.

Transfers and Advances are not required to be budgeted since they represent a temporary cash flow resource and are intended to be repaid.

Tax Budget:

Prior to January 15, the Superintendent and Treasurer submit to the Board of Education a proposed operating budget for the fiscal year commencing the following July 1. The budget includes proposed expenditures and the means of financing for all funds. Public hearings are publicized and conducted to obtain taxpayers' comments. The express purpose of this budget document is to reflect the need for existing (or increased) tax rates.

By no later than January 20, the Board-adopted budget is filed with the Cuyahoga County Budget Commission for rate determination.

Estimated Resources:

Prior to April 1, the Board of Education accepts, by formal resolution, the tax rates as determined by the County Budget Commission and receives the commission's certificate of estimated resources which states the projected revenue of each fund. Prior to June 30, the School District must revise its budget so that total contemplated expenditures from any fund during the ensuing year will not exceed the amount stated in the certificate of estimated resources. The revised budget then serves as the basis for the appropriation measure. On or about July 1, the certificate is amended to include any unencumbered cash balances from the preceding year. The certificate may be further amended during the year if projected increases or decreases in revenue are identified by the School District Treasurer. The amounts reported in the budgetary statements reflect the amounts in the final amended certificate issued during fiscal year 1999.

Appropriations:

Upon receipt from the County Auditor of an amended certificate of estimated resources based on final assessed values and tax rates or a certificate saying no new certificate is necessary, the annual appropriation resolution must be legally enacted by the Board of Education at the fund, function, and object level of expenditures, which are legal levels of budgetary control. Prior to the passage of the annual appropriation measure, the Board may pass a temporary appropriation measure to meet the ordinary expenses of the School District. The appropriation resolution, by fund, must be within the estimated resources as certified by the County Budget Commission and the total expenditures and encumbrances may not exceed the appropriation totals at any level of control. Any revisions that alter the total of any fund appropriation, or alter total function appropriations within a fund, or alter object appropriations within functions, must be approved by the Board of Education.

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

C. Budgetary Process (continued)

The Board may pass supplemental fund appropriations so long as the total appropriations by fund do not exceed the amounts set forth in the most recent certificate of estimated resources. The budget figures which appear in the statements of budgetary comparisons represent the final appropriation amounts, including all supplemental appropriations. Formal budgetary integration is employed as a management control device during the year for all funds, other than agency funds, consistent with statutory provisions.

Encumbrances:

As part of formal budgetary control, purchase orders, contracts, and other commitments for the expenditures 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. Expenditures plus encumbrances may not legally exceed appropriations. On the GAAP basis, encumbrances outstanding at fiscal year end are reported as a reservation of fund balance for subsequent - year expenditures for governmental funds and reported in the notes to the financial statements for proprietary funds.

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 not reappropriated.

D. Cash and Cash Equivalents

To improve cash management, cash received by the School District is pooled. Monies for all funds, including proprietary funds, are maintained in this pool. Individual fund integrity is maintained through the School District's records. Each fund's interest in the pool is presented as "equity in pooled cash and investments" on the combined balance sheet.

During fiscal year 1999, investments were limited to STAR Ohio, repurchase agreements, commercial paper, U.S. Government Agency instruments, certificates of deposits and a manuscript note.

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

The District has invested funds in the State Treasury Asset Reserve of Ohio (STAROhio) during fiscal year 1999. STAROhio is an investment pool managed by the State Treasurer's Office which allows governments within the State to pool their funds for investment purposes. STAROhio is not registered with the SEC as an investment company, but does operate in a manner consistent with Rule 2a7 of the Investment Company Act of 1940. Investments in STAROhio are valued at STAROhio's share price which is the price the investment could be sold for on June 30, 1999.

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

Notes to the General Purpose Financial Statements

For the Fiscal Year Ended June 30, 1999

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

D. Cash and Cash Equivalents (continued)

Following Ohio statutes, the Board of Education has, by resolution, specified the funds to receive an allocation of interest earnings. Interest revenue credited to the general fund is \$368,502, to the special revenue fund is \$4,107 and to the expendable trust fund is \$896 during fiscal year 1999.

For purposes of the combined statement of cash flows and for presentation on the combined balance sheet, investments of the cash management pool and investments with original maturities 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 are reported as investments.

Restricted cash in the general fund represent cash and cash equivalents set aside to establish a budget stabilization reserve. This reserve is required by State statute and can be used only after receiving approval from the State Superintendent of Public Instruction.

E. Inventory

Inventories of governmental funds are stated at cost while inventories of proprietary funds are stated at the lower cost or market. For all funds, cost is determined on a first-in, first-out basis. 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 purchased. Reported material and supplies inventory is equally offset by a fund balance reserve in the governmental funds which indicates that it does not constitute available expendable resources even though it is a component of net current assets. Inventories of proprietary funds consist of donated food, purchased food, and school supplies held for resale and are expended when used.

F. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 1999, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed.

G. Fixed Assets and Depreciation

General fixed assets are not capitalized in the funds used to acquire or construct them, instead, capital acquisition and construction costs are reflected as expenditures in governmental funds, and the related assets are reported in the General Fixed Assets Account Group. Fixed assets utilized in the proprietary funds are capitalized in the respective fund. All fixed assets are capitalized at cost (on estimated historical cost) and updated for additions and retirements 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 five hundred dollars. The School District does not have any infrastructure.

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

G. Fixed Assets and Depreciation (continued)

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. Improvements are capitalized. Improvements to fund fixed assets are depreciated over the remaining useful lives of the related fixed assets.

Assets in the general fixed assets account group are not depreciated. Depreciation of furniture and equipment in the enterprise funds is computed using the straight-line method over the estimated useful lives.

<u>Asset</u>	<u>Life (Years)</u>
Office/business mechanical equipment	8
Custodial/maintenance/copiers	
Computers/A-V equipment	10
Kitchen equipment/musical instrument	
Miscellaneous furniture/fixtures	20
Improvements	20

H. Intergovernmental Revenues

For governmental funds, intergovernmental revenues, such as entitlements and grants awarded on a non-reimbursement basis, are recorded as receivables and revenues when measurable and available. Reimbursement type grants are recorded as receivables and revenues when the related expenditures are incurred. Other than commodities, grants and entitlements for proprietary fund operations are recognized as non-operating revenues in the accounting period in which they are earned and become measurable.

I. Interfund Assets/Liabilities

Receivables and payables resulting from transactions between funds for services provided or goods received are classified as "due from other funds" or "due to other funds" on the balance sheet. Short-term interfund loans are classified as "interfund receivables" and "interfund payables". Long-term interfund loans are classified as "advances to/from other funds" and are equally offset by a fund balance reserve account which indicates that they do not constitute available resources, since they are not a component of net current assets.

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

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

Notes to the General Purpose Financial Statements

For the Fiscal Year Ended June 30, 1999

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

J. Compensated Absences (continued)

For governmental funds, the current portion of unpaid compensated absences is the amount expected to be paid using expendable available resources. These amounts are recorded in the account "compensated absences payable" in the fund from which the employees who have accumulated unpaid leave are paid. The remainder is reported in the "general long-term obligations account group". In proprietary funds, the entire amount of compensated absences is reported as fund liability.

K. Accrued Liabilities and Long-Term Obligations

In general, governmental fund payables and accrued liabilities are reported as obligations of the funds, regardless of whether they will be liquidated with current resources. However, claims and judgements, compensated absences, contractually required pension contributions, and special termination benefits that will be paid from governmental funds are reported as a liability in the General Long-Term Obligations Account Group to the extent that they will not be paid with current available expendable financial resources. Bonds, capital leases, and long-term loans are reported as a liability of the "general long-term obligations account group" until due.

Long-term debt and other obligations financed by proprietary funds are reported as liabilities in the appropriate proprietary funds.

Under Ohio law, a debt service fund must be created and used for the payment of tax and revenue anticipation notes. Generally accepted accounting principles require the reporting of short-term liabilities in the funds that received the proceeds.

L. Bond Premiums and Discounts

For governmental fund types, bond premiums and discounts, as well as issuance costs, are recognized during the current period. Bond proceeds are reported as "other financing sources," net of the applicable premium or discounts. Issuance costs, even if withheld from the actual net proceeds received, are reported as debt service expenditures.

M. Interfund Transactions

Quasi-external transactions are accounted for as revenues and expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed. "Transfers in" do not equal "Transfers out" due to transfers being made from Agency funds, which are not reflected on the "Combined Statements of Revenues, Expenditures/Expenses, and Changes in Fund Balances/Retained Earnings."

Nonrecurring or nonroutine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

Notes to the General Purpose Financial Statements

For the Fiscal Year Ended June 30, 1999

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

N. Fund Balance Reserves

The School District records reservations for portions of fund equity which are legally segregated for specific future use or which do not represent available expendable resources and therefore are not available for appropriation or expenditure. Unreserved fund balance indicates that portion of fund equity which is available for appropriation in future periods. Fund equity reserves are established for property taxes, encumbrances, prepaid items, and budget stabilization reserve. The reserve for property taxes represents taxes recognized as revenue under generally accepted accounting principles but not available for appropriations under State statute. The reserve for budget stabilization represents cash that has been set aside as required by State statute.

O. Contributed Capital

Contributed capital represents resources from other funds, other governments, and private sources provided to proprietary funds that is not subject to repayment. These assets are recorded at their fair market value on the date donated. Depreciation on those assets acquired or constructed with contributed resources is expended and closed to unreserved retained earnings at year end.

Because the School District did not prepare financial statements in accordance with generally accepted accounting principles prior to fiscal year 1996, the exact amount of contributed capital cannot be determined. Consequently, only those amounts that have been specifically identified have been classified as contributed capital in the accompanying combined financial statements. All other fund equity amounts pertaining to proprietary funds have been classified as retained earnings.

P. Total Columns on General Purpose Financial Statements

Total columns on the general purpose financial statements are captioned "Total - (Memorandum Only)" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

NOTE 3 - BUDGETARY BASIS OF ACCOUNTING

While the School District is reporting financial position, results of operations, and changes in fund balances/retained earnings 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 Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual-All Governmental Fund Types and Expendable Trust Fund and the Combined Statement of Revenues, Expenses and Changes in Fund Balances - Budget (Non-GAAP Basis) and Actual - (All) Proprietary Fund Types 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 GAAP basis are that:

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 3 - BUDGETARY BASIS OF ACCOUNTING (continued)

1. Revenues are recorded when received in cash (budget basis) as opposed to when susceptible to accrual (GAAP basis).
2. Expenditures/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/expenses for all funds (budget basis) rather than as a reservation of fund balance for governmental fund types and as a note disclosure in the proprietary fund type (GAAP basis).
4. For proprietary funds, the acquisition and construction of capital assets are reported on the operating statement (budget basis) rather than as balance sheet transactions (GAAP basis).
5. Proceeds from and principal payments on bond and revenue anticipation notes are reported on the operating statement (budget basis) rather than as balance sheet transactions (GAAP basis).
6. The School District repays short-term note debt from the debt service fund (budget basis) as opposed to the fund that received the proceeds (GAAP basis). Debt service fund resources used to pay both principal and interest have been allocated accordingly.

The following tables summarize the adjustments necessary to reconcile the GAAP and budgetary basis statements by fund type.

**EXCESS OF REVENUES AND OTHER FINANCING SOURCES
OVER/(UNDER) EXPENDITURES AND OTHER FINANCING USES -
All Governmental Fund Types and Expendable Trust Fund**

	General	Special Revenue	Debt Service	Capital Projects	Expendable Trust
GAAP Basis	\$ 828,561	\$ 97,299	\$ 306,213	\$ 822,554	\$ 9,249
Revenue Accruals	(739,741)	(2,464)	(115,460)	108,145	-
Expenditure Accruals	330,025	(30,554)	-	(718,304)	215
Encumbrances	<u>(492,401)</u>	<u>(149,524)</u>	-	<u>(883,900)</u>	<u>(1,567)</u>
Budget Basis	<u>\$ (73,556)</u>	<u>\$ (85,243)</u>	<u>\$ 190,753</u>	<u>\$ (671,505)</u>	<u>\$ 7,897</u>

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 3 - BUDGETARY BASIS OF ACCOUNTING (continued)

Net Income/Excess of Revenues Over/(Under) Expenses,
Transfers and Advances - All Proprietary Fund Types

	Enterprise	Internal Service
GAAP Basis	\$ (45,637)	\$ 101,747
Revenue Accruals	104,495	(75,000)
Expense Accruals	60,125	94,021
Inventory	11,754	--
Capital Outlay	(4,814)	(5,665)
Depreciation Expense	15,254	754
Encumbrances	<u>(34,422)</u>	<u>(22,074)</u>
Budget Basis	<u>\$ 106,755</u>	<u>\$ 93,783</u>

NOTE 4 - 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.

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

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

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

1. United States Treasury Notes, Bills, Bonds, or any other obligations or security issued by the United States Treasury or any other obligation guaranteed as to principal and interest by the United States,

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

Notes to the General Purpose Financial Statements

For the Fiscal Year Ended June 30, 1999

NOTE 4 - DEPOSITS AND INVESTMENTS (continued)

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

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

During fiscal year 1999, the School District's investments were limited to STAR Ohio, repurchase agreements, commercial paper, U.S. Government Agency instruments, certificates of deposits and a manuscript note. During the fiscal year, all investments of the School District had a maturity of two years or less. At fiscal year end, the School District had \$1,000 in undeposited cash on hand which is included on the balance sheet of the School District as part of "equity in pooled cash and investments".

Protection of the School District's deposits is provided by the Federal Deposit Insurance Corporation, 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.

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

Notes to the General Purpose Financial Statements

For the Fiscal Year Ended June 30, 1999

NOTE 4 - DEPOSITS AND INVESTMENTS (continued)

The following information classifies deposits and investments by categories of risk as defined in GASB Statement 3, "Deposits with Financial Institutions, Investments and Reverse Repurchase Agreements."

Deposits: At fiscal year end, the carrying amount of the School District's deposits (excluding change funds of \$1,000) was \$(144,905) and the bank balance was \$518,898. Of the bank balance, \$200,000 was covered by federal depository insurance and \$318,898 was uninsured and uncollateralized. Although the securities serving as collateral were held by the pledging financial institution's trust department in the School District's name and all State statutory requirements for the deposit of money had been followed, non-compliance with federal requirements would potentially subject the School District to a successful claim by the Federal Deposit Insurance Corporation.

Investments: The School District's investments are categorized below to give an indication of the level of risk assumed by the School District at fiscal year end. Category 1 includes investments that are insured or registered or for which the securities are held by the School District or its agent in the School District's name. Category 2 includes uninsured and unregistered investments which are held by the counterparty's trust department or agent in the School District's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty, or by its trust department or agent but not in the School District's name. The School District's investments in STAR Ohio, an investment pool operated by the Ohio State Treasurer, are unclassified investments since they are not evidenced by securities that exist in physical or book entry form.

	Category 1	Category 2	Category 3	Fair Value
Repurchase Agreement	--	--	\$1,630,407	\$1,630,407
Federal Home Loan Bank	--	--	996,790	996,790
Federal Farm Credit Bank	--	--	1,000,190	1,000,190
Federal National Mort. Assoc.	--	--	980,979	980,979
Manuscript Note	\$ 650,000	--	--	650,000
STAR Ohio	--	--	--	<u>1,604,891</u>
Totals	<u>\$ 650,000</u>	<u>--</u>	<u>\$4,608,366</u>	<u>\$6,863,257</u>

The classification of cash and cash equivalents and investments on the combined financial statements is based on criteria set forth in GASB Statement No. 9. A reconciliation between the classifications of cash and investments on the combined financial statements and the classification per GASB Statement No. 3 is as follows:

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 4 - DEPOSITS AND INVESTMENTS (continued)

	Cash and Cash Equivalents/Deposits	Investments
GASB Statement 9	\$ 3,091,393	\$ 3,627,959
Cash on Hand	(1,000)	
Investments:		
Repurchase Agreements	(1,630,407)	1,630,407
STAR Ohio	<u>(1,604,891)</u>	<u>1,604,891</u>
GASB Statement 3	<u>\$ (144,905)</u>	<u>\$ 6,863,257</u>

NOTE 5 - PROPERTY TAXES

Property taxes are levied and assessed on a calendar year basis. Second half distributions occur in a new 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 taxes are levied after April 1 on the assessed value listed as of the prior January 1, the lien date. Public utility property taxes attached as a lien on December 31 of the prior year, were levied April 1 and are collected with real property taxes. Assessed values for real property taxes are established by State law at 35 percent of appraised market value. All property is required to be revalued every six years. Public utility property taxes are assessed on tangible personal property at 88 percent of the value (with certain exceptions) and on real property at 35 percent of true value. Tangible personal property taxes are levied after April 1 on the value listed as of December 31 of the current year. Tangible personal property assessments are 25 percent of true value.

