

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

SINGLE AUDIT

FOR THE YEAR ENDED JUNE 30, 2002



JIM PETRO
AUDITOR OF STATE

STATE OF OHIO



**Auditor of State
Betty Montgomery**

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January 21, 2003

The attached audit was conducted and prepared for release prior to the commencement of my term of office on January 13, 2003. Thus, I am releasing this audit under the signature of my predecessor.

Betty Montgomery

BETTY MONTGOMERY
Auditor of State

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

TABLE OF CONTENTS

Title	Page
Schedule of Federal Awards Expenditures	1
Notes to Schedule of Federal Awards Expenditures	2
Report on Compliance and on Internal Control Required By Government Auditing Standards	3
Report on Compliance and Requirements Applicable to Major Federal Programs and Internal Control Over Compliance in Accordance with OMB Circular A-133	5
Schedule of Findings	7

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

**Schedule of Federal Awards Expenditures
For the Year Ended June 30, 2002**

Federal Grantor/ Pass-Through Grantor/ Program Title	Pass-Through Entity Number	CFDA Number	Receipts	Non-Cash Receipts	Disbursements	Non-Cash Disbursements
U. S. Department of Agriculture						
<i>Passed Through the Ohio Department of Education</i>						
Nutrition Cluster:						
Government Donated Foods	N/A	10.550	\$0	\$79,912	\$0	\$94,587
National School Breakfast Program	043646 05-PU 02	10.553	2,167	0	2,167	0
Total CFDA # 10.553			2,167	0	2,167	0
National School Lunch Program	043646 LL-P1 01	10.555	6,161	0	6,161	0
	043646 LL-P4 01		17,229	0	17,229	0
	043646 LL-P4 02		74,627	0	74,627	0
Total CFDA # 10.555			98,017	0	98,017	0
Total Department of Agriculture - Nutrition Cluster			100,184	79,912	100,184	94,587
U. S. Department of Education						
<i>Passed Through the Ohio Department of Education</i>						
Special Education Cluster:						
Special Education Grants to States	043646 6B-SF-01	84.027	20,802	0	25,339	0
	043646 6B-SF-02		240,203	0	174,224	0
Total CFDA # 84.027			261,005	0	199,563	0
Special Education - Preschool Grant	043646 PG-S1-01	84.173	0	0	290	0
	043646 PG-S1-02		19,392	0	19,392	0
Total CFDA # 84.173			19,392	0	19,682	0
Total Special Education Cluster			280,397	0	219,245	0
Title 1 Grants to Local Education Agencies	043646 C1-S1-00	84.010	(631)	0	5,287	0
	043646 C1-S1-01		0	0	4,734	0
	043646 C1-S1-02		83,103	0	81,464	0
Total CFDA # 84.010			82,472	0	91,485	0
Emergency Immigration Act	043646 E1-S1-00	84.162	5,500	0	0	0
Total CFDA # 84.162			5,500	0	0	0
Drug Free Schools Grant	043646 DR-S1-00	84.186	0	0	723	0
	043646 DR-S1-01		0	0	2,641	0
	043646 DR-S1-02		3,781	0	1,958	0
Total CFDA # 84.186			3,781	0	5,322	0
Eisenhower Professional Development State Grants	043646 MS-S1-00	84.281	0	0	203	0
	043646 MS-S1-01		1,104	0	6,145	0
	043646 MS-S1-02		12,710	0	2,923	0
Total CFDA # 84.281			13,814	0	9,271	0
Innovative Education Program Strategy	043646 C2-S1-00	84.298	(663)	0	0	0
	043646 C2-S1-01		0	0	763	0
	043646 C2-S1-02		6,979	0	6,979	0
Total CFDA # 84.298			6,316	0	7,742	0
Class Size Reduction	043646 CR-S1-00	84.340	3,012	0	3,012	0
	043646 CR-S1-01		22,834	0	22,556	0
	043646 CR-S1-02		40,130	0	35,143	0
Total CFDA # 84.340			65,976	0	60,711	0
Assistive Technology Grant	043646 AT-S1-02	84.352A	2,930	0	0	0
Total CFDA #84.352A			2,930	0	0	0
Total U.S. Department of Education			461,186	0	393,776	0
Total Federal Assistance			561,370	79,912	493,960	94,587

The accompanying notes are an integral part of the schedule of federal awards expenditures.

**BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
CUYAHOGA COUNTY
FISCAL YEAR ENDED JUNE 30, 2002**

NOTES TO SCHEDULE OF FEDERAL AWARDS EXPENDITURES

NOTE A--SIGNIFICANT ACCOUNTING POLICIES

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

NOTE B--FOOD DISTRIBUTION

Nonmonetary assistance, such as food received from the U.S. Department of Agriculture, is reported in the Schedule at the fair market value of the commodities received and consumed. At June 30, 2002, the District had no significant food commodities in inventory.

NOTE C - NATIONAL SCHOOL LUNCH PROGRAM

Federal monies received by the District for this program 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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**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 basic financial statements of the Brecksville-Broadview Heights City School District, Cuyahoga County, Ohio, (the District) as of and for the year ended June 30, 2002, and have issued our report thereon dated December 11, 2002. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

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*.

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 11, 2002.

This report is intended for the information and use of the Board of Education, the audit committee, 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.

A handwritten signature in black ink, appearing to read "Jim Petro". The signature is stylized with a large, sweeping initial "J" and a long horizontal stroke extending to the right.

Jim Petro
Auditor of State

December 11, 2002



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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 Brecksville-Broadview Heights City School District, Cuyahoga County, Ohio, (the District) with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement* that are applicable to its major federal program for the year ended June 30, 2002. 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 its 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 auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance 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, 2002.

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.

We noted a certain matter involving the internal control over compliance and its operation that we consider to be a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over compliance that, in our judgment, could adversely affect the District's ability to administer a major federal program in accordance with applicable requirements of laws, regulations, contracts and grants. A Reportable condition is described in the accompanying schedule of findings as item 2002-10818-001.

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. Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses. However, we believe the reportable condition described above is not a material weakness. We also 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 11, 2002.

Schedule of Federal Awards Expenditures

We have audited the financial statements of governmental activities, each major fund and the aggregate remaining fund information of the Brecksville-Broadview Heights City School District, Cuyahoga County, Ohio, as of and for the year ended June 30, 2002, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 11, 2002. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. 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 basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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 11, 2002

**BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
CUYAHOGA COUNTY
JUNE 30, 2002**

**SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 §.505**

1. SUMMARY OF AUDITOR'S RESULTS

(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 material non-compliance at the financial statement level (GAGAS)?	No
(d)(1)(iv)	Were there any material internal control weakness conditions reported for the major federal programs?	No
(d)(1)(iv)	Were there any other reportable internal control weakness conditions reported for major federal programs?	Yes
(d)(1)(v)	Type of Major Programs' Compliance Opinion	Unqualified
(d)(1)(vi)	Are there any reportable findings under § .510?	Yes
(d)(1)(vii)	Major Programs (list):	Special Education Cluster. Title VI-B (CFDA # 84.027) & Title VI-B 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

**BRECKSVILLE-BROADVIEW HEIGHTS CITY SCHOOL DISTRICT
CUYAHOGA COUNTY
JUNE 30, 2002
SCHEDULE OF FINDINGS
OMB CIRCULAR A -133 §.505**

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

None

3. FINDING FOR FEDERAL AWARDS

FINDING NUMBER 2002-10818-001

Reportable Condition

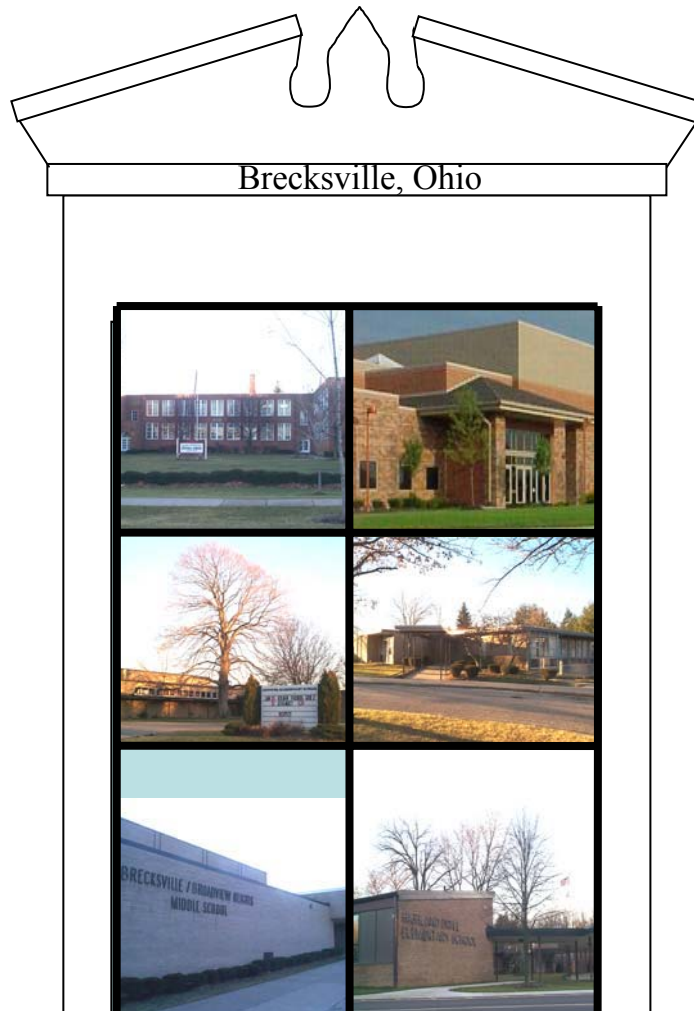
Accounting of Capital Assets Acquired with Federal Monies

The A-102 Common Rule requires, for equipment that has been acquired with federal monies, maintenance of a record of the equipment, a physical inventory of equipment taken at least every two years and reconciled to the equipment records, an appropriate control system to safeguard equipment and equipment is to be adequately maintained. The grant agreement/application requires that all equipment purchased with Title VI-B funds must be listed on an equipment report. Also, only equipment listed to be purchased in the agreement/application is authorized to be purchased. Any change in equipment purchases requires approval by project amendment prior to the purchase.

The district has not included, on its Title VI-B inventory listing, all items acquired with federal funds. There was \$39,860 in items purchased during the audit period that were not added to the equipment listing. Also, there has been no physical observation performed as required. The inventory list that was maintained contained many items that were no longer in possession of the District. Additionally, the listing was also not properly maintained in regards to being able to locate the assets. We requested to observe several items at the high school and middle school however, the items were not there or the item for the tag number found did not match the description on the listing for the same tag number. There were no serial numbers shown for items on the listing or the District's own identification tag numbers were not accurate.

All equipment items purchased with Title VI-B funds should be recorded on a Title VI-B equipment inventory listing. The listing should identify the description, serial number, acquisition date, cost, location, and condition. All items meeting the equipment criteria should be charged to the 640 object code and not the 511 object code. A physical observation should be performed at least every two years. Proper disposal procedures and records should be maintained for items purchased with the grant monies. The District should review purchasing records for the last three years and develop an accurate equipment listing that would meet the Title VI-B program requirements. Finally, any item bought that also meets the District wide capitalization threshold, should also be added to the District wide capital assets listing with fund 516 being identified as the source.

*Comprehensive Annual Financial Report
for the Fiscal Year Ended June 30, 2002*



**Brecksville- Broadview
Heights School District**

“where fine education is a heritage”

Introductory Section

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Brecksville-Broadview Heights City School District

Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2002

Table of Contents

	Page
I. Introductory Section	
Table of Contents	i
Letter of Transmittal	iv
List of Principal Officials.....	xi
Organizational Chart.....	xii
GFOA Certificate of Achievement	xiii
II. Financial Section	
Report of Independent Accountants.....	1
Management’s Discussion and Analysis.....	3
Basic Financial Statements	
Government-wide Financial Statements:	
Statement of Net Assets.....	14
Statement of Activities	15
Fund Financial Statements:	
Balance Sheet - Governmental Funds	16
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds	18
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget (Non-GAAP Basis) and Actual -- General Fund	20
Statement of Fund Net Assets – Internal Service Fund.....	22
Statement of Revenues, Expenses and Changes in Fund Net Assets – Internal Service Fund	23
Statement of Cash Flows – Internal Service Fund	24
Statement of Fiduciary Net Assets - Fiduciary Funds.....	25
Statement of Changes in Fiduciary Net Assets – Private Purpose Trust Fund.....	26
Notes to the Basic Financial Statements	27

Combining Statements and Individual Fund Schedules:

Combining Statements - Nonmajor Funds:

Fund Descriptions.....	57
Combining Balance Sheet - Nonmajor Governmental Funds	60
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Governmental Funds	61
Combining Balance Sheet - Nonmajor Special Revenue Funds	62
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Special Revenue Funds	68
Combining Balance Sheet - Nonmajor Capital Projects Funds.....	74
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - Nonmajor Capital Projects Funds.....	75
Statement of Changes in Assets and Liabilities - Agency Fund	76

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

General Fund	78
Bond Retirement Fund	82
Food Service Fund.....	83
Uniform School Supplies Fund	84
Public School Support Fund.....	85
Other Grants Fund.....	86
Child Care Fund	87
Athletics Fund	88
Auxiliary Services Fund.....	89
Teacher Development Fund	90
Educational Management Information Systems Fund.....	91
One Net Fund.....	92
SchoolNet Professional Development Fund.....	93
Textbook Subsidy Fund	94
Ohio Reads Classroom Grant Fund.....	95
Summer Intervention Fund.....	96
Partners in Education Fund	97
Safe School Help Line Fund	98
Eisenhower Math and Science Fund	99
Title VI-B Fund	100
Title I Fund.....	102
Title VI Fund	103
Immigration Education Fund.....	104
Drug Free Schools Fund.....	105
Pre-School Fund	106
Class Size Reduction Fund.....	107

Assistive Technology Fund.....	108
Permanent Improvement Fund.....	109
Building Fund.....	110
SchoolNet Plus Fund.....	111
Employee Benefits Self-Insurance Fund.....	112
Scholarship Fund.....	113

III. Statistical Section

Governmental Activities Revenues by Source and Expenses by Function-- Last Two Fiscal Years.....	S1
General Governmental Revenues by Source and Expenditures by Function-- Last Ten Fiscal Years.....	S2
Property Tax Levies and Collections--Last Ten Years.....	S4
Assessed and Estimated Actual Value of Taxable Property--Last Ten Years.....	S6
Property Tax Rates--Direct and Overlapping Governments--Last Ten Years.....	S8
Ratio of General Obligation Bonded Debt to Assessed Value and Debt Per Capita--Last Ten Fiscal Years.....	S10
Computation of Legal Debt Margin.....	S11
Computation of Direct and Overlapping General Obligation Bonded Debt.....	S12
Ratio of Annual Debt Service Expenditures for General Obligation Bonded Debt to Total General Governmental Expenditures-- Last Ten Years.....	S13
Construction, Bank Deposits and Property Values-- Last Ten Years.....	S14
Principal Taxpayers: Real Estate Tax.....	S16
Tangible Personal Property Tax.....	S17
Public Utilities Tax.....	S18
Enrollment Statistics--Last Ten Fiscal Years.....	S19
Per Pupil Cost--Last Ten Fiscal Years.....	S20
Teacher Education and Experience.....	S21



Brecksville-Broadview Heights City School District

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"where fine education is a heritage"

December 11, 2002

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

We are pleased to submit to you the Comprehensive Annual Financial Report (CAFR) of the Brecksville-Broadview Heights City School District (the "School District") for the fiscal year ended June 30, 2002. This CAFR, which includes an opinion from the State Auditor, conforms to generally accepted accounting principles as applicable to governmental entities. Responsibility for the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the School District. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the School District. This report will provide the taxpayers of Brecksville-Broadview Heights City School District with comprehensive financial data in a format enabling them to gain an understanding of the School District's financial affairs. Copies will be made available to the Cuyahoga County Public Library, major taxpayers, financial rating services and other interested parties.

The comprehensive annual financial report is presented in three sections as follows:

The Introductory Section contains a Table of Contents, Letter of Transmittal, List of Principal Officials, an Organizational Chart of the School District and a Certificate of Achievement.

The Financial Section begins with the Independent Accountants' Report and includes the Management's Discussion and Analysis, the Basic Financial Statements and Notes providing an overview of the School District's financial position and operating results, the Combining Statements for nonmajor funds, and other schedules providing detailed budgetary information.

The Statistical Section presents social, economic and demographic information, financial trends and the fiscal capacity of the School District.

School District Organization

Brecksville-Broadview Heights City School District is one of 613 school districts in the State of Ohio and one of 31 school districts in Cuyahoga County. The School District provides education to 4,440 students in preschool through twelfth. Geographically, the School District encompasses the entire City of Brecksville, all but the southwestern portion of the City of Broadview Heights and a small section of the City of North Royalton. The School District's total area is approximately 27 square miles.

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

The students enrolled in the Brecksville-Broadview Heights City School District attend classes in one high school (9-12), one middle school (6-8), one elementary school (4-5) and three elementary schools (K-3). 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 School District.

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

The Superintendent is the chief executive officer of the School District, responsible to the Board for total educational and support operations. The Treasurer is the chief financial officer of the School District, responsible to the Board for maintaining all financial records, issuing warrants in payment of liabilities incurred by the School District, acting as custodian of all School District funds and investing idle funds as permitted by Ohio law.

Reporting Entity

The School District has reviewed its operating entity definition in order to insure conformance with the Governmental Accounting Standards Board Statement No. 14, “The Financial Reporting Entity.” In evaluating how to define the School District for financial reporting purposes, management has considered all agencies, departments and organizations making up the Brecksville-Broadview Heights City School District (the primary government) and its potential component units.

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

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

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

Economic Condition and Outlook

The School District is located in a residential area with limited industrial and commercial facilities. The valuation increase for the period 1992 through 2001 was an average of 6.5 percent annually including updates and reappraisals. All new construction is closely monitored. Considerable residential development has been occurring and is continuing to be planned for within the School District. Enrollment for the 1993 school year was 3,340. Enrollment for the 2002 school year was 4,440. During the past five years the School District has experienced enrollment growth averaging 2.7 percent. The enrollment projections indicate that the growth will continue. Student enrollment projections for the 2007 school year indicate enrollment of 5,040.

The School District, along with many other public school systems in the State, still faces some difficult economic situations in the future since the primary funding source is property tax revenue. Ohio law limits growth in real estate tax revenues by reducing millage as assessed values increase. This keeps revenues from each levy relatively constant. Although the School District has received additional revenue from the valuation growth of new construction within the School District and the first half collections from the 6.9 mill operating levy approved by the voters in February 2001, the increased expenditures from inflationary pressures and the enrollment growth have somewhat outpaced the additional revenue. The School District’s 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 School District has been accustomed to providing.

Public utility deregulation went into effect in January 2002 and caused a \$13,000,000 decrease in public utility property valuations resulting in a tax revenue loss in excess of \$1,000,000. In response to the deregulation legislation, legislatures enacted a “hold harmless” clause for school districts for a period of five years. The School District received \$508,511 from the State under this provision of the law.

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

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

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

Educational Program

During the 2002 school year, the School District’s curriculum included a wide range of electives and comprehensive courses of study in college preparatory, liberal arts and vocational programs. The School District offers eleven advanced placement courses at the high school. Test scores indicate students are achieving higher than state and national averages. The School District was one of only forty-five school districts in the State to achieve a perfect score for meeting or exceeding 27 out of 27 criteria on the 2002 State of Ohio School District Report Card and was one of only six school districts achieving a perfect score for three consecutive years.

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 7th grade at the middle school.

The School District’s staff includes four certified librarians, four full time and three part time speech and language pathologists and three full time and one part time psychologists. Services of an occupational/physical therapist are contracted out.

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

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

Proficiency Intervention was offered to students in grades 4 – 12. A summer intervention camp was offered to students in grades 3 – 6.

More than 91 percent of the School District's high school graduates indicate they intend to continue their education at the University and College level, 78 percent at four-year colleges and 13 percent at two-year colleges. ACT and SAT College Entrance exam scores are above national averages. The School District offers approximately 175 courses at the high school level and 48 course offerings are available at the Career Center. Students have been recognized as Commended Students, Semifinalists or Finalists in the National Merit Scholarship Program for the past 44 consecutive years.

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

Financial Accomplishments

Brecksville-Broadview Heights City School District has a guardedly optimistic outlook for the future. This fiscal year, the School District received half a year of the tax collections from the 6.9 mill operating levy approved by the voters in February, 2001.

The School District continues to convert all usable space into classrooms for the students; however, classroom space continues to be a challenge for the School District because of the enrollment growth. To respond to this challenge, the School District purchased property adjacent to Central School as a means for future classroom expansion opportunities. The School District authorized the issuance of a \$209,500 real estate acquisition bond to finance the purchase of this property over a period of ten years at an interest rate of 3.5 percent.

The School District authorized the issuance of one-year renewable \$1,270,000 Energy Conservation Improvement Note at an interest rate of 5 percent. This project would allow the School District to replace boilers, upgrade power, retrofit and upgrade lighting, replace windows and provide other miscellaneous energy saving measures. This project will provide anticipated operational savings annually in the amount of \$129,000.

The School District executed a master tax-exempt lease/purchase agreement with Key Municipal Finance, a division of Key Corporate Capital, Inc, in the amount of \$604,211 for the purpose of installing a new telephone system throughout the School District. This project will provide a telephone in each classroom to enhance communications between parents and teachers as well as teachers and administrators in the event of an emergency.

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

Community

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

The Brecksville-Broadview Heights School Foundation provides grants for students and staff for education and instructional programs.

Financial Information

Internal Accounting and Budgetary Control In developing the School District's accounting and internal control system, the Treasurer has considered the adequacy of internal accounting 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 is based on the assumption that the cost of internal accounting controls should not exceed the benefits expected to be derived from their implementation. The evaluation of costs and benefits requires estimates and judgments by management. Management believes that the internal controls adequately meet the above objectives.

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

In accordance with Statute, the Board of Education adopted a temporary appropriation measure on June 25, 2001, to allow the School District to operate until its annual appropriations were adopted. The annual appropriation measure must be passed prior to October 1 of each year for the period July 1 to June 30. The Board of Education adopted the permanent appropriation measure on September 17, 2001. The legal level of budgetary control is at the fund level. The appropriation measure may be amended or supplemented during the years as new information becomes available. Management controls the budget in their building or department level and may transfer funds within their individual budgets throughout the year. The final appropriations measure was approved by the Board of Education on June 24, 2002.

Annual appropriations may not exceed the County Budget Commission's official estimate of resources. The County Auditor must certify that the Board of Education's appropriation measures, including any supplements or amendments, do not exceed the amount set forth in the latest of those official estimates.

All disbursements and transfers of cash between funds require appropriation authority from the Board. All requisitions for purchases must be approved by the building/department administrator, Director of Business Affairs and be certified by the Treasurer; necessary funds are then encumbered and purchase orders released to vendors. Those requests which exceed the available appropriations are rejected until additional appropriations are secured.

The accounting system used by the School District provides interim financial reports which detail year-to-date expenditures and encumbrances versus the original appropriation plus any additional appropriations made to date.

All building and department administrators have access to an on-line inquiry system and are capable of printing monthly financial reports showing the status of the budget accounts for which they are responsible. As an additional safeguard, all employees are covered by a blanket bond, and certain individuals in policy-making roles are covered by a separate, higher limit bond.

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

Financial Condition This is the second year the School District has prepared financial statements following GASB Statement 34, "Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments." GASB 34 creates new basic financial statements for reporting on the School District's financial activities as follows:

Government-wide financial statements These statements are prepared on an accrual basis of accounting which is similar to the basis of accounting followed by businesses. The government-wide statements distinguish between those activities of the School District that are governmental and those that are considered business-type activities. The School District did not have any business-type activities during the reporting period.

Fund financial statements These statements present information for individual major funds rather than by fund type. Nonmajor funds are presented in total in one column. Governmental funds use the modified accrual basis of accounting and include a reconciliation to the governmental activities accrual information presented in the government-wide financial statements. Proprietary and fiduciary funds use the accrual basis of accounting.

Statement of budgetary comparisons These statements present comparisons of actual information to the legally adopted budget. The budgetary basis as provided by law is based upon accounting for certain transactions on a basis of cash receipts, disbursements and encumbrances.

As part of this new reporting model, management is responsible for preparing a Discussion and Analysis of the School District. This discussion follows the Report of Independent Accountants in the Financial Section of this report, providing an assessment of the School District's finances for fiscal year 2002. Because that discussion focuses on major funds, other nonmajor funds are discussed briefly in this letter.

Financial Highlights – Internal Service Fund The only internal service fund carried on the financial records of the School District is related to self-insurance. This fund accounts for the revenues and expenses related to the provision of prescription benefits to School District employees. The internal service fund had net assets of \$481,894 at June 30, 2002. The School District dissolved the self-insurance program for medical benefits in September and participated in a health insurance consortium, Suburban Health Consortium, starting in October.

Financial Highlights – Fiduciary Fund The trust fund carried on the financial records of the School District is a private purpose trust fund that has net assets totaling \$67,746 at June 30, 2002.

Cash Management

The School District pursues an aggressive cash management program by expediting the receipt of revenues and prudently depositing and investing available cash balances. Temporarily idle cash during the year was invested in demand deposits, State Treasury Asset Reserve of Ohio (STAROhio) and repurchase agreements. The School District earned \$246,517 in governmental funds and \$968 in the private purpose trust fund for the year ended June 30, 2002, \$241,428 being credited directly to the general fund. The School District's deposits are either insured by federal depository insurance or collateralized in accordance with the requirement of the State of Ohio.

Risk Management

The School District established an internal service fund to account for and finance its health plan through Medical Mutual and prescription drug plan through Caremark. Claims are paid weekly by the School District. After October, premium payments for medical insurance were paid to Suburban Health Consortium. For more information, please see Note 20 to the basic financial statements.

General liability insurance is carried with Nationwide Insurance through Great American Life Insurance and has limits of \$2,000,000 for each occurrence and \$5,000,000 general aggregate, with a deductible of \$1,000, including employee benefit liability limits, qualified school groups, and employers' liability. The property insurance is carried with Indiana Insurance Company through the Ohio Schools' Council. Crime policy is carried with Indiana Insurance Company and has a policy limit of \$250,000 and a deductible of \$1,000. Boiler and machinery coverage is carried with Travelers Insurance Company and has a limit of \$30,000,000 and a deductible of \$1,000. The fleet insurance is carried with Coregis Insurance through Marsh USA Inc. and has a \$2,000,000 limit.

The School District is part of a state-wide plan for workers' compensation insurance coverage and pays the premium based on a rate per \$100 of salaries. The School District is a member of Ohio School Boards Association Workers' Compensation Group Rating Program.

Independent Audit

State statutes require the School District to be subjected to an annual examination by an independent auditor. Independent auditor Jim Petro, Auditor of State, was selected to render an opinion on the School District's financial statements as of June 30, 2002. An annual audit serves to maintain and strengthen the School District's accounting and budgetary controls. Pursuant to statute, the State prescribed a uniform accounting system to standardize accounting classification and financial reporting for all governments in Ohio. The School District adopted and has been in conformance with that system beginning with its financial report for the 1979 year.

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 Brecksville-Broadview Heights City School District for its comprehensive annual financial report for the year ended June 30, 2001.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report, whose content conforms to program standards. Such a report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement Program requirements, and we are submitting it to GFOA for review.

Acknowledgements

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

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

Respectfully submitted,



Karen E. Obratil
Treasurer



Steven L. Farnsworth
Superintendent

Brecksville-Broadview Heights City School District

Principal Officials

Board of Education

Mrs. Terri Neff.....President
Mr. Mark Stratis.....Vice President
Mr. Clark Rechkemmer.....Member
Mrs. Ann Rittman.....Member
Mr. D'Lane Wisner.....Member

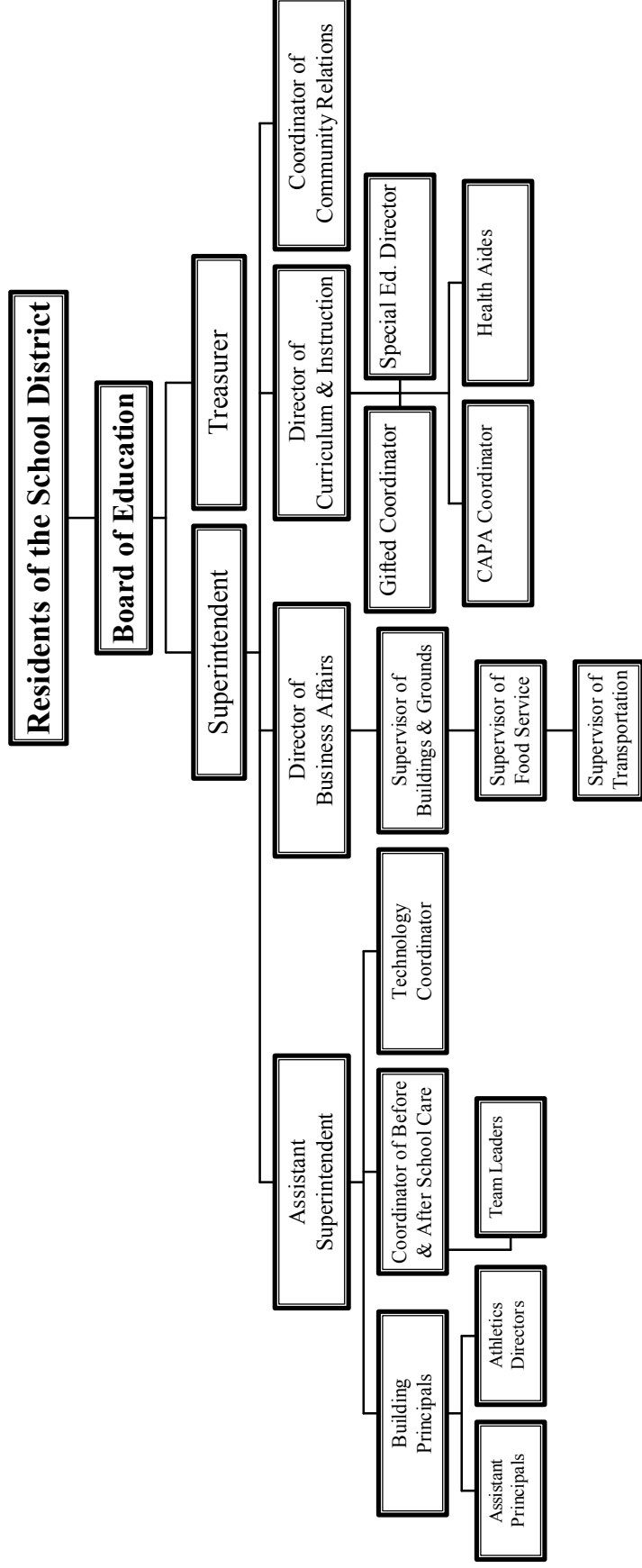
Treasurer

Mrs. Karen E. Obratil

Administration

Mr. Steven L.
Farnsworth.....Superintendent
Mr. Mark Robinson.....Assistant
Superintendent
Mr. Paul Cevasco.....Director of Business
Affairs
Dr. Debora Binkley....Director of Curriculum &
Instruction
Mrs. Cathy Harbinak.....Coordinator of Community
Relations

Brecksville-Broadview Heights City School District Organizational Chart



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, 2001

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.



William J. Pate
President

Jeffrey L. Esler
Executive Director

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Financial Section

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

Lausche Building
615 Superior Avenue, NW.
Twelfth Floor
Cleveland, Ohio 44113-1801
Telephone 216-787-3665
800-626-2297
Facsimile 216-787-3361
www.auditor.state.oh.us

INDEPENDENT ACCOUNTANTS' REPORT

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

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Brecksville-Broadview Heights City School District, Cuyahoga County, Ohio, (the District) as of and for the year ended June 30, 2002, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Brecksville-Broadview Heights City School District, Cuyahoga County, Ohio, as of June 30, 2002, and the respective changes in financial position and the cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 11, 2002 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. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Management's Discussion and Analysis is not a required part of the basic financial statements, but is supplementary information the Governmental Accounting Standards Board requires. We applied certain limited procedures, consisting principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. We did not audit the information and express no opinion on it.

We conducted our audit to form opinions on the financial statements that collectively comprise the District's basic financial statements. The introductory section, combining and individual nonmajor fund statements and statistical tables are not a required part of the basic financial statements. We subjected the combining and individual nonmajor fund statements to the auditing procedures applied in the audit of the basic financial statements. In our opinion, this information is fairly stated in all material respects, in relation to the basic financial statements taken as a whole. We did not subject the introductory section and statistical tables to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we express no opinion on them.

A handwritten signature in black ink, appearing to read "Jim Petro". The signature is stylized with a large, looping initial "J" and a horizontal line extending to the right.

Jim Petro
Auditor of State

December 11, 2002

Brecksville-Broadview Heights City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2002
Unaudited

The discussion and analysis of Brecksville-Broadview Heights City School District's financial performance provides an overall review of the School District's financial activities for the fiscal year ended June 30, 2002. The intent of this discussion and analysis is to look at the School District's financial performance as a whole; readers should also review the transmittal letter, notes to the basic financial statements and financial statements to enhance their understanding of the School District's financial performance.

Financial Highlights

Key financial highlights for 2002 are as follows:

- In total, net assets of governmental activities increased \$5,147,291 which represents a 190.7 percent increase from 2001.
- General revenues accounted for \$40,953,801 in revenue or 91.2 percent of all revenues. Program specific revenues in the form of charges for services and sales, grants and contributions accounted for \$3,945,133 or 8.8 percent of total revenues of \$44,898,934.
- Total assets of governmental activities increased by \$4,926,868 which includes a taxes receivable increase of \$2,519,418 and cash and cash equivalents increase of \$1,798,633, while capital assets increased by \$140,812.
- The School District had \$39,751,343 in expenses related to governmental activities; only \$3,945,133 of these expenses were offset by program specific charges for services, grants or contributions. General revenues (primarily taxes) of \$40,953,801 were adequate to provide for these programs.
- Among major funds, the general fund had \$37,156,025 in revenues and \$33,946,260 in expenditures. The general fund's fund balance at June 30, 2002 is \$2,209,750 which increased by \$3,649,460. The increase is primarily due to the first half tax collections from the 6.9 mill operating levy approved in February of 2001.

Using this Comprehensive Annual Financial Report (CAFR)

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

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

Brecksville-Broadview Heights City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2002
Unaudited

Reporting the School District as a Whole

Statement of Net Assets and the Statement of Activities

While this document contains the large number of funds used by the School District to provide programs and activities, the view of the School District as a whole looks at all financial transactions and asks the question, "How did we do financially during 2002?" The Statement of Net Assets and the Statement of Activities answer this question. These statements include *all assets and liabilities* using the *accrual basis of accounting* similar to the accounting used by most private-sector companies. This basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid.

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

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

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

Reporting the School District's Most Significant Funds

Fund Financial Statements

The analysis of the School District's major funds begins on page 10. Fund financial reports provide detailed information about the School District's major funds. The School District uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the School District's most significant funds. The School District's major governmental funds are the general fund and the bond retirement debt service fund.

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

Brecksville-Broadview Heights City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2002
Unaudited

The School District as a Whole

Recall that the Statement of Net Assets provides the perspective of the School District as a whole. Table I provides a summary of the School District's net assets for 2002 compared to 2001.

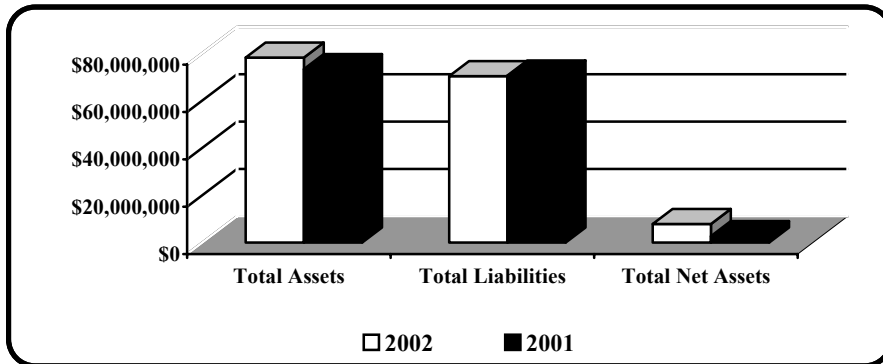
Table I
 Net Assets
 Governmental Activities

	2002	2001
Assets		
Current and Other Assets	\$42,651,957	\$37,865,901
Capital Assets	35,586,946	35,446,134
Total Assets	78,238,903	73,312,035
Liabilities		
Current Liabilities	34,458,766	34,677,356
Long-Term Liabilities		
Due within One Year	1,495,497	1,045,885
Due in More than One Year	34,437,909	34,889,354
Total Liabilities	70,392,172	70,612,595
Net Assets		
Invested in Capital Assets		
Net of Related Debt	2,202,501	1,941,134
Restricted for:		
Capital Projects	1,008,740	906,350
Debt Service	3,686,279	2,037,823
Other Purposes	249,748	601,178
Unrestricted	699,463	(2,787,045)
Total Net Assets	\$7,846,731	\$2,699,440

Graph 1
 Net Assets Governmental Activities

	<u>2002</u>	<u>2001</u>
Total Assets	\$78,238,903	\$73,312,035
Total Liabilities	70,392,172	70,612,595
Total Net Assets	7,846,731	2,699,440

Brecksville-Broadview Heights City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2002
Unaudited



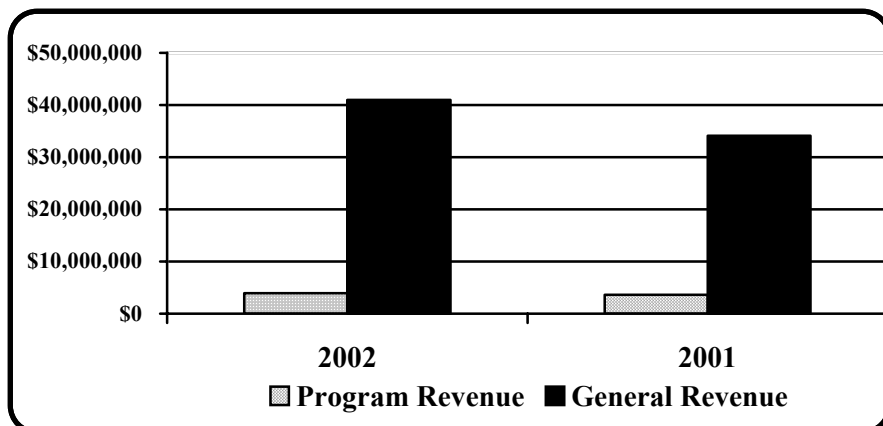
Total assets increased \$4,926,868. Equity in pooled cash and cash equivalents increased \$1,798,633. Taxes receivable increased \$2,519,418 increased due to the passage of a new levy in February of 2001. The first half tax collections from this levy began in 2002. The additional increase in taxes receivable resulted from increased tax monies being available from the county auditor at June 30, 2002.

Liabilities for governmental activities decreased by \$220,423. This decrease resulted from a decrease in deferred revenue in the amount of \$1,461,970 offset by an increase in notes payable of \$1,270,000.

The net impact was an increase of net assets of the School District's governmental activities in the amount of \$5,147,291. The balance in unrestricted net assets increased by \$3,486,508. Overall, the School District has improved its financial position which is evidenced by the increase in net assets of \$5,147,291.

Graph 2
 Revenue for Governmental Activities

	<u>2002</u>	<u>2001</u>
Program Revenue	\$3,945,133	\$3,600,927
General Revenue	40,953,801	34,123,937

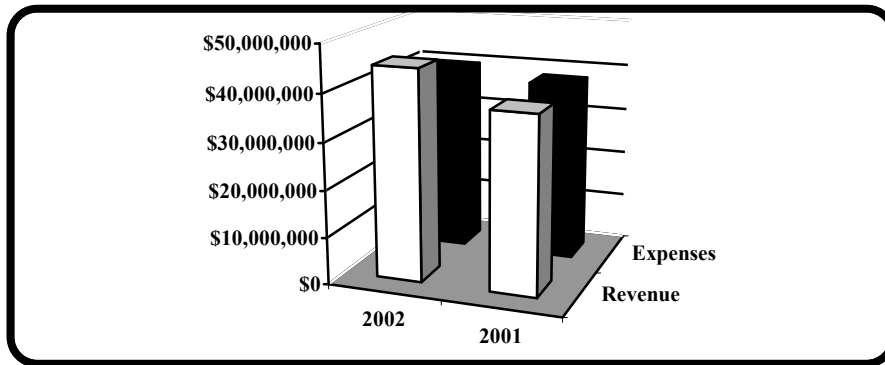


Brecksville-Broadview Heights City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2002
Unaudited

While program revenue increased for governmental activities from \$3,600,927 to \$3,945,133, the majority of the revenue supporting governmental activities is general revenue. General revenue increased in 2002 from \$34,123,937 in 2001 to \$40,953,801 in 2002. General revenue comprised 91.2 percent of revenue supporting Governmental Activities. The primary source of the increase was property taxes. The increase was due to the first half tax collections from the 6.9 mill operating approved by the voters in February of 2001. According to Ohio law, a levy passed during one calendar year may begin collection the following calendar year. Thus, when the levy was approved by the voters in February of 2001, the School District received the first half tax collections in fiscal year 2002.

Graph 3
 Revenues and Expenses for Governmental Activities

	<u>2002</u>	<u>2001</u>
Revenue	\$44,898,934	\$37,724,864
Expenses	39,751,343	38,127,574



Program expenses increased from \$38,127,574 in 2001 to \$39,751,343 in 2002, a 4.3 percent increase. Much of this increase was a result of increased enrollment. Enrollment increased by 193 students resulting in the need to hire additional staff. Overall, twelve certified positions were added, six for regular instruction and six for special instruction. Special instruction expenses increased 23.7 percent over fiscal year 2001, or \$632,692. Instructional staff expenses show an increase of \$445,073 due to the reclassification of special education aides. During 2001, special education aides were classified under pupil support services. The largest governmental activities program expense remains instruction, comprising 51.8 percent of expenses. When combined with pupil and instructional support these categories make up 61.9 percent of expenses.

Management recognizes tax revenue will increase in fiscal year 2003 as a result of full tax collections from the 6.9 mill operating levy passed in 2001. This levy will yield its full value in fiscal year 2003. Collection of the new levy in fiscal year 2002 represented about \$3 million.

Table 2 shows the changes in net assets for fiscal year 2002. Since this is the second year the School District has prepared financial statements following GASB Statement 34, revenue and expense analysis of government-wide data compares fiscal year 2002 to fiscal year 2001.

Brecksville-Broadview Heights City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2002
Unaudited

Table 2
Change in Net Assets
Governmental Activities

	2002	2001
Revenues		
<i>Program Revenues:</i>		
Charges for Services	\$2,800,248	\$2,347,802
Operating Grants	1,083,514	1,131,802
Capital Grants	61,371	121,323
Total Program Revenues	<u>3,945,133</u>	<u>3,600,927</u>
<i>General Revenues:</i>		
Taxes	32,748,425	27,496,045
Intergovernmental	7,922,678	5,850,420
Payment in Lieu of Taxes	24,660	44,160
Interest	243,378	503,744
Miscellaneous	14,660	229,568
Total General Revenues	<u>40,953,801</u>	<u>34,123,937</u>
Total Revenues	<u>44,898,934</u>	<u>37,724,864</u>
Program Expenses		
<i>Instruction:</i>		
Regular	16,928,235	16,903,574
Special	3,300,946	2,668,254
Vocational	356,858	323,441
Adult/Continuing	21,927	23,088
<i>Support Services:</i>		
Pupil	2,673,608	2,791,267
Instructional Staff	1,329,824	884,751
Board of Education	62,454	45,699
Administration	2,478,274	2,307,960
Fiscal	724,740	664,678
Business	324,061	390,817
Operation and Maintenance of Plant	3,831,495	3,698,845
Pupil Transportation	2,385,949	2,340,057
Central	229,345	221,233
Operation of Non-Instructional Services	364,304	362,451
Food Service Operations	1,282,200	1,341,004
Child Care Operations	518,821	389,644
Extracurricular Activities	881,596	758,512
Interest and Fiscal Charges	2,056,706	2,012,299
Total Program Expenses	<u>39,751,343</u>	<u>38,127,574</u>
Transfers	<u>(300)</u>	<u>0</u>
Increase (Decrease) in Net Assets	<u>\$5,147,291</u>	<u>(\$402,710)</u>

Brecksville-Broadview Heights City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2002
Unaudited

Governmental Activities

The unique nature of property taxes in Ohio creates the need to routinely seek voter approval for operating funds. The overall revenue generated by a voted levy does not increase solely as a result of inflation. It increases as a result of new construction or collection from a new voted levy. Although school districts experience inflationary growth in expenses, tax revenue does not keep pace with increased expenses due to House Bill 920. As an example, a homeowner with a home valued at \$100,000 and taxed at 1.00 mill would pay \$35.00 annually in taxes. If three years later the home were reappraised and increased to \$200,000 (and this inflationary increase in value is comparable to other property owners) the effective tax rate would become .5 mills and the owner would still pay \$35.00 and the School District would collect the same dollar value the levy generated in the year it passed.

Thus school districts dependent upon property taxes are hampered by a lack of revenue growth and must regularly return to the voters to maintain a constant level of service. Property taxes made up 72.9 percent of revenues for governmental activities for Brecksville-Broadview Heights City School District in fiscal year 2002.

Instruction comprises 51.8 percent of governmental program expenses. Interest expense was 5.2 percent. Interest expense was attributable to the outstanding note and borrowing for capital projects.

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

Table 3
 Total and Net Cost of Program Services
 Governmental Activities

	2002		2001	
	Total Cost of Service	Net Cost of Service	Total Cost of Service	Net Cost of Service
Instruction	\$20,607,966	(\$19,054,064)	\$19,918,357	(\$18,799,091)
Support Services				
Pupil and Instructional Staff	4,003,432	(3,972,844)	3,676,018	(3,557,861)
Board of Education, Administration, Fiscal and Business	3,589,529	(3,536,437)	3,409,154	(3,368,546)
Operation and Maintenance of Plant	3,831,495	(3,781,336)	3,698,845	(3,622,393)
Pupil Transportation	2,385,949	(2,312,062)	2,340,057	(2,258,216)
Central	229,345	(225,231)	221,233	(214,408)
Operation of Non-Instructional Services	364,304	(26,616)	362,451	5,090
Food Service Operations	1,282,200	(127,638)	1,341,004	(206,596)
Child Care Operations	518,821	(59,307)	389,644	4,131
Extracurricular Activities	881,596	(653,969)	758,512	(496,458)
Interest and Fiscal Charges	2,056,706	(2,056,706)	2,012,299	(2,012,299)
Total	<u>\$39,751,343</u>	<u>(\$35,806,210)</u>	<u>\$38,127,574</u>	<u>(\$34,526,647)</u>

Brecksville-Broadview Heights City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2002
Unaudited

The dependence upon tax revenues for governmental activities is apparent. Over 92.4 percent of instruction activities are supported through taxes and other general revenues; for all governmental activities, general revenue support is 90.1 percent. The community, as a whole, is by far the primary support for Brecksville-Broadview Heights City School District students.

The School District's Funds

Information about the School District's major funds starts on page 16. These funds are accounted for using the modified accrual basis of accounting. All governmental funds had total revenues of \$44,538,288 and expenditures of \$40,837,481. The net change in fund balance for the year was most significant in the General Fund, an increase of \$3,649,460. Although the General Fund had a deficit unreserved, undesignated fund balance of \$3,177,915 due to a large reserve for property taxes, this increase resulted in a positive total fund balance of \$2,209,750. As previously discussed, the School District received voter approval for a 6.9 mill operating levy in February of 2001 and received half of the tax collections during 2002. The first full year of collections for this levy will occur in 2003. This will improve the School District's financial stability.

General Fund Budgeting Highlights

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

During the course of fiscal year 2002, the School District amended its general fund budget numerous times. The School District uses site-based budgeting and the budgeting systems are designed to control total site-based budgets but provide flexibility for site-based management.

For the general fund, the budget basis revenue was \$33,789,008, \$1,015,517 above original budget estimates of \$32,773,491. Most of this difference was due to initial conservative tax, intergovernmental and tuition estimates. Prior to June 30, 2002, the School District revised its budget basis revenue estimate to reflect actual collections.

Total actual expenditures on the budget basis (cash outlays plus encumbrances) were \$33,916,004, \$126,996 under revenues. The passage of the 6.9 mill operating levy discussed earlier only partly affected fiscal year 2002. Full collection of the \$5.9 million in annual revenue from this levy will be received in 2003.

The School District's ending unobligated cash balance was \$1,599,900 above the final budget amount. This result was primarily due to the timing of payments for retirement obligations, excess cost/tuition as well as receipt of State rollback and homestead revenue that was delayed until June 30.