Real property taxes are payable annually or semi-annually. If paid annually, payment is due December 31, if paid semi-annually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits alternate payment dates to be established.

Tangible personal property taxes paid 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.

The full tax rate applied to real property for the fiscal year ended June 30, 1999 was \$65.40 per \$1,000 of assessed valuation. After adjustment of the rate for inflationary increases in property values, the effective tax rate was \$32.416040 per \$1,000 of assessed valuation for real property classified as residential/agricultural and \$40.673851 per \$1,000 of assessed valuation for all other real property. Real property owners' tax bills are further reduced by homestead and rollback deductions when applicable. The amount of these homestead and rollback reductions is reimbursed to the District by the State of Ohio.

Owners of tangible personal property are required to file a list of such property including costs, by April 30 of each year. The property is assessed for tax purposes at varying statutory percentages of costs.

The rate applied to tangible personal property for the fiscal year ended June 30, 1999 was \$65.40 per \$1,000 of assessed valuation.

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

Notes to the General Purpose Financial Statements

For the Fiscal Year Ended June 30, 1999

NOTE 5 - PROPERTY TAXES (continued)

The School District receives property taxes from Cuyahoga County. The County Auditor periodically advances to the School District its portion of the taxes collected. Second-half real property tax payments collected by the County by June 30, 1999, are available to finance fiscal year 1999 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, tangible personal property, and public utility taxes which became measurable as of June 30, 1999. Although total property tax collections for the next fiscal year are measurable, only the amount available as an advance at June 30 is intended to finance current fiscal year operations. The receivable is therefore offset by a credit to deferred revenue for that portion not intended to finance current year operations. The amount available as an advance at June 30, 1999, was \$2,261,877 in the General Fund, \$344,321 in the Debt Service Fund and \$76,862 in the Capital Project Fund.

The assessed values upon which fiscal year 1999 taxes were collected are:

	<u>1998</u>	<u>1997</u>
Real Property -		
Residential/Agricultural	\$ 545,737,710	\$ 484,514,580
Commercial/Industrial	123,902,570	102,136,440
Tangible Personal Property -		
Personal	45,155,832	42,356,858
Public Utilities	<u>45,155,830</u>	<u>35,988,790</u>
Total Valuation	<u>\$ 759,951,942</u>	<u>\$ 664,996,668</u>

NOTE 6 - RECEIVABLES

Receivables at June 30, 1999, consisted of property taxes, accounts (rent, billings for user charged services, and student fees), interfund, and intergovernmental grants. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current fiscal year guarantee of federal funds.

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 7 - FIXED ASSETS

A summary of the Proprietary Funds' fixed assets at June 30, 1999 follows:

	<u>Enterprise Funds</u>	<u>Internal Service Funds</u>
Furniture and Equipment	\$ 388,834	\$ 6,028
Less Accumulated Depreciation	<u>(254,512)</u>	<u>(954)</u>
Net Fixed Assets	<u>\$ 134,322</u>	<u>\$ 5,074</u>

A summary of the changes in general fixed assets during fiscal year 1999 follows:

<u>Asset Category</u>	<u>Balance 6/30/98</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 6/30/99</u>
Land and Improvements	\$ 2,569,569	\$ 36,995	--	\$ 2,606,564
Buildings and Improvements	39,056,935	37,801	--	39,094,736
Furniture, Fixtures and Equipment	<u>10,952,632</u>	<u>329,701</u>	<u>\$ (245,714)</u>	<u>11,036,619</u>
Total General Fixed Assets	<u>\$52,579,136</u>	<u>\$ 404,497</u>	<u>\$ (245,714)</u>	<u>\$52,737,919</u>

NOTE 8 - RISK MANAGEMENT

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 1999, the District has entered into contracts with various insurance agencies for various insurance.

The following is a list of all insurance coverage of the District and the deductibles associated with each:

<u>Coverage</u>	<u>Amount</u>	<u>Deductible</u>
Building and Contents	\$ 76,330,801	\$ 1,000
Extra Expense	1,000,000	1,000
Valuable Papers	100,000	1,000
Non-bus vehicles - liability - bodily inj.	2,000,000	250
liability - Property damage	2,000,000	250
Non-bus vehicles - uninsured motorists	2,000,000	250
Bus vehicles - liability	2,000,000	250
uninsured motorists	1,000,000	250
Robbery and safe - money and securities		
custodian	5,000	250
messenger	5,000	250

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 8 - RISK MANAGEMENT (continued)

Settled claims have not exceeded this commercial coverage in any of the past three years. Also, the School District did not significantly reduce their limits of liability during the year.

The School District has elected to provide employee medical, surgical, prescription drug and dental benefits through a minimum premium program. The School District maintains a self-insurance internal service fund to account for and finance this program. Employees may choose between two comprehensive major medical plans for medical/surgical insurance. One plan does not restrict the employee's choice of physician or hospital. Claims are subject to a \$200 single and \$400 family first dollar deductible and an 80/20 percent co-pay for the next \$2,500 single/\$5,000 family total of eligible expenses. The other plan is a Preferred Provider Organization for both physicians and hospitals. Claims are subject to a \$100 single and \$200 family first dollar deductible. The dental/vision benefits are subject to certain deductibles, co-pays and maximum benefits as are outlined in the plan. The prescription drug plan utilizes a \$5 deductible per prescription for generic drug and a \$9 deductible per prescription for brand name drugs. Medical Mutual Insurance administers the plan and reviews all claims which are paid by the School District.

The School District pays into the self-insurance internal service fund at the following premium per month:

<u>Type of Coverage</u>	<u>Single</u>	<u>Family</u>
Medical Mutual	\$ 185.72	\$ 498.39
Super Medical Plus	160.43	431.77
Super Medical Select	154.56	407.22
Kaiser	169.73	448.09
Prescription Drug	42.68	93.78
Dental	23.30	63.43

The School District is a member of a claims servicing pool through Medical Mutual of Ohio, consisting of several school districts within the County, in which monthly premiums are paid to the fiscal agent who in turn pays the claims on the School District's behalf. The claims liability of \$225,000 reported in the internal service fund at June 30, 1999 is based on an estimate provided by the third party administrator and the requirements of Governmental Accounting Standards Board Statement No.10, which requires that a liability for unpaid claim costs, including estimates of costs relating to incurred but not reported claims, be reported. Changes in claims activity for the past two fiscal years are as follows:

	<u>Balance at Beginning of Year</u>	<u>Current Year Claims</u>	<u>Claims Payments</u>	<u>Balance at End of Year</u>
1998	\$ 256,947	\$ 1,043,243	\$1,150,190	\$ 150,000
1999	150,000	1,621,779	1,546,779	225,000

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 8 - RISK MANAGEMENT (continued)

All employees of the District are covered by a blanket bond, while certain individuals in policy-making roles are covered by separate, higher limit bond coverage.

For fiscal year 1999, the School District participated in the Ohio School Boards Association Workers' Compensation Group Rating Program (GRP), an insurance purchasing pool (Note 16). The intent of the GRP is to achieve the benefit of a reduced premium for the School District by virtue of its grouping and representation with other participants in the GRP. The workers' compensation experience of the participating school districts is calculated as one experience and a common premium rate is applied to all 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". This "equity pooling" arrangement ensures 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. The firm of Gates McDonald & Co. provides administrative, cost control and actuarial services to the GRP.

NOTE 9 - DEFINED BENEFIT PENSION PLANS

A. School Employees Retirement System

The School District contributes to the School Employees Retirement System (SERS), a cost-sharing multiple-employer defined benefit pension plan. SERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. Authority to establish and amend benefits is provided by State statute per Chapter 3309 of the Ohio Revised Code. SERS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the School Employees Retirement System, 45 N. Fourth Street, Columbus, Ohio 43215.

Plan members are required to contribute 9 percent of their annual covered salary and the School District is required to contribute at an actuarially determined rate. The current rate is 14 percent of annual covered payroll. For fiscal year 1999, 7.7 percent was the portion used to fund pension obligations. 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 School District's contributions for pension obligations to SERS for the fiscal years ended June 30, 1999, 1998, and 1997 were \$745,340, \$526,682, and \$631,128, respectively; 54.30 percent has been contributed for fiscal year 1999 and 100 percent for fiscal years 1998 and 1997. \$340,644 representing the unpaid contribution for fiscal year 1999, is recorded as a liability within the respective funds and the general long-term obligations account group.

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 9 - DEFINED BENEFIT PENSION PLANS (continued)

B. State Teachers Retirement System

The School District participates in the State Teachers Retirement System of Ohio (STRS), a cost-sharing multiple employer public employee retirement system administered by the State Teachers Retirement Board. STRS provides basic retirement benefits, disability, survivor, and health care benefits based on eligible service credit to members and beneficiaries. Benefits are established by Chapter 3307 of the Ohio Revised Code. STRS issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to the State Teachers Retirement System, 275 E. Broad Street, Columbus, Ohio 43215-3771.

Plan members are required to contribute 9.3 percent of their annual covered salary and the School District is required to contribute 14 percent; 6.0 percent was the portion used to fund pension obligations. Contribution rates are established by STRS, upon recommendation of its consulting actuary, not to exceed statutory maximum rates of 10 percent for members and 14 percent for employers. The School District's contributions for pension obligations to STRS for the fiscal years ended June 30, 1999, 1998, and 1997 were \$1,877,328, \$1,798,588, and \$1,825,782, respectively; 83.80 percent has been contributed for fiscal year 1999 and 100 percent for fiscal years 1998 and 1997. \$304,220 representing the unpaid contribution for fiscal year 1999, is recorded as a liability within the respective funds.

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, 1999, all members of the Board of Education have elected social security. The Board's liability is 6.2 percent of wages paid.

NOTE 10 - POSTEMPLOYMENT BENEFITS

The School District provides comprehensive health care benefits to retired teachers and their dependents through the State Teachers Retirement System (STRS), and to retired non-certified employees and their dependents through the School Employees Retirement System (SERS). Benefits include hospitalization, physicians' fees, prescription drugs and reimbursement of monthly medicare premiums. Benefit provisions and the obligation to contribute are established by the Systems based on authority granted by State statute. Both systems are funded on a pay-as-you-go basis.

The State Teachers Retirement Board has statutory authority over how much, if any, of the health care costs will be absorbed by STRS. Most benefit recipients pay a portion of the health care cost in the form of a monthly premium. By Ohio law, the cost of coverage paid from STRS funds shall be included in the employer contribution rate, currently 14 percent of covered payroll. The Board allocated employer contributions equal to 8.0 percent of covered payroll to the Health Care Reserve Fund. For the School District, this amount equaled \$1,072,705 during fiscal 1999.

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 10 - POSTEMPLOYMENT BENEFITS (continued)

STRS pays health care benefits from the Health Care Reserve Fund. The balance in the Fund was \$2,156 million at June 30, 1998 (the latest information available). For the year ended June 30, 1998, net health care costs paid by STRS were \$219,224,000 and STRS had 91,999 eligible benefit recipients.

For SERS, coverage is made available to service retirees with ten or more years of qualifying service credit, and disability and survivor benefit recipients. Members retiring on or after August 1, 1989, with less than twenty-five years of service credit must pay a portion of their premium for health care. The portion is based on years of service up to a maximum of 75 percent of the premium.

For this fiscal year, employer contributions to fund health care benefits were 6.3 percent of covered payroll, an increase from 4.98 percent for fiscal year 1998. In addition, SERS levies a surcharge to fund health care benefits equal to 14 percent of the difference between a minimum pay and the member's pay, pro-rated for partial service credit. For fiscal year 1999, the minimum pay has been established at \$12,400. The surcharge, added to the unallocated portion of the 14 percent employer contribution rate, provides for maintenance of the asset target level for the health care fund.

Health care benefits are financed on a pay-as-you-go basis. The target level for the health care reserve is 125 percent of annual health care expenses. Expenses for health care at June 30, 1998 (the latest information available), were \$111,900,575 and the target level was \$139.9 million. At June 30, 1998 SERS had net assets available for payment of health care benefits of \$160.3 million. SERS has approximately 50,000 participants currently receiving health care benefits. For the School District, the amount to fund health care benefits, including the surcharge, equaled \$399,455 during the 1999 fiscal year.

NOTE 11 - EMPLOYEE BENEFITS

A. Compensated Absences

Employees earn vacation at rates specified under State of Ohio law and based on credited service. Classified and Administrative employees with one or more years of service are entitled to vacation ranging from 5 to 20 days. Employees with less than one year of service earn a pro-rata vacation rate per month worked. At June 30, 1999, a liability of \$190,982 has been provided in the General Long-Term Obligations Account Group and Enterprise Fund for earned, but unused vacation leave.

All employees are entitled to a sick leave credit equal to one and one-quarter days for each month of service. This sick leave will either be absorbed by time off due to illness or injury or, within certain limitations, be paid to the employee upon retirement. The amount paid to an employee upon retirement is limited to 30% of the accumulated sick leave benefits up to 77 days for teaching employees and 28% of sick leave up to 83 days for non-teaching employees, with a \$1,000 incentive paid to all retiring employees. The sick leave liability is \$80,324 in the Enterprise Fund, and \$2,217,392 in the General Long-Term Obligations Account Group.

The current portion of sick leave and vacation leave liability is \$76,452 in governmental funds.

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 11 - EMPLOYEE BENEFITS (continued)

B. Life Insurance

The School District provides life insurance and accidental death and dismemberment insurance to most employees through Medical Mutual of Ohio.

C. Special Termination Benefit Payable

Employees who retired by June 30, 1999, were given a special termination benefit. Teachers received \$1,000 as a lump sum payment or in the form of a tax-sheltered annuity at the election of the teacher. If a teacher completed the school year but retired before August 31, he/she was credited with additional sick leave equal to the difference between fifteen days and the days accrued from September 1 of the previous calendar year.

NOTE 12 - SHORT TERM OBLIGATIONS

As of June 30, 1999, the School District had no outstanding short term obligations.

NOTE 13 - LONG - TERM OBLIGATIONS

The changes in the School District's long-term obligations during fiscal year 1999 were as follows:

	<u>Principal Outstanding 6/30/98</u>	<u>Additions</u>	<u>Deductions</u>	<u>Principal Outstanding 6/30/99</u>
Junior High Remodeling 8/1/80 8%	\$ 225,000	---	\$ (75,000)	\$ 150,000
Stadium Complex 1/1/86 8.12%	560,000	---	(70,000)	490,000
New High School 1996 7.75%	<u>35,425,000</u>	<u>---</u>	<u>(695,000)</u>	<u>34,730,000</u>
Total Long-Term Bonds	36,210,000	---	(840,000)	35,370,000
Manuscript Notes	---	\$ 650,000	---	650,000
Workers Compensation	68,302	---	(68,302)	---
Pension Obligation	187,190	257,289	(187,190)	257,289
Compensated Absences	<u>2,522,394</u>	<u>---</u>	<u>(195,121)</u>	<u>2,327,273</u>
Total General Long Term Obligations	<u>\$38,987,886</u>	<u>\$ 907,289</u>	<u>\$(1,290,613)</u>	<u>\$38,604,562</u>

Brecksville-Broadview Heights City School District Stadium Complex Renovation General Obligation Bonds -
On January 1, 1986, the School District issued \$1,350,000 in voted general obligation bonds for the purpose of an improvement to the stadium complex. The bonds were issued for a fifteen year period with final maturity at December 1, 2005. The bonds will be retired from the debt service fund.

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 13 - LONG - TERM OBLIGATIONS (continued)

Junior High Remodeling General Obligation Bonds - The School District issued \$1,514,000 in voted general obligation bonds for the purpose of improving the junior high school building. The bonds were issued for a twenty year period with final maturity during fiscal year 2000. The bonds will be retired from the debt service fund.

New High School General Obligation Bonds - On March 1, 1996, the School District issued \$36,000,000 in voted general obligation bonds for the purpose of building a new high school building. The bonds were issued for a twenty-five year period with final maturity during fiscal year 2021. The bonds will be retired from the debt service fund.

The manuscript note represents a two year borrowing by the Capital Projects-Permanent Improvement Fund from the Debt Service Fund.

Compensated absences and the pension obligation will be paid from the fund from which the employees' salaries are paid. The current year activity for compensated absences is netted for practical purposes.

The School District's voted legal debt margin was \$35,246,051 with an unvoted debt margin of \$759,952 at June 30, 1999.

Principal and interest requirements to retire general obligation bonds outstanding at June 30, 1999 are as follows.