Capital Assets and Debt Administration

Capital Assets

At the end of fiscal year 2002 the School District had \$35,586,946 invested in land, buildings and improvements, equipment, vehicles, textbooks and construction in progress. Table 4 shows fiscal year 2002 balances compared to fiscal year 2001:

Brecksville-Broadview Heights City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2002
Unaudited

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

	2002	2001
Land	\$2,815,407	\$2,606,564
Buildings and Improvements	28,506,393	28,918,529
Furniture and Equipment	2,754,652	3,092,874
Vehicles	693,238	444,833
Textbooks	454,730	383,334
Construction in Progress	362,526	0
 Total Capital Assets	 \$35,586,946	 \$35,446,134

For fiscal year 2002, land increased by \$208,843 due to the purchase of property adjacent to Central School. Buildings and improvements increased by \$546,889 due to School District's classroom renovation project at the middle school to accommodate the preschool program. This increase was offset by an increase in annual depreciation. The School District purchased four new school buses accounting for \$224,688 of the \$248,405 increase in vehicles. Construction in progress increased due to the new telephone system installation project ongoing throughout the School District. Ohio law required school districts to set aside three percent of certain revenues for capital improvements and an additional three percent for textbooks and instructional materials and supplies. For fiscal year 2002, this amounted to \$518,436 for each set aside. Textbooks increased by \$71,396.

Debt

At June 30, 2002, the School District had \$32,804,500 in bonds outstanding and \$3,770,000 in notes outstanding. Table 5 summarizes bonds and notes outstanding:

Table 5
 Outstanding Debt at Year End
 Governmental Activities

	2002	2001
General Obligation Bonds:		
1986 Stadium Complex	\$280,000	\$350,000
1996 New High School	32,315,000	33,155,000
2002 Real Estate Acquisition	209,500	0
Notes Payable:		
2001 Tax Anticipation	2,500,000	2,500,000
2002 HB264 Energy Note	1,270,000	0
 Total	 \$36,574,500	 \$36,005,000

Brecksville-Broadview Heights City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2002
Unaudited

The 1986 Stadium Complex bond issue was approved in the amount of \$1,350,000 for the purpose of adding to, renovating, rehabilitating, constructing, furnishing, and equipping athletic facilities and improving their sites.

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

In 2002 the School District issued a real estate acquisition bond in the amount of \$209,500 payable over a ten - year period for the purchase of property on Old Highland Drive adjacent to Central School.

In 2001 the School District issued tax anticipation notes after the passage of a 6.9 mill operating levy in February of 2001 to ensure the financial stability of the School District until the tax revenue would be received.

The School District also issued a one-year renewable energy conversation note in the amount of \$1,270,000 for the purpose of paying costs of installations, modifications and remodeling of school buildings to conserve energy. This project included replacement of boilers, windows and lights throughout the School District as well as electrical upgrades.

Current Financial Related Activities

Brecksville-Broadview Heights City School District is strong financially. As the preceding information shows, the School District is heavily reliant on local property taxpayers. With the passage of a 6.9 mill operating levy and collection beginning January 2002, the School District will be able to continue its educational programs. However, financially the future is not without challenges, one internal and one external.

The School District was successful in increasing its tax revenue base by \$5,917,000 annually. Since taxes are collected on a calendar year basis and school districts operate on a fiscal year basis, the School District will receive the full value of the tax levy next year. State law fixes the amount of this increase, forcing it to remain nearly constant. Thus management must diligently plan expenses, staying carefully within the School District's five-year forecast. Additional revenues must not be treated as a windfall to expand programs but as an opportunity to extend the time horizon of the five-year forecast.

Externally, the State of Ohio was found by the Ohio Supreme Court in March 1997 to be operating an unconstitutional educational system, one that was neither "adequate" not "equitable." Since 1997, the State has directed its tax revenue growth toward school districts with little property tax wealth. Whether the State has met the standards of the Ohio Supreme Court will be determined later in the year.

In conclusion, Brecksville-Broadview Heights City School District has committed itself to financial excellence for many years. The School District has received the Government Finance Officers Association (GFOA) Certificate of Achievement for Excellence in Financial Reporting since 1998.

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

Brecksville-Broadview Heights City School District
Management's Discussion and Analysis
For the Fiscal Year Ended June 30, 2002
Unaudited

Contacting the School District's Financial Management

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

Brecksville-Broadview Heights City School District

Statement of Net Assets

June 30, 2002

	<u>Governmental Activities</u>
Assets	
Cash and Cash Equivalents	\$8,987,358
Cash and Cash Equivalents with Fiscal Agents	244,203
Investments	209,500
Accounts Receivable	7,454
Intergovernmental Receivable	371,048
Inventory Held for Resale	39,591
Materials and Supplies Inventory	7,119
Prepaid Items	24,000
Taxes Receivable	32,761,684
Nondepreciable Capital Assets	3,177,933
Depreciable Capital Assets, Net	<u>32,409,013</u>
<i>Total Assets</i>	<u>78,238,903</u>
Liabilities	
Accounts Payable	166,889
Accrued Wages	3,168,497
Intergovernmental Payable	1,330,463
Matured Compensated Absences Payable	67,706
Matured Special Termination Benefits Payable	342,923
Deferred Revenue	25,420,080
Accrued Interest Payable	174,784
Notes Payable	3,770,000
Claims Payable	17,424
Long-Term Liabilities:	
Due Within One Year	1,495,497
Due In More Than One Year	<u>34,437,909</u>
<i>Total Liabilities</i>	<u>70,392,172</u>
Net Assets	
Invested in Capital Assets, Net of Related Debt	2,202,501
Restricted for:	
Capital Projects	1,008,740
Debt Service	3,686,279
Other Purposes	249,748
Unrestricted	<u>699,463</u>
<i>Total Net Assets</i>	<u><u>\$7,846,731</u></u>

See accompanying notes to the basic financial statements

Brecksville-Broadview Heights City School District

Statement of Activities

For the Fiscal Year Ended June 30, 2002

	Expenses	Program Revenues			Net Expense and Change in Net Assets
		Charges for Services and Sales	Operating Grants, Contributions and Interest	Capital Grants and Contributions	Governmental Activities
Governmental Activities					
Instruction:					
Regular	\$16,928,235	\$856,076	\$202,802	\$0	(\$15,869,357)
Special	3,300,946	154,911	340,113	0	(2,805,922)
Vocational	356,858	0	0	0	(356,858)
Adult/Continuing	21,927	0	0	0	(21,927)
Support Services:					
Pupil	2,673,608	0	15,996	0	(2,657,612)
Instructional Staff	1,329,824	0	14,592	0	(1,315,232)
Board of Education	62,454	0	0	0	(62,454)
Administration	2,478,274	0	0	0	(2,478,274)
Fiscal	724,740	29,376	0	0	(695,364)
Business	324,061	23,716	0	0	(300,345)
Operation and Maintenance of Plant	3,831,495	50,159	0	0	(3,781,336)
Pupil Transportation	2,385,949	12,516	0	61,371	(2,312,062)
Central	229,345	0	4,114	0	(225,231)
Operation of Non-Instructional					
Services	364,304	22,626	315,062	0	(26,616)
Food Service Operations	1,282,200	969,961	184,601	0	(127,638)
Child Care Operations	518,821	453,884	5,630	0	(59,307)
Extracurricular Activities	881,596	227,023	604	0	(653,969)
Interest and Fiscal Charges	2,056,706	0	0	0	(2,056,706)
Totals	<u>\$39,751,343</u>	<u>\$2,800,248</u>	<u>\$1,083,514</u>	<u>\$61,371</u>	<u>(35,806,210)</u>

General Revenues

Property Taxes Levied for:

General Purposes	28,746,533
Debt Service	3,277,653
Capital Outlay	724,239
Grants and Entitlements not Restricted to Specific Programs	7,922,678
Payment in Lieu of Taxes	24,660
Interest	243,378
Miscellaneous	14,660

Total General Revenues 40,953,801

Transfers (300)

Total General Revenues and Transfers 40,953,501

Change in Net Assets 5,147,291

Net Assets Beginning of Year - Restated (See Note 3) 2,699,440

Net Assets End of Year \$7,846,731

See accompanying notes to the basic financial statements

Brecksville-Broadview Heights City School District

Balance Sheet

Governmental Funds

June 30, 2002

	General	Bond Retirement Debt Service	Other Governmental Funds	Total Governmental Funds
Assets				
Equity in Pooled Cash and Cash Equivalents	\$3,207,007	\$2,385,818	\$2,752,954	\$8,345,779
Cash and Cash Equivalents With Fiscal Agents	244,203	0	0	244,203
Investments	0	209,500	0	209,500
Restricted Assets:				
Equity in Pooled Cash and Cash Equivalents	142,021	0	0	142,021
Taxes Receivable	29,303,250	2,772,427	686,007	32,761,684
Accounts Receivable	4,845	0	2,609	7,454
Intergovernmental Receivable	306,679	0	64,369	371,048
Interfund Receivable	7,923	0	1,658	9,581
Inventory Held for Resale	0	0	39,591	39,591
Materials and Supplies Inventory	0	0	7,119	7,119
Prepaid Items	24,000	0	0	24,000
<i>Total Assets</i>	<u>\$33,239,928</u>	<u>\$5,367,745</u>	<u>\$3,554,307</u>	<u>\$42,161,980</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$89,433	\$0	\$77,216	\$166,649
Accrued Wages and Benefits	3,088,202	0	80,295	3,168,497
Compensated Absences Payable	67,706	0	0	67,706
Interfund Payable	0	0	9,581	9,581
Special Termination Benefits Payable	326,981	0	15,942	342,923
Intergovernmental Payable	898,457	0	32,431	930,888
Deferred Revenue	24,050,798	2,197,625	548,452	26,796,875
Accrued Interest Payable	8,601	0	2,296	10,897
Notes Payable	2,500,000	0	1,270,000	3,770,000
<i>Total Liabilities</i>	<u>31,030,178</u>	<u>2,197,625</u>	<u>2,036,213</u>	<u>35,264,016</u>
Fund Balances				
Reserved for Encumbrances	276,389	0	1,934,203	2,210,592
Reserved for Instructional Materials	142,021	0	0	142,021
Reserved for Property Taxes	4,969,255	523,850	129,939	5,623,044
Unreserved, Undesignated (Deficit), Reported in:				
General Fund	(3,177,915)	0	0	(3,177,915)
Special Revenue Funds	0	0	449,757	449,757
Debt Service Funds	0	2,646,270	0	2,646,270
Capital Projects Funds	0	0	(995,805)	(995,805)
<i>Total Fund Balances</i>	<u>2,209,750</u>	<u>3,170,120</u>	<u>1,518,094</u>	<u>6,897,964</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$33,239,928</u>	<u>\$5,367,745</u>	<u>\$3,554,307</u>	<u>\$42,161,980</u>

See accompanying notes to the basic financial statements

Brecksville-Broadview Heights City School District
*Reconciliation of Total Governmental Fund Balances to
 Net Assets of Governmental Activities*
 June 30, 2002

Total Governmental Funds Balances	\$6,897,964
 <i>Amounts reported for governmental activities in the statement of net assets are different because</i>	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds	35,586,946
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds:	
Property Taxes	1,074,493
Tuition and Fees	<u>302,302</u>
Total	1,376,795
An internal service fund is used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service fund are included in governmental activities in the statement of net assets.	481,894
Due to other governments includes contractually required pension contributions not expected to be paid with expendable available financial resources and therefore not reported in the funds.	(399,575)
Long-term liabilities, including bonds payable and accrued interest payable, are not due and payable in the current period and therefore are not reported in the funds:	
General Obligation Bonds	(32,804,500)
Compensated Absences	(2,548,961)
Capital Leases Payable	(579,945)
Accrued Interest Payable	<u>(163,887)</u>
Total	<u>(36,097,293)</u>
<i>Net Assets of Governmental Activities</i>	<u><u>\$7,846,731</u></u>

See accompanying notes to the basic financial statements

Brecksville-Broadview Heights City School District
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2002

	General	Bond Retirement Debt Service	Other Governmental Funds	Total Governmental Funds
Revenues				
Taxes	\$28,542,039	\$3,283,197	\$724,264	\$32,549,500
Intergovernmental	7,581,286	324,672	1,076,982	8,982,940
Interest	241,428	0	5,089	246,517
Tuition and Fees	332,400	0	453,884	786,284
Extracurricular Activities	38,867	0	206,788	245,655
Payment in Lieu of Taxes	24,660	0	0	24,660
Rentals	38,909	0	0	38,909
Charges for Services	335,333	0	1,217,373	1,552,706
Contributions and Donations	6,443	0	90,014	96,457
Miscellaneous	14,660	0	0	14,660
<i>Total Revenues</i>	<u>37,156,025</u>	<u>3,607,869</u>	<u>3,774,394</u>	<u>44,538,288</u>
Expenditures				
Current:				
Instruction:				
Regular	15,699,357	0	445,010	16,144,367
Special	3,100,600	0	184,507	3,285,107
Vocational	337,506	0	0	337,506
Adult/Continuing	0	0	21,927	21,927
Support Services:				
Pupil	2,552,012	0	68,246	2,620,258
Instructional Staff	1,202,708	0	76,563	1,279,271
Board of Education	62,622	0	0	62,622
Administration	2,348,244	0	2,000	2,350,244
Fiscal	727,577	0	0	727,577
Business	291,828	0	0	291,828
Operation and Maintenance of Plant	4,102,258	0	0	4,102,258
Pupil Transportation	2,505,392	0	0	2,505,392
Central	231,427	0	5,004	236,431
Operation of Non-Instructional Services	0	0	346,551	346,551
Food Service Operations	0	0	1,241,406	1,241,406
Child Care Operations	0	0	508,031	508,031
Extracurricular Activities	634,958	0	234,237	869,195
Capital Outlay	9,909	0	907,144	917,053
Debt Service:				
Principal Retirement	24,266	910,000	0	934,266
Interest and Fiscal Charges	115,596	1,938,299	2,296	2,056,191
<i>Total Expenditures</i>	<u>33,946,260</u>	<u>2,848,299</u>	<u>4,042,922</u>	<u>40,837,481</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>3,209,765</u>	<u>759,570</u>	<u>(268,528)</u>	<u>3,700,807</u>
Other Financing Sources (Uses)				
Manuscript Bonds Issued	0	0	209,500	209,500
Inception of Capital Lease	604,211	0	0	604,211
Transfers In	0	0	164,516	164,516
Transfers Out	(164,516)	0	(300)	(164,816)
<i>Total Other Financing Sources (Uses)</i>	<u>439,695</u>	<u>0</u>	<u>373,716</u>	<u>813,411</u>
<i>Net Change in Fund Balances</i>	3,649,460	759,570	105,188	4,514,218
<i>Fund Balances (Deficit) Beginning of Year</i>	(1,439,710)	2,410,550	1,412,906	2,383,746
<i>Fund Balances End of Year</i>	<u>\$2,209,750</u>	<u>\$3,170,120</u>	<u>\$1,518,094</u>	<u>\$6,897,964</u>

See accompanying notes to the basic financial statements

Brecksville-Broadview Heights City School District
*Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
For the Fiscal Year Ended June 30, 2002*

Net Change in Fund Balances - Total Governmental Funds \$4,514,218

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

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

Capital Outlay	1,776,288
Depreciation	<u>(1,635,476)</u>

Total 140,812

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

Property Taxes	198,925
Tuition and Fees	176,694
Grants	<u>(14,973)</u>

Total 360,646

Other financing sources in the governmental funds
increase long-term liabilities in the statement of net assets.

Manuscript Bonds Issued	(209,500)
Inception of Capital Lease	<u>(604,211)</u>

Total (813,711)

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

934,266

In the statement of activities, interest is accrued on
outstanding bonds, whereas in governmental funds, an
interest expenditure is reported when due.

(515)

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

Compensated Absences	(118,722)
Pension Obligation	<u>(32,095)</u>

Total (150,817)

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

162,392

Change in Net Assets of Governmental Activities \$5,147,291

See accompanying notes to the basic financial statements

Brecksville-Broadview Heights City School District

Statement of Revenues, Expenditures and Changes

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

General Fund

For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes	\$25,010,000	\$25,023,079	\$25,023,079	\$0
Intergovernmental	7,008,891	7,581,915	7,581,286	(629)
Interest	399,600	230,000	234,566	4,566
Tuition and Fees	100,000	500,750	487,376	(13,374)
Extracurricular Activities	40,000	40,000	38,867	(1,133)
Payment in Lieu of Taxes	30,000	25,000	24,660	(340)
Rentals	5,000	50,000	49,289	(711)
Charges for Services	105,200	305,400	325,898	20,498
Contributions and Donations	9,800	11,100	6,443	(4,657)
Miscellaneous	65,000	60,000	17,544	(42,456)
<i>Total Revenues</i>	<u>32,773,491</u>	<u>33,827,244</u>	<u>33,789,008</u>	<u>(38,236)</u>
Expenditures				
Current:				
Instruction:				
Regular	18,809,115	15,971,505	15,602,124	369,381
Special	2,454,040	3,206,350	3,151,268	55,082
Vocational	296,015	354,750	353,614	1,136
Support Services:				
Pupil	3,366,661	2,638,986	2,511,661	127,325
Instructional Staff	592,081	1,327,201	1,248,526	78,675
Board of Education	74,775	80,318	72,893	7,425
Administration	2,256,638	2,627,750	2,429,086	198,664
Fiscal	611,846	848,597	727,411	121,186
Business	314,753	381,430	308,754	72,676
Operation and Maintenance of Plant	3,465,334	4,448,553	4,054,129	394,424
Pupil Transportation	2,066,840	2,682,605	2,555,531	127,074
Central	195,090	284,065	259,991	24,074
Extracurricular Activities	482,633	650,630	631,107	19,523
Capital Outlay	15,000	20,000	9,909	10,091
Debt Service:				
Interest and Fiscal Charges	129,008	0	0	0
<i>Total Expenditures</i>	<u>35,129,829</u>	<u>35,522,740</u>	<u>33,916,004</u>	<u>1,606,736</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(\$2,356,338)</u>	<u>(\$1,695,496)</u>	<u>(\$126,996)</u>	<u>\$1,568,500</u>

(continued)

Brecksville-Broadview Heights City School District

Statement of Revenues, Expenditures and Changes

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

General Fund (continued)

For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Other Financing Sources (Uses)				
Advances In	\$196,000	\$313,915	\$313,915	\$0
Advances Out	(292,000)	(296,000)	(270,000)	26,000
Transfers In	(4,400)	(4,400)	0	4,400
Transfers Out	(96,600)	(165,516)	(164,516)	1,000
<i>Total Other Financing Sources (Uses)</i>	<u>(197,000)</u>	<u>(152,001)</u>	<u>(120,601)</u>	<u>31,400</u>
<i>Net Change in Fund Balance</i>	(2,553,338)	(1,847,497)	(247,597)	1,599,900
<i>Fund Balance Beginning of Year</i>	2,524,789	2,524,789	2,524,789	0
Prior Year Encumbrances Appropriated	<u>453,328</u>	<u>453,328</u>	<u>453,328</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$424,779</u></u>	<u><u>\$1,130,620</u></u>	<u><u>\$2,730,520</u></u>	<u><u>\$1,599,900</u></u>

See accompanying notes to the basic financial statements

Brecksville-Broadview Heights City School District

Statement of Fund Net Assets

Internal Service Fund

June 30, 2002

	<u>Insurance</u>
Assets	
Equity in Pooled Cash and Cash Equivalents	<u>\$499,558</u>
Liabilities	
Accounts Payable	240
Claims Payable	<u>17,424</u>
<i>Total Liabilities</i>	<u>17,664</u>
Net Assets	
Unrestricted	<u><u>\$481,894</u></u>

See accompanying notes to the basic financial statements

Brecksville-Broadview Heights City School District

Statement of Revenues,

Expenses and Changes in Fund Net Assets

Internal Service Fund

For the Fiscal Year Ended June 30, 2002

	<u>Insurance</u>
Operating Revenues	
Charges for Services	<u>\$1,570,459</u>
Operating Expenses	
Purchased Services	110,402
Claims	<u>1,297,665</u>
<i>Total Operating Expenses</i>	<u>1,408,067</u>
<i>Change in Net Assets</i>	162,392
<i>Net Assets Beginning of Year</i>	<u>319,502</u>
<i>Net Assets End of Year</i>	<u><u>\$481,894</u></u>

See accompanying notes to the basic financial statements

Brecksville-Broadview Heights City School District

Statement of Cash Flows

Internal Service Fund

For the Fiscal Year Ended June 30, 2002

	<u>Insurance</u>
Increase (Decrease) in Cash and Cash Equivalents	
Cash Flows from Operating Activities	
Cash Received from Interfund Services	\$1,570,459
Cash Payments for Goods and Services	(110,162)
Cash Payments for Claims	<u>(1,459,443)</u>
<i>Net Increase in Cash and Cash Equivalents</i>	854
<i>Cash and Cash Equivalents Beginning of Year</i>	<u>498,704</u>
<i>Cash and Cash Equivalents End of Year</i>	<u><u>\$499,558</u></u>
 Reconciliation of Operating Income to Net Cash Provided by Operating Activities	
Operating Income	\$162,392
Adjustments:	
Increase (Decrease) in Liabilities:	
Accounts Payable	240
Claims Payable	<u>(161,778)</u>
<i>Net Cash Provided by Operating Activities</i>	<u><u>\$854</u></u>

See accompanying notes to the basic financial statements

Brecksville-Broadview Heights City School District

Statement of Fiduciary Net Assets

Fiduciary Funds

June 30, 2002

	Private Purpose Trust	
	Scholarship	Agency
Assets		
Equity in Pooled Cash and Cash Equivalents	\$67,746	\$96,075
Accrued Interest Receivable	0	298
<i>Total Assets</i>	<u>67,746</u>	<u>\$96,373</u>
Liabilities		
Due to Students	0	\$96,373
Net Assets		
Held in Trust for Scholarships	<u>67,746</u>	
<i>Total Net Assets</i>	<u>\$67,746</u>	

See accompanying notes to the basic financial statements

Brecksville-Broadview Heights City School District

Statement of Changes in Fiduciary Net Assets

Private Purpose Trust Fund

For the Fiscal Year Ended June 30, 2002

	<u>Scholarship</u>
Additions	
Interest	\$968
Contributions and Donations	<u>61,240</u>
<i>Total Additions</i>	<u>62,208</u>
Deductions	
Materials and Supplies	2,530
Other Operating Expenses	<u>50,095</u>
<i>Total Deductions</i>	<u>52,625</u>
<i>Excess of Additions over Deductions</i>	9,583
Transfer In	<u>300</u>
<i>Change in Net Assets</i>	9,883
<i>Net Assets Beginning of Year</i>	<u>57,863</u>
<i>Net Assets End of Year</i>	<u><u>\$67,746</u></u>

See accompanying notes to the basic financial statements

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002*

Note 1 - Description of The School District

Brecksville-Broadview Heights City School District (the "School District") operates under a locally-elected Board form of government and provides educational services as authorized by state and federal agencies. This Board controls the School District's 8 instructional/support facilities staffed by 252 non-certificated employees, 289 certificated full time teaching personnel and 21 administrative employees to provide services to 4,440 students and other community members.

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

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

Reporting Entity

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

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

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

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

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

Brecksville-Broadview Heights City School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2002

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

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

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

Note 2 - Summary of Significant Accounting Policies

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

A. Basis of Presentation

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

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

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

Brecksville-Broadview Heights City School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2002

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

B. Fund Accounting

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

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

General Fund The general fund is the operating fund of the School District and is used to account for all financial resources except those required to be accounted for in another fund.

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

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

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

Internal Service Fund The only internal service fund carried on the financial records of the School District is related to self-insurance. This fund accounts for the revenues and expense related to the provision of prescription benefits to School District employees.

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

Brecksville-Broadview Heights City School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2002

C. Measurement Focus

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

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

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

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

D. Basis of Accounting

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

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

Nonexchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, grants and entitlements. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied (See Note 7). Revenue from grants and entitlements is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the School District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On a modified accrual basis, revenue from nonexchange transactions must also be available before it can be recognized.

Brecksville-Broadview Heights City School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2002

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

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

Property taxes for which there is an enforceable legal claim as of June 30, 2002, but which were levied to finance fiscal year 2003 operations, have been recorded as deferred revenue. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue.

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

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

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

E. Budgetary Data

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

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

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

Brecksville-Broadview Heights City School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2002

F. Cash and Cash Equivalents

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

During fiscal year 2002, investments were limited to federal home loan mortgage corporation notes, federal national mortgage association notes, federal home loan bank bonds, repurchase agreements, manuscript bonds, STAROhio and nonnegotiable certificates of deposit.

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

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, 2002.

The School District utilizes a financial institution to maintain an account for payment of phone system installation expenditures. The balance in this account is presented on the combined balance sheet as "cash and cash equivalents with Fiscal Agent" and represents deposits.

Following Ohio statutes, the Board of Education has, by resolution, identified the funds to receive an allocation of interest. Interest revenue credited to the general fund during fiscal year 2002 amounted to \$241,428, which includes \$147,152 assigned from other School District funds.

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

G. Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2002, are recorded as prepaid items using the consumption method by recording a current asset for the prepaid amount and reflecting the expenditure/expense in the year in which the services are consumed.