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Totals</u>
1999	\$ 915,000	\$ 2,065,651	\$ 2,980,651
2000	950,000	2,020,469	2,970,469
2001	985,000	1,972,556	2,957,556
2002	950,000	1,922,229	2,872,229
2003	990,000	1,875,181	2,865,181
2004-2008	5,695,000	8,418,159	14,113,159
2009-2013	7,420,000	6,441,621	13,861,621
2014-2018	10,090,000	3,772,348	13,862,348
2019-2021	<u>7,375,000</u>	<u>408,187</u>	<u>7,783,187</u>
Totals	<u>\$35,370,000</u>	<u>\$28,896,401</u>	<u>\$ 64,266,401</u>

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

Notes to the General Purpose Financial Statements

For the Fiscal Year Ended June 30, 1999

NOTE 14 - INTERFUND ACTIVITY

As of June 30, 1999, receivables and payables that resulted from various interfund transactions were as follows.

<u>Fund Type/Fund</u>	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	\$ 105,000	-
Enterprise Funds:		
Uniform School Supplies	-	\$ 100,000
Child Care	-	5,000
Total All Funds	<u>\$ 105,000</u>	<u>\$ 105,000</u>

	<u>Due from</u>	<u>Due to</u>
Internal Service	\$ 225,000	-
General Fund	-	\$ 216,675
Special Revenue Fund:		
CAPA	-	900
Enterprise Funds:		
Food Service	-	6,300
Child Care	-	1,125
Total All Funds	<u>\$ 225,000</u>	<u>\$ 225,000</u>

<u>Fund Type/Fund</u>	<u>Transfers in</u>	<u>Transfers out</u>
General Fund	-	\$ (165,236)
Special Revenue Funds:		
Public School Support	\$ 588	-
CAPA	24,516	-
Athletic and Music	10,000	-
Enterprise Fund:		
Lunchroom	135,000	-
Internal Service Fund:		
Rotary	3,720	(588)
Agency Fund:		
Student Activity	-	(8,000)
Total All Funds	<u>\$ 173,824</u>	<u>\$ 173,824</u>

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 15 - SEGMENT INFORMATION FOR ENTERPRISE FUNDS

The School District maintains three enterprise funds to account for the operations of food service and uniform school supplies. The table below reflects the more significant financial data relating to the enterprise funds of the Brecksville-Broadview Heights City School District as of and for the fiscal year ended June 30, 1999.

	<u>Food Service</u>	<u>Uniform School Supplies</u>	<u>Child Care</u>	<u>Total Enterprise Funds</u>
Operating Revenues	\$ 834,654	\$ 155,091	\$ 4,363	\$ 994,108
Operating Expenses less				
Depreciation	1,117,022	168,087	10,946	1,296,055
Depreciation Expense	15,105	--	149	15,254
Operating Income (Loss)	(297,473)	(12,996)	(6,732)	(317,201)
Nonoperating revenues	132,884	--	3,680	136,564
Transfers in	135,000	--	--	135,000
Net Income (Loss)	(29,589)	(12,996)	(3,052)	(45,637)
Contributed Capital	131,962	--	--	131,962
Net Working Capital	18,021	4,137	(4,391)	17,767
Total Assets	252,416	113,138	5,599	371,153
Total Equity	70,680	4,137	(3,052)	71,765
Encumbrances Outstanding				
At June 30, 1999	12,154	20,977	1,291	34,422

NOTE 16 - INSURANCE PURCHASING POOL

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

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 17 - JOINTLY GOVERNED ORGANIZATIONS

The Lake-Shore North-East Ohio Computer Association (LNOCA) is a jointly governed organization among eleven school districts. The jointly governed organization was formed for the purpose of applying modern technology with the aid of computers and other electronic equipment to administrative and instructional functions among member school districts. Each of the governments of these schools supports LNOCA based on a per pupil charge. The Brecksville-Broadview Heights City School District contributed \$68,641 to LNOCA during the fiscal year 1999. LNOCA is governed by a Board of Directors consisting of the superintendents or designated representative from each participating school district. The degree of control exercised by any participating school district is limited to its representation on the board. Financial information can be obtained by contacting the Treasurer at the Cuyahoga County Board of Education, who serves as the fiscal agent, 5700 West Canal Road, Valley View, Ohio 44125.

The Cuyahoga Valley Career Center is a distinct political subdivision of the State of Ohio operated under the direction of a Board consisting of one representative from each of the eight participating school districts' elected boards plus one rotating member, which possess its own budgeting and taxing authority. To obtain financial information, write to the Cuyahoga Valley Career Center, Joy Clickenger, who serves as Treasurer, at 8001 Brecksville Road, Brecksville, Ohio 44141.

The Ohio Schools Council is a jointly governed organization among seventy school districts. The jointly governed organization was formed to bring quality products and services at the lowest possible cost to the member districts. Each district supports the Council by paying a one time fee of \$500 and 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. Finance information can be obtained by contacting Joseph Lesak, Executive Secretary/Treasurer, at the Ohio Schools Council at 155 Center Road, Bedford, Ohio 44146.

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

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

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 17 - JOINTLY GOVERNED ORGANIZATIONS (continued)

The Chemical Abuse Prevention Association (CAPA) is a jointly governed organization established through the combined efforts of the Brecksville-Broadview Heights City School District, the cities of Brecksville and Broadview Heights and the local CARE Concerned Citizens Group. Funding is provided by these four entities, and representatives of these groups comprise the Advisory Board. The mission of the CAPA is to inform the community on issues regarding chemical abuse prevention and the impact on chemical addiction on society, and to provide services for individuals and families struggling with these issues. The Brecksville-Broadview Heights City School District contributed \$24,516 to CAPA in 1999, which represents two years contributions.

NOTE 18 - RELATED ORGANIZATION

Brecksville-Broadview Heights Schools Foundation Program

The foundation is a distinct political subdivision of the State of Ohio governed by a nine member board of trustees. The trustees are appointed by the Board of Education. The board of trustees possesses its own contracting and budgeting authority, hires and fires personnel and does not depend on the school district for operational subsidies. In accordance with the above, the Brecksville-Broadview Heights School Foundation Program has not been included as a component unit of the reporting entity.

NOTE 19 - CHANGES IN CONTRIBUTED CAPITAL

Changes in contributed capital for the year ended June 30, 1999, are summarized by source as follows.

	<u>Food</u> <u>Service</u>	<u>Uniform</u> <u>School</u> <u>Supplies</u>	<u>Child</u> <u>Care</u>	<u>Totals</u>
Contributed Capital, July 1, 1998	\$146,053	--	--	\$146,053
Current Contributions/(Reductions):				
Other Funds	<u>(14,091)</u>	<u>--</u>	<u>--</u>	<u>(14,091)</u>
Total Contributed Capital June 30, 1999	<u>\$131,962</u>	<u>--</u>	<u>--</u>	<u>\$131,962</u>

NOTE 20 - SCHOOL FUNDING DECISION

On March 24, 1997, the Ohio Supreme Court rendered a decision declaring certain portions of the Ohio school funding plan unconstitutional. The Court stayed the effect of its ruling for one year to allow the Ohio General Assembly to design a plan to remedy the perceived defects in that system. Declared unconstitutional was the State's "school foundation program", which provides significant amounts of monetary support to the District. During the fiscal year ended June 30, 1999, the District received \$2,580,719 of school foundation support for its general fund.

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 20 - SCHOOL FUNDING DECISION (continued)

Since the Supreme Court ruling, numerous pieces of legislation have been passed by the Ohio General Assembly in an attempt to address the issues identified by the Court. The Court of Common Pleas in Perry County has reviewed the new laws and, in a decision issued on February 26, 1999, determined that they are not sufficiently responsive to the constitutional issues raised under the "thorough and efficient" clause of the Ohio Constitution. The State has appealed the decision made by the Court of Common Pleas to the Ohio Supreme Court. At this time, the Court has not rendered an opinion on this issue. The decision of the Court of Common Pleas in Perry County has been stayed by the Ohio Supreme Court, and, as such, school districts are still operating under the laws the Common Pleas Court declared unconstitutional.

As of the date of these financial statements, the District is unable to determine what effect, if any, this ongoing litigation will have on its future State funding under this Program and on its financial operations.

NOTE 21 - CONTINGENCIES

A. Grants

The School District received financial assistance from federal and state agencies in the form of grants. The expenditure of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the School District at June 30, 1999.

B. Litigation

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

NOTE 22 - YEAR 2000 ISSUE

The year 2000 issue is the result of shortcomings in many electronic data processing systems and other equipment that may adversely affect the government's operations as early as fiscal year 1999.

The Brecksville-Broadview Heights City School District has completed an inventory of computer systems and other equipment necessary to conducting School District operations and has identified such systems as being financial reporting, payroll and employee benefits, and educational statistics reporting (through the State's Education Management and Information System (EMIS)).

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 22 - YEAR 2000 ISSUE (continued)

Cuyahoga County collects property taxes for distribution to the School District. Cuyahoga County is responsible for remediating the tax collection system and is responsible for any costs associated. The District has received assurances that Cuyahoga County has moved into the final portion of the year 2000 project, the implementation phase.

The School District uses the State of Ohio Uniform School Accounting System software for its financial reporting and the State of Ohio Uniform Payroll System Software for its payroll and employee benefits. The State is responsible for remediating these systems.

The Northwest Ohio Computer Association, State Software Development Team states,

“The payroll processing software supported with the OECN State Software is compliant with the Year 2000, beginning with the September 1997 release of USPS V4.0.

The accounting software supported with the OECN State Software will be compliant with the Year 2000, beginning with the June 1998 release of USAS V6.1.

The equipment inventory and vehicle inventory system software supported with OECN State Software was Year 2000 ready, beginning with the December 1998 release of SAAS V2.0. The education management information system software supported with the OECN State Software was Year 2000 ready, beginning with the September 1998 release of EMIS V1.7.”

The State of Ohio distributes a substantial sum of money to the School District in the form of “Foundation” payments and federal and state grants. Further, the State processes a significant amount of financial and non-financial information about the School District through EMIS. The State is responsible for remediating these systems and is responsible for any costs associated with the Foundation processing and EMIS systems. The District has received assurances that the State of Ohio, Department of Education has completed 100% of its remediation efforts.

Because of the unprecedented nature of the year 2000 issue, its effects and the success of related remediation efforts will not be fully determinable until the year 2000 and thereafter. Management cannot assure that the School District is or will be year 2000 ready, that the School District’s remediation efforts will be successful in whole or part, or that parties with whom the School District does business will be year 2000 ready.

NOTE 23 - COMPLIANCE AND ACCOUNTABILITY

A. Deficit Fund Equity

On June 30, 1999, the Child Care fund reflected a deficit fund balance of \$3,052. This deficit resulted from adjustments for accrued liabilities. The general fund is ultimately liable for any deficits in the District’s funds and provides operating transfers when cash is required rather than when accruals are recognized.

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

Notes to the General Purpose Financial Statements
For the Fiscal Year Ended June 30, 1999

NOTE 23 - COMPLIANCE AND ACCOUNTABILITY (continued)

B. Legal Compliance

The following funds had appropriations plus encumbrances which exceeded carryover balances plus estimated resources: Auxiliary services by \$17,339, Title VI-B by \$2,406, and Title I by \$968. This is contrary to Section 5705.39 of the Ohio Revised Code.

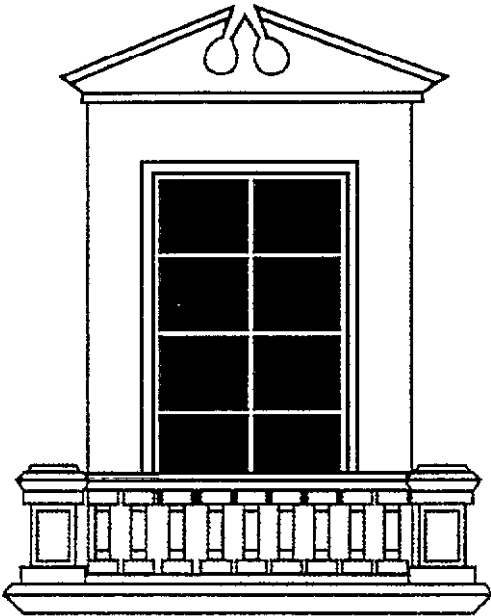
NOTE 24 - SET-ASIDE REQUIREMENTS

The District is required by State statute to annually set aside an amount based on prior year revenues for the purchase of textbooks and other instructional materials and an additional amount for capital acquisitions. Amounts not spent by year-end or offset by similarly restricted sources must be held in cash at year-end and carried forward to be used for the same purpose in future years. Amounts are also to be set aside if the District's base amount used for the yearly set-aside calculation increases three percent (3%) or more from the prior year. This amount is included in the budget stabilization reserve.

The following information describes the changes in the amounts set aside for textbooks and instructional materials, capital acquisitions and budget stabilization from the end of the prior year to the end of the current year.

	<u>Textbooks</u>	<u>Capital Acquisitions</u>	<u>Budget stabilization</u>	<u>Total</u>
Set aside balance as of June 30, 1998	--	--	\$ 151,490	\$ 151,490
Current year set-aside requirement	\$ 411,578	\$ 411,578	\$ 205,800	\$ 1,028,956
Current year offsets	\$(195,971)	\$(1,207,198)	--	\$(1,403,169)
Qualifying disbursements	\$(281,896)	\$(519,068)	--	\$(800,964)
Totals	<u>\$(66,289)</u>	<u>\$(1,314,688)</u>	<u>\$ 357,290</u>	<u>\$(1,023,687)</u>
Cash balance carried forward to FY2000	<u>--</u>	<u>--</u>	<u>\$ 357,290</u>	<u>\$ 357,290</u>
Amount restricted for budget stabilization				<u>\$ 357,290</u>
Total restricted assets				<u>\$ 357,290</u>

Although the District had qualifying disbursements during the year that reduced the set-aside amounts below zero, these extra amounts may not be used to reduce the set-aside requirements of future years. Negative amounts are not presented as being carried forward to the next fiscal year.



**COMBINING AND INDIVIDUAL FUND
AND ACCOUNT GROUP
STATEMENTS AND SCHEDULES**

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

General Fund

June 30, 1999

General Fund

The general fund is used to account for all activities of the District not included in other specified funds. This includes, but is not limited to, general instruction, pupil services, operation and maintenance of buildings and grounds, pupil transportation, and the administration of District functions.