H. Inventory

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

On fund financial statements, inventories of governmental funds are stated at cost. For all funds, cost is determined on a first-in, first-out basis. Inventory in governmental funds consists of expendable supplies held for consumption and inventories held for resale.

Brecksville-Broadview Heights City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2002

I. Restricted Assets

Assets are reported as restricted when limitations on their use change the nature or normal understanding of the availability of the asset. Such constraints are either imposed by creditors, contributors, grantors, laws of other governments, or imposed by enabling legislation. Restricted assets in the general fund include amounts required by State statute to be set aside to create a reserve for instructional materials. See Note 22 for additional information regarding set-asides.

J. Capital Assets

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

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

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

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

K. Interfund Balances

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

L. Compensated Absences

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means.

Brecksville-Broadview Heights City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2002

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

The entire compensated absence liability is reported on the government-wide financial statements.

Unpaid compensated absences that are normally expected to be paid using expendable available financial resources are reported as a liability on the governmental fund financial statements.

M. Accrued Liabilities and Long-term Obligations

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

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

N. Net Assets

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

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

O. Fund Balance Reserves

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

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

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002*

P. Operating Revenues and Expenses

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

Q. Interfund Activity

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

R. Extraordinary and Special Items

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board of Education and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during fiscal 2002.

S. Estimates

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

Note 3 - Restatement of Fund Balance/Net Assets

During fiscal year 2002 it was determined that inventory held for resale, intergovernmental payable, compensated absences payable and special termination benefits payable were over and understated at June 30, 2001. These restatements had the following effects on fund balance of the major and nonmajor funds of the School District as they were previously reported.

	<u>General</u>	<u>Nonmajor</u>
Fund Balances, June 30, 2001	(\$839,411)	\$1,431,002
Inventory Held for Resale	0	26,160
Intergovernmental Payable	0	109
Compensated Absences Payable	(329,550)	(28,423)
Special Termination Benefits Payable	(270,749)	(15,942)
Adjusted Fund Balance, June 30, 2001	<u>(\$1,439,710)</u>	<u>\$1,412,906</u>

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002*

During fiscal year 2002 it was determined that capital assets, intergovernmental payable, compensated absences payable and deferred revenue were over and understated at June 30, 2001. These restatements had the following effects on net assets as they were previously reported.

Net Assets, June 30, 2001	\$2,843,724
Capital Assets	(183,584)
Intergovernmental Payable	109
Compensated Absences Payable	13,031
Deferred Revenue	26,160
Adjusted Net Assets, June 30, 2001	<u>\$2,699,440</u>

Note 4 - Accountability and Compliance

A. Accountability

The following funds had deficit fund balances as of June 30, 2002.

<i>Special Revenue Funds</i>	
Child Care Fund	\$30,773
Pre-School Fund	205
Class Size Reduction Fund	785

The special revenue funds' deficit balances resulted from adjustments for accrued liabilities. The general fund is liable for any deficit in these funds and will provide operating transfers when cash is required, not when accruals occur.

B. Compliance

The following funds had original appropriations in excess of estimated resources and carryover balances contrary to Section 5705.39, Revised Code:

<u>Fund</u>	<u>Estimated Resources</u>	<u>Appropriations</u>	<u>Excess</u>
<i>Special Revenue Funds</i>			
Ohio Reads Classroom Grant Fund	\$83,093	\$83,595	\$502
Partners in Education Fund	12,886	16,996	4,110

These budgetary violations were corrected by fiscal year end.

Brecksville-Broadview Heights City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2002

Note 5 - Budgetary Basis of Accounting

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

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

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

Net Change in Fund Balance	
GAAP Basis	\$3,649,460
Net Adjustment for Revenue Accruals	(4,571,103)
Advance In	313,915
Fair Value Adjustment for Investments	(4,336)
Net Adjustment for Expenditure Accruals	1,248,638
Advance Out	(270,000)
Adjustment for Encumbrances	(614,171)
Budget Basis	<u><u>(\$247,597)</u></u>

Note 6 - Deposits and Investments

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

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

Brecksville-Broadview Heights City School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2002

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

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

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

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

1. United States Treasury Notes, Bills, Bonds, or any other obligation or security issued by the United States treasury or any other obligation guaranteed as to principal and interest by the United States;
2. Bonds, notes, debentures, or any other 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 that the term of the agreement must not exceed thirty days;
4. Bonds and other obligations of the State of Ohio;
5. No-load money market mutual funds consisting exclusively of obligations described in (1) or (2) and repurchase agreements secured by such obligations, provided that investments in such securities are made only through eligible institutions; and
6. The State Treasurer's investment pool (STAROhio).

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

Brecksville-Broadview Heights City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2002

Undeposited Cash At year-end, the School District had \$259 in undeposited cash on hand which is included as part of “equity in pooled cash and cash equivalents.”

The following information classifies deposits and investments by categories of risk as defined in GASB Statement No. 3, “Deposits with Financial Institutions, Investments (including Repurchase Agreements), and Reverse Repurchase Agreements”.

Deposits At fiscal year-end, the carrying amount of the School District's deposits was \$263,430 and the bank balance was \$484,901. Of the bank balance:

1. \$300,000 of the bank balance was covered by depository insurance; and
2. \$184,901 was uninsured and uncollateralized. Although the securities serving as collateral were held by the pledging institution in the pledging institution’s name, and all State statutory requirements for the deposit of money had been followed, noncompliance with federal requirements could potentially subject the School District to a successful claim by the FDIC.

Investments GASB Statement No. 3 requires the School District’s investments to be categorized 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. STAROhio and the Victory Money Market Mutual Fund are unclassified investments since they are not evidenced by securities that exist in physical or book entry form.

	<u>1</u>	Category <u>2</u>	<u>3</u>	Carrying Value	Fair Value
Manuscript Bonds	<u>\$209,500</u>			\$209,500	\$209,500
Repurchase Agreement		<u>\$4,019,595</u>		4,019,595	4,019,595
Federal Home Loan Mortgage Corporation Notes			\$986,087	986,087	986,087
Federal National Mortgage Association Notes			493,602	493,602	493,602
Federal Home Loan Bank Bonds			<u>500,000</u>	500,000	500,000
Victory Money Market Mutual Fund				1,993,637	1,993,637
STAROhio				<u>1,138,772</u>	<u>1,138,772</u>
Total			<u>\$1,979,689</u>	<u>\$9,341,193</u>	<u>\$9,341,193</u>

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002*

The classification of cash and cash equivalents, and investments on the combined basic financial statements is based on criteria set forth in GASB Statement No. 9, "Reporting Cash Flows of Proprietary and Non-Expendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting".

A reconciliation between the classifications of cash and investments on the combined financial statements and the classifications of deposits and investments presented above per GASB Statement No. 3 is as follows:

	Cash and Cash Equivalents	Investments
GASB Statement No. 9	\$9,395,382	\$209,500
Cash on Hand	(259)	0
Investments which are part of a Cash Management Pool		
Repurchase Agreement	(4,019,595)	4,019,595
Federal Home Loan Mortgage Corporation Notes	(986,087)	986,087
Federal National Mortgage Association Notes	(493,602)	493,602
Federal Home Loan Bank Bonds	(500,000)	500,000
Victory Money Market Mutual Fund	(1,993,637)	1,993,637
STAROhio	(1,138,772)	1,138,772
GASB Statement No. 3	<u>\$263,430</u>	<u>\$9,341,193</u>

Note 7 - Property Taxes

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

Property taxes include amounts levied against all real, public utility and tangible personal property located in the School District. Property tax revenue received during calendar 2002 for real and public utility property taxes represents collections of calendar 2001 taxes. Property tax payments received during calendar 2002 for tangible personal property (other than public utility property) are for calendar 2002 taxes.

2002 real property taxes are levied after April 1, 2002, on the assessed value listed as of the prior January 1, 2002 the lien date. Assessed values are established by State law at thirty-five percent of appraised market value.

Public utility tangible personal property currently is assessed at varying percentages of true value; public utility real property is assessed at thirty-five percent of true value. 2002 public utility property taxes became a lien December 31, 2001, are levied after April 1, 2002 and are collected in 2003 with real property taxes.

2002 tangible personal property taxes are levied after April 1, 2001, on the value as of December 31, 2001. Collections are made in 2002. Tangible personal property assessments are twenty-five percent of true value.

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002*

The assessed values upon which the fiscal year 2002 taxes were collected are:

	2001 Second Half Collections		2002 First Half Collections	
	Amount	Percent	Amount	Percent
Agricultural/Residential and Other Real Estate	\$768,422,890	89.61%	\$793,711,110	90.95%
Public Utility	42,472,640	4.95	29,120,890	3.34
Tangible Personal Property	46,608,350	5.44	49,828,303	5.71
	<u>\$857,503,880</u>	<u>100.00%</u>	<u>\$872,660,303</u>	<u>100.00%</u>
Tax rate per \$1,000 of assessed valuation	\$64.80		\$71.50	

In February of 2001, the School District passed a current expense operating levy for 6.9 mills for five years. The collection on this levy began in the second half of fiscal year 2002.

Real property taxes are payable annually or semiannually. If paid annually, payment is due December 31; if paid semiannually, the first payment is due December 31 with the remainder payable by June 20. Under certain circumstances, State statute permits later 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 semiannually. If paid annually, payment is due April 30; if paid semiannually, the first payment is due April 30, with the remainder payable by September 20. This year, the June 2002 tangible personal property tax settlement was not received until July of 2002.

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, 2002, are available to finance fiscal year 2002 operations. The amount available to be advanced can vary based on the date the tax bills are sent.

Accrued property taxes receivable represent delinquent taxes outstanding and real property, personal property and public utility taxes which are measurable as of June 30, 2002 and for which there is an enforceable legal claim. Although total property tax collections for the next fiscal year are measurable, only the delayed settlement of personal property tax and the amount of real property taxes available as an advance at June 30 were levied to finance current fiscal year operations. The receivable is therefore offset by a credit to deferred revenue for that portion not levied to finance current fiscal year operations. The late settlement of tangible personal property taxes and the amount available as an advance at June 30 are recognized as revenue. The amount available as an advance at June 30, 2002, was \$5,623,044 and is recognized as revenue. \$4,969,255 was available to the general fund, \$523,850 was available to the bond retirement debt service fund and \$129,939 was available to the permanent improvement capital projects fund. The amount available as an advance at June 30, 2001, was \$1,843,028 and is recognized as revenue. \$1,568,333 was available to the general fund, \$222,377 was available to the bond retirement debt service fund and \$52,318 was available to the permanent improvement capital projects fund. On a full accrual basis, collectible delinquent property taxes have been recorded as revenue while the remainder of the receivable is deferred.

Brecksville-Broadview Heights City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2002

Note 8 - Receivables

Receivables at June 30, 2002, consisted of taxes, accounts (rent and student fees), intergovernmental grants and interest. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current fiscal year guarantee of federal funds and all receivables will be collected within one year.

A summary of the principal items of intergovernmental receivables follows:

<u>Governmental Activities</u>	<u>Amounts</u>
Tuition	\$302,302
Title VI-B	17,995
Title VI	17,086
Food Service	14,471
Drug Free Schools	13,405
Rentals	4,377
Eisenhower Math and Science	1,412
<i>Total Intergovernmental Receivables</i>	<u><u>\$371,048</u></u>

Note 9 - Risk Management

A. Property and Liability

The School District is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees and natural disasters. During fiscal year 2002, the School District participated in the Ohio Schools' Council's property insurance program through Indiana Insurance Company for buildings and contents, inland marine and crime and Travelers Insurance for boiler coverage. The School District also participated in the Ohio Schools' Council's fleet insurance program through Coregis. The School District contracted independently with Great American Insurance for liability insurance.

<u>Company</u>	<u>Type of Coverage</u>	<u>Coverage Amount</u>
Indiana Insurance Company	Property	\$76,330,801
	Inland Marine	1,398,208
	Crime	250,000
	Extra Expense	1,000,000
Travelers Insurance	Boiler and Machinery	30,000,000
	Consequential Loss	50,000
	Expediting Expense	100,000
	Hazardous Substance	100,000
	Ammonia Contamination	100,000

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002*

<u>Company</u>	<u>Type of Coverage</u>	<u>Coverage Amount</u>
Ohio Casualty	Public Officials Bond	\$15,000
Great American Life Insurance	General Liability, in aggregate	5,000,000
	General Liability, per occurrence	2,000,000
Coregis Insurance	Fleet Insurance, single limit	2,000,000
	Fleet Insurance, uninsured	1,000,000
	Auto Medical Payments	5,000

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

B. Workers' Compensation

The School District participates in the Ohio School Board Association Workers' Compensation Group Rating Program (GRP), an insurance purchasing pool. 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 insures that each participant shares equally in the overall performance of the GRP. Participation in the GRP is limited to school districts that can meet the GRP's selection criteria. The firm of Gates McDonald & Company provides administrative, cost control and actuarial services to the GRP.

C. Self-Insurance

The District provides prescription drug benefits for its employees and their covered dependents through its self-insurance fund. The prescription drug plan utilizes a \$5 deductible per prescription for generic drugs and a \$9 deductible per prescription for brand name drugs. Caremark administers the plan and reviews all claims paid by the School District. The monthly prescription drug premium for single is \$59.71 and \$131.06 for family.

The claims liability of \$17,424 reported in the internal service fund at June 30, 2002 is based on the requirements of GASB Statement No. 30 "Risk Financing Omnibus", which requires that a liability for unpaid claims cost, including estimates of cost relating to incurred but not reported claims, be reported. The estimate was not affected by incremental claims adjustment expenses and does not include other allocated or unallocated claim adjustment expenses. Changes in the Employee Benefits Internal Service Fund's claim liability amount in fiscal 2001 and 2002 were as follows:

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002*

	Balance Beginning of Year	Current Year Claims	Claim Payments	Balance End of Year
2001	\$229,000	\$1,588,800	\$1,638,598	\$179,202
2002	179,202	1,297,665	1,459,443	17,424

D. Employee Health Benefits

The School District participates in the Suburban Health Consortium, a shared risk pool (Note 20) to provide employee medical/surgical benefits. Rates are set through an annual calculation process. The School District pays a monthly contribution which is placed in a common fund from which the claim payments are made for all participating districts. The School District's Board of Education pays the entire cost of a monthly premium for all full-time employees.

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

Note 10 - Capital Assets

Capital asset activity for the fiscal year ended June 30, 2002, was as follows:

	Balance 6/30/01	Additions	Deletions	Balance 6/30/02
Governmental Activities				
<i>Capital Assets, not being depreciated</i>				
Land	\$2,606,564	\$208,843	\$0	\$2,815,407
Construction in Progress	0	362,526	0	362,526
<i>Total Capital Assets, not being depreciated</i>	<u>2,606,564</u>	<u>571,369</u>	<u>0</u>	<u>3,177,933</u>
<i>Capital Assets, being depreciated:</i>				
Buildings and Improvements	39,907,060	546,889	0	40,453,949
Furniture and Equipment	6,655,223	183,149	0	6,837,372
Vehicles	2,001,283	331,624	(118,248)	2,214,659
Textbooks	582,888	144,257	0	727,145
<i>Total Capital Assets, being depreciated</i>	<u>49,146,454</u>	<u>1,204,919</u>	<u>(118,248)</u>	<u>50,233,125</u>
Less Accumulated Depreciation:				
Buildings and Improvements	(10,988,531)	(959,025)	0	(11,947,556)
Furniture and Equipment	(3,562,349)	(520,371)	0	(4,082,720)
Vehicles	(1,556,450)	(83,219)	118,248	(1,521,421)
Textbooks	(199,554)	(72,861)	0	(272,415)
<i>Total Accumulated Depreciation</i>	<u>(16,306,884)</u>	<u>(1,635,476)*</u>	<u>118,248</u>	<u>(17,824,112)</u>
<i>Total Capital Assets, being depreciated, Net</i>	<u>32,839,570</u>	<u>(430,557)</u>	<u>0</u>	<u>32,409,013</u>
<i>Governmental Activities Assets, Net</i>	<u>\$35,446,134</u>	<u>\$140,812</u>	<u>\$0</u>	<u>\$35,586,946</u>

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002*

* Depreciation expense was charged to governmental functions as follows:

Instruction:	
Regular	\$982,619
Special	36,792
Vocational	15,003
Support Services:	
Pupil	74,049
Instructional Staff	47,937
Administration	72,089
Fiscal	10,554
Business	28,103
Operation and Maintenance of Plant	196,194
Pupil Transportation	84,386
Central	1,479
Operation of Non-Instructional Services	3,715
Food Service Operations	60,751
Extracurricular Activities	21,805
	<hr/>
Total Depreciation Expense	\$1,635,476
	<hr/> <hr/>

Note 11 - Other Employee Benefits

A. Compensated Absences

The criteria for determining vacation and sick leave benefits are derived from negotiated agreements and State laws. Classified employees earn ten to twenty days of vacation per year, depending upon length of service. Accumulated unused vacation time is paid to classified employees upon termination of employment. Teachers do not earn vacation time. Twelve month administrative personnel earn 20 days vacation leave and after 10 years of service, 25 days of vacation leave are earned. The Superintendent earns 30 days of vacation leave and the Treasurer earns 20 days.

Each employee earns sick leave at the rate of one and one-fourth days per month. Sick leave may be accumulated with no maximum. Upon retirement, payment is made for 28 percent of the total sick leave accumulation, up to a maximum accumulation of 77 days for certificated employees and 83 days for classified employees. An employee receiving such payment must meet the retirement provisions set by STRS or SERS.

B. Insurance Benefits

The School District provides life insurance and accidental death and dismemberment insurance in the amount of \$50,000 to full-time employees and in an amount equal to double the employee's annual salary for administrators through Anthem Life Insurance Company. The superintendent receives life insurance in an amount three times his annual salary to a maximum of \$500,000.

Brecksville-Broadview Heights City School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2002

C. Retirement Incentive

The School District Board of Education offered employees participation in a Retirement Incentive program in August, 2000. Participation was open to teachers who were eligible for service retirement under the State Teachers Retirement System (STRS) pursuant to O.R.C. 3307.38 and any applicable STRS regulations. Each teacher who qualifies for and takes retirement receives a retirement incentive of 20 percent of the teacher's salary at the time of retirement, excluding supplementals. Alternatively, the teacher may elect a lump sum payment equal to 25 percent of the teacher's accrued sick leave after subtracting days used in calculating severance pay, multiplied by the final highest per diem rate, excluding supplementals. One-half of this retirement incentive is paid within 12 months of the retirement date and the balance is paid 24 months from the retirement date.

Note 12- 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 43215-3634.

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 School District rate is 14 percent of annual covered payroll. A portion of the School District's contribution is used to fund pension obligations with the remainder being used to fund health care benefits; for fiscal year 2002, 5.46 percent of annual covered salary was the portion used to fund pension obligations. For fiscal year 2001, 4.2 percent was used to fund pension obligations. The contribution requirements of plan members and employers are established and may be amended, up to statutory maximum amount, by the SERS' Retirement Board. The School District's required contributions for pension obligations to SERS for the fiscal years ended June 30, 2002, 2001 and 2000 were \$334,816, \$240,294 and \$722,975 respectively; 48.48 percent has been contributed for fiscal year 2002 and 100 percent for fiscal years 2001 and 2000. \$172,507 representing the unpaid contribution for fiscal year 2002. The balance outstanding is reflected as an intergovernmental payable.

B. State Teachers Retirement System

The School District contributes to the State Teachers Retirement System of Ohio (STRS), a cost-sharing multiple employer public employee retirement system. STRS provides basic retirement and disability benefits, annual cost-of-living adjustments, and death and survivor benefits to members and beneficiaries. Benefits are established by Chapter 3307 of the Ohio Revised Code. STRS issues a publicly available, stand-alone financial report that includes financial statements and required supplementary information for STRS. That report may be obtained by writing to the State Teachers Retirement System, 275 East Broad Street, Columbus, Ohio 43215-3771.

Brecksville-Broadview Heights City School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2002

For the fiscal year ended June 30, 2002, plan members are required to contribute 9.3 percent of their annual covered salaries. The School District was required to contribute 14 percent; 9.5 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 required contributions for pension obligations to STRS for the fiscal years ended June 30, 2002, 2001 and 2000 were \$1,568,801, \$1,525,517 and \$2,084,810 respectively; 85.89 percent has been contributed for fiscal year 2002 and 100 percent for the fiscal years 2001 and 2000. \$221,398 representing the unpaid contribution for fiscal year 2002. The balance outstanding is reflected as an intergovernmental payable.

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, 2002, four members of the Board of Education have elected Social Security. The Board's liability is 6.2 percent of wages paid.

Note 13 - 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 obligations to contribute are established by the Systems based on authority granted by State statute. Both systems are on a pay-as-you-go basis.

All STRS benefit recipients and sponsored dependents are eligible for health care coverage. The STRS 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 law, the cost of coverage paid from STRS funds is included in the employer contribution rate, currently 14 percent of covered payroll. For the fiscal year ended June 30, 2002, the STRS Board allocated employer contributions equal to 4.5 percent of covered payroll to the Health Care Reserve Fund. For the School District, this amount equaled \$743,116 for fiscal year 2002.

STRS pays health care benefits from the Health Care Reserve Fund. At June 30, 2001, (the latest information available) the balance in the Fund was \$3.256 billion. For the year ended June 30, 2001, net health care costs paid by STRS were \$300,772,000 and STRS had 102,132 eligible benefit recipients.

For SERS, coverage is made available to service retirees with ten or more fiscal years of qualifying service credit, and to 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.

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002*

After the allocation for basic benefits, the remainder of the employer's 14 percent contribution is allocated to providing health care benefits. For the fiscal year ended June 30, 2002, employer contributions to fund health care benefits were 8.54 percent of covered payroll, a decrease of 1.26 percent for fiscal year 2001. 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 2002, the minimum pay was established at \$12,400. For the School District, the amount contributed to fund health care benefits, including the surcharge, during the 2002 fiscal year equaled \$610,949.

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. The target level for the health care reserve is 150 percent of the annual health care expenses. Expenses for health care for the fiscal year ended June 30, 2002, were \$161,439,934 and the target level was \$274.4 million. At June 30, 2002, SERS had net assets available for payment of health care benefits of \$335.2 million. SERS has approximately 50,000 participants currently receiving health care benefits.

Note 14 - Long-Term Obligations

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

	Principal Outstanding <u>6/30/01</u>	Additions	Reductions	Principal Outstanding <u>6/30/02</u>	Amounts Due in <u>One Year</u>
Governmental Activities					
General Obligation Bonds:					
8.12% 1986 Stadium Complex	\$350,000	\$0	(\$70,000)	\$280,000	\$70,000
5.60% 1996 New High School	<u>33,155,000</u>	<u>0</u>	<u>(840,000)</u>	<u>32,315,000</u>	<u>880,000</u>
Total General Obligation Bonds	33,505,000	0	(910,000)	32,595,000	950,000
3.5% 2002 Real Estate					
Manuscript Bonds	0	209,500	0	209,500	17,682
Compensated Absences	2,430,239	457,138	(338,416)	2,548,961	452,563
Capital Lease	<u>0</u>	<u>604,211</u>	<u>(24,266)</u>	<u>579,945</u>	<u>75,252</u>
Total Governmental Activities					
Long-Term Liabilities	<u>\$35,935,239</u>	<u>\$1,270,849</u>	<u>(\$1,272,682)</u>	<u>\$35,933,406</u>	<u>\$1,495,497</u>

In January 1986, the School District issued bonds in the amount of \$1,350,000 for the purpose of adding to, renovating, rehabilitating, constructing, furnishing and equipping athletic facilities and improving their sites. These bonds are paid from the bond retirement fund and will mature in December 2005.

In March 1996, Brecksville-Broadview Heights City School District passed a 3.97 mill bond issue, providing \$36,000,000 for the construction, furnishing and equipping a new high school and renovating, improving,

Brecksville-Broadview Heights City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2002

furnishing and equipping school facilities and their sites. These bonds are paid from the bond retirement fund and will mature in December 2021.

In December 2001, the School District issued \$209,500 in real estate acquisition notes for the purpose of purchasing property located at 8929 Old Highland Drive adjacent to Central School in order to provide classroom expansion opportunities. These notes will be paid from the general fund and will mature in December 2011.

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

The School District's overall debt margin was \$48,905,047 with an unvoted debt margin of \$872,660 at June 30, 2002. Principal and interest requirements to retire general obligation bonds outstanding at June 30, 2002 are as follows:

	General Obligation Bonds		Manuscript Bonds		Total
	Principal	Interest	Principal	Interest	
2003	\$950,000	\$1,892,611	\$17,682	\$7,215	\$2,867,508
2004	990,000	1,844,164	18,500	6,714	2,859,378
2005	1,035,000	1,792,513	19,148	6,066	2,852,727
2006	1,085,000	1,726,909	19,818	5,396	2,837,123
2007	1,085,000	1,648,701	20,511	4,702	2,758,914
2008-2012	6,605,000	7,056,556	113,841	12,227	13,787,624
2013-2017	8,920,000	4,652,938	0	0	13,572,938
2018-2022	11,925,000	1,629,469	0	0	13,554,469
Total Principal and Interest	<u>\$32,595,000</u>	<u>\$22,243,861</u>	<u>\$209,500</u>	<u>\$42,320</u>	<u>\$55,090,681</u>

Note 15 – Interfund Transfers

A transfer of \$140,000 was made from the general fund into the food service special revenue fund to provide for the payment of expenditures and maintain the food service operations for the students. A transfer of \$24,516 was made from the general fund into the other grants special revenue fund for support of various grants. The School District made a one-time transfer of \$300 from the public school support special revenue fund into the scholarship private purpose trust fund to provide a scholarship for a student.

Brecksville-Broadview Heights City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2002

Note 16 – Interfund Balances

On the fund financial statements the general fund reported an interfund receivable at June 30, 2002 of \$9,581. The child care fund had an interfund payable of the same amount. The food service fund reported an interfund receivable at June 30, 2002 of \$1,658. The child care fund had an interfund payable of the same amount.

Note 17 – Capital Lease

The capital lease obligation relates to a phone system project currently being done by the School District. This lease meets the criteria for a capital lease as defined by Statement of Financial Accounting Standards No. 13 “Accounting for Leases.” At the time the School District entered into this lease the phone system had not yet been installed. The School District made four payments as of June 30, 2002. This lease has been capitalized as a capital asset in the amount of \$362,526 for construction in progress as of June 30, 2002. The entire principal amount owed on the lease is \$604,211. As part of the agreement, KeyBank, as lessor, provided \$604,211 for the construction of the phone system. Amounts are paid to contractors by the fiscal agent at the direction of the School District as the project progresses. As of June 30, 2002, \$244,203 is held by the fiscal agent and will be paid out for the phone system costs.

The following is a schedule of the future minimum lease payments required under the capital lease and the present value of the minimum lease payments as of June 30, 2002.

	<u>Amounts</u>
2003	\$102,376
2004	102,376
2005	102,376
2006	102,376
2007	102,376
2008 – 2009	<u>170,627</u>
Total Minimum Lease Payments	682,507
Less: Amount representing interest	<u>102,562</u>
Present Value of Minimum Lease Payments	<u>\$579,945</u>

Brecksville-Broadview Heights City School District

*Notes to the Basic Financial Statements
For the Fiscal Year Ended June 30, 2002*

Note 18 – Notes Payable

The School District’s note activity, including amounts outstanding and interest rates is as follows:

	<u>Principal Outstanding 6/30/01</u>	<u>Additions</u>	<u>Deductions</u>	<u>Principal Outstanding 6/30/02</u>
General Fund				
2001 3.75%				
Tax Anticipation Notes	\$2,500,000	\$0	\$0	\$2,500,000
2002 5.0%				
Energy Conservation Note	<u>0</u>	<u>1,270,000</u>	<u>0</u>	<u>1,270,000</u>
Total Notes	<u>\$2,500,000</u>	<u>\$1,270,000</u>	<u>\$0</u>	<u>\$3,770,000</u>

The energy conservation improvement note is back by the full faith and credit of the School District and will mature within one year. The note liability is reflected in the fund which received the proceeds.

The tax anticipation notes will be paid from the general fund with property taxes revenue. Principal and interest payments to retire the tax anticipation notes are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2003	\$800,000	\$87,206	\$887,206
2004	835,000	53,984	888,984
2005	<u>865,000</u>	<u>18,381</u>	<u>883,381</u>
Total	<u>\$2,500,000</u>	<u>\$159,571</u>	<u>\$2,659,571</u>

Note 19 - Jointly Governed Organizations

A. Lakeshore Northeast Ohio Computer Association

The Lakeshore Northeast Ohio Computer Association (LNOCA) is a jointly governed computer service bureau owned and operated by eleven public school districts. The primary function of LNOCA is to provide data services to the eleven member districts. Major areas of service provided by LNOCA include accounting, payroll, inventory, career guidance services, handicapped student tracking, pupil scheduling, attendance reporting and grade reporting. Each school is represented on the LNOCA Board of Directors by its superintendent. Each year, the Board of Directors elects a Chairman, a Vice Chairman and a Recording Secretary. The Treasurer of the fiscal agent is a nonvoting, ex-officio member of the Board of Directors. The

Brecksville-Broadview Heights City School District

Notes to the Basic Financial Statements For the Fiscal Year Ended June 30, 2002

Cuyahoga County Educational Service Center serves as the fiscal agent of LNOCA. Each school district supports LNOCA based upon a per pupil charge dependent upon the software packages used. Brecksville-Broadview Heights City School District paid \$73,531 to LNOCA during fiscal year 2002. Financial information can be obtained by contacting the Treasurer of the fiscal agent at 5700 West Canal Road, Valley View, Ohio 44125.

B. Cuyahoga Valley Career Center

The Cuyahoga Valley Career Center (a joint vocational school district) is a distinct political subdivision of the State of Ohio operated under the direction of a Board, consisting of representatives from each participating school district's elected board, which possesses its own budgeting and taxing authority. Accordingly, the Cuyahoga Valley Career Center is not part of the School District and its operations are not included as part of the reporting entity. The School District made no contributions to the Cuyahoga Valley Career Center during fiscal year 2002. Financial information can be obtained by contacting the Treasurer at the Cuyahoga Valley Career Center, 8001 Brecksville Road, Brecksville, OH 44141.

C. Ohio Schools' Council

The Ohio Schools' Council Association (Council) is a jointly governed organization among ninety-one school districts. The jointly governed organization was formed to purchase quality products and services at the lowest possible cost to the member districts. Each district supports the Council by paying an annual participation fee. The Council's Board consists of seven superintendents of the participating districts whose term rotates every year. The degree of control exercised by any school district is limited to its representation on the Board. In fiscal year 2002, the School District paid \$800 to the Council. Financial information can be obtained by contacting Albert G. Vasek, the Executive Secretary/Treasurer of the Ohio Schools Council at 6133 Rockside Road, Suite 10, Independence, Ohio 44131.

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

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

Energy Acquisition Corp., a non profit corporation with a self appointing board, issued \$119,140,000 in debt to 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.

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

Brecksville-Broadview Heights City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2002

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

Note 20 – Public Entity Risk Pools

A. Insurance Purchasing Pool

The School District participates in the Ohio School Boards Association Workers' Compensation Group Rating Plan (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.

B. Risk Sharing Pool

The Suburban Health Consortium is a shared health risk pool created pursuant to State statute for the purpose of administering health care benefits. The council is governed by an assembly which consists of one representative from each participating school district (usually the superintendent or designee). The assembly elects officers for one year terms to serve on the Board of Directors. The assembly exercises control over the participating school districts, based on the established premiums for the insurance plans. Each school district reserves the right to terminate the plan in whole or in part at any time for their School District. If it is terminated, no further contributions will be made, but the benefits under the insurance contract shall be paid in accordance with the terms of the contract.

Note 21 - Contingencies

A. Grants

The School District received financial assistance from federal and state agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the general fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material adverse effect on the overall financial position of the School District at June 30, 2002.

Brecksville-Broadview Heights City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2002

B. Litigation

Brecksville-Broadview Heights City School District is a party to legal proceedings. The School District management is of the opinion that ultimate disposition of these claims will not have a material effect on the financial condition of the School District.

Note 22 - Set-Asides

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

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

	Capital Improvements Reserve	Textbooks/ Instructional Materials Reserve
Set-aside Reserve Balance as of June 30, 2001	\$0	\$261,074
Current Year Set-aside Requirement	518,436	518,436
Qualifying Disbursements	(1,965,773)	(637,489)
Totals	<u>(\$1,447,337)</u>	<u>\$142,021</u>
Set-aside Balance Carried Forward to Future Fiscal Years	<u>\$0</u>	<u>\$142,021</u>
Set-aside Reserve Balance as of June 30, 2002	<u>\$0</u>	<u>\$142,021</u>

The School District had qualifying disbursements during the fiscal year that reduced the capital improvements reserve set-aside amount below zero. This extra amount may not be used to reduce the set-aside requirements in future fiscal years. The total reserve balance for the two set-asides at the end of the fiscal year was \$142,021.

Brecksville-Broadview Heights City School District

Notes to the Basic Financial Statements

For the Fiscal Year Ended June 30, 2002

Note 23 – State School Funding Decision

On December 11, 2002, the Ohio Supreme Court issued its latest opinion regarding the State's school funding plan. The decision reaffirmed earlier decisions that Ohio's current school-funding plan is unconstitutional.

The Supreme Court relinquished jurisdiction over the case and directed "...the Ohio General Assembly to enact a school-funding scheme that is thorough and efficient...". The School District is currently unable to determine what effect, if any, this decision will have on its future State funding and its financial operations.

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**Combining Statements
and
Individual Fund Schedules**

Combining Statements – Nonmajor Funds

Nonmajor Special Revenue Funds

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

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

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

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

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

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

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

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

Teacher Development Fund – This fund accounts for State monies used to support locally developed teacher training and professional development.

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

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

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

Textbook Subsidy Fund – This fund accounts for State monies used to provide textbooks for the students.

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

(continued)

Combining Statements – Nonmajor Funds (continued)

Nonmajor Special Revenue Funds

Summer Intervention Fund – This fund accounts for State monies used to provide intervention opportunities for students.

Partners in Education Fund – This fund accounts for State monies used to create a partnership between the school and the community.

Safe School Help Line Fund – This fund accounts for State monies used to provide a secured environment for the students.

Eisenhower Math and Science Fund – This fund accounts for State monies used to improve the skills of teachers and the quality of instruction in mathematics, science, and computer learning.

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

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

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

Immigration Education Fund – This fund accounts for Federal monies used for programs to assist in the public education of immigrants.

Drug Free Schools Fund – This fund accounts for Federal monies used to support the implementation of programs for drug abuse education and prevention.

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

Class Size Reduction Fund – This fund accounts for Federal monies used to reduce class sizes in elementary schools.

Assistive Technology Fund – This fund accounts for Federal monies used to provide technology for students with special needs.

(continued)

Combining Statements – Nonmajor Funds (continued)

Nonmajor Capital Projects Funds

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

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

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

SchoolNet Plus Fund – This fund accounts for State monies to be used to purchase computer hardware and software.

Brecksville-Broadview Heights City School District

Combining Balance Sheet

Nonmajor Governmental Funds

June 30, 2002

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets			
Equity in Pooled Cash and Cash Equivalents	\$574,687	\$2,178,267	\$2,752,954
Receivables:			
Taxes	0	686,007	686,007
Accounts	2,609	0	2,609
Intergovernmental	64,369	0	64,369
Interfund Receivable	1,658	0	1,658
Inventory Held for Resale	39,591	0	39,591
Materials and Supplies Inventory	7,119	0	7,119
<i>Total Assets</i>	<u>\$690,033</u>	<u>\$2,864,274</u>	<u>\$3,554,307</u>
Liabilities and Fund Balances			
Liabilities			
Accounts Payable	\$16,188	\$61,028	\$77,216
Accrued Wages and Benefits	80,295	0	80,295
Interfund Payable	9,581	0	9,581
Special Termination Benefits Payable	15,942	0	15,942
Intergovernmental Payable	32,431	0	32,431
Deferred Revenue	1,412	547,040	548,452
Accrued Interest Payable	0	2,296	2,296
Notes Payable	0	1,270,000	1,270,000
<i>Total Liabilities</i>	<u>155,849</u>	<u>1,880,364</u>	<u>2,036,213</u>
Fund Balances			
Reserved for Encumbrances	84,427	1,849,776	1,934,203
Reserved for Property Taxes	0	129,939	129,939
Unreserved, Undesignated, Reported in:			
Special Revenue Funds	449,757	0	449,757
Capital Projects Funds (Deficit)	0	(995,805)	(995,805)
<i>Total Fund Balances</i>	<u>534,184</u>	<u>983,910</u>	<u>1,518,094</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$690,033</u>	<u>\$2,864,274</u>	<u>\$3,554,307</u>

Brecksville-Broadview Heights City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For the Fiscal Year Ended June 30, 2002

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues			
Taxes	\$0	\$724,264	\$724,264
Intergovernmental	998,891	78,091	1,076,982
Interest	5,089	0	5,089
Tuition and Fees	453,884	0	453,884
Extracurricular Activities	206,788	0	206,788
Charges for Services	1,217,373	0	1,217,373
Contributions and Donations	90,014	0	90,014
<i>Total Revenues</i>	<u>2,972,039</u>	<u>802,355</u>	<u>3,774,394</u>
Expenditures			
Current:			
Instruction:			
Regular	445,010	0	445,010
Special	184,507	0	184,507
Adult/Continuing	21,927	0	21,927
Support Services:			
Pupil	68,246	0	68,246
Instructional Staff	76,563	0	76,563
Administration	2,000	0	2,000
Central	5,004	0	5,004
Operation of Non-Instructional Services	346,551	0	346,551
Food Service Operations	1,241,406	0	1,241,406
Child Care Operations	508,031	0	508,031
Extracurricular Activities	234,237	0	234,237
Capital Outlay	0	907,144	907,144
Debt Service:			
Interest and Fiscal Charges	0	2,296	2,296
<i>Total Expenditures</i>	<u>3,133,482</u>	<u>909,440</u>	<u>4,042,922</u>
<i>Excess of Revenues Over Expenditures</i>	<u>(161,443)</u>	<u>(107,085)</u>	<u>(268,528)</u>
Other Financing Sources (Uses)			
Manuscript Bonds Issued	0	209,500	209,500
Transfers In	164,516	0	164,516
Transfers Out	(300)	0	(300)
<i>Total Other Financing Sources (Uses)</i>	<u>164,216</u>	<u>209,500</u>	<u>373,716</u>
<i>Net Change in Fund Balances</i>	2,773	102,415	105,188
<i>Fund Balances Beginning of Year</i>	<u>531,411</u>	<u>881,495</u>	<u>1,412,906</u>
<i>Fund Balances End of Year</i>	<u>\$534,184</u>	<u>\$983,910</u>	<u>\$1,518,094</u>

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Brecksville-Broadview Heights City School District

Combining Balance Sheet

Nonmajor Special Revenue Funds

June 30, 2002

	<u>Food Service</u>	<u>Uniform School Supplies</u>	<u>Public School Support</u>
Assets			
Equity in Pooled Cash and Cash Equivalents	\$21,727	\$45,190	\$58,704
Receivables:			
Accounts	0	430	364
Intergovernmental	14,471	0	0
Interfund Receivable	1,658	0	0
Inventory Held for Resale	39,591	0	0
Materials and Supplies Inventory	7,119	0	0
<i>Total Assets</i>	<u>\$84,566</u>	<u>\$45,620</u>	<u>\$59,068</u>
 Liabilities and Fund Balances			
Liabilities			
Accounts Payable	\$153	\$2,015	\$0
Accrued Wages and Benefits	54,791	0	0
Interfund Payable	0	0	0
Special Termination Benefits Payable	15,942	0	0
Intergovernmental Payable	13,334	0	0
Deferred Revenue	0	0	0
<i>Total Liabilities</i>	<u>84,220</u>	<u>2,015</u>	<u>0</u>
 Fund Balances			
Reserved for Encumbrances	634	1,864	1,430
Unreserved, Undesignated (Deficit)	(288)	41,741	57,638
<i>Total Fund Balances (Deficit)</i>	<u>346</u>	<u>43,605</u>	<u>59,068</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$84,566</u>	<u>\$45,620</u>	<u>\$59,068</u>

<u>Other Grants</u>	<u>Child Care</u>	<u>Athletics</u>	<u>Auxiliary Services</u>	<u>Teacher Development</u>
\$91,412	\$12,625	\$129,381	\$71,328	\$13,505
0	1,815	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
<u>\$91,412</u>	<u>\$14,440</u>	<u>\$129,381</u>	<u>\$71,328</u>	<u>\$13,505</u>
\$1,091	\$8,428	\$0	\$2,401	\$0
6,801	12,304	0	0	0
0	9,581	0	0	0
0	0	0	0	0
2,001	14,900	0	0	0
0	0	0	0	0
<u>9,893</u>	<u>45,213</u>	<u>0</u>	<u>2,401</u>	<u>0</u>
640	3,726	28,427	6,886	0
80,879	(34,499)	100,954	62,041	13,505
<u>81,519</u>	<u>(30,773)</u>	<u>129,381</u>	<u>68,927</u>	<u>13,505</u>
<u>\$91,412</u>	<u>\$14,440</u>	<u>\$129,381</u>	<u>\$71,328</u>	<u>\$13,505</u>

(continued)

Brecksville-Broadview Heights City School District

Combining Balance Sheet

Nonmajor Special Revenue Funds (continued)

June 30, 2002

	Educational Management Information Systems	One Net	SchoolNet Professional Development
Assets			
Equity in Pooled Cash and Cash Equivalents	\$6,297	\$7,000	\$7,097
Receivables:			
Accounts	0	0	0
Intergovernmental	0	0	0
Due From Other Funds	0	0	0
Inventory Held for Resale	0	0	0
Materials and Supplies Inventory	0	0	0
<i>Total Assets</i>	<u>\$6,297</u>	<u>\$7,000</u>	<u>\$7,097</u>
Liabilities and Fund Balances			
Liabilities			
Accounts Payable	\$0	\$0	\$0
Accrued Wages and Benefits	0	0	0
Interfund Payable	0	0	0
Special Termination Benefits Payable	0	0	0
Intergovernmental Payable	79	0	0
Deferred Revenue	0	0	0
<i>Total Liabilities</i>	<u>79</u>	<u>0</u>	<u>0</u>
Fund Balances			
Reserved for Encumbrances	3,803	0	0
Unreserved, Undesignated (Deficit)	2,415	7,000	7,097
<i>Total Fund Balances (Deficit)</i>	<u>6,218</u>	<u>7,000</u>	<u>7,097</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$6,297</u>	<u>\$7,000</u>	<u>\$7,097</u>

<u>Textbook Subsidy</u>	<u>Ohio Reads Classroom Grant</u>	<u>Summer Intervention</u>	<u>Safe School Help Line</u>	<u>Eisenhower Math and Science</u>	<u>Title VI-B</u>
\$2,444	\$6,117	\$257	\$4,114	\$12,260	\$65,988
0	0	0	0	0	0
0	0	0	0	1,412	17,995
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>\$2,444</u>	<u>\$6,117</u>	<u>\$257</u>	<u>\$4,114</u>	<u>\$13,672</u>	<u>\$83,983</u>
\$0	\$66	\$0	\$0	\$0	\$2,034
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	141	0	0	0	650
0	0	0	0	1,412	0
<u>0</u>	<u>207</u>	<u>0</u>	<u>0</u>	<u>1,412</u>	<u>2,684</u>
0	242	0	4,114	521	29,210
<u>2,444</u>	<u>5,668</u>	<u>257</u>	<u>0</u>	<u>11,739</u>	<u>52,089</u>
<u>2,444</u>	<u>5,910</u>	<u>257</u>	<u>4,114</u>	<u>12,260</u>	<u>81,299</u>
<u>\$2,444</u>	<u>\$6,117</u>	<u>\$257</u>	<u>\$4,114</u>	<u>\$13,672</u>	<u>\$83,983</u>

(continued)

Brecksville-Broadview Heights City School District

Combining Balance Sheet

Nonmajor Special Revenue Funds (continued)

June 30, 2002

	<u>Title I</u>	<u>Title VI</u>	<u>Immigration Education</u>
Assets			
Equity in Pooled Cash and Cash Equivalents	\$1,740	\$1,260	\$5,500
Receivables:			
Accounts	0	0	0
Intergovernmental	0	17,086	0
Due From Other Funds	0	0	0
Inventory Held for Resale	0	0	0
Materials and Supplies Inventory	0	0	0
	<u>0</u>	<u>0</u>	<u>0</u>
<i>Total Assets</i>	<u>\$1,740</u>	<u>\$18,346</u>	<u>\$5,500</u>
 Liabilities and Fund Balances			
Liabilities			
Accounts Payable	\$0	\$0	\$0
Accrued Wages and Benefits	0	0	0
Interfund Payable	0	0	0
Special Termination Benefits Payable	0	0	0
Intergovernmental Payable	663	74	0
Deferred Revenue	0	0	0
	<u>0</u>	<u>0</u>	<u>0</u>
<i>Total Liabilities</i>	<u>663</u>	<u>74</u>	<u>0</u>
 Fund Balances			
Reserved for Encumbrances	0	0	0
Unreserved, Undesignated (Deficit)	1,077	18,272	5,500
	<u>1,077</u>	<u>18,272</u>	<u>5,500</u>
<i>Total Fund Balances (Deficit)</i>	<u>1,077</u>	<u>18,272</u>	<u>5,500</u>
 <i>Total Liabilities and Fund Balances</i>	 <u>\$1,740</u>	 <u>\$18,346</u>	 <u>\$5,500</u>

<u>Drug Free Schools</u>	<u>Pre-School</u>	<u>Class Size Reduction</u>	<u>Assistive Technology</u>	<u>Total Nonmajor Special Revenue Funds</u>
\$1,823	\$0	\$5,988	\$2,930	\$574,687
0	0	0	0	2,609
13,405	0	0	0	64,369
0	0	0	0	1,658
0	0	0	0	39,591
0	0	0	0	7,119
<u>\$15,228</u>	<u>\$0</u>	<u>\$5,988</u>	<u>\$2,930</u>	<u>\$690,033</u>
\$0	\$0	\$0	\$0	\$16,188
0	0	6,399	0	80,295
0	0	0	0	9,581
0	0	0	0	15,942
0	205	374	10	32,431
0	0	0	0	1,412
<u>0</u>	<u>205</u>	<u>6,773</u>	<u>10</u>	<u>155,849</u>
0	0	0	2,930	84,427
15,228	(205)	(785)	(10)	449,757
<u>15,228</u>	<u>(205)</u>	<u>(785)</u>	<u>2,920</u>	<u>534,184</u>
<u>\$15,228</u>	<u>\$0</u>	<u>\$5,988</u>	<u>\$2,930</u>	<u>\$690,033</u>

Brecksville-Broadview Heights City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2002

	Food Service	Uniform School Supplies	Public School Support
Revenues			
Intergovernmental	\$184,601	\$0	\$0
Interest	0	0	0
Tuition and Fees	0	0	0
Extracurricular Activities	0	0	0
Charges for Services	969,961	151,878	95,534
Contributions and Donations	0	0	33,556
<i>Total Revenues</i>	<u>1,154,562</u>	<u>151,878</u>	<u>129,090</u>
Expenditures			
Current:			
Instruction:			
Regular	0	149,747	173,426
Special	0	0	0
Adult/Continuing	0	0	0
Support Services:			
Pupil	0	0	0
Instructional Staff	0	0	0
Administration	0	0	0
Central	0	0	0
Operation of Non-Instructional Services	0	0	0
Food Service Operations	1,241,406	0	0
Child Care Operations	0	0	0
Extracurricular Activities	0	0	0
<i>Total Expenditures</i>	<u>1,241,406</u>	<u>149,747</u>	<u>173,426</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(86,844)</u>	<u>2,131</u>	<u>(44,336)</u>
Other Financing Sources (Uses)			
Transfers In	140,000	0	0
Transfers Out	0	0	(300)
<i>Total Other Financing Sources (Uses)</i>	<u>140,000</u>	<u>0</u>	<u>(300)</u>
<i>Net Change in Fund Balances</i>	53,156	2,131	(44,636)
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>(52,810)</u>	<u>41,474</u>	<u>103,704</u>
<i>Fund Balances (Deficit) End of Year</i>	<u>\$346</u>	<u>\$43,605</u>	<u>\$59,068</u>

Other Grants	Child Care	Athletics	Auxiliary Services	Teacher Development	Educational Management Information Systems
\$0	\$0	\$0	\$261,699	\$0	\$15,996
0	0	1,950	3,139	0	0
0	453,884	0	0	0	0
0	0	206,788	0	0	0
0	0	0	0	0	0
50,224	5,630	604	0	0	0
50,224	459,514	209,342	264,838	0	15,996
1,775	0	0	0	0	0
0	0	0	0	0	0
21,927	0	0	0	0	0
0	200	0	0	0	16,944
0	0	0	0	3,359	0
0	0	0	0	0	0
0	0	0	0	0	0
79,042	0	0	255,655	0	0
0	0	0	0	0	0
0	508,031	0	0	0	0
0	0	234,237	0	0	0
102,744	508,231	234,237	255,655	3,359	16,944
(52,520)	(48,717)	(24,895)	9,183	(3,359)	(948)
24,516	0	0	0	0	0
0	0	0	0	0	0
24,516	0	0	0	0	0
(28,004)	(48,717)	(24,895)	9,183	(3,359)	(948)
109,523	17,944	154,276	59,744	16,864	7,166
\$81,519	(\$30,773)	\$129,381	\$68,927	\$13,505	\$6,218