**BRECKSVILLE-BROADVIEW HEIGHTS
CITY SCHOOL DISTRICT**

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

General Fund

For the Fiscal Year Ended June 30, 1999

	<u>Revised Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)
Revenues			
Taxes	\$ 22,251,216	\$ 21,730,048	\$ (521,168)
Tuition	50,000	95,986	45,986
Earnings on investments	300,000	390,919	90,919
Extracurricular activities	100,000	125	(99,875)
Classroom materials and fees	250	47	(203)
Intergovernmental	4,481,401	5,022,633	541,232
Miscellaneous	<u>170,000</u>	<u>177,592</u>	<u>7,592</u>
Total Revenues	27,352,867	27,417,350	64,483
Expenditures			
Current:			
Regular Instruction			
Salaries	10,028,793	10,028,793	-
Fringe benefits	2,890,845	2,890,845	-
Purchased services	40,347	40,347	-
Materials and supplies	280,684	280,684	-
Equipment	<u>86,969</u>	<u>86,969</u>	<u>-</u>
Total	13,327,638	13,327,638	-
Special Instruction			
Salaries	1,010,721	1,010,721	-
Fringe benefits	199,927	199,927	-
Purchased services	118,901	118,901	-
Materials and supplies	<u>3,512</u>	<u>3,512</u>	<u>-</u>
Total	1,333,061	1,333,061	-
Vocational, Adult and Other Instruction			
Salaries	217,456	217,456	-
Fringe benefits	47,444	47,444	-
Tuition	<u>214,537</u>	<u>214,537</u>	<u>-</u>
Total	479,437	479,437	-
Total Instruction	15,140,136	15,140,136	-

continued

**BRECKSVILLE-BROADVIEW HEIGHTS
CITY SCHOOL DISTRICT**

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

For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Supporting Services:			
Pupil Services			
Salaries	1,421,769	1,421,769	-
Fringe benefits	333,136	333,136	-
Purchased services	19,733	19,733	-
Materials and supplies	43,722	43,722	-
Equipment	19,792	19,792	-
Total Pupil Services	1,838,152	1,838,152	-
Instructional Staff			
Salaries	463,772	463,772	-
Fringe benefits	146,031	146,031	-
Purchased services	10,149	10,149	-
Materials and supplies	69,503	69,503	-
Equipment	399	399	-
Total Instructional Staff	689,854	689,854	-
Board of Education			
Salaries	8,000	8,000	-
Purchased services	21,709	21,709	-
Other	32,782	32,782	-
Total Board of Education	62,491	62,491	-
Administration			
Salaries	1,262,901	1,262,901	-
Fringe benefits	481,185	481,185	-
Purchased services	187,753	187,753	-
Materials and supplies	22,628	22,628	-
Equipment	17,420	17,420	-
Other	37,401	37,401	-
Total Administration	2,009,288	2,009,288	-

continued

**BRECKSVILLE-BROADVIEW HEIGHTS
CITY SCHOOL DISTRICT**
Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual (Non-GAAP Budgetary Basis)
General Fund
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Fiscal Services			
Salaries	230,015	230,015	-
Fringe benefits	70,650	70,650	-
Purchased services	25,430	25,430	-
Material and supplies	7,704	7,704	-
Equipment	2,055	2,055	-
Other	337,275	337,275	-
Total Fiscal Services	673,129	673,129	-
Business			
Salaries	194,033	194,033	-
Fringe benefits	62,613	62,613	-
Purchased services	114,770	114,770	-
Material and supplies	19,943	19,943	-
Equipment	18,128	18,128	-
Total Business	409,487	409,487	-
Plant Operation and Maintenance			
Salaries	1,370,245	1,370,245	-
Fringe benefits	386,815	386,815	-
Purchased services	1,374,186	1,374,186	-
Material and supplies	291,992	291,992	-
Equipment	46,330	46,330	-
Other	6,407	6,407	-
Total Plant Operation and Maintenance	3,475,975	3,475,975	-
Pupil Transportation			
Salaries	1,227,062	1,227,062	-
Fringe benefits	331,073	331,073	-
Purchased services	187,622	187,622	-
Materials and supplies	305,336	305,336	-
Equipment	221,249	221,249	-
Total Pupil Transportation	2,272,342	2,272,342	-

continued

**BRECKSVILLE-BROADVIEW HEIGHTS
CITY SCHOOL DISTRICT**

Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual (Non-GAAP Budgetary Basis)
General Fund
For the Fiscal Year Ended June 30, 1999

	Revised Budget	Actual	Variance Favorable (Unfavorable)
Central			
Salaries	49,092	49,092	-
Fringe benefits	17,651	17,651	-
Purchased services	89,718	89,718	-
Materials and supplies	48,811	48,811	-
Total Central	205,272	205,272	-
Extracurricular Activities			
Salaries	387,881	387,881	-
Fringe benefits	55,141	55,141	-
Purchased services	12,294	12,294	-
Total Extracurricular Activities	455,316	455,316	-
Capital Outlay	6,938	6,938	-
Total Expenditures	27,238,380	27,238,380	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	114,487	178,970	64,483
Other Financing Sources (Uses)			
Transfers out	(165,236)	(165,236)	-
Advances in	12,049	12,049	-
Advances out	(105,000)	(105,000)	-
Refund of prior year expenditures	5,661	5,661	-
Total Other Financing Sources (Uses)	(252,526)	(252,526)	-
Excess (Deficiency) of Revenues and Other Sources Over (Under) Expenditures Other Uses	(138,039)	(73,556)	64,483
Fund Balances at Beginning of Fiscal Year	1,795,983	1,795,983	-
Prior Year Encumbrances Appropriated	284,222	284,222	-
Fund Balances (Deficit) at End of Year	\$ 1,942,166	\$ 2,006,649	\$ 64,483

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
Special Revenue Fund
June 30, 1999

SPECIAL REVENUE FUNDS

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

Public School Support - A fund provided to account for specific local revenue sources, other than taxes or expendable trust (i.e. profits from vending machines sales of pictures, etc.), that are restricted to expenditures for specified purposes approved by board resolution. Such expenditures may include curricular and extracurricular related purchases.

CAPA - A fund provided to account for specific local revenue sources, other than taxes and state and federal grants, that are restricted to use for the Chemical Abuse Prevention Association (CAPA) program provided for middle school and high school students.

Venture Capital Grant - Grants that are awarded for innovative educational programs as approved by the State Department of Education.

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

Auxiliary Services Fund - This fund accounts for services to non-public schools within the District which are provided for in state law. Funds are primarily for educational supplies, materials, and testing.

Teacher Development Fund - This fund accounts for State monies in support of locally developed professional development programs.

Management Information System Fund - This fund accounts for State monies which are used solely for costs associated with the requirements of the education management information system.

Textbook Subsidy - A fund provided to account for State subsidy monies received for purposes of purchasing student textbooks and related materials.

Education for Economic Security Act (EESA) and National Defense Education Act (Eisenhower Grant Fund) - Provision of funds for strengthening instruction in science, mathematics, modern foreign languages, English, arts and humanities, reading, history, geography, civics, economics, and industrial arts through acquisition of laboratory and other special equipment and materials and through minor remodeling.

Title VI-B Grant Fund - This fund accounts for Federal revenues which assist states in the identification of handicapped children, and provision of full educational opportunities to handicapped children at the preschool, elementary and secondary levels and for Federal monies to implement a variety of programs intended to provide instruction for early childhood education.

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
Special Revenue Fund
June 30, 1999.

SPECIAL REVENUE FUNDS (continued)

Title I Fund - (Formerly Chapter 1 Fund) This fund accounts for Federal revenues to implement a variety of programs intended to provide supplemental instruction for children of low income families identified as educationally disadvantaged.

Title VI Fund - (Formerly Chapter 2 Fund) This fund accounts for Federal revenues which support the implementation of a variety of programs (drug/alcohol abuse, computer education) to benefit children attending public and private non-profit schools within the community.

Drug Free Grant Fund - This fund accounts for Federal revenues for education of students and staff in drug abuse prevention.

Preschool Fund - This fund accounts for Federal monies which provide for the cost of developing a public school preschool for handicapped children.

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
 Combining Balance Sheet
 All Special Revenue Funds
 June 30, 1999

	Public School Support	CAPA	Venture Capital Grant	Athletic	Auxiliary Services	Teacher Development
Assets:						
Cash and cash equivalents	\$ 75,226	\$ 43,478	\$ 470	-	\$ 92,719	\$ 17,615
Cash and cash equivalents in segregated accounts	-	-	-	\$ 89,847	-	-
Accounts receivable	-	-	-	2,463	-	-
<i>Total assets</i>	<u>\$ 75,226</u>	<u>\$ 43,478</u>	<u>\$ 470</u>	<u>\$ 92,310</u>	<u>\$ 92,719</u>	<u>\$ 17,615</u>
Liabilities:						
Accounts payable	\$ 1,566	\$ 924	-	\$ 726	\$ 22,434	-
Accrued wages and benefits	-	3,137	-	-	-	-
Compensated absences payable	-	153	-	-	-	-
Pension obligation payable	-	1,469	-	-	-	-
Due to other funds	-	900	-	-	-	-
Due to other governments	-	45	-	-	-	-
<i>Total liabilities</i>	<u>\$ 1,566</u>	<u>\$ 6,628</u>	<u>-</u>	<u>\$ 726</u>	<u>\$ 22,434</u>	<u>-</u>
Fund balances:						
Reserved for encumbrances	\$ 5,093	\$ 878	\$ 20	\$ 4,481	\$ 69,676	\$ 169
Unreserved:						
Undesignated	68,567	35,972	450	87,103	609	17,446
<i>Total fund balances</i>	<u>\$ 73,660</u>	<u>\$ 36,850</u>	<u>\$ 470</u>	<u>\$ 91,584</u>	<u>\$ 70,285</u>	<u>\$ 17,615</u>
<i>Total liabilities and fund balances</i>	<u>\$ 75,226</u>	<u>\$ 43,478</u>	<u>\$ 470</u>	<u>\$ 92,310</u>	<u>\$ 92,719</u>	<u>\$ 17,615</u>

<u>Management Information System</u>	<u>Textbook Subsidy</u>	<u>EESA & Eisenhower Grant</u>	<u>Title VI-B</u>	<u>Title I</u>	<u>Title VI</u>	<u>Drug Free</u>	<u>Preschool</u>	<u>Total</u>
\$ 13,411	\$ 55,752	\$ 21,078	\$ 23,746	\$ 4,701	\$ 521	\$ 4,551	\$ 1,176	\$ 354,444
-	-	-	-	-	-	-	-	89,847
-	-	-	-	-	-	-	-	2,463
<u>\$ 13,411</u>	<u>\$ 55,752</u>	<u>\$ 21,078</u>	<u>\$ 23,746</u>	<u>\$ 4,701</u>	<u>\$ 521</u>	<u>\$ 4,551</u>	<u>\$ 1,176</u>	<u>\$ 446,754</u>
-	\$ 27,807	-	\$ 906	-	-	-	\$ 34	\$ 54,397
-	-	-	-	-	-	-	-	3,137
-	-	-	-	\$ 232	-	-	-	385
-	-	-	-	-	-	-	-	1,469
-	-	-	-	-	-	-	-	900
-	-	-	-	-	-	-	-	45
-	<u>\$ 27,807</u>	-	<u>\$ 906</u>	<u>\$ 232</u>	-	-	<u>\$ 34</u>	<u>\$ 60,333</u>
-	\$ 11,127	\$ 2,243	\$ 533	-	-	\$ 329	-	\$ 94,549
<u>13,411</u>	<u>16,818</u>	<u>18,835</u>	<u>22,307</u>	<u>\$ 4,469</u>	<u>\$ 521</u>	<u>4,222</u>	<u>\$ 1,142</u>	<u>291,872</u>
<u>\$ 13,411</u>	<u>\$ 27,945</u>	<u>\$ 21,078</u>	<u>\$ 22,840</u>	<u>\$ 4,469</u>	<u>\$ 521</u>	<u>\$ 4,551</u>	<u>\$ 1,142</u>	<u>\$ 386,421</u>
<u>\$ 13,411</u>	<u>\$ 55,752</u>	<u>\$ 21,078</u>	<u>\$ 23,746</u>	<u>\$ 4,701</u>	<u>\$ 521</u>	<u>\$ 4,551</u>	<u>\$ 1,176</u>	<u>\$ 446,754</u>

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances
All Special Revenue Funds
For the Year Ended June 30, 1999

	Public School Support	CAPA	Venture Capital Grant	Athletic	Auxiliary Services	Teacher Development
Revenues:						
Intergovernmental	-	-	-	-	\$ 208,406	\$ 19,931
Interest	-	-	-	\$ 716	3,391	-
Extracurricular activities	\$ 73,232	-	-	170,610	-	-
Miscellaneous revenue	8,386	\$ 47,875	\$ 9	15,174	10,271	-
<i>Total revenues</i>	\$ 81,618	\$ 47,875	\$ 9	\$ 186,500	\$ 222,068	\$ 19,931
Expenditures:						
Instruction	\$ 89,243	\$ 2,666	-	-	-	-
Support services:						
Pupils	-	-	-	-	-	-
Instructional staff	-	1,446	\$ 15,748	-	-	\$ 21,407
Central	-	-	-	-	-	-
Operation of noninstructional services	-	70,205	-	-	\$ 175,894	-
Extracurricular activities	-	-	-	\$ 181,035	-	-
<i>Total expenditures</i>	\$ 89,243	\$ 74,317	\$ 15,748	\$ 181,035	\$ 175,894	\$ 21,407
<i>Excess of revenue over (under) expenditures</i>	(7,625)	(26,442)	(15,739)	5,465	46,174	(1,476)
Other financing sources (uses):						
Operating transfers in	\$ 588	\$ 24,516	-	\$ 10,000	-	-
<i>Total other financing sources (uses)</i>	\$ 588	\$ 24,516	-	\$ 10,000	-	-
<i>Excess of revenues and other financing sources over (under) expenditures and other uses</i>	(7,037)	(1,926)	(15,739)	15,465	46,174	(1,476)
Fund balance at beginning of year	80,697	38,776	16,209	76,119	24,111	19,091
Fund balance at end of year	\$ 73,660	\$ 36,850	\$ 470	\$ 91,584	\$ 70,285	\$ 17,615

Management Information System	Textbook Subsidy	EESA & Eisenhower Grant	Title VI-B	Title I	Title VI	Drug Free	Preschool	Total
\$ 11,399	\$ 58,557	\$ 11,470	\$ 149,076	\$ 99,623	\$ 16,275	\$ 6,223	\$ 17,745	\$ 598,705
-	-	-	-	-	-	-	-	4,107
-	-	-	150	-	-	-	-	243,842
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>81,865</u>
\$ 11,399	\$ 58,557	\$ 11,470	\$ 149,226	99,623	\$ 16,275	\$ 6,223	\$ 17,745	\$ 928,519
-	\$ 54,079	\$ 1,966	\$ 74,407	\$ 83,729	\$ 15,789	\$ 2,215	-	\$ 324,094
\$ 604	-	-	5,042	-	-	-	\$ 16,798	22,444
-	-	1,317	49,061	-	-	-	866	89,845
-	-	-	-	-	1,004	-	-	1,004
-	-	-	-	-	969	834	-	247,902
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>181,035</u>
\$ 604	\$ 54,079	\$ 3,283	\$ 128,510	\$ 83,729	\$ 17,762	\$ 3,049	\$ 17,664	\$ 866,324
10,795	4,478	8,187	20,716	15,894	(1,487)	3,174	81	62,195
-	-	-	-	-	-	-	-	\$ 35,104
-	-	-	-	-	-	-	-	\$ 35,104
10,795	4,478	8,187	20,716	15,894	(1,487)	3,174	81	97,299
2,616	23,467	12,891	2,124	(11,425)	2,008	1,377	1,061	289,122
<u>\$ 13,411</u>	<u>\$ 27,945</u>	<u>\$ 21,078</u>	<u>\$ 22,840</u>	<u>\$ 4,469</u>	<u>\$ 521</u>	<u>\$ 4,551</u>	<u>\$ 1,142</u>	<u>\$ 386,421</u>

**BRECKSVILLE-BROADVIEW HEIGHTS
CITY SCHOOL DISTRICT**
Combining Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
All Special Revenue Funds

(NON-GAAP BUDGETARY BASIS)

FOR THE YEAR ENDED JUNE 30, 1999

(Continued)

PUBLIC SCHOOL SUPPORT	Revised Budget	Budgetary Actual	(Continued) Variance Favorable (Unfavorable)
Revenues:			
Extracurricular activities	\$ 78,250	\$ 73,232	\$ (5,018)
Miscellaneous	11,750	8,315	(3,435)
<i>Total revenues</i>	90,000	81,547	(8,453)
Expenditures:			
Instruction			
Purchased services	\$ 4,012	\$ 4,012	-
Materials and supplies	14,565	14,565	-
Equipment	19,859	19,859	-
Other	61,902	61,902	-
<i>Total expenditures</i>	100,338	100,338	-
<i>Excess of revenue over (under) expenditures</i>	(10,338)	(18,791)	(8,453)
Other financing sources (uses):			
Refund of prior year expenditures	-	71	71
Transfers in	-	588	588
<i>Total other financing sources (uses)</i>	-	659	659
<i>Excess of revenues and other financing sources over (under) expenditures and other uses</i>	(10,338)	(18,132)	(7,794)
Fund balance at beginning of year	73,040	73,040	-
Prior year encumbrances appropriated	13,659	13,659	-
Fund balance at end of year	<u>\$ 76,361</u>	<u>\$ 68,567</u>	<u>(7,794)</u>

**BRECKSVILLE-BROADVIEW HEIGHTS
CITY SCHOOL DISTRICT**
Combining Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
All Special Revenue Funds

(NON-GAAP BUDGETARY BASIS)

FOR THE YEAR ENDED JUNE 30, 1999

(Continued)

	Revised Budget	Budgetary Actual	Variance Favorable (Unfavorable)
CAPA			
Revenues:			
Miscellaneous	\$ 40,984	\$ 47,875	\$ 6,891
<i>Total revenues</i>	40,984	47,875	6,891
Expenditures:			
Instruction			
Materials and supplies	\$ 997	\$ 997	-
Equipment	1,452	1,452	-
Other	1,596	1,596	-
Support services:			
Instructional support			
Salaries	1,024	1,024	-
Materials and supplies	422	422	-
Operation of noninstructional services			
Salaries	50,156	50,156	-
Benefits	15,180	15,180	-
Purchased services	1,484	1,484	-
Materials and supplies	1,992	1,992	-
Equipment	70	70	-
<i>Total expenditures</i>	74,373	74,373	-
<i>Excess of revenue over (under) expenditures</i>	(33,389)	(26,498)	6,891
Other financing sources (uses):			
Operating transfers in	24,516	24,516	-
<i>Total other financing sources (uses)</i>	24,516	24,516	-
<i>Excess of revenues and other financing sources over (under) expenditures and other uses</i>	(8,873)	(1,982)	6,891
Fund balance at beginning of year	43,872	43,872	-
Prior year encumbrances appropriated	52	52	-
Fund balance at end of year	\$ 35,051	\$ 41,942	\$ 6,891