(continued)

Brecksville-Broadview Heights City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds (continued)
For the Fiscal Year Ended June 30, 2002

	One Net	SchoolNet Professional Development	Textbook Subsidy
Revenues			
Intergovernmental	\$7,000	\$7,592	\$0
Interest	0	0	0
Tuition and Fees	0	0	0
Extracurricular Activities	0	0	0
Charges for Services	0	0	0
Contributions and Donations	0	0	0
<i>Total Revenues</i>	<u>7,000</u>	<u>7,592</u>	<u>0</u>
Expenditures			
Current:			
Instruction:			
Regular	0	0	0
Special	0	0	0
Adult/Continuing	0	0	0
Support Services:			
Pupil	0	0	0
Instructional Staff	0	3,327	0
Administration	0	0	0
Central	0	0	0
Operation of Non-Instructional Services	0	0	0
Food Service Operations	0	0	0
Child Care Operations	0	0	0
Extracurricular Activities	0	0	0
<i>Total Expenditures</i>	<u>0</u>	<u>3,327</u>	<u>0</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>7,000</u>	<u>4,265</u>	<u>0</u>
Other Financing Sources (Uses)			
Transfers In	0	0	0
Transfers Out	0	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	7,000	4,265	0
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>0</u>	<u>2,832</u>	<u>2,444</u>
<i>Fund Balances (Deficit) End of Year</i>	<u><u>7,000</u></u>	<u><u>\$7,097</u></u>	<u><u>\$2,444</u></u>

Ohio Reads Classroom Grant	Summer Intervention	Partners in Education	Safe School Help Line	Eisenhower Math and Science	Title VI-B
\$29,576	\$0	\$0	\$4,114	\$13,814	\$257,641
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>29,576</u>	<u>0</u>	<u>0</u>	<u>4,114</u>	<u>13,814</u>	<u>257,641</u>
36,007	1,100	1,996	0	6,348	0
0	0	0	0	0	93,324
0	0	0	0	0	0
4,520	0	0	0	2,924	23,603
0	0	0	0	0	69,877
2,000	0	0	0	0	0
0	0	5,004	0	0	0
0	0	0	0	0	11,091
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	0	0
<u>42,527</u>	<u>1,100</u>	<u>7,000</u>	<u>0</u>	<u>9,272</u>	<u>197,895</u>
<u>(12,951)</u>	<u>(1,100)</u>	<u>(7,000)</u>	<u>4,114</u>	<u>4,542</u>	<u>59,746</u>
0	0	0	0	0	0
0	0	0	0	0	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
(12,951)	(1,100)	(7,000)	4,114	4,542	59,746
<u>18,861</u>	<u>1,357</u>	<u>7,000</u>	<u>0</u>	<u>7,718</u>	<u>21,553</u>
<u>\$5,910</u>	<u>\$257</u>	<u>\$0</u>	<u>\$4,114</u>	<u>\$12,260</u>	<u>\$81,299</u>

(continued)

Brecksville-Broadview Heights City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds (continued)
For the Fiscal Year Ended June 30, 2002

	Title I	Title VI	Immigration Education
Revenues			
Intergovernmental	\$82,472	\$23,402	\$5,500
Interest	0	0	0
Tuition and Fees	0	0	0
Extracurricular Activities	0	0	0
Charges for Services	0	0	0
Contributions and Donations	0	0	0
<i>Total Revenues</i>	<u>82,472</u>	<u>23,402</u>	<u>5,500</u>
Expenditures			
Current:			
Instruction:			
Regular	0	6,941	0
Special	91,183	0	0
Adult/Continuing	0	0	0
Support Services:			
Pupil	0	0	0
Instructional Staff	0	0	0
Administration	0	0	0
Central	0	0	0
Operation of Non-Instructional Services	0	763	0
Food Service Operations	0	0	0
Child Care Operations	0	0	0
Extracurricular Activities	0	0	0
<i>Total Expenditures</i>	<u>91,183</u>	<u>7,704</u>	<u>0</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(8,711)</u>	<u>15,698</u>	<u>5,500</u>
Other Financing Sources (Uses)			
Transfers In	0	0	0
Transfers Out	0	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balances</i>	(8,711)	15,698	5,500
<i>Fund Balances (Deficit) Beginning of Year</i>	<u>9,788</u>	<u>2,574</u>	<u>0</u>
<i>Fund Balances (Deficit) End of Year</i>	<u><u>\$1,077</u></u>	<u><u>\$18,272</u></u>	<u><u>\$5,500</u></u>

Drug Free Schools	Pre-School	Class Size Reduction	Assistive Technology	Total Nonmajor Special Revenue Funds
\$17,186	\$19,392	\$65,976	\$2,930	\$998,891
0	0	0	0	5,089
0	0	0	0	453,884
0	0	0	0	206,788
0	0	0	0	1,217,373
0	0	0	0	90,014
<u>17,186</u>	<u>19,392</u>	<u>65,976</u>	<u>2,930</u>	<u>2,972,039</u>
4,121	0	63,539	10	445,010
0	0	0	0	184,507
0	0	0	0	21,927
359	19,696	0	0	68,246
0	0	0	0	76,563
0	0	0	0	2,000
0	0	0	0	5,004
0	0	0	0	346,551
0	0	0	0	1,241,406
0	0	0	0	508,031
0	0	0	0	234,237
<u>4,480</u>	<u>19,696</u>	<u>63,539</u>	<u>10</u>	<u>3,133,482</u>
<u>12,706</u>	<u>(304)</u>	<u>2,437</u>	<u>2,920</u>	<u>(161,443)</u>
0	0	0	0	164,516
0	0	0	0	(300)
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>164,216</u>
12,706	(304)	2,437	2,920	2,773
<u>2,522</u>	<u>99</u>	<u>(3,222)</u>	<u>0</u>	<u>531,411</u>
<u>\$15,228</u>	<u>(\$205)</u>	<u>(\$785)</u>	<u>\$2,920</u>	<u>\$534,184</u>

Brecksville-Broadview Heights City School District

Combining Balance Sheet

Nonmajor Capital Projects Funds

June 30, 2002

	Permanent Improvement	Building	SchoolNet Plus	Total Nonmajor Capital Projects Funds
Assets				
Equity in Pooled Cash and Cash Equivalents	\$713,805	\$1,428,462	\$36,000	\$2,178,267
Taxes Receivable	686,007	0	0	686,007
<i>Total Assets</i>	<u>\$1,399,812</u>	<u>\$1,428,462</u>	<u>\$36,000</u>	<u>\$2,864,274</u>
Liabilities and Fund Balances				
Liabilities				
Accounts Payable	\$61,028	\$0	\$0	\$61,028
Deferred Revenue	547,040	0	0	547,040
Accrued Interest Payable	0	2,296	0	2,296
Notes Payable	0	1,270,000	0	1,270,000
<i>Total Liabilities</i>	<u>608,068</u>	<u>1,272,296</u>	<u>0</u>	<u>1,880,364</u>
Fund Balances				
Reserved for Encumbrances	459,090	1,390,686	0	1,849,776
Reserved for Property Taxes	129,939	0	0	129,939
Unreserved, Undesignated (Deficit)	202,715	(1,234,520)	36,000	(995,805)
<i>Total Fund Balances</i>	<u>791,744</u>	<u>156,166</u>	<u>36,000</u>	<u>983,910</u>
<i>Total Liabilities and Fund Balances</i>	<u>\$1,399,812</u>	<u>\$1,428,462</u>	<u>\$36,000</u>	<u>\$2,864,274</u>

Brecksville-Broadview Heights City School District
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Capital Projects Funds
For the Fiscal Year Ended June 30, 2002

	Permanent Improvement	Building	SchoolNet Plus	Total Nonmajor Capital Projects Funds
Revenues				
Taxes	\$724,264	\$0	\$0	\$724,264
Intergovernmental	78,091	0	0	78,091
<i>Total Revenues</i>	<u>802,355</u>	<u>0</u>	<u>0</u>	<u>802,355</u>
Expenditures				
Capital Outlay	692,924	208,843	5,377	907,144
Debt Service:				
Interest and Fiscal Charges	0	2,296	0	2,296
<i>Total Expenditures</i>	<u>692,924</u>	<u>211,139</u>	<u>5,377</u>	<u>909,440</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	109,431	(211,139)	(5,377)	(107,085)
Other Financing Sources				
Manuscript Bonds Issued	0	209,500	0	209,500
<i>Net Change in Fund Balances</i>	109,431	(1,639)	(5,377)	102,415
<i>Fund Balances Beginning of Year</i>	<u>682,313</u>	<u>157,805</u>	<u>41,377</u>	<u>881,495</u>
<i>Fund Balances End of Year</i>	<u><u>\$791,744</u></u>	<u><u>\$156,166</u></u>	<u><u>\$36,000</u></u>	<u><u>\$983,910</u></u>

Brecksville-Broadview Heights City School District

Statement of Changes in Assets and Liabilities

Agency Fund

For the Fiscal Year Ended June 30, 2002

	Balance July 1, 2001	Additions	Reductions	Balance June 30, 2002
Student Activities Fund				
Assets				
Equity in pooled cash and cash equivalents	\$116,774	\$205,615	\$226,314	\$96,075
Accounts Receivable	93	0	93	0
Accrued Interest Receivable	0	298	0	298
Total Assets	<u>\$116,867</u>	<u>\$205,913</u>	<u>\$226,407</u>	<u>\$96,373</u>
Liabilities				
Due to Students	<u>\$116,867</u>	<u>\$205,913</u>	<u>\$226,407</u>	<u>\$96,373</u>

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

Brecksville-Broadview Heights City School District

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

For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes	\$25,010,000	\$25,023,079	\$25,023,079	\$0
Intergovernmental	7,008,891	7,581,915	7,581,286	(629)
Interest	399,600	230,000	234,566	4,566
Tuition and Fees	100,000	500,750	487,376	(13,374)
Extracurricular Activities	40,000	40,000	38,867	(1,133)
Payment in Lieu of Taxes	30,000	25,000	24,660	(340)
Rentals	5,000	50,000	49,289	(711)
Charges for Services	105,200	305,400	325,898	20,498
Contributions and Donations	9,800	11,100	6,443	(4,657)
Miscellaneous	65,000	60,000	17,544	(42,456)
<i>Total Revenues</i>	<u>32,773,491</u>	<u>33,827,244</u>	<u>33,789,008</u>	<u>(38,236)</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	11,728,116	11,811,603	11,656,036	155,567
Fringe Benefits	6,465,224	3,484,049	3,360,203	123,846
Purchased Services	168,231	204,395	199,758	4,637
Materials and Supplies	353,374	388,994	319,518	69,476
Capital Outlay - New	21,019	22,919	17,600	5,319
Capital Outlay - Replacement	73,151	59,545	49,009	10,536
Total Regular	<u>18,809,115</u>	<u>15,971,505</u>	<u>15,602,124</u>	<u>369,381</u>
Special:				
Salaries and Wages	1,717,431	1,643,233	1,638,725	4,508
Fringe Benefits	115,000	455,682	452,435	3,247
Purchased Services	536,330	825,471	792,494	32,977
Materials and Supplies	15,964	16,223	13,387	2,836
Capital Outlay - New	2,000	3,100	2,035	1,065
Other	67,315	262,641	252,192	10,449
Total Special	<u>2,454,040</u>	<u>3,206,350</u>	<u>3,151,268</u>	<u>55,082</u>
Vocational:				
Salaries and Wages	275,000	273,650	273,535	115
Fringe Benefits	20,500	74,675	74,279	396
Materials and Supplies	515	515	0	515
Capital Outlay - New	0	3,694	3,584	110
Capital Outlay - Replacement	0	2,216	2,216	0
Total Vocational	<u>296,015</u>	<u>354,750</u>	<u>353,614</u>	<u>1,136</u>
Total Instruction	<u>\$21,559,170</u>	<u>\$19,532,605</u>	<u>\$19,107,006</u>	<u>\$425,599</u>

(continued)

Brecksville-Broadview Heights City School District

Schedule of Revenues, Expenditures and Changes

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

General Fund (continued)

For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Support Services:				
Pupil:				
Salaries and Wages	\$2,938,250	\$1,759,144	\$1,700,814	\$58,330
Fringe Benefits	170,500	620,931	572,592	48,339
Purchased Services	34,835	35,835	29,938	5,897
Materials and Supplies	59,326	59,326	50,782	8,544
Capital Outlay - New	163,750	163,750	157,535	6,215
Total Pupil	3,366,661	2,638,986	2,511,661	127,325
Instructional Staff:				
Salaries and Wages	458,845	1,014,002	964,472	49,530
Fringe Benefits	51,000	236,949	215,254	21,695
Purchased Services	14,450	14,450	10,599	3,851
Materials and Supplies	66,786	60,800	57,201	3,599
Capital Outlay - New	1,000	1,000	1,000	0
Total Instructional Staff	592,081	1,327,201	1,248,526	78,675
Board of Education:				
Salaries and Wages	8,000	8,000	8,000	0
Fringe Benefits	500	513	513	0
Purchased Services	19,075	19,075	13,107	5,968
Other	47,200	52,730	51,273	1,457
Total Board of Education	74,775	80,318	72,893	7,425
Administration:				
Salaries and Wages	1,803,425	1,634,349	1,597,180	37,169
Fringe Benefits	160,500	638,647	587,813	50,834
Purchased Services	200,925	225,291	154,945	70,346
Materials and Supplies	20,288	19,463	15,384	4,079
Capital Outlay - New	6,500	6,500	4,701	1,799
Other	65,000	103,500	69,063	34,437
Total Administration	2,256,638	2,627,750	2,429,086	198,664
Fiscal:				
Salaries and Wages	85,000	205,500	201,722	3,778
Fringe Benefits	21,000	71,350	66,392	4,958
Purchased Services	47,346	51,346	41,642	9,704
Materials and Supplies	10,000	10,000	9,726	274
Capital Outlay - New	5,000	5,000	4,035	965
Capital Outlay - Replacement	5,000	5,000	4,740	260
Other	438,500	500,401	399,154	101,247
Total Fiscal	\$611,846	\$848,597	\$727,411	\$121,186

(continued)

Brecksville-Broadview Heights City School District*Schedule of Revenues, Expenditures and Changes**In Fund Balance - Budget (Non-GAAP) and Actual***General Fund (continued)***For the Fiscal Year Ended June 30, 2002*

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		Positive (Negative)
Business:				
Salaries and Wages	\$203,967	\$201,750	\$193,898	\$7,852
Fringe Benefits	22,000	80,894	75,706	5,188
Purchased Services	62,704	72,704	19,027	53,677
Materials and Supplies	21,082	21,082	16,934	4,148
Capital Outlay - Replacement	5,000	5,000	3,189	1,811
Total Business	<u>314,753</u>	<u>381,430</u>	<u>308,754</u>	<u>72,676</u>
Operation and Maintenance of Plant:				
Salaries and Wages	1,229,517	1,632,300	1,598,507	33,793
Fringe Benefits	166,200	619,870	588,479	31,391
Purchased Services	1,664,050	1,764,171	1,446,742	317,429
Materials and Supplies	296,691	302,700	292,546	10,154
Capital Outlay - Replacement	105,831	118,831	117,174	1,657
Other	3,045	10,681	10,681	0
Total Operation and Maintenance of Plant	<u>3,465,334</u>	<u>4,448,553</u>	<u>4,054,129</u>	<u>394,424</u>
Pupil Transportation:				
Salaries and Wages	1,181,585	1,429,100	1,395,894	33,206
Fringe Benefits	130,000	498,250	468,508	29,742
Purchased Services	245,540	223,540	180,917	42,623
Materials and Supplies	277,785	277,785	269,038	8,747
Capital Outlay - Replacement	231,930	253,930	241,174	12,756
Total Pupil Transportation	<u>2,066,840</u>	<u>2,682,605</u>	<u>2,555,531</u>	<u>127,074</u>
Central:				
Salaries and Wages	17,400	60,000	58,198	1,802
Fringe Benefits	7,500	26,875	25,203	1,672
Purchased Services	117,972	129,972	117,186	12,786
Materials and Supplies	52,218	67,218	59,404	7,814
Total Central	<u>195,090</u>	<u>284,065</u>	<u>259,991</u>	<u>24,074</u>
Total Support Services	<u>12,944,018</u>	<u>15,319,505</u>	<u>14,167,982</u>	<u>1,151,523</u>
Extracurricular Activities:				
Academic and Subject Oriented Activities:				
Salaries and Wages	64,035	89,775	86,832	2,943
Fringe Benefits	4,500	16,060	14,986	1,074
Purchased Services	1,608	1,608	1,608	0
Total Academic and Subject Oriented Activities	<u>\$70,143</u>	<u>\$107,443</u>	<u>\$103,426</u>	<u>\$4,017</u>

(continued)

Brecksville-Broadview Heights City School District

Schedule of Revenues, Expenditures and Changes

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

General Fund (continued)

For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Sports Oriented Activities:				
Salaries and Wages	\$375,040	\$441,058	\$431,857	\$9,201
Fringe Benefits	18,000	70,709	67,506	3,203
Purchased Services	2,500	12,800	10,221	2,579
Total Sports Oriented Activities	395,540	524,567	509,584	14,983
School and Public Service				
Co-Curricular Activities:				
Salaries and Wages	16,050	16,320	15,922	398
Fringe Benefits	900	2,300	2,175	125
Total School and Public Service				
Co-Curricular Activities	16,950	18,620	18,097	523
Total Extracurricular Activities	482,633	650,630	631,107	19,523
Capital Outlay:				
Site Improvement Services:				
Capital Outlay - New	15,000	20,000	9,909	10,091
Debt Service:				
Interest and Fiscal Charges	129,008	0	0	0
Total Expenditures	35,129,829	35,522,740	33,916,004	1,606,736
Excess of Revenues Under Expenditures	(2,356,338)	(1,695,496)	(126,996)	1,568,500
Other Financing Sources (Uses)				
Advances In	196,000	313,915	313,915	0
Advances Out	(292,000)	(296,000)	(270,000)	26,000
Transfers In	(4,400)	(4,400)	0	4,400
Transfers Out	(96,600)	(165,516)	(164,516)	1,000
Total Other Financing Sources (Uses)	(197,000)	(152,001)	(120,601)	31,400
Net Change in Fund Balance	(2,553,338)	(1,847,497)	(247,597)	1,599,900
Fund Balance Beginning of Year	2,524,789	2,524,789	2,524,789	0
Prior Year Encumbrances Appropriated	453,328	453,328	453,328	0
Fund Balance End of Year	\$424,779	\$1,130,620	\$2,730,520	\$1,599,900

Brecksville-Broadview Heights City School District

Schedule of Revenues, Expenditures and Changes

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

Bond Retirement Fund

For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Taxes	\$2,663,875	\$3,095,029	\$3,095,029	\$0
Intergovernmental	300,000	324,672	324,672	0
<i>Total Revenues</i>	<u>2,963,875</u>	<u>3,419,701</u>	<u>3,419,701</u>	<u>0</u>
Expenditures				
Debt Service:				
Principal Retirement	2,848,299	910,000	910,000	0
Interest and Fiscal Charges	0	2,067,307	2,067,307	0
<i>Total Expenditures</i>	<u>2,848,299</u>	<u>2,977,307</u>	<u>2,977,307</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	115,576	442,394	442,394	0
<i>Fund Balance Beginning of Year</i>	<u>2,152,924</u>	<u>2,152,924</u>	<u>2,152,924</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$2,268,500</u>	<u>\$2,595,318</u>	<u>\$2,595,318</u>	<u>\$0</u>

Brecksville-Broadview Heights City School District

Schedule of Revenues, Expenditures and Changes

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

Food Service Fund

For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Intergovernmental	\$94,800	\$95,124	\$103,855	\$8,731
Charges for Services	1,009,200	981,864	973,133	(8,731)
<i>Total Revenues</i>	<u>1,104,000</u>	<u>1,076,988</u>	<u>1,076,988</u>	<u>0</u>
Expenditures				
Current:				
Food Service Operations:				
Salaries and Wages	537,200	570,952	570,952	0
Fringe Benefits	178,400	184,293	184,293	0
Purchased Services	5,400	2,504	2,504	0
Materials and Supplies	459,093	416,207	416,207	0
Capital Outlay - New	2,000	873	873	0
<i>Total Expenditures</i>	<u>1,182,093</u>	<u>1,174,829</u>	<u>1,174,829</u>	<u>0</u>
<i>Excess of Revenues Under Expenditures</i>	<u>(78,093)</u>	<u>(97,841)</u>	<u>(97,841)</u>	<u>0</u>
Other Financing Sources (Uses)				
Advances In	150,000	100,000	100,000	0
Advances Out	0	(140,000)	(140,000)	0
Transfers In	50,000	140,000	140,000	0
<i>Total Other Financing Sources (Uses)</i>	<u>200,000</u>	<u>100,000</u>	<u>100,000</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	121,907	2,159	2,159	0
<i>Fund Balance Beginning of Year</i>	4,688	4,688	4,688	0
Prior Year Encumbrances Appropriated	14,093	14,093	14,093	0
<i>Fund Balance End of Year</i>	<u>\$140,688</u>	<u>\$20,940</u>	<u>\$20,940</u>	<u>\$0</u>

Brecksville-Broadview Heights City School District

Schedule of Revenues, Expenditures and Changes

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

Uniform School Supplies Fund

For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Charges for Services	\$234,500	\$135,505	\$152,585	\$17,080
Expenditures				
Current:				
Instruction:				
Regular:				
Materials and Supplies	193,162	164,173	152,186	11,987
<i>Excess of Revenues Over (Under) Expenditures</i>	41,338	(28,668)	399	29,067
Other Financing Sources (Uses)				
Advances In	65,500	160,000	160,000	0
Advances Out	(135,695)	(160,615)	(160,615)	0
<i>Total Other Financing Sources (Uses)</i>	(70,195)	(615)	(615)	0
<i>Net Change in Fund Balance</i>	(28,857)	(29,283)	(216)	29,067
<i>Fund Balance Beginning of Year</i>	36,886	36,886	36,886	0
Prior Year Encumbrances Appropriated	4,641	4,641	4,641	0
<i>Fund Balance End of Year</i>	\$12,670	\$12,244	\$41,311	\$29,067

Brecksville-Broadview Heights City School District*Schedule of Revenues, Expenditures and Changes**In Fund Balance - Budget (Non-GAAP) and Actual***Public School Support Fund***For the Fiscal Year Ended June 30, 2002*

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Charges for Services	\$235,900	\$103,100	\$95,715	(\$7,385)
Contributions and Donations	50,100	30,850	33,551	2,701
<i>Total Revenues</i>	<u>286,000</u>	<u>133,950</u>	<u>129,266</u>	<u>(4,684)</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Purchased Services	6,000	4,141	3,156	985
Materials and Supplies	11,560	18,539	15,452	3,087
Capital Outlay - New	13,000	36,600	33,394	3,206
Other	276,300	178,280	155,121	23,159
<i>Total Expenditures</i>	<u>306,860</u>	<u>237,560</u>	<u>207,123</u>	<u>30,437</u>
<i>Excess of Revenues Under Expenditures</i>	(20,860)	(103,610)	(77,857)	25,753
Other Financing Uses				
Transfers Out	0	(300)	(300)	0
<i>Net Change in Fund Balance</i>	(20,860)	(103,910)	(78,157)	25,753
<i>Fund Balance Beginning of Year</i>	103,271	103,271	103,271	0
Prior Year Encumbrances Appropriated	32,160	32,160	32,160	0
<i>Fund Balance End of Year</i>	<u>\$114,571</u>	<u>\$31,521</u>	<u>\$57,274</u>	<u>\$25,753</u>

Brecksville-Broadview Heights City School District

Schedule of Revenues, Expenditures and Changes

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

Other Grants Fund

For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget Positive (Negative)
Revenues				
Contributions and Donations	\$95,000	\$58,750	\$51,758	(\$6,992)
Expenditures				
Current:				
Instruction:				
Regular:				
Materials and Supplies	694	2,288	1,775	513
Adult/Continuing:				
Salaries and Wages	30,546	23,217	13,043	10,174
Fringe Benefits	0	1,517	1,517	0
Purchased Services	3,977	3,977	0	3,977
Capital Outlay - New	0	7,800	7,696	104
Other	1,000	4,056	768	3,288
Total Adult/Continuing	35,523	40,567	23,024	17,543
Total Instruction	36,217	42,855	24,799	18,056
Operation of Non-Instructional Services:				
Community Services:				
Salaries and Wages	47,600	51,478	50,477	1,001
Fringe Benefits	11,480	12,224	11,040	1,184
Purchased Services	20,000	20,000	6,615	13,385
Materials and Supplies	6,006	6,006	3,946	2,060
Capital Outlay - Replacement	500	500	0	500
Other	20,397	15,895	0	15,895
Total Operation of Non-Instructional Services:	105,983	106,103	72,078	34,025
<i>Total Expenditures</i>	142,200	148,958	96,877	52,081
<i>Excess of Revenues Under Expenditures</i>	(47,200)	(90,208)	(45,119)	45,089
Other Financing Sources (Uses)				
Transfers In	0	24,516	24,516	0
Transfers Out	(8,000)	0	0	0
<i>Total Other Financing Sources (Uses)</i>	(8,000)	24,516	24,516	0
<i>Net Change in Fund Balance</i>	(55,200)	(65,692)	(20,603)	45,089
<i>Fund Balance Beginning of Year</i>	110,084	110,084	110,084	0
Prior Year Encumbrances Appropriated	200	200	200	0
<i>Fund Balance End of Year</i>	\$55,084	\$44,592	\$89,681	\$45,089

Brecksville-Broadview Heights City School District

Schedule of Revenues, Expenditures and Changes

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

Child Care Fund

For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Tuition and Fees	\$598,750	\$598,750	\$463,931	(\$134,819)
Contributions and Donations	6,250	6,250	5,755	(495)
<i>Total Revenues</i>	<u>605,000</u>	<u>605,000</u>	<u>469,686</u>	<u>(135,314)</u>
Expenditures				
Current:				
Support Services:				
Pupil:				
Purchased Services	430	430	200	230
Child Care Operations				
Salaries and Wages	373,905	373,905	331,043	42,862
Fringe Benefits	95,066	95,066	79,076	15,990
Purchased Services	84,296	85,421	73,216	12,205
Materials and Supplies	24,096	24,096	19,153	4,943
Capital Outlay - New	8,250	8,250	953	7,297
Other	5,000	3,875	0	3,875
Total Child Care Operations	<u>590,613</u>	<u>590,613</u>	<u>503,441</u>	<u>87,172</u>
<i>Total Expenditures</i>	<u>591,043</u>	<u>591,043</u>	<u>503,641</u>	<u>87,402</u>
<i>Net Change in Fund Balance</i>	13,957	13,957	(33,955)	(47,912)
<i>Fund Balance Beginning of Year</i>	22,213	22,213	22,213	0
Prior Year Encumbrances Appropriated	9,271	9,271	9,271	0
<i>Fund Balance (Deficit) End of Year</i>	<u>\$45,441</u>	<u>\$45,441</u>	<u>(\$2,471)</u>	<u>(\$47,912)</u>

Brecksville-Broadview Heights City School District*Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Athletics Fund**For the Fiscal Year Ended June 30, 2002*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Interest	\$3,400	\$3,400	\$1,950	(\$1,450)
Charges for Services	327,600	327,100	206,788	(120,312)
Contributions and Donations	500	1,000	604	(396)
<i>Total Revenues</i>	<u>331,500</u>	<u>331,500</u>	<u>209,342</u>	<u>(122,158)</u>
Expenditures				
Current:				
Extracurricular Activities:				
Sports Oriented Activities:				
Purchased Services	51,820	58,904	53,327	5,577
Materials and Supplies	16,399	19,409	15,173	4,236
Capital Outlay - New	99,585	105,600	81,237	24,363
Other	111,055	131,611	112,927	18,684
<i>Total Expenditures</i>	<u>278,859</u>	<u>315,524</u>	<u>262,664</u>	<u>52,860</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>52,641</u>	<u>15,976</u>	<u>(53,322)</u>	<u>(69,298)</u>
Other Financing Sources (Uses)				
Transfers In	23,065	23,065	0	(23,065)
Transfers Out	(10,565)	0	0	0
<i>Total Other Financing Sources (Uses)</i>	<u>12,500</u>	<u>23,065</u>	<u>0</u>	<u>(23,065)</u>
<i>Net Change in Fund Balance</i>	65,141	39,041	(53,322)	(92,363)
<i>Fund Balance Beginning of Year</i>	139,817	139,817	139,817	0
Prior Year Encumbrances Appropriated	14,459	14,459	14,459	0
<i>Fund Balance End of Year</i>	<u>\$219,417</u>	<u>\$193,317</u>	<u>\$100,954</u>	<u>(\$92,363)</u>

Brecksville-Broadview Heights City School District

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

For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$163,364	\$282,314	\$261,699	(\$20,615)
Interest	0	1,715	3,139	1,424
<i>Total Revenues</i>	<u>163,364</u>	<u>284,029</u>	<u>264,838</u>	<u>(19,191)</u>
Expenditures				
Current:				
Operation of Non-Instructional Services:				
Other Operation of Non-Instructional Services:				
Purchased Services	154,329	147,194	146,479	715
Materials and Supplies	152,500	267,846	197,516	70,330
Capital Outlay - New	2,120	4,570	4,570	0
<i>Total Expenditures</i>	<u>308,949</u>	<u>419,610</u>	<u>348,565</u>	<u>71,045</u>
<i>Net Change in Fund Balance</i>	(145,585)	(135,581)	(83,727)	51,854
<i>Fund Balance Beginning of Year</i>	15,184	15,184	15,184	0
Prior Year Encumbrances Appropriated	<u>130,585</u>	<u>130,585</u>	<u>130,585</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$184</u>	<u>\$10,188</u>	<u>\$62,042</u>	<u>\$51,854</u>

Brecksville-Broadview Heights City School District

Schedule of Revenues, Expenditures and Changes

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

Teacher Development Fund

For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Current:				
Support Services:				
Instructional Staff:				
Salaries and Wages	2,335	2,335	0	2,335
Fringe Benefits	1,493	1,493	0	1,493
Purchased Services	8,043	8,043	1,409	6,634
Materials and Supplies	4,935	4,935	1,992	2,943
Capital Outlay - New	100	100	0	100
<i>Total Expenditures</i>	<u>16,906</u>	<u>16,906</u>	<u>3,401</u>	<u>13,505</u>
<i>Net Change in Fund Balance</i>	(16,906)	(16,906)	(3,401)	13,505
<i>Fund Balance Beginning of Year</i>	15,616	15,616	15,616	0
Prior Year Encumbrances Appropriated	<u>1,290</u>	<u>1,290</u>	<u>1,290</u>	0
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$13,505</u></u>	<u><u>\$13,505</u></u>

Brecksville-Broadview Heights City School District

Schedule of Revenues, Expenditures and Changes

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

Educational Management Information Systems Fund

For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$16,700	\$15,996	\$15,996	\$0
Expenditures				
Current:				
Support Services:				
Pupil:				
Salaries and Wages	23,741	7,501	7,501	0
Purchased Services	70	4,000	3,351	649
Materials and Supplies	248	3,071	2,424	647
Capital Outlay - New	0	8,500	7,585	915
<i>Total Expenditures</i>	24,059	23,072	20,861	2,211
<i>Net Change in Fund Balance</i>	(7,359)	(7,076)	(4,865)	2,211
<i>Fund Balance Beginning of Year</i>	7,287	7,287	7,287	0
Prior Year Encumbrances Appropriated	72	72	72	0
<i>Fund Balance End of Year</i>	\$0	\$283	\$2,494	\$2,211

Brecksville-Broadview Heights City School District

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

For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$7,000	\$7,000	\$7,000	\$0
Expenditures				
Current:				
Instruction:				
Regular:				
Capital Outlay - New	7,000	7,000	0	7,000
<i>Net Change in Fund Balance</i>	0	0	7,000	7,000
<i>Fund Balance Beginning of Year</i>	0	0	0	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$7,000	\$7,000

Brecksville-Broadview Heights City School District

Schedule of Revenues, Expenditures and Changes

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

SchoolNet Professional Development Fund

For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$4,000	\$7,592	\$7,592	\$0
Expenditures				
Current:				
Support Services:				
Instructional Staff:				
Salaries and Wages	1,700	2,900	0	2,900
Purchased Services	425	3,367	2,625	742
Materials and Supplies	707	707	702	5
<i>Total Expenditures</i>	<u>2,832</u>	<u>6,974</u>	<u>3,327</u>	<u>3,647</u>
<i>Net Change in Fund Balance</i>	1,168	618	4,265	3,647
<i>Fund Balance Beginning of Year</i>	<u>2,832</u>	<u>2,832</u>	<u>2,832</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$4,000</u></u>	<u><u>\$3,450</u></u>	<u><u>\$7,097</u></u>	<u><u>\$3,647</u></u>

Brecksville-Broadview Heights City School District

Schedule of Revenues, Expenditures and Changes

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

Textbook Subsidy Fund

For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Current:				
Instruction:				
Regular:				
Materials and Supplies	2,444	2,444	0	2,444
<i>Net Change in Fund Balance</i>	(2,444)	(2,444)	0	2,444
<i>Fund Balance Beginning of Year</i>	2,216	2,216	2,216	0
Prior Year Encumbrances Appropriated	228	228	228	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$2,444	\$2,444

Brecksville-Broadview Heights City School District

Schedule of Revenues, Expenditures and Changes

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

Ohio Reads Classroom Grant Fund

For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
Revenues				
Intergovernmental	\$60,000	\$29,782	\$29,576	(\$206)
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	38,348	14,507	11,368	3,139
Purchased Services	20,012	2,087	1,965	122
Materials and Supplies	18,453	24,835	24,462	373
Capital Outlay - New	2,782	2,546	2,545	1
Total Instruction	79,595	43,975	40,340	3,635
Support Services:				
Pupil:				
Salaries and Wages	0	2,000	2,000	0
Purchased Services	0	2,900	2,520	380
Total Pupil	0	4,900	4,520	380
Administration:				
Salaries and Wages	4,000	4,000	2,000	2,000
Total Support Services	4,000	8,900	6,520	2,380
<i>Total Expenditures</i>	83,595	52,875	46,860	6,015
<i>Excess of Revenues Under Expenditures</i>	(23,595)	(23,093)	(17,284)	5,809
<i>Net Change in Fund Balance</i>	(23,595)	(23,093)	(17,284)	5,809
<i>Fund Balance Beginning of Year</i>	6,423	6,423	6,423	0
Prior Year Encumbrances Appropriated	16,670	16,670	16,670	0
<i>Fund Balance (Deficit) End of Year</i>	(\$502)	\$0	\$5,809	\$5,809

Brecksville-Broadview Heights City School District

Schedule of Revenues, Expenditures and Changes

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

Summer Intervention Fund

For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	1,074	1,074	1,074	0
Materials and Supplies	26	26	26	0
Capital Outlay - New	257	257	0	257
<i>Total Expenditures</i>	1,357	1,357	1,100	257
<i>Net Change in Fund Balance</i>	(1,357)	(1,357)	(1,100)	257
<i>Fund Balance Beginning of Year</i>	1,357	1,357	1,357	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$257	\$257

Brecksville-Broadview Heights City School District

*Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Partners in Education Fund
For the Fiscal Year Ended June 30, 2002*

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Intergovernmental	\$5,886	\$0	\$0	\$0
Expenditures				
Current:				
Instruction:				
Regular:				
Materials and Supplies	1,996	1,996	1,996	0
Support Services:				
Central:				
Purchased Services	15,000	5,004	5,004	0
<i>Total Expenditures</i>	16,996	7,000	7,000	0
<i>Net Change in Fund Balance</i>	(11,110)	(7,000)	(7,000)	0
<i>Fund Balance Beginning of Year</i>	4	4	4	0
Prior Year Encumbrances Appropriated	6,996	6,996	6,996	0
<i>Fund Balance (Deficit) End of Year</i>	(\$4,110)	\$0	\$0	\$0

Brecksville-Broadview Heights City School District

*Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Safe School Help Line Fund
For the Fiscal Year Ended June 30, 2002*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$4,114	\$4,114	\$4,114	\$0
Expenditures				
Current:				
Support Services:				
Central:				
Purchased Services	4,114	4,114	4,114	0
<i>Net Change in Fund Balance</i>	0	0	0	0
<i>Fund Balance Beginning of Year</i>	0	0	0	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$0	\$0

Brecksville-Broadview Heights City School District

*Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Eisenhower Math and Science Fund
For the Fiscal Year Ended June 30, 2002*

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Intergovernmental	\$14,421	\$15,525	\$13,814	(\$1,711)
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	11,851	0	0	0
Fringe Benefits	1,641	0	0	0
Purchased Services	1,954	3,058	1,728	1,330
Materials and Supplies	5,463	463	383	80
Capital Outlay - New	0	5,000	4,237	763
Total Instruction	20,909	8,521	6,348	2,173
Support Services:				
Pupil:				
Salaries and Wages	0	4,000	2,091	1,909
Fringe Benefits	0	640	220	420
Purchased Services	0	3,352	977	2,375
Materials and Supplies	0	3,000	157	2,843
Capital Outlay - New	0	2,500	0	2,500
Total Pupil	0	13,492	3,445	10,047
Instructional Staff:				
Purchased Services	101	400	0	400
Capital Outlay - New	499	200	0	200
Total Instructional Staff	600	600	0	600
Total Support Services	600	14,092	3,445	10,647
Operation of Non-Instructional Services:				
Community Services:				
Purchased Services	630	630	0	630
<i>Total Expenditures</i>	22,139	23,243	9,793	13,450
<i>Net Change in Fund Balance</i>	(7,718)	(7,718)	4,021	11,739
<i>Fund Balance Beginning of Year</i>	7,429	7,429	7,429	0
Prior Year Encumbrances Appropriated	289	289	289	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$11,739	\$11,739

Brecksville-Broadview Heights City School District

Schedule of Revenues, Expenditures and Changes

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

Title VI-B Fund

For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Intergovernmental	\$278,115	\$278,115	\$261,004	(\$17,111)
Expenditures				
Current:				
Instruction:				
Special:				
Purchased Services	89,050	85,785	69,910	15,875
Materials and Supplies	38,901	38,901	29,416	9,485
Capital Outlay - New	22,328	25,520	25,141	379
Total Instruction	150,279	150,206	124,467	25,739
Support Services:				
Pupil:				
Salaries and Wages	389	462	420	42
Fringe Benefits	76	76	59	17
Purchased Services	5,751	5,751	5,155	596
Materials and Supplies	533	533	533	0
Capital Outlay - New	7,675	7,675	7,623	52
Capital Outlay - Replacement	11,025	11,025	11,025	0
Total Pupil	25,449	25,522	24,815	707
Instructional Staff:				
Salaries and Wages	55,238	55,238	54,853	385
Fringe Benefits	35,896	35,896	13,190	22,706
Purchased Services	760	760	760	0
Materials and Supplies	1,355	1,355	1,075	280
Total Instructional Staff	93,249	93,249	69,878	23,371
Total Support Services	118,698	118,771	94,693	24,078
Operation of Non-Instructional Services:				
Community Services:				
Salaries and Wages	10,763	10,763	9,971	792
Fringe Benefits	2,153	2,153	1,120	1,033
Materials and Supplies	213	213	0	213
Total Operation of Non-Instructional Services	13,129	13,129	11,091	2,038
<i>Total Expenditures</i>	\$282,106	\$282,106	\$230,251	\$51,855

(continued)

Brecksville-Broadview Heights City School District

*Schedule of Revenues, Expenditures and Changes
In Fund Balance - Budget (Non-GAAP) and Actual
Title VI-B Fund (continued)
For the Fiscal Year Ended June 30, 2002*

	<u>Budgeted Amounts</u>			Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>(\$3,991)</u>	<u>(\$3,991)</u>	<u>\$30,753</u>	<u>\$34,744</u>
Other Financing Uses				
Advances Out	<u>(3,300)</u>	<u>(3,300)</u>	<u>(3,300)</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	<u>(7,291)</u>	<u>(7,291)</u>	<u>27,453</u>	<u>34,744</u>
<i>Fund Balance Beginning of Year</i>	<u>763</u>	<u>763</u>	<u>763</u>	<u>0</u>
Prior Year Encumbrances Appropriated	<u>6,528</u>	<u>6,528</u>	<u>6,528</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$34,744</u>	<u>\$34,744</u>

Brecksville-Broadview Heights City School District

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

For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts			Variance with Final Budget Positive (Negative)
	Original	Final	Actual	
Revenues				
Intergovernmental	\$83,103	\$83,103	\$82,472	(\$631)
Expenditures				
Current:				
Instruction:				
Special:				
Salaries and Wages	73,089	73,089	73,089	0
Fringe Benefits	16,835	16,835	16,835	0
Purchased Services	2,931	2,931	569	2,362
Capital Outlay - New	1,000	1,000	991	9
<i>Total Expenditures</i>	<u>93,855</u>	<u>93,855</u>	<u>91,484</u>	<u>2,371</u>
<i>Net Change in Fund Balance</i>	(10,752)	(10,752)	(9,012)	1,740
<i>Fund Balance Beginning of Year</i>	<u>10,752</u>	<u>10,752</u>	<u>10,752</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$1,740</u>	<u>\$1,740</u>

Brecksville-Broadview Heights City School District

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

For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$24,065	\$24,065	\$6,316	(\$17,749)
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	23,064	23,064	6,979	16,085
Materials and Supplies	3,687	0	0	0
Total Instruction	\$26,751	\$23,064	\$6,979	\$16,085
Operation of Non-Instructional Services:				
Community Services:				
Materials and Supplies	0	3,687	763	2,924
<i>Total Expenditures</i>	26,751	26,751	7,742	19,009
<i>Net Change in Fund Balance</i>	(2,686)	(2,686)	(1,426)	1,260
<i>Fund Balance Beginning of Year</i>	1,920	1,920	1,920	0
Prior Year Encumbrances Appropriated	766	766	766	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$1,260	\$1,260

Brecksville-Broadview Heights City School District

Schedule of Revenues, Expenditures and Changes

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

Immigration Education Fund

For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$3,000	\$5,500	\$5,500	\$0
Expenditures				
Current:				
Instruction:				
Regular:				
Materials and Supplies	<u>3,000</u>	<u>5,500</u>	<u>0</u>	<u>5,500</u>
<i>Net Change in Fund Balance</i>	<u>0</u>	<u>0</u>	<u>5,500</u>	<u>5,500</u>
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$5,500</u></u>	<u><u>\$5,500</u></u>

Brecksville-Broadview Heights City School District*Schedule of Revenues, Expenditures and Changes**In Fund Balance - Budget (Non-GAAP) and Actual***Drug Free Schools Fund***For the Fiscal Year Ended June 30, 2002*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	<u>\$17,046</u>	<u>\$17,186</u>	<u>\$3,781</u>	<u>(\$13,405)</u>
Expenditures				
Current:				
Instruction:				
Regular:				
Materials and Supplies	<u>4,023</u>	<u>4,163</u>	<u>4,121</u>	<u>42</u>
Support Services:				
Pupil:				
Purchased Services	<u>1,201</u>	<u>1,201</u>	<u>1,201</u>	<u>0</u>
Administration:				
Salaries and Wages	<u>14,426</u>	<u>14,426</u>	<u>0</u>	<u>14,426</u>
Total Support Services	<u>15,627</u>	<u>15,627</u>	<u>1,201</u>	<u>14,426</u>
Operation of Non-Instructional Services:				
Community Services:				
Purchased Services	<u>760</u>	<u>760</u>	<u>0</u>	<u>760</u>
<i>Total Expenditures</i>	<u>20,410</u>	<u>20,550</u>	<u>5,322</u>	<u>15,228</u>
<i>Net Change in Fund Balance</i>	<u>(3,364)</u>	<u>(3,364)</u>	<u>(1,541)</u>	<u>1,823</u>
<i>Fund Balance Beginning of Year</i>	<u>804</u>	<u>804</u>	<u>804</u>	<u>0</u>
Prior Year Encumbrances Appropriated	<u>2,560</u>	<u>2,560</u>	<u>2,560</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$0</u>	<u>\$0</u>	<u>\$1,823</u>	<u>\$1,823</u>

Brecksville-Broadview Heights City School District

Schedule of Revenues, Expenditures and Changes

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

Pre-School Fund

For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$19,392	\$19,392	\$19,392	\$0
Expenditures				
Current:				
Support Services:				
Pupil:				
Salaries and Wages	<u>19,682</u>	<u>19,682</u>	<u>19,682</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	(290)	(290)	(290)	0
<i>Fund Balance Beginning of Year</i>	<u>290</u>	<u>290</u>	<u>290</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

Brecksville-Broadview Heights City School District

Schedule of Revenues, Expenditures and Changes

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

Class Size Reduction Fund

For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$58,928	\$60,267	\$65,976	\$5,709
Expenditures				
Current:				
Instruction:				
Regular:				
Salaries and Wages	46,846	45,921	45,921	0
Fringe Benefits	10,538	14,790	14,790	0
Purchased Services	279	279	0	279
<i>Total Expenditures</i>	<u>57,663</u>	<u>60,990</u>	<u>60,711</u>	<u>279</u>
<i>Excess of Revenues Over (Under) Expenditures</i>	<u>1,265</u>	<u>(723)</u>	<u>5,265</u>	<u>5,988</u>
Other Financing Sources (Uses)				
Advances In	0	10,000	10,000	0
Advances Out	0	(10,000)	(10,000)	0
<i>Total Other Financing Sources (Uses)</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	1,265	(723)	5,265	5,988
<i>Fund Balance Beginning of Year</i>	<u>723</u>	<u>723</u>	<u>723</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$1,988</u>	<u>\$0</u>	<u>\$5,988</u>	<u>\$5,988</u>

Brecksville-Broadview Heights City School District

Schedule of Revenues, Expenditures and Changes

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

Assistive Technology Fund

For the Fiscal Year Ended June 30, 2002

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$2,930	\$2,930	\$2,930	\$0
Expenditures				
Current:				
Support Services:				
Capital Outlay - New	<u>2,930</u>	<u>2,930</u>	<u>2,930</u>	<u>0</u>
<i>Net Change in Fund Balance</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance Beginning of Year</i>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

Brecksville-Broadview Heights City School District*Schedule of Revenues, Expenditures and Changes**In Fund Balance - Budget (Non-GAAP) and Actual****Permanent Improvement Fund****For the Fiscal Year Ended June 30, 2002*

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes	\$650,973	\$647,517	\$647,517	\$0
Intergovernmental	85,000	78,091	78,091	0
<i>Total Revenues</i>	<u>735,973</u>	<u>725,608</u>	<u>725,608</u>	<u>0</u>
Expenditures				
Current:				
Pupil Transportation:				
Purchased Services	100,984	100,984	89,016	11,968
Capital Outlay:				
Site Improvement Services:				
Purchased Services	760,000	810,184	745,883	64,301
Capital Outlay - New	470,716	438,047	325,453	112,594
Total Capital Outlay	<u>1,230,716</u>	<u>1,248,231</u>	<u>1,071,336</u>	<u>176,895</u>
<i>Total Expenditures</i>	<u>1,331,700</u>	<u>1,349,215</u>	<u>1,160,352</u>	<u>188,863</u>
<i>Net Change in Fund Balance</i>	(595,727)	(623,607)	(434,744)	188,863
<i>Fund Balance Beginning of Year</i>	605,762	605,762	605,762	0
Prior Year Encumbrances Appropriated	<u>22,669</u>	<u>22,669</u>	<u>22,669</u>	<u>0</u>
<i>Fund Balance End of Year</i>	<u>\$32,704</u>	<u>\$4,824</u>	<u>\$193,687</u>	<u>\$188,863</u>

Brecksville-Broadview Heights City School District

Schedule of Revenues, Expenditures and Changes

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

Building Fund

For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
Revenues	\$0	\$0	\$0	\$0
Expenditures				
Capital Outlay:				
Facilities Acquisition and Construction Services:				
Site Acquisition Services:				
Capital Outlay - New	\$209,500	\$209,500	\$208,843	\$657
Site Improvement Services:				
Purchased Services	1,270,000	1,270,000	1,270,000	0
Capital Outlay - New	37,119	37,119	0	37,119
Total Site Improvement Services	1,307,119	1,307,119	1,270,000	37,119
Building Improvement Services:				
Capital Outlay - New	120,686	120,686	120,686	0
<i>Total Expenditures</i>	1,637,305	1,637,305	1,599,529	37,776
<i>Excess of Revenues Under Expenditures</i>	(1,637,305)	(1,637,305)	(1,599,529)	37,776
Other Financing Sources				
General Obligation Bonds Issued	209,500	209,500	209,500	0
General Obligation Notes Issued	1,270,000	1,270,000	1,270,000	0
<i>Total Other Financing Sources</i>	1,479,500	1,479,500	1,479,500	0
<i>Net Change in Fund Balance</i>	(157,805)	(157,805)	(120,029)	37,776
<i>Fund Balance Beginning of Year</i>	37,119	37,119	37,119	0
Prior Year Encumbrances Appropriated	120,686	120,686	120,686	0
<i>Fund Balance End of Year</i>	\$0	\$0	\$37,776	\$37,776