**BRECKSVILLE-BROADVIEW HEIGHTS
CITY SCHOOL DISTRICT**
Combining Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
All Special Revenue Funds

(NON-GAAP BUDGETARY BASIS)

FOR THE YEAR ENDED JUNE 30, 1999

(Continued)

	Revised Budget	Budgetary Actual	Variance Favorable (Unfavorable)
VENTURE CAPITAL GRANT			
Revenues:			
Intergovernmental	\$ 25,000	-	\$ (25,000)
<i>Total revenues</i>	25,000	-	(25,000)
Expenditures:			
Support services:			
Instructional support			
Salaries	\$ 3,713	\$ 3,713	-
Benefits	520	520	-
Purchased services	433	433	-
Materials and supplies	593	593	-
Equipment	10,989	10,989	-
<i>Total expenditures</i>	16,248	16,248	-
<i>Excess of revenue over (under) expenditures</i>	8,752	(16,248)	(25,000)
Other financing sources (uses):			
Refund of prior year expenditures	-	9	9
<i>Total other financing sources (uses)</i>	-	9	9
<i>Excess of revenues and other financing sources over (under) expenditures and other uses</i>	8,752	(16,239)	(24,991)
Fund balance at beginning of year	15,901	15,901	-
Prior year encumbrances appropriated	788	788	-
Fund balance at end of year	\$ 25,441	\$ 450	\$ (24,991)

**BRECKSVILLE-BROADVIEW HEIGHTS
CITY SCHOOL DISTRICT**
Combining Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
All Special Revenue Funds

(NON-GAAP BUDGETARY BASIS)

FOR THE YEAR ENDED JUNE 30, 1999

(Continued)

ATHLETIC FUND	Revised Budget	Budgetary Actual	Variance Favorable (Unfavorable)
Revenues:			
Earnings on investments	\$ 1,900	\$ 716	\$ (1,184)
Extracurricular activities	130,100	169,460	39,360
Miscellaneous	13,000	13,613	613
<i>Total revenues</i>	145,000	183,789	38,789
Expenditures:			
Extracurricular activities			
Purchased services	\$ 38,287	\$ 38,287	-
Materials and supplies	14,596	14,596	-
Equipment	45,601	45,601	-
Other	97,157	97,157	-
<i>Total expenditures</i>	195,641	195,641	-
<i>Excess of revenue over (under) expenditures</i>	(50,641)	(11,852)	38,789
Other financing sources (uses):			
Operating transfers in	15,000	10,000	(5,000)
Refund of prior year expenditures	-	248	248
<i>Total other financing sources (uses)</i>	15,000	10,248	(4,752)
<i>Excess of revenues and other financing sources over (under) expenditures and other uses</i>	(35,641)	(1,604)	34,037
Fund balance at beginning of year	66,547	66,547	-
Prior year encumbrances appropriated	20,424	20,424	-
Fund balance at end of year	<u>\$ 51,330</u>	<u>\$ 85,367</u>	<u>34,037</u>

**BRECKSVILLE-BROADVIEW HEIGHTS
CITY SCHOOL DISTRICT**
Combining Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
All Special Revenue Funds

(NON-GAAP BUDGETARY BASIS)

FOR THE YEAR ENDED JUNE 30, 1999

(Continued)

AUXILIARY SERVICES	Revised Budget	Budgetary Actual	Variance Favorable (Unfavorable)
Revenues:			
Earnings on investments	\$ 2,400	\$ 3,391	\$ 991
Intergovernmental	204,600	208,406	3,806
<i>Total revenues</i>	207,000	211,797	4,797
Expenditures:			
Operation of noninstructional services			
Purchased services	\$ 90,054	\$ 89,983	\$ 71
Materials and supplies	160,547	157,938	2,609
Equipment	36,530	36,330	200
<i>Total expenditures</i>	287,131	284,251	2,880
<i>Excess of revenue over (under) expenditures</i>	(80,131)	(72,454)	7,677
Other financing sources (uses):			
Refund of prior year expenditures	-	10,271	10,271
Refund of prior year receipts	(11,969)	(11,969)	-
<i>Total other financing sources (uses)</i>	(11,969)	(1,698)	10,271
<i>Excess of revenues and other financing sources over (under) expenditures and other uses</i>	(92,100)	(74,152)	17,948
Fund balance at beginning of year	23,183	23,183	-
Prior year encumbrances appropriated	51,578	51,578	-
Fund balance at end of year	\$ (17,339)	\$ 609	\$ 17,948

**BRECKSVILLE-BROADVIEW HEIGHTS
CITY SCHOOL DISTRICT**
Combining Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
All Special Revenue Funds

(NON-GAAP BUDGETARY BASIS)

FOR THE YEAR ENDED JUNE 30, 1999

(Continued)

TEACHER DEVELOPMENT	Revised Budget	Budgetary Actual	Variance Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$ 29,960	\$ 19,931	\$ (10,029)
<i>Total revenues</i>	29,960	19,931	(10,029)
Expenditures:			
Support services:			
Instructional support			
Salaries	\$ 14,257	\$ 11,653	\$ 2,604
Benefits	3,494	1,631	1,863
Purchased services	10,223	3,863	6,360
Materials and supplies	5,255	3,744	1,511
Equipment	5,979	2,673	3,306
<i>Total expenditures</i>	39,208	23,564	15,644
<i>Excess of revenue over (under) expenditures</i>	(9,248)	(3,633)	5,615
Fund balance at beginning of year	19,277	19,277	-
Prior year encumbrances appropriated	-	-	-
Fund balance at end of year	<u>\$ 10,029</u>	<u>\$ 15,644</u>	<u>\$ 5,615</u>

**BRECKSVILLE-BROADVIEW HEIGHTS
CITY SCHOOL DISTRICT**
Combining Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
All Special Revenue Funds

(NON-GAAP BUDGETARY BASIS)

FOR THE YEAR ENDED JUNE 30, 1999

(Continued)

MANAGEMENT INFORMATION SYSTEMS	Revised Budget	Budgetary Actual	Variance Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$ 8,100	\$ 11,399	\$ 3,299
<i>Total revenues</i>	8,100	11,399	3,299
Expenditures:			
Support services:			
Pupils			
Salaries	\$ 9,600	-	\$ 9,600
Materials and supplies	710	\$ 604	106
<i>Total expenditures</i>	10,310	604	9,706
<i>Excess of revenue over (under) expenditures</i>	(2,210)	10,795	13,005
Fund balance at beginning of year	2,616	2,616	-
Prior year encumbrances appropriated	-	-	-
Fund balance at end of year	\$ 406	\$ 13,411	\$ 13,005

**BRECKSVILLE-BROADVIEW HEIGHTS
CITY SCHOOL DISTRICT**
Combining Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
All Special Revenue Funds

(NON-GAAP BUDGETARY BASIS)

FOR THE YEAR ENDED JUNE 30, 1999

(Continued)

TEXTBOOK SUBSIDY	Revised Budget	Budgetary Actual	Variance Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$ 58,577	\$ 58,557	\$ (20)
<i>Total revenues</i>	<u>58,577</u>	<u>58,557</u>	<u>(20)</u>
Expenditures:			
Instruction			
Materials and supplies	\$ 83,806	\$ 67,087	\$ 16,719
<i>Total expenditures</i>	<u>83,806</u>	<u>67,087</u>	<u>16,719</u>
<i>Excess of revenue over (under) expenditures</i>	(25,229)	(8,530)	16,699
Fund balance at beginning of year	23,312	23,312	-
Prior year encumbrances appropriated	<u>2,036</u>	<u>2,036</u>	-
Fund balance at end of year	<u>\$ 119</u>	<u>\$ 16,818</u>	<u>\$ 16,699</u>

**BRECKSVILLE-BROADVIEW HEIGHTS
CITY SCHOOL DISTRICT**
Combining Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
All Special Revenue Funds

(NON-GAAP BUDGETARY BASIS)

FOR THE YEAR ENDED JUNE 30, 1999

(Continued)

	Revised Budget	Budgetary Actual	Variance Favorable (Unfavorable)
EESA & EISENHOWER GRANT			
Revenues:			
Intergovernmental	\$ 13,939	\$ 11,470	(2,469)
<i>Total revenues</i>	13,939	11,470	(2,469)
Expenditures:			
Instruction			
Purchased services	\$ 9,832	\$ 3,370	\$ 6,462
Materials and supplies	8,745	839	7,906
Equipment	4,066	-	4,066
Support services:			
Instructional support			
Purchased services	337	337	-
Materials and supplies	2,645	2,644	1
Capital outlay	400	-	400
<i>Total expenditures</i>	26,025	7,190	18,835
<i>Excess of revenue over (under) expenditures</i>	(12,086)	4,280	16,366
Other financing sources (uses):			
Transfers in	10,368	-	(10,368)
Transfers out	(10,368)	-	10,368
<i>Total other financing sources (uses)</i>	-	-	-
<i>Excess of revenues and other financing sources over (under) expenditures and other uses</i>	(12,086)	4,280	16,366
Fund balance at beginning of year	11,991	11,991	-
Prior year encumbrances appropriated	2,564	2,564	-
Fund balance at end of year	\$ 2,469	\$ 18,835	\$ 16,366

**BRECKSVILLE-BROADVIEW HEIGHTS
CITY SCHOOL DISTRICT**
Combining Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
All Special Revenue Funds

(NON-GAAP BUDGETARY BASIS)

FOR THE YEAR ENDED JUNE 30, 1999

(Continued)

TITLE VI-B	Revised Budget	Budgetary Actual	(Continued) Variance Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$ 149,076	\$ 149,076	-
<i>Total revenues</i>	149,076	149,076	-
Expenditures:			
Instruction			
Salaries	\$ 9,896	\$ 8,723	\$ 1,173
Benefits	1,313	1,221	92
Purchased services	30,812	30,156	656
Materials and supplies	10,049	6,757	3,292
Equipment	31,253	28,976	2,277
Support services:			
Pupils			
Salaries	4,265	4,265	-
Benefits	1,611	777	834
Instructional support			
Salaries	44,305	30,439	13,866
Benefits	21,466	18,622	2,844
<i>Total expenditures</i>	154,970	129,936	25,034
<i>Excess of revenue over (under) expenditures</i>	(5,894)	19,140	25,034
Other financing sources (uses):			
Refund of prior year expenditures	240	150	(90)
Refund of prior year receipts	(240)	(240)	-
<i>Total other financing sources (uses)</i>	-	(90)	(90)
<i>Excess of revenues and other financing sources over (under) expenditures and other uses</i>	(5,894)	19,050	24,944
Fund balance at beginning of year	9	9	-
Prior year encumbrances appropriated	3,479	3,479	-
Fund balance at end of year	\$ (2,406)	\$ 22,538	\$ 24,944

**BRECKSVILLE-BROADVIEW HEIGHTS
CITY SCHOOL DISTRICT**
Combining Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
All Special Revenue Funds

(NON-GAAP BUDGETARY BASIS)

FOR THE YEAR ENDED JUNE 30, 1999

(Continued)

TITLE I	Revised Budget	Budgetary Actual	Variance Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$ 87,574	\$ 99,623	\$ 12,049
<i>Total revenues</i>	87,574	99,623	12,049
Expenditures:			
Instruction			
Salaries	\$ 72,752	\$ 72,752	-
Benefits	14,461	10,185	\$ 4,276
Purchased services	1,984	591	1,393
<i>Total expenditures</i>	89,197	83,528	5,669
<i>Excess of revenue over (under) expenditures</i>	(1,623)	16,095	17,718
Other financing sources (uses):			
Transfers in	3,124	-	(3,124)
Transfers out	(3,124)	-	3,124
Advances out	-	(12,049)	(12,049)
<i>Total other financing sources (uses)</i>	-	(12,049)	(12,049)
<i>Excess of revenues and other financing sources over (under) expenditures and other uses</i>	(1,623)	4,046	5,669
Fund balance at beginning of year	-	-	-
Prior year encumbrances appropriated	655	655	-
Fund balance at end of year	\$ (968)	\$ 4,701	\$ 5,669

**BRECKSVILLE-BROADVIEW HEIGHTS
CITY SCHOOL DISTRICT**
Combining Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
All Special Revenue Funds

(NON-GAAP BUDGETARY BASIS)

FOR THE YEAR ENDED JUNE 30, 1999

(Continued)

TITLE VI	Revised Budget	Budgetary Actual	Variance Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$ 16,275	\$ 16,275	-
<i>Total revenues</i>	16,275	16,275	-
Expenditures:			
Instruction			
Salaries	\$ 14,787	\$ 14,787	-
Materials and supplies	1,004	1,002	\$ 2
Support services:			
Central			
Materials and supplies	1,585	1,585	-
Operation of noninstructional services			
Materials and supplies	1,488	969	519
<i>Total expenditures</i>	18,864	18,343	521
<i>Excess of revenue over (under) expenditures</i>	(2,589)	(2,068)	521
Fund balance at beginning of year	997	997	-
Prior year encumbrances appropriated	1,592	1,592	-
Fund balance at end of year	\$ -	\$ 521	\$ 521

**BRECKSVILLE-BROADVIEW HEIGHTS
CITY SCHOOL DISTRICT**
Combining Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
All Special Revenue Funds

(NON-GAAP BUDGETARY BASIS)

FOR THE YEAR ENDED JUNE 30, 1999

(Continued)

	Revised Budget	Budgetary Actual	Variance Favorable (Unfavorable)
DRUG FREE GRANT			
Revenues:			
Intergovernmental	\$ 6,223	\$ 6,223	-
<i>Total revenues</i>	6,223	6,223	-
Expenditures:			
Instruction			
Materials and supplies	\$ 2,544	\$ 2,544	-
Operation of noninstructional services			
Materials and supplies	842	834	\$ 8
<i>Total expenditures</i>	3,386	3,378	8
<i>Excess of revenue over (under) expenditures</i>	2,837	2,845	8
Fund balance at beginning of year	1,377	1,377	-
Prior year encumbrances appropriated	-	-	-
Fund balance at end of year	\$ 4,214	\$ 4,222	\$ 8

**BRECKSVILLE-BROADVIEW HEIGHTS
CITY SCHOOL DISTRICT**
Combining Schedule of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
All Special Revenue Funds

(NON-GAAP BUDGETARY BASIS)

FOR THE YEAR ENDED JUNE 30, 1999

(Continued)

PRESCHOOL	Revised Budget	Budgetary Actual	Variance Favorable (Unfavorable)
Revenues:			
Intergovernmental	\$ 22,000	\$ 17,745	\$ (4,255)
<i>Total revenues</i>	22,000	17,745	(4,255)
Expenditures:			
Support services:			
Pupils			
Salaries	\$ 12,025	\$ 11,593	\$ 432
Benefits	2,331	1,623	708
Materials and supplies	139	139	-
Equipment	3,250	3,249	1
Instructional support			
Salaries	467	467	-
Benefits	399	399	-
<i>Total expenditures</i>	18,611	17,470	1,141
<i>Excess of revenue over (under) expenditures</i>	3,389	275	(3,114)
Other financing sources (uses):			
Refund of prior year receipts	(194)	(194)	-
<i>Total other financing sources (uses)</i>	(194)	(194)	-
<i>Excess of revenues and other financing sources over (under) expenditures and other uses</i>	3,195	81	(3,114)
Fund balance at beginning of year	1,061	1,061	-
Prior year encumbrances appropriated	-	-	-
Fund balance at end of year	<u>\$ 4,256</u>	<u>\$ 1,142</u>	<u>\$ (3,114)</u>

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

Debt Service Fund

June 30, 1999

DEBT SERVICE FUND

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

Since there is only one debt service fund and the level of budgetary control is not greater than that presented in the Combined Financial Statements, no additional financial statements have been presented here.

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

Capital Projects Funds

June 30, 1999

CAPITAL PROJECTS FUNDS

The capital projects funds account for the receipts and disbursements of monies used for the acquisition, construction or major renovation of capital facilities (other than those financed by enterprise funds).

Permanent Improvement Fund - A fund provided to account for all transactions related to the acquiring, constructing, or improving of such permanent improvements.

Building Fund - This fund is used to account for the receipts and expenditures related to all special construction bond funds in the District. Expenditures recorded here represent the costs for constructing, enlarging, extending, rehabilitating, renovating, remodeling and improving District buildings and sites, and equipping and furnishing the same.

Computer Schoolnet Grant Fund - This fund accounts for State monies providing for computer hardware and wiring for buildings for kindergarten through fourth grade.

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

Combining Balance Sheet

All Capital Project Funds

June 30, 1999

	<u>Permanent Improvement</u>	<u>Building</u>	<u>Computer Schoolnet Grant</u>	<u>Totals</u>
Assets:				
Cash and cash equivalents	\$ 943,252	\$ 272,474	\$ 40,065	\$ 1,255,791
Cash with fiscal and escrow agents	-	147,126	-	147,126
Taxes receivable	<u>680,962</u>	<u>-</u>	<u>-</u>	<u>680,962</u>
<i>Total assets</i>	<u>\$ 1,624,214</u>	<u>\$ 419,600</u>	<u>\$ 40,065</u>	<u>\$ 2,083,879</u>
Liabilities:				
Accounts payable	\$ 28,944	\$ 28,219	\$ 1,802	\$ 58,965
Contracts payable	-	147,126	-	147,126
Deferred revenue	<u>604,100</u>	<u>-</u>	<u>-</u>	<u>604,100</u>
<i>Total liabilities</i>	<u>\$ 633,044</u>	<u>\$ 175,345</u>	<u>\$ 1,802</u>	<u>\$ 810,191</u>
Fund balances:				
Reserved for encumbrances	\$ 657,783	\$ 161,629	\$ 12,198	\$ 831,610
Reserved for property taxes	76,862	-	-	76,862
Unreserved - Undesignated	<u>256,525</u>	<u>82,626</u>	<u>26,065</u>	<u>365,216</u>
<i>Total fund balances</i>	<u>\$ 991,170</u>	<u>\$ 244,255</u>	<u>\$ 38,263</u>	<u>\$ 1,273,688</u>
 <i>Total liabilities and fund balances</i>	 <u>\$ 1,624,214</u>	 <u>\$ 419,600</u>	 <u>\$ 40,065</u>	 <u>\$ 2,083,879</u>

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances
All Capital Project Funds
For the Year Ended June 30, 1999

	Permanent Improvement	Building	Computer Schoolnet Grant	Totals
Revenues:				
Taxes	\$ 646,914	-	-	\$ 646,914
Intergovernmental revenue	74,552	-	\$ 112,696	187,248
Miscellaneous	30,000	-	-	30,000
<i>Total revenues</i>	751,466	-	112,696	864,162
Expenditures:				
Instruction	\$ 53,834	-	\$ 113,539	\$ 167,373
Instructional support	-	-	3,662	3,662
Pupil transportation	126,367	-	-	126,367
Capital outlay	394,206	-	-	394,206
<i>Total expenditures</i>	574,407	-	117,201	691,608
<i>Excess revenues over (under) expenditures</i>	177,059	-	(4,505)	172,554
Other Financial Sources (Uses):				
Proceed of Notes	\$ 650,000	-	-	\$ 650,000
<i>Total Other Financing Sources (Uses)</i>	650,000	-	-	650,000
<i>Excess of revenues and other financing sources over (under) expenditures and other financing uses</i>	827,059	-	(4,505)	822,554
Fund balance at beginning of year	164,111	244,255	42,768	451,134
Fund balance at end of year	\$ 991,170	\$ 244,255	\$ 38,263	\$ 1,273,688

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
 Combining Schedule of Revenues, Expenditures, and Changes in
 Fund Balances - Budget and Actual
 All Capital Project Funds

(NON-GAAP BUDGETARY BASIS)

FOR THE YEAR ENDED JUNE 30, 1999

(Continued)

	Revised Budget	Budgetary Actual	Variance Favorable (Unfavorable)
PERMANENT IMPROVEMENT			
Revenues:			
Taxes	\$ 526,816	\$ 620,059	\$ 93,243
Intergovernmental	-	74,552	74,552
Miscellaneous	30,000	30,000	-
<i>Total revenues</i>	556,816	724,611	167,795
Expenditures:			
Instruction			
Equipment	\$ 57,008	\$ 57,008	-
Support services:			
Pupil transportation	132,205	132,205	-
Capital outlay	1,050,741	1,050,741	-
<i>Total Expenditures</i>	1,239,954	1,239,954	-
<i>Excess of revenue over (under) expenditures</i>	(683,138)	(515,343)	-
Other financing sources (uses):			
Proceeds from the sale of notes	650,000	650,000	-
Advances in	135,000	135,000	-
Advances out	(135,000)	(135,000)	-
<i>Total other financing sources (uses)</i>	650,000	650,000	-
<i>Excess of revenues and other financing sources over (under) expenditures and other uses</i>	(33,138)	134,657	167,795
Fund balance at beginning of year	559	559	-
Prior year encumbrances appropriated	124,185	124,185	-
Fund balance at end of year	\$ 91,606	\$ 259,401	167,795

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
Combining Schedule of Revenues, Expenditures, and Changes in
Fund Balances - Budget and Actual
All Capital Project Funds

(NON-GAAP BUDGETARY BASIS)

FOR THE YEAR ENDED JUNE 30, 1999

(Continued)

	Revised Budget	Budgetary Actual	Variance Favorable (Unfavorable)
BUILDING FUND			
Revenues:			
Intergovernmental	-	-	-
<i>Total revenues</i>	-	-	-
Expenditures:			
Capital outlay	\$ 752,755	\$ 752,755	-
<i>Total expenditures</i>	752,755	752,755	-
<i>Excess of revenue over (under) expenditures</i>	(752,755)	(752,755)	-
Fund balance at beginning of year	115,951	115,951	-
Prior year encumbrances appropriated	868,556	868,556	-
Fund balance at end of year	\$ 231,752	\$ 231,752	-

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
 Combining Schedule of Revenues, Expenditures, and Changes in
 Fund Balances - Budget and Actual
 All Capital Project Funds

(NON-GAAP BUDGETARY BASIS)

FOR THE YEAR ENDED JUNE 30, 1999

(Continued)

	Revised Budget	Budgetary Actual	Variance Favorable (Unfavorable)
COMPUTER SCHOOLNET GRANT			
Revenues:			
Intergovernmental	\$ 150,000	\$ 112,696	\$ (37,304)
<i>Total revenues</i>	150,000	112,696	(37,304)
Expenditures:			
Instruction			
Equipment	\$ 174,389	\$ 164,131	\$ 10,258
Support services:			
Instructional support			
Purchased services	19,581	1,972	17,609
<i>Total expenditures</i>	193,970	166,103	27,867
<i>Excess of revenue over (under) expenditures</i>	(43,970)	(53,407)	(9,437)
Fund balance at beginning of year	35,354	35,354	-
Prior year encumbrances appropriated	45,920	45,920	-
Fund balance at end of year	<u>\$ 37,304</u>	<u>\$ 27,867</u>	<u>\$ (9,437)</u>

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

Enterprise Funds

June 30, 1999

ENTERPRISE FUNDS

Enterprise funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination or revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes. The measurement focus is upon determination of net income, financial position, and changes in cash flows.

Lunchroom Fund - This fund accounts for all revenues and expenses related to the provision of food service for the District.

Uniform Supplies Fund - This fund accounts for the purchase and sale of school supplies as adopted by the Board of Education for use in schools of the District. Profit derived from the sales is used for school purpose or activities in connection with the school.

Child Care Fund - This fund accounts for all revenue and expenses related to the before and after school child care program. The child care program is offered to all students attending the District's three elementary buildings, grades 1 through 3, and central school, grades 4 and 5.

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

Combining Balance Sheet

All Enterprise Funds

June 30, 1999

	<u>Lunchroom</u>	<u>Uniform Supplies</u>	<u>Child Care</u>	<u>Totals</u>
Assets:				
Cash and cash equivalents	\$ 77,336	\$ 112,657	\$ 4,260	\$ 194,253
Receivables (net of allowances for uncollectibles)				
Accounts	-	481	-	481
Intergovernmental	13,763	-	-	13,763
Inventory	28,334	-	-	28,334
Property, plant and equipment	387,346	-	1,488	388,834
Less: accumulated depreciation	<u>(254,363)</u>	<u>-</u>	<u>(149)</u>	<u>(254,512)</u>
<i>Total assets</i>	<u>\$ 252,416</u>	<u>\$ 113,138</u>	<u>\$ 5,599</u>	<u>\$ 371,153</u>
Liabilities:				
Accounts payable	\$ 5,892	\$ 9,001	\$ 160	\$ 15,053
Accrued wages and benefits	37,794		1,111	38,905
Compensated absences payable	80,324	-	-	80,324
Interfund payable	-	100,000	5,000	105,000
Due to other funds	6,300	-	1,125	7,425
Due to other governments	167	-	16	183
Pension obligation payable	<u>51,259</u>	<u>-</u>	<u>1,239</u>	<u>52,498</u>
<i>Total liabilities</i>	<u>\$ 181,736</u>	<u>\$ 109,001</u>	<u>\$ 8,651</u>	<u>\$ 299,388</u>
Fund equity:				
Contributed capital	\$ 131,962	-	-	\$ 131,962
Retained earnings	<u>(61,282)</u>	<u>4,137</u>	<u>(3,052)</u>	<u>(60,197)</u>
<i>Total fund equity</i>	<u>\$ 70,680</u>	<u>\$ 4,137</u>	<u>\$ (3,052)</u>	<u>\$ 71,765</u>
<i>Total liabilities and fund equity</i>	<u>\$ 252,416</u>	<u>\$ 113,138</u>	<u>\$ 5,599</u>	<u>\$ 371,153</u>

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

Combining Statement of Revenues, Expenses, and

Changes in Fund Equity

All Enterprise Funds

For the Year Ended June 30, 1999

	<u>Lunchroom</u>	<u>Uniform Supplies</u>	<u>Child Care</u>	<u>Totals</u>
Operating Revenues:				
Food services	\$ 834,654	-	-	834,654
Tuition	-	-	\$ 4,363	4,363
Classroom materials and fees	-	\$ 155,091	-	155,091
<i>Total revenues</i>	834,654	155,091	4,363	994,108
Operating Expenses:				
Personal services - salaries	\$ 496,804	-	\$ 6,840	\$ 503,644
Employees' retirement and insurance	182,503	-	3,620	186,123
Purchased services	1,214	-	361	1,575
Materials and supplies	436,501	\$ 168,087	125	604,713
Depreciation	15,105	-	149	15,254
<i>Total expenses</i>	1,132,127	168,087	11,095	1,311,309
<i>Operating income (loss)</i>	(297,473)	(12,996)	(6,732)	(317,201)
Non-Operating Revenues (Expenses):				
Federally donated commodities	\$ 42,701	-	-	\$ 42,701
Grants	90,183	-	-	90,183
Other non-operating revenues	-	-	\$ 3,680	3,680
<i>Total Non-Operating Revenues (Expenses)</i>	132,884	-	3,680	136,564
Operating transfers in	135,000	-	-	135,000
<i>Net Income (Loss)</i>	(29,589)	(12,996)	(3,052)	(45,637)
Depreciation on fixed assets acquired by contributed capital	14,091	-	-	14,091
Retained Earnings (Deficit) at Beginning of Year	(45,784)	17,133	-	(28,651)
Retained Earnings (Deficit) at End of Year	(61,282)	4,137	(3,052)	(60,197)
Contributed Capital at Beginning of Year	146,053	-	-	146,053
Depreciation on fixed assets acquired by contributed capital	(14,091)	-	-	(14,091)
Contributed Capital at End of Year	131,962	-	-	131,962
Fund Equity at End of Year	\$ 70,680	\$ 4,137	\$ (3,052)	71,765

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
Combining Schedule of Revenues, Expenses, and
Changes in Fund Balances - Budget and Actual
All Enterprise Funds

(NON-GAAP BUDGETARY BASIS)

FOR THE YEAR ENDED JUNE 30, 1999

LUNCHROOM	Revised Budget	Budgetary Actual	Variance Favorable (Unfavorable)
Revenues:			
Food services	\$ 826,563	\$ 834,654	\$ 8,091
<i>Total revenues</i>	826,563	834,654	8,091
Expenses:			
Salaries	487,368	487,368	-
Fringe benefits	144,630	144,630	-
Purchased services	1,277	1,277	-
Materials and supplies	388,308	388,308	-
Capital outlay	2,035	2,035	-
<i>Total expenses</i>	1,023,618	1,023,618	-
<i>Excess of revenue over (under) expenses</i>	(197,055)	(188,964)	8,091
Non-operating revenues:			
Intergovernmental	99,250	90,159	(9,091)
<i>Total non-operating revenues</i>	99,250	90,159	(9,091)
<i>Excess of revenues and non-operating revenues over (under) expenses before interfund transfers</i>	(97,805)	(98,805)	(1,000)
Operating transfers in	135,000	135,000	-
<i>Net excess of revenues and non-operating revenues over expenses</i>	37,195	36,195	(1,000)
Fund balance at beginning of year	28,925	28,925	-
Prior year encumbrances appropriated	63	63	-
Fund balance at end of year	\$ 66,183	\$ 65,183	(1,000)

(Continued)

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
Combining Schedule of Revenues, Expenses, and
Changes in Fund Balances - Budget and Actual
All Enterprise Funds - (Continued)

(NON-GAAP BUDGETARY BASIS)

FOR THE YEAR ENDED JUNE 30, 1999

UNIFORM SUPPLIES	Revised Budget	Budgetary Actual	Variance Favorable (Unfavorable)
Revenues:			
Classroom materials and fees	\$ 154,610	\$ 154,610	-
<i>Total revenues</i>	154,610	154,610	-
Expenses:			
Materials and supplies	187,019	187,019	-
<i>Total expenses</i>	187,019	187,019	-
<i>Excess of revenue over (under) expenses before interfund advances</i>	(32,409)	(32,409)	-
Advances in	100,000	100,000	-
<i>Net excess revenues over (under) expenses</i>	67,591	67,591	-
Fund balance at beginning of year	9,976	9,976	-
Prior year encumbrances appropriated	14,112	14,112	-
Fund balance at end of year	\$ 91,679	\$ 91,679	-

(Continued)

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
Combining Schedule of Revenues, Expenses, and
Changes in Fund Balances - Budget and Actual
All Enterprise Funds - (Continued)

(NON-GAAP BUDGETARY BASIS)

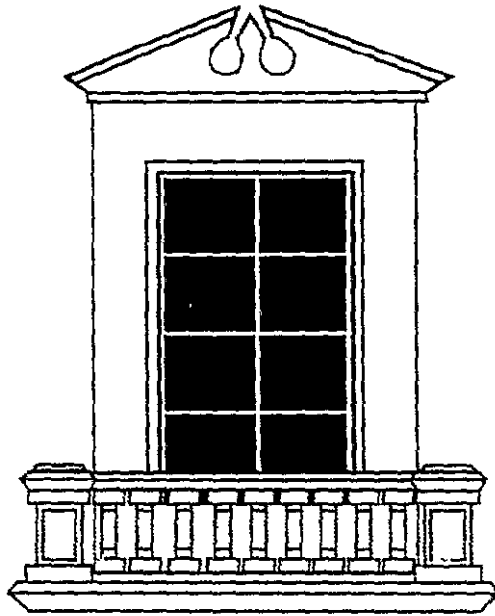
FOR THE YEAR ENDED JUNE 30, 1999

CHILD CARE	Revised Budget	Budgetary Actual	Variance Favorable (Unfavorable)
Revenues:			
Tuition and fees	\$ 4,363	\$ 4,363	-
<i>Total revenues</i>	4,363	4,363	-
Expenses:			
Salaries	5,553	5,553	-
Fringe benefits	1,256	1,256	-
Purchased services	361	361	-
Materials and supplies	125	125	-
Capital outlay	2,779	2,779	-
<i>Total expenses</i>	10,074	10,074	-
<i>Excess of revenue over (under) expenses</i>	(5,711)	(5,711)	-
Non-operating revenues:			
Miscellaneous	3,680	3,680	-
<i>Total non-operating revenues</i>	3,680	3,680	-
<i>Excess of revenues and non-operating revenues over (under) expenses before interfund transfers</i>	(2,031)	(2,031)	-
Advances in	5,000	5,000	-
<i>Net excess of revenues and non-operating revenues over expenses</i>	2,969	2,969	-
Fund balance at beginning of year	-	-	-
Prior year encumbrances appropriated	-	-	-
Fund balance at end of year	\$ 2,969	\$ 2,969	-

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
COMBINING STATEMENT OF CHANGES IN CASH FLOWS
All Enterprise Funds
For the Year Ended June 30, 1999

	<u>Lunchroom</u>	<u>Uniform School Supplies</u>	<u>Child Care</u>	<u>Totals</u>
Cash flows from operating activities:				
Net operating income/(loss)	\$ (297,473)	(12,996)	(6,732)	(317,201)
Adjustments to reconcile net income/ (loss) to net cash provided/(used) by operating activities:				
Commodities expense related to noncash grant	42,701	-	-	42,701
Other non-operating revenue	-	-	3,680	3,680
Grants	\$ 90,183	-	-	90,183
Depreciation	15,105	-	149	15,254
(Increase)/decrease in assets:				
Accounts receivable	13,739	(481)	-	13,258
Due from other governments	(13,763)	-	-	(13,763)
Inventories	11,754	-	-	11,754
Increase/(decrease) in liabilities:				
Accounts payable	5,829	2,046	160	8,035
Accrued wages and benefits	428	-	1,111	1,539
Compensated absences payable	9,024	-	-	9,024
Due to other funds	6,300	-	1,125	7,425
Interfund payable	-	100,000	5,000	105,000
Due to other governments	(16)	-	16	-
Pension obligation payable	31,573	-	1,239	32,812
Net cash provided/(used) for operating activities	(84,616)	88,569	5,748	9,701
Cash flows from noncapital financing activities:				
Transfers in	\$ 135,000	-	-	135,000
Net cash provided/(used) for noncapital financing activities	135,000	-	-	135,000
Cash flows from capital and related financing activities:				
Acquisition of capital assets	\$ (2,035)	-	(1,488)	(3,523)
Net cash provided/(used) for capital and related financing activities	(2,035)	-	(1,488)	(3,523)
Net increase/(decrease) in cash and cash equivalents	48,349	88,569	4,260	141,178
Cash and cash equivalents, July 1, 1998	28,987	24,088	-	53,075
Cash and cash equivalents, June 30, 1999	\$ 77,336	112,657	4,260	194,253

See accompanying notes to the general purpose financial statements



BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
Internal Service Funds
June 30, 1999

INTERNAL SERVICE FUNDS

The internal service funds are used to account for the financing of goods or services provided by one department or agency to the other departments or agencies of the governmental units, or to other governmental units, on a cost reimbursement basis.