Brecksville-Broadview Heights City School District

Schedule of Revenues, Expenditures and Changes

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

SchoolNet Plus Fund

For the Fiscal Year Ended June 30, 2002

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$8,000	\$0	\$0	\$0
Expenditures				
Current:				
Instruction:				
Regular:				
Materials and Supplies	18,000	18,000	0	18,000
Capital Outlay - New	0	10,754	5,377	5,377
Total Instruction	18,000	28,754	5,377	23,377
Support Services:				
Instructional Staff:				
Purchased Services	23,377	0	0	0
<i>Total Expenditures</i>	41,377	28,754	5,377	23,377
<i>Net Change in Fund Balance</i>	(33,377)	(28,754)	(5,377)	23,377
<i>Fund Balance Beginning of Year</i>	41,377	41,377	41,377	0
<i>Fund Balance End of Year</i>	\$8,000	\$12,623	\$36,000	\$23,377

Brecksville-Broadview Heights City School District

*Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP) and Actual
Employee Benefits Self-Insurance Fund
For the Fiscal Year Ended June 30, 2002*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Charges for Services	\$1,950,000	\$1,600,000	\$1,570,459	(\$29,541)
Expenses				
Purchased Services	110,522	110,522	110,522	0
Claims	2,290,180	1,590,180	1,459,443	0
<i>Total Expenses</i>	<u>2,400,702</u>	<u>1,700,702</u>	<u>1,569,965</u>	<u>130,737</u>
<i>Net Change in Fund Equity</i>	(450,702)	(100,702)	494	101,196
<i>Fund Equity Beginning of Year</i>	498,002	498,002	498,002	0
Prior Year Encumbrances Appropriated	<u>702</u>	<u>702</u>	<u>702</u>	<u>0</u>
<i>Fund Equity End of Year</i>	<u>\$48,002</u>	<u>\$398,002</u>	<u>\$499,198</u>	<u>\$101,196</u>

Brecksville-Broadview Heights City School District

*Schedule of Revenues, Expenses and Changes
In Fund Equity - Budget (Non-GAAP) and Actual
Scholarship Fund
For the Fiscal Year Ended June 30, 2002*

	Budgeted Amounts		Actual	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Interest	\$0	\$800	\$968	\$168
Contributions and Donations	57,000	57,500	61,240	3,740
<i>Total Revenues</i>	<u>57,000</u>	<u>58,300</u>	<u>62,208</u>	<u>3,908</u>
Expenses				
Current:				
Instruction:				
Regular:				
Materials and Supplies	5,770	4,020	1,926	2,094
Other	52,110	3,500	3,164	336
Total Instruction	57,880	7,520	5,090	2,430
Support Services:				
Administration:				
Materials and Supplies	0	1,650	1,214	436
Operation of Non-Instructional Services:				
Community Services:				
Other	0	48,610	47,056	1,554
<i>Total Expenses</i>	<u>57,880</u>	<u>57,780</u>	<u>53,360</u>	<u>4,420</u>
<i>Excess of Revenues Over (Under) Expenses</i>	(880)	520	8,848	8,328
Transfers In	0	0	300	300
<i>Net Change in Fund Equity</i>	(880)	520	9,148	8,628
<i>Fund Equity Beginning of Year</i>	56,982	56,982	56,982	0
Prior Year Encumbrances Appropriated	881	881	881	0
<i>Fund Equity End of Year</i>	<u>\$56,983</u>	<u>\$58,383</u>	<u>\$67,011</u>	<u>\$8,628</u>

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Statistical Section

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Brecksville-Broadview Heights City School District

Governmental Activities

Revenues by Source and Expenses by Function

Last Two Fiscal Years

	<u>2002</u>	<u>2001</u>
Program Revenues		
Charges for Services	\$2,800,248	\$2,347,802
Operating Grants and Contributions	1,083,514	1,131,802
Capital Grants and Contributions	61,371	121,323
General Revenues		
Taxes	32,748,425	27,496,045
Intergovernmental	7,922,678	5,850,420
Interest	243,378	503,744
Payment in Lieu of Taxes	24,660	44,160
Miscellaneous	14,660	229,568
<i>Total</i>	<u><u>\$44,898,934</u></u>	<u><u>\$37,724,864</u></u>
Expenses		
Current:		
Instruction:		
Regular	\$16,928,235	\$16,903,574
Special	3,300,946	2,668,254
Vocational	356,858	323,441
Adult/Continuing	21,927	23,088
Support Services:		
Pupil	2,673,608	2,791,267
Instructional Staff	1,329,824	884,751
Board of Education	62,454	45,699
Administration	2,478,274	2,307,960
Fiscal	724,740	664,678
Business	324,061	390,817
Operation and Maintenance of Plant	3,831,495	3,698,845
Pupil Transportation	2,385,949	2,340,057
Central	229,345	221,233
Operation of Non-Instructional Services	364,304	362,451
Food Service Operations	1,282,200	1,341,004
Child Care Operations	518,821	389,644
Extracurricular Activities	881,596	758,512
Debt Service:		
Interest and Fiscal Charges	2,056,706	2,012,299
<i>Total</i>	<u><u>\$39,751,343</u></u>	<u><u>\$38,127,574</u></u>

Source: School District Financial Records

Brecksville-Broadview Heights City School District
General Governmental
Revenues by Source and Expenditures by Function (1)
Last Ten Fiscal Years

	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
Revenues				
Taxes	\$32,549,500	\$26,671,090	\$24,398,113	\$26,050,685
Intergovernmental	8,982,940	6,946,040	6,430,236	6,147,132
Interest	246,517	511,797	454,441	373,505
Tuition and Fees	786,284	546,771	366,394	95,736
Extracurricular Activities	245,655	275,868	413,092	248,472
Payment in Lieu of Taxes	24,660	44,160	0	322,664
Rentals	38,909	98,413	0	0
Charges for Services	1,492,371	1,453,646	0	0
Contributions and Donations	96,457	208,002	0	0
Miscellaneous	74,995	265,806	367,074	0
<i>Total</i>	<u>\$44,538,288</u>	<u>\$37,021,593</u>	<u>\$32,429,350</u>	<u>\$33,238,194</u>
Expenditures				
Current:				
Instruction:				
Regular	\$16,144,367	\$15,761,853	\$14,847,771	\$13,738,396
Special	3,285,107	2,599,159	1,830,445	1,483,534
Vocational	337,506	306,279	285,678	264,900
Adult/Continuing	21,927	23,088	153,640	265,641
Support Services:				
Pupil	2,620,258	2,678,048	2,401,572	1,937,366
Instructional Staff	1,279,271	775,772	901,350	745,164
Board of Education	62,622	45,531	58,886	46,225
Administration	2,350,244	2,267,178	2,257,366	2,048,914
Fiscal	727,577	645,979	665,498	673,460
Business	291,828	357,771	324,870	363,189
Operation and Maintenance of Plant	4,102,258	3,513,466	3,391,522	3,390,714
Pupil Transportation	2,505,392	2,316,913	2,382,284	2,298,954
Central	236,431	219,536	217,348	204,882
Operation of Non-Instructional Services	346,551	360,359	307,636	284,622
Food Service Operations	1,241,406	1,164,510	0	0
Child Care Operations	508,031	377,731	0	0
Extracurricular Activities	869,195	742,315	654,042	637,834
Capital Outlay	917,053	359,737	818,408	396,742
Debt Service:				
Principal Retirement	934,266	950,000	1,240,000	840,000
Interest and Fiscal Charges	2,056,191	2,016,292	2,030,966	2,073,649
<i>Total</i>	<u>\$40,837,481</u>	<u>\$37,481,517</u>	<u>\$34,769,282</u>	<u>\$31,694,186</u>

Source: School District Financial Records

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

(2) Fiscal years 2002-1996 are reported on the GAAP basis; all other fiscal years are reported on the Cash basis.

1998	1997	1996	1995	1994	1993
\$23,332,631	\$20,370,327	\$20,255,162	\$17,498,072	\$15,419,990	\$14,784,333
5,128,466	4,621,579	4,852,064	4,145,041	4,013,114	3,808,708
363,367	3,148,088	2,078,035	1,048,345	139,197	153,024
112,614	23,532	1,582	4,384	135,861	28,089
364,427	222,993	206,230	222,393	10,504	175,565
0	0	0	0	0	0
0	0	0	0	0	0
0	0	0	0	168,174	0
0	0	0	0	0	0
398,590	256,363	258,776	230,222	91,214	801,131
\$29,700,095	\$28,642,882	\$27,651,849	\$23,148,457	\$19,978,054	\$19,750,850
\$12,035,835	\$12,819,025	\$12,016,035	\$10,956,442	\$10,319,125	\$9,525,653
1,402,504	1,120,039	1,102,370	994,548	1,085,890	915,995
242,288	273,109	264,052	245,455	261,668	248,957
391,636	284,702	405,619	19,821	3,351	109,376
1,577,535	1,542,422	1,553,503	1,427,800	1,273,691	1,174,808
903,507	1,100,471	1,137,793	1,157,045	1,044,921	812,211
84,760	55,170	73,414	66,909	74,276	54,637
1,950,872	1,700,515	1,651,647	1,693,047	1,392,464	1,325,440
579,205	550,203	527,898	461,417	447,111	438,342
487,279	524,183	423,553	332,782	376,223	358,691
3,014,569	2,480,056	2,249,641	2,176,420	2,168,798	2,053,368
1,747,938	1,671,933	1,870,603	1,613,390	1,329,907	1,207,826
182,855	184,025	191,688	224,610	6,729	3,955
245,314	461,023	393,178	268,266	0	0
0	0	568,726	0	113,222	98,058
0	0	0	0	67,547	90,347
668,009	568,267	0	556,856	492,899	409,584
7,985,972	18,123,925	7,090,984	958,060	1,076,041	766,923
720,000	36,145,000	36,145,000	3,173,860	802,638	272,781
2,110,221	4,219,932	2,148,319	0	0	0
\$36,330,299	\$83,824,000	\$69,814,023	\$26,326,728	\$22,336,501	\$19,866,952

Brecksville-Broadview Heights City School District

Property Tax Levies and Collections (1)

Last Ten Years

<u>Collection Year (2)</u>	<u>Total Tax Levy</u>	<u>Current Tax Collections</u>	<u>Percent of Levy Collected</u>
2001	\$31,128,323	\$28,350,074	91.07%
2000	29,934,084	27,627,926	92.30
1999	29,636,011	27,739,930	93.60
1998	28,894,546	27,080,369	93.72
1997	22,019,657	21,488,385	97.59
1996	22,097,212	21,858,123	98.92
1995	21,266,056	20,900,226	98.28
1994	17,513,382	16,562,241	94.57
1993	16,269,924	15,652,273	96.20
1992	15,721,255	15,328,287	97.50

Source: Office of the Auditor, Cuyahoga County, Ohio

(1) Includes Homestead/Rollback taxes assessed locally, but distributed through the State and reported as Intergovernmental Revenue.

(2) The 2002 information cannot be presented because all collections have not been made been made by June 30, 2002.

<u>Delinquent Tax Collections</u>	<u>Total Tax Collections</u>	<u>Percent of Tax Collection to Levy</u>
\$741,175	\$29,091,249	93.46%
641,380	28,269,306	94.44
632,850	28,372,780	95.74
304,104	27,384,473	94.77
248,873	21,737,258	98.72
231,282	22,089,405	99.96
207,724	21,107,950	99.26
226,291	16,788,532	95.86
387,976	16,040,249	98.59
459,598	15,787,885	100.42

Brecksville-Broadview Heights City School District
Assessed and Estimated Actual Value of Taxable Property
Last Ten Years

Tax Collection Year	Real Estate		Tangible Personal	
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value
2002	\$793,711,110	\$2,267,746,029	\$49,828,303	\$199,313,212
2001	768,422,890	2,195,493,971	46,608,350	186,433,400
2000	671,478,900	1,918,511,143	44,687,211	178,748,844
1999	669,640,280	1,913,257,943	45,155,832	180,623,328
1998	643,717,290	1,839,192,257	48,798,927	195,195,708
1997	586,651,020	1,676,145,771	42,356,858	169,427,432
1996	575,607,330	1,644,592,371	38,667,927	154,671,708
1995	559,188,010	1,597,680,029	33,100,451	132,401,804
1994	479,221,750	1,369,205,000	31,115,843	124,463,372
1993	459,763,070	1,313,608,771	31,921,713	122,775,819

Source: Office of Auditor, Cuyahoga County, Ohio

Public Utility		Total		
Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Ratio
\$29,120,890	\$33,091,920	\$872,660,303	\$2,500,151,161	34.90%
42,472,640	48,264,364	857,503,880	2,430,191,735	35.29
43,701,000	49,660,227	759,867,111	2,146,920,214	35.39
45,155,830	51,313,443	759,951,942	2,145,194,714	35.43
45,276,990	51,451,125	737,793,207	2,085,839,090	35.37
35,988,790	40,896,352	664,996,668	1,886,469,555	35.25
36,708,130	41,713,784	650,983,387	1,840,977,861	35.36
40,985,290	46,574,193	633,273,751	1,776,656,026	35.64
39,545,210	44,937,739	549,882,803	1,538,606,111	35.74
38,481,310	43,728,761	530,166,093	1,480,113,351	35.82

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

Collection Year	Brecksville City	Broadview Heights City	Cuyahoga County (and Others)	Cuyahoga Valley Career Center
2002	\$8.70	\$9.40	\$17.60	\$2.00
2001	8.70	9.40	17.60	2.00
2000	8.70	9.40	16.70	2.00
1999	8.80	9.40	18.00	2.00
1998	8.80	9.40	18.00	2.00
1997	8.80	9.40	18.00	2.00
1996	8.80	8.40	18.00	2.00
1995	8.90	6.30	18.20	2.00
1994	8.90	6.30	17.80	2.00
1993	9.00	6.20	17.80	2.00

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	Total Brecksville	Total Broadview Heights
\$71.50	\$99.80	\$100.50
64.80	93.10	93.80
65.30	92.70	93.40
65.50	94.30	94.90
65.50	94.30	94.90
58.80	87.60	88.20
60.50	89.30	88.90
59.90	89.00	86.40
55.90	84.60	82.00
55.90	84.70	81.90

Brecksville-Broadview Heights City School District

Ratio of General Obligation Bonded Debt

to Assessed Value and Debt per Capita

Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Estimated Population</u>	<u>Assessed Value</u>	<u>General Obligation Bonded Debt</u>	<u>Ratio of General Debt to Assessed Value</u>	<u>General Debt per Capita</u>
2002	29,762	\$872,660,303	\$32,804,500	3.76%	\$1,102
2001	29,349	857,503,880	33,505,000	3.91	1,142
2000	28,858	759,867,111	34,455,000	4.53	1,194
1999	28,432	759,951,942	35,370,000	4.65	1,244
1998	27,078	737,793,207	36,355,000	4.93	1,343
1997	26,677	664,996,668	37,075,000	5.58	1,390
1996	26,283	650,983,387	37,220,000	5.72	1,416
1995	25,895	633,273,751	37,220,000	5.88	1,437
1994	25,512	549,882,803	3,010,000	0.55	118
1993	25,135	530,166,093	2,035,000	0.38	81

Source: Office of the Treasurer, Brecksville-Broadview Heights City School District and the U.S. Census Bureau (Census 2000)

Brecksville-Broadview Heights City School District

Computation of Legal Debt Margin

June 30, 2002

Assessed Valuation	<u><u>\$872,660,303</u></u>
Debt Limit - 9% of Assessed Value (1)	\$78,539,427
Amount of Debt Applicable to Debt Limit	
General Obligation Bonds	32,804,500
Tax Anticipation Note	2,500,000
Energy Conservation Note	1,270,000
Less Amount Available in Debt Service	<u>(3,170,120)</u>
Total	33,404,380
Exemptions:	
Tax Anticipation Note	(2,500,000)
Energy Conservation Note	<u>(1,270,000)</u>
Amount of Debt Subject to Limit	<u>29,634,380</u>
Overall Debt Margin	<u><u>\$48,905,047</u></u>
Debt Margin - .10% of Assessed Value (1)	\$872,660
Amount of Debt Applicable	<u>0</u>
Unvoted Debt Margin	<u><u>\$872,660</u></u>

Source: Cuyahoga County Auditor and School District Financial Records

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

Brecksville-Broadview Heights City School District

Computation of Direct and Overlapping

General Obligation Bonded Debt

June 30, 2002

<u>Overlapping Units</u>	<u>Outstanding Debt</u>	<u>Percentage Applicable to School District</u>	<u>Amount of Overlapping Debt</u>
Direct:			
Brecksville-Broadview Heights City School District	<u>\$32,804,500</u>	<u>100.00%</u>	<u>\$32,804,500</u>
Overlapping:			
RTA	123,915,000	3.00	3,717,450
Cuyahoga County	216,544,636	3.00	6,496,339
Brecksville City	12,024,915	58.74	7,063,435
Broadview Heights City	7,384,000	40.17	2,966,153
North Royalton City	<u>4,752,000</u>	1.08	<u>51,322</u>
Total Overlapping	<u>364,620,551</u>		<u>20,294,699</u>
Total	<u><u>\$397,425,051</u></u>		<u><u>\$53,099,199</u></u>

Source: Office of the Auditor, Cuyahoga County, Ohio

Brecksville-Broadview Heights City School District
*Ratio of Annual Debt Service Expenditures for General
Obligation Bonded Debt to Total General Governmental Expenditures
Last Ten Years*

Fiscal Years	Total Principal and Interest (1)	Total General Governmental Expenditures (2)	Ratio of General Obligation Bond Debt Service to Total General Governmental Expenditures
2002	\$2,848,299	\$40,837,481	6.97%
2001	2,966,292	37,481,517	7.91
2000	3,270,966	34,769,282	9.41
1999	2,913,649	31,694,186	9.19
1998	2,830,221	36,330,299	7.79
1997	40,364,932	83,824,000	48.15
1996	38,293,319	69,814,023	54.85
1995	3,173,860	26,326,728	12.06
1994	802,638	22,336,501	3.59
1993	272,781	19,866,952	1.37

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

- 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 fund types expenditures. Fiscal years 1992 through 1995 reported on a cash basis, whereas, 1996 through 2002 reported on a modified accrual basis.

Brecksville-Broadview Heights City School District

Construction, Bank Deposits and Property Values

Last Ten Years

<u>Tax Year</u>	<u>No. of Building Permits (1)</u>	<u>Value of Building Permits (1)</u>	<u>Cuyahoga County Bank (2) Deposits (in 000's)</u>	<u>Residential and Other Real Estate (3)</u>
2001	1,146	\$65,122,014	\$88,346,368	\$768,422,890
2000	1,131	68,336,998	61,942,764	671,478,900
1999	1,764	76,778,410	57,816,942	669,640,280
1998	1,362	54,480,000	60,846,022	643,717,290
1997	1,381	63,748,311	53,941,971	586,651,020
1996 (4)	1,305	85,985,469	27,068,211	575,607,330
1995	1,101	41,513,748	22,458,573	559,188,010
1994	1,125	48,208,583	20,885,453	479,221,750
1993	1,046	38,194,941	21,009,421	459,763,070
1992	1,067	41,146,805	19,379,280	440,891,590

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

Public Utility Tangible (3)	Personal Tangible (3)	Total Assessed Valuation
\$42,472,640	\$46,608,350	\$857,503,880
43,701,000	44,687,211	759,867,111
45,155,830	45,155,832	759,951,942
45,276,990	48,798,927	737,793,207
35,988,790	42,356,858	664,996,668
36,708,130	38,667,927	650,983,387
40,985,290	33,100,451	633,273,751
39,545,210	31,115,843	549,882,803
38,481,310	31,921,713	530,166,093
38,865,470	30,316,331	510,073,391

Brecksville-Broadview Heights City School District

Principal Taxpayers

Real Estate Tax

December 31, 2001

<u>Name of Taxpayer</u>	<u>Assessed Valuation</u>	<u>Percent of Real Assessed Value</u>
Ohio Bell	\$8,958,500	1.13%
PMB Group Inc.	7,631,260	0.96
South Hills	7,024,790	0.89
Grand Bay of Brecksville	6,268,870	0.79
Gateway Associates	4,272,040	0.54
F.C. Vineyards, L.P.	4,115,620	0.52
CEI	2,769,660	0.35
Stony Run Limited	2,723,460	0.34
Brecksville Shopping Center Incorporated	2,620,840	0.33
Boyas-Broadview	2,599,240	0.32
Brecksville Corporate Center Ltd.	2,096,080	0.26
HHC Broadview, Incorporated	<u>1,894,520</u>	<u>0.24</u>
Totals	<u>\$52,974,880</u>	<u>6.67%</u>
Total Real Estate Valuation	<u>\$793,711,110</u>	

Source: Office of the Auditor, Cuyahoga County, Ohio

Brecksville-Broadview Heights City School District

Principal Taxpayers

Tangible Personal Property Tax

December 31, 2001

<u>Name of Taxpayer</u>	<u>Assessed Valuation</u>	<u>Percent of Tangible Assessed Value</u>
Ohio Machinery Company	\$8,231,400	16.53%
Mitech Holding Corporation	4,785,790	9.61
Curtiss Flow Control, Incorporated	2,543,630	5.11
Marathon Oil Company	1,545,520	3.10
FCI USA, Incorporated	1,406,610	2.82
Barnes Group, Incorporated	1,207,690	2.42
Lapine Truck Sales and Equipment	1,177,930	2.36
B.F. Goodrich Company	1,116,960	2.24
Quality Bolt and Screw Company	961,540	1.93
Ferro Corporation	903,870	1.81
Total	<u>\$23,880,940</u>	<u>47.93%</u>
Total Tangible Assessed Valuation	<u>\$49,828,303</u>	

Source: Office of the Auditor, Cuyahoga County, Ohio

Brecksville-Broadview Heights City School District

Principal Taxpayers

Public Utility Tax

December 31, 2001

<u>Name of Taxpayer</u>	<u>Assessed Valuation</u>	<u>Percent of Public Utility Assessed Value</u>
Cleveland Electric Illuminating Company	\$19,008,730	65.28%
Ameritech	4,698,960	16.14
The East Ohio Gas Company	1,252,020	4.30
American Transmission System	1,086,230	3.73
MCI Communications	677,510	2.33
Quest Communications	457,481	1.57
AT & T Wireless	309,220	1.06
Alltel Ohio	309,240	1.05
Verizon Select Services	230,600	0.79
Sprint Communications Inc.	217,880	0.75
Total	<u>\$28,247,871</u>	<u>97.00%</u>
Total Public Utility Valuation	<u>\$29,120,890</u>	

Source: Office of the Auditor, Cuyahoga County, Ohio

Brecksville-Broadview Heights City School District

Enrollment Statistics

Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>Elementary Schools</u>	<u>Middle School</u>	<u>High School</u>	<u>Total</u>
2002	1,991	1,069	1,380	4,440
2001	1,889	1,032	1,326	4,247
2000	1,787	977	1,344	4,108
1999	1,794	917	1,338	4,049
1998 (2)	1,732	916	1,290	3,938
1997	2,050	621	1,249	3,920
1996	1,988	597	1,162	3,747
1995	1,951	589	1,120	3,660
1994	1,940	575	1,014	3,529
1993 (1)	1,866	535	939	3,340

Source: Brecksville-Broadview Heights City School Records

- (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

*Per Pupil Cost
Last Ten Fiscal Years*

<u>Fiscal Year</u>	<u>General Governmental Expenditures (1)</u>	<u>Average Student Enrollment</u>	<u>Per Pupil Cost</u>
2002	\$37,847,024	4,440	\$8,524
2001	34,515,225	4,247	8,127
2000	31,498,316	4,108	7,668
1999	28,780,537	4,049	7,108
1998	33,500,078	3,938	8,507
1997	43,459,068	3,920	11,086
1996	31,520,704	3,747	8,412
1995	23,152,868	3,660	6,326
1994	21,533,863	3,529	6,102
1993	19,594,171	3,340	5,867

Source: School District Records

(1) Debt Service totals have been excluded.

Brecksville-Broadview Heights City School District

Teacher Education and Experience

June 30, 2002

<u>Degree</u>	<u>Number of Teachers</u>	<u>Percentage of Total</u>
Bachelor	29	10.03%
Bachelor + 9	23	7.96
Bachelor + 18	22	7.62
Bachelor + 30	37	12.80
Master	66	22.84
Master + 9	31	10.73
Master + 18	30	10.38
Master + 30	13	4.50
Master + 42	34	11.76
PhD	4	1.38
Total	<u>289</u>	<u>100.00%</u>

<u>Years of Experience</u>	<u>Number of Teachers</u>	<u>Percentage of Total</u>
0 - 5	73	25.26%
6 - 10	77	26.64
11 and Over	139	48.10
	<u>289</u>	<u>100.00%</u>

Source: School District Personnel Records

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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
FEBRUARY 4, 2003**