Rotary Fund - A fund provided to account for the financing of extracurricular activities within the District.

Employee Benefits Fund - A fund provided to account for monies received from other funds as payment for providing medical, hospitalization, dental, vision, life, or other similar employee health benefits. The fund may make payments for services provided to employees, for reimbursements to employees who have paid providers, to third party administrators for claim payments or administration, for stop-loss coverage, or any other reinsurance or other similar purpose.

BRECKVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

Combining Balance Sheet

All Internal Service Funds

June 30, 1999

	<u>Rotary</u>	<u>Employee Benefits</u>	<u>Totals</u>
Assets:			
Cash and cash equivalents	\$ 34,677	\$ 102,680	\$ 137,357
Due from other funds	-	225,000	225,000
Property, plant and equipment:			
Vehicles, equipment, and furnishings	6,028	-	6,028
Less: accumulated depreciation	(954)	-	(954)
<i>Total assets</i>	<u>\$ 39,751</u>	<u>\$ 327,680</u>	<u>\$ 367,431</u>
Liabilities:			
Accounts payable	\$ 18,816	-	\$ 18,816
Claims payable	-	\$ 225,000	\$ 225,000
<i>Total liabilities</i>	<u>\$ 18,816</u>	<u>\$ 225,000</u>	<u>\$ 243,816</u>
Fund equity:			
Retained earnings	\$ 20,935	\$ 102,680	\$ 123,615
<i>Total fund equity</i>	<u>\$ 20,935</u>	<u>\$ 102,680</u>	<u>\$ 123,615</u>
<i>Total liabilities and fund equity</i>	<u>\$ 39,751</u>	<u>\$ 327,680</u>	<u>\$ 367,431</u>

BRECKVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
Combining Statement of Revenues, Expenses, and
Changes in Retained Earnings
All Internal Service Funds
For the Year Ended June 30, 1999

	<u>Rotary</u>	<u>Employee Benefits</u>	<u>Totals</u>
Operating Revenues:			
Extracurricular activities	\$ 220,038	-	\$ 220,038
Charges for services	-	\$ 1,644,761	1,644,761
<i>Total revenues</i>	220,038	1,644,761	1,864,799
Operating Expenses:			
Purchased services	-	\$ 1,546,779	\$ 1,546,779
Materials and supplies	\$ 12,199	-	12,199
Depreciation	754	-	754
Other operating expenses	212,300	-	212,300
<i>Total operating expenses</i>	225,253	1,546,779	1,772,032
<i>Operating income (loss)</i>	(5,215)	97,982	92,767
Non-Operating Revenues (Expenses):			
Other nonoperating revenues	\$ 5,848	-	\$ 5,848
<i>Total Non-Operating Revenues (Expenses)</i>	5,848	-	5,848
<i>Income (Loss) Before Operating Transfers</i>	633	97,982	98,615
Operating transfers - in	\$ 3,720	-	\$ 3,720
Operating transfers -out	(588)	-	(588)
<i>Net Income (Loss)</i>	3,765	97,982	101,747
Retained Earnings (Deficit) at Beginning of Year	17,170	4,698	21,868
Retained Earnings (Deficit) at End of Year	<u>\$ 20,935</u>	<u>\$ 102,680</u>	<u>\$ 123,615</u>

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
 Combining Schedule of Revenues, Expenses, and
 Changes in Fund Balances - Budget and Actual
 All Internal Service Funds

(NON-GAAP BUDGETARY BASIS)

FOR THE YEAR ENDED JUNE 30, 1999

ROTARY	Revised Budget	Budgetary Actual	Variance Favorable (Unfavorable)
Operating Revenues:			
Extracurricular activities	\$ 229,800	\$ 220,038	\$ (9,762)
<i>Total revenues</i>	229,800	220,038	(9,762)
Operating Expenses:			
Materials and supplies	28,217	28,217	-
Capital outlay	5,665	5,665	-
Miscellaneous	199,335	199,335	-
<i>Total expenses</i>	233,217	233,217	-
<i>Excess of revenue over (under) expenses</i>	(3,417)	(13,179)	(9,762)
Non-Operating Revenues:			
Miscellaneous	9,250	5,848	(3,402)
<i>Total non-operating revenues</i>	9,250	5,848	(3,402)
<i>Excess of revenues and non-operating revenues over(under) expenses before interfund transfers and advances</i>	5,833	(7,331)	(13,164)
Operating transfers in	3,500	3,720	220
Operating transfers out	(588)	(588)	-
<i>Net excess of revenues over (under) expenses</i>	8,745	(4,199)	(12,944)
Fund balance at beginning of year	13,124	13,124	-
Prior year encumbrances appropriated	3,679	3,679	-
Fund balance at end of year	\$ 25,548	\$ 12,604	\$ (12,944)

(Continued)

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
 Combining Schedule of Revenues, Expenses, and
 Changes in Fund Balances - Budget and Actual
 All Internal Service Funds - (Continued)

(NON-GAAP BUDGETARY BASIS)

FOR THE YEAR ENDED JUNE 30, 1999

EMPLOYEE BENEFITS	Revised Budget	Budgetary Actual	Variance Favorable (Unfavorable)
Operating Revenues:			
Extracurricular activities	-	-	-
<i>Total revenues</i>	-	-	-
Operating Expenses:			
Purchased services	\$ 1,471,779	\$ 1,471,779	-
<i>Total expenditures</i>	1,471,779	1,471,779	-
<i>Excess of revenue over (under) expenditures</i>	(1,471,779)	(1,471,779)	-
Non-Operating Revenues:			
Miscellaneous	1,500,000	1,569,761	\$ 69,761
<i>Total non-operating revenues</i>	1,500,000	1,569,761	69,761
<i>Net excess of revenues over (under) expenses</i>	28,221	97,982	69,761
Fund balance at beginning of year	4,698	4,698	-
Prior year encumbrances appropriated	-	-	-
Fund balance at end of year	\$ 32,919	\$ 102,680	\$ 69,761

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
COMBINING STATEMENT OF CHANGES IN CASH FLOWS
All Internal Service Funds
For the Year Ended June 30, 1999

	<u>Rotary</u>	<u>Employee Benefits</u>	<u>Totals</u>
Cash flows from operating activities:			
Net operating income/(loss)	\$ (5,215)	97,982	92,767
Adjustments to reconcile net income/ (loss) to net cash provided/(used) by operating activities:			
Other non-operating revenue	\$ 5,848	-	5,848
Depreciation	754	-	754
(Increase)/decrease in assets:			
Due from other funds	-	(75,000)	(75,000)
Increase/(decrease) in liabilities:			
Accounts payable	17,785	-	17,785
Claims payable	-	75,000	75,000
	<u>19,172</u>	<u>97,982</u>	<u>117,154</u>
Net cash provided/(used) for operating activities	19,172	97,982	117,154
Cash flows from noncapital financing activities:			
Transfers in	\$ 3,720	-	3,720
Transfers out	<u>(588)</u>	<u>-</u>	<u>(588)</u>
	<u>3,132</u>	<u>-</u>	<u>3,132</u>
Net cash provided/(used) for noncapital financing activities	3,132	-	3,132
Cash flows from capital and related financing activities:			
Acquisition of capital assets	\$ <u>(4,429)</u>	<u>-</u>	<u>(4,429)</u>
Net cash provided/(used) for capital and related financing activities	(4,429)	-	(4,429)
Net increase/(decrease) in cash and cash equivalents	17,875	97,982	115,857
Cash and cash equivalents, July 1, 1998	<u>16,802</u>	<u>4,698</u>	<u>21,500</u>
Cash and cash equivalents, June 30, 1999	<u>\$ 34,677</u>	<u>102,680</u>	<u>137,357</u>

See accompanying notes to the general purpose financial statements

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

Fiduciary Funds

June 30, 1999

FIDUCIARY FUNDS

The trust funds are used to account for assets held by the District in a trustee capacity for individuals and/or private organizations which benefit the student body or the local community.

Expendable Trust Fund

A trust fund used to account for assets held in a trust that were created by donations for the establishment of memorial funds.

AGENCY FUND

The agency fund is used to account for assets held by the District as an agent for individuals, private organizations, other governments and/or other funds.

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

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

Combining Balance Sheet

All Fiduciary Funds

June 30, 1999

	Expendable Trust	Agency	Totals
Assets:			
Cash and cash equivalents	\$ 49,003	-	\$ 49,003
Cash and cash equivalents in segregated accounts	-	\$ 104,902	104,902
Accounts receivable	-	921	921
<i>Total assets</i>	<u>\$ 49,003</u>	<u>\$ 105,823</u>	<u>\$ 154,826</u>
Liabilities:			
Accounts payable	\$ 215	\$ 174	\$ 389
Deposit held and due to others	-	105,649	105,649
<i>Total liabilities</i>	<u>215</u>	<u>105,823</u>	<u>106,038</u>
Fund balances:			
Reserved for encumbrances	\$ 1,352		\$ 1,352
Unreserved - Undesignated	47,436	-	47,436
<i>Total fund balances</i>	<u>48,788</u>	<u>-</u>	<u>48,788</u>
<i>Total liabilities and fund balances</i>	<u>\$ 49,003</u>	<u>\$ 105,823</u>	<u>\$ 154,826</u>

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

Combining Statement of Revenues, Expenditures and
Changes in Fund Balances - Expendable Trust Fund
For the Year Ended June 30, 1999

	Expendable Trust
Revenues:	
Interest	\$ 896
Extracurricular activities	4,505
Miscellaneous	<u>45,449</u>
<i>Total revenues</i>	50,850
Expenditures:	
Instruction	\$ 3,855
Administration	811
Business	215
Operation of noninstructional services	<u>36,720</u>
<i>Total expenditures</i>	<u>41,601</u>
<i>Excess revenue over (under) expenditures</i>	9,249
Fund balance at beginning of year	<u>39,539</u>
Fund balance at end of year	<u><u>\$ 48,788</u></u>

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
Statement of Changes in Assets and Liabilities
Agency Fund
For the Year Ended June 30, 1999

STUDENT ACTIVITIES	<u>Balance at June 30, 1998</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance at June 30, 1999</u>
Assets:				
Cash and cash equivalents in segregated accounts	\$ 91,796	\$ 235,279	\$ (222,173)	\$ 104,902
Accounts receivable	<u>1,557</u>	<u>921</u>	<u>(1,557)</u>	<u>921</u>
Total assets	<u>\$ 93,353</u>	<u>\$ 236,200</u>	<u>\$ (223,730)</u>	<u>\$ 105,823</u>
Liabilities:				
Accounts payable	\$ 1,642	\$ 174	\$ (1,642)	\$ 174
Intergovernmental payable	269	-	(269)	-
Deposit held and due to others	<u>91,442</u>	<u>14,207</u>	<u>-</u>	<u>105,649</u>
Total liabilities	<u>\$ 93,353</u>	<u>\$ 14,381</u>	<u>\$ (1,911)</u>	<u>\$ 105,823</u>

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
General Fixed Assets Account Group
June 30, 1999

General Fixed Assets Account Group

General fixed assets is a balance account group used to establish control and accountability for the costs of all fixed assets other than those accounted for in proprietary funds. The investment in fixed assets is carried until the disposition of the property and ownership is relinquished. Depreciation on fixed assets is not recorded.

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
Comparative Schedules of General Fixed Assets by Source
As of June 30,1999

	1999
General Fixed Assets:	
Land	\$ 2,606,564
Buildings and Improvements	39,094,736
Furniture, Fixtures and Equipment	11,036,619
Total General Fixed Assets	\$ 52,737,919
Investments in General Fixed Assets by Source:	
General Fund	\$ 197,716
Special Revenue Funds	170,916
Capital Projects Funds	4,434,766
Total Acquisitions	4,803,398
Acquisitions prior to 1998, sources of funding not available	47,934,521
Total Investment in General Fixed Assets	\$ 52,737,919

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
Schedules of General Fixed Assets by Function
For the Fiscal Year Ended June 30,1999

Function:	Balance July 1, 1998	Additions	Disposals	Balance June 30, 1999
Instruction	\$ 248,401	\$ 254,287	-	\$ 502,688
Pupil Support	-	816	-	816
Instructional Staff	7,905	-	-	7,905
Administration	6,250	9,825	-	16,075
Fiscal	-	1,581	-	1,581
Business	-	17,976	-	17,976
Operation and Maintenance of Plant	6,061	25,088	-	31,149
Extracurricular Activities	71,132	11,887	-	83,019
Capital Outlay	<u>4,059,152</u>	<u>83,037</u>	-	<u>4,142,189</u>
Total General Fixed Assets	\$ 4,398,901	\$ 404,497	-	\$ 4,803,398
Acquisitions prior to 1998, sources of funding not available	<u>48,180,235</u>	-	<u>\$ 245,714</u>	<u>47,934,521</u>
Total General Fixed Assets	<u>\$ 52,579,136</u>	<u>\$ 404,497</u>	<u>\$ 245,714</u>	<u>\$ 52,737,919</u>

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
Schedule of Changes in General Fixed Assets
by Function and Activity
As of June 30,1999

Function:	<u>Land</u>	<u>Building and Improvements</u>	<u>Furniture, Fixtures and Equipment</u>	<u>Total</u>
Instruction	-	\$ 575	\$ 502,113	\$ 502,688
Pupil Support	-	-	816	816
Instructional Staff	-	-	7,905	7,905
Administration	-	-	16,075	16,075
Fiscal	-	-	1,581	1,581
Business	-	-	17,976	17,976
Operation and Maintenance of Plant	-	6,061	25,088	31,149
Extracurricular Activities	-	3,920	79,099	83,019
Capital Outlay	<u>\$ 36,995</u>	<u>3,963,946</u>	<u>141,248</u>	<u>4,142,189</u>
Subtotal General Fixed Assets	\$ 36,995	\$ 3,974,502	\$ 791,901	\$ 4,803,398
Acquisitions prior to 1998, sources of funding not available	<u>\$ 2,569,569</u>	<u>\$ 35,120,234</u>	<u>\$ 10,244,718</u>	<u>\$ 47,934,521</u>
Total General Fixed Assets	<u>\$ 2,606,564</u>	<u>\$ 39,094,736</u>	<u>\$ 11,036,619</u>	<u>\$ 52,737,919</u>

STATISTICAL
SECTION

BRECKSVILLE-BROADVIEW HTS. CITY SCHOOL DISTRICT
 General Governmental Revenues by Source - Table 1
 Last Ten Fiscal Years

CASH BASIS

<u>Fiscal Years</u>	<u>Property and Taxes</u>	<u>State Sources</u>	<u>Federal Sources</u>	<u>Investment Income</u>	<u>Tuition</u>	<u>Other</u>	<u>Total</u>
1990	\$12,461,786	\$3,428,357	\$178,737	\$236,055	\$7,059	\$327,610	\$16,639,604
1991	13,127,387	3,486,109	204,647	296,344	4,182	353,078	17,471,747
1992	13,686,194	3,536,768	211,097	210,277	0	424,906	18,069,242
1993	14,784,333	3,554,026	254,682	152,614	5,892	999,303	19,750,850
1994	15,419,990	3,728,412	284,702	138,901	15,326	390,723	19,978,054
1995	17,498,072	3,816,912	326,129	1,048,017	4,384	452,943	23,148,457
MODIFIED ACCRUAL BASIS							
1996	20,255,162	4,366,858	485,206	2,077,787	1,582	465,254	27,651,849
1997	20,370,327	4,138,476	483,101	3,147,801	23,532	479,643	28,642,882
1998	23,332,631	4,592,541	535,925	362,535	112,614	763,849	29,700,095
1999	26,050,685	5,823,767	323,365	373,505	95,736	571,136	33,238,194

Note : Includes General, Special Revenue, Debt Service, Capital Projects and Expendable Trust Funds. Prior to July 1995, all statements were issued on a cash basis.

Source: Office of the Treasurer, Brecksville-Broadview Hts. City School District

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

Property Tax Levies and Collections - Table 3
Last Ten Calendar Years

<u>Collection Year</u>	<u>Total Tax Levy</u>	<u>Current Tax Collections</u>	<u>% of Levy Collected</u>	<u>Delq. Tax Collections</u>	<u>Total Tax Collections</u>	<u>% of Tax Collection to Levy</u>
1989	\$13,217,173	\$12,979,214	98.20%	\$243,243	\$13,222,457	100.04%
1990	14,994,183	14,059,974	93.77	246,243	14,306,217	95.41
1991	15,865,643	14,693,853	92.50	266,772	14,960,625	94.30
1992	15,721,255	15,328,287	97.50	459,598	15,787,885	100.42
1993	16,269,924	15,652,273	96.20	387,976	16,040,249	98.59
1994	17,513,382	16,562,241	94.57	226,291	16,788,532	95.86
1995	21,266,056	20,900,226	98.28	207,724	21,107,950	99.26
1996	22,097,212	21,858,123	98.92	231,282	22,089,405	99.96
1997	22,019,657	21,488,385	97.59	248,873	21,737,258	98.72
1998	28,894,546	27,080,369	93.72	304,104	27,384,473	94.77

Note: The information above is for real estate, public utilities and tangible personal property collections and levies.

Source: Office of the Auditor, Cuyahoga County, Ohio

BRECKSVILLE-BROADVIEW HTS. CITY SCHOOL DISTRICT

Assessed and Estimated Actual Value of Taxable Property - Table 4
Last Ten Fiscal Years

Tax Collection Year	Real Estate			Tangible Personal			Public Utility			Total	
	%	Assessed Value	Estimated Actual Value	%	Assessed Value	Estimated Actual Value	%	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
1990	35%	\$342,224,020	\$977,782,914	29%	\$27,527,749	\$94,923,272	35%	\$34,642,220	\$98,977,771	\$404,393,989	\$1,171,683,957
1991	35%	362,723,620	1,036,353,200	28%	27,819,898	98,356,779	35%	36,667,430	104,784,086	427,210,948	1,240,474,065
1992	35%	440,891,580	1,259,690,257	27%	30,316,331	112,282,707	35%	38,865,470	111,044,200	510,073,391	1,483,017,164
1993	35%	459,763,070	1,313,608,771	26%	31,921,713	122,775,819	35%	38,481,310	109,946,600	530,166,093	1,546,331,190
1994	35%	479,221,750	1,369,205,000	25%	31,115,843	124,463,372	35%	39,545,210	112,886,314	549,882,803	1,606,654,686
1995	35%	559,188,010	1,597,690,029	25%	33,100,451	132,401,804	35%	40,985,290	117,100,829	633,273,751	1,847,182,662
1996	35%	575,607,330	1,644,592,371	25%	38,667,927	154,671,706	35%	36,706,130	104,890,371	650,963,387	1,904,144,450
1997	35%	588,651,020	1,676,145,771	25%	42,356,858	169,427,432	35%	35,988,790	102,825,114	664,996,666	1,948,398,317
1998	35%	643,717,290	1,839,192,257	25%	48,798,927	195,195,708	35%	45,276,990	129,362,829	737,793,207	2,163,750,794
1999	35%	669,640,280	1,913,257,943	25%	45,155,832	180,623,328	35%	45,155,830	129,016,657	759,951,942	2,222,897,928

Source: Office of Auditor, Cuyahoga County, Ohio

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

Property Tax Rates - Direct and Overlapping Governments - Table 5
(per \$1,000 of Assessed Valuation)

<u>Collection Year</u>	<u>Brecksville City</u>	<u>Broadview Heights City</u>	<u>Cuyahoga County (and Others)</u>	<u>Cuyahoga Valley Career Center</u>	<u>Brecksville-Broadview Hts. City School District</u>	<u>Total Brecksville</u>	<u>Total Broadview Heights</u>
1989	8.71	6.50	17.29	0.00	58.70	84.70	82.49
1990	8.21	6.40	17.39	0.00	58.30	83.90	82.09
1991	8.21	6.30	18.79	0.00	58.00	85.00	83.09
1992	9.00	6.20	17.80	2.00	55.90	84.70	81.90
1993	8.90	6.30	17.80	2.00	55.90	84.60	82.00
1994	8.90	6.30	18.20	2.00	59.90	89.00	86.40
1995	8.80	6.40	18.00	2.00	60.50	89.30	88.90
1996	8.80	9.40	18.00	2.00	58.80	87.60	88.20
1997	8.80	9.40	18.00	2.00	65.50	94.30	94.90
1998	8.80	9.40	18.00	2.00	65.50	94.30	94.90

Source: Office of the Auditor, Cuyahoga County, Ohio
Data provided on a collection year basis, the manner in which it is maintained by the County Auditor.

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

Ratio of General Debt to
Assessed Value and Debt per Capita (1) - Table 6
Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Estimated Population (1)</u>	<u>Assessed Value Real & Personal Property (2)</u>	<u>General Debt (3)</u>	<u>Ratio of General Debt to Assessed Value</u>	<u>General Debt per Capita</u>
1990	24,037	\$404,393,989	\$2,744,700	0.68%	\$114
1991	24,398	427,210,948	2,185,000	0.51	90
1992	24,764	510,073,391	1,655,000	0.32	67
1993	25,135	530,166,093	2,035,000	0.38	81
1994	25,512	549,882,803	3,010,000	0.55	118
1995	25,895	633,273,751	37,220,000	5.88	1,437
1996	26,283	650,983,387	37,220,000	5.72	1,416
1997	26,677	664,996,668	37,075,000	5.58	1,390
1998	27,078	737,793,207	36,355,000	4.93	1,343
1999	28,432	759,951,942	35,370,000	4.65	1,244

Notes:

1) Population estimates for 1990 are from the United States Census Bureau. Census for the Brecksville-Broadview Heights City School District as such are not available. Information relating to the cities of Brecksville and Broadview Heights (each of which is located substantially within the District) were used to calculate the estimate.

2) Assessed value from Table 4.

3) Office of the Treasurer, Brecksville-Broadview Heights City School District

Source: Office of the Treasurer, Brecksville-Broadview Heights City School District

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

Computation of Legal Debt Margin - Table 7

June 30, 1999

Total Assessed Valuation (1) \$759,951,942

OVERALL DEBT LIMITATION

9% of assessed valuation \$68,395,675

Gross indebtedness \$36,020,000
Less: Debt outside limitations (\$650,000)

Debt within limitations \$35,370,000
Less: Amount available in debt service funds (\$2,220,376)

Net debt margin limitation \$33,149,624

Legal debt margin within 9% limitation \$35,246,051

UNVOTED DEBT LIMITATION

.1% of assessed valuation \$759,952

Gross indebtedness \$0
Less: Debt outside limitations \$0

Debt within limitations \$0

Legal debt margin within .1% limitation \$759,952

Note: 1) Assessed valuation from table 4

Source: Office of Treasurer, Brecksville-Broadview Heights City School District

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

Computation of Direct and Overlapping Debt - Table 8

June 30, 1999

Overlapping Units	Estimated Outstanding Debt	% Applicable to School District	Estimated Amount of Overlapping Debt
RTA	\$102,945,000	3.00%	\$3,088,350
Cuyahoga County	154,064,636	3.00%	4,621,839
Brecksville City	10,441,334	59.18%	6,179,181
Broadview Heights City	6,241,058	39.67%	2,475,828
Brecksville-Broadview City School District	35,370,000	100.00%	35,370,000
North Royalton City	3,850,999	1.16%	44,672
Cuyahoga County Career Center	0	16.56%	0.00
		Total	\$51,779,970

Source: Office of the Auditor, Cuyahoga County, Ohio

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

Ratio of Annual General Obligation Bonded Debt Service Expenditures
to Total General Government Expenditures - Table 9
Last Ten Years

Fiscal Years	Total Debt Repayment (1)	Total General Governmental Expenditures (2)	Ratio of General Obligation Bond Debt Service to Total General Governmental Expenditures
1990	\$854,753	\$14,938,376	5.72%
1991	721,731	16,926,798	4.26
1992	681,259	17,874,346	3.81
1993	272,781	19,886,952	1.37
1994	303,523	22,336,501	1.36
1995	1,566,906	26,326,728	5.95
1996	38,293,319	69,814,023	54.85
1997	40,364,932	83,824,000	48.15
1998	2,830,221	36,952,760	7.66
1999	1,876,054	31,694,186	5.92

Note:

- 1) Bond Anticipation Notes (BANs) were issued against the 1994 bond issue. The notes were issued in 1995 and repaid with note proceeds during fiscal year 1996. The 1996 notes were repaid with bond proceeds during fiscal year 1997.
- 2) General governmental expenditures include all governmental and similar fiduciary fund type expenditures. Fiscal years 1990 through 1995 were reported on a cash basis, whereas, 1996 through 1999 were reported on a modified accrual basis.

Source: Office of the Treasurer, Brecksville-Broadview Heights City School District

Brecksville-Broadview Heights City School District

Property Values, Construction and Bank Deposits - Table 10
Last Ten Years

Tax Year	No. of Building Permits (1)	Value of Building Permits (1)	Cuyahoga County Bank (2) Deposits (in 000's)	Residential & Other Real Estate (3)	Public Utility Tangible (3)	Personal Tangible (3)	Total Assessed Valuation
1989	N/A	N/A	\$17,118,217	\$316,412,470	\$30,760,060	\$28,006,132	\$375,178,662
1990	1,109	\$46,793,736	18,403,806	342,224,020	34,642,220	27,527,749	404,393,989
1991	1,115	35,414,531	18,392,243	362,723,620	36,667,430	27,819,898	427,210,948
1992	1,067	41,146,805	19,379,280	440,891,590	38,865,470	30,316,331	510,073,391
1993	1,046	38,194,941	21,009,421	459,763,070	38,481,310	31,921,713	530,166,093
1994	1,125	48,208,583	20,885,453	479,221,750	39,545,210	31,115,843	549,882,803
1995	1,101	41,513,748	22,458,573	559,188,010	40,985,290	33,100,451	633,273,751
1996 (4)	1,305	85,985,469	27,068,211	575,607,330	36,708,130	38,667,927	650,983,387
1997	1,381	63,748,311	53,941,971	586,651,020	35,988,790	42,356,858	664,996,668
1998	1,362	54,480,000	60,846,022	643,717,290	45,276,990	48,798,927	737,793,207

Sources:

- (1) Building Departments, City of Brecksville and City of Broadview Heights
- (2) Federal Reserve Bank of Cleveland (total demand, time and savings deposits for Cuyahoga County, Ohio Banks)
- (3) Office of the Auditor, Cuyahoga County
- (4) Includes value of new Brecksville-Broadview Heights City School District High School

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT**Principal Property Taxpayers - Table 11
(1999 Collection Year)**

	<u>Real Property</u>	
<u>Name</u>	<u>Assessed Valuation</u>	<u>% of Total Assessed Valuation</u>
1) B.F. Goodrich Co.	\$7,305,970	0.96%
2) Grand Bay of Brecksville	5,396,110	0.71%
3) F.C. Vineyards, L.P.	3,759,390	0.49%
4) Gateway Associates	3,080,810	0.41%
5) South Hills	2,708,160	0.36%
6) Boyas-Broadview	2,631,310	0.35%
7) Stony Run Limited	2,293,200	0.30%
8) South Point Assoc.	2,265,770	0.30%
9) Richard Klein, Trustee	2,167,380	0.29%
10) Brecksville Shopping Center	2,013,200	0.26%
	<u>Tangible Personal Property</u>	
1) Ohio Machinery Co.	\$7,704,090	1.01%
2) B.F. Goodrich Co.	6,437,020	0.85%
3) Teledyne Industries, Inc.	3,939,130	0.52%
4) Interlock Corporation	1,726,059	0.23%
5) Lapine Truck Sales & Equip.	1,313,800	0.17%
6) Ferro Corp.	990,250	0.13%
7) Ameritech Services Inc.	986,250	0.13%
8) Marathon Oil Co.	983,740	0.13%
9) MA Hanna Co.	718,410	0.09%
10) Riser Foods Co.	571,820	0.08%
	<u>Public Utility</u>	
1) Cleveland Electric Illuminating Co.	\$31,631,550	4.16%
2) Ohio Bell Telephone Co.	16,092,840	2.12%
3) The East Ohio Gas Co.	4,208,360	0.55%
4) MCI Telecommunications Corp.	<u>768,670</u>	<u>0.10%</u>
TOTAL PRINCIPAL TAXPAYERS	\$111,693,289	14.70%
ALL OTHERS	<u>\$648,258,653</u>	<u>85.30%</u>
TOTAL ASSESSED VALUATION	<u>\$759,951,942</u>	<u>100.00%</u>

Source: Office of the Auditor, Cuyahoga County, Ohio

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT**Demographic Statistics
Enrollment Data - Table 12
Last Ten Years**

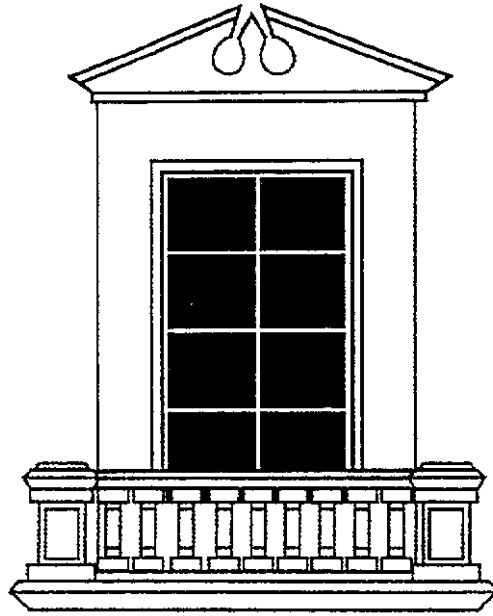
<u>Year</u>	<u>Elementary Enrollment</u>	<u>Middle School Enrollment</u>	<u>HighSchool Enrollment</u>	<u>Total School Enrollment</u>
1990-91	1484	711	837	3032
1991-92	1561	751	916	3228
1992-93 (1)	1866	535	939	3340
1993-94	1940	575	1014	3529
1994-95	1951	589	1120	3660
1995-96	1988	597	1162	3747
1996-97	2050	621	1249	3920
1997-98 (2)	1732	918	1290	3938
1998-99	1794	917	1338	4049

- NOTES:**
- (1) **The following are changes made in the 1992-93 school year**
Elementary grade change from K-5 to K-6
Middle School grade change from 6,7,8 to 7,8
- (2) **The following are changes made in the 1997-98 school year**
Elementary grade change from K-6 to K-5
Middle School grade change from 7,8 to 6,7,8

BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

Miscellaneous Statistics – Table 13

Date Established	1895		
Average Daily Membership – October 1998	4050		
Staff – October 1998			
Certified	261		
Classified	214		
TOTAL	475		
Buildings:			
High School	1		
Middle School	1		
Central School (4 & 5)	1		
Elementary School	3		
Bus Compound	1		
Maintenance Facility	1		
Cost Per Pupil – FY99 (est.)	\$ 6,851		
Valuation Per Pupil	\$ 187,642		
Standardized Test Scores:	Brecksville- Broadview Hts.	Ohio	Nation
1998-99 American College Test (ACT) Composite	23.2	21.4	21.0
1998-99 Scholastic Aptitude Test (SAT) Average			
Verbal	540	534	505
Math	558	538	511
1998-99 Ohio Proficiency Test (Percent Passing –Grade 9)			
Reading	98.9%		
Math	93%		
Citizenship	96.9%		
Writing	99.4%		
Science	97.4%		
Graduates Enrolling in College or University			
Four-year	226	76%	
Two-year	45	15%	
Employment/Military/Other	27	9%	





STATE OF OHIO
OFFICE OF THE AUDITOR

JIM PETRO, AUDITOR OF STATE

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BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT

CUYAHOGA COUNTY

CLERK'S CERTIFICATION

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

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
JANUARY 13, 2000**